

HERANBA INDUSTRIES LIMITED
BALANCE SHEET AS AT 31ST MARCH, 2016

EQUITY & LIABILITIES	Note	As at 31.03.2016 Rupees	As at 31.03.2015 Rupees
Shareholders' Funds			
Share capital	2	80,625,160	79,455,160
Reserves and surplus	3	910,626,540	759,958,769
Share application money pending allotment			
Share application money		-	11,700,000
Non-Current Liabilities			
Long term borrowings	4	4,095,084	5,675,227
Deferred tax liabilities (net)		48,540,551	34,623,236
Other long term liabilities	5	36,984,273	31,974,022
Long term provisions	6	25,368,199	14,987,870
Current Liabilities			
Short term borrowings	7	952,782,526	869,672,306
Trade payables	8	921,399,406	1,260,480,482
Other current liabilities	9	154,206,882	168,773,275
Short term provisions	10	339,814,391	232,957,639
Total		3,474,443,012	3,470,257,986
ASSETS			
Non-Current Assets			
Fixed assets			
Tangible assets	11	445,062,772	413,295,893
Non current investments	12	369,841	267,341
Long term loans and advances	13	31,782,842	23,343,582
Current Assets			
Inventories	14	780,652,000	1,085,914,575
Trade receivables	14	1,452,636,056	1,131,008,730
Cash and cash equivalents	14	159,825,052	137,455,987
Other current assets	14	604,114,449	678,971,878
Total		3,474,443,012	3,470,257,986

Notes to accounts form integral part of this balance sheet
As per our report of even date

For Anay Gogte & Co.,
Chartered Accountants

A.R.Gogte
Proprietor
Membership No. 37046



For Heranba Industries Limited

S.K.Shetty
Managing
Director

DIN: 00038681

R.K.Shetty
Executive
Director

DIN : 00038703

Place : Mumbai

Date : 3rd September, 2016.

HERANBA INDUSTRIES LIMITED**STATEMENT OF PROFIT AND LOSS FOR THE YEAR ENDED 31ST MARCH, 2016**

Particulars		For the year ended 31st March, 2016	For the year ended 31st March, 2015
Revenue from Operations	15	5,203,908,839	5,196,576,079
Non operating revenue	15	64,457,707	77,202,750
Total		5,268,366,546	5,273,778,829
EXPENDITURE			
(Increase)/ decrease in stock	16	120,851,893	(182,607,309)
Cost of materials consumed	17	3,611,658,898	3,932,224,468
Employee benefits expenses	18	297,780,487	246,015,517
Other Expenses	19	773,956,105	793,939,651
Finance cost		133,925,138	137,828,040
Depreciation	11	39,658,840	53,181,778
Total		4,977,831,361	4,980,582,145
Profit before Tax		290,535,185	293,196,684
Tax expense			
(1) Current tax		109,500,000	95,500,000
(2) Deferred tax		13,917,315	13,539,047
Profit after Tax		167,117,870	184,157,637
Basic and Diluted Earnings Per Share		21.38	25.83

Notes to accounts form integral part of this statement
As per our report of even date

**For Anay Gogte & Co.,
Chartered Accountants**

A.R.Gogte
Proprietor
Membership No. 37046



Place : Mumbai
Date : 3rd September, 2016

For Heranba Industries Limited

S.K. Shetty
Managing
Director
DIN: 00038681

R.K. Shetty
Executive
Director
DIN : 00038703

HERANBA INDUSTRIES LIMITED

Notes to Accounts for the year ended 31st March 2016

1. Significant Accounting Policies

a. Basis of Accounting

The Financial Statements are prepared under historical cost convention on accrual basis and comply with the applicable accounting Standards issued by the Institute of Chartered Accountants of India and the relevant provisions of the Companies Act, 1956.

b. Sales and Other Income

Sales comprise sale of goods and services including excise duty but exclusive of sales tax. Other Income is accounted for on accrual basis.

c. Fixed Assets

All Fixed assets are valued at their cost of acquisition except the land which is stated at revalued amount.

d. Investments

Investments are valued at cost.

e. Depreciation

Depreciation is provided for on WDV method in accordance with Schedule II of the Companies Act, 2013. Depreciation is calculated from the month in which the assets are acquired or put to use, whichever is later. In respect of assets disposed of or written off during the year, depreciation is calculated upto the month of disposal or write off of the assets.

