

Statement of Audited Consolidated and Standalone Financial Result for the period ended 31.03.2018

(₹ in Lakhs)

| Sr. No. | Particulars | CONSOLIDATED | | | | | STANDALONE | | | | |
|------------|--|--------------------------|----------------------------|--------------------------|---|---|--------------------------|----------------------------|--------------------------|---|---|
| | | Quarter ended on | | | Audited 12 Months ended from April 2017- Mar.2018 | Audited 12 Months ended from April 2016- Mar.2017 | Quarter ended on | | | Audited 12 Months ended from April 2017- Mar.2018 | Audited 12 Months ended from April 2016- Mar.2017 |
| | | 31-Mar-2018 (Audited) | 31-Dec-2017 (Unaudited) | 31-Mar-2017 (Audited) | | | 31-Mar-2018 (Audited) | 31-Dec-2017 (Unaudited) | 31-Mar-2017 (Audited) | | |
| 1 | Revenue | | | | | | | | | | |
| | a) Net Sales / Income from Operations | 1,644.72 | 517.60 | 160.61 | 2,320.36 | 242.94 | 1,644.72 | 517.60 | 160.61 | 2,320.36 | 242.94 |
| | b) Other Income | 26.24 | 11.12 | (16.94) | 83.93 | 286.21 | 26.23 | 11.12 | (16.94) | 83.93 | 286.21 |
| | Total Revenue | 1,670.96 | 528.72 | 143.67 | 2,404.29 | 529.15 | 1,670.95 | 528.72 | 143.67 | 2,404.29 | 529.15 |
| 2 | Expenses : | | | | | | | | | | |
| | a) Cost of Material Consumed | 433.59 | 364.28 | 56.16 | 1,072.85 | 231.46 | 433.59 | 364.28 | 56.16 | 1,072.85 | 231.46 |
| | b) Purchase of stock-in-trade | 839.32 | 34.65 | 33.41 | 914.90 | 33.41 | 839.32 | 34.65 | 33.41 | 914.90 | 33.41 |
| | c) Changes in inventories of Finished goods, work-in-progress and stock-in-trade | 92.42 | 40.91 | (8.32) | 16.86 | (102.19) | 92.42 | 40.91 | (8.32) | 16.86 | (102.19) |
| | d) Employee benefits expense | 201.07 | 143.69 | 212.16 | 563.35 | 389.39 | 201.07 | 143.69 | 212.16 | 563.35 | 389.39 |
| | e) Finance Costs | 172.28 | 129.94 | 127.69 | 585.78 | 615.38 | 172.28 | 129.94 | 127.69 | 585.78 | 615.38 |
| | f) Depreciation and amortisation expenses | 76.90 | 95.92 | 256.70 | 355.31 | 985.47 | 76.78 | 95.92 | 256.58 | 355.20 | 985.36 |
| | g) Administrative & Other Expenses | 391.16 | 233.34 | 101.93 | 1,021.76 | 252.82 | 390.97 | 233.34 | 101.93 | 1,021.57 | 252.82 |
