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NOTICE OF EIGHTH ANNUAL GENERAL MEETING

Notice is hereby given to all the members of the Company VEDA BIOFUEL LIMITED that the Eighth Annual General Meeting of the Company will be held on Saturday the 30th September, 2018 at the Corporate Office of the Company situated at Flat No.401, Kurupam Anchorage, besides Chaitanya College, Beach Road, East point Colony, Visakhapatnam at 10.00 Am to transact the following business:

ORDINARY BUSINESS:

1. To receive, consider and adopt the Annual Accounts consisting of Balance Sheet as at 31st March, 2018, Statement of Profit & Loss for the year ended 31st March, 2018 together with notes and schedules thereto and the reports of Directors and Auditors thereon.
2. To appoint Director in place of Sri. M.V.V.S.N Raju who retires by rotation and being eligible offers himself for reappointment.
3. To appoint Director in place of Sri. D.Raghava Raju who retires by rotation and being eligible offers himself for reappointment.
4. To consider the ratification of appointment of M/s. K.S.P.Raju & Associates, Chartered Accountants, Visakhapatnam as Statutory Auditors. In this regard this is to consider and if thought fit to pass the following with or without modifications as an Ordinary Resolution:

"RESOLVED THAT pursuant to the provisions of Section 139 and other Applicable provisions of the Companies Act, 2013, the appointment of M/s. K.S.P.Raju & Associates, Chartered Accountant, Visakhapatnam, who were appointed at the 4th Annual General Meeting of the Company to hold the office from the conclusion of the 4th Annual General Meeting till the conclusion of the 9th Annual General Meeting of the



VEDA BIOFUEL LIMITED

CIN No.U24100AP2010PLC070652

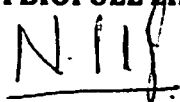
Regd. Off : # 50-50-15/2, Seethammadhara, Visakhapatnam-530 013, A.P. INDIA

Corp. Off : 401, Kurupam Anchorage, Beach Road, East Point Colony, Visakhapatnam-530 017.

Factory : Nadipalli Village, Pusapatirega (M), Vizianagaram District - 535 204

Company, be and is hereby ratified that the Auditors are to hold office from the conclusion of this meeting till the conclusion of the next meeting at a remuneration as may be fixed by the Board of Directors in consultation with the Auditors".

**BY ORDER OF THE BOARD
For VEDA BIOFUEL LIMITED**


(NADIMPALLI SRIRAM)
EXECUTIVE DIRECTOR

Visakhapatnam
Date: 06.08.2018

NOTE:

1. **EVERY MEMBER ENTITLED TO ATTEND AND VOTE AT THE MEETING IS ENTITLED TO APPOINT A PROXY TO ATTEND AND VOTE INSTEAD OF HIMSELF AND THE PROXY NEED NOT BE MEMBER OF THE COMPANY. THE PROXY FORM IS ENCLOSED HEREWITH. PROXY FORM IF INTENDED TO BE USED, IT SHOULD BE RETURNED TO THE COMPANY NOT LESS THAT 48 HOURS BEFORE THE TIME FOR HOLDING THE ANNUAL GENERAL MEETING.**

DIRECTORS' REPORT

To

The Members

Your Directors have pleasure in presenting their Eighth Annual Report together with Audited Accounts for the year ended 31st March 2018.

FINANCIAL RESULTS

The Financial results of the Company for the year are summarized as follows:

(Rs. In Lakhs)

S.No.	Particulars	For the Year Ended 31.03.2018
01	Revenue From Operations	8766.71
02	Other Income	28.3
03	Total expenses (excluding Depreciation)	11389.99
04	Loss Before Depreciation	112.9
05	Depreciation	1210
06	Profit/Loss after Depreciation	(2340.10)
07	Income Tax	0
08	Net Profit/Loss after Depreciation and Tax	(2340.10)

During the year The Company has made a sales of Rs.87.66 Crores and has incurred expenses of Rs. 113.89 Crores. Your Company has incurred a Net Loss of Rs.23.40 Crores.

Nature of Business: There is no change in the nature of business of the Company. The Company is Carrying on the business of Manufacturing and selling of ENA (Extra Neutral Alcohol) , Impure Spirits; And DDGS (Distiller's dried grains with solubles).

N-118

The Business Year in review :

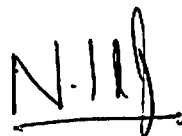
The Company has achieved the sales of Rs.87 Crores in the Financial Year 2017-18, successfully, despite of several challenges faced by it during the year. The company had to unfortunately face, several hurdles in obtaining Export permits. Your Company, had secured an Supply order of Sixty Lakh Litres from the United Spirits Ltd. , Karnataka, (Supply order of Ten Lakhs for Every month) . In connection, it had made an application to the State Excise Department, for the Issuance of Export License, in the Month of April of 2017. The State Govt. had considerably caused delay in the Issuance process of the Export License to the Company as there was change of the concerned Minister and Commissioner, in the Excise Department, in the month of April 2017, and thus the renewal was only done on 16th May 2017, thus causing the loss of valuable time of one and half month. Then the Concerned authority had deemed that it is inauspicious to take the chair in April, 2017, and thus has waited till the amicable muhurat on the 16th of May, 2017. In the meanwhile, due to not having the required Export license permit, the Company, failed to fulfill its Sale commitment to United Spirits Ltd., Karnataka, of 20 Lakh Litres, for the months of April and May, 2017, and thus had to suffer loss due to not being able to export our product to United Spirits Limited, Karnataka.

Previously the Company was able to obtain the excise Export License permit within 2-3 working days, and due to the delay by the excise department in the months of April and May, the Company had lost the opportunity to go ahead and obtain other exports orders from other various parties, which would have had resulted in the good generation of revenues for the Company

During the months of February to May, 2017, the Company had witnessed a visible slowdown in the off take of ENA by the Distilleries, in the immediate aftermath of demonetization, which has severely curtailed the volume & scale of operations and the earning potentials and had caused loss of estimated sales revenue of about 40%. There was an accumulation of finished ENA output as a result of slowdown in the off take by the Distilleries consequent to demonetization effect has severely impacted the liquidity position & disrupted the cash flow cycle of the company .

