Ganges Securities Limited

CIN: L74120UP2015PLC069869
Registered Office: P.O. Hargaon, Dist. Sitapur (U.P.), Pin: 261 121
Email: birlasugar@birla-sugar.com | Website: www.birla-sugar.com
Telephone: +91 5862 256220 Fax: +91 5862 256225

NOTICE

Notice is hereby given that the Fourth Annual General Meeting ('AGM') of the members of GANGES SECURITIES LIMITED will be held on Tuesday, September 25, 2018 at 10.30 A.M., at the Registered Office of the Company, at P.O Hargaon, District-Sitapur, PIN – 261121, to transact the following businesses:

Ordinary Business

1. **To receive, consider and adopt:**
   a) the Audited Standalone Financial Statements of the Company for the year ended March 31, 2018 and the Reports of the Directors' and Auditor's thereon.
   b) the Audited Consolidated Financial Statements of the Company for the year ended March 31, 2018 and the Reports of the Directors' and Auditor's thereon.
2. To elect a Director in place of Mr. Chandra Shekhar Nopany (DIN: 00014587), who retires by rotation and, being eligible, offers himself for re-appointment.

By Order of the Board of Directors
For **Ganges Securities Limited**
Vijaya Agarwala
Company Secretary

Place : Kolkata
Dated : 14th May, 2018

Notes:

1. **A MEMBER ENTITLED TO ATTEND AND VOTE AT THE ANNUAL GENERAL MEETING (AGM) IS ENTITLED TO APPOINT A PROXY/ PROXIES TO ATTEND AND VOTE INSTEAD OF HIMSELF / HERSELF AND SUCH A PROXY/ PROXIES NEED NOT BE A MEMBER OF THE COMPANY.**

   A person can act as proxy on behalf of members not exceeding fifty (50) and holding in the aggregate not more than ten percent (10%) of the total share capital of the Company carrying voting rights. A member holding more than ten percent (10%) of the total share capital of the Company carrying voting rights may appoint a single person as a proxy and such person shall not act as a proxy for any other person or shareholder.

2. The instrument of Proxy in order to be effective, should be deposited at the Registered Office of the Company, duly completed and signed, not less than 48 (forty eight) hours before the commencement of the meeting. A Proxy form is sent herewith. Proxies submitted on behalf of the companies, body(ies) corporate, societies etc., must be supported by an appropriate resolution/authority, as applicable.
3. Proxy holder shall prove his identity at the time of attending the Meeting. A Proxy Form which does not state the name of the Proxy shall be considered invalid.
4. The Explanatory Statement pursuant to Section 102 of the Companies Act, 2013, which sets out details relating to Special Business to be transacted at the meeting, is annexed hereto.
5. Corporate members intending to send their authorised representatives to attend the Meeting are requested to send a certified copy of the Board Resolution to the Company authorising their representative to attend and vote on their behalf at the Meeting.
6. Additional information, pursuant to Section 196 (4) of the Companies Act, 2013, SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 ("Listing Regulations") and Secretarial Standard-2, with respect to Directors seeking re-appointment/appointment in the forthcoming Annual General Meeting forms part of the Notice.
7. Members are requested to bring their attendance slip along with their copy of the Annual Report to the Meeting.

8. The Register of the Members and Share Transfer Books of the Company will remain closed from Tuesday, September 18, 2018 to Tuesday, September 25, 2018 (both days inclusive), for the purpose of Annual General Meeting.

9. Members are requested to notify the change in their addresses, if any, to the Company or its Registrar & Share Transfer Agent. Members holding shares in dematerialised form should send the above information to their Depository Participants ('DPs').

10. In all correspondence with the Company/Registrar & Share Transfer Agent the Members are requested to quote their accounts/folio numbers and in case their shares are held in the dematerialized form their Client ID Number and DP ID Number.

11. In terms of the provisions of Section 72 of the Companies Act, 2013, nomination facility is available to individual shareholders in respect of shares held by them in physical form. The Nomination Form can be obtained for the purpose from the Company/Registrar & Share Transfer Agent. Members holding shares in electronic form have to approach their DPs for completing the nomination formalities.

The Securities and Exchange Board of India (SEBI) has mandated the submission of Permanent Account Number (PAN) by every participant in securities market. Members holding shares in electronic form are, therefore, requested to submit the PAN to their respective Depository Participants with whom they are maintaining their demat accounts. Members holding shares in physical form can submit their PAN details to the Company / Registrar and Share Transfer Agent

12. The Statement of Profit and Loss for the financial year ended 31st March, 2018, the Balance Sheet (including consolidated financial statements) as at that date, the Auditors' Report, the Directors' Report and all other documents annexed or attached thereto and circulated to the Members of the Company along with this Notice are also available in physical/electronic form for inspection by the Members at the Registered Office of the Company between 11.00 a.m. and 1.00 p.m. on all working days up to this AGM.

13. Members who wish to obtain information on the Company or view the Accounts for the financial year ended 31st March, 2018 may visit the Company's website www.birla-sugar.com / www.gangessec.com or send their queries at least 10 (ten) days in advance before the AGM to the of the Company.

14. In accordance with the provisions of Section 136 of the Companies Act, 2013, the Company will provide a separate copy of audited financial statements in respect of each of its subsidiaries, to any shareholder of the Company on making requisition to the Company. A Statement containing the salient features of the financial statement of associate(s) forms part of the Annual Report of the Company. The audited financial statements will also be available for inspection at the Registered Office of the Company and the concerned subsidiary company(ies) on all working days, except Saturdays, Sundays and public holidays, between 11.00 a.m. and 1.00 p.m. upto the date of the Annual General Meeting. Further, the documents shall also be available on the website of the Company at www.birla-sugar.com / www.gangessec.com.

15. Voting through electronic means

I. In compliance with provisions of Section 108 of the Companies Act, 2013, Rule 20 of the Companies (Management and Administration) Rules, 2014 as amended by the Companies (Management and Administration) Amendment Rules, 2015, the Company is pleased to provide members facility to exercise their right to vote on resolutions proposed to be considered at the Annual General Meeting (AGM) by electronic means and the business may be transacted through e-Voting Services. The facility of casting the votes by the members using an electronic voting system from a place other than venue of the AGM ("remote e-voting") will be provided by National Securities Depository Limited (NSDL).

II. The facility for voting through ballot paper shall be made available at the AGM and the members attending the meeting who have not cast their vote by remote e-voting shall be able to exercise their right at the meeting through ballot paper.

III. The members who have cast their vote by remote e-voting prior to the AGM may also attend the AGM but shall not be entitled to cast their vote again.

IV. The remote e-voting period commences on Friday, September 21, 2018 (9:00 am) and ends on Monday, September 24, 2018 (5:00 pm). During this period members of the Company, holding shares either in physical form or in dematerialized form, as on the cut-off date of September 18, 2018, may cast their vote by remote e-voting.

The remote e-voting module shall be disabled by NSDL for voting thereafter. Once the vote on a resolution is cast by the member, the member shall not be allowed to change it subsequently.

V. The process and manner for remote e-voting are as under:

1. Visit the e-Voting website of NSDL. Open web browser by typing the following URL: https://www.evoting.nsdl.com/ either on a Personal Computer or on a mobile.

2. Once the home page of e-Voting system is launched, click on the icon "Login" which is available under 'Shareholders' section.

3. A new screen will open. You will have to enter your User ID, your Password and a Verification Code as shown on the screen.

Alternatively, if you are registered for NSDL eservices i.e. IDEAS, you can log-in at https://eservices.nsdl.com/ with your existing IDEAS login. Once you log-in to NSDL eservices after using your log-in credentials, click on e-Voting and you can proceed to Step 2 i.e. Cast your vote electronically.

4. Your User ID details are given below :

Manner of holding shares i.e. Demat (NSDL or CDSL) or Physical	**Your User ID is:**
a) For Members who hold shares in demat account with NSDL.	8 Character DP ID followed by 8 Digit Client ID For example if your DP ID is IN300*** and Client ID is 12****** then your user ID is IN300***12******.
b) For Members who holdshares in demat account with CDSL.	16 Digit Beneficiary ID For example if your Beneficiary ID is 12********** then your user ID is 12**********
c) For Members holding shares in Physical Form.	EVEN Number followed by Folio Number registered with the company For example if folio number is 001*** and EVEN is 101456 then user ID is 101456001***

5. Your password details are given below:

a) If you are already registered for e-Voting, then you can user your existing password to login and cast your vote.

b) If you are using NSDL e-Voting system for the first time, you will need to retrieve the 'initial password' which was communicated to you. Once you retrieve your 'initial password', you need enter the 'initial password' and the system will force you to change your password.

c) How to retrieve your 'initial password'?

(i) If your email ID is registered in your demat account or with the company, your 'initial password' is communicated to you on your email ID. Trace the email sent to you from NSDL from your mailbox. Open the email and open the attachment i.e. a .pdf file. Open the .pdf file. The password to open the .pdf file is your 8 digit client ID for NSDL account, last 8 digits of client ID for CDSL account or folio number for shares held in physical form. The .pdf file contains your 'User ID' and your 'initial password'.

(ii) If your email ID is not registered, your 'initial password' is communicated to you on your postal address.

6. If you are unable to retrieve or have not received the " Initial password" or have forgotten your password:

a) Click on "Forgot User Details/Password?"(If you are

holding shares in your demat account with NSDL or CDSL) option available on www.evoting.nsdl.com.

b) Physical User Reset Password?" (If you are holding shares in physical mode) option available on www.evoting.nsdl.com.

c) If you are still unable to get the password by aforesaid two options, you can send a request at evoting@nsdl.co.in mentioning your demat account number/folio number, yourPAN,your name and your registered address.

7. After entering your password, tick on Agree to "Terms and Conditions" by selecting on the check box.

8. Now, you will have to click on "Login" button.

9. After you click on the "Login" button, Home page of e-Voting will open.

How to cast your vote electronically on NSDL e-Voting system?

1. After successful login at Step 1, you will be able to see the Home page of e-Voting.Click on e-Voting. Then,click on Active Voting Cycles.

2. After click on Active Voting Cycles, you will be able to see all the companies "EVEN" in which you are holding shares and whose voting cycle is in active status.

3. Select "EVEN" of company for which you wish to cast your vote.

4. Now you are ready for e-Voting as the Voting page opens.

5. Cast your vote by selecting appropriate options i.e. assent or dissent, verify/modify the number of shares for which you wish to cast your vote and click on "Submit" and also "Confirm" when prompted.

6. Upon confirmation, the message "Vote cast successfully" will be displayed.

7. You can also take the printout of the votes cast by you by clicking on the print option on the confirmation page.

8. Once you confirm your vote on the resolution, you will not be allowed to modify your vote.

General Guidelines for shareholders

1 Institutional shareholders (i.e. other than individuals, HUF, NRI etc.) are required to send scanned copy (PDF/ JPG Format) of the relevant Board Resolution/ Authority letter etc. with attested specimen signature of the duly authorized signatory(ies) who are authorized to vote, to the Scrutinizer by e-mail to goenkamohan@gmail.com with a copy marked to evoting@nsdl.co.in.

2. It is strongly recommended not to share your password with any other person and take utmost care to keep your password confidential. Login to the e-voting website will be disabled upon five unsuccessful attempts to key in the correct password. In such an event, you will need to go through the "Forgot User Details/Password?" or "Physical User Reset Password?" option available on www.evoting.nsdl.com to reset the password.

3. In case of any queries, you may refer the Frequently Asked Questions (FAQs) for Shareholders and e-voting user manual for Shareholders available at the download section of www.evoting.nsdl.com or call on toll free no.: 1800-222-990 or send a request atevoting@nsdl.co.in

VI. If you are already registered with NSDL for remote e-voting then you can use your existing user ID and password/PIN for casting your vote.

VII. You can also update your mobile number and e-mail id in the user profile details of the folio which may be used for sending future communication(s).

VIII. The voting rights of members shall be in proportion to their shares of the paid up equity share capital of the Company as on the cut-off date of September 18, 2018.

IX. Any person, who acquires shares of the Company and becomes a member of the Company after dispatch of the notice and holding shares as of the cut-off date i.e. September 18, 2018, may obtain the login ID and password by sending a request at evoting@nsdl.co.in or kolkata@linkintime.co.in.

However, if you are already registered with NSDL for remote e-voting then you can use your existing user ID

and password for casting your vote. If you forgot your password, you can reset your password by using "Forgot User Details/Password" option available on www.evoting.nsdl.com or contact NSDL at the following toll free no.: 1800-222-990.

X. A member may participate in the AGM even after exercising his right to vote through remote e-voting but shall not be allowed to vote again at the AGM.

XI. A person, whose name is recorded in the Register of Members or in the Register of Beneficial Owners maintained by the Depositories as on the cut-off date only shall be entitled to avail the facility of remote e-voting as well as voting at the AGM through ballot paper.

XII. Mr. Mohan Ram Goenka, Practicing Company Secretary (CP No. 2551) has been appointed as the Scrutinizer to scrutinize the voting and remote e-voting process in a fair and transparent manner.

XIII. The Chairman shall, at the AGM, at the end of discussion on the resolutions on which voting is to be held, allow voting with the assistance of scrutinizer, by use of Ballot Paper for all those members who are present at the AGM but have not cast their votes by availing the remote e-voting facility.

XIV. The Scrutinizer shall after the conclusion of voting at the AGM, will first count the votes cast at the meeting and thereafter unblock the votes cast through remote e-voting in the presence of at least two witnesses not in the employment of the Company and shall make, not later than two days of the conclusion of the AGM, a consolidated Scrutinizer's Report of the total votes cast in favour or against, if any, to the Chairman or a person authorized by him in writing, who shall countersign the same and declare the result of the voting forthwith.

XV. The Results declared alongwith the report of the Scrutinizer shall be placed on the website of the Company www.birla-sugar.com / www.gangessec.com and on the website of NSDL immediately after the declaration of result by the Chairman or a person authorized by him in writing. The results shall also be immediately forwarded to the BSE Limited, National Stock Exchange of India Limited and Calcutta Stock Exchange Limited.

Particulars of Directors seeking appointment/re-appointment at the Annual General Meeting

[In pursuance of Section 196 (4) of the Companies Act, 2013, Regulation 36 of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 and Secretarial Standard-2]

Name	Mr Chandra Shekhar Nopany	
Date of birth	19.09.1965	
Brief profile covering experience	Mr. Chandra Shekhar Nopany is a Member of the Institute of Chartered Accountants of India and Masters in Science of Industrial Administration from Carnegie Mellon University, Pittsburgh, USA. 1989. He is an eminent industrialist having vast experience in diverse fields like sugar, tea, shipping, textiles, fertilizers and chemicals, etc. He is the past President of Indian Chambers of Commerce and the present member of the Executive Committee of FICCI.	
Date of appointment	14.03.2017	
Inter-se relationship	Mr. Chandra Shekhar Nopany is the son of Mrs. Nandini Nopany.	
Shareholding	34,261 Equity Shares	
	Name of Company(ies)	**Committee Memberships, if any with position**
Other Directorships	Avadh Sugar & Energy Limited	–
	SIL Investments Limited	• Stakeholders' Relationship Committee, Chairman
	Yashovardhan Investment & Trading Company Limited	–
	Ronson Traders Limited	• Stakeholders' Relationship Committee, Chairman
	New India Retailing & Investment Limited	–
	Sutlej Textiles and Industries Limited	–
	Chambal Fertilisers and Chemicals Limited	• Nomination and Remuneration Committee, Member • Corporate Social Responsibility Committee, Member
	Magadh Sugar & Energy Limited	• Corporate Social Responsibility Committee, Chairman
	Palash Securities Limited	–

By Order of the Board of Directors
For **Ganges Securities Limited**

Vijaya Agarwala
Company Secretary

Place : Kolkata
Dated : 14th May, 2018

Route Map of the Venue of the Meeting:

A Route Map showing directions to reach to the venue of the 4th AGM of the Company is given at the end of this Notice as per the requirement of the Secretarial Standard - 2 on "General Meeting".

Venue

P.O Hargaon, Dist Sitapur Pin – 261121

(The prominent landmark near the Venue is Hargaon Sugar Mills)

Green Initiative in Corporate Communication Electronic Mode of Service of Documents

The Ministry of Corporate Affairs (MCA) had taken up "Green Initiative in the Corporate Governance" by allowing paperless compliances by the Companies vide it's issued circular no. 17/2011 dated 21.04.2011 and circular no. 18/2011 dated 29.04.2011 allowing service of documents to shareholders through electronic mode by the Companies. As a strong supporter of green initiatives and as a responsible corporate citizen, your Company vehemently supports the said initiative.

We are sure, that as a responsible shareholder, you too will support this initiative and get yourselves registered for getting all corporate communications in electronic form from the Company. By registering yourself with the Company for e-communication, you will be able to receive such notice(s)/ document(s), etc., promptly and without there being a chance of loss of the same in postal transit. It is therefore proposed that henceforth documents, Notices of Meetings, Annual Reports, Directors' Reports, Auditors' Report and other shareholder communications will be sent electronically to the e-mail id provided by you and made available with the Company by the Depositories viz., NSDL/CDSL.

All those shareholders of the Company who have so far not provided their e-mail ids to the Company are requested to do so. All those shareholders who have already provided their e-mail ids to the Company are requested to keep their Depository Participants (DPs) informed of changes, if there be any, in their e-mail ids. For shares held in physical form, shareholders can either register their e-mail ids with the Company at secretarial@birla-sugar.com mentioning their name(s) and folio no. or intimate their e-mail ids to the Company's Registrar & Share Transfer Agent M/s Link Intime India Private Limited at the following address:

Link Intime India Private Ltd. (Unit: Ganges Securities Limited)
59C, Chowringhee Road, Kolkata 700020
Email: kolkata@linkintime.co.in

Ganges
Securities Limited

Annual Report 2017-18

Corporate Information

Board of Directors

Mrs. Nandini Nopany, Chairperson
Mr. Chandra Shekhar Nopany, Co-chairperson
Mr. Arun Kumar Newar
Mr. Nandanandan Mishra
Mr. Dhiraj Ramakant Banka
Mr. Santosh Kumar Poddar, Managing Director

Committees of Directors

Audit Committee

Mr. Arun Kumar Newar - Chairman
Mr. Nandanandan Mishra
Mr. Dhiraj Ramakant Banka
Mr. Santosh Kumar Poddar

Stakeholders' Relationship Committee

Mr. Nandanandan Mishra - Chairman
Mr. Arun Kumar Newar
Mr. Santosh Kumar Poddar

Nomination and Remuneration Committee

Mr. Dhiraj Ramakant Banka - Chairman
Mr. Nandanandan Mishra
Mr. Arun Kumar Newar

Executives

Mr. Vikash Goyal, Chief Financial Officer
Ms. Vijaya Agrawala, Company Secretary

Auditors

M/s Agrawal, Subodh & Co.
Chartered Accountants
3, Victory House, 1 Ganesh Chandra Avenue
Kolkata - 700 001

Registrar and Share Transfer Agent

Link Intime India Pvt. Ltd.
(Unit : Ganges Securities Limited)
59 C Chowringhee Road
Kolkata 700 020
Tel. No. : +91 33 2289 0540 Fax No. : +91 33 2289 0539
E-mail : kolkata@linkintime.co.in

Registered Office

P. O. Hargaon District Sitapur, (U. P.)
Pin 261 121
Tel. No. : +91 5862 256220 Fax No.: +91 5862 256225
E-mail: birlasugar@birla-sugar.com
Website: www.birla-sugar.com
CIN L74120UP2015PLC069869

Corporate & Head Office

Birla Building
9/1 R. N. Mukherjee Road, 5th Floor
Kolkata 700 001
Tel. No. : +91 33 2243 0497/8 Fax No. : +91 33 2248 6369
E-mail: secretarial@birla-sugar.com
Website: www.birla-sugar.com

Contents

Corporate Informaiton	01
Directors' Report	02
Management Discussion & Analysis	08
Report on Corporate Governance	10
Standalone Financial Statements	37
Consolidated Financial Statements	55

Directors' Report

Dear Members,

Your Directors present herewith the Fourth Annual Report on the performance of the Company along with Audited Financial Statements of the Company for the year ended March 31, 2018.

1. Financial Results

A summary of standalone and consolidated financial performance of the Company for the financial year ended on March 31, 2018, as compared to the previous year are summarized below: -

₹ in lakhs

Particulars	Standalone		Consolidated	
	Year ended March 31, 2018	Year ended March 31, 2017	Year ended March 31, 2018	Year ended March 31, 2017
Revenue from Operations (Gross)	42.21	15.82	3,226.30	2,751.41
Profit before Finance Costs, Tax, Depreciation and Amortization	10.94	(11.92)	1,328.48	801.25
Less: Depreciation & Amortization				
Expenses	4.01	4.01	124.99	123.31
Profit/(Loss) before tax	6.93	(15.93)	1,121.53	659.78
Profit/(Loss) after tax	6.93	(15.93)	922.60	584.98

2. Financial Performance and State of Affairs of the Company

During the Financial Year 2017-18, the Company earned a profit of Rs. 6.93 lakhs as compared to loss of Rs.15.93 lakhs in the previous year on standalone basis. On consolidated basis, the profit after tax stood at Rs. 922.60 lakhs as compared to the profit of Rs. 584.98 lakhs in the previous year.

In view of inadequate profits, the Board of Directors has not recommended payment of dividend.

There is no change in the nature of business of the Company. There were no significant or material orders passed by regulators, courts or tribunals impacting the Company's operation in future.

There were no material changes and commitments affecting the financial position of the Company which have occurred between the end of the financial year i.e. March 31, 2018 and the date of this report.

Details on the state of affairs of the Company are covered in the Management Discussion and Analysis Report.

3. Share Capital

During the year under review, there were no changes in either the Equity Share capital or the Preference Share Capital of the Company. The paid up Equity Share Capital as on March 31, 2018 stood at Rs. 1000.37 lakhs and the paid up Preference Share Capital of the Company stood at Rs. 150.00 lakhs.

4. Subsidiary Companies

All subsidiaries of the Company are managed by their respective Board of Directors in the best interest of those companies and their stakeholders. During the year, there was no change in the subsidiaries. The Company has two subsidiaries viz. Cinnatolliah Tea Limited and Uttar Pradesh Trading Company Limited. The Company has formulated a policy for determining material subsidiaries in line with the requirement of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015. The said Policy is being disclosed on the Company's website at the web-link *http://www.birla-sugar.com/Assets/Ganges/Ganges-Securities-Policy-on-Determination-of-Materiality.pdf*

The consolidated financial statements presented by the Company include financial information of its subsidiaries prepared in compliance with applicable Accounting Standards.

Pursuant to the provisions of Section 129(3) of the Companies Act, 2013 read with Rule 5 of the Companies (Accounts) Rules, 2014, the details containing salient features of the financial statement of your Company's subsidiary companies in Form AOC-1 forms part of this Report and is marked as **Annexure - 'A'.**

Save the above, no other body corporate has become or ceased to be a subsidiary, joint venture or associate company during the year.

5. Directors

The Board of Directors comprises of 5 (five) Non-Executive Directors having experience in varied fields and a Managing Director. Out of five Non-Executive Directors, three are Independent Directors. Mrs. Nandini Nopany is the Chairperson of the Company.

Mr. Chandra Shekhar Nopany [DIN: 00014587] will retire by rotation at the ensuing Annual General Meeting and being eligible has offered himself for re-appointment as a Director of the Company.

The Company has received declarations from all its Independent Directors confirming that they meet the criteria of independence as laid down under Section 149(6) & (7) of the Companies Act, 2013 and Regulation 16 of the SEBI (Listing Obligation and Disclosure Requirements) Regulations, 2015 ('Listing Regulations').

In pursuance of the provisions of the Companies Act, 2013 and according to Regulation of 25(3) of the Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015, a Performance Evaluation Criteria has been laid down for effective evaluation of performance of the Board of Directors, the Committees thereof and individual Directors including the Chairperson of the Company. After detailed discussion at Board level as well as taking input from each Director, the Nomination and Remuneration Committee finalized the proformas / questionnaires containing various parameters to evaluate the performance of Board and its committee(s), Individual Directors and Chairperson of the Company. The performance evaluation parameters are based on their roles and responsibilities, contribution to the Company's goals, decision making process, flow of information and various other aspects. The evaluation of performance of the Board as a whole, Committees of the Board, Individual Directors and Chairperson of the Company was carried out for the Financial Year 2017-18. The Nomination and Remuneration Committee evaluated the performance of the individual Director.

Further, the Independent Directors at their separate meeting, reviewed the performance and role of non-independent directors and the Board as a whole and Chairman of the Company. Further, more the Independent Directors at the said meeting had also assessed the quality, quantity and timeliness of flow of information between the Company's management and the Board that was necessary for the Board to effectively and reasonably perform its duties.

Other information on the Director(s) including required particulars of Directors retiring by rotation is provided in the Notice convening the Annual General Meeting.

6. Key Managerial Personnel

During the year under review, the Company appointed Ms Vijaya Agarwala as Company Secretary w.e.f July 14, 2017 and designated her as a Key Managerial Personnel under Section 203 of the Companies Act, 2013.

The following directors / executives of your Company are whole-time Key Managerial Personnel (KMPs) as on March 31, 2018 in accordance with the provisions of Section 203 of the Companies Act, 2013 –

a. Mr. Santosh Kumar Poddar - Managing Director
b. Mr. Vikash Goel– Chief Financial Officer
c. Ms. Vijaya Agarwala– Company Secretary

During the year, there has been no change in the Key Managerial Personnel of the Company, save as above.

All Directors, Key Managerial Personnel and Senior Management of the Company have confirmed compliance with the Code of Conduct applicable to Directors & employees of the Company and a declaration to the said effect by the Managing Director is made part of the Corporate Governance Report which forms part of this Annual Report. The Code is available on the Company's website at the web link- *(http://birla-sugar.com/Assets/Ganges/Ganges-Securities-Code-of_Conduct.pdf.)* All Directors have confirmed compliance with the provisions of Section 164 of the Companies Act, 2013.

Details pertaining to their remuneration have been provided in the extract of Annual Return of the Company, which forms a part of this report.

7. Remuneration Policy

The Board has framed a policy for selection and appointment of Directors, Senior Management and their remuneration. The Remuneration Policy as adopted by the Board of Directors is available on the Company's website and annexed to this Report as **'Annexure- H'**.

The Nomination and Remuneration Committee has also framed criteria for performance evaluation of every Director and accordingly has carried out the performance evaluation.

8. Meetings

A calendar of Meeting is prepared and circulated in advance to the Directors. The Board evaluates all the decisions on a collective consensus basis amongst the Directors. The intervening gap between the Meetings was within the period prescribed under the Companies Act, 2013.

