

INDEPENDENT AUDITORS' REPORT
TO THE MEMBERS OF ITDL IMAGETEC LIMITED

Report on the Financial Statements

- 1 We have audited the accompanying standalone financial statements of **ITDL IMAGETEC LIMITED** ("the Company"), which comprises the Balance Sheet as at 31st March, 2017, the Statement of Profit and Loss and the Cash Flow Statement for the year then ended and a summary of significant accounting policies and other explanatory information which we have signed under reference to this report.

Management's responsibility for the Financial Statements

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

Auditors' Responsibility

- 3 Our responsibility is to express an opinion on these financial statements based on our audit. We have taken into account the provisions of the Act, the accounting and auditing standards and matters which are required to be included in the audit report under the provisions of the Act and the Rules made there under. We conducted our audit in accordance with the Standards on Auditing specified under Section 143 (10) of the Companies Act, 2013. Those Standards require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether the financial statements are free from material misstatements.
- 4 An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the Company's preparation and fair presentation of the financial statements in order to design the audit procedures that are appropriate in the circumstances. An audit also includes evaluating the appropriateness of accounting policies used and reasonableness of the accounting estimates made by the management, as well as evaluating the overall presentation of the financial statements.



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

Opinion

6. In our opinion and to the best of our information and according to the explanations given to us, the 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:
- (i) in the case of the Balance Sheet, of the state of affairs of the Company as at 31st March, 2017;
 - (ii) in the case of the Statement of Profit and Loss, of the Profit of the Company for the year ended on that date; and
 - (iii) in the case of Cash Flow Statement, of the Cash Flows of the Company for the year ended on that date.

Report on Other Legal and Regulatory Requirement


7. As required by the Companies (Auditor's Report) Order, 2016 ('Order'), issued by the Central Government of India in terms of sub-section (11) of section 143 of the Act, we enclose in the Annexure 'A' a statement on the matters specified in paragraphs 3 and 4 of the said Order.
8. 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 accounts as required by the law have been kept by the Company, so far as appears from our examination of those books;
 - c. the Balance Sheet, Statement of Profit and Loss and Cash Flow Statement dealt with by this report are in agreement with the books of account;
 - d. In our opinion, the aforesaid financial Statements dealt with by this report comply with the Accounting Standards referred to in section 133 of the Companies Act, 2013;
 - e. on the basis of written representations received from the directors as on 31st March 2017, and taken on record by the Board of Directors, we report that none of the directors is disqualified as on 31st March 2017 from being appointed as director in terms of section 164(2) of the Companies Act, 2013 ;
 - f. With respect to the adequacy of the Internal Financial Controls over the financial reporting of the Company and operating effectiveness of such controls, refer to our separate Report in "Annexure B"; 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 Company did not have any pending litigations as at 31st March, 2017 which has impact on its financial position;
- ii. The Company did not have any foreseeable losses on long term contracts and had no derivative contracts outstanding as at 31st March 2017;
- iii. The Company did not have any dues on account of Investor Education and Protection Fund and
- iv) Accordingly to the information and records of the company, the company had provided requisite disclosures in its financial statements as to holdings as well as dealings in Specified Bank Notes during the period from 8th November, 2016 to 30th December, 2016 and these are in accordance with the books of accounts maintained by the company. Refer Note no 44. of the financial.

PLACE OF SIGNATURE: NEW DELHI
DATE: 19th May, 2017

FOR K.N. GUTGUTIA & COMPANY
CHARTERED ACCOUNTANTS
FRN 304153E


(B.B. GOYAL)
PARTNER
M.NO. 12172



ANNEXURE TO THE INDEPENDENT AUDITORS' REPORT

The Annexure "A" referred to in paragraph 7 of our report of even date to the members of ITDL IMAGETEC LIMITED on the financial statements for the year ended 31st March, 2017.

- i) (a) The Company has maintained proper records showing full particulars including quantitative details and situation of fixed assets.
- (b) As explained to us, physical verification of fixed assets has been carried out by the Company and no material discrepancies were noticed on such verification. In our opinion the frequency of verification is reasonable, having regard to- the size of the Company and nature of its business.
- (c) Title deeds of immovable properties of the company are held in the name of the Company.
- ii) (a) The inventories (Except Goods in transit) have been physically verified during the year by the management at reasonable intervals.
- (b) In our opinion, no material discrepancies were noticed on physical verification of stocks.
- iii) According to the information and explanations given to us during the year, the Company has not granted any loans, secured or unsecured to companies firm, Limited liability partnerships firms or other parties covered in the register maintained under section 189 of the companies Act, 2013 in respect of investment & guarantees.
- iv) According to the information and explanation given to us, the company has complied with the provisions of section 185 and 186 of the Companies Act, 2013, in respect of Investment & Guarantees.
- v) The Company has not accepted any deposits during the year and hence paragraph 3(v) of the Order is not applicable to the Company.
- vi) The Central Government has not prescribed maintenance of cost accounts for the type of activities of the Company pursuant to the rules made by the Central Government of India for the maintenance of cost records under clause (d) of Sub Section (1) of Section 148 of the Companies Act, 2013
- vii) (a) According to the records examined by us , the Company is generally regular in depositing with appropriate authorities undisputed statutory dues including provident fund, employees state insurance, income tax , sales tax , service tax, duty of custom, duty of excise, value added tax, cess and other statutory dues wherever applicable.

According to the information and explanations given to us, no undisputed arrears of statutory dues were outstanding as on the last date of the financial year for a period of more than six months from the date they became payable.

- (b) According to the records of the Company, there was no dues in respect of income tax, Sales Tax, Service Tax, duty of customs, duty of excise, value



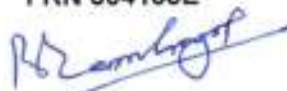
added tax, cess and other statutory duties which have not been deposited on account of disputes.