| | Total - 2 | 2,206.73 | 1,042.73 | 779.73 | 4,530.81 | 2,405.74 | 2,206.43 | 1,042.73 | 779.61 | 4,530.51 | 2,405.63 |
| 3 | Profit/(Loss) before exceptional and tax items | (535.77) | (514.01) | (636.05) | (2,126.52) | (1,876.59) | (535.48) | (514.01) | (635.94) | (2,126.22) | (1,876.48) |
| 4 | Exceptional Items | | | 93.06 | | 32.51 | | | 93.06 | | 32.51 |
| 5 | Profit/(Loss) before extraordinary item and tax | (535.77) | (514.01) | (542.99) | (2,126.52) | (1,844.09) | (535.48) | (514.01) | (542.88) | (2,126.22) | (1,843.97) |
| 6 | Extra ordinary itmes | | | | | | | | | | |
| 7 | Profit/(Loss) from ordinary activities before tax | (535.77) | (514.01) | (542.99) | (2,126.52) | (1,844.09) | (535.48) | (514.01) | (542.88) | (2,126.22) | (1,843.97) |
| 8 | Tax Expenses | | | | | | | | | | |
| | Current Tax | - | - | - | - | - | - | - | - | - | - |
| | Deferred Tax | - | - | - | - | - | - | - | - | - | - |
| | Tax Adjustment of earlier years | - | - | - | - | - | - | - | - | - | - |
| | Total Tax Expenses | - | - | - | - | - | - | - | - | - | - |
| 9 | Profit/(Loss) before share in Net Profit/(Loss) of Associates | (535.77) | (514.01) | (542.99) | (2,126.52) | (1,844.09) | (535.48) | (514.01) | (542.88) | (2,126.22) | (1,843.97) |
| 10 | Add: Shares in Net Profit of Associates | | | | | | | | | | |
| 11 | Profit/(Loss) for ther period | (535.77) | (514.01) | (542.99) | (2,126.52) | (1,844.09) | (535.48) | (514.01) | (542.88) | (2,126.22) | (1,843.97) |
| | Paid-up equity share Capital (Face Value of Rs.10/- each) | 7,422 | 7,422 | 7,422 | 7,422 | 7,422 | 7,407 | 7,407 | 7,407 | 7,407 | 7,407 |
| | Reserves excluding revaluation reserves as per balance sheet of the previous accounting year | - | - | - | 108.08 | 2,249.05 | - | - | - | 113.97 | 1,854.72 |
| | Earning Per Share (before extraordinary items) (of ₹.10/- each) | | | | | | | | | | |
| | a) Basic EPS | (0.07) | (0.68) | (0.73) | (0.28) | (2.48) | (0.72) | (0.69) | (0.73) | (2.86) | (2.48) |
| | b) Diluted EPS | (0.07) | (0.68) | (0.73) | (0.28) | (2.48) | (0.72) | (0.69) | (0.73) | (2.86) | (2.48) |