The Board of Directors met 5 (five) times during the financial year ended March 31, 2018. The details of the Board Meetings held during the year have been furnished in the Corporate Governance Report forming a part of this Annual Report.

9. Committees of the Board

Pursuant to various requirements under the Act and the Listing Regulations, the Board of Directors has constituted various committees such as Audit Committee, Nomination & Remuneration Committee and Stakeholders Relationship Committee. The details of the terms of reference, number and dates of meetings held, attendance of the Directors and remuneration paid to them are separately provided in the Corporate Governance Report, which forms an integral part of this Report.

a. Audit Committee

The Audit Committee of the Board of Directors constitutes of Mr. Arun Kumar Newar as its Chairman and Mr. Nandanandan Mishra, Mr Dhiraj Ramakant Banka and Mr. Santosh Kumar Poddar as members. During the year there were no instances where Board has not accepted the recommendation of the Audit Committee.

b. Stakeholders' Relationship Committee

The Stakeholders' Relationship Committee comprises of Mr. Nandanandan Mishra as its Chairman, Mr. Arun Kumar Newar and Mr Dhiraj Ramakant Banka as its members.

c. Nomination and Remuneration Committee

The Nomination and Remuneration Committee constitutes of Mr Dhiraj Ramakant Banka as its Chairman and Mr. Arun Kumar Newar and Mr. Nandanandan Mishra as its members.

10. Loans, Guarantee and Investments

During the year under review, the Company has not given any loans and corporate guarantees as covered under the provisions of Section 186 of the Companies Act, 2013.

Details on particulars relating to investments under Section 186 of the Companies Act 2013 are provided in Note 6 of the financial statements.

11. Related Party Contracts / Arrangements

All related party transactions that were entered into during the financial year were on an arm's length basis and were in the ordinary course of business. There were no materially significant related party transactions entered into by the Company with Promoters, Directors, Key Managerial Personnel or other designated persons which may have a potential conflict with the interest of the Company at large.

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. The details of related party transactions are set out in the notes to the financial statements which set out related party disclosures.

The Company has developed a Related Party Transactions Policy for the purpose of identification and monitoring of such transactions and accordingly any or all Related Party Transactions are placed before the Audit Committee as also the Board for approval. The Related Party Transactions Policy is available on the Company's website at the weblink *http://www.birla-sugar.com/Assets/Ganges/Ganges-Securities-Related-Party-Transaction-Policy.pdf*

The Policy intends to ensure that proper reporting, approval and disclosure processes are in place for all transactions between the Company and its Related Parties.

12. Public Deposits

The Company has not accepted any deposits from the public and as such there are no outstanding deposits within the meaning of the provisions of the Non-Banking Financial Companies Acceptance of Public Deposits (Reserve Bank) Directions, 2016 and the provisions of Companies (Acceptance of Deposit Rules) 2014.

13. Risk Management and Internal Financial Controls

Business Risk Evaluation and Management is an ongoing process within the Organization. The Company has a robust risk management framework to identify, monitor and minimize risks as also identify business opportunities.

The Company has in place adequate internal financial controls with reference to the financial statements. During the year, such controls were reviewed and no reportable material weakness was observed.

The Audit Committee reviews adequacy and effectiveness of the Company's internal control environment and monitors the implementation of audit recommendations, including those relating to strengthening of the Company's risk management policies and systems

14. Whistle Blower / Vigil Mechanism

The Company has established a vigil mechanism and adopted whistle blower policy, pursuant to which whistle blowers can report concerns about unethical behavior, actual or suspected fraud or violation of the Company's code of conduct. The mechanism provides adequate safeguards against victimisation of persons who use this mechanism. The details of the said Policy is explained in the Corporate Governance Report and also posted on the website of the Company at www.birla-sugar.com.

During the year 2017-18, no person has been denied access to the Audit Committee.

15. Corporate Governance

Maintaining high standards of Corporate Governance has been fundamental to the business of your Company since its commencement. Your Board of Directors strive not just to adhere with the statutory and regulatory requirements but also voluntary practices that underlie the highest standards of transparency.

In terms of Regulation 34 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 read with Schedule V, the Management Discussion & Analysis Report, Report on

Corporate Governance, Declaration of Managing Director on Code of Conduct and a Certificate on compliance of conditions of Corporate Governance form integral part of this Report and are annexed to this Report as '**Annexure B, C, D and E'** respectively.

16. Auditors, Audit Qualifications and Board's Explanations

a. Statutory Auditors

M/s. Agrawal, Subodh & Co., Chartered Accountants, having Firm Registration No. 319260E, were appointed as Statutory Auditors at the 2nd Annual General Meeting (AGM) of the Company, to hold office for a term of 5 (five) years from the conclusion of 2nd AGM till the conclusion of the 7th consecutive AGM (subject to ratification of such appointment by the Members at every AGM). They have confirmed that they are not disqualified from continuing as Auditors of the Company.

The Report given by the Auditors on the financial statement of the Company is part of this Report.The Notes on financial statement referred to in the Auditors' Report are self-explanatory and do not call for any further comments. The Auditors' Report does not contain any qualification, reservation or adverse remark.

b. Secretarial Auditor

Pursuant to the provisions of Section 204 of the Companies Act, 2013 and the Companies (Appointment and Remuneration of Managerial Personnel) Rules, 2014, your Company appointed Messrs Vinod Kothari & Co., Practising Company Secretaries to conduct Secretarial Audit of the Company for the financial year 2017-18.

The Secretarial Audit Report is annexed herewith as **"Annexure F"** which is self explanatory and does not call for any further comments.

c. Internal Auditor

Pursuant to the provisions of Section 138 of the Companies Act, 2013 and The Companies (Accounts) Rules, 2014, your Company has, on the recommendation of the Audit Committee appointed Messrs M Parasrampuria & Co., Chartered Accountants to conduct Internal Audit of the Company for the financial year 2017-18.

17. Investor Education and Protection Fund

The provisions pertaining to Investor Education and Protection Fund (Uploading of Information regarding unpaid and unclaimed amounts lying with Companies) Rules, 2012, are not applicable to your Company.

18. Extract of Annual Return

The details forming part of the extract of the Annual Return in form MGT 9 are annexed herewith as **Annexure "G"**

19. Energy Conservation, Technology Absorption and Foreign Exchange Earnings & Outgo

The provisions of Section 134(3)(m) of the Companies Act, 2013 do not apply to your Company as it does not have any activity requiring conservation of energy or technology absorption. There was no foreign exchange inflow or outflow during the year under review.

20. Disclosures under Sexual Harassment of Women at Workplace (Prevention, Prohibiton & Redressal) Act 2013

During the year under review, no complaint / case was filed pursuant to Sexual Harassment of Women at Workplace (Prevention, Prohibition and Redressal) Act, 2013

21. Corporate Social Responsibility (CSR) Policy

The provisions of Section 135 of the Companies Act, 2013 relating to Corporate Social Responsibility are not applicable to the Company.

22. Particulars of Employees

During the year under review, there was no employee in the Company who was in receipt of remuneration as required to be disclosed under Section 197 read with Rule 5 of the Companies (Appointment and Remuneration of Managerial Personnel) Rules, 2014.

23. Directors' Responsibility Statement

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

a. that in the preparation of the annual financial statements for the year ended March 31, 2018, the applicable accounting standards have been followed along with proper explanation relating to material departures, if any;

b. that such accounting policies as mentioned in the Notes to the Financial Statements have been selected and applied consistently and judgement and estimates have been made that are reasonable and prudent so as to give a true and fair view of the state of affairs of the Company as at March 31, 2018 and of the loss of the Company for the year ended on that date;

c. that proper and sufficient care has been taken for 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;

d. that the annual financial statements have been prepared on a going concern basis;

e. that proper internal financial controls were in place and that the financial controls were adequate and were operating effectively.

f. that systems to ensure compliance with the provisions of all applicable laws were in place and were adequate and operating effectively.

24. CEO/CFO Certification

Mr. Santosh Kumar Poddar, Managing Director and Mr. Vikash Goyal, Chief Financial Officer have submitted certificates to the Board as contemplated under Regulation 17(8) of the SEBI (Listing Obligation and Disclosure Requirements) Regulations, 2015.

25. Acknowledgement

Your Directors wish to express their sincere thanks to the bankers and other stakeholders for their continued co-operation and assistance.

For and on behalf of the Board
Chandra Shekhar Nopany
Co-Chairperson
DIN: 00014587

Place: Kolkata
Dated: 14th May, 2018

Annexure - A

Form AOC - 1

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

Part "A" – Subsidiaries

Sl. No.	1	2
Name of the subsidiary	**Cinnatolliah Tea Limited**	**Uttar Pradesh Trading Company Limited**
Reporting period for the subsidiary concerned	March 31, 2018	March 31, 2018
Reporting currency and Exchange rate as on the last date of the relevant financial year in the case of foreign subsidiaries	Indian Rupee	Indian Rupee
Share capital	Rs. 2,617.54	Rs. 1,636.25
Reserves & surplus	Rs. 903.36	Rs. 3,968.27
Total assets	Rs. 3,949.66	Rs. 6,092.41
Total Liabilities	Rs. 3946.66	Rs. 6,092.41
Investments	Nil	Rs. 3,195.29
Turnover	Rs. 2,497.02	Rs. 713.24
Profit before taxation	Rs. 534.45	Rs. 606.33
Provision for taxation	Rs. 152.07	Rs. 46.86
Profit after taxation	Rs. 382.38	Rs. 559.47
Proposed Dividend	Rs. 26,17,540	Nil
% of shareholding	100	100

Part "B": Associates and Joint Ventures

The Company has no associates or joint ventures

For and on behalf of the Board of Directors

Chandra Shekhar Nopany
Director
DIN-00014587

Santosh Kumar Poddar
Managing Director
DIN-00055786

Vikash Goyal
Chief Financial Officer

Vijaya Agarwala
Company Secretary

Place: Kolkata
Date : 14.05.2018

Annexure - B

Management & Discussion Analysis

Economic Overview

Indian Economy continues to deliver strong growth backed by International Monetary Fund (IMF) projection of India being the world's fastest growing economy posed to grow at 7.4% in this fiscal. India's growth is lifted by good performance by sectors like agriculture, construction & manufacturing as well as fading effects of the demonetisation initiative and implementation of GST. India's structural reform in recent past and implementation of GST will help to reduce internal barriers to trade and will also increase efficiency and tax compliances.

Recent developments in the banking sector, including stricter non-performing loan resolution processes and large-scale fraud scandals in public sector banks , pose a sizeable downside risk to growth. However, Bank recapitalization is expected to enhance the performance of Banking sector.

Industry Structure and Developments

The Government of India has introduced several reforms to liberalise, regulate and enhance the industries.

India has a diversified financial sector undergoing rapid expansion, both in terms of strong growth of existing financial services firms and new entities entering the market. The sector comprises of commercial banks, insurance companies, non-banking financial companies, co-operatives, pension funds, mutual funds and other smaller financial entities. However, the financial sector in India is predominantly a banking sector with commercial banks accounting for more than 64 per cent of the total assets held by the financial system.

India's equity market turnover has increased significantly in recent years. RBI has allowed 100 per cent foreign investment under the automatic route in 'other financial services'. The Government of India has taken various steps to deepen the reforms in the capital markets, including simplification of the Initial Public Offer (IPO) process which allows Qualified Foreign Investors (QFIs) to access the Indian bond markets along with the great opportunity for Indian regulators to make the market attractive for foreign investors.

Digital Space is growing very rapidly, although the penetration is very low.

Financial inclusion has been one of the defining aspects of policy making in India over the past few years. Millenials are getting into formal financial sector than ever before. Slowly but surely Indians from the hinterland have come to own a slice of the country's financial system.

The Securities and Exchange Board of India (SEBI) has allowed exchanges in India to operate in equity and commodity segments simultaneously, starting from October, 2018.

At a time when most economies in the world are moving at a sluggish pace, India, by contrast, is seen as a reforming economy with the prospect of strong long-term growth.

Despite uncertainty in the global economies coupled with domestic challenges pertaining to slow progress on certain crucial reforms and the delay in anticipated economic recovery, the Indian market outperformed the emerging markets.

Opportunities and Threats

Your Company being an Investment Company, seeks opportunities in the capital market. The unpredictability in the stock indices in the financial year under report represents both an opportunity and challenge for the Company. The present government is also supportive of business growth and for the purpose amended many Acts and introduced new laws like The Insolvency and Bankruptcy Code, 2016, amendments in Companies Act, 2013, making effective Goods and Service Tax for doing business easy in India and thereby attract foreign investment, relaxing FDI in many sectors and other steps to grow the economy by the government creates optimistic business environment.

However, the management took possible steps to cash in on various opportunities and at times also observed closely, market forces which may lead to the erosion of investments.

Performance

The Company operates in single segment which is to invest, deal etc in securities. Consequent to the Composite Scheme of Arrangement sanctioned by the Hon'ble National Company Law Tribunal, Allahabad Bench vide Order dated 2nd March, 2017 and after completion of all the formalities with respect to listing of equity shares in BSE Ltd (BSE) and National Stock Exchange Ltd (NSE) as per relevant laws and regulations, the Equity shares of the Company have been listed with BSE and NSE and the trading permission have been received with effect from 28th July, 2017.

The businesses of the Company are carried out by its wholly-owned subsidiaries. Uttar Pradesh Trading Company Limited is a Non Banking Financial Company registered with RBI and primarily engaged in investment activities and whereas the other wholly owned subsidiary Cinnatolliah Tea Limited is engaged in Tea Business.

The Company aims to create sustainable vision to grow the business and make long-term strategic investments in various new ventures promoted by the Company and its subsidiaries.

Outlook

Indian economy remained flexible and showed positive growth in many parameters despite the disruption due to enactment of demonetization and implementation of Goods & Service Tax. Global growth is showing signs of inching up and should aid the growth of Indian economy. The macro economic conditions of India have been the best in recent times and we see the same continuing in 2018, however there may be some challenges along the way.

The potential of Indian Stock market is unlimited. The new measures adopted by government are positive to the growth of capital market.In the forthcoming year, the Company envisages to identify new avenues of business activities and make use of opportunities available, besides strengthening its present operations.

The stronger rupee reflects the rise in interest from foreign investors. The stock market in India is in great shape for almost 2 years now. The sizzling share market has lured the average Indian saver as gold and real estate failed to give exciting returns.

Experts believe that in the near future with record FII inflows, soaring investments in mutual fund, low interest rates and a strong rupee against dollar, the outlook in the markets is expected to remain positive.

Risks and Concerns

Your Company follows a risk management process for identification, categorization and prioritization of various risks like operational, financial, legal and other business risks. The Chief Financial Officer aided by the Internal Auditor reviews the effectiveness ofthe process at regular intervals and reports the same to the Audit Committee and the Board of Directors.

The Company has in place a mechanism to identify, assess, monitor and mitigate various risks to key business objectives. Major risks identified by the businesses and functions are systematically addressed through mitigating actions on a continuing basis. The Company is mainly exposed to market risks in the form of reduction in value of its investment and fall in return due to dip in the investee company's performance. The Company is also exposed to fluctuation of economy and industry cycle.

The Audit Committee periodically reviews the efficacy of Internal Financial Control Systems and risk mitigation process.

Internal Control Systems and their Adequacy

The Company has an Internal Control System, commensurate with the size, scale and complexity of its operations.

The Company has an adequate system of internal control implemented by the management towards achieving efficiency in operations, optimum utilization of resources and effective monitoring thereof and compliance with applicable laws. The adequacy of the internal control system is reviewed by the Audit Committee of the Board of Directors. The efficacy of the internal checks and control systems are verified by the Internal Auditors as well as the Statutory Auditors. The Audit Committee reviews the internal audit plan, adequacy and effectiveness of the internal control system, significant audit observations and monitors the sustainability of remedial measures.

Your Board believes that appropriate procedures, controls and monitoring assessment procedures are in place and considered adequate.

Discussion on Financial Performance with Respect to Operational Performance.

The financial performance of the Company for the financial year 2017-18 is described in the Directors' Report under the head "Financial Performance".

Material Developments in Human Resources

Steps have been taken to inculcate a performance-oriented culture by focusing and laying more emphasis on the performance management system. It has been your Company's endeavour to attract talent from the most reputed institutions to meet the requirements of various functions. The Company will strengthen its operative staffs as and when need arises.

Cautionary Statement

Statements in this Management Discussion and Analysis describing the Company's outlook, objectives, projections, estimates and expectations may be 'forward looking statement' within the meaning of applicable laws or regulations. Actual results may differ from those expressed or implied. Important factors that could make a difference to the Company's operations include changes in Government regulations and tax-regime, economic developments within India and abroad, financial markets, etc. The Company assumes no responsibility in respect of forward-looking statements that may be revised or modified in future on the basis of subsequent developments, information or events. The financial statements are prepared in accordance with the provisions of the Companies Act, 2013 (the Act) and comply with the Accounting Standards notified under Section 133 of the Act read with the Companies (Accounting Standards) Rules, 2006. The management has used estimates and judgments relating to the financial statements on a prudent and reasonable basis, in order that the financial statements reflect in a true and fair manner, the state of affairs and profit/ loss for the year. The narrative on our financial condition and result of operations should be read together with our audited consolidated financial statements and the notes to these statements included in the Annual Report.

Annexure - C

Report on Corporate Governance

1. Company's Philosophy on Corporate Governance

Ganges Securities Limited (GSL), a part of K K Birla Group of Sugar Industries, firmly believes that Corporate Governance helps to serve corporate purposes by providing a framework within which stakeholders can pursue the objective of the organization most effectively and efficiently. Corporate Governance in fact denotes acceptance by the management of the inalienable rights of the shareholders as true owners of the organization and of their own role as trustees on behalf of the shareholders.

By harnessing ethical values with business acumen the executive functions of GSL is structured to institutionalize policies and practices that enhance the efficacy of the Board, Key Managerial Personnel and the Senior Management of the Company and inculcate a culture of accountability, transparency and integrity across the Company as a whole. GSL has a strong legacy of fair, transparent and ethical Governance practices and procedures and through these pages renews its commitment to uphold and nurture the core values of integrity, passion, responsibility, quality and respect in dealing with the stakeholders of the Company. The other enablers for the Company are 'team work' and 'adherence' to professionalism.

GSL is also in compliance with the mandatory requirements of the guidelines on Corporate Governance stipulated under Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015 ('the Listing Regulations').

2. Board of Directors

i) The Company has in all 6 Directors with considerable professional experience in divergent areas connected with corporate functioning. Out of these 6 directors, 3 (50%) are Independent Directors. The composition of the Board is in conformity with SEBI (LODR) Regulations, 2015. The Board is headed by the Non-Executive Chairperson, Mrs. Nandini Nopany;

ii) The Independent Directors take part in the proceedings of the Board and Committee meetings which enables qualitative decision-making. They receive sitting fees for attending the meetings and do not have any other material or pecuniary relationship or transaction with the Company, its promoters, its directors, management, subsidiaries or associates;

iii) As per the disclosures received by the Company from the Directors, none of them is member in more than ten committees, nor a Chairman of more than five committees across all companies in which they are Directors, in compliance with Regulation 26 of Listing Regulations. The Directors intimate the Company about the committee positions they occupy in other companies and also notify changes from time to time;

iv) The Independent Directors have confirmed that they satisfy the 'criteria of independence' as stipulated in Section 149(7) of the Companies Act, 2013. The Independent Directors do not serve in more than 7 listed companies.

v) No Director is related to any other Director on the Board in terms of the definition of 'relative' given under the Companies Act, 2013 except for the Chairperson who is related to Mr Chandra Shekhar Nopany.

vi) The Board looks at strategic planning and policy formulation. The Board meets at least once in every quarter to review the Company's operations and the maximum time gap between any two meetings is not more than 120 (One Hundred Twenty) days.

vii) The Managing Director is responsible for corporate strategy, planning, external contacts and Board matters.

viii) The Independent Directors met on November 06, 2017 without the presence of the Chairman & Managing Director, the Non-Executive Non-Independent Directors and the Management Team. The meeting was attended by all the Independent Directors and enabled them to discuss various matters pertaining to the Company's affairs and thereafter put forth their combined views to the Board. The Independent Directors reviewed the quality, quantity and timeliness of flow of information between the Company management and the Board, that is necessary for the Board to effectively and reasonably perform its duties.

Familiarisation Programme

In terms of Regulation 25(7) of the Listing Regulations, the Company is required to conduct Familiarisation Programme for Independent Directors to familiarise them with the Company including nature of industry in which the Company operates, business model of the Company, roles, rights and responsibilities of Independent Directors and any other relevant information. As a part of the programme, presentation was made to the Independent Directors giving a brief overview of roles, responsibilities and liabilities of Independent Directors under Corporate Governance norms with focus on constitution of various Committees under the Companies Act, 2013.

Performance Evaluation

The Nomination and Remuneration Committee of the Board formulated and laid down criteria for Performance Evaluation of the Board (including Committees thereof) and every Director (including Independent Directors and Chairman & Managing Director), pursuant to provisions of Section 134, Section 149 read with Code of Independent Directors (Schedule IV) and Section 178 of the Companies Act, 2013 and Regulation 19(4) read with Part D of Schedule II of the Listing Regulations covering inter-alia the following parameters namely:

i) **For Board Evaluation -** degree of fulfillment of key responsibilities; Board culture and dynamics.

ii) **Board Committee Evaluation -** effectiveness of meetings; Committee dynamics.

iii) **Individual Director Evaluation (including IDs) -** contribution at Board Meetings.

Further, the performance of Chairperson is evaluated on key aspects of his role which inter- alia includes effective leadership to the Board and adequate guidance to the senior officers.

During the year under review, the Board carried out annual evaluation of its own performance as well as evaluation of the working of various Board Committees viz. Audit Committee, Stakeholders' Relationship Committee, Nomination and Remuneration Committee. This exercise was carried out through a structured questionnaire prepared separately for individual Board member and Board Committees based on the criteria as formulated by the Nomination & Remuneration Committee and in context of the Guidance note dated January 05, 2017 issued by SEBI.

Based on these criteria, the performance of the Board, various Board Committees viz. Audit Committee, Stakeholders' Relationship Committee, Nomination and Remuneration Committee, and Individual Directors (including Independent Directors) was evaluated and found to be satisfactory.

During the year under review, the Independent Directors of the Company reviewed the performance of Non- Independent Directors, the Board as a whole and of the Chairperson of the Company, taking into account the views of Executive Director and Non- Executive Directors.

Further, the Independent Directors hold unanimous opinion that the Non- Independent Directors including the Chairperson bring to the Board, abundant knowledge in their respective field and are experts in their areas. Besides, they are insightful, convincing, astute, with a keen sense of observation and have deep knowledge of the Company.

Board meetings

The meetings of the Board of Directors are scheduled in advance. The Company Secretary prepares the agenda for the meetings in consultation with the Chairperson and other concerned persons in the senior management. The detailed agenda and other relevant notes are circulated to the Directors well in advance. All material back up information is incorporated in the Agenda papers for facilitating meaningful and focused discussions at the meeting. Where it is not practicable to attach any document to the Agenda, the same is placed on the table at the meeting with specific reference to this effect in the Agenda.

During the period under review five Board Meetings were held on 30th May, 2017, 14th July, 2017, 12th August, 2017, 6th November, 2017 and 5th February, 2018 respectively.

Details of Board meetings attended by Directors, attendance at the last Annual General Meeting, number of other Directorships / Committee membership viz. only Audit Committee and Stakeholders Relationship Committee are considered as per clause 26(2) of the Listing Regulations held by them during the year 2017-18 are tabulated below:

Name of the Director	Category of the Director	No. of Board meetings attended	Atten-dance at last AGM	No. of Direc-tor-ships in other Bodies Corporate	No. of Chairmanship/ Membership of Board Committees in other Companies		No. of Equity Shares held
					Chairman	Member	
Mrs. Nandini Nopany (DIN – 00051362)	C/NED	4	No	8	-	1	7,01,730*
Mr. Chandra Shekhar Nopany (DIN – 00014587)	CO/NED	5	No	9	2	2	34,261**
Mr. Santosh Kumar Poddar (DIN- 00055786)	MD	5	Yes	9	1	5	476
Mr. Nandanandan Mishra (DIN – 00031342)	I/NED	4	No	6	4	5	NIL
Mr Arun Kumar Newar (DIN – 07778968)	I/NED	4	Yes	2	2	2	NIL
Mr Dhiraj Ramakant Banka (DIN – 07642329)	I/NED	2	No	-	-	2	NIL
C – Chairperson; CO – Co-Chairperson	I - Independent		NED - Non-executive Director		WTD – Whole-time Director		

* includes 37,570 equity shares held as the trustee of Chandra Shekhar Charity Trust

** includes 4326 equity shares held jointly with Mrs. Shalini Nopany

Note: The number of directorships held by the Directors does not include Private Limited Companies, Foreign Companies and Companies incorporated under Section 8 of the Companies Act, 2013.

Not less than two thirds of the total number of Directors (excluding Independent Directors) shall be liable to retire by rotation. One third of the number of directors liable to retire by rotation will retire by rotation every year. As per the provisions of Section 149 of the Companies Act, 2013, the independent Directors are not liable to retire by rotation. Accordingly, Mr Chandra Shekhar Nopany is liable to retire by rotation and is eligible for re-appointment. Brief particulars of Mr Chandra Shekhar Nopany forms part of the Notice convening the Annual General Meeting.

3. Committees of the Board

With a view to have a more focused attention on business and for better governance and accountability, the Board has constituted the following mandatory committees viz. Audit Committee, Stakeholders' Relationship Committee and Nomination and Remuneration Committee. The terms of reference of these Committees are determined by the Board and their relevance is reviewed from time to time. The Minutes of the Committee Meetings are sent to all Directors individually and tabled at the Board Meetings.

Audit Committee

i) Overall purpose/objective

The Audit Committee has been constituted in line with the provisions of Section 177 of the Companies Act, 2013 read with Regulation 18 of Listing Regulations by the Board of Directors, at its meeting held on March 30, 2017.

The purpose of the Audit Committee is to assist the Board of Directors ("the Board") in reviewing the financial information which will be provided to the shareholders and others, reviewing the systems of internal controls established in the Company, appointing, retaining and reviewing the performance of independent accountants/internal auditors and overseeing the Company's accounting and financial reporting processes and the audit of the Company's financial statements.

ii) Terms of Reference

The Terms of Reference of this Committee includes 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, recommending appointment, remuneration and terms of appointment of auditors, reviewing/ examining quarterly and annual financial statements and auditor's report thereon before submission to the Board for approval, evaluate Company's internal financial controls and risk management systems, reviewing performance of statutory and internal auditors and adequacy of internal control systems, reviewing the functioning of the Whistle Blower Mechanism and other matters specified for Audit Committee in Section 177 of the Companies Act, 2013, Companies (Meetings of Board and its Powers) Rules, 2014 and the Listing Regulations.