- viii) Based on our audit procedures and according to the information given by the management, the company has not defaulted repayment in respect of any loans or borrowings from any financial institution, bank, government or dues to debentures holders during the year.
- ix) In our opinion and according to the information and explanations given to us, the Company has not taken any term loan during the financial year and has not done any initial public offer or further public offer (including debt instrument) nor term loans and hence paragraph 3(ix) of the Order is not applicable to the Company.
- x) Based upon the audit procedures performed and to the best of our knowledge and according to the information and explanations given to us by the management, we report that no fraud by the Company or any fraud on the company by its officer or employees has been noticed or reported during the course of our audit.
- xi) According to the records of the company, the managerial remuneration has not been paid / provided by the Company. Hence, Compliance of Section 197 read with schedule V to the Companies Act, 2013 is not applicable to the company and therefore, paragraph 3 (xi) of the order is not applicable to the Company.
- xii) In our opinion and according to the information and explanations given to us, the Company is not a Nidhi Company and hence paragraph 3 (xii) of the Order is not applicable to the Company.
- xiii) As explained to us and as per the records of the company, in our opinion the transactions with the related parties are in Compliance with Section 177 and Section 188 of the Companies Act, 2013 and the details have been disclosed in the financial statements as required by the applicable accounting standard.
- xiv) According to the records of the company, it has not made any preferential allotment of shares or private placement of shares or fully/partly convertible debentures during the year under report. Accordingly paragraph 3 (xiv) of the Order is not applicable to the Company.
- xv) During the year, the Company has not entered into any non-cash transaction with Director or person connected with him. Hence paragraph 3 (xv) of the Order is not applicable to the Company.
- xvi) The Company is not required to be registered under section 45-1A of the Reserve Bank of India Act, 1934 and hence paragraph 3 (xvi) of the Order is not applicable to the Company.

PLACE OF SIGNATURE: NEW DELHI
DATE: 19th May, 2017

FOR K.N. GUTGUTIA & COMPANY
CHARTERED ACCOUNTANTS
FRN 304153E




(B.R. GOYAL)
PARTNER
M.NO. 12172

**ANNEXURE "B" TO THE INDEPENDENT AUDITOR'S REPORT OF EVEN DATE ON THE
FINANCIAL STATEMENTS OF ITDL IMAGETEC LIMITED**

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

We have audited the internal financial controls over financial reporting of ITDL Imagetec Limited ("the Company") as at 31st March, 2017 in conjunction with our audit of the financial statements of the Company for the year ended on that date.

Management's Responsibility for Internal Financial Controls

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

Auditors' Responsibility

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

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

Opinion

In our opinion, the Company has, in all material respects, an adequate internal financial Controls system over financial reporting and such internal financial controls over financial reporting were operating effectively as at March 31st, 2017, 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"

PLACE OF SIGNATURE: NEW DELHI
DATE: 19th May, 2017

FOR K.N. GUTGUTIA & COMPANY
CHARTERED ACCOUNTANTS
FRN 304153E


(B.R. GOYAL)
PARTNER
M.NO. 12172



ITDL IMAGETEC LIMITED

BALANCE SHEET AS AT 31ST MARCH, 2017

(In Lakhs.)

Particulars	Note. No.	AS AT 31st MARCH, 2017	AS AT 31st MARCH, 2016
I. EQUITY AND LIABILITIES			
(1) Shareholder's Funds			
(a) Share Capital	2	100.00	100.00
(b) Reserves and Surplus	3	6,813.32	5,397.74
(2) Non-Current Liabilities			
(a) Deferred Tax Liabilities (Net)	4	369.56	362.68
(b) Long Term Liabilities	5	69.87	72.20
(c) Long Term Provisions	6	23.21	20.12
(3) Current Liabilities			
(a)-Trade Payables to MSME		-	-
'-Trade Payables to others		903.04	907.96
(b) Other Current Liabilities	7	180.88	260.11
(c) Short-Term Provisions	8	480.16	355.43
Total		8,940.04	7,476.24
II. ASSETS			
(1) Non-Current Assets			
(a) Fixed Assets	9		
(i) Tangible Assets		2,867.98	3,060.74
(ii) Intangible Assets		-	-
(iii) Capital Work in progress		781.36	-
(b) Non-current investments	10	1,046.09	446.09
(b) Long term loans and advances	11	46.01	26.78
(c) Other non-current assets	12	751.86	779.50
(2) Current Assets			
(a) Current Investment	13	984.78	930.00
(b) Inventories	14	539.75	671.26
(c) Trade receivables	15	919.48	760.61
(d) Cash and Bank Balances	16	474.67	329.71
(e) Short-term loans and advances	17	492.88	448.01
(f) Other current assets	18	35.18	23.54
Total		8,940.04	7,476.24
Signnificant Accounting Policies	1		
The Notes form an Integral parts of these Financial Statements	1-46		

As per our Report of even date.
FOR K.N.GUTGUTIA & COMPANY
CHARTERED ACCOUNTANTS
FRN No.: 304153 E

For and on behalf of the Board of Directors


(B.R. GOYAL)
Partner
Membership No. : 12172
Place : New Delhi
Dated : 19th MAY, 2017




(SANJEEV GOEL)
Director
DIN 00044850


(SUSHIL JAIN)
Director
DIN NO 00323952

ITDL IMAGETEC LIMITED

STATEMENT OF PROFIT & LOSS FOR THE PERIOD ENDED 31ST MARCH, 2017

(In Lakhs)

Sr. No	Particulars	Note. No.	For the Year ended 31st MARCH 2017	For the Year ended 31st MARCH 2016
	Income :			
I	Revenue from operations	19	8,572.94	7,455.97
II	Other Income	20	123.60	95.50
III	Total Revenue (I + II)		8,696.54	7,551.47
IV	Expenses:			
	Cost of materials consumed	21	3,602.24	3,218.21
	Other Manufacturing Expenses	22	1,029.60	876.80
	Changes in inventories of finished goods and work-in-progress	23	2.03	(37.21)
	Employee Benefits Expense	24	609.47	607.09
	Finance Costs	25	27.22	17.39
	Depreciation and amortization expense	9	190.94	176.75
	Other Expenses	26	1,029.61	1,020.19
	Total Expenses (IV)		6,491.11	5,879.22
V	Profit before exceptional items and tax	(III - IV)	2,205.43	1,672.25
VI	Exceptional Items-		-	-
VII	Profit before tax	(V-VI)	2,205.43	1,672.25
VIII	Tax expense:			
	(1) Current tax		(529.95)	(349.61)
	(2) Deferred tax		(6.89)	(0.31)
	(3) MAT Credit entitlement		-	(100.13)
	(4) Taxes in Respect of Earlier Years		(12.32)	11.16
	(5) Excess / Short Provision adjusted		-	(0.49)
IX	Profit/(Loss) for the period	(VII-VIII)	1,656.27	1,232.87
X	Earning per equity share @ Rs.10 per share			
	(1) Basic	40	165.63	123.29
	(2) Diluted	40	165.63	123.29
	Significant Accounting Policies	1		
	The Notes form an Integral parts of these Financial Statements	1-46		

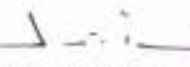
As per our Report of even date,
FOR K.N.GUTGUTIA & COMPANY
CHARTERED ACCOUNTANTS
 FRN No.: 304153 E

For and on behalf of the Board of Directors


(B.R.GOYAL)

Partner
 Membership No. : 12172
 Place : New Delhi
 Dated : 19th MAY , 2017


(SANJEEV GOEL)
 Director
 DIN 00044850


(SUSHIL JAIN)
 Director
 DIN 00323952



ITDL IMAGETEC LIMITED

Notes to the financial statements for the year ended 31st, March 2017.

