



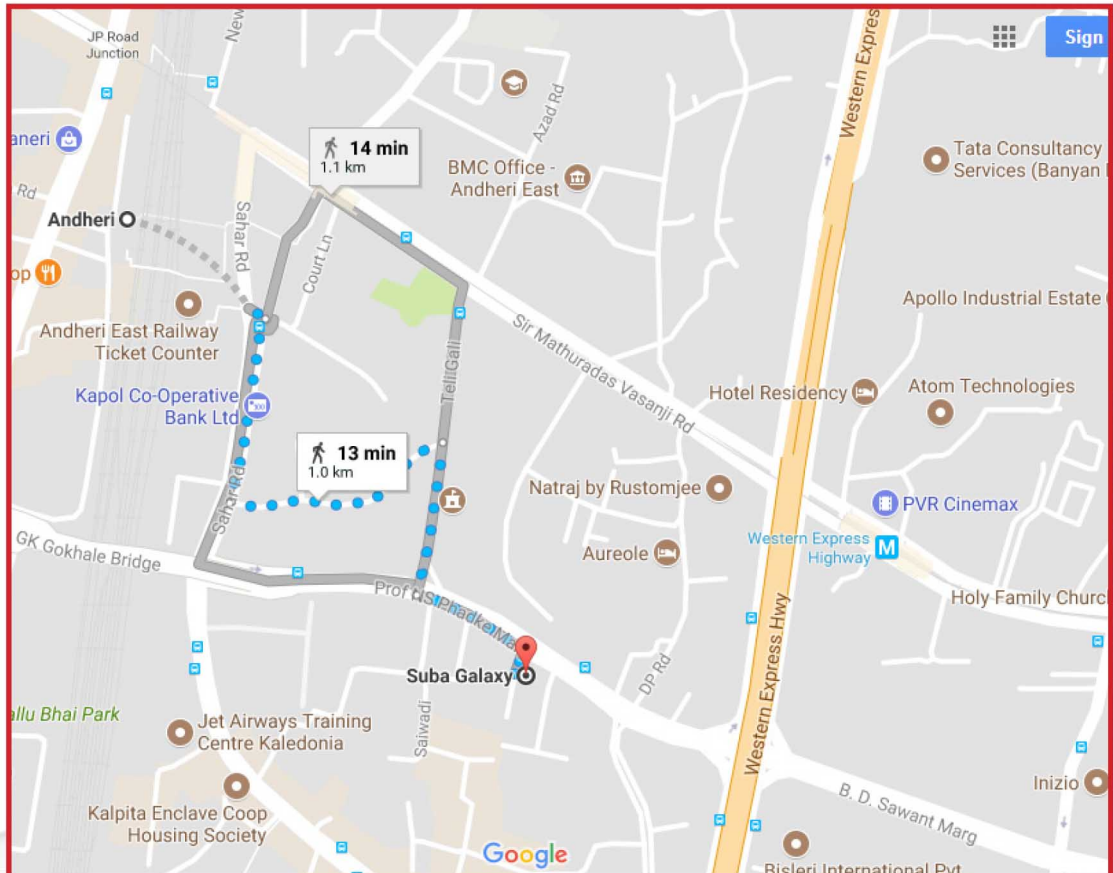
NATIONAL PLASTIC INDUSTRIES LIMITED



30th ANNUAL REPORT
2016-17

Route Map to the Venue of the AGM

**Hotel Suba Galaxy,
N. S. Phadke Road, Off Western Express Highway,
Andheri (East), Mumbai - 400 069**



CORPORATE INFORMATION

Board of Directors

Mr. Paresh V. Parekh (Managing Director)
Mr. Ketan V. Parekh (Jt. Managing Director)
Mr. Dilip Thaker (Independent Director)
Mrs. Jyoti Palekar (Independent Director)
Mrs. Neeta Parekh (Non-Executive Director)
Mr. Harsh Parekh (Additional Director w.e.f. 1st June, 2017)

Chief Financial Officer

Mr. Harsh Parekh (upto 13th May, 2017)
Mr. Umesh L. Shenoy (w.e.f. 14th May, 2017)

Company Secretary

Ms. Swati J. Zawar

Auditors

M/s. Sheth Doctor & Associates
Chartered Accountants

Bankers

Corporation Bank
Karur Vysya Bank

Investor Queries

investor@nationalplastic.com

Website

www.nationalplastic.com

Registered office

A-59, MIDC, Road No. 1,
Marol, Andheri (East),
Mumbai - 400 093

Corporate Office

Office No. 213-215, 2nd Floor,
Hubtown Solaris, N. S. Phadke Marg,
Andheri (East), Mumbai- 400069.
Tel No.: 022 - 6766 9999 / 2831 1555
Fax: 022 - 67669998
Email Id: info@nationalplastic.com
CIN No.: L25200MH1987PLC044707

**As a Measure of Economy,
copies of Annual Report will
not be distributed at the Annual
General Meeting. Shareholders are
requested to kindly bring copies of
their Annual Report to the Meeting.**

Registrar & Transfer Agent

Sharex Dynamic (India) Pvt. Ltd.,
Unit No. 1, Luthra Industrial Premises,
Safed Pool, Andheri Kurla Road,
Andheri (East), Mumbai - 400 072
Tel No.: 022 - 2851 5606/2851 5644
Fax: 022 - 2851 2855
Email Id: sharexindia@vsnl.com
Website: www.sharexindia.com

Plant Locations

Silvassa - Plot No. 263, Damani Road,
Village - Dadra, Silvassa - 396230
Union Territory of Dadra Nagarhaveli.

Patna - Plot No. B - 1 to B - 7 Industrial Area, Fatuha,
Bihar - 803201

Nellore Unit No. 1 - Plot no. 1 Industrial
Park, Survey No. 283, 297 & 298,
Naidupet (Menakur), Nellore, Andhra Pradesh -
524421

Nellore Unit No. 2 - Plot no. 2 Industrial Park, Survey
No. 296 Naidupet (Menakur), Nellore, Andhra Pradesh
- 524421

Company Depots

Thalassery, Vapi.

Listing on Stock Exchange

BSE Limited

30th Annual General Meeting

Wednesday, 20th September, 2017 at 11.00 a.m.
at Hotel Suba Galaxy, N. S. Phadke Road,
Off Western Express Highway,
Andheri (East), Mumbai - 400069

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NOTICE

Notice is hereby given that the Thirtieth Annual General Meeting of the Members of National Plastic Industries Limited (CIN No. L25200MH1987PLC044707), will be held on Wednesday, 20th September, 2017 at 11.00 a.m. at Hotel Suba Galaxy, N. S. Phadke Road, Off Western Express Highway, Andheri (East), Mumbai - 400 069 to transact the following business:

ORDINARY BUSINESS

1. To receive, consider and adopt the audited financial statements of the Company for the year ended 31st March 2017, the reports of the Board of Directors and Auditors thereon.
2. To declare dividend on Equity Shares for the year ended 31st March, 2017.
3. To appoint a Director in place of Mr. Ketan V. Parekh (DIN 00432734), who retires by rotation and being eligible, offers himself for re-appointment.
4. To appoint statutory auditors and fix their remuneration.

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 and the rules made thereunder (including any statutory modification(s) or re-enactment thereof), M/s. R. S. Prabhu & Associates, Chartered Accountants (Firm Registration No. 127010W), be and are hereby appointed as the Statutory Auditors of the Company, in place of the retiring Auditors, M/s. Sheth Doctor & Associates, Chartered Accountants, to hold office for a term of five consecutive financial years, from the conclusion of the Thirtieth Annual General Meeting until the conclusion of the Thirty Fifth Annual General Meeting of the Company, subject to ratification of the appointment at every Annual General Meeting and on such remuneration plus applicable tax and reimbursement of out of pocket expenses in connection with the audit as may be mutually agreed upon between the Board of Directors of the Company and the Auditors.”

SPECIAL BUSINESS

5. 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 Sections 152, 161 and other applicable provisions, if any, of the Companies Act, 2013 (“the Act”) and the Companies (Appointment and Qualification of Directors) Rules, 2014 (including any statutory modification(s) or re-enactment thereof, for the time being in force), Mr. Harsh P. Parekh (DIN: 06854020) who was appointed as an Additional Director by the Board of Directors of the Company and who holds office as such up to the date of this Annual General Meeting be and is hereby appointed as a Director of the Company, liable to retire by rotation.”

6. 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 Sections 196, 197, 198 read with Schedule V and other applicable provisions, if any, of the Companies Act, 2013 (“the Act”) and Rules made thereunder (including any statutory modification(s) or re-enactment(s) thereof, for the time being in force), the relevant provisions of the Articles of Association of the Company and all applicable guidelines issued by the Central Government from time to time and subject to such other approvals, as may be necessary, consent of the Members be and is hereby accorded to the appointment of Mr. Harsh Parekh (DIN: 06854020) as the Whole Time Director of the Company, for a period of 5 (five) years with effect from 1st June, 2017, on terms and conditions including remuneration as set out hereunder with further liberty to the Board of Directors of the Company (hereinafter referred to as “the Board” which term shall be deemed to include any Committee constituted/to be constituted by the Board) from time to time to alter the said terms and conditions of appointment and remuneration of Mr. Harsh Parekh, in the best interests of the Company and as may be permissible at law, viz.:

1. PERIOD OF APPOINTMENT: 5 (Five) Years from 01.06.2017 to 31.05.2022
2. SALARY: ₹ 1,75,000/- per month.
3. PERQUISITES:

NATIONAL PLASTIC INDUSTRIES LIMITED

- a) Housing: Free furnished accommodation or HRA of ₹ 35,000/- per month in lieu of company provide accommodation.
 - b) Conveyance Allowance of ₹ 15,000/- per month.
 - c) Leave Travel Concession for self and family, once in a year as per the rules specified by the Company.
 - d) Fees of club other than admission and life membership fee of maximum two clubs.
4. BENEFITS:
- a) Contributions to the Provident Fund, Superannuation Fund as per the rules of the Company.
 - b) Gratuity not exceeding half a month salary for each completed year of service.
 - c) A car with chauffeur shall be provided for the Company's business.
 - d) Telephone facility shall be provided at residence, personal long distance on telephone and use of car for private purpose shall be borne by him.
5. The aggregate of the remuneration and perquisites as aforesaid in any Financial year shall not exceed the limit from time to time under Section 197, Section 198 and other applicable provisions of the Act, read with Schedule V of the said Act or any statutory modifications or re-enactments thereof for the time being in force, or otherwise as may be permissible at law.
6. When in any financial year, during the period of 3 (Three) years in the currency of the term of the Whole Time Director from the effective date of appointment, the Company has no profits or its profits are inadequate, the remuneration including the perquisites as aforesaid will be paid to Mr. Harsh Parekh in accordance with the applicable provisions of Schedule V of the Act, and subject to the approval of the Central Government, if required.
7. So long as Mr. Harsh Parekh functions as the Whole Time Director of the Company he shall be subject to retirement by rotation.

RESOLVED FURTHER THAT the Board be and is hereby authorised to do all such acts, deeds, matters and things as may be deemed necessary to give effect to the above resolution.”

**On behalf of the Board of Directors
For NATIONAL PLASTIC INDUSTRIES LIMITED**

**PARESH V. PAREKH
MANAGING DIRECTOR
(DIN 00432673)**

**Place: Mumbai
Date: 10th August, 2017**

NOTES

1. **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 A MEMBER OF THE COMPANY. THE INSTRUMENT APPOINTING A PROXY, TO BE EFFECTIVE, MUST BE DULY FILLED, STAMPED AND SIGNED AND MUST BE DEPOSITED AT THE REGISTERED OFFICE OF THE COMPANY NOT LESS THAN 48 HOURS BEFORE THE COMMENCEMENT OF THE MEETING.**

A person can act as a proxy on behalf of members not exceeding fifty (50) and holding in the aggregate not more than ten percent (10%) of the total share capital of the Company carrying voting rights. Further, a member holding more than ten percent (10%) 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.

2. Corporate Members intending to send their authorized representatives to attend the meeting are requested to send a certified copy of the Board Resolution authorizing their representative to attend and vote on their behalf at the meeting.
3. During the period beginning 24 hours before the time fixed for the commencement of the meeting and ending with the conclusion of the meeting, a member would be entitled to inspect the proxies lodged at any time during the business hours of the Company, provided that not less than three days of notice in writing is given to the Company.
4. An Explanatory Statement pursuant to Section 102 of the Companies Act, 2013 in respect of the Special Business to be transacted at the Meeting is annexed hereto. The relevant details as required under Regulation 36(3) of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, of the person seeking re-appointment as Director under Item No. 3 of the Notice is also annexed.
5. The Annual Report will also be available on the website of the Company at www.nationalplastic.com in the Investors section.
6. The Register of Members and the Share Transfer Books shall remain closed from Thursday, 14th September, 2017 to Wednesday, 20th September, 2017 (both days inclusive), for the purpose of payment of Dividend and Annual General Meeting (AGM) of the Company.
7. Subject to the provisions of the Companies Act, 2013 ('the Act'), dividend as recommended by the Board of Directors for the year ended 31st March 2017, if declared at the AGM, will be paid within a period of 30 days from the date of declaration, to those members whose names appear on the Register of Members as on 13th September, 2017. The final dividend is ₹ 1/- per equity share.
8. All the Members are requested to:
 - i. bring their copies of the Annual Report and the duly filled in Attendance Slip for attending the Annual General Meeting.
 - ii. send their queries with respect to the accounts and operations of the Company at least 10 days in advance so that the required information can be made available at the meeting.
 - iii. address all the correspondence relating to dividends, transfer and transmission of shares, change in their registered address, to the Company's Registrar and Transfer Agents, **Sharex Dynamic (India) Pvt. Ltd.**, Unit 1, Luthra Industrial Premises, Safed Pool, Andheri Kurla Road, Andheri (East), Mumbai - 400072.

Members holding shares in the electronic form are advised to inform change in address and updates of bank account details directly to their respective depository participant(s). We urge the members to utilize the Electronic Clearing System (ECS) for receiving dividends.
 - iv. quote their Folio No. / DP ID and Client ID No. in all their correspondence with the Registrar and Share Transfer Agents.
 - v. intimate Registrar and Share Transfer Agents M/s. Sharex Dynamic (India) Pvt. Ltd. for consolidation of their folios, in case they are having more than one folio.
 - vi. note that no gifts/coupons shall be distributed at the Annual General Meeting.
9. The Notice of AGM, Annual Report and Attendance Slip are being sent in electronic mode as a link to all the Members whose email address is registered with the Company or the Depository Participant(s), unless any Member has requested for the hard copy of the same. For members who have not registered their email address, physical copies of the Notice of AGM, Annual Report and Attendance Slip are being sent in the permitted mode.

10. The route map showing directions to reach the venue of the AGM is set out in the Report.
11. In case of Joint holders attending the meeting, only such joint holder whose name is higher in the order of names will be entitled to vote.

12. VOTING THROUGH ELECTRONIC MEANS:

- I. In compliance with provisions of Section 108 of the Companies Act, 2013, Rule 20 of the Companies (Management and Administration) Rules, 2014 as amended by the Companies (Management and Administration) Amendment Rules, 2015 and Regulation 44 of the Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations 2015 (Listing Regulations), the Company is pleased to provide members facility to exercise their right to vote on resolutions proposed to be considered at the Annual General Meeting (AGM) by electronic means and the business may be transacted through e-Voting Services. The facility of casting the votes by the members using an electronic voting system from a place other than venue of the AGM ("remote e-voting") will be provided by National Securities Depository Limited (NSDL).
- II. The facility for voting through ballot paper shall be made available at the AGM and the members attending the meeting who have not cast their vote by remote e-voting shall be able to exercise their right at the meeting through ballot paper.
- III. The members who have cast their vote by remote e-voting prior to the AGM may also attend the AGM but shall not be entitled to cast their vote again.
- IV. The remote e-voting period commences on 17th September, 2017 (9:00 am) and ends on 19th September, 2017 (5:00 pm). During this period members of the Company, holding shares either in physical form or in dematerialized form, as on the cut-off date of 13th September, 2017, may cast their vote by remote e-voting. The remote e-voting module shall be disabled by NSDL for voting thereafter. Once the vote on a resolution is cast by the member, the member shall not be allowed to change it subsequently.
- V. The process and manner for remote e-voting are as under:
 - A. In case a Member receives an email from NSDL [for members whose email IDs are registered with the Company/Depository Participants(s)] :
 - (i) Open email and open PDF file viz; "National e-voting.pdf" with your Client ID or Folio No. as password. The said PDF file contains your user ID and password/PIN for remote e-voting. Please note that the password is an initial password.

NOTE: Shareholders already registered with NSDL for e-voting will not receive the PDF file "National e-voting.pdf".
 - (ii) Launch internet browser by typing the following URL: <https://www.evoting.nsd.com/>
 - (iii) Click on Shareholder - Login
 - (iv) Put user ID and password. Click Login.
 - (v) Password change menu appears. Change the password/PIN with new password of your choice with minimum 8 digits/characters or combination thereof. Note new password. It is strongly recommended not to share your password with any other person and take utmost care to keep your password confidential.
 - (vi) Home page of remote e-voting opens. Click on remote e-voting: Active Voting Cycles.
 - (vii) Select "EVEN" of "National Plastic Industries Limited".
 - (viii) Now you are ready for remote e-voting as Cast Vote page opens.
 - (ix) Cast your vote by selecting appropriate option and click on "Submit" and also "Confirm" when prompted.
 - (x) Upon confirmation, the message "Vote cast successfully" will be displayed.
 - (xi) Once you have voted on the resolution, you will not be allowed to modify your vote.
 - (xii) Institutional shareholders (i.e. other than individuals, HUF, NRI etc.) are required to send scanned copy (PDF/JPG Format) of the relevant Board Resolution/ Authority letter etc. together with attested specimen signature of the duly authorized signatory(ies) who are authorized to vote, to the Scrutinizer through e-mail to ashishlalpuria@yahoo.co.in with a copy marked to evoting@nsdl.co.in

- B. In case a Member receives physical copy of the Notice of AGM [for members whose email IDs are not registered with the Company/Depository Participants(s) or requesting physical copy] :
- (i) Initial password is provided at the bottom of the Attendance Slip for the AGM
- | <u>EVEN (Remote e-voting Event Number)</u> | <u>USER ID</u> | <u>PASSWORD/PIN</u> |
|---|-----------------------|----------------------------|
|---|-----------------------|----------------------------|
- (ii) Please follow all steps from Sl. No. (ii) to Sl. No. (xii) above, to cast vote.
- VI. In case of any queries, you may refer the Frequently Asked Questions (FAQs) for Members and remote e-voting user manual for Members available at the downloads section of www.evoting.nsd.com or call on toll free no.: 1800-222-990.
- VII. If you are already registered with NSDL for remote e-voting then you can use your existing user ID and password/PIN for casting your vote.
- NOTE: Shareholders who forgot the User Details/Password can use "Forgot User Details/Password?" or "Physical User Reset Password?" option available on www.evoting.nsd.com.*
- In case Shareholders are holding shares in demat mode, USER-ID is the combination of (DPID+ClientID).*
- In case Shareholders are holding shares in physical mode, USER-ID is the combination of (Even No+Folio No).*
- VIII. You can also update your mobile number and e-mail id in the user profile details of the folio which may be used for sending future communication(s).
- IX. The voting rights of members shall be in proportion to their shares of the paid up equity share capital of the Company as on the cut-off date of 13th September, 2017.
- X. Any person, who acquires shares of the Company and become member of the Company after dispatch of the notice and holding shares as of the cut-off date i.e. 13th September, 2017, may obtain the login ID and password by sending a request at evoting@nsdl.co.in or investor@nationalplastic.com.
- However, if you are already registered with NSDL for remote e-voting then you can use your existing user ID and password for casting your vote. If you forgot your password, you can reset your password by using "Forgot User Details/Password" or "Physical User Reset Password?" option available on www.evoting.nsd.com or contact NSDL at the following toll free no.: 1800-222-990.
- XI. A member may participate in the AGM even after exercising his right to vote through remote e-voting but shall not be allowed to vote again at the AGM.
- XII. A person, whose name is recorded in the register of members or in the register of beneficial owners maintained by the depositories as on the cut-off date only shall be entitled to avail the facility of remote e-voting or voting at the AGM through ballot paper.
- XIII. Mrs. Jayshree A. Lalpuria, Practicing Company Secretary (Membership No. 17629) of Jayshree A. Lalpuria & Co. has been appointed as the Scrutinizer for providing facility to the members of the Company to scrutinize the voting and remote e-voting process in a fair and transparent manner.
- XIV. The Chairman shall, at the AGM, at the end of discussion on the resolutions on which voting is to be held, allow voting with the assistance of scrutinizer, by use of "Ballot Paper" for all those members who are present at the AGM but have not cast their votes by availing the remote e-voting facility.
- XV. The Scrutinizer shall after the conclusion of voting at the general meeting, will first count the votes cast at the meeting and thereafter unblock the votes cast through remote e-voting in the presence of at least two witnesses not in the employment of the Company and shall make, not later than three days of the conclusion of the AGM, a consolidated scrutinizer's report of the total votes cast in favour or against, if any, to the Chairman or a person authorized by him in writing, who shall countersign the same and declare the result of the voting forthwith.
- XVI. The Results declared alongwith the report of the Scrutinizer shall be placed on the website of the Company www.nationalplastic.com and on the website of NSDL immediately after the declaration of result by the Chairman or a person authorized by him in writing. The results shall also be immediately forwarded to the BSE Limited, Mumbai.
13. For transfer of shares held in Physical mode the transferee should submit along with the transfer documents copy of PAN Card for registration of transfer request.