1. The above results have been reviewed by the Audit Committee and were approved and taken on record by the Board of Directors in the Board Meeting held on 30.05.2018.
2. The Financial results have been audited by the Statutory Auditors as required under Regulation 33 of SEBI (Listing and Disclosure Requirments) Regulations ,2015.
3. There were no investors' complaint pending at the beginning of the quarter.During the quarter ended 31.03.2018 The Company recevied no Complaint from the Investor . There is no complaint pending at the quarter ended 31.03.2018.
4. Figures have been re-grouped and re-arranged wherever necessary.

Place : MUMBAI
Date : 30.05.2018



For PRAG BOSIMI SYNTHETICS LTD.


MANAGING DIRECTOR

PRAG BOSIMI SYNTHETICS LTD.
Registered Office : House No.4, Nilgiri Path,
R. G. Baruah Road, Near Dooradarsan Guwahati - 781 024.
Statements of Assets and Liabilities as at 31.3.2018

(₹ in Lakhs)

| Particulars | Consolidated | | Standalone | |
|-------------------------------------|-----------------------|-----------------------|-----------------------|-----------------------|
| | As on | As on | As on | As on |
| | March 31, 2018 | March 31, 2017 | March 31, 2018 | March 31, 2017 |
| | ₹ | ₹ | ₹ | ₹ |
| Assets | | | | |
| Non-current Assets | | | | |
| (a) Property, Plant and Equipment | 2,09,13,45,514 | 2,06,46,50,898 | 2,09,12,84,574 | 2,06,45,78,332 |
| (b) Capital work-in-progress | 13,21,88,847 | 6,27,22,661 | 82,63,879 | 20,63,933 |
| (c) Financial Assets | | | | |
| (i) Investments | - | - | 24,47,660 | 12,49,910 |
| (ii) Trade Receivables | 4,17,97,186 | 57,96,941 | 4,17,97,186 | 57,96,941 |
| (iii) Loans | 18,67,63,340 | 18,62,99,943 | 18,67,58,340 | 18,62,99,943 |
| (d) Deferred Tax Assets (Net) | - | - | - | - |
| (e) Other Non-Current Assets | 1,24,90,327 | 1,23,88,327 | 1,24,90,327 | 1,23,88,327 |
| | 2,46,45,85,214 | 2,33,18,58,770 | 2,34,30,41,966 | 2,27,23,77,386 |
| Current Assets | | | | |
| (a) Inventories | 11,63,41,632 | 11,56,73,237 | 11,63,41,632 | 11,56,73,237 |
| (b) Financial Assets | | | | |
| (i) Investments | 12,67,54,422 | 26,40,70,735 | 11,32,54,422 | 26,40,70,735 |
| (ii) Trade Receivables | 13,11,38,099 | 1,13,64,760 | 13,11,38,099 | 1,13,64,760 |
| (iii) Cash and Cash Equivalents | 68,47,325 | 2,38,93,353 | 38,28,080 | 2,12,78,711 |
| (iv) Loans | 4,59,85,088 | 3,84,92,415 | 3,24,65,768 | 3,13,72,777 |
| (c) Other Current Assets | 23,83,912 | 34,88,904 | 20,05,028 | 31,10,020 |
| | 42,94,50,478 | 45,69,83,404 | 39,90,33,029 | 44,68,70,240 |
| Total Assets | 2,89,40,35,692 | 2,78,88,42,174 | 2,74,20,74,995 | 2,71,92,47,626 |
| Equity & Liabilities | | | | |
| Equity | | | | |
| (a) Equity Share capital | 91,30,70,050 | 74,12,89,950 | 89,84,03,300 | 74,07,03,300 |
| (b) Other Equity | 1,08,07,707 | 22,49,05,057 | 1,13,97,160 | 18,54,72,381 |
| | 92,38,77,757 | 96,61,95,007 | 90,98,00,460 | 92,61,75,681 |
| Liabilities | | | | |
| Non-current liabilities | | | | |
| (a) Financial Liabilities | | | | |
| (i) Borrowings | 1,47,13,66,204 | 1,50,17,10,793 | 1,24,40,75,256 | 1,27,97,39,793 |
| (ii) Trade Payables | 3,77,98,954 | 1,71,07,098 | 3,77,98,954 | 1,71,07,098 |
| (b) Provisions | 1,26,23,053 | 58,04,770 | 1,23,00,438 | 58,04,770 |
| (c) Other Non-Current Liabilities | 16,32,31,204 | 4,92,83,584 | 6,28,16,792 | 4,92,80,639 |
| | 1,68,50,19,414 | 1,57,39,06,245 | 1,35,69,91,439 | 1,35,19,32,300 |
| Current Liabilities | | | | |
| (a) Financial Liabilities | | | | |
| (i) Borrowings | 11,71,00,730 | 14,83,09,913 | 32,22,79,848 | 35,78,79,082 |
| (ii) Trade Payables | 12,14,50,538 | 7,33,28,277 | 11,48,91,820 | 6,39,61,144 |
| (b) Provisions | 1,84,59,552 | 90,31,861 | 1,84,04,674 | 88,91,571 |
| (c) Other Current Liabilities | 2,81,27,701 | 1,80,70,871 | 1,97,06,754 | 1,04,07,849 |
| | 28,51,38,520 | 24,87,40,922 | 47,52,83,095 | 44,11,39,645 |
| Total Equity and Liabilities | 2,89,40,35,692 | 2,78,88,42,174 | 2,74,20,74,995 | 2,71,92,47,626 |

Place : MUMBAI
Date : 30.05.2018

For PRAG BOSIMI SYNTHETICS LTD.