NOTE: – 1

GENERAL INFORMATION

ITDL Imagetec Limited (hereinafter referred to as 'the Company') is a manufacturer of Toners only. The Company's manufacturing facilities are located at Sitarganj (Uttarakhand).

1.1 BASIS OF PREPARATION & PRESENTATION OF FINANCIAL STATEMENTS

The financial statements have been prepared on an accrual basis and under historical cost Convention and in compliance in all material aspect, with the applicable accounting principles in India, the applicable accounting standards notified under Section 133 and the other relevant provisions of the Companies Act 2013 and the rules made thereunder.

All the 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 Schedule III of the Companies Act, 2013. Based on the nature of products and the time between the acquisition of assets for processing and their realization in cash and cash equivalent the Company has ascertained its operating cycle to be 12 months.

1.2 USE OF ESTIMATES

In preparing Company's financial statements in conformity with accounting principles generally accepted in India, management is required to make estimates and assumptions that affect the reported amount of assets and liabilities and the disclosure of contingent liabilities at the date of the financial statements and the reported amounts of revenues and expenses during the reporting period. Actual results could differ from those estimates. Any revision to accounting estimates is recognized in the period the same is determined.

1.3 PROPERTY, PLANT AND EQUIPMENT (FIXED ASSETS)

- a) Tangible Assets are stated at cost net of recoverable taxes, trade discounts less accumulated depreciation provided for. The cost of tangible assets comprises its purchase price and any cost attributable to bringing the asset to its working condition for its intended use, net charges on foreign exchange contracts and adjustments arising from foreign exchange rate variations attributable to the assets. Projects under which assets are not ready for their intended use are disclosed under Capital Work-in-Progress



- b) Intangible assets are stated at cost of acquisition net of recoverable taxes less accumulated amortization. The cost comprises of purchase price and any cost directly attributable to bringing the assets to its working condition for the intended use.
- c) With effect from Financial Year 2016-17, pursuant to the amendments in AS-10 Property, Plant and Equipment, spare parts having life more than 12 months are capitalized at their respective carrying amount with the main assets and are being depreciated over remaining life of the main asset prospectively.

1.4 DEPRECIATION AND AMORTIZATION OF FIXED ASSETS

TANGIBLE ASSETS

- a) Depreciation is provided on tangible assets on straight line method on all assets based on useful life of the assets as prescribed in Schedule II of the Companies Act, 2013.
- b) Plant & Machinery is depreciated treating it as continuous process Plant, at rates and in the manner as per Part-C of Schedule II of the Companies Act, 2013 (as amended). Depreciation on assets added / deducted during the year is charged on proportionate basis with reference to the date of additions / deductions.
- c) Fixed assets individually costing up to rupees five thousand are depreciated at the rate of 100 percent.

INTANGIBLE ASSETS

Software's are amortized on straight line method over a period of three years.

1.5 IMPAIRMENT OF ASSETS

The carrying amounts of fixed assets are reviewed at each Balance Sheet date if there is any indication of impairment based upon internal / external factors. Any impairment loss is recognized wherever the carrying amount of an asset exceeds its recoverable amount. In assessing value in use, the estimated future cash flows are discounted to their present value at the weighted average cost of capital.

1.6 EMPLOYEE BENEFITS

- Contributions payable for provident fund and employee state insurance which are defined contribution plans are charged to profit & loss account.
- Gratuity and leave encashment which are defined benefits are accrued, recognized and calculated on unit credit method, based on actuarial valuation, as at balance sheet date provided by L.I.C. and by an independent actuarial valuer respectively.



- The Company has opted for a group gratuity – cum Life Assurance Scheme of the Life Insurance Corporation of India for employees and the annual contribution for it is charged to the profit & loss account on accrual basis.
- All employee benefits payable wholly within twelve months of rendering the service are classified as short-term employee benefits such as salaries, wages and bonus etc. one recognized in the statement of profit & loss in the period in which the employee renders the related service.

1.7 INVESTMENTS

Investments that are readily realizable and are intended to be held for not more than one year from the date are classified as current investments. Current investments are carried at lower of cost and fair value. Non-current investments are carried at cost. However, provision of diminution is made to recognize as decline, other than temporary, in the value of investment, such reduction being determined and made for each investment individually.

1.8 INVENTORY VALUATION

Inventories are valued at lower of cost or net realizable value except scrap, which is valued at net estimated realizable value.

The methods of determining cost of various categories of inventories are as follows:

Raw materials, Stores & Spares, Power & Fuel and Packing Materials	Weighted average method
Work-in -progress and finished goods	Variable Cost at Weighted Average including an appropriate share of variable and fixed production overheads. Fixed production overheads are included based on normal capacity of production facilities.
Goods In Transit	At Cost of Purchase

Cost includes all direct costs, cost of conversion and appropriate portion of variable and fixed production overheads and such other costs incurred as to bring the inventory to its present location and condition inclusive of excise duty wherever applicable. Cost formula used is based upon weighted average cost.

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



1.9 FOREIGN CURRENCY TRANSACTIONS

Transactions in foreign currency are recorded at the exchange rate prevailing on / or closely approximating to the date of transaction. Current Assets and Liabilities are restated at the rate prevailing at the period end or at the forward rate where forward cover for specific asset / liability has been taken. The difference between the closing rate and the exchange rate at the date of the transaction is recognized as income or expense in the Profit and Loss Account. In respect of forward exchange contracts, the difference (being premium / discounts) between the contract rate and the rate on the date of transaction is recognized as income or expense in the statement of Profit and Loss over the life of the contract.

1.10 TAXATION

- (a) Current tax is provided at the rates in force, on the taxable profits arrived at with reference to the provisions of Income Tax Act, 1961.
- (b) Deferred tax charge or credit reflects the tax effects of timing differences between accounting income and taxable income for the period. The deferred tax charge or credit and the corresponding deferred tax liabilities or assets are recognized using the tax rates that have been enacted or substantially enacted by the balance sheet date. Deferred tax assets are recognized only to the extent there is reasonable certainty that the assets can be realized in future; however, where there is unabsorbed depreciation or carry forward of losses, deferred tax assets are recognized only if there is a virtual certainty of realization of such assets. Deferred tax assets are reviewed at each balance sheet date and is written - down or written-up to reflect the amount that is reasonably / virtually certain (as the case may be) to be realized.
- (c) Minimum Alternate Tax (MAT) credit is recognized as an asset only when and to the extent there is convincing evidence that the company will pay normal income tax during the specified period. In the year in which MAT credit becomes eligible to be recognized as an asset in accordance with Guidance Note issued by the Institute of Chartered Accountants of India, the said asset is credited by way of a Credit to Profit & Loss Account and shown as MAT Credit Entitlement. MAT is utilized during the F.Y.2016-17 under the provision of the Income Tax Act, 1961.