f. Inventories

Raw Materials, Packing Materials, Work-in-progress and Consumable Stores and Spares are valued at cost. Finished goods are valued at cost or market price whichever is lower.

g. Foreign Currency Transactions

Foreign currency transactions are accounted for at the rates prevailing on the date of transaction. Exchange Rate fluctuation arising on account of foreign currency term loan is adjusted to the fixed assets acquired out of the term loans. All other exchange rate differences are dealt with in the Statement of profit & loss.



h. Borrowing Costs

Borrowing costs that are directly attributable to the acquisition or construction of a qualifying asset, that necessarily takes substantial period of time to get ready for its intended use, are capitalised as part of that asset. Capitalisation of borrowing costs is done till the time when substantially all the activities necessary to make the qualifying assets ready for its intended use are complete. In respect of a qualifying asset which is completed in parts that are capable of being used while construction continues for other parts, capitalisation of borrowing cost for a part is done till the time when substantially all the activities necessary to make such part ready for its intended use are complete.

i. Cenvat Credit

Cenvat credit is accounted for by recording materials and assets purchased net of excise duty. Modvat credit is utilised against excise duty payable on despatch of finished goods.

j. Segment Accounting

Reportable segments are identified having regard to the dominant source of revenue and nature of risk and returns.

k. Taxes on Income

Tax on income for the current period is determined on the basis of taxable income and tax credits computed in accordance with the provisions of the Income Tax Act, 1961. Deferred Tax is recognised on timing difference between the accounting income and the taxable income for the year, and quantified using the tax rates and tax rates and laws enacted as on the Balance Sheet date. Deferred tax assets are recognised and carried forward to the extent there is a reasonable certainty that sufficient future taxable income will be available against which such deferred tax assets can be realised.

l. Retirement Benefits for Employees

Gratuity payable in accordance with the provisions of the Payment of Gratuity Act, 1972 is provided for in the accounts on the basis of actuarial valuation. Gratuity liability to the eligible employees is covered by a Group Gratuity Scheme of the Life Insurance Corporation of India. Premium paid for the year is charged to the Profit & Loss account. Company's contribution payable during the year to Provident Fund is charged to the Statement of Profit & Loss.

2. Previous year figures have been regrouped / rearranged wherever necessary.



HERANBA INDUSTRIES LIMITED

Notes to Accounts for the year ended 31st March, 2016

3 Value of Raw Materials consumed

	Current Year		Previous Year	
	Value	%	Value	%
	Rupees		Rupees	
Imported	443,683,120	12.28%	576,207,474	14.65%
Indigenous	3,167,975,778	87.72%	3,356,016,994	85.35%
Total	3,611,658,898	100.00%	3,932,224,468	100.00%

4 Value of Stores and Spares consumed

	Current Year		Previous Year	
	Value	%	Value	%
	Rupees		Rupees	
Imported	-	-	-	-
Indigenous	72,156,572	100.00%	73,184,038	100.00%
Total	72,156,572	100.00%	73,184,038	100.00%

5 Expenditure in foreign currency

	Current Year	Previous Year
	Rupees	Rupees
C.I.F.value of Raw Materials Purchased	443,683,120	821,847,979
Commission & Brokerage	9,813,460	15,325,203
Travelling Expenses	1,943,894	2,009,713

6 Earnings in Foreign Exchange

	Current Year	Previous Year
	Rupees	Rupees
F.O.B.value of Exports	1,669,464,710	1,645,213,660

7 Salary and Wages include remuneration to directors including Managing Director

	Current Year	Previous Year
	Rupees	Rupees
Salary	23,592,000	17,808,001
Contribution to Provident and other funds	86,400	37,440
Bonus	1,505,000	1,709,248
Perquisites	160,289	
Total	25,343,689	19,554,689

- 8 i) Estimated amount of capital commitments to be executed on capital account and not provided for Rs. 19.47 lacs (Previous Year Rs. 46.87/-lacs) Net of Advances.
- ii) Contingent liability not provided for :
- Guarantees issued by a bank Rs. 544.97/- lacs (Previous year Rs. 346.50/- lacs)
 - Disputed Excise Duty/ Customs Duty demands Rs.1,851.22 lacs (Previous year Rs.1,851.22 lacs).
 - Disputed Income tax liability Rs. 190.49 lacs (Previous year Rs.NIL).
 - Claims now acknowledged as debts by the Company Rs. 130.00 lacs (Previous year Rs. 130.00 lacs)



9 Segment Reporting

Based on the guiding principles given in the Accounting Standard 17, Company's primary business consists of manufacturing and selling of pesticide chemicals of various types and grades which mainly have identical risks and returns. As such there is no other reportable business segment. The secondary business segment is determined by geographical location of its customers. The secondary segment information is given as under:

Particulars	Current Year Rupees	Previous Year Rupees
Revenue by Geographical Market		
India	3,654,791,401	3,395,288,849
Outside India	1,776,699,223	1,961,731,051
Total	5,431,490,623	5,357,019,900

Note: All the fixed assets of the company are located in India.

