



Dated : 06/09/2017

To,
The Secretary
The BSE Limited
P J Towers, Dalal Street,
Mumbai -400001

Scrip Code: 539400

Dear Sir,

Sub: Annual Report of the Company for FY 2016-17

Pursuant to Regulation 34 of SEBI (Listing Obligation and Disclosure Requirements) Regulations, 2015. Please find enclosed herewith Annual Report of the Company which has been approved and adopted in the 33rd Annual General Meeting ("AGM") on 29th August, 2017.

Kindly take the above on record and acknowledge the receipt.

Thanking you,

Yours Faithfully,
For Mallcom (India) Limited

Director
Encl: As above

Mallcom (India) Ltd.

EN-12, Sector-V, Salt Lake, Kolkata 700 091, India
T: +91 33 4016 1000 | F : +91 33 4016 1010
E: sales@mallcom.in | W : www.mallcom.in
CIN: L51109WB1983PLC037008



ANNUAL REPORT
2016-17



LEADING THE WORLD
WITH THE POWER
OF **SAFETY**



WE SUPPORT HEROISM

Shiva Keshavan is India's pride in the highly competitive world of luge and has won accolades for the country over and over again. Shiva is a five time Olympian and the first Indian representative at the Winter Olympic Games. Gold in Asian Luge Championship in 2016 at Nagano, Japan is his most recent achievement.

We, at Mallcom have always admired people who go beyond the limits of convention for the greater good. Shiva Keshavan is one such individual whose constant struggle and a never give up attitude against all odds is an inspiration to us all. We salute his endeavours to bring glory to Indian luge as he prepares for the Winter Olympics to be held in South Korea. As a corporation, we are proud to be associated with him and we back him up with all our hearts.



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DARE TO BE AWARE

CORPORATE INFORMATION

Directors

Ajay Kumar Mall, Managing Director
Giriraj Mall, Director
R. P. Singh, Independent Director
Barsha Khattry, Independent Director

Chief Financial Officer

Shyam Sundar Agrawal

Company Secretary

Nidhi Agarwal

Auditors

S. K. Singhanian & Co.
19A, Jawaharlal Nehru Road, Kolkata -700 087

Registrar & Share Transfer Agent

Niche Technologies Pvt. Ltd.
D-511 Bagree Market, 5th Floor,
71, B. R. B. Basu Road, Kolkata – 700 001
Ph- 033 2235-7270; Fax-033 2215 6823
Email-nichetechpl@nichetechpl.com
Website: www.nichetechpl.com

Registered Office

EN-12, Sector-V, Salt Lake City, Kolkata -700091

Factories

- 1) Plot No.1665 & 1666, Zone-9
Kolkata Leather Complex,
Bantala, 24 Parganas (South)
- 2) 34B & C, C. N. Roy Road,
Kolkata – 700039
- 3) Plot No. 35&36, Sector-1,
FSEZ, Falta,
24 Parganas (South)
- 4) Plot No.32, Sector-3A,
Integrated Industrial Estate,
Haridwar, Uttrakhand

Bankers

Citibank N.A.
Standard Chartered Bank
State Bank of India
Axis Bank
ICICI Bank



SAFETY FIRST IS SAFETY ALWAYS

DIRECTORS' REPORT

Dear Members,

Your Directors are pleased to present the Thirty-Third Annual Report on the business and operation of the Company together with Audited Statement of Accounts for the year ended March 31st, 2017.

FINANCIAL HIGHLIGHTS

(Rs. in Lakhs)

Particulars	March 31, 2017	March 31, 2016
Revenue from Operations (Net) and other income	25,765.22	27,585.50
Profit Before Tax (PBT)	1,406.99	1,191.73
Provision for Tax	477.55	428.31
Profit After Tax (PAT)	929.44	763.42
Balance brought forward from previous year	7.90	9.14
Profit available for Appropriations	937.34	772.56
Appropriations		
Transfer to General Reserve	780.00	614.45
Surplus carried to the next year's account	157.34	7.90

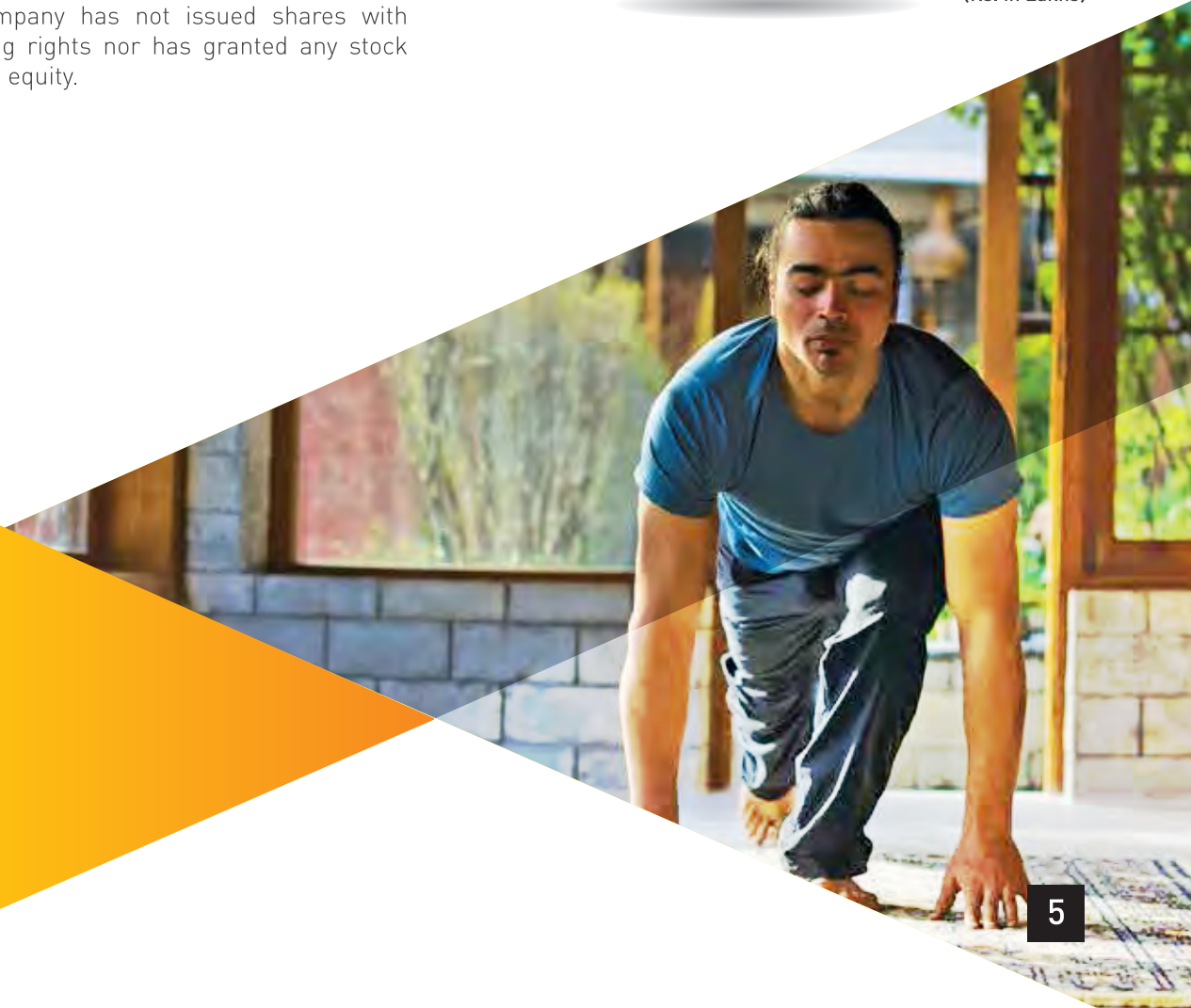
OVERVIEW OF COMPANY PERFORMANCE

Your Company is focused on product innovation, brand building and distribution to grow faster than the market. Your Company brand has become iconic over time due to the combination of superior product and endearing communication.

During the year under consideration your company continuing with focus on strengthening its front end operations, has achieved Standalone Income and profit after tax for the year Rs. 25,765.22 Lakh and Rs. 929.44 Lakh as against Rs. 27,585.50 Lakh and Rs.763.42 Lakh respectively for the previous year. The Consolidated Income and Profit after tax of the company for the year Rs. 25,565.74 Lakh and Rs.1,008.84 Lakh as against Rs. 27,646.71 Lakh and Rs. 938.11 Lakh respectively for the previous year.

SHARE CAPITAL

The paid up Equity Share Capital as at March 31st, 2017 was Rs. 624.00 Lakh. During the year under review, the Company has not issued shares with differential voting rights nor has granted any stock options or sweat equity.



CAUTION IS THE PARENT OF SAFETY

MATERIAL CHANGES AND COMMITMENTS AFFECTING THE FINANCIAL POSITION OF THE COMPANY

There have been no material changes and commitments, if any, affecting the financial position of the Company which has occurred between the end of the financial year of the Company to which the financial relate.

CHANGE IN NATURE OF BUSINESS

There has been no change in the nature of business of the company. Your Company continues to be one of the leading Personal Protective Equipment Manufacturer in the country.

DIVIDEND

Your Board has recommend dividend of Rs. 2.00 per share for the financial year ended March 31st, 2017 as against Rs. 2.00 per share (i.e., 20% on an Equity Share of Rs. 10 each) for the previous financial year ended March 31st, 2016. The dividend if approved by the shareholders at the ensuing Annual General Meeting shall be paid to those shareholders, whose names appear in the Register of Members as on "Book Closure Date". Total dividend of 20% for the year 2016-17 would absorb Rs.150.21 Lakh inclusive of dividend tax.

TRANSFER TO RESERVE

Your Company has transferred an amount of Rs. 780.00 Lakh to the General Reserve for the financial year ended March 31st, 2017.

TRANSFER OF UNPAID AND UNCLAIMED AMOUNT TO IEPF

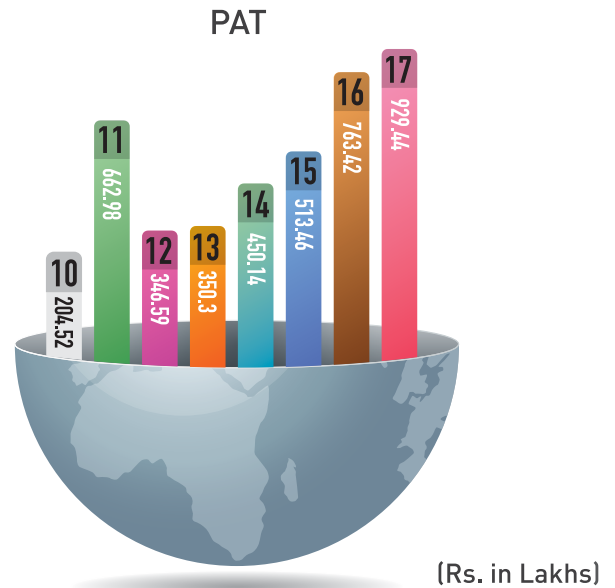
Pursuant to the provision of Section 124(5) of the Companies Act, 2013, dividend which remains unpaid or unclaimed for a period of seven years from the date of its transfer to unpaid dividend/unclaimed amount is required to be transferred by the Company to Investor Education and Protection Fund (IEPF), established by the Central Government under the provisions of Section 125 of Companies Act 2013. During the year, no amount was due for transfer to IEPF.

MANAGEMENT DISCUSSION AND ANALYSIS REPORT

The Management's Discussion and Analysis forms part of this annual report and is annexed to this Report.

CORPORATE GOVERNANCE

The Company is committed to adopt good corporate governance practices. The report on Corporate Governance for the financial year ended March 31st, 2017, as per regulation 34(3) read with Schedule V of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 forms a part of this Annual Report. The requisite Certificate for confirming the compliance with the conditions of Corporate Governance is annexed to this Report.



“SAFETY IS A WAY OF LIFE”

SUBSIDIARY COMPANIES

The Company is having two subsidiary companies namely Mallcom VSFT Gloves Pvt. Ltd. and Mallcom Safety Pvt. Ltd. The Company regularly monitors the performance of such companies.

The Company shall make available the annual accounts of the subsidiary companies to any member of the Company who may be interested in obtaining the same. The annual accounts of the subsidiary companies will also be kept open for inspection at the registered office of the Company. Further, the annual accounts of the subsidiaries are also available on the website of the Company www.mallcom.in. The consolidated financial statement presented by the Company includes the financial results of its subsidiary companies.

Pursuant to the provision of Section 129(3) of the Companies Act, 2013, a statement containing salient features of financial statement of the aforesaid Subsidiaries, in Form AOC-1, is attached to the Financial Statements of the Company for the year ended March 31, 2017.

The policy for determining material subsidiaries as approved may be accessed from the Company website at the http://mallcomindia.com/corporate/financials/reports/Policy_on_Material_Subsiidiaries.pdf

EXTRACT OF ANNUAL RETURN

An extract of Annual Return in Form MGT- 9 in compliance with Section 92 of the Companies Act, 2013 read with applicable Rules made thereunder is annexed herewith as Annexure-A.



AUDITORS

STATUTORY AUDITORS

M/s. S. K. Singhania & Co, Chartered Accountants were appointed as Statutory Auditors of the Company at the 32nd Annual General Meeting (AGM) to hold office until the conclusion of 36th AGM subject to ratification by the Shareholders at the ensuing Annual General Meeting(s). They have confirmed their eligibility to the effect that their re-appointment, if made, would be within the prescribed limits under the Act and that they are not disqualified for re-appointment. Therefore, ratification of appointment of Statutory Auditors is being sought from the members of the Company at the ensuing AGM.

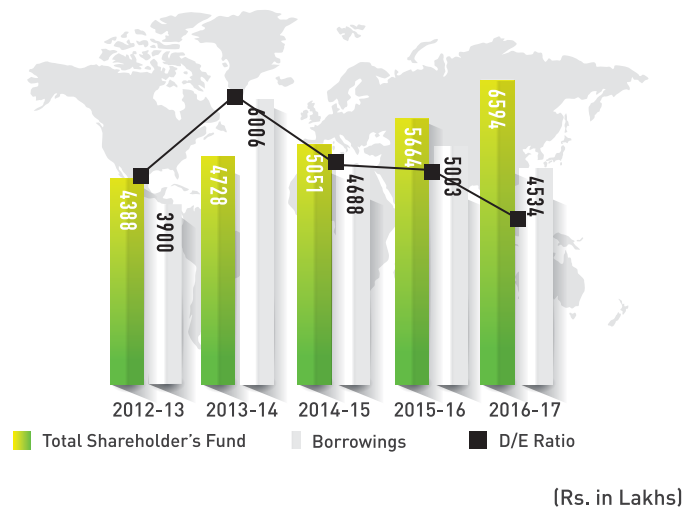
The Auditors' Report does not contain any qualification, reservation or adverse remark.

SECRETARIAL AUDITORS

Pursuant to the provisions of Section 204 of the Companies Act, 2013 read with the Companies (Appointment and Remuneration of Managerial Personnel) Rules, 2014, the Company had appointed Ms. Anju Agarwal, Company Secretary in whole-time practice to undertake the Secretarial Audit of the Companies Act, 2013 for the financial year 2016-17. The Secretarial Audit report is given as Annexure B forming part of this Report.

There is no secretarial audit qualification for the year under review.

Sources of Fund



SAFETY BEGINS WITH TEAM WORK

CORPORATE SOCIAL RESPONSIBILITY

Pursuant to Section 135 of Companies Act, 2013 read with rules made there under, your directors have constituted a Corporate Social Responsibility Committee. As part of its initiative under Corporate Social Responsibility the company has contributed for the purpose of scheme as provided in CSR Policy

The CSR Policy may be accessed on the Company website at <http://mallcomindia.com/corporate/financials/reports/CSR%20Policy.pdf> and further details about the initiatives taken by the Company on CSR during the year under review have been appended in Annexure C to this Report.

VIGIL MECHANISM / WHISTLE BLOWER POLICY

The Company has a Whistle Blower Policy to report genuine concerns or grievances. The Whistle Blower Policy has been posted on the website of the Company http://mallcomindia.com/corporate/financials/reports/Whistle_Blower_Policy.pdf

RISK MANAGEMENT

Risk Management has always been an integral part of the corporate strategy which complements the organizations capabilities with business opportunities, robust planning and execution. A key factor in determining a Company's capacity to create sustainable value is the risk that the company is willing to take and its ability to manage them effectively. In line with new regulatory requirements, the Company has formally framed a Risk Management Policy to identify the key risk areas, monitor and report compliance and effectiveness. Appropriate actions pursuant to the Policy from time to time are taken to mitigate adverse impact of various Risks which may adversely affect the performance of the Company.



COMPANY'S POLICY ON DIRECTORS, APPOINTMENT AND REMUNERATION

The Board of Directors in consonance with the recommendation of Nomination and Remuneration Committee (NRC) has adopted a terms of reference which, inter alia, deals with the manner of selection of Director and the Key Managerial Personnel of the Company. The NRC recommends appointment of Director, Chief Executive Officer and Manager based on their qualifications, expertise, positive attributes and independence in accordance with prescribed provisions of the Companies Act, 2013 and rules framed there under. The NRC is responsible for identifying and recommending persons who are qualified to become directors or part of senior management of the Company. Remuneration Policy for the members of the Board and Executive Management has been framed, the said policies earmark the principles of remuneration and ensure a well balanced and performance related compensation package taking into account shareholders' interest, industry practices and relevant corporate regulations in India.

DIRECTORS AND KEY MANAGERIAL PERSONNEL

In accordance with the provisions of Section 152 of the Companies Act, 2013 read with the Articles of Association of the company, Giriraj Mall (DIN: 01043022), Director of the company retires by rotation at the forthcoming Annual General Meeting and being eligible offers himself for re-appointment. The Board recommend his re-appointment for the consideration of the Members of the Company at the ensuing Annual General Meeting.

All independent directors have given declaration that they meet the criteria of independence as laid down under section 149(6) of the Companies Act, 2013 and Regulation 16(b) of SEBI (Listing Obligation and Disclosure Requirements) Regulation 2015.



“THINK SAFETY WORK SAFELY”

During the year under review, there is no change in the Board of Directors of the Company.

BOARD EVALUATION

As per the provisions of the Companies Act, 2013 and SEBI (Listing Obligation and Disclosure Requirements) Regulations 2015, the formal annual evaluation was carried out for the Board's own performance, its committee & Individual directors. The manner and detail in which evaluation was carried out is stated in the Corporate Governance Report which is annexed and forms a part of this report.

MEETINGS

The Board met four times during the year, the details of which are given in the Corporate Governance Report. The intervening gap between the Meeting was within the period prescribed under the Companies Act, 2013 and the SEBI (Listing Obligation and Disclosure Requirements) Regulation, 2015.

PARTICULARS OF LOANS, GUARANTEES OR INVESTMENTS BY THE COMPANY

The Particulars of Loans, Guarantees and Investments covered under the provisions of Section 186 of the Companies Act, 2013 and Schedule V of the Securities and Exchange Board of India (Listing Obligation and Disclosure Requirement) Regulations, 2015 are given in the notes to the Financial Statements.



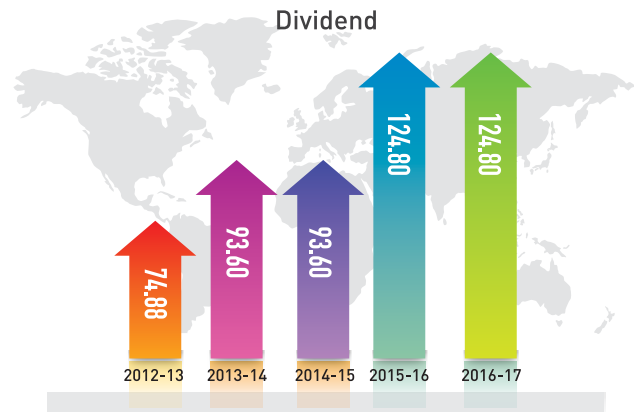
RELATED PARTY TRANSACTIONS

All transactions entered into with the Related Parties for the year under review were on arm's length basis and in the ordinary course of business and the provision of Section 188 of the Companies Act, 2013 and the Rules made thereunder are not attracted. Thus, disclosure in form AOC-2 in terms of Section 134 of the Companies Act, 2013 is not required. Further, there are no material related party transactions during the year under review with the Promoters, Directors or Key Managerial Personnel.

The Company has formulated a policy on dealing with Related Party transaction. The Policy is disclosed on the website of the Company http://mallcomindia.com/corporate/financials/reports/Policy_on_Related_Party_Transactions.pdf. The details of related party disclosure form part of the notes to the financial statement provided in the annual report.

PARTICULARS OF EMPLOYEES

Your Company has no employee of the category as specified in Rule 5(2) of the Companies (Appointment and Remuneration of Managerial Personnel) Rules, 2014. Disclosure pertaining to remuneration and other details as required under Section 197 (12) of the Companies Act, 2013 read with Rules 5 (1) of the Companies (Appointment and Remuneration of Managerial Personnel) Rules, 2014 are provided in Annexure - D.



(Rs. in Lakhs)



SAFETY IS AN EFFECTIVE INSURANCE POLICY

DISCLOSURE UNDER SECTION 22 OF THE SEXUAL HARASSMENT OF WOMEN AT WORKPLACE (PREVENTION, PROHIBITION AND REDRESSAL), ACT, 2013

The Company's policy on prevention of sexual harassment of women provides for the protection of women employees at the workplace and for prevention and redressal of such complaints. There were no complaints pending for the redressal at the beginning of the year and no complaints received during the financial year.

DEPOSIT

During the financial year under review, the company did not accept any deposit covered under Section 73 of the Companies Act, 2013 read with Companies (Acceptance of Deposits) Rules, 2014.

CREDIT RATING

India Rating & Research (A Fitch Group Company) has affirmed Long Term Issuer Rating at 'IND BBB-'

The outlook is stable. The agency has also affirmed

INR 750m fund based limits and INR 4m non fund based working capital limits at 'IND A3'.

INTERNAL CONTROL SYSTEMS AND THEIR ADEQUACY

The details of the internal control system and adequacy are covered in Management Discussion and Analysis Report.

DIRECTORS' RESPONSIBILITY STATEMENT

Pursuant to Section 134(5) of the Companies Act, 2013, the Board of Directors, to the best of their knowledge and ability, confirm that:



- a) In the preparation of the annual accounts for the year ended March 31st, 2017 the applicable accounting standards have been followed along with proper explanation relating to material departures;
- b) 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 at the end of the financial year and of the profit of the company for the year;
- c) The directors have taken proper and sufficient care for the maintenance of adequate accounting records in accordance with the provisions of the Companies Act, 2013 for safeguarding the assets of the company and for preventing and detecting fraud and other irregularities;
- d) They have prepared the annual accounts on a going concern basis;
- e) They have laid down internal financial controls to be followed by the company that are adequate and were operating effectively.
- f) They have devised proper systems to ensure compliance with the provisions of all applicable laws and these are adequate and are operating effectively.



Mallcom (India) Ltd. featured ET Now



BE
SAFE
BE
STRONG

**CONSERVATION OF ENERGY, TECHNOLOGY
ABSORPTION AND FOREIGN EXCHANGE**

The information on conservation of energy, technology absorption and foreign exchange earnings and outgo stipulated under Section 134(3)(m) of the Companies Act, 2013 read with Rule 8 of the Companies (Accounts) Rules, 2014, is annexed herewith as Annexure- E.

**SIGNIFICANT AND MATERIAL ORDER PASSED BY
THE REGULATION**

There were no significant and material order passed by the Regulators or Courts or Tribunal during the year impacting the going concern status and the operations of the Company in future.

ACKNOWLEDGEMENT

Your Directors wish to place on record their sincere appreciation to employee at all level for their hard work, dedication and commitment towards Company's operations and performance. Your Directors also wish to place on record their gratitude for the valuable assistance and co-operation extended to the Company by the Central Government, State Governments, banks, institutions, investors and customers.