1.11. BORROWING COST

Borrowing Costs are charged to Statement of profit & loss, except when funds are specially borrowed to acquire fixed assets, in which case the same is capitalized till the date the subject assets are ready for the intended use.



1.12. PROVISIONS AND CONTINGENT LIABILITY

The Company recognizes a provision when there is a present obligation as a result of past event that probably requires an outflow of resources and a reliable estimate can be made of the amount of the obligations. A disclosure of the contingent liability, if determinable, is made when there is a possible obligation or a present obligation that may, but probably will not, require an outflow of resources. But where there is a possible obligation but the likelihood of outflow of resources is remote, no provision / disclosure is made.

1.13. REVENUE RECOGNITION

- (a) Revenue from sale of goods is recognized when the goods are dispatched to the customers and is stated gross of excise duty and net of sales returns and sales tax.
- (b) Gain / Loss on investments in Growth / Dividend plans of Mutual Funds are accounted for on sale / redemption of units.
- (c) Dividend from the Units of Mutual Funds is accounted for when the Company becomes legally entitled to it.
- (d) Income from interest on deposits and loans are recognized on time proportionate method.

1.14 EARNINGS PER SHARE

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

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



ITDL IMAGETEC LIMITED

Notes to the Financial Statements as at 31st March, 2017

(in Lakhs)

Note no. : 2 Share Capital

Sr. No	Particulars	AS AT 31st MARCH, 2017	AS AT 31st MARCH, 2016
1	AUTHORIZED CAPITAL 10,00,000 Equity Shares of Rs. 10/- each. (P.Y. 10,00,000 Equity Shares of Rs. 10/- each)	100.00	100.00
	ISSUED CAPITAL 10,00,000 Equity Shares of Rs. 10/- each (P.Y. 10,00,000 Equity Shares of Rs. 10/- each)	100.00	100.00
2	SUBSCRIBED & PAID UP CAPITAL 10,00,000 Equity Shares of Rs. 10/- each, Fully paid (P.Y. 10,00,000 Equity Shares of Rs. 10/- each, Fully Paid)	100.00	100.00
	Total	100.00	100.00

1. During the Current Year and in the previous year, there have been no movements in the number of equity shares outstanding.

2. The Company has only one class of Equity Shares having a par value of Rs. 10 per share. Each shareholder is eligible for one vote per share. The dividend proposed by the Board of Directors, if any, is subject to the approval of shareholders except in case of interim dividend. In the event of liquidation, the equity shareholders are eligible to receive the remaining assets of the Company, after distribution of all preferential amounts, in proportion of their shareholding.

3. DETAILS OF SHARES HELD BY SHAREHOLDERS HOLDING MORE THAN 5% SHARES AS AT 31ST MARCH, 2017 & AS AT 31ST MARCH, 2016 IS SET OUT AS BELOW :

Name of Shareholders	AS AT 31ST MARCH, 2017		AS AT 31st MARCH, 2016	
	No. of Shares Held	% of Holding	No. of Shares Held	% of Holding
Indian Toners & Developers Ltd.	510,000	51.00%	510,000	51.00%
Mr. Sushil Jain	186,950	18.69%	186,950	18.69%
Mr. Nand Lal Jain	133,030	13.30%	133,030	13.30%
Mr. Akshat Jain	90,000	9.00%	90,000	9.00%
Ms. Arpita Jain	90,000	9.00%	90,000	9.00%
Total	999,980	99.99%	999,980	99.99%

4. DETAILS OF SHARES HELD BY HOLDING COMPANY/ASSOCIATES COMPANY :

Name of Shareholders	AS AT 31st MARCH, 2017		AS AT 31st MARCH, 2016	
	No. of Shares Held	% of Holding	No. of Shares Held	% of Holding
Indian Toners & Developers Ltd.	510,000	51%	510,000	51.00%
Total	510,000	51%	510,000	51.00%

Note No. : 3 Reserve & Surplus

Sr. No	Particulars	AS AT 31st MARCH, 2017	AS AT 31st MARCH, 2016
1	SURPLUS		
	Opening Balance	5,397.77	4,466.59
	Add : Net Profit for the year	1,656.27	1,232.87
	Amount available for Appropriation	7,054.04	5,699.46
	Less: Appropriation		
	i) Proposed/ Interim Dividend on Equity Shares	200.00	200.00
	ii) Dividend Distribution Tax	40.72	40.72
	Net surplus carried forward to next year	6,813.32	5,397.74

Dividend paid during the FY 2016-17 is Rs. 20 per share (FY -Rs. 20/- per Share)

Dividend Proposed during the FY 2016-17 is Rs. 20 per share (FY -Rs. 20/- per Share)



ITDL IMAGETEC LIMITED

Notes to the Financial Statements as at 31st March, 2017

(in Lakhs)

Note No. : 4 Deferred Tax Liability (Net)

Sr. No.	Particulars	AS AT 31st MARCH, 2017	AS AT 31st MARCH, 2016
1	Deferred Tax Liability on account of : Accelerated Depreciation	580.88	371.85
		580.88	371.85
2	Deferred Tax Asset on account of : Provision for Leave Encashment	11.32	8.97
	Net Deferred Tax Liability	369.56	362.88

Note No. : 5 Long Term - Liabilities

Sr. No.	Particulars	AS AT 31st MARCH, 2017	AS AT 31st MARCH, 2016
	Trade Deposit from Dealers, Distributors & Others (Unsecured)	69.87	72.20
	Total	69.87	72.20

Note No. : 6 Long Term - Provisions

Sr. No.	Particulars	AS AT 31st MARCH, 2017	AS AT 31st MARCH, 2016
	Provision for Leave Encashment (Refer Note No. 33)	23.21	20.12
	Total	23.21	20.12

Note No. : 7 Other Current Liabilities

Sr. No.	Particulars	AS AT 31st MARCH, 2017	AS AT 31st MARCH, 2016
1	Trade Advances	23.45	29.25
2	Statutory Dues Payable	14.18	12.75
3	Bank Book Overdraft	-	40.58
4	<u>Other Payables</u>		
a)	Accrued Salaries & Benefits	32.35	30.76
b)	Expenses Payable	110.93	146.37
	Total	180.88	260.11

Note No. : 8 Short Term Provisions

Sr. No.	Particulars	AS AT 31st MARCH, 2017	AS AT 31st MARCH, 2016
1	Employees Benefit (Leave Encashment) (Refer Note No. 33)	9.49	5.81
2	<u>Others</u>		
	Provision for Taxation	470.67	349.62
	Total	480.16	355.43



Notes to the Financial Statements as at 31st March 2017

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ITDL IMAGETEC LIMITED

Notes to the Financial Statements as at 31st March, 2017

(In Lakhs.)