10 Related Party Disclosures under Accounting Standard 18

Shri Sadashiv K.Shetty, the Managing Director and Shri Raghram K.Shetty, Executive Director of the company together with their relatives hold the substantial share capital of the Company. The following transactions were carried out with the related parties in the ordinary course of business.

	Particulars	Current Year Rupees	Previous Year Rupees
i.	Remuneration to Directors	25,343,689	19,554,689
ii.	Payment of Dividend		
	Interim	22,165,710	14,165,955
	Final		
iii.	Shakti Bioscience Limited		
	Purchases	5,942,870	29,010,855
	Sales	-	-
iv.	Sams Industries Ltd.		
	Due for expenses	9,795,119	9,069,555
v.	Heranba Agrosience Ltd.		
	Due for expenses	1,512,000	1,150,000
vi.	Mrs. Shreya M. Shetty		
	Professional charges	1,700,000	787,500

11 Dividend Provided on Cumulative Preference Shares Rs. 3,01,452/- (Previous Year Rs.3,01,452/-)

12 Based on the information and records available with the company, there are no companies which fall under categories defined under the Micro, Small and Medium Enterprises Development Act, 2006. This has been relied upon by the auditors.

13 Some of the balances of Deposits, Sundry Debtors, Loans and Advances and Current Liabilities are subject to confirmation.

14 The maximum obligations on long-term non-cancelable operating leases payable as per the rentals stated in the respective agreements are as follows:

	Current Year Rupees	Previous Year Rupees
Lease rentals paid during the year	7,374,531	6,334,142
Lease rentals due within one year	7,374,531	6,334,142
Between one year and five years	NIL	NIL
After five years	NIL	NIL

The operating lease arrangements relate to office premises and godowns. The Company has not entered into any finance lease arrangements.



15

Earnings Per Share	Current Year Rupees	Previous Year Rupees
Number of equity shares outstanding at the beginning of the year	7,694,306	3,847,153
Average number of equity shares outstanding during the year	7,799,766	7,114,598
Weighted Average number of equity shares	7,799,766	7,114,598
Profit after Tax	167,117,870	184,157,637
Less: Dividend on Preference Shares (including dividend tax)	362,828	362,828
Net Profit attributable to equity shares	166,755,042	183,794,809
Basic and Diluted Earnings per share	21.38	25.83

16

Deferred Tax Liability

Major Components of Deferred Tax Assets and Liabilities	Current Year Rupees	Previous Year Rupees
Deferred Tax Liabilities Tax effect due to difference between the written down value of fixed assets under the Companies Act, 1956 and the Income-tax Act, 1961	52,610,854	34,623,236
	52,610,854	34,623,236
Deferred Tax Assets Tax effect due to payments allowed on actual payment basis	4,070,303	-
	4,070,303	-
Deferred Tax Liability / (Asset) [Net]	48,540,551	34,623,236
Incremental Liability/(Asset)	13,917,315	13,539,047