Date: May 26th, 2017 For and behalf of the Board
Reg. Office:
EN-12, Sector-V
Salt Lake City
Kolkata-700091

A. K. Mall
Managing Director



Annexure A

FORM NO. MGT 9

EXTRACT OF ANNUAL RETURN as on financial year ended on March 31st, 2017

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

I. REGISTRATION & OTHER DETAILS :

i	CIN	L51109WB1983PLC037008
ii	Registration Date	13th December,1983
iii	Name of the Company	Mallcom (India) Limited
iv	Category/Sub-category of the Company	Public Company /Limited by shares
v	Address of the Registered office & contact details	EN-12, Sector-V, Salt Lake City, Kolkata-700091 Tel: +91 33 40161000, Fax:+91 33 40161010 Website: www.mallcom.in
vi	Whether listed company	Yes /No
vii	Name , Address & contact details of the Registrar & Transfer Agent, if any	Niche Technologies Private Limited 71, B.R.B Basu Road Kolkata-700001, Tel: +91 33 23257270, Fax: +91 33 22156823 Website: www.nichetechpl.com

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 & Description of main products/services	NIC Code of the products/service	% to total turnover of the company
1	Manufacturer of Personnel Protective Equipment	265	100%

III. PARTICULARS OF HOLDING, SUBSIDIARY & ASSOCIATE COMPANIES

Sl No.	Name & Address of the Company	CIN/GLN	Holding/ Subsidiary/ Associate	% of Shares held	Applicable Section
1	Mallcom Safety Pvt. Ltd. Add: EN-12, Sector-V, Salt Lake City, Kolkata-700091	U19200WB2007PTC120303	Subsidiary	100%	2(87)
2	Mallcom VSFT Gloves Pvt. Ltd. Add: EN-12, Sector-V, Salt Lake City, Kolkata-700091	U74999WB2006PTC109074	Subsidiary	99.80%	2(87)

IV. SHAREHOLDING PATTERN (Equity Share capital Break up as percentage of Total Equity)

(i) Category-wise Shareholding

Category of Shareholders	No. of Shares held at the beginning of the year (As on 01-04-2016)				No. of Shares held at the end of the year (As on 31-03-2017)				% change during the year
	Demat	Physical	Total	% of Total Share	Demat	Physical	Total	% of Total Share	
A. PROMOTERS									
(1) Indian									
a) Individual/HUF	14,58,320	0	14,58,320	23.37	14,38,320	0	14,38,320	23.05	(0.32)
b) Central Govt.	-	-	-	-	-	-	-	-	-
c) State Govt.	-	-	-	-	-	-	-	-	-
d) Bodies Corporates	31,92,846	0	31,92,846	51.17	32,12,966	0	32,12,966	51.49	0.32
e) Bank/FI	-	-	-	-	-	-	-	-	-
f) Any other	-	-	-	-	-	-	-	-	-
Sub Total (A)(1)	46,51,166	0	46,51,166	74.54	46,51,286	0	46,51,286	74.54	0.00
(2) Foreign									
a) NRI- Individuals	-	-	-	-	-	-	-	-	-
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)	46,51,166	0	46,51,166	74.54	46,51,286	0	46,51,286	74.54	0.00
B. PUBLIC SHAREHOLDING									
(1) Institutions									
a) Mutual Funds	-	-	-	-	-	-	-	-	-
b) Banks/FI	-	-	-	-	-	-	-	-	-
c) Central Govt.	-	-	-	-	-	-	-	-	-
d) State Govt.	-	-	-	-	-	-	-	-	-
e) Venture Capital Fund	-	-	-	-	-	-	-	-	-
f) Insurance Companies	-	-	-	-	-	-	-	-	-
g) FIIS	-	-	-	-	-	-	-	-	-
h) Foreign Venture Capital Funds	-	-	-	-	-	-	-	-	-
i) Others (specify)	-	-	-	-	-	-	-	-	-
Sub Total (B)(1)	-	-	-	-	-	-	-	-	-

Category of Shareholders	No. of Shares held at the beginning of the year (As on 01-04-2016)				No. of Shares held at the end of the year (As on 31-03-2017)				% change during the year
	Demat	Physical	Total	% of Total Share	Demat	Physical	Total	% of Total Share	
(2) Non Institutions									
a) Bodies Corporate									
i) Indian	38,420	100	38,520	0.62	31,115	100	31,215	0.50	(0.12)
ii) Overseas	-	-	-	-	-	-	-	-	-
b) Individuals									
i) Individual shareholders holding nominal share capital upto Rs.1 lakhs	1,23,770	36,685	1,60,445	2.57	1,91,873	31,035	2,22,908	3.57	1.00
ii) Individuals shareholders holding nominal share capital in excess of Rs. 1 lakhs	35,776	0	35,776	0.57	-	-	-	-	(0.57)
c) Others Specify									
i) Non Resident Indians	13,36,426	0	13,36,426	21.42	13,31,787	0	13,31,787	21.34	(0.08)
ii) Overseas Corporate Bodies	-	-	-	-	-	-	-	-	-
iii) Foreign Nationals	-	-	-	-	-	-	-	-	-
iv) Clearing Members	17,657	0	17,657	0.28	2,804	0	2,804	0.05	(0.23)
v) Trusts	-	-	-	-	-	-	-	-	-
vi) Foreign Bodies	-	-	-	-	-	-	-	-	-
Sub Total (B)(2)	15,52,049	36,785	15,88,834	25.46	15,57,579	31,135	15,88,714	25.46	0.00
"Total Public Shareholding (B)= (B)(1)+(B)(2)"	15,52,049	36,785	15,88,834	25.46	15,57,579	31,135	15,88,714	25.46	0.00
C. SHARES HELD BY CUSTODIAN FOR GDRS & ADRS	-	-	-	-	-	-	-	-	-
Grand Total (A+B+C)	62,03,215	36,785	62,40,000	100.00	62,08,865	31,135	62,40,000	100.00	0.00

(ii) Shareholding of Promoters

Sl. No.	Shareholder's Name	Shareholding at the beginning of the year (As on 01-04-2016)			Shareholding at the end of the year (As on 31-03-2017)			% change in shareholding during the year
		No. of shares	% of total shares of the company	% of shares pledged/encumbered to total shares	No. of shares	% of total shares of the company	% of shares pledged/encumbered to total shares	
1	Ajay Kumar Mall	11,00,320	17.63	-	10,80,320	17.31	-	(0.32)
2	Ajay Kumar Mall (Karta)	500	0.01	-	500	0.01	-	-
3	Giriraj Kumar Mall	50,600	0.81	-	50,600	0.81	-	-
4	Kiran Devi Mall	28,600	0.46	-	28,600	0.46	-	-
5	Preeti Mall	4,400	0.07	-	4,400	0.07	-	-
6	Rohit Mall	3,200	0.05	-	3,200	0.05	-	-
7	Sanjay Kumar Mall	6,500	0.10	-	6,500	0.10	-	-
8	Sunita Mall	1,68,200	2.70	-	1,68,200	2.70	-	-
9	Surabhi Mall	96,000	1.54	-	96,000	1.54	-	-
10	Kadambini Securities Pvt. Ltd.	21,42,986	34.34	-	21,84,606	35.01	-	0.67
11	Mallcom Holdings Pvt. Ltd.	5,97,600	9.58	-	6,01,100	9.63	-	0.05
12	Chaturbujh Impex Pvt. Ltd.	1,12,700	1.81	-	1,12,700	1.81	-	-
13	DNB Exim Pvt. Ltd.	1,15,300	1.85	-	1,15,300	1.85	-	-
14	Movers Construction Pvt. Ltd.	78,000	1.25	-	78,000	1.25	-	-
15	Vikram Traders Pvt. Ltd.	1,46,260	2.34	-	1,21,260	1.94	-	(0.40)
	Total	46,51,166	74.54	-	46,51,166	74.54	-	0.00

(iii) Change in Promoters' Shareholding (Specify if there is no change)

Sl.	Shareholder's Name	Shareholding at the beginning of the year (As on 01-04-2016)		Date	Increase/Decrease in shareholding	Reason	Cumulative Shareholding during the year (01-04-2016 to 31-03-2017)	
		No. of shares	% of total shares of the company				No. of shares	% of total shares of the company
1	Ajay Kumar Mall	11,00,320	17.63	25/04/2016	(20,000)	Sale	10,80,320	17.32
2	Kadambini Securities Pvt. Ltd.	21,42,986	34.34	22/04/2016	13,620	Purchase	21,56,606	34.56
				25/04/2016	20,000	Purchase	21,76,606	34.88
				05/05/2016	8,000	Purchase	21,84,606	35.01
3	Mallcom Holding Pvt. Ltd.	5,97,600	9.58	21/04/2016	3,500	Purchase	6,01,100	9.63
4	Vikram Traders Pvt. Ltd.	1,46,260	2.34	21/04/2016	(3,500)	Sale	1,42,760	2.28
				22/04/2016	(13,500)	Sale	1,29,260	2.07
				05/05/2016	(8,000)	Sale	1,21,260	1.94

* Note:- There is no other change other than above in promoter's shareholdings.

(iv) Shareholding Pattern of Top Ten Shareholders (other than Directors, Promoters & Holders of GDRS & ADRS)

Sl. No.	Shareholder's Name	Shareholding at the beginning of the year (As on 01-04-2016)		Date	Increase/Decrease in shareholding	Reason	Cumulative Shareholding during the year (01-04-2016 to 31-03-2017)	
		No. of shares	% of total shares of the company				No. of shares	% of total shares of the company
1	Jay Kumar Daga	13,33,925	21.38	04/11/2016	(2,186)	Sale	13,31,739	21.34
				24/02/2017	(101)	Sale	13,31,638	21.34
				24/03/2017	(105)	Sale	13,31,533	21.34
2	Plutus Capital Management LLP	0	0	07/02/2017	29,530	Purchase	29,530	0.47
3	Saurabh Mohnot	20,910	0.34	24/06/2016	350	Purchase	21,260	0.34
				23/09/2016	(260)	Sale	21,000	0.34
				04/11/2016	21	Purchase	21,021	0.32
				06/01/2017	(3,021)	Sale	18,000	0.29
				17/03/2017	(650)	Sale	17,350	0.28
4	Rohan Dipak Randery	14,866	0.24	-	0	-	4,866	0.24
5	Mangla Shantilal Gada	-	0	10/06/2016	13,230	Purchase	13,230	0.21
				30/09/2016	21	Purchase	13,251	0.21
				21/10/2016	(99)	Sale	13,152	0.21
				28/10/2016	(435)	Sale	12,717	0.20
				04/11/2016	(350)	Sale	12,367	0.20
				31/12/2016	(933)	Sale	11,434	0.18
				27/01/2017	(93)	Sale	11,341	0.18
				10/02/2017	(50)	Sale	11,291	0.18
17/02/2017	(225)	Sale	11,066	0.18				
6	Safir Anand	0	0	23/09/2016	2,000	Purchase	2,000	0.03
				11/11/2016	140	Purchase	2,140	0.03
				25/11/2016	616	Purchase	2,756	0.04
				31/12/2016	602	Purchase	3,358	0.05
				06/01/2017	398	Purchase	3,756	0.06
				03/03/2017	340	Purchase	4,096	0.07
				17/03/2017	160	Purchase	4,256	0.07
				24/03/2017	5,755	Purchase	10,011	0.16
7	Sandeep Dipak Randery	8,045	0.13	-	0	-	8,045	0.13

(iv) Shareholding Pattern of Top Ten Shareholders (other than Directors, Promoters & Holders of GDRS & ADRS) (contd.)

Sl. No.	Shareholder's Name	Shareholding at the beginning of the year (As on 01-04-2016)		Date	Increase/Decrease in share-holding	Reason	Cumulative Shareholding during the year (01-04-2016 to 31-03-2017)	
		No. of shares	% of total shares of the company				No. of shares	% of total shares of the company
8	Kothari Sunil Nanalal	6,276	0.10	15/04/2016	450	Purchase	6,726	0.11
				22/04/2016	102	Purchase	6,828	0.11
				13/05/2016	10	Purchase	6,838	0.11
				17/06/2016	10	Purchase	6,848	0.11
				24/06/2016	250	Purchase	7,098	0.11
				01/07/2016	30	Purchase	7,128	0.11
				15/07/2016	10	Purchase	7,138	0.11
				22/07/2016	10	Purchase	7,148	0.12
				12/08/2016	155	Purchase	7,303	0.12
				07/10/2016	10	Purchase	7,313	0.12
				21/10/2016	10	Purchase	7,323	0.12
9	Khetbai Narshi Gada	0	0	11/11/2016	10	Purchase	7,333	0.12
				10/06/2016	3,001	Purchase	3,001	0.05
				07/10/2016	4,705	Purchase	7,706	0.12
				21/10/2016	2,114	Purchase	9,802	0.16
				04/11/2016	(1,980)	Sale	7,840	0.13
				06/01/2017	(20)	Sale	7,820	0.13
				20/01/2017	(49)	Sale	7,771	0.13
				03/02/2017	(60)	Sale	7,711	0.12
				10/02/2017	(536)	Sale	7,175	0.12
				17/02/2017	(125)	Sale	7,050	0.11
				10	Patel lilaben Vasunhai	1,500	0.02	15/04/2016
22/04/2016	(255)	Sale	1,000					0.02
13/05/2016	500	Purchase	1,500					0.02
03/06/2016	(500)	Sale	1,000					0.02
17/06/2016	1,000	Purchase	2,000					0.03
01/07/2016	500	Purchase	2,500					0.04
05/08/2016	400	Purchase	2,900					0.05
02/09/2016	100	Purchase	3,000					0.05
09/09/2016	500	Purchase	3,500					0.06
07/10/2016	(2,999)	Sale	501					0.01
14/10/2016	999	Purchase	1,500					0.02
04/11/2016	500	Purchase	2,000					0.03
11/11/2016	2,000	Purchase	4,000					0.06
18/11/2016	(500)	Sale	3,500					0.06
02/12/2016	19	Purchase	3,519					0.06
09/12/2016	121	Purchase	3,640					0.06
16/12/2016	29	Purchase	3,669					0.06
13/01/2017	1,331	Purchase	5,000					0.08
24/03/2017	494	Purchase	5,494					0.09
31/03/2017	6	Purchase	5,500	0.09				

(v) Shareholding of Directors & KMP

Sl.	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	Ajaj Kumar Mall				
	At the beginning of the year	11,00,320	17.63	11,00,320	17.63
	Date wise increase/decrease in Promoters Share holding during the year specifying the reasons for increase/decrease (e.g. allotment/transfer/bonus/sweat equity etc)	20,000 (25/04/2016-Purchase)	0.32	10,80,320	17.31
	At the end of the year	10,80,320	17.31	10,80,320	17.31
2	Shyam Sundar Agrawal				
	At the beginning of the year	1	1	1	0.00
	Date wise increase/decrease in Promoters Share holding during the year specifying the reasons for increase/decrease (e.g. allotment/transfer/bonus/sweat equity etc)				
	At the end of the year	1	0	1	0.00
3	Giriraj Kumar Mall				
	At the beginning of the year	50,600	0.81	50,600	0.81
	Date wise increase/decrease in Promoters Share holding during the year specifying the reasons for increase/decrease (e.g. allotment/transfer/bonus/sweat equity etc)				
	At the end of the year	50,600	0.81	50,600	0.81

V INDEBTEDNESS

Indebtedness of the Company including interest outstanding/accrued but not due for payment

Particulars	Secured Loans excluding deposits	Unsecured Loans	Deposits	Total Indebtedness
Indebtedness at the beginning of the financial year				
i) Principal Amount	50,03,41,727	-	-	50,03,41,727
ii) Interest due but not paid	-	-	-	-
iii) Interest accrued but not due	-	-	-	-
Total (i+ii+iii)	50,03,41,727	-	-	50,03,41,727
Change in Indebtedness during the financial year				
Additions	1,46,57,22,912	-	-	1,46,57,22,912
Reduction	1,51,26,33,269	-	-	1,51,26,33,269
Net Change	(4,69,10,357)	-	-	(4,69,10,357)
Indebtedness at the end of the financial year				
i) Principal Amount	45,34,31,370	-	-	-
ii) Interest due but not paid	10,19,140	-	-	-
iii) Interest accrued but not due	-	-	-	-
Total (i+ii+iii)	45,44,50,510	-	-	45,44,50,510

VI. REMUNERATION OF DIRECTORS AND KEY MANAGERIAL PERSONNEL

A. Remuneration to Managing Director, Whole Time Director and/or Manager

Sl. No.	Particulars of Remuneration	Name of the MD/ WTD/Manager	Total Amount
1	Gross salary	Mr. Ajay Kumar Mall Managing Director	
	(a) Salary as per provisions contained in section 17(1) of the Income Tax, 1961	29,58,243	29,58,243
	(b) Value of perquisites u/s 17(2) of the Income tax Act, 1961	-	-
	(c) Profits in lieu of salary under section 17(3) of the Income Tax Act, 1961	-	-
2	Stock option	-	-
3	Sweat Equity	-	-
4	Commission	-	-
	as % of profit	-	-
	others (specify)	-	-
5	Others, please specify	-	-
	Total (A)	29,58,243	29,58,243
	Ceiling as per the Act	5% of the Net Profit of the Company	

B. Remuneration to other Director

Sl. No.	Particulars of Remuneration	Name of Directors		Total Amount
1	Independent Directors	Mr.R.P. Singh	Dr. Barsha Khattry	
	(a) Fee for attending board & committee meetings	48,000	36,000	84,000
	(b) Commission	-	-	-
	(c) Others, please specify	-	-	-
	Total (1)	48,000	36,000	84,000
2	Other Non Executive Directors	Mr.Giriraj Kumar Mall	-	-
	(a) Fee for attending board committee meetings	-	-	-
	(b) Commission	-	-	-
	(c) Others, please specify	-	-	-
	Total (2)	-	-	-
	Total (B)=(1+2)	48,000	36,000	84,000
	Total Managerial Remuneration	-	-	-

C. Remuneration to Key Managerial Personnel other than MD/MANAGER/WTD

Sl. No.	Particulars of Remuneration	Key Managerial Personnel			Total Amount
		CEO	Company Secretary	CFO	
1	Gross Salary				
	(a) Salary as per provisions contained in section 17(1) of the Income Tax Act, 1961.	-	4,60,011	7,65,573	12,25,584
	(b) Value of perquisites u/s 17(2) of the Income Tax Act, 1961	-	-	-	-
	(c) Profits in lieu of salary under section 17(3) of the Income Tax Act, 1961	-	-	-	-
2	Stock Option	-	-	-	-
3	Sweat Equity	-	-	-	-
4	Commission	-	-	-	-
	as % of profit	-	-	-	-
	others, specify	-	-	-	-
5	Others, please specify	-	-	-	-
	Total	-	4,60,011	7,65,573	12,25,584

VII. PENALTIES/PUNISHMENT/COMPOUNDING OF OFFENCES

There were no penalties, punishments, compounding of offences for the year ended March 31, 2017

For and behalf of the Board

A. K. Mall
Chairman

Annexure B

FORM NO. MR 3

SECRETARIAL AUDIT REPORT

For the Financial Year April 01, 2016 to 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 Member
Mallcom (India) Limited
EN-12, Sector-V
Salt Lake City
Kolkata-70091

I have conducted the secretarial audit of the compliance of applicable statutory provisions and the adherence to good corporate practices by Mallcom (India) Ltd. (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 Mallcom (India) Ltd. 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 March 31, 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 March 31, 2017 according to the provisions of:

- (i) The Companies Act, 2013 (The Act) and the Rules made there under;
- (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 there under;
- (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, 1992;
- c) The Securities and Exchange Board of India (Issue of Capital and Disclosure Requirements) Regulations, 2009;
- d) The Securities and Exchange Board of India (Employee Stock Option Scheme and Employee Stock Purchase Scheme) Guidelines, 1999;
- e) The Securities and Exchange Board of India (Issue and Listing of Debt Securities) Regulations, 2008;
- 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 and
- h) The Securities and Exchange Board of India (Buyback of Securities) Regulation,1998;
- vi) other Law applicable to the Company namely:
 - a) Factories Act, 1948;
 - b) Labour laws and other incidental laws related to labour and employees appointed by the Company including those on contractual basis as relating to wages, gratuity, prevention of sexual harassment, dispute resolution, welfare, provident fund, insurance, compensation etc.;
 - c) Industries (Development & Regulation) Act, 1991;
 - d) Acts and Rules prescribed under prevention and control of pollution;
 - e) Acts and Rules relating to environmental protection and energy conservation;
 - f) Acts and Rules relating to hazardous substances and chemicals;

- g) Acts and Rules relating to electricity, fire, petroleum, motor vehicles, explosives, boilers etc.;
- h) Other local laws as applicable to various plants and offices.

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

- i. Secretarial Standards issued by The Institute of Company Secretaries of India.
- ii. The SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 entered into by the Company.

I further report that the Board of Directors of the Company is duly constituted with proper balance of Executive Directors, Non-Executive Directors, Women Director 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 sent at least seven days in advance, and a system exists for seeking and obtaining further information and clarification on the

agenda items before the meeting and for meaningful participation at the meeting. All decisions are carried out unanimously as recorded in the minutes of the Meeting.

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.

I further report that there were no other instances having a major bearing on the company's affairs, under above referred laws, rules, regulations, guidelines, standards etc.

During the period under review I have relied on the representation made by the Company and its Officers for the systems and mechanism formed by the Company for the compliances under other applicable Acts, Laws and Regulations to the Company.

Anju Agarwal
Company Secretary in Practice

Place: Kolkata
Date: May 26th, 2017

Annexure C

Annual Report on Corporate Social Responsibility (CSR) Activities
[Pursuant to clause (o) of sub-section (3) of Section 134 of the Act and Rule 9 of the Companies
(Corporate Social Responsibility) Rules, 2014]

1. A brief outline of the Company's CSR Policy, including overview of Projects or Programs proposed to be undertaken and a reference to the weblink to the CSR Policy and Projects or Programs:

Corporate Social Responsibility is strongly connected with the principles of sustainability; an organization should make decision not only on financial factors, but also considering the social and environmental consequences. As a Corporate citizen receiving various benefits out of society, it is our co-extensive responsibility to pay back in return to the people, society and the environment for inclusive growth of the society where we operate. It is the Company's intent to make a positive contribution to the society in which the Company operates.

The Company understands the needs for promoting education, growth and development of children from lower socio-economic section of society and has also contributed to promote Olympic Sports during the financial year 2016-17.

The CSR Policy of the Company is disclosed on the website of the Company: CSR Policy statement is given hereinbefore at <http://mallcomindia.com/corporate/financials/reports/CSR%20Policy.pdf>

2. The Composition of the CSR Committee: Mr. Giriraj Mall, Chairman
 Mr. Ajay Kumar Mall, Member
 Dr. Barsha Khattry, Member
3. Average Net Profit of the Company for the last three Financial Year : Rs. 914.84 Lakh
4. Prescribed CSR Expenditure (two percent of the amount as in Item 3 above) : Rs. 18.30 Lakh
5. Details of CSR spent during the financial year:
- a. Total Amount to be spent for the financial year : Rs. 3.10 Lakh
- b. Amount unspent, if any : Rs. 15.20 Lakh
- c. Manner in which the amount spent during the financial year is detailed below:

(Rupees in Lakhs)

Sl. No.	Project or activity identified	Sector	Location	Amount outlay (budget) Project or Program wise	Amount spent on the Projects or Programs (1) Direct Exp. (2) Overhead	Cumulative expenditure upto to the reporting period	Amount spent : Direct or through implementing agency
1.	Training & Promotion of Olympics Sports via luge player Shiva Kishavan	Olympics Sports	-	16.79	1.60	1.60	Direct
2.	Promoting Education	Child Education	Local Area Kolkata	1.50	1.50	1.50	Karani Dan Mall Charitable Trust : Rs. 1.50 Lakh

6. In case the Company has failed to spend the two percent of the average net profit of the last three financial years or any part thereof, the Company shall provide the reasons for not spending the amount in the Board report.

Mallcom (India) Ltd. is promoting five time Olympian and representative of India internationally for twenty years in Luge men's singles. He is the world youngest athlete and only representative of India for the Olympic games in Luge in 1998. He is the first Indian to qualify for the Winter Olympics. Recently he won Gold Medal at the Asian Luge Championship in Nagaon, Japan.

Our Company has spend Rs. 13,73,000 Lakhs in the financial year 2016-17 for the financial year 2015-16 and for the financial year 2016-17 Company has spend Rs. 3,09,939. The Company has already planned for spending balance amount of Rs. 15,19,746 in the financial year 2017-18 out of which Rs. 10,00,000 is already spend for sponsoring Shiva Keshavan in the current year.

7. The CSR Committee confirms that the implementation and monitoring of CSR Policy, is in compliance with CSR Objectives and Policy of the Company.

