PACIFIC
INDUSTRIES LTD.

Corporate office:
Village Bedla,
Udaipur - 313 004, INDIA

Date: 29.09.2018

To,

Bombay Stock Exchange Ltd.
Floor 25, P.J.Towers,
Dalal Street,
Mumbai -400 001

Sub: Submission of Annual Report 2017-18

Dear Sir,

In compliance of Regulation 34 SEBI (LODR) Regulations,2015, Please find enclosed herewith 29th Annual Report 2017-18 of the Company duly approved and adopted at 29th Annual general Meeting of the Company held on Saturday, 29th September, 2018.

It is for your kind information and necessary records.

Thanking You,

Yours Faithfully,

For PACIFIC INDUSTRIES LTD.

PACIFIC INDUSTRIES LTD. UDAIPUR

Sachin shah

(Company Secretary)

29th ANNUAL REPORT 2017-18



PACIFIC
INDUSTRIES LTD. INDIA

www.pacificindustriesltd.com



Udaipur

- 4 Granite Gangsaw
- 1 Bretan Multiwire to be installed having 59 wires
- 6 Circular Saws
- 2 Expory Line
- 2 Line polishing machine

Bangalore

- 7 Granite Gangsaw
- 3 Line polishing machine
- 1 Expory line
- 1 Gaspari Multiwire having 69 wires

PACIFIC
INDUSTRIES LIMITED

CORPORATE INFORMATION

Board of Directors

Mr. J. P. Agarwal	Chairman & Managing Director
Mr. Kapil Agarwal	Executive Director
Mr. Sagar Mal. Agarwal	Non-executive Independent Director
Mr. Jayanti Oza	Non-executive Independent Director
Mrs. Geeta Devi Agarwal	Non-executive Director
Mr. Vinod Choudhary	Non Executive Independent Director

Audit Committee	**Nomination & Remuneration Committee**
Mr. S. M. Agarwal	Mr. S. M. Agarwal
Mr. Jayanti Oza	Mr. Jayanti Oza
Mr. Sumeet Agarwal	Mr. Sumeet Agarwal

Stakeholder Relationship Committee	**Corporate Social Responsibility Committee**
Mr. S. M. Agarwal	Mrs. Geeta Devi Agarwal
Mr. Jayanti Oza	Mr. Vinod Choudhary
Mr. Sumeet Agarwal	Mr. Sumeet Agarwal

Statutory Auditors	**Registrar & Share TransferAgent**
M/s Ravi Sharma & Co. Chartered Accountants 3580, Moti Singh Bhomiyon ka Rasta, 4th Crossing Johari Bazar, Bohara ji ka Darwaja, Jaipur 302003	Link Intime India Private Limited C 101, 247 Park, L B S Marg, Vikhroli West, Mumbai 400 083 Tel No: +91 22 49186000 Fax: +91 22 49186060 E-mail : mumbai@linkintime.co.in

Bankers
HDFC BANK HDFC House, Senapati Bapat Marg, Lower Parel W, Mumbai, Maharashtra - 400013, India

Regd. Office
Village : Survey No. 13, Kempalingahalli,
Nelamangala Taluk (Rural)
Bangalore - 562123 (Karnataka).
E-mail: pilnorth@pacificgranites.com
URL : www.pacificindustriesltd.com

Stock Exchange where Company's Securities are listed	Secretarial Auditors
BSE Limited	M/s S. Hirawat & Associates, Company Secretaries, A-6, 401-A, Kamal Apartment-2, Banipark, Jaipur-302006

Company Secretary	Ms. Khushbu Sethi
Website	www.pacificindustriesltd.com
Investor Relations Email ID	pacificinvestor@rediffmail.com

Plant Locations	
Unit I : Village: Bedla, Udaipur – 313004 (Rajasthan) Tel. No. 0294-2440933 Fax No. 0294-2440780.	**Unit II :** Village : Survey No. 13, Kempalingahalli Nelamangala Taluk (Rural) Bangalore - 562123 (Karnataka) Tel. No. 080-27723004 Fax No. 080-27723005.

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NOTICE

Notice is hereby given that the 29th Annual General Meeting of the Members of **PACIFIC INDUSTRIES LIMITED** will be held on Saturday the 29th September, 2018 at 10.00 A.M. at Survey No.13, N.H.48, Kempalinganhalli, Nelamangala Taluka Bangalore- 562123, Karnataka, the registered office of the Company to transact the following business:-

ORDINARY BUSINESS

1. To receive, consider and adopt the Audited Financial Statements of the Company along with Consolidated Financial Statements for the Financial Year ended on 31st March 2018, and the Report of Board of Directors and Auditors thereon.

2. To appoint a Director in place of Mr. Kapil Agarwal (DIN: 00386298) who retires by rotation, and being eligible, offers himself for reappointment.

3. To ratify the appointment of Statutory Auditors and fix their remuneration and in this regard to consider and if thought fit, to pass, with or without modification(s), the following resolution as an Ordinary Resolution:

   "RESOLVED THAT pursuant to the provisions of Section 139, 142 and other applicable provisions, if any, of the Companies Act, 2013, read with rules thereunder (as amended from time to time), the appointment of M/s RAVI SHARMA & CO. (FRN No. 15143C), Chartered Accountants be and is hereby ratified from the conclusion of 29th AGM till the conclusion of 33rd AGM to conduct the statutory audit of the Company, without further annual ratification in subsequent AGM, at such remuneration as may be decided by Board of Directors of the Company from time to time."

SPECIAL BUSINESS

4. Investment(s), Loans, Guarantees and security in excess of limits specified under section 186 of Companies Act, 2013

   To consider and if thought fit, to pass with or without modification(s), the following resolutions.

   "RESOLVED THAT pursuant to the provisions of Section 186 of the Companies Act, 2013, read with The Companies (Meetings of Board and its Powers) Rules, 2014 as amended from time to time and other applicable provisions of the Companies Act, 2013 (including any amendment thereto or re-enactment thereof for the time being in force), if any, the approval of the members of the Company be and is hereby accorded to the Board to (a) give any loan to any body corporate(s) / person (s); (b) give any guarantee or provide security in connection with a loan to any body corporate(s) / person (s); and (c) acquire by way of subscription, purchase or otherwise, securities of any body corporate from time to time in one or more trenches as the Board of Directors as in their absolute discretion deem beneficial and in the interest of the Company, for an amount not exceeding INR 100,00,00,000 (One Hundered Crore Only) outstanding at any time notwithstanding that such investments, outstanding loans given or to be given and guarantees and security provided are in excess of the limits prescribed under Section

186 of the Companies Act, 2013.

"RESOLVED FURTHER THAT in case of divestment of the investment, the Directors of the Company be and are hereby authorized to sign the necessary applications, papers, forms, documents etc. for effective implementation of decision of divestment taken by the Company from time to time.

"RESOLVED FURTHER THAT for the purpose of giving effect to the above, Board of Directors of the Company and/or any person authorized by the Board from time to time be and is hereby empowered and authorised to take such steps as may be necessary for obtaining approvals, statutory or otherwise, in relation to the above and to settle all matters arising out of and incidental thereto and to sign and to execute deeds, applications, documents and writings that may be required, on behalf of the Company and generally to do all such acts, deeds, matters and things as may be necessary, proper, expedient or incidental for giving effect to this resolution."

5. To re-appoint Shri Sagarmal Agarwal as an Independent Director of the Company and in this regard, pass the following resolution as a Special Resolution:

"RESOLVED THAT pursuant to the provisions of Sections 149 and 152 read with Schedule IV and other applicable provisions of the Companies Act, 2013 ('the Act') and the Companies (Appointment and Qualification of Directors) Rules, 2014 (including any statutory modification(s) or reenactment thereof for the time being in force), Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015 read with the Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) (Amendment) Regulations, 2018 (to be effective from April 01, 2019) and on recommendation of the Nomination and Remuneration Committee of the Company, Shri Sagarmal Agarwal (DIN: 01560532), who was appointed as an Independent Director and who holds office of Independent Director up to the conclusion of this Annual General Meeting and who has now attained the age of seventy-five years and upon his consent to continue further, and in respect of whom the Company has received a notice in writing under Section 160 of the Act from a member proposing his candidature for the office of Director, approval of members be and is hereby accorded to re-appointed as an Independent Director of the Company, not liable to retire by rotation and to hold office for a second term of 5 (five) consecutive years on the Board of the Company."

"RESOLVED FURTHER THAT the Board of Directors be and is hereby authorised to do all acts and take all such steps as may be necessary, proper or expedient to give effect to this resolution."

6. To re-appoint Shri Jayanti Hiralal Oza as an Independent Director of the Company and in this regard, pass the following resolution as a Special Resolution:

"RESOLVED THAT pursuant to the provisions of Sections 149 and 152 read with Schedule IV and other applicable provisions of the Companies Act, 2013 ('the Act') and the Companies (Appointment and Qualification of Directors) Rules, 2014 (including any statutory modification(s) or reenactment thereof for the time being in force),

Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015 read with the Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) (Amendment) Regulations, 2018 (to be effective from April 01, 2019) and on recommendation of the Nomination and Remuneration Committee of the Company, Shri Jayanti Hiralal Oza (DIN: 00923740), who was appointed as an Independent Director and who holds office of Independent Director up to the conclusion of this Annual General Meeting and who has now attained the age of seventy-five years and upon his consent to continue further, and in respect of whom the Company has received a notice in writing under Section 160 of the Act from a member proposing his candidature for the office of Director, approval of members be and is hereby accorded to re-appointed as an Independent Director of the Company, not liable to retire by rotation and to hold office for a second term of 5 (five) consecutive years on the Board of the Company."

"RESOLVED FURTHER THAT the Board of Directors be and is hereby authorised to do all acts and take all such steps as may be necessary, proper or expedient to give effect to this resolution."

Place: Bedla Udaipur

Date: 14th August, 2018

By order of the Board

Sd/-
(J. P. Agarwal)
Chairman & Managing Director
DIN: 00386183

Registered Office
Village: Survey No. 13, Kempalingahalli
Nelamangala Taluk (Rural)
Bangalore - 562123 (Karnataka)

Notes :

1. The relevant Explanatory Statement pursuant to section 102 (1) of the Companies Act, 2013, in respect of Special Business at the meeting, is annexed hereto and forms part of this notice.
2. A 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 THE MEMBER OF THE COMPANY.
3. The instrument appointing a proxy, duly completed must be deposited at the registered office of the Company not less than 48 hours before the commencement of the meeting.
4. A statement giving the relevant details of the Directors seeking re-appointment under Item No. 2 of the accompanying Notice as required by Regulation 36 of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015.
5. In pursuance of Section 105 of the Companies Act, 2013 and the applicable rules there on, a person can act as a proxy on behalf of members not exceeding fifty and holding in aggregate, not more than ten percent of the total share capital of the company carrying voting rights. A member holding more than ten percent of the Total share capital of the company carrying

voting rights, may appoint a single person as proxy and such person shall not act as proxy for any other person or shareholder. A proxy form in form MGT-11 for the AGM is enclosed herewith.

6. The member of the Company or proxy holders should bring attendance slips duly completed and signed mentioning therein details of the DP ID and client ID/ Folio No.

7. In case of Joint Holders attending the meeting, only such joint holders who is higher in the order of names will be entitled to vote at the meeting.

8. Relevant documents referred to in the accompanying Notice are open for inspection by the members at the Company's Registered Office all working days of the Company, during business hours up to the date of the Meeting.

9. Corporate members intending to send their authorized representative to attend the meeting, pursuant to the Section 113 of the Companies Act, 2013, are requested to send to the Company, a certified copy of the Relevant Board Resolution together with their respective specimen signatures authorizing their representative(s) to attend and vote at the meeting on their behalf.

10. Members seeking any information with regards to the Accounts are requested to write to the Company at an early date, so as to enable the Management to keep the information ready at the meeting.

11. Members are requested to register their e-mail addresses in respect of electronic holdings with the Depository through their concerned Depository Participants. Members who hold shares in physical form are requested to send their e-mail address to the pacificinvestor@rediffmail.com

12. Members are requested to send their demat/remat applications, request for share transfers, intimation of change of address and other correspondence to the Company's Registrar and Share Transfer Agent M/s Link Intime India Private Limited, C 101, 247 Park, L B S Marg, Vikhroli West, Mumbai 400083.

13. The Notice of AGM along with the Annual Report 2017-18 is being sent to all Members whose name appear in the Register of Members/ List of Beneficial Owners received from NSDL and CDSL as on 24th August, 2018 (cut-off date) by electronic mode to those members whose email addresses are registered with the Company / Depositories, unless any member has requested for a physical copy of the same. For Members who have not registered their email addresses, physical copies are being sent by the permitted mode.

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

15. The Members who holding shares in single name and in physical form are advised to make a nomination in respect of their shareholding in the Company and those Members who hold shares singly in dematerialized form are advise to make a nomination through their Depository Participants.

16. The Register of Directors and KMP and their shareholding and register of contracts or arrangements in which Directors are interested maintained under Sections 170 and 189 of the Companies Act, 2013 will be available for inspection by the members at AGM.

17. In compliance with the provisions of Section 108 of the Companies Act, 2013 read with Rule 20 of the Companies (Management and Administration) Rules, 2014, as amended from time to time and Regulation 44(1) of SEBI (LODR) Regulations, 2015, the company is pleased to offer remote e-voting facility for the members to enable them to cast their votes electronically on all resolutions set forth in this Notice.

18. Mr. B. K. Sharma, Practicing Company Secretaries (Membership No. FCS 6206), has been appointed as the Scrutinizer to scrutinize the voting at AGM and remote e-voting process in fair and transparent manner.

19. The facility for voting through Ballot/Polling Paper shall also be made available at the meeting and Members attending the Meeting, who have not already cast their vote by remote e-voting shall be able to exercise their right at the meeting.

20. The Members who have cast their vote by remote e voting prior to the meeting may also attend the meeting but shall not be entitled to cast their vote again.

21. The Annual Report of the Company circulated to the Members of the Company will be made available on the Company's website at www.pacificindustriesltd.com and on the website of respective Stock Exchanges.

22. The Register of Members and Share Transfer Books of the Company will remain Closed from Sunday 23rd September, 2018 to Saturday 29th September, 2018 (both day inclusive)

23. The instructions for shareholders for remote e-voting are as under:-

The Company has engaged the services of NSDL for the purpose of providing remote e-voting facility to all its Members.

(i) Members whose email addresses are registered with the Company/Depository Participant(s) will receive an email from NSDL informing them of their User-ID and Password. Once the Member receives the email, he or she will need to go through the following steps to complete the remote e-voting process:

a. Open email and open the PDF file titled “Pacific Industries Limited-Notice of Annual General Meeting ”' using your Client ID or Folio No. as password. The said PDF file contains your user ID and password for remote e-voting. Please note that this password is an initial password.

b. Launch your internet browser and type the following URL :https://www.evoting.nsdl.com.

c. Click on Shareholder – Login

d. Enter the user ID and password (the initial password noted in step (a) above). Click on Login.

e. The Password change menu will appear. Change the password to a password of

your choice. The new password should have a minimum of 8 digits / characters or a combination thereof. It is strongly recommended that you do not share your password with any other person and take utmost care to keep your password confidential.

f. The homepage of e-voting will open. Click on e-voting: Active Voting Cycles.

g. Select 'EVEN' (E Voting Event Number) of Pacific Industries Limited.

h. Now you are ready for remote e-voting as the Cast Vote page opens.

i. Cast your vote for each item of agenda by selecting the option of your choice and click on 'Submit', and also remember to 'Confirm' when prompted.

j. On confirmation, the message 'Vote cast successfully' will be displayed.

k. After you have voted on a resolution once, you will not be allowed to modify your vote.

i. Institutional Members (i.e. other than individuals, HUF, NRI etc.) are required to send a scanned copy (PDF / JPG Format) of the relevant Board resolution / authorization letter etc., together with attested specimen signature of the authorized signatory(ies) who is/are authorized to vote, to the Scrutinizer via e-mail to bksharma162@gmail.com with a copy marked to evoting@nsdl.co.in.

(ii) For Members whose email IDs are not registered with the Company / Depository Participant(s) and who receive the AGM Notice in Physical Form, the following instructions may be noted:

a. The user id and initial password for Remote E-voting is provided at the bottom of the Attendance slip attached with the notice.

b. Please follow the instructions from a. to l. as mentioned in step 1 to cast your vote

(iii) In case of any queries, you may refer to the Frequently Asked Questions (FAQs) and e-voting user manual for Members available in the 'Downloads' section of www.evoting.nsdl.com.

(iv) Login to the e-voting website will be disabled upon five unsuccessful attempts to key in the correct password. In such an event, you will need to go through the 'Forgot Password' option available on the site to reset the password.

(v) If you are already registered with NSDL for e-voting, then you can use your existing user ID and password for casting your vote.

(vi) The remote e-voting period commences on Tuesday, 25th September, 2018 from 09:00 A.M. to Friday, 28th September, 2018 till 05:00 P.M. During this period, Members of the Company holding shares either in physical form or in dematerialized form, as on the record date i.e. 22ndSeptember, 2018, may cast their vote electronically. The e-voting module shall be disabled by NSDL for voting thereafter. Once the vote on a resolution is cast by a Member, he or she will not be allowed to change it.

(vii) The voting rights of Members shall be in proportion to their share of the paid-up equity share

capital of the Company as on the relevant date i.e. 22ndSeptember, 2018.

24. The Scrutiniser, after scrutinising the votes cast at the meeting and through remote e-voting, will make a consolidated scrutinizer's report not later than two days of the conclusion of the Meeting and submit the same to the Chairman or Authorised person. The results declared along with the consolidated Scrutiniser's Report shall be placed on the website of the Company www.pacificindstriesltd.com

25. Dispatch of Documents through electronic mode/ Registration of E-Mail Addresses: In pursuance of the provisions of the Companies Act, 2013 and the rules made thereunder, the Company proposes to send documents like notice of general meeting, annual reports, etc. to the shareholders through electronic mode. In case you have not registered your email address so far, we request you to register your email ID (or change therein, if any) with your Depository Participant (where the shares are held in dematerialized form) or our share transfer agent (where the shares are held in physical form) by submitting the E-communication Registration Form attached herewith.

26. The route map showing direction to reach the venue of the 29th AGM is annexed at the end of the Report.

27. The Ministry of Corporate Affairs has taken a "Green Intiatives in Corporate Governance" in 2011 by allowing paperless compliances by the Companies and had issued circulars stating that service of notice/documents including Annual Report can be sent to the Shareholders in Electronic Mode. To support this green initiatives of the Government in full measure, the members who have not registered their e-mail addresses so far, we request you to register your email ID (or change therein, if any) with your Depository Participant (where the shares are held in dematerialized form) or our share transfer agent (where the shares are held in physical form) by submitting the E-communication Registration Form attached herewith.

28. Any Member(s) who require any special assistance of any kind at the venue of the Twenty Eight AGM are requested to send details of their special needs in writing to the Company email Id-pacificinvestor@rediffmail.com at least three days before the date of AGM.

Explanatory Statement Pursuant to Section 102(1) of the Companies Act, 2013

Item No. 4

In order to make optimum use of funds available with the Company and also to achieve long term strategic and business objectives, the Board of Directors of the Company proposes to make use of the same by making investment in other bodies corporate or granting loans, giving guarantee or providing security to other persons or other body corporate or as and when required.

Pursuant to the provisions of section 186(3) of the Companies Act, 2013 and rules made there under, the Company needs to obtain prior approval of shareholders / members by way of special resolution passed at the General Meeting in case the amount of investment, loan, guarantee or security proposed to be made is more than the higher of sixty percent of the paid up share capital, free reserves and securities premium account or one hundred percent of free reserves and securities premium account.

Accordingly, the Board of Directors of the Company proposes to obtain approval of shareholders by way of special resolution as contained in the notice of the Extra-Ordinary General Meeting for an amount

not exceeding INR 100,00,00,000 (One Hundred Crore Only) outstanding at any time notwithstanding that such investments, outstanding loans given or to be given and guarantees and security provided are in excess of the limits prescribed under Section 186 of the Companies Act, 2013.

The Directors therefore, recommend the Special Resolution for approval of the shareholders. None of the Directors, Key Managerial Personnel of the Company or their relatives or any of other officials of the Company as contemplated in the provisions of Section 102 of the Companies Act, 2013 is, in any way, financially or otherwise, concerned or interested in the resolution.

Item No. 5

Mr. Sagarmal Agarwal is acting as an Independent Director of the Company. His current term will expire on 30th September, 2018.

However, the Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) (Amendment) Regulations, 2018 (to be effective from April 01, 2019), provides that no listed Company shall appoint a person or continue the directorship of any person as a non-executive director who has attained the age of seventy five years unless a special resolution is passed to that effect.

As per Section 149(10) of the Act an Independent Director shall hold office for a term of upto five consecutive years on the Board of a Company, but shall be eligible for re-appointment for further term of five years on passing a special resolution by the Company.

In line with the aforesaid provisions of the Companies Act, 2013 and Shri Sagarmal Agarwal, Non-Executive and Independent Director of the Company, has already attained the age of seventy five years before the expiration of present term on September 29, 2018. He has long and rich experience and continued valuable guidance to the management and strong Board performance of Mr. Sagarmal Agarwal and on the recommendation of the Nomination, Remuneration Committee and Board, it is proposed to re-appoint him as an Independent Director on the Board for a further term of five years commencing from 29th September, 2018 to 29th September, 2023. The Company has received the consent in writing from him to act as Director of the Company and a declaration that he is not disqualified to act as Director under Section 164(2) of the Act and meet the criteria of independence as provided in Section 149(6) of the Act and Regulation 16(1)(b) of the SEBI (LODR) Regulations, 2015.

In the opinion of the Board, Mr. Sagarmal Agarwal fulfils the conditions specified in the Act and he is independent of the management. The profile and specific areas of his expertise as required under SEBI (LODR) Regulations, 2015, is provided at the end of this notice. The Board recommends the given resolution for approval of the Members.

No Director, Key Managerial Personnel and their relatives, except Mr. Sagarmal Agarwal being appointee, is in any way, concerned or interested in the resolution.

Item No. 6

Mr. Jayanti Hiralal Oza is acting as an Independent Director of the Company. His current term will expire on 30th September ,2018.

However, the Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) (Amendment) Regulations, 2018 (to be effective from April 01, 2019), provides that no listed Company shall appoint a person or continue the directorship of any person as a non-executive director who has

attained the age of seventy five years unless a special resolution is passed to that effect.

As per Section 149(10) of the Act an Independent Director shall hold office for a term of upto five consecutive years on the Board of a Company, but shall be eligible for re-appointment for further term of five years on passing a special resolution by the Company.

In line with the aforesaid provisions of the Companies Act, 2013 and Shri Jayanti Hiralal Oza, Non-Executive and Independent Director of the Company, has already attained the age of seventy five years before the expiration of present term on September 29, 2018. He has long and rich experience and continued valuable guidance to the management and strong Board performance of Mr. Jayanti Hiralal Oza and on the recommendation of the Nomination, Remuneration Committee and Board, it is proposed to re-appoint him as an Independent Director on the Board for a further term of five years commencing from 29th September, 2018 to 29th September, 2023. The Company has received the consent in writing from him to act as Director of the Company and a declaration that he is not disqualified to act as Director under Section 164(2) of the Act and meet the criteria of independence as provided in Section 149(6) of the Act and Regulation 16(1)(b) of the SEBI (LODR) Regulations, 2015.

In the opinion of the Board, Mr. Jayanti Hiralal Oza fulfils the conditions specified in the Act and he is independent of the management. The profile and specific areas of his expertise as required under SEBI (LODR) Regulations, 2015, is provided at the end of this notice. The Board recommends the given resolution for approval of the Members.

No Director, Key Managerial Personnel and their relatives, except Mr. Jayanti Hiralal Oza being appointee, is in any way, concerned or interested in the resolution.

DETAILS OF DIRECTORS SEEKING APPOINTMENT/ RE-APPOINTMENT AT THE ANNUAL GENERAL MEETING [PURSUANT TO REGULATION 26(4) AND 36 (3) OF THE SEBI (LISTING OBLIGATIONS AND DISCLOSURE REQUIREMENTS) REGULATIONS, 2015]

Particulars	Shri Sagarmal Agarwal	Shri Jayanti Hiralal Oza	Shri Kapil Agarwal
Director Identification Number	01560532	00923740	00386298
Date of Birth (Age)	03.01.1941	25.05.1943	18.06.1983
Nationality	Indian	Indian	Indian
Qualification	MBA	MBA	MBA
Expertise	Experienced in Finance and Business Management	Experienced in Finance and Business Management	Experienced in Marketing and Business Management
Date of Appointment on the Board	13/07/1989	25/08/1991	23/07/2005
Relationship with other Directors and Key Managerial Personnel	Not related to any Director / Key Managerial Personnel	Not related to any Director / Key Managerial Personnel	Son of Mr. J.P. Agarwal and of Mrs. Geeta Devi Agarwal
No. of shares held in the Company	NIL	NIL	135635
Directorships held in other Companies (excluding foreign Companies and Section 8 Companies) as on 31.03.2018	1. PACKINGS & JOINTINGS GASKETS PRIVATE LIMITED 2. SAMS FINVEST PRIVATE LIMITED 3. VITTA FINVEST PRIVATE LIMITED 4. CLASSHOPR WELLNESS PRIVATE LIMITED 5. CHIKHLOLI MORIVLI EFFLUENT TREATMENT	1. PRECISION TRANSFORMERS PVT LTD 2. DIAMOND BIO - LIFE PRIVATE LIMITED	1. GALAXY REALVENTURE PRIVATE LIMITED 2. REYANSH MINES AND MINERALS PRIVATE LIMITED 3. GITANJALI METASTEEL PRIVATE LIMITED 4. GEETANJALI BUILDTECH PRIVATE LIMITED 5. RAVI BUILDMART PRIVATE LIMITED 6. SURYA BUILDSQUARE PRIVATE LIMITED 7. BHASKAR BUILDMART PRIVATE LIMITED 8. PROCLAIM CONSTRUCTIONS PRIVATE LIMITED 9. GEETANJALI INVESTECH HOLDINGS INDIA PRIVATE LIMITED 10. SEA HORSE CONSTRUCTIONS PRIVATE LIMITED 11. PACIFIC IRON MANUFACTURING LIMITED 12. PEARL REALHOME DEVELOPERS PRIVATE LIMITED 13. MOUNT SAROLI INFRASTRUCTURES LIMITED 14. STEADFAST BUILDERS PRIVATE LIMITED 15. OJASWI MARBLES AND GRANITES PRIVATE LIMITED 16. PACIFIC LEASING AND RESEARCH LTD

Memberships /Chairmanships of committees of other public companies (includes only Audit Committee and Stakeholders' Relationship Committee) as on 31.03.2018	NIL	NIL	NIL
Memberships/ Chairmanships of the Committee of the Board of Directors of the Company	Member: 1. Audit Committee 2. Stakeholder Relationship Committee 3. Nomination & Remuneration Committee	Member: 1. Audit Committee 2. Stakeholder Relationship Committee 3. Nomination & Remuneration Committee	NIL

BOARDS' REPORT

To,

The Members of Pacific Industries Limited,

The Board of Directors have pleasure in presenting their 29th Annual Report on the business and operations of Pacific Industries Limited along with the Audited Financial Statements for the Financial Year Ended March 31, 2018.

1. Financial Highlights

The Standalone and Consolidated Financial Results of the company for the year ended 31st March, 2018 are as follows:

(Rs. In Lacs)

Particulars	Standalone (F.Y.)		Consolidated (F.Y.)	
	2017-18	2016-17	2017-18	2016-17
Revenue from Operations and Other Income	6936.52	6819.59	7425.16	10270.40
Less: Operating Cost	6162.43	6191.98	6761.14	9688.69
Operating Profit/PBDIT	**774.09**	**627.61**	**664.02**	**581.71**
Less: Interest & Finance Charges	337.16	220.49	266.37	138.73
Less: Depreciation & Amortization Expenses	333.22	368.14	333.49	368.41
Profit Before Tax and Exceptional Items	**103.71**	**38.98**	**64.16**	**74.57**
Add: Exceptional items	-	-	-	-
Profit Before Tax	**103.71**	**38.98**	**64.16**	**74.57**
Less: Provision for Tax	20.34	4.65	28.94	14.01
Less: Prior Period Adjustment	-	-	-	7.60
Profit After Tax	**83.37**	**34.33**	**35.22**	**52.95**
Other Comprehensive Income	50.37	-15.61	-57.46	457.22
Surplus carried to Balance Sheet	**133.74**	**18.72**	**-22.24**	**510.16**

Indian Accounting Standards

The Ministry of Corporate Affairs (MCA), vide its notification in the official Gazette dated 16th February, 2015, notified the Indian Accounting Standards (IND AS) which has replaced the existing Indian GAAP prescribed under Section 133 of the Companies Act, 2013, read with rule 7 of the Companies (Accounts) Rules, 2014. Pursuant to the above said notification, the Indian Accounting Standards (IND AS) is applicable on the Company for the accounting periods beginning on or after 1st April, 2017.

2. BUSINESS OVERVIEW

Your Company continues to maintain its reputation as one of the most reputed manufacturers & providers of choicest and exclusive range of Indian & Imported Marbles & Granites. The Company has strived to innovate in technology and marketing

and has evolved accepting the changing customer demands and aspirations.

Aggressive marketing and rational utilization of resources by the management of the Company has been an ongoing process as usual.

The Company has visualized on many uncharted territories in terms of creating a better future for itself in terms of new products and a wider range of colors and the Company is well positioned to capture benefits of the upturn.

Customer Relationships

Your Company believes that strengthening the relationships with its existing clients is as important as adding new names to its clientele. The Company has been exploring new opportunities with its existing clients and has also widened its client base both geographically and numerically during the year under review and hopes to further expand it with the introduction of e-commerce facility on its website in the coming years.

The Company has also gained and maintained a reputation for importing and distributing only the highest quality stone while providing clients with personalized, detailed attention in selecting the right material for their projects.

Personnel & Performance

Your Company has been able to develop an environment, which is conducive to high growth and performance, a work culture that encourages meritocracy and rewards high performers in an adequate and fair manner.

3. CONSOLIDATED FINANCIAL STATEMENTS

The Consolidated Financial Statements of the Company and all the subsidiaries form a part of this Annual Report and have been prepared in accordance with section 129(3) of the Companies Act, 2013. A separate statement containing salient features of the Financial Statements in prescribed format AOC-1 is annexed as Annexure-I to this report. This statement also provides the details of the performance and financial position of each of the Subsidiary Company.

4. DIVIDEND AND TRANSFER TO RESERVE

Your Directors have not recommended any dividend for the year 2017-2018. The Board of Directors didn't propose to transfer any sum to the General Reserve.

5. DETAILS OF SUBSIDIARIES

The Company has the following subsidiaries and step-down subsidiaries:

Wholly owned Subsidiaries:-

a) Gaze Fashiontrade Limited, a 100% Subsidiaries of the Company situated in the state of Karnataka.

b) Gist Minerals & technologies Limited, a 100% Subsidiaries of the Company situated in the state of Maharashtra.

Step Down Subsidiaries:-

a) Biswas Solar Instrument Private Limited,, a wholly owned step-down subsidiary of the Company.

b) Blood hound Security Company Pvt. Ltd., a wholly owned step-down subsidiary of the Company.

c) Radhika vyapaar Pvt. Ltd. a wholly owned step-down subsidiary of the Company.

d) Saha Coloured & falvour Spirit manufacture Pvt. Ltd. a wholly owned step-down subsidiary of the Company.

There is no associate company within the meaning of section 2(6) of the Companies Act, 2013. There has been no material change in the nature of the business of the Subsidiaries.

6. CHANGE IN CAPITAL STRUCTURE

During the year, there has been no change in the authorized share capital of the Company.

Further, the Company has not issued any shares.

7. DIRECTORS AND KEY MANAGERIAL PERSONNEL

During the financial year, Mr. Mangi Lal Dangi, Non-Executive Independent Director,Director on the Board of the Company has resigned w.e.f 28th February, 2018 The Board of Directors has placed on record its warm appreciation of the rich contribution made by the above Director.

Further, Mr. Sagarmal Agarwal, Mr. Jayanti Hiralal Oza, Non-Executive Independent Directors of the Company, have completed their tenure as Independent Directors on the Board of the Company on 29th September March, 2018.

In accordance with the provisions of the Companies Act, 2013 and in terms of the Articles of Association of the Company, Mr. Kapil Agarwal is liable to retire by rotation at ensuing Annual General Meeting and being eligible offer himself for reappointment.

8. DECLARATION OF INDEPENDENT DIRECTORS

All the Independent Directors have submitted declaration that they meet the criteria of independence as provided in section 149 (6) of the Companies Act, 2013 and

Regulation 16(1)(b) of SEBI (Listing and Disclosure Requirements), 2015 and there has been no change in the circumstances which may affect their status as independent director during the year.

9. Credit Rating

The Credit Rating has been affirmed for long-term rating of **ICRA - BB** and for short-term rating of **ICRA - A4** on the bank facilities of the Company.

10. PARTICULARS OF EMPLOYEES

The information required pursuant to Section 197(12) of the Companies Act, 2013 read with rule 5 (1) of the Companies (Appointment and Remuneration of Managerial Personnel) Rules,2014, as amended from time to time, has been given in the Annexure 2.

11. NUMBER OF THE MEETINGS OF THE BOARD OF DIRECTORS

The Company had five (5) Board Meetings during the Financial Year under review. The Board Meetings were held in Compliance with the Companies Act, 2013. The details of the same provided in the Corporate Governance Report.

12. EVALUATION OF THE BOARD'S PERFORMANCE

Pursuant to the provisions of the Companies Act, 2013, the Board has carried out an annual performance evaluation of its own performance, its committees and individual directors. The criteria of evaluation is described in the "Report on Corporate Governance", a part of this Annual Report.

The Nomination and Remuneration Policy of the Company, containing criteria of performance evaluation of directors and payment of remuneration, has been designed to keep pace with the dynamic business environment and market-linked positioning. The policy

has been duly approved and adopted by the Board, pursuant to the recommendations of the Nomination, Remuneration and Compensation Committee of the Board, which is available on the Company's website, i.e. http://www.pacificindstriesltd.com.

13. COMPANY'S POLICY RELATING TO DIRECTOR'S APPOINTMENT, PAYMENT OF REMUNERATION AND DISCHARGE OF THEIR DUTIES

The Board has framed a policy relating to appointment of Directors, payment of Managerial remuneration, Director's qualifications, positive attributes, independence of Directors and other related matters as provided under section 178(3) of the Companies Act, 2013 based on the recommendation of Nomination and Remuneration Committee. The details of this policy is explained in the Corporate Governance Report.

14. COMMITTEES OF THE BOARD

There are currently four Committee of the Board which are as follows:

a) Audit Committee

b) Nomination & Remuneration Committee

c) Corporate Social Responsibility (CSR) Committee

d) Stakeholders' Relationship Committee

Details of all the Committees along with their composition, charters and meetings held during the year, are provided in the "Report on Corporate Governance", which forms part of this Annual Report.

15. DIRECTORS' RESPONSIBILITY STATEMENT

The Board of Directors acknowledge the responsibility for ensuring compliances with the provisions of Section 134(3)(c) read with Section 134(5) of the Companies Act 2013 and state that :

a. In the preparation of the annual accounts for the financial year ended 31st March, 2018, the applicable accounting standards have been followed along with proper explanation relating to material departures;

b. such accounting policies as mentioned in note 1 & 2 to the financial statements have been selected 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 Financial year on 31st March, 2018 and of profit and loss of the Company for that period;

c. proper and sufficient care has been taken 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;

d. The annual accounts have been prepared on a going concern basis;

e. Proper internal financial controls have been laid down which are adequate and were operating effectively.

f. Proper systems have been devised to ensure compliance with the provisions of all applicable laws and that such systems were adequate and operating effectively.

16. RELATED PARTY TRANSACTIONS

All related party transactions entered into during the financial year were on an arm's length basis and were in the ordinary course of business. There are no material

significant related party transactions made by the Company with Promoters, Directors, Key Managerial Personnel or other designated persons and their relatives which may have a potential conflict with the interest of the Company at large. Particulars of contracts or arrangements with related parties referred to Section 188(1) of the Companies Act, 2013 in the form AOC 2 is annexed herewith as Annexure 3.

All related party transactions is placed before the Audit Committee as well as the Board of Directors. The Audit Committee has granted omnibus approval for related party transactions as per the provisions of the Companies Act, 2013, and SEBI (LODR) Regulations, 2015. The Board has also framed a policy on related party transactions and the same is available on the Company's website, i.e. www.pacificindustriesltd.com.

17. VIGIL MECHANISM / WHISTLE BLOWER POLICY

The Company has established a Vigil Mechanism / Whistle Blower Policy to deal with instances of fraud and mismanagement, if any. The Policy has a systematic mechanism for directors and employees to report concerns about unethical behaviour, actual or suspected fraud or violation of the Company's Code of Conduct or policy. The policy is also available on the Company's website i.e. www.pacificindustriesltd.com

18. INTERNAL CONTROL SYSTEMS AND THEIR ADEQUACY

The Company has well defined mechanisms in place to establish and maintain adequate internal controls over all operational and financial functions considering the nature, size and complexity of its business. The Company maintains adequate internal control systems that provide among other things, reasonable assurance of recording the transactions of its operations in all material respects and of providing protection against significant misuse or loss of Company assets. Mr. Ravi Sharma, Chartered Accountant was appointed as an Internal Auditor of the Company. The Internal Auditors independently evaluate adequacy of internal controls and audit the majority of the transactions undertaken by the Company. Post audit reviews are carried out to ensure that audit recommendations have been implemented. The Audit Committee of the Board of Directors which comprises of majority of Independent Directors, inter alia, reviews the adequacy and effectiveness of internal Control and monitors implementation of Internal Audit observations.

19. LISTING OF SHARES

The shares of the Company are listed on BSE Limited and the listing fee for the year 2018-19 has been duly paid.

20. AUDITORS AND AUDITORS' REPORT

A. Statutory Auditors

The board has appointed of M/s Ravi Sharma & Co., Chartered Accountants, Jaipur

(Firm Registration No. 015143C) as Statutory Auditors of the Company for Five (5) years beginning form the conclusion of ensuing 28th AGM to till the Conclusion of ensuing 33rd AGM, subject to ratification of their appointment by the Shareholders at every intervening Annual General Meeting.

Pursuant to the provisions of Companies (Amendment) Act, 2017, as notified on 7th May, 2018 by the Ministry of Corporate Affairs, the appointment of Statutory Auditors is not required to be ratified at every intervening Annual General Meeting (AGM). Accordingly, in line with the aforesaid provisions and pursuant to the resolution passed at 28th AGM, the Company, at ensuing AGM, is proposing to ratify the appointment of auditors from the conclusion of 29th AGM till the conclusion of 33rd AGM to conduct the statutory audit of the Company, without further annual ratification by members at every subsequent AGM. The statutory auditors of the Company have submitted Auditors' Report on the financial statements (standalone and consolidated) of the Company for the financial year ended 31st March, 2018. There is qualification or adverse remark contained in the Statutory Auditors' Report attached to Balance Sheet as at 31st March, 2018. Information referred in Auditors' Report are self-explanatory and do not call for any further comments.

B. Secretarial Auditor

The board has appointed **M/s S Hirawat & Associates,** Practising Company Secretaries, as secretarial auditor of the Company for the FY 2017-18 as per the provisions of Section 204 of Companies Act 2013 and rules made thereunder.

The Secretarial Audit Report for the financial year 2017-18 is attached herewith as Annexure 4. The report does not contain any reservation, qualification or adverse remark Information referred in the Secretarial Auditor Report are self-explanatory and do not call for any further comments.

21. PARTICULARS OF LOANS, GUARANTEES AND INVESTMENTS

The particulars of loans, guarantees and investments made under section 186 of the Companies Act, 2013 by the company, to other Body Corporates or persons have been disclosed in notes to the financial statements.

22. DEPOSITS

The Company has neither accepted nor renewed any deposits during the year under review.

23. EXTRACT OF ANNUAL RETURN

As provided under section 92(3) of the Companies Act, 2013 the extract of annual return is given in Annexure-5 in the prescribed form MGT-9, which forms part of this report.

24. CORPORATE SOCIAL RESPONSIBILITY (CSR)

As required under Section 135 of the Companies Act, 2013, the Board of Directors has constituted a Corporate Social Responsibility (CSR) Committee to formulate and recommend to the Board, a Corporate Social Responsibility (CSR) Policy which shall indicate the activities to be undertaken by the Company as specified in Schedule VII of the Companies Act, 2013, to recommend the amount of expenditure to be incurred on the activities and to monitor the Corporate Social Responsibility Policy of the Company from time to time. The composition of CSR Committee has been given in Annual Report on CSR activities.

The Annual Report on CSR activities is annexed herewith as Annexure- 6.

25. PREVENTION OF INSIDER TRADING

In compliance with the provisions of Securities Exchange Board of India (Prohibition of Insider Trading) Regulations, 2015, the Board has adopted a code of conduct and code of practices and procedures for fair disclosure of unpublished price sensitive information to preserve the confidentiality of price sensitive information, prevent misuse thereof and regulate the trading by Insiders.The code of practice and procedures for fair disclosure of unpublished price sensitive information is also available on the Company's website i.e. ***www. pacificindustriesltd.com***.

26. RISK MANAGEMENT

The Company has framed and implemented a Risk Management Policy to identify the various business risks. This framework seeks to create transparency, minimize adverse impact on the business objectives and enhance the Company's competitive advantage. The risk management policy defines the risk management approach across the enterprise at various levels including documentation and reporting.

27. PREVENTION OF SEXUAL HARASSMENT AT WORKPLACE

Your Company is fully committed to uphold and maintain the dignity of women working in the Company. Pursuant to the provisions of Section 21 of the Sexual Harassment of Women at the Workplace (Prevention, Prohibition, Redressal) Act, 2013, the Company formulated an Anti-Sexual Harassment policy. All employees (permanent, contractual, temporary and trainees) are covered under this policy. An Internal Complaints Committee (ICC) was set up which is responsible for redressal of complaints related to sexual harassment at the workplace. During the year under review, the Company has not received any complaint pertaining to sexual harassment..