Note No. : 10 Non Current Investment (At Cost)

Sr. No	Particulars	AS AT 31st MARCH, 2017	AS AT 31st MARCH, 2016
1	Investment in Mutual Fund Quoted* UTI Floating Rate Fund (NAV : Rs.2655.0462 Unit : 22453.108)	446.09	446.09
2	ICICI COPROPATE BOND FUND (NAV: Rs. 25.3684 Unit : 622163.969)	150.00	-
3	ICICI PRUDENTIAL BANKING & PSU DEBT FUND (NAV: Rs. 18.7590 Unit : 843099.233)	150.00	-
4	ICICI PRUDENTIAL SHORT TERM PLAN (NAV: Rs. 34.1221 Unit : 462897.243)	150.00	-
5	BIRLA SUN LIFE TREASURY OPTIMIZER PLAN (NAV: Rs. 208.1873 Unit : 75346.216)	150.00	-
	Total	1,046.09	446.09

* Market value of Non Current investment in Mutual Funds For FY 2016-17 is Rs. 1200.38 Lakh

Note No.: 11 Long Term Loans and Advances

Sr. No	Particulars	AS AT 31st MARCH, 2017	AS AT 31st MARCH, 2016
	Capital Advances (Unsecured, considered good)	46.01	26.78
	Total	46.01	26.78

Note No.: 12 Other Non Current Assets

Sr. No	Particulars	AS AT 31st MARCH, 2017	AS AT 31st MARCH, 2016
1	Mat Credit Entitlements	664.91	731.20
2	Security Deposit Security Deposit - Other (Unsecured considered good)	86.95	48.30
	Total	751.86	779.50

Note No. : 13 Current Investments (At lower of Cost or Fair Value)

Sr. No	Particulars	AS AT 31st MARCH, 2017	AS AT 31st MARCH, 2016
1	SBI Arbitrage Opportunities Fund (NAV : Rs.13.1962 Unit : 4181890.732)	-	550.00
2	Kotak Equity Arbitrage Fund-Monthly Dividend Reinvestment (NAV: Rs. 10.7471 Unit : 9157306.870)	984.78	380.00
	Total	984.78	930.00

Market value of Current investment in Mutual Funds For FY 2016-17 is Rs. 984.14 Lakh

Note No. : 14 Inventories

Sr. No	Particulars	AS AT 31st MARCH, 2017	AS AT 31st MARCH, 2016
1	Raw Materials (Raw Material in Transit 46.73)	357.04	505.87
2	Work-in-Progress (Toners Only)	15.76	21.23
3	Finished Goods (Toners Only)	48.43	44.98
4	Stores & Spares	55.83	47.53
5	Fuel	13.32	10.43
6	Packing materials (For Valuation Refer Note No.1.8)	49.37	41.22
	Total	539.75	671.26



ITDL IMAGETEC LIMITED

Notes to the Financial Statements as at 31st March, 2017

Note No. : 15 Trade Receivables

(In Lakhs)

Sr. No	Particulars	AS AT 31st MARCH, 2017	AS AT 31st MARCH, 2016
1	Outstanding for a period exceeding six months from the date they are due for payment		
	a) Unsecured, Considered Good :	-	13.35
		-	13.35
2	Others receivable		
	a) Secured, Considered Good :	69.87	72.20
	b) Unsecured, Considered Good :	849.61	675.06
	Total	919.48	760.61

Note No. : 16 Cash & Bank Balances

Sr. No	Particulars	AS AT 31st MARCH, 2017	AS AT 31st MARCH, 2016
1	<u>Cash & cash equivalent</u>		
	<u>Cash-in-hand</u>		
	Cash Balance	3.86	2.99
	Sub Total (A)	3.86	2.99
2	<u>Balance with banks</u>		
	Bank Deposits	72.29	52.57
	Bank Deposits	181.07	92.91
	Cheque in hand		0.69
	Sub Total (B)	253.36	146.17
3	<u>Other Bank Balances</u>		
	With SBI, Jasola & East Patel Nagar (Emp.Trust A/C)	0.52	0.33
	Margin money held with bank having maturity more than 3 months but upto 12 months*	156.85	120.15
	Fixed Deposit with Banks having maturity of more than 12 months	60.07	60.07
	Sub Total (C)	217.45	180.55
	Total	474.67	329.71

*Pledged with banks against LC & Bank Guarantee on behalf of the Company

Note No. : 17 Short Terms Loans and Advances

Sr. No	Particulars	AS AT 31st MARCH, 2017	AS AT 31st MARCH, 2016
1	Advances to Employee (Unsecured , Considered good)	0.22	2.70
2	<u>Others</u>		
	Advances to Suppliers & Others	16.72	13.31
	Advance Income Tax (Including TDS)	452.56	405.57
	Prepaid Expenses	23.38	26.43
	Total	492.88	448.01

Note No. : 18 Other Current Assets

Sr. No	Particulars	AS AT 31st MARCH, 2017	AS AT 31st MARCH, 2016
1	Interest Accrued on Fixed Deposits	10.19	5.37
2	Interest Accrued on Security Deposit	4.32	3.28
3	Insurance Claim Receivable	5.44	0.34
4	Focus Licences in hand	15.03	14.55
	Total	35.18	23.54



ITDL IMAGETEC LIMITED

Notes to the Financial Statements for the Year ended 31st March, 2017

Note No. : 19 Revenue from Operations

(In Lakhs.)