MANAGING DIRECTOR

INDEPENDENT AUDITORS' REPORT

TO,

THE MEMBERS OF PRAG BOSIMI SYNTHETICS LIMITED

Report on the Consolidated Ind AS Financial Statements

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

Management's Responsibility for the Consolidated Ind AS Financial Statements

The Holding Company's Board of Directors is responsible for the preparation of these consolidated Ind AS 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 including other comprehensive income, consolidated cash flows and consolidated statement of changes in equity of the Group and its associates in accordance with accounting principles generally accepted in India, including the Indian Accounting Standards prescribed under Section 133 of the Act read with relevant rules issued thereunder. The respective Board of Directors of the companies included in the Group and of its associates are responsible for maintenance of adequate accounting records in accordance with the provisions of the Act for safeguarding the assets of the Group and its associates 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 design, implementation and maintenance of adequate internal financial controls, that were operating effectively for ensuring the accuracy and completeness of the accounting records, relevant to the preparation and presentation of the consolidated financial statements that give a true and fair view and are free from material misstatement, whether due to fraud or error, which have been used for the purpose of preparation of the consolidated financial statements by the Directors of the Holding Company, as aforesaid.



(Accounting Standards) Rules, 2006 audited by the predecessor auditor whose report for the year ended 31ST March, 2017 and 31ST March, 2016 respectively expressed an unmodified opinion on those consolidated financial statements, as adjusted for the differences in the accounting principles adopted by the Group on transition to Ind AS, which have been audited by M.H. Dalal & Associates, Chartered Accountants, one of the joint auditor of the company with respect to the Holding Company and by other auditor with respect to the subsidiary and associate as noted in paragraph (b) below. Our opinion is not modified in respect of this matter.

- b. We did not audit the financial statements of 2 subsidiaries whose financial statements reflects total assets of ₹ 25,18,280- and net assets of ₹ 25,18,280/- as at 31ST March, 2018, total revenue of ₹. Nil and net cash outflow of ₹. Nil for the year ended on that date, as considered in the consolidated Ind AS financial statements. The consolidated Ind AS financial statements also include the Group's share of net loss of ₹. 30,076/- for the year ended 31ST March, 2018, as considered in the consolidated Ind AS financial statements, in respect of one associate company, whose financial statement has not been audited by us. These financial statement has been audited by other auditor whose reports have been furnished to us by the management and our opinion on the consolidated Ind AS financial statements, in so far as it relates to the amounts and disclosures included in respect of these 2 subsidiaries and 1 associate and our report in terms of Section 143 (3) of the Act, in so far as it relates to the aforesaid 2 subsidiaries and 1 associate, is based solely on the reports of the other auditor.

Report on Other Legal and Regulatory Requirements

1. As required by section 143(3) of the Act and based on our audit, we report that:
- (a) We have sought and obtained all the information and explanations which to the best of our knowledge and belief were necessary for the purposes of our audit of aforesaid consolidated Ind AS financial statements;
 - (b) In our opinion, proper books of account as required by law have been kept by the Group so far as it appears from our examination of those books;
 - (c) The Consolidated Balance Sheet, the Consolidated Statement of Profit and Loss, the Consolidated Cash Flow Statement and the Consolidated statement of changes in equity dealt with by this report are in agreement with the relevant books of account maintained for the purpose of preparation of the Consolidated Ind AS Financial Statement;
 - (d) In our opinion, the aforesaid consolidated Ind AS financial statements comply with the Indian Accounting Standards specified under Section 133 of the Act, read with relevant rules issued thereunder;
 - (e) On the basis on written representations received from the directors of the Holding Company as on 31st March 2018 taken on record by the Board of Directors of the Holding Company and the reports of the statutory auditors of its subsidiary companies and a associate company incorporated in India, none of the directors of the Group companies and its associate incorporated in India is



disqualified as on 31st March 2018 from being appointed as a director of that company in terms of section 164 (2) of the Act; and

- (f) With respect to the adequacy of internal financial controls over financial reporting of the Group and its associate company and the operating effectiveness of such controls, refer to our separate report in "Annexure A". Our report expresses an unmodified opinion on the adequacy and operating effectiveness of the Company's internal financial controls over financial reporting; and
- (g) With respect to the other matters to be included in the Auditor's Report in accordance with the Rule 11 of the Companies (Audit and Auditor's) Rules, 2014, in our opinion and to the best of our information and according to the explanations given to us and based on the consideration of the report of other auditor on separate financial statements as also the other financial information of the subsidiaries and a associate, as noted in the 'Other Matters' paragraph:
- i. The Group and its associate did not have any pending litigations which would impact its financial position.
 - ii. The Group and its associate did not have any long-term contracts including derivative contracts for which there were any material foreseeable losses.
 - iii. There has not been an occasion in case of the Group and its associate during the year ended 31st March, 2018 to transfer any sums to the Investor Education and Protection Fund. Hence, the question of delay in transferring such sums does not arise.