A. K. Mall
 Chairman & Managing Director

G. K. Mall
 Chairman of the Committee

Annexure D

DETAILS PERTAINING TO REMUNERATION AS REQUIRED UNDER SECTION 197(12) OF THE COMPANIES ACT, 2013 READ WITH RULE 5(1) OF THE COMPANIES (APPOINTMENT AND REMUNERATION OF MANAGERIAL PERSONNEL) RULES, 2014

- i. The percentage increase in remuneration of each Director, Chief Financial Officer and Company Secretary during the financial year 2016-17, ratio of the remuneration of each Director to the median remuneration of the employees of the Company for the financial year 2016-17 and the comparison of remuneration of each Key Managerial Personnel (KMP) against the performance of the Company are as under:

Sl. No.	Name of Director/KMP and Designation	Remuneration of Director/ KMP for financial year 2016-17 (Rs. in Lakh)	% increase in Remuneration in the Financial Year 2016-17	Ratio of remuneration of each Director to median remuneration of employees
1.	Ajay Kumar Mall Managing Director	29.58	8.49	25.70
2.	Giriraj Mall Director	NA	NA	NA
3.	Ravindra Pratap Singh Independent Director	NA	NA	NA
4.	Barsha Khattry Independent Director	NA	NA	NA
5.	Shyam Sundar Agrawal Chief Financial Officer	7.66	15.77	NA
6.	Nidhi Agarwal Company Secretary	4.60	2.38	NA

Sitting Fees paid to the Directors have not been considered as remuneration.

The median remuneration of employees of the Company during the financial year was Rs. 1.15 Lakh. In the financial year, there was an increase of 12.22% in the median remuneration of employees.

- ii. There were 371 permanent employees on the rolls of Company as on March 31, 2017.
- iii. Average percentile increase made in the salaries of employees other than the managerial personnel and its comparison with the percentile increase in the Managerial
- iv. It is hereby affirmed that the remuneration paid is as per the as per the Remuneration Policy of the Company.

Remuneration and justification thereof:

Average percentage increase in the salaries of employees other than Managerial Personnel is 13.88% while percentile increase in the Managerial Remuneration is 8.49 %. The average increase every year is an outcome of the Company's market competitiveness, salary benchmarking survey, inflation and talent retention.

For and behalf of the Board

A. K. Mall
Chairman & Managing Director

Annexure E

INFORMATION ON CONSERVATION OF ENERGY, TECHNOLOGY ABSORPTION, FOREIGN EXCHANGE EARNINGS AND OUTGO REQUIRED TO BE DISCLOSED UNDER SECTION 134 OF THE COMPANIES ACT, 2013 READ WITH COMPANIES (ACCOUNTS) RULES, 2014 ARE PROVIDED HEREUNDER:

A. CONSERVATION OF ENERGY

(i) The steps taken or impact on conservation of energy;

The Company is preventing wastage of energy usage by relentless optimization process parameters to achieve lower fuel/energy consumption for this company has also placed well-structured energy management system.

(ii) The steps taken by the company for utilizing alternate sources of energy;

The Company is exploring viability of renewal source of energy at its selected site in the Financial Year 2017-18 and has also increase the usage of rice husk in manufacturing activities of subsidiary company. The Company has planned to install LED light at few of its sites.

(iii) The capital investment on energy conservation equipment's;

The Company has not made any material capital investment on energy conservation equipment during the year.

B. TECHNOLOGY ABSORPTION

As your Company has not entered into technical collaboration with any entity, there are no particulars relating to technology absorption and has not imported

any technology during the year. The Company however has been continuously upgrading its manufacturing facility with the latest equipments and gadgets available in the market for automation as well as improved quality control.

Expenditure on Research and Development (R&D)

The Company do have R&D section and keeps developing various new products as per the market requirement either on demand or as per its own innovation and has been continuously adding to its range of product providing reasonable value addition and demand for its product. Expenditure incurred by the company on R&D activities are clubbed with the normal business expenses and are not being shown separately since it is not material in nature apart from investment made on Laboratory Equipments.

C. FOREIGN EXCHANGE EARNINGS AND OUTGO

Particulars with regard to Foreign Exchange Earnings and Outgo appear in note 34 and 35 of financial statements.

For and behalf of the Board

A. K. Mall
Chairman & Managing Director

MANAGEMENT DISCUSSION AND ANALYSIS

Your Company supporting and promoting the business interests of its members and united in the goal of protecting the health and safety of people worldwide. We share a personal and professional commitment to protect the safety and health of our employees, our contractors, our customers and the people of the communities in which we operate.

The growth in GDP during 2016-17 is estimated at 7.1 per cent as compared to the growth rate of 7.6 per cent in 2015-16. Industrial production has slowed down considerably on account of the slump in the Indian economy. Higher interest rates have increased the cost of capital thus impacting new investments. The industry is in cautious mode with focus on cost control measures and risk management. Wherever possible, manufacturing companies have focused on export sales to mitigate the impact of domestic slowdown.

The market for personal protection equipment in the country is currently in its nascent stage due to lack of awareness about workforce health & safety. According to recent reports of the Govt. of India the personal protective equipment (PPE) market in India will grow steadily during the next four years and post a CAGR of about 13% by 2020. The Personal Protective Equipment Manufacturing industry thrives on safety regulations. Revenue growth depends on industrial production and construction activity because these downstream markets are the largest purchasers of personal protective equipment. While construction activity lagged early in the period, heavy construction activity is expected through 2018.

Personal protection equipment find applications in industries such as construction, automotive, chemical, medical, pharmaceutical, oil & gas, steel and fabrication, etc. Construction and automotive sectors are anticipated to continue their dominance in India's personal protection equipment market over the next five years. The high cost associated with workplace hazards, coupled with the launch of industry specific personal protection equipment by the companies are contributing towards boosting PPE adoption in India.

In India Manufacturing has emerged as one of the high growth sectors. Prime Minister of India had launched the 'Make in India' program to place India on the world map as a manufacturing hub and give global recognition to the Indian economy. According to recent data provided by the Govt. of India's manufacturing sector has the potential to touch US\$ 1 trillion by 2025.

We are extremely enthusiastic about the opportunities in 2018 and beyond. We finished 2017 in a much stronger position than we started, with our businesses delivering on our strategic

priorities and generating positive momentum across the board. We are driving growth that is rooted in the fundamental business model.

Going forward, there is an increasing shift being witnessed towards the organised sector owing to brand and quality awareness. With wider choice, product innovation and warranty, being offered by organised players, customers are putting more focus on this segment. However, currently, the price differential between organised and unorganised players continues to remain high due to high excise duty and VAT being paid by organised players. The inequitable indirect duty structure in favour of unorganised players provides a price advantage over organised manufacturers. GST is likely to be a game changer for the sector. It is expected that the large indirect tax differential between unorganised and organised sector will narrow, thereby providing a level playing field.

FINANCIAL PERFORMANCE AND OUTLOOK

The financial Statements have been prepared in compliance with the requirements of the Companies Act, 2013 and Generally Accepted Accounting Policies in India.

The Company has recorded a profit after tax of Rs.929.43 Lakh during the financial year ended March 31, 2017 as against Rs. 763.42 Lakh during the financial year ended 31st March, 2016. The basic & diluted earnings per share are Rs.14.89 for financial year 2017 as against the basic & diluted earnings per share of Rs. 12.23 for financial year 2016.

OPPORTUNITIES AND THREATS

As usual, your Company faces normal competition in all its businesses, from Indian as well as international companies. Mallcom's globally competitive cost positions and well crafted business strategies have enabled it to retain its market positions.

Your Company strongly believes in the brand equity and its ability to provide its customers with innovative solutions.

The SWOT analysis with respect to the company and its products is discussed below:

Strengths

- ☐ Mallcom (India) Ltd. (MIL) is one of the few established manufacturer and exporter of "Personal Protective Equipments" with unique advantage of offering maximum range of products vis-à-vis its competitors from India;
- ☐ MIL has a long track record in the Personal Protective Equipment (PPE) Category;

- ◉ MIL has been a rapidly growing and profit making organization and a recognized Trading House, with quality standard confirming to ISO 9001: 2008 and SA 8000:2008 Certified Company;
- ◉ MIL has been assigned Long Term Debt Rating of Fitch "IND BBB-" with Stable Outlook & Short Term Rating of Fitch "IND A3" for its Working Capital Bank Borrowings by the Fitch Ratings;
- ◉ MIL is a debt free company [except working capital borrowings] complying with key ratios benchmarks confirming the solid financials and liquidity position of the company providing ample opportunity for the company to leverage on its' fundamentals and market reputation to expand its' scale of operations to meet future demands;
- ◉ Usage of Personal Protective Equipment (PPE) being mandatory at most of the work places both in India and abroad and rising awareness for the work safety coupled with advancement of work culture/ technology will result in consistent growth in demand for company's products;
- ◉ The Company has a first mover's advantage and strong Brand value for its products range and marketing in domestic market. Quality of Indian fabrics and the growth momentum in India, despite rising inflation, may be taken as an opportunity for Indian exports.

Challenges

- ◉ Strategies like product innovations or modifications require investments. These strategies entail higher costs and higher risks.
- ◉ The nature of business the company is in has been traditionally a low margin business with possibility of moderate scale of operations and lower cash accruals.
- ◉ The weak operating profitability margins are sensitive to incentives provided to the Sector by GOI and its' agencies;
- ◉ High working capital intensity of the business adversely effecting the liquidity position and profitability of the company;

Risks and Concerns

- ◉ The Company's results are affected by competitive conditions and customer preferences.
- ◉ High manpower costs, stringent labor laws and shortage of skilled workers are the major risk concern.
- ◉ The operations are subject to risk arising from fluctuations in exchange rates with reference to currencies in which the company transacts.

Internal Control Systems and Adequacy

The Company has adequate internal control systems in place commensurate with its size and nature of business. The internal control systems provide for well documented policies/guidelines and authorization and approval procedures. Company through its own Internal Audit Department carries out periodical Audits at all locations and functions. Some of the salient features of the Internal control systems in vogue are:

- (i) A robust ERP system connecting all plants, sales offices and Head Office to enable seamless data inflow. This is constantly reviewed from Internal Control stand point.
- (ii) Preparation of annual budget for operations and services and monitoring the same against the actual at periodic intervals.
- (iii) All assets are properly recorded and system put in place to safeguard against any losses or unauthorized use or disposal.
- (iv) Periodic physical verification of fixed assets and all Inventories.
- (v) Observations arising out of the Internal Audit are periodically reviewed at the Audit Committee meeting and follow up action taken.
- (vi) Periodic Presentations made to the Audit Committee on various operations and financial risks faced by the Company and action proposed to mitigate such risks

Human Resources/ Industrial Relations

Your Company is committed to create an environment of learning and development, promote internal talent and build an appreciating culture. Further it has created platforms for recognizing and motivating employees for the good work they do in the organization.

The Company has established listening and feedback systems from employees through usage of 360 degree feedback for leadership team. Such feedbacks help the company to have a collaborative, open and transparent culture. During the year under review, the company has focused on motivation and health training programs.

We maintained cordial and harmonious Industrial relations in all our manufacturing units. Several HR and industrial relations initiatives implemented by the Company have significantly helped in improving the work culture, enhancing productivity and enriching the quality of life of the workforce.

For and behalf of the Board

A. K. Mall
Chairman & Managing Director

FINANCIAL PERFORMANCE WITH RESPECT TO OPERATIONAL PERFORMANCE

Highlights of Financial Performance:

(Rs. in Lakhs)

Sl. No.	Particulars	2016-2017	2015-2016
1.	Net Sales/ Income from operations	25,500.92	27,567.19
2.	Other Income	257.30	18.31
3.	Sub-Total (1+2)	25,765.22	27,585.50
4.	Total Expenditure	24,358.23	26,393.78
5.	Operating Profit	1,915.89	1,821.37.
6.	Operating Margin	7.51%	6.60%
7.	Depreciation	436.04	426.36
8.	Provision for Tax	477.55	428.31
9.	Profit/(Loss) after tax	929.44	763.42

Cash flow analysis:

(Rs. in Lakhs)

Sl. No.	Particulars	2016-2017	2015-2016
	Sources of cash		
1.	Cash flow from operations	2,026.94	1,776.67
2.	Non- operating cash flows	90.44	17.46
3.	Increase/(Decrease) in Cash & Cash Equivalents	(18.99)	(36.60)
	Total	2,098.39	1,757.54
	Use of cash		
1.	Net capital expenditure	412.60	693.25
2.	Financial Expenses	282.09	155.07
3.	Dividend (Including Dividend Tax)	150.21	112.66
4.	Direct Taxes Paid	582.17	418.26
5.	Increase/(Decrease) in Non-Current Investments	634.66	(56.93)
6.	Repayment of borrowings	469.10	(315.82)
7.	Net change in working capital	(432.44)	751.05
	Total	2,098.39	1,757.54

CAUTIONARY STATEMENT

Statements in the Management Discussion and Analysis describing the Company's objectives, expectations or forecast may be forward looking within the meaning of applicable laws and regulations. Actual results may differ materially from those expressed in the statement. Important factors that could influence the Company's operations include global and domestic supply and demand conditions affecting selling prices of finished goods, input availability and prices, changes in government regulations, tax laws, economic developments within the country and other factors such as litigation and industrial relations.

CODE OF CONDUCT

DECLARATION

As provided under the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, the Board Members and the Senior Management Personnel have confirmed compliance with the Code of Conduct for the year ended March 31, 2017.

Place: Kolkata
Dated: May 26th, 2017

For Mallcom (India) Ltd
A. K. Mall
Chairman & Managing Director

REPORT ON CORPORATE GOVERNANCE

THE COMPANY'S PHILOSOPHY ON CORPORATE GOVERNANCE

Your Company considers Corporate Governance a pre-requisites for meeting the needs and aspirations of its shareholders and other stakeholders in the Company and firmly believe that the same could be achieved by maintaining transparency in its dealing, creating robust policies and practices for key process and systems with clear accountability, integrity, transparent governance practices and the highest standards of regulatory compliances.

The Company has set itself the objective of expanding its capacities and becoming globally competitive in its business. As a part of its growth strategy, the Company believes in adopting the 'best practices' that are followed in the area of Corporate Governance across various geographies. The Company emphasizes the need for full transparency and accountability in all its transactions, in order to protect the interests of its stakeholders. The Board considers itself as a trustee of its shareholders and acknowledges its responsibilities towards them for creation and safeguarding their wealth.

BOARD OF DIRECTORS

The Board of Directors is entrusted with the ultimate

responsibility of the management, general affairs, direction and performance of the Company and has been vested with requisite power, authorities and duties. The Board has an appropriate mix of vast knowledge, wisdom and varied industry experience to guide the Company in achieving its objectives in a sustainable manner.

Composition and Category of Directors

The Company has judicious mix of Executive, Non-Executive and Independent Director. The Board of Director of your company comprises of four members one out of which is Executive Director, one Non-Executive Director, and two Independent Director including one Women Director. The Chairman cum Managing Director of the Company is Executive Director and half of the Board consists of Independent Director which is in conformity with the Listing Regulation entered into with the stock exchanges and applicable provisions of Companies Act, 2013. The names and categories of the Director on the Board, their attendance at Board Meetings/Annual General Meeting held during the year 2016-17 and the number of Directorships and Committee Chairmanships/Memberships held by them in other Companies are given herein below :

Name of Director	Category of Directorship	No of Board Meetings attended during the tenure (out of 4)	Attendance at the last AGM	No. of other Directorship	No. of other Committee membership	No. of Committee Chairmanship in other
Mr. A. K. Mall	Managing Director	4	Yes	-	-	-
Mr. G. K. Mall	Non-Executive Director	4	Yes	-	-	-
Mr. R. P. Singh	Independent Director	4	Yes	8	6	1
Dr. Barsha Khattry	Independent Director	3	Yes	-	-	-

For the purpose of considering the limit of the committee on which a Director can serve, all public limited companies, whether listed or not, has been included and all other companies including private limited companies, foreign companies and companies under section 8 of the Companies Act, 2013 have been excluded.

Number of Board Meetings held and the dates on which held

During the year four Board Meetings were held i.e. on May 30, 2016; August 11, 2016; November 14, 2016 and February 08, 2017.

The gap between any two meetings was not more than 120 days.

Information placed before the Board of Directors

In addition to matters statutorily requiring approval of the Board, all major items relating to mobilization of resources, capital expenditure, investments, acquisitions, technology adoption and risk management are discussed in the Board. All information prescribed under the Corporate Governance Code is placed before the Board of Directors.

All the items on the Agenda are accompanied by notes giving comprehensive information on the related subject and for certain matters such as financial/business plans, financial results detailed presentations are made. The agenda for Board meeting with relevant notes are sent in advance separately to each Director to enable the Board to take informed decisions.

Particulars of Director appointed at the Annual General Meeting and retiring by rotation and seeking reappointment have been given in the Notice convening 33rd Annual General Meeting along with the Explanatory Statement.

Compliance

The Board reviews compliance reports of all laws applicable to the Company, presented by Managing Director at its meetings.

Independent Director

The Independent Directors play an important role in deliberations and decision making at the Board Meeting and bring to the Company wide experiences in their respective fields. They also contribute in significant measure to Board Committees. The independent role visa-a-visa the Company means they have a special contribution to make in situations where they add broader perspective by ensuring that the interests of all stakeholders are kept in acceptable balance and in providing an object view in instances where potential conflicts may arise between shareholders.

Meeting of Independent Director

During the year under review, separate Meeting of the Independent Directors was held on March 28, 2017, without the attendance of Non-Independent Directors and members of the Management, inter alia to evaluate:

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

All the Independent Directors attended the Meeting.

Familiarization Programme

In order to encourage active participation from Independent Directors and also to enable them to understand the business environment of the Company, a Familiarization Programme of the Company Independent Directors has been appointed and implemented.

On appointment, the concerned Director is issued a Letter of Appointment setting out in details, the terms of appointment, duties, responsibilities and expected time commitments. The Company Secretary briefs the Directors about their legal and regulatory responsibility as a Director. Program familiarizes them with all facts of Personal Protective Equipment manufacturing. The details of familiarization program can be accessed from the Company's website www.mallcom.in

Board Evaluation

During the year, the Board adopted a formal mechanism for evaluating its performance and effectiveness as well as that of its Committees and individual Directors, including the Chairman of the Board. For Board and its Committees, the exercise was carried out through a structured evaluation process covering various aspects of the Boards functioning such as composition of the Board and committees, experience and competencies, performance of specific duties and obligations, governance issues etc. In case of evaluation of the individual Directors, one to one meeting of each Director with the Chairman of the Board and the Chairman of the Nomination and Remuneration Committee is held.

The Directors were satisfied with the evaluation results, which reflected the overall engagement and effectiveness of the Board and its Committees.

Code of Conduct

The Board of Directors has laid down the Code of Conducts for all the Board members and senior management personnel. The Code covers amongst other things the Company's commitment to honest and ethical personal conduct, fair competition, sustainable environment and compliance of laws and regulations etc. The Code of Conduct is posted at the Company's website http://mallcomindia.com/corporate/financials/reports/code_of_conduct.pdf.

All Board members and senior management personnel have affirmed compliance with the code for the year ended on March 31, 2017. Declaration to this effect signed by the Managing Director for the year ended on March 31, 2017 has been included elsewhere in this report.

Prevention of Insider Trading

As per SEBI (Prohibition of Insider Trading) Regulation, 2015, the Company has adopted a Code of Conduct for Prevention of Insider Trading. All the Directors, employees in the management and the third parties such as auditors, consultants etc. who could access to the unpublished price sensitive information of the Company are governed by this code. The trading window is closed during the time of declaration of results and occurrence of any material events as per the code.

During the year under review there has been due compliance with the said code.

AUDIT COMMITTEE

The Board of the Company has constituted a qualified and Independent Audit Committee in line with the provisions of Listing Regulations with the Stock Exchanges and Companies Act, 2013, Committee acts as a link between Internal Auditors and Board. The Committee is vested with following powers and terms of references as prescribed under relevant provisions of the Companies Act, 2013 and Listing Regulations:

Terms of Reference:

The Audit Committee of the company is entrusted with the responsibility to supervise the company internal control and financial reporting process inter alia, performs as follows:-

1. Oversight of the Company's financial reporting process and the disclosure of its financial information to ensure that the financial statement is correct, sufficient and credible.
2. Recommending to the Board, the appointment, re-appointment if required, the replacement or removal of the statutory auditor and the fixation of audit fees.
3. Approval of payment to Statutory Auditors for any other services rendered by the statutory Auditors.
4. Reviewing, with the management, the Annual Financial Statements before submission to the Board for approval, with particular reference to:-
 - a) Matters required to be included in the Directors' Responsibility Statement to be included in the Board's Report in terms of section 134 of the Companies Act, 2013;
 - b) Changes, if any, in accounting policies and practices and reasons for the same;
 - c) Major accounting entries involving estimates based on the exercise of judgment by the management;
 - d) Significant adjustments made in the Financial Statements arising out of Audit findings;
 - e) Compliance with listing and other legal requirements relating to Financial Statements;
 - f) Disclosure of any related party transactions;
 - g) Qualifications, if any, in the draft Audit Report.
 - h) The going concern assumption.
5. Reviewing and monitoring with the management, the quarterly Financial Statements before submission to the Board for approval.
6. Approval of any subsequent modification of transactions of the company with related parties.
7. Scrutiny of inter-corporate loans and investments.
8. Valuation of undertakings or assets of the listed entity, wherever it is necessary.
9. Evaluation of internal financial controls and risk management systems.
10. Reviewing with the management performance of Statutory and Internal Auditors, adequacy of the internal control systems.
11. Discussing with Internal Auditors any significant findings and following up thereon.
12. Reviewing the findings of any internal investigations by the Internal Auditors into matters where there is suspected fraud or irregularity or a failure of internal control systems of a material nature and reporting the same to the Board.
13. Discussing with Statutory Auditors before the Audit commences about the nature and scope of Audit as well as post-audit discussion to ascertain any area of concern.
14. To look into the reasons for substantial defaults in the payment to the shareholders, (in case of non-payment of declared dividends) suppliers and other creditors, if any
15. To review the functioning of the Whistle Blower Mechanism, in case the same exists.
16. Carrying out any other functions as is mentioned in the terms of reference of the Audit Committee.

In addition to the above, the Audit Committee also reviews the following:

1. Management Discussion and Analysis of financial condition and results of operations.
2. Statement of significant related party transactions (as defined by the audit committee), submitted by management.
3. Management letters/letters of internal control weaknesses issued by the Statutory Auditors.
4. Internal Audit Reports relating to internal control weaknesses; and
5. The appointment, removal and terms of remuneration of the Chief Internal Auditor shall be subject to review by the Audit Committee.
6. The quarterly/half yearly/annual financial performance of the Company before being presented to the Board.

7. Achievement of the actual financial results vis-à-vis the budget of the Company.
8. The Statement of uses/application of funds raised through preferential issue.

Composition, Meeting and Attendance:

- (i) The current composition of the Audit Committee is as under:

Sl. No.	Name of the Member	Position	Category	No. of Meetings Attended
1.	Mr. R. P. Singh	Chairman	Independent Director	4
2.	Mr. Giriraj Mall	Member	Non-Executive Director	3
3.	Dr. Barsha Khattry	Member	Independent Director	4

During the year four meeting were held and the gap between two meetings was not more than 120 days.

The meeting of Audit Committee is also attended by the Executives, including the Chief Financial Officer, Statutory Auditors and Internal Auditors as it considers their presence to be appropriate. The Company Secretary acts as the Secretary of the Committee.

NOMINATION AND REMUNERATION COMMITTEE

The Committee's constitution and terms of reference are in compliance with provisions of the Companies Act, 2013 and the Listing Regulations as amended from time to time.

Terms of Reference:

1. To identify persons who are qualified to become Director and who may be appointed in Senior Management in

Composition, Meeting and Attendance

Sl. No.	Name of the Member	Position	Category	No. of Meetings Attended
1.	Dr. Barsha Khattry	Chairman	Independent Director	1
2.	Mr. R.P. Singh	Member	Independent Director	1
3.	Mr. Giriraj Mall	Member	Non-Executive Director	1

During the year Committee meets one time and the Company Secretary acts as the Secretary of the Committee.

Remuneration Policy

Pursuant to provision of the Companies Act, 2013 and the Listing Regulations, the Board of Directors of the Company, based on the recommendation of the Nomination and Remuneration Committee, has formulated a Remuneration Policy for Directors and Senior Management. The details of which forms part of the Director' Report.

All decisions relating to the remuneration of the Directors were taken by the Board on recommendation of nomination and remuneration committee and in accordance with the Share holder's approval wherever necessary. The remuneration policy

accordance with the criteria laid down and to recommend to the Board their appointment and/or removal.