28. MANAGEMENT DISCUSSION AND ANALYSIS REPORT

The Management Discussion and Analysis Report of the financial condition and results of operations of the Company for the year under review as required regulation 34(2)(e) of

SEBI (Listing and Disclosure Requirements) Regulations, 2015 is being given separately and forms part of this Annual Report.

29. CORPORATE GOVERNANCE

The Company has complied with the corporate governance requirements as stipulated under the Listing Agreement and SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 with the stock exchanges. A separate section on corporate governance, along with certificate from the auditors confirming the compliance is annexed and forms part of the annual report. The Chairman & Managing Director has confirmed and declared that all the members of the Board and the Senior Management have affirmed compliance with the code of conduct.

30. SECRETARIAL STANDARDS

During the year, the Company has complied with all applicable secretarial standards.

31. CONSERVATION OF ENERGY, TECHNOLOGY ABSORPTION AND FOREIGN EXCHANGE EARNINGS AND OUTGO

The Information relating to conservation of energy, technology absorption and foreign exchange earnings and outgo as per section 134(3)(m) of the Companies Act,2013 read with rule 8(3) of the Companies (Accounts) Rules,2014 is appended as Annexure 7 and forms part of the Report.

32. GREEN INITIATIVES

As in the previous years, this year too, Electronic copies of the annual Report 2017-18 and the notice of the 29th Annual General Meeting are sent to all members whose email addresses are registered with the Company/ Depository Participant(s). For the members who have not registered their email addresses, physical copies are sent in the permitted mode.

33. ACKNOWLEDGEMENTS

Your Company will soon complete 29 eventful years of the existence in this country. Your Directors are proud of this rich heritage and thank to all our stakeholders who have contributed to the success or your country.

Place : Udaipur

Date: 30th May,2018

By Order of the Board of Directors

Sd/-
(J. P. Agarwal)
Chairman & Managing Director
DIN: 00386183

Annexure - 1

FORM NO. AOC -1

(Pursuant to first proviso to sub-section (3) of section 129 read with Rule 5 of the Companies (Accounts) Rules, 2014.

Statement containing salient features of the Financial Statements of Subsidiaries/Associate Companies/ Joint Ventures

Part "A": Subsidiaries

Particulars	Subsidiaries		Step-Down Subsidiaries			
Sl. No.	1	2	3	4	5	6
						(Amt in '000)
Name of Subsidiary	Gaze Fashiontrade Ltd.	Gist Minerals & technologies Limited	Biswas Solar Instrument Pvt. Ltd.	Blood hound Security Company Pvt. Ltd.	Radhika vyapaar Pvt. Ltd.	Saha Coloured & falvour Spirit manufacture Pvt. Ltd.
The date since when subsidiary was acquired	21st October, 2016	07th November,2016	15th March, 2017	15th March, 2017	15th March,2017	15th March,2017
Reporting period for the Subsidiary Concerned, if different from the holding company's reporting period	NA	NA	NA	NA	NA	NA
Share Capital	1,000.00	1,000.00	7902.00	6,002.00	5,000.00	1,050.00
Reserve & Surplus	21,990.14	4,792.57	7,72,788.27	5,77,612.53	2,40,382.70	9,06,664.02
Total Assets	30,037.11	78,967.87	7,84,868.29	5,86,348.13	4,18,985.58	11,38,152.92
Total Liabilities	7,046.97	73,175.29	4,178.02	2,733.60	1,73,602.88	2,30,438.91
Investments	664.58	29,579.58	-	-	28,683.51	29,750.00
Turnover	9.05	1.58	9,444.94	400.00	21,779.69	33,715.09
Profit before taxation	-1,069.49	-6,226.74	602.01	208.81	877.35	1,653.46
Provision for Taxation	-	-	155.02	53.77	225.95	425.77
Profit after taxation	-1,069.49	-6,226.74	446.99	155.04	651.43	1,277.70
Proposed dividend	-	-	-	-	-	-
% of Shareholding	100%	100%	100%	100%	100%	100%

Notes:

1. Name of Subsidiaries which are yet to commence operation: NA
2. Name of Subsidiaries which have been liquidated or sold during the year:NIL

Part "B": Associates and Joint Ventures

Statement pursuant to section 129(3) of the Companies Act, 2013 related to Associate Companies and Joint ventures
There is no Associates and Joint Ventures as on 31st March, 2018.

For and on behalf of the board

Sd/-
J. P. Agarwal
Chairman & Managing Director
(DIN:00386183)

Sd/-
Kapil Agarwal
Director
(DIN: 00386298)

Place: Udaipur
Date: 30.05.2018

Annexure- 2

Particulars of Employees

1. Information as per Rule 5(1) of the Companies (Appointment and Remuneration of Managerial Personnel) Rules, 2014.

A. Remuneration paid to Whole Time Director

Name of Director	Remuneration in FY 2017-18	Remuneration in FY 2016-17	% Inc./ (Dec) in Remuneration	Ratio of Remuneration to MRE
Mr. J.P Agarwal	Rs.24.00 Lacs	Rs.24.00 Lacs	0.00	10.27
Mr. Kapil Agarwal	Rs.24.00 Lacs	Rs.24.00 Lacs	0.00	10.27

B. Remuneration paid to KMPs

Name of Director	Remuneration in FY 2017-18	Remuneration in FY 2016-17	% Inc./ (Dec) in Remuneration	Ratio of Remuneration to MRE
Ms. Khushbu Sethi – Company Secretary	3.42 Lacs	3.29 Lacs	NA	1.40

*based on annualized salary, MRE – Median Remuneration of Employees

C. The median remuneration of employees was Rs. 2,33,520/- in financial year 2017-18 and Rs. 1,59,660/- in financial year 2016-17. There was Increase in MRF in financial year 2017-18 of 31.62% as compared to financial year 2016-17. `

D. Number of permanent employees on the rolls of Company was 278 employees as on 31.03.2018.

E. The aggregate remuneration of the employees was increased by 22.95% over the previous financial year.

F. There was no increase in the salary of WHOLE TIME DIRECTOR. The increase in remuneration of other than KMP's was 24.06%. The increase in total remuneration of KMPs including whole time director was 3.80% over the previous financial year.

G. Average Salary increase of non- managerial employees was 24.06% and that of managerial employees 3.80% in financial year 2017-18. There are no exceptional circumstances in increase in managerial remuneration.

H. Remuneration paid during the year ended 31st March, 2018 is as per the Remuneration Policy of the Company.

II. Information as per Rule 5(2) of the Companies (Appointment and Remuneration of Managerial Personnel) Rules, 2014:

a) Details of Top Ten employee in terms of remuneration drawn during the year ended on 31.03.2018

Sl. No.	Employee Name	Designation	Remuneration received	Date of commencement of employment	Educational Qualification	Age (Years)	Experience (in Years)	Last employment
1.	Mr. J.P. Agarwal	Chairman & Managing Director	2400000	13.07.1989	CA (Inter)	60	28	NIL
2.	Mr. Kapil Agarwal	Executive Director	2400000	01.07.2005	MBA	35	12	NIL
3.	Mr. Ravi Kumar Sharma	Finance Controller	1380000	01.06.2013	CA & CS	30	8	Banswara Syntax Ltd
4.	R. G. NAGENDRA	Deputy General Manager- HR	1152638	11.01.2016	Bsc, Dip in Social Science, PGDPM &IR, Dip in IR,, MBA	59	01	M/s. Serenity Trades Pvt Ltd, Mumbai
5.	Mr. Anurag Jain	AVP Business Management	900000	01.06.2014	MBA	34	13	Angel Broking Pvt. Ltd.
6.	SWAMY V R	Sr. MANAGER - FACTORY	882332	11.02.1997	DME(Mech)	49	20	M/s. STI Granite India Limited, Tumkur
7.	Sandeep Dhing	Manager - Co-Ordination	845958	01.11.2010	Higher Secondary	42	9	NA
8.	Amar Singh Ranawath	Sr. Manager-Quality R B	744642	01.02.2005	SSLC Fail	42	13	NA
9.	SHIVARAJU G	MANAGER-ELECTRICAL	744271	01.08.1996	DEE	48	21	M/s. STI Granite India Limited, Tumkur
10.	RAKESH TOSHNIWAL	Sr. MANAGER - ACCOUNTS	730728	05.05.2005	B. Sc.	48	12	M/s. Thanuka Marbles (P) Ltd, Udaipur

Annexure - 3

FORM NO. AOC -2

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

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

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

SL. No.	Particulars	Details
a)	Name (s) of the related party & nature of relationship	-Not Applicable -
b)	Nature of contracts/arrangements/transaction	
c)	Duration of the contracts/arrangements/transaction	
d)	Salient terms of the contracts or arrangements or transaction including the value, if any	
e)	Justification for entering into such contracts or arrangements or transactions'	
f)	Date of approval by the Board	
g)	Amount paid as advances, if any	
h)	Date on which the special resolution was passed in General meeting as required under first proviso to section 188	

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

Name (s) of related party & nature of relationship	Nature of contracts/ Arrangements /transaction	Amount (In lacs)	Duration of contracts/ arrangements/transaction	Salient terms of the contracts/arrangements or transaction including the value, if any	Date of approval by the Board	Amount paid as advances, if any
Rahul Marbles Pvt. Ltd.	Sales	1.89	Ongoing	The related party transactions (RPTs) entered during the year were in the ordinary course of business and are at arms	Since these related party transactions are in	NIL
Rahul Marbles Pvt. Ltd.	Purchase	69.09	Ongoing			NIL
Krishna Marbles	Purchase	181.03	Ongoing			NIL.
Pacific Iron Manufacturing Ltd.	Purchase	120.89	Ongoing			NIL
	Loan Outstanding	120.89	31st March 2018			NIL
Gist Minerals Technologies Ltd. (Wholly Owned	Interest Income	61.04	31st March 2018			NIL
	Advance Outstanding	725.60				

Subsidiary of the Company)				the ordinary course of business and on arms length basis.	length besis, approval of the Board is not applicable. However, necessary approvals were granted by the Audit Committee from time to time.	
Gaze Fashiontrade Limited (Wholly Owned Subsidiary of the Company)	Interest Income	8.10	31st March 2018			NIL
	Advance Outstanding	69.62				
Saha Coloured and flavor manufacturer pvt. Ltd. (Step Dow Subsidiary of the Company)	Interest Paid	49.59	31st March 2018			NIL
	Loan Outstanding	8185.11				
Biswas Solar Instruments Pvt. Ltd. (Step Dow Subsidiary of the Company)	Loan Outstanding	800.51	31st March 2018			NIL
Radhika Vyapaar Pvt. (Step Dow Subsidiary of the Company)	Interest Paid	20.43	31st March 2018			NIL
	Loan Outstanding	6.20				
Yash Procesors Pvt. Ltd.	Loan Outstanding	149.389	31st March 2018			NIL
Bhola Motor Finance Pvt. Ltd.	Interest Paid	158.24	31st March 2018			NIL
	Loan outstanding	1192.62				

For and on behalf the Board of Directors

Sd/-
J. P. Agarwal
Chairman & Managing Director
(DIN:00386183)

Annexure-4

SECRETARIAL AUDIT REPORT
FOR THE FINANCIAL YEAR ENDED ON 31ST MARCH, 2018

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

To,
The Members,
PACIFIC INDUSTRIES LIMITED

We have conducted the secretarial audit of the compliance of applicable statutory provisions and the adherence to good corporate practices by **Pacific Industries Limited** (hereinafter called the Company).

Secretarial Audit was conducted in a manner that provided us a reasonable basis for evaluating the corporate conducts/statutory compliances and expressing my opinion thereon.

Based on our verification of the Company's books, papers, minute books, forms and returns filed and other records maintained by the company and also the information provided by the Company, its officers, agents and authorized representatives during the conduct of secretarial audit, we hereby report that in our opinion, the company has, during the audit period covering the financial year ended on 31st March, 2018, complied with the statutory provisions listed hereunder and also that the Company has proper Board-processes and compliance-mechanism in place to the extent, in the manner and subject to the reporting made hereinafter:

We have examined the books, papers, minute books, forms and returns filed and other records maintained by **M/s. Pacific Industries Limited** ("the Company") for the financial year ended on 31st March, 2018 according to the provisions of:

(i) The Companies Act, 2013 (the Act) and the rules made thereunder;

(ii) The Securities Contracts (Regulation) Act, 1956 ('SCRA') and the rules made thereunder;

(iii) The Depositories Act, 1996 and the Regulations and Bye-laws framed thereunder;

(iv) Foreign Exchange Management Act, 1999 and the rules and regulations made thereunder to the extent of Foreign Direct Investment and Overseas Direct Investment and External Commercial Borrowings; **there was no transaction of FDI, ODI and ECBs during the period under review**

(v) The following Regulations and Guidelines prescribed under the Securities and Exchange Board of India Act, 1992 ('SEBI Act'):-

(a) The Securities and Exchange Board of India (Substantial Acquisition of Shares and Takeovers) Regulations, 2011;

(b) The Securities and Exchange Board of India (Prohibition of Insider Trading) Regulations, 1992 and the Securities and Exchange Board of India (Prohibition of Insider Trading) Regulations, 2015;

(c) The Securities and Exchange Board of India (Issue of Capital and Disclosure Requirements) Regulations, 2009. **There was no issue of securities during the period under review.**

(d) The Securities and Exchange Board of India (Share based Employee Benefits) Regulations, 2014. **Not applicable to the company during the period under review.**

(e) The Securities and Exchange Board of India (Issue and Listing of Debt Securities) Regulations, 2008. **Not applicable to the company during the period under review.**

(f) The Securities and Exchange Board of India (Registrars to an Issue and Share Transfer Agents) Regulations, 1993 regarding the Companies Act and dealing with client;

(g) The Securities and Exchange Board of India (Delisting of Equity Shares) Regulations, 2009. **Not applicable to the company during the period under review.**

(h) The Securities and Exchange Board of India (Buy Back of securities) Regulations, 1998. **Not applicable to the company during the period under review.**

(vi) As informed and certified by the management, the Mining Act, 1952 is applicable to the company based on their sector/industry. The company has complied with the provisions of the said Act during the period under review.

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

(i) Secretarial Standards issued by The Institute of Company Secretaries of India

(ii) The Listing Agreements entered into by the Company with Bombay Stock Exchange (BSE) and SEBI (Listing Obligation and Disclosure Requirements) Regulations, 2015.

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

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

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

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

This Report is to be read with our letter of even date which is annexed as "Annexure A" and forms as an integral part of this report.

For S Hirawat & Associates
Company Secretaries

SD/-
[SAROJ HIRAWAT]
Proprietor
M. No. : FCS -4248
COP No.: 2438

PLACE: Jaipur
DATE: 30th May, 2018

'Annexure A'

To,
The Members,
Pacific Industries Limited

Our report of even date is to be read along with this letter.

1. Maintenance of secretarial record is the responsibility of the management of the company. Our responsibility is to express an opinion on these secretarial records based on our audit.
2. We have followed the audit practices and processes as were appropriate to obtain reasonable assurance about the correctness of the contents of the Secretarial records. The verification was done on the test basis to ensure that correct facts are reflected in secretarial records. We believe that the processes and practices we followed provide reasonable basis of our opinion.
3. We have not verified the correctness and appropriateness of financial records and Books of Accounts of the company. We have relied upon the Report of Statutory Auditors regarding compliance of Companies Act, 2013 and Rules made thereunder relating to maintenance of Books of Accounts, papers and financial statements of the relevant Financial Year, which give a true and fair view of the state of the affairs of the company.
4. We have relied upon the Report of Statutory Auditors regarding compliance of Fiscal Laws, like the Income Tax Act, 1961 & Finance Acts, the Customs Act, 1962, the Central Excise Act, 1944 and Service Tax.
5. Wherever required, we have obtained the Management representation about the compliances of laws, rules and regulations and happening of events etc.
6. The compliances of the provisions of corporate and other applicable laws, rules, regulations, standards is the responsibility of management. Our examination is limited to the verification of procedures on test basis.
7. The Secretarial Audit report is neither an assurance as to the future viability of the company nor of the efficacy or effectiveness with which the management has conducted the affairs of the company.

For S Hirawat & Associates
Company Secretaries

SD/-
[SAROJ HIRAWAT]
Proprietor
M. No. : FCS -4248
COP No.: 2438

PLACE: Jaipur
DATE: 30th May, 2018

Annexure- 5

FORM NO. MGT 9
EXTRACT OF ANNUAL RETURN

As on financial year ended on 31.03.2018
[Pursuant to Section 92 (3) of the Companies Act, 2013 and rule 12(1) of the Company (Management & Administration) Rules, 2014]

I. REGISTRATION & OTHER DETAILS:

1.	CIN	L14101KA1989PLC062041
2.	Registration Date	13/07/1989
3.	Name of the Company	Pacific Industries Limited
4.	Category/Sub-category of the Company	Category: Company Limited by Shares Sub-category- Non-government company
5.	Address of the Registered office & contact details	Survey No.13, N.H.48, Kempalinganhalli, Nelamangala Taluka, Bangalore, Karnataka-562123. Tel. No.: 91-080-27723004 Fax No.: 91-080-27723004 Email : pilnorth@pacificgranites.com Website: www.pacificindustriesltd.com
6.	Whether listed company	Yes
7.	Name, Address & contact details of the Registrar & Transfer Agent, if any.	Link Intime India Private Limited C-101, 247 Park, L. B. S. Marg, Vikhroli West, Mumbai-400083. Tel. :022-49186000 Fax :022-49186060

II. PRINCIPAL BUSINESS ACTIVITIES OF THE COMPANY

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

S. No.	Name and Description of main products / services	NIC Code of the Product/service	% to total turnover of the company
1.	Mining And Quarrying	081	100

III. PARTICULARS OF HOLDING, SUBSIDIARY AND ASSOCIATE COMPANIES:

SN	Name and Address of the Company	CIN/GLN/	Holding/Subsidiary/Associate	% of Shares held	Applicable Section
1.	GAZE FASHIONTRADE LIMITED FLAT NO. A6, -306, IN BLOCK NO.A IN JANAPRIYA 1ST AVENUE, ARISHINAGUNTE VILLAGE, NEEMANGALA BANGALORE KA 562123 IN	U17100KA2016PLC097289	Wholly Owned Subsidiary	100%	2(87)
2.	GIST MINERALS TECHNOLOGIES LIMITED 1302, DHEERAJ HEIGHTS-1, ADARSH NAGAR, ANDHERI (WEST), MUMBAI Mumbai City MH 400053 IN	U14290MH2016PLC287436	Wholly Owned Subsidiary	100%	2(87)
3.	BISWAS SOLAR INSTRUMENT PRIVATE LIMITED 408, "L" WING, NARAYAN PLAZA, CHANDIWALI, SAKI-NAKA, ANDHERI EAST, MUMBAI MH 400072 IN	U51909MH1996PTC311917	Step Down Subsidiary	100% through Subsidiary Company	2(87)
4.	BLOOD HOUND SECURITY COMPANY PVT. LTD SY NO. 121/9, KATHA NO. 261/25, 2ND FLOOR, NELAMANGALA TALUK,KASABA HOBLI,ARISHINAKUNTE GRAMA BANGALORE KA 562123 IN	U75302KA1997PTC112216	Step Down Subsidiary	100% through Subsidiary Company	2(87)
5.	RADHIKA VYAPAAR PVT LTD C-43, GURUKRIPA TOWER, MAHAVIR MARG, C-SCHEME, 4TH FLOOR, R NO-401 JAIPUR RJ 302001 IN	U51109RJ2005PTC061333	Step Down Subsidiary	100% through Subsidiary Company	2(87)
6.	SAHA COLOURED & FLAVOUR SPIRIT MANUFACTURER PRIVATE LIMITED HOUSE NO. 5050, 2ND FLOOR, VIJAYNAGAR, SHAMANNA LAYOUT, NELAMANGALA TALUK, BANGALORE Rural KA 562123 IN	U24200KA2008PTC104949	Step Down Subsidiary	100% through Subsidiary Company	2(87)

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

A) Category-wise Share Holding:

Sr No	Category of Shareholders	Shareholding at the beginning of the year - 2017				Shareholding at the end of the year - 2018				% Change during the year
		Demat	Physical	Total	% of Total Shares	Demat	Physical	Total	% of Total Shares	
(A)	Shareholding of Promoter and Promoter Group									
[1]	Indian									
(a)	Individuals / Hindu Undivided Family	500092	0	500092	'37.00%	500092	0	500092	'37.00%	'0.00%
(b)	Central Government / State Government(s)	0	0	0	'0.00%	0	0	0	'0.00%	'0.00%
(c)	Financial Institutions / Banks	0	0	0	'0.00%	0	0	0	'0.00%	'0.00%
(d)	Any Other (Specify)									
	Persons Acting In Concert	20500	0	20500	'1.51%	20500	0	20500	'1.51%	'0.00%
	Bodies Corporate	74610	0	74610	'5.52%	74610	0	74610	'5.52%	'0.00%
	Sub Total (A)(1)	595202	0	595202	'44.04%	595202	0	595202	'44.04%	'0.00%
[2]	Foreign									
(a)	Individuals (Non-Resident Individuals / Foreign Individuals)	0	0	0	'0.00%	0	0	0	'0.00%	'0.00%
(b)	Government	0	0	0	'0.00%	0	0	0	'0.00%	'0.00%
(c)	Institutions	0	0	0	'0.00%	0	0	0	'0.00%	'0.00%
(d)	Foreign Portfolio Investor	0	0	0	'0.00%	0	0	0	'0.00%	'0.00%
(e)	Any Other (Specify)									
	Sub Total (A)(2)	0	0	0	'0.00%	0	0	0	'0.00%	'0.00%
	Total Shareholding of Promoter and Promoter Group(A)=(A)(1)+(A)(2)	595202	0	595202	'44.04%	595202	0	595202	'44.04%	'0.00%
(B)	Public Shareholding									
[1]	Institutions									

(a)	Mutual Funds / UTI	0	1140	1140	'0.08%	0	1140	1140	'0.08%	'0.00%
(b)	Venture Capital Funds	0	0	0	'0.00%	0	0	0	'0.00%	'0.00%
(c)	Alternate Investment Funds	0	0	0	'0.00%	0	0	0	'0.00%	'0.00%
(d)	Foreign Venture Capital Investors	0	0	0	'0.00%	0	0	0	'0.00%	'0.00%
(e)	Foreign Portfolio Investor	0	0	0	'0.00%	0	0	0	'0.00%	'0.00%
(f)	Financial Institutions / Banks	20	40	60	'0.00%	20	40	60	'0.00%	'0.00%
(g)	Insurance Companies	0	10	10	'0.00%	0	10	10	'0.00%	'0.00%
(h)	Provident Funds/ Pension Funds	0	0	0	'0.00%	0	0	0	'0.00%	'0.00%
(i)	Any Other (Specify)									
	Foreign Financial Institution	0	10	10	'0.00%	0	10	10	'0.00%	'0.00%
	UTI	0	3350	3350	'0.24%	0	3350	3350	'0.24%	'0.00%
	Sub Total (B)(1)	20	4550	4570	'0.33%	20	4550	4570	'0.33%	'0.00%
[2]	Central Government/ State Government(s)/ President of India									
	Sub Total (B)(2)	0	0	0	'0.00%	0	0	0	'0.00%	'0.00%
[3]	Non-Institutions									
(a)	Individuals									
(i)	Individual shareholders holding nominal share capital upto Rs. 1 lakh.	238843	289873	528716	'39.12%	252481	286330	538811	'39.86%	'0.74%
(ii)	Individual shareholders holding nominal share capital in excess of Rs. 1 lakh	99958	0	99958	'7.39%	88370	0	88370	'6.53%	'-0.85%
(b)	NBFCs registered with RBI	0	0	0	'0.00%	0	0	0	'0.00%	'0.00%
(c)	Employee Trusts	0	0	0	'0.00%	0	0	0	'0.00%	'0.00%
(d)	Overseas Depositories(holding DRs) (balancing figure)	0	0	0	'0.00%	0	0	0	'0.00%	'0.00%
(e)	Any Other (Specify)									
	Foreign Nationals	0	4420	4420	'0.32%	0	4420	4420	'0.32%	'0.00%
	Hindu Undivided	21666	0	21666	'1.60%	19847	0	19847	'1.46%	'-0.13%
	Family									
	Non Resident Indians (Non Repat)	736	0	736	'0.05%	840	0	840	'0.06%	'0.00%

	Non Resident Indians (Repat)	3807	0	3807	'0.28%	4073	0	4073	'0.30%	'0.01%
	Clearing Member	2490	0	2490	'0.18%	1674	0	1674	'0.12%	'-0.06%
	Bodies Corporate	75332	14603	89935	'6.65%	79090	14603	93693	'6.93%	'0.27%
	Sub Total (B)(3)	442832	308896	751728	'55.62%	446375	305353	751728	'55.62%	'0.00%
	Total Public Shareholding(B)=(B)(1)+(B)(2)+(B)(3)	442852	313446	756298	'55.95%	446395	309903	756298	'55.95%	'0.00%
	Total (A)+(B)	1038054	313446	1351500	'100.00%	1041597	309903	1351500	'100.00%	'0.00%
(C)	Non Promoter - Non Public									
[1]	Custodian/DR Holder	0	0	0	'0.00%	0	0	0	'0.00%	'0.00%
[2]	Employee Benefit Trust (under SEBI (Share based Employee Benefit) Regulations, 2014)	0	0	0	'0.00%	0	0	0	'0.00%	'0.00%
	Total (A)+(B)+(C)	1038054	313446	1351500	'100.00%	1041597	309903	1351500	'100.00%	

B) Shareholding of Promoter-

SN	Shareholder's Name	Shareholding at the beginning of the year			Shareholding at the end of the year			% change in shareholding during the year
		No. of Shares	% of total Shares of the company	%of Shares Pledged / encumbered to total shares	No. of Shares	% of total Shares of the company	%of Shares Pledged / encumbered to total shares	
	Individuals							
1	Geeta Devi Agarwal	190421	14.09	-	190421	14.09	-	0
2	Kapil Agarwal	135635	10.04	-	135635	10.04	-	0
3	Jagdish Prasad Agarwal	42336	3.13	-	42336	3.13	-	0
4	Piyush Maroo	11750	0.87	-	11750	0.87	-	0
5	Ankur Agarwal	20000	1.48	-	20000	1.48	-	0
6	Gaurav Agarwal	10000	0.74	-	10000	0.74	-	0
7	Narayan Agarwal	10330	0.76	-	10330	0.76	-	0
8	Sudha Agarwal	12808	0.95	-	12808	0.95	-	0
9	Dwarka Prasad Agarwal	10000	0.74	-	10000	0.74	-	0
10	Shanti Lal Maroo	8750	0.65	-	8750	0.65	-	0

11	Ankit Agarwal	18259	1.35	-	18259	1.35	-	0
12	Jitendra Kumar Taylia	5000	0.37	-	5000	0.37	-	0
13	Kanika Agarwal	24250	1.79	-	24250	1.79	-	0.44
14	Shruti Agarwal	21053	1.55	-	21053	1.55	-	0.50
	Sub Total	**520592**	**38.51**	-	**520592**	**38.51**	-	0.74
	Body Corporates							
15	Rahul Marbles Pvt. Ltd.	60000	4.44	-	60000	4.44	-	0
16	Pacific Leasing And Research Ltd.	14610	1.08	-	14610	1.08	-	0
	Sub Total	**74610**	**5.52**	-	**74610**	**5.52**	-	0
	TOTAL:	**595202**	**44.03**	-	**595202**	**44.03**	-	0.74

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

SN	Particulars	Shareholding at the beginning of the year		Cumulative Shareholding during the year	
		No. of shares	% of total shares of the company	No. of shares	% of total shares of the company
1.	Geeta Devi Agarwal				
	At the beginning of the year	190421	14.09	190421	14.09
	Increase/Decrease	No Change			
	At the end of the year	190421	14.09	190421	14.09
2.	Kapil Agarwal				
	At the beginning of the year	135635	10.04	135635	10.04
	Increase/Decrease	No Change			
	At the end of the year	135635	10.04	135635	10.04
3.	Jagdish Prasad Agarwal				
	At the beginning of the year	42336	3.13	42336	3.13
	Increase/Decrease	No Change			
	At the end of the year	42336	3.13	42336	3.13
4.	Piyush Maroo				
	At the beginning of the year	11750	0.87	11750	0.87
	Increase/Decrease	No Change			
	At the end of the year	11750	0.87	11750	0.87
5.	Ankur Agarwal				
	At the beginning of the year	20000	1.48	20000	1.48
	Increase/Decrease	No Change			
	At the end of the year	20000	1.48	20000	1.48
6.	Gaurav Agarwal				

	At the beginning of the year	10000	0.74	10000	0.74
	Increase/Decrease	No Change			
	At the end of the year	10000	0.74	10000	0.74
7.	Narayan Prasad Agarwal				
	At the beginning of the year	10330	0.76	10330	0.76
	Increase/Decrease	No Change			
	At the end of the year	10330	0.76	10330	0.76
8.	Sudha Agarwal				
	At the beginning of the year	12808	0.95	12808	0.95
	Increase/Decrease	No Change			
	At the end of the year	12808	0.95	12808	0.95
9.	Dwarka Prasad Agarwal				
	At the beginning of the year	10000	0.74	10000	0.74
	Increase/Decrease	No Change			
	At the end of the year	10000	0.74	10000	0.74
10.	Shanti Lal Maroo				
	At the beginning of the year	8750	0.65	8750	0.65
	Increase/Decrease	No Change			
	At the end of the year	8750	0.65	8750	0.65
11.	Ankit Agarwal				
	At the beginning of the year	18259	1.35	18259	1.35
	Increase/Decrease	No Change			
	At the end of the year	18259	1.35	18259	1.35
12.	Jitendra Kumar Taylia				
	At the beginning of the year	5000	0.37	5000	0.37
	Increase/Decrease	No Change			
	At the end of the year	5000	0.37	5000	0.37
13.	Kanika Agarwal				
	At the beginning of the year	24250	1.79	24250	1.79
	Increase/Decrease	No Change			
	At the end of the year	24250	1.79	24250	1.79
14.	Shruti Agarwal				
	At the beginning of the year	21053	1.55	21053	1.55
	Increase/Decrease	No Change			
	At the end of the year	21053	1.55	21053	1.55
15.	Rahul Marbles Pvt. Ltd.				
	At the beginning of the year	60000	4.43	60000	4.43
	Increase/Decrease	No Change			
	At the end of the year	60000	4.43	60000	4.43
16.	Pacific Leasing And Research Ltd.				
	At the beginning of the year	14610	1.08	14610	1.08
	Increase/Decrease	No Change			
	At the end of the year	14610	1.08	14610	1.08

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

Sr No.		Shareholding at the beginning of the year - 2017		Transactions during the year		Cumulative Shareholding at the end of the year - 2018	
	Name & Type of Transaction	NO.OF SHARES HELD	% OF TOTAL SHARES OF THE COMPANY	DATE OF TRANSACTION	NO. OF SHARES	NO OF SHARES HELD	% OF TOTAL SHARES OF THE COMPANY
1	MENTOR CAPITAL LIMITED	62991	4.6608			62991	4.6608
	There is no change during the Financial Year 2017-2018						
	AT THE END OF THE YEAR					62991	4.6608
2	LALITA DEVI MODI	43081	3.1876			43081	3.1876
	There is no change during the Financial Year 2017-2018						
	AT THE END OF THE YEAR					43081	3.1876
3	SARITA AGARWAL	20083	1.4860			20083	1.4860
	There is no change during the Financial Year 2017-2018						
	AT THE END OF THE YEAR					20083	1.4860
4	BABITA MANSAKA	14246	1.0541			14246	1.0541
	There is no change during the Financial Year 2017-2018						
	AT THE END OF THE YEAR					14246	1.0d541
5	PARK CONTINENTAL LTD	6482	0.4796			6482	0.4796
	Transfer			09 Jun 2017	518	7000	0.5179
	Transfer			16 Jun 2017	500	7500	0.5549
	Transfer			11 Aug 2017	(838)	6662	0.4929
	Transfer			01 Dec 2017	238	6900	0.5105
	Transfer			08 Dec 2017	222	7122	0.5270
	Transfer			26 Jan 2018	100	7222	0.5344
	Transfer			02 Feb 2018	542	7764	0.5745
	Transfer			09 Feb 2018	262	8026	0.5939
	Transfer			16 Feb 2018	3459	11485	0.8498
	AT THE END OF THE YEAR					11485	0.8498
6	CHIRAG MAROO	10960	0.8110			10960	0.8110
	There is no change during the Financial Year 2017-2018						
	AT THE END OF THE YEAR					10960	0.8110
7	DINESH AGRAWAL	10750	0.7954			10750	0.7954
	Transfer			16 Feb 2018	(190)	10560	0.7814
	AT THE END OF THE YEAR					10560	0.7814

8	PRADEEP KUMAR MITTAL	9298	0.6880			9298	0.6880
	There is no change during the Financial Year 2017-2018						
	AT THE END OF THE YEAR					9298	0.6880
9	BHARAT JAYANTILAL PATEL	8040	0.5949			8040	0.5949
	There is no change during the Financial Year 2017-2018						
	AT THE END OF THE YEAR					8040	0.5949
10	DEVENDRA KUMAR MALIWAL	11588	0.8574			11588	0.8574
	Transfer			07 Apr 2017	(41)	11547	0.8544
	Transfer			14 Apr 2017	147	11694	0.8653
	Transfer			28 Apr 2017	548	12242	0.9058
	Transfer			05 May 2017	(130)	12112	0.8962
	Transfer			12 May 2017	799	12911	0.9553
	Transfer			19 May 2017	291	13202	0.9768
	Transfer			26 May 2017	348	13550	1.0026
	Transfer			09 Jun 2017	(900)	12650	0.9360
	Transfer			16 Jun 2017	(2150)	10500	0.7769
	Transfer			23 Jun 2017	(291)	10209	0.7554
	Transfer			30 Jun 2017	(601)	9608	0.7109
	Transfer			07 Jul 2017	20	9628	0.7124
	Transfer			14 Jul 2017	(135)	9493	0.7024
	Transfer			21 Jul 2017	(173)	9320	0.6896
	Transfer			28 Jul 2017	(66)	9254	0.6847
	Transfer			04 Aug 2017	(76)	9178	0.6791
	Transfer			11 Aug 2017	(275)	8903	0.6587
	Transfer			18 Aug 2017	(30)	8873	0.6565
	Transfer			25 Aug 2017	(28)	8845	0.6545
	Transfer			01 Sep 2017	(35)	8810	0.6519
	Transfer			08 Sep 2017	(16)	8794	0.6507
	Transfer			15 Sep 2017	(50)	8744	0.6470
	Transfer			22 Sep 2017	1800	10544	0.7802
	Transfer			29 Sep 2017	600	11144	0.8246
	Transfer			13 Oct 2017	144	11288	0.8352
	Transfer			20 Oct 2017	(190)	11098	0.8212
	Transfer			27 Oct 2017	112	11210	0.8294
	Transfer			03 Nov 2017	(1490)	9720	0.7192
	Transfer			10 Nov 2017	(125)	9595	0.7100
	Transfer			17 Nov 2017	(305)	9290	0.6874
	Transfer			24 Nov 2017	(10)	9280	0.6866
	Transfer			01 Dec 2017	(611)	8669	0.6414
	Transfer			15 Dec 2017	(110)	8559	0.6333

	Transfer			15 Dec 2017	(110)	8559	0.6333
	Transfer			22 Dec 2017	(100)	8459	0.6259
	Transfer			29 Dec 2017	(81)	8378	0.6199
	Transfer			05 Jan 2018	(711)	7667	0.5673
	Transfer			12 Jan 2018	40	7707	0.5703
	Transfer			19 Jan 2018	400	8107	0.5999
	Transfer			02 Feb 2018	117	8224	0.6085
	Transfer			16 Feb 2018	(550)	7674	0.5678
	AT THE END OF THE YEAR					7674	0.5678
11	ANITA DEVI MITTAL	7598	0.5622			7598	0.5622
	There is no change during the Financial Year 2017-2018						
	AT THE END OF THE YEAR					7598	0.5622

Note: 1. Paid up Share Capital of the Company (Face Value Rs. 10.00) at the end of the year is 1351500 Shares.
2. The details of holding has been clubbed based on PAN.
3. % of total Shares of the Company is based on the paid up Capital of the Company at the end of the Year.

E) Shareholding of Directors and Key Managerial Personnel:

SN	Shareholding of each Directors and each Key Managerial Personnel	Shareholding at the beginning of the year		Cumulative Shareholding during the year	
		No. of shares	% of total shares of the company	No. of shares	% of total shares of the company
1.	Geeta Devi Agarwal, Director				
	At the beginning of the year	190421	14.09	190421	14.09
	Increase / Decrease	No Change			
	At the end of the year	190421	14.09	190421	14.09
2.	Kapil Agarwal, Executive Director & CFO				
	At the beginning of the year	135635	10.04	135635	10.04
	Increase / Decrease	No Change			
	At the end of the year	135635	10.04	135635	10.04
3.	Jagdish Prasad Agarwal, Chairman & Managing Director				
	At the beginning of the year	42336	3.13	42336	3.13
	Increase / Decrease	No Change			
	At the end of the year	42336	3.13	42336	3.13

Note: No other Director and KMP held share during the Financial Year 2017-18.

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

Particulars	Secured Loans excluding deposits	Unsecured Loans	Deposits	Total Indebtedness
Indebtedness at the beginning of the financial year				
i) Principal Amount	74,376,328	284,356,073	0	358,732,401
ii) Interest due but not paid				
iii) Interest accrued but not due				
Total (i+ii+iii)	74,376,328	284,356,073	0	358,732,401
Change in Indebtedness during the financial year				
* Addition	16,312,520	186,834,086	0	203,146,606
* Reduction	23,925,327	77,049,589	0	100,974,916
Net Change	7,612,807	109,784,497	**0**	102,171,690
Indebtedness at the end of the financial year				
i) Principal Amount	66,763,521	394,140,570	0	460,904,091
ii) Interest due but not paid				
iii) Interest accrued but not due				
Total (i+ii+iii)	66,763,521	394,140,570	**0**	460,904,091

VI. REMUNERATION OF DIRECTORS AND KEY MANAGERIAL PERSONNEL-

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

SN.	Particulars of Remuneration	Name of MD/WTD/ Manager		Total Amount
		Mr. J. P. Agarwal Chairman & MD	Mr. Kapil Agarwal Executive Director & CFO	
1	**Gross salary**	2400000	2400000	4800000
	(a) Salary as per provisions contained in section 17(1) of the Income-tax Act, 1961	--	--	--
	(b) Value of perquisites u/s 17(2) Income-tax Act, 1961	-	-	--
	(c) Profits in lieu of salary under section 17(3) Income- tax Act, 1961	--	--	--
2	**Stock Option**	--	--	--
3	**Sweat Equity**	--	--	--
4	**Commission - as % of profit - others, specify...**	--	--	--
5	**Others, please specify**	--	--	--
	Total (A) Ceiling as per the Act	**2400000**	**2400000**	**4800000**

B. Remuneration to other directors

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

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

SN	Particulars of Remuneration	Key Managerial Personnel			
		CEO	Miss. Khushbu Sethi Company Secretary		Total
1	Gross salary	--	3,42,000	--	3,42,000
	(a) Salary as per provisions contained in section 17(1) of the Income-tax Act, 1961	--	--	--	
	(b) Value of perquisites u/s 17(2) Income-tax Act, 1961	--	--	--	--
	(c) Profits in lieu of salary under section 17(3) Income-tax Act, 1961	--	--	--	--
2	Stock Option	--	--	--	--
3	Sweat Equity	--	--	--	--
4	Commission	--	--	--	--
	- as % of profit	--	--	--	--
	others specify...	--	--	--	--
5	Others, please specify	--	--	--	--
	Total	--	3,42,000	--	3,42,000

VII. PENALTIES / PUNISHMENT/ COMPOUNDING OF OFFENCES:

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

Annexure - 6

Annual Report on Corporate Social Responsibility (CSR) Activities 2017-18

(1) A brief outline of the company's CSR policy, including overview of projects or programs proposed to be undertaken and a reference to the web-link to the CSR policy and projects or Programs. Website: www.pacificindustiresltd.com

(2) **Composition of the Corporate Social Responsibility Committee.**

Sr.No.	Name of Director	Category	Position
1	Mrs. Geeta Devi Agarwal	Non – Executive Director	Chairperson
2	Mr. Vinod Choudhary	Non – Executive Independent Director	Member
3	Mr. Sumeet Agarwal	Non – Executive Director	Member

(3) Average net profit of the company for last three financial years: Average Net Profit/ (Loss): Rs. 179.00 Lacs

(4) Prescribed CSR Expenditure (2% of the amount as in item 3 above): Rs. 03.58 Lacs

(5) Previous year unutilised Balance: 0.00

(6) Additional Expenses Made: 0.14 lacs

(7) Details of CSR spent during the financial year:

(a) Total amount spent for the financial year: Rs. 3.72 Lacs

(b) Amount unspent, if any: N.A.

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

Sr. No	CSR Project or Activity identified	Sector in Which the project is covered	Project or Programs Area	Amount Outlay Project or Programs	Amount Spent on Projects	Cumulative Expenditure up to the reporting period	Amount Spent Direct or Through implementing agency
1.	Providing food to BPL Patient and Eradicating hunger, poverty and malnutrition	Providing mid-day meal through Patient CAMP	Udaipur, Rajasthan	3.72	3.72	3.72	Through implementing agency (Geetanjali medical college & hospital)
Grand Total				**3.72**	**3.72**		

(8) A responsibility statement of the CSR Committee that the implementation and monitoring of CSR Policy, is in compliance with CSR objectives and Policy of the company.