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14. The Securities and Exchange Board of India (SEBI) and Reserve Bank of India (RBI) have advised all listed companies to mandatorily use the Electronic Clearing Services (ECS) mandate facility wherever possible for payment of dividend to the Members. In view of this stipulation, the Company has implemented the ECS facility. Members holding shares in physical form are requested to provide the Company with ECS details for crediting the future dividend payment directly to their respective bank accounts. The Company shall be able to co-ordinate with the bankers only on receipt of necessary information. The Members holding shares in electronic form may instruct their DP's accordingly.
15. The Securities and 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 their PAN to their Depository Participants with whom they are maintaining their demat accounts. Members holding shares in physical form can submit their PAN to the Company / M/s. Sharex Dynamic (India) Private Limited.
16. Members holding shares in dematerialized form are requested to intimate all changes pertaining to their registered email id, bank details, NECS, Mandates, Nominations, power of attorney etc to their Depository Participants. Changes intimated to the Depository Participants will then be automatically reflected in the Company's records which will help the Company and its Registrar and Transfer Agents, M/s. Sharex Dynamic (India) Private Limited, to provide efficient and better service to the Members. Members holding shares in physical form are requested to advise such changes to the Company's Registrar and Transfer Agents, M/s. Sharex Dynamic (India) Private Limited.
17. Members holding shares in physical form are requested to consider converting their holding to dematerialized form to eliminate all risks associated with physical shares. Members can contact the Company's Registrar and Transfer Agents, M/s. Sharex Dynamic (India) Private Limited for assistance in this regard.
18. Members wishing to claim dividends that remain unclaimed are requested to correspond with the Registrar and Share Transfer Agents as mentioned above, or the Company Secretary, at the Company's corporate office. Members are requested to note that dividends that are not claimed within seven years from the date of transfer to the Company's Unpaid Dividend Account, will, as per Section 124 of the Act, be transferred to the Investor Education and Protection Fund (IEPF). Shares on which dividend remains unclaimed for seven consecutive years will be transferred to the IEPF as per Section 124 of the Act, and the applicable rules.
19. Pursuant to the provisions of Investor Education and Protection Fund (Uploading of information regarding unpaid and unclaimed amounts lying with companies) Rules, 2012, the Company has uploaded the details of unpaid and unclaimed amounts lying with the Company as on September 22, 2016 (date of last Annual General Meeting) on the website of the Company (www.nationalplastic.com), as also on the website of the Ministry of Corporate Affairs.
20. For receiving all communication including Annual Report, Notices, Circulars, etc. from the Company electronically, the members, who have not registered/updated their e-mail address so far, are requested to register/update their e-mail addresses, in respect of electronic holdings with the Depository through their concerned Depository Participant. Members who hold their shares in physical form and who are desirous of receiving the communications/documents in electronic form are requested to promptly register their e-mail addresses with the Company.

Please note that as a valued shareholder of the Company, you are always entitled to receive, on request, a printed copy of the Annual Report and all other documents as stated above, free of cost.

**On behalf of the Board of Directors
For NATIONAL PLASTIC INDUSTRIES LIMITED**

**PARESH V. PAREKH
MANAGING DIRECTOR
(DIN 00432673)**

**Place: Mumbai
Date: 10th August, 2017**

ANNEXURE TO THE NOTICE OF THE 30TH ANNUAL GENERAL MEETING

Explanatory Statement pursuant to Section 102 of the Companies Act, 2013

In terms of Section 102 of the Companies Act, 2013, the following statement sets out all the material facts relating to Item Nos. 4 to 6 of the Notice dated 10th August 2017:

Item No. 4

This explanatory statement is provided though strictly not required as per Section 102 of the Act.

The Companies Act, 2013 ('the Act') was notified effective 1st April, 2014. Section 139 of the Act lays down the criteria for appointment and mandatory rotation of statutory auditors. Pursuant to Section 139 of the Act and the Rules made thereunder, it is mandatory to rotate the statutory auditors on completion of two terms of five consecutive years. The Rules also lay down the transitional period that can be served by the existing auditors depending on the number of consecutive years for which an audit firm has been functioning as auditor in the same company. The incumbent auditors, M/s. Sheth Doctor & Associates, Chartered Accountants (Firm Registration Number: 124822W) have served the Company for over 10 years before the Act was notified and will be completing the maximum number of transitional period (three years) at the ensuing 30th AGM and hence cannot be re-appointed.

It is proposed to appoint M/s. R. S. Prabhu & Associates, Chartered Accountants (Firm Registration No. 127010W) in place of M/s. Sheth Doctor & Associates, Chartered Accountants as the new statutory auditors of the Company, to hold office from the conclusion of the Thirtieth Annual General meeting until the conclusion of the Thirty fifth Annual General Meeting, subject to approval of members.

M/s. R. S. Prabhu & Associates, Chartered Accountants, have consented to act as auditors of the Company, if appointed, and have intimated that such appointment would be in accordance with the conditions prescribed in Section 139 of the Companies Act, 2013.

The Board recommends the appointment of M/s. R. S. Prabhu & Associates, Chartered Accountants as the Company's statutory auditors.

None of the Directors, Key Managerial Personnel or their relatives are concerned or interested, financially or otherwise in the passing of the Resolution.

Item Nos. 5 and 6

The Board of Directors of the Company, on the recommendation of the Nomination and Remuneration Committee, had appointed Mr. Harsh P. Parekh as an Additional Director of the Company with effect from 1st June, 2017 to hold office up to the date of the Annual General Meeting. The Board of Directors of the Company in the same meeting had also appointed Mr. Harsh P. Parekh as the Whole-time Director of the Company, liable to retire by rotation, for a period of 5 (five) years with effect from 1st June, 2017, subject to the approval of the Members of the Company.

Mr. Harsh P. Parekh is a B.Sc. and holds a Masters in global management from Regents College, UK. He has been associated with the Company in the past in various positions including Marketing Advisor and Chief Financial Officer of the Company. He has been handling the business operations of the Nellore unit of the Company since the past five years. He had been involved in the setting up of the Nellore division of the Company which deals in plastic flooring products and has presence pan India. Prior to starting his career at National Plastic Industries Limited, he has been associated as an intern with companies like Parle Agro and Keter (Israel) and has acquired practical experience in the area of Marketing and Product development. He has experience in general Business administration. In 2015, Mr. Harsh P. Parekh took over as the Chief Financial Officer of the Company. At the Company, he has been involved in several activities, such as, setting up of the new division of the Company at Nellore, project development and evaluating new avenues for product development.

He is currently not holding any Directorships.

He holds 3,26,500 equity shares of the Company.

He is not disqualified from being appointed as Director in terms of Section 164 of the Companies Act, 2013 and have given his consent to act as a Director of the Company.

The Company has received a notice in writing from a member alongwith the deposit of requisite amount under Section 160 of the Companies Act, 2013 (the "Act") signifying his intention to propose the appointment of Mr. Harsh P. Parekh as a Director of the Company.

The remuneration and other terms and conditions of Mr. Harsh P. Parekh's appointment as Whole-time Director as set out in the resolution is subject to your approval.

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This explanatory statement and the resolution as set out in item no. 6 may also be read and treated as disclosure in compliance with the requirements of Section 190 of the Companies Act, 2013.

Mr. Harsh P. Parekh may be deemed to be concerned or interested, financially or otherwise, to the extent of the aforesaid shareholding in respect of his appointment as a Director. Mr. Paresh V. Parekh, Managing Director and Mr. Ketan V. Parekh, Joint Managing Director who are relatives of Mr. Harsh Parekh, and their other relatives, to the extent of their shareholding in the Company, may be deemed to be concerned or interested in the appointment of Mr. Harsh P. Parekh.

Save and except the above, none of the other Directors / Key Managerial Personnel of the Company / their relatives are, in any way, concerned or interested, financial or otherwise, in the resolution set out at Item Nos. 5 and 6 of the Notice.

The Board of Directors recommends the resolutions set out in item nos. 5 and 6 of this Notice, for the approval of the members of the Company.

**On behalf of the Board of Directors
For NATIONAL PLASTIC INDUSTRIES LIMITED**

**Place: Mumbai
Date: 10th August, 2017**

**PARESH V. PAREKH
MANAGING DIRECTOR
(DIN 00432673)**

Details of Director seeking appointment / re-appointment at the Annual General Meeting

Name of the Director	Mr. Ketan V. Parekh	Mr. Harsh P. Parekh
Date of Birth	January 14, 1968	August 10, 1988
DIN	00432734	06854020
Date of Appointment	May 10, 1993	June 1, 2017
Qualification	Business Management Graduate from U.S.A.	B.Sc., Masters in Global Management from Regents College, UK
Expertise in specific functional areas	Expertise in Management & Production. He has over 20 years of experience in corporate management. As a Joint Managing Director, he is responsible for the day to day operations and overseeing the production activity of the Company.	Expertise in Marketing and Project Development.
Directorships held in other public companies (excluding foreign companies and Section 8 companies)	Nil	Nil
Memberships/Chairmanships of committees of other public companies	Nil	Nil
Number of shares held in the Company	834,500	326,500

DIRECTORS' REPORT

To,
The Members,
NATIONAL PLASTIC INDUSTRIES LIMITED

Your Directors present their 30th Annual Report together with the Audited Accounts of the Company, for the year ended 31st March, 2017.

FINANCIAL RESULTS:

(₹ in Lacs)

Particulars	2016-2017	2015-2016
Sales & Other Income	11217.77	11407.64
(Loss) / Gross Profit before Depreciation, Interest & Tax	776.71	1022.11
Less : Depreciation	211.83	178.91
Interest	270.11	393.90
(Loss) / Profit for the year	294.76	449.29
Less: Prior Period Adjustment	-	12.33
Less : Deferred Tax Liabilities	188.06	239.26
(Loss)/ Net Profit after Tax	106.70	197.70
Add: Balance brought forward from previous year (Adjusted)	238.68	150.85
Balance Available for appropriation	345.37	348.56
Appropriation:		
Proposed Dividend	91.30	91.30
Dividend Tax	18.59	18.59
Transfer to General Reserve	-	-
Balance c/f to Balance Sheet	235.49	238.68

COMPANY'S OPERATIONAL PERFORMANCE

During the financial year ended 31st March 2017, the Total Sales & Other Income for the year was at ₹ 112.18 Crores as against ₹ 114.08 Crores for the year 2015-16. Out of this, exports were ₹ 15.62 Crores as against ₹ 23.88 Crores for the year 2015-16. Your Company is working on consolidating its strengths in the key markets and exploring avenues to penetrate in the European markets to increase export sales in the coming years.

Net Sales were ₹ 98.06 Crores as against ₹ 99.53 Crores in the previous year. The profit after tax for the year under review was at ₹ 106.70 Lacs.

Due to various initiatives taken by the Company, the Interest and Finance cost have decreased by ₹ 123.79 Lacs i.e. from ₹ 393.90 Lacs to ₹ 270.11 Lacs.

The Company has endeavored to bring out new & unique moulded furniture for improving the sales of the products.

The Company is taking all necessary steps to reduce wastages and make production cost efficient and will surely be able to achieve its targets.

The PVC flooring Mats business in Nellore, Andhra Pradesh in the southern part of the country under the brand name **INSTA** has done fairly well during the year 2016-17.

The air-cooler business of the Company was marginal during the year and did not progress as was expected. However, the Company is expecting good growth in this product line in the future.

DIVIDEND

The Board of Directors of your Company are pleased to recommend a Dividend of ₹1/- per equity share (10%) of face value of ₹ 10/- each (previous year ₹1/- per share). The total outflow on account of Equity Dividend will be ₹ 109.89 Lacs (inclusive of tax of ₹ 18.59 lacs) which is provided in the accounts for the purpose of Dividend. The Dividend payout is subject to the approval of the shareholders at the ensuing Annual General Meeting of the Company.

NATIONAL PLASTIC INDUSTRIES LIMITED

SUBSIDIARY COMPANY

The Company does not have any Subsidiary Company.

SHARE CAPITAL

During the year under review, there has been no change in the capital structure. The paid up Equity Share Capital as on 31st March, 2017 was ₹ 912.96 lacs.

TRANSFER TO RESERVES

The Company has not appropriated any profits to general reserves for the year 2016-17.

EXTRACT OF ANNUAL RETURN

Pursuant to sub-section 3(a) of Section 134 and sub-section (3) of Section 92 of the Companies Act 2013, read with Rule 12 of the Companies (Management and Administration) Rules, 2014 the extract of the Annual Return as at 31st March, 2017 forms part of this report as **Annexure 1**.

NUMBER OF MEETINGS OF THE BOARD

Regular meetings of the Board are held to discuss and decide on various business policies, strategies and other businesses. The Board met four (4) times during the FY 2016-17 viz. on 27th May 2016, 10th August 2016, 9th November 2016 and 9th February 2017. The maximum interval between any two meetings did not exceed 120 days.

Attendance of each Director at these meetings is as under:

Name of Director	Category	No. of Board Meetings Attended
Mr. Paresh V. Parekh	Promoter Executive	4
Mr. Ketan V. Parekh	Promoter Executive	4
Mrs. Jyoti Palekar	Non-Executive Independent	4
Mr. Dilip Thaker	Non-Executive Independent	4
Mrs. Neeta Parekh	Non-Executive	2

Separate Meeting of Independent Directors

A meeting of the Independent Directors of the Company was held on 27th May, 2016 and the same was attended by Mr. Dilip Thaker and Mrs. Jyoti Palekar.

NUMBER OF MEETINGS OF COMMITTEES OF THE BOARD OF DIRECTORS

The Company has the following Committees of the Board:

1. Audit Committee

The Audit Committee is constituted as required under Section 177 of the Companies Act, 2013. The scope of activities and powers of the Audit Committee includes the areas prescribed under Section 177 of the Companies Act, 2013.

Four (4) Audit Committee meetings were held during the financial year 2016-2017 on 27th May 2016, 10th August 2016, 9th November 2016 and 9th February 2017. The composition of the Audit Committee and the attendance of the Audit Committee Members at the said meetings are as below:

Sr. No.	Name of the Director	Position	Meetings Attended
1	Mr. Dilip Thaker	Chairman	4
2	Mrs. Jyoti Palekar	Member	4
3	Mr. Paresh V. Parekh	Member	4

2. Stakeholders Relationship Committee

The Stakeholders Relationship Committee met four (4) times during the financial year 2016-17 viz. on 27th May 2016, 10th August 2016, 9th November 2016 and 9th February 2017. The composition of the Stakeholders Relationship Committee and the attendance of the Stakeholders Relationship Committee Members at the said meetings are as below:

Sr. No.	Name of the Director	Position	Meetings Attended
1	Mrs. Jyoti Palekar	Chairman	4
2	Mr. Paresh V. Parekh	Member	4
3	Mr. Ketan V. Parekh	Member	4

3. Nomination and Remuneration Committee

The Nomination and Remuneration Committee met two (2) times during the financial year 2016-17 viz. on 27th May 2016 and 10th August 2016. The composition of the Nomination and Remuneration Committee and the attendance of the Nomination and Remuneration Committee Members at the said meetings are as below:

Sr. No.	Name of the Director	Position	Meetings Attended
1	Mrs. Jyoti Palekar	Chairman	2
2	Mr. Dilip Thaker	Member	2
3	Mrs. Neeta Parekh	Member	1

4. Executive Management Committee

The Executive Management Committee met twenty five (25) times during the financial year 2016-17 viz. on 4th April 2016, 5th May 2016, 9th May 2016, 4th June 2016, 6th June 2016, 17th June 2016, 22nd June 2016, 2nd July 2016, 13th July 2016, 20th July 2016, 5th August 2016, 8th August 2016, 3rd October 2016, 14th October 2016, 27th October 2016, 10th November 2016, 24th November 2016, 26th December 2016, 9th January 2017, 23rd January 2017, 1st February 2017, 9th February 2017, 6th March 2017, 14th March 2017 and 24th March, 2017. The composition of the Executive Management Committee and the attendance of the Committee Members at the said meetings are as below:

Sr. No.	Name of the Director	Position	Meetings Attended
1	Mr. Paresh Parekh	Chairman	22
2	Mr. Ketan Parekh	Member	25
3	Mrs. Neeta Parekh	Member	22

DIRECTORS

The Board consists of Mr. Paresh V. Parekh (DIN 00432673) and Mr. Ketan V. Parekh (DIN 00432734) as Executive Directors of the Company in the capacity of Managing Director and Joint Managing Director respectively, Mrs. Jyoti Palekar (DIN 03043009) and Mr. Dilip Thaker (DIN 00260231) are Independent Directors of the Company and Mrs. Neeta Parekh (DIN 00811690) is non-executive Director of the Company.

Mr. Harsh P. Parekh (DIN: 06854020) was appointed as the Additional Director of the Company w.e.f. 1st June, 2017 and he holds office upto the date of the ensuing Annual General Meeting pursuant to Section 161 of the Companies Act, 2013. He was also appointed as the Whole Time Director of the Company with effect from 1st June, 2017 for a period of five years subject to approval of the members at the ensuing 30th Annual General Meeting.

In accordance with the provisions of Companies Act, 2013 and the Articles of Association of the Company, Mr. Ketan V. Parekh (DIN: 00432734), Joint Managing Director of the Company, retires by rotation at the ensuing Annual General Meeting and being eligible has offered himself for re-appointment.