Signatures to Notes 1 to 19
For Anay Gogte & Co.,
Chartered Accountants

[A.R.Gogte]
Proprietor

Place : Mumbai
Date : 3rd September, 2016



For Heranba Industries Limited

S.K. Shetty
Managing
Director

DIN: 00038681

R.K. Shetty
Executive
Director

DIN : 00038703

	As at 31.03.2016		As at 31.03.2015	
	No. of Shares	Rupees	No. of Shares	Rupees
Share Capital				
Authorised:				
Equity Shares of Rs.10/- each	9,500,000	95,000,000	9,500,000	95,000,000
Preference Shares of Rs.10/- each	50,000	5,000,000	50,000	5,000,000
		<u>100,000,000</u>		<u>100,000,000</u>
Issued, Subscribed and Paid-up				
Equity Shares of Rs.10/- each fully paid-up	7,811,306	78,113,060	7,694,306	76,943,060
12 % Cumulative Preference Shares of Rs.100/- each fully paid-up	25,121	2,512,100	25,121	2,512,100
Total		<u>80,625,160</u>		<u>79,455,160</u>
Reconciliation of Number of Equity Shares				
Balance at the beginning of the year	7,694,306	76,943,060	3,847,153	38,471,530
Add: Issued during the year	117,000	1,170,000	3,847,153	38,471,530
Less: Reduction during the year	-	-	-	-
Balance at the end of the year	<u>7,811,306</u>	<u>78,113,060</u>	<u>3,847,153</u>	<u>76,943,060</u>
Reconciliation of Number of Preference Shares				
Balance at the beginning of the year	25,121	2,512,100	25,121	2,512,100
Add: Issued during the year	-	-	-	-
Less: Reduction during the year	-	-	-	-
Balance at the end of the year	<u>25,121</u>	<u>2,512,100</u>	<u>25,121</u>	<u>2,512,100</u>
(out of 78,11,306 shares, 45,47,153 (Previous year 45,47,153) shares were issued as Bonus shares by capitalisation of General Reserves and Share Premium Account)				
[Preference Shares are redeemable at par at the option of the company at any time, but not later than 20 years from the date of issue i.e. 20.2.2002]				
Details of equity shares held by shareholders holding more than 5% of the aggregate shares in the company				
Name of the shareholder	No. of Shares	%	No. of Shares	%
Mr. Sadashiv K. Shetty	3,138,132	40.17%	3,084,632	40.09%
Mr. Raghuram K. Shetty	2,116,170	27.09%	2,064,170	26.83%
Mrs. Sujata S. Shetty	646,080	8.27%	634,580	8.25%
Mrs. Vanita R. Shetty	403,600	5.17%	403,600	5.25%



HERANBA INDUSTRIES LIMITED		Note 3	
Reserves and Surplus			
	Rupees	As at 31.03.2016 Rupees	As at 31.03.2015 Rupees
General Reserve			
Balance at the beginning of the year	127,500,000		117,500,000
Less : Capitalised during the year	-		20,000,000
Additions during the year	30,000,000		30,000,000
		157,500,000	127,500,000
Securities Premium Account:			
Balance at the beginning of the year	68,685,540		87,157,070
Less : Capitalised during the year	-		18,471,530
Additions during the year	10,530,000		-
		79,215,540	68,685,540
Revaluation Reserve for Land	60,267,942	60,267,942	60,267,942
Profit & Loss Account:			
Balance at the beginning of the year	503,505,288		370,971,245
Profit for the year	167,117,870		184,157,637
	670,623,159		555,128,882
Less:			
Transfer to general reserve	30,000,000		30,000,000
Proposed dividend - equity	-		3,541,489
Interim dividend	22,165,710		14,165,955
Tax on proposed dividend	-		720,964
Tax on interim dividend	4,451,563		2,832,358
Proposed dividend - preference	301,452		301,452
Tax on preference dividend	61,376		61,376
	56,980,101		51,623,594
		613,643,058	503,505,288
Total		910,626,540	759,958,770

HERANBA INDUSTRIES LIMITED		Note 4	
Long Term Borrowings			
	Rupees	As at 31.03.2016 Rupees	As at 31.03.2015 Rupees
Secured:			
Vehicle loans		4,095,084	5,675,227
Total		4,095,084	5,675,227

a) Vehicle loans are secured by hypothecation of vehicles.



HERANBA INDUSTRIES LIMITED				Note 5
Other Long Term Liabilities				
		As at 31.03.2016 Rupees		As at 31.03.2015 Rupees
Security Deposits		36,984,273		31,974,022
Total		36,984,273		31,974,022

HERANBA INDUSTRIES LIMITED				Note 6
Long Term Provisions				
		As at 31.03.2016 Rupees		As at 31.03.2015 Rupees
Provision for Gratuity		18,334,370		9,019,946
Provision for Leave Encashment		7,033,829		5,967,924
Total		25,368,199		14,987,870

HERANBA INDUSTRIES LIMITED				Note 7
Short Term Borrowings				
		As at 31.03.2016 Rupees		As at 31.03.2015 Rupees
Secured:				
From Banks:				
Demand Loan		394,393,982		394,591,082
Cash Credit - Corporation Bank		317,933,336		357,245,828
Cash Credit - Syndicate Bank		184,515,768		-
Packing Credit		43,348,029		115,169,636
Other Loans		-		574,349
		940,191,115		867,580,895
Unsecured:				
Deposits from shareholders/directors		12,591,411		2,091,411
Total		952,782,526		869,672,306
Cash Credit and Packing Credit facilities and other loans from Corporation Bank and Syndicate Bank are secured by:				
a. Parri pasu First charge on the current assets of the Company ;				
b. Parri pasu Equitable Mortgage of land, buillings and hypothecation of plant and machinery at factory at Vapi ;				
c. Joint and several guarantee by all directors of the Company in individual capacity.				