Sr. No.	Particulars	For the Year ended 31st MARCH 2017	For the year ended 31st March, 2016
4)	Sale of Products		
	Manufactured Goods (Comprises of Toners) & Others	8,564.71	7,712.58
	Less : Trade Discounts and Allowances	-	258.32
		8,564.71	7,454.26
5)	Other Operating Income		
	Export Incentives	4.71	-
	Sale of Scrap	3.52	1.51
	Total	8,572.94	7,455.77

Note No. : 20 Other Income

Sr. No.	Particulars	For the Year ended 31st MARCH 2017	For the year ended 31st March, 2016
1	Interest Income on Fixed Deposit	54.36	26.60
2	Sundry Balances written back	27.67	4.49
3	Provision no longer Required written back	4.88	13.36
4	Dividend Income	47.67	34.06
5	Cash Discounts	5.38	14.29
6	Profit on Sale of Fixed Assets	0.04	-
7	Other Income	1.55	2.68
8	Profit on sale of Mutual fund	1.85	-
	Total	123.60	95.50

Note No. : 21 Cost of Raw Material Consumed

Sr. No.	Particulars	For the Year ended 31st MARCH 2017	For the year ended 31st March, 2016
	Opening Stocks	194.28	363.46
	Add: Purchases during the year	3,718.27	3,049.03
	Less: Closing stocks	310.31	194.28
	Total	3,602.24	3,218.21

Imported and Indigenous Raw Materials Consumed:

	For the Year Ended 31st MARCH, 2017		For the Year Ended 31st MARCH, 2016	
		%		%
Imported	3,574.86	99.34	3189.28	99.07
Indigenous	27.38	0.76	29.93	0.93
Total	3,602.24	100.00	3,219.21	100.00
Details of Raw materials Consumed	For the Year ended 31st March, 2017	For the Year ended 31st March, 2016		
Resin	1,981.23	1,774.48		
Magnetite	1,080.67	967.42		
Others	540.34	476.31		
Total	3,602.24	3,218.21		

Note No. : 22 Other Manufacturing Expenses

Sr. No.	Particulars	For the Year ended 31st MARCH 2017	For the year ended 31st March, 2016
1	Packing Materials Consumed	885.11	336.78
2	Stores and Spares Consumed	66.18	54.05
3	Power & Fuel	545.79	453.02
4	Repair & Maintenance of Plant & Machinery	12.05	12.28
5	Repair & Maintenance of Building	7.04	7.66
6	Security Expenses	13.43	13.01
	Total	1,029.60	876.80

Imported and Indigenous Packing Materials Consumed:

	For the Year ended 31st March, 2017		For the Year Ended 31st March, 2016	
		%		%
Imported	-	0	-	-
Indigenous	885.11	100.00	886.78	100
Total	885.11	100.00	886.78	100.00



ITDL IMAGETEC LIMITED

Notes to the Financial Statements for the Year ended 31st March, 2017

Imported and Indigenous Stores & Spares Consumed:

	For the Year ended 31st March, 2017		For the Year ended 31st March, 2016	
		%		%
Imported	2.75	1.82	0.09	0.10
Indigenous	97.25	98.18	53.96	99.84
Total	100.00	100.00	54.05	100.00

Note No. : 23 Change in Inventories

Sr. No.	Particulars	For the Year ended 31st MARCH 2017	For the year ended 31st March, 2016
	Inventories at the end of the year		
1	-Finished Goods	40.43	40
2	-Work-in-Progress	15.78	21
		56.21	61
	Inventories at the beginning of the year		
3	-Finished Goods	44.98	18
4	-Work-in-Progress	21.24	11
		66.22	29.00
Total		2.03	(37.31)

Note No. : 24 Employee Benefits Expenses

Sr. No.	Particulars	For the Year ended 31st MARCH 2017	For the year ended 31st March, 2016
1	Salaries, Wages, Bonus etc.	565.05	569.00
2	Contribution to Provident, ESI & other Funds	30.57	25.13
3	Staff Welfare Expenses	13.85	12.96
Total		609.47	607.09

Note No. : 25 Finance Cost

Sr. No.	Particulars	For the Year ended 31st MARCH 2017	For the year ended 31st March, 2016
	Interest - Others	27.22	17.39
Total		27.22	17.39

Note No. : 26 Other Expenses

Sr. No.	Particulars	For the Year ended 31st MARCH 2017	For the year ended 31st March, 2016
1	Rent *	53.84	47.77
2	Rates & Taxes	4.81	8.22
3	Insurance	12.44	11.44
4	Repair & Maintenance to Computers	2.88	6.58
5	Repair & Maintenance Office	18.00	17.61
6	Director Sitting Fees	0.37	0.57
7	Freight, Clearing & Forwarding Expenses	152.70	140.26
8	Advertisement Expenses & Sales Promotion Exp.	17.34	47.92
9	Discounts & Samples	438.59	404.67
10	Miscellaneous Expenses	19.17	54.82
11	Recruitment Expenses & Seminar Exp.	1.05	2.34
12	Printing & Stationery	6.87	14.50
13	Electricity Expenses *	5.11	3.34
14	Communication Expenses *	11.02	10.43
15	Travelling & Conveyance Expenses	144.50	134.88
16	Vehicle Running & Maintenance Expenses *	9.36	9.24
17	Bank Charges	44.57	13.37
18	Auditors Remuneration		
	As Auditor	2.58	2.30
	For Taxation Matter	0.29	0.29
	For Other Services (Inc. Service Tax)	0.34	-
19	Legal & Professional Charges	8.96	9.54
20	Commission on sales	47.86	37.21
21	Loss on Sale of Fixed Assets	11.07	6.31
22	CSR Expenses	30.04	25.58
23	Assets w/o	1.85	-
24	Foreign Exchange Fluctuation Gain/(Loss)	6.10	56.98
Total		1,029.63	1,020.19

* The above expenses includes amount of Rs. 65.13 lakh (FY Rs. 60.88 lakh) paid to holding co. for sharing utilities.



NOTES TO THE FINANCIAL STATEMENTS

27. Contingent Liabilities not provided for in respect of:

	As at 31 st March 2017	(Rs in Lakhs.) As at 31 st March 2016
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a) Letters of credit Established in favour of the suppliers.	1106.40	1152.56
b) Bank Guarantees	30.54	22.85
c) Export obligations in respect of Imported Plant & Machinery	580.80	816.16

28. Commitments:

	As at 31 st March 2017	(Rs in Lakhs) As at 31 st March 2016
Estimated amount of contracts remaining to be Executed on capital account and provided for (Net of advances)	NIL	29.24

29. Accounting Standard as to Segment Reporting AS -17 is not applicable to the Company as it is engaged in the business of Toners and Developers which is the single reportable segment. However, disclosure as to secondary segment is as under:

	For the Year Ended 31 st March 2017	(Rs. In Lakhs) For the Year Ended 31 st March 2016
Geographical Segment:		
i) Domestic Sales	8318.28	7454.46
ii) Export Sales (including Export Benefits)	251.14	Nil
Total	8569.42	7454.46

30. MAT Credit Entitlement (including for the previous year Rs. 731.20 Lakhs) amounting to Rs. 664.91 Lakhs has been recognized in view of the company's current and future profitability projections. During the year, the company has utilized MAT credit entitlement of Rs 66.29 Lakhs.