The Board recommends the appointment of Mr. Harsh Parekh and re-appointment of Mr. Ketan Parekh to the members for consideration at the ensuing 30th Annual General Meeting.

Brief resume of the Directors proposed to be appointed/re-appointed and their shareholding forms part of the Annual Report.

DIRECTORS' RESPONSIBILITY STATEMENT

Pursuant to Section 134(5) of the Companies Act, 2013, your Directors confirm that:

- in the preparation of the annual accounts for the year ended 31st March, 2017, the applicable accounting standards had been followed along with proper explanations relating to material departures;
- they have selected such accounting policies and applied them consistently and made judgments and estimates that are reasonable and prudent so as to give a true and fair view of the state of affairs of the Company as at 31st March, 2017 and of the profits of the Company for the financial year ended 31st March, 2017;

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- iii. they have taken proper and sufficient care for the 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 fraud and other irregularities;
- iv. they had prepared the annual accounts on a going concern basis;
- v. they had laid down internal financial controls to be followed by the company and that such internal financial controls are adequate and were operating effectively; and
- vi. they had devised proper systems to ensure compliance with the provisions of all applicable laws and that such systems were adequate and operating effectively.

DECLARATION FROM INDEPENDENT DIRECTORS

The Board has received declarations from the Independent Directors as per the requirement of Section 149(7) of the Companies Act, 2013 that they meet all the criteria of independence as mentioned in Section 149(6) of the Companies Act, 2013.

PERFORMANCE EVALUATION OF THE BOARD

Pursuant to the provisions of the Companies Act, 2013, the performance of the Non-Independent Directors and the Board as a whole and its Committees were evaluated at the meeting of the Independent Directors held on 13th May, 2017. The parameters on which performance is evaluated are skills, knowledge, participation in meetings, compliance with code of ethics, contribution towards growth of the Company etc.

The performance evaluation of the Independent Directors was carried out by the entire Board pursuant to the provisions of the Companies Act, 2013 on parameters such as participation in the meetings, performance of duties, level of oversight, professional conduct and independence etc.

The Directors expressed their satisfaction with the evaluation process.

DETAILS OF REMUNERATION TO DIRECTORS

The information relating to remuneration of directors as required under Section 197(12) of the Companies Act, 2013 is given in **Annexure 2**.

POLICY RELATING TO DIRECTORS

The policy framed by the Nomination & Remuneration Committee under Section 178(3) of the Companies Act, 2013 is as below:

Appointment Criteria and Qualifications

- a) The Committee shall identify and ascertain the integrity, qualification, expertise and experience of the person for appointment as Director, KMP or at Senior Management level and recommend to the Board his / her appointment.
- b) The Committee shall identify the extent to which the appointee is likely to contribute to the overall effectiveness of the Board, work constructively with the existing directors and enhance the efficiencies of the Company;
- c) The Committee has discretion to decide whether qualification, expertise and experience possessed by a person are sufficient / satisfactory for the concerned position.

Remuneration to Directors

i. Remuneration to Whole-time / Executive / Managing Director:

The Remuneration/ Compensation/ Commission etc. to be paid to Director /Managing Director etc. shall be governed as per provisions of the Companies Act, 2013 and rules made there under including any amendments thereto or any other enactment for the time being in force. The Whole-time / Executive / Managing Director shall be eligible for a monthly remuneration as may be approved by the Board on the recommendation of the Committee. The break-up of the pay scale and quantum of perquisites including employer's contribution to PF, 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.

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

If, any Whole-time Director/Managing Director 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, wherever required, he/she shall refund such excess remuneration to the Company and until such sum is refunded, hold it in trust for the Company. The recovery of such sums refundable shall not be waived by the Company unless permitted by the Central Government.

ii. Remuneration to Non- Executive / Independent Director:

The Non-Executive/Independent Director may receive remuneration / compensation /commission as per the provisions of Companies Act, 2013 and the rules made thereunder. The amount of sitting fees shall be subject to ceiling/ limits as provided under Companies Act, 2013 and rules made there under including any amendments thereto or any other enactment for the time being in force.

The Independent Director shall not be entitled to any stock option of the Company.

Evaluation

The Committee shall carry out evaluation of performance of every Director at regular interval (yearly).

Removal

The Committee may recommend, to the Board with reasons recorded in writing, removal of a Director, KMP or Senior Management Personnel subject to the provisions and compliance of the said Act, rules and regulations.

Retirement

The Director, KMP and Senior Management Personnel shall retire as per the applicable provisions of the Act and the prevailing policy of the Company. The Board will have the discretion to retain the Director, KMP, Senior Management Personnel in the same position/ remuneration or otherwise even after attaining the retirement age, for the benefit of the Company.

APPOINTMENTS / RESIGNATIONS OF THE KEY MANAGERIAL PERSONNEL

Mr. Harsh P. Parekh resigned as the Chief Financial Officer of the Company with effect from 14th May, 2017. He was appointed as the Additional Director and Whole Time Director of the Company with effect from 1st June, 2017, subject to consent by the Members at the ensuing 30th Annual General Meeting of the Company.

Mr. Umesh L. Shenoy was re-designated as the Chief Financial Officer of the Company with effect from 14th May, 2017.

Mr. Paresh Parekh, Managing Director; Mr. Ketan Parekh, Joint Managing Director; Mr. Harsh Parekh, Whole Time Director; Mr. Umesh Shenoy, Chief Financial Officer and Ms. Swati Zavar, Company Secretary of the Company are the Key Managerial Personnel as per the provisions of the Companies Act, 2013.

EMPLOYEES

None of the employees of the Company were drawing a remuneration exceeding ₹ 1,02,00,000/- per annum or ₹ 8,50,000/- per month or part thereof. The information required under Section 197 (12) of the Companies Act, 2013 read with Rule 5(2) & (3) of Companies (Appointment and Remuneration of Managerial Personnel) Rules, 2014 as amended by Companies (Appointment and Remuneration of Managerial Personnel) Amendment Rules, 2016 is given in the **Annexure 3** to this report.

Your Directors value the commitment of the employees towards the Company and appreciate their valuable contributions for the progress and growth of the Company.

AUDITORS

Pursuant to Section 139 of the Companies Act, 2013 ('the Act') and the rules made thereunder, it is mandatory to rotate the Statutory Auditors on completion of the maximum term permitted under the said section. Further, every Company is required to appoint auditors for a term of five years subject to their appointment being ratified at every Annual General Meeting.

M/s. Sheth Doctor & Associates, Chartered Accountants, Statutory Auditors of the Company, retire on the conclusion of the Thirtieth Annual General Meeting of the Company.

In view of the mandatory rotation, it is proposed to appoint M/s. R. S. Prabhu & Associates, Chartered Accountants (Firm Registration No. 127010W), as the statutory auditors of the Company.

M/s. R. S. Prabhu & Associates, Chartered Accountants are proposed to be appointed as the statutory auditors for a period of 5 (five) consecutive years from the conclusion of the Thirtieth Annual General Meeting till the conclusion of the Thirty Fifth Annual General Meeting of the Company, subject to the ratification by the members every year.

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The Company has received letter from the auditor to the effect that their appointment, if made, will be in accordance with Section 139 read with Section 141 of the Act and that they are not disqualified for appointment.

M/s. R. S. Prabhu & Associates have confirmed that they have subjected themselves to the peer review process of the Institute of Chartered Accountants of India (ICAI).

Members are requested to approve the appointment of M/s. R. S. Prabhu & Associates, Chartered Accountants and authorize the Board of Directors to fix their remuneration.

The report given by the retiring Auditors on the financial statements of the Company forms part of the Annual Report.

The Auditors' Report for the financial year ended 31st March, 2017 do not contain any qualification, reservation, adverse remark or disclaimer.

The Notes on Financial Statements referred to in the Auditors' Report are self-explanatory and do not call for any further comments.

SECRETARIAL AUDIT

Pursuant to the provisions of Section 204 of the Companies Act, 2013 and the Companies (Appointment and Remuneration of Managerial Personnel) Rules, 2014, the Board has appointed Mrs. Jaysree A. Lalpuria, Company Secretary in practice, as Secretarial Auditor of the Company for the financial year 2017-18.

Secretarial Audit Report as per Section 204 of the Companies Act, 2013 for the financial year ended 31st March, 2017 is annexed to this report at **Annexure 4**. The said report does not contain any qualification or reservation or adverse remark requiring explanation.

LOANS, GUARANTEES OR INVESTMENTS UNDER SECTION 186

The Company has not given, during the year under review, any loan, guarantee or invested any funds falling under the purview of Section 186 of the Companies Act, 2013.

Details of outstanding investments are given in the notes to financial statements.

RELATED PARTY TRANSACTIONS

All the related party transactions that were entered into during the financial year were at arm's length basis and were in the ordinary course of business. There were no materially significant related party transactions with the Directors, Promoters, Key Managerial Personnel or other designated persons which may have a potential conflict with the interest of the Company at large. Accordingly, the disclosure of Related Party Transactions as required under Section 134(3)(h) of the Companies Act, 2013 in Form AOC-2 is not applicable.

All Related Party Transactions as required under Accounting Standards AS-18 are reported in Note 26B - Notes to Accounts of the financial statements of the Company.

All related party transactions are placed before the Audit Committee and the Board for approval.

CORPORATE GOVERNENCE

The compliance with the provisions of Corporate Governance under the SEBI (Listing Obligation and Disclosure Requirements) Regulations, 2015 is not applicable to the Company. Hence, the Report on Corporate Governance as stipulated under Regulation 33 (e) read with Schedule IV of the SEBI (Listing Obligation and Disclosure Requirements) Regulations, 2015 does not form part of the Annual Report.

MANAGEMENT'S DISCUSSION AND ANALYSIS

In terms of the provisions of Regulation 34 of the Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015, the Management Discussion and Analysis is set out in this Annual Report.

DEPOSITS

The Company has not accepted any Deposit covered under Section 73 of the Companies Act, 2013 from the Shareholders or the Public during the year.

INSURANCE

All the insurable interests of the company including inventories, building, plant & machinery etc. are adequately insured.

DISCLOSURE UNDER THE SEXUAL HARASSMENT OF WOMEN AT WORKPLACE (PREVENTION, PROHIBITION AND REDRESSAL) ACT, 2013

The Company has in place a policy on Prevention of Sexual Harassment at Workplace in line with the requirements of the Sexual Harassment of Women at Workplace (Prevention, Prohibition and Redressal) Act, 2013. The policy provides for protection against Sexual Harassment of Women at Workplace and for prevention and redressal of complaints.

No complaints were received from any employee during the financial year 2016-17 and hence no complaints are outstanding as on 31st March, 2017 for redressal.

VIGIL MECHANISM

The Company has formulated a Vigil Mechanism Policy for Directors and employees to report their genuine concerns about unethical behaviour, actual or suspected fraud or violation of the Codes of Conduct or policy. The necessary mechanism is in line with the requirements under the Companies Act, 2013. It provides for adequate safeguards against victimization of Directors and employees who avail of the mechanism and also provide for direct access to the Chairman of the Audit Committee in exceptional cases. None of the Whistle Blowers have been denied access to the Audit Committee. The said policy is available on the Company's website www.nationalplastic.com under the Investor Section.

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

The particulars relating to conservation of energy, technology absorption, foreign exchange earnings and outgo, as required to be disclosed pursuant to Section 134 of the Companies Act, 2013 form part of this report and are set out in the **Annexure 5** to this report.

RISK MANAGEMENT POLICY

The Board of Directors of your Company has formulated a Risk Management Policy for the Company. It aims to identify, evaluate risks associated with the business viz. economic environment and market conditions, fluctuations in foreign currency, political environment, contractual compliance, credit risks, technology obsolescence, inflation, commodity prices, price fluctuation of raw materials and finished goods etc. Mitigation plans for the identified risks are drawn up based on the type of risks.

In the opinion of the Board, none of the above mentioned risks threaten the existence of the Company.

INTERNAL CONTROL SYSTEM AND THEIR ADEQUACY

The Board has adopted policies and procedures for ensuring that all transactions are authorized, recorded and correctly reported, all assets are safeguarded and protected against loss from unauthorized use or disposition, reducing wastages and maintenance of proper accounting records for ensuring accuracy and reliability of its financial information. The Board has constituted an Audit Committee which meets periodically to review the financial performance and the accuracy of financial records.

The Management duly considers and takes appropriate action on the recommendations made by the Statutory Auditors and the Audit Committee of the Board of Directors.

STATUTORY DISCLOSURE

- a. There is no change in the nature of business of the Company.
- b. In terms of the first proviso to Section 136 of the Companies Act, 2013, the Report and Accounts are being sent to all the shareholders and is available on the Company's website.
- c. There have been no material changes and commitments affecting the financial position of the Company which have occurred between the end of the financial year of the Company to which the financial statements relate and the date of the report.

SIGNIFICANT AND MATERIAL ORDERS PASSED BY THE REGULATORS OR COURTS

There are no significant material orders passed by the Regulators/Courts which would impact the going concern status of the Company's operations in future.

LISTING FEES

The Company has paid the Annual Listing fees to BSE Ltd. for the Financial Year 2017 – 2018.

ACKNOWLEDGEMENTS

Your Directors would like to place on record their gratitude for the co-operation and support they have received from the State Government Authorities, Statutory Authorities, Local Bodies, Banks and Financial Institutions and other Regulatory agencies during the year. Your Directors warmly acknowledge the faith and confidence reposed in the Company by its channel partners, dealers and customers in supporting its business activities and growth. Your Directors express their gratitude to the other business associates of the Company for their unstinting support. Your Directors are thankful to the Members for extending the trust and confidence shown.

For and on behalf of the Board of Directors

Place: Mumbai
Date: 10th August, 2017

Paresh V. Parekh
Managing Director
DIN 00432673

Ketan V. Parekh
Joint Managing Director
DIN 00432734

ANNEXURE 1 - EXTRACT OF ANNUAL RETURN

as on the financial year ended on March 31, 2017

[Pursuant to Section 92(3) of the Companies Act, 2013 and rule 12(1) of the Companies (Management and Administration) Rules, 2014]

I. REGISTRATION AND OTHER DETAILS

i.	CIN	L25200MH1987PLC044707
ii.	Registration Date	17/09/1987
iii.	Name of the Company	National Plastic Industries Limited
iv.	Category/Sub-Category of the Company	Public Company/Limited by shares
v.	Address of the Registered office and contact details	A-59, MIDC, Road No. 1, Marol, Andheri (East), Mumbai – 400093 Tel.: +91 22 67669999, Fax: +91 22 67669998
vi.	Whether listed company	Yes. Listed on BSE Ltd.
vii.	Name, Address and Contact details of Registrar and Transfer Agent, if any	Sharex Dynamic (India) Pvt. Ltd., Unit No. 1, Luthra Industrial Premises, Safed Pool, Andheri Kurla Road, Andheri (East), Mumbai - 400 072 Tel No.: 022 – 2851 5606/2851 5644 Fax: 022 – 2851 2855

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:-

Sl. No.	Name and Description of main products / services	NIC Code of the Product/ service	% to total turnover of the company
1	Injection Moulded Products	25209	99%
2	Services (Renting out of leased in non residential building)	70102	1%

III. PARTICULARS OF HOLDING, SUBSIDIARY AND ASSOCIATE COMPANIES-

S. No	Name and Address of the Company	CIN/GLN	Holding/ Subsidiary/ Associate	% of Shares Held	Applicable Section
-	-	-	-	-	-

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

i. Category-wise Share Holding

Category of Shareholders	No. of Shares held at the beginning of the year[As on 31-March-2016]				No. of Shares held at the end of the year[As on 31-March-2017]				% Change during the year
	Demat	Physical	Total	% of Total Shares	Demat	Physical	Total	% of Total Shares	
A. Promoters									
(1) Indian									
a) Individual/ HUF	5024626	-	5024626	55.04	5024626	-	5024626	55.04	-
b) Central Govt	-	-	-	-	-	-	-	-	-
c) State Govt(s)	-	-	-	-	-	-	-	-	-
d) Bodies Corp.	148511	-	148511	1.63	148511	-	148511	1.63	-
e) Banks / FI	-	-	-	-	-	-	-	-	-
f) Any other	-	-	-	-	-	-	-	-	-
Sub-total (A) (1)	5173137	0	5173137	56.66	5173137	0	5173137	56.66	-

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Category of Shareholders	No. of Shares held at the beginning of the year[As on 31-March-2016]				No. of Shares held at the end of the year[As on 31-March-2017]				% Change during the year
	Demat	Physical	Total	% of Total Shares	Demat	Physical	Total	% of Total Shares	
(2) Foreign									
a) NRI- Individual	-	-	-	-	-	-	-	-	-
b) Other – Individuals	-	-	-	-	-	-	-	-	-
c) Bodies Corp.	-	-	-	-	-	-	-	-	-
d) Banks /FI	-	-	-	-	-	-	-	-	-
e) Any other	-	-	-	-	-	-	-	-	-
Sub-total (A) (2)	-	-	-	-	-	-	-	-	-
Total Shareholding of promoter (A) = (A) (1)+(A)(2)	5173137	0	5173137	56.66	5173137	0	5173137	56.66	-
B. Public Shareholding									
1. Institutions									
a) Mutual Funds	-	7900	7900	0.09	-	7900	7900	0.09	-
b) Banks / FI	-	100	100	0.001	1200	100	1300	0.014	0.013
c) Central Govt	-	-	-	-	-	-	-	-	-
d) State Govt(s)	-	-	-	-	-	-	-	-	-
e) Venture Capital Funds	-	-	-	-	-	-	-	-	-
f) Insurance Companies	-	-	-	-	-	-	-	-	-
g) FIs	-	300	300	0.003	-	300	300	0.003	-
h) Foreign Venture Capital Funds	-	-	-	-	-	-	-	-	-
i) Others (specify)	-	-	-	-	-	-	-	-	-
Sub-total (B)(1)	-	8300	8300	0.091	1200	8300	9500	0.104	0.013
2. Non-Institutions									
a) Bodies Corp.									
i) Indian	241671	15500	257171	2.817	115862	15500	131362	1.439	(1.378)
ii) Overseas	-	-	-	-	-	-	-	-	-
b) Individuals									
i) Individual shareholders holding nominal share capital upto ₹ 1 lakh	1503886	1064436	2568322	28.132	1514686	1043936	2558622	28.026	(0.106)
ii) Individual shareholders holding nominal share capital in excess of ₹1 lakh	799151	12300	811451	8.89	869388	12300	881688	9.66	0.769
c) Others (specify)									
Clearing Members	63297		63297	0.693	84901		84901	0.93	0.237
Overseas Corporate Bodies	5600		5600	0.061	5600		5600	0.061	0.00
Non Resident Indians	54622	187700	242322	2.654	100290	184500	284790	3.12	0.465
Sub-total (B)(2)	2668227	1279936	3948163	43.245	2690727	1256236	3946963	43.232	(0.013)
Total Public Shareholding (B)=(B) (1)+ (B)(2)	2668227	1288236	3956463	43.336	2691927	1264536	3956463	43.336	0
C. Shares held by Custodian for GDRs & ADRs	-	-	-	-	-	-	-	-	-
Grand Total (A+B+C)	7841364	1288236	9129600	100.00	7865064	1264536	9129600	100.00	0.00