Mr. Arun Kumar Newar, Chairman of the Audit Committee attended the Annual General Meeting of the Company to provide clarifications and answer queries, if any.

The Company's system of internal controls covering financial and operational activities, compliances etc. are reviewed by the Internal Auditors and presentations are made to the Audit Committee on the findings of such reviews. Further, in compliance with Section 177(4)(vii) of the Companies Act, 2013 the Audit Committee maintains and evaluates the effectiveness of internal control systems of the Company pertaining to financial reporting, compliance with Accounting Standards, and looks after overall financial activities under applicable laws and regulations governing the Company.

iii) Composition and Meetings

The Audit Committee comprises Mr. Arun Kumar Newar, Mr. Dhiraj Ramakant Banka, Mr. Nandanandan Mishra, Independent Directors and Mr. Santosh Kumar Poddar, Managing Director. Mr. Arun Kumar Newar, Independent Director of the Company is the Chairman of the Audit Committee. All the Members of the Audit Committee are financially literate and have accounting or related financial management expertise. The Chief Financial Officer ('CFO') is a permanant invitee to the meetings of the Audit Committee and the Company Secretary acts as the Secretary to the Audit Committee. The Statutory Auditors as well as Internal Auditors of the Company are invited to attend the Audit Committee meetings and when the Committee considers appropriate.

4 (Four) meetings of the Audit Committee were held during the year 2017-18 on 30th May, 2017, 12th August, 2017, 6th November, 2017 and 5th February, 2018 respectively. The maximum time gap between any two consecutive meetings did not exceed 120 (One Hundred Twenty) days. Moreover, the requisite quorum as required by SEBI Listing Regulations, 2015, was present in all the meetings of the Audit Committee held during the year.

Attendance of the members at the meetings was as follows :

Name of the Member	Status	No of meetings attended
Mr Arun Kumar Newar	Chairperson	4
Mr Dhiraj Ramakant Banka	Member	1
Mr Nandanandan Mishra	Member	4
Mr Santosh Kumar Poddar	Member	4

4. Stakeholders' Relationship Committee

The Stakeholders' Relationship Committee is constituted in line with the provisions of Regulatio 20 of SEBI (LODR) Regulations, 2015 read with Section 178 of the Companies Act, 2013.

Terms of Reference:

The Stakeholders Relationship Committee oversees the redressal of complaints/grievances of investors such as transfer, credit of shares to demat accounts, non-receipt of dividend/annual reports, approval of physical shares above 1000 shares, taking note of shares transferred in course of a quarter, status of dematerialized shares as on the end of each quarter, stock of blank stationery of share certificates as on the end of each quarter, shareholding pattern of the Company as on the end of each quarter and detail of investors' grievances pending as on the end of each quarter among others. It also approves allotment of shares and matters incidental thereto including listing thereof. It also deals with matters relating to Company's Code of Conduct for Prohibition of Insider Trading framed in line with the Securities and Exchange Board of India (Prohibition of Insider Trading) Regulations, 2015 and related matters. The Stakeholders Relationship Committee meets at regular intervals to take note of share transfer and other matters.

i) Composition & Meetings:

The composition of the Stakeholders' Relationship Committee as on March 31, 2018 is as follows:

a) Mr Nandanandan Mishra - Chairman

b) Mr Arun Kumar Newar

c) Mr Santosh Kumar Poddar

During the period under review the Committee met two times on 6th November, 2017 and 5th February, 2018 respectively.

Attendance of the members at the meetings was as follows :

Name of the Member	Status	No of meetings attended
Mr Nandanandan Mishra	Chairperson	2
Mr Arun Kumar Newar	Member	2
Mr Santosh Kumar Poddar	Member	2

The Board of Directors have authorised the Secretary to approve transfers/ transmissions of shares in physical form upto 1000 shares. The transfers/ transmissions approved by the Secretary are periodically placed before the Committee.

The Company has in place a comprehensive Investor Grievance Redressal sysytem thereby the standards of shareholders' service & grievance redressal procedure and mechanism to be adhered to by the Registrar and Share Transfer Agents as well as by the Company. The shareholders can write to the Company at 'gangessec@birla-sugar.com' on a day to day basis.

During the financial year ended March 31, 2018, the Company did not receive any complaints from the equity shareholders.

Further, pursuant to Regulation 13(3) read with Regulation 13(4) of SEBI Listing Regulations, 2015, Statements of investor complaints as received from the Registrar & Share Transfer Agents, Link Intime Private Limited were filed with the Stock Exchanges on a quarterly basis and the said Statements were also placed before the Board of Directors for information and noting.

It has been a constant endeavour of the Company to send regular communications to the shareholders keeping them abreast of all the latest events, press releases and corporate announcements that are made by the Company from time to time.

5. Nomination and Remuneration Committee

The Nomination and Remuneration Committee of the Company was constituted in line with the provisions of Regulation 19 of SEBI (LODR) Regulations, 2015 read with Section 178 of the Companies Act, 2013.

The Committee evaluates the composition and organization of the Board and its Committees in light of requirements established by any regulatory body or any other applicable statutes, rules and regulations which the Committee deems relevant, makes recommendations to the Board of Directors in respect to the appointment, re-appointment and resignation of Independent, Executive and Non-Executive Directors of the Company, identifies the persons who are qualified to become Directors and who may be appointed in senior management in accordance with the criteria laid down and recommends to the Board their appointment and removal and other matters specified for Nomination and Remuneration Committee in Section 178 of the Companies Act, 2013, Companies (Meetings of Board and its Powers) Rules, 2014 and under the Listing Regulations.

i) Terms of Reference:

The broad terms of reference of the Nomination & Remuneration Committee, inter-alia includes the following:

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.

ii) Composition and Meetings:

The Committee, comprises of the following Directors:

a) Mr Dhiraj Ramakant Banka - Chairman

b) Mr Nandanandan Mishra

c) Mr Arun Kumar Newar

During the period under review the Committee met once on 29th March, 2018

Attendance of the members at the meetings was as follows:

Name of the Member	Status	No of meetings attended
Mr Dhiraj Ramakant Banka	Chairperson	1
Mr Nandanandan Mishra	Member	-
Mr Arun Kumar Newar	Member	1

iii) Remuneration Policy:

The Board of Directors of the Company had, at its meeting held on 30th March, 2017 adopted the Remuneration Policy as recommended by the Nomination and Remuneration Committee of the Company The Remuenration policy is available on Company's website www.birla-sugar.com

iv) Remuneration of Directors

Detail of remuneration paid to the Directors for the financial year 2017-18:

Sl. No.	Name of the Director	Amount (Rs.)
1	Mrs Nandini Nopany	20,000
2	Mr. Chandra Shekhar Nopany	25,000
3	Mr. Nandanandan Mishra	35,000
4	Mr. Santosh Kumar Poddar	NIL
5	Mr. Arun Kumar Newar	35,000
6	Mr. Dhiraj Ramakant Banka	15,000

The Non-Executive Directors may be paid remuneration by way of commission besides sitting fees, if approved by the Board, on the net profit of the Company at the rate not exceeding 1% of the net profit of the Company determined in accordance with the terms and provisions of Section 198 of the Companies Act, 2013.

6. Subsidiary Companies

As on March 31, 2018 the Company has two subsidiaries. The Board of Directors have formulated a Policy for determining material subsidiaries at its meeting held on 30th March, 2017 and such Policy has been disclosed on the company website at www.birla-sugar.com.

7. Related Party Transactions

All transactions entered into with Related Parties as defined under the Companies Act, 2013 and Regulation 23 of the Listing Regulations during the financial year were in the ordinary course of business and on an arms length pricing basis and do not attract the provisions of Section 188 of the Companies Act, 2013. Again, there were no materially significant transactions with related parties during the financial year which were in conflict with the interest of the Company. Suitable disclosure as required under the Accounting Standards has been made in the notes to the Financial Statements. The Board has approved a policy for related party transactions which has been disclosed on the Company's website at www.birla-sugar.com.

8. Vigil Mechanism / Whistle Blower Policy

In staying true to our values of Strength, Performance and Passion and in line with our vision of being one of the respected companies in India, the Company is committed to the high standards of Corporate Governance and stakeholder responsibility and accordingly has formulated Whistle Blower Policy to deal with instances of fraud and mismanagement, if any. The Policy ensures that strict confidentiality is maintained whilst dealing with concerns and also that no discrimination will be meted out to any person for a genuinely raised concern.

9. General Body Meetings

(i) The last three Annual General Meetings of the Company were held as under:

Financial Year	Date	Time	Location
2016-17	22.09.2017	12.30 p.m.	**Registered Office:** P.O. Hargaon, Dist. Sitapur Uttar Pradesh - 261 121
2015-16	12.09.2016	10.30 a.m.	
2014-15	12.09.2015	10.30 a.m.	

The last Annual General Meeting was held on 22nd September, 2017, which was chaired by Mr Santosh Kumar Poddar.

(ii) The following Special Resolutions were passed at the previous three General Meetings:

1. Appointment of Mr Santosh Kumar Poddar as the Managing Director of the Company.
2. Approval under Section 180(1)(c) of the Companies Act, 2013.
3. Approval under Section 180(1)(a) of the Companies Act, 2013.

10. Means of Communication

i) The unaudited quarterly / half yearly results are announced within forty-five days of the close of the quarter. The audited annual results are announced within two months from the close of the financial year as per the requirements of the Listing Agreement with the Stock Exchanges. The aforesaid financial results are sent to BSE Limited (BSE), The National Stock Exchange of India Limited (NSE) and The Calcutta Stock Exchnage Ltd (CSE) where the Company's securities are listed, immediately after these are approved by the Board and also

published in 'Business Standard', in English in Lucknow and 'Business Standard' in Hindi in Lucknow edition.

ii) The quarterly results, shareholding pattern, corporate governance reports, intimation of Board meetings, etc. are filed with the stock exchanges through NSE Electronic Application Processing System (NEAPS) and BSE Listing Centre.

iii) The Annual Report of the Company, the quarterly/half yearly and annual financial results are simultaneously posted on the Company's website www.birla-sugar.com and can be downloaded.

iv) Email id earmarked for redressing investor queries is gangessec@birla-sugar.com.

11. General Shareholders' Information

i) 4th Annual General Meeting

Day : Tuesday
Date : September 25, 2018
Time : 10.30 a.m.
Venue : Registered Office of the Company at -
P.O. Hargaon, District - Sitapur
Uttar Pradesh - 261 121

ii) Tentative Financial Calendar for the year 2018-19

Approval of Audited Annual Results (2017-18)	8th May, 2018
First Quarter Results	On or before 14th August, 2018
Second Quarter Results	On or before 14th November, 2018
Third Quarter Results	On or before 14th January, 2019
Audited Annual Results (2018-19)	On or before 30th May, 2019

iii) Book Closure

The Register of Members and Share Transfer Books of the Company will remain closed from the September 18, 2018 (Tuesday), to September 25, 2018 (Tuesday) (both days inclusive)

iv) Dividend Payment Date

The Board of Directors do not recommend any dividend for the period under review.

v) Listing on Stock Exchanges and Stock Codes

The names of the Stock Exchanges at which the Equity Shares of the Company are listed and the respective stock codes are as under:

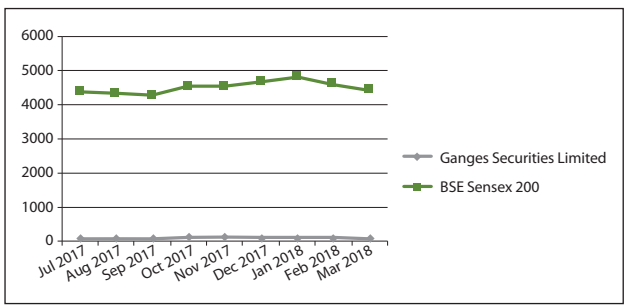
Name and Address of the Stock Exchanges	Stock Code/ Scrip Code	ISIN Number for NSDL/CDSL
(Dematerialised Shares)	540647	INE335W01016
BSE Ltd. (BSE)		
Phiroze Jeejeebhoy Towers, Dalal Street, Mumbai 400001		
National Stock Exchange of India Ltd. (NSE)	GANGESSECU	
Exchange Plaza, Bandra-Kurla Complex, Bandra (East), Mumbai 400051		
The Calcutta Stock Exchange Ltd. (CSE) 7, Lyons Range, Kolkata 700 001	17434	

vi) Market Price data

The Equity Shares of the Company were listed and traded with effect from July 28, 2017. Monthly high/low of market price of the Company's Equity Shares traded on BSE Ltd. and National Stock Exchange of India Ltd. during the last financial year was as follows:

Month	BSE Ltd.		National Stock Exchange of India Ltd.	
	High (₹)	Low(₹)	High (₹)	Low (₹)
July, 2017	94.80	85.60	72.00	69.40
August, 2017	81.35	56.10	68.5	65.6
September, 2017	90.45	68.15	84	79
October, 2017	122.75	73.00	119.5	115
November, 2017	119.85	97.05	111.3	111
December, 2017	127.75	101.50	105.05	103.5
January, 2018	125.15	96.10	100.4	98
February, 2018	109.00	92.15	92.5	88.6
March, 2018	96.00	69.50	75.35	69

vii) Performance of Company's Equity Shares in comparison to BSE Sensex and BSE 200



The shares of the company were never suspended.

viii) Registrar & Share Transfer Agent

The Company has appointed Link Intime India Pvt. Ltd. as its Registrar & Share Transfer Agent (RTA) for handling work related to share registry in terms of both physical and electronic modes. Accordingly, all correspondence, shares for transfer demat/remat requests and other communication in relation thereto should be mailed/hand delivered to the said RTA directly at the following address:

Link Intime India Pvt. Ltd.
Unit: Ganges Securities Limited
59C, Chowringhee Road, 3rd Floor
Kolkata - 700 020
Tel: 91 033 2289 0540 / Fax : 91 033 2289 0539
E-mail: kolkata@linkintime.co.in

ix) Share Transfer System

The Board of Directors have authorised the Secretary to approve transfer/transmission of upto 1,000 shares. After the requests for transfer/transmission of above 1000 shares in physical form shall be approved by the Stakeholders' Relationship Committee and sent to the Registrar & Share Transfer Agent for completing the necessary procedural formalities and dispatch to the shareholders.

x) Distribution of Shareholding

a) Equity Share Capital History

The Paid up Capital of the Company consists of 1,00,03,687 Equity shares of Rs. 10/- each fully paid up and allotted as under:

Date of Allotment	No. of share	Issue Price (Rs pere share)
30.03.2017	10003687	10

b) The Distribution of Shareholding as on March 31, 2018 was as follows:

No. of Equity Shares	No. of share holders	% of total shareholder	No. of shares held	% of total shares
1 -500	5717	90.47	475953	4.76
501 - 1000	295	4.67	213338	2.13
1001 – 2000	140	2.22	204329	2.04
2001 – 3000	37	0.56	91918	0.92
3001 – 4000	28	0.44	100087	1.00
4001 – 5000	17	0.27	77861	0.78
5001 – 10000	26	0.41	175579	1.76
100001 and above	59	0.93	8664622	86.61
Total				

c) Detail of Shareholding pattern of the Company as on March 31, 2018 was as follows:

Category	No. of Shares held	% of Shareholding
Promoters	5635982	56.34
Mutual Funds, Financial Institutions, Banks, Insurance Companies, etc.	344668	3.45
Bodies Corporate	421176	4.2
Indian Public	3548848	35.48
NRIs / OCBs / FIIs / Foreign Nationals/Clearing Members	53013	0.53
Total	**10003687**	**100.00**

xi) Dematerialisation of Shares and Liquidity

The Equity Shares of the Company are in compulsorily dematerialised form at all the stock exchanges viz. BSE Ltd., The National Stock Exchange of India Ltd. and The Calcutta Stock Exchange Ltd. under depository systems at both the Depositories viz. National Securities Depository Limited and Central Depository Services (India) Limited. 98,84,796 Equity Shares viz. 98.81% of the Equity Share Capital of the Company have already been dematerialized.

xii) Outstanding GDRs /ADRs/Warrants or Convertible Instrument

The Company has never issued GDRs/ADRs/Warrants or any other Convertible Instrument.

xiii) Commodities price risk or foreign exchange risk and hedging : Not Applicable

xiv) Address for Correspondence

The Company Secretary, **Ganges Securities Limited** 9/1, R.N. Mukherjee Road 5th Floor, Birla Building Kolkata - 700 001, India Tel: 91 - 033 - 2243 0497/8 Fax: 91 - 033 - 2248 6369 e-mail: gangessec@birla-sugar.com	**Link Intime India Pvt. Ltd.** **Unit : Ganges Securities Limited** 59C, Chowringhee Road 3rd Floor, Kolkata - 700 020 India Tel: 91-033-2289 0540 Fax: 91-033-2289 0539 e-mail: kolkata@linkintime.co.in

xv) Transfer of unpaid/unclaimed dividend amounts to Investor Education and Protection Fund

The Company is not required to credit any sum to the Investor Education and Protection Fund (IEPF) pursuant to Section 125 of the Companies Act, 2013 read with the Investor Education and Protection Fund Authority(Accounting, Audit, Transfer and Refund) Rules, 2016.

12. CEO and CFO Certification

The Whole time Director and the Chief Financial Officer of the Company have certified that all the requirements of the Listing Regulations inter-alia, dealing with the review of financial statements and cash flow statements for the year ended March 31, 2018, transactions entered into by the Company during the said year, their financial reporting and evaluation of the effectiveness of the internal control system and making necessary disclosures to the auditors and the audit committee have been duly complied with.

13. Information about directors seeking appointment/ re-appointment

The details of Directors seeking appointment/re- appointment is given in the Annexure to the Notice, under the head Particulars of Directors seeking appointment/re-appointment at the Annual General Meeting.

14. Prevention of Insider Trading

The Company has in place a Code of Internal Procedures and Conduct for Regulating, Monitoring and Reporting of trading by insiders as envisaged under the SEBI (Prohibition of Insider Trading) Regulations, 2015 for its promoters, employees and directors including the Chairperson and Managing Director. The Company also has in place Code of Practice and Procedure for Fair Disclosure of Unpublished Price Sensitive Information. This Code is available on the Company's website at www.birla-sugar.com. The Code ensures the prevention of dealing in Company's shares / securities by persons having access to unpublished price sensitive information. The Code requires pre-clearance for dealing in the Company's shares and prohibits the purchase or sale of Company's shares by the Directors and the designated employees while in possession of unpublished price sensitive information in relation to the Company and during the period when the Trading Window is closed. The Company Secretary is responsible for implementation of the Code. All Board Directors and the designated employees have confirmed compliance with the Code.

15. Code of Conduct & Ethics

The Company has also adopted a Code of Conduct and Ethics (Code) for the members of Board of Directors, Key Managerial Personnel and Senior Management Personnel of the Company to follow. The Code is posted on the website of the Company at www.birla-sugar.com. The essence of the Code is to conduct the business of the Company in an honest and ethical manner, in compliance with applicable laws and in a way that excludes considerations of personal advantage. All Directors, Key Managerial Personnel and Senior Management Personnel have affirmed their compliance with the Code, and a declaration to this effect, signed by the Wholetime Director, is attached and forms an integral part of this report.

16. Legal Compliances

The Board reviews periodically compliance reports of all laws applicable to the Company, prepared by the Company Secretary which is duly supported by the legal compliance report of the internal auditors and heads of different departments. The Board also reviews periodically, the steps taken by the Company to rectify instances of non compliances, if there be any.

17. Reconciliation of Share Capital Audit

As stipulated by SEBI, a qualified practising Company Secretary carries out an audit to reconcile the total admitted capital with National Securities Depository Limited (NSDL) and Central Depository Services (India) Limited (CDSL) and the total issued and listed capital. This audit is carried out every quarter and the Report thereon is submitted to the concerned Stock Exchanges. The audit confirms that the total Listed and Paid-up Capital is in agreement with the aggregate of the total number of shares in dematerialised form (held with NSDL and CDSL) and total number of shares in physical form.

18. Secretarial Standards issued by The Institute of Company Secretaries of India (ICSI)

The Institute of Company Secretaries of India (ICSI), one of the premier professional bodies in India, has issued Secretarial Standards on Board Meetings and General Meetings and the same have become effective from July 01, 2015. Further, pursuant to Section 118(10) of the Companies Act, 2013, every company shall observe secretarial standards specified by ICSI with respect to Board and General Meetings. The Company confirms that it has duly adhered to the said Secretarial Standards.

19. Secretarial Audit

The Secretarial Auditor appointed by the Company undertook Secretarial Audit of records and documents in accordance with Section 204 of the Companies Act, 2013 and the Rules made thereunder. The Secretarial Audit Report confirms that the Company has complied inter alia with all the applicable provisions of the Companies Act, 1956 (as applicable), Companies Act, 2013 and the Rules made thereunder, Depositories Act, 1996 and the Regulations and Bye-laws framed thereunder, SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, Secretarial Standards issued by The Institute of Company Secretaries of India (Secretarial Standards with respect to Meetings of Board of Directors (SS-1) and General Meetings (SS-2) issued by The Institute of Company Secretaries of India), Securities Contracts (Regulation) Act, 1956 and all the Regulations and Guidelines of the Securities and Exchange Board of India (SEBI) as applicable to the Company, including the SEBI (Substantial Acquisition of Shares and Takeovers) Regulations, 2011, SEBI (Prohibition of Insider Trading) Regulations, 2015, the SEBI (Registrars to an Issue and Share Transfer Agents) Regulations, 1993. The Secretarial Audit Report for the financial year ended March 31, 2018 forms part of the Annual Report.

20. Disclosures

i) There are no materially significant related party transactions of the Company which have potential conflict with the interest of the Company at large. Transaction with Related Parties is disclosed in Note No. 19 of the Accounts in the Annual Report.

ii) No penalties or strictures have been imposed on the Company by Stock Exchanges or SEBI or any statutory authority on any matter related to capital markets for non-compliance by the Company during the last three years.

iii) The company has in place a Whistle Blower mechanism and no personnel has been denied access to the Audit Committee during the year.

iv) The Company has complied with all the applicable mandatory requirements.

v) In the preparation of the financial statements, the Company has followed the Accounting Standards notified pursuant to Companies (Accounting Standards) Rules, 2006 (as amended) and the relevant provision of the Companies Act, 1956 read with General Circular 8/2014 dated April 04, 2014, issued by the Ministry of Corporate Affairs. The significant accounting policies which are consistently applied have been set out in the Notes to the Financial Statements.

21. Discretionary Requirements

a) Chairperson of the Board: Whether Non-Executive Chairman is entitled to maintain a Chairperson's office at the Company's expense and also allowed reimbursement of expenses incurred in performance of his duties

Maintainance of Chairperson office at the Company's expense- Not applicable.

b) Shareholder rights: A half-yearly declaration of financial performance including summary of the significant events in last six-months, may be sent to each household of shareholders

Since quarterly, half-yearly and annual results of the Company are published in a leading English daily newspaper having a nationwide circulation and a Bengali daily newspaper (having circulation in Kolkata) and regularly hosted on Company's website, these are not sent individually to the shareholders of the Company. There is no declaration/publication of second half yearly results as the audited annual results are taken on record by the Board and then communicated to the shareholders through the Annual Report. The Annual Report of the Company for the financial year 2017- 18 shall be emailed to the Members whose email addresses are available with the depositories or are obtained directly from the Members, as per Section 136 of the Companies Act, 2013 and Rule 11 of the Companies (Accounts) Rules, 2014. For other Members, who have not registered their email addresses, the Annual Report shall be sent at their registered address. If any Member wishes to get a duly printed copy of the Annual Report, the Company shall send the same, free of cost, upon receipt of request from the Member.

The Company communicates with shareholders through e-mail, telephone and one on one meetings either in shareholder's conferences, Company visits etc.

c) Modified opinion(s) in audit report: Company is following a regime of unmodified financial statements.

It is always the Company's endeavour to present unmodified financial statements. There is no audit modification in the Company's financial statements for the year ended on March 31, 2018.

d) Separate posts of Chairperson and CEO: The Company has appointed separate persons to the post of Chairperson and Managing Director/CEO.

e) Reporting of Internal Auditor: The Internal Auditor reports directly to the Audit Committee.

The Internal Auditor of the Company is invited to the Audit Committee Meeting as and when deemed necessary and reports the audit findings to the Audit Committee.

22. Web links to Company policies and programmes

The Company's policies and programmes as prescribed under the Listing Regulations are available at:

Sl. No.	Codes and policies	Weblink
1.	Code for Fair Disclosure of Unpublished Price Sensitive Information	http://www.birla-sugar.com/Assets/Ganges/Ganges-Securities-CODE-FOR-FAIR-DISCLOSURE-OF-UNPUBLISHED-PRICE-SENSITIVE-INFORMATION.pdf
2.	Code of conduct	http://birla-sugar.com/Assets/Ganges/Ganges-Securities-Code-of_Conduct.pdf
3.	Policy for determining material subsidiaries	http://birla-sugar.com/Assets/Ganges/Ganges-Securities-Policy-for-Determining-Material-Subsidiaries.pdf
4.	Policy for determination of materiality	http://www.birla-sugar.com/Assets/Ganges/Ganges-Securities-Policy-on-Determination-of-Materiality.pdf
5.	Policy on preservation of documents including archival	http://www.birla-sugar.com/Assets/Ganges/Ganges-Securities-Policy-on-preservation-of-documents-including-archival.pdf

Sl. No.	Codes and policies	Weblink
6.	Related Party Transactions Policy	http://www.birla-sugar.com/Assets/Ganges/Ganges-Securities-Related-Party-Transaction-Policy.pdf
7.	Whistle Blower Policy	http://www.birla-sugar.com/Assets/Ganges/Ganges-Securities-Whistle-Blower-Policy.pdf
8.	Familiarisation Programme	http://www.birla-sugar.com/Assets/Ganges/Familiarisation_Programme_for_Independent_Director_-_Ganges_Securities_Limited.pdf

23. Disclosure of compliance with corporate governance requirements specified in Regulation 17 to 27 and clauses (b) to (i) of sub regulation (2) of Regulation 46 of Listing Regulation.

Pursuant to Schedule V of SEBI Listing Regulations, 2015, the Company hereby confirms that it has complied with the corporate governance requirements specified in Regulation 17 to 27 and clauses (b) to (i) of Regulation 46(2) of the Listing Regulations.

Annexure - D

Certificate on Code of Conduct

To
The Members
Ganges Securities Limited
P.O. Hargaon, Dist - Sitapur
U.P – 261 121

Pursuant to Regulation 34 (3) of Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015, I Santosh Kumar Poddar, Managing Director of Ganges Securities Limited, declare that all the Board Members and Senior Management Personnel of the Company have affirmed their compliance with the Company's Code of Conduct during the financial year 2017-18.