For and on behalf of the board of the directors

Sd/-
J. P. Agarwal
Chairman & Managing Director
DIN: 00386183

For and on behalf of the board of the directors

Sd/-
Geeta Devi Agarwal
(Chairman CSR Committee)
DIN: 00386331

Place: Udaipur
Date: 30.05.2018

Annexure - 7

Conservation of energy, technology absorption and foreign exchange earnings and outgo

1. CONSERVATION OF ENERGY

Your Company has taken various steps wherever possible to conserve energy. Various studies, discussions and analysis being undertaken regularly for further improvements. These include improvement in manufacturing processes, better control over electricity consumption and using more cost effective information as per prescribed in Form "A" is given here under:

A	Power and Fuel Consumption	Current Year	Previous Year
	1. Electricity		
	(a) Purchased Units (Kwh)	58,62,138	7164137
	Total Amount (Rs.)	479,85,600	53147273
	Rate per unit (Rs.)	8.18	7.41
	(b) Own Generation		
	Through Diesel Generators		
	Units (Kwh)	67870	110990
	Units per litre of Diesel Generators	3.31	3.35
	Cost per unit (Rs.)	15.73	14.76
	2. Coal	N/A	N/A
	3. Furnace Oil	N/A	N/A
	4. Other Internal Generation	N/A	N/A
B	**Consumption per unit of Production**		
	Unit	Slabs/Tiles	Slabs/Tiles
	Production (Sq. Mtr)	268676	272266
	Electricity/Sq. Mtr (Kwh)	21.81	26.31

2. TECHNOLOGY ABSORPTION

Your Company is fully equipped to cater the needs of overseas buyers. Company's technical team has already absorbed the state-of-art technology in manufacture of polished granite slabs/Tiles and has already done a lot of successful work in adopting and improving the technology brought in by Company's collaborators and visiting technical experts. The main thrust areas have been to improve productivity and technical efficiencies through continuously monitored programmes of cost effectiveness and value engineering techniques. This has helped the Company to better the quality of its products and achieve economy in production costs.

3. FOREIGN EXCHANGE EARNINGS & OUTGO

(Amount in Lakhs)

Particulars	Current Year 2017-2018	Previous Year 2016-2017
F.O.B. Value of Export of Finished Goods	4793.26	5439.11
C.I.F. Value of Imports		
(a) Raw Materials (Consumables)	1360.80	1192.50
(b) Capital Goods	414.57	-
Expenses in Foreign Currency	15.29	19.52

For and on behalf the Board of Directors

Sd/-
J. P. Agarwal
Chairman & Managing Director
DIN: 00386183

Place: Udaipur
Date: 30.05.2018

Corporate Governance Report

1. Company's Philosophy on Corporate Governance:

Pacific Industries Limited ("the Company") strives to follow the best corporate governance practices, develop robust policies/guidelines, communicate and train all its employees in order to foster a culture of compliance and obligation at every level of the organization. At **Pacific Industries Limited,** it is not only Governance but better and better Governance. We consider it as achieving a balance of Business, Corporate, Social and Philanthropy goals.

We have established processes to ensure our Board functions effectively, promoting efficient and balanced decision-making, to effectively fulfill its duties in the best interest of our shareholders, employees and all other stakeholders.

The Company is in compliance with the provisions of Corporate Governance, as specified in the Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015 and is committed to meeting the expectations of stakeholders as a responsible corporate citizen.

Board of Directors

Corporate Governance acts as a pioneer factor for the decision making process by Board of Directors of the Company. The Board's role is to oversee the management and governance of the Company. We believe that an active, well-informed and independent Board is necessary to ensure the highest standards of corporate governance.

Being a two tier Corporate Governance structure at the Company, the Board of Directors, along with its Committees, provides leadership and guidance to the management, leads, directs and supervises the performance of the Company, thereby enhancing stakeholder value. The Board has a fiduciary relationship in ensuring that the rights of all stakeholders are protected.

Code of Conduct

The Company has in place a comprehensive Code of Conduct ('the Code') applicable to the Directors and employees. The Code is applicable to Non- Executive Directors including Independent Directors to such extent as may be applicable to them depending on their roles and responsibilities. The Code gives guidance and support needed for ethical conduct of business and compliance of law.

A copy of the Code has been put up on the Company's website and can be accessed at www.pacificindustriesltd.com. The Code has been circulated to Directors and Management Personnel, and its compliance is affirmed by them annually.

A declaration signed by the Company's Chairman and Managing Director is published in this Report.

2. Composition of Board of Directors:

The Board of Directors has an optimum combination of Executive and Independent Directors. The composition of the Board and category of Directors during the financial year 2017-18 are as follows :

i. The names and categories of the Directors on the Board, their attendance at Board Meetings held during the year and the number of Directorship and Committee Chairmanship/ Membership held by them in other companies as on March 31, 2018 are given herein below. Other Directorship do not include directorship of private limited companies, foreign companies and companies under section 8 of the Act Chairmanships/ Membership of Board Committees shall only include Audit Committee and Stakeholders Relationship Committee.

Name of Director	Category	Number of board Meeting during the year 2017-18		Whether attended last AGM held on Sep 29,2017	Number of Directorship in other Public Companies		Number of Committee positions held in other Public Companies	
		Held	Attended		Chairman	Member	Chairman	Member
Mr. Jagdish Prasad Agarwal, Chairman & Managing Director	-Executive Director Promoter	5	5	No	-	2	-	-
Mr. Kapil Agarwal Whole-time Director	Executive Director Promoter	5	5	No	-	2	-	-
Mrs. Geeta Devi Agarwal	Non-Independent, Non-Executive Promoter	5	4	Yes	-	1	-	-
Mr. Sumeet Agarwal	Non-Independent, Non-Executive	5	5	Yes	-	-	-	-
Mr. Vinod Choudhary	Independent, Non-Executive	5	4	Yes	-	1	-	-
Mr. Mangi Lal Dangi	Independent, Non-Executive	5	3	Yes	-	-	-	-
Mr. Sagarmal Agarwal	Independent, Non-Executive	5	5	Yes	-	-	-	-
Mr. Jayanti Lal Oza	Independent, Non-Executive	5	5	Yes	-	-	-	-

ii. Five Board Meetings were held during the year and the gap between two meetings did not 120 days. The Dates, on which the said meetings were held, were:
May 30, 2017; September 4, 2017 ,September 14, 2017; December 14, 2017 and February 13, 2018.
The necessary Quorum was present for all the meetings.

iii. The terms and Conditions of appointment of independent Directors are disclosed on the website of the Company.

iv. During the Year one meeting of independent director were held on 13th February, 2018. The independent directors reviewed the performance of non-independent directors, Chairman of the Company and the Board as a whole.

v. There is no inter-se relationship between our Board members except Mrs. Geeta Devi Agarwal and Mr. Kapil Agarwal, who are spouse and son respectively of Mr. J. P. Agarwal, Chairman and Managing Director.

vi. The details of familiarization programme of the independent Directors are available on the website of the company www.pacificindustriesltd.com

vii. Details of equity shares of the Company held by the directors as on March 31, 2018 are given below:

Name	Category	Number of Equity Shares
Mr. Jagdish Prasad Agarwal	Non-Independent, Executive	42,336
Mr. Kapil Agarwal	Non-Independent, Executive	1,35,635
Mrs. Geeta Devi Agarwal	Non-Independent, Non - Executive	1,90,421

3. Committees of the Board

The Board has four Committees Namely Audit Committee, Nomination & Remuneration Committee, Corporate Social Responsibility (CSR) Committee and Stakeholders Relationship Committee.

A. Audit Committee

i. The audit Committee of the Company is constituted in line with the provisions of Regulations 18 of SEBI Listing Regulations, read with Section 177 of the Companies Act, 2013 and rules made thereunder

ii. The terms of reference of the audit committee are broadly as under:

- Oversight of the Company's financial reporting process and the disclosure of its financial information to ensure that the financial statement is correct, sufficient and credible.
- Recommendation of appointment, remuneration and terms of appointment of the auditors and the fixation of audit fees.
- Approval of payment to Statutory Auditors for any other services rendered by them.
- Reviewing with the management, the annual financial statements and auditor's report thereon before submission to the board for approval, with particular reference to:
- Matters required to be included in the Director's Responsibility Statement to be included in the Board's Report in terms of clause (c) of sub-section of Section 134 of the Companies Act, 2013.
- Changes, if any, in accounting policies and practices and reasons for the same.
- Major accounting entries involving estimates based on the exercise of judgment by management.
- Significant adjustments made in the financial statements arising out of audit findings.
- Compliance with listing and other legal requirements relating to financial statements.
- Approval and Disclosure of related party transactions.
- Qualifications in the Draft Audit Report.
- Reviewing with the management, the quarterly financial statements before submission to the board for approval.
- Reviewing with the management, the statement of uses / application of funds raised through an issue (public issue, rights issue, preferential issue etc.), the statement of funds utilized for purposes other than those stated in the offer document/prospectus/notice and the report submitted by the monitoring agency monitoring the utilization of proceeds of public or rights issue and making appropriate recommendations to the Board to take up steps in this matter.
- Review and monitor the auditor's independence and performance and effectiveness of audit process.
- Approval or any subsequent modification of transactions of the Company with related parties.
- Scrutiny of inter-corporate loans and investments.
- Valuation of undertakings or assets of the Company wherever it is necessary.
- Evaluation of internal financial controls and risk management systems.
- Review with the management, performance of statutory and internal auditors and adequacy of the internal control systems.
- Reviewing the adequacy of internal audit function, if any, including the structure of

the internal audit department, staffing and seniority of the official heading the department, reporting structure coverage and frequency of internal audit.

- Discussion with internal auditors of any significant findings and follow up there on.
- Reviewing the findings of any internal investigations by the internal auditors into matters where there is suspected fraud or irregularity or a failure of internal control systems of a material nature and reporting the matter to the board.
- Discussion with statutory auditors before the audit commences, about the nature and scope of audit as well as post-audit discussion to ascertain any area of concern.
- To look into the reasons for substantial defaults in the payment to the depositors, debenture holders, shareholders (in case of non-payment of declared dividends) and creditors.
- To review the Whistle Blower mechanism.
- Approval of appointment of CFO (i.e., the whole-time Finance Director or any other person heading the finance function or discharging that function) after assessing the qualifications, experience & background etc. of the candidate.
- Carrying out any other function as is mentioned in the terms of reference of the Audit Committee.
- The Audit Committee shall review the information required as per SEBI Listing Regulations.
- The Composition of the Audit Committee and the details of meetings attended by its members are given below:

Name of Director	Category	Position held in the Committee	Number of meetings during the financial year 2017-18	
			Held	Attended
Mr. S.M. Agarwal (Chairman)	Independent ,Non-Executive	Chairperson	4	4
Mr. Jayanti Oza	Independent ,Non-Executive	Member	4	4
Mr. Sumeet Agarwal	Non-Independent ,Non-Executive	Member	4	4

- Four audit committee meetings were held during the year and the gap between two meetings did not exceed one hundred twenty days. The dates on which the said meetings were held are as follows:
- May 30, 2017; September 14, 2017; December 14, 2017 and February 13,2018.
  The necessary quorum was present at all the meetings.

B. Nomination and Remuneration Committee

i. The nomination and remuneration committee of the Company is constituted in line with the provisions of Regulation 19 of SEBI (LODR) Regulations, 2015 read with Section 178 of the Companies Act, 2013 and rules made there under

ii. The broad terms of reference of the nomination and remuneration committee are as under:

- Recommend to the board the setup and composition of the Board and its committees, to formulate a criteria for determining qualifications, positive attributes and independence of a Director.
- Formulate criteria for evaluation of Independent Directors and the Board.
- Identify persons who are qualified to become Directors and who may be appointed in Senior Management in accordance with the criteria laid down in this policy.
- To carry out evaluation of every Director's performance.
- To recommend to the Board the appointment and removal of Directors and Senior Management.
- To recommend to the Board policy relating to remuneration for Directors, Key Managerial Personnel and Senior Management.
- Ensure that level and composition of remuneration is reasonable and sufficient, relationship of remuneration to performance is clear and meets appropriate performance benchmarks.
- To devise a policy on Board diversity.
- To carry out any other function as is mandated by the Board from time to time and / or enforced by any statutory notification, amendment or modification, as may be applicable.
- To perform such other functions as may be necessary or appropriate for the performance of its duties.

iii. The Composition of the Nomination and Remuneration Committee and the details of meetings attended by its members are given below:

Name of Director	Category	Position held in the Committee	Number of meetings during the financial year 2017-18	
			Held	Attended
Mr. S.M. Agarwal (Chairman)	Independent ,Non-Executive	Chairperson	1	1
Mr. Jayanti Oza	Independent ,Non-Executive	Member	1	1
Mr. Sumeet Agarwal	Non-Independent ,Non-Executive	Member	1	1

One nomination and remuneration committee meetings were held. The dates on which the said meetings were held are as follows: February 13, 2018.

iv. The Company does not have any Employee Stock Option Scheme.

v. Criteria for performance evaluation of Independent Directors and the Board As per the provisions of SEBI (LODR), Regulations, 2015, the Nomination and Remuneration Committee (the "Committee") has laid down the evaluation criteria for performance evaluation of Independent Directors and the Board.

The Committee has established the processes for evaluation of performance of Independent Director and the Board. Once a year, the Board will conduct a self-evaluation.

Accordingly, a separate exercise was carried out to evaluate the performance of individual Directors including the Chairman of the Board. The performance evaluation of Independent Directors was also carried out by the entire board. The performance evaluation of the Chairman and Non-Independent Directors was also carried out by the Independent Directors.

vi. Remuneration to Managerial Person, KMP and Senior Management:

- **Fixed pay:**
  Managerial Person, KMP and Senior Management shall be eligible for a monthly remuneration as may be approved by the Board on the recommendation of the Committee in accordance with the statutory provisions of the Companies Act, 2013, and the rules made thereunder for the time being in force. The break-up of the pay scale and quantum of perquisites including, employer's contribution to P.F, pension scheme, medical expenses, club fees etc. shall be decided and approved by the Board on the recommendation of the Committee and approved by the shareholders and Central Government, wherever required.

- **Minimum Remuneration:**
  If, in any financial year, the Company has no profits or its profits are inadequate, the Company shall pay remuneration to its Managerial Person in accordance with the provisions of Schedule V of the Companies Act, 2013 and if it is not able to comply with such provisions, with the prior approval of the Central Government.

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

vii. Remuneration to Non-Executive / Independent Director:

- **Remuneration / Commission:**
  The remuneration / commission shall be in accordance with the statutory provisions of the Companies Act, 2013, and the rules made there under for the time being in force.

- **Sitting Fees:**
  The Non- Executive / Independent Director may receive remuneration by way of fees for attending meetings of Board or Committee thereof. Provided that the amount of such fees shall not exceed the maximum amount as provided in the Companies Act, 2013, per meeting of the Board or Committee or such amount as may be prescribed by the Central Government from time to time.

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

- **Stock Options:**
  An Independent Director shall not be entitled to any stock option of the Company.
  - Service Contracts, Notice period and severance Fee will be as per the Policy of the Company for the Employees.

Name of Director	Remuneration (Salary)	Sitting Fee	Share held as on 31st March, 2018
Mr. J. P. Agarwal	24,00,000	NIL	42336
Mr. Kapil Agarwal	24,00,000	NIL	135635
Mrs. Geeta Devi Agarwal	NIL	NIL	190421
Mr. Jayanti Oza	NIL	NIL	NIL
Mr. Sumeet Agarwal	NIL	NIL	NIL
Mr. Mangi lal Dangi	NIL	NIL	NIL
Mr. S. M. Agarwal	NIL	NIL	NIL
Mr. Vinod Choudhary	NIL	NIL	NIL

C. Stakeholders Relationship Committee

i. The Stakeholders' relationship Committee is constituted in line with the provisions of Regulation 20 of SEBI (LODR) Regulations,2015 read with section 178 of the Companies Act, 2013 and rules made thereunder.

ii. The broad term of reference of the stakeholders' relationship committee are as under:

- Consider and resolve the grievances of security holders of the Company including redressal of investor complaints such as transfer or credit of securities, non-receipt of dividend/ notice/ annual reports, etc. and all other securities-holders related matters.

- Consider and approve issue of share certificates (including issue of renewed or duplicate share certificates), transfer and transmission of securities, etc.

iii. Four meetings of the Stakeholders' relationship committee were held during the year on May 30, 2017; September 14, 2017; December 14, 2017 and February 13, 2018..

iv. The composition of the stakeholders' relationship committee and the details of meetings attended by its members are given below:

Name of Director	Category of Directors	Position held in the Committee	Number of meetings during the financial year 2017-18	
			Held	Attended
Mr. S.M. Agarwal	Independent ,Non-Executive	Chairperson	4	4
Mr. Jayanti Oza	Independent ,Non-Executive	Member	4	4
Mr. Sumeet Agarwal	Non-Executive Non-Independent	Member	4	4

Details of Complaints Received and Resolved

Particulars	No. of Complaints
Complaints pending as on 1st April, 2017	NIL
Complaints received during the period 1st April, 201 7 to 31st March, 2018	04
Complaints disposed of during the period 1st April, 2017 to 31st March, 2018	04
Complaints outstanding as on 31st March, 2018	NIL

Name and Designation of the Compliance Officer

Name: Ms. Khushbu Sethi
Designation: Company Secretary
Address: Village Bedla, P.O. Box 119, Udaipur-313001

D. Corporate Social Responsibility ("CSR") Committee

CSR Committee of the Company is constituted in line with the provisions of Section 135 of the Companies Act, 2013 and rules made thereunder

The broad terms of reference CSR committee is as follows:

- Formulate and recommend to the Board, a CSR Policy which shall indicate the activities to be undertaken by the Company in terms of Schedule VII of the Companies Act, 2013 or any amendment thereof.
- Recommend the amount of expenditure to be incurred on CSR activities and
- Monitor the CSR policy from time to time.

One Meeting of the CSR Committee was held on 08th August, 2017 during the year T h e composition of the CSR committee and details of the meeting attended by its members are given below:

Name of Director	Category of Directors	Position held in the Committee	Number of meetings during the financial year 2017-18	
			Held	Attended
Mrs. Geeta Devi Agarwal (chairman)	Non-Executive, Non Independent	Chairperson	1	1
Mr. Vin od Choudhary	Independent ,Non-Executive	Member	1	1
Mr. Sumeet Agarwal	Non-Executive Non-Independent	Member	1	1

E. Independent Directors' Meeting

As per the requirement of Regulation 25 of the SEBI Listing Regulations, the Independent Directors of the Company met on 13th February, 2018, inter alia to discuss:

- Review the performance of non - Independent Directors and the Board of Directors as a whole;
- Review the performance of the Chairperson of the Company, taking into account the views of the Executive and Non – Executive Directors;
- Assess the quality, quantity and timeliness of flow of information between the Company management and the Board that is necessary for the Board to effectively and reasonably perform their duties.

Name of Director	Category of Directors	Position held in the Committee	Number of meetings during the financial year 2016-17	
			Held	Attended
Mr. S.M. Agarwal	Independent ,Non-Executive	Chairperson	1	1
Mr. Jayanti Oza	Independent ,Non-Executive	Member	1	1
Mr. Vinod Choudhary	Independent ,Non-Executive	Member	1	1
Mr. Mangi Lal Dangi	Independent ,Non-Executive	Member	1	0

4. General Body Meetings

Particulars of last three Annual general meetings

AGM	Year ended 31st March,	Venue	Date	Time	No. of Special Resolutions Passed
28th	2018	SurveyNo.13, N.H.48, Kempalinganhalli, Nelamangala Taluka,Bangalore, Karnataka-562123	29th September, 2017	10.00 a.m.	No
27th	2017		30th September, 2016	10.00 a.m.	No
26th	2016		30th September, 2016	10.00 a.m.	One

Special Resolutions through Postal ballot

The Company passed the following resolutions on 21st March, 2018 through postal ballot in accordance with the provisions of the Companies Act, 2013 read with the relevant rules made there under and SEBI (LODR) Regulations, 2015:

Sr. No.	Type of Resolution	Particulars	Voting Pattern	
			Favour	Against
1.	Special Resolution	Alteration of Object Clause of Memorandum of Association of the Company	99.98	0.2

Mr. B.K. Sharma, Practicing Company Secretary, was appointed as the scrutinizer to conduct the Postal Ballot process in a fair and transparent manner. The Company had send the postal ballot notices along with Postal Ballot Form either by post or e-mail (to those members who had registered their e-mail with the Company/Depositories), to all members whose names appeared in the Register of Members/record of Depositories as on the cut-off date as decided by the Board. The Company had also provided e-voting facility as an alternative.

5. Disclosures

i. Related Party Transactions

All material transactions entered into with related parties as defined under the Act and Regulation 23 of SEBI (LODR) Regulations,2015 during the financial year were in the ordinary course of business. These have been approved by the audit committee. The board has approved a policy for related party transaction which has been uploaded on the Company's Website at pacificindustriesltd.com (WEB LINK)

The details of related party transactions are given in Annexure- 2 of Board's Report in Form AOC-2. None of the transaction with any of the related party was in conflict with the interest of the Company.

ii. There were no non-compliance, penalty imposed on the Company by Stock Exchange (s) or SEBI or any statutory authority on any matters related to capital market during the last three years.

iii. The Company has adopted a Whistle Blower Policy and has established the necessary vigil mechanism as defined under Regulation 22 of SEBI listing Regulations for Directors and employees to report concerns about unethical behaviour. No person has been denied access to the Chairman of the audit committee. The said policy has been also put up on the website of the company at pacificindustriesltd.com

iv. All mandatory requirements of SEBI (LODR) Regulations, 2015, have been complied with during the year. The Company has also implemented discretionary requirements of SEBI (LODR) Regulations, 2015, regarding direct report by the internal auditor to the Audit Committee.

6. Means of Communication

i. Annual report containing Financial Statements (Standalone and consolidated), Board's Report, Management Discussion &Analysis (MD&A) Report, Auditor's Report and other information is circulated to members and others who are entitled to it.

ii. The Quarterly, half yearly and Annual Financial Results are published in leading Local & National newspapers.

iii. All important information relating to Company and its performance including the financial results and shareholding pattern are displayed on the Company's website www.pacificindustriesltd.com

iv. The Company puts all the price sensitive information's into public domain by way of intimating the same to Stock Exchange i.e. BSE Ltd.

i. In case of any query, shareholders may write to the Company Secretary at investor_relations@pacificindustriesltd.com.

ii. The company has not made any presentation to Investors or to the Analyst during the Financial Year.

7. General Shareholder Information

i. Annual General Meeting for FY 2017-18

Date	:	29th September, 2018
Time	:	10 A.M.
Venue	:	Survey No.13, N.H.48, Kempalinganhalli, NelamangalaTaluka, Bangalore, Karnataka-562123

As required under Regulation 36(3) of the SEBI Listing Regulations, particulars of Director seeking re-appointment at the forthcoming AGM are given herein and in the annexure to the notice of the AGM to be held on September 29, 2018.

ii. Financial Year	:	1st April, 2017 to 31st March, 2018
iii. Date of Book Closure	:	As mentioned in the Notice of the AGM to be held on September 29,2018
iv. Dividend Date	:	NA
v. Listing on Stock Exchange	:	Bombay Stock Exchange Limited (BSE) Phiroze Jeejeebhoy Towers, Dalal Street, Mumbai- 400 001
Stock Codes/Symbol	:	Scrip Code: 523483
vi. Listing Fees	:	Listing fees as applicable has been paid.

vii. Custodian Fees to the Depository

Annual custodian fees for the financial year 2016-17 will be paid by the Company to NSDL and CDSL on receipt of the invoices.

viii. Registrar & Share Transfer Agent:

Name and Address : LINK INTIME INDIA PVT LTD.
C 101, 247 Park,
L B S Marg, Vikhroli West,
Mumbai-400078
Tel No: +91 22 49186000
Fax: +91 22 49186060

ix. Share Transfer System

Registrar and Transfer Agents (the 'RTA'), on receipt of transfer deed with respective share certificates, scrutinizes the same and verify signatures of transferors on the transfer deed with specimen signatures registered with the Company. A list of such transfers is prepared and checked thoroughly and a transfer register is prepared. The transfer register is placed before the Stakeholders Relationship Committee for approval. Share transfers are registered and share certificates are returned within the prescribed time provided the documents submitted are valid and complete in all respects.

x. Dematerialization of Shares:

The Company has set up requisite facilities for dematerialization of its Equity Shares in accordance with the provisions of Depository Act, 1996 with National Securities Depository Limited and Central Depository Services (India) Limited. The Company has entered into agreements with both of the Depositories. The Status as on 31st March, 2018 is as under:

Particulars	No. of Shares	% (Percentage)
Physical Segment	309903	22.93%
Demat Segment		
NSDL& CDSL	1041597	77.06%
Total	**1351500**	**100** %

xi. Market Price Data:

High, Low (based on daily closing prices) and number of equity shares traded during each month in 2017-18 on BSE :

Month	Share Price (In Rs.)		
	High	Low	Total number of equity shares traded
April,2017	135.00	114.00	4291
May,2017	133.90	115.00	10846
June,2017	162.40	116.00	32867
July,2017	149.50	127.00	6171
August,2017	170.00	130.00	9501
September,2017	165.00	121.55	13864
October,2017	146.00	122.00	4878
November,2017	185.00	125.00	10810
December,2017	173.00	131.25	4963
January,2018	169.00	138.00	8580
February,2018	174.85	135.05	5081
March,2018	159.55	140.00	3973

xii. Performance of shares price of the Company in Comparison to the BSE Sensex



Monthly Closing Sensex Monthly Closing price

xiii. Distribution of Shareholding

- Distribution of Shareholding as on March 31, 2018

Sr. No	No. of Equity Shares	No. of Shares	% of Shareholding	No. of Shareholders
1.	**1-500**	392797	29.06%	17049
2.	**501-1000**	41766	3.09%	58
3.	**1001-2000**	32806	2.53%	21
4.	**2001 -3000**	27516	2.03%	11
5.	**3001-4000**	19816	1.46%	6
6.	**4001-5000**	22739	1.68%	5
7.	**5001-10000**	109634	8.11%	14
8.	**10001 and above**	704426	52.12%	17
	Total	1351500	**100.00%**	**17181**

- Category of Shareholders as on March 31, 2018

Particulars	No. of shares held	%
Promoters	5,95,202	44.04
FIIs including Foreign Portfolio Investor	4430	0.33
Corporate Bodies	93493	6.94
Individuals	627181	46.40
NRIs	4913	0.36
Mutual Fund and UTI	4490	0.33
Financial Institution/Banks	70	0.00
Clearing Members/ HUF	21521	1.59
NBFC	200	0.01
Total	**13,51,500**	**100.00**

xiv. Plant Locations

The Company's plants are located at the following addresses:

- Unit 1-Survey No.13, N.H.48,Kempalinganhalli, Nelamangala Taluka,Bangalore, Karnataka-562123
- Unit 2- Village Bedla, Udaipur-313001

xv. Address for Correspondence

The Company Secretary
Pacific Industries Limited
Village Bedla, Udaipur-313001
Tel No. 0294-2440933, 2440388
Fax: +91-294-2440780
Email: pacificinvestor@rediffmail.com
Website : pacificindustriesltd.com

Shareholders holding shares in dematerialization form should address all their correspondence to their respective Depository Participants (DP).

xvi. The Company has no outstanding GDR/ADR/warrants as on 31st March, 2018.

xvii. Details of Directors seeking appointment/reappointment The brief profile of the Directors seeking appointment/re-appointment is provided in the Notice of convening the Annual General Meeting, which forms a part of the Annual Report.

xviii. Other useful information to shareholders

- Shareholders/beneficial owners are requested to quote their folio no. /DP and client ID nos., as the case may be, in all correspondence with the RTA/Company.

- Shareholders holding shares in physical form are requested to notify to the RTA/Company, PAN, change in their address/pin code number and bank account details promptly by written request under the signatures of sole/first joint holder. Beneficial owners of shares in demat form are requested to send their instructions regarding PAN, change of name, change of address, bank details, nomination, power of attorney etc., directly to their DP as the same are maintained by the DPs.

- To prevent fraudulent encashment of dividend instruments, members are requested to provide their bank account details (if not provided earlier) to the Company (if shares are held in physical form) or to the DP (if shares are held in demat form), as the case may be.

- Non-resident members are requested to immediately notify change in their residential status on return to India for permanent settlement and particulars of their NRE bank account with a bank in India, if not furnished earlier.

- In case of loss/misplacement of shares, investors should immediately lodge a FIR/complaint with the police and inform RTA/ Company along with original or certified copy of FIR/acknowledged copy of the complaint.

- For expeditious transfer of shares, shareholders should fill in their complete and correct particulars in the transfer deed.

- Shareholders are requested to keep a record of their specimen signature before lodgment of shares with the RTA/Company to obviate the possibility of difference in signature at a later date.

- Shareholders(s) of the Company who have multiple accounts in identical name(s) or holding more than one share certificate in the same name under different

ledger folio(s) are requested to apply for consolidation of such folio(s) and send the relevant share certificates to the Company/RTA.

- Section 72 of the Companies Act, 2013, extends nomination facility to individuals holding shares in physical form in companies. Shareholders, in particular those holding shares in a single name, may avail of the above facility by furnishing the particulars of their nominations in the prescribed nomination form.

- Shareholders are requested to provide their valuable suggestions for improvement of our investor services.

- Shareholders are requested to quote their e-mail IDs, telephone/fax numbers for prompt reply to their communication.

8. Risk Management

The Company has adopted a well-defined procedure for risk management. The risk management procedure provides identification and mitigation of internal as well as external risks of the Company. The risk management procedure is periodically reviewed by the Board.

9. Subsidiaries

The performance of its Subsidiaries is also reviewed by the Board of Directors periodically.

10. Management Discussion and Analysis

A management discussion and analysis report forms part of the Annual Report and includes discussion on various matters.

11. Reconciliation of Share Capital Audit

As stipulated by the Securities Exchange Board of India, a qualified Practicing Company Secretary has carried out the reconciliation of Share Capital Audit to reconcile the total admitted capital with NSDL and CDSL, total issued and listed capital. The audit is carried out every quarter and the report thereon is submitted to the Stock Exchanges. The audit confirms that the total issued/paid up capital is in agreement with the aggregate total number of shares in physical form, shares allotted & advised for demat credit but pending execution and the total number of dematerialized shares held with NSDL and CDSL.

12. Compliance Certificate of CEO/CFO

The Compliance Certificate on the financial statements for the financial year ended 31st March, 2018 is enclosed at the end of this report.

13. Auditors' Report on Corporate Governance

As required by Part E of Schedule V of Regulation 34(3) of the SEBI(LODR) Regulations, 2015, the Auditors' certificate is enclosed at the end of this report.

14. Familiarization programme for Independent Director

The Company conducts the familiarization programme for Independent Director as required under regulation 25(7) of the SEBI (LODR) Regulations, 2015 and details are available on Company's website www.pacificindustriesltd.com

15. Code for the Board of Directors and Senior Management Personnel

The Company has laid down a code of conduct for the members of the board and senior management personnel of the Company. The code of conduct has been posted on the Company's website www.pacificindustriesltd.com

The code of conduct has been circulated to all the members of the Board and Senior Management personnel and they have affirmed their compliance with the said code of conduct for the financial year ended 31st March, 2018. A declaration to this effect signed by Mr. J.P. Agrawal, Chairman & Managing Director of the Company is appended at the end of this report.

16. Code for the Independent Directors

The Company has laid down a code of conduct for the Independent Directors of the Company and the same is available on the Company's www.pacificindustriesltd.com

Declaration by the Managing Director under Para D of Schedule V of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015

I hereby confirm that the Company has obtained from all the members of the Board and Senior Management Personnel, affirmation that they have complied with the 'Code of Conduct' of the Company for the financial year 2017-18.

For Pacific Industries Limited

Sd/-
J. P. Agarwal
Chairman & Managing Director
DIN: 00386183

Place: Udaipur
Date: 30.05.2018

CEO/CFO Compliance Certification

To,
The Board of Directors,
Pacific Industries Limited
Survey No.13, Kempalinganhalli,
Nelamangala Taluka,
BANGALORE-562123
(Karnataka)

A. We have reviewed financial statements and the cash flow statement for the year ended 31st March, 2018 and that to the best of our knowledge and belief :
   1. These statements do not contain any materially untrue statement or omit any material fact or contain statements that might be misleading;
   2. These statements together present a true and fair view of the Company's affairs and are in compliance with existing accounting standards, applicable laws and regulations.

B. There are, to the best of our knowledge and belief, no transactions entered into by the Company during the financial year 2017-2018 which are fraudulent, illegal or violative of the Company's code of conduct.

C. We accept responsibility for establishing and maintaining internal controls for financial reporting and that we have evaluated the effectiveness of internal control systems of the Company pertaining to financial reporting and have disclosed to the Auditors and the Audit Committee, deficiencies in the design or operation of such internal controls, if any, of which we are aware and the steps we have taken or propose to take to rectify these deficiencies.

D. We have indicated to the auditors and the Audit committee that :
   1. There are no significant changes in internal control over financial reporting during the year;
   2. There are no significant changes in accounting policies during the year and that the same have been disclosed in the notes to the financial statements; and
   3. There are no instances of significant fraud of which they have become aware and the involvement therein, if any, of the management or an employee having a significant role in the Company's internal control system over financial reporting.

Date: 30th May, 2018
Place: Udaipur

Sd/-
Kapil Agarwal
Chief Financial Officer

Declaration regarding compliance by board members and Senior Management Personnel with the Company's Code of Conduct

This is to confirm that the Company has adopted a Code of Conduct for its employees including the Managing Director and Executive Directors. In addition, the Company has adopted a Code of Conduct for its Non-Executive Directors and Independent Directors. These Codes are available on the Company's website.

I confirm that the Company has received from the Senior Management team of the Company and the Members of the Board, a declaration of compliance with the code of Conduct as applicable to the them in respect of the year ended March 31, 2018.

Sd/-
Jagdish Prasad Agarwal
Chairman & Managing Director
DIN: 00386183

Place: Udaipur
Date: 30.05.2018

MANAGEMENT DISCUSSION AND ANALYSIS REPORT

The Management of Pacific Industries Limited is pleased to present the Management Discussion and Analysis Report, which lucidly explains the Company's business, industry structure, opportunities and concerns, performance of the Company with respect to the operations and other relevant information. Management Discussion and Analysis forms a part of the compliance report on Corporate Governance.

❖ BUSINESS OVERVIEW

Pacific Industries Limited has evolved through a simple thought way back in 1989 – the thought that the country deserves nothing short of the best when it comes to marbles and granites. Glancing at the past trends, makes the Company proud of the fact that it has managed to live up to the promise of providing our clients with high quality products and services that have constantly surpassed their expectations, and helped us create an enviable position over time. Building up on our modest inception, Pacific Industries Limited has grown tremendously in terms of quality, volume and variety, striving even further for the best.

Pacific Industries Limited is equipped to deal with a massive capacity to cater marble and granite processing needs, providing a wide spectrum of multiple colors to choose from.

❖ INDUSTRY OVERVIEW OF INDIAN ECONOMY AND COMPANY OUTLOOK

India has witnessed a major economic reform in terms of tax regime with introduction of Goods & Service Tax (GST) from 1st July, 2017. This tax regime, being at the nascent stage, is expected to result in improvement in logistics and faster movements of goods on one side and indirect tax reforms on the other side. The revitalisation of global economy continued during the financial year 2017-18 and the global economy ended with a lower benchmark owing to fears of trade work between developed economics. Inspite of global tremors, the financial year concluded on a better footing having the positive impact on the industry in varied ways. The investors' confidence in this volatile environment was reflected by being bullish and taking an advantage of the correction phase of capital markets during the year under review. And thus, the business growth has experienced good flow. Infrastructure, high end architectures coupled with real estate development is a must for maintaining such sustained growth and hence is on the highest priority of the Government making it to be the focal point for our economy. Increasing per Capita income resulting due to all round economic high per capita spending affects the sale and off take of our products and we foresee a prosperous future ahead. The Industry strike witnessed during the year for reduction of GST Tax rates had a positive end with demand and purchases being rebounded.

❖ ECONOMIC OVERVIEW (2017-18)

The Indian Economy has turned around dramatically with the real GDP growth rate of 7%, making India one of the fastest growing large economies in the world. This is witnessed with the World Bank commentaries recognising India as one of the global player. The growth in the next financial year is expected to boom between 8 to 8.5% with predictions for a double digit rate seeming feasible.

The policies of the Narendra Modi Government to transform India through **"MAKE IN INDIA"** and **"SKILL INDIA"** initiatives has yielded results with the country transformation of emerging as the business hotspot and Foreign Investment destination.

Global Granite Industry

Granite industry is considered one of the oldest industries in the world; existing as far back as Ancient Egypt. Granite stones due to its amenability for taking mirror like polish, high compressive strength, longevity and aesthetics, finds applications in decoration in building and other places.

Being a product dependent upon availability of natural resources, production of Stone is concentrated among few countries. China, India, Brazil, Iran, Turkey and Italy altogether accounted for 70% of the global extraction of stones. World stone export market sized $23 billion.

Major competition for India as a granite exporter comes from China & Brazil. Some of the big concerns in the Natural stone industry are weaker demand of USA and Europe, sharp devaluation of currencies of some of the producing countries and increasing popularity of engineered stones.

Company

Pacific Industries Limited (PIL) is a 100% EOU whose main plant s are located at Village Bedla, Udaipur and, Kempalinganhalli, Bangalore. The promoters have been active in granite processing and trading for the last 29 years. Over 95% of the turnover comes from exports. The company's major exports destinations are USA, Europe, Indonesia, Vietnam, Middle-east countries, etc. The Company is also importing the Granite from Italy.

The Company has been received the "Star Export House" Certification from Ministry of Commerce and Industry.

❖ **OPPORTUNITIES AND THREATS**

There are diverse opportunities in Marble & Granite industry due to large scale investment in Infrastructure, modern day architecture, interior designing, construction reforms and real estate activities. The constant growth of the Industry has escalated the demand for marbles and granites substantially both in domestic and international markets.

Further, the World is indeed becoming a Global city. Your company believes that niche opportunities exist in the Global arena which, if exploited, would yield positive results. The company has accordingly built a business model tapping these opportunities and is also aligning its strategies to utilise opportunities in the domestic market. Your company deals in special range of Granite & Marbles having exquisite textures, designs and colours for which the overseas and domestic markets, both are very demanding. Presently, it is one of the few companies which offer all natural stone products under one roof to the buyers. The demand for top quality natural stone products is also increasing in the domestic market The availability of manufactured stone products as an alternative to natural stones is also likely to affect the performance of the company.

Your Company has the necessary expertise and flexibility to quickly adapt to the changing market condition and capture the growth in sales leading to growth for the Company.

❖ **FUTURE OUTLOOK**

India's economy is well placed to grow at a robust pace over the next five years owing to strong domestic consumption and increase in government spending on infrastructure. The implementation analysis and review of Goods & Service Tax (GST) mechanism will further simplify the supply chain and improve the operating environment and will act as an additional driver of consolidation at all levels market.

The Company is alert and in touch with the ground realities of the business dynamics and is confident of increasing its market share in all the spheres emerging as a leader in its segment. The overall business outlook for the Company is promising with improvement in the economic environment. Efforts towards optimisation and higher operational efficiencies are continuing.

The Company examines the possibilities of expansion and shall make investments when attractive opportunities arise.

❖ **THREATS AND RISK MANAGEMENT**

The current economic environment, in combination with significant growth ambitions of the Company, carries with it an evolving set of risks. Your Company recognizes that these risks need to be managed to protect customers, employees, shareholders and other stakeholders to achieve our business objectives. In line with this, your Company has put in place a detailed Risk Management Policy which identifies the various types of risks at all levels of the Company. Early risk identification along with appropriate measures has enabled the Company to mitigate all threats which may arise from time to time. Also, the possibility of occurrence of the risk event and the magnitude of their consequences on the organization is determined and used to prioritize risk management.

❖ **INTERNAL CONTROL SYSTEMS AND THEIR ADEQUACY**

The Company has a sound internal control system, which ensures that (a) its financial reports are reliable, (b) its operations are effective and efficient, and (c) its activities comply with applicable laws and regulations. The internal control systems are further supplemented by internal audit carried out by an independent Chartered Accountant and periodical review by the Management. The Internal Audit process is designed to review the adequacy of internal control checks in the system and covers all the significant areas of the Company's operations.

The Audit Committee of the Board of Directors reviews the adequacy and effectiveness of the internal control systems and tracks the implementation of corrective actions. Significant audit observations and corrective actions taken by the Management are presented to the Audit Committee. To maintain its objectivity and independence, the Internal Audit reports are submitted to the Chairman of the Audit Committee. Audit Committee plays a key role in providing assurance to the Board of Directors.

❖ **CSR ACTIVITIES**

Your Company believes that as a responsible corporate citizen, it must address the needs of underprivileged and committed to serving them. The Company is keen to fulfill its social responsibility by being actively involved in a variety of public services projects. We encourage collaboration with various NGOs to support in CSR activities at group level. Your Company has contributed a sum of Rs. 3.72 lacs to various social institutions in the field of mid-day meal, education, health. The main recipient have been (Geetanjali medical college & hospital).

❖ **HUMAN RESOURCES**

The Company believes in making the optimum utilization of all the available resources, to achieve this, human power is highly important and thus the Company time over has been taking newer and effective initiatives for improving the human resource strength

and creating a conducive and healthy work atmosphere.

The Company consider its Human Resource as the most valuable resource which has to be nurtured well and equipped to meet the challenges posed by the dynamics of business developments. The Company continuously provide training to its employees both in-house as well as through reputed Institutes. The staffs are highly motivated due to good work culture, training, remuneration packages and the values, which the Company maintains. The Board of Directors would like to record their appreciation of the efficient and loyal service rendered by the Company's employees.

❖ **DISCUSSION ON FINANCIAL PERFORMANCE WITH RESPECT TO OPERATIONAL PERFORMANCE.**

Due to the challenges of the environment and the strategic drive to integrate and transform, the organization financial performance was become weak as compared to previous year.

On a Standalone basis, the Company has recorded total Turnover during the year 2017-18 is Rs. 6936.52 Lacs as compared to year 2016-17 was Rs. 6819.59 Lacs in the previous year. Whereas the Net Profit is Rs. 83.37 Lacs as compared to year 2016-17 was Rs. 34.33 Lacs.