2. To formulate the criteria for determining qualifications, positive attributes and independence of a Directors, and recommend to the Board a policy, relating to the remuneration of the Directors, Key Managerial Personnel and other employees
3. To formulate the criteria for evaluation of Independent Directors and the Board.
4. To devise a policy on Board diversity.
5. To carry out any other function as is mandated by the Board from time to time and/or enforced by any statutory notification, amendment or modification, as may be applicable.

of the Company is devised in such a manner as to remain competitive in the industry to attract and retain talent and appropriately reward employees on their contributions.

Remuneration of Executive Director

The Committee recommends to the Board, remuneration of Executive Directors subject to approval by the Members and such other authorities, as may be necessary. While recommending the remuneration, the Committee considers various factors such as qualifications, experience, expertise, position, leadership qualities, prevailing remuneration in the industry, volume of the Company's business and profits earned by it and the responsibilities taken by the director concerned. The remuneration limits are as prescribed by Section 197 and Schedule V of the Act and Rules made there under. Executive

Directors are not paid sitting fees for attending the Meetings of the Board and its Committees.

Remuneration of Non Executive Director

The Non-Executive Directors receive sitting fees for attending meetings of the Board and its Committees and that the same

does not exceed the maximum amount provided in the Companies Act, 2013 and Rules made there under. The Non-Executive Directors of the Company are not paid any other remuneration or commission. There is no other pecuniary relationship or transaction of Non-Executive Directors with the Company which has potential conflicts with the interest of the Company at large.

The details of remuneration, sitting fees and commission paid to each of Directors during the financial year 2016-2017:

Names	Salary	Perquisites	Sitting Fees for Board and Committee Meeting	Commission	Amount in (Rs.)
					No. of Shares held as on 31.03.2017
Mr. Ajay Kumar Mall	29,58,243	-	-	-	10,80,820
Mr. Giriraj Mall	-	-	-	-	50,600
Mr. R. P. Singh	-	-	48,000.00	-	-
Dr. Barsha Khattry	-	-	36,000.00	-	-

CSR COMMITTEE

The Company has constituted a CSR Committee as required under section 135 of the Companies Act, 2013. The Committee consists of the members as stated below.

Composition, Meeting and Attendance

Sl. No.	Name of the Member	Position	Category	No. of Meetings Attended
1.	Mr. Giriraj Mall	Chairman	Non-Executive Director	2
2.	Mr. Ajay Kumar Mall	Member	Executive Director	2
3.	Dr. Barsha Khattry	Member	Independent Director	1

During the year two meetings were held and the Company Secretary acts as the Secretary of the Committee.

Terms of Reference:

1. Frame the CSR Policy and review it from time-to-time
2. Ensure effective implementation and monitoring of the CSR activities as per the approved policy, plans and budget.
3. Ensure compliance with the laws, rules and regulations governing the CSR and periodically report to the Board of Directors.

STAKEHOLDERS' RELATIONSHIP COMMITTEE

The Committee's constitution and terms of reference are in compliance with provisions of the Companies Act, 2013 and the Listing Regulations as amended from time to time.

Terms of Reference:

- a) Consider, resolve and monitor Redressal of investor's/shareholder's grievances related to transfer of securities, non-receipts of Annual Reports, non-receipts of declared dividend etc;
- b) Oversee the performance of the Company's Registrars and Transfer Agents.
- c) Carry out any other function as is referred by the Board from time to time and/or enforced by any statutory notification/amendment or modification as may be applicable.
- d) Perform such other functions as may be necessary or appropriate for the performance of its duties.

The composition of the Stakeholders' Relationship Committee is as under:

Sl. No.	Name of the Member	Position	Category
1.	Mr. Giriraj Mall	Chairman	Non-Executive Director
2.	Mr. Ajay Kumar Mall	Member	Executive Director
3.	Dr. Barsha Khattry	Member	Independent Director

During the year two meetings were held and the necessary quorum was present at the meetings. Company Secretary is designated as the "Compliance Officer" who oversees the Redressal of the investor's grievances.

Investor Grievance Redressal

Status of Investor Complaints as on March 31, 2017 and reported under the Listing Regulations are as under:

Received (in Nos.)	Resolved (in Nos.)	Pending at the end
Nil	Nil	Nil

All the requests for transfer of shares have been processed on time and there are no transfer pending for more than 15 days.

GENERAL BODY MEETINGS

The particulars of last three Annual General Meetings of the Company are provided as under. All the resolutions set out in the respective notices were passed by the shareholders.

Nature of Meeting	Date and Time	Venue	Whether Special Resolution passed
Thirty-Second Annual General Meeting	September 8, 2016 at 11.00 a.m.	"Gyan Manch", 11 Pretoria Street, Kolkata- 700071	Yes
Thirty-first Annual General Meeting	September 11, 2015 at 11.00 a.m.	EN-12, Sector-V, Salt Lake City, Kolkata-700091	Yes
Thirtieth Annual General Meeting	August 28, 2014 at 10.00 a.m.	EN-12, Sector-V, Salt Lake City, Kolkata-700091	Yes

Postal Ballot

During the year, no resolutions have been passed through postal ballot.

MEANS OF COMMUNICATION

1. Financial Results: The quarterly, half-yearly and yearly financial results of the Company are sent to the Stock Exchange immediately after they are approved by the Board. These are normally published in the Financial Express, Business Standard and other newspaper.
2. Website: These results are simultaneously posted on the website of the Company at www.mallcom.in and also uploaded on the website of the Exchange where the Company is listed. The Company has not made any presentation to the institutional investors or to the analysts during the financial year.
3. Green environment: The Company's philosophy focuses on making the environment greener for the benefit of posterity. In this regard, Your Company requests its

shareholders to register/update the e-mail ids for communication purpose thereby contributing to our environment.

DISCLOSURE

During the year 2016-2017, the Company had no materially significant transaction with related party, which is considered to have potential conflict with the interest of the Company at large. The Company has formulated policy for determining Material Subsidiary pursuant to provisions of listing regulations the same is disclosed on the company's website at http://www.mallcomindia.com/corporate/financials/reports/Policy_on_Related_Party_Transactions.pdf. The Company has followed all relevant Accounting Standards while preparing Financial Statements.

There has not been any non-compliance, penalties or strictures imposed on the Company by the Stock Exchanges, SEBI or any other Statutory Authority, on any matter relating to the capital markets, during the last three years.

Your Company has established a Vigil Mechanism/Whistle Blower Policy to enable stakeholders (including Directors and employees) to report unethical behavior, actual or suspected fraud or violation of the Company's Code of Conduct. The Policy provides adequate safeguards against victimization of Director(s)/employee(s) and direct access to the Chairman of the Audit Committee in exceptional cases. The protected disclosures, if any reported under this Policy will be appropriately and expeditiously investigated by the Chairman. The Whistle Blower Policy has been disclosed on the Company's website at http://www.mallcomindia.com/corporate/financials/reports/Whistle_Blower_Policy.pdf

The Company has an approved Risk Management Policy by the Board. Risk evaluation and management is an ongoing process within the organization and is periodically reviewed by the Board of Directors.

CERTIFICATE ON CORPORATE GOVERNANCE

In Compliance with the Regulation 34(3) and Schedule V of the Listing Regulations, a certificate from Practicing Company Secretary conforming compliance with conditions of corporate governance is annexed to this report.

CEO/CFO CERTIFICATION

The Managing Director and Chief Financial Officer have provided Compliance Certificate to the Board in accordance with Regulation 17(8) read with Part B of Schedule II of the SEBI (LODR) Regulation, 2015 for the financial year ended March 31, 2017.

c) Dividend history for the last 5 years is as under:

Financial Year	Rate of Dividend (%)	Dividend per Share (Rs.)	Total Dividend Amount (in Rs.)
2012	12	1.20	74,88,000
2013	12	1.20	74,88,000
2014	15	1.50	93,60,000
2015	15	1.50	93,60,000
2016	20	2.00	1,24,80,000

d) Electronic Clearing Service (ECS):

The Company has extended the ECS facility to shareholders to enable them to receive dividend through electronic mode in their bank account. The Company encourages members to avail this facility as ECS provide adequate protection against fraudulent interception and encashment of Dividend warrants, apart from eliminating loss/damage of dividend warrants in transit and correspondence with the Company on revalidation/issuance of duplicate dividend warrants.

POLICY ON MATERIAL SUBSIDIARY

In terms of Regulation 16 of Listing Regulation, the Company has formulated a policy for material subsidiary which is disclosed on Company's website at http://www.mallcomindia.com/corporate/financials/reports/Policy_on_Material_Subsiidiaries.pdf

The requirements of the Regulation 24 of the Listing Regulation with regard to subsidiary companies have been complied with.

GENERAL SHAREHOLDER'S INFORMATION

a) Annual General Meeting:

Date : 29th August, 2017

Time : 12.00 p.m.

Venue : DD-27/A/1, Sector-1, DD Block, Salt Lake City, Kolkata- 700 064

Dates of Book Closure : 23rd August, 2017 to 29th August, 2017 (both days inclusive) for the purpose of Annual General Meeting and Dividend.

b) Dividend Payment:

Dividend, if declared, shall be paid within 30 days from the date of the Annual General Meeting. Dividend shall be remitted electronically i.e. through NECS, NEFT etc. wherever bank details of shareholders are available with the Company, and in other cases, through physical warrants, payable at par.

e) Bank details for Electronic shareholder:

Members are requested to furnish complete details of their bank accounts, including the MICR codes of their banks, to their Depository Participant (DP).

f) Furnish copies of Permanent Account Number (PAN):

The members are requested to furnish their PAN which will help us to strengthen compliance with KYC norms and provisions of Prevention of Money Laundering Act, 2002 and for transfer of shares in physical form, SEBI has made it mandatory for the transferee to submit a copy of PAN card to the Company.

g) Financial Calendar of the Company (tentative):

Sl. No.	Event	Period
1.	Financial Year	April, 2017 to March 2018
2.	First Quarter Results	By mid of August 2017
3.	Half yearly Results	By mid of November 2017
4.	Third Quarter Results	By mid of February 2018
5.	Financial Results for year ending 31 st March 2018	By end of May 2018
6.	34 th Annual General meeting for the year ending 31 st March 2018	Before September 30, 2018

h) Listing of Equity Shares on Stock Exchange:

Equity shares of Mallcom (India) Ltd. are listed on BSE Limited.

The annual listing and custodian fees have been paid to the Stock Exchanges and Depositories.

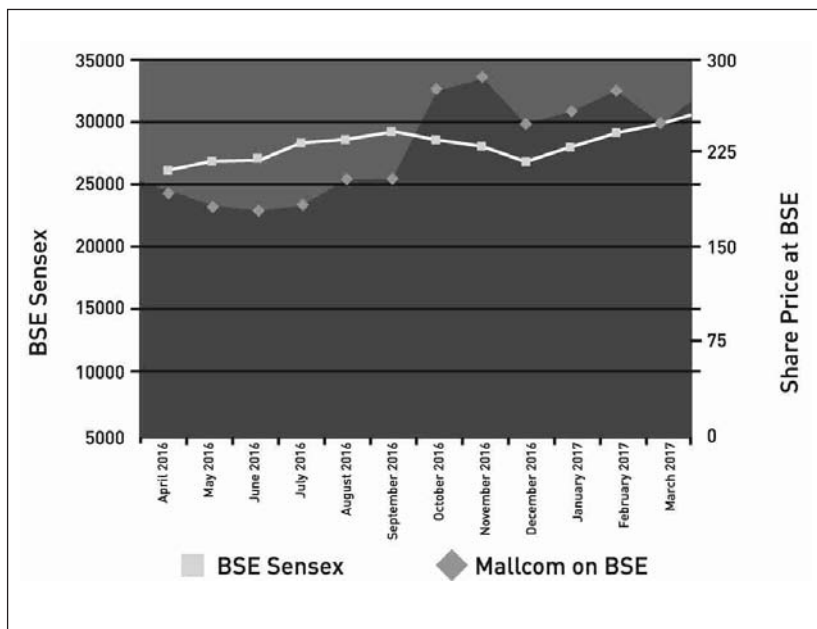
i) Stock Code:

Stock	Code
BSE Ltd.	539400
ISIN	INE389C01015

j) Market Price data and the performance in to BSE (Sensex):

The high and low closing price during each month of the Financial year 2016-17 at BSE is given below:-

Month	SHARE PRICE AT BSE	
	High (Rs.)	Low (Rs.)
April 2016	194.00	142.10
May 2016	183.00	161.00
June 2016	180.00	145.10
July 2016	185.00	152.00
Aug 2016	205.00	153.00
Sep 2016	205.00	171.00
Oct 2016	275.00	179.00
Nov 2016	284.50	193.00
Dec 2016	249.00	211.35
Jan 2017	258.00	212.10
Feb 2017	274.95	211.00
Mar 2017	249.35	191.20



k) Registrar and Transfer Agents and Share Transfer System:

Niche Technologies Pvt. Ltd. having their office at 71, B. R. B. Basu Road, D-511 Bagree Market, Kolkata- 700001 are the Registrar and Transfer Agents (RTA) and also the Registrar for electronic connectivity. Entire function of Share transfers in physical form are registered and returned within a period of 15 days of receipt, provided the documents are clear in all respects. Officer of the Company have been authorised to approve transfer in physical form.

l) Distribution of Shares:

The shareholding distribution of the equity shares as on March 31, 2017 is given below:-

Group of Shares	No. of shareholders	% of shareholders	No. of shares held	% of shareholding
1 to 500	887	91.35	63,843	1.02
501 to 1000	35	3.60	28,965	0.46
1001 to 5000	27	2.78	61,722	0.99
5001 to 10000	5	0.52	34,428	0.55
10001 to 50000	6	0.62	1,11,423	1.79
50001 to 100000	3	0.31	2,24,600	3.60
100001 and above	8	0.82	57,15,019	91.59
TOTAL	926	100.00	62,40,000	100.00

m) Shareholding Pattern:

The shareholding of different categories of the shareholders as on March 31, 2017 is given below:-

No. of Shares	Category	No. of Shares	Percentage
		Promoter's holding	46,51,286
Individual / Others		2,25,712	3.62
Bodies Corporate		31,215	0.50
NRI		13,31,787	21.34
TOTAL		62,40,000	100.00

n) Dematerialization of share:

The Company's shares are available for dematerialization with both the Depositories i.e. National Securities Depository Limited (NSDL) and Central Depository Services (India) Limited (CDSL) as on March 31, 2017, 62,08,865 equity shares representing 99.50% of the paid-up share capital were held in dematerialised form with NSDL and CDSL. The Promoter's shareholding in the Company as on March 31, 2017 represents 74.54% of the total paid-up share capital held in dematerialized mode.

o) Outstanding GDRs /ADRs /Warrants or any Convertible instruments:

Not Applicable.

p) Commodity price risks or Foreign Exchange risk and Hedging activities:

The Company is exposed to the risk of price fluctuation. The Company proactively manages these risks through forward booking and proactive vendor development practices. The Company's reputation for quality, products

differentiation and service, coupled with existence of powerful brand image with robust marketing network mitigates the impact of price risk on finished goods.

q) Plant location:

The Company's plants are located at:

West Bengal (i) Plot No.1665 and 1666, Zone- 9, Kolkata Leather Complex, Bantala, 24 Parganas (South) - 743 502

(ii) 34 B and C, C. N. Roy Road, Kolkata-700 039

(iii) Plot No.35 and 36, Sector-1, FSEZ, Falta, 24 Parganas (South), West Bengal

Uttarakhand Plot No.32, Sector-3A, Integrated Industrial Estate, Haridwar-249403, Uttarakhand

r) Address for correspondence:

Registered office: EN-12, Sector-V, Salt Lake City, Kolkata-700091

Tel: + 91 33 4016 1000

Fax: +91 33 4016 1010

E-mail: investors@mallcom.in

Website: www.mallcom.in

s) Audit of Reconciliation of Share Capital:

As stipulated by SEBI, a Practicing Company Secretary carries out the Audit of Reconciliation of Share Capital to reconcile the total admitted capital with National Securities Depository Limited (NSDL) and Central Depository Services (India) Limited (CDSL) and the total issued and paid up capital. The audit is carried out every quarter and the report there on is submitted to the Stock Exchange and is placed before the Board of Directors of the Company. The audit, inter alia, confirm that the total issued and paid up capital of the Company is in agreement with the aggregate of the total number of shares in dematerialized form held with NSDL and CDSL and total number of shares in physical form.

t) Corporate Identity Number (CIN):

CIN of the Company as allotted by the Ministry of Corporate Affairs, Government of India is L51109WB1983PLC037008

u) CEO and CFO Certification:

In terms of Regulation 17(8) of SEBI (LODR) Regulation, 2015 the Managing Director & CEO and the CFO of the Company have given Compliance Certificate stating therein matters prescribed under Part B of Schedule II of the said regulations.

In terms of Regulation 33(2)(a) of SEBI (LODR) Regulation, 2015 the Managing Director & CEO and the CFO certified the quarterly financial results while placing the financial results before the Board.

v) Compliance with mandatory requirement

The Company has complied with all the mandatory requirements specified in Regulation 17 to 27 and Regulation 46 of the SEBI (LODR) Regulation, 2015.

w) Discretionary Requirement:

1. Office for Non-Executive Chairman at company's expense: Not Applicable
2. Half-yearly declaration of financial performance including summary of the significant events in last six-months to each household of shareholders: Not Adopted
3. Modified opinion(s) in Audit Report: The Auditors of the Company have issued an unmodified report on financial statements for FY 2016-2017.
4. Separate posts of Chairman and Chief Executive Officer: Not Adopted
5. Reporting of Internal Auditors directly to the Audit Committee: Complied

For and behalf of the Board

Place : Kolkata

Date : May 26th, 2017

A. K. Mall

Chairman & Managing Director

CERTIFICATE ON CORPORATE GOVERNANCE

To
The Members of
Mallcom (India) Limited

I have examined the compliance of conditions of Corporate Governance by Mallcom (India) Limited., for the year ended March 31, 2017, as stipulated in Chapter IV of Securities and Exchange Board of India (Listing Obligations and Disclosure Requirement) Regulations, 2015 pursuant to the Listing Agreement of the said Company with stock exchanges.

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

In my opinion and to the best of my information and according to the explanations given to me, I certify that the Company has complied with the conditions of Corporate Governance as stipulated in the provisions as specified in Chapter IV Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015 pursuant to Listing Agreement of the said Company with stock exchanges.

I have to state that as per the records maintained by the Company, there were no investor grievances remaining unattended/pending for more than 30 days.

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

Anju Agarwal
Practicing Company Secretary
[ACS No. 25188]
[M.No.14376]

Place: Kolkata
Dated: May 26th, 2017

EIGHT YEAR'S FINANCIAL STATISTICS

OPERATING RESULTS

(Rs. In Lakhs)

Year ended March 31 st	2016-17	2015-16	2014-15	2013-14	2012-13	2011-12	2010-11	2009-10
Gross Income	25,507.92	27,567.19	26,490.70	21,813.30	16,141.20	13,639.14	11,429.93	9,025.05
Profit Before interest & Tax (PBIT)	1,737.15	1,413.32	1,210.16	1,061.88	805.18	632.40	947.06	425.15
Profit Before Tax (PBT)	1,406.99	1,191.73	874.47	678.33	506.70	427.05	821.27	250.31
Profit After Tax (PAT)	929.44	763.42	513.46	450.14	350.30	346.59	662.98	204.52
Dividends	124.80	124.80	93.60	93.60	74.88	74.88	93.60	62.40
Retained Profits	929.44	613.22	400.81	340.63	262.69	259.92	553.83	131.52

SOURCE OF FUNDS

Share Capital	624.00	624.00	624.00	624.00	624.00	624.00	624.00	624.00
Reserve & Surplus	5,969.83	5,040.39	4,427.18	4,104.38	3,763.74	3,501.27	3,247.20	2,285.81
Total Shareholder's Funds	6,593.83	5,664.39	5,051.18	4,728.38	4,387.74	4,125.27	3,871.20	2,909.81
Borrowing	4,534.31	5,003.42	4,687.60	6,005.70	4,540.32	3,521.75	2,996.54	2,953.08
Funds Employed	11,128.14	10,667.81	9,738.78	10,734.08	8,928.06	7,647.02	6,867.73	5,862.89

APPLICATION OF FUNDS

Gross Fixed Assets	7,085.81	6,672.92	5,980.96	5,422.00	4,953.46	4,791.97	4,329.57	3,903.24
Depreciation	4,033.21	3,597.39	3,171.16	2,656.59	2,392.93	2,112.67	1,842.28	1,544.32
Net Fixed Assets	3,052.60	3,075.53	2,809.80	2,765.41	2,560.53	2,679.30	2,487.30	2,358.91
Investments	588.46	588.78	645.74	145.15	145.15	145.15	102.84	200.16
Current Assets	10,434.73	10,574.32	10,536.98	11,054.40	8,094.07	6,051.03	6,125.31	4,600.41
Less: Current Liabilities & Provisions	8,371.17	8,777.28	8,945.68	8,282.31	6,589.17	4,907.45	4,987.54	1,296.59
Net Current Assets	2,063.56	1,797.04	1,591.30	2,772.09	1,504.90	1,143.58	1,137.77	3,303.82
Net Assets Employed	5,704.62	5,461.35	5,046.84	5,682.65	4,210.58	3,968.03	3,727.91	5,862.89
PBIT to Gross Income (%)	6.81	5.13	4.57	4.87	4.99	4.64	8.29	4.71
PBIT to Net Assets Employed (%)	30.45	25.88	23.98	18.69	19.12	15.94	25.40	7.25
PAT on Shareholder's Fund (%)	14.09	13.48	10.17	9.50	7.98	8.40	17.13	7.03
EPS	14.89	12.23	8.23	7.21	5.61	5.50	10.62	3.28
DPS	2.00	2.00	1.50	1.50	1.20	1.20	1.50	1.00
Net Worth per Equity Share (Rs.)	105.67	90.78	80.94	75.78	70.32	66.11	62.04	46.63

INDEPENDENT AUDITOR'S REPORT

to the Shareholders of MALLCOM (INDIA) LIMITED

Report on the Standalone Financial Statements

We have audited the accompanying standalone financial statements of MALLCOM (INDIA) LIMITED ("the Company"), which comprise the Balance Sheet as at 31st March 2017, and the Statement of Profit and Loss and Cash Flow Statement for the year then ended, and a summary of significant accounting policies and other explanatory information.

Management's Responsibility for the Standalone Financial Statements

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

Auditor's Responsibility

Our responsibility is to express an opinion on these standalone 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 standalone financial statements are free

from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and the disclosures in the standalone financial statements. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the standalone financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal financial control relevant to the Company's preparation of the standalone financial statements that give a true and fair view in order to design audit procedures that are appropriate in the circumstances. An audit also includes evaluating the appropriateness of the accounting policies used and the reasonableness of the accounting estimates made by the Company's Directors, as well as evaluating the overall presentation of the standalone financial statements.

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

Opinion

In our opinion and to the best of our information and according to the explanations given to us, the aforesaid standalone financial statements give the information required by the Act in the manner so required and give a true and fair view in conformity with the accounting principles generally accepted in India:

- (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 statement of Profit and Loss account, of the Profit for the year ended on that date, and
- (c) In the case of the Cash Flow Statement, of the cash flows for the year ended on that date.

Other Matter

Attention is drawn to note No. 41 of the standalone financial statements regarding compliance pending of the provision of section 135 of the Companies Act 2013 relating to Corporate & Social Responsibility.

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 paragraph 3 and 4 of the Order, to the extent applicable.

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

- (a) We have sought & obtained all the information & explanation which to best of our knowledge and belief were necessary for purpose of our audit.
- (b) In our opinion proper books of account as required by law have been kept by the Company so far as appears from our examination of those books.
- (c) The Balance Sheet, the Statement of Profit and Loss, and the Cash Flow Statement dealt with by this Report are in agreement with the books of account.
- (d) In our opinion, the aforesaid standalone financial statements comply with the Accounting Standards specified under Section 133 of the Act, read with Rule 7 of Companies (Accounts) Rules, 2014.
- (e) On the basis of written representations received from the directors as on 31st March 2017, taken on record by the Board of Directors, none of the directors is disqualified as on 31st March 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', and
- (g) With respect to the other matters to be included in the Auditor's Report in accordance with Rule 11 of the Companies (Audit and Auditors) Rules, 2014, in our opinion and to the best of our information and according to the explanations given to us:
 - (i) The company has disclosed the impact of pending litigations on its financial position in note 29 to the standalone financial statements,
 - (ii) The company did not have any long term contracts including derivative contracts for which there were any material foreseeable losses,
 - (iii) There are no amounts which are required to be transferred to the Investor Education and Protection Fund,
 - (iv) the Company has provided requisite disclosure in its financial statements as to holding as well as dealing in Specified Bank Notes during the period from November 8th, 2016 to December 30th, 2016 and these are in accordance with the books of accounts maintained by the Company. Refer to Note 40 to the financial statement.