Place :Kolkata
Date : 14th May, 2018

Santosh Kumar Poddar
Managing Director

Annexure - E

Independent Auditor's Report on Corporate Governance

To
The Members of
Ganges Securities Limited

We have examined the compliance of conditions of Corporate Governance by Ganges Securities Limited ('the Company") for the year ended on March 31, 2018 as stipulated in Regulations 17 to 27 and clauses (b) to (i) of Regulation 46(2) and para C and D of Schedule V to the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 ("the Listing Regulations").

Management's 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 the 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 Corporate Governance. It is neither an audit nor an expression of opinion on the financial statements of the Company (the Company has been listed and admitted for trading w.e.f. 28th July, 2017).

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.

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

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 March 31, 2018.

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 **AGRAWAL SUBODH & CO**
Chartered Accountants
Firm Reg. No. 319260E

Subodh Kumar Agrawal
Partner
Membership No. 054670

Place: Kolkata
Date: 14th May, 2018.

Annexure - F

Form No. MR-3
Secretarial Audit Report
for the Financial Year ended on March 31, 2018

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

To,
The Members,
Ganges Securities Limited

We have conducted the secretarial audit of the compliance of applicable statutory provisions and the adherence to good corporate practices by Ganges Securities 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.

Based on our verification of the Company's books, papers, minute books, forms and returns filed and other records maintained by the Company (as specified in **Annexure- A1**, hereinafter referred to as "Books and Papers") 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 March 31, 2018, complied with the statutory provisions listed hereunder and also that the Company has proper board-processes and compliance-mechanism in place to the extent, in the manner and subject to the reporting made hereinafter:

We have examined the Books and Papers maintained by the Company for the Audit Period according to the provisions of:

1. The Companies Act, 2013 ("the Act") and the rules made thereunder;
2. The Securities Contracts (Regulation) Act, 1956 ("SCRA") and the rules made thereunder;
3. The Depositories Act, 1996 and the regulations and bye-laws framed thereunder;
4. Foreign Exchange Management Act, 1999 and the rules and regulations made thereunder to the extent of Overseas Direct Investment and External Commercial Borrowings;
5. 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. SEBI (Prohibition of Insider Trading) Regulations, 2015;
   c. The Securities and Exchange Board of India (Registrars to an Issue and Share Transfer Agents) Regulations, 1993 regarding the Companies Act and dealing with client;
   d. The Securities and Exchange Board of India (Depositories and Participants) Regulations, 1996 and rules made threunder;
   e. The Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015 ("Listing Regulations");
   f. The Securities and Exchange Board of India (Issue of Capital & Disclosure Requirement) Regulations, 2009;
   g. The Securities and Exchange Board of India (Delisting of Equity Shares) Regulations, 2009;
   h. The Securities and Exchange Board of India (Buy back of Securities) Regulations, 1998;
   i. The Securities and Exchange Board of India (Share based Employee Benefits) Regulations, 2014;
   j. The Securities and Exchange Board of India (Issue and Listing of Debt Securities) Regulations, 2008.
6. Laws specifically applicable to the industry to which the Company belongs, as identified by the management, that is to say:
   a. The Sexual Harassment of Women at Workplace (Prevention, Prohibition and Redressal) Act, 2013;
   b. all other Labour, Employee and Trade Laws to the extent applicable to the Company.
7. We have also examined compliance with the applicable clauses of the Secretarial Standards 1 and 2 as issued by the Institute of Company Secretaries of India, Listing Agreement entered into by the Company with the Stock Exchanges.

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

Management Responsibility:

1. Maintenance of secretarial record is the responsibility of the management of the Company. Our responsibility is to express an opinion on these secretarial records based on our audit;
2. We have followed the audit practices and the processes as were appropriate to obtain reasonable assurance about the correctness of the contents of the secretarial records. The verification was done on test basis to ensure that correct facts are reflected in secretarial records. We believe that the processes and practices, we followed provide a reasonable basis for our opinion;
3. We have not verified the correctness and appropriateness of financial records and Books of Accounts of the Company or examined any books, information or statements other than Books and Papers;
4. Where ever required, we have obtained the Management Representation about the compliance of laws, rules and regulation and happening of events etc;
5. The compliance of the provisions of Corporate and other applicable laws, rules, regulations, standards is the responsibility of management. Our examination was limited to the verification of procedure on test basis;
6. The Secretarial Audit report is neither an assurance as to the future viability of the Company nor of the efficacy or effectiveness with which the management has conducted the affairs of the Company.

   During the Audit Period, the Company has complied with the provisions of the Act, Rules, Regulations, Guidelines, 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, Women Director and Independent Directors.

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

Resolutions have been approved by majority while the dissenting members', if any, views are 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 and guidelines.

We further report that during the Audit Period, the Company has not incurred any specific event/ action that can have a major bearing on the company's affairs in pursuance of the above referred laws, rules, regulations, guidelines, standards, etc.

For **Vinod Kothari & Company**
Practising Company Secretaries

Arun Kumar Maitra
Partner
ACS: 3010
C.P. No.: 14490

Place: Kolkata
Date: 07.05.2018

Annexure - A1

List of Documents

1. Corporate Matters;
   - 1.1 Minutes books of the following Meetings were provided:
   - 1.1.1 Board Meeting
   - 1.1.2 Audit Committee
   - 1.1.3 Nomination and Remuneration Committee
   - 1.1.4 General Meeting
   - 1.1.5 Stakeholder Relationship Committee
- 1.2 Annual Report (2016-17);
- 1.3 Agenda papers for Board Meeting along with Notice;
- 1.4 Financial Results up to March 31, 2018;
- 1.5 Memorandum and Articles of Association;
- 1.6 Disclosures under the Act, 2013 ;
- 1.7 Policies framed under the Act, 2013 and the Listing Regulations, 2015;
- 1.8 Forms and returns filed with the ROC ;
- 1.9 Registers maintained under Act, 2013 ;
- 1.10 Disclosures under Act, 2013 and Listing Regulations.

Annexure - G

Form No. MGT-9
Extract of Annual Return
As on the Financial Year ended on March 31, 2018

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

I. Registration and Other Details

CIN	L74120UP2015PLC069869
Registration Date	30-03-2015
Name of the Company	Ganges Securities Limited
Category / Sub-Category of the Company	Company limited by shares, Indian Non-Government Company
Address of the Registered office and contact details	P.O. Hargaon, Dist – Sitapur, Uttar Pradesh – 261 121, Tel No : 05862 256 220
Whether listed company Yes / No	No
Name, Address and Contact details of Registrar and Transfer Agent, if any	Link Intime India Private Limited 59C, Chowringee Road, 3rd Floor, Kolkata – 700 020 Tel.: 033 22890540, Fax: 033 22890539 Email: Kolkata@linkintime.co.in

II. Principal Business Activities of the Company

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

Sl. No.	Name and Description of main products / services	NIC Code of the Product/ service	% to total turnover of the company
1	Other financial service activities, except in insurance and pension funding activities	649	71.59
2	Rental and leasing activities	681	28.41

III. Particulars of Holding, Subsidiary and Associate Companies

Sl. No.	Name and Address of the Company	CIN/GLN	Holding/Subsidiary/ Associate	% of shares held	Applicable Section
1.	Uttar Pradesh Trading Company Limited	U15424WB-1951PLC019450	Subsidiary	100%	2(87)
2.	Cinnatolliah Tea Limited	U15122UP-2015PLC069633	Subsidiary	100%	2(87)

IV. Shareholding Pattern (Equity Share Capital Breakup as Percentage of Total Equity)

i) Category-wise Shareholding

Category of Shareholders	No. of Shares held at the beginning of the year				No. of Shares at the end of the year				% change during the year
	Demat	Physical	Total	% of Total Shares	Demat	Physical	Total	% of Total Shares	
Promoter and Promoter Group									
Indian									
Individuals/Hindu Undivided Family	7,47,766	-	7,47,766	7.47	7,47,766	-	7,47,766	7.47	-
Central Government/State Government(s)	-	-	-	-	-	-	-	-	-
Bodies Corporate	48,72,156	16,060	48,88,216	48.87	48,88,216	-	48,88,216	48.87	-
Financial Institutions/Banks	-	-	-	-	-	-	-	-	-
Any Other (Total)	-				-	-	-	-	-
Sub-Total (A)(1)	**5,61,99,922**	**16,060**	**56,35,982**	**56.34**	**56,35,982**	**-**	**56,35,982**	**56.34**	**-**
Foreign									-
Individuals (Non-Resident Individuals/Foreign Individuals)	-	-	-	-	-	-	-	-	-
Bodies Corporate	-	-	-	-	-	-	-	-	-
Institutions	-	-	-	-	-	-	-	-	-
Qualified Foreign Investor	-	-	-	-	-	-	-	-	-
Any Other (Total)	-	-	-	-	-	-	-	-	-
Sub-Total (A)(2)	**-**	**-**	**-**	**-**	**-**	**-**	**-**	**-**	**-**
Total Shareholding of Promoter and Promoter Group (A)= (A)(1)+(A)(2)	**5,61,99,922**	**16,060**	**56,35,982**	**56.34**	**56,35,982**	**-**	**56,35,982**	**56.34**	**-**
Public shareholding									-
Institutions									-
Mutual Funds/UTI	-	736	736	0.01	-	736	736	0.01	-
Financial Institutions/Banks	15,085	278	15,363	0.15	-	278	278	0.003	98.19
Central Government/State Government(s)	-	-	-	-	-	-	-	-	-
Venture Capital Funds	-	-	-	-	-	-	-	-	-
Insurance Companies	3,43,654	-	3,43,654	3.44	3,43,654	-	3,43,654	3.44	-
Foreign Institutional Investors	-	-	-	-	-	-	-	-	-
Foreign Venture Capital Investors	-	-	-	-	-	-	-	-	-
Qualified Foreign Investor	-	-	-	-	-	-	-	-	-
Any Other (Total)	-	-	-	-	-	-	-	-	-
Sub-Total (B)(1)	**3,58,739**	**1,014**	**3,59,753**	**3.60**	**3,43,654**	**1,014**	**3,44,668**	**3.44**	**0.28**

IV. Shareholding Pattern (Equity Share Capital Breakup as Percentage of Total Equity) (Contd.)

i) Category-wise Shareholding (Contd.)

Category of Shareholders	No. of Shares held at the beginning of the year				No. of Shares at the end of the year				% change during the year
	Demat	Physical	Total	% of Total Shares	Demat	Physical	Total	% of Total Shares	
Non-institutions	-	-	-	-	-	-	-	-	-
Bodies Corporate	6,25,725	20,203	6,45,928	6.46	4,00,971	20,205	4,21,176	4.80	34.80
Individuals - i. Individual Shareholders Holding Nominal Share Capital Up To >Rs. 2 Lakh.	17,61,584	84,253	18,45,837	15.61	12,32,332	74,075	13,06,407	13.06	29.22
Individuals - ii. Individual Shareholders Holding Nominal Share Capital In Excess of Rs. 2 Lakh	5,77,243	23,360	6,00,603	6.00	14,26,715	23,360	14,50,075	14.50	1.4
Qualified Foreign Investor	-	-	-	-	-	-	-	-	-
Clearing Member	75,343	-	75,343	0.75	20,650	-	20,650	0.21	72.59
Market Maker	5,499	-	5,499	0.06	1,101	-	1,101	0.01	79.98
Directors/Relatives	-	-	-	-	-	-	-	-	-
Foreign Company	-	-	-	-	-	-	-	-	-
Foreign National	468	234	702	0.01	468	234	702	0.01	-
HUF	1,56,919	-	1,56,919	1.57	1,70,534	-	1,70,534	1.70	-
Non Resident Indians (Non Repat)	20,164	-	20,164	0.20	16,301	-	16,301	0.16	-
Non Resident Indians (Repat)	35,489	2	35,491	0.35	14,259	-	14,259	0.14	-
Office Bearers	-	-	-	-	-	-	-	-	-
Trust	621466	-	621466	6.21	-	-	-	-	-
Sub-Total (B)(2)	**38,79,900**	**1,28,052**	**40,07,952**	**40.06**	**6,21,832**	**-**	**6,21,832**	**6.22**	**-**
Total Public Shareholding (B)= (B)(1)+(B)(2)	**42.38.639**	**1,29,066**	**43,67,705**	**43.66**	**42,48,814**	**1,18,891**	**43,67,705**	**43.66**	**-**
TOTAL (A)+(B)	**98,58,561**	**1,45,126**	**1,00,03,687**	**100.00**	**98,84,796**	**1,18,891**	**1,00,03,687**	**100.00**	**-**
Shares held by Custodians and against which Depository Receipts have been issued	-	-	-	-	-	-	-	-	-
Promoter and Promoter Group	-	-	-	-	-	-	-	-	-
Public	-	-	-	-	-	-	-	-	-
GRAND TOTAL (A)+(B)+(C)	**98,58,561**	**1,45,126**	**1,00,03,687**	**100.00**	**98,84,796**	**1,18,891**	**1,00,03,687**	**100.00**	**-**

IV. Shareholding Pattern (Equity Share Capital Breakup as Percentage of Total Equity)

II) Shareholding of Promoters

Shareholders 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	
Nandini Nopany	7,01,730	7.01	-	7,01,730	7.01	-	-
Chandra Shekhar Nopany	34,261	0.34	-	34,261	0.34	-	-
Urvi Nopany	11,775	0.12	-	11,775	0.12	-	-
SIL Investments Limited	13,38,430	13.38	-	13,38,430	13.38	-	-
New India Retailing and Investment Ltd	8,38,367	8.38	-	8,38,367	8.38	-	-
Yashovardhan Investment &Trading Co. Ltd.	5,69,531	5.69	-	5,69,531	5.69	-	-
Hargaon Investment & Trading Co. Ltd.	5,69,252	5.69	-	5,69,252	5.69	-	-
RTM Investment and Trading Co. Ltd.	3,56,822	3.57	-	3,56,822	3.57	-	-
SCM Investment & Trading Co. Ltd.	3,02,784	3.03	-	3,02,784	3.03	-	-
Champaran Marketing Co. Ltd.	2,25,672	2.26	-	2,25,672	2.26	-	-
OSM Investment & Trading Co. Ltd.	2,03,221	2.03	-	2,03,221	2.03	-	-
Nilgiri Plantations Limited	1,19,394	1.19	-	1,19,394	1.19	-	-
Sidh Enterprises Ltd.	90,423	0.90	-	90,423	0.90	-	-
Narkatiaganj Farms Limited	74,760	0.75	-	74,760	0.75	-	-
Ronson Traders Limited	72,249	0.72	-	72,249	0.72	-	-
Rajpur Farms Limited	57,773	0.58	-	57,773	0.58	-	-
Shree Vihar Properties Ltd	27,284	0.27	-	27,284	0.27	-	-
La Monde Trading & Investments Private Ltd	21,785	0.22	-	21,785	0.22	-	-
Palash Securities Limited	16,060	0.16	-	16,060	0.16	-	-
Uttam Commercial Ltd.	1,927	0.02	-	1,927	0.02	-	-
Sonali Commercial Ltd.	1,428	0.01	-	1,428	0.01	-	-
Pavapuri Trading and Investment Company Ltd.	1,000	0.01	-	1,000	0.01	-	-
Deepshikha Trading Co. Private Limited	54	0.00	-	54	0.00	-	-

III) Shareholding of Promoters

Particulars	Shareholding at the beginning of the year		Cumulative Shareholding during the year	
	No of Shares	% of total shares of the Company	No of Shares	% of total shares of the Company
At the beginning of the year	56,35,982	56.34	-	-
Changes during the year	-	-	-	-
At the end of the year	-	-	56,35,982	56.34

IV. Shareholding Pattern (Equity Share Capital Breakup as Percentage of Total Equity) (Contd.)

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

Sr No.	Name & Type of Transaction	Shareholding at the beginning of the year - 2017		Transactions during the year		Cumulative Shareholding at the end of the year - 2018	
		No.of Shares Held	% of Total Shares of the Company	Date of Transaction	No. of Shares	No of Shares Held	% of Total Shares of the Company
1	**Navjeewan Medical Institute**	0	0.0000			0	0.0000
	Transfer			02 Jun 2017	6,21,465	6,21,465	6.2124
	Transfer			09 Jun 2017	1	62,1,466	6.2124
	At the End of the Year					**6,21,466**	**6.2124**
2	**Renu**	0	0.0000			0	0.0000
	Transfer			02 Jun 2017	2,16,724	2,16,724	2.1664
	Transfer			09 Jun 2017	1	2,16,725	2.1665
	Transfer			25 Aug 2017	1,43,411	3,60,136	3.6000
	Transfer			01 Sep 2017	80,000	4,40,136	4.3997
	Transfer			22 Sep 2017	22,561	4,62,697	4.6253
	Transfer			20 Oct 2017	(12,000)	4,50,697	4.5053
	Transfer			27 Oct 2017	(5,921)	4,44,776	4.4461
	Transfer			03 Nov 2017	17,921	4,62,697	4.6253
	Transfer			12 Jan 2018	37,303	5,00,000	4.9982
	At the End of the Year					**5,00,000**	**4.9982**
3	**Life Insurance Corporation of India**	0	0.0000			0	0.0000
	Transfer			02 Jun 2017	343,653	3,43,653	3.4353
	Transfer			09 Jun 2017	1	3,43,654	3.4353
	At the End of the Year					**3,43,654**	**3.4353**
4	**Manu Gopaldas Chhabria**	0	0.0000			0	0.0000
	Transfer			19 May 2017	27,518	27,518	0.2751
	Transfer			09 Jun 2017	1	27,519	0.2751
	Transfer			04 Aug 2017	16,372	43,891	0.4387
	Transfer			11 Aug 2017	3,100	46,991	0.4697
	Transfer			25 Aug 2017	4,300	51,291	0.5127
	Transfer			15 Sep 2017	6,241	57,532	0.5751
	Transfer			22 Sep 2017	25,660	83,192	0.8316
	Transfer			29 Sep 2017	7,453	90,645	0.9061
	Transfer			06 Oct 2017	15,800	1,06,445	1.0641
	Transfer			13 Oct 2017	10,853	1,17,298	1.1725
	Transfer			27 Oct 2017	5,500	1,22,798	1.2275
	Transfer			03 Nov 2017	13,551	1,36,349	1.3630
	Transfer			10 Nov 2017	7,019	1,43,368	1.4332
	Transfer			17 Nov 2017	9,775	1,53,143	1.5309
	Transfer			24 Nov 2017	2,500	1,55,643	1.5559
	Transfer			15 Dec 2017	900	1,56,543	1.5649
	Transfer			22 Dec 2017	682	1,57,225	1.5717

IV. Shareholding Pattern (Equity Share Capital Breakup as Percentage of Total Equity) (Contd.)

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

Sr No.	Name & Type of Transaction	Shareholding at the beginning of the year - 2017		Transactions during the year		Cumulative Shareholding at the end of the year - 2018	
		No.of Shares Held	% of Total Shares of the Company	Date of Transaction	No. of Shares	No of Shares Held	% of Total Shares of the Company
	Transfer			29 Dec 2017	1400	158625	1.5857
	Transfer			05 Jan 2018	3600	162225	1.6217
	Transfer			12 Jan 2018	9812	172037	1.7197
	Transfer			19 Jan 2018	550	172587	1.7252
	Transfer			26 Jan 2018	800	173387	1.7332
	Transfer			02 Feb 2018	625	174012	1.7395
	Transfer			09 Feb 2018	800	174812	1.7475
	Transfer			16 Feb 2018	200	175012	1.7495
	Transfer			09 Mar 2018	1855	176867	1.7680
	Transfer			16 Mar 2018	600	177467	1.7740
	Transfer			23 Mar 2018	200	177667	1.7760
	At the End of the Year					**177667**	**1.7760**
5	**Sandeep Kumar**	0	0.0000			0	0.0000
	Transfer			08 Sep 2017	120000	120000	1.1996
	Transfer			17 Nov 2017	17303	137303	1.3725
	Transfer			16 Feb 2018	52697	190000	1.8993
	Transfer			23 Feb 2018	(19298)	170702	1.7064
	Transfer			02 Mar 2018	(3935)	166767	1.6671
	Transfer			09 Mar 2018	(435)	166332	1.6627
	Transfer			16 Mar 2018	(16332)	150000	1.4994
	At the End of the Year					**150000**	**1.4994**
6	**Zaheer Ahmed**	23360	0.2335			23360	0.2335
	At the End of the Year					23360	0.2335
7	**Beautiful Diamonds Ltd.**	17304	0.1730			17304	0.1730
	At the End of the Year					17304	0.1730
8	**Bansidhar Sunderlal Mehta**	7783	0.0778			7783	0.0778
	At the End of the Year					7783	0.0778
9	**Arti Devi**	5451	0.0545			5451	0.0545
	At the End of the Year					5451	0.0545
10	**Shree Prakash Jhawar**	2336	0.0225			2336	0.0234
	At the End of the Year					2336	0.0234

IV. Shareholding Pattern (Equity Share Capital Breakup as Percentage of Total Equity) (Contd.)

v) Shareholding of Directors and Key Managerial Personnel:

For Each of the Directors and KMP	Shareholding at the beginning of the year		Cumulative Shareholding during the year	
Mrs. Nandini Nopany, Chairperson	**No of Shares**	**% of total shares of the Company**	**No of Shares**	**% of total shares of the Company**
At the beginning of the year	701,730	7.01	-	-
Changes during the year	-	-	701,730	7.01
At the end of the year	**701,730**	**7.01**	**701,730**	**7.01**

For Each of the Directors and KMP	Shareholding at the beginning of the year		Cumulative Shareholding during the year	
Mr. Chandra Shekhar Nopany, Non-Executive Director	**No of Shares**	**% of total shares of the Company**	**No of Shares**	**% of total shares of the Company**
At the beginning of the year	34,261	0.34	-	-
Changes during the year	-	-	34,261	0.34
At the end of the year	**34,261**	**0.34**	**34,261**	**0.34**

For Each of the Directors and KMP	Shareholding at the beginning of the year		Cumulative Shareholding during the year	
Mr Santosh Kumar Poddar, Managing Director	**No of Shares**	**% of total shares of the Company**	**No of Shares**	**% of total shares of the Company**
At the beginning of the year	476	0	-	-
Changes during the year	-	-	476	0
At the end of the year	**476**	**0**	**476**	**0**

For Each of the Directors and KMP	Shareholding at the beginning of the year		Cumulative Shareholding during the year	
Mr Vikash Goyal, Chief Financial Officer	**No of Shares**	**% of total shares of the Company**	**No of Shares**	**% of total shares of the Company**
At the beginning of the year	-	-	-	-
Changes during the year	-	-	-	-
At the end of the year	**-**	**-**	**-**	**-**

For Each of the Directors and KMP	Shareholding at the beginning of the year		Cumulative Shareholding during the year	
Ms Vijaya Agarwala, Company Secretary	**No of Shares**	**% of total shares of the Company**	**No of Shares**	**% of total shares of the Company**
At the beginning of the year	-	-	-	-
Changes during the year	-	-	-	-
At the end of the year	**-**	**-**	**-**	**-**

V. Indebtedness

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

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

VI. Remuneration of Directors and Key Managerial Personnel

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

Sl No.	Particulars of Remuneration	Mr Santosh Kumar Poddar Managing Director	Total Amount
1	Gross salary		
	(a) Salary as per provisions contained in Section 17(1) of the Income-tax Act, 1961	NIL	NIL
	(b) Value of perquisites u/s 17(2) Income-tax Act, 1961	-	-
	(c) Profits in lieu of salary under Section 17(3) Income-tax Act, 1961	-	-
2	Stock Options	-	-
3	Sweat Equity	-	-
4	Commission	-	-
	- As % of profit	-	-
	- As others specify	-	-
5	Others please specify	-	-
	Total (A)	**NIL**	**NIL**

B. Remuneration to other Directors:

1. Independent Directors

Sl No.	Particulars of Remuneration	Name of Director			Total Amount
		Mr Nanadanandan Mishra	Mr Arun Kumar Newar	Mr Dhiraj Ramkant Banka	
	Fee for attending Board/Committee Meetings	35,000	35,000	15,000	85,000
	Commission	-	-	-	-
	Others, please specify	-	-	-	-
	Total B (1)	**35,000**	**35,000**	**15,000**	**85,000**

2. Other Non-Executive Directors

Sl No.	Particulars of Remuneration	Mrs Nandini Nopany	Mr Chandra Shekhar Nopany	Total Amount
	Fee for attending Board/Committee Meetings	20,000	25,000	45,000
	Commission	-	-	-
	Others, please specify	-	-	-
	Total B (2)	NIL	NIL	NIL
	Total (B) = (B)(1)+(B)(2)	**20,000**	**25,000**	**45,000**

VI. Remuneration of Directors and Key Managerial Personnel (Contd.)

C. Remuneration to Key Managerial Personnel other than MD/Manager/WTD

Sl No.	Particulars of Remuneration	Mr Vikash Goyal, Chief Financial Officer	Ms Vijaya Agarwala, Company Secretary	Total Amount
1	Gross salary			
	(a) Salary as per provisions contained in section 17(1) of the Income-tax Act, 1961	NIL	NIL	NIL
	(b) Value of perquisites u/s 17(2) Income-tax Act, 1961	-	-	-
	(c) Profits in lieu of salary under section 17(3) Income-tax Act, 1961	-	-	-
2	Stock Options	-	-	-
3	Sweat Equity	-	-	-
4	Commission	-	-	-
	- As % of profit	-	-	-
	- As others specify	-	-	-
5	Others please specify	-	-	-
	Total (A)	**NIL**	**NIL**	**NIL**

VII. Penalties / Punishment/ Compounding of Offences:

Type	Section of the Companies Act	Brief Description	Details of Penalty / Punishment/ Compounding fees imposed	Authority [RD / NCLT/ COURT]	Appeal made, if any(give Details)
A. Company					
Penalty			None		
Punishment					
Compounding					
B. Directors					
Penalty			None		
Punishment					
Compounding					
C. Other Officers in Default					
Penalty			None		
Punishment					
Compounding					

Annexure - H

NOMINATION AND REMUNERATION POLICY

Introduction:

In pursuance of the Company's policy to consider human resources as its invaluable assets, to pay equitable remuneration to all Directors, Key Managerial Personnel (KMP) and Senior Management Personnel of the Company, to harmonize the aspirations of human resources consistent with the goals of the Company and in terms of the provisions of the Companies Act, 2013 and the Securities Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015 as amended from time to time this policy on nomination and remuneration of Directors, Key Managerial Personnel and Senior Management Personnel has been formulated and approved by the Board of Directors.