Arising out of certain misunderstandings on few issues, a section of the employees, contract workers & daily wage workforces in the unit went on strikes on few occasions during the period of June- September- 2017. These incidents have severely affected regular functioning of the unit, derailing the production process and cash flows. This has also resulted in wastage of significant value of input under process and has also shaken the confidence of the suppliers & clients, who have been directly affected in the process;

Water supply of critical quantities had been suddenly stopped arising out of stealthy destruction of water pipeline connected to the river Champavathi by few disgruntled anti

A handwritten signature in black ink, appearing to be 'N.118' with a horizontal line underneath.

social elements during November- December-2017. This has totally disrupted the normal day to day operations under the plant and the unit had to suspend its operations, altogether, arising out of stoppage of supply of potable water. In the process, entire operations in the unit had remained suspended continuously for about three months. This is one of the most significant incidents which has severely affected entire operations under the unit, and has shaken the confidence of all the stake holders. In the process, the company had to incur fixed overhead expenses in the order of about Rs.3.00 Cr per month against zero income & cash flows;

Your unit's operations were affected directly for about 130 days during FY-2017-18, consequently the company has suffered significant loss of revenue from sales, that has affected the profitability & earnings of the Company. The revenue from sales & earnings from operations, during the period, have remained zero, and the company had to absorb & meet the fixed overhead expenses in the order of Rs.3.00 Cr per month, apart from normal repayment commitments towards interest & installment covering the borrowings from the banks.

Exports:

The Company has no export income during the year under report.

Subsidy:

The Company has not received any subsidy, during the year under report.

Future Outlook:- The future looks promising, The Company is highly regarded for the maintaining the best quality of its product, in tune with the highest standards, by its customers. The leading industry players like Seagram (Pernord-Record), UB group, Radico, Tilak Nagar are giving 1st preference to the Company's products, and are highly satisfied with the quality of the Company's products.

Safety, Health and Environment:

The Company is complying with the all the Environment, Safety(EHS) and pollution EHS and Pollution control Act's Regulations, and is determined to provide safety and is taking all steps to ensure that the working environment in the factory is safe to its workers .

Industrial Relation

Industrial relations were cordial during the year. Your directors greatly appreciate the dedicated services rendered by the employees.

INTERNAL FINANCIAL CONTROLS

Your Company has in place adequate internal financial controls with reference to the Financial Statements. Such controls have been assessed during the year taking into consideration the



essential components of internal controls stated in the Guidance Note on Audit of Internal Financial Controls over Financial Reporting issued by The Institute of Chartered Accountants of India. Based on the results of such assessment carried out by management, no reportable material weakness or significant deficiencies in the design or operation of internal financial controls was observed. Nonetheless your Company recognizes that any internal control framework, no matter how well designed, has inherent limitations and accordingly, regular audit and review processes ensure that such systems are reinforced on an ongoing basis.

Financial information of the Subsidiaries:

Your Directors are to report that the Company does not have any subsidiary company.

Events Subsequent to the date of Financial Statements:

No material changes and commitments have occurred affecting the financial position of the Company after March 31, 2018 till the date of this report.

Dividend:

Your Directors are not recommending any dividend for the financial year 2017-18.

Transfer to Reserves :

The Company has not transferred any amount to General Reserves during the financial year.

Change in the Nature of Business

Your Directors are to report that there has been no material change in the nature of Business carried on by the Company during the year under review.

Significant and Material Orders passed by Regulators/Courts/Tribunals

There are no significant and Material Orders passed by Regulators or Courts or Tribunals impacting the going concern status and Company's operations in future.

Details of Subsidiary/Joint Ventures/Associate Companies:

Your Directors report that there are no companies which have become or ceased to be subsidiaries or Joint Ventures or Associate Companies during the year under review.

Subsidiary Companies and Consolidated financial statements:

The Company has no subsidiaries and as such not required to prepare consolidated financial statements of company and subsidiaries.

Deposits:

Your Company has not accepted any deposits within the meaning of Section 73 of the Companies Act, 2013 read with the Companies (Acceptance of Deposits) Rules, 2014, during the year under report.

N.118

DIRECTORS:

Changes in Directors

Your Directors are to report that the following changes were taken place among the Board of Directors during the year under review.

Retirement By Rotation :

Mr Nadimpalli Sriram, Director, retires by rotation at the ensuing Annual General Meeting and being eligible, offers himself for reappointment. Your Directors recommend his re-appointmentment.

Mr. M.V.V.S.N.Raju, Director, retires by rotation at the ensuing Annual General Meeting and being eligible, offers herself for reappointment. Your Directors recommend his re-appointment.

Changes in Key Managerial Personnel:

There were no Changes in Key Managerial Personnel during the year under report.

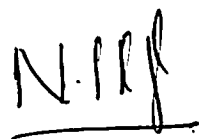
Board Meetings:

During the year, the Board of Directors of your Company met 9 times i.e., on 4th May 2017, 13th July, 2017, 4th August, 2017, 15th September, 2017, 21st October, 2017, 1st November, 2017, 21st December, 2017, 10th January, 2018, 1st March, 2018.

Committees:

Audit Committee: The Company has an Audit Committee constituted under the provisions of **Section 177** of the Companies Act, 2013 and **Rule 6 and 7** of Companies (Meetings of Board and its Powers) Rules, 2014. The Audit Committee of the Company is Chaired by Shri. Manthena Veera Venkata Satyanarayana Raju, Director of the Company, and the directors Shri. Zaheerulehsan Mohammed and Shri. Datla Raghava Raju form the members of the Committee. The committee has met twice in the year, on the 1st August 2017, and on the 6th December, 2017. The Committee has expressed its satisfaction with the audit process undertaken by the Statutory auditor of the Company, M/s. KSP RAJU & Associates, Chartered Accountants, Visakhapatnam, and also with its performance.

Nomination and Remuneration Committee: The Company has an Nomination and Remuneration Committee as constituted under the provisions of **Section 178** of the Companies Act, 2013 read with the corresponding rule in the Companies (Meetings of Board and its Powers) Rules, 2014. The Nomination and Remuneration Committee is Chaired by Shri. Zaheerulehsan Mohammed, Director of the Company, and the Directors Shri. Manthena Veera Venkata Satyanarayana Raju, and Shri. Sriram Nadimpalli, are the members of the Committee. The Committee has met once on the 1st July, 2017, and has expressed satisfaction with the performance of Shri. Vijay Kumar Penmetsa,



Managing Director of the Company, and Shri.Sriram Nadimpalli, and has appreciated their efforts in managing the affairs of the Company. The Committee has not made any recommendations.