❖ **CAUTIONARY STATEMENT**

Statement in this Management's Discussion and Analysis detailing the Company's objectives, projections, estimates, estimates, expectations or predictions are "forward-looking statements" within the meaning of applicable securities laws and regulations. Actual results could differ materially from those expressed or implied. Important factors that could make a difference to the Company's operations include global and Indian demand-supply conditions, finished goods prices, feedstock availability and prices, cyclical demand and pricing in the Company's principal markets, changes in Government regulations, tax regimes, economic developments within India and the countries within which the Company conducts business and other factors such as litigation and labour negotiations.

By Order of the Board

Sd/-
J. P. Agarwal
Chairman & Managing Director
DIN: 00386183

Place: Udaipur
Date: 30.05.2018

AUDITORS' CERTIFICATE ON CORPORATE GOVERNANCE

To,
The Members of Pacific Industries Limited

We have examined the compliance of conditions of Corporate Governance by Pacific Industries Ltd. for the financial year ended on March 31, 2018 as stipulated in SEBI (LODR) Regulations, 2015.

The compliance of conditions of Corporate Governance is the responsibility of the management. Our examination was limited to procedures and implementation thereof, adopted by the Company for ensuring the compliance of the conditions of the Corporate Governance. It is neither an audit nor an expression of opinion on the financial statements of the Company.

In our opinion, and to the best of our information and according to the explanations given to us, we certify that the Company has complied with the conditions of Corporate Governance as stipulated in the above mentioned Regulation.

We further state that such compliance is neither an assurance as to the future viability of the Company nor the efficiency or effectiveness with which the management has conducted the affairs of the Company.

For Ravi Sharma & Company
Chartered Accountants
FRN: 015143C

(Paras Bhatia)
Partner
M.No.: 418196

Date: 30th May 2018
Place: Udaipur

Independent Auditor's Report

To
The Members of
PACIFIC INDUSTRIES LIMITED,

Report on the Standalone Indian Accounting Standards (Ind AS) Financial Statements
We have audited the accompanying Standalone Ind AS Financial Statements of **Pacific Industries Limited** ("the Company"), which comprise the Balance Sheet as at March 31, 2018, and the Statement of Profit and Loss, including the statement of Other Comprehensive Income, the Cash Flow Statement and the Statement of changes in equity for the year then ended, and a summary of significant accounting policies and other explanatory information (hereinafter referred to as "Standalone Financial Statements").

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 and presentation 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 the statement of changes in equity of the Company in accordance with the accounting principles generally accepted in India, including the Indian Accounting Standards (Ind AS) specified under section 133 of the Act, read with the Companies (Indian Accounting Standards) Rules,2015 as amended. 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 the design, implementation and maintenance of adequate internal financial controls that were operating effectively for ensuring the accuracy and completeness of the accounting records, relevant to the preparation and presentation of the Standalone 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 Ind AS 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, issued by the Institute

of Chartered Accountants of India, as 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 standalone 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 the risks of material misstatement of the standalone 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 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.

Basis for Qualified Opinion
Refer Note No. 38 of Notes on standalone Ind AS Financial Statements regarding confirmation & reconciliation of various Debit and Credit balances appearing under various heads & non-provision of exchange fluctuation w.r.t certain old balances. Final reconciliations / confirmations of the same may affect our disclosure.

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 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, of the state of affairs of the Company as at 31st March,2018, and its profit (including other comprehensive income), change in equity and its cash flows for the year ended on that date.

Other Matters
The comparative financial information of the company for the year ended 31st March 2017 included in the financial statements, are based on the previously published Standalone financial results/statements for the said periods prepared in accordance with the Companies (Accounting Standards) Rules, 2006 and other accounting principles generally accepted in India audited by predecessor auditor and whose audit report for the year ended 31st March 2017 dated 30th May 2017 expressed an modified opinion, as adjusted for the differences in

the accounting principles adopted by the company on transition to the Ind AS, which has not been audited by us.

Our Opinion is not modified in respect of above matters.

Report on Other Legal & Regulatory Requirement

1. As required by the Companies (Auditor's Report) Order, 2016 ("the Order") issued by the Central Government of India in terms of sub-section (11) of section 143 of the Act, we give in the Annexure I a statement on the matters specified in the paragraph 3 and 4 of the Order, to the extent applicable.

2. As required by Section 143 (3) of the Act, we report that:

   a. We have sought and obtained all the information and explanations which to the best of our knowledge and belief were necessary for the purpose of our audit.

   b. In our opinion, proper books of account as required by law have been kept by the Company so far as it appears from our examination of those books;

   c. The balance sheet, the statement of profit and loss including Other Comprehensive Income, the cash flow statement and Statement of Changes in Equity dealt with by this Report are in agreement with the books of account;

   d. In our opinion, the aforesaid standalone Ind AS Financial Statements comply with the Accounting Standards specified under Section 133 of the Act, read with Companies (Indian Accounting Standards) Rules, 2015, as amended;

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

   f. As required under Clause (i) of Sub-section 3 of Section 143 of the Companies Act, 2013, on the Internal Financial Control over Financial Reporting to the extent applicable, refer our separate report in Annexure II and

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 effect of pending litigations (if any) are disclosed by way of Note in the Ind AS Financial Statements. Refer Note 39 to the Ind AS financial statements;

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

iii. There were no amounts which were required to be transferred, to the Investor Education and Protection Fund by the Company

.

iv. There were no amounts which were required to be transferred, to the Investor Education and Protection Fund by the Company.

For Ravi Sharma & Company
Chartered Accountants
FRN: 015143C

SD/-
(CA Paras Bhatia)
Partner
M.No. 418196

Date: 30th May 2018
Place: Udaipur

Annexure I to the Independent Auditors' Report

The Annexure referred to in our Independent Auditors' Report to the members of the Company on the standalone Ind AS 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) All the assets have been physically verified by the management during the year and there is a regular program of verification which, in our opinion, is reasonable having regard to the size of the company and the nature of its assets, No material discrepancies were noticed on such verification.

(c) The title deeds of immovable properties are held in the name of the company except the land having cost of Rs. 64.76 Lacs in Bangalore held in the name of past director of the company.

(ii) (a) The inventory has been physically verified during the year by the management. In our opinion, the frequency of verification is reasonable.

(b) The discrepancies noticed on physical verification of inventory as compared to book records were not material and have been properly dealt with in the books of accounts.

(c) In our opinion and according to the information and explanation given to us and on the basis of our examination of the records of inventory, the company is maintaining proper records of inventory. The discrepancies noticed on physical verification of inventory as compared to book records were not material and have been properly dealt with in the books of accounts.

(iii) (a) in our opinion the terms and conditions of grant of such loans are not, prima facie, prejudicial to the Company's interest.

(B) the schedule of repayment of principal and payment of interest has been stipulated and the repayment/receipts of the principal amount and the interest are regular;

(c) there is no overdue amount in respect of loans granted to such companies.

(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 I86 of the Companies Act, 2013 In respect of loans, investments, guarantees, and security,

(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) According to the information & explanation given to us, the Central Government has not prescribed the maintenance of cost records under Section 148(1) of the Companies Act, 2013 in respect of manufacture of its products by the company.

(vii) In respect of statutory dues:

(a) According to the records of the company, undisputed statutory dues including Provident Fund, Employees' State Insurance, Income Tax, Sales Tax, Service Tax, Duty of Customs, Value Added Tax, Cess and other material statutory dues have been regularly deposited during the year by the Company with the appropriate authorities except for a few delays. According to the information and explanations given to us, no disputed amount payable in respect of the aforesaid due were outstanding as at March 31, 2018for a period of more than six months from the date of becoming payable.

(b) According to the information and explanation given to us, there are no pending dues of Income Tax, Sales Tax, Service Tax, Duty of Custom, Duty of Excise, Value Added Tax, Goods and service tax or Cess which are not deposited on account of dispute except Following:

Particulars	Year	Amount of demand	Amount deposited against demand	Amount of demand to the extent not deposited (Rs.)	Forum where appeal is pending
Entry Tax demand paid under Protest, Bangalore	2010-11	840669	420335	420334	C.T.D Banglaore
Entry Tax demand paid under Protest, Bangalore	2011-12	679839	339920	339919	C.T.D Bangalore
Sales Tax demand paid under Protest, Bangalore	2010-11	2615214	1307606	1307608	C.T.D Bangalore
Sales Tax demand paid under Protest, Bangalore	2011-12	1773845	886923	886922	C.T.D Bangalore
Excise Demand, Udaipur	Norms 2007-08, 2010-11, 2011-12	11196664	5595984	5600680	CESTAT, Delhi
Excise Demand, Udaipur	2013-14	3610658	270799	3339859	CESTAT, Delhi
Excise Demand, Udaipur	2013-14	2255032	169128	2085904	CESTAT, Delhi
Custom Demand, Udaipur	2014-15	3346743	251005	3095738	Joint Commissioner, Udaipur
Custom Demand, Udaipur	2014-15 & 2015-16	2772476	207936	2564540	Joint Commissioner, Udaipur
Custom Demand, Udaipur	2015-16 & 2016-17	1719873	128990	1590883	Ass. Commissioner, Udaipur
Income Tax Demand, Udaipur	AY 2011-12, 2014-15 & 2015-16	109552041	2850000 (Under Protest)	106702041	Income Tax Department Filed Appeal Before ITAT against the order of CIT(Appeal)

(viii) According to information and explanation given to us by the management, as on balance sheet date the company is not in default w.r.t. repayment of loans and borrowings to a financial institutions, banks or government, further the company has not issued any debentures.

(ix) Based upon the audit procedures performed and the information and explanations given by the management during the year under review, the company has not raised moneys by way of initial public offer or further public offer including debt instruments. To the best of our knowledge and belief and according to the Information and Explanation given to us, term loans availed by the company were prima facie applied by the company during the year for the purpose for which the loan were Obtained.

(x) Based upon the audit procedures performed and the information and explanations given by the management, we report that no fraud by the Company or on the company by its officers or employees has been noticed or reported during the year.

(xi) Based upon the audit procedures performed and the information and explanations given by the management, the managerial remuneration has been paid or provided in accordance with the requisite approvals mandated by the provisions of section 197 read with Schedule V to the Companies Act.

(xii) In our opinion, the Company is not a Nidhi Company. Therefore, the provisions of clause 4 (xii) of the Order are not applicable to the Company.

(xiii) In our opinion, all transactions with the related parties are in compliance with section 177 and 188 of Companies Act, 2013 and the details have been disclosed in the Financial Statements as required by the applicable accounting standards. .

(xiv) Based upon the audit procedures performed and the information and explanations given by the management, the company has not made any preferential allotment or private placement of shares or fully or partly convertible debentures during the year under review. Accordingly, the provisions of clause 3 (xiv) of the Order are not applicable to the Company and hence not commented upon.

(xv) Based upon the audit procedures performed and the information and explanations given by the management, the company has not entered into any non-cash transactions with directors or persons connected with him. Accordingly, the provisions of clause 3 (xv) of the Order are not applicable to the Company and hence not commented upon.

(xvi) In our opinion, the company is not required to be registered under section 45 IA of the Reserve Bank of India Act, 1934 and accordingly, the provisions of clause 3 (xvi) of the Order are not applicable to the Company and hence not commented upon

For Ravi Sharma & Company
Chartered Accountants
FRN: 015143C

Sd/-
(CA Paras Bhatia)
Partner
M.No. 418196

Date: 30th May 2018
Place: Udaipur

Annexure II to the Independent Auditors' Report

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

In conjunction with our audit of the Standalone Ind AS Financial Statements of the Company as of and for the year ended March 31, 2018, We have audited the internal financial controls over financial reporting of Pacific Industries Limited (hereinafter referred to as "the Company"), which is a company incorporated in India, as of that date.

Management's Responsibility for Internal Financial Controls

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

Auditors' Responsibility

Our responsibility is to express an opinion on the Company's IFCoFR based on our audit. We conducted our audit in accordance with the Standards on Auditing, issued by the ICAI and deemed to be prescribed under section 143(10) of the Act, to the extent applicable to an audit of IFCoFR and the Guidance Note issued by the ICAI. 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 IFCoFR were established and maintained and if such controls operated effectively in all material respects.

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

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

Meaning of Internal Financial Controls Over Financial Reporting

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

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

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

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

Inherent Limitations of Internal Financial Controls Over Financial Reporting

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

Basis for Qualified Opinion

Refer Note No. 38 of Notes on standalone Ind AS Financial Statements regarding confirmation & reconciliation of various Debit and Credit balances appearing under various heads & non-provision of exchange fluctuation w.r.t certain old balances. Final reconciliations / confirmations of the same may affect our disclosure.

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 company has maintained , in all material respects , adequate internal financial control over financial reporting and such internal financial controls over financial reporting were operating effectively as of March 31, 2018, based on “the internal control over financial

reporting criteria established by the Company considering the essential components of internal control stated in the Guidance Note on Audit of Internal Financial Controls over Financial Reporting issued by the Institute of Chartered Accountants of India".

For Ravi Sharma & Company
Chartered Accountants
FRN: 015143C

Sd/-
(Paras Bhatia)
Partner
M.No.: 418196

Date: 30th May 2018
Place: Udaipur

Pacific Industries Limited

Regd Office: Survey No. 13, N. H. 48, Kempalinganhalli, Nelamangala Taluk,
Bangalore (Rural) ,Bengaluru ,Karnataka ,562123, Phone:0294-2440933
Website: www.pacificindustriesltd.com, E-mail: pilnorth@pacificgranites.com, CIN: L14101KA1989PLC062041

Standalone Balance Sheet as at 31st March 2018

(Rupees in Lakhs)

S. No.	Particulars	Note No.	As at 31st March 2018	As at 31st March 2017	As at 1st April 2016
I	**ASSETS**				
(1)	**Non-current assets**				
	(a) Property, Plant & Equipment	3	2,771.09	2,745.02	3,047.34
	(b) Capital work-in-progress	3	948.79	361.14	30.38
	(c) Other Intangible Asset	3	0.02	0.03	0.06
	(d) Financial Assets				
	(i) Investments	4	92.56	31.14	10.67
	(ii) Loans & Advances	5	150.56	172.28	153.86
	(e) Other non-current assets	6	173.78	100.25	122.80
	Total Non-current Asset		**4,136.80**	**3,409.86**	**3,365.12**
(2)	**Current assets**				
	(a) Inventories	7	5,552.48	5,657.62	5,587.82
	(b) Financial Assets				
	(i) Trade Receivable	8	2,986.87	2,038.91	2,345.92
	(ii) Cash and Cash equivalents	9	104.28	89.63	173.61
	(iii) Other Bank Balances	10	559.73	125.67	119.89
	(iv) Loans & Advances	5	917.12	925.10	61.82
	(v) Other Financial Asset	11	7.28	7.45	7.45
	(c)Other current assets	6	650.30	599.66	628.24
	Total Current Asset		**10,778.07**	**9,444.04**	**8,924.75**
	Total Assets		**14,914.87**	**12,853.91**	**12,289.87**
II.	**EQUITY AND LIABILITIES**				
(1)	**EQUITY**				
	(a) Equity Share capital	12	135.15	135.15	135.15
	(b) Other Equity	13	6,181.67	6,047.93	6,029.22
	Total Equity		**6,316.82**	**6,183.08**	**6,164.37**
(2)	**Non-current liabilities**				
	(a) Financial Liabilities				
	(i) Borrowings	14	4,193.82	3,288.94	2,909.80
	(b) Provisions	15	204.49	187.71	175.38
	(c) Deferred tax liabilities (Net)	16	-	-	-
	Total Non-current Liabilities		**4,398.31**	**3,476.65**	**3,085.18**
(3)	**Current liabilities**				
	(a) Financial Liabilities				
	(i) Borrowings	17	1,482.67	1,096.95	1,097.41
	(ii) Trade Payables	18	1,263.17	1,208.12	1,290.12
	(iii) Other Financial Liabilities	19	1,048.64	518.39	241.53
	(b) Other current liabilities	20	270.25	267.14	321.85
	(c) Provisions	15	114.65	98.93	65.43
	(d) Current tax liabilities (net)	21	20.34	4.65	23.99
	Total Current Liabilities		**4,199.72**	**3,194.18**	**3,040.33**
	Total Liabilities		**8,598.05**	**6,670.83**	**6,125.51**
	Total Equity and Liabilities		**14,914.87**	**12,853.91**	**12,289.87**

Significant accounting Policies 1 & 2
Notes forming Part of Financial Statements 1 to 45

For and on behalf of Board of Directors
Pacific Industries Limited

As per our Report of even date
For Ravi Sharma & Co.
Chartered Accountants
(FRN 015143C)

Sd/-
(Paras Bhatia)
Partner
M.No. 418196
Date: 30th May 2018
Place: Udaipur

Sd/-
J.P. Agarwal
(Chairman & Managing Director)
DIN: 00386183

Sd/-
Kapil Agarwal
(Executive Director & CFO)
DIN: 00386298

Sd/-
Khushbu Sethi
Company Secretary
PAN : GEKPS4863F

Pacific Industries Limited

Regd Office: Survey No. 13, N. H. 48, Kempalinganhalli, Nelamangala Taluk,
Bangalore (Rural) ,Bengaluru ,Karnataka ,562123, Phone:0294-2440933
Website: www.pacificindustriesltd.com, E-mail: pilnorth@pacificgranites.com,
CIN: L14101KA1989PLC062041

Statement of Standalone Profit & Loss for the Year ended on 31st March 2018

(Rupees in Lakhs)

S. No.	Particulars	Note No.	Year ended 31st March 2018	Year ended 31st March 2017
I.	Revenue from operations	22	6,745.18	6,640.20
II.	Other income	23	191.34	179.39
III.	**Total Revenue (I + II)**		**6,936.52**	**6,819.59**
IV.	**Expenses:**			
	Cost of Materials Consumed	24	2,236.37	2,128.42
	Purchases of Stock-in-Trade	25	230.05	365.64
	Changes in inventories of Finished Goods, Work-in-Progress and Stock-in-Trade	26	30.05	(62.37)
	Employee Benefits Expense	27	910.57	806.52
	Finance costs	28	337.16	220.49
	Depreciation and amortization expense	29	333.22	368.14
	Other expenses	30	2,718.46	2,866.31
	Excise on Sales		36.92	87.46
	Total expenses		**6,832.81**	**6,780.61**
V.	Profit before exceptional items and tax (III-IV)		**103.71**	**38.98**
VI.	Exceptional items		-	-
VII.	**Profit before tax (V- VI)**		**103.71**	**38.98**
VIII.	Tax expense:			
	(1) Current tax	32	20.34	4.65
	(2) Deferred tax	32	-	-
	Total Tax Expenses		**20.34**	**4.65**
IX	**Profit (Loss) for the period (VII-VIII)**		**83.37**	**34.33**
	Other Comprehensive Income			
(a)	(i) Items that will not be reclassified subsequently to profit or loss		50.37	(15.61)
	(ii) Income tax relating to items that will not be reclassified subsequently to profit or loss		-	-
(b)	(i) Items that will be reclassified subsequently to profit or loss		-	-
	(ii) Income tax relating to items that will be reclassified subsequently to profit or loss		-	-
	Total Other Comprehensive income		**50.37**	**(15.61)**
	Total Comprehensive Income for the year		**133.74**	**18.72**
X.	**Earnings per equity share:**			
	(1) Basic	33	6.17	2.54
	(2) Diluted	33	6.17	2.54

Significant accounting Policies 1 & 2

Notes forming Part of Financial Statements **1 to 45**

For and on behalf of Board of Directors
Pacific Industries Limited

As per our Report of even date
For Ravi Sharma & Co.
Chartered Accountants
(FRN 015143C)

Sd/-
(Paras Bhatia)
Partner
M.No. 418196
Date: 30th May 2018
Place: Udaipur

Sd/-
J.P. Agarwal
(Chairman & Managing Director)
DIN: 00386183

Sd/-
Kapil Agarwal
(Executive Director & CFO)
DIN: 00386298

Sd/-
Khushbu Sethi
Company Secretary
PAN : GEKPS4863F

Pacific Industries Limited

Regd Office: Survey No. 13, N. H. 48, Kempalinganhalli, Nelamangala Taluk,
Bangalore (Rural) ,Bengaluru ,Karnataka ,562123, Phone:0294-2440933
Website: www.pacificindustriesltd.com, E-mail: pilnorth@pacificgranites.com,
CIN: L14101KA1989PLC062041

Standalone Cash Flow Statement for the year ended 31st March, 2018

(Rupees in Lakhs)

	Particulars	Year ended 31 March 2018	Year ended 31 March 2017
A.	**Cash flow from Operating Activities**		
	Profit before income tax	**103.71**	**38.98**
	Adjustment for		
	Depreciation and amortisation expenses	333.22	368.14
	Pre-Operative Expense	12.19	-
	Profit on sale of Fixed Assets	(9.02)	(20.71)
	Finance Costs	324.00	202.03
	Actuarial Gain/ (Loss)	2.71	(14.65)
	Interest Income	(85.07)	(15.87)
	Change in operating assets and liabilities		
	(Increase) in inventories	105.14	(69.81)
	(Increase)/Decrease in trade receivables	(947.96)	307.00
	(Increase)/Decrease in financial assets	0.16	-
	(Increase)/Decrease in Loans & Advances	7.98	(863.28)
	(Increase)/Decrease in Other Current Assets	(50.64)	28.58
	Increase/(Decrease) in Provisions	32.51	45.83
	Increase/(Decrease) in Trade Payables	55.05	(81.99)
	Increase/(Decrease) in Other Current Liabilities	3.12	(54.70)
	Increase/(Decrease) in Other Financial Liabilities	413.43	83.01
	Cash generated from operations	**300.53**	**(47.45)**
	Income Tax paid	(4.65)	(23.99)
	Net cash flow from operating activities	**295.88**	**(71.43)**
B.	**Cash flow from Investing Activities**		
	Purchase of Fixed Assets	(970.92)	(399.58)
	Sale of Fixed Assets	20.82	23.73
	(Increase)/Decrease in Fixed Deposits	(434.06)	(5.78)
	(Increase)/(Decrease in Long term Loans & advances	21.72	(18.42)
	(Increase)/(Decrease in Other Non-current Assets	(73.53)	22.55
	(Purchase)/Sale of Investments	(13.76)	(21.42)
	Interest Income	85.07	15.87
	Net cash flow from investing activities	**(1,364.66)**	**(383.05)**
C.	**Cash flow from financing activities**		
	Increase in Long Term Borrowings	904.88	379.13
	Increase in Short Term Borrowings	502.55	193.39
	Finance Costs	(324.00)	(202.03)
	Net cash flow from financing activities	**1,083.44**	**370.50**
	Net increase / (decrease) in cash and cash equivalents	**14.65**	**(83.98)**
	Cash and cash equivalents at the beginning of the year	**89.63**	**173.61**
	Cash and cash equivalents at the end of the year	**104.28**	**89.63**

Notes forming Part of Financial Statements **1 to 45**

For and on behalf of Board of Directors
Pacific Industries Limited

As per our Report of even date
For Ravi Sharma & Co.
Chartered Accountants
(FRN 015143C)

Sd/-
(Paras Bhatia)
Partner
M.No. 418196
Date: 30th May 2018
Place: Udaipur

Sd/-
J.P. Agarwal
(Chairman & Managing Director)
DIN: 00386183

Sd/-
Kapil Agarwal
(Executive Director & CFO)
DIN: 00386298

Sd/-
Khushbu Sethi
Company Secretary
PAN : GEKPS4863F

Pacific Industries Limited

Regd Office: Survey No. 13, N. H. 48, Kempalinganhalli, Nelamangala Taluk,
Bangalore (Rural) ,Bengaluru ,Karnataka ,562123, Phone:0294-2440933
Website: www.pacificindustriesltd.com, E-mail: pilnorth@pacificgranites.com,
CIN: L14101KA1989PLC062041

Notes to the Standalone Ind AS Financial Statement for the year ended 31st March 2018

Note 1 Corporate Information

Pacific Industries Limited (the company) is a public company domiciled in India and incorporated under the provisions of the Companies Act, 1956. Its shares are listed on Bombay Stock Exchange in India. The company is engaged in the export, manufacturing & trading of Granite tiles & slabs and other goods and commission activities.

Note 2 Significant accounting policies

The following are the significant accounting policies adopted in the preparation of these financial statements. These policies have been consistently applied to all the years presented, unless otherwise stated.

2.1 Basis of Preparation

In accordance with the notification issued by the Ministry of Corporate Affairs, the Company has adopted Indian Accounting Standards ("Ind AS") notified under the Companies (Indian Accounting Standards) Rules, 2015 with effect from April 01, 2016. These financial statements have been prepared in accordance with Indian Accounting Standards ("Ind AS") as prescribed under Section 133 of the Companies Act, 2013 ("the Act") read with Rule 3 of the Companies (Indian Accounting Standards) Rules, 2015 and Companies (Indian Accounting Standards) Amendment Rules, 2016.

The financial statements up to the year ended 31 March 2017 were prepared in accordance with the Companies (Accounting Standards) Rules, 2006, notified under section 133 of the Act and other relevant provisions of the Act ("Previous GAAP").

These are the company's first financial statements prepared in accordance with Ind AS. The Transition to Ind AS was carried out in accordance with 'Ind AS 101 - First-time Adoption of Indian Accounting Standards' as at the date of transition to Ind AS i.e. 1st April 2016. The transition has been carried out from Indian GAAP which is considered as the Previous GAAP, as defined in Ind AS 101. Refer Note No. 43.2 and 43.3 to the Ind AS financial Statements for description of the effect of the transition and reconciliation required as per Ind AS 101.

The financial statements for the year ended March 31, 2018 were approved by the Board of Directors and authorized for issue on 30th May 2018.

2.2 Basis of measurement

These financial statements have been prepared on the historical cost basis, except for certain financial instruments which are measured at fair values at the end of each reporting period, as explained in the accounting policies below. Historical cost is generally

Notes to the Standalone Ind AS Financial Statement

based on the fair value of the consideration given in exchange for goods and services. Fair value is the price that would be received to sell an asset or paid to transfer a liability in an orderly transaction between market participants at the measurement date.

Accounting policies have been consistently applied except where a newly issued accounting standard is initially adopted or a revision to an existing accounting standard requires a change in the accounting policy hitherto in use.

2.3 Functional and Presentation Currency

The financial statements are prepared in Indian Rupees ("INR") which is the Company's presentation currency and the functional currency for its operations. All financial information presented in INR has been rounded to the nearest lakhs with two decimal places unless stated otherwise.

2.4 Use of Estimates

The preparation of the financial statements in conformity with Ind AS requires management to make estimates, judgments and assumptions. These estimates, judgments and assumptions affect the application of accounting policies and the reported amounts of assets and liabilities, the disclosures of contingent assets and liabilities at the date of the financial statements and reported amounts of revenues and expenses during the year.

The estimates and underlying assumptions are reviewed on an ongoing basis. Revisions to the accounting estimates are recognised in the period in which the estimate is revised and future periods affected.

Significant judgments and estimates relating to carrying value of assets and liabilities include useful lives of Property, plant and equipment , impairment of Property, plant and equipment , investments , provision for employee benefits and other provisions, recoverability of deferred tax assets, commitments and contingencies.

2.5 Classification of Assets & Liabilities as Current & Non-Current

All Assets and Liabilities have been classified as current or non-current as per the Company's normal operating cycle and other criteria set out in the Schedule III to the Companies Act, 2013. Based on the nature of product & activities of the Company and their realization in cash and cash equivalent, the Company has determined its operating cycle as 12 months for the purpose of current and non-current classification of assets and liabilities.

2.6 Recognition of Revenue and Expenditure

Revenue is recognised to the extent that it is probable that the economic benefits will flow to the Group and the revenue can be reliably measured, regardless of when the payment is being made. Revenue is measured at the fair value of the consideration received or receivable, taking into account contractually defined terms and excluding taxes or duties

Notes to the Standalone Ind AS Financial Statement

collected on behalf of the government. Revenue is reduced for estimated customers returns, rebates and other similar allowances. The following specific recognition criteria must also be met before revenue is recognized:

2.6.1 Sale of Goods
Revenue from the sale of goods is recognised, when the significant risks and rewards of ownership of the goods have been transferred to the buyer. No revenue is recognised if there are significant uncertainties regarding recovery of the amount due, associated costs or the possible return of goods.

2.6.2 Interest
Interest income is recognized on a time proportion basis taking into account the amount outstanding and the effective interest rate method. Interest income is included under the head "Other Income" in statement of profit and loss.

2.6.3 Expenses
All expenses are charged in statement of profit and loss as and when they are incurred.

2.7 Property, Plant & Equipment
Property, plant and equipment are initially recognized at cost including the cost directly attributable for bringing the asset to the location and conditions necessary for it to be capable of operating in the manner intended by the management. After the initial recognition the property, plant and equipment are carried at cost less accumulated depreciation and impairment losses, if any. Any gain or loss on disposal of an item of property, plant and equipment is recognized in the statement of profit and loss. When significant parts of plant and equipment are required to be replaced at intervals, the company depreciates them separately based on their specific useful lives. Subsequent expenditures relating to property, plant and equipment is capitalized only when it is probable that future economic benefits associated with these will flow to the company and the costs to the item can be measured reliably. Repairs and maintenance costs are recognized in the statement of profit and loss when incurred.

Capital work-in-progress includes cost of property, plant and equipment under installation / under development as at the balance sheet date.

2.8 Depreciation
Depreciation is calculated on a straight line method basis over the estimated useful lives of all the assets as prescribed in Schedule II of the Companies Act, 2013. The residual values, useful lives and methods of depreciation of property, plant and equipment are reviewed at each financial year end and adjusted prospectively, if appropriate.

Notes to the Standalone Ind AS Financial Statement

2.9 Inventory

Inventories consists of Raw Material, Work In Progress, Finished Goods , Scrap & Stores & Spares.

Inventories are valued at the lower of cost or net realisable value. Cost is determined on weighted average basis.

Raw materials & Stores & Spares: Cost includes cost of purchase and other costs incurred in bringing the inventories to their present location and condition on the weighted average basis.

Finished goods and work in progress: Cost includes cost of direct materials and labour and a proportion of manufacturing overheads based on the normal operating capacity on a weighted average basis. Cost of finished goods includes other costs incurred in bringing the inventories to their present location and condition.

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

2.10 Employee benefits

a) Short Term Employee Benefits

Short-term Employee Benefits are recognised as an expense on accrual basis.

b) Defined Contribution Plan

The Company makes defined contribution to Provident Fund managed by Government Authorities, which are accounted on accrual basis as expenses in the statement of Profit and Loss. The Company has no obligation other than the contribution payable to the provident fund.

c) Defined Benefit Plan

The employees' gratuity scheme is a defined benefit plan. The present value of the obligation under such defined benefit plans is determined based on an independent actuarial valuation using the projected unit credit method, carried out as at balance sheet date. The obligation determined as aforesaid less the fair value of the Plan assets is reported as a liability or assets as of the reporting date. Actuarial gain or losses are recognised immediately in the Other Comprehensive Income and reflected in retained earnings and will not be reclassified to the statement of profit and loss.

Notes to the Standalone Ind AS Financial Statement

d) Other Long-Term Benefits

Provision for other long term benefits in the form of long term compensated absences (leave encashment) are accounted for on the basis as if it becomes due for payment on the last day of accounting year.

2.11 Income Tax

Tax expenses comprises current and deferred tax. It is recognised in Statement of profit and loss except to the extent it relates to the items recognised directly in equity or in OCI.

Current tax

Current tax comprises the expected tax payable on the taxable income or loss for the year and any adjustment to the tax payable or receivable in respect of previous years. It is measured using tax rates enacted or substantively enacted at the reporting date. Management periodically evaluates positions taken in tax returns with respect to situations in which applicable tax regulation is subject to interpretation. It establishes provisions where appropriate on the basis of amounts expected to be paid to the tax authorities. Current tax assets and liabilities are offset only if there is a legally enforceable right to set it off the recognised amounts and it is intended to realise the asset and settle the liability on a net basis or simultaneously.

Deferred Tax

Deferred tax is recognized on timing differences, being the difference resulting from the recognition of items in the financial statements and in examining the current income tax.

Deferred tax assets are recognized on unabsorbed depreciation/business losses to the extent that there is virtual certainty supported by convincing evidences that sufficient future taxable income will be available against which such deferred tax assets can be realized and on expenses incurred but to be allowed on payment basis as per provision of the Income Tax Act,1961.

Deferred tax assets and liabilities are measured using the tax rate and tax law that have been enacted on the Balance Sheet date.

2.12 Lease

A lease that transfers substantially all the risks and rewards incidental to ownership to the Company is classified as a finance lease. Lease arrangements where the risks and rewards incidental to ownership of an asset substantially vest with the lessor, are recognised as operating lease. A lease is classified at the inception date as a finance lease or an operating lease. Operating lease payments are recognised as an expense in the statement of profit and loss on a straight-line basis over the lease term, unless the lease agreement explicitly states that increase is on account of inflation.

Notes to the Standalone Ind AS Financial Statement

2.13 Provisions, Contingent Liabilities and Contingent Assets

Provisions are recognised when the Company has a present obligation (legal or constructive) as a result of a past event, it is probable that an outflow of resources embodying economic benefits will be required to settle the obligation and a reliable estimate can be made of the amount of the obligation.

Contingent Liability is disclosed in case of a present obligation arising from past events, when it is not probable that an outflow of resources will be required to settle the obligation or where no reliable estimate is possible. Contingent liabilities are not recognised in financial statements but are disclosed in notes.

Contingent asset is a possible asset that arises from past events and whose existence will be confirmed only by the occurrence or non-occurrence of one or more uncertain future events not wholly within the control of the entity. Contingent assets are not recognised in financial statements and are disclosed in notes.

2.14 Foreign Currency Transactions

Transactions in foreign currency are recorded at exchange rates prevailing at the date of transactions. Exchange differences arising on foreign exchange transactions settled during the year are recognised in the statement of profit and loss of the year.

Monetary assets and liabilities denominated in foreign currencies which are outstanding, as at the reporting date are translated at the closing exchange rates and the resultant exchange differences are recognised in the statement of profit and loss.

Non-monetary items that are measured in terms of historical cost in a foreign currency are recognised using the exchange rate at date of initial transactions, are not retranslated.

In respect of forward contracts, the premium or discount on these contracts is recognized as income or expenditure over the period of the contract. Any profit or loss arising on the cancellation or the renewal of such contracts is recognized as income or expense for the year.

2.15 Impairment

Non-financial assets

The carrying amount of non- financial assets other than inventories are assessed at each reporting date to ascertain whether there is any indication of impairment. If any such indication exists then the asset's recoverable amount is estimated. An impairment loss is recognised as an expenses in the Statement of Profit and Loss, for the amount by which the asset's carrying amount exceeds its recoverable amount. The recoverable amount is the higher of an asset's fair value less cost to sell and value in use. Value in use is ascertained through discounting of estimated future cash flows using a discount rate that reflects the current market assessments of the time value of money and the risk specific to the assets.

Notes to the Standalone Ind AS Financial Statement

For the purpose of assessing impairment, assets are grouped at the lowest levels into cash generating units for which there are separately identifiable cash flows.

An impairment loss is reversed if there has been a change in the estimates used to determine the recoverable amount. An impairment loss is reversed only to the extent that asset's carrying amount does not exceed the carrying amount that would have been determined, net of depreciation or amortisation, if no impairment had been recognised.

Financial assets

The Company assesses at each reporting date whether there is any objective evidence that a financial asset or a group of financial assets is impaired. A financial asset or a group of financial assets is deemed to be impaired if, there is objective evidence of impairment as a result of one or more events that has occurred after the initial recognition of the asset (an incurred 'loss event') and that loss event has an impact on the estimated future cash flows of the financial asset or the group of financial assets that can be reliably estimated.

2.16 Government Grant

Government grants are recognised when there is a reasonable assurance that the grant will be received and all attached conditions will be complied with. Government grants relating to an expense item is recognised in the statement of profit and loss over the period necessary to match them with costs that they are intended to compensate are expensed. Government grants relating to asset is recognised as income in equal amounts over the useful life of the asset.

2.17 Earning Per Share (EPS)

Basic earnings per share is computed by dividing the profit/(loss) after tax by the weighted average number of equity shares outstanding during the year. Diluted earnings per share is computed by dividing the profit/(loss) after tax as adjusted for dividend, interest and other charges to expense or income relating to the dilutive potential equity shares, by the weighted average number of equity shares considered for deriving basic earnings per share and the weighted average number of equity shares which could have been issued on the conversion of all dilutive potential equity shares.

2.18 Cash Flow Statement

Cash flows are reported using the indirect method, as set out in Ind AS 7 'Statement of Cash Flows', whereby profit for the period is adjusted for the effects of transactions of a non-cash nature, any deferrals or accruals of past or future operating cash receipts or payments and item of income or expenses associated with investing or financing cash flows. The cash flows from operating, investing and financing activities of the Company are segregated.

Notes to the Standalone Ind AS Financial Statement

2.19 Cash and Cash Equivalents

Cash and cash equivalents in the balance sheet comprise cash at banks and on hand and short-term deposits with an original maturity of three months or less, which are subject to an insignificant risk of changes in value.

2.20 Borrowing Costs

Borrowing costs directly attributable to the acquisition, construction or production of a qualifying asset that necessarily takes a substantial period of time to get ready for its intended use or sale are capitalized as part of the cost of the asset, until such time as the assets are substantially ready for the intended use or sale. Interest income earned on temporary investment of specific borrowings pending their expenditure on qualifying assets is deducted from the borrowing costs eligible for capitalisation. The borrowing costs other than attributable to qualifying assets are recognised in the profit or loss in the period in which they incurred.

2.21 Financial Instruments

The company recognizes financial assets and financial liabilities when it becomes a party to the contractual provisions of the instrument. Financial assets and financial liabilities are initially measured at fair value. Transaction costs that are directly attributable to the acquisition or issue of financial assets and financial liabilities (other than financial assets and financial liabilities at fair value through profit or loss) are added to or deducted from the fair value of the financial asset or financial liabilities, as appropriate, on initial recognition. Transactions costs directly attributable to the acquisition of financial assets or financial liabilities at fair value through profit or loss are recognised immediately in Statement of Profit and loss.

2.21.1 Financial assets

All regular way purchases or sale of financial assets are recognised and derecognised on a trade date basis. Regular way purchases or sales are purchases or sale of financial assets that require delivery of assets within the time frame established by regulation or convention in the market place. All recognised financial assets are subsequently measured in their entirety at either amortized cost or fair value, depending on the classification of the financial assets.

Classification of Financial Assets

(i) Financial assets carried at amortised cost

A financial asset is subsequently measured at amortised cost if it is held within a business model whose objective is to hold the asset in order to collect contractual cash flows and the contractual terms of the financial asset give rise on specified dates to cash flows that are solely payments of principal and interest on the principal amount outstanding.

Notes to the Standalone Ind AS Financial Statement

(ii) Financial assets at fair value through other comprehensive income

A financial asset is subsequently measured at fair value through other comprehensive income if it is held within a business model whose objective is achieved by both collecting contractual cash flows and selling financial assets and the contractual terms of the financial asset give rise on specified dates to cash flows that are solely payments of principal and interest on the principal amount outstanding.

(iii) Financial assets at fair value through profit or loss

A financial asset which is not classified in any of the above categories is subsequently fair valued through profit or loss.

(iv) Financial liabilities

Financial liabilities are subsequently carried at amortized cost using the effective interest rate method. For trade and other payables maturing within one year from the balance sheet date, the carrying amounts approximate fair value due to the short maturity of these instruments.

(v) Equity instrument

An equity instrument is any contract that evidences a residual interest in the assets of the Company after deducting all of its liabilities. Equity instruments are recorded at the proceeds received, net of direct issue costs.

c) Derecognition

The company derecognizes a financial asset when the contractual rights to the cash flows from the financial asset expire or it transfers the financial asset and the transfer qualifies for derecognition under Ind AS 109. A financial liability (or a part of a financial liability) is derecognized from the company's balance sheet when the obligation specified in the contract is discharged or cancelled or expires.

d) Offsetting of financial instruments

Financial assets and financial liabilities are offset and the net amount is reported in the balance sheet if there is a currently enforceable legal right to offset the recognised amounts and there is an intention to settle on a net basis, to realise the assets and settle the liabilities simultaneously.

2.22 Segment Reporting

Operating segments are reported in a manner consistent with the internal reporting provided to the chief operating decision maker and the Board of Directors of the company considers and maintains Marble & Granites, trading other than Marble & Granites & Other services as the Business Segments of the Company.

Notes to the Standalone Ind AS Financial Statement

2.23 Fair Value Measurement

The Company measures financial instruments at fair value at each balance sheet date. Fair value is the price that would be received to sell an asset or paid to transfer a liability in an orderly transaction between market participants at the measurement date. The fair value of an asset or a liability is measured using the assumptions that market participants would use when pricing the asset or liability, assuming that market participants act in their economic best interest.

All assets and liabilities for which fair value is measured or disclosed in the financial statements are categorised within the fair value hierarchy, described as follows, based on the lowest level input that is significant to the fair value measurement as a whole:

Level 1 - Quoted (unadjusted) market prices in active markets for identical assets or liabilities

Level 2 - Valuation techniques for which the lowest level input that is significant to the fair value measurement is directly or indirectly observable.

Level 3 - Valuation techniques for which the lowest level input that is significant to the fair value measurement is unobservable.