For M.H. Dalal & Associates
Chartered Accountants
Firm Reg. No.112449W



Devang M. Dalal
Partner
Membership No. 109049

For AMD & Associates
Chartered Accountants
Firm Regn.No.318191E

Debashish Bordoloi
Partner
Membership No. 68018

Mumbai
May 30, 2018



Annexure - A to the Independent Auditors' Report

(Referred to in paragraph 2(f) under 'Report on Other Legal and Regulatory Requirements' of our report of even date)

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

We have audited the internal financial controls over financial reporting of **Prag Bosimi Synthetics Limited** (hereinafter referred to as "the Holding Company") and its subsidiaries (the Holding Company and its subsidiaries together referred to as "the Group") as at 31st March, 2018 in conjunction with our audit of the consolidated Ind AS financial statements of the Group for the year ended on that date.

Management's Responsibility for Internal Financial Controls

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

Auditors' Responsibility

Our responsibility is to express an opinion on the 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. Those Standards and the Guidance Note require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether adequate internal financial controls over financial reporting was established and maintained and if such controls operated effectively in all material respects.

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

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



Meaning of Internal Financial Controls over Financial Reporting

A company's internal financial control over financial reporting is a process designed to provide reasonable assurance regarding the reliability of financial reporting and the preparation of financial statements for external purposes in accordance with generally accepted accounting principles. A company's internal financial control over financial reporting includes those policies and procedures that (1) pertain to the maintenance of records that, in reasonable detail, accurately and fairly reflect the transactions and dispositions of the assets of the company; (2) provide reasonable assurance that transactions are recorded as necessary to permit preparation of financial statements in accordance with generally accepted accounting principles, and that receipts and expenditures of the company are being made only in accordance with 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.

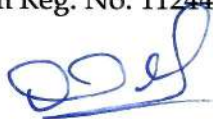
Inherent Limitations of Internal Financial Controls Over Financial Reporting

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, to the best of our information and according to the explanations given to us, the Group and its associates have, in all material respects, an adequate internal financial controls system over financial reporting and such internal financial controls over financial reporting were operating effectively as at 31st March, 2018, based on the internal control over financial reporting criteria established by the respective 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 M.H. Dalal & Associates
Chartered Accountants
Firm Reg. No. 112449W



Devang M. Dalal
Partner
Membership No. 109049

For AMD & Associates
Chartered Accountants
Firm Reg. No. 318191E

Debashish Bordoloi
Partner
Membership No. 68018

Mumbai
May 30, 2018



INDEPENDENT AUDITORS' REPORT

**TO,
THE MEMBERS OF PRAG BOSIMI SYNTHETICS LIMITED**

Report on the Standalone Ind AS Financial Statements

We have audited the accompanying standalone Ind AS financial statements of **PRAG BOSIMI SYNTHETICS LIMITED**, which comprise the Balance Sheet as at 31st March, 2018, the Statement of Profit and Loss (including Other Comprehensive Income), the Statement of Cash Flows and the statement of Changes in Equity for the year then ended, and a summary of the significant accounting policies and other explanatory information.

Management's Responsibility for the Standalone Ind AS Financial Statements

The Company's Board of Directors is responsible for the matters stated in section 134(5) of the Companies Act, 2013 ("the Act") with respect to the preparation of these Standalone Ind AS financial statements that give a true and fair view of the financial position, financial performance including other comprehensive income, cash flows and changes in equity of the Company in accordance with the accounting principles generally accepted in India, including the Indian Accounting Standards (Ind AS) prescribed under Section 133 of the Act read with rules issued thereunder.