PREVENTION OF SEXUAL HARASSMENT AT WORKPLACE

The Company is committed to provide a safe and conducive work environment to its employees. During the year under review, your Directors further state that during the year under review, there were no cases filed pursuant to the Sexual Harassment of Women at Workplace (Prevention, Prohibition and Redressal) Act, 2013.

Vigil Mechanism:

The company has established a Vigil Mechanism as according to the provisions of Section 177(9) of the Companies Act, 2013 and Rule 7 of the Companies (Meetings of Board and its Powers) Rules, 2014.

Statutory Auditors:

Name and Address:

M/s. K.S.P.Raju & Associates., Chartered Accountants, D.No.48-134/5, 2nd Floor, Lakshya, Near Post Office, Srinagar, Visakhapatnam – 530 016.

Ratification of Appointment of Auditors:

The Company's Statutory Auditors, M/s . K.S.P.Raju & Associates, Chartered Accountants, Visakhapatnam were appointed for a period of 5 years at the 4th Annual General Meeting of the Company subject to ratification of their appointment by shareholders at every annual general meeting. In terms of Section 139 of the Companies Act, 2013, the Board recommends to ratify their appointment at the ensuing Annual General Meeting at a remuneration to be fixed by the Board of Directors in consultation with the Auditors.

Auditors' Report:

Your Directors report that there are no qualifications, reservation, adverse remark or disclaimer made by the Statutory Auditors in their report.

Share Capital:

Your Directors report that the Company has not issued and allotted Equity Shares during the year under report.

Extracts of Annual Return

As required pursuant to section 92(3) of the Companies Act, 2013 and rule 12(1) of the Companies (Management and Administration) Rules, 2014, an extract of annual return in MGT 9 as a part of this Directors' Report is attached as **Annexure -1**

N.118

Conservation of Energy, Technology Absorption and Foreign Exchange Outgo

The particulars prescribed under clause (m) of sub section (3) of Section 134 of the Companies Act, 2013 read with rule 8 (3) of the Companies (Accounts) Rules, 2014 are given hereunder :

- A. Conservation of Energy & Technology Absorption:** Not Applicable.
- B. Foreign Exchange Outgo & earnings:** there is no Foreign Exchange Earning or outgo in the current financial year.

Corporate Social Responsibility (CSR) Policy:

As the Company has not reached the prescribed criteria, Section 135 of the Companies Act 2013 pertaining to CSR is not applicable.

Particulars of Loans, Guarantees and Investments:

The Company has not given any loans, guarantees and not made any investments in terms of the provision of Section 186 of the Companies Act, 2013 during the year under report.

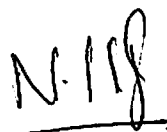
RELATED PARTY TRANSACTIONS:

Your Directors draw attention of the members to Notes to Accounts forming part of financial statement which sets out related party disclosures. All contracts / arrangements / transactions entered by the Company during the financial year with related parties were in the ordinary course of business and on an arm's length basis and all the transactions are in conformity with sections 184, 188 and other provisions of the Companies Act, 2013. Statement in Form AOC – 2 containing particulars of related party transactions is attached as **Annexure – 2**.

Directors' responsibility statement:

Your Directors state:

- (i) that in the preparation of the annual accounts, the applicable accounting standards have been followed along with proper explanation relating to material departures, if any;
- (ii) that they had selected such accounting policies and applied them consistently and made judgments and estimates that are reasonable and prudent so as to give a true and fair view of the state of affairs of the Company at the end of the financial year and of the profit or loss of the Company for that period;
- (iii) that they have taken proper and sufficient care for the maintenance of adequate accounting records in accordance with the provisions of the Companies Act, 2013, for safeguarding the assets of the Company and for preventing and detecting fraud and other irregularities;
- (iv) that they have prepared the annual accounts on a going concern basis.



(v) that they have devised proper systems to ensure compliance with the provisions of all applicable laws and that such systems were adequate and operating effectively.

Employees' Particulars in terms of Section 134 read with rules therewith of the Companies Act, 2013:

There are no employees falling within the purview of Section 197 of the Companies Act, 2013 read with rule 5 (2) of the Companies (Appointment and Remuneration of Managerial Personnel) Rules, 2014 of the Companies Act, 2013.

Risk Management Policy:

Business risks are identified based on incident analysis and the environment in which the company operates. Focused discussions are held by the leadership team and internal audit findings also provide inputs for risk identification and assessment. Further periodic assessment of business risk environment is carried out to identify significant risks to the achievement of business objectives of the Company. Key risks are reported and evaluated at appropriate forums and levels within the Company. The Board also obtains periodical updates on identified risks, depending upon the nature, quantum and likely impact on the business. The Board is taking all measures to ensure the safety of the plant and its employees.

Acknowledgement

The Board expresses its appreciation of the continued co-operation, assistance, guidance and support extended by the Company's Bankers, various State and Central Government Authorities and the Stake Holders of the Company and Local Authorities.

The Board also records its deep appreciation of the creditable services rendered and unstinted support and co-operation extended by the Companies employees at all levels.

Visakhapatnam
Date: 06.08.2018

For VEDA BIOFUEL LIMITED


(NADIMPALLI SRIRAM)
EXECUTIVE DIRECTOR



K S P RAJU & ASSOCIATES

CHARTERED ACCOUNTANTS

(Formerly known as Nekkanti & Raju Associates)

Independent Auditor's Report

To the Members of **VEDA BIOFUEL LIMITED**

Report on the Standalone Financial Statements

We have audited the accompanying standalone financial statements of **VEDA BIOFUEL LIMITED** ('the Company'), which comprise the balance sheet as at 31 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.

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

Auditor's Responsibility

Our responsibility is to express an opinion on these standalone 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 auditor's judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal financial control relevant to the Company's preparation of the financial statements that give a true and fair view in order to design audit procedures that are appropriate in the circumstances. An audit also includes evaluating the appropriateness of 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 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 financial statements.