For S. K. Singhanian & Co.
Chartered Accountants,
Firm Registration No. 302206E

Rajesh Kr. Singhanian
Partner
Membership No. 52722

Place: Kolkata
Dated: May 26th, 2017

ANNEXURE A TO THE INDEPENDENT AUDITOR'S REPORT

As required by section 143(3) of the Act, we report that

1. a) The company has maintained proper records showing full particulars, including quantitative details and situation of its fixed assets.
- b) The fixed assets have been physically verified by the management during the year. In our opinion, the frequency of verification of the fixed assets by the management is reasonable having regard to the size of the company and the nature of its assets. No discrepancies were noticed on verification.
- c) Based on the audit procedure performed and according to the records of the company, the title deeds of all the immovable properties are held in the name of the company.
2. a) The inventories have been physically verified by the management. In our opinion, the frequency of verification is reasonable.
- b) The discrepancies noticed on verification between the physical stocks and the book records were not material and have been properly dealt with in the books of accounts.
3. Since the company has not granted any loans, secured or unsecured, clause (a), (b) & (c) of section (iii) of para 3 of the Order is not applicable.
4. Since the company does not have any loan, as such provisions of section 185 and 186 of the Act are not applicable.
5. Since the company has not accepted any deposits, section (v) of para 3 of the Order is not applicable.
6. We have broadly reviewed the accounts and records maintained by the company pursuant to the Companies (Cost Records and Audit) Rules, 2014 read with Companies (Cost Records and Audit) Amendment Rules, 2014 specified by the Central Government under section 148 of the Act, and are of the opinion that prima facie, the prescribed cost records have been maintained. We have, however, not made a detailed examination of the records with a view to determine whether they are accurate or complete.
7. a) According to the information and explanations given to us, the company has generally been regular in depositing undisputed statutory dues with appropriate authorities including Provident Fund, Employees State Insurance, Income Tax, Sales Tax, Value Added Tax, Service Tax, Custom Duty, Excise Duty, Cess and other material statutory dues applicable to it.
- b) According to the information and explanations given to us, the dues of Sales Tax, Income Tax, Customduty, Wealth Tax, Excise Duty and Cess that have not been deposited with appropriate authorities on account of any dispute and the forum were the disputes are pending are given below:
8. In our opinion and according to the information and explanations

Name of the Statute	Nature of the dues	Amount (Rs.)	Period to which amount relates	Forum where the dispute is pending
Income Tax Act	Income Tax demand	15,31,090	A.Y. 2014-15	CIT(Appeal)
		5,52,930	A.Y. 2013-14	
		5,108,330	A.Y. 2012-13	
		13,31,300	A.Y. 2010-11	
Income Tax Act	Income Tax demand	66,31,210	A.Y. 2011-12	Income Tax Tribunal
Service Tax	Service Tax	31,18,719	2009-10 to 2011-12	CESTAT, Kolkata

- given to us, the company has not defaulted in the repayment of loans or borrowings from Banks. The company did not have outstanding loans from Financial Institutions, Debenture Holders or Government.
9. Since the Company did not raise any money by way of initial public offer or further public offer (including debt instruments) and term loans during the year, section (ix) of para 3 of the Order is not applicable.
10. According to the information and explanations give to us, no fraud by the Company or on the Company by its officers or employees has been noticed or reported during the course of our audit.
11. In our opinion and according to the information and explanations given to us, the company has paid / provided managerial remuneration in accordance with the requisite approvals mandated provisions of section 197 read with Schedule V to the Companies Act, 2013.
12. In our opinion and according to the information and explanations given to us, the Company is not a nidhi company, as such section (xii) of para 3 of the Order is not applicable.
13. In our opinion and according to the information and explanations give to us, all transactions with the related parties are in compliance with Sections 177 and 188 of the Companies Act, 2013 where applicable and details of such transactions have been disclosed in the standalone financial statements as required by the applicable accounting standards.
14. According to the information and explanations give to us and based on our examination of the records of the Company, the Company has not made any preferential allotment or private placement of shares or fully or partly convertible debentures during the year.
15. According to the information and explanations give to us and based on our examination of the records of the Company, the Company has not entered into non-cash transactions with directors or persons connected with them, as such section (xv) of para 3 of the Order is not applicable.
16. The Company is not required to be registered under Section 45-IA of the Reserve Bank of India Act 1934.

Place: Kolkata
Dated: May 26th, 2017

For S. K. Singhania & Co.
Chartered Accountants,
Firm Registration No. 302206E
Rajesh Kr. Singhania
Partner
Membership No. 52722

ANNEXURE B TO THE AUDITORS' REPORT

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

We have audited the internal financial controls over financial reporting of MALLCOM (INDIA) Limited ('the Company') as of 31st March 2017 in conjunction with our audit of the standalone financial statements of the Company for the year ended on that date.

Management's Responsibility for Internal Financial Controls

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

Auditors' Responsibility

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

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

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

Meaning of Internal Financial Controls over Financial Reporting

A company's internal financial control over financial reporting is a process designed to provide reasonable assurance regarding the reliability of financial reporting and the preparation of financial statements for external purpose 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 transaction and dispositions of the assets of the Company, (2) provide reasonable assurance that transactions are recorded as necessary to permit preparation of standalone 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 the 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 Limitation of Internal Financial Controls over Financial Reporting

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

Opinion

In our opinion, the Company has, in all material respects, and adequate internal financial controls system over financial reporting and such internal financial controls over financial reporting were operating effectively as at 31st March 2017, based on the internal control over financial reporting criteria established by the company considering the essential components of internal control stated in the Guidance Note on Audit of Internal Financial Controls over Financial Reporting issued by the Institute of Chartered Accountants of India.

For S. K. Singhania & Co.
Chartered Accountants,
Firm Registration No. 302206E

Rajesh Kr. Singhania
Partner
Membership No. 52722

Place: Kolkata
Dated: May 26th, 2017

ANNUAL REPORT 2016-17

BALANCE SHEET as at 31st March, 2017

Amount in (Rs.)

Sl. No.	Particulars	Note No.	31-March-2017	31-March-2016
I.	EQUITY AND LIABILITIES			
	(1) Shareholder's Funds			
	(a) Share Capital	2	6,24,00,000	6,24,00,000
	(b) Reserves and Surplus	3	59,69,82,595	50,40,38,733
			65,93,82,595	56,64,38,733
	(2) Current Liabilities			
	(a) Short Term Borrowings	5	45,34,31,371	50,03,41,827
	(b) Trade Payables	6	23,23,08,253	23,43,63,838
	(c) Other Current Liabilities	7	14,79,89,884	12,28,80,021
	(d) Short Term Provisions	8	33,87,193	2,01,42,428
			83,71,16,701	87,77,28,114
	Total Equity & Liabilities		1,49,64,99,296	1,44,41,66,847
II.	ASSETS			
	(1) Non-Current Assets			
	(a) Fixed Assets	9		
	(i) Tangible Assets		29,17,05,185	28,50,58,344
	(ii) Intangible Assets		6,12,051	15,91,552
	(iii) Capital WIP		1,29,42,686	2,09,03,347
			30,52,59,922	30,75,53,243
	(b) Non current investments	10	5,88,46,000	5,88,80,350
	(c) Long term loans and advances	11	2,42,86,178	1,96,24,812
	(d) Deferred Tax Asset (Net)	4	11,33,458	6,78,242
			38,95,25,558	38,67,36,647
	(2) Current Assets			
	(a) Current Investment	12	6,35,00,295	-
	(b) Inventories	13	45,89,24,869	49,44,33,779
	(c) Trade receivables	14	31,18,45,331	33,34,19,653
	(d) Cash and cash equivalents	15	1,41,18,332	1,22,19,508
	(e) Short-term loans and advances	16	25,85,84,911	21,73,57,260
			1,10,69,73,738	1,05,74,30,200
	Total Assets		1,49,64,99,296	1,44,41,66,847
	SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES	1		

The accompanying notes from an integral part of the standalone financial statement.
As per our report of even date attached.

For S. K. Singhania & Co.
Chartered Accountants
Firm Registration No. 302206E

Rajesh Kr. Singhania
Partner
Membership No. 52722

Place: Kolkata
Date: May 26th, 2017

For and on behalf of the Board

A.K.Mall
Managing Director

G.K.Mall
Director

S.S.Agrawal
Chief Financial Officer

Nidhi Agarwal
Company Secretary

STATEMENT OF PROFIT & LOSS ACCOUNT for the year ended 31st March, 2017

Amount in (Rs.)

Sl. No.	Particulars	Note No.	31-March-2017	31-March-2016
I	Revenue from operations	17	2,55,07,91,644	2,75,67,19,310
II	Other Income	18	2,57,30,366	18,30,811
III	Total Revenue (I +II)		2,57,65,22,010	2,75,85,50,121
IV	Expenses:			
	Cost of materials consumed	19A	1,34,33,78,123	1,31,01,58,905
	Purchase of Stock-in-Trade	19B	74,92,15,927	1,07,08,27,474
	Changes in inventories of Finished Goods, Work-in-Progress and Stock-in-Trade	20	3,19,90,006	(3,60,19,289)
	Employee Benefit Expenses	21	9,58,38,153	9,23,08,287
	Financial Costs	22	3,30,16,217	2,21,59,362
	Depreciation and Amortization Expenses	23	4,36,04,467	4,26,36,219
	Other Administrative Expenses	24	13,87,80,417	13,73,06,593
	Total Expenses		2,43,58,23,310	2,63,93,77,551
V	Profit before exceptional and extraordinary items and tax (III - IV)		14,06,98,700	11,91,72,570
VI	Exceptional & Extraordinary Items		-	-
VII	Profit before tax (V - VI)		14,06,98,700	11,91,72,570
VIII	Less: Tax expense			
	(1) Current tax		4,82,10,054	4,38,65,892
	(2) Deferred tax		(4,55,216)	(10,34,989)
	(3) Income Tax for Earlier Years		-	-
			9,29,43,862	7,63,41,667
IX	Profit/(Loss) for the period (VII - VIII)		9,29,43,862	7,63,41,667
X	Earning per equity share:			
	(1) Basic	26	14.89	12.23
	(2) Diluted	26	14.89	12.23
	SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES	1		

The accompanying notes from an integral part of the standalone financial statement.
As per our report of even date attached.

For S. K. Singhania & Co.
Chartered Accountants
Firm Registration No. 302206E

Rajesh Kr. Singhania
Partner
Membership No. 52722

Place: Kolkata
Date: May 26th, 2017

For and on behalf of the Board

A.K.Mall
Managing Director

G.K.Mall
Director

S.S.Agrawal
Chief Financial Officer

Nidhi Agarwal
Company Secretary

CASH FLOW STATEMENT for the year ended 31st March, 2017

Amount in (Rs.)

Sl. No.	Particulars	31-March-2017	31-March-2016
A.	CASH FLOW FROM OPERATING ACTIVITIES		
	Net Profit before Taxation and Extraordinary Items	14,06,98,700	11,91,72,570
	Adjustment for :		
	Depreciation	4,36,04,467	4,26,36,219
	Interest Expenses	2,82,08,842	1,55,06,714
	Sundry Balances written off	-	4,60,041
	Irrecoverable debts written off	-	15,22,187
	Interest Income	(2,24,907)	(7,66,015)
	Profit on Sale of Fixed Assets/Investment	(88,69,946)	(8,65,137)
	Unspent Liability & unclaimed balances Written Back	(7,22,833)	-
	Operating Profit before Working Capital Changes	20,26,94,323	17,76,66,578
	Movements in Working Capital		
	Decrease/(Increase) in Inventories	3,55,08,909	(6,12,81,556)
	Decrease/(Increase) in Trade Receivables	2,15,74,325	(4,80,00,340)
	Decrease/(Increase) in Short Term Loans and Advances	(3,12,20,677)	10,51,87,355
	Decrease/(Increase) in Long Term Loans and Advances	(46,61,365)	(29,21,599)
	Increase/(decrease) in Short Term Provisions	(17,34,307)	72,62,567
	Increase/(decrease) in Other Current Liabilities	2,51,09,863	(1,54,18,093)
	Increase/(decrease) in Trade Payable	(13,32,751)	(5,99,32,892)
	Cash generated from Operations	24,59,38,320	10,25,62,019
	Direct Taxes paid (Net of References)	5,82,17,029	4,18,26,457
	Net Cash from Operating Activities	18,77,21,291	6,07,35,562
B.	CASH FLOW FROM INVESTING ACTIVITIES		
	Interest Income	2,24,907	7,66,015
	Profit on Sale of Fixed Assets/Investments	88,69,946	9,79,964
	Outflow:		
	Purchase of Fixed Assets	(2,83,68,461)	(9,81,14,794)
	Expenditure on Capital WIP	(1,29,42,686)	2,87,90,202
	Purchase/Sale of Investments	(6,34,65,945)	56,93,266
	Net cash used in investing activities	(9,56,82,239)	(6,18,85,347)
C.	CASH FLOW FROM FINANCING ACTIVITIES		
	Inflow :		
	Repayment of Long Term Loans	-	(1,59,11,448)
	Proceeds from Short Term Borrowings	-	4,74,93,118
	Repayment of Short Term Borrowings	(4,69,10,457)	-
	Interest Paid	(2,82,08,842)	(1,55,06,714)
	Dividend Paid	(1,24,80,000)	(93,60,000)
	Dividend Distribution Tax paid	(25,40,928)	(19,05,509)
	Net Cash used in Financing activities	(9,01,40,227)	48,09,447
	Net Increase/(Decrease) in cash or cash equivalents (A+B+C)	18,98,826	36,59,661
	Cash or Cash equivalents at the beginning of the year	1,22,19,507	85,59,846
	Cash or Cash equivalents at the end of the year	1,41,18,332	1,22,19,507

The above Cash Flow Statement has been prepared under the indirect method set out in Accounting Standard on Cash Flow Statements (AS 3). This is the Cash Flow Statement referred to in our report of even date.

For S. K. Singhania & Co.
Chartered Accountants
Firm Registration No. 302206E

Rajesh Kr. Singhania
Partner
Membership No. 52722

Place: Kolkata
Date: May 26th, 2017

For and on behalf of the Board

A.K.Mall
Managing Director

S.S.Agrawal
Chief Financial Officer

G.K.Mall
Director

Nidhi Agarwal
Company Secretary

NOTES ON FINANCIAL STATEMENT for the year ended 31st March, 2017(contd.)

Note 1: Corporate Information

Mallcom (India) Ltd., domiciled in India, was incorporated in the year 1983 under Companies Act 1956. The company is one of the established manufacturers - exporter of Personal Protective Equipments. It has a long track record in the Industrial Safety Products category.

Note 1.1: Statement of Significant Accounting Policies

Basis for preparation of Financial Statements

The financial statements have been prepared in accordance with the Generally Accepted Accounting Principles in India and comply with the Accounting Standards specified under Section 133 of the Companies Act, 2013 read with Rule 7 of the Companies (Accounts) Rule, 2014. The financial statements are prepared on historical cost convention on accrual basis except for insurance claims which are accounted for on cash/acceptance basis due to uncertainty of realization.

The preparation of the financial statements in conformity with Generally Accepted Accounting Principles requires the management to make estimates and assumptions that affect the reported amounts of assets, liabilities and contingent liabilities at the date of financial statements and income and expenses for the reporting period. Estimates and assumptions are reviewed on an ongoing basis.

The Accounting Policies in all material aspects, have been consistently applied by the company and are consistent with those used in the previous year except otherwise stated.

The significant accounting policies followed by the Company are stated below:

i) Revenue recognition

Sale of goods

Revenue is recognized when the significant risks and rewards of ownership of the goods have passed to the buyer, which generally coincides with delivery.

Export Incentives

Export incentives are accounted for on export of goods in the year of export if the entitlements can be estimated with reasonable accuracy and conditions precedents to claim are fulfilled.

Interest

Revenue is recognized on a time proportion basis taking into account the amount outstanding and the rate applicable.

Dividend

Revenue is recognized when the shareholders' right to receive payment is established by the balance sheet date.

ii) Fixed Assets

Fixed Assets are stated at cost less depreciation and impairment

loss, if any, except in case of land, which is shown at, cost including the cost of development, which is capitalized. Cost comprises the purchase price and any directly attributable cost of bringing the assets to its working condition for its intended use.

Depreciation on Tangible Fixed Assets is provided over the estimated useful life as specified in Schedule II of the Companies Act, 2013 on Written Down Value Method.

Depreciation on additions/disposals during the year is provided on pro-rata basis with reference to the date of addition /disposal.

Intangible assets are amortized over useful life not exceeding 6 years.

iii) Expenditure on New/Expansion Projects

Expenditure directly relating to the construction activity is capitalized. Pre operative and indirect expenditure incurred during construction period is capitalized as part of indirect construction cost to the extent to which the expenditure is related to the construction or is incidental thereto. Income attributable to the project is deducted from the total of such expenditure.

iv) Impairment

The carrying amounts of assets are reviewed at each balance sheet date if there is any indication of impairment based on internal/ external factors. An impairment loss is recognized wherever the carrying amounts of an asset exceed its recoverable amount. The recoverable amount is the greater of the assets' net selling price and value in use. In assessing value in use, the estimated future cash flows are discounted to their present value at the weighted average cost of capital. Reversal of impairment loss is recognized immediately as Income in the Statement of Profit and Loss.

v) Investments

Investments that are readily realizable and intended to be held for not more than a year are classified as current investment. All other investments are classified as long term investments. Current Investments are carried at lower of cost and fair value determined on individual investment basis. Long-terms investments are carried at cost. A provision for diminution is made to recognize a decline, other than temporary, in the value of long-term investments.

vi) Inventories

Raw Materials, Stores and spares are valued at the lower of cost and estimated net realizable value, after providing for cost of obsolescence and other anticipated losses, wherever, considered necessary. Finished Goods and work-in-progress include cost of conversion and other costs incurred in bringing the inventories to their present location and condition.

Cost is determined on First in First out (FIFO) basis.

NOTES ON FINANCIAL STATEMENT for the year ended 31st March, 2017(contd.)

vii) Employee Benefits

Short Term Employee Benefits

Short term employee benefits, such as salaries, wages, incentives etc are recognized as expenses at actual amounts, in the Statement of Profit and Loss of the year in which the related services are rendered. Leave not availed in a year can be carried forward upto 60 days.

Post Employment Benefits

(a) Defined Contribution Plans

Defined contribution plans are Provident Fund Scheme, Employee State Insurance Scheme and Government administered Pension Fund Scheme for the employees. The company makes monthly contributions towards these funds / schemes, which are recognized in the Statement of Profit & Loss in the financial year to which they relate. There is no obligation other than the monthly contributions.

(b) Defined Benefit Plans

The company has a defined benefit plan for Post-employment benefit in the form of Gratuity for all employees. Contribution on account of gratuity payment is made to the Gratuity Trust. Liability for above defined benefit plan is provided on the basis of actuarial valuation, as at the Balance Sheet date. The actuarial method used for measuring the liability is the Projected Unit Credit method.

vii) Leases

Leases, where the lessor effectively retains substantially all the risks and benefits of ownership of the leased item, are classified as operating leases. Operating lease rentals are recognized as an expense in the Statement of Profit and Loss.

ix) Borrowing Cost

Borrowing Costs relating to acquisition/construction of qualifying assets are capitalized until the time of substantial activities necessary to prepare the qualifying assets for their intended use are complete. A qualifying asset is one that necessarily takes substantial period of time to get ready for its intended use. All other borrowing costs are charged to revenue.

x) Foreign Currency Transaction

Foreign currency transactions are recorded in the reporting currency prevailing at the date of the transaction. Realized gains/losses on foreign exchange transactions during the year are recognized in the Statement of Profit and Loss.

Monetary assets and liabilities denominated in foreign currency are translated at the yearend rates and resultant gains/losses from foreign exchange translations are recognized in the Statement of Profit and loss.

Forward Exchange Contracts not intended for trading or speculation purposes

The premium or discount arising at the inception of forward exchange contracts is amortized as expense or income over the

life of the contract. Exchange differences on such contracts are recognized in the statement of profit and loss in the year in which the exchange rates change. Any profit or loss arising on cancellation or renewal of forward exchange contract is recognized as income or expense for the year.

xi) Accounting for Taxes on Income

Tax expense comprises of current tax and deferred tax. Current income tax is measured at the amount expected to be paid to the tax authorities in accordance with the Indian Income Tax Act. Deferred Income Tax reflects the impact of current year's timing differences between taxable income and accounting income for the year and reversal of timing differences of earlier years. Deferred tax is measured based on the tax rates and the tax laws enacted or substantively enacted at the balance sheet date. Deferred tax assets are recognized only to the extent that there is reasonable certainty that sufficient future taxable income will be available against which such deferred tax assets can be realized. Deferred tax asset arising on account of unabsorbed depreciation or carry forward tax losses are recognized only if there is virtual certainty supported by convincing evidence that they can be realized against future taxable profits.

The carrying amount of deferred tax assets are reviewed at each balance sheet date. The company writes down the carrying amount of a deferred tax asset to the extent that it is no longer reasonably or virtually certain, as the case may be, that sufficient income will be available against which deferred tax asset can be realized.

xii) Earnings Per Share

Basic Earning Per Share is calculated by dividing the net profit or loss after tax for the year attributable to Equity Shareholders (after deducting attributable taxes) by the weighted average number of equity shares outstanding during the year. The weighted average numbers of equity shares outstanding during the year are adjusted for events of bonus issue, bonus elements in a right issue to existing shareholders and share splits.

For the purpose of calculating Diluted Earnings per share, the net profit or loss for the year attributable to equity shareholders and the weighted average number of shares outstanding during the year are adjusted for the effects of all dilative potential equity shares.

xiii) Provisions & Contingent Liabilities

A provision is recognized when an enterprise has a present obligation as a result of past event that probably requires an outflow of resources to settle the obligation, in respect of which a reliable estimate can be made. Provisions are not discounted to its present value and are determined based on best estimate required to settle the obligation at the balance sheet date. They are reviewed at each balance sheet date and adjusted to reflect the current best estimates. Contingent Liabilities are not provided for and are disclosed by way of notes.

NOTES ON FINANCIAL STATEMENT for the year ended 31st March, 2017(contd.)

Note : 2 Share Capital

Amount in (Rs.)

Sl. No.	Particulars	31- March-2017	31- March-2016
1	AUTHORIZED CAPITAL		
	1,00,00,000 (1,00,00,000) Equity Shares of Rs. 10/- each	10,00,00,000	10,00,00,000
		10,00,00,000	10,00,00,000
2	ISSUED , SUBSCRIBED & PAID UP CAPITAL		
	62,40,000 (62,40,000) Equity Shares of Rs. 10/- each	6,24,00,000	6,24,00,000
	Total	6,24,00,000	6,24,00,000

A Reconciliation of the shares outstanding at the beginning and at the end of the reporting period

Equity Shares

Particulars	31- March-2017		31- March-2016	
	No.	(Rs.)	No.	(Rs.)
At the beginning of the reporting period	62,40,000	6,24,00,000	62,40,000	6,24,00,000
Issued during the period	-	-	-	-
Outstanding at the end of the reporting period	62,40,000	6,24,00,000	62,40,000	6,24,00,000

B Terms/rights attached to equity shares

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

In the event of liquidation of the company, the holders of equity share will be entitled to receive remaining assets of the company, after distribution of all preferential amounts. The distribution will be in proportion to the number of equity shares held by the shareholders. Shareholders are entitled for dividend if any declared by the Company. During the year dividend payout of Rs.2.00 (P.Y. Rs.1.50) per equity shares of Rs.10/-each is proposed.

C The company has issued 34,20,000 shares as fully paid Bonus Shares since incorporation.

D Details of shareholders holding more than 5% shares in the company

Particulars	31- March-2017		31- March-2016	
	No.	% Holding	No.	% Holding
Ajay Kumar Mall	10,80,820	17.32	11,00,820	17.64
Kadambini Securities Pvt. Ltd.	21,84,606	35.01	21,42,986	34.34
Jay Kumar Daga	13,31,533	21.34	13,33,925	21.37
Mallcom Holdings Pvt. Ltd.	6,01,100	9.63	5,97,600	9.58

As per the records of the company, the above shareholding represents both legal and beneficial ownership of shares.