Objective and purpose of the Policy:

The objective and purpose of this policy are:

To lay down criteria, terms and conditions with regard to identifying persons who are qualified to become Directors (Executive and Non-Executive) and persons who may be appointed in Key Managerial positions and Senior Management and to determine their remuneration.

To formulate the criteria for determining qualifications, positive attributes and independence of a director

To determine remuneration based on the Company's size, financial position, trends and practices on remuneration prevailing in peer companies, in the like industry.

To carry out evaluation of the performance of Directors, as well as Key Managerial and Senior Management Personnel.

To provide them reward linked directly to their effort, performance, dedication and achievement relating to the Company's operations.

To retain, motivate and promote talent and to ensure long term sustainability of talented managerial persons and create competitive advantage.

Constitution of the Nomination and Remuneration Committee:

The Board of Directors at its meeting held on 14th March, 2017, in order to align with the requirements of Companies Act, 2013, had constituted the Nomination and Remuneration Committee comprising of non - executive directors and independent directors.

Definitions

"Board" means Board of Directors of the Company.

"Directors" means Directors of the Company.

"Committee" means Nomination and Remuneration Committee of the Company as constituted by the Board.

"Company" means Ganges Securities Limited.

"Independent Director" means a director referred to in Section 149 (6) of the Companies Act, 2013.

"**Key Managerial Personnel** (KMP) means" -

a) Executive Chairman and / or Managing Director;

b) Whole-time Director;

c) Chief Financial Officer;

d) Company Secretary;

e) Such other officer as may be prescribed under the applicable statutory provisions / regulations.

"Senior Management Personnel" means personnel of the Company occupying the position of Executive President of any Unit and/or personnel of the company who are members of its core management and which include members of management one level below the executive directors. Unless the context otherwise requires, words and expressions used in this policy and not defined herein but defined in the Companies Act, 2013 as may be amended from time to time shall have the meaning respectively assigned to them therein.

Applicability

The Policy is applicable to

Directors (Executive and Non-Executive including Independent)

Key Managerial Personnel

Senior Management Personnel

General

This Policy is divided in three parts: Part – A covers the matters to be dealt with and recommended by the Committee to the Board, Part – B covers the appointment and nomination and Part – C covers remuneration and perquisites etc.

PART – A

MATTERS TO BE DEALT WITH, PERUSED AND RECOMMENDED TO THE BOARD BY THE NOMINATION AND REMUNERATION COMMITTEE

The Committee shall:

1. Evaluate the current composition and organization of the Board and its committees in light of requirements established by any Regulatory Body or any other applicable statute, rule or regulation which the Committee deems relevant and to make recommendations to the Board with respect to the appointment, re-appointment and resignation of Independent, Executive and Non-Executive Directors of the Company;

2. Review the composition and size of the Board in order to ensure that the Board is comprised of members reflecting the proper expertise, skills, attributes and personal and professional backgrounds for service as a Director of the Company, as determined by the Committee;

3. Review and recommend to the Board an appropriate course of action upon the resignation of current Board members, or any planned expansion of the Board, and review the qualifications, experience and fitness for service on the Board of any potential new members of the Board;

4. Ensure that the level and composition of remuneration is reasonable and sufficient to attract, retain and motivate Directors of the quality required to run the Company successfully;

5. Ensure that relationship of remuneration to performance is clear and meets appropriate performance benchmarks;

6. Ensure that remuneration to Directors, Key Managerial Personnel (KMPs) 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;

7. Formulate the criteria for determining qualifications, positive attributes and independence of a Director and recommend to the Board a policy, relating to the remuneration for the Directors, Key Managerial Personnel (KMPs) and other employees of the Company;

8. Formulate the criteria for evaluation of Independent Directors and the Board;

9. Formulate, administer and supervise the Company's Stock Option schemes, if any, in accordance with relevant laws;

10. Identify the persons who are qualified to become Directors and who may be appointed in senior management in accordance with the criteria laid down, recommend to the Board their appointment and removal;

11. Deal with such matters as may be referred to by the Board of Directors from time to time;

PART – B

POLICY FOR APPOINTMENT AND REMOVAL OF DIRECTOR, KEY MANAGERIAL PERSONNEL AND SENIOR MANAGEMENT

Guiding principles

The guiding principle is that the while determining qualification, positive attributes and other criteria's, the remuneration and the other terms of employment shall be competitive in order to ensure that the Company can attract and retain competent Executives.

1. When determining the remuneration policy and arrangements for Executive Directors/ KMP's and Senior Management personnel, the Remuneration Committee considers pay and employment conditions with peers / elsewhere in the competitive market to ensure that pay structures are appropriately aligned and that levels of remuneration remain appropriate in this context.

2. The Committee while designing the remuneration package considers the level and composition of remuneration to be reasonable and sufficient to attract, retain and motivate the person to ensure the quality required to run the company successfully.

3. The Committee while considering a remuneration package must ensure a balance between fixed and incentive pay

reflecting short and long term performance objectives appropriate to the working of the company and its goals.

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

Appointment criteria and qualifications:

1. The Committee shall identify and ascertain the integrity, qualification, expertise and experience of the person for appointment as Director, KMP or at Senior Management level and recommend to the Board his / her appointment.

2. The Committee, along with the Board, shall review on an annual basis, appropriate skills, characteristics and experience required of a Board Member. The objective is to have a Board with diverse background and experience in business, government, academics, technology and in areas that are relevant for the Company's operations.

3. A person should possess adequate qualification, expertise and experience for the position he / she is considered for appointment. The Committee has discretion to decide whether qualification, expertise and experience including general understanding of the Company's business dynamics, global business and social perspective, educational and professional background and personal achievementspossessed by a person is sufficient / satisfactory for the concerned position.

4. The Company shall not appoint or continue the employment of any person as Whole-time Director who has attained the age of seventy years. Provided that the term of the person holding this position may be extended beyond the age of seventy years with the approval of shareholders by passing a special resolution based on the explanatory statement annexed to the notice for such motion indicating the justification for extension of appointment beyond seventy years.

Term / Tenure:

1. Managing Director/Whole-time Director:

The Company shall appoint or re-appoint any person as its Executive Chairman/Chairperson, Managing Director or Executive Director or Whole-time Director for a term not exceeding five years at a time. No re-appointment shall be made earlier than one year before the expiry of term.

2. Independent Director:

An Independent Director shall hold office for a term as per the applicable laws prevailing from time to time. In accordance with the Companies Act, 2013 and SEBI (LODR) Regulations, 2015 an Independent Director shall hold office for a term up to five consecutive years on the Board of the Company and will be eligible for re-appointment on passing of a special resolution by the Company and disclosure of such appointment in the Board's report.

No Independent Director shall hold office for more than two consecutive terms, but such Independent Director shall be eligible for appointment after expiry of three years of ceasing to become an Independent Director. Provided that an Independent Director shall not, during the said period of three years, be appointed in or be associated with the Company in any other capacity, either directly or indirectly.

At the time of appointment of Independent Director it should be ensured that number of Boards on which such Independent Director serves is restricted to seven listed companies as an Independent Director and three listed companies as an Independent Director in case such person is serving as a Whole-time Director of a listed company.

• Evaluation:

The Committee shall carry out evaluation of performance of every Director, KMP and Senior Management Personnel at regular interval.

The Committee may also consider the report of evaluation carried out only by Independent Directors while reviewing the performance of non-independent directors and the board as whole.

• Removal:

Due to reasons for any disqualification mentioned in the Companies Act, 2013, rules made thereunder or under any other applicable Act, rules and regulations, the Committee may recommend, to the Board with reasons recorded in writing, removal of a Director, KMP or Senior Management Personnel subject to the provisions and compliance of the said Act, rules and regulations.

• Retirement:

The Director, KMP and Senior Management Personnel shall retire as per the applicable provisions of the Companies Act, 2013 and the prevailing policy of the Company. The Board will have the discretion to retain the Director, KMP, Senior Management Personnel in the same position / remuneration or otherwise even after attaining the retirement age, for

the benefit of the Company.

PART – C

POLICY RELATING TO THE REMUNERATION FOR THE WHOLE-TIMEDIRECTOR, KMP AND SENIOR MANAGEMENT PERSONNEL

• General:

1. The remuneration / compensation / commission etc. to the Managing/Whole-time Director, KMP and Senior Management Personnel will be determined by the Committee and recommended to the Board for approval. The remuneration / compensation / commission etc. shall be subject to the prior/post approval of the shareholders of the Company and Central Government, wherever required.

2. The remuneration and commission to be paid to the Managing Director/Whole-time Director shall be in accordance with the percentage / slabs / conditions laid down in the Articles of Association of the Company and as per the provisions of the Companies Act, 2013, and the rules made thereunder.

3. Increments to the existing remuneration / compensation structure may be recommended by the Committee to the Board which should be within the slabs approved by the Shareholders in the case of Whole-time Director, wherever required.

4. Where any insurance is taken by the Company on behalf of its Managing/Whole-time Director, Chief Executive Officer, Chief Financial Officer, the Company Secretary and any other employees for indemnifying them against any liability, the premium paid on such insurance shall not be treated as part of the remuneration payable to any such personnel. Provided that if such person is proved to be guilty, the premium paid on such insurance shall be treated as part of the remuneration.

5. Remuneration packages will be designed to attract high-calibre executives in a competitive global market and remunerate executives fairly and responsibly. The remuneration shall be competitive and based on the individual responsibilities and performance.

6. Remuneration is designed to motivate delivery of company's key business strategies, create a strong performance-orientated environment and reward achievement of meaningful targets over the short- and long-term.

7. The Executives may be entitled to customary non-monetary benefits such as company cars and company health care, telephone etc. In addition thereto in individual cases company housing and other benefits may also be offered.

Remuneration to Whole-time / Executive / Managing Director, Key Managerial Personnel and Senior Management Personnel:

1. **Fixed pay:**

   The Managing/Whole-time Director / Key Managerial Personnel and Senior Management Personnel shall be eligible for a monthly remuneration as may be approved by the Board on the recommendation of the Committee. The break-up of the pay scale and quantum of perquisites including, employer's contribution to P.F, pension scheme, medical expenses, club fees etc. shall be decided and approved by the Board on the recommendation of the Committee and approved by the shareholders and Central Government, wherever required.

2. **Minimum Remuneration:**

   If, in any financial year, the Company has no profits or its profits are inadequate, the Company shall pay remuneration to its Managing/Whole-time Director in accordance with the applicable provisions of the Companies Act, 2013 and if it is not able to comply with such provisions, with the previous approval of the Central Government.

3. **Provisions for excess remuneration:**

   If any Managing/Whole-time Director draws or receives, directly or indirectly by way of remuneration any such sums in excess of the limits prescribed under the Companies Act, 2013 or without the prior sanction of the Central Government, where required, he / she shall refund such sums to the Company and until such sum is refunded, hold it in trust for the Company. The Company shall not waive recovery of such sum refundable to it unless permitted by the Central Government.

Remuneration to Non- Executive / Independent Director:

1. **Remuneration / Commission:**

   The remuneration / commission shall be fixed as per the slabs and conditions mentioned in the Articles of Association of the Company and the Companies Act, 2013 and the rules made thereunder.

2. **Sitting Fees:**

   The Non- Executive / Independent Director may receive remuneration by way of fees for attending meetings of Board or Committee thereof in terms of applicable provisions of the Companies Act, 2013.

3. **Commission:**

   Commission may be paid within the monetary limit approved by shareholders, subject to the limit not exceeding 1% of the profits of the Company computed as per the applicable provisions of the Companies Act, 2013.

Interpretation

In any circumstance where the terms of this policy differs from any existing or newly enacted law, rule, regulation or standard governing the Company, the law, rule, regulation or standard will take precedence over these policies and procedures until such time this policy is changed / amended to conform to the law, rule, regulation and standard.

Disclosure

Information on the total remuneration of members of the Company's Board of Directors, Executive Board of Management and senior management may be disclosed in the Company's annual financial statements. This includes any deferred payments and extraordinary contracts during the preceding financial year.

Dissemination

The Company's Nomination and Remuneration Policy shall be published on its website.

Independent Auditor's Report

To the Members of
Ganges Securities Limited

Report on the Financial Statements

We have audited the accompanying financial statements of Ganges Securities Limited (the "Company"), which comprise the Balance Sheet as at 31st March 2018, the Statement of Profit and Loss, the Cash Flow Statement for the year then ended, and a summary of significant accounting policies and other explanatory information, which we have signed under the reference to this report.

Management's Responsibility for the Financial Statements

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

Auditors' Responsibility

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

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

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

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

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

Opinion

In our opinion and to the best of our information and according to the explanations given to us, the aforesaid financial statements give the information required by the Act in the manner so required and give a true and fair view in conformity with the accounting principles generally accepted in India, of the state of affairs of the Company as at March 31, 2018, and its Profit and its cash flows for the year ended on that date.

Report on Other Legal and Regulatory Requirements

1. As required by the Companies (Auditors' Report) Order, 2016 ("the Order"), issued by the Central Government of India in terms of sub-section (11) of Section 143 of the Companies Act, 2013 we give in the "**Annexure A**", a statement on the matters specified in paragraphs 3 and 4 of the Order, to the extent applicable.
2. As required by Section 143(3) of the Act, we report that:
    a. We have sought and obtained all the information and explanations which to the best of our knowledge and belief were necessary for the purpose of our audit.
    b. In our opinion, proper books of account as required by law have been kept by the Company so far as appears from our examination of those books.
    c. The Balance Sheet, the Statement of Profit and Loss and the Cash Flow Statement dealt with by this report are in agreement with the books of account.

d. In our opinion, the aforesaid financial statements comply with the Accounting Standards specified under Section 133 of the Act, read with Rule 7 of the Companies (Accounts) Rules, 2014.

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

f. With respect to the adequacy of the internal financial controls over financial reporting of the Company and the operating effectiveness of such controls, refer to our separate report in "**Annexure B**".

g. With respect to the other matters to be included in the Auditors' report in accordance with Rule 11 of the Companies (Audit and Auditors) Rules, 2014, in our opinion and to the best of our information and according to the explanation given to us:

i. There are no pending litigations and hence, the disclosure relating to the impact of pending litigations on its financial position in its financial statements does not arise.

ii. The Company did not have any long-term contracts including derivative contracts for which there were any material foreseeable losses.

iii. The Company is not required to transfer any amounts to the Investor Education and Protection Fund.

For **AGRAWAL SUBODH & CO**
Chartered Accountants
Firm Reg. No. 319260E

Subodh Kumar Agrawal
Partner
Membership No. 054670

Place: Kolkata
Date:14.05.2018

Annexure - A

to the Independent Auditors' Report

(Referred to in paragraph 1 under 'Report on Other Legal and Regulatory Requirements' section our report of even date addressed to the members of **Ganges Securities Limited** on the financial statements as on March 31, 2018)

I. **In respect of Fixed Assets: -**

a) The company is maintaining proper records showing full particulars, including quantitative details and situation of fixed asset.

b) Fixed Assets were physically verified by the management during the year in accordance with planned programme of verifying all of them once in three years which, in our opinion, is reasonable having regards to the size to the company and the nature of its assets. No material discrepancies were noticed on such verification.

c) According to the information and explanations given by the management, the title deeds of the properties included in Property, Plant& Equipment are transferred to the Company pursuant to the Scheme of arrangement and are yet to be registered in the name of the Company.

II. The Company does not have any inventory and hence paragraph 3(ii) of the Order is not applicable.

III. The company has not granted any loans, secured or unsecured to companies, firms, LLP or other parties covered in the registered maintained under section 189 of the companies Act, 2013. Hence Paragraph 3 (iii) of the order is not applicable.

IV. In our opinion and according to the information and explanations given to us, the Company has complied with the provisions of Companies Act 2013, with respect to the investments made and company has not made any Loan.

V. The Company has not accepted any deposits within the meaning of Sections 73 to 76 of the Act and the Companies (Acceptance of Deposits) Rules, 2014 (as amended). Accordingly, Paragraph 3 (v) of the order is not applicable.

VI. The company is not required to maintain cost records under as per section 148 (1) of Companies Act, 2013.

VII. In respect of Statutory dues: -

(a) The company is regular in depositing undisputed statutory dues with the appropriate authorities including income tax, service tax, duty of custom, duty of excise, value added tax, cess or any other statutory dues.

(b) There are no statutory dues which are disputed; hence this clause is not applicable on the Company

VIII. There are no loans and borrowing taken from financial institutions, banks, Government or from debenture holders. Hence, Paragraph 3(viii) of the order is not applicable on the Company.

IX. The company has not raised any money by the way of initial public offer or further public offer and term loans. Accordingly, paragraph 3(ix) of the order is not applicable

X. No fraud by /on the Company by its officers or employees has been noticed or reported during the year nor have we been informed about any of such case by the management;

XI. Managerial Remuneration has not been paid or provided during the year. Accordingly, paragraph 3(xi) of the clause is not applicable.

XII. The company is not a Nidhi Company. Hence, paragraph 3(xii) of the order is not applicable to company.

XIII. All the transactions with the related parties are in compliance with the sections 177 and 188 of the Companies Act, 2013, wherever applicable and the details have been disclosed in the financial statements, as required by the applicable Accounting Standard.

XIV. The company has not made any preferential allotment or private placement of shares or Fully or Partly convertible debentures during the year. Hence, paragraph 3(xiv) of the order is not applicable on the company

XV. The Company has not entered into any non-cash transactions with the directors or persons connected with him/her as referred to in section 192 of Companies Act, 2013

XVI. The Company is not required to registered under section 45-IA of the Reserve Bank of India Act 1934.

For **AGRAWAL SUBODH & CO**
Chartered Accountants
Firm Reg. No. 319260E

Subodh Kumar Agrawal
Partner
Membership No. 054670

Place: Kolkata
Date:14.05.2018

Annexure - B

to the Independent Auditors' Report on the Financial Statements of **Ganges Securities Limited** as on 31st March 2018

(Referred to in paragraph 2(f) under 'Report on Other Legal and Regulatory Requirements' section our report of even date addressed to the members of Ganges Securities Limited on the financial statements as on March 31, 2018)

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

We have audited the internal financial controls over financial reporting of Ganges Securities Limited ("the Company") as of March 31, 2018 in conjunction with our audit of the financial statements of the Company for the year ended on that date.

Management's Responsibility for Internal Financial Controls

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

Auditors' Responsibility

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

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 auditors' judgement, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error.

Meaning of Internal Financial Controls Over Financial Reporting

A company's internal financial control over financial reporting is a process designed to provide reasonable assurance regarding the reliability of financial reporting and the preparation of financial statements for external purposes in accordance with generally accepted accounting principles. A company's internal financial control over financial reporting includes those policies and procedures that:

(1) pertain to the maintenance of records that, in reasonable detail, accurately and fairly reflect the transactions and dispositions of the assets of the company;

(2) provide reasonable assurance that transactions are recorded as necessary to permit preparation of financial statements in accordance with generally accepted accounting principles, and that receipts and expenditures of the company are being made only in accordance with authorisations of management and directors of the company; and

(3) provide reasonable assurance regarding prevention or timely detection of unauthorised acquisition, use, or disposition of the company's assets that could have a material effect on the financial statements.

Inherent Limitations of Internal Financial Controls Over Financial Reporting

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

Opinion

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

For **AGRAWAL SUBODH & CO**
Chartered Accountants
Firm Reg. No. 319260E

Subodh Kumar Agrawal
Partner
Membership No. 054670

Place: Kolkata
Date:14.05.2018

Balance Sheet as on 31st March 2018

₹ in lakhs

	Notes	As at March 31, 2018	As at March 31, 2017
EQUITY AND LIABILITIES			
Shareholder's Funds			
Share Capital	5	1,150.37	1,150.37
Reserves and Surplus	6	3,653.50	3,646.57
		4,803.87	**4,796.94**
Non-current Liabilities			
Other long-term liabilities	7	29.25	29.25
		29.25	**29.25**
Current Liabilities			
Other current liabilities	8	8.70	2.82
		8.70	**2.82**
Total		**4,841.82**	**4,829.01**
ASSETS			
Non-current Assets			
Fixed Assets			
Property, Plant & Equipment	9	61.56	65.57
Non-current Investments	10	4,731.40	4,731.40
Loans and advances	11	29.25	29.25
		4,822.21	**4,826.22**
Current Assets			
Loans and advances	11	7.31	2.75
Cash and bank balances	12	12.30	0.04
		19.61	**2.79**
Total		**4,841.82**	**4,829.01**
Summary of significant accounting policies			
Contingent liability	18		

The accompanying notes are an integral part of the financial statements.

As per our report of even date

For **Agrawal Subodh & Co.**
Firm Registration No.: 319260E
Chartered Accountants

Subodh Kumar Agrawal
Partner
Membership No.: 054670

Place : Kolkata
Date : 14.05.2018

For and on behalf of the Board of Directors

Chandra Shekhar Nopany
Director
DIN-00014587

Santosh Kumar Poddar
Managing Director
DIN-00055786

Vikash Goyal
Chief Financial Officer

Vijaya Agarwala
Company Secretary

Statement of Profit and Loss for the year ended 31st March 2018

₹ in lakhs

	Notes	Year ended March 31, 2018	Year ended March 31, 2017
INCOME			
Revenue from Operations	13	42.21	15.82
Other Income	14	16.75	-
Total (I)		**58.96**	**15.82**
EXPENSES			
Other expenses	15	48.02	27.74
Total (II)		**48.02**	**27.74**
Profit / (Loss) before finance costs, tax, depreciation and amortization [(I) - (II)]		**10.94**	**(11.92)**
Depreciation and amortization expenses	16	4.01	4.01
Profit / (Loss) before tax		**6.93**	**(15.93)**
Current tax		-	-
Deferred tax charge		-	-
Total tax expenses		**-**	**-**
Profit (Loss) after tax		**6.93**	**(15.93)**
Earnings per equity share	17		
[Nominal value of share Rs 10]			
Basic & Diluted		**(0.15)**	**(0.38)**
Summary of significant accounting policies			

The accompanying notes are an integral part of the financial statements.

As per our report of even date

For **Agrawal Subodh & Co.**
Firm Registration No.: 319260E
Chartered Accountants

Subodh Kumar Agrawal
Partner
Membership No.: 054670

Place : Kolkata
Date : 14.05.2018

For and on behalf of the Board of Directors

Chandra Shekhar Nopany
Director
DIN-00014587

Santosh Kumar Poddar
Managing Director
DIN-00055786

Vikash Goyal
Chief Financial Officer

Vijaya Agarwala
Company Secretary

Cash Flow Statement for the year ended March 31, 2018

₹ in lakhs

		Year ended March 31, 2018	Year ended March 31, 2017
(A)	**CASH FLOW FROM OPERATING ACTIVITIES :**		
	Profit / (Loss) before tax	6.93	(15.93)
	Adjustment to reconcile profit / (loss) before tax to net cash flows		
	Depreciation and Amortization expenses	4.01	4.01
	Gain on tangible assets sold / discarded (net)	-	-
	Operating Profit / (Loss) before Working Capital Changes :	**10.94**	**(11.92)**
	Increase/ (Decrease) in Other Liabilities	5.88	2.16
	Increase/(Decrease) in Loans & Advances	-	
	(Increase)/Decrease in Current Loans & Advances	(4.56)	8.70
	Net Cash used in Operating Activities	**12.26**	**(1.06)**
(B)	**CASH FLOW FROM INVESTING ACTIVITIES :**		
	Proceeds from sale of Tangible Assets	-	-
	Net Cash from Investing Activities	**-**	**-**
(C)	**CASH FLOW FROM FINANCING ACTIVITIES :**		
	Issue of Equity Shares	-	-
	Net Cash used in Financing Activities	**-**	**-**
	Net Changes in Cash & Cash Equivalents (A+B+C)	**12.26**	**(1.06)**
	Cash & Cash Equivalents at the beginning of the year	0.04	1.10
	Cash & Cash Equivalents at the end of the year *	12.30	0.04

* represents Cash and Bank Balances as indicated in note 11.

For **Agrawal Subodh & Co.**
Firm Registration No.: 319260E
Chartered Accountants

Subodh Kumar Agrawal
Partner
Membership No.: 054670

Place : Kolkata
Date : 14.05.2018

For and on behalf of the Board of Directors

Chandra Shekhar Nopany
Director
DIN-00014587

Santosh Kumar Poddar
Managing Director
DIN-00055786

Vikash Goyal
Chief Financial Officer

Vijaya Agarwala
Company Secretary

Notes to financial statements as at and for the year ended March 31, 2018

1. Corporate Information

Ganges Securities Limited (the Company) was incorporated on 23rd March, 2015 as a Subsidiary Company of Upper Ganges Sugar & Industries Limited (UGSIL). With the objective of business realignment of The Oudh Sugar Mills Limited (OSML) and UGSIL, a composite scheme of arrangement had been filed with the Hon'ble High Court of Allahabad to transfer the Tea Garden and Investment business undertaking of UGSIL to the Company and thereafter to transfer the Tea Garden business undertaking of the Company to Cinnatiolliah Tea Limited (CTL) from the appointed date i.e. 1st April, 2015, which has been approved by the National Company Law Tribunal.

The main object of the Company is to invest, deal etc. in securities and immovable properties.

2. Basis of Preparation

The financial statements of the Company have been prepared in accordance with generally accepted accounting principles in India (Indian GAAP). The Company has prepared the financial statements to comply in all material respects with the Accounting Standards notified under Section 133 of the Companies Act, 2013, read together with paragraph 7 of the Companies (Accounts) Rules, 2014 and the Companies (Accounting Standards) Amendment Rules, 2016 under the historical cost convention except for impact of Scheme of Arrangement taken at fair value as detailed in Note 2(ii) below and on an accrual basis.

3. Scheme of Arrangement

a) As per the Composite Scheme of Arrangement ("the scheme") approved by the National Company Law Tribunal, all the assets and liabilities of the Tea Garden and Investment business undertakings of UGSIL had been transferred to and vested in the Company at their respective book values and thereafter the tea business undertaking of the Company present in the state of Assam have been transferred to and vested in CTL at their respective book values as on 1st April, 2015 on a going concern basis from appointed date i.e. 1st April, 2015.

b) As per the scheme, appointed date as approved by the National Company Law Tribunal was 1st April, 2015 and effective date is 23rd March, 2017 being the date on which the certified copy of the order sanctioning the said scheme was filed with the Registrar of Companies, Kanpur, Uttar Pradesh and Uttarakhand in accordance with the Companies Act, 1956 and applicable provisions of Companies Act, 2013. Accordingly, all related adjustments thereof had been given effect to in the accounts during the previous financial year ended 31st March 2017.

c) Pursuant to the scheme above, in the previous financial year, the Company had issued 1,00,03,687 fully paid up equity shares of Rs. 10 each to the shareholders of UGSIL as per record date 23/03/2017, aggregating to Rs. 1000.37 lakhs, in the ratio of 77 equity shares of the face value of Rs. 10 each of the Company for every 89 equity shares of the face value of Rs. 10 each held in UGSIL.