Basis of forming qualified Opinion

1. The Company classified an amount of Rs.17,67,67,395/- (pertaining to trade payables) from current liability to Non-Current liability as these creditors were approached National Company Law Tribunal and Jurisdictional court and their applications are still to be accepted at the respective authorities and resolution of these disputes will take more than twelve months hence not repayable in next financial year.
2. The Company's inventories are carried in the Balance Sheet at Rs. 15,24,55,622/- (As at 31st March 2018).The Management has stated the same at the lower of cost and net realisable value except one of the inventory item i.e., fusel oil which has stated at cost, which constitutes a departure from the Accounting Standard - 2 "Valuation of Inventories". The Cost of the said inventory (fusel oil) is Rs.1,39,80,642/- out of the total Inventory value of Rs. 15,24,55,622/-.

Qualified Opinion

In our opinion and to the best of our information and according to the explanations given to us, except for the effects of the matter described in the Basis for Qualified Opinion paragraph above, the aforesaid standalone 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 31st March, 2018, and its profit/loss and its cash flows for the year ended on that date.

Report on Other Legal and Regulatory Requirements

1. As required by the Companies (Auditor's Report) Order, 2017 ("the Order") issued by the Central Government of India in terms of sub-section (11) of section 143 of the Act, we give in the "Annexure A", a statement on the matters specified in the paragraph 3 and 4 of the order.
2. As required by Section 143 (3) of the Act, we report that:
 - (a) we have sought and obtained all the information and 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 and the statement of profit and loss dealt with by this Report are in agreement with the books of account;
 - (d) in our opinion, the aforesaid standalone financial statements comply with the Accounting Standards specified under Section 133 of the Act, read with Rule 7 of the



Companies (Accounts) Rules, 2014; subject to *Non creation of liability for retirement benefits of staff in accordance with mandatory accounting standard AS-15 on accounting for retirement benefits and bonus in the financial statements of employers, amount not having been ascertained.*

- (e) on the basis of the written representations received from the directors as on 31 March 2018 taken on record by the Board of Directors, two directors Mr. PENMETSA VIJAYAKUMAR (DIN 02052840) and Mr. RAGHAVA RAJU DATLA (DIN 03275147) are disqualified as of 31 March 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 Auditor's Report in accordance with Rule 11 of the Companies (Audit and Auditors) Rules, 2014, in our opinion and to the best of our information and according to the explanations given to us:
 - i. The Company is having pending litigations from Suppliers in National Company Law Tribunal (NCLT) and with Jurisdictional Court of Visakhapatnam this will 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 were no amounts which were required to be transferred to the Investor Education and Protection Fund by the Company.

FOR K S P RAJU & ASSOCIATES
Chartered Accountants
Firm Regn. No.008532S


(K.S.P. RAJU)
Partner
Membership No.203576
Place: Visakhapatnam.
Date: 04.08.2018



Annexure - A to the Auditors' Report

The Annexure referred to in Independent Auditors' Report to the members of the Company on the standalone financial statements for the year ended 31 March 2018, we report that:

- (i) (a) The Company has maintained proper records showing full particulars, including quantitative details and situation of fixed assets
- (b) The Company has a regular programme of physical verification of its fixed assets by which fixed assets are verified in a phased manner. In accordance with this programme, certain fixed assets were verified during the year and no material discrepancies were noticed on such verification. In our opinion, this periodicity of physical verification is reasonable having regard to the size of the Company and the nature of its assets.
- (c) According to the information and explanations given to us and on the basis of our examination of the records of the Company, the title deeds of immovable properties are held in the name of the Company.
- (ii) (a) The inventory has been physically verified during the year by the management at reasonable intervals.
- (b) The Procedure of physical verification of inventory followed by the management is reasonable and adequate in relation to the size of the company and nature of its business.
- (c) The Company has maintained proper records of inventory and the discrepancies noticed have been properly dealt with in the books of account.
- (iii) The Company has not granted any loans, secured or unsecured to companies, firms, Limited Liability partnerships or other parties covered in the Register maintained under section 189 of the Act. Accordingly, the provisions of clause 3 (iii) (a) to (C) of the Order are not applicable to the Company and hence not commented upon
- (iv) In our opinion and according to the information and explanations given to us, the Company has complied with the provisions of section 185 and 186 of the Act, with respect to the loans and investments made.
- (v) The Company has not accepted any deposits from the public and hence the directives issued by the Reserve Bank of India and the provisions of Sections 73 to 76 or any other relevant provisions of the Act and the Companies (Acceptance of Deposit) Rules, 2015 with regard to the deposits accepted from the public are not applicable.
- (vi) As informed to us, the maintenance of Cost Records has not been specified by the Central Government under sub-section (1) of Section 148 of the Act, in respect of the activities carried on by the company.
- (vii) (a) According to the information and explanations given to us and on the basis of our examination of the records of the Company, amounts deducted/ accrued in the books of account in respect of undisputed statutory dues including income-tax, sales tax, value added tax, duty of customs, service tax, cess and other material statutory dues (except provident fund), have been regularly deposited during the year as mentioned in the below table by the Company with the appropriate authorities. As explained to us, the Company did not have any dues on account of employees' state insurance and duty of excise. According to the information and explanations given to us, no undisputed amounts payable in respect of provident fund, income tax, sales tax, value added tax, duty of customs, service tax, cess and other material statutory dues



Annexure - B to the Auditors' Report

Report on the Internal Financial Controls under Clause (l) 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 VEDA BIOFUEL LIMITED ("the Company") as of 31 March 2018 in conjunction with our audit of the standalone financial statements of the Company for the year ended on that date.

Management's Responsibility for Internal Financial Controls

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

Auditors' Responsibility

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

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

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



Meaning of Internal Financial Controls over Financial Reporting

A company's internal financial control over financial reporting is a process designed to provide reasonable assurance regarding the reliability of financial reporting and the preparation of financial statements for external purposes in accordance with generally accepted accounting principles. A company's internal financial control over financial reporting includes those policies and procedures that (1) pertain to the maintenance of records that, in reasonable detail, accurately and fairly reflect the transactions and dispositions of the assets of the company; (2) provide reasonable assurance that transactions are recorded as necessary to permit preparation of financial statements in accordance with generally accepted accounting principles, and that receipts and expenditures of the company are being made only in accordance with 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 not operating effectively as at 31 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 K S P RAJU & ASSOCIATES
Chartered Accountants
Firm Regn. No.008532S


(K.S.P. RAJU)
Partner
Membership No.203576
Place: Visakhapatnam.
Date: 04.08.2018