B. Shareholding of Promoters-

SI No.	Shareholder's Name	Shareholding at the beginning of the year			Share holding at the end of the year			% change in share holding 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	
1	Vivek Paresh Parekh	160025	1.75	-	290025	3.18	-	1.43
2	Harsh Paresh Parekh	160100	1.75	-	326500	3.58	-	1.83
3	Enpee Credit & Capital (India) Private Limited	148511	1.63	-	148511	1.63	-	-
4	Neeta Ketan Parekh	1099400	12.042	-	969000	10.614	-	-1.43
5	Ketan Vinod Parekh (HUF)	552000	6.046	-	552000	6.046	-	-
6	Ketan Vinod Parekh	704100	7.712	-	834500	9.14	-	1.43
7	Paresh Vinod Parekh (HUF)	102600	1.124	-	102600	1.124	-	-
8	Paresh Vinod Parekh	1141401	12.502	-	975001	10.68	-	-1.82
9	Preeti Paresh Parekh	1105000	12.103	-	975000	10.68	-	-1.42
	Total	5173137	56.66	0.00	5173137	56.66	0.00	0.00

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

SN	Shareholder's Name	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.	Vivek Paresh Parekh				
	At the beginning of the year	160025	1.75	160025	0.00
	Purchase (Inter-se transfer) on April 18, 2016	130000	1.42	290025	3.18
	At the end of the year			290025	3.18
2.	Harsh Paresh Parekh				
	At the beginning of the year	160100	1.75	160100	1.75
	Purchase (Inter-se transfer) on April 18, 2016	166400	1.82	326500	3.58
	At the end of the year			326500	3.58
3.	Preeti Paresh Parekh				
	At the beginning of the year	1105000	12.10	1105000	12.10
	Sale (Inter-se transfer) on April 18, 2016	130000	1.42	975000	10.68
	At the end of the year			975000	10.68
4.	Paresh Vinod Parekh				
	At the beginning of the year	1141401	12.50	1141401	12.50
	Sale (Inter-se transfer) on April 18, 2016	166400	1.82	975001	10.68
	At the end of the year			975001	10.68
5.	Ketan Vinod Parekh				
	At the beginning of the year	704100	7.71	704100	7.71
	Purchase (Inter-se transfer) on May 5, 2016	130400	1.43	834500	9.14
	At the end of the year			834500	9.14

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SN	Shareholder's Name	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
6.	Neeta Ketan Parekh				
	At the beginning of the year	1099400	12.04	1099400	12.04
	Sale (Inter-se transfer) on May 5, 2016	130400	1.43	969000	10.61
	At the end of the year			969000	10.61

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

SN	For Each of the Top 10 Shareholders	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.	Subramanian P				
	At the beginning of the year	-	-	-	-
	Transfer – 14.10.2016	135790	1.487	135790	1.487
	Transfer – 21.10.2016	(900)	(0.009)	134890	1.478
	Transfer – 28.10.2016	(990)	(0.011)	133900	1.467
	Transfer – 04.11.2016	(3900)	(0.043)	130000	1.424
	Transfer – 11.11.2016	(5100)	(0.055)	124900	1.368
	Transfer – 18.11.2016	(31)	(0.00)	124869	1.368
	Transfer – 25.11.2016	(869)	(0.009)	124000	1.358
	At the end of the year			124000	1.358
2.	Pinky Sambhria				
	At the beginning of the year	110777	1.213	110777	1.213
	Transfer – 22.04.2016	87	0.001	110864	1.214
	Transfer – 29.04.2016	155	0.001	111019	1.216
	Transfer – 06.05.2016	(1358)	(0.014)	109661	1.201
	Transfer – 13.05.2016	3328	0.036	112989	1.238
	Transfer – 20.05.2016	(1200)	(0.013)	111789	1.224
	Transfer – 10.06.2016	2376	0.026	114165	1.25
	Transfer – 26.08.2016	2870	0.031	117035	1.282
	Transfer – 09.09.2016	999	0.011	118034	1.293
	Transfer – 23.09.2016	(1491)	(0.016)	116543	1.277
	Transfer – 07.10.2016	(8104)	(0.088)	108439	1.188
	Transfer – 21.10.2016	(8337)	(0.091)	100102	1.096
	Transfer – 04.11.2016	(4581)	(0.050)	95521	1.046
	Transfer – 11.11.2016	(860)	(0.009)	94661	1.037
	Transfer – 18.11.2016	6	0.00	94667	1.037
	Transfer – 25.11.2016	1542	0.017	96209	1.054
	Transfer – 02.12.2016	(1396)	(0.015)	94813	1.039
	Transfer – 09.12.2016	168	0.002	94981	1.04
	Transfer – 16.12.2016	3456	0.038	98437	1.078
	Transfer – 23.12.2016	1022	0.011	99459	1.089
	Transfer – 30.12.2016	(40)	(0.00)	99419	1.089
	Transfer – 31.12.2016	3036	0.033	102455	1.122
	Transfer – 06.01.2017	(3000)	(0.033)	99455	1.089
	Transfer – 10.02.2017	2579	0.028	102034	1.118

SN	For Each of the Top 10 Shareholders	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
	Transfer – 17.02.2017	2077	0.023	104111	1.14
	Transfer – 24.02.2017	17	0.00	104128	1.141
	Transfer – 03.03.2017	1245	0.01	105373	1.154
	Transfer – 31.03.2017	1125	0.01	106498	1.167
	At the end of the year			106498	1.167
3.	Indra Lal				
	At the beginning of the year	54855	0.601	54855	0.601
	Transfer – 08.04.2016	3000	0.033	57855	0.634
	At the end of the year			57855	0.634
4.	Mohanlal Badriprasad Goenka				
	At the beginning of the year	25250	0.277	25250	0.277
	Transfer – 10.06.2016	750	0.008	26000	0.285
	Transfer – 21.10.2016	14000	0.153	40000	0.438
	Transfer – 04.11.2016	10000	0.109	50000	0.548
	Transfer – 11.11.2016	2000	0.022	52000	0.57
	Transfer – 18.11.2016	9550	0.105	61550	0.674
	Transfer – 25.11.2016	5000	0.055	66550	0.729
	Transfer – 02.12.2016	1900	0.021	68450	0.75
	Transfer – 09.12.2016	250	0.003	68700	0.752
	Transfer – 13.01.2017	(300)	(0.003)	68400	0.749
	Transfer – 03.02.2017	2200	0.024	70600	0.773
	Transfer – 17.02.2017	1800	0.019	72400	0.793
	Transfer – 24.02.2017	(10000)	(0.109)	62400	0.683
	Transfer – 17.03.2017	(5400)	(0.059)	57000	0.624
	At the end of the year			57000	0.624
5.	Kiran Tulsyan				
	At the beginning of the year	63664	0.697	63664	0.697
	Transfer – 03.06.2016	(1505)	(0.016)	62159	0.681
	Transfer – 17.06.2016	(2861)	(0.031)	59298	0.65
	Transfer – 19.08.2016	(2817)	(0.031)	56481	0.619
	Transfer – 02.09.2016	(9610)	(0.105)	46871	0.513
	Transfer – 16.09.2016	2000	0.022	48871	0.535
	Transfer – 23.09.2016	100	0.001	48971	0.536
	Transfer – 28.10.2016	613	0.007	49584	0.543
	Transfer – 04.11.2016	625	0.007	50209	0.55
	Transfer – 25.11.2016	908	0.010	51117	0.56
	At the end of the year			51117	0.56
6.	Transworld Securities Ltd.				
	At the beginning of the year	68224	0.747	68224	0.747
	Transfer – 08.04.2016	(103)	(0.001)	68121	0.746
	Transfer – 15.04.2016	(1252)	(0.014)	66869	0.732
	Transfer – 22.04.2016	(1231)	(0.013)	65638	0.719
	Transfer – 29.04.2016	(3383)	(0.037)	62255	0.682
	Transfer – 06.05.2016	1052	0.011	63307	0.693
	Transfer – 13.05.2016	(1836)	(0.020)	61471	0.673

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SN	For Each of the Top 10 Shareholders	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
	Transfer – 20.05.2016	(730)	(0.008)	60741	0.665
	Transfer – 27.05.2016	(1158)	(0.013)	59583	0.653
	Transfer – 03.06.2016	2031	0.022	61614	0.675
	Transfer – 10.06.2016	3210	0.035	64824	0.71
	Transfer – 17.06.2016	(1564)	(0.017)	63260	0.693
	Transfer – 24.06.2016	(2796)	(0.031)	60464	0.662
	Transfer – 30.06.2016	(4)	(0.00)	60460	0.662
	Transfer – 01.07.2016	310	0.003	60770	0.666
	Transfer – 08.07.2016	(433)	(0.005)	60337	0.661
	Transfer – 15.07.2016	310	0.003	60647	0.664
	Transfer – 22.07.2016	636	0.007	61283	0.671
	Transfer – 29.07.2016	711	0.007	61994	0.679
	Transfer – 05.08.2016	568	0.006	62562	0.685
	Transfer – 12.08.2016	703	0.007	63265	0.693
	Transfer – 19.08.2016	1194	0.013	64459	0.706
	Transfer – 26.08.2016	2027	0.022	66486	0.728
	Transfer – 02.09.2016	(47)	(0.001)	66439	0.728
	Transfer – 09.09.2016	(2094)	(0.023)	64345	0.705
	Transfer – 16.09.2016	813	0.009	65158	0.714
	Transfer – 23.09.2016	(209)	(0.002)	64949	0.711
	Transfer – 30.09.2016	189	0.002	65138	0.713
	Transfer – 07.10.2016	(3009)	(0.033)	62129	0.681
	Transfer – 14.10.2016	(428)	(0.005)	61701	0.676
	Transfer – 21.10.2016	(4724)	(0.052)	56977	0.624
	Transfer – 28.10.2016	(1141)	(0.012)	55836	0.612
	Transfer – 04.11.2016	(420)	(0.005)	55416	0.607
	Transfer – 11.11.2016	(582)	(0.006)	54834	0.601
	Transfer – 18.11.2016	(767)	(0.008)	54067	0.592
	Transfer – 25.11.2016	30	0.00	54097	0.593
	Transfer – 02.12.2016	(132)	(0.001)	53965	0.591
	Transfer – 09.12.2016	(1292)	(0.014)	52673	0.577
	Transfer – 16.12.2016	119	0.001	52792	0.578
	Transfer – 23.12.2016	749	0.008	53541	0.586
	Transfer – 30.12.2016	214	0.002	53755	0.589
	Transfer – 06.01.2017	(612)	(0.007)	53143	0.582
	Transfer – 13.01.2017	(913)	(0.010)	52230	0.572
	Transfer – 20.01.2017	(1117)	(0.012)	51113	0.56
	Transfer – 27.01.2017	(1316)	(0.014)	49797	0.545
	Transfer – 03.02.2017	(163)	(0.002)	49634	0.544
	Transfer – 10.02.2017	2064	0.023	51698	0.566
	Transfer – 17.02.2017	(476)	(0.005)	51222	0.561
	Transfer – 24.02.2017	(1270)	(0.014)	49952	0.547
	Transfer – 03.03.2017	222	0.002	50174	0.55
	Transfer – 10.03.2017	155	0.002	50329	0.551
	Transfer – 17.03.2017	(30)	(0.00)	50299	0.551

SN	For Each of the Top 10 Shareholders	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
	Transfer – 24.03.2017	127	0.001	50426	0.552
	Transfer – 31.03.2017	159	0.002	50585	0.554
	At the end of the year			50585	0.554
7.	Varsha Sharad Shah				
	At the beginning of the year	-	-	-	-
	Transfer – 21.10.2016	93500	1.024	93500	1.024
	Transfer – 18.11.2016	(43500)	(0.476)	50000	0.548
	At the end of the year			50000	0.548
8.	Rajesh Arora				
	At the beginning of the year	-	-	-	-
	Transfer – 06.01.2017	35000	0.383	35000	0.383
	At the end of the year			35000	0.383
9.	Adroit Financial Services Pvt Ltd				
	At the beginning of the year	58687	0.643	58687	0.643
	Transfer – 08.04.2016	2006	0.022	60693	0.665
	Transfer – 15.04.2016	(8421)	(0.092)	52272	0.573
	Transfer – 22.04.2016	(4598)	(0.050)	47674	0.522
	Transfer – 29.04.2016	(356)	(0.004)	47318	0.518
	Transfer – 06.05.2016	1517	0.016	48835	0.535
	Transfer – 13.05.2016	4663	0.051	53498	0.586
	Transfer – 20.05.2016	(4006)	(0.044)	49492	0.542
	Transfer – 27.05.2016	3425	0.038	52917	0.58
	Transfer – 03.06.2016	1253	0.014	54170	0.593
	Transfer – 10.06.2016	(1866)	(0.02)	52304	0.573
	Transfer – 17.06.2016	(1507)	(0.016)	50797	0.556
	Transfer – 24.06.2016	5823	0.064	56620	0.62
	Transfer – 30.06.2016	681	0.007	57301	0.628
	Transfer – 01.07.2016	361	0.004	57662	0.632
	Transfer – 08.07.2016	1969	0.022	59631	0.653
	Transfer – 15.07.2016	1673	0.018	61304	0.671
	Transfer – 22.07.2016	1290	0.014	62594	0.686
	Transfer – 29.07.2016	(38)	(0.00)	62556	0.685
	Transfer – 05.08.2016	537	0.006	63093	0.691
	Transfer – 12.08.2016	(8949)	(0.098)	54144	0.593
	Transfer – 19.08.2016	8172	0.089	62316	0.683
	Transfer – 26.08.2016	(794)	(0.008)	61522	0.674
	Transfer – 02.09.2016	(3732)	(0.041)	57790	0.633
	Transfer – 09.09.2016	2205	0.024	59995	0.657
	Transfer – 16.09.2016	(11850)	(0.129)	48145	0.527
	Transfer – 23.09.2016	6242	0.068	54387	0.596
	Transfer – 30.09.2016	5718	0.063	60105	0.658
	Transfer – 07.10.2016	(7385)	(0.080)	52720	0.577
	Transfer – 14.10.2016	(5315)	(0.058)	47405	0.519
	Transfer – 21.10.2016	(24818)	(0.27)	22587	0.247
	Transfer – 28.10.2016	3501	0.038	26088	0.286

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SN	For Each of the Top 10 Shareholders	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
	Transfer – 04.11.2016	(17545)	(0.192)	8543	0.094
	Transfer – 11.11.2016	(5115)	(0.056)	3428	0.038
	Transfer – 18.11.2016	11510	0.126	14938	0.164
	Transfer – 25.11.2016	12384	0.136	27322	0.299
	Transfer – 02.12.2016	(12092)	(0.132)	15230	0.167
	Transfer – 09.12.2016	7663	0.083	22893	0.251
	Transfer – 16.12.2016	(1705)	(0.019)	21188	0.232
	Transfer – 23.12.2016	9760	0.107	30948	0.339
	Transfer – 30.12.2016	(982)	(0.011)	29966	0.328
	Transfer – 06.01.2017	2355	0.025	32321	0.354
	Transfer – 13.01.2017	(3229)	(0.035)	29092	0.319
	Transfer – 20.01.2017	4327	0.047	33419	0.366
	Transfer – 27.01.2017	(1401)	(0.015)	32018	0.351
	Transfer – 03.02.2017	1609	0.017	33627	0.368
	Transfer – 10.02.2017	(7304)	(0.080)	26323	0.288
	Transfer – 17.02.2017	(3454)	(0.038)	22869	0.25
	Transfer – 24.02.2017	(282)	(0.003)	22587	0.247
	Transfer – 03.03.2017	1897	0.021	24484	0.268
	Transfer – 10.03.2017	(236)	(0.003)	24248	0.266
	Transfer – 17.03.2017	1370	0.015	25618	0.281
	Transfer – 24.03.2017	4203	0.046	29821	0.327
	Transfer – 31.03.2017	4898	0.053	34719	0.38
	At the end of the year			34719	0.38
10.	Vimal Hansraj Surana				
	At the beginning of the year	-	-	-	-
	Transfer – 07.10.2016	4000	0.044	4000	0.044
	Transfer – 14.10.2016	6000	0.066	10000	0.11
	Transfer – 28.10.2016	16000	0.175	26000	0.285
	Transfer – 04.11.2016	6400	0.070	32400	0.355
	At the end of the year			32400	0.355
11.	Devika Lal				
	At the beginning of the year	31400	0.344	31400	0.344
	At the end of the year			31400	0.344
12.	Shobhit Kumar Garg				
	At the beginning of the year	4560	0.05	4560	0.05
	Transfer – 29.07.2016	2094	0.023	6654	0.073
	Transfer – 05.08.2016	612	0.006	7266	0.08
	Transfer – 19.08.2016	7338	0.080	14604	0.16
	Transfer – 07.10.2016	1397	0.015	16001	0.175
	Transfer – 14.10.2016	1606	0.017	17607	0.193
	Transfer – 09.12.2016	(1089)	(0.012)	16518	0.181
	Transfer – 13.01.2017	11963	0.13	28481	0.312
	Transfer – 03.02.2017	447	0.005	28928	0.317
	At the end of the year			28928	0.317

The shares of the Company are traded on a daily basis and hence the increase / decrease in shareholding are indicated based on the benpos date.

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
	Directors				
1.	Paresh V. Parekh				
	At the beginning of the year	1141401	12.50	1141401	12.50
	Increase/Decrease	(166400)	(1.82)	975001	10.68
	At the end of the year			975001	10.68
2.	Ketan V. Parekh				
	At the beginning of the year	704100	7.71	704100	7.71
	Increase/Decrease	130400	1.43	834500	9.14
	At the end of the year			834500	9.14
3.	Jyoti Palekar				
	At the beginning of the year	-	-	-	-
	At the end of the year			-	-
4.	Dilip Thaker				
	At the beginning of the year	-	-	-	-
	At the end of the year			-	-
5.	Neeta Parekh				
	At the beginning of the year	1099400	12.042	1099400	12.042
	Increase/Decrease	(130400)	(1.43)	969000	10.614
	At the end of the year			969000	10.614
	KMPs				
1.	Harsh V. Parekh				
	At the beginning of the year	160100	1.75	160100	1.75
	Increase/Decrease	166400	1.82	326500	3.58
	At the end of the year			326500	3.58
2.	Swati J. Zavar				
	At the beginning of the year	1	0.00	1	0.00
	At the end of the year			1	0.00

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

(₹ in Crs)

	Secured Loans excluding deposits	Unsecured Loans	Deposits	Total Indebtedness
Indebtedness at the beginning of the financial year				
i) Principal Amount	25.45	9.44	-	34.89
ii) Interest due but not paid	-	-	-	-
iii) Interest accrued but not due	-	-	-	-
Total (i+ii+iii)	25.45	9.44	-	34.89
Change in Indebtedness during the financial year				
* Addition	178.00	6.69	-	184.69
* Reduction	175.51	4.93	-	180.44
Net Change	2.49	1.76	-	4.25
Indebtedness at the end of the financial year				
i) Principal Amount	27.94	11.20	-	39.14
ii) Interest due but not paid	-	-	-	-
iii) Interest accrued but not due	-	-	-	-
Total (i+ii+iii)	27.94	11.20	-	39.14

XI. REMUNERATION OF DIRECTORS AND KEY MANAGERIAL PERSONNEL-

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

SN.	Particulars of Remuneration	Name of MD/WTD/ Manager		Total Amount ₹
		Paresh V. Parekh	Ketan V. Parekh	
1	Gross salary			
	(a) Salary as per provisions contained in section 17(1) of the Income-tax Act, 1961	9,24,000	9,24,000	18,48,000
	(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)	9,24,000	9,24,000	18,48,000
	Ceiling as per the Act	Not exceeding 10% of the Net Profits of the Company		

B. Remuneration to other directors

SN.	Particulars of Remuneration	Name of Directors		Total Amount ₹
		Jyoti Palekar	Dilip Thaker	
1	Independent Directors			
	Fee for attending board/ committee meetings	78,000	66,000	1,44,000
	Commission	-	-	-
	Others, please specify	-	-	-
	Total (1)	78,000	66,000	1,44,000
2	Other Non-Executive Directors	-	-	-
	Fee for attending board committee meetings	-	-	-
	Commission	-	-	-
	Others, please specify	-	-	-
	Total (2)	-	-	-
	Total (B)=(1+2)	78,000	66,000	1,44,000
	Overall Ceiling as per the Act	Not exceeding 11% of the Net Profits of the Company		

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

SN	Particulars of Remuneration	Key Managerial Personnel		
		Chief Financial Officer	Company Secretary	Total ₹
1	Gross salary			
	(a) Salary as per provisions contained in section 17(1) of the Income-tax Act, 1961	24,28,869	5,53,899	29,82,768
	(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)	-	-	-
5	Others, please specify	-	-	-
	Total	24,28,869	5,53,899	29,82,768

XII. PENALTIES / PUNISHMENT/ COMPOUNDING OF OFFENCES:

There have been no penalties/punishments/compounding of offences under Companies Act, 2013.