This responsibility also includes maintenance of adequate accounting records in accordance with the provisions of the Act for safeguarding the assets of the Company and for preventing and detecting frauds and other irregularities; selection and application of appropriate accounting policies; making judgments and estimates that are reasonable and prudent; and design, implementation and maintenance of adequate internal financial controls, that were operating effectively for ensuring the accuracy and completeness of the accounting records, relevant to the preparation and presentation of the standalone Ind AS 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 standalone Ind AS financial statements based on our audit.

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

We conducted our audit of standalone Ind AS financial statements in accordance with the Standard on Auditing specified u/s 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 standalone Ind AS financial statements are free from material misstatement.

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

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

Opinion

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

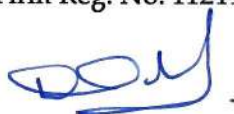
Report on Other Legal and Regulatory Requirements

1. As required by the Companies (Auditor's Report) Order, 2016 ("the Order") issued by the Central Government in terms of sub-section (11) of section 143 of the Act, we give in the "Annexure A", a statement on matters specified in the paragraph 3 and 4 of the Order.
2. As required by section 143(3) of the Act, we report that:
 - a) We have sought and obtained all the information and explanations which to the best of our knowledge and belief were necessary for the purposes of our audit;
 - b) In our opinion, proper books of account as required by law have been kept by the company so far as it appears from our examination of those books;
 - c) The Balance Sheet, the Statement of Profit and Loss, the statement of Cash flows and the statement of changes in equity dealt with by this Report are in agreement with the books of account;
 - d) In our opinion, the aforesaid standalone Ind AS financial statements comply with the Accounting Standards specified u/s 133 of the Act, read with relevant rules issued thereunder.



- e) On the basis on written representations received from the directors as on 31st March 2018 taken on record by the Board of Directors, none of the directors is disqualified as on 31st March 2018 from being appointed as a director in terms of section 164 (2) of the Act; and
- 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". Our report expresses an unmodified opinion on the adequacy and operating effectiveness of the Company's internal financial controls over financial reporting.
- g) With respect to the other matters to be included in the Auditor's Report in accordance with the Rule 11 of the Companies (Audit and Auditor's) Rules, 2014, in our opinion and to the best of our information and according to the explanations given to us:
- i. The Company does not have any pending litigations which would impact its financial position.
 - ii. The Company did not have any long-term contracts including derivative contracts for which there were any material foreseeable losses.
 - iii. There has not been an occasion in case of the Group during the year ended 31st March, 2018 to transfer any sums to the Investor Education and Protection Fund. Hence, the question of delay in transferring such sums does not arise.

For M.H Dalal & Associates
Chartered Accountants
Firm Reg. No. 112449W



Devang M. Dalal
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Mumbai
May 30, 2018



Annexure -A to the Independent Auditors' Report

With reference to the Annexure referred to in the Independent Auditor's Report on the Standalone Ind AS financial statements for the year ended 31st March, 2018, we report the following:

i. In respect of its Fixed Assets:

- (a) The Company has maintained proper records showing full particulars, including quantitative details and situation of fixed assets.
- (b) The assets have been physically verified by the management in accordance with the phased programmed of verification adopted by the Company. In our opinion, the frequency of the verification is reasonable having regard to the size of the Company and nature of fixed assets. No material discrepancies have been noticed in respect of the assets physically verified during the year.
- (c) Title Deeds of immovable properties are held in the name of the company.

ii. In respect of its Inventories:

As explained to us, the inventories were physically verified during the year by the Management at reasonable intervals. Inventory lying with the third parties and in transit have been verified by the management with reference to the confirmation received from them and/or subsequent receipt of goods.

- iii. In our opinion and according to information and explanations given to us, the Company has not granted any loans, secured or unsecured to companies, firms, limited liability partnerships or other parties covered in the register maintained under section 189 of the Companies Act, 2013. Accordingly, paragraph 3(iii) of the Order is not applicable to the company.
- iv. According to the information and explanations given to us and on the basis of examination of the records of the Company, the Company has complied with the provisions of Section 185 and 186 of the Companies Act, 2013, with respect to the loans and investments made, and guarantees and security provided by it.
- v. The Company has not accepted any deposits from the public in accordance with the provisions of Sections 73 to 76 of the Companies Act, 2013 and the Rules framed there under.
- vi. The Central Government has not prescribed the maintenance of cost records under Section 148(1) of the Act for the Company.