31. Trade Payables includes Rs, Nil (Previous Year Rs. Nil) due to micro and small enterprises registered under the Micro, Small and Medium Enterprises Development Act, 2006 (MSME)

b. No interest is paid/ payable during the year as no enterprises registered under MSME.

c. The above information's have been determined to the extent such parties could be identified on the basis of the information available with the company regarding the status of suppliers under MSME. This has been relied upon by Auditor.



32. Amount of Exchange difference debited to statement of profit & loss amounted to Rs.6.10Lakhs (Previous Year credited Rs.56.98Lakhs)

33. Disclosure as per AS 15 (revised):-

The Company has calculated the various benefits provided to employees as under:

A) Defined Contribution Plans
Provident Fund

During the year the Company has recognized the following amounts in the Statement of Profit and Loss :

		(Rs. In Lakhs)
	For the Year Ended 31st March 2017	For the Year Ended 31st March 2016
Employers Contribution to Provident Fund	21.69	16.99

B) State Plans
a) Employee State Insurance

During the year the Company has recognized the following amounts in the Statement of Profit and Loss :

		(Rs. In Lakhs)
	For the Year Ended 31st March 2017	For the Year Ended 31st March 2016
Employers Contribution to Employee State Insurance	8.88	8.14

C) Defined Benefit Plans
a) Leave
Encashment
b) Gratuity

The discount rate assumed is 7.38 % which is determined with reference to market yield at the Balance Sheet date on government bonds. The estimates of future salary increases, considered in actuarial valuation, take account of inflation, seniority promotion and other relevant factors, such as supply and demand in the employment market. Reconciliation of opening and closing balances of the present value of the defined benefit obligation is as under:



(Rs. In Lakhs)

Particulars	Gratuity (Funded)				Leave Encashment(Unfunded)	
	<u>As At 31st March, 2017 (Policy No. 332187)</u>	<u>As At 31st March, 2017 (Policy No. 103001068)</u>	<u>As At 31st March, 2016 (Policy No. 332187)</u>	<u>As At 31st March, 2016 (Policy No. 103001068)</u>	<u>As At 31st March, 2017</u>	<u>As At 31st March, 2016</u>
The principal assumptions used in actuarial valuation are as under:						
• Discount rate	8.25 %	7.55 %	8.35%	8.00%	7.38%	7.83%
• Expected rate of return on assets	-	-	-	-	-	-
• Expected rate of future salary increase	6%	6%	6%	6%	5%	5%
Change in present value of obligations	-	-	-	-	-	-
• Present value of obligations as at 01.04.2016	32.20	1.90	26.88	0.91	25.94	23.39
• Interest cost	2.92	0.24	2.61	0.13	2.03	1.87
• Current service cost	4.31	1.19	8.26	0.90	5.69	4.91
• Benefits paid/transferred	(1.08)	(0.13)	(5.55)	(0.04)	-	-
• Actuarial (Gain)/Loss on Obligations	-	-	-	-	(0.96)	(4.23)
• Present value of obligation as at 31.03.2017	38.35	3.20	32.20	1.90	32.70	25.94
Changes in fair value of plan assets	Not Available	Not Available	Not Available	Not Available	Not Available	Not Available
Liability recognized in the Balance Sheet						
• Present value of obligations as at 31.03.2017	-	-	-	-	32.70	25.94
• Fair value of plan assets as at the end of the year	-	-	-	-	-	-
• Unfunded status	-	-	-	-	-	-



• Unrecognized Actuarial (Gain) / Loss	-	-	-	-	-	
• Net (Assets) / Liability recognized in Balance Sheet	-	-	-	-	32.70	25.94
Expenses recognized in Profit and Loss Account						
• Current service cost	4.31	1.19	8.26	0.90	5.69	4.91
• Interest cost	-	-	-	-	2.03	1.87
• Expected return on plan assets	-	-	-	-	-	-
• Net Actuarial (Gain) / Loss recognized during the year	-	-	-	-	(0.96)	(4.23)
• Total Expense Recognized in Statement of profit & loss	4.31	1.19	8.26	0.90	6.76	2.55

*Funded with L.I.C.

**34. Disclosure pursuant to AS-29 (Movement of provisions)
(Rs. In Lakhs)**

	DISCOUNTS	
	<u>As At 31st March, 2017</u> Rs.	<u>As At 31st March, 2016</u> Rs.
Opening Balance	16.56	10.58
Add : Creations	10.38	15.91
Less:		
(a) Utilizations	11.92	9.05
(b) Written Back	4.64	0.88
Closing Balance	10.38	16.56

35. Particulars of un hedged foreign currency exposures as at 31.03.2017

	For the Year Ended 31st March 2017	For the Year Ended 31st March 2016
Creditors for Import of Goods(in USD)	1705959.00	1688652.20



36. Expenditure in foreign Currency:

	(Rs. In Lakhs) For the Year Ended 31st March 2017	(Rs. In Lakhs) For the Year Ended 31st March 2016
Foreign Travels	29.71	19.83

37. Earning in Foreign Exchange:

	(Rs. In Lakhs) For the Year Ended 31st March 2017	(Rs. In Lakhs) For the Year Ended 31st March 2016
FOB Value of Export	249.39	Nil

38. Value of Imports Calculated on CIF basis:

	(Rs. In Lakhs) For the Year Ended 31st March 2017	(Rs. In Lakhs) For the Year Ended 31st March 2016
i) Raw Materials	3562.98	3020.70
ii) Stores spares and packing materials	2.05	1.99

39. Estimated benefits aggregating to **Rs.4.71**Lacs (Previous Year Rs.NIL) against exports effected during the year has been taken into account for the year as incentive in respect of duty free imports of Raw Material under Advance License Scheme and corresponding amount has been added to the cost of Materials.

40. Calculation of Earnings per Share:

	(Rs. In Lakhs) For the Year Ended 31st March 2017	(Rs. In Lakhs) For the Year Ended 31st March 2016
1.No. of Shares at the beginning of the year	1000000	1000000
2. No of Shares at the end of the year	1000000	1000000
3. Net Profit after Tax. (Rs.InLakhs)	1656.27	1232.87
4. E. P. S. (Rs.)	165.63	123.29

41. Related Party Disclosure (Pursuant to Accounting Standard - 18)

Description of Relationship	Name of the related Parties
1. Holding Company	Indian Toners and Developers Limited
2. Key Management Personnel	a) Shri Sushil Jain (Director) b) Shri Akshat Jain (Director)
3. Relative of Key Management Personal	a) Smt. Nandita Jain (Wife of Sh. Sushil Jain) Project Manager & Shareholder b) Ms. Ashima Jain (Daughter of Sh. Sushil Jain),



4. Enterprises over which Key Management Personnel and/or their relatives who are able to exercise significant influence.	a) Shrilon India Ltd. b) Alankar Securities Private Limited. c) Triveni Securites Pvt Ltd. d) Jain Tube Company Limited
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(Rs in Lakhs)			
Particulars	Holding Company	Relative of Key Managerial Personnel	Total Amount
	Indian Toners and Developers Limited	Smt. Nandita Jain	
Sharing of Expenses for Office Use and other Facilities	65.13 (60.88)	-	65.13 (60.88)
Dividend / Interim Dividend Paid	102 (102)	-	102 (102)
Salary	-	11.03 (9.54)	11.03 (9.54)
High Seas Purchase	0 (35.75)	-	0 (35.75)
High Seas Sales	32.77 (0)	-	32.77 (0)
Local Sales	18.40 (1.45)	-	18.40 (1.45)
Local Purchase	8.22 (12.62)	-	8.22 (12.62)
Focus License Purchased	39.77 (30.81)	-	39.77 (30.81)

*Figures in the Bracket are of Previous Year.