Further, the Company had issued 1,50,000 fully paid up 12% Non-Convertible Cumulative Redeemable Preference Shares of Rs. 100 each to the preference shareholders of UGSIL, aggregating to Rs. 150 lakhs on the same terms and conditions.

Further the Company had received 2,61,25,396 fully paid up equity shares of Rs. 10 each from CTL, aggregating to Rs. 2,612.54 lakhs, as consideration for the transfer of tea business undertaking.

4. Summary of Significant Accounting Policies

a) Use of Estimates

The preparation of financial statements in conformity with Indian GAAP requires the management to make judgments, estimates and assumptions that affect the reported amounts of revenues, expenses, assets and liabilities and the disclosure of contingent liabilities, at the end of the reporting period and the results from operations during the reporting period. Although these estimates are based on the management's best knowledge of current events and actions, uncertainty about these assumptions and estimates could result in the outcomes requiring a material adjustment to the carrying amounts of assets or liabilities in future periods.

b) Tangible Fixed Assets

Fixed Assets are stated at cost less accumulated depreciation and impairment losses determined, if any. The cost comprises the purchase price inclusive of duties, taxes, incidental expenses, erection / commissioning expenses and borrowing costs if capitalisation criteria are met and directly attributable cost of bringing the assets to its working condition for the intended use. Each part of an item of property, plant and equipment with a cost that is significant in relation to the total cost of the item is depreciated separately. This applies mainly to components for machinery. When significant parts of fixed assets are required to be replaced at intervals, the company recognizes such parts as individual assets with specific useful lives and depreciates them accordingly.

Subsequent expenditure related to an item of fixed asset is

Notes to financial statements as at and for the year ended March 31, 2018 (Contd.)

added to its book value only if it increases the future benefits from the existing asset beyond its previously assessed standard of performance. All other expenses on an existing fixed asset, including day-to-day repair and maintenance expenditure and cost of replacing parts, are charged to the statement of profit and loss for the period during which such expenses are incurred.

Gains or losses arising from derecognition of tangible fixed assets are measured as the difference between the net disposal proceeds and the carrying amount of the asset and are recognized in the statement of profit and loss when the asset is derecognized.

Machinery spares which can be used only in connection with an item of fixed asset and whose use as per technical assessment is expected to be irregular, are capitalised and depreciated over the residual life of the respective assets.

c) Depreciation on Tangible Fixed Assets

The classification of plant and machinery into continuous and non-continuous process is done as per technical certification and depreciation thereon is provided accordingly.

Depreciation on fixed assets is provided under Straight Line basis using the rates arrived at based on the useful lives estimated by the management. The company has used the following rates to provide depreciation on its fixed assets.

Class of Assets	Useful Lives estimated by the management (Years)
Non-factory Buildings	5 to 60
Plant and Equipments	15
Computer and Data Processing Equipments	3 to 6
Furniture and Fixtures	10
Vehicles	8 to 10
Office Equipments	5

Depreciation on fixed assets added / disposed off during the year is provided on pro-rata basis with reference to the date of addition / disposal.

d) Leases

Operating Lease

Leases where the lessor effectively retains substantially all the risks and benefits of the ownership of the leased assets are classified as operating leases. Operating lease payments are recognized as an expense in the statement of profit and loss on straight line basis over the lease term.

Finance Lease

Assets acquired under lease agreements which effectively transfer to the company substantially all the risks and benefits incidental to ownership of the leased items, are capitalized at the lower of the fair value of the leased property and present value of minimum lease payment at the inception of the lease term and disclosed as leased assets. Lease payments are apportioned between the finance charges and the reduction of the lease liability so as to achieve a constant rate of interest on the remaining balance of their liability. Finance charges are charged directly to the expenses account.

e) Borrowing Costs

Borrowing cost includes interest, amortisation of ancillary costs incurred in connection with the arrangement of borrowings and exchange differences arising from foreign currency borrowings to the extent they are regarded as an adjustment to the interest cost.

Borrowing costs directly attributable to the acquisition or construction of an asset that necessarily takes a substantial period of time to get ready for its intended use are capitalized as part of the cost of the respective asset. All other borrowing costs are expensed in the period they occur.

f) Impairment of Fixed Assets

The carrying amounts of assets are reviewed at each balance sheet date to determine, if there is any indication of impairment based on internal/external factors. An impairment loss is recognized wherever the carrying amount of an asset exceeds its recoverable amount which is the greater of the asset's net selling price and value in use. In assessing the value in use, the estimated future cash flows are discounted to their present value using a pre-tax discount rate that reflects current market assessments of the time value of money and risks specific to the asset.

Depreciation is provided on the revised carrying amount of the assets over its remaining useful life.

g) Investments

Investments, which are readily realizable and intended to be held for not more than one year from the date on which such investments are made, are classified as current investments. All other investments are classified as long-term investments.

On initial recognition, all investments are measured at cost. The cost comprises purchase price and directly attributable acquisition charges such as brokerage, fees and duties.

Current investments are carried in the financial statements at lower of cost and fair value determined on an individual

Notes to financial statements as at and for the year ended March 31, 2018 (Contd.)

investment basis. Long-term investments are carried at cost. However, provision for diminution in value is made to recognize a decline other than temporary in the value of the investments.

h) Revenue Recognition

Revenue is recognised to the extent that it is probable that the economic benefits will flow to the Company and the revenue can be reliably measured.

Interest income is recognized on a time proportion basis taking into account the amount outstanding and the applicable interest rate.

Dividend income is recognized when the shareholders' right to receive the payment is established by the reporting date.

i) Income taxes

Tax expense comprises of current and deferred tax. Current income tax is measured at the amount expected to be paid to tax authorities in accordance with Income Tax Act, 1961 enacted in India. Deferred income tax reflects the impact of current year timing differences between taxable income and accounting income for the period and reversal of timing differences of earlier years.

The deferred tax for timing differences between the book and tax profit for the period is accounted for using the tax rates and laws that have been enacted or substantively enacted as of the reporting date. Deferred tax asset is recognized only to the extent that there is reasonable certainty that sufficient future taxable income will be available against which such deferred tax asset can be realized. If the company has carry forward unabsorbed depreciation and tax losses, deferred tax asset is recognized only to the extent that there is virtual certainty supported by convincing evidence that sufficient taxable income will be available in future against which such deferred tax asset can be realized.

The carrying amount of deferred tax assets is reviewed at each reporting date. The company writes-down the carrying amount of deferred tax asset to the extent that it is no longer reasonably certain or virtually certain, as the case may be, that sufficient future taxable income will be available against which deferred tax asset can be realised. Any such write-down is reversed to the extent that it becomes reasonably certain or virtually certain, as the case may be, that sufficient taxable income will be available in future.

At each reporting date, the Company re-assesses unrecognized deferred tax assets. It recognizes unrecognized deferred tax assets to the extent that it has become reasonably certain or virtually certain, as the case may be that sufficient future taxable income will be available against which such deferred tax assets can be realized.

j) Earnings Per Share

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

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

k) Cash and Cash Equivalents

Cash and cash equivalents in the cash flow statement comprise of cash at bank and on hand and short-term investments with an original maturity of three months or less.

l) Provisions

A provision is recognized when the company has a present obligation as a result of past event and it is probable that an outflow of resources will be required to settle the obligation, in respect of which a reliable estimate can be made. Provisions made in terms of Accounting Standard 29 are not discounted to its present value and are determined based on the best estimate required to settle the obligation, at the reporting date. These are reviewed at each reporting date and adjusted to reflect the current management estimates.

m) Contingent Liabilities

A contingent liability is a possible obligation that arises from past events whose existence will be confirmed by the occurrence or non-occurrence of one or more uncertain future events beyond the control of the Company or a present obligation that is not recognized because it is not probable that an outflow of resources will be required to settle the obligation. A contingent liability also arises in extremely rare cases where there is a liability that cannot be recognized because it cannot be measured reliably. The Company does not recognize a contingent liability but discloses its existence in the financial statements.

Notes to financial statements as at and for the year ended March 31, 2018 (Contd.)

5. Share Capital

₹ in lakhs

	As at March 31, 2018	As at March 31, 2017
(a) Authorised shares		
1,35,00,000 Equity Shares of ₹10 each	1,350.00	1,350.00
1,50,000 Preference Shares of ₹100 each	150.00	150.00
	1,500.00	**1,500.00**
(b) Isued,subscribed and fully paid-up shares		
1,00,03,687 Equity Shares of ₹10 each	1,000.37	1,000.37
1,50,000 Preference Shares of ₹ 100 each	150.00	150.00
	1,150.37	**1,150.37**

(c) Reconciliation of the shares outstanding at the beginning and at the end of the reporting period

Equity Shares

Particulars	March 31, 2018		March 31, 2017	
	No.	(₹) in Lakhs	No.	(₹) in Lakhs
Equity Shares of ₹ 10/- each				
Outstanding at the beginning of the Period	10,003,687	1,000.37	50,000	5.00
Share cancelled pursuant to the scheme	-	-	-50,000	-5.00
Issued pursuant to the scheme during the year	-	-	10,003,687	1,000.37
Outstanding at the end of the Period	**10,003,687**	**1,000.37**	**10,003,687**	**1,000.37**

Preference Shares

Particulars	March 31, 2018		March 31, 2017	
	No.	(₹) in Lakhs	No.	(₹) in Lakhs
Preference Shares of ₹ 100/- each				
Outstanding at the beginning of the Period	1,50,000	150.00	-	-
Issued pursuant to the scheme during the year	-	-	1,50,000	150.00
Outstanding at the end of the Period	**1,50,000**	**150.00**	**1,50,000**	**150.00**

Terms / rights attached to Equity Shares

The Company has issued only one class of equity shares having a par value of ₹10 per share. Each holder of equity shares is entitled to one vote per share.

In the event of liquidation of the Company, the holders of equity shares will be entitled to receive remaining assets of the Company, after distribution of all preferential amounts. The distribution to equity shareholders will be in proportion to the amount paid on the shares held by them.

Notes to financial statements as at and for the year ended March 31, 2018 (Contd.)

5. Share Capital (Contd.)

Terms of redemption of Preference Shares of ₹ 100 each

The Non-Convertible Cumulative Redeemable Preference Shares (NCCRPS) of ₹100 each carries dividend @ 12.00% per annum.

NCCRPS shall be redeemable at par on 24th September, 2019 being 5 years from the date of the original allotment i.e. 25th September, 2014 with a right vested to the Board of Directors to redeem it earlier, but not before twelve months from the date of issue.

The Dividend is payable at the time of redemption of the NCCRPS. However, the Board reserves the right to pay dividend earlier subject to the availability of the profit.

(d) Details of shareholders holding more than 5% shares in the Company

Equity Shares of ₹ 10.00 each fully paid

Particulars	March 31, 2018		March 31, 2017	
	No.	% holding	No.	% holding
Sil Investments Limited	13,38,430	13.38%	13,38,430	13.38%
New India Retailing & Investment Limited	8,38,367	8.38%	8,38,367	8.38%
Nandini Nopany	7,01,730	7.02%	7,01,730	7.02%
Hargaon Investment & Trading Co. Limited	5,69,252	5.69%	5,69,252	5.69%
Yashovardhan Investment & Trading Co. Limited	5,69,531	5.69%	5,69,531	5.69%

(e) Details of Preference shareholders holding more than 5% shares in the Company

Preference Shares of ₹ 100.00 each fully paid

Particulars	March 31, 2018		March 31, 2017	
	No.	% holding	No.	% holding
12 % Preference Shareholders				
Uttam Commercial Ltd	12,750	8.50%	12,750	8.50%
Yashovardhan Invt & Trad Co Ltd	63,750	42.50%	63,750	42.50%
SIL Investments Ltd	9,750	6.50%	9,750	6.50%
Shital Commercial Ltd	25,500	17.00%	25,500	17.00%
GMB Investment Pvt Ltd	8,250	5.50%	8,250	5.50%
Hargaon Invt & Trad Co Ltd	21,750	14.50%	21,750	14.50%
Deepshikha Trading Co P Ltd	8,250	5.50%	8,250	5.50%
Total	**1,50,000**	**100.00%**	**1,50,000**	**100.00%**

Notes to financial statements as at and for the year ended March 31, 2018 (Contd.)

6. Reserves and Surplus

₹ in lakhs

Particulars	As at March 31, 2018	As at March 31, 2017
Capital Reserve		
Arisen pursuant to Scheme of Arrangement	**4,111.33**	**4,111.33**
Surplus / (Deficit) in the Statement of Profit or Loss		
Balance as per last financial statements	(464.76)	(3.80)
Profit / (Loss) for the year	6.93	(15.93)
Less : Loss arisen pursuant to Scheme of Arrangement	-	(445.03)
Net Surplus / (Deficit) in the Statement of Profit or Loss	**(457.83)**	**(464.76)**
Total Reserves and Surplus	**3,653.50**	**3,646.57**

7. Other Non current liabilities

₹ in lakhs

Particulars	As at March 31, 2018	As at March 31, 2017
Long term advances	29.25	29.25
Total	**29.25**	**29.25**

8. Other Non current liabilities

₹ in lakhs

Particulars	As at March 31, 2018	As at March 31, 2017
Other Liabilities	8.70	2.82
Total	**8.70**	**2.82**

9. Property, Plant & Equipment

₹ in lakhs

Particulars	Free-hold Land*	Build-ings	Plants and Equipments	Computer and Data Processing Equipments	Furniture and Fix-tures	Vehicles	Office Equip-ments	Total
Gross block								
At 1 April 2017	2.47	90.38	29.58	0.06	8.39	0.08	3.24	134.20
Additions	-	-	-	-	-	-	-	-
Disposals	-	-	-	-	-	-	-	-
At March 31, 2018	**2.47**	**90.38**	**29.58**	**0.06**	**8.39**	**0.08**	**3.24**	**134.20**
Depreciation								
At 1 April 2017	-	36.65	23.18	0.05	5.66	0.08	3.00	68.62
Charge for the year	-	1.56	1.70	-	0.75	-	-	4.01
Disposals	-	-	-	-	-	-	-	-
At March 31, 2018	**-**	**38.21**	**24.88**	**0.05**	**6.41**	**0.08**	**3.00**	**72.63**
Net block								
At 1 April 2017	2.47	53.73	6.40	0.01	2.73	0.00	0.24	65.57
At March 31, 2018	**2.47**	**52.17**	**4.70**	**0.01**	**1.98**	**0.00**	**0.24**	**61.56**

*The title deeds of immovable properties transferred to company pursuant to scheme of arrangement are yet to be registered in the name of the transferee Company.

Notes to financial statements as at and for the year ended March 31, 2018 (Contd.)

10. Non-current investments

₹ in lakhs

Particulars	Number of Units / shares	Face value Per Unit / share	As at March 31, 2018	As at March 31, 2017
Quoted (fully paid)				
In Equity Instruments				
Chambal Fertilizers & Chemicals Ltd	7,04,160	10.00	98.85	98.85
New India Retailing & Investment Ltd	2,02,500	10.00	277.51	277.51
			376.36	**376.36**
Unquoted (fully paid)				
In Equity Instruments				
In Subsidiary Companies				
Uttar Pradesh Trading Co. Ltd	16,36,24,995	1.00	1,736.55	1,736.55
Cinnnatolliah Tea Ltd	2,61,75,396	10.00	2,617.54	2,617.54
			4,354.09	**4,354.09**
Equity - In Other Companies				
Bihar State Financial Corporation Ltd.	60	100.00	0.06	0.06
Birla Buildings Ltd.	8,400	10.00	0.84	0.84
Preference Shares - In Other Companies				
Raj Kamal Prakashan P Ltd	50	100.00	0.05	0.05
			0.95	**0.95**
Total			**4,731.40**	**4,731.40**
Aggregate amount of quoted investments [Market Value : ₹1220.15 lakhs, PY : ₹ 671.61 lakhs]			376.36	376.36
Aggregate amount of unquoted investments			4,355.04	4,355.04

11. Loans and advances

₹ in lakhs

Particulars	Non-Current		Current	
	As at March 31, 2018	As at March 31, 2017	As at March 31, 2018	As at March 31, 2017
(Unsecured, considered good except stated otherwise)				
Advances recoverable in cash or in kind or for value to be received or pending adjustments	29.25	29.25	7.31	2.75
Total	**29.25**	**29.25**	**7.31**	**2.75**

12. Cash and bank balances

₹ in lakhs

Particulars	As at March 31, 2018	As at March 31, 2017
Cash and cash equivalents		
Balance with banks		
On current accounts	12.28	0.04
Cash on hand	0.02	-
Total	**12.30**	**0.04**

Notes to financial statements as at and for the year ended March 31, 2018 (Contd.)

13. Revenue from operations

₹ in lakhs

Particulars	Year ended March 31, 2018	Year ended March 31, 2017
Revenue from operations		
Dividend Income		
On Long-term investments	42.21	15.82
Total	**42.21**	**15.82**

14. Other income

₹ in lakhs

Particulars	Year ended March 31, 2018	Year ended March 31, 2017
Rent and hire charges	16.75	-
Total	**16.75**	**-**

15. Other expenses

₹ in lakhs

Particulars	Year ended March 31, 2018	Year ended March 31, 2017
Advertisement Charges	2.57	-
Directors Fees	1.25	-
Fees- NSDL & CDSL	0.40	-
Rates & Taxes	1.38	1.07
Audit fees	2.00	0.25
Statutory Auditors - Other Fees	1.35	-
Listing Fees	12.89	0.33
Filing Fees	0.12	9.90
Maintenance Charges	18.90	15.73
Postage & Telegram	1.52	-
Professional Fees	2.61	0.33
Professional Tax	0.03	-
Printing & Stationery	2.64	0.10
Miscellaneous expenses	0.36	0.03
Total	**48.02**	**27.74**

16. Depreciation and amortisation expenses

₹ in lakhs

Particulars	Year ended March 31, 2018	Year ended March 31, 2017
Depreciation of tangible assets	4.01	4.01
Total	**4.01**	**4.01**

Notes to financial statements as at and for the year ended March 31, 2018 (Contd.)

17. Earning per share (EPS)

₹ in lakhs

Particulars	Year ended March 31, 2018	Year ended March 31, 2017
Profit / (Loss) after tax	6.93	(15.93)
Dividend on Non-Convertible Cumulative Redeemable Preference Share & tax thereon	21.70	21.66
Net profit / (loss) for calculation of basic and diluted EPS	**(14.77)**	**(37.59)**
	Nos.	**Nos.**
Weighted average number of equity shares in calculating basic & diluted EPS	1,00,03,687	1,00,03,687
	₹	₹
Earning per equity share		
(Nominal value of share ₹ 10)		
Basic & Diluted	**(0.15)**	**(0.38)**

18. Contingent liabilities

₹ in lakhs

Particulars	Year ended March 31, 2018	Year ended March 31, 2017
Arrear Dividend (including dividend distribution tax) on Non-Convertible Cumulative Redeemable Preference Shares (NCCRPS)	76.19	54.49
Total	**76.19**	**54.49**

19. Related Party Disclosures:

Names of related parties and related party relationship

Related parties where control exits

Wholly owned Subsidiary Companies	Uttar Pradesh Trading Co Ltd
	Cinnatolliah Tea Ltd

Related parties with whom transactions have taken place during the year

Key Management Personnel	Shri Chandra Shekhar Nopany - Director
	Shri Santosh Kumar Poddar - Managing Director
	Shri Vikash Goyal - Chief Financial Officer
	Ms Vijaya Agarwala - Company Secretary
Relatives of Key Management Personnel	Smt Nandini Nopany - Mother of Shri Chandra Shekhar Nopany
Enterprises owned or significantly influenced by Key management personnel or their relatives	Avadh Sugar & Energy Limited
	Magadh Sugar & Energy Limited

Notes to financial statements as at and for the year ended March 31, 2018 (Contd.)

19. Related Party Disclosures (Contd.):

Transaction With Related parties

a) Current Liabilities

₹ in lakhs

Name	Year ended	Amount owed by Related Parties	Amount owed to Related parties
Avadh Sugar & Energy Ltd	31.03.2018	NIL	NIL
	31.03.2017	1.62	NIL
Magadh Sugar & Energy Ltd	31.03.2018	NIL	NIL
	31.03.2017	NIL	1.31

b) Other Reciepts

₹ in lakhs

Name	Year ended	Rent Recieved	Dividend Receive
Avadh Sugar & Energy Ltd	31.03.2018	12.50	NIL
	31.03.2017	NIL	NIL
Cinnatolliah Tea Ltd	31.03.2018	NIL	26.18
	31.03.2017	NIL	NIL

20. Previous year's figures including those given in brackets have been regrouped / rearranged wherever necessary.

For **Agrawal Subodh & Co.**
Firm Registration No.: 319260E
Chartered Accountants

Subodh Kumar Agrawal
Partner
Membership No.: 054670

Place : Kolkata
Date : 14.05.2018

For and on behalf of the Board of Directors

Chandra Shekhar Nopany
Director
DIN-00014587

Santosh Kumar Poddar
Managing Director
DIN-00055786

Vikash Goyal
Chief Financial Officer

Vijaya Agarwala
Company Secretary

Independent Auditor's Report

To the Members of
Ganges Securities Limited

Report on the Consolidated Financial Statements

We have audited the accompanying consolidated financial statements of Ganges Securities Limited (hereinafter referred to as "the Holding Company") and its subsidiaries (the Holding and its subsidiaries together referred to as "the Group") comprising the Consolidated Balance Sheet as at March 31, 2018, the Consolidated Statement of Profit and Loss and the Consolidated Cash Flow Statement for the year ended, and a summary of the significant accounting policies and other explanatory information (hereinafter referred to as "the consolidated financial statements")

Management's Responsibility for the Consolidated Financial Statements

The Holding company's Board of Directors is responsible for the preparation of these consolidated financial statements in terms of the requirements of the Companies Act, 2013 (hereinafter referred to as "the Act") that give a true and fair view of the consolidated financial position, consolidated financial performance and consolidated cash flows of the Group in accordance with the accounting principles generally accepted in India, including the Accounting Standards prescribed under Section 133 of the Act read with Rule 7 of Companies (Accounts) Rule, 2014. The respective Board of Directors of the companies included in the Group are responsible for maintenance of adequate accounting records in accordance with the provisions of the Act for safeguarding the assets of the Group and for preventing and detecting frauds and other irregularities; the selection and application of appropriate accounting policies; making judgments and estimates that are reasonable and prudent; and the design, implementation and maintenance of adequate internal financial controls, that were operating effectively for ensuring the accuracy and completeness of the accounting records, relevant to the preparation and presentation of the financial statements that give a true and fair view and are free from material misstatement, whether due to fraud or error, which have been used for the purpose of preparation of the consolidated financial statements by the Directors of the Holding Company, as aforesaid.

Auditor's Responsibility

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

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

We believe that the audit evidence obtained by us and other auditors in term of their reports, referred to in paragraph on "Other Matter" is sufficient and appropriate to provide a basis for our audit opinion on the consolidated financial statements.

Opinion

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 other auditors on separate financial statements of the subsidiaries referred to below in the Other Matters paragraph, the aforesaid consolidated financial statements give the information required by the Act in the manner so required and give a true and fair view in conformity with the accounting principles generally accepted in India, of the consolidated state of affairs of the Group as at March 31, 2018, and of their consolidated profits and their consolidated cash flows for the year ended on that date.

Other Matter Paragraph

We did not audit the financial statements of both the subsidiaries, whose financial statements reflect total assets of Rs 5688 Lakhs as at 31st March 2018, total revenue of Rs 3306.63 Lakhs and net cash inflows amounting to Rs 382.8 Lakhs for the year ended on that date, as considered in the consolidated financial statements. These financial statements have been audited by other auditors whose reports have been furnished to us by the management and our opinion on the consolidated financial statements, in so far as it relates to the amounts and disclosures included in respect of these subsidiaries, and our report

in terms of sub-sections (3) and (11) of Section 143 of the Act, in so far as it relates to the aforesaid subsidiaries is based solely on the reports of the other auditors.

Our opinion on the consolidated financial statements above, 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 other auditors.

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 report of other auditors on separate financial statements and the other financial information of subsidiaries, as noted in the "Other Matter" paragraph, 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 of the aforesaid consolidated financial statements.

(b) In our opinion, proper books of accounts as required by law relating to preparation of the aforesaid consolidated financial statements have been kept so far as it appears from our examination of those books and report of other auditors.

(c) The Consolidated Balance Sheet, the Consolidated Statement of Profit and the Consolidated Cash Flow Statement dealt with by this Report are in agreement with the relevant books of accounts maintained for the purpose of preparation of the consolidated financial statements.

(d) In our opinion, the aforesaid consolidated financial statements comply with the Accounting Standards prescribed under Section 133 of the Act, read with Rule 7 of Companies (Accounts) Rule 2014.

(e) On the basis of the written representations received from the directors of the Holding Company as on March 31, 2018 taken on record by the Board of Directors of the Holding Company and the reports of the statutory auditors of its subsidiary companies, incorporated in India, none of the directors of the Group companies incorporated in India is disqualified as on March 31, 2018 from being appointed as a director in terms of Section 164 (2) of the Act.

(f) With respect to the adequacy of the internal financial controls over financial reporting of the Group and the operating effectiveness of such controls refer to our separate Report in "**Annexure A**".

g) With respect to the other matters to be included in the Auditor's Report in accordance with Rule 11 of the Companies (Audit and Auditor's) 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 Financial Statements disclose the impact of pending litigation of the financial position of the Group.

ii. The Group 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 Holding Company and its subsidiary companies incorporated in India.

For **AGRAWAL SUBODH & CO**
Chartered Accountants
Firm Reg. No. 319260E

Subodh Kumar Agrawal
Partner
Membership No. 054670

Place: Kolkata
Date:14.05.2018

Annexure - A

To the Independent Auditor's Report of Even Date on the Consolidated Financial Statements of **Ganges Securities Ltd**.

Report on the Internal Financial Controls 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 financial statements of Ganges Securities Limited as of and for the year ended March 31, 2018 we have audited the internal financial controls over financial reporting of Ganges Securities Ltd (hereinafter referred to as the "Holding Company") and its subsidiary companies, 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 and its subsidiary companies which are companies incorporated in India, are responsible for establishing and maintaining internal financial controls based on the internal control over financial reporting criteria established by the Holding Company considering the essential components of internal control stated in the Guidance Note on Audit of Internal Financial Controls Over Financial Reporting issued by the Institute of Chartered Accountants of India. These responsibilities include the design, implementation and

maintenance of adequate internal financial controls that were operating effectively for ensuring the orderly and efficient conduct of its business, including adherence to the respective company's policies, the safeguarding of its assets, the prevention and detection of frauds and errors, the accuracy and completeness of the accounting records, and the timely preparation of reliable financial information, as required under the Companies Act, 2013.