VEDA BIOFUEL LIMITED
BALANCE SHEET AS AT 31st March, 2018

PARTICULARS	Note No.	Amount in Rs.	
		As at 31st Mar,2018	As at 31st Mar,2017
EQUITY AND LIABILITIES			
Shareholders' funds			
Share Capital	3	386,893,180	386,893,180
Reserves and Surplus	4	(232,481,620)	1,528,945
		154,411,560	388,422,125
Non-Current Liabilities			
Long Term Borrowings	5	721,323,768	759,752,940
Deferred Tax Liabilities (Net)	6	924,504	924,504
Other Long-term Liabilities	7	199,235,878	115,579,193
Long Term Provisions	8	-	-
		921,484,150	876,256,637
Current Liabilities			
Short-term Borrowings	9	140,737,591	140,326,152
Trade Payables	10	22,840,970	116,795,395
Other Current Liabilities	11	102,296,248	92,568,780
Short Term Provisions	12	2,894,422	4,419,133
		268,769,231	354,109,460
TOTAL		1,344,664,941	1,618,788,222
ASSETS			
Non-Current Assets			
Fixed Assets	13		
Tangible Assets		1,055,662,553	1,155,995,102
Capital Work-in-Progress		65,601,311	57,516,151
Long-term Loans and Advances	14	705,000	705,000
		1,121,968,864	1,214,216,253
Current Assets			
Inventories	15	152,455,622	263,820,591
Trade Receivables	16	16,369,801	57,947,168
Cash and Bank Balances	17	19,154,523	18,617,274
Short-term Loans & Advances	18	19,487,539	30,806,009
Other Current Assets	19	15,228,591	33,380,927
		222,696,077	404,571,969
TOTAL		1,344,664,941	1,618,788,222

Summary of significant accounting policies

1,2&29

The accompanying summary of significant accounting policies and other explanatory information are an integral part of the financial statements.

As per our Report of even date

For **K S P RAJU & ASSOCIATES**

Chartered Accountants.,

Firm Registration Number: 0085325

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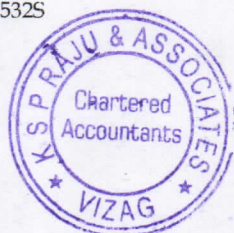
(K.S.P.Raju)

Partner

Membership Number: 203576

Visakhapatnam

04th August, 2018



For and on behalf of the board of directors

N-118
N SRIRAM RAJU
Director

M.V.V.S.N.Raju
M V V S RAJU
Director

VEDA BIOFUEL LIMITED

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

Particulars	Amount in Rs.	
	2017-18	2016-17
CASH FLOWS FROM OPERATING ACTIVITIES		
Net Profit Before Tax as per the Profit and Loss Statement	(234,010,565)	3,095,093
Non-cash adjustment to reconcile profit before tax to net cash flows		
Depreciation and ammortisation	121,024,772	88,322,679
Loss on sale of fixed assets	-	460,766
Interest expense	122,483,302	101,788,279
Interest income	(934,154)	(1,215,216)
Operating profit before working capital changes	8,563,356	192,451,602
Changes in working capital:		
Adjustments for (increase) / decrease in operating liabilities:		
Increase/(decrease) in short term borrowings	411,439	109,130,198
Increase/(decrease) in trade payables	(93,954,425)	104,862,984
Increase/(decrease) in other current liabilities	9,727,468	68,887,483
Increase/(decrease) in other short term provisions	(1,524,711)	2,040,018
Adjustments for (increase) / decrease in operating assets:		
Decrease/(increase) in inventories	111,364,969	(216,847,984)
Decrease/(increase) in trade receivables	41,577,367	(57,947,168)
Decrease/(increase) in short-term loans and advances	11,318,470	(6,123,441)
Decrease/(increase) in other current assets	18,152,336	12,316,270
Cash generated from / (used in) operations	105,636,268	208,769,962
Income tax paid	-	641,645
Net cash flow from (used in) operating activities (A)	105,636,268	208,128,317
Cash flows from investing activities		
Purchase of fixed assets, including intangible assets, CWIP and capital advances	(28,777,388)	(107,021,753)
Proceeds from Sale of Fixed assets	-	-
Long term Loans & Advances	-	(110,000)
Interest received	934,154	1,215,216
Net cash used in investing activities (B)	(27,843,234)	(105,916,537)
Cash flows from financing activities		
Proceeds from Capital infusion	-	-
Proceeds Long term borrowings	(62,429,172)	(80,569,013)
Repayment of long term borrowings	-	-
Proceeds of unsecured loans	24,000,000	6,080,620
Other Long term borrowings	83,656,685	65,015,863
Interest paid	(122,483,302)	(101,788,279)
Net cash flow from financing activities (C)	(77,255,789)	(111,260,809)
Net increase/(decrease) in Cash and Cash Equivalents (A + B + C)	537,245	(9,049,030)
Cash and cash equivalents at the beginning of the year	18,617,274	27,666,302
Cash and cash equivalents at the end of the year	19,154,520	18,617,272
Components of Cash and Cash Balances		
Cash on hand	10,641	1,257
balances with banks - in current accounts	532,496	963,122
Secuirty Deposits	18,611,386	17,652,895
Total	19,154,523	18,617,274

As per our Report of even date

For K S P RAJU & ASSOCIATES

Chartered Accountants.,

Firm Registration Number: 0085325

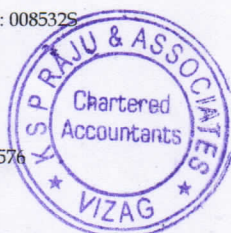
(K.S.P.Raju)