HERANBA INDUSTRIES LIMITED

Note 8

Trade Payables

	As at 31.03.2016 Rupees	As at 31.03.2015 Rupees
Sundry Creditors	921,399,406	1,260,480,482
Total	921,399,406	1,260,480,482

HERANBA INDUSTRIES LIMITED

Note 9

Other Current Liabilities

	As at 31.03.2016 Rupees	As at 31.03.2015 Rupees
Current maturities of long term debt	2,376,000	3,195,000
Advances from customers	32,612,276	68,697,186
Other liabilities	119,218,605	96,881,089
Total	154,206,882	168,773,275

HERANBA INDUSTRIES LIMITED

Note 10

Short Term Provisions

	As at 31.03.2016 Rupees	As at 31.03.2015 Rupees
Proposed dividend - equity	-	3,541,489
Proposed dividend - preference	301,452	301,452
Tax on interim dividend	4,451,563	2,832,358
Tax on proposed dividend	-	720,964
Tax on preference dividend	61,376	61,376
	4,814,391	7,457,639
Provision for Taxation	335,000,000	225,500,000
Total	339,814,391	232,957,639



HERANBA INDUSTRIES LTD

NOTE TO BALANCE SHEET AS AT 31ST MARCH 2016

FIXED ASSETS

Note : 11

PATRICULARS	COST				DEPRECIATION				WRITTEN DOWN VALUE		
	As on 31.03.15	Additions	Deductions	As on 31.03.2016	Upto 31.03.2015	Adjustments	For the year	Deductions	Upto 31.03.2016	As on 31.03.2016	As on 31.03.2015
Land	104,802,718	-	-	104,802,718		-	-		-	104,802,718	104,802,718
Building	73,710,364	-	-	73,710,364	51,983,925	-	1,554,705	-	53,538,630	20,171,734	21,726,439
Plant & Machinery	519,462,915	35,741,142	-	555,204,057	264,460,776	-	30,141,896	-	294,602,672	260,601,385	255,002,139
Electrical Installation	27,579,780	-	-	27,579,780	24,966,475	-	1,138,168	-	26,104,643	1,475,137	2,613,305
Piping	54,775,564	1,391,832	-	56,167,396	41,815,377	-	1,451,363	-	43,266,740	12,900,656	12,960,187
Laboratory Equipment	6,888,776	-	-	6,888,776	5,686,455	-	449,021	-	6,135,476	753,300	1,202,321
Office Equipment	5,707,640	125,753	-	5,833,393	4,786,347	-	393,873	-	5,180,220	653,173	921,293
Computers	8,108,431	112,000	-	8,220,431	7,131,808	-	367,552	-	7,499,360	721,071	976,623
Vehicles	28,482,514	-	-	28,482,514	15,414,951	-	4,152,664	-	19,567,615	8,914,899	13,067,563
Furniture & Fixtures	7,433,637	-	-	7,433,637	7,410,332	-	9,598	-	7,419,930	13,707	23,305
Capital WIP	-	34,054,992	-	34,054,992	-	-	-	-	-	34,054,992	-
	836,952,339	71,425,719	-	908,378,058	423,656,446	-	39,658,840	-	463,315,286	445,062,772	413,295,893

Previous Year	743,663,433	101,003,240	7,714,334	836,952,339	370,569,712	17,685,983	35,495,795	95,044	423,656,446	413,295,893
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HERANBA INDUSTRIES LIMITED

Note 12

Non- Current Investments (At Cost)