Pacific Industries Limited

Regd Office: Survey No. 13, N. H. 48, Kempalinganhalli, Nelamangala Taluk,
Bangalore (Rural) ,Bengaluru ,Karnataka ,562123, Phone:0294-2440933
Website: www.pacificindustriesltd.com, E-mail: pilnorth@pacificgranites.com,
CIN: L14101KA1989PLC062041

Statement of Changes in Equity

A Equity Share Capital

(Rupees in Lakhs)

Particular	Note	Amount
As on 1st April 16	12	**135.15**
Changes in equity share capital		-
As on 31st March 2017	12	**135.15**
Changes in equity share capital		-
As on 31st March 2018	12	**135.15**

B Other Equity

Particular	Reserve & Surplus	Items of Other Comprehensive income		TOTAL
	Retained Earning	Investments	Remeasurement of net defined benefit Plans	
Balance at 1st April 2017	6,055.80	6.79	(14.65)	**6,047.93**
Profit for the year/ Transfer to reserve	83.37	-	-	**83.37**
Fair Value through OCI	-	47.66	-	**47.66**
Remeasurement of defined benefit Plans	-	-	2.71	**2.71**
Balance as at 31 March 2018	**6,139.17**	**54.44**	**(11.93)**	**6,181.67**

Particular	Reserve & Surplus	Items of Other Comprehensive income		TOTAL
	Retained Earning	Investments	Remeasurement of net defined benefit Plans	
Balance as at 1st April 2016	6,021.47	7.74	-	**6,029.21**
Profit for the year/ Transfer to reserve	34.33	-	-	**34.33**
FMV through OCI	-	(0.96)	-	**(0.96)**
Remeasurement of defined benefit Plans	-	-	(14.65)	**(14.65)**
Balance as at 31st March 2017	**6,055.80**	**6.79**	**(14.65)**	**6,047.93**

For and on behalf of Board of Directors
Pacific Industries Limited

As per our Report of even date
For Ravi Sharma & Co.
Chartered Accountants
(FRN 015143C)

Sd/-
(Paras Bhatia)
Partner
M.No. 418196
Date: 30th May 2018
Place: Udaipur

Sd/-
J.P. Agarwal
(Chairman & Managing Director)
DIN: 00386183

Sd/-
Kapil Agarwal
(Executive Director & CFO)
DIN: 00386298

Sd/-
Khushbu Sethi
Company Secretary
PAN : GEKPS4863F

PACIFIC INDUSTRIES LTD

Notes on Standalone Ind AS Financial Statement

Note 3 :Property, Plant & Equipments

Following are the changes in the carrying value of property, plant and equipment for the year ended March 31, 2018

(Rupees in Lakhs)

Particulars	Tangible Assets							Capital Work in Progress	Intangible Assets - Software	Grand Total
	Land	Building	Plant & Machinery	Furniture & Fixtures	Computer	Vehicles	Mining Equipments	Total			
Gross Carrying value as at April 1, 2017	329.82	1,631.52	7,065.41	128.10	56.26	607.34	1,205.04	11,023.50	361.14	0.38	11,385.01
Additions	-	0.21	375.26	5.20	2.59	-	-	383.26	1,305.25	-	1,688.51
Deletions	-	-	-	-	-	79.22	-	79.22	717.59	-	796.82
Gross Carrying value as at March 31, 2018	**329.82**	**1,631.73**	**7,440.67**	**133.30**	**58.85**	**528.12**	**1,205.04**	**11,327.54**	**948.79**	**0.38**	**12,276.71**
Accumulated depreciation as at April 1, 2017	-	670.30	5,888.37	87.78	47.59	475.46	1,108.97	8,278.47	-	0.35	8,278.82
Depreciation	-	69.39	209.96	13.11	2.47	36.56	13.91	345.40	-	0.02	345.41
Accumulated depreciation on deletions	-	-	-	-	-	67.41	-	67.41	-	-	67.41
Accumulated depreciation as at March 31, 2018	-	**739.69**	**6,098.33**	**100.89**	**50.06**	**444.61**	**1,122.87**	**8,556.45**	**-**	**0.36**	**8,556.82**
Net Carrying Value as at March 31, 2018	**329.82**	**892.04**	**1,342.34**	**32.41**	**8.79**	**83.51**	**82.17**	**2,771.09**	**948.79**	**0.02**	**3,719.89**
Net Carrying Value as at March 31, 2017	**329.82**	**961.23**	**1,177.04**	**40.32**	**8.67**	**131.87**	**96.08**	**2,745.02**	**361.14**	**0.03**	**3,106.19**

Following are the changes in the carrying value of property, plant and equipment for the year ended March 31, 2017

(Rupees in Lakhs)

Particulars	Tangible Assets							Capital Work in Progress	Intangible Assets - Software	Grand Total
	Land	Building	Plant & Machinery	Furniture & Fixtures	Computer	Vehicles	Mining Equipments	Total			
Gross Carrying value as at April 1, 2016	329.82	1,630.51	7,077.08	125.60	52.42	591.77	1,205.04	11,012.24	30.38	0.38	11,043.00
Additions	-	1.02	45.33	2.50	3.85	16.12	-	68.82	361.33	-	430.14
Deletions	-	-	57.00	-	-	0.56	-	57.56	30.58	-	88.13
Gross Carrying value as at March 31, 2017	**329.82**	**1,631.52**	**7,065.41**	**128.10**	**56.26**	**607.34**	**1,205.04**	**11,023.50**	**361.14**	**0.38**	**11,385.01**
Accumulated depreciation as at April 1, 2016	-	593.25	5,750.16	71.29	44.18	416.58	1,089.43	7,964.89	-	0.32	7,965.21
Depreciation	-	77.05	192.36	16.49	3.41	59.27	19.54	368.12	-	0.03	368.14
Accumulated depreciation on deletions	-	-	54.15	-	-	0.39	-	54.54	-	-	54.54
Accumulated depreciation as at March 31, 2017	-	**670.30**	**5,888.37**	**87.78**	**47.59**	**475.46**	**1,108.97**	**8,278.47**	**-**	**0.35**	**8,278.82**
Net Carrying Value as at March 31, 2017	**329.82**	**961.23**	**1,177.04**	**40.32**	**8.67**	**131.87**	**96.08**	**2,745.02**	**361.14**	**0.03**	**3,106.19**
Net Carrying Value as at April 1, 2016	**329.82**	**1,037.26**	**1,326.92**	**54.31**	**8.23**	**175.19**	**115.62**	**3,047.34**	**30.38**	**0.06**	**3,077.79**

Particulars	2017-18	2016-17
Depreciation for the Year	**345.41**	**368.14**
Less : Transferred to Pre-Operative Expense	**12.19**	**-**
Net Depreciation for the Year	**333.22**	**368.14**

Pacific Industries Limited

Notes on Standalone Ind AS Financial Statement

Note-4 Financial Asset : Investment

(Rupees in Lakhs)

Particular	Long Term			Short Term		
	31-Mar-18	31-Mar-17	1-Apr-16	31-Mar-18	31-Mar-17	1-Apr-16
I. Investment in Equity Instruments						
Quoted						
(A) Designated and carried at FVTOCI						
400 Equity Shares of Federal Bank Ltd. of Rs. 10/- each Fully Paid-up	0.36	0.37	0.18	-	-	-
100 Equity Shares of Liberty Shoes Ltd. of Rs. 10/- each Fully Paid-up	0.19	0.17	0.14	-	-	-
2400 Equity Shares of Bharat Immunologicals Biologicals Corporation Limited of Rs. 10/- each Fully Paid-up	0.47	0.54	0.44	-	-	-
3200 Equity Shares of Bajaj Finance Ltd. of Rs. 10/- each Fully Paid-up	56.63	7.04	8.32	-	-	-
II. Investment in Government Securities						
National Saving Certificate (Pledge with the Govt.)	0.40	0.40	0.40	-	-	-
III. Investment in Subsidiary Companies						
100000 Shares of Gaze Fashiontrade Ltd of Rs. 10/- each Fully Paid-up	10.00	10.00	-	-	-	-
100000 Shares in Gist Minerals Technologies Ltd of Rs. 10/- each Fully Paid-up	10.00	10.00	-	-	-	-
IV. Other Investment						
(A) Designated and carried at FVTOCI						
Investment in IFCI Portfolio	8.51	2.61	1.19	-	-	-
(B) Measured at Amortised Cost(Unquoted)						
Gamut Tradecom LLP (19% Share in Profit/Loss)	6.00	-	-	-	-	-
Total	**92.56**	**31.14**	**10.67**	**-**	**-**	**-**

Note 4.1 Fair Value of Investments in Unquoted securities/other interest in Gamut Tradecom LLP has been determined on the basis of the latest available audited financial statements of the respective investment.

Note-5 Financial Asset :Loans & Advances

Particular	Long Term			Short Term		
	31-Mar-18	31-Mar-17	1-Apr-16	31-Mar-18	31-Mar-17	1-Apr-16
Unsecured Considered Good						
Deposits & Other Recoverables	150.56	172.28	153.86	0.50	8.13	1.14
Duties & Taxes Under Protest	-	-	-	95.38	62.15	60.68
Advance to Subsidiaries & Step-down Subsidiaries	-	-	-	821.24	854.82	-
Total	**150.56**	**172.28**	**153.86**	**917.12**	**925.10**	**61.82**

Note-6 Other Asset

Particular	Long Term			Short Term		
	31-Mar-18	31-Mar-17	1-Apr-16	31-Mar-18	31-Mar-17	1-Apr-16
Pre operative & Mining Development	173.78	100.25	122.80	-	-	-
Cenvat & Input tax credit	-	-	-	145.99	122.69	154.25
Advance to Vendors	-	-	-	408.63	346.20	377.94
Advance to others	-	-	-	7.73	86.64	64.41
Advance against expenses	-	-	-	17.17	18.02	9.42
TDS/TCS Receivable	-	-	-	60.82	21.86	10.30
Prepaid expenses	-	-	-	9.96	4.26	5.92
Advance Income Tax	-	-	-	-	-	6.00
Total	**173.78**	**100.25**	**122.80**	**650.30**	**599.66**	**628.24**

Note-7 Inventories

Particular	31-Mar-18	31-Mar-17	1-Apr-16
(Valued at lower of cost and net realizable value)			
Raw materials	1,446.22	1,577.10	1,617.70
Work-in-progress;	187.65	154.56	305.63
Finished goods;	3,233.28	3,295.11	3,074.64
Consumable Stores and spares;	605.05	549.26	501.24
Scrap	80.28	81.59	88.62
Total	**5,552.48**	**5,657.62**	**5,587.82**

Note - 7.1 Particulars of Inventory	31-Mar-18	31-Mar-17	1-Apr-16
Manufactured Goods			
Granite Slabs			
Polished/Cut to Size	3225.64	3226.47	3017.15
Blocks	5.60	66.59	55.44
Natural Sandstone			
Polished	2.05	2.05	2.05
Total	**3233.28**	**3295.11**	**3074.64**
Work-in-Progress			
Unpolished Granite Slabs	187.65	154.56	305.63
Total	**187.65**	**154.56**	**305.63**

Note-8 Trade Receivable

Particular	31-Mar-18	31-Mar-17	1-Apr-16
Unsecured, considered good unless stated otherwise			
Others	2,986.87	2,038.91	2,345.92
Total	**2,986.87**	**2,038.91**	**2,345.92**

Note-9 Cash & Cash Equivalents

Particular	31-Mar-18	31-Mar-17	1-Apr-16
Cash and Cash Equivalents			
Balances with banks	74.10	56.83	118.35
Cash on Hand	30.18	32.80	55.27
Total	**104.28**	**89.63**	**173.61**

Note-10 Other Bank Balances

Particulars	31-Mar-18	31-Mar-17	1-Apr-16
Other Bank Balances (Earmarked)			
Balances with banks held as Margin Money on ILC/FLC/BG and other commitments	559.73	125.67	119.89
Total	**559.73**	**125.67**	**119.89**

Note-11 Other Financial Asset

Particular	31-Mar-18	31-Mar-17	1-Apr-16
Other Receivables	3.63	3.63	3.63
Accrued Interest	3.65	3.82	3.82
Total	**7.28**	**7.45**	**7.45**

Note-12 Equity Share Capital

Particular	31-Mar-18	31-Mar-17	1-Apr-16
Authorised			
25000000 Equity Shares of Rs. 10 each	2,500.00	2,500.00	2,500.00
(P.Y.25000000 Equity Shares of Rs. 10 each)			
Issued, Subscribed & Paid-up			
(1,351,500 Equity Shares	135.15	135.15	135.15
of Rs. 10/-each, fully paid up)			
(P.Y.(1,3,51,500 Equity Shares			
of Rs. 10/-each, fully paid up)			
Total	**135.15**	**135.15**	**135.15**

Note 12.1 Reconciliation of the shares outstanding at the beginning and at the end of the reporting period

Equity Shares	31-Mar-2018		31-Mar-2017		1-Apr-2016	
	Number	Amount	Number	Amount	Number	Amount
At the beginning of the period	13,51,500	135.15	13,51,500	135.15	13,51,500	135.15
Issued during the period	-	-	-	-	-	-
Bought back during the period	-	-	-	-	-	-
Outstanding at the end of the period	13,51,500	135.15	13,51,500	135.15	13,51,500	135.15

Note 12.2 Terms/ Rights attached to Equity Shares

The company has only one class of Equity shares having a par value of Rs.10 per share. Each holder of equity shares is entitled to one vote per share.

In the event of liquidation of 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 proportion to the number of equity shares held by the shareholders.

Note 12.3 Details of Shareholders holding more than 5% equity shares in the Company

Shareholder	31-Mar-18		31-Mar-17		1-Apr-2016	
	Number	% Holding	Number	% Holding	Number	% Holding
Promoters and Promoter Group						
Geeta Devi Agarwal	1,90,421	14.09	1,90,421	14.09	1,90,421	14.09
Kapil Agarwal	1,35,635	10.04	1,35,635	10.04	1,35,635	10.04
	3,26,056	**24.13**	**3,26,056**	**24.13**	**3,26,056**	**24.13**

Note-13 Other Equity*

Description and nature of other equity:-

Retained Earnings: It represents the surplus amount available in profit and loss as retained earnings. The reserve can be distributed/ utilised by the company in accordance with the Companies Act,2013

Other Comprehensive Income: It represent the acturial gain or loss arising from the measurement of defined benefit obligation and fair value measurement of investments.

* Quantitative data mentioned in statement of changes in equity

Note-14 Long Term Borrowings

Particular	Non Current Portion			Current Maturities		
	31-Mar-18	31-Mar-17	1-Apr-16	31-Mar-18	31-Mar-17	1-Apr-16
LOANS - SECURED						
(i) Vehicle Loan						
HDFC Bank	0.21	1.31	74.67	1.09	26.49	-
(ii) Term Loan						
HDFC Bank	252.20	444.07	489.21	414.13	271.89	104.54
LOANS - UNSECURED						
(i) From Related parties						
From Directors	1,039.49	1,496.76	842.85	-	-	-
From Companies (Step-down Subsidiaries)	1,656.00	779.07	1,229.83	-	-	-
From Other Companies	1,217.75	540.01	-			
(ii) From other than Related parties						
From Companies	5.89	5.45	250.96	-	-	-
Securities Deposits from customers	22.28	22.28	22.28	-	-	-
Total	**4,193.82**	**3,288.94**	**2,909.80**	**415.22**	**298.39**	**104.54**
The above amount includes						
Secured borrowings	252.42	445.38	563.88	415.22	298.39	104.54
Unsecured Borrowings	3,941.41	2,843.56	2,345.92	-	-	-
Amount Disclosed under Current Maturities of Long term Borrowing Under Note No.19	-	-	-	(415.22)	(298.39)	(104.54)
Total	**4,193.82**	**3,288.94**	**2,909.80**	**-**	**-**	**-**

(a) Loans from HDFC Bank for Vehicles carries interest @ 10%. The loans are repayable in 36 monthly installments and the loans are secured by hypothication of respective assets.

(b) Term loan from HDFC bank carries Interest @ Base Rate+1.65% (Current Base rate is 8.90 %) is secured by mortgage on property situated at village Bedla, District Udaipur and with respective Plant & Machinery and personal guarantee of some of directors of the company and the Loan is repayable in 66 monthly installments.

Note-15 Provisions

Particular	Long Term			Short Term		
	31-Mar-18	31-Mar-17	1-Apr-16	31-Mar-18	31-Mar-17	1-Apr-16
(a) Provision for Employees Benefit						
(i) Provision for Gratuity	204.49	187.71	175.38	38.02	28.91	-
(ii) Provision for Leave Encashment	-	-	-	35.19	32.92	28.37
(iii) Provision for Bonus & Ex-gratia	-	-	-	41.44	37.10	37.06
Total	**204.49**	**187.71**	**175.38**	**114.65**	**98.93**	**65.43**

Note 15.1 The company has made provision for gratuity based on actuarial valuation determined by Independent Actuary in accordance with IND AS-19.

Note-16 Deferred Tax Liability (Net)

Particular	31-Mar-18	31-Mar-17	1-Apr-16
Deferred Tax Liability	-	-	-
Deferred Tax Assets	-	-	-
Total	-	-	-

Note 16.1 The company has deferred tax assets however, management has not recognised deferred tax assets during the year in view of uncertainity of future Income available against such tax.

Note-17 Short-term Borrowings

Particular	31-Mar-18	31-Mar-17	1-Apr-16
Foreign Currency Loan	1,191.44	995.65	1,067.79
Buyer's Credit - HDFC	291.24	101.30	29.61
Total	**1,482.67**	**1,096.95**	**1,097.41**

The above loan from HDFC Bank which carries Interest @ LIBOR+200 bps is secured by way of Hypothecation of Inventory i.e. Raw Materials, Stock in Process, Finished Goods, Stores & Spares and Book Debts,bill whether documentary or clean,outstanding monies,receivables, both present and future, equitable motgage of properties & the facility is subject to annual renewal and it also carries an unconditional and irrevocable personal guarantees of the Whole Time Directors and property holders.

Loan from HDFC Bank for PCFC working capital is secured by way of Hypothecation of company's entire stocks(Raw material,Work in progress,Finished Goods,Consumables) & book debts.

Note-18 Trade Payable

Particular	31-Mar-18	31-Mar-17	1-Apr-16
Sundry Creditors for Raw Material	954.26	839.33	928.79
Sundry Creditors for Expenses	124.33	116.28	137.05
Sundry Creditors for Others	184.59	252.51	224.28
Total	**1,263.17**	**1,208.12**	**1,290.12**

Note-19 Financial Liability - Other

(Rupees in Lakhs)

Particular	31-Mar-18	31-Mar-17	1-Apr-16
Trade Payable for Capital Goods	475.94	-	-
Current maturities of long-term borrowings (Includes current maturities of vehicle loans)	415.22	298.39	104.54
Interest accrued but not due on Borrowings	5.16	8.00	8.92
Security deposits	10.00	0.21	0.34
Statutory Dues	27.20	78.52	20.57
Other Current Liabilities	115.12	133.27	107.16
Total	**1,048.64**	**518.39**	**241.53**

Note-20 Other Current Liabilities

Particular	31-Mar-18	31-Mar-17	1-Apr-16
Advances from Customers	270.25	267.14	321.85
Total	**270.25**	**267.14**	**321.85**

Note-21 Current Tax Liability (net)

Particular	31-Mar-18	31-Mar-17	1-Apr-16
Provision for Income Tax	20.34	4.65	23.99
Total	**20.34**	**4.65**	**23.99**

Note-22 Revenue From Operation

Particular	31-Mar-18	31-Mar-17
Sale of products		
Export Sales	4,793.26	5,436.36
Domestic Sales	1,316.55	707.26
Other Operating Revenue	635.37	496.58
Revenue from Operation (Gross)	**6,745.18**	**6,640.20**

Consequent to IND AS implication the sales figures of the current period as well as last periods have been recasted.

Note 22.1 Particulars of Products Sold	31-Mar-18	31-Mar-17
(i) Export Sales		
Granite Slabs	4793.26	5436.36
(ii) Domestic Sales		
Granite Slabs	1123.68	508.94
Granite Blocks	34.13	85.58
Iron Ore	153.15	99.26
Scrap Sale	5.59	13.48

Note-23 Other Income

Particular	31-Mar-18	31-Mar-17
Royalty & DMFT Received	8.02	1.08
Profit on Sales of Assets	9.02	20.71
Interest Income	85.07	15.87
Exchange Rate Fluctuation	82.34	71.61
Insurance Claim Received	1.68	-
Miscellaneous Income	1.17	32.06
Misc. Balances Written-Off	4.05	38.06
Total	**191.34**	**179.39**

Note-24 Cost of Materials Consumed

Particular	31-Mar-18	31-Mar-17
Raw Materials Consumed		
Opening Stock	1,577.10	1,617.70
Add: Purchases	2,105.49	2,087.82
	3,682.60	3,705.53
Less: Closing Stock	1,446.22	1,577.10
Cost of Material Consumed	**2,236.37**	**2,128.42**

Note 24.1 Particulars of Raw Materials Consumption		
Granite Block	2,236.37	2,128.42

Note-25 Purchase of Stock-in-Trade

Particulars	31-Mar-18	31-Mar-17
Trading Purchase	230.05	365.64
Total	**230.05**	**365.64**

Note-26 Changes in inventories of Finished Goods, Work-in-Progress and Stock-in-Trade

Particular	31-Mar-18	31-Mar-17
Opening Stock		
Work-in-Progress	154.56	305.63
Finished Goods	3,295.11	3,074.64
Scraps	81.59	88.62
Total [I]	**3,531.26**	**3,468.88**
Closing Stock		
Work-in-Progress	187.65	154.56
Finished Goods	3,233.28	3,295.11
Scraps	80.28	81.59
Total [II]	**3,501.20**	**3,531.26**
Change in inventories Total [I-II]	**30.05**	**(62.37)**

Note-27 Employee Benefits Expense

Particular	31-Mar-18	31-Mar-17
Salaries, Wages and Bonus	729.18	652.64
Contribution to Provident and other funds	138.78	113.02
Staff Welfare Expenses	42.61	40.86
Total	**910.57**	**806.52**

Note-28 Finance Cost

Particular	31-Mar-18	31-Mar-17
Bank Charges	13.17	18.46
Interest on Term Loan	81.74	94.96
Interest On PCFC	11.23	10.06
Interst on Other	1.33	0.06
Intrest On Unsecured Loan	229.69	96.95
Total	**337.16**	**220.49**

Note-29 Depreciation and Amortisation Expenses

Particular	31-Mar-18	31-Mar-17
Depreciation	345.41	368.14
Less: Transferred to Pre-Operative Expenditure	12.19	-
Total	**333.22**	**368.14**

Note-30 Other Expenses

Particular	31-Mar-18	31-Mar-17
Manufacturing Expenses		
Consumption of Stores, Spares & Consumables	1,393.54	1,554.28
Power & Fuel Expenses	493.48	531.47
Entry Tax	2.10	12.92
Factory Expenses	4.38	13.95
Freight Charges	7.16	2.05
Slurry & Trans. Expenses	26.48	36.99
Repairs & Maintenance		
- Plant & Machineries	5.73	7.95
- Building	-	0.41
Mining expenses	1.38	0.34
TOTAL [A]	**1,934.27**	**2,160.36**
Administrative & Other Expenses		
Communication Expenses	25.65	29.64
Conveyance	8.57	8.46
Demand & Interest	16.82	5.84
Exchange Rate Fluctuation	89.00	29.96
Festival Expenses	5.04	5.00
Fees & Subscription	15.02	17.00
Gardening Expenses	0.11	0.15
Income Tax	0.32	1.51
Insurance Expenses	7.60	10.03
Legal & Professional	16.66	16.82
Loss on sale of Shares	-	0.02
Listing, RTA & Related Expenses	3.96	3.17
Medical Exp.	1.05	0.38
Mining Development Expenses W/off	5.59	-
Miscellaneous Expenses	12.39	13.72
Office Expenses		
Payment to Auditors (Refer details Below)	6.13	4.84
Penalty	2.27	1.92
Pre-operative Expenses written off	35.80	44.69
Printing & Stationary	4.36	15.32
Provision for Diminution of Investment	-	0.16
Rates & Taxes	12.10	6.39
Repairs & Maintenance (Others)	4.60	1.98
Security Service Charges	22.75	24.30
Vehicle Running & Maintenance Expenses	31.19	37.41
TOTAL [B]	**335.77**	**293.17**
SELLING & DISTRIBUTION EXPENSES		
Advertisement & Sales Promotion Expenses	2.03	3.26
Commission Expenses	20.94	15.42
Exhibition Expenses	33.79	19.53
Freight & Forwarding	305.43	317.44
Insurance - Marine	1.89	2.72
Marketing & Travelling Expenses	84.34	54.42
TOTAL [C]	**448.43**	**412.78**
GRAND TOTAL [A+B+C]	**2,718.46**	**2,866.31**

Note-30.1 Payment to Auditor

Particular	31-Mar-18	31-Mar-17
Audit Fees	4.00	2.88
Reimbursement of Expenses	2.13	1.96
Total	**6.13**	**4.84**

Note-31 Corporate Social Responsibility Expenditure

The company has incurred CSR expenses of Rs 3.72 lakhs in FY 2017-18 as compared to Rs 10.62 in the FY 2016-17.

Note-32 Income Tax Recognised in Statement of Profit or Loss

Particular	31/Mar/18	31/Mar/17
Current Tax		
In respect of Current year		
Regular Tax	-	-
MAT	20.34	4.65
MAT Credit	-	-
In respect of earlier year	-	
Total Current tax	**20.34**	**4.65**
Deferred Tax	**-**	**-**

A reconciliation of the income tax provision to the amount computed by applying the statutory income tax rate to the income before income taxes is summarized below:

Particulars	31/Mar/18	31/Mar/17
Profit before income taxes	103.71	38.98
Enacted tax rate in India	19.055%	19.055%
Computed expected tax expenses	19.76	7.43
Effect of Allowances for tax purpose	-	-
Effect of Non deductible expenses	-	-
Others	0.58	(2.78)
Tax expense recognised in Statement of Profit and Loss	**20.34**	**4.65**

Note-33 Earning Per Share

Particulars	31/Mar/18	31/Mar/17
Profit after tax	83.37	34.33
Weighted average no. of Equity Share Outstanding	13,51,500	13,51,500
Nominal value of Ordinary share (INR)	10.00	10.00
Basic & diluted earning per share (INR)	6.17	2.54

Note-34 Lease

The company has taken mines on Operating Lease from "Department of Mines & Geology" and minimum yearly rental is being paid which is adjusted against royalty amount, if payable.

Note-35 Employee Benefit

(A) Defined Contribution Plan:-

The Company operates defined contribution retirement benefit plans for all qualifying employees. Contributions are made to registered provident fund and Employee state insurance administered by the government. The obligation of the Company is limited to the amount contributed and it has no further contractual nor any constructive obligation.

Particulars	31/Mar/18	31/Mar/17
Contribution to provident fund and other fund recognised in Statement of Profit and Loss	83.16	50.30

(B) Defined Benefit Plan:-

Gratuity

In accordance with the provisions of Payment of Gratuity Act, 1972, the company has defined benefit plan which provides for gratuity payment. The plan provides a lump sum gratuity payment to eligible employees at retirement or termination of their employment. The amounts are based on the respective employee's last drawn salary and the year of employment with the company. The company's gratuity plan is an unfunded plan.

These plans typically expose the Company to actuarial risks such as: Actuarial Risk, Investment Risk, Liquidity Risk, Market Risk & Legislative Risk:

A. Actuarial Risk:
It is the risk that benefits will cost more than expected. This can arise due to one of the following reasons:
Adverse Salary Growth Experience : Salary hikes that are higher than the assumed salary escalation will result into an increase in Obligation at a rate that is higher than expected.
Variability in mortality rates: If actual mortality rates are higher than assumed mortality rate assumption than the Gratuity Benefits will be paid earlier than expected. Since there is no condition of vesting on the death benefit, the acceleration of cashflow will lead to an actuarial loss or gain depending on the relative values of the assumed salary growth and discount rate.
Variability in withdrawal rates: If actual withdrawal rates are higher than assumed withdrawal rate assumption than the Gratuity Benefits will be paid earlier than expected. The impact of this will depend on whether the benefits are vested as at the resignation date.

B. Investment Risk :
For funded plans that rely on insurers for managing the assets, the value of assets certified by the insurer may not be the fair value of instruments backing the liability. In such cases, the present value of the assets is independent of the future discount rate. This can result in wide fluctuations in the net liability or the funded status if there are significant changes in the discount rate during the inter-valuation period.

C. Liquidity Risk:
Employees with high salaries and long durations or those higher in hierarchy, accumulate significant level of benefits. If some of such employees resign/retire from the company there can be strain on the cashflows.

D. Market Risk:
Market risk is a collective term for risks that are related to the changes and fluctuations of the financial markets. One actuarial assumption that has a material effect is the discount rate. The discount rate reflects the time value of money. An increase in discount rate leads to decrease in Defined Benefit Obligation of the plan benefits & vice

E. Legislative Risk:
Legislative risk is the risk of increase in the plan liabilities or reduction in the plan assets due to change in the legislation/regulation. The government may amend the Payment of Gratuity Act thus requiring the companies to pay higher benefits to the employees. This will directly affect the present value of the Defined Benefit Obligation and the same will have to be recognized immediately in the year when any such
amendment is effective.
No other post-retirement benefits are provided to the employees.

The actuarial valuation of the plan assets and the present value of the defined benefit obligation were carried out as at March 31, 2018 by a certified actuary of the Institute of Actuaries of India. The present value of the defined benefit obligation, and the related current service cost and past service cost, were measured using the projected unit credit method.

Assumptions:
The principal assumptions used for the purposes of the actuarial valuations are given below:

Particulars	31/Mar/18	31/Mar/17
Discount Rate	7.55%	7.25%
Future Salary growth rate	6.00%	6.00%
Rate of Return on Plan Assets	-	-
Mortality table used Indian Assured Lives Mortality (2006-08) Ultimate	10% at younger ages reducing to 2% at older ages	

Projected Benefit Obligation

Particulars	31/Mar/18	31/Mar/17
Projected benefit Obligation at beginning of the year	216.62	175.38
Interest Cost	5.37	12.78
Current Service Cost	18.24	14.22
Past Service Cost	15.19	-
Actuarial (Gain)/Loss	(2.71)	14.65
Benefits paid	(10.20)	(0.41)
Projected benefit Obligation at end of the year	**242.52**	**216.62**

Amount recognised in the Balance Sheet:

Particulars	31/Mar/18	31/Mar/17
Amount recognised in the Balance Sheet:		
Projected benefit Obligation at end of the year	242.52	216.62
Fair Value of Plan Assets as at year end	-	-
Net (Asset)/Liability recognized in the Balance Sheet	**242.52**	**216.62**

Cost of the defined benefit plan for the year:

Particulars	31/Mar/18	31/Mar/17
Current Service Cost	18.24	14.22
Interest Cost	5.37	12.78
Past Service Cost	15.19	-
Expected Return on plan Asset	-	-
Components of defined benefit cost recognised in the Statement of Profit & Loss	**38.80**	**27.01**

Remeasurement on the net defined benefit liability:

Experience Adjustment

Particulars	31/Mar/18	31/Mar/17
Present value of defined benefit obligation	242.52	216.62
Fair Value of plan assets	-	-
Balance Sheet (Liability)/ Asset	242.52	216.62
P&L (Income)/ expenses	33.39	56.30
Experience adjustment on plan liabilities (gain)/ loss	6.26	4.72
Experience adjustment on plan assets gain/ (loss)	-	-

Sensitivity analysis in respect of the actuarial assumptions used in calculation of defined benefit obligation are given below:

Particulars	Increase	Decrease
Discount rate - 0.5%	233.73	251.90
Salary Growth rate - 0.5%	251.59	233.89
Withdrawal rate - 10%	243.73	241.22

Leave Encashment

Compensated absence liability recognised as expense for the year is Rs. 16.73 Lakhs (Previous Year Rs. 17.07 Lakhs). The said amount has been calculated by the management. It has been calculated on the basis of leaves accumulated during the year other relevant factors.

Note-36 Capital Management

The capital structure of the Company consists of net debt and total equity of the Company. The Company manages its capital to ensure that the Company will be able to continue as going concern while maximising the return to stakeholders through an optimum mix of debt and equity within the overall capital structure. The Company's risk management committee reviews the capital structure of the Company considering the cost of capital and the risks associated with each class of capital.

Note-37 Related Party Disclosures

The Company has made the following transactions with related parties as defined under the provisions of Indian Accounting Standard-24 issued by the Institute of Chartered Accountants of India & notified by MCA under Companies (Indian Accouting Standard) Rules, 2015, as amended.

List of related parties with whom transaction have takenplace during the year along with the nature and volume of transaction is given below from 01.04.2017 to 31.03.2018.

Particulars	Relation
Directors & Key managerial persons & their associate concerns	
Jagdish Magniram Agarwal	Managing Director
Kapil Jagdish Agarwal	Executive Director
Geetadevi Agarwal Agarwal	Non Executive Director
Sagarmal Agarwal	Non Executive Independent Director
Jayanti Oza	Non Executive Independent Director
Vinod Choudhary	Non Executive Independent Director
Sumeet Agarwal	Non Executive Director

Enterprises owned/controlled by directors & their relatives	Relations with Directors
Geetanjali Marble	Director is Partner in the Firm
Krishna Marble	Director is Partner in the Firm
Ojaswi Marble & Granites P Ltd	Director is the Director of the Company
Pacific Exports	Director is Partner in the Firm
Pacific Leasing And Research Ltd	Director is the Director of the Company
Rahul Marble Private Limited	Director is the Director of the Company
Yash Processors P Ltd	Director is the Director of the Company
Gaze Fashiontrade Limited	Subsidiary of Pacific Industries Ltd
Gist Minerals Technologies Limited	Subsidiary of Pacific Industries Ltd
Biswas Solar Instrument Private Limited	Subsidiary of Gaze Fashiontrade Limited
Saha Coloured & Flavour Spirit Manufacturer Pvt Ltd	Subsidiary of Gist Minerals Technology Limited
Blood Hound Security Company Pvt Ltd	Subsdiary of Gaze Fashiontrade Limited
Radhika Vyapaar Pvt Ltd	Subsdiary of Gaze Fashiontrade Limited
Geetanjali Investech Holding India Pvt Ltd	Director is the Director of the Company
M R Agarwal Holding LLP	Director is Partner in the LLP
Maheshwari Financial Services Ltd	Director is the Director of the Company
Pacific Iron Manufacturing Ltd	Director is the Director of the Company
Geetanjali Infosystems Pvt Ltd	Director is the Director of the Company
Bhola Motors Finance Pvt Ltd	Director is the Director of the Company
Gamut Tradecom LLP	Director is Partner in the LLP

Transactions with Key management persons

Nature of transaction	31/Mar/18	31/Mar/17
Remuneration	48.00	48.00
Employer's Contribution to Provident Fund	5.76	5.76
Loan Outstanding as 31st march (Liabilities)	1,039.49	1,496.76

Out of the above items, transactions in excess of 10% of the total related party transactions are as under:

Remuneration	**31/Mar/18**	**31/Mar/17**
Kapil Agarwal	24.00	24.00
J.P. Agarwal	24.00	24.00

Employer's Contribution to Provident Fund	**31/Mar/18**	**31/Mar/17**
Kapil Agarwal	2.88	2.88
J.P. Agarwal	2.88	2.88

Loan oustanding as 31st march (Liabilities)	**31/Mar/18**	**31/Mar/17**
Geeta Devi Agarwal	280.82	430.82
Kapil Agarwal	744.42	616.75
J.P. Agarwal	14.24	449.19

Transactions with Enterprises owned & controlled by the Directors and their relatives

Nature of transaction	31/Mar/18	31/Mar/17
Purchase	443.09	321.51
Sales	1.89	27.32
Interest Received	69.06	-
Interest Paid	230.29	95.58
Trade Payables	150.67	68.90
Advance outstanding as on 31st March (Assets)	824.68	862.29
Loan Outstanding as 31st March (Liabilities)	3,023.14	1,475.05
Investments	6.00	20.00

Out of the above items, transactions in excess of 10% of the total related party transactions are as under:

Purchase		
Krishna Marble	181.03	259.69
Rahul Marbles Private Limited	69.09	-
Pacific Iron Manufacturing Ltd	120.89	-
Pacific Exports	-	56.85
Others (Below 10%)	72.07	4.97
Sales		
Rahul Marbles Private Limited	1.89	27.32

(Rupees in Lakhs)

Interest received		
Gist minerals technologies Ltd	61.04	-
Gaze Fashion Trade Ltd	8.01	-
Interest Paid		
Saha coloured and flavour manufacturer pvt ltd	49.59	51.69
Bhola Motor Finance Pvt Ltd	158.24	12.67
Radhika Vyaapar Pvt Ltd	20.43	30.26
Others (Below 10%)	2.03	0.96
Trade Payable		
Pacific Iron Manufacturing ltd	120.89	-
Krishna Marble	4.45	60.34
Rahul Marbles Private Limited	-	7.93
Saha coloured and flavour manufacturer pvt ltd	25.12	-
Others (Below 10%)	0.21	0.64
Advance Outstanding (Assets)		
Gist Minerals Technologis Ltd	725.60	671.41
Gaze Fashion Trade Ltd	69.62	183.41
Others (Below 10%)	29.47	7.47

Loan Outstanding (Liabilities)		
Yash processors Pvt Ltd	149.39	149.39
Radhika Vyapaar Pvt Ltd	62.09	230.30
Saha coloured and flavour manufacturer Pvt. Ltd.	818.51	548.76
Bhola Motor Finance Pvt Ltd	1,192.63	522.67
Biswas Solar Instruments Pvt Ltd	800.52	-
Others (Below 10%)	-	23.93
Investments		
Gist Minerals Technologis Ltd	-	10.00
Gaze Fashion Trade Ltd	-	10.00
Gamut Tradecom LLP	6.00	-

Note-38 Debit & Credit Balances appearing under Sundry Debtors, Loans & Advances, Unsecured Loans, Sundry Creditors are subject to confirmation & reconciliation. Adjustment, if any, in these accounts will be made as & when finally reconciled & confirmed. Trade Receivables & Trade Payables have been taken at their book value after making necessary adjustment on account of foreign exchange fluctuation except in case of some old balances lying in account.

Note-39 Contingent Liabilities/Commitments, Contingent Assets & Pending Litigations

Contingent Liabilities

(A) Claims against the company not acknowledged as debt.

A.1 Demand of Rs 8.66 lacs against which the company has deposited Rs 8.66 lacs under Central Excise act against which the company has filed an appeal.

A.2 Service Tax refund claim rejection of Rs 11.02 lacs against which the company is persuing the matter with concerned department.

A.3 The company has a total demand of Rs. 15.21 lacs for Entry Tax out of which the company has deposited Rs. 7.60 Lacs under protest. For rest of the amount of Rs 7.61 Lacs the company is persuing the matter with concerned department.

A.4 The company has a total demand of Rs. 43.89 lacs from Sales Tax Department against which the company has deposited Rs. 21.95 Lacs under protest. For rest of the amount of Rs 21.95 Lacs the company is persuing the matter with concerned department.

A.5 Demand Raised by the Central Excise Commissionerate of Rs 1.11 Crores against which Rs 55.96 Lacs is deposited by the company.The Said Matter has been taken to the High Court and the petition is still pending.

A.6 Demand Raised by the Central Excise Commissionerate of Rs 58.66 Lacs against which Rs 4.40 Lacs is deposited by the company against which the company has filed an appeal.

A.7 The company has a total demand of Rs. 78.39 lacs of Custom Duty out of which the company has deposited Rs. 5.88 Lacs under protest against which the company has filed an appeal.

A.8 The company has a total demand of Rs. 1095.52 Lacs (555.14 Lacs for the AY 15-16, 255.02 Lacs for AY 14-15 & 285.35 Lacs for AY 11-12) for which company has filed an appeal before CIT (Appeal) and CIT (Appeal) has given the relief by the order passed by him. The Income Tax Department has filed an appeal before ITAT against the order of CIT (Appeal). The company has deposited Rs. 28.50 Lacs under protest for the aforesaid matter.

(B) Other Contingents Liabilities

B.1 Show cause notice received from excise authorities of Rs 1.02 crore in respect of excise duty imposed on ground of availing wrong benefit of exemption notification on imported marble blocks, however no demand has been received from the excise authorities against the same and based on the legal opinion obtained, the company does not expect any liability on this account.

B.2 Show Cause notice received from excise authorities of Rs 4.94 crore in respect of custom duty under the provision of Custom Act 1962 imposed on ground of availing wrong benefit of exemption notification on imported marble blocks. However no demand has been received from the Custom authorities against the same and based on the legal opinion obtained, the company does not expect any liability on this account.

Commitments

Estimated amount of contracts remaining to be executed on capital account and not provided for - Nil

(C) Contingent Assets - Nil

Note 40: Fair Value Measurement

The following table shows the carrying amounts and fair values of Investments including their levels in the fair value hierarchy.

Financial assets	Fair Value as at			Fair Value hierarchy	Valuation techniques & key inputs used
	31/Mar/18	31/Mar/17	1/Apr/16		
Investments in quoted equity instruments at FVTOCI	66.16	10.74	10.27	**Level-1**	Quoted market price in an active market
Investments in unquoted instruments at Amortized Cost	26.4	20.4	0.4	**Level-3**	Refer Note (b)Below

There were no changes in the fair value hierarchy levels in the above periods.

(a) Upon the application of IND AS 109, the Company has chosen to designate these investments in equity instruments as at FVTOCI.
(b) Investment in Subsidiaries, NSC, and LLP is Valued at Cost as the company has opted to adopt cost method as per IND AS.

Fair values for financial instruments carried at amortised cost approximates the carrying amount, accordingly the fair values of such financial assets and financial liabilities have not been disclosed separately.

Particulars	31-Mar-18		31-Mar-17		1-Apr-16	
	Amortised cost	Carrying value	Amortised cost	Carrying value	Amortised cost	Carrying value
Financial Assets						
(i) Trade receivables	2,986.87	2,986.87	2,038.91	2,038.91	2,345.92	2,345.92
(ii) Loans	1,067.69	1,067.69	1,097.38	1,097.38	215.69	215.69
(iii)Others	7.28	7.28	7.45	7.45	7.45	7.45
(iv) Bank Balance	74.10	74.10	56.83	56.83	118.35	118.35
Total	**4,135.94**	**4,135.94**	**3,200.57**	**3,200.57**	**2,687.40**	**2,687.40**
Financial Liabilities						
(i) Borrowings	5,676.49	5,676.49	1,096.95	1,096.95	4,007.21	4,007.21
(ii) Trade payables	1,263.17	1,263.17	1,208.12	1,208.12	1,290.12	1,290.12
(iii) Other financial liabilities	1,048.64	1,048.64	518.39	518.39	241.53	241.53
Total	**7,988.31**	**7,988.31**	**2,823.47**	**2,823.47**	**5,538.86**	**5,538.86**

The Company maintains policies and procedures to value financial assets or financial liabilities using the best and most relevant data available. The fair values of the financial assets and liabilities are included at the amount that would be received to sell an asset or paid to transfer a liability in an orderly transaction between market participants at the measurement date. The following methods and assumptions were used to estimate the fair values:
1) Fair value of cash and deposits, trade receivables, trade payables, and other current financial assets and liabilities approximate their carrying amounts largely due to the short-term maturities of these instruments, however there is a change in the fair value of Investments the gain/loss on which has been recognised according to the accounting policies.