NOTES ON FINANCIAL STATEMENT for the year ended 31st March, 2017(contd.)

Note : 3 Reserve & Surplus

Amount in (Rs.)

Sl. No.	Particulars	31- March-2017	31- March-2016
1	Securities Premium reserve	5,11,00,000	5,11,00,000
	As per Last Financial Statement		
2	Capital Reserve	4,01,48,906	4,01,48,906
	As per Last Financial Statement		
3	General Reserve		
	As per Last Financial Statement	41,20,00,000	35,05,54,512
	Less: Adjustment for depreciation (Refer Note No.26)	-	-
	Add: Transferred from surplus in the statement of profit and loss	7,80,00,000	6,14,45,488
	Closing Balance	49,00,00,000	41,20,00,000
4	Surplus/(deficit) in the statement of profit and loss		
	As per Last Financial Statement	7,89,827	9,14,576
	Net Profit for the year	9,29,43,862	7,63,41,667
	Profit available for Appropriation	9,37,33,689	7,72,56,243
	Appropriations:		
	Proposed Dividend	-	1,24,80,000
	Tax on Proposed Dividend	-	25,40,928
	Transfer to General Reserve	7,80,00,000	6,14,45,488
	Closing Balance	1,57,33,689	7,89,827
	Total	59,69,82,595	50,40,38,733

Note : 4 Deferred Tax Assets

Amount in (Rs.)

Sl. No.	Particulars	31-March-2017	31-March-2016
1	Opening Balance for the year	(6,78,242)	3,56,747
	Less: Deduction during the year [Accumulated Depreciation]	-	-
		(6,78,242)	3,56,747
	Add: Addition during the year	(4,55,216)	(10,34,989)
	Closing Balance	(11,33,458)	(6,78,242)
	Total	(11,33,458)	(6,78,242)

Note : 5 Short Term Borrowings

Amount in (Rs.)

Sl. No.	Particulars	31-March-2017	31-March-2016
	SECURED		
1	Loan Repayable on Demand		
	- From Bank		
	a) Export Packing Credit	45,34,31,371	10,12,44,461
	b) Packing Credit Foreign Currency Loan	-	39,90,97,366
	Total	45,34,31,371	50,03,41,827

Export Packing Credit/ PCFC Loan [a+b]

[Secured by hypothecation of all present/future stock and receivables, all present/future fixed assets (excluding Land & Building) and Personal guarantee of Managing Director)

NOTES ON FINANCIAL STATEMENT for the year ended 31st March, 2017(contd.)

Note : 6 Trade Payables

Sl. No.	Particulars	Amount in (Rs.)	
		31-March-2017	31-March-2016
	Trade Payables (Refer Note 30 for details of dues to Micro and small Enterprises)	23,23,08,254	23,43,63,838
	Total	23,23,08,254	23,43,63,838

Note : 7 Other Current Liabilities

Sl. No.	Particulars	Amount in (Rs.)	
		31-March-2017	31-March-2016
1	Advance From Customers/Suppliers	6,29,39,947	7,19,83,770
2	Security Deposit from Customers/ Contractors	1,56,39,480	85,49,740
3	Book Overdraft	-	2,00,31,192
4	Sundry Creditor for Services and Expenses	4,65,51,548	1,86,61,662
5	Statutory Liabilities	2,28,58,910	36,53,657
	Total	14,79,89,884	12,28,80,021

Note : 8 Short Term Provisions

Sl. No.	Particulars	Amount in (Rs.)	
		31-March-2017	31-March-2016
1	Provision for Gratuity	-	19,09,698
2	Provision for Leave Encashment	33,87,193	32,11,802
3	Proposed Dividend	-	1,24,80,000
4	Tax on Proposed Dividend	-	25,40,928
	Total	33,87,193	2,01,42,428

NOTES ON FINANCIAL STATEMENT for the year ended 31st March, 2017 (contd.)

Note : 9 Fixed Assets

Sl. No	Particulars	Rate of depreciation	Gross Block			Depreciation			Net Block			
			As at 1st April 2016	Addition during the year	Deduction during the year	As at 31st March 2017	Upto 31st March 2016	Charge for the year	On Disposal	Upto 31st March 2017	As at 31st March 2017	As at 31st March 2016
(i)	Tangible Assets											
1	Land	-	4,59,52,398	-	-	4,59,52,398	-	-	-	-	4,59,52,398	4,59,52,398
2	Building	9.50%	16,74,50,962	50,97,501	-	17,25,48,463	6,88,53,368	97,06,458	7,85,59,827	9,39,88,637	9,85,97,594	9,85,97,594
3	Plant and Equipment	18.10%	31,87,54,430	4,06,42,380	2,03,181	35,91,93,629	20,17,13,704	2,67,39,790	22,514	22,84,30,980	13,07,62,648	11,70,40,726
4	Electrical Installations	18.10%	2,55,89,569	20,85,934	-	2,76,75,503	1,63,98,667	20,87,879	-	1,84,86,546	91,88,957	91,90,903
5	Mould & Dies	18.10%	3,04,48,914	-	-	3,04,48,914	2,56,73,307	6,96,576	-	2,63,69,884	40,79,030	47,75,607
6	Furniture & Fixtures	25.89%	2,00,51,334	6,43,372	-	2,06,94,706	1,61,26,388	11,99,424	-	1,73,25,812	33,68,894	39,24,946
7	Vehicles (Cars)	31.23%	1,27,92,043	-	-	1,27,92,043	73,21,762	17,60,583	-	90,82,345	37,09,698	54,70,281
8	Office Equipment	45.07%	1,85,49,235	6,36,925	-	1,91,86,160	1,84,43,346	87,892	-	1,85,31,238	6,54,923	1,05,889
	SUB TOTAL (A)		63,95,88,886	4,91,06,112	2,03,181	68,84,91,816	35,45,30,542	4,22,78,603	22,514	39,67,86,631	29,17,05,185	28,50,58,344
(ii)	Intangible Assets											
1	Computer Software	63.15%	68,00,237	1,90,710	-	69,90,947	52,08,685	12,64,686	-	64,73,371	5,17,576	15,91,552
2	Patent Right	39.30%	-	1,55,653	-	1,55,653	-	61,178	-	61,178	94,475	-
	SUB TOTAL (B)		68,00,237	3,46,363	-	71,46,600	52,08,685	13,25,864	-	65,34,549	6,12,051	15,91,552
(iii)	Capital Work in Progress											
1	Plant & Equipment	-	1,55,75,327	1,29,42,686	1,55,75,327	1,29,42,686	-	-	-	-	1,29,42,686	1,55,75,327
2	Building	-	42,41,734	-	42,41,734	-	-	-	-	-	-	42,41,734
3	Electrical Works	-	10,86,286	-	10,86,286	-	-	-	-	-	-	10,86,286
	Sub Total [C]		2,09,03,347	1,29,42,686	2,09,03,347	1,29,42,686	-	-	-	-	1,29,42,686	2,09,03,347
	Total [A + B + C] (Current Year)		66,72,92,469	6,23,95,161	2,11,06,528	70,85,81,102	35,97,39,227	4,36,04,467	22,514	40,33,21,179	30,52,59,923	30,75,53,243
	(Previous Year)		59,80,95,543	12,06,06,605	5,14,09,678	66,72,92,470	31,71,15,847	4,26,36,219	12,839	35,97,39,227	30,75,53,243	28,09,79,696

NOTES ON FINANCIAL STATEMENT for the year ended 31st March, 2017(contd.)

Note : 10 Non-Current Investment

		Amount in (Rs.)	
Sl. No.	Particulars	31-March-2017	31-March-2016
1	Investment in Equity Instrument [Non-Trade]		
	Quoted		
	Nagarjuna Fertilizers Ltd. 1,100 Shares (1,100 Shares)	-	34,350
	[A]	-	34,350
	Unquoted		
	Mallcom VSFT Gloves Pvt.Ltd 48,84,000 Shares (48,84,000 Shares)	4,88,40,000	4,88,40,000
	Mallcom Safety Private Ltd. 10,00,000 Shares (10,00,000 Shares)	1,00,00,000	1,00,00,000
	(B)	5,88,40,000	5,88,40,000
2	Investment in Government or Trust Securities [C]	6,000	6,000
	[NSC Placed with Sales Tax Authorities]		
	Total [A+B+C]	5,88,46,000	5,88,80,350
	Aggregate amount of Quoted Investment	-	34,350
	Aggregate amount of Market value of quoted Investment	-	-
	Aggregate amount of Unquoted Investment	5,88,40,000	5,88,40,000

Note : 11 Long Term Loans and Advances

		Amount in (Rs.)	
Sl. No.	Particulars	31-March-2017	31-March-2016
1	Security Deposit (Unsecured and Considered Good)		
	Other Deposit	2,42,86,178	1,90,87,614
2	Loan to Employees (Unsecured and Considered Good)	-	5,37,198
	Total	2,42,86,178	1,96,24,812

Note : 12 Current Investment

		Amount in (Rs.)	
Sl. No.	Particulars	31-March-2017	31-March-2016
1	Citicorp Finance (India) Limited (Corporate Bonds) 500 of Rs. 1,00,000/- each	5,00,00,000	-
2	ICICI Prudential Regular Savings Fund-DP-Growth 5,03,468.34 Units	90,00,000	-
3	Kotak Income Opportunities Fund-Growth 2,53,074.37 Units	45,00,295	-
	Total	6,35,00,295	-
	Aggregate Market Value of Investment	6,36,27,386	-

NOTES ON FINANCIAL STATEMENT for the year ended 31st March, 2017(contd.)

Note : 13 Inventories

		Amount in (Rs.)	
Sl. No.	Particulars	31-March-2017	31-March-2016
1	Raw Material [Includes Goods in Transit Rs.2,24,25,102/- (Rs.80,96,182/-)]	28,15,85,720	31,53,48,807
2	Work-in-Progress	8,89,05,286	9,62,47,526
3	Finished Goods	4,43,91,430	6,90,39,195
4	Stores & Spares	4,40,42,434	1,37,98,251
	Total	45,89,24,869	49,44,33,779

Note : 14 Trade Receivables

		Amount in (Rs.)	
Sl. No.	Particulars	31-March-2017	31-March-2016
1	Unsecured, Considered Good		
	a) Outstanding for a period exceeding 6 months from due date	33,72,053	52,75,539
	b) Other receivables	30,84,73,278	32,81,44,115
	Total	31,18,45,331	33,34,19,654

Note : 15 Cash & Cash Equivalent

		Amount in (Rs.)	
Sl. No.	Particulars	31-March-2017	31-March-2016
1	Cash in Hand	5,97,108	13,31,616
	Sub Total [A]	5,97,108	13,31,616
2	Balances with bank		
	In Current Accounts	1,26,43,956	1,01,82,353
	In Fixed Deposit Accounts (Including Interest accrued thereon)	8,77,269	7,05,538
	Sub Total [B]	1,35,21,225	1,08,87,891
	Total [A+B]	1,41,18,332	1,22,19,508

Note : 16 Short Terms Loans and Advances

		Amount in (Rs.)	
Sl. No.	Particulars	31-March-2017	31-March-2016
1	Unsecured, Considered Good :		
	Advance Recoverable in cash or in kind*	12,95,222	15,99,944
	Advance to Suppliers	12,48,81,759	9,92,05,754
	Advance Income Tax (net of provisions)	1,21,24,496	21,17,521
	Balance With Revenue Authorities (Indirect Taxes)	11,64,21,639	11,20,78,554
	Prepaid Expenses	19,59,976	14,48,386
	Staff Advances	19,01,819	9,07,101
	Total	25,85,84,911	21,73,57,260
	* Includes amount receivable from Related Parties	3,96,36,677	4,29,90,736

NOTES ON FINANCIAL STATEMENT for the year ended 31st March, 2017(contd.)

Note : 17 Revenue from Operations

		Amount in (Rs.)	
Sl. No.	Particulars	31-March-2017	31-March-2016
1	Sale of Finished Goods	1,65,72,62,127	1,50,82,23,069
2	Sale of Traded Goods	77,90,51,171	1,09,36,12,041
3	Export Incentives	11,44,78,346	14,72,83,600
4	Job Working Charges	-	76,00,600
	Total	2,55,07,91,644	2,75,67,19,310

Sale of Finished Goods

		Amount in (Rs.)	
Sl. No.	Particulars	31-March-2017	31-March-2016
1	Leather Gloves	45,77,82,913	48,34,08,922
2	Textile Garments	55,80,09,443	51,72,99,925
3	Nitrile Dipped Gloves	5,56,53,968	-
4	Safety Shoes	48,43,22,015	43,43,00,695
5	Shoe Upper	2,66,14,183	6,37,57,135
6	Knitted Gloves	4,56,90,187	68,86,072
7	Helmet / Facemask	30,11,842	7,75,251
8	Raw Hide/ Leather	2,52,27,176	-
9	Hosiery Yarn	9,50,400	17,95,070
	Total	1,65,72,62,127	1,50,82,23,069

Sale of Traded Goods

		Amount in (Rs.)	
Sl. No.	Particulars	31-March-2017	31-March-2016
1	Safety Shoes	9,78,34,414	11,82,01,255
2	Nitrile Dipped Gloves	23,99,57,646	33,50,33,600
3	Leather Gloves	29,60,32,619	39,24,42,987
4	Woven Liner	10,22,54,307	10,87,39,925
5	Fabric	-	7,20,54,827
6	Cotton Yarn	-	6,71,39,447
7	Textile Garments	2,78,619	-
8	Stock Sale	4,17,92,379	-
9	Eye Protection	9,01,187	-
	Total	77,90,51,171	1,09,36,12,041

NOTES ON FINANCIAL STATEMENT for the year ended 31st March, 2017(contd.)

Note : 18 Other Income

		Amount in (Rs.)	
Sl. No.	Particulars	31-March-2017	31-March-2016
1	Interest	2,24,907	7,66,015
2	Gain on Foreign Exchange Fluctuation (Net)	1,54,05,154	-
3	Profit on sale of Investment	88,18,830	9,79,964
4	Unspent Liabilities & Unclaimed balances Written Back	7,22,833	-
5	Other Receipts	5,58,642	84,832
	Total	2,57,30,366	18,30,811

Note : 19A Cost of Material Consumed

		Amount in (Rs.)	
Sl. No.	Particulars	31-March-2017	31-March-2016
a)	Opening Stock	32,91,47,057	30,38,84,790
	PURCHASES OF RAW MATERIALS AND STORES		
1	Raw Material (Including Carriage Inward)	99,16,44,274	1,00,04,22,538
2	Stores & Consumables	12,79,48,619	12,29,26,485
3	Packing Materials	2,56,96,568	3,36,15,249
	Sub-total	1,14,52,89,461	1,15,69,64,272
	Closing Stock	32,56,28,154	32,91,47,057
b)	Fabrication & Processing Charges	19,45,69,759	17,84,56,901
	Cost of Materials Consumed	1,34,33,78,123	1,31,01,58,905
	Total	1,34,33,78,123	1,31,01,58,905

Closing Stock of Raw Materials

		Amount in (Rs.)	
Sl. No.	Particulars	31-March-2017	31-March-2016
1	Fabric	8,66,33,522	4,67,60,075
2	Leather	15,62,47,125	17,87,20,666
3	Others	3,87,05,074	8,98,68,065
	Total	28,15,85,720	31,53,48,807

Note : 19B Purchase of Stock-in-Trade

		Amount in (Rs.)	
Sl. No.	Particulars	31-March-2017	31-March-2016
1	Woven Gloves	9,66,44,392	9,81,34,401
2	Safety Shoes	9,43,43,925	11,55,67,108
3	Nitrile Dipped Gloves	22,00,71,894	32,19,37,974
4	Leather Gloves	29,16,06,850	39,25,92,487
5	Cotton Yarn	-	6,63,60,207
6	Textile Garments	2,05,241	7,62,35,298
7	Cotton Knitted Gloves	30,05,630	-
8	Eye Protection	15,45,616	-
9	Stock Purchase	4,17,92,379	-
	Total	74,92,15,927	1,07,08,27,473

NOTES ON FINANCIAL STATEMENT for the year ended 31st March, 2017(contd.)

Note : 20 Changes in Inventories of Finished Goods & Work in Progress and Stock in Trade

Amount in (Rs.)

Sl. No.	Particulars	31-March-2017		31-March-2016	
1	Inventories at the beginning of the year				
	Work in Progress	9,62,47,526		7,75,93,044	
	Finished Goods	6,90,39,195		5,16,74,389	
			16,52,86,722		12,92,67,433
2	Inventories at the end of the year				
	Work in Progress	8,89,05,286		9,62,47,526	
	Finished Goods	4,43,91,430		6,90,39,195	
			13,32,96,716		16,52,86,722
	TOTAL		3,19,90,006		(3,60,19,289)

Sl. No.	Particulars	31-March-2017		31-March-2016	
1	Finished Goods		Rs.		Rs.
	Leather Gloves		28,42,958		13,09,857
	Leather		-		1,54,47,098
	Textile Garments		1,01,15,695		82,26,596
	Nitrile Dipped Gloves		52,83,078		-
	Safety Shoes		2,27,39,043		2,72,45,146
	Shoe Upper		-		2,07,277
	Knitted Gloves		8,47,846		-
	Face-Mask		10,84,239		17,98,047
	Helmets		5,78,692		-
	Personal Protective Equipments (Others)		8,99,879		1,48,05,175
			4,43,91,430		6,90,39,195
2	Work-in-progress				
	Leather Gloves		21,23,798		1,51,82,964
	Leather				37,62,294
	Textile Garments		2,52,20,769		2,34,23,226
	Knitted Gloves		4,42,089		-
	Safety Shoes		15,06,185		5,31,90,920
	Shoe Uppers		5,93,04,844		5,29,523
	Face Mask		3,07,600		1,58,600
			8,89,05,286		9,62,47,526

NOTES ON FINANCIAL STATEMENT for the year ended 31st March, 2017(contd.)

Note : 21 Employment Benefit Expenses

Amount in (Rs.)

Sl. No.	Particulars	31-March-2017	31-March-2016
1	Salaries, Wages and Bonus	8,80,76,662	7,97,76,329
2	Contribution to Provident and Other Funds	47,68,794	53,52,723
3	Contribution to Gratuity Fund	-	19,09,698
4	Leave Encashment	1,75,391	32,11,802
5	Staff Welfare Expenses	28,17,305	20,57,735
	Total	9,58,38,153	9,23,08,287

Note : 22 Financial Cost

Amount in (Rs.)

Sl. No.	Particulars	31-March-2017	31-March-2016
1	Interest Expenses	2,82,08,842	1,55,06,714
2	Bank Charges and ancillary borrowing cost	48,07,374	66,52,648
	Total	3,30,16,217	2,21,59,362

Note : 23 Depreciation & Amortised Cost

Amount in (Rs.)

Sl. No.	Particulars	31-March-2017	31-March-2016
1	Depreciation of tangible assets	4,22,78,603	4,22,88,302
2	Amortization of intangible assets	13,25,864	3,47,917
	Total	4,36,04,467	4,26,36,219

NOTES ON FINANCIAL STATEMENT for the year ended 31st March, 2017(contd.)

Note : 24 Other Administrative Expenses

Amount in (Rs.)

Sl. No.	Particulars	31-March-2017	31-March-2016
1	Power & Fuel	1,51,73,031	1,39,05,165
2	Rent	17,65,857	18,54,069
3	Insurance	19,71,699	16,45,808
4	Factory Maintenance	63,59,869	56,67,078
5	Repairs to Buildings	9,46,504	6,40,084
6	Repairs to Machinery	42,69,606	51,03,504
7	Carriage Outward	23,23,340	29,77,827
8	Freight - Export	1,31,62,723	1,46,29,552
9	Terminal Handling Charges - Export	45,79,151	36,11,032
10	Clearing & Forwarding expenses	1,46,43,871	90,98,268
11	Sales Promotion Expenses	1,78,05,339	1,18,65,319
12	Sales Commission	63,22,829	1,08,82,976
13	Trade Fair Expenses	16,85,333	33,31,433
14	Other Selling Expenses	1,51,81,239	1,26,77,235
15	Postage, Telephone & Telex	42,22,624	24,89,649
16	Travelling & Conveyance	84,50,822	63,67,400
17	Printing & Stationery	15,58,463	16,90,767
18	Filing Fees	37,601	24,486
19	Rates & Taxes	33,31,156	33,95,346
20	Legal & Professional Fees	29,28,138	44,00,039
21	Security Charges	35,09,009	36,62,348
22	Membership & Subscription	6,58,587	3,96,505
23	Directors' Sitting Fees	84,000	96,000
24	Payment to auditors (refer details below)	5,03,126	4,10,945
25	Sundry balance Written off	-	4,60,041
26	Irrecoverable receivables written off	-	15,22,187
27	Miscellaneous Expenses	73,06,500	62,55,578
28	Loss on Foreign Exchange Fluctuation (Net)	-	81,31,125
29	Loss on sale of Fixed Assets	-	1,14,827
	Total	13,87,80,417	13,73,06,593
	Payment to Auditor		
	As Auditor		
	Audit Fee	2,75,000	2,25,000
	Tax Audit Fee	50,000	50,000
	Certification Charges	80,000	84,000
	Other Services	32,500	-
	Service Tax Payable	65,626	51,945
		5,03,126	4,10,945

NOTES ON FINANCIAL STATEMENT for the year ended 31st March, 2017(contd.)

25. Related Party Transactions

a)	Subsidiaries	i)	Mallcom Safetv Pvt. Ltd. [MSPL]
		ii)	Mallcom VSFT Gloves Pvt. Ltd. [VSFT]
b)	Associates	i)	Kadambini Securities Pvt. Ltd. [KSPL]
		ii)	Mailcom Holdings Pvt. Ltd. [MHPL]
		iii)	Movers Construction Pvt. Ltd. [MCPL]
		iv)	Chaturbujh Impex Pvt. Ltd. [CIPL]
		v)	DNB Exim Pvt. Ltd. [DNB]
		vi)	Two Star Tannery Pvt. Ltd. [TSTPL]
		viii)	Best Safety Pvt. Ltd [BSPL]
		viii)	Vikram Traders Private Limited
		ix)	Mallcom Lexotic Exports Pvt. Limited [MLEPL]
		x)	Anmol Components Pvt. Ltd.
		xi)	Trencher Online Services Private Limited [TOSPL]
c)	Key Managerial Personnel	i)	Mr. Ajay Kumar Mall (Managing Director)
d)	Relatives of Key Managerial Personnel	i)	Mr. Sanjay Kumar Mall
		ii)	Mrs. Sunita Mall
		iii)	Mr. Giriraj Mall
		iv)	Mr. Rohit Mall
		v)	Mrs. Kiran Devi Mall
		vi)	Mrs. Preeti Mall
		vii)	Ms. Surabhi Mall

(e) Transaction with related parties during the year and balance outstanding at the year end:

Particulars	Transaction with subsidiaries referred to in (a) above		Transaction with associates referred to in (b) above		Transaction with Key Managerial Personnel (KMP) referred to in (c) above		Transaction with Relatives of Key Managerial referred to in (d) above	
	2016-17	2015-16	2016-17	2015-16	2016-17	2015-16	2016-17	2015-16
Sale of goods	319.78	2,382.25	728.74	661.56	-	-	-	-
Purchase of goods	2,887.49	3,396.49	3,635.68	2,509.45	-	-	-	-
Job Work Charges paid	-	-	336.32	196.42	-	-	-	-
Job Charges Received	-	76.00	-	-	-	-	-	-
Advance Payable	-	640.83	-	3.54	-	-	-	3.03
Advance Given	477.35	-	137.18	430.69	-	-	-	-
Refund of Advance Given	124.41	-	287.71	-	-	-	-	-
Advance Taken	-	-	201.85	143.83	-	-	-	-
Advance Repaid	-	-	94.40	302.94	-	-	-	-
Security Deposit Received	-	-	-	73.15	-	-	-	-
Security Deposit Receivable	21.72	-	230.69	114.39	-	-	-	-
Unsecured Loan & Advances								
Advance Receivable	374.65	-	7.43	-	-	-	-	-
Remuneration **	-	-	-	-	29.40	27.27	-	8.95
Dividend Paid	-	-	64.26	47.89	21.60	16.51	7.07	5.44
Sale of Share/Investment	-	-	-	15.53	-	5.01	-	5.00
Purchase of share/ Investment	-	86.31	-	-	-	-	-	-
Rent Paid	-	-	13.79	13.74	-	-	-	-
Reimbursement of expenses	-	59.25	11.88	-	-	-	-	-
Corporate Guarantee Given	-	600.00	-	-	-	-	-	-

**As the future liability of gratuity is provided on actuarial basis for the company as a whole, the amount pertaining to the related party is not included above.