Partner

Membership Number: 203576

Visakhapatnam

04th August, 2018



For and on behalf of the board of directors

N. SRIRAM RAJU
Director

M. V. V. S. R. Raju
M V V S RAJU
Director

VEDA BIOFUEL LIMITED

PROFIT AND LOSS STATEMENT FOR THE YEAR ENDED 31st MARCH, 2018

		Amount in Rs.	
Particulars	Note No.	As at 31st Mar,2018	As at 31st Mar,2017
REVENUE			
Gross Revenue from Operations	20	876,671,852	873,191,502
Less : Excise Duty		-	2,574,219
Net Revenue from Operations		876,671,852	870,617,283
Other Income	21	28,317,392	1,215,216
Total Revenue (A)		904,989,244	871,832,499
EXPENSES			
Cost of Materials Consumed	22	598,434,812	589,111,049
Changes in inventories of Finished Goods, Work-in-Progress	23	58,528,677	(121,342,113)
Employee Benefits Expense	24	14,969,760	41,620,191
Finance Costs	25	122,483,302	101,788,279
Depreciation & Ammotisation Expense	13	121,024,772	88,322,679
Other Expenses	26	223,558,486	169,237,321
Total expenses (B)		1,138,999,809	868,737,406
Profit/(Loss) before extraordinary, exceptional items & tax for the year (A - B)		(234,010,565)	3,095,093
Less: Exceptional Items		-	
Profit/(Loss) before extraordinary items & tax for the year		(234,010,565)	3,095,093
Less: Extraordinary Items			
Profit/ (Loss) before tax		(234,010,565)	3,095,093
Tax expense:			
Current tax		-	641,645
Less: MAT credit		-	-
Net current tax		-	641,645
Deferred tax		-	924,505
		-	1,566,150
Profit / (Loss) for the year		(234,010,565)	1,528,944
Earnings per equity share of face value of Rs. 10 each			
Basic & Diluted	27	(6.05)	0.04
Summary of significant accounting policies	1,2&29		

The accompanying summary of significant accounting policies and other explanatory information are an integral part of the financial statements.

As per our Report of even date

For K S P RAJU & ASSOCIATES
Chartered Accountants.,
Firm Registration Number: 0085325

(K.S.P.Raju)

Partner

Membership Number: 203576

Visakhapatnam

04th August, 2018



For and on behalf of the board of directors

N.118
N SRIRAM RAJU
Director

n.v.v.s.n.Raju
M V V S RAJU
Director

NOTES TO FINANCIAL STATEMENTS FOR THE YEAR ENDED 31st MARCH, 2018

Note 3 Share Capital

Particulars	As at 31st Mar,2018		As at 31st Mar,2017	
	Amount in Rs.			
	No of shares	Amount	No of shares	Amount
i) Authorized share capital				
Equity shares of Rs.10/- each	38,690,000	386,900,000	38,690,000	386,900,000
ii) Issue,Subscribed and fully paid-up				
Equity shares of Rs.10/- each fully paid up	38,689,318	386,893,180	38,689,318	386,893,180
Total	38,689,318	386,893,180	38,689,318	386,893,180

a) Reconciliation of the number of shares outstanding at the beginning and at the end of the reporting year:

Particulars	As at 31st Mar,2018	As at 31st Mar,2017
Equity shares of Rs. 10/- each fully paid up		
Number of Shares at the beginning	38,689,318	38,689,318
Add : Number of Shares Issued during the year	-	-
Number of Shares at the end of the year	38,689,318	38,689,318

b) Terms/ rights attached to equity shares

The Company has only one class of equity shares having par value of Rs. 10/- 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 will be in the proportion of number of equity shares held by the share holders.

c) No shares were brought back during the period of 5 years immediately preceding the reporting period

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

Name of share holder	As at 31st Mar,2018		As at 31st Mar,2017	
	No. of shares	% of Holding	No. of shares	% of Holding
Vijay K. Penmetsa	17,433,095	45.06%	17,433,095	45.06%
Sriram Nadimpalli	7,962,800	20.58%	7,962,800	20.58%
Venkata Sujatha Penmetsa	3,393,400	8.77%	3,393,400	8.77%



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Note 4 Reserves and Surplus

Particulars	Amount in Rs.	
	As at 31st Mar,2018	As at 31st Mar,2017
i) Surplus in the Profit & Loss Statement		
Balance as per last financial statements	1,528,945	-
Add : Profit / (Loss) for the year	(234,010,565)	1,528,945
Add : Other Adjustments	-	-
Balance at the end of the year	(232,481,620)	1,528,945
Closing balance	(232,481,620)	1,528,945

Note 5 Long Term Borrowings

Particulars	As at 31st Mar,2018		As at 31st Mar,2017	
	Non-current portion	Current Maturities	Non-current portion	Current Maturities
I Secured Loans:				
i) Term Loans - From Banks				
Vijayabank - Term Loan	238,208,597	38,266,494	258,929,000	31,071,000
Bank of India - Term Loan	193,379,813	31,866,753	214,910,500	26,589,000
Central Bank - Term Loan	195,619,514	31,866,753	217,033,712	24,147,000
ii) Vehicle Loans - From Banks				
Cholamanadalam Inv&Fin co ltd	749,796	-	-	-
Mahindra - Bolero Loan	-	-	-	207,064
HDFC Bank - Tractor Loan	317,926	-	317,927	367,560
HDFC Bank - Creta Car Loan	858,035	-	858,035	40,440
HDFC Bank - Bull Loan	45,662	-	46,205	103,896
ICICI Bank - Swift Desire	477,688	-	480,313	899,040
Vijaya Bank - JCB 3DX Loan	1,141,367	-	916,628	155,807
Mahindra - Kuv Loan	169,706	-	-	285,491
Mahindra - Xuv Loan	-	-	-	95,044
Tata Motor - Vista Car Loan	95,044	-	-	-
Sub - Total (A)	631,063,148	102,000,000	693,492,320	83,961,343
II Unsecured Loans:				
From Directors & Relatives	90,260,620	-	66,260,620	-
From other Body Corporates	-	-	-	-
Sub - Total (B)	90,260,620	-	66,260,620	-
Total (A + B)	721,323,768	102,000,000	759,752,940	83,961,343

a) Term Loan from Vijayabank

i) To be repaid in 84 installments on monthly basis starting from July' 2017 and ending in June' 2024

ii) Secured by first charge of Plant, Machinery & Immovable Properties in the name of the Company and personal guarantee of Directors.

b) Term Loan from Bank of India

i) To be repaid in 84 installments on monthly basis starting from June' 2017 and ending in May' 2024

ii) Secured by first charge of Plant, Machinery & Immovable Properties in the name of the Company and personal guarantee of Directors.

c) Term Loan from Central Bank

i) To be repaid in 84 installments on monthly basis starting from July' 2017 and ending in June' 2024

ii) Secured by first charge of Plant, Machinery & Immovable Properties in the name of the Company and personal guarantee of Directors.

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d) Vehicle Loans

All Vehicle Loans secured by hypothecation of the vehicles/ car financed by the respective Banks.