	As at 31.03.2016 Rupees	As at 31.03.2015 Rupees
Trade Investments (un-quoted):		
2000 Equity Shares of The Shamrao Vithal Co-op. Bank Ltd.	50,025	50,025
1000 Equity shares of Matrubhumi Co-op. Credit Society Limited	100,000	-
100 Equity Shares of The Kalapur Commercial Co-op Bank Ltd.	2,500	-
National Savings Certificates [Lodged with Government Departments as security]	178,316	179,316
	330,841	
Non Trade Investments (quoted)		
41 Equity Shares of United Phosphorus Ltd.	22,500	22,500
200 Equity Shares of Aditya Birla Money Ltd.	6,500	5,500
500 Equity Shares of Gujarat State Financial Corporation Ltd.	10,000	10,000
	39,000	38,000
Total	369,841	267,341
Aggregate amount of quoted investments	39,000	38,000
Aggregate market value of quoted investments	56,086	24,593
Aggregate amount of unquoted investments	-	229,341

HERANBA INDUSTRIES LIMITED

Note 13

Other Non Current Assets	As at 31.03.2016 Rupees	As at 31.03.2015 Rupees
Long Term Loans and Advances: Deposits	31,782,842	23,343,582
Total	31,782,842	23,343,582



HERANBA INDUSTRIES LIMITED

Note 14

Current Assets	As at 31.03.2016 Rupees	As at 31.03.2015 Rupees
Inventories: (As Valued and Certified by the Management)		
Raw Materials (At Cost)	142,519,283	331,310,981
Work in progress (At Cost)	85,250,790	106,039,360
Finished Goods (At cost or market value whichever is lower)	493,979,210	594,042,533
Packing materials (At Cost)	58,902,717	54,521,701
	780,652,000	1,085,914,575
Trade Receivables [Unsecured, Considered Good]: Outstanding for more than six months from due date	311,988,242	249,359,640
Less: Provision for doubtful debt	4,000,000	-
	307,988,242	249,359,640
Others	1,342,364,314	984,923,190
	1,650,352,556	1,234,282,830
Less: Bills discounted	197,716,500	103,274,100
	1,452,636,056	1,131,008,730
Cash and Cash Equivalents:		
Cash on hand	10,863,147	5,208,004
Bank balances		
Current accounts	98,142,819	91,200,685
Deposits with original maturity of more than 3 months but less than 12 months	-	-
Deposits with Maturity of more than 12 months	50,819,087	41,047,298
	159,825,052	137,455,987
Short Term Loans and Advances:		
Other Current Assets		
Income Tax payments	285,910,465	176,648,273
Balances with revenue authorities	299,146,606	458,599,370
Advances to Suppliers	343,421	30,758,627
Advance - others	17,642,178	12,254,492
Prepaid expenses	1,071,779	711,116
	604,114,449	678,971,878
Total	2,997,227,558	3,033,351,170



HERANBA INDUSTRIES LIMITED				Note 15
Revenue		Current Year Rupees	Previous Year Rupees	
Revenue from operations:				
Sale of Goods		5,431,490,623	5,357,019,900	
Less: Excise duty		<u>227,581,784</u>	<u>160,443,822</u>	
		5,203,908,839	5,196,576,078	
Other Income:				
Interest	11,001,238		4,993,609	
Dividend	18,762		17,962	
Export benefits & Other Income	<u>56,037,918</u>		<u>57,607,474</u>	
Exchange Rate Fluctuation		67,057,918 (2,600,211)	62,619,045 14,583,705	
Total		5,268,366,546	5,273,778,828	

HERANBA INDUSTRIES LIMITED				NOTE 16
(Increase)/ Decrease in Stock		Current Year Rupees	Previous Year Rupees	
Closing Stock of Finished Goods		493,979,210	594,042,533	
Closing Stock of Work In Progress		<u>85,250,790</u>	<u>106,039,360</u>	
		579,230,000	700,081,893	
Less : Opening Stock of Finished Goods		594,042,533	381,102,504	
Opening Stock of Work In Progress		<u>106,039,360</u>	<u>136,372,080</u>	
		700,081,893	517,474,584	
(Increase)/ Decrease in Stock		120,851,893	(182,607,309)	

HERANBA INDUSTRIES LIMITED				NOTE 17
Cost of materials consumed		Current Year Rupees	Previous Year Rupees	
Opening Stock - Raw Material (Chemicals)		331,310,981	348,435,802	
Opening Stock - Packing Material		<u>54,521,700</u>	<u>34,482,565</u>	
		385,832,681	382,918,367	
Add : Purchases - Raw Material (Chemicals)		<u>3,197,772,588</u>	3,686,952,041	
Add : Purchases - Packing Material		<u>229,475,629</u>	<u>248,186,742</u>	
		3,427,248,217	3,935,138,783	
Less : Closing stock of Raw Material (Chemicals)		142,519,283	331,310,981	
Less : Closing stock of Packing Material		<u>58,902,717</u>	<u>54,521,701</u>	
		201,422,000	385,832,682	
Cost of materials consumed		3,611,658,898	3,932,224,468	