NOTES ON FINANCIAL STATEMENT for the year ended 31st March, 2017(contd.)

26. Earnings Per Share

Earning per Share (EPS)	2016-17	2015-16
Net Profit as per statement of Profit and Loss (Rs.)	9,29,43,862	76,341,667
Weighted average number of Equity Shares outstanding	62,40,000	62,40,000
Earnings per Share (Basic and Diluted) (Rs.)	14.89	12.23
Nominal Value of shares (Rs.)	10	10

27. Segment Reporting

Based on the guiding principles given in Accounting Standard on Segment Reporting, (AS-17), the Company's primary business segment is Industrial Safety Products. The Industrial Safety Products business incorporates product groups' viz. Leather hand Gloves, Industrial Work Garments, Seamless Knitted Gloves, Leather Shoe Upper, Safety Shoes and Nitrile Dipped Gloves, which mainly have similar risks and returns. Thus the Company's business activity falls within a single primary business segment.

For the purpose of geographical segments, total sales are divided into India and other countries. The following table shows the distribution of the company's sales by geographical market regardless of where the goods are produced:

Particulars	2016-17	2015-16
Revenue from Operations:		
Outside India	18,149.82	20,120.56
Within India	6,195.26	5,973.79
Total	24,345.08	26,094.35

(Rs in Lakhs)

Particulars	2016-17	2015-16
Trade Receivables:		
Outside India	2,619.53	3,176.84
Within India	498.92	157.36
Total	3,118.45	3,334.20

The company has common fixed assets for producing goods for domestic and export markets. Hence, separate figures for fixed assets / additions to fixed assets are not furnished.

28. Lease:

In case of asset taken on lease:

Operating Lease:

The company has taken certain premises on lease for 3 years to 99 years. There are no subleases.

Particulars	2016-17	2015-16
Lease payment for the year	3.49	4.80
Minimum Lease payment not later than 1 year	3.75	3.75
Later than one year but not later than Five years	11.68	15.00
Later than Five years	31.44	32.31

NOTES ON FINANCIAL STATEMENT for the year ended 31st March, 2017(contd.)

29. a. Contingent liabilities not provided for:

Contingent Liabilities	2016-17	2015-16
Export bills duly discounted/negotiated under LC and for which acceptance already received and/or moved to bank line (previous year figures relates to Bill drawn under LC only)	1,231.69	1,213.85
Outstanding Bank guarantee issued by SBI and CITI Bank	1.64	63.98
B-17 Bond issued in favor of "Asst. Commissioner of Central Excise, Calcutta" covering the purchase of imported / indigenous capital goods/ raw materials without payment of Custom duty/ Excise Duty with respect to 100% E.O.U. for seamless knitted gloves	250.00	250.00
B-17 Bond issued in favor of "Deputy Commissioner of Customs, FSEZ", covering the purchase of imported / indigenous capital goods/ raw materials without payment of Custom duty/ Excise Duty with respect to 100% SEZ unit	310.00	310.00
Sales Tax demand in respect of earlier years, which has been disputed by the Company	-	-
Income Tax Demand in respect of earlier years, which has been disputed by the company	151.55	195.46
Service Tax Demand in respect of earlier years which has been disputed by the company	31.88	-
Corporate Guarantee Given in favor of Citibank N.A for the term loan extended by them to the Subsidiary Company " Mallcom VSFT Gloves Pvt. Ltd"	600.00	600.00

b. The company has the following outstanding export forward contracts against the confirmed orders in hand hence no contingent liability has been estimated.

Particulars	Purpose	Currency	Amount	Cross Currency
Forward Contract	Exports	USD	33,19,864 (31,17,375)	Rupees
	Exports	EURO	15,74,842 (14,68,352)	Rupees

c. Trade Payables includes USD 3,48,603 (INR 2,26,02,955) and Euro 20,011 (INR 13,85,714) Previous Year USD 12,67,929 (INR 8,28,01,872) which is naturally hedged against export receivables.

30. Micro Small and Medium Enterprises

There were no dues outstanding to the suppliers as on 31.03.2017 registered under the Micro, Small and Medium Enterprises (Development) Act, 2006, to the extent such parties have been identified from the available documents/ information. No interest in terms of such Act has either been paid or provided during the year.

31. In the opinion of the management and to the best of their knowledge and belief, the value of realization of loans and advances and other current assets in the ordinary course of business will not be less than the amount at which they are stated in the Balance Sheet.

NOTES ON FINANCIAL STATEMENT for the year ended 31st March, 2017(contd.)

32. Raw Materials, chemicals and packing Materials Consumption

Particulars	2016-17	Percentage %	2015-16	Percentage %
Raw Material				
Imported	1434.63	11.96	1,066.98	9.49
Indigenous	10,565.14	88.04	10,171.01	90.51
Total	11,999.77	100.00	11,237.99	100.00
Consumables Stores, Spares and packing materials				
Imported	339.05	23.64	425.11	22.81
Indigenous	1,094.96	76.36	1,438.49	77.19
Total	1,434.01	100.00	1,863.60	100.00

33. Value of Imports calculated on C.I.F Basis

Particulars	2016-17	2015-16
Raw Materials	1,907.92	1,066.98
Components and Spare Parts	339.05	425.11
Capital goods	312.85	306.22
Total	2,559.82	1,798.31

34. Expenditure in Foreign Currency

Particulars	2016-17	2015-16
Sales Commission	52.24	105.83
Sales Claim	2.16	26.51
Sales Promotion Expenses	14.56	1.97
Trade Fair Expenses	16.85	28.04
Traveling Expenses	2.39	12.90
CSR Expenses	15.33	-
Total	103.53	175.25

35. Earning in Foreign Currency

Particulars	2016-17	2015-16
Exports - FOB Basis	18,043.23	19,926.14
Total	18,043.23	19,926.14

NOTES ON FINANCIAL STATEMENT for the year ended 31st March, 2017(contd.)

36. Remittance in Foreign Currency on account of Dividend to Non Resident Shareholder

Particulars	2016-17	2015-16
Number of Shareholder	1	1
Number of shares held	13,33,925	14,00,000
Net amount of dividend remitted	26,67,850	21,00,000
Amount remitted for	Final dividend for FY 2015-16	Final dividend for FY 2014-15

37. The Company has a defined benefit gratuity plan. Every employee who has completed five years or more of service is entitled to Gratuity as per provisions of The Payment of Gratuity Act, 1972. The scheme is funded through approved gratuity trust and is managed by HDFC Standard Life Insurance Co Ltd.

38. The following tables summarize the components of net benefit expenses recognized in the Statement of Profit & Loss and the funded status and amounts recognized in the balance sheet for the Gratuity.

39.1: Table Showing Changes in Present Value of Obligations:

Particulars	2016-17	2015-16
Present value of the obligation at the beginning of the period	74.29	58.59
Interest cost	5.57	4.69
Current service cost	8.03	8.27
Benefits paid (if any)	(3.47)	(3.40)
Actuarial gain/loss	(8.73)	6.14
Present value of obligation at the end of the period	75.70	74.29

39.2: Key results (The amount to be recognized in the Balance Sheet):

Particulars	2016-17	2015-16
Present value of the obligation at the end of the period	75.70	74.29
Fair value of plan assets at end of period	82.33	55.74
Net liability/(asset) recognized in Balance Sheet and related analysis	(6.63)	18.56
Funded Status	6.63	(18.56)

39.3: Expense recognized in the statement of Profit and Loss:

Particulars	2016-17	2015-16
Interest cost	5.57	4.69
Current service cost	8.03	8.27
Expected return on plan asset	(4.18)	-
Net actuarial gain/loss recognized in the period	(15.51)	6.14
Expenses to be recognized in the statement of profit and loss accounts	(6.09)	19.10

NOTES ON FINANCIAL STATEMENT for the year ended 31st March, 2017(contd.)

39.4: Table showing changes in the Fair Value of Planned Assets:

Particulars	2016-17	2015-16
Fair value of plan assets at the beginning of the period	55.74	42.25
Expected return on plan assets	4.18	-
Contributions	19.10	16.88
Benefits paid	(3.47)	(3.40)
Actuarial gain/(loss) on plan assets	6.78	-
Fair Value of Plan Asset at the end of the Period	82.33	55.74

39.5: Table showing Fair Value of Planned Assets:

(Rs. in lakhs)

Particulars	2016-17	2015-16
Fair value of plan assets at the beginning of the period	55.74	42.25
Actual return on plan assets	10.96	-
Contributions	19.10	16.88
Benefits paid	(3.47)	(3.40)
Fair value of plan assets at the end of the period	82.33	55.74

39.6: Actuarial (Gain)/Loss on Planned Assets:

Particulars	2016-17	2015-16
Actual return on plan assets	10.96	-
Expected return on plan assets	4.18	-
Actuarial gain/ (Loss)	6.78	-

39.7: Actuarial (Gain)/Loss recognized:

Particulars	2016-17	2015-16
Actuarial (gain)/loss - obligation	(8.73)	6.14
Actuarial (gain)/loss - plan assets	(6.78)	-
Total Actuarial (gain)/loss	(15.51)	6.14
Actuarial (gain)/loss recognized	(15.51)	6.14
Outstanding actuarial (gain)/loss at the end of the period	-	-

39.8: Experience Adjustment

Period	2016-17	2015-16
Experience Adjustment (Gain)/ Loss for Plan Liabilities	(11.50)	-
Experience Adjustment (Gain)/ Loss for Plan Assets	(6.78)	-

NOTES ON FINANCIAL STATEMENT for the year ended 31st March, 2017(contd.)

39.9: Summary of membership data at the date of valuation and statistics based thereon

Particulars	2016-17	2015-16
Number of employees	381	383
Total monthly salary	20,52,452	21,81,045
Average Past Service(Years)	7.0	6.5
Average remaining working lives of employees (Years)	22.6	23.4
Average Age(Years)	37.40	36.60
Weighted average duration (based on discounted cash flows) in years	16	-
Average Monthly Salary	5,387	-

39.10: The assumptions employed for the calculations are tabulated:

Discount rate	7.50 % per annum	8.00 % per annum
Salary Growth Rate	5.00 % per annum	5.00 % per annum
Mortality	Indian Assured Live Mortality (2006-08) Ultimate	Indian Assured Live Mortality (2006-08) Ultimate
Expected rate of return	7.50% p.a.	-
Withdrawal rate (Per Annum)	6.95% p.a.	6.95% p.a.

39.11: Benefits valued:

Normal Retirement Age	60 Years	60 Years
Salary	Terminal Basic Salary (Excluding all other Allowances and Perquisites)	Terminal Basic Salary (Excluding all other Allowances and Perquisites)
Vesting Period	5 Years of service	5 Years of service
Benefits on Normal Retirement	15/26 * Salary * Number of completed Years of Service	15/26 * Salary * Number of completed Years of Service
Benefit on early exit due to death and disability	As above except that no vesting conditions apply	As above except that no vesting conditions apply
Limit	10,00,000.00	10,00,000.00

39.12: Current liability:

(Rs. in lakhs)

Particulars	2016-17	2015-16
Current Liability	0.0*	6.95
Non Current Liability	0.0	67.34
Total Liability	0.0	74.29

* Because of Overfunding

* Current Liability: It is probable outlay in next 12 months as required by the Companies act.

NOTES ON FINANCIAL STATEMENT for the year ended 31st March, 2017(contd.)

40. Disclosure on Specified Bank Notes

During the year, the Company had Specified Bank Notes (SBNs) or other denomination notes as defined in the MCA notification, GSR 308 (E), dated March 31, 2017. The details of SBNs held and transacted during the period from November 8, 2016 to December 30, 2016, the denomination-wise SBNs and other notes as per the notification are as follows :

Particulars	SBN	Other Denomination Notes	Total
Closing cash in hand as on 08.11.2016	5,71,500	10,57,679	16,29,179
(+) Permitted receipts	-	24,66,168	24,66,168
(-) Permitted payments	-	27,22,323	27,22,323
(-) Amount deposited in Banks	5,71,500	1,210	5,72,710
Closing cash in hand as on 30.12.2016	-	8,00,314	8,00,314

41. Provisions of Section 135 of the Companies Act, 2013 relating to Corporate, Social Responsibility (CSR) is applicable in case of the company. The Company was required to incur a minimum amount of Rs. 18,29,685/- (Rs13,72,999/-) being two percent of average net profits of the company made during the three immediately preceding financial years as calculated as per section 198 of the Companies Act, 2013. The company has incurred a sum of Rs 16,82,939/- in the year and plans to contribute the remaining amount of CSR expenditures Rs 15,19,745/- during the current financial year.
42. The Board of Directors has recommended dividend @ Rs. 2/- per equity (previous year Rs. 2/-) of Rs. 10/- each for the year ended 31st March, 2017.
43. Previous Year's Figures have been regrouped/ rearranged wherever considered necessary.

Signatories to Notes on Accounts 1 to 43

For S. K. Singhania & Co.
Chartered Accountants
Firm Registration No. 302206E

Rajesh Kr. Singhania
Partner
Membership No. 52722

Place: Kolkata
Date: May 26th, 2017

For and on behalf of the Board

A.K.Mall
Managing Director

G.K.Mall
Director

S.S.Agrawal
Chief Financial Officer

Nidhi Agarwal
Company Secretary

Form AOC-1

(Pursuant to first proviso to sub-section (3) of section 129 read with rule 5 of Companies (Accounts) Rules, 2014)
Statement containing salient features of the financial statement of subsidiaries/associate companies/joint ventures

Part "A": Subsidiaries

(Information in respect of each subsidiary to be presented with amounts in Rs.)

Sl. No.	Particulars	Details	Details
1.	Name of the subsidiary	Mallcom Safety Pvt. Ltd.	Mallcom VSFT Gloves Pvt. Ltd. (Formerly Vsft Quilts & Pillow Pvt. Ltd.)
2.	Reporting period for the subsidiary concerned, if different from the holding company's reporting period	2016-2017	2016-2017
3.	Reporting currency and Exchange rate as on the last date of the relevant Financial year in the case of foreign subsidiaries	INR	INR
4.	Share capital	100,00,000	4,89,40,000
5.	Reserves & surplus	2,52,61,402	3,09,41,002
6.	Total assets	4,28,56,437	20,05,77,431
7.	Total Liabilities	75,95,035	12,06,96,429
8.	Investments	-	-
9.	Turnover	1,49,74,792	28,41,14,516
10.	Profit/(Loss) before taxation	82,551	1,10,05,640
11.	Provision for taxation	4,67,184	43,54,957
12.	Profit/(Loss) after taxation	3,84,633	66,50,683
13.	Proposed Dividend	-	-
14.	% of shareholding	100	99.80

For and behalf of the Board

A. K. Mall
Chairman

INDEPENDENT AUDITOR'S REPORT

to the Shareholders of MALLCOM (INDIA) LIMITED

Report on the Consolidated Financial Statements

We have audited the accompanying consolidated financial statements of MALLCOM (INDIA) LIMITED (the Holding Company) and its subsidiaries (the Holding Company and its subsidiaries constitute the Group), which comprise the Consolidated Balance Sheet as at 31st March 2017, and the Consolidated Statement of Profit and Loss and Consolidated Cash Flow Statement for the year then ended, and a summary of significant accounting policies and other explanatory information (the consolidated financial statements).

Management's Responsibility for the Consolidated Financial Statements

The Holding Company's Board of Directors is responsible for the matters stated in Section 134(5) of the Companies Act, 2013 (the Act) with respect to the preparation and presentation of these Consolidated financial statements that give a true and fair view of the consolidated financial position, consolidated financial performance and consolidated cash flows of the group 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. The respective Board of Directors are responsible for maintenance of adequate accounting records in accordance with the provisions of the Act for safeguarding the assets of the group and for preventing and detecting frauds and other irregularities; selection and application of appropriate accounting policies; making judgments and estimates that are reasonable and prudent; and design, implementation and maintenance of adequate internal financial controls, that were operating effectively for ensuring the accuracy and completeness of the accounting records, relevant to the preparation and presentation of the consolidated financial statements that give a true and fair view and are free from material misstatement, whether due to fraud or error, which have been used for the purpose of presentation of the consolidated financial statements by the Directors of the Holding Company, as aforesaid.

Auditor's Responsibility

Our responsibility is to express an opinion on these consolidated 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 consolidated financial statements are free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and the disclosures in the consolidated financial statements. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the consolidated financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal financial control relevant to the Holding Company's preparation of the consolidated financial statements that give a true and fair view in order to design audit procedures that are appropriate in the circumstances. An audit also includes evaluating the appropriateness of the accounting policies used and the reasonableness of the accounting estimates made by the Holding Company's Board of Directors, as well as evaluating the overall presentation of the consolidated financial statements.

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

Opinion

In our opinion and to the best of our information and according to the explanations given to us, the aforesaid consolidated 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 consolidated state of affairs of the Company as at 31st March 2017,
- (b) In the case of the statement of Profit and Loss account, of the Consolidated Profit for the year ended on that date, and
- (c) In the case of the Cash Flow Statement, of the consolidated cash flows for the year ended on that date.

Other Matter

Attention is drawn to note No. 42 of the consolidated financial statements regarding compliance pending of the provision of section 135 of the Companies Act 2013 relating to Corporate & Social Responsibility.

Report on Other Legal and Regulatory Requirements

As required by section 143(3) of the Act, we report, to the extent applicable, that:

- (a) We have sought & obtained all the information & explanation which to best of our knowledge and belief were necessary for the purpose of our audit of the aforesaid consolidated financial statements.
- (b) In our opinion proper books of account as required by law relating to the preparation of the consolidated financial statement have been kept so far as appears from our examination of those books.
- (c) The Consolidated Balance Sheet, the Consolidated Statement of Profit and Loss, and the Consolidated Cash Flow Statement dealt with by this Report are in agreement with the books of account maintained for the purpose of preparation of the consolidated financial statements.
- (d) In our opinion, the aforesaid consolidated financial statements comply with the Accounting Standards specified under Section 133 of the Act, read with Rule 7 of Companies (Accounts) Rules, 2014.
- (e) On the basis of written representations received from the directors of the Holding Company as on 31st March 2017, taken on record by the Board of Directors of the Holding Company, none of the directors of the group companies is disqualified as on 31st March 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 A, and
- (g) With respect to the other matters to be included in the Auditor s Report in accordance with Rule 11 of the Companies (Audit and Auditors) Rules, 2014, in our opinion and to the best of our information and according to the explanations given to us:
 - (i) The group has disclosed the impact of pending litigations on its consolidated financial position in note 30 to the consolidated financial statements,
 - (ii) The group did not have any long term contracts including derivative contracts for which there were any material foreseeable losses,
 - (iii) There are no amounts which are required to be transferred to the Investor Education and Protection Fund by the Holding Company.
 - (iv) The group has provided requisite disclosure in its consolidated financial statements as to holding as well as dealing in Specified Bank Notes during the period from November 8th, 2016 to December 30th, 2016 and these are in accordance with the books of accounts maintained by the Company. Refer to Note 43 to the financial statement.

For S. K. Singhanian & Co.
Chartered Accountants,
Firm Registration No. 302206E

Place: Kolkata
Dated: May 26th, 2017

Rajesh Kr. Singhanian
Partner Membership No. 52722

ANNEXURE A TO THE AUDITORS REPORT

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

We have audited the internal financial controls over financial reporting of MALLCOM (INDIA) Limited (the Holding Company) as of 31st March 2017 in conjunction with our audit of the consolidated financial statements of the Company for the year ended on that date.

Management's Responsibility for Internal Financial Controls

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

Auditors Responsibility

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

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

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

Meaning of Internal Financial Controls over Financial Reporting

A company's internal financial control over financial reporting is a process designed to provide reasonable assurance regarding the reliability of financial reporting and the preparation of financial statements for external purpose 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 transaction and dispositions of the assets of the Company, (2) provide reasonable assurance that transactions are recorded as necessary to permit preparation of standalone 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 the 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 standalone financial statements.

Inherent Limitation of Internal Financial Controls over Financial Reporting

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

Opinion

In our opinion, the Holding Company has, in all material respects, and adequate internal financial controls system over financial reporting and such internal financial controls over financial reporting were operating effectively as at 31st March 2017, based on the internal control over financial reporting criteria established by the company considering the essential components of internal control stated in the Guidance Note on Audit of Internal Financial Controls over Financial Reporting issued by the Institute of Chartered Accountants of India.

Chartered Accountants,
Firm Registration No. 302206E

Rajesh Kr. Singhania
Partner Membership No. 52722

Dated: May 26th, 2017

CONSOLIDATED BALANCE SHEET for the year ended 31st March, 2017

Amount in (Rs.)

Sl. No.	Particulars	Note No.	31-March-2017	31-March-2016
I.	EQUITY AND LIABILITIES			
	(1) Shareholder's Funds			
	(a) Share Capital	2	6,24,00,000	6,24,00,000
	(b) Reserves and Surplus	3	65,74,49,874	55,65,82,662
			71,98,49,874	61,89,82,662
	Minority Interest Payable		1,63,222	1,46,212
	(2) Non Current Liabilities			
	(a) Long Term Borrowing	5	5,46,34,598	13,18,11,625
	(3) Current Liabilities			
	(a) Short-Term Borrowings	6	47,12,57,195	52,04,42,706
	(b) Trade Payables	7	24,21,47,068	19,70,42,695
	(c) Other Current Liabilities	8	15,06,05,505	14,20,66,426
	(d) Short-Term Provisions	9	33,87,193	2,01,42,428
			92,20,31,559	1,01,15,05,882
	Total Equity & Liabilities		1,64,20,44,655	1,63,06,34,756
II.	ASSETS			
	(1) Non-Current Assets			
	(a) Fixed Assets	10		
	(i) Tangible Assets		42,06,64,167	41,15,42,003
	(ii) Intangible Assets		49,40,147	59,16,836
	(iii) Capital WIP		1,72,02,271	2,87,61,332
			44,28,06,586	44,62,20,171
	(b) Non-current investments	11	6,000	40,350
	(c) Long term loans and advances	12	2,79,40,141	2,57,33,369
	(d) Deferred Tax Asset (Net)	4	(25,65,479)	(7,62,863)
			46,81,87,248	47,12,31,027
	(2) Current Assets			
	(a) Current Investment	13	6,35,00,295	-
	(b) Inventories	14	52,97,07,318	56,95,20,728
	(c) Trade receivables	15	31,95,16,942	34,41,77,520
	(d) Cash and cash equivalents	16	1,69,85,223	1,58,52,429
	(e) Short-term loans and advances	17	24,41,47,629	22,98,53,052
			1,17,38,57,407	1,15,94,03,729
	Total Assets		1,64,20,44,655	1,63,06,34,756
SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES		1		

The accompanying notes from an integral part of the consolidated financial statement.

As per our report of even date attached.

For S. K. Singhania & Co.
Chartered Accountants
Firm Registration No. 302206E

Rajesh Kr. Singhania
Partner
Membership No. 52722

Place: Kolkata
Date: May 26th, 2017

For and on behalf of the Board

A.K.Mall
Managing Director

G.K.Mall
Director

S.S.Agrawal
Chief Financial Officer

Nidhi Agarwal
Company Secretary

CONSOLIDATED STATEMENT OF PROFIT & LOSS ACCOUNT for the year ended 31st March, 2017

Amount in (Rs.)