Note 6 Deferred Tax Liabilities (Net)

Particulars	As at 31st Mar,2018	Amount in Rs. As at 31st Mar,2017
Balance as per last financial statements	924,504	-
Deferred Tax Liability (DTL) On Net Profit before tax	-	924,504
DTL Total	-	-
Deferred Tax Asset (DTA)	-	-
DTA Total	-	-
Net Deffered Tax Liability	924,504	924,504

Note 7 Other Long-term Liabilities

Particulars	As at 31st Mar,2018	Amount in Rs. As at 31st Mar,2017
Other Capital Works	199,235,878	115,579,193
Total	199,235,878	115,579,193

Note 8 Long Term Provisions

Particulars	As at 31st Mar,2018	Amount in Rs. As at 31st Mar,2017
Provision for employee benefits : Gratuity - Non current Portion	-	-
Total	-	-



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Note 9 Short-term Borrowings		Amount in Rs.
Particulars	As at 31st Mar,2018	As at 31st Mar,2017
Loans repayable on demand (Secured)		
From Banks- Cash Credit Limits		
i) Vijayabank	79,999,454	80,456,073
ii) Bank of India	30,068,833	29,904,146
iii) Central Bank	30,669,304	29,965,933
Total	140,737,591	140,326,152

From All Banks - Cash Credit Limits

Working Capital facilities from Banks are secured by hypothecation of stock of raw- materials, Work-in-progress, Finished goods, stores and consumables & book debts and second charge on all of the company's immovable fixed assets.

Note 10 Trade Payables		Amount in Rs.
Particulars	As at 31st Mar,2018	As at 31st Mar,2017
Total outstanding due to creditors other than micro enterprises and small enterprises		
	22,840,970	116,795,395
Total	22,840,970	116,795,395

There are no dues as at the end of the year (Previous year Nil) to Micro, Small and Medium Enterprises, respectively as defined under Micro, Small and Medium Enterprises Development Act, 2006, based on the information available with the Company.

Note 11 Other Current Liabilities		Amount in Rs.
Particulars	As at 31st Mar,2018	As at 31st Mar,2017
Current maturities of long term debts	102,000,000	83,961,343
(Please refer Note No.5 for Securities and Guarantees)		
Interest accrued and but not due on borrowings	-	-
Advances from Customers	-	-
Deposits Refundable	50,000	50,000
Statutory Dues		8,400,656
Others	246,248	156,781
Total	102,296,248	92,568,780

Note 12 Short Term Provisions		Amount in Rs.
Particulars	As at 31st Mar,2018	As at 31st Mar,2017
Provision for employee benefits :		
Gratuity - Current Portion (Non - funded)	-	-
Compensated Absences	-	-
Salaries,Wages	1,225,797	2,558,045
Director Remuneration	788,809	632,604
Other Employee Benefits	114,816	271,839
Provision for Audit Fee	765,000	315,000
Provision for income tax (net of advance tax)	-	641,645
Total	2,894,422	4,419,133

Note 14 Long-term Loans and Advances		Amount in Rs.
Particulars	As at 31st Mar,2018	As at 31st Mar,2017
Unsecured, Considered good		
Capital Advances - Land	705,000	705,000
Total	705,000	705,000

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Note 15 Inventories		Amount in Rs.
Particulars	As at 31st Mar,2018	As at 31st Mar,2017
Raw Materials	64,962,416	97,861,905
Work-in-Progress	17,531,101	28,040,092
Finished Goods incl By Products	45,282,335	93,302,021
Stores, Spares	24,679,770	44,616,573
Total	152,455,622	263,820,591

Note 16 Trade Receivables		Amount in Rs.
Particulars	As at 31st Mar,2018	As at 31st Mar,2017
Unsecured, Considered & Good		
Outstanding for a period exceeding 6 Months	-	-
- Debts outstanding for a period exceeding six months from due date	16,369,801	57,947,168
Total	16,369,801	57,947,168

Note 17 Cash and Bank Balances		Amount in Rs.
Particulars	As at 31st Mar,2018	As at 31st Mar,2017
i) Cash and cash equivalents		
(a) Balance with banks in Current accounts	532,496	963,122
(b) Cash on Hand	10,641	1,257
ii) In Margin Money & Security Deposits		
Securty Deposits		
(Towards Bank Guarntee's & Others)	18,611,386	17,652,895
Total	19,154,523	18,617,274

Note 18 Short-term Loans & Advances		Amount in Rs.
Particulars	As at 31st Mar,2018	As at 31st Mar,2017
Unsecured, Considered Good		
Prepaid Expenses	4,116,963	4,248,582
Advance to suppliers	18,050	696,250
Other Advances	10,000	
Staff Advances	(80,505)	126,565
Other Advances	15,423,031	25,734,612
Total	19,487,539	30,806,009

Note 19 Other Current Assets		Amount in Rs.
Particulars	As at 31st Mar,2018	As at 31st Mar,2017
Duties & Taxes	13,076,440	30,506,018
MAT Credit	-	-
Accrued interest on Electricity Deposit	31,948	13,300
ROC	-	
Unamortised Preliminary Expenses	2,026,788	2,702,384
TDS and TCS Receivable	93,415	159,225
Total	15,228,591	33,380,927

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NOTES TO FINANCIAL STATEMENTS FOR THE YEAR ENDED 31st MARCH, 2018

Note 20 Gross Revenue from Operations

Amount in Rs.

Particulars	As at 31st Mar,2018	As at 31st Mar,2017
i) Sale of Manufactured Products - ENA & Allied Products	876,671,852	873,191,502
Total	876,671,852	873,191,502

Note 21 Other Income

Amount in Rs.

Particulars	As at 31st Mar,2018	As at 31st Mar,2017
Interest income	934,154	1,180,672
Other Income	27,383,238	34,544
Total	28,317,392	1,215,216

Note 22 Cost of Materials Consumed

Amount in Rs.

Particulars	As at 31st Mar,2018	As at 31st Mar,2017
Raw Materials - Broken Rice & Maize		
Opening Stock	97,861,905	36,802,060
Add: Purchases	565,535,323	650,170,893
	663,397,228	686,972,954
Less: Closing Stock	64,962,416	97,861,905
Total cost of Maize (raw material) consumed	598,434,812	589,111,049
Total	598,434,812	589,111,049

Note 23 Changes in inventories of Finished Goods, Work-in-Progress

Amount in Rs.