For and on behalf of the Board of Directors

Place: Mumbai
Date: 10th August, 2017

Paresh V. Parekh
Managing Director
DIN 00432673

Ketan V. Parekh
Joint Managing Director
DIN 00432734

ANNEXURE 2 – DETAILS OF RATIO OF REMUNERATION OF DIRECTOR

[Pursuant to Section 197(12) of the Companies Act, 2013 and rule 5(1) of the Companies (Appointment and Remuneration of Managerial Personnel) Rules, 2014]

Sr. No.	Information Required	Inputs
1	The ratio of the remuneration of each director to the median remuneration of the employees of the company for the financial year	Annexure 2.1
2	The percentage increase in remuneration of each director, Chief Financial Officer, Chief Executive Officer, Company Secretary or Manager, if any, in the financial year	Annexure 2.1
3	The percentage increase in the median remuneration of employees in the financial year	-28%
4	The number of permanent employees on the rolls of company	175
5	Average percentage increase in salaries of non-managerial personnel is: -19.33% Average percentage increase in salaries of managerial personnel is: 83% Justification for increase in the managerial remuneration: Increase in the remuneration of the Managerial Personnel, during the year under review, was given, keeping in view the remuneration trends in industry and based on market competitiveness as against its peer group.	
6	The key parameters for any variable component of remuneration availed by the directors	Not Applicable
The Board of Directors of the Company affirms that the remuneration is as per the remuneration policy of the Company.		

ANNEXURE 2.1

Sr. No.	Name of the Director / Key Managerial Personnel	Designation	Ratio of the remuneration of each director to the median remuneration of the employees of the company	% increase / (decrease) in the Remuneration
1	Mr. Paresh V. Parekh	Managing Director	10.17:1	*20.31
2	Mr. Ketan V. Parekh	Joint Managing Director	10.17:1	*20.31
3	^Mrs. Jyoti Palekar	Independent Director	0.86:1	129.41
4	^Mr. Dilip Thaker	Independent Director	0.73:1	135.71
5	@Mrs. Neeta Parekh	Non-Executive Director	N.A.	N.A.
6	#Mr. Harsh Parekh	Chief Financial Officer	N.A.	375
7	**Ms. Swati Zavar	Company Secretary	N.A.	-5

Percentage increase reflects remuneration paid in FY 2015-16 and FY 2016-17.

Notes:

*The revision in remuneration was approved at the 29th Annual General Meeting of the Company.

^Mrs. Jyoti Palekar and Mr. Dilip Thaker, Directors were appointed with effect from 10th August, 2015 and 29th September, 2015 respectively and their remuneration (sitting fees) was paid on pro-rata basis for FY 2015-16.

@Not paid any remuneration.

#The remuneration was revised with effect from 1st April, 2016.

**The figures are in negative due to retention benefit amount included in the FY 2015-16.

For and on behalf of the Board of Directors

Place: Mumbai
Date: 10th August, 2017

Paresh V. Parekh
Managing Director
DIN 00432673

Ketan V. Parekh
Joint Managing Director
DIN 00432734

ANNEXURE 3 – DETAILS OF TOP TEN EMPLOYEES IN TERMS OF REMUNERATION

[Pursuant to Section 197(12) of the Companies Act, 2013 and rule 5(2) & 5(3) of the Companies (Appointment and Remuneration of Managerial Personnel) Rules, 2014 and Companies (Appointment and Remuneration of Managerial Personnel) Amendment Rules, 2016]

Sr. No.	Name	Designation	Remuneration	Nature of Employment	Qualification & Experience	Date of Commencement of employment	Age	Last employment held before joining the Company	Percentage of equity shares held by the employee holding not less than 2% of equity shares of the Company	Relation with any Director or Manager of the Company and if so, name of such director or manager
1	Harsh Paresh Parekh	Chief Financial Officer	25,39,998	Permanent	Masters in Global Management from Regent's College, UK & 9 Years	01.10.2007	29	-	3.58	Son of Mr. Paresh Vinod Parekh, Managing Director of the Company
2	Jayant Sarkhell	GM-Sales & Marketing	10,20,733	Permanent	B.Sc.(Chemistry) & 26 Years	16.06.2016	49	Hindustan Unilever Ltd.	N.A.	N.A.
3	Om Prakash Shukla	General Manager - Works	10,03,186	Permanent	Diploma in Mechanical Engineering & 24 Years	01.02.2016	45	Wimplast Ltd.	N.A.	N.A.
4	Paresh Vinod Parekh	Managing Director	9,24,000	Permanent	MBA	10.03.1993	52	N.A.	21.36% along with spouse	Brother -Ketan Parekh
5	Ketan Vinod Parekh	Joint Managing Director	9,24,000	Permanent	Bachelors in Business Management, USA	10.05.1993	49	N.A.	19.75% along with spouse	Spouse - Neeta Parekh Brother - Paresh Parekh
6	Umesh Laxman Shenoy	VP-Finance	9,16,884	Permanent	CA & 24 Years	01.12.1993	58	-	N.A.	N.A.
7	Krishna Rao Yegireddi	Plant Manager - Nellore	9,05,874	Permanent	B.E.(Mechanical) & 25 Years	08.03.2011	52	Cameron Packaging Ltd.	N.A.	N.A.
8	Rasik Patel	Machinery Head (Silvassa)	7,53,371	Permanent	ITI & 22 Years	06.06.2010	44	Mutual Industries Inc	N.A.	N.A.
9	Rajesh Madan Prasad	Regional Sales Manager	7,18,772	Permanent	MBA (Marketing) & 24 Years	01.06.2015	45	Bambino Agro Industries	N.A.	N.A.
10	Ajaykumar Jha	Plant Manager (Patna)	7,02,936	Permanent	B.Sc (Chemistry) & 21 Years	01.02.2011	43	Time Technoplast Limited	N.A.	N.A.

For and on behalf of the Board of Directors

Paresh V. Parekh
Managing Director
DIN 00432673

Ketan V. Parekh
Joint Managing Director
DIN 00432734

Place: Mumbai
Date: 10th August, 2017

ANNEXURE 4 – SECRETARIAL AUDIT REPORT

Form No. MR-3

SECRETARIAL AUDIT REPORT

FOR THE FINANCIAL YEAR ENDED MARCH 31, 2017

[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,
National Plastic Industries Limited

I have conducted the secretarial audit of the compliance of applicable statutory provisions and the adherence to good corporate practices by **National Plastic Industries Limited** (hereinafter called 'the Company'). Secretarial Audit was conducted in a manner that provided me a reasonable basis for evaluating the corporate conducts/statutory compliances and expressing my opinion thereon.

Based on my 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, I hereby report that in my opinion, the company has, during the audit period covering the financial year ended on 31st March, 2017 ('Audit Period') 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:

I have examined the books, papers, minute books, forms and returns filed and other records maintained by the Company for the financial year ended on 31st March, 2017 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, Overseas Direct Investment and External Commercial Borrowings;
- (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, 2015;
 - (c) The Securities and Exchange Board of India (Issue of Capital and Disclosure Requirements) Regulations, 2009;
 - (d) The Securities and Exchange Board of India (Share Based Employee Benefits) Regulations, 2014 (Not applicable to the Company during the Audit Period);
 - (e) The Securities and Exchange Board of India (Issue and Listing of Debt Securities) Regulations, 2008 (Not applicable to the Company during the Audit Period);
 - (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 Audit Period) and
 - (h) The Securities and Exchange Board of India (Buyback of Securities) Regulations, 1998 (Not applicable to the Company during the Audit Period);
- (vi) Other laws specifically applicable to the Company namely:
 - a. Water (Prevention & Control of Pollution) Act, 1974;
 - b. The Air (Prevention & Control of Pollution) Act, 1981;
 - c. The Legal Metrology Act, 2009

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

- (i) Secretarial Standards issued by The Institute of Company Secretaries of India with respect to board and general meetings.
- (ii) The Listing Agreement entered into by the Company with BSE Ltd. read with Securities and Exchange Board of India (Listing Obligations 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.

I 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 were generally sent at least seven days in advance, 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.

Majority decision of the Board of Directors and its Committees is carried through and are captured and recorded as part of the minutes. There were no dissenting views.

I 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.

**For JAYSHREE A. LALPURIA & CO.,
PRACTISING COMPANY SECRETARIES**

**Place: Mumbai
Date: 5th July, 2017**

**(Jayshree A. Lalpuria)
Proprietor
ACS: 17629 CP: 7109**

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

Annexure A

To,
The Members,
National Plastic Industries Limited

Secretarial Audit Report of even date is to be read along with this letter.

1. The compliance of provisions of all laws, rules, regulations, standards applicable to **National Plastic Industries Limited** (the 'Company') is the responsibility of the management of the Company. My examination was limited to the verification of records and procedures on test check basis for the purpose of issue of the Secretarial Audit Report.
2. Maintenance of secretarial and other records of applicable laws is the responsibility of the management of the Company. My responsibility is to issue Secretarial Audit Report, based on the audit of the relevant records maintained and furnished to me by the Company, along with explanations where so required.
3. I have followed the audit practices and processes as were appropriate to obtain reasonable assurance about the correctness of the contents of the secretarial and other legal records, legal compliance mechanism and corporate conduct. The verification was done on test check basis to ensure that correct facts as reflected in secretarial and other records produced to me. I believe that the processes and practices I followed, provides a reasonable basis for my opinion for the purpose of issue of the Secretarial Audit Report.
4. I have not verified the correctness and appropriateness of financial records and Books of Accounts of the company.
5. Wherever required, I have obtained the management representation about the compliance of laws, rules and regulations and major events during the audit period.
6. 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 JAYSHREE A. LALPURIA & CO.,
PRACTISING COMPANY SECRETARIES**

**Place: Mumbai
Date: 5th July, 2017**

**(Jayshree A. Lalpuria)
Proprietor
ACS: 17629 CP: 7109**

ANNEXURE 5 - TO THE DIRECTORS' REPORT

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

Section 134 of the Companies Act, 2013 read with Companies (Accounts) Rules, 2014.

A. CONSERVATION OF ENERGY

Your Company is continuously engaged in the process of energy conservation and the necessary investments are also planned to cut down the consumption of energy.

The steps taken or impact on conservation of energy:

- Replacement of old conventional lighting with LED lights at offices and plant locations.
- Transparent roofing system provided at plant locations to use natural lights through-out the factory.
- Creating awareness for saving energy and avoiding wastage.

The Company is continuously striving for energy saving opportunities.

B. TECHNOLOGY ABSORPTION

i. Efforts made towards technology absorption & development

- Continuously monitoring the production patterns.
- Constantly striving to develop new designs and products
- Quality Management
- Enhancing the productivity - changed the water system so as to enable efficient cooling of moulds which in turn increases the productivity.
- Investing in new moulds and machinery

ii. Benefits derived as a result of the above efforts

- Improvement in quality of products and increase in production
- New range of designs and new and competitive products lines.
- Enhanced development capabilities.

The technological pattern is subject to constant changes as per the expectations of the end user of the products.

The Company has not imported any technology or process knowhow.

C. FOREIGN EXCHANGE EARNINGS AND OUTGO

The total foreign exchange used and earned is as follows:

(₹ in Lacs)		
Particulars	2016-17	2015-16
Foreign Exchange Earned	1562.48	2388.03
Foreign Exchange Used	615.99	306.71

For and on behalf of the Board of Directors

Place: Mumbai
Date: 10th August, 2017

Paresh V. Parekh
Managing Director
DIN 00432673

Ketan V. Parekh
Joint Managing Director
DIN 00432734

MANAGEMENT DISCUSSION AND ANALYSIS REPORT

Overview of Economy and Markets

In the current year, the global economy continued to witness slow growth. However, the growth in India was fairly robust. A revival of growth in developed economies and surge in commodity prices, boosted exports in the country. The Indian currency performed better vis-à-vis most other emerging market currencies. The gradual recovery in the Indian market was temporarily impacted by adverse liquidity conditions post demonetisation and especially in the third quarter of the financial year. However, demonetisation is expected to have a positive impact on the Indian economy, which will help foster a clean and digitised economy in the long run.

The long-awaited Goods and Services Tax Bill (GST) was passed during the year and was made effective from 1st July, 2017. The introduction of GST regime is likely to be beneficial in the long run in view of the creation of a common Indian market and a gradual shift from informal segment to formal segment.

Business of the Company

The Company will continue to be engaged in manufacturing and sale of plastic products. The products are sold under the brand name **NATIONAL**

The Company is also engaged in its PVC flooring Mats business in Nellore, Andhra Pradesh in the southern part of the country under the brand name **INSTA**.

Further, the Company is also engaged in manufacturing Air-coolers for various brands.

Review of Operations

The total income for the year was at ₹ 112.18 Crores as against ₹ 114.08 Crores for the last financial year. Out of this, exports were ₹ 15.62 Crores as against ₹ 23.88 Crores for the last financial year. The profit before depreciation and interest was at ₹ 776.51 Lacs as against ₹ 1022.11 Lacs in the last financial year. The Company has been able to achieve a profit of ₹ 106.70 lacs.

Key Strength and Growth Driver

The Company's product ranges have been well accepted due to its quality and price. The Company is exploring to sell its products in the other markets where it does not exist. Due to the quality and better outlook of the product, the Company is in a advantageous position to enhance its sales. New products have been introduced for catering the demands of the large buyers in the International Market. Innovations and improvements have been effected in the furniture product as per the market demand.

Business Outlook

The business environment during the year 2016-2017 was satisfactory with marginal growth. During the year under review, the Company has invested in new machines and moulds at the end of the second quarter. The Company increased its production capacity by 3600 tons per year at the Silvassa unit from the beginning of November 2016. The Company also launched new products during the third quarter and expected good growth in the top-line and profitability. However, despite the new product launches, the demand for the products in the domestic market was subdued on account of the government's unprecedented step of demonetization and the subsequent cash crunch, from the second month of the third quarter. The Company is participating in international exhibitions so as to explore opportunities to spread the customer base for its products in the European markets and boost its export sales.

The introduction of GST regime will affect the micro, small and medium enterprises (MSMEs) in plastic sector as a large number of plastic items were placed in the 18 per cent and 28 per cent tax brackets. This will adversely impact the sales growth.

However, it is likely to be beneficial in the long run in view of the creation of a common Indian market and a gradual shift from unorganized market players to organized market players.

The Company is taking all efforts to improve the quality and productivity to get more orders at competitive rates. The Company has also undertaken various measures to cut down the cost and re-arrange the product and sales mix. The Company has planned to introduce high end products in order to increase the market share and improve the margins.

The Company foresees huge opportunity for growth in the business of furniture segment.

Persistent efforts have been made by the Company to maintain higher sales volume and reduce finance costs.

Financial Risk & Threats

Due to various initiatives taken by the Company, Interest and Finance cost have decreased by ₹ 123.79 Lacs i.e. from ₹ 393.90 Lacs to ₹ 270.11 Lacs.

The Company is exposed to risks from commodity prices, business risks, as well as price fluctuation of raw materials in its entire product range and economic risk. With the rise in demand & overall industrial sentiment, the industry is witnessing many new entrants with low capital base to serve the local market. The Company is also facing risks from unethical practices by unorganized manufacturers.

The Board and the Audit Committee of the Company periodically reviews the risk management procedures and takes various preventive measures to mitigate the risk factors.

Internal Control System and Their Adequacy

The Board has adopted policies and procedures for ensuring that all transactions are authorized, recorded and correctly reported, all assets are safeguarded and protected against loss from unauthorized use or disposition, reducing wastages and maintenance of proper accounting records for ensuring accuracy and reliability of its financial information. The Board has constituted an Audit Committee which meets periodically to review the financial performance and the accuracy of financial records.

The Management duly considers and takes appropriate action on the recommendations made by the Statutory Auditors and the Audit Committee of the Board of Directors.

Industrial Relations and Human Resource

Industrial relations continued to be harmonious both at manufacturing unit as well as in branches. The employees are the key assets and the backbone of the Company and hence great emphasis has been laid on optimizing their performance. The training and education of employees across department is ongoing process of the company. The Company provides employees with fair and equitable work environment and supports them to develop their capabilities.

Cautionary Statement

The Management Discussion and Analysis Statements made above are on the basis of the available data as well as certain assumptions as to the economic conditions, various factors affecting raw material prices and selling prices, trend and consumer demand and preferences, governing and applicable laws and other economical and political factors. The management cannot guarantee the accuracy of the assumptions and projected performance of the Company in future. It is therefore, cautioned that the actual results may differ from those expressed or implied therein.

INDEPENDENT AUDITORS' REPORT

To
The Members of
NATIONAL PLASTIC INDUSTRIES LIMITED

Report on the Financial Statements

We have audited the accompanying financial statements of **NATIONAL PLASTIC INDUSTRIES LIMITED**, which comprises Balance Sheet as at 31st March, 2017, the Statement of Profit and Loss Account and, Cash Flow Statement for the year ended 31st March 2017 and a summary of significant accounting policies and other explanatory information.

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

Auditor's Responsibility

Our responsibility is to express an opinion on these 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 Act. Those Standards require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether the financial statements are free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal financial control relevant to the Company's preparation of the financial statements that give a true and fair view in order to design audit procedures that are appropriate in the circumstances but not for the purpose of expressing an opinion on whether the company has in place adequate internal financial controls system over financial reporting and the operating effectiveness of such controls. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of the accounting estimates made by the Company's Directors as well as evaluating the overall presentation of the financial statements.

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

Opinion

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:

- a. In the case of the Balance Sheet, of the state of affairs of the Company as at 31st March 2017
- b. In the case of the Profit and Loss Account, of the Profits for the year ended on that date.
- c. In the case of the Cash Flow Statement, of the cash flows for the year ended on that date.

Report on Other Legal and Regulatory Requirements

1. As required by the Companies (Auditor's Report) order, 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 A a statement on the matters specified in the paragraphs 3 and 4 of the Order.