Auditor's Responsibility

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

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

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

Meaning of Internal Financial Controls over Financial Reporting

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

Inherent Limitations of Internal Financial Controls over Financial Reporting

Because of the inherent limitations of internal financial control 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 and its subsidiary companies which are companies incorporated in India, have, in all material respects, maintained in generally adequate internal financial controls over financial reporting as of March 31, 2018, based on the internal control over financial reporting criteria established by the Company considering the essential components of internal control stated in the Guidance Note on Audit of Internal Financial Controls Over Financial Reporting issued by the Institute of Chartered Accountants of India.

Other Matters

Our aforesaid report under section 143(3) (i) of the Act on the adequacy and operating effectiveness of Internal Financial Controls over Financial Reporting in so far it relates to its two subsidiaries which are companies incorporated in Republic of India, is based on the corresponding report of such company incorporated in Republic of India. Our opinion is not modified in respect of above matters.

For **AGRAWAL SUBODH & CO**
Chartered Accountants
Firm Reg. No. 319260E

Subodh Kumar Agrawal
Partner
Membership No. 054670

Place: Kolkata
Date:14.05.2018

Consolidated Balance Sheet as on 31st March 2018

₹ in lakhs

	Notes	As at March 31, 2018	As at March 31, 2017
EQUITY AND LIABILITIES			
Shareholder's Funds			
Share Capital	5	1,150.37	1,150.37
Reserves and Surplus	6	8,424.85	7,507.57
		9,575.22	**8,657.94**
Non-current Liabilities			
Long-term provisions	7	158.65	122.64
Other Long-term liabilities		29.25	29.25
Deferred tax liability (net)	8	-	7.26
		187.90	**159.15**
Current Liabilities			
Short term borrowing	9	475.00	1,000.00
Trade payables			
- Total outstanding dues of micro enterprises and small enterprises	10	-	-
- Total outstanding dues of creditors other than micro enterprises and small enterprises	10	36.31	41.21
Other current liabilities	11	53.80	53.49
Short Term Provisions	12	201.59	220.60
		766.70	**1,315.30**
Total		**10,529.82**	**10,132.39**
ASSETS			
Non-current Assets			
Fixed Assets			
Property, Plant & Equipments	13	1,043.43	1,011.45
Intangible Assets	13	90.12	135.16
Capital Work-in-progress	13	50.24	75.77
Loans and advances	14	444.01	548.44
Non Currrent Investment	15	3,572.60	3,572.60
		5,200.39	**5,343.42**
Current Assets			
Inventories	16	150.25	135.05
Trade Receivables	17	135.73	97.83
Loans & Advances	18	2,848.77	2,731.78
Cash and bank balances	19	2,082.10	1,685.53
Other current assets	20	112.58	138.78
		5,329.42	**4,788.97**
Total		**10,529.82**	**10,132.39**
Summary of significant accounting policies	4		

The accompanying notes are an integral part of the financial statements.
As per our report of even date

For **Agrawal Subodh & Co.**
Firm Registration No.: 319260E
Chartered Accountants

Subodh Kumar Agrawal
Partner
Membership No.: 054670

Place : Kolkata
Date : 14.05.2018

For and on behalf of the Board of Directors

Chandra Shekhar Nopany
Director
DIN-00014587

Santosh Kumar Poddar
Managing Director
DIN-00055786

Vikash Goyal
Chief Financial Officer

Vijaya Agarwala
Company Secretary

Consolidated Statement of Profit and Loss for the year ended March 31, 2018

₹ in lakhs

	Notes	Year ended March 31, 2018	Year ended March 31, 2017
INCOME			
Revenue from Operations	21	3,226.30	2,751.41
Other Income	22	139.29	129.22
Total (I)		**3,365.59**	**2,880.64**
EXPENSES			
Employee benefits expenses	23	1,359.46	1,232.64
Other expenses	24	681.42	799.82
Decrease / (Increase) in inventories of Finished Goods, Traded Goods and Goods under Process	25	(3.76)	46.92
Total (II)		**2,037.11**	**2,079.39**
Profit / (Loss) before finance costs, tax, depreciation and amortization [(I) - (II)]		**1,328.48**	**801.25**
Depreciation and amortization expenses	26	124.99	123.31
Finance costs	27	81.95	18.15
Profit / (Loss) before tax		**1,121.53**	**659.78**
Current tax		205.58	86.10
Less : Provision for earlier year written back		0.61	-
Deferred tax charge		(7.26)	(11.30)
Total tax expenses		**198.93**	**74.80**
Profit (Loss) after tax		**922.60**	**584.98**
Earnings per equity share	**28**		
[Nominal value of share Rs 10]			
Basic & Diluted		**9.01**	**5.63**
Summary of significant accounting policies	4		

The accompanying notes are an integral part of the financial statements.
As per our report of even date

For **Agrawal Subodh & Co.**
Firm Registration No.: 319260E
Chartered Accountants

Subodh Kumar Agrawal
Partner
Membership No.: 054670

Place : Kolkata
Date : 14.05.2018

For and on behalf of the Board of Directors

Chandra Shekhar Nopany
Director
DIN-00014587

Santosh Kumar Poddar
Managing Director
DIN-00055786

Vikash Goyal
Chief Financial Officer

Vijaya Agarwala
Company Secretary

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

₹ in lakhs

		Year ended March 31, 2018	Year ended March 31, 2017
(A)	**CASH FLOW FROM OPERATING ACTIVITIES:**		
	Profit / (Loss) before tax	**1,121.53**	**659.78**
	Adjustment to reconcile profit / (loss) before tax to net cash flows		
	Depreciation and Amortization expenses	124.99	123.31
	Finance Costs	81.95	0.27
	Gain on tangible assets sold / discarded (net)	-	(10.23)
	Bad debts, irrecoverable claims and advances written off	-	0.01
	Unspent liabilities, provision no longer required and unclaimed balances adjusted	(0.77)	(0.77)
	Dividend & Interest Income	(729.27)	(656.74)
	Cash Generated from Operations	**598.43**	**115.63**
	Direct Taxes Paid	221.24	98.29
	Operating Profit / (Loss) before Working Capital Changes:	**377.19**	**17.34**
	Decrease in Trade Payables	4.90	(3.34)
	Decrease/(increase) in Long-term Provisions	(36.01)	(21.20)
	Increase in Short-term Provisions	(19.00)	203.52
	Increase/(Decrease) in Other Current Liabilities	0.31	(128.03)
	Increase in Trade Receivables	37.90	(1,471.72)
	Increase in Non-current Loans & Advances	104.43	(25.71)
	(Increase)/Decrease in Current Loans & Advances	(116.99)	18.57
	(Increase) in Inventories	(15.20)	66.44
	Increase in Other Current Assets	(26.20)	(13.86)
	Net Cash from Operating Activities	**311.33**	**(1,357.99)**
(B)	**CASH FLOW FROM INVESTING ACTIVITIES :**		
	Proceeds from sale of Tangible Assets	-	13.58
	Purchase of Tangible Assets including CWIP	(38.59)	(129.54)
	Interest Received	247.23	210.57
	Dividend Received	482.04	446.17
	Net Cash from Investing Activities	**690.68**	**540.78**
(C)	**CASH FLOW FROM FINANCING ACTIVITIES :**		
	Issue of Equity Shares	-	-
	Proceeds from Short Term Borrowings	(525.00)	1,000.00
	Interest Paid	(81.95)	(0.27)
	Net Cash used in Financing Activities	**(606.95)**	**999.73**
	Net Changes in Cash & Cash Equivalents (A+B+C)	**395.06**	**182.52**
	Cash & Cash Equivalents at the beginning of the year	1,685.53	41.24
	Add : Transfer pursuant to Scheme of Arrangement	-	1,461.77
	Cash & Cash Equivalents at the end of the year*	**2,082.10**	**1,685.53**

* represents Cash and Bank Balances as indicated in note 19

For **Agrawal Subodh & Co.**
Firm Registration No.: 319260E
Chartered Accountants

Subodh Kumar Agrawal
Partner
Membership No.: 054670

Place : Kolkata
Date : 14.05.2018

For and on behalf of the Board of Directors

Chandra Shekhar Nopany
Director
DIN-00014587

Santosh Kumar Poddar
Managing Director
DIN-00055786

Vikash Goyal
Chief Financial Officer

Vijaya Agarwala
Company Secretary

Notes to Consolidated financial statements as at and for the year ended March 31, 2018

1. Principles of consolidated financial statements

The consolidated financial statements of Ganges Securities Limited ("Company") and its subsidiary companies (collectively referred as "Group") have been prepared on the following basis :

a) The financial statements of the Company and its subsidiaries are combined on a line-by-line basis by adding together the book values of like items of assets, liabilities, income and expenditure, after fully eliminating intra group balances, intra group transactions and any unrealized profit/loss included therein is accordance with Accounting Standard (AS-21) "Consolidated Financial Statements".

b) The consolidated financial statements have been prepared using uniform accounting policies, except stated otherwise, for like transactions and are prepared, to the extent possible, in the same manner as the Company's separate financial statements.

c) The difference between the cost of the Company's investments in the subsidiaries and their respective equity as on the date of investment is treated as Goodwill / Capital Reserve, as the case may be, in the consolidated financial statements.

d) The Subsidiary Companies, being subsidiary pursuant to the composite scheme of arragement became effective, considered in the financial statements are as follows:

Name	Country of Incorporation	% of voting power / ownership as on	
		31/03/18	31/03/17
Cinnatolliah Tea Limited	India	100	100
Uttar Pradesh Trading Company Limited	India	100	100

2. Basis of Preparation

The consolidated financial statements of the Group have been prepared in accordance with generally accepted accounting principles in India (Indian GAAP). The Company has prepared the financial statements to comply in all material respects with the Accounting Standards notified under Section 133 of the Companies Act, 2013, read together with paragraph 7 of the Companies (Accounts) Rules, 2014 and the Companies (Accounting Standards) Amendment Rules, 2016 on an accrual basis under the historical cost convention (except for impact of Scheme of Arrangement taken at book value as detailed in Note 3 below during previous financial year ended 31.03.2017).

3. Scheme of Arrangement

a) As per the Composite Scheme of Arrangement ("the Scheme") approved by the National Company Law Tribunal, all the assets and liabilities of the Tea and investment business undertakings of UGSIL have been transferred to and vested in the Company at their respective book values and thereafter the Tea business undertaking of the Company present in the state of Assam have been transferred to and vested in Cinnatoliah Tea Limited (CTL) at their respective book value as on 1st April, 2015 on a going concern basis from appointed date i.e. 1st April, 2015.

As per the scheme, appointed date as approved by the National Company Law Tribunal was 1st April, 2015 and effective date was 23rd March, 2017 being the date on which the certified copy of the order sanctioning the said scheme was filed with the Registrar of Companies, Kanpur, Uttar Pradesh and Uttarakhand in accordance with the Companies Act, 1956 and applicable provisions of Companies Act, 2013. Accordingly, all related adjustments thereof had been given effect to accounts during the previous financial year 2016-17.

4. Summary of Significant Accounting Policies

a) Use of Estimates

The preparation of financial statements in conformity with Indian GAAP requires the management to make judgments, estimates and assumptions that affect the reported amounts of revenues, expenses, assets and liabilities and the disclosure of contingent liabilities, at the end of the reporting period and the results from operations during the reporting period. Although these estimates are based on the management's best knowledge of current events and actions, uncertainty about these assumptions and estimates could result in the outcomes requiring a material adjustment to the carrying amounts of assets or liabilities in future periods.

b) Property, plant and equipment

Property, plant and equipment are stated at cost less accumulated depreciation and impairment losses determined, if any. The cost comprises the purchase price inclusive of duties, taxes, incidental expenses, erection / commissioning expenses and borrowing costs if capitalisation criteria are met and directly attributable cost of bringing the assets to its working condition for the intended use. Each part of an item of property, plant and

Notes to Consolidated financial statements as at and for the year ended March 31, 2018 (Contd.)

4. Summary of Significant Accounting Policies (Contd.)

equipment with a cost that is significant in relation to the total cost of the item is depreciated separately. This applies mainly to components for machinery. When significant parts of Property, plant and equipment are required to be replaced at intervals, the company recognizes such parts as individual assets with specific useful lives and depreciates them accordingly.

Subsequent expenditure related to an item of property, plant and equipment is added to its book value only if it increases the future benefits from the existing assets beyond its previously assessed standard of performance. All other expenses on an existing Property, plant and equipment, including day-to-day repair and maintenance expenditure and cost of replacing parts, are charged to the statement of profit and loss for the period during which such expenses are incurred.

Gains or losses arising from derecognition of property, plant and equipment are measured as the difference between the net disposal proceeds and the carrying amount of the asset and are recognized in the statement of profit and loss when the asset is derecognized.

Items of spares & stores that meet the definition of property, plant and equipment are capitalised at cost and depreciated over the useful life.

c) Depreciation on Property, plant and equipments

The classification of plant and machinery into continuous and non-continuous process is done as per technical certification and depreciation thereon is provided accordingly.

Depreciation on Property, plant and equipment is provided under Straight Line basis using the rates arrived at based on the useful lives estimated by the management. The company has used the following rates to provide depreciation on its Property, plant and equipment.

Class of Assets	Useful Lives estimated by the management (Years)
Non-factory Buildings	5 to 60
Plant and Equipments	15
Computer and Data Processing Equipments	3 to 6
Furniture and Fixtures	10
Vehicles	8 to 10
Office Equipments	5

Depreciation on Property, plant and equipment added / disposed off during the year is provided on pro-rata basis with reference to the date of addition / disposal.

d) Leases

Operating Lease

Leases where the lessor effectively retains substantially all the risks and benefits of the ownership of the leased assets are classified as operating leases. Operating lease payments are recognized as an expense in the statement of profit and loss on straight line basis over the lease term.

Finance Lease

Assets acquired under lease agreements which effectively transfer to the company substantially all the risks and benefits incidental to ownership of the leased items, are capitalized at the lower of the fair value of the leased property and present value of minimum lease payment at the inception of the lease term and disclosed as leased assets. Lease payments are apportioned between the finance charges and the reduction of the lease liability so as to achieve a constant rate of interest on the remaining balance of their liability. Finance charges are charged directly to the expenses account.

e) Borrowing Costs

Borrowing cost includes interest and amortisation of ancillary costs incurred in connection with the arrangement of borrowings.

Borrowing costs directly attributable to the acquisition or construction of an asset that necessarily takes a substantial period of time to get ready for its intended use are capitalized as part of the cost of the respective asset. All other borrowing costs are expensed in the period they occur.

f) Impairment of Fixed Assets

The carrying amounts of assets are reviewed at each balance sheet date to determine if there is any indication of impairment based on internal/external factors. An impairment loss is recognized wherever the carrying amount of an asset exceeds its recoverable amount which is the greater of the asset's net selling price and value in use. In assessing the value in use, the estimated future cash flows are discounted to their present value using a pre-tax discount rate that reflects current market assessments of the time value of money and risks specific to the asset.

Depreciation is provided on the revised carrying amount of the assets over its remaining useful life.

g) Investments

Investments, which are readily realizable and intended to be held for not more than one year from the date on which such investments are made, are classified as current investments. All other investments are classified as long-term investments.

Notes to Consolidated financial statements as at and for the year ended March 31, 2018 (Contd.)

4. Summary of Significant Accounting Policies (Contd.)

On initial recognition, all investments are measured at cost. The cost comprises purchase price and directly attributable acquisition charges such as brokerage, fees and duties.

Current investments are carried in the financial statements at lower of cost and fair value determined on an individual investment basis. Long-term investments are carried at cost. However, provision for diminution in value is made to recognize a decline other than temporary in the value of the investments.

h) Inventories

Raw Materials, stores and spares are valued at lower of cost and net realizable value. However, these items are considered to be realizable at cost if the finished products, in which they will be used, are expected to be sold at or above cost. Cost of raw materials and stores and spares is determined on annual weighted average method / moving average method.

Goods under process, Finished goods and Standing crop are valued at lower of cost and net realizable value. Goods under process and Finished goods include cost of conversion and other costs incurred in bringing the inventories to their present location and condition based on normal operating capacity. Cost is determined on weighted average basis.

By products, Country crop and Saleable scraps, whose cost is not identifiable, are valued at estimated net realizable value.

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

i) Revenue Recognition

Revenue is recognised to the extent that it is probable that the economic benefits will flow to the Company and the revenue can be reliably measured.

Revenue from sale of goods is recognized when all the significant risks and rewards of ownership of the goods have been passed to the buyer, which usually coincides with delivery of the goods.

Interest income is recognized on a time proportion basis taking into account the amount outstanding and the applicable interest rate.

Dividend income is recognized when the shareholders' right to receive the payment is established by the reporting date.

surrendered to / acquired by the Government due to uncertainty in realisation, are accounted for on acceptance basis.

j) Retirement and other Employee Benefits

Retirement benefits in the form of Provident and Pension Funds are defined contribution schemes and are charged to the statement of profit and loss of the period when the contributions to the respective funds are due. The Group has no obligation other than contributions to the respective funds. The Group recognises contribution payable to the provident fund scheme as an expenditure, when an employee renders the selected service.

Gratuity liability being a defined benefit obligation is provided for on the basis of actuarial valuation on projected unit credit method done at the end of each financial year.

Short term compensated absences are provided for based on estimates.

The Group treats accumulated leave expected to be carried forward beyond twelve months, as long term employee benefit for measurement purposes. Such long-term compensated absences are provided for based on the actuarial valuation using the projected unit credit method at the end of each financial year. The Group does not have an unconditional right to defer its settlement for the period beyond 12 months and accordingly entire leave liability is shown as current liability.

Actuarial gains / losses are immediately taken to the statement of profit and loss and are not deferred.

k) Income taxes

Tax expense comprises of current and deferred tax. Current income tax is measured at the amount expected to be paid to tax authorities in accordance with Income Tax Act, 1961 enacted in India. Deferred income tax reflects the impact of current year timing differences between taxable income and accounting income for the period and reversal of timing differences of earlier years.

The deferred tax for timing differences between the book and tax profit for the period is accounted for using the tax rates and laws that have been enacted or substantively enacted as of the reporting date. Deferred tax asset is recognized only to the extent that there is reasonable certainty that sufficient future taxable income will be available against which such deferred tax asset can be realized. If the company has carry forward unabsorbed depreciation and tax losses, deferred tax asset is recognized only to the extent that there is virtual certainty supported by convincing evidence that sufficient taxable income will be available in future against which such deferred tax asset can be realized.

The carrying amount of deferred tax assets is reviewed at each reporting date. The company writes-down the carrying amount

Notes to Consolidated financial statements as at and for the year ended March 31, 2018 (Contd.)

4. Summary of Significant Accounting Policies (Contd.)

of deferred tax asset to the extent that it is no longer reasonably certain or virtually certain, as the case may be, that sufficient future taxable income will be available against which deferred tax asset can be realised. Any such write-down is reversed to the extent that it becomes reasonably certain or virtually certain, as the case may be, that sufficient taxable income will be available in future.

At each reporting date, the Company re-assesses unrecognized deferred tax assets. It recognizes unrecognized deferred tax assets to the extent that it has become reasonably certain or virtually certain, as the case may be that sufficient future taxable income will be available against which such deferred tax assets can be realized.

l) Segment Reporting

Identification of segments

The Group has identified that its operating segments are the primary segments. The Group's operating businesses are organized and managed separately according to the nature of products, with each segment representing a strategic business unit that offers different products and serves different markets. The analysis of geographical segments is based on the areas in which the customers of the Group are located.

Allocation of common costs

Common allocable costs are allocated to each segment on case to case basis applying the ratio, appropriate to each relevant case. Revenue and expenses which relate to the enterprise as a whole and are not allocable to segments on a reasonable basis are included under the head "Unallocated".

Unallocated items

Unallocated items include general corporate income and expense items which are not allocated to any business segment.

Segment accounting policies

The Group prepares its segment information in conformity with the accounting policies adopted for preparing and presenting the financial statements of the Company as a whole.

m) Earnings Per Share

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

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

n) Cash and Cash Equivalents

Cash and cash equivalents in the cash flow statement comprise of cash at bank and on hand and short-term investments with an original maturity of three months or less.

o) Excise Duty/GST

Excise duty is accounted for at the point of manufacture of goods and accordingly, is considered for valuation of inventory of finished goods and by-products as on the reporting date GST is not shown in accounts seperately.

p) Provisions

A provision is recognized when the company has a present obligation as a result of past event and it is probable that an outflow of resources will be required to settle the obligation, in respect of which a reliable estimate can be made. Provisions made in terms of Accounting Standard 29 are not discounted to its present value and are determined based on the best estimate required to settle the obligation, at the reporting date. These are reviewed at each reporting date and adjusted to reflect the current management estimates.

q) Contingent Liabilities

A contingent liability is a possible obligation that arises from past events whose existence will be confirmed by the occurrence or non-occurrence of one or more uncertain future events beyond the control of the Company or a present obligation that is not recognized because it is not probable that an outflow of resources will be required to settle the obligation. A contingent liability also arises in extremely rare cases where there is a liability that cannot be recognized because it cannot be measured reliably. The Company does not recognize a contingent liability but discloses its existence in the financial statements.

Notes to Consolidated financial statements as at and for the year ended March 31, 2018 (Contd.)

5. Share Capital

₹ in lakhs

		As at March 31, 2018	As at March 31, 2017
(a)	**Authorised shares**		
	1,35,00,000 Equity Shares of ₹ 10 each	1,350.00	1,350.00
	1,50,000 Preference Shares of ₹ 100 each	150.00	150.00
		1,500.00	**1,500.00**
(b)	**Isued,subscribed and fully paid-up shares**		
	1,00,03,687 Equity Shares of ₹ 10 each	1,000.37	1,000.37
	1,50,000 Preference Shares of ₹ 100 each	150.00	150.00
		1,150.37	**1,150.37**

(c) Reconciliation of the shares outstanding at the beginning and at the end of the reporting period

Equity Shares

Particulars	March 31, 2018		March 31, 2017	
	No.	(₹) in Lakhs	No.	(₹) in Lakhs
Equity Shares of ₹10/- each				
Outstanding at the beginning of the Period	1,00,03,687	1,000.37	50,000	5.00
Share cancelled pursuant to the scheme	-	-	-50,000	-5.00
Issued pursuant to the scheme during the year	-	-	1,00,03,687	1,000.37
Outstanding at the end of the Period	**1,00,03,687**	**1,000.37**	**1,00,03,687**	**1,000.37**

Preference Shares

Particulars	March 31, 2018		March 31, 2017	
	No.	(₹) in Lakhs	No.	(₹) in Lakhs
Preference Shares of ₹100/- each				
Outstanding at the beginning of the Period	1,50,000	150.00	-	-
Issued pursuant to the scheme during the year	-	-	1,50,000	150.00
Outstanding at the end of the Period	**1,50,000**	**150.00**	**1,50,000**	**150.00**

Terms / rights attached to Equity Shares

The Company has issued only one class of equity shares having a par value of ₹10 per share. Each holder of equity shares is entitled to one vote per share.

In the event of liquidation of the Company, the holders of equity shares will be entitled to receive remaining assets of the Company, after distribution of all preferential amounts. The distribution to equity shareholders will be in proportion to the amount paid on the shares held by them.

Notes to Consolidated financial statements as at and for the year ended March 31, 2018 (Contd.)

5. Share Capital (Contd.)

Terms of redemption of Preference Shares of ₹ 100 each

The Non-Convertible Cumulative Redeemable Preference Shares (NCCRPS) of ₹100 each carries dividend @ 12.00% per annum.

NCCRPS shall be redeemable at par on 24th September, 2019 being five years and one day from the date of the original allotment i.e. 25th September, 2014 with a right vested to the Board of Directors to redeem it earlier, subject to consent of the lender.

The Dividend is payable at the time of redemption of the NCCRPS. However, the Board reserves the right to pay dividend earlier subject to the availability of the profit.

(d) Details of shareholders holding more than 5% shares in the Company

Equity Shares of ₹ 10.00 each fully paid

Particulars	March 31, 2018		March 31, 2017	
	No.	% holding	No.	% holding
Sil Investments Limited	13,38,430	13.38%	13,38,430	13.38%
Nandini Nopany	7,01,730	7.02%	7,01,730	7.02%
New India Retailing & Investment Limited	8,38,367	8.38%	8,38,367	8.38%
Hargaon Investment & Trading Co. Limited	5,69,252	5.69%	5,69,252	5.69%
Yashovardhan Investment & Trading Co. Limited	5,69,531	5.69%	5,69,531	5.69%

(e) Details of Preference shareholders holding more than 5% shares in the Company

Preference Shares of ₹ 100.00 each fully paid

Particulars	March 31, 2018		March 31, 2017	
	No.	% holding	No.	% holding
12 % Preference Shareholders				
Uttam Commercial Ltd	12750	8.50%	12750	8.50%
Yashovardhan Invt & Trad Co Ltd	63750	42.50%	63750	42.50%
SIL Investments Ltd	9750	6.50%	9750	6.50%
Shital Commercial Ltd	25500	17.00%	25500	17.00%
GMB investment Pvt Ltd	8250	5.50%	8250	5.50%
Hargaon Invt & Trad Co Ltd	21750	14.50%	21750	14.50%
Deepshikha trading Co P Ltd	8250	5.50%	8250	5.50%
Total	**150000**	**100.00%**	**150000**	**100.00%**

Notes to Consolidated financial statements as at and for the year ended March 31, 2018 (Contd.)