HERANBA INDUSTRIES LIMITED		NOTE 18
Employee benefits expenses	Current Year Rupees	Previous Year Rupees
Salaires & Wages	277,152,361	228,064,506
Contribution to Provident and other funds	13,008,924	10,858,664
Staff welfare expenses	7,619,202	7,092,347
Total	297,780,487	246,015,517

HERANBA INDUSTRIES LIMITED		NOTE 19
Other expenses	Current Year Rupees	Previous Year Rupees
Consumption of stores and spare parts	72,156,572	73,184,038
Discount	120,066,223	118,699,881
Power & Fuel	214,734,620	235,355,694
Repairs to Machinery	37,229,161	30,330,564
Insurance	7,346,094	8,369,570
Remuneration to auditor:		
As auditor	252,000	228,800
For taxation matters	40,000	25,000
For other services	311,500	209,734
	603,500	463,534
Rates and taxes	14,274,826	12,860,949
Freight, forwarding and transportation	147,619,326	148,156,360
Prior period expenses	457,173	2,338,113
Miscellaneous expenses	157,718,611	164,180,948
Corporate Society Responsibility Expenditure (CSR)	1,750,000	-
Total	773,956,105	793,939,651
Finance cost	133,925,138	137,828,040



HERANBA INDUSTRIES LIMITED
CASH FLOW STATEMENT FOR THE YEAR ENDED 31ST MARCH, 2016

	Current Year Rupees	Previous Year Rupees
A. CASH FLOW FROM OPERATING ACTIVITIES:		
Profit before tax	290,535,185	293,196,684
Adjustments for:		
Depreciation	39,658,840	53,181,778
Provision for doubtful debts	4,000,000	-
Fixed asset written off	-	99,658
Interest expenses	133,925,138	137,828,040
Dividend Received	(18,762)	(17,962)
Interest income	(11,001,238)	(4,993,609)
Operating Profit before working capital changes	457,099,163	479,294,589
Adjustments for:		
Trade and other Receivables	(149,946,964)	(179,139,127)
Inventories	305,262,575	(140,906,284)
Trade Payables	(338,256,889)	79,190,753
Cash generated from operations	274,157,885	238,439,931
Direct Taxes paid (net of refunds received)	(109,262,192)	(68,387,627)
Cash flow before extraordinary items	[A] 164,895,692	170,052,304
B. CASH FLOW FROM INVESTING ACTIVITIES:		
Purchase of Fixed Assets	(71,425,719)	(93,483,606)
Proceeds from sale of fixed assets	-	-
(Purchase)/ Maturity of Investments	(102,500)	-
Interest expenses	(133,925,138)	(137,828,040)
Dividend Received	18,762	17,962
Interest Received	11,001,238	4,993,609
Net cash used in Investing activities	[B] (194,433,357)	(226,300,075)
C. CASH FLOW FROM FINANCING ACTIVITIES:		
Proceeds from Issue of Shares (including premium)	-	11,700,000
Proceeds/ (Repayment) of Long Tem Borrowings	83,110,220	(625,558)
Proceeds/ (Repayment) of Short Tem Borrowings	(1,580,143)	131,656,155
Dividend Paid	(29,623,349)	(25,771,081)
Net cash used in Financing activities	[C] 51,906,728	116,959,516
Net Increase in Cash and Cash Equivalents	[A+B+C] 22,369,065	60,711,745
Cash and Cash Equivalents - Opening Balance	137,455,987	76,744,246
Cash and Cash Equivalents - Closing Balance	159,825,052	137,455,987
Cash and Cash Equivalents - Closing Balance per BS	159,825,052	137,455,987

As per our report of even date
For Anay Gogte & Co.,
Chartered Accountants

[A.R.Gogte]
Proprietor



Place: Mumbai
Date : 3rd September, 2016

For Heranba Industries Limited

S.K.Shetty
Managing
Director

R.K.Shetty
Executive
Director

DIN: 00038681 DIN : 00038703