2. As required by Section 143(3) of the Act, we report that :
- a. We have obtained all the information and explanations which to the best our knowledge and belief were necessary for the purpose of audit.
 - b. In our opinion proper books of accounts as required by 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 other notes thereon dealt with by this Report are in agreement with the books of accounts.
 - d. In our opinion, the Balance Sheet and Statement of Profit and Loss comply with the accounting standards referred to in the Section 133 of the Companies Act, 2013 and read with Rule No 7 of the Companies (Accounts) Rules 2014.
 - e. On the basis of representations received from the directors as on Mar 31, 2017 and taken on record by the Board of Directors, none of the directors is disqualified as on Mar 31, 2017 from being appointed as a director in terms of Section 164(2) of the Act.
 - f. With respect to the adequacy of the internal financial controls over financial reporting of the Company and the operating effectiveness of such controls, refer to our separate Report in 'Annexure B'.
 - g. Other matters to be included in the Auditor's Report in accordance with Rule 11 of the Companies (Audit and Auditors) Rules, 2014:
 - i. As per the information and explanations given to me there are no pending litigations other than those disclosed in the financial statements.
 - ii. In the opinion of the company, no provision is required under any law or accounting standards, for material foreseeable losses, if any, on long term contracts including derivative contracts;
 - iii. There are no amounts required to be transferred to Investor Education & Protection Fund during the year;
 - iv. 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 are in accordance with the books of accounts maintained by the company.

**For Sheth Doctor and Associates
Chartered Accountants
(Firm Regn No. 124822W)**

**Place: Mumbai
Date: 13th May, 2017**

**Paresh S. Doctor
Proprietor
Membership No. 36056**

ANNEXURE A TO THE AUDITORS' REPORT

(REFERRED TO IN THE REPORT OF EVEN DATE OF THE AUDITORS TO THE MEMBERS OF NATIONAL PLASTIC INDUSTRIES LIMITED ON THE ACCOUNTS FOR THE PERIOD ENDED 31st March 2017)

- 1) a) The company has maintained proper records showing full particulars including quantitative details and situation of fixed assets.
b) As explained to us major portion of the fixed assets have been physically verified by the management at the year end, which in our opinion is reasonable having regard to the size of the company and nature of its assets. No material discrepancies were noticed on such physical verification.
- 2) The title deeds of immoveable properties are held in the name of the company except for land and building situated at Kashmirira having written down value of ₹ 8.86 Lacs and ₹ 95.67 lacs respectively. However the company is in the possession of the said property and the same has been let out by the company.
- 3) a) Inventories have been physically verified during the year by the Management. In my opinion, the frequency of verification is reasonable.
b) The discrepancies noticed on verification between physical stocks and book records are not material.
- 4) The Company has not granted any loans, secured or unsecured, to Companies, firms, limited liability partnerships or other parties covered in the Register maintained under Section 189 of the Companies Act, 2013.
- 5) The Company has complied with provisions of Section 185 and 186 of the Companies Act, 2013 in respect of loans, investments, guarantees and security given.
- 6) The Company has not accepted any deposits from the public within the meaning of provisions of sections 73 to 76 and the rules framed there under.
- 7) The maintenance of cost records is not applicable to the Company as per the provisions of section 148 of the Companies Act 2013 and rules framed there under.
- 8) a) The Company has been regular in depositing undisputed statutory dues including Provident Fund, Investor Education and Protection Fund, Employee's State Insurance, income tax, sales tax, service tax, value added tax, Custom Duty, Excise Duty, Cess and other statutory dues, as applicable, with the appropriate authorities in India. At the end of the financial year there were no undisputed amounts payable in respect of above dues at the year end for the period of more than six months from the date they become payable except for sales tax amounting to ₹6.52 lacs (sub. to interest).
b) On the basis of our examination of the documents and records there are no disputed statutory due which remains to be deposited with the appropriate authorities.
- 9) Based on my audit procedures and on the information and explanation given by management, I am of the opinion that the Company has not defaulted during the year in repayment of dues to the banks, financial institutions, government or dues to debenture holders.
- 10) The company has not raised any moneys by way of public offers and to the best of our knowledge and belief and according to the information and explanations given to us, the term loans have been utilized for the purpose for which they were obtained.
- 11) To the best of our knowledge and belief and according to the information and explanations given to us, no fraud on or by the Company or on the company by its officers or employees was noticed or reported during the year.
- 12) 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, 2013.
- 13) The Company is not a Nidhi Company as specified in Nidhi Rules 2014.
- 14) All transactions with the related parties are in compliance with section 177 and 188 of the Companies Act, 2013 and all applicable details have been disclosed in the financial statements etc as required by the applicable accounting standards.
- 15) The company has not made any preferential allotment or private placement of shares or fully or partly convertible debentures during the year.
- 16) The company has not entered into non cash transactions with directors or persons connected with him.
- 17) The Company is not required to be registered under section 45-IA of the Reserve Bank of India Act 1934.

**For Sheth Doctor and Associates
Chartered Accountants
(Firm Regn No. 124822W)**

**Paresh S. Doctor
Proprietor
Membership No. 36056**

**Place: Mumbai
Date: 13th May, 2017**

ANNEXURE B

TO THE INDEPENDENT AUDITOR'S REPORT OF EVEN DATE ON THE FINANCIAL STATEMENTS OF NATIONAL PLASTIC INDUSTRIES LIMITED

(Referred to in paragraph 1(f) under 'Report on Other Legal and Regulatory Requirements' of our report of even date)

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

I have audited the internal financial controls over financial reporting of **National Plastic Industries Limited** ("the Company") as of March 31, 2017 in conjunction with my 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 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

My responsibility is to express an opinion on the Company's internal financial controls over financial reporting based on our audit. I conducted our audit in accordance with the Guidance Note on Audit of Internal Financial Controls Over Financial Reporting (the "Guidance Note") issued by the Institute of Chartered Accountants of India and the Standards on Auditing prescribed under Section 143(10) of the Companies Act 2013, to the extent applicable to an audit of internal financial controls. Those Standards and Guidance Note require that I comply with ethical requirements and 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.

My audit involves performing procedures to obtain audit evidence about the adequacy of internal financial controls system over financial reporting and their effectiveness. My 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 controls bases on the assessed risk. The procedures selected depend upon the auditor's judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error.

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

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 may 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 controls over financial reporting may become inadequate because of the changes in the conditions, or that the degree of compliance with the policies or procedures may deteriorate.

Opinion

In my opinion and to the best of my information and according to the explanations given to me, 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 31, 2017 based on the internal financial controls over financial reporting criteria established by the Company considering the essential components of internal financial control stated in the Guidance Note on audit of Internal Financial Reporting issued by the Institute of Chartered Accountants of India.

**For Sheth Doctor and Associates
Chartered Accountants
(Firm Regn No. 124822W)**

**Place: Mumbai
Date: 13th May, 2017**

**Paresh S. Doctor
Proprietor
Membership No. 36056**

Balance Sheet as at 31st March, 2017

Particulars	Note No.	As at 31 st March, 2017 ₹	As at 31 st March, 2016 ₹
1 Shareholders' funds			
(a) Share Capital	1	91,296,000	91,296,000
(b) Reserves and Surplus	2	<u>147,292,589</u>	<u>147,611,013</u>
		238,588,589	238,907,013
2 Non-current liabilities			
(a) Long-term borrowings	3	139,704,160	102,297,672
(b) Other long-term liabilities	4	10,694,234	11,904,234
(c) Deferred tax Liability (net)		8,193,257	-
(d) Long-term provisions	5	<u>3,367,552</u>	<u>2,630,832</u>
		161,959,203	116,832,739
3 Current liabilities			
(a) Short-term borrowings	6	238,069,019	231,829,332
(b) Trade payables		117,607,863	132,951,876
(c) Other current liabilities	7	48,663,914	30,183,482
(d) Short-term provisions	8	<u>23,053,340</u>	<u>21,215,057</u>
		427,394,136	416,179,747
TOTAL		<u>827,941,933</u>	<u>771,919,501</u>
B ASSETS			
1 Non-current assets			
(a) Fixed assets			
(i) Tangible assets	9	313,611,473	261,897,074
(ii) Intangible assets		-	-
(iii) Capital Work in progress		<u>1,514,224</u>	<u>1,062,275</u>
		315,125,697	262,959,349
(b) Non-current investments	10	61,000	61,000
(c) Deferred tax assets (net)	11	-	10,613,102
(d) Long-term loans and advances	12	<u>47,521,712</u>	<u>34,906,217</u>
		47,582,712	45,580,319
2 Current assets			
(a) Inventories	13	221,083,593	217,648,600
(b) Trade receivables	14	192,508,404	187,880,928
(c) Cash and cash equivalents	15	10,130,936	7,351,591
(d) Short-term loans and advances	16	39,731,128	48,364,835
(e) Other current assets	17	<u>1,779,461</u>	<u>2,133,882</u>
		465,233,523	463,379,835
TOTAL		<u>827,941,933</u>	<u>771,919,501</u>
See accompanying notes forming part of the financial statements	26		

In terms of our report attached.

For Sheth Doctor & Associates
Chartered Accountants

Firm Regn. No 124822W

Paresh S. Doctor
Membership No 36056

Place : Mumbai
Date : 13th May, 2017

For and on behalf of the Board of Directors

Paresh V. Parekh
Managing Director

Harsh P. Parekh
Chief Financial Officer

Ketan V. Parekh
Director

Swati J. Zavar
Company Secretary

Statement of Profit and Loss for the year ended 31st March, 2017

Particulars	Note No.	As at 31 st March, 2017 ₹	As at 31 st March, 2016 ₹
1 Revenue from operations (gross)	18	1,121,777,081	1,140,764,407
Less: Duties & Taxes Paid		144,879,522	147,485,842
Revenue from operations (net)		976,897,559	993,278,565
2 Other Income	19	3,705,540	2,048,381
3 Total revenue (1+2)		<u>980,603,098</u>	<u>995,326,946</u>
4 Expenses			
(a) Cost of materials consumed	20	600,215,202	583,508,581
(b) Purchases of stock-in-trade	21	13,623,834	4,223,291
(c) Changes in inventories of finished goods, work-in-progress and stock-in-trade	22	(1,893,507)	20,877,297
(d) Employee benefits expense	23	49,774,311	40,844,719
(e) Finance costs	24	27,011,392	39,390,234
(f) Depreciation and amortisation expense		21,183,261	17,891,263
(g) Other expenses	25	241,212,556	243,662,424
Total expenses		<u>951,127,050</u>	<u>950,397,808</u>
5 Profit / (Loss) before tax (3-4)		<u>29,476,049</u>	<u>44,929,138</u>
6 Tax expense:			
(a) Current tax expense relating to prior years		-	1,233,308
(b) Deferred tax		18,806,359	23,925,551
7 Profit / (Loss) for the year (5-6)		<u>10,669,690</u>	<u>19,770,279</u>
8 Earnings per share (of ₹10/- each):			
(a) Basic		1.17	2.17
(b) Diluted		1.17	2.17
See accompanying notes forming part of the financial statements	26		

In terms of our report attached.

For Sheth Doctor & Associates
Chartered Accountants

Firm Regn. No 124822W

Paresh S. Doctor

Membership No 36056

Place : Mumbai

Date : 13th May, 2017

For and on behalf of the Board of Directors

Paresh V. Parekh
Managing Director

Ketan V. Parekh
Director

Harsh P. Parekh
Chief Financial Officer

Swati J. Zawar
Company Secretary

CASH FLOW FOR THE YEAR ENDED 31ST MARCH, 2017

(Pursuant to the listing agreement with stock exchange)

	31 st March, 2017 (₹ In Lacs)		31 st March, 2016 (₹ In Lacs)	
A. Cash flow from operating activities				
Net profit Before Tax & Extra - Ordinary		294.76		449.29
Adjusted for				
Depreciation	211.83		178.91	
Profit on sale of assets	(28.92)		6.73	
Gratuity Provision (Net of paid)	7.62		1.18	
Provision for Bad Debts	-		190.30	
Interest Charged (Net)	<u>266.68</u>	<u>457.21</u>	<u>390.39</u>	<u>767.51</u>
Operating profit before working capital changes		751.97		1,216.80
Changes in Trade Receivables	(46.27)		(465.65)	
Inventories	(16.22)		52.11	
Loans and advances	(38.50)		(68.98)	
Taxes Paid	2.01		(14.55)	
Trade Payables & Others	<u>19.26</u>	<u>(79.72)</u>	<u>292.00</u>	<u>(205.08)</u>
Cash generated from operations		672.25		1,011.72
Extra-ordinary items (Deferred revenue Expen.)		-		-
Net cash from operating activities		672.25		1,011.72
B. Cash flow from investing activities				
Purchase of fixed assets / C W I P etc		(735.56)		(486.68)
Sale of assets		30.48		20.25
Interest Received		3.23		3.52
Purchase/Sale of investments (FDR with Bank)		(43.41)		(5.22)
Capital Subsidy received		0.00		0.00
Investment		<u>0.00</u>		<u>0.00</u>
Net cash used in investing activities		(745.26)		(468.14)
C. Cash flow form financing activities				
Long Term Borrowings (Net)		374.06		18.70
Short Term Borrowings (Net)		62.40		(67.20)
Interest paid		(270.11)		(393.90)
Dividend Paid (Including Taxes)		(109.88)		(109.88)
NET CASH USED IN FINANCING ACTIVITES		56.47		(552.28)
NET CHANGES IN CASH & CASH EQUIVALENTS (A-B+C)		(16.54)		(8.70)
CASH & CASH EQUIVALENTS-OPENING BALANCE		31.57		40.27
CASH & CASH EQUIVALENTS- CLOSING BALANCE		15.03		31.57

Place : Mumbai
Date : 13th May, 2017

Paresh V. Parekh : Managing Director
Ketan V. Parekh : Director
Harsh P. Parekh : Chief Financial Officer
Swati J. Zawar : Company Secretary

Auditors' Certificates

We have verified above cash flow statement of National Plastic Industries Limited derived from the annual financial statement audited for the years ended March 31, 2017 and found the same to be drawn in accordance therewith requirements of Clause 32 of the listing agreements with stock exchange.

For Sheth Doctor & Associates
Chartered Accountants
Firm Regn. No 124822W

Place : Mumbai
Date : 13th May, 2017

Paresh S. Doctor
Membership No 36056

Notes forming part of the financial statements

Note 1 : Share capital

Particulars	As at 31 st March, 2017		As at 31 st March, 2016	
	Number of shares	₹	Number of shares	₹
Authorised 20000000 (20000000) Equity Shares of ₹ 10/- each	20,000,000	200,000,000	20,000,000	200,000,000
Issued subscribed & Paid up 9129600 (9129600) Equity Shares of ₹ 10/- each fully paid up	9,129,600	91,296,000	9,129,600	91,296,000
Total	9,129,600	91,296,000	9,129,600	91,296,000

1 (a) Rights etc attached to Equity Shares :

The Company has only one class of equity having a face value of ₹ 10 per share. Each shareholder is eligible for one vote per share held.

1 (b) Details of shares held by the shareholders holding more than 5% of the aggregate shares in the Company :

Name of the Shareholder	As at 31 st March, 2017		As at 31 st March, 2016	
	Number of shares	% of Holding	Number of shares	% of Holding
Shri. Paresh V. Parekh	975,001	10.68	1,141,401	12.50
Mrs. Preeti V. Parekh	975,000	10.68	1,105,000	15.61
Shri. Ketan V. Parekh	834,500	9.14	704,100	7.71
Mrs. Neeta K. Parekh	969,000	10.61	1,099,400	12.04
Ketan V Parekh (HUF)	552,000	6.05	552,000	6.05

1 (c) Reconciliation of number of shares outstanding as on beginning and closing of the year.

The company has neither issued nor bought back any of its shares during the year and also in previous year and balance of share at the end of the year is the same as at the beginning of the year

Note 2 : Reserves and surplus

Particulars	As at 31 st March, 2017 ₹	As at 31 st March, 2016 ₹
(a) Capital reserve		
Balance As per Last Year	123,743,767	123,743,767
	123,743,767	123,743,767
(b) Surplus / (Deficit) in Statement of Profit and Loss		
Opening balance	23,867,305	15,085,171
Add: Profit / (Loss) for the year	10,669,690	19,770,279
Less: Proposed Dividend (₹ 1 per Share)	9,129,600	9,129,600
Tax on Prproposed Dividend	1,858,572	1,858,604
Closing balance	23,548,822	23,867,246
Total	147,292,589	147,611,013

Note 3 : Long-term borrowings

Particulars	As at 31 st March, 2017 ₹	As at 31 st March, 2016 ₹
(a) Term loans		
From banks		
Secured - Vehicle Loans	3,217,998	4,324,242
Term Loans	24,493,436	2,601,850
Unsecured	-	-
	<u>27,711,434</u>	<u>6,926,092</u>
From others		
Secured	-	-
Unsecured	-	1,000,000
	<u>-</u>	<u>1,000,000</u>
(b) Loans and advances from related parties		
Secured	-	-
Unsecured	111,992,726	94,371,581
	<u>111,992,726</u>	<u>94,371,581</u>
Total	<u>139,704,160</u>	<u>102,297,672</u>

Details of Security & Terms of Repayment

- i) Vehicle Loan amounting to ₹NIL (Previous Year 1.05 Lacs) Repayable in monthly installments, last installment due in 07.11.2017 Rate of interest as at year end 11.01 % and secured against specific vehicle.
- ii) Vehicle Loan amounting to ₹NIL Lacs (Previous Year .69 Lacs) Repayable in monthly installments, last installment due in 07.05.2017 Rate of interest as at year end 10.75 % and secured against specific vehicle
- iii) Vehicle Loan amounting to ₹32.18 Lacs (Previous Year 41.50 Lacs) Repayable in monthly installments, last installment due in 05.10.2020 Rate of interest as at year end 9.36 % and secured against specific vehicle.
- iv) Term Loan amounting to ₹NIL (Previous Year ₹26.01lacs) Repayable in quarterly installments, last installment due in 31.03.2017. Rate of interest as at year end 12.00% and secured against First Charge on Fixed Assets & Current Assets of Nellore Unit .
- v) Term loan amounting to ₹245 lacs (Previous Year NIL) repayble in monthly installments , last installment due on 07/01/2017 Rate of interest as at year end 11.65% and secured against First Charge on Fixed Assets & Current Assets of Silvassa Unit .
- vi) Unsecured Loans amounting to ₹1120 lacs (Previous Year ₹944 lacs) represents loans from related parties and generally of long term nature however no repayment schedule is specified

Note 4 : Other long-term liabilities

Particulars	As at 31 st March, 2017 ₹	As at 31 st March, 2016 ₹
Security deposits received (against lease of premises)	7,200,000	8,700,000
Trade /Security deposits received	3,494,234	3,204,234
Total	<u>10,694,234</u>	<u>11,904,234</u>

Note 5 : Long-term provisions

Particulars	As at 31 st March, 2017 ₹	As at 31 st March, 2016 ₹
Provision for employee benefits:		
Provision for gratuity (net) refer note no 26(B)(i)	3,367,552	2,630,832
Total	<u>3,367,552</u>	<u>2,630,832</u>

NATIONAL PLASTIC INDUSTRIES LIMITED

Note 6 : Short-term borrowings

Particulars	As at 31 st March, 2017 ₹	As at 31 st March, 2016 ₹
(a) Loans repayable on demand		
From banks		
Secured - Guaranteed by Directors	238,069,019	231,829,332
Unsecured	-	-
Total	238,069,019	231,829,332

Notes:

Details of Security for the Secured Short-Term Borrowings:

- Cash Credit facility from bank amounting to ₹1437.51 Lacs (Previous year ₹1189.83 Lacs) secured against first charge on Fixed Assets and Current Assets of Silvassa and Patna Units.
- Packing Credit Loan and Export Bill Discounting amounting to ₹ 617.99 Lacs (Previous Year ₹ 803.35 Lacs) secured against First charge on Fixed Assets and Current Assets of Silvassa Unit.
- Cash Credit facility from bank amounting to ₹ 325.18 Lacs (Previous year ₹ 325.12 Lacs) secured against first charge on Fixed Assets and Current Assets of Nellore Unit.