Particulars	As at 31st Mar,2018	As at 31st Mar,2017
i) Inventories at the end of the year:		
Finished goods	45,282,335	93,302,021
Work-in-progress	17,531,101	28,040,092
Sub - Total (A)	62,813,436	121,342,113
ii) Inventories at the beginning of the year:		
Finished goods	93,302,021	-
Work-in-progress	28,040,092	-
Sub - Total (B)	121,342,113	-
Net increase/ (decrease) (A-B)	58,528,677	(121,342,113)

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Note 24 Employee Benefits Expense**Amount in Rs.**

Particulars	As at 31st Mar,2018	As at 31st Mar,2017
Salaries, wages,bonus and Leave Encashment	10,287,693	36,110,126
Directors remuneration etc.	4,220,000	4,212,500
Contribution to Provident fund and other funds	97,010	132,018
Staff Welfare Expenses	365,057	1,165,547
Total	14,969,760	41,620,191

Note 25 Finance Costs**Amount in Rs.**

Particulars	As at 31st Mar,2018	As at 31st Mar,2017
Interest expenses	122,398,835	100,394,016
Other borrowing costs	84,467	1,394,263
Total	122,483,302	101,788,279

Note 26 Other Expenses**Amount in Rs.**

Particulars	As at 31st Mar,2018	As at 31st Mar,2017
Manufacturing Expenses		
Consumption of Process Chemicals	37,584,617	9,342,478
Consumption of stores & spare parts	15,575,892	7,077,808
Contract Labour Wages	36,013,703	5,653,749
Freight & Handling Charges	172,916	283,846
Fuel for Boiler	97,703,941	98,849,377
Consumption of Boiler Chemicals	1,523,920	604,533
Insurance	1,755,005	3,116,271
Power and fuel (Govt power)	1,752,171	1,781,898
Repairs & maintenance - Buildings	703,893	5,919,009
Repairs & maintenance - Others	859,165	390,348
Repairs & maintenance - Plant & Machinery	1,538,737	8,948,093
Total Manufacturing Expenses(A)	195,183,960	141,967,410

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Administrative Expenses**Auditors' fee:**

Statutory Audit fee	5,00,000	3,00,000
Bank charges	13,19,462	6,34,326
Communication Expenses	5,39,843	8,09,519
Donations	2,50,000	5,03,570
Legal and Professional Charges	30,94,376	23,18,225
Loss on Sale of Fixed Assets	-	4,60,766
Rates & Taxes	77,70,121	1,29,37,863
Rent	6,52,000	7,20,500
Security Charges	21,09,356	14,60,005
Travelling & Conveyance	24,85,121	14,28,457
Vehicle Maintenance	7,72,295	6,64,736
Miscellaneous Expenses	55,08,127	7,53,427

Total Administrative Expenses (B)	2,50,00,701	2,29,91,394
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Selling Expenses

Business Promotion Expenses	10,76,971	2,33,438
ENA Export Pass Fee	31,00,000	25,74,000
Discounts	(8,03,146)	14,71,079

Total Selling Expenses (C)	33,73,825	42,78,517
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Total Other Expenses (A + B + C)	22,35,58,486	16,92,37,321
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Note 27 Earnings per share

Particulars	As at 31st Mar,2018	As at 31st Mar,2017
i) Net Profit after tax as per profit and loss statement attributable to equity share holders	(23,40,10,565)	15,28,945
ii) Weighted average number of equity shares	3,86,89,318	3,86,89,318
iii) Earning per share - Basic & Diluted	(6.05)	0.04
iv) Face value of share - INR	10.00	10.00

N. 118



13. Fixed assets

VEDA BIOFILL LIMITED
Notes forming part of the financial statements

Particulars	Gross block				Depreciation				Written Down Value	
	As at 31st Mar, 2017	Additions during the year	Disposals during the year	As at 31st Mar, 2018	As at 31st Mar, 2018	For the year	Provisions during the year	As at 31st Mar, 2018	As at 31st Mar, 2017	As at 31st Mar, 2018
	Amount (Rs.)	Amount (Rs.)	Amount (Rs.)	Amount (Rs.)	Amount (Rs.)	Amount (Rs.)	Amount (Rs.)	Amount (Rs.)	Amount (Rs.)	Amount (Rs.)
(A) Tangible Assets										
(a) Land Free-hold incl	36,221,944	-	-	36,221,944	-	-	-	-	36,221,944	36,221,944
(b) Buildings										
Non - Factory Buildings	59,248,127	7,814,296	7,658,031	59,404,392	982,859	1,921,704	-	2,904,563	58,265,268	56,499,829
Factory Buildings	244,199,448	-	-	244,199,448	5,980,265	7,741,123	-	13,721,388	238,219,183	230,478,060
(b) Plant and Equipment										
Plant & Machinery	712,431,396	43,420,348	24,703,691	731,148,053	67,094,428	84,535,457	-	151,629,885	645,336,968	579,518,168
Captive Power Plant	152,216,812	6,000,000	6,000,000	152,216,812	7,754,464	19,556,085	-	27,310,549	144,462,348	124,906,263
(c) Furniture and Fixtures	12,854,045	18,764	-	12,872,809	1,366,104	1,222,107	-	2,588,211	11,487,941	10,284,598
(d) Vehicles										
Motor Vehicles	10,045,118	1,338,694	163,070	11,220,742	2,175,512	1,303,514	-	3,479,026	7,869,606	7,741,717
(e) Office equipment										
Lab Equipments	2,326,608	20,430	750,000	1,597,038	105,829	150,389	-	256,218	-	1,340,820
Office Equipment	12,275,185	609,837	47,000	12,838,022	3,498,760	2,405,838	-	5,904,598	8,776,425	6,933,424
Computers	5,688,708	116,054	-	5,804,762	2,554,073	1,512,959	-	4,067,032	3,134,635	1,737,730
Sub-total	1,247,507,391	59,338,423	39,321,792	1,267,524,022	91,512,294	120,349,176	-	211,861,470	1,153,774,318	1,055,662,553
(B) Capital Work - in -										
CWIP Others	-	-	-	-	-	-	-	-	-	-
SAP License	1,665,320	111,600	-	1,776,920	-	-	-	-	1,665,320	1,776,920
CWIP Bottling Plant	55,850,830	7,973,561	-	63,824,391	-	-	-	-	55,850,830	63,824,391
TOTAL (A) + (B) + (C)	1,305,023,541	67,423,584	39,321,792	1,333,125,333	91,512,294	120,349,176	-	211,861,470	1,211,290,468	1,121,263,864

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