6. Reserves and Surplus

₹ in lakhs

Particulars	As at March 31, 2018	As at March 31, 2017
Capital Reserve		
As per last accounts	4,111.33	4,111.33
Arisen from Investment in Subsidiaries	-	-
	4,111.33	**4,111.33**
Capital Redemption Reserve	**30.00**	**30.00**
General Reserve	**286.96**	**286.96**
Reserve Fund		
As per last Accounts	679.79	588.89
Add: Transfer from surplus in the statement of Profit & Loss for the year	112.00	90.90
	791.79	**679.79**
Share Premium	**-**	**-**
Surplus / (Deficit) in the Statement of Profit or Loss		
Balance as per last financial statements	2,399.49	1,943.32
Profit / (Loss) for the year	922.60	584.98
Less : Loss arisen pursuant to Scheme of Arrangement	-	(445.02)
Add: Impact of the scheme related to earlier period	-	407.11
Less : Transfer to Reserve Fund for the year	112.00	90.90
Less : Dividend Tax	5.33	-
Net Surplus / (Deficit) in the Statement of Profit or Loss	**3,204.77**	**2,399.49**
Total Reserves and Surplus	**8,424.85**	**7,507.57**

7. Long Term Provision

₹ in lakhs

Particulars	As at March 31, 2018	As at March 31, 2017
Provision for employee benefits		
Gratuity	150.90	116.74
Leave	7.75	5.90
Bonus	-	-
Total	**158.65**	**122.64**

8. Deferred Tax Liability (net)

₹ in lakhs

Particulars	As at March 31, 2018	As at March 31, 2017
Deferred Tax Liability		
Fixed assets: Impact of difference between tax depreciation and depreciation / amortization charged for the financial reporting	7.26	92.69
	7.26	**92.69**
Deferred Tax Asset		
Expenditure allowable against taxable income in future years	7.26	85.43
	7.26	**85.43**
Net Deferred Tax Liability	**-**	**7.26**

Notes to Consolidated financial statements as at and for the year ended March 31, 2018 (Contd.)

9. Short Term Borrowings

₹ in lakhs

Particulars	As at March 31, 2018	As at March 31, 2017
Loans Liability		
Un Secured (Considered Good)		
From a Body Corporate	475.00	1,000.00
Total	**475.00**	**1,000.00**

The above loan carries interest @ 10.00% p.a and is repayable on Demand.

10. Trade Payables

₹ in lakhs

Particulars	As at March 31, 2018	As at March 31, 2017
Trade payables		
- Total outstanding dues of micro enterprises and small enterprises	-	-
- Total outstanding dues of creditors other than micro enterprises and small enterprises	36.31	41.21
Total	**36.31**	**41.21**

11. Other current liabilities

₹ in lakhs

Particulars	As at March 31, 2018	As at March 31, 2017
Other Liabilities	53.80	53.49
Total	**53.80**	**53.49**

12. Short Term Provisions

₹ in lakhs

Particulars	As at March 31, 2018	As at March 31, 2017
Provision for employee benefits		
Gratuity	20.58	15.92
Leave	6.98	6.15
Bonus	162.98	153.56
	190.54	**175.63**
Other provisions		
For income tax (net of tax)	-	35.38
Provision against standard Assets	11.05	9.59
	11.05	**44.97**
Total	**201.59**	**220.60**

Notes to Consolidated financial statements as at and for the year ended March 31, 2018 (Contd.)

13. Fixed Assets

₹ in lakhs

Particulars	Tangible Assets									Intangible Assets		Capital Work-in-Progress	Total
	Free-hold Land	Lease-hold Land	Build-ings	Plants and Equip-ments	Computer and Data Processing Equip-ments	Furni-ture and Fix-tures	Vehi-cles	Office Equip-ments	Total	Good-will	Total		
Gross block													
At 1 April 2017	17.47	94.55	814.61	738.21	17.53	64.52	136.44	5.21	1,888.54	225.28	225.28	75.77	75.77
Additions	-	-	45.92	63.09	0.92	1.32	-	0.68	111.93	-	-	33.71	33.71
Disposals	-	-	-	-	-	-	-	-	-	-	-	-	-
Transfer to Tangible Assets	-	-	-	-	-	-	-	-	-	-	-	59.24	59.24
At March 31, 2018	**17.47**	**94.55**	**860.53**	**801.30**	**18.45**	**65.84**	**136.44**	**5.89**	**2,000.47**	**225.28**	**225.28**	**50.24**	**50.24**
Depreciation/Amortisation													-
At 1 April 2017	-	94.55	226.18	443.29	15.17	33.97	59.01	4.92	877.09	90.12	90.12	-	-
Charge for the year	-	-	15.76	45.91	1.02	5.21	11.73	0.32	79.95	45.04	45.04	-	-
Disposals	-	-	-	-	-	-	-	-	-	-	-	-	-
At March 31, 2018	**-**	**94.55**	**241.94**	**489.20**	**16.19**	**39.18**	**70.74**	**5.24**	**957.04**	**135.16**	**135.16**	**-**	**-**
Net block													-
At 1 April 2017	**17.47**	**-**	**588.43**	**294.92**	**2.36**	**30.55**	**77.43**	**0.29**	**1,011.45**	**135.16**	**135.16**	**75.77**	**75.77**
At March 31, 2018	**17.47**	**-**	**618.59**	**312.10**	**2.26**	**26.66**	**65.70**	**0.65**	**1,043.43**	**90.12**	**90.12**	**50.24**	**50.24**

14. Long term loans and advances

₹ in lakhs

Particulars	As at March 31, 2018	As at March 31, 2017
(Unsecured, considered good except stated otherwise)		
Loans & Advances	29.25	62.40
Sundry Deposits	31.44	4.50
Other loans and advances		
Balances with Tea Development Account Scheme, 1990	383.32	481.54
Total	**444.01**	**548.44**

Notes to Consolidated financial statements as at and for the year ended March 31, 2018 (Contd.)

15. Non Current Investments (At Cost) (Non Trade)

₹ in lakhs

Particulars	No. of Shares/ Debenture	Face Value (₹)	As at 31st March 2018	As at 31st March 2017
QUOTED :				
Equity Shares (Fully Paid)				
Chambal Fertilisers & Chemicals Ltd.	19,66,795*	10	377.97	377.97
Haryana Oxygen Ltd.	5,000	10	0.50	0.50
New India Retailing & Investment Ltd.	2,85,573	10	341.11	341.11
SIL Investments Ltd.	20,19,339	10	478.36	478.36
Sutlej Textiles & Industries Ltd.	3,04,16,970*	1	593.89	593.89
Manbhawani Investment Ltd.	73,500	10	2.25	2.25
Manavta Holdings Ltd.	73,500	10	2.25	2.25
Avadh Sugar & Enegry Limited	7,39,312 #	10	623.03	623.03
Palash Securities Limited	12,83,234 #	10	1,101.86	1,101.86
			3,521.22	**3,521.22**
UNQUOTED :				
Equity Shares (Fully Paid)				
Taparia Ltd.	3,500	10	0.40	0.40
Shree Vihar Properties Ltd.	2,24,307	10	19.73	19.73
Modern Diagen Services Ltd.	13,196	10	1.32	1.32
Moon Corporation Ltd.	2,874	5	0.39	0.39
India Educational & Research Institutions Pvt. Ltd.	24,500	10	2.45	2.45
Bihar State Financial Corporation Ltd.	60	100	0.06	0.06
Birla Building Ltd.	8,400	10	0.84	0.84
Preference Shares				
Raj Kamal Prakashan P Ltd	50	100	0.05	0.05
			25.24	**25.24**
Equity Shares (Partly Paid)				
Modern Diagen Services Ltd.	13,06,404	10	26.13	26.13
(Rs. 2 paid-up per share)				
			3,572.60	**3,572.60**
AGGREGATE VALUE OF INVESTMENTS				
Quoted			3,521.22	3,521.22
Unquoted			51.37	51.37
			3,572.60	**3,572.60**
Market Value of Quoted Investments			**36,754.92**	**33,971.97**

* 30 lac shares of Sutlej Textile & Industries Ltd & 12, 62, 635 shares of Chambal Fertilizers & Chemicals Ltd. have been pledged in favour of ICICI Bank Limited to secure loan facilities granted by them.

Listed on Stock Exchanges on 28-07-2017. Cost of acquisition of investment are as per certifcate dated June 7, 2017 issued by KPMG.

Notes to Consolidated financial statements as at and for the year ended March 31, 2018 (Contd.)

16. Inventories

₹ in lakhs

Particulars	As at March 31, 2018	As at March 31, 2017
Valued at lower of cost and net realisable value		
Finished goods	71.25	67.49
Stores, chemicals and spare parts etc.	79.00	67.56
Total	**150.25**	**135.05**

17. Trade receivables

₹ in lakhs

Particulars	As at March 31, 2018	As at March 31, 2017
Outstanding for a period exceeding six months from the date they are due for payment		
Unsecured, considered good	1.01	3.18
Considered doubtful	11.82	11.82
	12.83	**15.00**
Less : Provision for doubtful trade receivables	11.82	11.82
	1.01	**3.18**
Other receivables		
Unsecured, considered good	134.73	94.66
	134.73	**94.66**
Total	**135.73**	**97.83**

18. Short term loans and advances

₹ in lakhs

Particulars	As at March 31, 2018	As at March 31, 2017
(Unsecured, considered good except stated otherwise)		
Advances recoverable in cash or in kind or for value to be received or pending adjustments	4.11	4.07
Other loans and advances		
Inter Corporate Deposits	2,700.00	2,653.00
Cenvat Receivable	4.12	-
Advance for New Lift	-	0.55
Prepaid Expenses	11.88	9.49
Security Deposit with Depository Participant	0.02	0.02
Tax Deducted at Source (Net)	2.33	-
Balance with Tea Development Accounts Scheme, 1990	111.93	64.55
Balances with Government Authorities	13.62	0.11
Total	**2,848.77**	**2,731.78**

Notes to Consolidated financial statements as at and for the year ended March 31, 2018 (Contd.)

19. Cash and bank balances

₹ in lakhs

Particulars	As at March 31, 2018	As at March 31, 2017
Cash and cash equivalents		
Balance with banks		
On current accounts	103.48	63.35
On Cash Credit Account	5.76	35.60
On Tea Development Account	0.19	2.35
Cheques / drafts on hand	-	7.08
Cash on hand	5.29	7.14
	114.73	**115.53**
Other bank balances		
Deposits with original maturity of more than three months and not more than twelve months	1,967.37	1,570.00
	1,967.37	**1,570.00**
Total	**2,082.10**	**1,685.53**

20. Other Current Assets

₹ in lakhs

Particulars	As at March 31, 2018	As at March 31, 2017
Other Receivables	43.99	38.19
Interest Accrued on deposits	51.29	52.98
Interest Receivable	17.31	47.60
Total	**112.58**	**138.78**

Notes to Consolidated financial statements as at and for the year ended March 31, 2018 (Contd.)

21. Revenue from operations

₹ in lakhs

Particulars	Year ended March 31, 2018	Year ended March 31, 2017
Revenue from operations		
Dividend Income on Long-term investments	482.04	461.99
Interest on Loan from Body Corporate	247.23	93.39
Sale of products		
Finished goods - Tea	2,475.35	2,175.59
Other operating revenue		
Tea board replanting subsidy	13.61	18.57
Tea waste sale	8.06	1.86
Total	**3,226.30**	**2,751.41**

22. Other income

₹ in lakhs

Particulars	Year ended March 31, 2018	Year ended March 31, 2017
Interest income on		
- Advances, deposits etc.	120.32	117.18
- Interest on Refund from Income Tax Department	0.05	1.04
Rent & Hire Charges	16.75	-
Gain on Tangible Assets sold or discarded (Net)	-	10.23
Miscellaneous Receipts	1.10	0.01
Unspent liabilities, provision no longer required and unclaimed balances adjusted	1.08	0.77
Total	**139.29**	**129.22**

23. Employee benefits expenses

₹ in lakhs

Particulars	Year ended March 31, 2018	Year ended March 31, 2017
Salaries, wages, bonus etc.	1,042.00	947.42
Contribution to provident & other funds	122.47	106.66
Gratuity expenses	40.67	37.25
Employee's welfare expenses	154.31	141.30
Total	**1,359.46**	**1,232.64**

Notes to Consolidated financial statements as at and for the year ended March 31, 2018 (Contd.)

24. Other expenses

₹ in lakhs

Particulars	Year ended March 31, 2018	Year ended March 31, 2017
Rates & Taxes	27.86	27.05
Payment to Internal Auditors	0.20	0.06
Payment to Statutory Auditors		
- Audit fee	5.02	3.04
- In other capacity for certificates and other services	1.41	0.09
Listing Fees	13.29	0.33
Filling Fees	0.53	10.03
Maintenance Charges	18.90	15.73
Professional Fees	22.57	33.93
Printing & Stationery	2.77	0.15
Miscellaneous expenses	79.77	102.82
Service charges	5.94	4.72
Donation	5.00	18.00
Bank Charges	0.01	0.01
Provision for Std Assets	1.47	6.15
Consumption of store and spares	140.14	141.18
Power & Fuel	236.16	232.18
Advertisement Charges	2.57	-
Director Fees	1.25	-
Postage & Telegram	1.52	-
Safe Custody Charges	0.25	-
Repairs to and maintenance of :		
Buildings	16.09	16.21
Machinery	19.33	31.78
Others	0.36	0.95
Rent	2.70	4.41
Cess on Tea	0.95	5.89
Insurance	7.68	7.48
Depository Charges	1.46	-
Commission on sales	30.10	35.72
Freight & forwarding charges etc.	36.03	101.91
Bad debts, irrecoverable claims and advances written off	0.08	0.00
Total	**681.42**	**799.82**

25. Decrease / (Increase) in inventories

₹ in lakhs

Particulars	Year ended March 31, 2018	Year ended March 31, 2017
Inventories at the end of the year		
Finished goods - Tea	71.25	67.49
Inventories at the beginning of the year		
Finished goods - Tea	67.49	114.41
Total	**-3.76**	**46.92**

Notes to Consolidated financial statements as at and for the year ended March 31, 2018 (Contd.)

26. Depreciation and amortisation expenses

₹ in lakhs

Particulars	Year ended March 31, 2018	Year ended March 31, 2017
Depreciation of tangible assets	79.95	78.25
Amortisation of intangible assets	45.04	45.06
Total	**124.99**	**123.31**

27. Finance costs

₹ in lakhs

Particulars	Year ended March 31, 2018	Year ended March 31, 2017
Interest paid on loans	81.95	18.15
Total	**81.95**	**18.15**

28. Earning per Share (EPS)

₹ in lakhs

Particulars	Year ended March 31, 2018	Year ended March 31, 2017
Profit / (Loss) after tax	**922.60**	**584.98**
Dividend on Non-Convertible Cumulative Redeemable Preference Share & tax thereon	21.70	21.66
Net profit / (loss) for calculation of basic and diluted EPS	**900.90**	**563.32**
	Nos.	**Nos.**
Weighted average number of equity shares in calculating basic & diluted EPS	1,00,03,687	1,00,03,687
Earning per equity share (Nominal value of share ₹ 10)		
Basic & Diluted	**9.01**	**5.63**

29. Contingent liabilities

₹ in lakhs

Particulars	Year ended March 31, 2018	Year ended March 31, 2017
Arrear Dividend (including dividend distribution tax) on Non-Convertible Cumulative Redeemable Preference Shares (NCCRPS)	76.19	54.49
Total	**76.19**	**54.49**

30. Leases

Operating lease in CTL

Certain office premises, godowns, cane purchasing centre etc. are held on operating lease. The leases range upto 3 years and are renewable either mutually or at the option of the Company. There is no escalation clause in the lease agreement. There are no restrictions imposed by lease agreements. There are no subleases. The leases are cancellable.

₹ in lakhs

Particulars	As at March 31, 2018	As at March 31, 2017
Lease payments made for the year	2.70	4.41

Notes to Consolidated financial statements as at and for the year ended March 31, 2018 (Contd.)

30. Leases (Contd.)

Operating lease in UPTCL

The Lease agreement dated 26th September 2011 between the company & other Co-Lessee's with The Oudh Sugar Mills Ltd (Lessor) in respect of expenses at Haridwar House, Haridwar in the state of Uttarakhand expired on 30-09-2017. Pending finalisation of terms with new Lessors\Lessee,the assets held in co-share remain with the Company.

31. Gratuity - Defined Benefit Plan

The Company has a defined benefit gratuity plan for the Tea Garden of CTL. Every employee who has completed at least five years or more of service is entitled to Gratuity on terms as per the provisions of The Payment of Gratuity Act, 1972. The Company has got an approved gratuity fund which has taken an insurance policy with Life Insurance Corporation of India (LIC) to cover the gratuity liabilities.

The following tables summarize the components of net benefit expense recognized in the statement of profit and loss and the funded status and amounts recognized in the balance sheet for the plan.

Statement of profit and loss
Net employee benefit expense recognized in employee costs

₹ in lakhs

Particulars	As at March 31, 2018	As at March 31, 2017
Current service cost	18.93	17.78
Interest cost on benefit obligation	22.54	21.93
Expected return on plan assets	(12.89)	(13.90)
Past Service Cost for change in limit to Rs. 20 lakh	20.19	-
Net actuarial (gain) / loss recognized in the year	(8.10)	11.44
Net benefit expense	**40.67**	**37.25**
Actual return on plan assets	13.57	14.80

Balance sheet
Net Benefit liability / (asset)

₹ in lakhs

Particulars	As at March 31, 2018	As at March 31, 2017
Present value of defined benefit obligation	352.20	317.79
Fair value of plan assets	180.72	185.13
Plan liability / (asset)	**171.48**	**132.66**

Changes in the present value of the defined benefit obligation are as follows :

₹ in lakhs

Particulars	As at March 31, 2018	As at March 31, 2017
Opening defined benefit obligation	317.79	300.08
Current service cost	18.93	17.78
Interest cost	22.54	21.93
Plan Amendment	20.19	
Benefits paid	(19.83)	(34.34)
Actuarial (gains) / losses on obligation	(7.42)	12.34
Closing defined benefit obligation	**352.20**	**317.79**

Notes to Consolidated financial statements as at and for the year ended March 31, 2018 (Contd.)

31. Gratuity - Defined Benefit Plan (Contd.)

Changes in the fair value of plan assets are as follows :

₹ in lakhs

Particulars	As at March 31, 2018	As at March 31, 2017
Opening fair value of plan assets	185.13	188.46
Expected return	12.89	13.90
Contributions by employer	1.85	16.21
Benefits paid	-19.83	-34.34
Actuarial gains / (losses)	0.68	0.90
Closing fair value of plan assets	**180.72**	**185.13**

The Company expects to contribute Rs 40 Lakhs (Rs 40 Lakhs) to Gratuity Fund in the next year.

The major categories of plan assets as a percentage of the fair value of total plan assets are as follows :

	Year ended 31.03.2018
Investments with insurer	100%

The principal assumptions are shown below :

	Year ended 31.03.2018
Discount rate	7.62%
Expected rate of return on assets	7.32%
Rate of Increase in Salaries	5.00%
Withdrawal Rates	Varying between 1.80% to 4.20% per annum depending upon the duration and age of the employees

₹ in lakhs

Particulars	March 31, 2018	March 31, 2017
Gratuity		
Defined benefit obligation	352.20	317.79
Plan assets	180.72	185.13
Surplus / (deficit)	(171.48)	(132.66)
Experience (gain) / loss adjustments on plan liabilities	1.57	(0.19)
Experience gain / (loss) adjustments on plan assets	0.68	0.90
Experience gain /loss adjustment on plan liabilities due to change in assumption	(8.99)	-

The estimates of future salary increases considered in actuarial valuation, take account of inflation, seniority, promotion and other relevant factors, such as supply and demand in the employment market.

The overall expected rate of return on assets is determined based on the market prices prevailing on the date, applicable to the year over which the obligation is to be settled.

Defined Contribution Plan:

The Company has recognised the following amount as an expense and included under, "Contribution to Provident & Other Funds."

₹ in lakhs

Particulars	March 31, 2018	March 31, 2017
Contribution to Provident / Pension Funds	122.47	106.66
	122.47	**106.66**

Notes to Consolidated financial statements as at and for the year ended March 31, 2018 (Contd.)

32. Segment information

The primary segment reporting format is determined to be business segments as the company's risks and rates of return are affected predominantly by differences in the products produced. Secondary information is reported geographically. The operating businesses are organized and managed separately according to the nature of the products and services provided, with each segment representing a strategic business unit that offers different products and serves different markets. Accordingly, the Company has identified "Tea" and "Investments" as the operating segments :

Tea - Consists of Tea Manufacturing Business

I**nvestments -** Consists of Interest income from loans and Dividend income from investments in shares & securities.

Business segments

Year ended March 31, 2018

₹ in lakhs

Particulars	Tea	Investments	Total
Revenue from operations (net of Duty)	**2,497.03**	**729.27**	**3,226.30**
Results			
Segment results	413.01	651.19	1,064.20
Unallocated Income / (Expenses) ((net of unallocated expenses / income)			139.29
Operating Profit			**1,203.49**
Finance Costs			81.95
Profit before tax			**1,121.53**
Current tax			205.58
Provision for Tax for ealier year /Deferred Tax			-6.65
Total tax expenses			**198.93**
Profit after tax			**922.60**

₹ in lakhs

Particulars	Tea	Investments	Total
As at March 31, 2018			
Segment assets	1,332.13	9,197.69	10,529.82
Unallocated assets	-	-	-
Total assets			**10,529.82**
Segment liabilities	428.76	525.85	954.61
Unallocated liabilities	-	-	-
Total liabilities			**954.61**
Other segment information			
Capital expenditure			
Property, Plant & Equipment (incl CWIP)	135.59	0.72	136.31
Depreciation	117.58	7.41	124.99

Year ended March 31, 2017

₹ in lakhs

Particulars	Tea	Investments	Total
Revenue from operations (net of Excise Duty)	**2,196.03**	**555.38**	**2,751.41**
Results			
Segment results	75.30	473.41	548.71
"Unallocated Income / (Expenses)			
(net of unallocated expenses / income)"			129.22
Operating Profit			**677.93**
Finance Costs			18.15
Profit before tax			**659.78**
Current tax			86.10
Provision for Tax for ealier year			-11.30
Total tax expenses			**74.80**
Profit after tax			**584.98**

Notes to Consolidated financial statements as at and for the year ended March 31, 2018 (Contd.)

32. Segment information (Contd.)

₹ in lakhs

Particulars	Tea	Investments	Total
As at March 31, 2017			
Segment assets	3,586.71	6,545.68	10,132.39
Unallocated assets	-	-	-
Total assets			**10,132.39**
Segment liabilities	416.67	1,057.78	1,474.45
Unallocated assets	-	-	-
Total liabilities			**1,474.45**
Other segment information			
Capital expenditure			
Property, Plant & Equipment	89.84	14.04	103.88
Depreciation	115.90	7.41	123.31

33. Related Party Disclosures :

Enterprises owned or significantly influenced by Key management personnel or their relatives	Avadh Sugar & Energy Limited Magadh Sugar & Energy Limited SIL Investments Ltd
Key Management Personnel / Director:	Smt Nandini Nopany - Director of Uttar Pradesh Trading Co Ltd (Subsidiary Co.) Shri Chandra Shekhar Nopany -Director Shri Santosh Kumar Poddar-Managing Director of CTL & GSL Ms Vijaya Agarwala - Company Secretary Mr. Vikash Goyal - Chief Financial Officer
Relative of Key Management Personnel	Smt Shalini Nopany- Wife of Shri Chandra Shekhar Nopany

Transaction With Related parties

a. Loans / Inter-corporate deposits taken and repayment thereof

₹ in lakhs

	Year ended	Loan taken / Transaction during the year	Interest accrued / paid	Amount owned to related parties
Enterprises owned or significantly influenced by Key management personnel or their relatives				
SIL Investments Limited	31/03/18	-650.00	81.43	350.00
	31/03/17	1,000.00	17.88	1,000.00

b. Receivable / Payable outstanding (incl Security Deposit)

₹ in lakhs

	Year ended	Amount owned by related parties	Amount owned to related parties
Enterprises owned or significantly influenced by Key management personnel or their relatives			
Avadh Sugar & Energy Limited	31/03/18	-	-
	31/03/17	1.62	-
Magadh Sugar & Energy Limited	31/03/18	-	-
	31/03/17	-	1.31

Notes to Consolidated financial statements as at and for the year ended March 31, 2018 (Contd.)

33. Related Party Disclosures (Contd.)

c. Loans / Inter-corporate deposits given and receipts thereof

₹ in lakhs

	Year ended	Loan given / Transaction during the year	Interest accrued/ received	Amount owned by related parties
Enterprises owned or significantly influenced by Key management personnel or their relatives				
Avadh Sugar & Energy Limited	31/03/18	-2,178.00	240.02	475.00
	31/03/17	2,653.00	93.39	2,653.00
Magadh Sugar & Energy Limited	31/03/18	2,225.00	7.22	2,225.00
	31/03/17	-	-	-

d. Other Reciepts

₹ in lakhs

	Year ended	Rent Received	Dividend Recd (incl on Pref Shares)
Enterprises owned or significantly influenced by Key management personnel or their relatives			
Avadh Sugar & Energy Limited	31/03/18	12.50	14.79
	31/03/17	-	-
SIL Investments Limited	31/03/18	-	30.29
	31/03/17	-	25.24

34. The disclosure of net assets and share in profit or loss percentage of the Holding Company and Subsidiary Companies pursuant to Schedule III of the Companies Act, 2013 is as under:

₹ in lakhs

Name of the entity in the Consolidation Financial Statements	Net Assets i.e. Total Assets minus Total Liabilities		Share in Profit or Loss	
	As % of Consolidated net assets	Amount (₹ in lakhs)	As % of Consolidated profit or loss	Amount (₹ in lakhs)
1	2	3	4	5
Parent:				
Ganges Securities Limited	49.90%	4,777.70	-2.09%	(19.25)
Subsidiaries:				
Cinnatolliah Tea Limited	9.71%	929.54	41.45%	382.38
Uttar Pradesh Trading Company Limited	40.40%	3,867.97	60.64%	559.47
Total	**100.00%**	**9,575.21**	**100.00%**	**922.60**

35. A dividend of ₹ 0.10 per equity share of ₹10/- each for the year ended 31st March 2018 has been proposed by CTL subject to necessary approval from the Shareholders at the forthcoming Annual General Meeting. During the last financial year, CTL had paid a dividend @ 0.10 paise per share amounting to ₹ 26,17,540/-.

36. The current year's figures are not comparable with the previous year's figures. Previous year's figures including those given in brackets have been regrouped / rearranged wherever necessary.

For **Agrawal Subodh & Co.**
Firm Registration No.: 319260E
Chartered Accountants

Subodh Kumar Agrawal
Partner
Membership No.: 054670

Place : Kolkata
Date : 14.05.2018

For and on behalf of the Board of Directors

Chandra Shekhar Nopany
Director
DIN-00014587

Santosh Kumar Poddar
Managing Director
DIN-00055786

Vikash Goyal
Chief Financial Officer

Vijaya Agarwala
Company Secretary

BOOK POST

If undelivered, please return to

GANGES SECURITIES LIMITED

CIN: L74120UP2015PLC069869

Birla Building 5th Floor 9/1 R.N. Mukherjee Road Kolkata 700 001

Telephone : +91 33 2243 0497/8 Fax : +91 33 2248 6369

Email : birlasugar@birla-sugar.com | Website : www.birla-sugar.com

concept, design & print | anderson augmenting print | +91 9831778971