Note 7 : Other current liabilities

Particulars	As at 31 st March, 2017 ₹	As at 31 st March, 2016 ₹
(a) Current maturities of long-term debt	13,607,820	15,749,978
(b) Other payables		
(i) Statutory remittances (Contributions to PF and ESIC, Withholding Taxes, Excise Duty, VAT, Service Tax, etc.)	7,704,247	11,155,605
(ii) Payables on purchase of fixed assets	2,443,928	291,950
(iii) Advances from customers	20,784,953	2,985,949
(iv) Unpaid Dividend	4,122,966	-
Total	48,663,914	30,183,482

Trade payables *

Particulars	As at 31 st March, 2017 ₹	As at 31 st March, 2016 ₹
Trade payables:		
Other than Acceptances	117,607,863	132,951,876
Total	117,607,863	132,951,876

Note 8 : Short-term provisions

Particulars	As at 31 st March, 2017 ₹	As at 31 st March, 2016 ₹
(a) Provision for employee benefits		
Gratuity	118,907	93,212
(b) Provision - Others:		
(i) Provision for excise duty on closing stock	11,946,261	10,133,641
(ii) Provision for Proposed Equity Dividend	9,129,600	9,129,600
(iii) Provision for tax on proposed dividends	1,858,572	1,858,604
Total	23,053,340	21,215,057

Note 9 : Fixed assets

A. Tangible assets	Gross block				Depreciation/Amortisation				Net block	
	Balance as at 1 st April, 2016	Additions	Disposals/ Adjustments	Balance as at 31 st March, 2017	Balance as at 1 April, 2016	Depreciation / amortisation expense for the year	Disposals/ Adjustments	Balance as at 31 st March, 2017	Balance as at 31 st March, 2017	Balance as at 31 st March, 2016
(a) Land										
Freehold	13,634,355	-	-	13,634,355	-	-	-	-	13,634,355	13,634,355
Leasehold *	4,488,223	-	-	4,488,223	213,284	99,738	-	313,022	4,175,201	4,274,939
(b) Buildings										
Own use	88,044,912	4,583,583	-	92,628,495	32,445,881	2,680,874	-	35,126,755	57,501,740	55,599,031
Given under operating lease *	31,392,854	-	-	31,392,854	19,626,161	856,050	-	20,482,211	10,910,643	11,766,693
(c) Plant and Equipment	198,386,464	46,947,094	-	245,333,558	118,413,387	8,038,103	-	126,451,490	118,882,068	79,973,077
(d) Dies & Moulds	204,392,314	20,579,339	3,127,808	221,843,845	141,626,331	4,487,971	2,971,417	143,142,885	78,700,960	62,765,983
(e) Furniture and Fixtures	8,867,824	739,270	-	9,607,094	2,521,603	707,158	-	3,228,761	6,378,333	6,346,221
(f) Vehicles	22,066,298	-	-	22,066,298	7,221,314	2,280,664	-	9,501,978	12,564,320	14,844,984
(g) Office equipment	9,429,852	254,635	-	9,684,487	5,177,738	835,165	-	6,012,903	3,671,584	4,252,114
(h) Electrical Installation	11,775,393	-	-	11,775,393	3,354,928	1,243,295	-	4,598,223	7,177,170	8,420,465
(i) Others (specify nature),	36,150	-	-	36,150	16,938	4,112	-	21,050	15,100	19,212
Total	592,514,639	73,103,921	3,127,808	662,490,752	330,617,565	21,233,130	2,971,417	348,879,278	313,611,473	261,897,074
Previous year	558,747,602	48,096,162	14,329,125	592,514,639	324,393,620	17,855,043	11,631,098	330,617,565	261,897,074	-

Note 10 : Non-current investments

Particulars	As at 31 st March, 2017 ₹	As at 31 st March, 2016 ₹
Investments (At cost): UNQUOTED		
Investment in government or trust securities		
(i) government securities	61,000	61,000
National Savings Certificates (Pledged with Government Authorities)	-	-
Total	61,000	61,000

Note 11 : Deferred Tax Assets (Net)

Particulars	As at 31 st March, 2017 ₹	As at 31 st March, 2016 ₹
Deferred tax (liability) / asset		
<u>Tax effect of items constituting deferred tax liability</u>		
On difference between book balance and tax balance of fixed assets	25,102,263	27,274,324
Tax effect of items constituting deferred tax liability	25,102,263	27,274,324
<u>Tax effect of items constituting deferred tax assets</u>		
Provision for compensated absences, gratuity and other employee benefits	1,077,316	841,730
Provision for Bad Debts	5,880,341	5,880,341
Unabsorbed depreciation & Business Losses carried forward	9,951,349	31,165,355
Others	-	-
Tax effect of items constituting deferred tax assets	16,909,006	37,887,426
Net deferred tax (liability) / asset	(8,193,257)	10,613,102

NATIONAL PLASTIC INDUSTRIES LIMITED

Note 12 : Long-term loans and advances

Particulars	As at 31 st March, 2017 ₹	As at 31 st March, 2016 ₹
Unsecured Considered good		
(i) MAT credit entitlement	32,854,237	21,322,526
(ii) Other Loans and Advances		
a) Others	4,882,559	4,882,559
b) Deposits	9,784,916	8,701,132
	<u>14,667,475</u>	<u>13,583,691</u>
Total	<u>47,521,712</u>	<u>34,906,217</u>

Note 13 : Inventories

(At lower of cost and net realisable value)

Particulars	As at 31 st March, 2017 ₹	As at 31 st March, 2016 ₹
(a) Raw materials	45,565,475	36,836,939
Goods-in-transit	4,000,507	11,246,806
(b) Work-in-progress	45,872,342	64,657,331
Goods-in-transit		
(c) Finished goods (other than those acquired for trading)	107,422,833	91,202,764
Goods-in-transit		
(d) Stock-in-trade (acquired for trading)	11,386,416	6,927,990
Goods-in-transit		
(e) Stores and spares	1,799,525	1,250,000
Goods-in-transit		
(f) Others - Packing Material	5,036,495	5,526,770
Goods-in-transit		
Total	<u>221,083,593</u>	<u>217,648,600</u>

Note 14 : Trade receivables

Particulars	As at 31 st March, 2017 ₹	As at 31 st March, 2016 ₹
Trade receivables outstanding for a period exceeding six months from the date they were due for payment		
a) Unsecured, considered good	1,645,070	4,354,315
b) Unsecured, considered doubtful	19,030,230	19,030,231
Less : Prov For Doubtful Debts	19,030,230	19,030,231
c) Others		
Unsecured, considered good	190,863,334	183,526,613
Total	<u>192,508,404</u>	<u>187,880,928</u>

Note 15 : Cash and cash equivalents

Particulars	As at 31 st March, 2017 ₹	As at 31 st March, 2016 ₹
(a) Cash on hand	986,214	1,772,483
(b) Balances with banks		
(i) In current accounts	516,846	1,383,991
(ii) In earmarked accounts	8,533,760	4,099,998
- Balances held as margin money or security against borrowings, guarantees and other commitments	94,117	95,119
Total	<u>10,130,936</u>	<u>7,351,591</u>

Note 16 : Short-term loans and advances

Particulars	As at 31 st March, 2017 ₹	As at 31 st March, 2016 ₹
Unsecured, considered good		
(a) Loans and advances to employees	1,098,430	933,973
(b) Prepaid expenses	4,702,240	4,925,059
(c) Balances with government authorities		
(i) CENVAT credit receivable	1,555,870	7,258,590
(ii) VAT/ CST Refund/Credit Receivables	5,456,814	4,845,577
(iii) Electricity / Entry tax/Interest/Sales Tax refund receivable	18,205,697	16,383,175
(iv) Taxes Paid in Advance (Net of Provisions)	3,493,308	3,694,395
(d) Capital Advances	2,782,261	4,395,448
(e) Advances to suppliers	2,378,750	5,838,850
(f) Others	57,758	89,768
Total	39,731,128	48,364,835

Note 17 : Other current assets

Particulars	As at 31 st March, 2017 ₹	As at 31 st March, 2016 ₹
(a) Accruals		
(i) Interest accrued on deposits	-	21,086
(b) Others		
i) Discount Receivables	1,779,461	2,112,795
ii) Other Receivables	-	-
Total	1,779,461	2,133,881

Note 18 : Revenue from operations

Note	Particulars	For the year ended 31 st March, 2017 ₹	For the year ended 31 st March, 2016 ₹
(a)	Sale of products	1,094,732,819	1,116,188,845
(b)	Sales of Service	14,533,500	6,941,610
(c)	Other operating revenues	12,510,763	17,633,952
		1,121,777,081	1,140,764,407
	<u>Less:</u>		
(d)	Duties & Taxes	144,879,522	147,485,842
	Total	976,897,559	993,278,565

Note	Particulars	For the year ended 31 st March, 2017 ₹	For the year ended 31 st March, 2016 ₹
(i)	Sale of products comprises :		
	Manufactured goods		
	Moulded Plastic Articles	785,685,216	939,266,148
	Plastic Mats	208,551,536	162,227,648
	Cooler Sales	85,673,891	11,799,814
	Total - Sale of manufactured goods	1,079,910,643	1,113,293,609
	Traded goods		
	Moulded Plastic Articles	84,796	2,754,736
	Artificial Turf Material	14,737,379	140,500
	Total - Sale of traded goods	14,822,175	2,895,236
	Total - Sale of products	1,094,732,819	1,116,188,845

NATIONAL PLASTIC INDUSTRIES LIMITED

Note	Particulars	For the year ended 31 st March, 2017 ₹	For the year ended 31 st March, 2016 ₹
(ii)	Sale of services comprises:		
	Rent	14,533,500	6,941,610
	Total - Sale of services	14,533,500	6,941,610
(iii)	Other operating revenues comprise:		
	Export Entitlement Income	2,090,747	8,026,606
	Vat/Entry Tax Refund	10,420,016	9,607,346
	Branch Sales	-	-
	Sundry Bal W/Back(net)	-	-
	Total - Other operating revenues	12,510,763	17,633,952

Note 19 : Other income

Particulars	For the year ended 31 st March, 2017 ₹	For the year ended 31 st March, 2016 ₹
(a) Interest income from Banks on Deposits	343,868	351,532
(b) Net gain on foreign currency transactions and translation (other than considered as finance cost)	-	469,294
(c) Other non-operating income (net of expenses directly attributable to such income)	3,361,672	1,227,554
Total	3,705,540	2,048,381

Note 20 : Cost of materials consumed

Particulars	For the year ended 31 st March, 2017 ₹	For the year ended 31 st March, 2016 ₹
Opening stock	48,083,745	33,639,540
Add: Purchases	601,697,439	597,952,785
	649,781,184	631,592,325
Less: Closing stock	49,565,982	48,083,745
Cost of material consumed	600,215,202	583,508,581
Material consumed comprises:		
Plastic Powder	404,160,237	430,039,427
PVC Plastic Resin	144,355,281	117,824,568
Masterbatch /Pigments	16,625,526	18,174,729
Cooler Parts	30,584,954	6,427,173
Others	4,491,204	11,042,683
Total	600,217,202	583,508,581

Note 21 : Purchase of traded goods

Particulars	For the year ended 31 st March, 2017 ₹	For the year ended 31 st March, 2016 ₹
Moulded Plastic Articles	-	-
Artificial Turf Material	13,623,834	4,223,291
Total	13,623,834	4,223,291

Note 22 : Changes in inventories of finished goods, work-in-progress and stock-in-trade

Particulars	For the year ended 31 st March, 2017 ₹	For the year ended 31 st March, 2016 ₹
<u>Inventories at the end of the year:</u>		
Finished goods	107,422,833	91,202,764
Work-in-progress	45,872,342	64,657,331
Stock-in-trade	11,386,416	6,927,990
	164,681,591	162,788,085
<u>Inventories at the beginning of the year:</u>		
Finished goods	91,202,764	108,041,270
Work-in-progress	64,657,331	69,928,238
Stock-in-trade	6,927,990	5,695,874
	162,788,085	183,665,382
Net (increase) / decrease	(1,893,507)	20,877,297

Note 23 : Employee benefits expense

Particulars	For the year ended 31 st March, 2017 ₹	For the year ended 31 st March, 2016 ₹
1 Salaries , Wages & Bonus	46,099,026	38,097,975
2 Contributions to provident and other funds	2,859,831	1,970,389
3 Staff welfare expenses	815,454	776,355
Total	49,774,311	40,844,719

Note 24 : Finance costs

Particulars	For the year ended 31 st March, 2017 ₹	For the year ended 31 st March, 2016 ₹
(a) Interest expense on:		
(i) Borrowings	20,875,483	23,964,980
(ii) Trade Payables	515,055	2,556,954
(iii) Exchange Rate Diff Finance	(164,864)	6,244,344
(iv) Others	1,879,160	1,764,469
(b) Other Borrowings Costs :	3,906,559	4,859,487
Total	27,011,392	39,390,234

Note 25 : Other expenses

Sr. No.	Particulars	For the year ended 31 st March, 2017 ₹	For the year ended 31 st March, 2016 ₹
1.0	MANUFACTURING EXPENSES		
1.1	Consumption of stores & spare parts	4,965,273	2,841,150
1.2	Consumption of packing materials	22,717,429	18,772,744
1.3	Increase / (decrease) of excise duty on inventory	1,812,620	(1,076,616)
1.4	Labour Charges	24,422,968	17,205,879
1.5	Electricity, Power and fuel	44,781,007	46,265,089
1.6	Water	138,089	184,180
1.7	Repairs and maintenance - Buildings	433,077	897,237
1.8	Repairs and maintenance - Machinery	10,378,890	8,629,165
1.9	Security charges	2,543,665	3,075,535

NATIONAL PLASTIC INDUSTRIES LIMITED

Sr. Particulars No.	For the year ended 31 st March, 2017 ₹	For the year ended 31 st March, 2016 ₹
2.0 SELLING AND DISTRIBUTION		
2.1 Freight and forwarding	5,987,769	11,479,514
2.2 Sales commission	1,135,175	3,716,153
2.3 Sales discount and sales returns	34,096,339	21,057,376
2.4 Advertisement and Sales Promotion Expenses	2,952,899	4,447,908
2.5 Export Expenses	27,185,819	34,944,349
2.6 Prov For Bad Debts	-	19,030,231
2.7 Bad Debts W/off	733,047	8,011,276
3.0 ESTABLISHMENT EXPENSES		
3.1 Repairs and maintenance - Others	1,668,287	1,608,483
3.2 Insurance	1,369,826	769,998
3.3 Rent , Rates and taxes	16,047,346	5,710,075
3.4 Communication	2,797,553	2,053,956
3.5 Travelling and conveyance, Foreign Travelling	19,015,509	15,819,464
3.6 Printing and stationery	790,472	1,119,390
3.7 Motor car expenses	2,718,209	2,283,936
3.8 Donations and contributions	321,000	251,586
3.9 Legal and professional	3,743,418	6,847,767
3.10 Payments to auditors	300,000	300,000
3.11 Prior period items (net)	(19,688)	376,400
3.12 Loss on sale of Fixed Assets	-	673,027
3.13 Training & Development Expenses	715,000	-
3.14 Miscellaneous expenses	7,461,558	6,367,172
Total	241,212,556	243,662,424

Note 26 : Notes forming part of the financial statements

26(A) Corporate Information and Significant Accounting Policies

Note Particulars

a) Corporate information

The company is engaged in manufacturing plastic injection moulded articles and mattresses. The company is having manufacturing plants at Silvassa , Patna and Nellore.

b) Significant accounting policies (Illustrative)

i) Basis of accounting and preparation of financial statements

The financial statements of the Company have been prepared in accordance with the Generally Accepted Accounting Principles in India (Indian GAAP) to comply with the Accounting Standards notified under the Companies (Accounting Standards) Rules, 2006 (as amended) and the relevant provisions of the Companies Act, 1956. The financial statements have been prepared on accrual basis under the historical cost convention. The accounting policies adopted in the preparation of the financial statements are consistent with those followed in the previous year.

ii) Use of estimates

The preparation of the financial statements in conformity with Indian GAAP requires the Management to make estimates and assumptions considered in the reported amounts of assets and liabilities (including contingent liabilities) and the reported income and expenses during the year. The Management believes that the estimates used in preparation of the financial statements are prudent and reasonable. Future results could differ due to these estimates and the differences between the actual results and the estimates are recognised in the periods in which the results are known / materialise.

iii) Inventories

Inventories are valued at the lower of cost (on FIFO basis) and the net realisable value after providing for obsolescence and other losses, where considered necessary. Cost includes all charges in bringing the goods to the point of sale, including octroi and other levies, transit insurance and receiving charges. Work-in-progress and finished goods include appropriate proportion of overheads and, where applicable, excise duty.

iv) Cash and cash equivalents (for purposes of Cash Flow Statement)

Cash comprises cash on hand and demand deposits with banks. Cash equivalents are short-term balances (with an original maturity of three months or less from the date of acquisition), highly liquid investments that are readily convertible into known amounts of cash and which are subject to insignificant risk of changes in value.

v) Cash flow statement

Cash flows are reported using the indirect method, whereby profit / (loss) before extraordinary items and tax is adjusted for the effects of transactions of non-cash nature and any deferrals or accruals of past or future cash receipts or payments. The cash flows from operating, investing and financing activities of the Company are segregated based on the available information.

vi) Depreciation and amortisation

Depreciation has been provided as per provisions in Schedule II of the Companies Act 2013 based on useful life of the fixed assets as specified in Part C of the said schedule.

Leasehold land is amortised over the duration of the lease

Assets costing less than ₹5,000 each are fully depreciated in the year of capitalisation

vii) Revenue recognition

Sale of goods

Sales are recognised on transfer of significant risks and rewards of ownership to the buyer, which generally coincides with the delivery of goods to customers. Sales include excise duty, sales tax and value added tax. Trade discounts and returns has been disclosed separately under Other Expenditure.

viii) Other income

Interest income is accounted on accrual basis. Dividend income is accounted for when the right to receive it is established.

ix) Tangible fixed assets

Fixed assets, are carried at cost less accumulated depreciation and impairment losses, if any. The cost of fixed assets includes interest on borrowings attributable to acquisition of qualifying fixed assets up to the date the asset is ready for its intended use and other incidental expenses incurred up to that date. Exchange differences arising on restatement / settlement of long-term foreign currency borrowings relating to acquisition of depreciable fixed assets are charged to profit and loss account. Machinery spares which can be used only in connection with an item of fixed asset and whose use is expected to be irregular are capitalised and depreciated over the useful life of the principal item of the relevant assets. Subsequent expenditure relating to fixed assets is capitalised only if such expenditure results in an increase in the future benefits from such asset beyond its previously assessed standard of performance.

Capital work-in-progress:

Projects under which assets are not ready for their intended use and other capital work-in-progress are carried at cost, comprising direct cost, related incidental expenses and attributable interest.

x) Pre Operative Expenditure

All expenses prior to commencement of the new projects are treated as pre operative expenses and shall be capitalised to the value of major fixed assets of the relevant project in appropriate manner, direct or indirect, upon commencement of commercial production at such projects.

xi) Foreign currency transactions and translations

Initial recognition

Transactions in foreign currencies entered into by the Company and its integral foreign operations are accounted at the exchange rates prevailing on the date of the transaction or at rates that closely approximate the rate at the date of the transaction.