Note 41: Financial Risk Management

Financial risk management policy and objectives

The key objective of the Company's financial risk management is to ensure that it maintains a stable capital structure with the focus on total equity to uphold investor, creditor, and customer confidence and to ensure future development of its business. The Company is focused on maintaining a strong equity base to ensure independence, security, as well as financial flexibility for potential future borrowings, if required without impacting the risk profile of the Company.
Company's principal financial liabilities, comprise Borrowings from Banks, trade and other payables. The main purpose of these financial liabilities is to finance Company's operations and plant expansion. Company's principal financial assets include investments, trade and other receivables, deposits with banks and cash and cash equivalents, that derive directly from its operations.
Company is exposed to market risk, credit risk and liquidity risk.
The Company's Board oversees the management of these risks. The Company's Board is supported by senior management team that advises on financial risks and the appropriate financial risk governance framework for the Company. The senior management provides assurance to the Company's Board that the Company's financial risk activities are governed by appropriate policies and procedures and that financial risks are identified, measured and managed in accordance with the Company's policies and risk objectives.
The Board of Directors reviews and agrees policies for managing each of these risks, which are summarised below.

i) Market risk

Market risk is the risk that the fair value of future cash flows of a financial instrument will fluctuate because of changes in market prices. Market risk comprises three types of risk interest rate risk, currency risk and price risk. Financial instruments affected by market risk include investments in equity shares, security deposits, trade and other receivables, deposits with banks and financial liabilities.

The sensitivity analysis in the following sections relate to the position as at 31 March 2018 and 31 March 2017. The sensitivity of the relevant income statement item is the effect of the assumed changes in respective market risks.

a) Foreign currency risk

Foreign currency risk is the risk that fair value or future cash flows of a financial instrument will fluctuate because of changes in foreign exchange rate. The company is exposed to foreign exchange risk arising from foreign currency transactions primarily to USD & EURO. Company do not enter into any derivative instrument in order to hedge its foreign currency risks.

Foreign currency sensitivity

The following tables demonstrate the sensitivity to a reasonably possible change by 5% in USD & EURO exchange rates, with all other variables held constant.

Financial Exposure	31-Mar-18	31-Mar-17
Financial liabilities:		
USD Converted in Rupees	1,661.57	1,105.89
EURO Converted in Rupees	430.76	34.98
Net exposure	**2,092.33**	**1,140.87**

Sensitivity Analysis

Currency	Amount in INR		5% increase		5% decrease	
	31-Mar-18	31-Mar-17	31-Mar-18	31-Mar-17	31-Mar-18	31-Mar-17
USD	1,661.57	1,105.89	83.08	55.29	(83.08)	(55.29)
EURO	430.76	34.98	21.54	1.75	(21.54)	(1.75)

(Rupees in Lakhs)

b) Interest rate risk

Interest rate risk is the risk that changes in market interest rates will lead to change in interest income and expense for the Company. In order to optimize the Company's position with regards to interest income & expense and to manage the interest risk, the Company performs comprehensive interest risk management by balancing the proportion of fix & variable rate financial instruments.

Particulars	31-Mar-18	31-Mar-17
Fixed rate instruments		
Fixed deposit with Banks	559.73	125.67
Borrowings		
Vehicle loans	1.31	27.80
Variable rate instruments		
Borrowings		
Term Loan (HDFC)	666.33	715.97
Foreign Currency Loan	1,191.44	995.65
Buyer's Credit	291.24	101.30

Sensitivity analysis:

A change in 50 basis point in interest rate at the reporting date would have increase/(decrease) Profit or Loss by the amount shown below.
This analysis assumes that all other variables, remain constant.

Particulars	31-Mar-18		31-Mar-17	
	Increase	Decrease	Increase	Decrease
Interest rate - increase/decrease by 50 basis point	1.46	(1.46)	0.51	(0.51)

c) Commodity Risk

Commodity risk is defined as the possibility of financial loss as a result of fluctuation in price of Raw Material/Finished Goods and change in demand of the product and market in which the company operates. The Company is exposed to the movement in price of key raw materials in domestic and international markets. The Company has in place policies to manage exposure to fluctuations in the prices of the key raw materials used in operations. The company forecast annual business plan and execute on monthly business plan. Raw material procurement is aligned to its monthly/annual business plan and inventory position is monitored in accordance with future price trend.

ii) Credit risk

Credit risk refers to the risk of default on its obligation by the counterparty resulting in a financial loss. The Company is exposed to credit risk mainly from its operating activities (primarily trade receivables) and from its financing activities, including deposits with banks.

Credit risk on trade receivables is managed by the Company through credit approvals, establishing credit limits and continuously monitoring the creditworthiness of customers to which the Company grants credit terms in the normal course of business. The Company has no concentration of risk as customer base in widely distributed both economically and geographically.

An impairment analysis is performed at each reporting date on an individual basis for major clients. In addition, a large number of minor receivables are grouped into homogenous groups and assessed for impairment collectively. The calculation is based on exchange losses historical data. The maximum exposure to credit risk at the reporting date is the carrying value of each class of financial assets. The Company does not hold collateral as security. The Company uses expected credit loss model to assess the impairment loss or gain. The Company uses a provision matrix to compute the expected credit loss allowance for trade receivables. The provision matrix takes into account available external and internal credit risk factors such as financial condition, ageing of outstanding and the Company's historical experience for customers.

a) Financial instruments and cash deposits

Credit risk from balances with banks and financial institutions is managed by the Company's treasury department in accordance with Company's policy. Investments of surplus funds are made only with approved counterparties and within credit limits assigned to each counterparty. Company monitors rating, credit spreads and financial strength of its counter parties. Company monitors ratings, credit spread and financial strength of its counter parties. Based on ongoing assessment Company adjust it's exposure to various counterparties. Company's maximum exposure to credit risk for the components of balance sheet is the carrying amount as disclosed in Note 42.

Credit risk exposure

The following table shows the maximum exposure to the credit risk at the reporting date :

Particulars	31-Mar-18		31-Mar-17	
	Non Current	Current	Non Current	Current
Loans	150.56	917.12	172.28	925.10
Trade Receivables	-	2,986.87	-	2,038.91
Cash equivalents	-	664.01	-	215.30
Other financials assets	-	7.28	-	7.45
Total	**150.56**	**4,575.29**	**172.28**	**3,186.76**

Particulars	31/Mar/18		31/Mar/17		31/Mar/16	
	<6 months	>6months	<6 months	>6months	<6 months	>6months
Trade Receivables	1362.62	1624.26	444.27	1594.64	1505.76	840.16

Liquidity risk is the risk that the Company may not be able to meet its present and future cash flow obligations without incurring unacceptable losses. Company's objective is to, at all time maintain optimum levels of liquidity to meet its cash requirements. Company closely monitors its liquidity position and deploys a robust cash management system. It maintains adequate sources of financing including overdraft, debt from banks at optimised cost and cash flow from operations.

The table summarises the maturity profile of Company's financial liabilities as follows:

	31-Mar-18			31-Mar-17		
Particulars	**Within 1 year**	**>1 years**	**Total**	**Within 1 year**	**>1 years**	**Total**
Borrowings	1,482.67	4,193.82	5,676.49	1,096.95	3,288.94	4,385.89
Other liabilities	1,048.64	-	1,048.64	518.39	-	518.39
Trade and other payable	1,263.17	-	1,263.17	1,208.12	-	1,208.12

Note-42 First Time Adoption of Ind AS

These are company's first standalone financial statements prepared in accordance with Ind AS. For the purposes of transition to Ind AS, the Company has followed the guidance prescribed in Ind AS 101 "First Time adoption of Indian Accounting Standard", with April 01, 2016 as the transition date and IGAAP as the previous GAAP.

The transition to Ind AS has resulted in changes in the presentation of the financial statements, disclosures in the notes thereto and accounting policies. The accounting policies set out in Note 2 have been applied in preparing the financial statements for the year ended March 31, 2018 and the comparative information. An explanation of how the transition from previous GAAP to Ind AS has affected the Company's Balance Sheet and Statement of Profit and Loss, is set out in Note 42.2 and 42.3 Exemptions on first time adoption of Ind AS availed in accordance with Ind AS 101 have been set out in Note 42.1.

Note-42.1 Exemptions availed on first time adoption of Ind-AS 101

The Company has opted to consider the carrying value of all items of Property, plant & equipment recognised in the financial statement prepared under previous GAPP and use the same as deemed cost in the opening Ind AS balance sheet.

An entity's estimates in accordance with Ind ASs at the date of transition to Ind AS shall be consistent with estimates made for the same date in accordance with previous GAAP (after adjustments to reflect any difference in accounting policies), unless there is objective evidence that those estimates were in error.

Ind AS estimates as at 1 April 2016 are consistent with the estimates as at the same date made in conformity with previous GAAP. The Company made estimates for Impairment of financial assets based on expected credit loss model in accordance with Ind AS at the date of transition as these were not required under previous GAAP.

Note 42.2 Equity reconciliation

Sr. No.	Particulars	Note No	Opening Balance Sheet as at April 1, 2016			Balance Sheet as at March 31, 2017		
			Indian GAAP	Ind AS Adjustments	Ind AS	Indian GAAP	Ind AS Adjustments	Ind AS
	ASSETS							
(1)	**Non-current assets**							
	(a) Property, Plant and Equipment		3,047.34	-	3,047.34	2,745.02	-	2,745.02
	(b) Capital work-in-progress		30.38	-	30.38	361.14	-	361.14
	(c) Intangible Assets		0.06	-	0.06	0.03	-	0.03
	(d) Financial Assets							-
	(i) Investments	1	2.93	7.74	10.67	24.35	6.79	31.14
	(ii) Loans		153.86	-	153.86	172.28	-	172.28
	(e) Other non-current assets		122.80	-	122.80	100.25	-	100.25
	Total non-current assets		**3,357.37**	**7.74**	**3,365.12**	**3,403.08**	**6.79**	**3,409.86**
(2)	**Current assets**							
	(a) Inventories		5,587.82	-	5,587.82	5,657.62	-	5,657.62
	(b) Financial Assets							
	(i) Trade receivables		2,345.92	-	2,345.92	2,038.91	-	2,038.91
	(ii) Cash and cash equivalents		173.61	-	173.61	89.63	-	89.63
	(iii) Bank balance other than (iii) above		119.89	-	119.89	125.67	-	125.67
	(iv) Loans		61.82	-	61.82	925.10	-	925.10
	(v) Others		7.45	-	7.45	7.45	-	7.45
	(c) Other current assets		628.24	-	628.24	599.66	-	599.66
	Total current assets		**8,924.75**	**-**	**8,924.75**	**9,444.04**	**-**	**9,444.04**
	Total assets		**12,282.12**	**7.74**	**12,289.87**	**12,847.12**	**6.79**	**12,853.91**
	EQUITY AND LIABILITIES							
	Equity							
	(a) Equity Share capital		135.15	-	135.15	135.15	-	135.15
	(b) Other Equity	2	6,021.47	7.74	6,029.22	6,041.14	6.79	6,047.93
	Total equity		**6,156.62**	**7.74**	**6,164.37**	**6,176.29**	**6.79**	**6,183.08**
	LIABILITIES							
(1)	**Non-current liabilities**							
	(a) Financial Liabilities							
	(i) Borrowings		2,909.80	-	2,909.80	3,288.94	-	3,288.94
	(b) Provisions		175.38	-	175.38	187.71	-	187.71
	Total non-current liabilities		**3,085.18**	**-**	**3,085.18**	**3,476.65**	**-**	**3,476.65**
(2)	**Current liabilities**							
	(a) Financial liabilities							
	(i) Borrowings		1,097.41	-	1,097.41	1,096.95	-	1,096.95
	(ii) Trade payables		1,290.12	-	1,290.12	1,208.12	-	1,208.12
	(iii) Other financial liabilities		241.53	-	241.53	518.39	-	518.39
	(b) Other current liabilities		321.85	-	321.85	267.14	-	267.14
	(c) Provisions		65.43	-	65.43	98.93	-	98.93
	(d) Current tax liabilities (net)		23.99	-	23.99	4.65	-	4.65
	Total current liabilities		**3,040.33**	**-**	**3,040.33**	**3,194.18**	**-**	**3,194.18**
	TOTAL EQUITY AND LIABILITIES		**12,282.13**	**7.74**	**12,289.87**	**12,847.12**	**6.79**	**12,853.91**

Explanations for reconciliation of Balance Sheet as previously reported under IGAAP to INDAS:-

1) The company has opted to revalue it's investments at fair market value as per Ind AS-109. The company has also opted to consider all investments at fair value through other comprehensive income.

2) Provision for Gratuity has been revalued as per the Actuarial Report.

3) The impact of all Ind AS adjustements have been reflected in other equity.

Note-42.3 Profit and loss reconciliation

	Particulars	Note No	Year ended March 31, 2017		
			As per Indian GAAP	Adjustments	As per IND AS
I	Revenue from Operations		6,640.20	-	6,640.20
II	Other Income		179.39	-	179.39
III	**Total Revenue(I+II)**		**6,819.59**	**-**	**6,819.59**
IV	**EXPENSES**				
	Cost of Material Consumed		2,128.42	-	2,128.42
	Purchase of Stock in Trade		365.64	-	365.64
	Changes in inventories of finished goods, Work in progress & Stock in Trade		(62.37)	-	(62.37)
	Employee benefit expense		821.17	(14.65)	806.52
	Finance cost		220.49	-	220.49
	Depreciation expense		368.14	-	368.14
	Other expense		2,866.31	-	2,866.31
	Excise on Sales		87.46		87.46
	Total expense		**6,795.27**	**(14.65)**	**6,780.61**
V	**Profit before exceptional items and tax (III-IV)**		24.32	14.65	38.98
VI	Exceptional items		-	-	-
VII	**Profit before tax (V-VI)**		**24.32**	**14.65**	**38.98**
	Tax expense :				
	Current tax		4.65	-	4.65
	Deferred tax		-	-	-
VIII	**Profit of the year**		**19.67**	**14.65**	**34.33**
IX	**Other Comprehensive Income**				
	(i) Items that will not be reclassified to profit or loss	1	-	(15.61)	(15.61)
	(ii) Income tax relating to items that will not be reclassified to profit or loss		-	-	-
	(iii) Items that will be reclassified to profit or loss		-	-	-
	(iv) Income tax relating to items that will be reclassified to profit or loss		-	-	-
	Total Comprehensive Income(VIII+IX)		**19.67**	**(0.97)**	**18.72**

Note : 43 SEGMENT REPORTING :

Company has considered business segment as the primary segment for disclosure. The business segments are Marble & Granite, Trading other than Marble & Granite & Other Services

S. No.	PARTICULARS	FOR THE YEAR ENDED	
		31.03.2018	31.03.2017
1	**Segment Revenue**		
	A.Marble & Granites(Net)	5978.12	6044.36
	B. Trading Other than Marble & Granite	153.15	99.26
	C.Others Services	613.91	397.68
	Revenue From Operations(Including Other Income)	**6745.18**	**6541.30**
2	**Segment Results**		
	Profit/Loss Before Charging Unallocable Expenditures		
	A.Marble & Granites	(91.58)	(145.07)
	B. Trading Other than Marble & Granite	39.15	47.36
	C.Others Services	493.30	357.18
	Unallocable Expenses (Tax+Finance Cost)	357.50	225.14
	Net Result	**83.37**	**34.33**
3	**Segment wise capital employed (Segment Assets- Segment Liabilities)**		
	A.Marble & Granites	9980.69	9332.90
	B. Trading Other than Marble & Granite	41.54	1.81
	C.Others Services	488.42	137.31
	Total	**10510.65**	**9472.02**

44 STANDARDS ISSUED BUT NOT YET EFFECTIVE

On March 28, 2018, Ministry of Corporate Affairs ("MCA") has notified the Companies (Indian Accounting Standards) Amendment Rules, 2018 for following standards to be effective from 1 April 2018:

Ind AS 115 - Revenue from Contracts with Customers

Ind AS 115 will supersede the current revenue recognition guidance including Ind AS 18 Revenue, Ind AS 11 Construction Contracts and the related interpretations. Ind AS 115 provides a single model of accounting for revenue arising from contracts with customers based on the identification and satisfaction of performance obligations.

Ind AS 21, Foreign currency transactions and advance consideration:

Appendix B to Ind AS 21, Foreign currency transactions and advance consideration which clarifies the date of the transaction for the purpose of determining the exchange rate to use on initial recognition of the related asset, expense or income, when an entity has received or paid advance consideration in a foreign currency.

Application of above standards are not expected to have any significant impact on the Company's Financial Statements.

45 The previous year's figures have been regrouped, rearranged and reclassified to conform to current year Ind-AS presentation requirements.

For and on behalf of Board of Directors
Pacific Industries Limited

As per our Report of even date
For Ravi Sharma & Co.
Chartered Accountants
(FRN 015143C)

Sd/-
(Paras Bhatia)
Partner
M.No. 418196
Date: 30th May 2018
Place: Udaipur

Sd/-
J.P. Agarwal
(Chairman & Managing Director)
DIN: 00386183

Sd/-
Kapil Agarwal
(Executive Director & CFO)
DIN: 00386298

Sd/-
Khushbu Sethi
Company Secretary
PAN : GEKPS4863F

Independent Auditor's Report

To
The Members of
PACIFIC INDUSTRIES LIMITED,

Report on the Consolidated Financial Statements
We have audited the accompanying Ind As Consolidated Financial Statements of **Pacific Industries Limited** ("hereinafter referred to as the 'Holding Company' or the 'Company'), which comprise the consolidated Balance Sheet as at March 31, 2018, and the consolidated Statement of Profit and Loss, including the statement of Other Comprehensive Income, the consolidated cash flow statement and the statement of changes in equity for the year then ended, and a summary of significant accounting policies and other explanatory information (hereinafter referred to as "Consolidated Financial Statements").

Management's Responsibility for the Consolidated Financial Statements
The Holding Company's Board of Directors and the respective board of Directors/Management of the Subsidiaries and Step Down Subsidiaries 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 consolidated Ind AS Financial Statements that give a true and fair view of the consolidated financial position, consolidated financial performance including Other Comprehensive Income, consolidated cash flows and the consolidated statement of changes in equity of the Company in accordance with the accounting principles generally accepted in India, including the Indian Accounting Standards (Ind AS) specified under section 133 of the Act, read with the Companies (Indian Accounting Standards) Rules,2015 as amended. 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 the design, implementation and maintenance of adequate internal financial controls that were operating effectively for ensuring the accuracy and completeness of the accounting records, relevant to the preparation and presentation of the Consolidated 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 consolidated Ind AS 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, issued by the Institute of Chartered Accountants of India, as specified under Section 143(10) of the Act. Those Standards require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether the consolidated financial statements are free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and the disclosures in the consolidated Ind AS Financial Statements. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the consolidated financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal financial control relevant to the 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 Consolidated 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 Consolidated Ind AS Financial Statements.
We did not audit the financial statements of six subsidiaries (including four step down subsidiaries) included in the consolidated financial results, whose consolidated Ind AS financial statements reflect total assets of Rs. 30373.59 Lacs as at 31st March 2018; as well as the total revenue of Rs. 653.50 Lacs as at 31st March 2018. These financial statements and other financial information have been audited by other auditors whose report has been furnished to us, and our opinion on the consolidated financial results, to the extent they have been derived from such financial statements is based solely on the report of such other auditors.

In our opinion and to the best of our information and according to the explanations given to us, these consolidated financial results include the financial results of the following entities:

a. Gist Minerals Technologies Limited
b. Gaze Fashiontrade Limited
c. Radhika Vyapaar Private Limited
d. Biswas Solar Instrument Private Limited
e. Blood Hound Security Company Private Limited
f. Saha Coloured & Flavour Spirit Manufacturer Private Limited

Basis for Qualified Opinion
Refer Note No. 38 of Notes on Consolidated Ind AS Financial Statements regarding confirmation & reconciliation of various Debit and Credit balances appearing under various

heads & non-provision of exchange fluctuation w.r.t certain old balances. Final reconciliations/confirmations of the same may affect our disclosure.

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 Consolidated 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, of the state of affairs of the Company as at 31st March,2018, and its profit (including other comprehensive income), change in equity and its cash flows for the year ended on that date.

Other Matters

The comparative financial information of the company for the year ended 31st March 2017 included in the financial statements, are based on the previously published Consolidated financial results/statements for the said periods prepared in accordance with the Companies (Accounting Standards) Rules, 2006 and other accounting principles generally accepted in India audited by predecessor auditor and whose audit report for the year ended 31st March 2017 dated 30th May 2017 expressed an modified opinion, as adjusted for the differences in the accounting principles adopted by the company on transition to the Ind AS, which has not been audited by us.

Our Opinion is not modified in respect of above matters.

Report on Other Legal & Regulatory Requirement

1. The report does not include a statement on the matters specified in paragraph 3 & 4 of the companies (Auditor`s Report) Order, 2016 issued by the Central Government of India in terms of sub-section (11) of section 143 of the Act, since in our opinion the said order is not applicable to the presentation of Consolidated Financial Statements.

2. As required by Section 143 (3) of the Act, we report that:
   a. We have sought and obtained all the information and explanations which to the best of our knowledge and belief were necessary for the purpose of our audit.

   b. In our opinion, proper books of account as required by law have been kept by the Company so far as it appears from our examination of those books;

   c. The consolidated balance sheet, the consolidated statement of profit and loss including Other Comprehensive Income, the consolidated cash flow statement and Consolidated Statement of Changes in Equity dealt with by this Report are in

agreement with the books of account;

d. In our opinion, the aforesaid Ind AS consolidated Financial Statements comply with the Accounting Standards specified under Section 133 of the Act, read with Companies (Indian Accounting Standards) Rules, 2015, as amended;

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

f. As required under Clause (i) of Sub-section 3 of Section 143 of the Companies Act, 2013, on the Internal Financial Control over Financial Reporting to the extent applicable, refer our separate report in Annexure I and

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 effect of pending litigations (if any) are disclosed by way of Note in the Consolidated Ind AS Financial Statements. Refer Note 39 to the Ind AS financial statements;
   ii. The Company and its Subsidiaries did not have any long-term contract including derivatives contracts for which there were any material foreseeable losses; and
   iii. There were no amounts which were required to be transferred, to the Investor Education and Protection Fund by the Holding Company, and its subsidiary companies incorporated in India.

For Ravi Sharma & Company
Chartered Accountants
FRN: 015143C

Sd/-
CA Paras Bhatia)
Partner
M.No. 418196

Date: 30th May 2018
Place: Udaipur

Annexure I to the Independent Auditors' Report

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

In conjunction with our audit of the consolidated Ind AS Financial Statements of the Company as of and for the year ended March 31, 2018, We have audited the internal financial controls over financial reporting of Pacific Industries Limited (hereinafter referred to as "the holding Company"), which is a company incorporated in India, as of that date.

Management's Responsibility for Internal Financial Controls

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

Auditors' Responsibility

Our responsibility is to express an opinion on the Company's IFCoFR based on our audit. We conducted our audit in accordance with the Standards on Auditing, issued by the ICAI and deemed to be prescribed under section 143(10) of the Act, to the extent applicable to an audit of IFCoFR and the Guidance Note issued by the ICAI. 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 IFCoFR were established and maintained and if such controls operated effectively in all material respects.

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

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

Meaning of Internal Financial Controls Over Financial Reporting

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

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

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

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

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

Basis for Qualified Opinion
Refer Note No. 38 of Notes on Consolidated Ind AS Financial Statements regarding confirmation & reconciliation of various Debit and Credit balances appearing under various heads & non-provision of exchange fluctuation w.r.t certain old balances. Final reconciliations/confirmations of the same may affect our disclosure.

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

For Ravi Sharma & Company
Chartered Accountants
FRN: 015143C

Sd/-
(Paras Bhatia)
Partner
M.No.: 418196

Date: 30th May 2018
Place: Udaipur

Pacific Industries Limited

Regd Office: Survey No. 13, N. H. 48, Kempalinganhalli, Nelamangala Taluk,
Bangalore (Rural) ,Bengaluru ,Karnataka ,562123, Phone:0294-2440933
Website: www.pacificindustriesltd.com, E-mail: pilnorth@pacificgranites.com,
CIN: L14101KA1989PLC062041

Consolidated Balance Sheet as at 31st March 2018

(Rupees in Lakhs)

S. No.	Particulars	Note No.	As at 31st March 2018	As at 31st March 2017
	ASSETS			
(1)	**Non-current assets**			
	(a) Property, Plant & Equipment	3	2,771.09	2,745.02
	(b) Capital work-in-progress	3	948.79	361.14
	(c) Other Intangible Asset	3	0.02	0.03
	(d) Financial Assets			
	(i) Investments	4	6,798.28	5,349.60
	(ii) Loans & Advances	5	6,500.29	3,651.28
	(e) Other non-current assets	6	174.27	101.09
	Total Non-current Asset		**17,192.73**	**12,208.17**
(2)	**Current assets**			
	(a) Inventories	7	5,552.48	5,657.62
	(b) Financial Assets			
	(i) Investments	4	886.78	313.19
	(ii) Trade Receivable	8	5,675.34	4,754.47
	(iii) Cash and Cash equivalents	9	175.72	357.89
	(iv) Other Bank Balances	10	559.73	125.67
	(v) Loans & Advances	5	3,310.21	5,664.58
	(vi) Other Financial Asset	11	8,397.98	10,920.44
	(c)Other current assets	6	752.10	679.47
	Total Current Asset		**25,310.34**	**28,473.33**
	Total Assets		**42,503.07**	**40,681.50**
II.	**EQUITY AND LIABILITIES**			
(1)	**EQUITY**			
	(a) Equity Share capital	12	135.15	135.15
	(b) Other Equity	13	31,360.47	31,382.73
	Total Equity		**31,495.62**	**31,517.88**
(2)	**Non-current liabilities**			
	(a) Financial Liabilities			
	(i) Borrowings	14	2,537.82	2,509.87
	(b) Provisions	15	204.49	187.71
	(c) Deferred tax liabilities (Net)	16	-	-
	Total Non-current Liabilities		**2,742.31**	**2,697.58**
(3)	**Current liabilities**			
	(a) Financial Liabilities			
	(i) Borrowings	17	1,482.67	1,096.95
	(ii) Trade Payables	18	4,774.20	4,131.07
	(iii) Other Financial Liabilities	19	1,594.41	852.99
	(b) Other current liabilities	20	270.25	267.14
	(c) Provisions	15	114.65	98.93
	(d) Current tax liabilities (net)	21	28.94	18.97
	Total Current Liabilities		**8,265.12**	**6,466.04**
	Total Liabilities		**11,007.43**	**9,163.62**
	Total Equity and Liabilities		**42,503.07**	**40,681.50**

Significant accounting Policies 1 & 2

Notes Forming Part of Financial Statements 1 to 46

For and on behalf of Board of Directors
Pacific Industries Limited

As per our Report of even date
For Ravi Sharma & Co.
Chartered Accountants
(FRN 015143C)

Sd/-
(Paras Bhatia)
Partner
M.No. 418196
Date: 30th May 2018
Place: Udaipur

Sd/-
J.P. Agarwal
(Chairman & Managing Director)
DIN: 00386183

Sd/-
Kapil Agarwal
(Executive Director & CFO)
DIN: 00386298

Sd/-
Khushbu Sethi
Company Secretary
PAN : GEKPS4863F

Pacific Industries Limited

Regd Office: Survey No. 13, N. H. 48, Kempalinganhalli, Nelamangala Taluk,
Bangalore (Rural) ,Bengaluru ,Karnataka ,562123, Phone:0294-2440933
Website: www.pacificindustriesltd.com, E-mail: pilnorth@pacificgranites.com,
CIN: L14101KA1989PLC062041

Consolidated Statement of Profit & Loss for the Year ended on 31st March 2018

(Rupees in Lakhs)

S. No.	Particulars	Note No.	Year ended 31st March 2018	Year ended 31st March 2017
I.	Revenue from operations	22	6,795.99	9,588.83
II.	Other income	23	629.17	681.57
III.	**Total Revenue (I + II)**		**7,425.16**	**10,270.40**
IV.	**Expenses:**			
	Cost of Materials Consumed	24	2,212.24	2,128.42
	Purchases of Stock-in-Trade	25	291.73	3,576.56
	Changes in inventories of Finished Goods, Work-in-Progress and Stock-in-Trade	26	30.05	(62.37)
	Employee Benefits Expense	27	910.84	806.52
	Finance costs	28	266.37	138.73
	Depreciation and amortization expense	29	333.49	368.41
	Other expenses	30	3,279.36	3,152.11
	Excise on Sales		36.92	87.46
	Total expenses		**7,361.00**	**10,195.83**
V.	Profit before exceptional items and tax (III-IV)		**64.16**	**74.57**
VI.	Exceptional items		-	7.60
VII.	**Profit before tax (V- VI)**		**64.16**	**66.97**
VIII.	Tax expense:			
	(1) Current tax	32	28.94	14.02
	(2) Deferred tax	32	-	-
	Total Tax Expenses		**28.94**	**14.02**
IX	**Profit (Loss) for the period**		**35.22**	**52.95**
	Other Comprehensive Income			
(a)	(i) Items that will not be reclassified subsequently to profit or loss		(57.46)	457.22
	(ii) Income tax relating to items that will not be reclassified subsequently to profit or loss		-	-
(b)	(i) Items that will be reclassified subsequently to profit or loss		-	-
	(ii) Income tax relating to items that will be reclassified subsequently to profit or loss		-	-
	Total Other Comprehensive income		**(57.46)**	**457.22**
	Total Comprehensive Income for the year		**(22.24)**	**510.16**
X.	**Earnings per equity share:**			
	(1) Basic	33	2.61	3.92
	(2) Diluted	33	2.61	3.92

Significant accounting Policies 1 & 2

Notes Forming Part of Financial Statements **1 to 46**

For and on behalf of Board of Directors
Pacific Industries Limited

As per our Report of even date
For Ravi Sharma & Co.
Chartered Accountants
(FRN 015143C)

Sd/-
(Paras Bhatia)
Partner
M.No. 418196
Date: 30th May 2018
Place: Udaipur

Sd/-
J.P. Agarwal
(Chairman & Managing Director)
DIN: 00386183

Sd/-
Kapil Agarwal
(Executive Director & CFO)
DIN: 00386298

Sd/-
Khushbu Sethi
Company Secretary
PAN : GEKPS4863F

Pacific Industries Limited

Regd Office: Survey No. 13, N. H. 48, Kempalinganhalli, Nelamangala Taluk,
Bangalore (Rural) ,Bengaluru ,Karnataka ,562123, Phone:0294-2440933
Website: www.pacificindustriesltd.com, E-mail: pilnorth@pacificgranites.com,
CIN: L14101KA1989PLC062041

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

(Rupees in Lakhs)

	Particulars	Year ended 31st March 2018	Year ended 31st March 2017
A.	**Cash flow from Operating Activities**		
	Profit before income tax	**64.16**	**66.97**
	Adjustment for		
	Depreciation and amortisation expenses	333.49	368.41
	Pre-Operative Expense	12.19	-
	Profit on sale of Fixed Assets	(9.02)	(20.71)
	Loss on sale of Investments	108.40	290.02
	Loss on FVTPL	390.50	-
	Finance Costs	253.16	120.08
	Actuarial Gain/ (Loss)	2.71	(14.65)
	Interest Income	(518.42)	(517.70)
	Change in operating assets and liabilities		
	(Increase) in Inventories	105.14	(359.92)
	(Increase)/Decrease in Trade receivables	(920.87)	2,112.67
	(Increase)/Decrease in financial assets	2,522.46	-
	(Increase)/Decrease in Loans & Advances	2,354.37	(1,748.12)
	(Increase)/Decrease in Other Current Assets	(72.63)	(11,167.66)
	Increase/(Decrease) in Provisions	32.51	50.94
	Increase/(Decrease) in Trade Payables	643.13	(1,875.58)
	Increase/(Decrease) in Other Current Liabilities	3.11	268.13
	Increase/(Decrease) in Other Financial Liabilities	624.60	-
	Cash generated from operations	**5,929.00**	**(12,427.11)**
	Income Tax paid	(18.97)	(33.36)
	Net cash flow from operating activities	**5,910.03**	**(12,460.47)**
B.	**Cash flow from Investing Activities**		
	Purchase of Fixed Assets	(970.92)	(399.57)
	Sale of Fixed Assets	20.82	23.73
	(Increase)/Decrease in Fixed Deposits	(434.06)	(5.78)
	(Increase)/(Decrease in Long term Loans & advances	(2,849.00)	47.34
	(Increase)/(Decrease in Other Non-current Assets	(73.45)	22.55
	(Purchase)/Sale of Investments	(2,581.35)	12,167.29
	Interest Income	518.42	517.70
	Net cash flow from investing activities	**(6,369.54)**	**12,373.24**
C.	**Cash flow from financing activities**		
	Increase in Long Term Borrowings	27.95	379.13
	Increase in Short Term Borrowings	502.55	(0.46)
	Finance Costs	(253.16)	(120.08)
	Net cash flow from financing activities	**277.33**	**258.60**
	Net increase / (decrease) in cash and cash equivalents	**(182.17)**	**171.38**
	Cash and cash equivalents at the beginning of the year	**357.89**	**186.51**
	Cash and cash equivalents at the end of the year	**175.72**	**357.89**

Notes Forming Part of Financial Statements **1 to 46**

For and on behalf of Board of Directors
Pacific Industries Limited

As per our Report of even date
For Ravi Sharma & Co.
Chartered Accountants
(FRN 015143C)

Sd/-
(Paras Bhatia)
Partner
M.No. 418196
Date: 30th May 2018
Place: Udaipur

Sd/-
J.P. Agarwal
(Chairman & Managing Director)
DIN: 00386183

Sd/-
Kapil Agarwal
(Executive Director & CFO)
DIN: 00386298

Sd/-
Khushbu Sethi
Company Secretary
PAN : GEKPS4863F

Pacific Industries Limited

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Website: www.pacificindustriesltd.com, E-mail: pilnorth@pacificgranites.com,
CIN: L14101KA1989PLC062041

Notes to the Consolidated Ind AS Financial Statement for the year ended 31st March 2018

Note 1 Corporate Information

Pacific Industries Limited (the company) is a public company domiciled in India and incorporated under the provisions of the Companies Act, 1956. Its shares are listed on Bombay Stock Exchange in India. The company is engaged in the export, manufacturing & trading of Granite tiles & slabs and other goods and activities on commission basis.

Note 2 Significant accounting policies

The following are the significant accounting policies adopted in the preparation of these financial statements. These policies have been consistently applied to all the years presented, unless otherwise stated.

2.1 Basis of Preparation

In accordance with the notification issued by the Ministry of Corporate Affairs, the Company has adopted Indian Accounting Standards ("Ind AS") notified under the Companies (Indian Accounting Standards) Rules, 2015 with effect from March 31, 2017. These financial statements have been prepared in accordance with Indian Accounting Standards ("Ind AS") as prescribed under Section 133 of the Companies Act, 2013 ("the Act") read with Rule 3 of the Companies (Indian Accounting Standards) Rules, 2015 and Companies (Indian Accounting Standards) Amendment Rules, 2016.

The financial statements up to the year ended 31 March 2017 were prepared in accordance with the Companies (Accounting Standards) Rules, 2006, notified under section 133 of the Act and other relevant provisions of the Act ("Previous GAAP").

These are the company's first financial statements prepared in accordance with Ind AS. The Transition to Ind AS was carried out in accordance with 'Ind AS 101 - First-time Adoption of Indian Accounting Standards' as on the date of transition to Ind AS i.e. 1st April 2016. The transition has been carried out from Indian GAAP which is considered as the Previous GAAP, as defined in Ind AS 101. Refer Note No. 42.2 and 42.3 to the Ind AS financial Statements for description of the effect of the transition and reconciliation required as per Ind AS 101.

The financial statements for the year ended March 31, 2018 were approved by the Board of Directors and authorized for issue on 30th May 2018.

2.2 Basis of measurement

These financial statements have been prepared on the historical cost basis, except for certain financial instruments which are measured at fair values at the end of each

Notes to the Consolidated Ind AS Financial Statement

reporting period, as explained in the accounting policies below. Historical cost is generally based on the fair value of the consideration given in exchange for goods and services. Fair value is the price that would be received to sell an asset or paid to transfer a liability in an orderly transaction between market participants at the measurement date.

Accounting policies have been consistently applied except where a newly issued accounting standard is initially adopted or a revision to an existing accounting standard requires a change in the accounting policy hitherto in use.

2.3 Functional and Presentation Currency

The financial statements are prepared in Indian Rupees ("INR") which is the Company's presentation currency and the functional currency for its operations. All financial information presented in INR has been rounded to the nearest lakhs with two decimal places unless stated otherwise.

2.4 Use of Estimates

The preparation of the financial statements in conformity with Ind AS requires management to make estimates, judgments and assumptions. These estimates, judgments and assumptions affect the application of accounting policies and the reported amounts of assets and liabilities, the disclosures of contingent assets and liabilities at the date of the financial statements and reported amounts of revenues and expenses during the year.

The estimates and underlying assumptions are reviewed on an ongoing basis. Revisions to the accounting estimates are recognised in the period in which the estimate is revised and future periods affected.

Significant judgments and estimates relating to carrying value of assets and liabilities include useful lives of Property, plant and equipment , impairment of Property, plant and equipment , investments , provision for employee benefits and other provisions, recoverability of deferred tax assets, commitments and contingencies.

2.5 Classification of Assets & Liabilities as Current & Non-Current

All Assets and Liabilities have been classified as current or non-current as per the Company's normal operating cycle and other criteria set out in the Schedule III to the Companies Act, 2013. Based on the nature of product & activities of the Company and their realization in cash and cash equivalent, the Company has determined its operating cycle as 12 months for the purpose of current and non-current classification of assets and liabilities.

2.6 Recognition of Revenue and Expenditure

Revenue is recognised to the extent that it is probable that the economic benefits will flow to the Group and the revenue can be reliably measured, regardless of when the payment is

Notes to the Consolidated Ind AS Financial Statement

being made. Revenue is measured at the fair value of the consideration received or receivable, taking into account contractually defined terms and excluding taxes or duties collected on behalf of the government. Revenue is reduced for estimated customers returns, rebates and other similar allowances. The following specific recognition criteria must also be met before revenue is recognized:

2.6.1 Sale of Goods
Revenue from the sale of goods is recognised, when the significant risks and rewards of ownership of the goods have been transferred to the buyer. No revenue is recognised if there are significant uncertainties regarding recovery of the amount due, associated costs or the possible return of goods.

2.6.2 Interest
Interest income is recognized on a time proportion basis taking into account the amount outstanding and the effective interest rate method. Interest income is included under the head "Other Income" in statement of profit and loss.

2.6.3 Expenses
All expenses are charged in statement of profit and loss as and when they are incurred.

2.7 Property, Plant & Equipment
Property, plant and equipment are initially recognized at cost including the cost directly attributable for bringing the asset to the location and conditions necessary for it to be capable of operating in the manner intended by the management. After the initial recognition the property, plant and equipment are carried at cost less accumulated depreciation and impairment losses, if any. Any gain or loss on disposal of an item of property, plant and equipment is recognized in the statement of profit and loss. When significant parts of plant and equipment are required to be replaced at intervals, the company depreciates them separately based on their specific useful lives. Subsequent expenditures relating to property, plant and equipment is capitalized only when it is probable that future economic benefits associated with these will flow to the company and the costs to the item can be measured reliably. Repairs and maintenance costs are recognized in the statement of profit and loss when incurred.

Capital work-in-progress includes cost of property, plant and equipment under installation / under development as at the balance sheet date.

2.8 Depreciation
"Depreciation is calculated on a straight line method basis over the estimated useful lives of all the assets as prescribed in Schedule II of the Companies Act, 2013. The residual values, useful lives and methods of depreciation of property, plant and equipment are reviewed at each financial year end and adjusted prospectively, if appropriate.

Notes to the Consolidated Ind AS Financial Statement

2.9 Inventory

Inventories consists of Raw Material, Work In Progress, Finished Goods , Scrap & Stores & Spares.

Inventories are valued at the lower of cost or net realisable value. Cost is determined on weighted average basis.

Raw materials & Stores & Spares: Cost includes cost of purchase and other costs incurred in bringing the inventories to their present location and condition on the weighted average basis.

Finished goods and work in progress: Cost includes cost of direct materials and labour and a proportion of manufacturing overheads based on the normal operating capacity on a weighted average basis. Cost of finished goods includes other costs incurred in bringing the inventories to their present location and condition.

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

2.10 Employee benefits

a) Short Term Employee Benefits

Short-term Employee Benefits are recognised as an expense on accrual basis.

b) Defined Contribution Plan

The Company makes defined contribution to Provident Fund managed by Government Authorities, which are accounted on accrual basis as expenses in the statement of Profit and Loss. The Company has no obligation other than the contribution payable to the provident fund.

c) Defined Benefit Plan

The employees' gratuity scheme is a defined benefit plan. The present value of the obligation under such defined benefit plans is determined based on an independent actuarial valuation using the projected unit credit method, carried out as at balance sheet date. The obligation determined as aforesaid less the fair value of the Plan assets is reported as a liability or assets as of the reporting date. Actuarial gain or losses are recognised immediately in the Other Comprehensive Income and reflected in retained earnings and will not be reclassified to the statement of profit and loss.

Notes to the Consolidated Ind AS Financial Statement

d) Other Long-Term Benefits

Provision for other long term benefits in the form of long term compensated absences (leave encashment) are accounted for on the basis as if it becomes due for payment on the last day of accounting year.