- vii. a) According to the information and explanations given to us and on the basis of examination of the records of the Company, there is following undisputed amounts payable in respect of aforesaid dues for a period exceeding six months from the date of becoming due as on 31st March, 2018:

| The Act applicable | Details of outstanding Amount | Amount (₹ in Lakhs) |
|--|-------------------------------|---------------------|
| The Assam Professions, Trades, Callings and Employments Taxation Act, 1947 | Professional Tax | 16.19 |

b) According to the information and explanations given to us and on the basis of examination of the records of the Company, there are no dues of income tax or sales tax or service tax or duty of customs or duty of excise or value added tax, which have not been deposited on account of any dispute..

- viii. Based on our audit procedures and as per the information and explanations given by the management, we are of the opinion that the company has not defaulted in repayment of loans and borrowings to a financial institution, banks, government or dues to debenture holders.
- ix. The Company did not raise any money by way of initial public offer or further public offer (including debt instruments) and not obtained term loans during the year. Accordingly, paragraph 3(ix) of the Order is not applicable.
- x. According to the information and explanations given to us, no material fraud by the Company or on the Company by its officers or employees have been noticed or reported during the course of our audit.
- xi. The managerial remuneration has been paid or provided in accordance with the provisions of Section 197 read with Schedule V of the Act. The provision of Section 197 read with schedule 5 to the Companies Act, 2013 is not applicable to the Company. Accordingly, paragraph 3(xi) of the Order is not applicable.
- xii. In our opinion and according to the information and explanations given to us, the Company is not a Nidhi company. Accordingly, paragraph 3(xii) of the Order is not applicable to the Company.



- xiii. According to the information and explanations given to us and based on our examination of the records of the Company, there are no transactions with the related parties. Accordingly, paragraph 3(xiii) of the Order is not applicable to the Company.
- xiv. According to the information and explanations given to us and based on our examination of the records of the Company, the Company has not made any preferential allotment or private placement of shares or fully or partly convertible debentures during the year.
- xv. According to the information and explanations given to us and based on our examination of the records of the Company, the Company has not entered into any non-cash transactions with its directors or persons connected with him. Accordingly, paragraph 3(xv) of the Order is not applicable to the Company.
- xvi. The Company is not required to be registered under Section 45-IA of the Reserve Bank of India Act, 1934. Accordingly, paragraph 3(xvi) of the Order is not applicable to the Company.

For M.H. Dalal & Associates
Chartered Accountants
Firm Reg. No. 112449W



Devang M. Dalal
Partner
Membership No. 109049

For AMD & Associates
Chartered Accountants
Firm Reg. No. 318191E

Debashish Bordoloi
Partner
Membership No. 68018

Mumbai
May 30, 2018



Annexure – B to the Independent Auditors' Report

(Referred to in paragraph 2(f) under 'Report on Other Legal and Regulatory Requirements' of our report of even date)

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

We have audited the internal financial controls over financial reporting of **Prag Bosimi Synthetics Limited** ("the Company") as of 31st March, 2018 in conjunction with our audit of the standalone Ind AS financial statements of the Company for the year ended on that date.

Management's Responsibility for Internal Financial Controls

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

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

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



Meaning of Internal Financial Controls over Financial Reporting

A company's internal financial control over financial reporting is a process designed to provide reasonable assurance regarding the reliability of financial reporting and the preparation of standalone Ind AS 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, to the best of our information and according to the explanations given to us, the Company has, in all material respects, an adequate internal financial controls system over financial reporting and such internal financial controls over financial reporting were operating effectively as at 31st March, 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 M.H. Dalal & Associates
Chartered Accountants
Firm Reg. No. 112449W



Devang M. Dalal
Partner
Membership No. 109049

For AMD & Associates
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