Measurement of foreign currency monetary items at the Balance Sheet date

Foreign currency monetary items (other than derivative contracts) of the Company outstanding at the Balance Sheet date are restated at the year-end rates. Exchange differences arising out of this translation is charged to Profit and Loss Account.

xii) Government grants, subsidies and export incentives

Government grants and subsidies are recognised when there is reasonable assurance that the Company will comply with the conditions attached to them and the grants / subsidy will be received. Government grants and subsidy received towards capital outlay is treated as Capital Reserve.

Export benefits are accounted for in the year of exports based on eligibility and when there is no uncertainty in receiving the same.

xiii) Investments

Long-term investments (excluding investment properties), are carried individually at cost less provision for diminution, other than temporary, in the value of such investments. Current investments are carried individually, at the lower of cost and fair value. Cost of investments include acquisition charges such as brokerage, fees and duties.

xiv) Employee Retirement benefits

The company has a policy of payment of Gratuity only at the time of retirement and the same has been provided as per provisions of Accounting Standard 15 of Retirement benefit to employees.

xv) Borrowing costs

Borrowing costs include interest, amortisation of ancillary costs incurred and exchange differences arising from foreign currency borrowings to the extent they are regarded as an adjustment to the interest cost. Costs in connection with the borrowing of funds to the extent not directly related to the acquisition of qualifying assets are charged to the Statement of Profit and Loss over the tenure of the loan. Borrowing costs, allocated to and utilised for qualifying assets, pertaining to the period from commencement of activities relating to construction / development of the qualifying asset upto the date of capitalisation of such asset is added to the cost of the assets.

xvi) Earnings per share

Basic earnings per share is computed by dividing the profit / (loss) after tax (including the post tax effect of extraordinary items, if any) 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 (including the post tax effect of extraordinary items, if any) 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. Potential equity shares are deemed to be dilutive only if their conversion to equity shares would decrease the net profit per share from continuing ordinary operations. Potential dilutive equity shares are deemed to be converted as at the beginning of the period, unless they have been issued at a later date. The dilutive potential equity shares are adjusted for the proceeds receivable had the shares been actually issued at fair value (i.e. average market value of the outstanding shares). Dilutive potential equity shares are determined independently for each period presented. The number of equity shares and potentially dilutive equity shares are adjusted for share splits / reverse share splits and bonus shares, as appropriate.

xvii) Taxes on income

Current tax is the amount of tax payable on the taxable income for the year as determined in accordance with the provisions of the Income Tax Act, 1961.

Minimum Alternate Tax (MAT) paid in accordance with the tax laws, which gives future economic benefits in the form of adjustment to future income tax liability, is considered as an asset if there is convincing evidence that the Company will pay normal income tax. Accordingly, MAT is recognised as an asset in the Balance Sheet when it is probable that future economic benefit associated with it will flow to the Company.

Deferred tax is recognised on timing differences, being the differences between the taxable income and the accounting income that originate in one period and are capable of reversal in one or more subsequent periods. Deferred tax is measured using the tax rates and the tax laws enacted or substantially enacted as at the reporting date. Deferred tax liabilities are recognised for all timing differences. Deferred tax assets in respect of unabsorbed depreciation and carry forward of losses are recognised only if there is virtual certainty that there will be sufficient future taxable income available to realise such assets. Deferred tax assets are recognised for timing differences of other items only to the extent that reasonable certainty exists that sufficient future taxable income will be available against which these can be realised. Deferred tax assets and liabilities are offset if such items relate to taxes on income levied by the same governing tax laws and the Company has a legally enforceable right for such set off. Deferred tax assets are reviewed at each Balance Sheet date for their realisability. "

Current and deferred tax relating to items directly recognised in equity are recognised in equity and not in the Statement of Profit and Loss.

xviii) Impairment of assets

The carrying values of assets / cash generating units at each Balance Sheet date are reviewed for impairment. If any indication of impairment exists, the recoverable amount of such assets is estimated and impairment is recognised, if the carrying amount of these assets exceeds their recoverable amount. The recoverable amount is the greater of the net selling price and their value in use. Value in use is arrived at by discounting the future cash flows to their present value based on an appropriate discount factor.

xix) Insurance claims

Insurance claims are accounted for on the basis of claims admitted / expected to be admitted and to the extent that there is no uncertainty in receiving the claims.

xx) Service tax input credit

Service tax input credit is accounted for in the books in the period in which the underlying service received is accounted and when there is no uncertainty in availing / utilising the credits.

Note 26(B) Additional information to the financial statements (Figures of amounts in Lacs)

Note	Particulars	As at 31 st March, 2017 ₹	As at 31 st March, 2016 ₹
a)	Contingent liabilities and commitments (to the extent not provided for)		
(i)	Contingent liabilities		
(a)	Bank Guarantees Outstanding	37.30	39.30
(ii)	Commitments #		
(a)	Estimated amount of contracts remaining to be executed on capital account and not provided for Tangible assets	-	176.97

b) Disclosures required under Section 22 of the Micro, Small and Medium Enterprises Development Act, 2006

The company does not possess necessary information as regards due to Micro, Small and Medium Enterprises for the necessary provision of interest and disclosures.

c) Value of imports calculated on CIF basis @:

Particulars	For the year ended 31 st March, 2017 ₹	For the year ended 31 st March, 2016 ₹
Raw materials	19.89	42.35
Traded Purchases	-	-
Total Other Purchases	0.00	0.00
Capital goods	631.24	241.39

d) Expenditure in foreign currency #:

Particulars	For the year ended 31 st March, 2017 ₹	For the year ended 31 st March, 2016 ₹
Foreign Travel Expenses	6.55	0.88
Bank Charges	3.99	16.12

e) Details of consumption of imported and indigenous items *

Particulars	For the year ended 31 st March, 2017 ₹	For the year ended 31 st March, 2016 ₹
<u>Imported</u>	81.63	59.74
%	1.36	1.02
Total	81.63	59.74
%	1.36	1.02

NATIONAL PLASTIC INDUSTRIES LIMITED

Particulars	For the year ended 31 st March, 2017 ₹	For the year ended 31 st March, 2016 ₹
<u>Indigenous</u>		
Raw materials	5,784.28	5,733.11
%	96.37	98.25
Traded Purchases	136.24	42.23
%	2.27	0.72
Total	6,002.15	5,835.09
%	100	100

f) Earnings in foreign exchange @@:

Particulars	For the year ended 31 st March, 2017 ₹	For the year ended 31 st March, 2016 ₹
Export of goods calculated on FOB basis	1,562	2,388

g) In the opinion of the management the Current Assets, Loans and Advances are expected to realize at least amount at which they are stated, if realized in the ordinary course of the business and provision of all known liabilities have been adequately made in the accounts.

h) Related party transactions
Details of related parties:

Description of relationship	Names of related parties
Key Management Personnel (KMP)	Mr.Paresh Vinod Parekh Mr.Ketan Vinod Parekh Mr.Harsh Parekh
Relatives of KMP	Ketan Vinod Parekh(HUF) Mr.Vivek Parekh
Company in which KMP / Relatives of KMP can exercise significant influence	M/s Enpee Credit & Capital (India) Pvt Ltd M/s Rayzon Global LLP

Note: Related parties have been identified by the Management.

Details of related party transactions during the year ended 31st March, 2017 and balances outstanding as at 31st March, 2017:

	KMP	Relatives of KMP	Entities in which KMP / relatives of KMP have significant influence	Total
Loans/Advances Received /Taken	32.92 (2.00)	0.00 (2.35)	641.42 (642.28)	674.34 (646.63)
Loans/Advances Repaid /Given	16.50 (0.57)	0.00 (2.35)	478.98 (503.10)	495.48 (506.02)
Remuneration Paid	42.60 (20.47)	3.00 0.00	- -	45.60 (20.47)
Sale of Trading Goods	0.00 0.00	0.00 0.00	64.93 0.00	64.93 0.00
Sale of Capital Goods	0.00 0.00	0.00 0.00	0.00 (13.12)	0.00 (13.12)
Balances outstanding at the end of the year				
Borrowings	15.00 (1.43)	0.00 0.00	1104.93 (942.29)	1119.93 (943.72)

i) AS-15 DISCLOSURE ON DEFINED BENEFIT PLANS:-

The Company offers Gratuity employee benefit scheme to its employees.

Nature of Benefit - Gratuity is payable on death whilst in service or withdrawal from service due to resignation, termination or early retirement and on retirement from service at normal retirement age.

The following table sets out the funded status of the defined benefit schemes and the amount recognised in the financial statements:

Sr. No.	PARTICULARS	GRATUITY (₹ In Lacs) For the year ended 31 st March, 2017	GRATUITY (₹ In Lacs) For the year ended 31 st March, 2016
I	Components to employer Expense		
a	Current Service Cost	4.35	3.66
b	Interest Cost	2.13	1.99
c	Past service cost	-	-
d	Actuarial (Gain) / Loss	1.78	(3.08)
e	Total expense / (gain) recognized in the Profit & Loss a/c	8.26	2.56
II	Net Asset/(Liability) recognized in Balance Sheet as at 31.3.16		
a	Present value of obligation as at 31.3.17	34.86	27.24
b	Fair value of plan Assets as at 31.3.17	-	-
c	(Asset)/Liability recognized in Balance Sheet	34.86	27.24
III	Change in Defined Benefit Obligation (DBO) during year ended as on 31.3.17		
a	Present value of obligation as at 1.4.2016	27.24	25.77
b	Current service cost	4.35	3.66
c	Interest cost	2.13	1.99
d	Past service cost	-	-
e	Actuarial (Gain)/Loss	1.78	(3.08)
f	Benefits Paid	(0.64)	(1.09)
g	Present value of obligation as at 31.3.17	34.86	27.24
IV	The amounts recognised in the balance sheet are as follows:		
	Present value of funded obligations	-	-
	Fair value of plan assets	-	-
	Present value of unfunded obligations	-	-
	Unrecognised past service cost	-	-
	Unrecognised Actuarial loss	-	-
V	Table of Experience adjustments		
	Defined benefit obligation	34.86	27.24
	Plan assets	-	-
	Surplus/(Deficit)	34.86	27.24
	Experience adjustments on plan liabilities	(0.67)	(2.68)
	Actuarial loss/(gain) due to changes in assumptions	2.44	(0.39)
	Experience adjustments on plan assets	-	-
	Net Actuarial loss/(gain) for the year	1.78	(3.08)
	Past service liability	-	-
VI	Actuarial assumptions		
	Mortality	IALM (1994-96) published table of mortality rates.	IALM (1994-96) published table of mortality rates.
	Discount Rate	7.20%	7.95%
	Salary Growth	7%	7%
	Expected rate of return	N.A	N.A
	Withdrawal rates	5% at younger ages reducing to 1% at older ages	5% at younger ages reducing to 1% at older ages
	Retirement age	60 years	60 years

NATIONAL PLASTIC INDUSTRIES LIMITED

j) **Details of Specified Bank Notes (SBN) held and transacted during the period the period 08/11/2016 to 30/12/2016 as provided in the table below:**

	SBNs	Other denomination notes	Total
Closing cash in hand as on 08.11.2016	3,100,000	252,635	3,352,635
(+) Permitted receipts	-	3,194,391	3,194,391
(-) Permitted payments	-	675,788	675,788
(-) Amounts deposited in Banks	3,100,000	-	3,100,000
Closing cash in hand as on 30.12.2016	-	2,771,238	2,771,238

In terms of our report attached.

**For Sheth Doctor & Associates
Chartered Accountants**

Firm Regn. No 124822W

Paresh S. Doctor
Membership No 36056

Place : Mumbai
Date : 13th May, 2017

For and on behalf of the Board of Directors

Paresh V. Parekh
Managing Director

Ketan V. Parekh
Director

Harsh P. Parekh
Chief Financial Officer

Swati J. Zavar
Company Secretary

Disclosure as required under Schedule V of the Companies Act, 2013 is given as under:

I. General Information

Nature of Industry	Plastic
Date or expected date of Commercial Production	Commercial operations commenced in the year 1987
In case of new Companies, expected date of commencement of activities as per project approved by financial institutions appearing in the prospectus	N.A.

Financial performance:-

(₹ in Crs)

Particulars	For the year/period ended		
	2014-15	2015-16	2016-17
Total Income	96.38	114.07	112.18
Depreciation	1.79	1.79	2.11
Total Expenses	84.59	95.04	95.11
Net Profit	1.28	1.97	1.06
Paid up Capital	9.13	9.13	9.13
Reserves & Surplus	13.88	14.76	14.72

Foreign Investments or collaborations, if any – There is no direct foreign investment in the Company except to the extent shares held by Foreign Institutional Investors (FII) acquired through secondary market. There is no foreign collaboration in the Company.

II. Information about the Appointee:

	Mr. Harsh Parekh
Background details	As given in the explanatory statement
Past Remuneration (₹ in lacs)	2.25 per month as Chief Financial Officer of the Company
Recognition and Awards	-
Job profile and his suitability	Information given in the explanatory statement
Remuneration proposed	As mentioned in the resolution
Comparative remuneration profile with respect to industry, size of company, profile of the position and person	In the past few years, the remuneration of Senior Executives in the industry in general has gone up manifold. The remuneration proposed to be paid to the Whole-time Director is purely based on qualification, expertise, merit and after perusal of the remuneration of managerial person in other companies comparable with the size of the Company, industry benchmarks in general.
Pecuniary relationship directly or indirectly with the Company, or relationship with the managerial personnel, if any	Apart from receiving managerial remuneration, he does not have any other pecuniary relationship with the Company. He is related to Mr. Paresh Parekh, Managing Director of the Company

III. Other Information:

Reasons of loss or inadequate profits	Due to economic slowdown and adverse market conditions in view of the government's unprecedented step of demonetization and the subsequent cash crunch, there was lower profitability in plastic industry which is primarily a 'cash' economy.
Steps taken or proposed to be taken for improvement	The Company has initiated certain steps such as better product mix, cost control, borrowing at cheaper rates, and improving efficiency etc. Though, the prices of raw materials and products are influenced by external factors, the Company is making all possible efforts to improve the margins.
Expected increase in productivity and profits in measurable terms	The Company is very conscious about improvement in productivity and undertakes measures to improve it. However, it is extremely difficult in the present scenario to predict profits in measurable terms

IV. Disclosure:

The remuneration package of the managerial person is given in the resolution.

**On behalf of the Board of Directors
For NATIONAL PLASTIC INDUSTRIES LIMITED**

**PARESH V. PAREKH
MANAGING DIRECTOR
(DIN 00432673)**

**Place: Mumbai
Date: 10th August, 2017**

NATIONAL PLASTIC INDUSTRIES LIMITED



NATIONAL PLASTIC INDUSTRIES LIMITED

CIN No.: L25200MH1987PLC044707
 Registered Office: A-59, MIDC, Road No. 1, Marol, Andheri (East), Mumbai – 400 093.
 Corporate Office: Office No. 213,214 & 215, 2nd Floor, Hubtown Solaris,
 N. S. Phadke Marg, Andheri (East), Mumbai - 400069
 Email: info@nationalplastic.com, Website: www.nationalplastic.com
 Phone No.: 022 - 67669999 Fax: 022 - 67669998

ATTENDANCE SLIP
(30th Annual General Meeting)

DP ID No. & Client ID No. / Folio No.	
Name and Address of the Shareholder in Block Letters	
Name of the Joint Holder(s), if any (in Block Letters)	
No. of Shares held	
Name of Proxy, if any (in Block Letters)	

I certify that I am a member/proxy of the Company.

I/We hereby record my/our presence at the Thirtieth Annual General Meeting of the Members of National Plastic Industries Limited held on Wednesday, 20th September, 2017 at 11.00 a.m. at Hotel Suba Galaxy, N. S. Phadke Road, Off Western Express Highway, Andheri (East), Mumbai - 400 069 and/or any adjournment thereof.

Member's/ Proxy's Signature

Note: Please fill this attendance slip and hand it over at the entrance of the Hall.



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PROXY FORM

[Pursuant to Section 105(6) of the Companies Act, 2013 and rule 19(3) of the Companies (Management and Administration) Rules, 2014]

Name of the member(s):	Email ID:
Registered Address:	Folio No. /Client ID:
	DP Id:

I/We, being the member (s) of shares of the above named company, hereby appoint

- Name: _____
 Address: _____
 E-mail Id: Signature:..... , or failing him
- Name: _____
 Address: _____
 E-mail Id: Signature:..... , or failing him
- Name: _____
 Address: _____
 E-mail Id: 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 30th Annual General Meeting of the Company, to be held on Wednesday, 20th day of September, 2017 at 11.00 a.m. at Hotel Suba Galaxy, N. S. Phadke Road, Off Western Express Highway, Andheri (East), Mumbai - 400 069 and at any adjournment thereof in respect of such resolutions as are indicated below:

Resolution No.	Description of Resolution	Vote*	
		For	Against
Ordinary Business			
1	Adoption of Financial Statements for the year ended 31 st March, 2017 together with the reports of the Directors' and Auditors' thereon		
2	To declare Final Dividend on Equity Shares for the financial year 2016-17		
3	Re-appointment of Mr. Ketan V. Parekh who retires by rotation		
4	Appointment of M/s. R. S. Prabhu & Associates, Chartered Accountants, as Statutory Auditors of the Company and fixing their remuneration		
Special Business			
5	Appointment of Mr. Harsh Parekh as a Director of the Company		
6	Appointment of Mr. Harsh Parekh as the Whole time Director of the Company		

*It is optional to indicate your preference. If you leave the 'for or against' column blank against any or all resolutions, your proxy will be entitled to vote in the manner as he/she may deem appropriate

Signed this _____ day of _____ 2017

Signature of Shareholder _____

Signature of Proxy holder (s) _____

₹1/-
Revenue
Stamp

- 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 form should be signed across the stamp as per specimen signature registered with the Company.
3. A Proxy need not be a member of the Company.

FINANCIALS OF THE COMPANY AT A GLANCE

(₹ in Crs)

OPERATING RESULTS	2016-17	2015-16	2014-15	2013-14	2012-13
Sales and Other Income	112.18	114.08	96.39	89.52	72.98
Gross Profit before Depreciation, Interest & Tax	7.77	10.22	7.74	8.46	3.07
Profit Before Tax/(Loss)	2.95	4.49	1.88	1.55	(3.34)
Net Profit after Tax/(Loss)	1.07	1.98	1.27	0.97	(2.26)
Retained Earnings	4.16	5.37	2.76	3.86	(1.17)
Equity Dividend (in %) (*Proposed Dividend)	10*	10	10	-	-
Earnings per share (EPS) Rs.	1.17	2.17	1.40	1.07	-2.47
Face Value per share Rs	10	10	10	10	10
Equity Share Capital	9.13	9.13	9.13	9.13	9.13
Reserves & Surplus	14.49	14.75	13.88	14.34	23.47
Net Worth	24.44	22.82	19.56	19.70	28.39
Book Value Per Share (Rs.)	26.77	24.99	21.42	21.58	31.10



Sports Ground developed with artificial grass (turf) for Mumbai District Football Association at Bandra Reclamation, Mumbai



NATIONAL PLASTIC INDUSTRIES LIMITED

If Undelivered, please return to :

National Plastic Industries Limited

Office No. 213-215, 2nd Floor,
Hubtown Solaris, N. S. Phadke Marg,
Andheri (East), Mumbai- 400069.