2.11 Income Tax

Tax expenses comprises current and deferred tax. It is recognised in Statement of profit and loss except to the extent it relates to the items recognised directly in equity or in OCI.

Current tax

Current tax comprises the expected tax payable on the taxable income or loss for the year and any adjustment to the tax payable or receivable in respect of previous years. It is measured using tax rates enacted or substantively enacted at the reporting date. Management periodically evaluates positions taken in tax returns with respect to situations in which applicable tax regulation is subject to interpretation. It establishes provisions where appropriate on the basis of amounts expected to be paid to the tax authorities. Current tax assets and liabilities are offset only if there is a legally enforceable right to set it off the recognised amounts and it is intended to realise the asset and settle the liability on a net basis or simultaneously.

Deferred Tax

Deferred tax is recognized on timing differences, being the difference resulting from the recognition of items in the financial statements and in examining the current income tax.

Deferred tax assets are recognized on unabsorbed depreciation/business losses to the extent that there is virtual certainty supported by convincing evidences that sufficient future taxable income will be available against which such deferred tax assets can be realized and on expenses incurred but to be allowed on payment basis as per provision of the Income Tax Act,1961.

Deferred tax assets and liabilities are measured using the tax rate and tax law that have been enacted on the Balance Sheet date.

2.12 Lease

A lease that transfers substantially all the risks and rewards incidental to ownership to the Company is classified as a finance lease. Lease arrangements where the risks and rewards incidental to ownership of an asset substantially vest with the lessor, are recognised as operating lease. A lease is classified at the inception date as a finance lease or an operating lease. Operating lease payments are recognised as an expense in the statement of profit and loss on a straight-line basis over the lease term, unless the lease agreement explicitly states that increase is on account of inflation.

Notes to the Consolidated Ind AS Financial Statement

2.13 Provisions, Contingent Liabilities and Contingent Assets

Provisions are recognised when the Company has a present obligation (legal or constructive) as a result of a past event, it is probable that an outflow of resources embodying economic benefits will be required to settle the obligation and a reliable estimate can be made of the amount of the obligation.

Contingent Liability is disclosed in case of a present obligation arising from past events, when it is not probable that an outflow of resources will be required to settle the obligation or where no reliable estimate is possible. Contingent liabilities are not recognised in financial statements but are disclosed in notes.

Contingent asset is a possible asset that arises from past events and whose existence will be confirmed only by the occurrence or non-occurrence of one or more uncertain future events not wholly within the control of the entity. Contingent assets are not recognised in financial statements and are disclosed in notes.

2.14 Foreign Currency Transactions

Transactions in foreign currency are recorded at exchange rates prevailing at the date of transactions. Exchange differences arising on foreign exchange transactions settled during the year are recognised in the statement of profit and loss of the year.

Monetary assets and liabilities denominated in foreign currencies which are outstanding, as at the reporting date are translated at the closing exchange rates and the resultant exchange differences are recognised in the statement of profit and loss.

Non-monetary items that are measured in terms of historical cost in a foreign currency are recognised using the exchange rate at date of initial transactions, are not retranslated.

In respect of forward contracts, the premium or discount on these contracts is recognized as income or expenditure over the period of the contract. Any profit or loss arising on the cancellation or the renewal of such contracts is recognized as income or expense for the year.

2.15 Impairment

Non-financial assets

The carrying amount of non- financial assets other than inventories are assessed at each reporting date to ascertain whether there is any indication of impairment. If any such indication exists then the asset's recoverable amount is estimated. An impairment loss is recognised as an expenses in the Statement of Profit and Loss, for the amount by which the asset's carrying amount exceeds its recoverable amount. The recoverable amount is the higher of an asset's fair value less cost to sell and value in use. Value in use is ascertained through discounting of estimated future cash flows using a discount rate that reflects the current market assessments of the time value of money and the risk specific to the assets.

Notes to the Consolidated Ind AS Financial Statement

For the purpose of assessing impairment, assets are grouped at the lowest levels into cash generating units for which there are separately identifiable cash flows.

An impairment loss is reversed if there has been a change in the estimates used to determine the recoverable amount. An impairment loss is reversed only to the extent that asset's carrying amount does not exceed the carrying amount that would have been determined, net of depreciation or amortisation, if no impairment had been recognised.

Financial assets

The Company assesses at each reporting date whether there is any objective evidence that a financial asset or a group of financial assets is impaired. A financial asset or a group of financial assets is deemed to be impaired if, there is objective evidence of impairment as a result of one or more events that has occurred after the initial recognition of the asset (an incurred 'loss event') and that loss event has an impact on the estimated future cash flows of the financial asset or the group of financial assets that can be reliably estimated.

2.16 Government Grant

Government grants are recognised when there is a reasonable assurance that the grant will be received and all attached conditions will be complied with. Government grants relating to an expense item is recognised in the statement of profit and loss over the period necessary to match them with costs that they are intended to compensate are expensed. Government grants relating to asset is recognised as income in equal amounts over the useful life of the asset.

2.17 Earning Per Share (EPS)

Basic earnings per share is computed by dividing the profit/(loss) after tax by the weighted average number of equity shares outstanding during the year. Diluted earnings per share is computed by dividing the profit/(loss) after tax as adjusted for dividend, interest and other charges to expense or income relating to the dilutive potential equity shares, by the weighted average number of equity shares considered for deriving basic earnings per share and the weighted average number of equity shares which could have been issued on the conversion of all dilutive potential equity shares.

2.18 Cash Flow Statement

Cash flows are reported using the indirect method, as set out in Ind AS 7 'Statement of Cash Flows', whereby profit for the period is adjusted for the effects of transactions of a non-cash nature, any deferrals or accruals of past or future operating cash receipts or payments and item of income or expenses associated with investing or financing cash flows. The cash flows from operating, investing and financing activities of the Company are segregated.

Notes to the Consolidated Ind AS Financial Statement

2.19 Cash and Cash Equivalents

Cash and cash equivalents in the balance sheet comprise cash at banks and on hand and short-term deposits with an original maturity of three months or less, which are subject to an insignificant risk of changes in value.

2.20 Borrowing Costs

Borrowing costs directly attributable to the acquisition, construction or production of a qualifying asset that necessarily takes a substantial period of time to get ready for its intended use or sale are capitalized as part of the cost of the asset, until such time as the assets are substantially ready for the intended use or sale. Interest income earned on temporary investment of specific borrowings pending their expenditure on qualifying assets is deducted from the borrowing costs eligible for capitalisation. The borrowing costs other than attributable to qualifying assets are recognised in the profit or loss in the period in which they incurred.

2.21 Financial Instruments

The company recognizes financial assets and financial liabilities when it becomes a party to the contractual provisions of the instrument. Financial assets and financial liabilities are initially measured at fair value. Transaction costs that are directly attributable to the acquisition or issue of financial assets and financial liabilities (other than financial assets and financial liabilities at fair value through profit or loss) are added to or deducted from the fair value of the financial asset or financial liabilities, as appropriate, on initial recognition. Transactions costs directly attributable to the acquisition of financial assets or financial liabilities at fair value through profit or loss are recognised immediately in Statement of Profit and loss.

2.21.1 Financial assets

All regular way purchases or sale of financial assets are recognised and derecognised on a trade date basis. Regular way purchases or sales are purchases or sale of financial assets that require delivery of assets within the time frame established by regulation or convention in the market place. All recognised financial assets are subsequently measured in their entirety at either amortized cost or fair value, depending on the classification of the financial assets.

Classification of Financial Assets

(i) Financial assets carried at amortised cost

A financial asset is subsequently measured at amortised cost if it is held within a business model whose objective is to hold the asset in order to collect contractual cash flows and the contractual terms of the financial asset give rise on specified dates to cash flows that are solely payments of principal and interest on the principal amount outstanding.

Notes to the Consolidated Ind AS Financial Statement

(ii) Financial assets at fair value through other comprehensive income

A financial asset is subsequently measured at fair value through other comprehensive income if it is held within a business model whose objective is achieved by both collecting contractual cash flows and selling financial assets and the contractual terms of the financial asset give rise on specified dates to cash flows that are solely payments of principal and interest on the principal amount outstanding.

(iii) Financial assets at fair value through profit or loss

A financial asset which is not classified in any of the above categories is subsequently fair valued through profit or loss.

(iv) Financial liabilities

Financial liabilities are subsequently carried at amortized cost using the effective interest rate method. For trade and other payables maturing within one year from the balance sheet date, the carrying amounts approximate fair value due to the short maturity of these instruments.

(v) Equity instrument

An equity instrument is any contract that evidences a residual interest in the assets of the Company after deducting all of its liabilities. Equity instruments are recorded at the proceeds received, net of direct issue costs.

c) Derecognition

The company derecognizes a financial asset when the contractual rights to the cash flows from the financial asset expire or it transfers the financial asset and the transfer qualifies for derecognition under Ind AS 109. A financial liability (or a part of a financial liability) is derecognized from the company's balance sheet when the obligation specified in the contract is discharged or cancelled or expires.

d) Offsetting of financial instruments

Financial assets and financial liabilities are offset and the net amount is reported in the balance sheet if there is a currently enforceable legal right to offset the recognised amounts and there is an intention to settle on a net basis, to realise the assets and settle the liabilities simultaneously.

2.22 Segment Reporting

Operating segments are reported in a manner consistent with the internal reporting provided to the chief operating decision maker and the Board of Directors of the company considers and maintains Marble & Granites, trading other than Marble & Granites & Other services as the Business Segments of the Company.

Notes to the Consolidated Ind AS Financial Statement

2.23 Fair Value Measurement

The Company measures financial instruments at fair value at each balance sheet date. Fair value is the price that would be received to sell an asset or paid to transfer a liability in an orderly transaction between market participants at the measurement date. The fair value of an asset or a liability is measured using the assumptions that market participants would use when pricing the asset or liability, assuming that market participants act in their economic best interest.

All assets and liabilities for which fair value is measured or disclosed in the financial statements are categorised within the fair value hierarchy, described as follows, based on the lowest level input that is significant to the fair value measurement as a whole:

Level 1 - Quoted (unadjusted) market prices in active markets for identical assets or liabilities
Level 2 - Valuation techniques for which the lowest level input that is significant to the fair value measurement is directly or indirectly observable.
Level 3 - Valuation techniques for which the lowest level input that is significant to the fair value measurement is unobservable.

2.24 Principles for consolidation

Subsidiaries are all entities over which the group has control. The group controls an entity when the group is exposed to or has right to, variable returns from its involvment with the entity and has the ability to affect those returns through its power to direct the relevant activities of the entity. Subsidiries are fully consolidated from the date on which control is transferred to the group.They are deconsolidated from the date that control ceases. The acquisition method of accounting is used to account for business combinations by the Group.
The Group combines the financial statements of the parent and its subsidiaries line by line adding together like items of assets, liabilities, equity, Income and expenses. Inter company transcation, balances and unrealised gains on transcation between group companies are eliminated. The Consolidated Financial Statements have been prepared using uniform accounting policies for like transactions and other events in similar circumstances.

2.25 "Business combinations

The Group accounts for its business combinations under acquisition method of accounting. Acquisition related costs are recognised in profit or loss as incurred. The acquiree's identifiable assets, liabilities and contingent liabilities that meet the condition for recognition are recognised at their fair values at the acquisition date except deferred tax assets or liabilities, and assets or liabilities related to employee benefit arrangements, which are recognised and measured in accordance with Ind AS 12- Income taxes and Ind AS 19- Employee benefits, respectively.

Notes to the Consolidated Ind AS Financial Statement

Goodwill is measured as the excess of the sum of the consideration transferred, the amount of non-controlling interest in the aquiree, and the fair value of acquirer's previously held equity instrument in the aquiree (if any) over the net of acquisition date fair value of identifiable assets acquired and liabilities assumed. Where the fair value of identifiable assets and liabilities exceed the cost of acquisition, after reassessing the fair values of the net assets and contingent liabilities, the excess is recognised as capital reserve.

The interest of non-controlling shareholders is initially measured either at fair value or at the non-controlling interest's proportionate share of the acquirer's Identifiable Net Assets. The choice of measurement basis is made on an acquisition-by-acquisition basis.

Notes to the Consolidated Ind AS Financial Statement

Pacific Industries Limited

Regd Office: Survey No. 13, N. H. 48, Kempalinganhalli, Nelamangala Taluk,
Bangalore (Rural) ,Bengaluru ,Karnataka ,562123, Phone:0294-2440933
Website: www.pacificindustriesltd.com, E-mail: pilnorth@pacificgranites.com,

Consolidated Statement of Changes in Equity

A Equity Share Capital

(Rupees in Lakhs)

Particular	Note	Amount
As on 1st April 16	13	**135.15**
Changes in equity share capital		-
As on 31st March 2017	13	**135.15**
Changes in equity share capital		-
As on 31st March 2018	13	**135.15**

B Other Equity

Particular	Reserve & Surplus		Items of Other Comprehensive income		TOTAL
	Retained Earning	Capital Reserve	Investments	Remeasurement of net defined benefit Plans	
Balance at 1st April 2017	6,074.42	24,843.34	479.62	(14.65)	**31,382.73**
Profit for the year/ Transfer to Retained Earnings	35.22	-	-	-	**35.22**
Fair Value through OCI	-	-	(60.18)	-	**(60.18)**
Remeasurement of Defined Benefit Plans	-	-	-	2.71	**2.71**
Balance as at 31 March 2018	**6,109.64**	**24,843.34**	**419.44**	**(11.93)**	**31,360.47**

Particular	Reserve & Surplus		Items of Other Comprehensive income		TOTAL
	Retained Earning	Capital Reserve	Investments	Remeasurement of net defined benefit Plans	
Balance as at 1st April 2016	6,021.47	-	7.74	-	**6,029.21**
Profit for the year/ Transfer to Retained Earnings	52.95	-	-	-	**52.95**
Capital Reserve on Consolidation	-	24,843.34	-	-	**24,843.34**
Fair Value through OCI	-	-	471.87	-	**471.87**
Remeasurement of Defined Benefit Plans	-	-	-	(14.65)	**(14.65)**
Balance as at 31st March 2017	**6,074.42**	**24,843.34**	**479.62**	**(14.65)**	**31,382.73**

For and on behalf of Board of Directors
Pacific Industries Limited

As per our Report of even date
For Ravi Sharma & Co.
Chartered Accountants
(FRN 015143C)

Sd/-
(Paras Bhatia)
Partner
M.No. 418196
Date: 30th May 2018
Place: Udaipur

Sd/-
J.P. Agarwal
(Chairman & Managing Director)
DIN: 00386183

Sd/-
Kapil Agarwal
(Executive Director & CFO)
DIN: 00386298

Sd/-
Khushbu Sethi
Company Secretary
PAN : GEKPS4863F

Note 3 :Property, Plant & Equipments

Following are the changes in the carrying value of property, plant and equipment for the year ended March 31, 2018

(Rupees in Lakhs)

Particulars	Tangible Assets								Capital Work in Progress	Intangible Assets - Software	Grand Total
	Land	Building	Plant & Machinery	Furniture & Fixtures	Computer	Vehicles	Mining Equipments	Total			
Gross Carrying value as at April 1, 2017	329.82	1,631.52	7,065.41	128.10	56.26	607.34	1,205.04	11,023.50	361.14	0.38	11,385.01
Additions	-	0.21	375.26	5.20	2.59	-	-	383.26	1,305.25	-	1,688.51
Deletions	-	-	-	-	-	79.22	-	79.22	717.59	-	796.82
Gross Carrying value as at March 31, 2018	**329.82**	**1,631.73**	**7,440.67**	**133.30**	**58.85**	**528.12**	**1,205.04**	**11,327.54**	**948.79**	**0.38**	**12,276.71**
Accumulated depreciation as at April 1, 2017	-	670.30	5,888.37	87.78	47.59	475.46	1,108.97	8,278.47	-	0.35	8,278.82
Depreciation	-	69.39	209.96	13.11	2.47	36.56	13.91	345.40	-	0.02	345.41
Accumulated depreciation on deletions	-	-	-	-	-	67.41	-	67.41	-	-	67.41
Accumulated depreciation as at March 31, 2018	-	**739.69**	**6,098.33**	**100.89**	**50.06**	**444.61**	**1,122.87**	**8,556.45**	-	**0.36**	**8,556.82**
Net Carrying Value as at March 31, 2018	**329.82**	**892.04**	**1,342.34**	**32.41**	**8.79**	**83.51**	**82.17**	**2,771.09**	**948.79**	**0.02**	**3,719.89**
Net Carrying Value as at March 31, 2017	**329.82**	**961.23**	**1,177.04**	**40.32**	**8.67**	**131.87**	**96.08**	**2,745.02**	**361.14**	**0.03**	**3,106.19**

Following are the changes in the carrying value of property, plant and equipment for the year ended March 31, 2017

(Rupees in Lakhs)

Particulars	Tangible Assets								Capital Work in Progress	Intangible Assets - Software	Grand Total
	Land	Building	Plant & Machinery	Furniture & Fixtures	Computer	Vehicles	Mining Equipments	Total			
Gross Carrying value as at April 1, 2016	329.82	1,630.51	7,077.08	125.60	52.42	591.77	1,205.04	11,012.24	30.38	0.38	11,043.00
Additions	-	1.02	45.33	2.50	3.85	16.12	-	68.82	361.33	-	430.14
Deletions	-	-	57.00	-	-	0.56	-	57.56	30.58	-	88.13
Gross Carrying value as at March 31, 2017	**329.82**	**1,631.52**	**7,065.41**	**128.10**	**56.26**	**607.34**	**1,205.04**	**11,023.50**	**361.14**	**0.38**	**11,385.01**
Accumulated depreciation as at April 1, 2016	-	593.25	5,750.16	71.29	44.18	416.58	1,089.43	7,964.89	-	0.32	7,965.21
Depreciation	-	77.05	192.36	16.49	3.41	59.27	19.54	368.12	-	0.03	368.14
Accumulated depreciation on deletions	-	-	54.15	-	-	0.39	-	54.54	-	-	54.54
Accumulated depreciation as at March 31, 2017	-	**670.30**	**5,888.37**	**87.78**	**47.59**	**475.46**	**1,108.97**	**8,278.47**	-	**0.35**	**8,278.82**
Net Carrying Value as at March 31, 2017	**329.82**	**961.23**	**1,177.04**	**40.32**	**8.67**	**131.87**	**96.08**	**2,745.02**	**361.14**	**0.03**	**3,106.19**
Net Carrying Value as at April 1, 2016	**329.82**	**1,037.26**	**1,326.92**	**54.31**	**8.23**	**175.19**	**115.62**	**3,047.34**	**30.38**	**0.06**	**3,077.79**

Particulars	2017-18	2016-17
Depreciation for the Year	345.41	368.14
Less : Transferred to Pre-Operative Expense	12.19	-
Net Depreciation for the Year	333.22	368.14

Pacific Industries Limited

Notes on Consolidated Ind AS Financial Statement

Note-4 Financial Asset : Investment

(Rupees in Lakhs)

Particular	Long Term		Short Term	
	31-Mar-18	31-Mar-17	31-Mar-18	31-Mar-17
I. Investment in Equity Instruments				
Quoted				
(A) Designated and carried at FVTOCI				
400 Equity Shares of Federal Bank Ltd. of Rs. 10/- each Fully Paid-up	0.36	0.37	-	-
100 Equity Shares of Liberty Shoes Ltd. of Rs. 10/- each Fully Paid-up	0.19	0.17	-	-
2,400 Equity Shares of Bharat Immunologicals Biologicals Corporation Limited of Rs. 10/- each Fully Paid-up	0.47	0.54	-	-
3,200 Equity Shares of Bajaj Finance Ltd. of Rs. 10/- each Fully Paid-up	56.63	7.04	-	-
25,300 Equity shares of Indian Oil Corporation Limited of Rs. 10/- each Fully Paid-up	44.60	-	-	-
27,700 Equity shares of Indian Oil Corporation Limited of Rs. 10/- each Fully Paid-up	-	-	48.84	-
3,79,460 Equity Shares of Aadhunik Industries Limited of Rs. 10/- each Fully Paid-up	-	-	281.94	302.64
26,000 Equity Shares of Ptc India Financial Services Limited of Rs. 10/- each Fully Paid-up	-	-	6.25	-
7,979 Equity Shares of Punjab National Bank of Rs. 2/- each Fully Paid-up	-	-	7.60	-
5,950 Equity Shares of Oriental Bank Of Commerce of Rs. 10/- each Fully Paid-up	-	-	5.45	2.16
1,900 Equity Shares of Tv18 Broadcast Limited of Rs. 2/- each Fully Paid-up	-	-	1.20	-
2,000 Equity Shares of Adaani E/P of Rs. 1/- each Fully Paid-up	-	-	-	2.18
3,000 Equity Shares of National Minerals of Rs. 1/- each Fully Paid-up	-	-	-	4.13
300 Equity Shares of Sun Pharma of Rs. 1/- each Fully Paid-up	-	-	-	2.08
(B) Designated and carried at FVTPL				
2,25,000 Equity Shares of Supernova Advertising Limited of Rs. 10/- each Fully Paid-up	-	-	535.50	-
Unquoted				
(A) Designated and carried at FVTOCI				
96,500 Equity Shares of Delite Buildpro Pvt Ltd. of Rs. 10/- each Fully Paid-up	101.11	101.11	-	-
98,500 Equity Shares of Deccan Buildwell Pvt Ltd. of Rs. 10/- each Fully Paid-up	109.65	109.65	-	-

65,135 Equity Shares of Shephali Hotel and Resorts Pvt Ltd. of Rs. 10/- each Fully Paid-up	50.21	50.21	-	-
87,700 Equity Shares of Ruby Infratech Pvt Ltd. of Rs. 10/- each Fully Paid-up	84.49	84.49	-	-
99,800 Equity Shares of Vighnahartha Vincom Pvt Ltd. of Rs. 10/- each Fully Paid-up	110.52	110.52	-	-
74,875 Equity Shares of Divya Finlease Pvt Ltd. of Rs. 10/- each Fully Paid-up	64.14	64.14	-	-

2,86,787 units of Next Orbit RE Scheme I	2,800.00	2,842.34	-	-
II. Investment in Preference Shares				
(A) Measured at Amortised Cost				
26,00,000 Convertible Redeemable Preference Shares of Ojaswi Marble & Granite Pvt Ltd. @ Rs 76/- each	1,976.00	1,976.00		
III. Investment in Government Securities				
National Saving Certificate (Pledge with the Govt.)	0.40	0.40	-	-
IV. Other Investment				
(A) Designated and carried at FVTOCI				
Investment in IFCI Portfolio	8.51	2.61	-	-
(B) Measured at Amortised Cost(Unquoted)				
Gamut Tradecom LLP (19% Share in Profit/Loss)	6.00	-	-	-
Chaitanya International Minerals LLP (15% Share in Profit/Loss)	1,385.00	-	-	-
Total	**6,798.28**	**5,349.60**	**886.78**	**313.19**

Note 4.1 Fair Value of Investments in Unquoted securities/other interest in Gamut Tradecom LLP & Chaitanya International Minerals LLP has been determined on the basis of the latest available audited financial statements of the respective investment.

Note-5 Financial Asset :Loans & Advances

Particular	Long Term		Short Term	
	31-Mar-18	31-Mar-17	31-Mar-18	31-Mar-17
Unsecured considered goods				
Deposits & Other Recoverables	6,500.29	3,651.28	0.50	8.13
Duties & Taxes Under Protest	-	-	95.38	62.15
Other Loans and Advances	-	-	3,214.33	5,594.30
Total	**6,500.29**	**3,651.28**	**3,310.21**	**5,664.58**

Note-6 Other Asset

Particular	Long Term		Short Term	
	31-Mar-18	31-Mar-17	31-Mar-18	31-Mar-17
Pre operative & Mining Development	174.27	101.09	-	-
Cenvat & Input tax credit	-	-	145.99	122.69
Advance to Vendors	-	-	408.63	346.20
Advance to Others	-	-	7.73	86.64
Advance against expenses	-	-	17.17	18.02
TDS/TCS Receivable	-	-	162.62	101.66
Prepaid Expenses	-	-	9.96	4.26
Total	**174.27**	**101.09**	**752.10**	**679.47**

Notes to the Consolidated Ind AS Financial Statement

Note-7 Inventories

Particular	31-Mar-18	31-Mar-17
(Valued at lower of cost and net realizable value)		
Raw materials	1,446.22	1,577.10
Work-in-progress;	187.65	154.56
Finished goods;	3,233.28	3,295.11
Consumable Stores and spares;	605.05	549.26
Scrap	80.28	81.59
Total	**5,552.48**	**5,657.62**

Note - 7.1 Particulars of Inventory	31-Mar-18	31-Mar-17
Manufactured Goods		
Granite Slabs		
Polished/Cut to Size	3,225.64	3,226.47
Blocks	5.60	66.59
Natural Sandstone		
Polished	2.05	2.05
Total	**3,233.28**	**3,295.11**
Work-in-Progress		
Unpolished Granite Slabs	187.65	154.56
Total	**187.65**	**154.56**

Note-8 Trade Receivable

Particular	31-Mar-18	31-Mar-17
Unsecured, considered good unless stated otherwise		
Others	5,675.34	4,754.47
Total	**5,675.34**	**4,754.47**

Note-9 Cash & Cash Equivalents

Particular	31-Mar-18	31-Mar-17
Cash and Cash Equivalents		
Balances with banks	134.27	322.55
Cash on Hand	41.45	35.34
Total	**175.72**	**357.89**

Note-10 Other Bank Balances

Particulars	31-Mar-18	31-Mar-17
Other Bank Balances (Earmarked)		
Balances with banks held as Margin Money on ILC/FLC/BG and other commitments	559.73	125.67
Total	**559.73**	**125.67**

Note-11 Other Financial Asset

Particular	31-Mar-18	31-Mar-17
Accrued Interest	3.65	3.82
Other Receivables	8,394.33	10,916.63
Total	**8,397.98**	**10,920.44**

Note-12 Equity Share Capital

Particular	31-Mar-18	31-Mar-17
Authorised		
25000000 Equity Shares of Rs. 10 each	2,500.00	2,500.00
(P.Y.25000000 Equity Shares of Rs. 10 each)		
Issued, Subscribed & Paid-up		
(1,351,500 Equity Shares	135.15	135.15
of Rs. 10/-each, fully paid up)		
(P.Y.(1,3,51,500 Equity Shares		
of Rs. 10/-each, fully paid up)		
Total	**135.15**	**135.15**

Notes to the Consolidated Ind AS Financial Statement

Note 12.1 Reconciliation of the shares outstanding at the beginning and at the end of the reporting period

Equity Shares	31-Mar-2018		31-Mar-2017	
	Number	Amount	Number	Amount
At the beginning of the period	13,51,500	135.15	13,51,500	135.15
Issued during the period	-	-	-	-
Bought back during the period	-	-	-	-
Outstanding at the end of the period	13,51,500	135.15	13,51,500	135.15

Note 12.2 Terms/ Rights attached to Equity Shares

The company has only one class of Equity shares having a par value of Rs.10 per share. Each holder of equity shares is entitled to one vote per share.
In the event of liquidation of 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 proportion to the number of equity shares held by the shareholders.

Note 12.3 Details of Shareholders holding more than 5% equity shares in the Company

Shareholder	31-Mar-18		31-Mar-17	
	Number	% Holding	Number	% Holding
Promoters and Promoter Group				
Geeta Devi Agarwal	1,90,421	14.09	1,90,421	14.09
Kapil Agarwal	1,35,635	10.04	1,35,635	10.04
	3,26,056	**24.13**	**3,26,056**	**24.13**

Note-13 Other Equity*

Description and nature of other equity:-
Retained Earnings : It represents the surplus amount available in profit and loss as retained earnings. The reserve can be distributed/ utilised by the company in accordance with the Companies Act,2013
Capital Reserve : It represents the reserve created out of consolidation.
Other Comprehensive Income: It represent the acturial gain or loss arising from the measurement of defined benefit obligation and fair value measurement of investments.
* Quantitative data mentioned in statement of changes in equity

Note-14 Long Term Borrowings

Particular	Non Current Portion		Current Maturities	
	31-Mar-18	31-Mar-17	31-Mar-18	31-Mar-17
LOANS - SECURED				
(i) Vehicle Loan				
HDFC Bank	0.21	1.31	1.09	26.49
(ii) Term Loan				
HDFC Bank	252.20	444.07	414.13	271.89
LOANS - UNSECURED				
(i) From Related parties				
From Directors	1,039.49	1,496.76	-	-
From Companies	1,217.75	540.01	-	-
(ii) From other than Related parties				
From Companies	5.89	5.45	-	-
Securities Deposits from customers	22.28	22.28	-	-
Total	**2,537.82**	**2,509.87**	**415.22**	**298.39**
The above amount includes				
Secured borrowings	252.42	445.38	415.22	298.39
Unsecured Borrowings	1,067.66	1,524.48	-	-
Amount Disclosed under Current Maturities of Long term Borrowing Under Note No.19	-	-	(415.22)	(298.39)
Total	**1,320.07**	**1,969.86**	**(0.00)**	**(0.00)**

(a) Loans from HDFC Bank for Vehicles carries interest @ 10%. The loans are repayable in 36 monthly installments and the loans are secured by hypothication of respective assets.

Notes to the Consolidated Ind AS Financial Statement

(b) Term loan from HDFC bank carries Interest @ Base Rate+1.65% (Current Base rate is 8.90 %) is secured by mortgage on property situated at village Bedla, District Udaipur and with respective Plant & Machinery and personal guarantee of some of directors of the company and the Loan is repayable in 66 monthly installments.

Note-15 Provisions

Particular	Long Term		Short Term	
	31-Mar-18	31-Mar-17	31-Mar-18	31-Mar-17
(a) Provision for Employees Benefit				
(i) Provision for Gratuity	204.49	187.71	38.02	28.91
(ii) Provision for Leave Encashment	-	-	35.19	32.92
(iii) Provision for Bonus & Ex-gratia	-	-	41.44	37.10
Total	**204.49**	**187.71**	**114.65**	**98.93**

Note 15.1 The company has made provision for gratuity based on actuarial valuation determined by Independent Actuary in accordance with IND AS-19.

Note-16 Deferred Tax Liability (Net)

Particular	31-Mar-18	31-Mar-17
Deferred Tax Liability	-	-
Deferred Tax Assets	-	-
Total	**-**	**-**

Note 16.1 The company has deferred tax assets however, management has not recognised deferred tax assets during the year in view of uncertainity of future Income available against such tax.

Note-17 Short-term Borrowings

Particular	31-Mar-18	31-Mar-17
Foreign Currency Loan	1,191.44	995.65
Buyer's Credit - HDFC	291.24	101.30
Total	**1,482.67**	**1,096.95**

The above loan from HDFC Bank which carries Interest @ LIBOR+200 bps is secured by way of Hypothecation of Inventory i.e. Raw Materials, Stock in Process, Finished Goods, Stores & Spares and Book Debts, bill whether documentary or clean,outstanding monies, receivables , both present and future, equitable motgage of properties & the facility is subject to annual renewal and it also carries an unconditional and irrevocable personal guarantees of both the Whole time directors and property holders.

Loan from HDFC Bank for PCFC working capital is secured by way of Hypothecation of company's entire stocks(Raw material,Work in progress,Finished Goods,Consumables) & book debts.

Note-18 Trade Payable

Particular	31-Mar-18	31-Mar-17
Sundry Creditors for Raw Material	4,464.60	3,762.28
Sundry Creditors for Expenses	124.33	116.28
Sundry Creditors for Others	185.27	252.51
Total	**4,774.20**	**4,131.07**

Note-19 Financial Liability - Other

Particular	31-Mar-18	31-Mar-17
Trade Payable for Capital Goods	475.94	-
Current maturities of long-term borrowings (Includes current maturities of vehicle loans)	415.22	298.39
Interest accrued but not due on Borrowings	5.16	8.00
Security deposits	10.00	0.21
Statutory Dues	34.31	78.52
Other Current Liabilities	653.78	467.87
Total	**1,594.41**	**852.99**

Note-20 Other Current Liabilities

Particular	31-Mar-18	31-Mar-17
Advances from customers	270.25	267.14
Total	**270.25**	**267.14**

Notes to the Consolidated Ind AS Financial Statement

Note-21 Current Tax Liability (net)

Particular	31-Mar-18	31-Mar-17
Provision for Income Tax	28.94	18.97
Total	**28.94**	**18.97**

Note-22 Revenue From Operation

Particular	31-Mar-18	31-Mar-17
Sale of Products		
Export Sales	4793.26	5436.36
Domestic Sales	1316.55	3655.57
Other Operating Revenue	686.19	496.90
Revenue from Operation (Gross)	**6,795.99**	**9,588.83**

Consequent to IND AS implication the sales figures of the current period as well as last periods have been recasted.

Note 22.1 Particulars of Products Sold	31-Mar-18	31-Mar-17
(i) Export Sales		
Granite Slabs	4793.26	5436.36
(ii) Domestic Sales		
Granite Slabs	1123.68	508.94
Granite Blocks	34.13	85.58
Iron Ore	153.15	99.26
Scrap Sale	5.59	13.48
Others goods		

Note-23 Other Income

Particular	31-Mar-18	31-Mar-17
Royalty & DMFT Received	8.02	1.08
Profit on Sales of Assets	13.02	20.71
Dividend Income	0.09	0.08
Interest Income	518.42	517.70
Exchange Rate Fluctuation	82.34	71.61
Reversal of Provision for Income Tax	-	0.91
Insurance Claim Received	1.68	-
Miscellaneous Income	1.42	31.43
Misc. Balances Written-Off	4.18	38.06
Total	**629.17**	**681.57**

Note-24 Cost of Materials Consumed

Particular	31-Mar-18	31-Mar-17
Raw Materials Consumed		
Opening Stock	1,577.10	1,617.70
Add: Purchases	2,081.36	2,087.82
	3,658.46	3,705.53
Less: Closing Stock	1,446.22	1,577.10
Cost of Material Consumed	**2,212.24**	**2,128.42**

Note 24.1 Particulars of Raw Materials Consumption		
Granite Block	2,212.24	2,128.42

Notes to the Consolidated Ind AS Financial Statement

Note-25 Purchase of Stock-in-Trade

Particulars	31-Mar-18	31-Mar-17
Trading Purchase	291.73	3,576.56
Total	**291.73**	**3,576.56**

Note-26 Changes in inventories of Finished Goods,

Particular	31-Mar-18	31-Mar-17
Opening Stock		
Work-in-Progress	154.56	305.63
Finished Goods	3,295.11	3,061.34
Scraps	81.59	101.91
Total [I]	**3,531.26**	**3,468.88**
Closing Stock		
Work-in-Progress	187.65	154.56
Finished Goods	3,233.28	3,295.11
Scraps	80.28	81.59
Total [II]	**3,501.20**	**3,531.26**
Change in inventories Total [I-II]	**30.05**	**(62.37)**

Note-27 Employee Benefits Expense

Particular	31-Mar-18	31-Mar-17
Salaries, Wages and Bonus	729.18	652.64
Contribution to Provident and other funds	138.78	113.02
Staff Welfare Expenses	42.88	40.86
Total	**910.84**	**806.52**

Note-28 Finance Cost

Particular	31-Mar-18	31-Mar-17
Bank Charges	13.20	18.65
Interest on Term Loan	81.74	94.96
Interest On PCFC	11.23	10.06
Interest on Others	2.17	0.06
Interest On Unsecured Loan	158.02	15.00
Total	**266.37**	**138.73**

Note-29 Depreciation and Amortisation Expenses

Particular	31-Mar-18	31-Mar-17
Depreciation	345.41	368.14
Add: Amortization Expense	0.27	0.27
Less: Transferred to Pre-Operative Expenditure	(12.19)	-
Total	**333.49**	**368.41**

Note-30 Other Expenses

Particular	31-Mar-18	31-Mar-17
Manufacturing Expenses		
Consumption of Stores, Spares & Consumables	1,393.54	1,554.28
Power & Fuel Expenses	493.48	531.47
Entry Tax	2.10	12.92
Factory Expenses	4.38	13.95
Slurry & Transportation Expenses	33.64	39.04
Repairs & Maintenance		
- Plant & Machineries	5.73	7.95
- Building	-	0.41
Mining expenses	1.38	0.34
TOTAL [A]	**1,934.27**	**2,160.36**

Administrative & Other Expenses		
Communication Expenses	25.66	29.68
Conveyance	8.57	8.46
Demand & Interest	16.82	5.84
Discount on Debt Assignment	44.66	-
Exchange Rate Fluctuation	89.00	29.96
Fees & Subscription	15.97	17.00
Festival Expenses	5.04	5.10
Gardening Expenses	0.11	0.15
Income Tax	0.32	1.51
Insurance Expenses	7.60	10.03
Legal & Professional	21.28	17.13
Loss on sale of Shares	108.40	290.02
Loss on FVTPL	390.50	-
Loss on Futures & Options Trading	2.31	-
Lease Rent	4.23	0.99
Listing, RTA & Related Expenses	4.02	3.20
Medical Exp.	1.05	0.38
Mining Development Expenses W/off	5.59	-
Miscellaneous Expenses	13.92	6.37
Office Expenses	11.93	15.67
Payment to Auditors (Refer details Below)	6.43	5.14
Penalty on Demand	2.27	1.92
Pre-operative Expenses written off	35.88	44.77
Printing & Stationary	4.47	15.36
Provision for Diminution of Investment	-	0.16
Rates & Taxes	12.10	6.39
Repairs & Maintenance (Others)	4.60	1.98
Security Service Expenses	22.75	24.30
Vehicle Running & Maintenance Expenses	31.19	37.41
Website Expenses	-	0.08
TOTAL [B]	**896.67**	**578.96**
SELLING & DISTRIBUTION EXPENSES		
Advertisement & Sales Promotion Expenses	2.03	3.26
Commission Expenses	10.57	7.35
Discount Expenses	10.37	8.06
Exhibition Expenses	33.79	19.53
Freight & Forwarding	305.43	317.44
Insurance - Marine	1.89	2.72
Marketing & Travelling Expenses	84.34	54.42
TOTAL [C]	**448.43**	**412.78**
GRAND TOTAL [A+B+C]	**3,279.36**	**3,152.11**

Note-30.1 Payment to Auditor

Particular	31-Mar-18	31-Mar-17
Audit Fees	4.30	3.18
Reimbursement of Expenses	2.13	1.96
Total	**6.43**	**5.14**

Note-31 Corporate Social Responsibility Expenditure

The company has incurred CSR expenses of Rs 3.72 lakhs in FY 2017-18 as compared to Rs 10.62 in the FY 2016-17.

Note-32 Income Tax Recognised in Statement of Profit or Loss

Particular	31/Mar/18	31/Mar/17
Current Tax		
In respect of Current year		
Regular Tax	8.60	9.37
MAT	20.34	4.65
MAT Credit	-	-
In respect of earlier year	-	-
Total Current tax	**28.94**	**14.02**
Deferred Tax	**-**	**-**

Notes to the Consolidated Ind AS Financial Statement

A reconciliation of the income tax provision to the amount computed by applying the statutory income tax rate to the income before income taxes is summarized below:

Particulars	31/Mar/18	31/Mar/17
Profit before income taxes	64.16	66.97
Enacted tax rate in India (MAT)	19.055%	19.055%
Enacted tax rate in India (Regular Tax Rate)	25.75%	25.75%
Computed expected tax expenses (MAT)	19.76	7.43
Computed expected tax expenses (Regular Tax)	8.60	9.37
Effect of Allowances for tax purpose	-	-
Effect of Non deductible expenses	-	-
Others	0.58	(2.78)
Tax expense recognised in Statement of Profit and Loss	**28.94**	**14.02**

Note-33 Earning Per Share

Particulars	31/Mar/18	31/Mar/17
Profit after tax	35.22	52.95
Weighted average no. of Equity Share Outstanding	13,51,500	13,51,500
Nominal value of Ordinary share(INR)	10.00	10.00
Basic & diluted earning per share in rupees	2.61	3.92

Note-34 Lease

The company has taken mines on Operating Lease from "Department of Mines & Geology" and minimum yearly rental is being paid which is adjusted against royalty amount, if payable.

Note-35 Employee Benefit

(A) Defined Contribution Plan:-

The Company operates defined contribution retirement benefit plans for all qualifying employees. Contributions are made to registered provident fund and Employee state insurance administered by the government. The obligation of the Company is limited to the amount contributed and it has no further contractual nor any constructive obligation.

Particulars	31/Mar/18	31/Mar/17
Contribution to provident fund and other fund recognised in Statement of Profit and Loss	83.16	50.30

(B) Defined Benefit Plan:-

Gratuity

In accordance with the provisions of Payment of Gratuity Act, 1972, the company has defined benefit plan which provides for gratuity payment. The plan provides a lump sum gratuity payment to eligible employees at retirement or termination of their employment. The amounts are based on the respective employee's last drawn salary and the year of employment with the company. The company's gratuity plan is an unfunded plan.

These plans typically expose the Company to actuarial risks such as: Actuarial Risk, Investment Risk, Liquidity Risk, Market Risk & Legislative Risk:

A. Actuarial Risk:

It is the risk that benefits will cost more than expected. This can arise due to one of the following reasons:

Adverse Salary Growth Experience : Salary hikes that are higher than the assumed salary escalation will result into an increase in Obligation at a rate that is higher than expected.

Variability in mortality rates: If actual mortality rates are higher than assumed mortality rate assumption than the Gratuity Benefits will be paid earlier than expected. Since there is no condition of vesting on the death benefit, the acceleration of cashflow will lead to an actuarial loss or gain depending on the relative values of the assumed salary growth and discount rate.

Variability in withdrawal rates: If actual withdrawal rates are higher than assumed withdrawal rate assumption than the Gratuity Benefits will be paid earlier than expected. The impact of this will depend on whether the benefits are vested as at the resignation date.

B. Investment Risk :

For funded plans that rely on insurers for managing the assets, the value of assets certified by the insurer may not be the fair value of instruments backing the liability. In such cases, the present value of the assets is independent of the future discount rate. This can result in wide fluctuations in the net liability or the funded status if there are significant changes in the discount rate during the inter-valuation period.