42. Corporate Social Responsibility

As per the requirements of Section 135 of Companies Act, 2013 company is liable to spend 2% of its average net profits of three preceding years as an Expense on Corporate Social Responsibility. Average Net profits (calculated as per the provisions of Sec. 198 of Companies Act 2013) of Last three years is Rs.1501.89Lakhs and 2% of which is Rs. 30.04Lakhs and this whole amount was donated to Prime Minister National Relief Fund as a CSR initiative

43. The Dividend of Rs 200 Lakhs proposed by The Board of Directors is subject to the approval of the shareholders in the ensuing Annual General Meeting.



44. Disclosure required pursuant to Notification No. G.S.R. 308(E) dated 30.03.2017
Issued by Ministry of Corporate Affairs.
Detail of Specified Bank Note (SBN) held and transacted during the period from
08/11/2016 to 30/12/2016 as provided in the table below:-

In INR


	SBNs		Other Denominations notes	Total
	500	1000		
Closing cash in hand as on 8-11-2016	150000	152000	6956	308956
(+) Permitted receipts	-	-	289211	289211
(-) Permitted payments	-	-	158647	158647
(-) Amount deposited in Banks	150000	152000	-	302000
Closing cash in hand as on 30-12-2016	-	-	137520	137520


45. The Board in its meeting held on 23rd March, 2016 passed on resolution for the Scheme of Arrangement for Amalgamation of this Company with its Holding Company namely, Indian Toners & Developers Limited. As per the new Rule 3 of companies (Transfer of pending proceedings Rule 2016, w.e.f. 15.12.2016) the company has filed 2nd petition with (NCLT), Principal Bench, at New Delhi which has been accepted and NCLT has passed the order with instruction to issue the notice to ROC, RD, Income Tax Department and Official Liquidator. Pending the final outcome of the said motion application, no effect of such scheme has been considered in the financial statements for 2016-17.

46. Previous year's figures have been regrouped / re arranged whenever necessary to make them comparable with those of the current year.

As per our Report of Even Date
For K. N. GUTGUTIA & COMPANY
CHARTERED ACCOUNTANTS
FRN 304153E

For and on behalf of the Board Directors


(B. R. GOYAL)
PARTNER
M. NO. 12172


SANJEEV GOEL
(DIRECTOR)
DIN 00044850


SUSHIL JAIN
(DIRECTOR)
DIN 00323952

Place: NEW DELHI
Date :19TH MAY, 2017



ITDL IMAGETEC LIMITED

CASH FLOW STATEMENT FOR THE YEAR ENDED 31st MARCH, 2017

(Rs. in Lakhs)

Sr. No	Particulars	2016-17	2015-16
A.	CASH FLOW FROM OPERATING ACTIVITIES :		
	Net Profit Before Tax	2,205.42	1,672.25
	Adjustment for :		
	Depreciation & Amortisation	190.94	176.75
	Loss/(profit) on sale of Fixed Assets/ Mutual Funds	11.04	6.31
	Interest Expenses	27.22	17.39
	Interest Income	(34.56)	(26.60)
	Provision for Leave Encashment	6.75	2.56
	Liabilities / Provisions no longer required written back	(32.55)	(17.85)
	Unrealised Foreign Exchange (Gain) / Loss	(28.09)	(6.65)
	Income from Current Investments (Non Trade) Dividend	(47.67)	(34.08)
	Operating Profit before Working Capital Changes	2,298.50	1,790.08
	Adjustment for :		
	(Increase)/Decrease in Inventories	131.52	(118.02)
	(Increase)/Decrease in Trade & Other Receivables	(207.02)	(265.70)
	Increase/(Decrease) in Trade & Other Payables	(25.83)	301.94
	Cash generated from Operations	2,197.17	1,708.30
	Direct Taxes Paid/ Refund (Net)	(401.91)	(379.21)
	Net Cash Inflow/(outflow) from Operating Activities (A)	1,795.26	1,329.09
B.	CASH FLOW FROM INVESTING ACTIVITIES :		
	Purchase of Fixed Assets / Capital Advances & Capital Work-in-Progress	(814.86)	(172.50)
	Purchase of Investments(Net of Sales)	(652.93)	(930.00)
	Proceeds from sale of Fixed Assets	3.20	4.62
	Movement in other Bank Deposits (Net)	(36.71)	(26.84)
	Interest Received	34.56	26.60
	Dividend Received	47.67	34.08
	Net Cash Inflow/(outflow) from Investing Activities (B)	(1,419.07)	(1,064.04)
C.	CASH FLOW FROM FINANCING ACTIVITIES :		
	Dividend Paid	(240.72)	(360.71)
	Interest Paid	(27.22)	(17.39)
	Net cash Inflow/(outflow) from Financing Activities (C)	(267.94)	(378.10)
	Net increase/ (Decrease) in Cash and Cash Equivalents (A+B+C)	108.25	(113.05)
	Add: Cash and Cash Equivalents at the beginning of the year	149.49	262.54
	Cash and Cash Equivalents at the end of the year	257.74	149.49

Note:

- The Cash Flow Statement has been prepared under the ' Indirect Method ' as set out in Accounting Standard - 3 "Cash Flow Statements" as notified by the Central Government of India, Ministry of Corporate affairs.
- Previous year figures have been regrouped / rearranged wherever considered necessary to confirm to make them comparable with those of the year .

As per our Report of even date Attached

For K.N.GUTGUTIA & COMPANY

Chartered Accountants

ICAI's FRN 304153E

B.R.GOYAL

(Partner)

Membership No. : 12172



For and on behalf of Board of Directors

(Signature)
SANJEEV GOEL
(Director)
DIN NO 00044850

(Signature)
(SUSHIL JAIN)
(Director)
DIN NO 00323952

New Delhi
The 19th May 2017