C. Liquidity Risk:

Employees with high salaries and long durations or those higher in hierarchy, accumulate significant level of benefits. If some of such employees resign/retire from the company there can be strain on the cashflows.

D. Market Risk:

Market risk is a collective term for risks that are related to the changes and fluctuations of the financial markets. One actuarial assumption that has a material effect is the discount rate. The discount rate reflects the time value of money. An increase in discount rate leads to decrease in Defined Benefit Obligation of the

E. Legislative Risk:

Legislative risk is the risk of increase in the plan liabilities or reduction in the plan assets due to change in the legislation/regulation. The government may amend the Payment of Gratuity Act thus requiring the companies to pay higher benefits to the employees. This will directly affect the present value of the Defined Benefit Obligation and the same will have to be recognized immediately in the year when any such amendment is effective.

No other post-retirement benefits are provided to the employees.

The actuarial valuation of the plan assets and the present value of the defined benefit obligation were carried out as at March 31, 2018 by a certified actuary of the Institute of Actuaries of India. The present value of the defined benefit obligation, and the related current service cost and past service cost, were measured using the projected unit credit method.

Assumptions:

The principal assumptions used for the purposes of the actuarial valuations are given below:

Particulars	31/Mar/18	31/Mar/17
Discount Rate	7.55%	7.25%
Future Salary growth rate	6.00%	6.00%
Rate of Return on Plan Assets	-	-
Mortality table used Indian Assured Lives Mortality (2006-08) Ultimate	10% at younger ages reducing to 2% at older ages	

Projected Benefit Obligation

Particulars	31/Mar/18	31/Mar/17
Projected benefit Obligation at beginning of the year	216.62	175.38
Interest Cost	5.37	12.78
Current Service Cost	18.24	14.22
Past Service Cost	15.19	-
Actuarial (Gain)/Loss	(2.71)	14.65
Benefits paid	(10.20)	(0.41)
Projected benefit Obligation at end of the year	**242.52**	**216.62**

Amount recognised in the Balance Sheet:

Particulars	31/Mar/18	31/Mar/17
Amount recognised in the Balance Sheet:		
Projected benefit Obligation at end of the year	242.52	216.62
Fair Value of Plan Assets as at year end	-	-
Net (Asset)/Liability recognized in the Balance Sheet	**242.52**	**216.62**

Cost of the defined benefit plan for the year:

Particulars	31/Mar/18	31/Mar/17
Current Service Cost	18.24	14.22
Interest Cost	5.37	12.78
Past Service Cost	15.19	-
Expected Return on plan Asset	-	-
Components of defined benefit cost recognised in the Statement of Profit & Loss	**38.80**	**27.01**

Remeasurement on the net defined benefit liability:

Experience Adjustment

Particulars	31/Mar/18	31/Mar/17
Present value of defined benefit obligation	242.52	216.62
Fair Value of plan assets	-	-
Balance Sheet (Liability)/ Asset	242.52	216.62
P&L (Income)/ expenses	33.39	56.30
Experience adjustment on plan liabilities (gain)/ loss	6.26	4.72
Experience adjustment on plan assets gain/ (loss)	-	-

Notes to the Consolidated Ind AS Financial Statement

Sensitivity analysis in respect of the actuarial assumptions used

Particulars	Increase	Decrease
Discount rate - 0.5%	233.73	251.90
Salary Growth rate - 0.5%	251.59	233.89
Withdrawal rate - 10%	243.73	241.22

Leave Encashment

Compensated absence liability recognised as expense for the year is Rs. 16.73 Lakhs (Previous Year Rs. 17.07 Lakhs). The said amount has been calculated by the management. It has been calculated on the basis of leaves accumulated during the year other relevant factors.

Note-36 Capital Management

The capital structure of the Company consists of net debt and total equity of the Company. The Company manages its capital to ensure that the Company will be able to continue as going concern while maximising the return to stakeholders through an optimum mix of debt and equity within the overall capital structure. The Company's risk management committee reviews the capital structure of the Company considering the cost of capital and the risks associated with each class of capital.

Note-37 Related Party Disclosures

The Company has made the following transactions with related parties as defined under the provisions of Indian Accounting Standard-24 issued by the Institute of Chartered Accountants of India & notified by MCA under Companies (Indian Accouting Standard) Rules, 2015, as amended.

List of related parties with whom transaction have taken place during the year along with the nature and volume of transaction is given below from 01.04.2017 to 31.03.2018.

Particulars	Relation
Directors & Key managerial persons & their associate concerns	
Jagdish Magniram Agarwal	Managing Director
Kapil Jagdish Agarwal	Executive Director
Geetadevi Agarwal Agarwal	Non Executive Director
Sagarmal Agarwal	Non Executive Independent Director
Jayanti Oza	Non Executive Independent Director
Vinod Choudhary	Non Executive Independent Director
Sumeet Agarwal	Non Executive Director

Enterprises owned/controlled by directors & their relatives	Relations with Directors
Geetanjali Marble	Director is Partner in the Firm
Krishna Marble	Director is Partner in the Firm
Ojaswi Marble & Granites Pvt Ltd	Director is the Director of the Company
Pacific Exports	Director is Partner in the Firm
Pacific Leasing And Research Ltd	Director is the Director of the Company
Rahul Marble Private Limited	Director is the Director of the Company
Yash Processors Ltd	Director is the Director of the Company
Geetanjali Investech Holding India Pvt Ltd	Director is the Director of the Company
M R Agarwal Holding LLP	Director is Partner in the LLP
Maheshwari Financial Services Ltd	Director is the Director of the Company
Bhola Motor Finance Pvt. Ltd.	Director is the Director of the Company
Pacific Iron Manufacturing Ltd	Director is the Director of the Company
Geetanjali Infosystems Pvt Ltd	Director is the Director of the Company
Gamut Tradecom LLP	Director is Partner in the LLP
Chaitanya International Minerals LLP	Director is Partner in the LLP

Transactions with Key management persons

Nature of transaction	31/Mar/18	31/Mar/17
Remuneration	48.00	48.00
Employer's Contribution to Provident Fund	5.76	5.76
Loan Outstanding as 31st march (Liabilities)	1,039.49	1,496.76

Out of the above items, transactions in excess of 10% of the total related party transactions are as under:		
Remuneration	**31/Mar/18**	**31/Mar/17**
Kapil Agarwal	24.00	24.00
J.P. Agarwal	24.00	24.00

Notes to the Consolidated Ind AS Financial Statement

Employer's Contribution to Provident Fund	31/Mar/18	31/Mar/17
Kapil Agarwal	2.88	2.88
J.P. Agarwal	2.88	2.88

Loan oustanding as 31st march (Liabilities)	31/Mar/18	31/Mar/17
Geeta Devi Agarwal	280.82	430.82
Kapil Agarwal	744.42	616.75
J.P. Agarwal	14.24	449.19

Enterprises owned & controlled by the Directors and their relatives

Nature of transaction	31/Mar/18	31/Mar/17
Purchase	427.10	321.51
Sales	1.89	27.32
Interest Received	500.99	449.59
Interest Paid	158.62	13.63
Trade Payables	125.55	68.90
Advance Outstanding (Assets)	9,449.85	8,963.12
Loan Outstanding (Liabilities)	1,352.03	695.98
Investments	1,391.00	-

Out of the above items, transactions in excess of 10% of the total related party transactions are as under:		
Purchase		
Krishna Marble	181.03	259.69
Rahul Marbles Private Limited	69.09	-
Pacific Iron Manufacturing Ltd	120.89	-
Pacific Exports	-	56.85
Others (Below 10%)	56.08	4.97
Sales		
Rahul Marbles Private Limited	1.89	27.32
Interest Received		
Bhola Motor Finance Pvt Ltd	495.74	449.59
Others (Below 10%)	5.25	-
Interest Paid		
Bhola Motor Finance Pvt Ltd	158.24	12.67
Others (Below 10%)	0.38	0.96
Trade Payables		
Krishna Marble	4.45	60.34
Rahul Marbles Private Limited	-	7.93
Pacific Iron Manufacturing Ltd	120.89	-
Others (Below 10%)	0.21	0.64
Advance Outstanding (Assets)		
Bhola Motor Finance Pvt Ltd	4977.98	5476.65
Geetanjali Infoystems Pvt Ltd	3908.00	3479.00
Others (Below 10%)	563.87	7.47
Loan Outstanding (Liabilities)		
Yash processors Ltd	149.39	149.39
Bhola Motor Finance Pvt Ltd	1192.63	522.67
Others (Below 10%)	10.02	23.93
Investments		
Gamut Tradecom LLP	6.00	-
Chaitanya International Minerals LLP	1385.00	-

Note-38 Debit & Credit Balances appearing under Sundry Debtors, Loans & Advances, Unsecured Loans, Sundry Creditors are subject to confirmation & reconciliation. Adjustment, if any, in these accounts will be made as & when finally reconciled & confirmed. Trade Receivables & Trade Payables have been taken at their book value after making necessary adjustment on account of foreign exchange fluctuation except in case of some old balances lying in account.

Notes to the Consolidated Ind AS Financial Statement

Note-39 Contingent Liabilities/Commitments, Contingent Assets & Pending Litigations

Contingent Liabilities

(A) Claims against the company not acknowledged as debt.

A.1 Demand of Rs 8.66 lacs against which the company has deposited Rs 8.66 lacs under Central Excise act against which the company has filed an appeal.

A.2 Service Tax refund claim rejection of Rs 11.02 lacs against which the company is persuing the matter with concerned department.

A.3 The company has a total demand of Rs. 15.21 lacs for Entry Tax out of which the company has deposited Rs. 7.60 Lacs under protest. For rest of the amount of Rs 7.61 Lacs the company is persuing the matter with concerned department.

A.4 The company has a total demand of Rs. 43.89 lacs from Sales Tax Department against which the company has deposited Rs. 21.95 Lacs under protest. For rest of the amount of Rs 21.95 Lacs the company is persuing the matter with concerned department.

A.5 Demand Raised by the Central Excise Commissionerate of Rs 1.11 Crores against which Rs 55.96 Lacs is deposited by the company.The Said Matter has been taken to the High Court and the petition is still pending.

A.6 Demand Raised by the Central Excise Commissionerate of Rs 58.66 Lacs against which Rs 4.40 Lacs is deposited by the company against which the company has filed an appeal.

A.7 The company has a total demand of Rs. 78.39 lacs of Custom Duty out of which the company has deposited Rs. 5.88 Lacs under protest against which the company has filed an appeal.

A.8 The company has a total demand of Rs. 1095.52 Lacs (555.14 Lacs for the AY 15-16, 255.02 Lacs for AY 14-15 & 285.35 Lacs for AY 11-12) for which company has filed an appeal before CIT (Appeal) and CIT (Appeal) has given the relief by the order passed by him. The Income Tax Department has filed an appeal before ITAT against the order of CIT (Appeal). The company has deposited Rs. 28.50 Lacs under protest for the aforesaid matter.

(B) Other Contingents Liabilities

B.1 Show cause notice received from excise authorities of Rs 1.02 crore in respect of excise duty imposed on ground of availing wrong benefit of exemption notification on imported marble blocks, however no demand has been received from the excise authorities against the same and based on the legal opinion obtained, the company does not expect any liability on this account.

B.2 Show Cause notice received from excise authorities of Rs 4.94 crore in respect of custom duty under the provision of Custom Act 1962 imposed on ground of availing wrong benefit of exemption notification on imported marble blocks. However no demand has been received from the Custom authorities against the same and based on the legal opinion obtained, the company does not expect any liability on this account.

Commitments

Estimated amount of contracts remaining to be executed on capital account and not provided for

(C) Contingent Assets - Nil

Note 40: Fair Value Measurement

The following table shows the carrying amounts and fair values of Investments including their levels in the fair value hierarchy.

Financial assets	Fair Value as at		Fair Value Hierarchy	Valuation techniques & key inputs used
	31/Mar/18	31/Mar/17		
Investments in quoted equity instruments at FVTOCI	462.04	323.92	**Level-1**	Quoted market price in an active market
Investments in quoted equity instruments at FVTPL	535.50	-	**Level-2**	Quoted market price in an active market
Investments in unquoted instruments at FVTOCI	3,320.12	3,362.46	**Level-3**	Refer Note (a) & (d) Below
Investments in unquoted instruments at Amortized Cost	3,367.40	1,976.40	**Level-4**	Refer Note (b) & (c)Below
Total	**7,685.06**	**5,662.79**		

There were no changes in the fair value hierarchy levels in the above periods.

(a) Upon the application of IND AS 109, the Company has chosen to designate these investments in equity instruments as at FVTOCI/FVTPL respectively.

(b) Investment in Subsidiaries, NSC, and LLP is Valued at Cost as the company has opted to adopt cost method as per IND AS.

(c) Upon the application of IND AS 109, the Company has chosen to designate the investments in Preference share instruments at amortised cost.

(d) Investment in Next Orbit Fund has been designated at NAV & routed through FVTOCI.

Fair values for financial instruments carried at amortised cost approximates the carrying amount, accordingly the fair values of such financial assets and financial liabilities have not been disclosed separately.

Notes to the Consolidated Ind AS Financial Statement

Particulars	31-Mar-18		31-Mar-17	
	Amortised cost	Carrying value	Amortised cost	Carrying value
Financial Assets				
(i) Trade receivables	5,675.34	5,675.34	4,754.47	4,754.47
(ii) Loans	9,810.50	9,810.50	9,315.87	9,315.87
(iii) Others	8,397.98	8,397.98	10,920.44	10,920.44
(iv) Cash & Cash Equivalents	175.72	175.72	357.89	357.89
Total	**24,059.54**	**24,059.54**	**25,348.67**	**25,348.67**
Financial Liabilities				
(i) Borrowings	4,020.49	4,020.49	1,096.95	1,096.95
(ii) Trade payables	4,774.20	4,774.20	4,131.07	4,131.07
(iii) Other financial liabilities	1,594.41	1,594.41	852.99	852.99
Total	**10,389.11**	**10,389.11**	**6,081.01**	**6,081.01**

The Company maintains policies and procedures to value financial assets or financial liabilities using the best and most relevant data available. The fair values of the financial assets and liabilities are included at the amount that would be received to sell an asset or paid to transfer a liability in an orderly transaction between market participants at the measurement date. The following methods and assumptions were used to estimate the fair values:

1) Fair value of cash and deposits, trade receivables, trade payables, and other current financial assets and liabilities approximate their carrying amounts largely due to the short-term maturities of these instruments, however there is a change in the fair value of Investments the gain/loss on which has been recognised according to the accounting policies.

Note 41: Financial Risk Management

Financial risk management policy and objectives

The key objective of the Company's financial risk management is to ensure that it maintains a stable capital structure with the focus on total equity to uphold investor, creditor, and customer confidence and to ensure future development of its business. The Company is focused on maintaining a strong equity base to ensure independence, security, as well as financial flexibility for potential future borrowings, if required without impacting the risk profile of the Company.

Company's principal financial liabilities, comprise Borrowings from Banks, trade and other payables. The main purpose of these financial liabilities is to finance Company's operations and plant expansion. Company's principal financial assets include investments, trade and other receivables, deposits with banks and cash and cash equivalents, that derive directly from its operations.
Company is exposed to market risk, credit risk and liquidity risk.
The Company's Board oversees the management of these risks. The Company's Board is supported by senior management team that advises on financial risks and the appropriate financial risk governance framework for the Company. The senior management provides assurance to the Company's Board that the Company's financial risk activities are governed by appropriate policies and procedures and that financial risks are identified, measured and managed in accordance with the Company's policies and risk objectives.
The Board of Directors reviews and agrees policies for managing each of these risks, which are summarised below.

i) Market risk

Market risk is the risk that the fair value of future cash flows of a financial instrument will fluctuate because of changes in market prices. Market risk comprises three types of risk interest rate risk, currency risk and price risk. Financial instruments affected by market risk include investments in equity shares, security deposits, trade and other receivables, deposits with banks and financial liabilities.

The sensitivity analysis in the following sections relate to the position as at 31 March 2018 and 31 March 2017. The sensitivity of the relevant income statement item is the effect of the assumed changes in respective market risks.

a) Foreign currency risk

Foreign currency risk is the risk that fair value or future cash flows of a financial instrument will fluctuate because of changes in foreign exchange rate. The company is exposed to foreign exchange risk arising from foreign currency transactions primarily to USD & EURO. Company do not enter into any derivative instrument in order to hedge its foreign currency risks.

Foreign currency sensitivity

The following tables demonstrate the sensitivity to a reasonably possible change by 5% in USD & EURO exchange rates, with all other variables held constant.

Financial Exposure	31/Mar/18	31/Mar/17
Financial liabilities:		
USD Converted in Rupees	1,681.21	1,105.89
EURO Converted in Rupees	411.12	34.98
Net exposure	**2,092.33**	**1,140.87**

Notes to the Consolidated Ind AS Financial Statement

Sensitivity Analysis

Currency	5% increase		5% decrease	
	31-Mar-18	31-Mar-17	31-Mar-18	31-Mar-17
USD	84.06	55.29	(84.06)	(55.29)
EURO	20.56	1.75	(20.56)	(1.75)

b) Interest rate risk

Interest rate risk is the risk that changes in market interest rates will lead to change in interest income and expense for the Company. In order to optimize the Company's position with regards to interest income & expense and to manage the interest risk, the Company performs comprehensive interest risk management by balancing the proportion of fix & variable rate financial instruments.

Particulars	31-Mar-18	31-Mar-17
Fixed rate instruments		
Fixed deposit with Banks	559.73	125.67
Borrowings		
Vehicle loans	1.31	27.80
Variable rate instruments		
Borrowings		
Term Loan (HDFC)	666.33	715.97
Foreign Currency Loan	1,191.44	995.65
Buyer's Credit	291.24	101.30

Sensitivity analysis:

A change in 50 basis point in interest rate at the reporting date would have increase/(decrease) Profit or Loss by the amount shown below.

This analysis assumes that all other variables, remain constant.

Particulars	31-Mar-18		31-Mar-17	
	Increase	Decrease	Increase	Decrease
Interest rate - increase/decrease by 50 basis point	10.75	(10.75)	9.06	(9.06)

c) Commodity Risk

Commodity risk is defined as the possibility of financial loss as a result of fluctuation in price of Raw Material/Finished Goods and change in demand of the product and market in which the company operates. The Company is exposed to the movement in price of key raw materials in domestic and international markets. The Company has in place policies to manage exposure to fluctuations in the prices of the key raw materials used in operations. The company forecast annual business plan and execute on monthly business plan. Raw material procurement is aligned to its monthly/annual business plan and inventory position is monitored in accordance with future price trend.

ii) Credit risk

Credit risk refers to the risk of default on its obligation by the counterparty resulting in a financial loss. The Company is exposed to credit risk mainly from its operating activities (primarily trade receivables) and from its financing activities, including deposits with banks.

Credit risk on trade receivables is managed by the Company through credit approvals, establishing credit limits and continuously monitoring the creditworthiness of customers to which the Company grants credit terms in the normal course of business. The Company has no concentration of risk as customer base in widely distributed both economically and geographically.

An impairment analysis is performed at each reporting date on an individual basis for major clients. In addition, a large number of minor receivables are grouped into homogenous groups and assessed for impairment collectively. The calculation is based on exchange losses historical data. The maximum exposure to credit risk at the reporting date is the carrying value of each class of financial assets. The Company does not hold collateral as security. The Company uses expected credit loss model to assess the impairment loss or gain. The Company uses a provision matrix to compute the expected credit loss allowance for trade receivables. The provision matrix takes into account available external and internal credit risk factors such as financial condition, ageing of outstanding and the Company's historical experience for customers.

a) Financial instruments and cash deposits

Credit risk from balances with banks and financial institutions is managed by the Company's treasury department in accordance with Company's policy. Investments of surplus funds are made only with approved counterparties and within credit limits assigned to each counterparty. Company monitors rating, credit spreads and financial strength of its counter parties. Company monitors ratings, credit spread and financial strength of its counter parties. Based on ongoing assessment Company adjust it's exposure to various counterparties. Company's maximum exposure to credit risk for the components of balance sheet is the carrying amount as disclosed in Note 41.

Credit risk exposure

The following table shows the maximum exposure to the credit risk at the reporting date :

Particulars	31-Mar-18		31-Mar-17	
	Non Current	Current	Non Current	Current
Loans	6,500.29	3,310.21	3,651.28	5,664.58
Trade Receivables	-	5,675.34	-	4,754.47
Bank Balance	-	134.27	-	322.55
Other financials assets	-	8,397.98	-	10,920.44
Total	**6,500.29**	**17,517.80**	**3,651.28**	**21,662.05**

Following are the ageing related to above mentioned trade receivables.

Particulars	31/Mar/18		31/Mar/17	
	<6 months	>6months	<6 months	>6months
Trade Receivables	1,436.11	4,239.24	3,159.83	1,594.64

Liquidity risk is the risk that the Company may not be able to meet its present and future cash flow obligations without incurring unacceptable losses. Company's objective is to, at all time maintain optimum levels of liquidity to meet its cash requirements. Company closely monitors its liquidity position and deploys a robust cash management system. It maintains adequate sources of financing including overdraft, debt from banks at optimised cost and cash flow from operations.

The table summarises the maturity profile of Company's financial liabilities based on contractual undiscounted payments.

Particulars	31-Mar-18		31-Mar-17	
	Within 1 year	>1 years	Within 1 year	>1 years
Borrowings	1,482.67	2,537.82	1,096.95	2,509.87
Other liabilities	1,594.41	-	852.99	-
Trade and other payable	4,774.20	-	4,131.07	-

Note-42 First Time Adoption of Ind AS

These are company's first standalone financial statements prepared in accordance with Ind AS. For the purposes of transition to Ind AS, the Company has followed the guidance prescribed in Ind AS 101 "First Time adoption of Indian Accounting Standard", with April 01, 2016 as the transition date and IGAAP as the previous GAAP.

The transition to Ind AS has resulted in changes in the presentation of the financial statements, disclosures in the notes thereto and accounting policies. The accounting policies set out in Note 2 have been applied in preparing the financial statements for the year ended March 31, 2018 and the comparative information. An explanation of how the transition from previous GAAP to Ind AS has affected the Company's Balance Sheet and Statement of Profit and Loss, is set out in Note 42.2 and 42.3 Exemptions on first time adoption of Ind AS availed in accordance with Ind AS 101 have been set out in Note 42.1.

Note-42.1 Exemptions availed on first time adoption of Ind-AS 101

The Company has opted to consider the carrying value of all items of Property, plant & equipment recognised in the financial statement prepared under previous GAPP and use the same as deemed cost in the opening Ind AS balance sheet.

An entity's estimates in accordance with Ind ASs at the date of transition to Ind AS shall be consistent with estimates made for the same date in accordance with previous GAAP (after adjustments to reflect any difference in accounting policies), unless there is objective evidence that those estimates were in error.

Ind AS estimates as at 1 April 2016 are consistent with the estimates as at the same date made in conformity with previous GAAP. The Company made estimates for Impairment of financial assets based on expected credit loss model in accordance with Ind AS at the date of transition as these were not required under previous GAAP.

Notes to the Consolidated Ind AS Financial Statement

Note 42.2 Equity reconciliation

Sr. No.	Particulars	Note No	Balance Sheet as at March 31, 2017		
			Indian GAAP	Ind AS Adjustments	Ind AS
	ASSETS				
(1)	**Non-current assets**				
	(a) Property, Plant and Equipment		2,745.02	-	2,745.02
	(b) Capital work-in-progress		361.14	-	361.14
	(c) Intangible Assets		0.03	-	0.03
	(d) Financial Assets				
	(i) Investments	1	4,874.94	474.66	5,349.60
	(ii) Loans		3,651.29	-	3,651.29
	(e) Other non-current assets		101.09	-	101.09
	Total non-current assets		**11,733.51**	**474.66**	**12,208.17**
(2)	**Current assets**				
	(a) Inventories		5,657.62	-	5,657.62
	(b) Financial Assets				
	(i) Investments	1	308.23	4.96	313.19
	(ii) Trade receivables		4,754.47	-	4,754.47
	(iii) Cash and cash equivalents		357.90	-	357.90
	(iv) Bank balance other than (iii) above		125.67	-	125.67
	(v) Loans		5,664.58	-	5,664.58
	(vi) Others		10,920.44	-	10,920.44
	(c) Other current assets		679.47	-	679.47
	Total current assets		**28,468.38**	**4.96**	**28,473.34**
	Total assets		**40,201.89**	**479.62**	**40,681.51**
	EQUITY AND LIABILITIES				
	Equity				
	(a) Equity Share capital		135.15	-	135.15
	(b) Other Equity	2	30,903.11	479.62	31,382.73
	Total equity		**31,038.26**	**479.62**	**31,517.88**
	LIABILITIES				
(1)	**Non-current liabilities**				
	(a) Financial Liabilities				
	(i) Borrowings		2,509.87	-	2,509.87
	(b) Provisions		187.71	-	187.71
	Total non-current liabilities		**2,697.58**	**-**	**2,697.58**
(2)	**Current liabilities**				
	(a) Financial liabilities				
	(i) Borrowings		1,096.95	-	1,096.95
	(ii) Trade payables		4,131.07	-	4,131.07
	(iii) Other financial liabilities		852.99	-	852.99
	(b) Other current liabilities		267.14	-	267.14
	(c) Provisions		98.93	-	98.93
	(d) Current tax liabilities (net)		18.97	-	18.97
	Total current liabilities		**6,466.05**	**-**	**6,466.05**
	TOTAL EQUITY AND LIABILITIES		**40,201.89**	**479.62**	**40,681.51**

Explanations for reconciliation of Balance Sheet as previously reported under IGAAP to INDAS:-

1) The company has opted to revalue it's investments at fair market value as per Ind AS-109. The company has also opted to consider all investments at fair value through other comprehensive income.

2) Provision for Gratuity has been revalued as per the Actuarial Report.

3) The impact of all Ind AS adjustements have been reflected in other equity.

Notes to the Consolidated Ind AS Financial Statement

Note - 42.3 Profit and loss reconciliation

	Particulars	Note No	Year ended March 31, 2017		
			As per Indian GAAP	Adjustments	As per IND AS
I	Revenue from Operations		9,588.83	-	9,588.83
II	Other Income		681.57	-	681.57
III	**Total Revenue(I+II)**		**10,270.40**	**-**	**10,270.40**
IV	**EXPENSES**				
	Cost of Material Consumed		2,128.42	-	2,128.42
	Purchase of Stock in Trade		3,576.56	-	3,576.56
	Changes in inventories of finished goods, Work in progress & Stock in Trade		(62.37)	-	(62.37)
	Employee benefit expense		821.16	(14.65)	806.52
	Finance cost		138.73	-	138.73
	Depreciation expense		368.41	-	368.41
	Other expense		3,152.11	-	3,152.11
	Excise on Sales		87.46		87.46
	Total expense		**10,210.48**	**(14.65)**	**10,195.83**
V	**Profit before exceptional items and tax (III-IV)**		59.92	14.65	74.57
VI	Exceptional items		7.60	-	7.60
VII	**Profit before tax (V-VI)**		52.32	14.65	66.97
	Tax expense :				
	Current tax		14.02	-	14.02
	Deferred tax		-	-	-
VIII	**Profit of the year**		**38.30**	**14.65**	**52.96**
IX	**Other Comprehensive Income**				
	(i) Items that will not be reclassified to profit or loss	4	-	457.23	457.23
	(ii) Income tax relating to items that will not be reclassified to profit or loss		-	-	-
			-	-	-
	(iii) Items that will be reclassified to profit or loss		-	-	-
	(iv) Income tax relating to items that will be reclassified to profit or loss		-	-	-
			-	-	-
	Total Comprehensive Income(VIII+IX)		**38.30**	**471.88**	**510.18**

Note : 43 The Consolidated Financial Statements present the Consolidated Accounts of Pacific Industries Limited with its following Subsidiaries and step down subsidiaries:

Name	Country	Nature of Business	Percentage of Holding by Pacific Industries Ltd(%)	
			31/Mar/18	31/Mar/17
Direct(Subsidiary)				
Gist Minerals Technologies Limited	India	Trading	100%	100%
Gaze FashionTrade Limited	India	Trading	100%	100%
Indirect(Step-down Subsidiary)				
Radhika Vyapaar Private Limited(Subsidiary of Gaze FashionTrade Limited)	India	Trading & Investment	100%	100%
Saha Coloured & Flavour Spirit Manufacturer Private Limited(Subsidiary of Gist Minerals Technologies Limited)	India	Trading & Investment	100%	100%
Biswas Solar Instrument Private Limited(Subsidiary of Gaze FashionTrade Limited)	India	Trading & Investment	100%	100%
Blood Hound Security Company Private Limited(Subsidiary of Gaze FashionTrade Limited)	India	Trading & Investment	100%	100%

Notes to the Consolidated Ind AS Financial Statement

Name of the entity in the Group	Net Assets i.e. Total assets minus Total liabilities		Share in Profit or Loss		Share in Other Comprehensive income		Share in Total Comprehensive Income	
	As % of Consolidated Net Assets	Amount	As % of consolidated profit or Loss	Amount	As % of consolidated Other Comprehensive Income	Amount	As % of Total Comprehensive Income	Amount
Holding company:								
Pacific Industries Limited	19.85%	6253.32	312.66%	110.12	-87.65%	50.37	-721.41%	160.49
Subsidiaries (Indian):								
Gist Minerals Technologies Limited	0.15%	47.93	-3.47%	(1.22)	221.21%	-127.12	576.90%	(128.34)
Gaze FashionTrade Limited	0.70%	219.90	-7.61%	(2.68)	4.04%	-2.32	22.49%	(5.00)
Radhika Vyapaar Private Limited	7.63%	2403.83	-39.52%	(13.92)	-78.08%	44.87	-139.11%	30.95
Saha Coloured & Flavour Spirit Manufacturer Private Limited	28.79%	9066.64	-174.45%	(61.44)	-77.62%	44.60	75.68%	(16.84)
Biswas Solar Instrument Private Limited	24.54%	7727.88	8.00%	2.82	0.00%	0.00	-12.67%	2.82
Blood Hound Security Company Private Limited	18.34%	5776.13	4.40%	1.55	118.10%	-67.87	298.11%	(66.32)

Note : 44 SEGMENT REPORTING

Company has considered business segment as the primary segment for disclosure. The business segments are Marble & Granite, Trading other than Marble & Granite, Investment & Related Activities & Other Services.

S. No.	PARTICULARS	FOR THE YEAR ENDED	
		31.03.2018	31.03.2017
1	**Segment Revenue**		
	A. Marble & Granites(Net)	5373.08	4985.61
	B. Trading Other than Marble & Granite	153.15	3377.61
	C. Investment & Related Activities	712.62	547.41
	D. Others Income/Services	722.00	661.25
	Total	**6960.85**	**9571.88**
	Less: Inter-Segment Revenue	164.86	81.95
	Revenue From Operations(Excluding Other Income)	**6795.99**	**9489.93**
2	**Segment Results**		
	Profit/Loss Before Charging Unallocable Expenditures		
	A. Marble & Granites	(91.58)	(145.07)
	B. Trading Other than Marble & Granite	45.17	77.94
	C. Investment & Related Activities	22.28	(2.41)
	D. Others Income/Services	354.65	275.24
	Unallocable Expenses (Tax + Finance Cost)	295.30	152.75
	Net Result	**35.22**	**52.95**
3	**Segment wise capital employed (Segment Assets- Segment Liabilities)**		
	A.Marble & Granites	6,897.57	7,566.57
	B. Trading Other than Marble & Granite	191.65	28.99
	C. Investment & Related Activities	26,455.80	26,293.07
	D. Others Income/Services	488.42	139.12
	Total	**34,033.44**	**34,027.75**

Notes to the Consolidated Ind AS Financial Statement

45 STANDARDS ISSUED BUT NOT YET EFFECTIVE

On March 28, 2018, Ministry of Corporate Affairs ("MCA") has notified the Companies (Indian Accounting Standards) Amendment Rules, 2018 for following standards to be effective from 1 April 2018:

Ind AS 115 - Revenue from Contracts with Customers

Ind AS 115 will supersede the current revenue recognition guidance including Ind AS 18 Revenue, Ind AS 11 Construction Contracts and the related interpretations. Ind AS 115 provides a single model of accounting for revenue arising from contracts with customers based on the identification and satisfaction of performance obligations.

Ind AS 21, Foreign currency transactions and advance consideration:

Appendix B to Ind AS 21, Foreign currency transactions and advance consideration which clarifies the date of the transaction for the purpose of determining the exchange rate to use on initial recognition of the related asset, expense or income, when an entity has received or paid advance consideration in a foreign currency.

Application of above standards are not expected to have any significant impact on the Company's Financial Statements.

46 The previous year's figures have been regrouped, rearranged and reclassified to conform to current year Ind-AS presentation requirements.

For and on behalf of Board of Directors
Pacific Industries Limited

Sd/-	**Sd/-**
J.P. Agarwal	**Kapil Agarwal**
(Chairman & Managing Director)	**(Executive Director & CFO)**
DIN: 00386183	**DIN: 00386298**

Sd/-
Khushbu Sethi
Company Secretary
PAN : GEKPS4863F

As per our Report of even date
For Ravi Sharma & Co.
Chartered Accountants
(FRN 015143C)

Sd/-
(Paras Bhatia)
Partner
M.No. 418196
Date: 30th May 2018
Place: Udaipur

Form No. MGT-11
PROXY FORM
[Pursuant to section 105(6) of the Companies Act, 2013 and rule 19(3) of the Companies (Management and Administration) Rules, 2014]

29th Annual General Meeting – 29th September 2018

Name of the Member(s):
Registered Address:
E-mail Id:
Folio No /Client ID:
DP ID:

I/We, being the member(s) of _____shares of the above named company. Hereby appoint

Name :	E-mail Id:
Address:	
Signature , or failing him	

Name :	E-mail Id:
Address:	
Signature , or failing him	

Name :	E-mail Id:
Address:	
Signature , or failing him	

as my/ our proxy to attend and vote(on a poll) for me/us and on my/our behalf at the 29th Annual General Meeting of the company, to be held on Saturday the 29th September, 2018 at 10.00 a.m. at Village : Survey No. 13, Kempalingahalli, Nelamangala Taluk (Rural), Bangalore - 562123 (Karnataka) and at any adjournment thereof in respect of such resolutions as are indicated below:

Sl. No.	Resolutions	Vote	
	Ordinary Business:	**For**	**Against**
1.	To receive, consider and adopt the Audited Financial Statements of the Company for the financial year ended 31st March 2018, together with the Reports of the Board of Directors and Auditors thereon		
2.	Re- appointment of Mr. Kapil Agarwal (DIN: 00386298) who retires by rotation, and being eligible offers himself for re-appointment		
3.	Ratification of Appointment of Statutory Auditors		
	Special Business		
4.	Investment(s), Loans, Guarantee and Security in excess of limits specified under section 186 of Companies Act, 2013		
5.	Re-appoint Shri Sagarmal Agarwal as an independent Director of the Company		
6.	Re-appoint Shri Jayanti Hiralal Oza as an independent Director of the Company		

Signed this _____day of _____2018

Signature of Shareholder

Affix Revenue Stamps

Signature of First Proxy holder Signature of Second Proxy holder Signature of Third Proxy holder

Note:

1) This form of proxy in order to be effective should be duly completed and deposited at the Registered Office of the Company not less than 48 hours before the commencement of the Meeting.

2) The proxy need not be a member of the company

PACIFIC INDUSTRIES LIMITED

Registered Office : Survey No. 13, N.h. 48, Kempalinganahalli Village,
Nelamangala Taluk, Bangalore-Karnataka 562123
Tel No. : +91-8027723004 ; Fax : +91-8027723005
Corporate Office: Village Bedla,P.O. Box 119, Udaipur-313001,
Tel No. +91-294-2440196, 2440388 ; Fax : +91-294-2440780
Email : pacificinvestor@rediffmail.com ; Website : www.pacificindustriesltd.com
CIN : L14101KA1989PLC062041

29th ANNUAL GENERAL MEETING
ATTENDANCE SLIP

Name & Registered Address of the Member Ledger Folio No./DP ID/ Client ID : No. of Share (s) :

I/ we hereby record my / our presence at the 29th Annual General Meeting of the company, to be held on Friday the 29th September, 2018 at 10.00 a.m. at Survey No. 13, N.H. 48 Kempalingahalli,Village, Nelamangala Taluk (Rural),Bangalore – 562123 (Karnataka)

Name of the Shareholders (In block Letters) Signature

NOTE: Please complete the Attendance slip and hand it over at the entrance of the Meeting Hall

ELECTRONIC VOTING PARTICULARS

EVEN (E-voting Eevent Number)	USER ID	PASSWORD

PACIFIC INDUSTRIES LIMITED

Registered Office : Survey No. 13, N.h. 48, Kempalinganahalli Village,
Nelamangala Taluk, Bangalore-Karnataka 562123
Tel No. : +91-8027723004 ; Fax : +91-8027723005
Corporate Office: Village Bedla,P.O. Box 119, Udaipur-313001,
Tel No. +91-294-2440196, 2440388 ; Fax : +91-294-2440780
Email : pacificinvestor@rediffmail.com.com ; Website : www.pacificindustriesltd.com
CIN : L14101KA1989PLC062041

BALLOT FORM

(To be returned to Scrutinizer appointed by the Company)

Name of the Member(s)	
Address	
Email ID	
DP ID Client Id/ Folio No.	
No. of Shares held	

I/We hereby exercise my/our vote in respect of the Ordinary Resolution(s)/ Special Resolution(s) as specified in the Notice of Pacific Industries Limited dated 06th September, 2018 to be passed at the Annual General Meeting of the Company, for the businesses stated in the said notice by conveying my/our assent or dissent to the said resolution in the relevant box below:

Resolution No.	Resolution	Type of resolution (Ordinary/ Special)	I/We assent to the resolution (For)	I/We dissent to the resolution (Against)	I/We abstain to vote on the resolution (Abstain)
	Ordinary Business				
1.	To receive, consider and adopt the Audited Financial Statements of the Company for the financial year ended 31st March 2018, together with the Reports of the Board of Directors and Auditors thereon	Ordinary			
2.	Re- appointment of Mr. Kapil Agarwal (DIN: 00386298) who retires by rotation, and being eligible offers himself for re-appointment	Ordinary			
3.	Ratification of Appointment of Statutory Auditors	Ordinary			
	Special Business				
4.	Investment(s), Loans, Guarantee and Security in excess of limits specified under section 186 of Companies Act, 2013.	Special			
5.	Re-appoint Shri Sagarmal Agarwal as an independent Director of the Company	Special			
6.	Re-appoint Shri Jayanti Hiralal Oza as an independent Director of the Company	Special			

Date :
Place : Signature of Member

PACIFIC INDUSTRIES LIMITED

Registered Office : Survey No. 13, N.h. 48, Kempalinganahalli Village,
Nelamangala Taluk, Bangalore-Karnataka 562123
Tel No. : +91-8027723004 ; Fax : +91-8027723005
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CIN : L14101KA1989PLC062041

E-COMMUNICATION REGISTRATION FROM

Folio No. (For Physical Shares) : _____
Name of 1st Registered Holder : _____
Name(s) of Joint holder(s) : _____
Registered Address : _____
E-Mail ID (to be registered) : _____
Phone No./ Mobile no. : _____

I/We, Shareholder(s) of Pacific Industries Limited agrees to receive communication from the company in electronic mode. Please register my/Our above e-mail in your records for sending communication through e-mail.

Signature of Shareholder(s) 1. _____ __2._____3._____
(as appearing in the Company's records)

Date:

Notes:

1. Shareholder(s) is/are requested to keep the Company informed as and when there is any change in the e-mail address.
2. In case, shares are held in electronic from, kindly register your email particulars with your Depository Participant.

PACIFIC INDUSTRIES LIMITED (PIL)

Route Map for Venue of 29th Annual General Meeting (AGM)



Venue of AGM
Survey No. 13, N.h. 48, Kempalinganahalli Village,
Nelamangala Taluk, Bangalore-Karnataka 562123



PACIFIC
INDUSTRIES LTD. INDIA

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CAPEXIL

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M/S. PACIFIC INDUSTRIES LIMITED, UDAIPUR

in recognition of their export achievement in respect of

Granite / Marble Slabs

for the year 2009-2010


CAPEXIL

CERTIFICATE OF EXPORT RECOGNITION

Certificate of Merit

presented to

Mfg. Pacific Industries Pvt. Ltd.

Udaipur

in recognition of their export achievement in respect of

Granite, Marble Blocks, Slabs & Tiles

for the year 2006-2007


भारत सरकार

GOVERNMENT OF INDIA

वाणिज्य एवं उद्योग मंत्रालय

MINISTRY OF COMMERCE & INDUSTRY

वाणिज्य एवं उद्योग मंत्रालय, वि० आ० वे०/नि० ए०

OFFICE OF THE DEVELOPMENT COMMISSIONER, SEZ/EOU

मान्यता प्रमाण पत्र

Certificate of Recognition

स्टार निर्यात सदन

STAR EXPORT HOUSE

मैसर्स _____

(आई ई सी सं. _____ और आयकर पैन सं. _____)

को निर्देश आयात नीति, 2004-2009 के प्रावधानों के अनुसार स्टार निर्यात सदन का स्तर प्रदान किया जाता है। यह प्रमाण पत्र 1 अप्रैल _____ से 31 मार्च _____ तक _____ वर्षों की अवधि के लिए वैध है।

M/s PACIFIC INDUSTRIES LTD., VILLAGE : BEDLA, UDAIPUR-313001

(IEC No. 1390001907 and Income Tax PAN No. AAACP3015R....) are hereby accorded the status of Star Export House in accordance with the provisions of the Foreign Trade Policy, 2004-2009. This Certificate is valid for a period of 5 years effective from 1st April 2009 to 31st March 2014

No. B-2251

Date 17/12/09

Place Noida

(फाइल सं. / FILE NO.)

DEVELOPMENT COMMISSIONER,
SPECIAL ECONOMIC ZONE/
EXPORT ORIENTED UNIT

PACIFIC
INDUSTRIES LTD. INDIA
www.pacificgranites.com

If undelivered please return to:

CORPORATE OFFICE & FACTORY :
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