Sl. No.	Particulars	Note No.	31-March-2017	31-March-2016
I	Revenue from operations	18	2,52,77,40,827	2,75,64,68,599
II	Other Income	19	2,88,33,014	82,03,298
III	Total Revenue (I +II)		2,55,65,73,841	2,76,46,71,897
IV	Expenses:			
	Cost of materials consumed	20A	1,51,34,32,584	1,54,20,56,827
	Purchase of Stock-in-Trade	20B	47,68,30,588	74,73,85,687
	Changes in inventories of Finished goods, Work-In-Progress and Stock-in-Trade	21	3,85,74,881	(4,03,33,623)
	Employee Benefit Expenses	22	10,39,86,412	11,72,00,780
	Financial Costs	23	3,49,03,429	2,99,46,617
	Depreciation and Amortization Expense	24	5,29,65,490	5,86,62,844
	Other Administrative Expenses	25	18,40,72,489	16,86,66,778
	Total Expenses (IV)		2,40,47,65,873	2,62,35,85,910
V	Profit before exceptional and extraordinary items and tax (III - IV)		15,18,07,968	14,10,85,987
VI	Prior Period Item		21,078	-
VII	Profit before extraordinary items and tax (V - VI)		15,17,86,890	14,10,85,987
VIII	Exceptional & Extraordinary Items		-	-
IX	Profit before tax (VII - VIII)		15,17,86,890	14,10,85,987
X	Less: Tax expense			
	(1) Current tax		5,03,48,179	4,84,57,067
	(2) Deferred tax		18,02,616	4,06,116
	(3) Income Tax for Earlier Years		4,26,184	-
			9,92,09,911	9,22,22,804
	Add; Adjustment for MAT Credit Receivable		16,74,311	16,20,700
XI	Profit/(Loss) for the period (IX + X)		10,08,84,222	9,38,43,504
	Less: Minority Interest		17,010	31,926
			10,08,67,212	9,38,11,578
XII	Earning per equity share:			
	(1) Basic	27	16.16	15.03
	(2) Diluted	27	16.16	15.03
SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES		1		

The accompanying notes from an integral part of the consolidated financial statement.
As per our report of even date attached.

For S. K. Singhania & Co.
Chartered Accountants
Firm Registration No. 302206E

Rajesh Kr. Singhania
Partner
Membership No. 52722

Place: Kolkata
Date: May 26th, 2017

For and on behalf of the Board

A.K.Mall
Managing Director

G.K.Mall
Director

S.S.Agrawal
Chief Financial Officer

Nidhi Agarwal
Company Secretary

CONSOLIDATED CASH FLOW STATEMENT for the year ended 31st March, 2017

Amount in (Rs.)

Particulars	31-March-2017	31-March-2016
A. CASH FLOW FROM OPERATING ACTIVITIES		
Net Profit before Taxation and Extraordinary Items	15,17,86,890	14,10,85,987
Adjustment for :		
Depreciation	5,29,65,490	5,86,62,844
Interest Expenses	2,95,84,680	2,27,92,562
Sundry Balances written off	-	4,60,041
Irrecoverable debts written off	-	15,22,184
Interest Income	(4,33,228)	(7,85,035)
Profit on Sale of Fixed Assets/Investment	(88,69,946)	(8,65,137)
Unspent Liability & unclaimed balances Written Back	(8,27,315)	-
Operating Profit before Working Capital Changes	22,42,06,571	22,28,73,445
Movements in Working Capital		
Decrease/(Increase) in Inventories	3,98,13,410	(5,91,42,985)
Decrease/(Increase) in Trade Receivables	2,46,60,578	(6,95,80,540)
Decrease/(Increase) in Short Term Loans and Advances	(35,62,291)	9,62,03,206
Decrease/(Increase) in Long Term Loans and Advances	(22,06,772)	(58,54,158)
Increase/(Decrease) in Short Term Provisions	(17,34,307)	35,07,148
Increase/(Decrease) in Other Current Liabilities	85,39,079	(40,84,075)
Increase/(decrease) in Trade Payable	4,59,31,688	(6,80,21,697)
Cash generated from Operations	33,56,47,955	11,59,00,344
Direct Taxes paid(net of Refunds)	5,98,32,340	4,54,96,576
Net Cash from Operating Activities	27,58,15,616	7,04,03,768
B. CASH FLOW FROM INVESTING ACTIVITIES		
Interest Income	4,33,228	7,85,035
Profit on Sale of Fixed Assets/ Investments	88,69,946	8,65,137
Outflow:		
Purchase / Sale of Fixed Assets	(2,85,65,217)	(14,39,71,335)
Expenditure on Capital WIP	(2,09,86,686)	4,69,33,387
Purchase/ Sale of Investments (Net)	(6,34,65,945)	1,00,93,716
Net cash used in investing activities	(10,37,14,674)	(8,52,94,060)
C. CASH FLOW FROM FINANCING ACTIVITIES		
Inflow :		
Repayment of Long Term Loans	(7,71,77,028)	(1,64,01,848)
(Repayment)/ Proceeds from Short Term Borrowings	(4,91,85,513)	6,75,94,097
Interest Paid	(2,95,84,680)	(2,27,92,562)
Dividend paid	(1,24,80,000)	(93,60,000)
Dividend Distribution Tax paid	(25,40,928)	(19,05,509)
Net Cash used in Financing activities	(17,09,68,148)	1,71,34,178
Net Increase/(Decrease) in cash or cash equivalents (A+B+C)	11,32,793	22,43,886
Cash or Cash equivalents at the beginning of the year	1,58,52,430	1,36,08,544
Cash or Cash equivalents at the end of the year	1,69,85,223	1,58,52,430

The above Cash Flow Statement has been prepared under the indirect method set out in Accounting Standard on Cash Flow Statements (AS 3). This is the Cash Flow Statement referred to in our report of even date.

For S. K. Singhanian & Co.
Chartered Accountants
Firm Registration No. 302206E

Rajesh Kr. Singhanian
Partner
Membership No. 52722

Place: Kolkata
Date: May 26th, 2017

For and on behalf of the Board

A.K.Mall
Managing Director

G.K.Mall
Director

S.S.Agrawal
Chief Financial Officer

Nidhi Agarwal
Company Secretary

NOTES ON CONSOLIDATED FINANCIAL STATEMENT for the year ended 31st March, 2017

Note 1.1: Statement of Significant Accounting Policies

Basis for preparation of Financial Statements

The consolidated financial statements comprising of the financial statements of Mallcom (India) Limited (MIL or 'the Company') and its subsidiaries (Group) have been prepared in accordance with the Generally Accepted Accounting Principles in India and comply with the Accounting Standards specified under Section 133 of the Companies Act, 2013 read with Rule 7 of the Companies (Accounts) Rule, 2014. The consolidated financial statements are prepared on historical cost convention on accrual basis except for insurance claims which are accounted for on cash/acceptance basis due to uncertainty of realization.

The preparation of the consolidated financial statements in conformity with Generally Accepted Accounting Principles requires the management to make estimates and assumptions that affect the reported amounts of assets, liabilities and contingent liabilities at the date of financial statements and income and expenses for the reporting period. Estimates and assumptions are reviewed on an ongoing basis.

The Accounting Policies in all material aspects, have been consistently applied by the Group and are consistent with those used in the previous year except otherwise stated.

Principles of consolidation

- (a) The Consolidated Financial Statements (CFS) are prepared in accordance with Accounting Standard on "Consolidated Financial Statements" (AS-21) notified by the Companies Act, 2013.

The CFS is prepared using uniform accounting policies, in accordance with generally accepted accounting policies. All the subsidiaries follow financial year as accounting year.

- (b) The Consolidated Financial Statement (CFS) comprises the financial statements of Mallcom (India) Limited and its subsidiaries - Mallcom Safety Pvt. Ltd. and Mallcom VSFT Gloves Pvt. Ltd. which are incorporated in India.
- (c) The effect of intra group transactions between the company and its subsidiaries are eliminated on consolidation.

The significant accounting policies followed by the Group are stated below:

i) Revenue recognition

Sale of goods

Revenue is recognized when the significant risks and rewards of ownership of the goods have passed to the buyer, which generally coincides with delivery.

Export Incentives

Export incentives are accounted for on export of goods in the year of export if the entitlements can be estimated with reasonable accuracy and conditions precedent to claim are fulfilled.

Interest

Revenue is recognized on a time proportion basis taking into account the amount outstanding and the rate applicable.

Dividend

Revenue is recognized when the shareholders' right to receive payment is established by the balance sheet date.

ii) Fixed Assets

Fixed Assets excluding land are stated at cost less depreciation and impairment loss, if any land is shown at cost including the cost of development. Cost comprises the purchase price and any directly attributable cost of bringing the assets to its working condition for its intended use.

Depreciation on Tangible Fixed Assets is provided over the estimated useful life as specified in Schedule II of the Companies Act, 2013 on Written Down Value Method.

Depreciation on additions/disposals during the year is provided on pro-rata basis with reference to the date of addition /disposal.

Intangible assets are amortized over useful life not exceeding 6 years.

iii) Expenditure on New/Expansion Projects

Expenditure directly relating to the construction activity is capitalized. Pre operative and indirect expenditure incurred during construction period is capitalized as part of indirect construction cost to the extent to which the expenditure is related to the construction or is incidental thereto. Income attributable to the project is deducted from the total of such expenditure.

iv) Impairment

The carrying amounts of assets are reviewed at each balance sheet date if there is any indication of impairment based on internal/ external factors. An impairment loss is recognized wherever the carrying amounts of an asset exceed its recoverable amount. The recoverable amount is the greater of the assets' net selling price and value in use. In assessing value in use, the estimated future cash flows are discounted to their present value at the weighted average cost of capital. Reversal of impairment loss is recognized immediately as Income in the Statement of Profit and Loss.

v) Investments

Investments that are readily realizable and intended to be held for not more than a year are classified as current investment. All other investments are classified as long term investments. Current Investments are carried at lower of cost and fair value determined on individual investment basis. Long-terms investments are carried at cost. A provision of diminution is made to recognize a decline, other than temporary, in the value of long-term investments.

vi) Inventories

Raw Materials, Stores and spares are valued at the lower of cost and estimated net realizable value, after providing for cost of obsolescence and other anticipated losses, wherever, considered necessary. Finished

Goods and work-in-progress include cost of conversion and other costs incurred in bringing the inventories to their present location and condition.

Cost is determined on First in First out (FIFO) basis.

vii) Employee Benefits

Short Term Employee Benefits

Short term employee benefits, such as salaries, wages, incentives etc are recognized as expenses at actual amounts, in the Statement of Profit and Loss of the year in which the related services are rendered. Leave not availed in a year can be carried forward up to 60 days.

Post Employment Benefits

(a) Defined Contribution Plans

Defined contribution plans are Provident Fund Scheme, Employee State Insurance Scheme and Government administered Pension Fund Scheme for the employees. The company makes monthly contributions towards these funds / schemes, which are recognized in the Statement of Profit & Loss in the financial year to which they relate. There is no obligation other than the monthly contributions.

(b) Defined Benefit Plans

The company has a defined benefit plan for Post-employment benefit in the form of Gratuity for all employees. Contribution on account of gratuity payment is made to the Gratuity Trust. Liability for above defined benefit plan is provided on the basis of actuarial valuation, as at the Balance Sheet date. The actuarial method used for measuring the liability is the Projected Unit Credit method.

viii) Leases

Leases, where the lessor effectively retains substantially all the risks and benefits of ownership of the leased item, are classified as operating leases. Operating lease rentals are recognized as an expense in the Statement of Profit and Loss.

ix) Borrowing Cost

Borrowing Costs relating to acquisition/construction of qualifying assets are capitalized until the time of substantial activities necessary to prepare the qualifying assets for their intended use are complete. A qualifying asset is one that necessarily takes substantial period of time to get ready for its intended use. All other borrowing costs are charged to revenue.

x) Foreign Currency Transaction

Foreign currency transactions are recorded in the reporting currency prevailing at the date of the transaction. Realized gains/ losses on foreign exchange transactions during the year are recognized in the Statement of Profit and Loss.

Monetary assets and liabilities denominated in foreign currency are translated at the yearend rates and resultant gains/losses from foreign exchange translations are recognized in the Statement of Profit and loss.

Forward Exchange Contracts not intended for trading or speculation purposes

The premium or discount arising at the inception of forward exchange contracts is amortized as expense or income over the life of the contract. Exchange differences on such contracts are recognized in the statement of profit and loss in the year in which the exchange rates change. Any profit or loss arising on cancellation or renewal of forward exchange contract is recognised as income or expense for the year.

xi) Accounting for Taxes on Income

Tax expense comprises of current tax and deferred tax. Current income- tax is measured at the amount expected to be paid to the tax authorities in accordance with the Indian Income Tax Act. Deferred income tax reflects the impact of current year's timing differences between taxable income and accounting income for the year and reversal of timing differences of earlier years. Deferred tax is measured based on the tax rates and the tax laws enacted or substantively enacted at the balance sheet date. Deferred tax assets are recognized only to the extent that there is reasonable certainty that sufficient future taxable income will be available against which such deferred tax assets can be realized. Deferred tax asset arising on account of unabsorbed depreciation or carry forward tax losses are recognized only if there is virtual certainty supported by convincing evidence that they can be realized against future taxable profits.

The carrying amount of deferred tax assets are reviewed at each balance sheet date. The company writes down the carrying amount of a deferred tax asset to the extent that it is no longer reasonably or virtually certain, as the case may be, that sufficient income will be available against which deferred tax asset can be realized.

xii) Earnings Per Share

Basic Earning Per Share is calculated by dividing the net profit or loss after tax for the year attributable to Equity Shareholders (after deducting attributable taxes) by the weighted average number of equity shares outstanding during the year. The weighted average numbers of equity shares outstanding during the year are adjusted for events of bonus issue, bonus elements in a right issue to existing shareholders and share splits.

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

xiii) Provisions & Contingent Liabilities

A provision is recognized when an enterprise has a present obligation as a result of past event that probably requires an outflow of resources to settle the obligation, in respect of which a reliable estimate can be made. Provisions are not discounted to its present value and are determined based on best estimate required to settle the obligation at the balance sheet date. They are reviewed at each balance sheet date and adjusted to reflect the current best estimates.

Contingent Liabilities are not provided for and are disclosed by way of notes.

NOTES ON CONSOLIDATED FINANCIAL STATEMENT for the year ended 31st March, 2017 (contd.)

Note : 2 Share Capital

		Amount in (Rs.)	
Sl. No.	Particulars	31-March-2017	31-March-2016
1	AUTHORIZED CAPITAL		
	1,00,00,000 (1,00,00,000) Equity Shares of Rs. 10/- each	10,00,00,000	10,00,00,000
		10,00,00,000	10,00,00,000
2	ISSUED , SUBSCRIBED & PAID UP CAPITAL		
	62,40,000 (62,40,000) Equity Shares of Rs. 10/- each	6,24,00,000	6,24,00,000
	Total	6,24,00,000	6,24,00,000

A Reconciliation of the shares outstanding at the beginning and at the end of the reporting period

Equity Shares

Particulars	31-March-2017		31-March-2016	
	No.	(Rs.)	No.	(Rs.)
At the beginning of the reporting period	62,40,000	6,24,00,000	62,40,000	6,24,00,000
Issued during the period	-	-	-	-
Outstanding at the end of the reporting period	62,40,000	6,24,00,000	62,40,000	6,24,00,000

B Terms/rights attached to equity shares

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

In the event of liquidation of the company, the holders of equity share will be entitled to receive remaining assets of the company, after distribution of all preferential amounts. The distribution will be in proportion to the number of equity shares held by the shareholders. Shareholders are entitled for dividend if any declared by the Company.

C The company has issued 34,20,000 shares as fully paid Bonus Shares since incorporation.

D Details of shareholders holding more than 5% shares in the company

Particulars	31-March-2017		31-March-2016	
	No.	% Holding	No.	% Holding
Ajay Kumar Mall	10,80,820	17.32	11,00,820	17.64
Kadambini Securities Pvt. Ltd.	21,84,606	35.01	21,42,986	34.34
Jay Kumar Daga	13,31,533	21.34	13,33,925	21.37
Mallcom Holdings Pvt. Ltd.	6,01,100	9.63	5,97,600	9.58

As per the records of the company, the above shareholding represents both legal and beneficial ownership of shares.

NOTES ON CONSOLIDATED FINANCIAL STATEMENT for the year ended 31st March, 2017 (contd.)

Note : 3 Reserve & Surplus

Amount in (Rs.)

Sl. No.	Particulars	31-March-2017	31-March-2016
1	Securities Premium reserve	5,11,00,000	5,11,00,000
	As per Last Financial Statement	-	-
2	Capital Reserve	4,01,48,906	4,01,48,906
	As per Last Financial Statement	-	-
3	General Reserve	-	-
	As per Last Financial Statement	43,70,00,000	36,25,54,512
	Add: Transferred from surplus in the statement of profit and loss	7,80,00,000	7,44,45,488
	Closing Balance	51,50,00,000	43,70,00,000
4	Surplus/(deficit) in the statement of profit and loss	-	-
	As per Last Financial Statement	2,83,33,756	2,37,10,498
	Less: Adjustment for Sale of MSEPL	-	2,78,096
	Net Profit for the year	10,08,67,212	9,38,11,578
	Profit available for Appropriation	12,92,00,968	11,78,00,172
	Appropriations:		
	Proposed Dividend	-	1,24,80,000
	Tax on Proposed Dividend	-	25,40,928
	Transfer to General Reserve	7,80,00,000	7,44,45,488
	Closing Balance	5,12,00,968	2,83,33,756
	Total	65,74,49,874	55,65,82,662

Note : 4 Deferred Tax Assets

Amount in (Rs.)

Sl. No.	Particulars	31-March-2017	31-March-2016
1	Opening Balance for the year	7,62,863	3,56,747
		7,62,863	
	Add : Addition during the year	18,02,616	4,06,116
	Closing Balance	25,65,479	7,62,863
	Total	25,65,479	7,62,863

Note : 5 Long Term Borrowings

Amount in (Rs.)

Sl. No.	Particulars	31-March-2017	31-March-2016
	SECURED		
1	Foreign Currency Term Loan from CITI Bank	1,91,18,048	4,02,01,757
2	Unsecured	-	-
	From Body Corporate	-	3,10,16,550
	From Related Parties	-	5,60,93,318
	From Others	3,55,16,550	45,00,000
	Total	5,46,34,598	13,18,11,625

- Foreign Currency Term Loan
[Secured by current and future fixed assets , entire current assets of the Mallcom VSFT Gloves Pvt Ltd, Corporate Guarantee of Mallcom (India) Limited and further secured by Personal Guarantee of Mr. Ajay Kumar Mall, Managing Director
- Unsecured Loan from related parties amounting to Rs.3,74,64,910 are interest free.

NOTES ON CONSOLIDATED FINANCIAL STATEMENT for the year ended 31st March, 2017 (contd.)

Note : 6 Short Term Borrowings

Amount in (Rs.)

Sl. No.	Particulars	31-March-2017	31-March-2016
	SECURED		
1	Loan Repayable on Demand		
	- From Bank		
	a) Export Packing Credit	45,34,31,371	10,12,44,461
	b) Packing Credit Foreign Currency Loan	-	39,90,97,366
	c) Foreign Currance Term Loan	1,78,25,824	2,01,00,879
	Total	47,12,57,195	52,04,42,706

- Export Packing Credit/ PCFC Loan [a+b]
[Secured by hypothecation of all present/future stock and receivables, all present/future fixed assets (excluding Land & Building) and Personal guarantee of Managing Director]
- Foreign Currency Term Loan
[Secured by current and future fixed assets, entire current assets of the Mallcom VSFT Gloves Pvt Ltd, Corporate Guarantee of Mallcom (India) Limited and further secured by Personal Guarantee of Mr. Ajay Kumar Mall, Managing Dierctor]

Note : 7 Trade Payable

Amount in (Rs.)

Sl. No.	Particulars	31-March-2017	31-March-2016
	Trade Payables (Refer Note 30 for details of dues to Micro and small Enterprises)	24,21,47,068	19,70,42,695
	Total	24,21,47,068	19,70,42,695

Note : 8 Other Current Liabilities

Amount in (Rs.)

Sl. No.	Particulars	31-March-2017	31-March-2016
1	Advance From Customers/Suppliers	6,29,39,947	8,35,00,660
2	Security Deposit from Customers	1,56,39,480	74,17,981
3	Book Overdraft	-	2,00,31,192
4	Sundry Creditor for Services and Expenses	4,87,97,541	2,60,12,091
5	Statutory Liabilities	2,32,28,537	51,04,502
	Total	15,06,05,505	14,20,66,426

Note : 9 Short Term Provisions

Amount in (Rs.)

Sl. No.	Particulars	31-March-2017	31-March-2016
1	Provision for Gratuity	-	19,09,698
2	Provision for Leave Encashment	33,87,193	32,11,802
3	Proposed Dividend	-	1,24,80,000
4	Tax on Proposed Dividend	-	25,40,928
	Total	33,87,193	2,01,42,428

NOTES ON CONSOLIDATED FINANCIAL STATEMENT for the year ended 31st March, 2017 (contd.)

Note : 10 Fixed Asset

Sl. No	Particulars	Gross Block			Depreciation			Net Block			
		Amount in (Rs.)	Amount in (Rs.)	Amount in (Rs.)	Amount in (Rs.)	Amount in (Rs.)	Amount in (Rs.)	Amount in (Rs.)	Amount in (Rs.)		
		As at 1st April 2016	Addition during the year	Deduction during the year	As at 31st March 2017	Upto 31st March 2016	Charge for the year	On Disposal	Upto 31st March 2017	As at 31st March 2017	As at 31st March 2016
i)	Tangible Assets										
1	Lease Hold Property	1,15,49,521	-	-	1,15,49,521	70,58,040	8,55,520	-	79,13,560	36,35,961	44,91,481
2	Land	4,59,52,398	-	-	4,59,52,398	-	-	-	-	4,59,52,398	4,59,52,398
3	Building	22,01,96,075	50,97,501	-	22,52,93,576	7,57,71,844	1,13,67,856	-	8,71,39,701	13,81,53,875	14,44,24,231
4	Plants and Equipments	39,37,32,556	5,24,19,924	2,03,181	44,59,49,299	20,84,62,250	3,22,98,341	22,514	24,07,38,077	20,52,11,222	18,52,70,306
5	Electrical Installations	2,92,19,108	20,85,934	-	3,13,05,042	1,69,90,403	24,33,933	-	1,94,24,337	1,18,80,705	1,22,28,705
6	Mould & Dies	3,06,82,694	-	-	3,06,82,694	2,56,87,897	7,24,319	-	2,64,12,216	42,70,478	49,94,797
7	Furniture & Fixtures	2,38,46,473	6,43,372	-	2,44,89,845	1,79,53,899	16,45,614	-	1,95,99,514	48,90,331	58,92,574
8	Vehicles	1,27,92,043	-	-	1,27,92,043	73,21,762	17,60,583	-	90,82,345	37,09,698	54,70,281
9	Office Equipments	2,28,27,323	6,95,725	-	2,35,23,048	2,00,10,092	5,53,458	-	2,05,63,550	29,59,498	28,17,231
	SUB TOTAL (A)	79,07,98,190	6,09,42,456	2,03,181	85,15,37,465	37,92,56,187	5,16,39,626	22,514	43,08,73,299	42,06,64,167	41,15,42,003
(ii)	Intangible Assets										
1	Computer Software	68,00,237	1,90,710	-	69,90,947	52,08,685	12,64,686	-	64,73,371	5,17,576	15,91,552
2	Patent Right	-	1,55,653	-	1,55,653	-	61,178	-	61,178	94,475	-
3	Goodwill	43,25,284	2,812	-	43,28,096	-	-	-	-	43,28,096	43,25,284
	SUB TOTAL (B)	1,11,25,521	3,49,175	-	1,14,74,696	52,08,685	13,25,864	-	65,34,549	49,40,147	59,16,836
(iii)	Capital Work in Progress										
1	Plant & Equipment	2,28,03,715	1,89,17,833	2,72,17,727	1,45,03,821	-	-	-	-	1,45,03,821	2,28,03,715
2	Building	48,71,331	20,68,853	42,41,734	26,98,450	-	-	-	-	26,98,450	48,71,331
3	Electrical Installations	10,86,286	-	10,86,286	-	-	-	-	-	-	10,86,286
	SUB TOTAL (C)	2,87,61,332	2,09,86,686	3,25,45,747	1,72,02,271	-	-	-	-	1,72,02,271	2,87,61,332
	Total [A + B + C] (Current Year)	83,06,85,043	8,22,78,317	3,27,48,928	88,02,14,432	38,44,64,872	5,29,65,490	22,514	43,74,07,847	44,28,06,585	44,62,20,172
	(Previous Year)	73,33,70,363	19,16,73,908	9,43,59,227	83,06,85,043	32,58,14,867	5,86,62,844	12,839	38,44,64,872	44,62,20,172	40,75,55,496

NOTES ON CONSOLIDATED FINANCIAL STATEMENT for the year ended 31st March, 2017 (contd.)

Note : 11 Non-Current Investment

		Amount in (Rs.)	
Sl. No.	Particulars	31-March-2017	31-March-2016
1	Investment in Equity Instrument [Non-Trade]		
	Quoted		
	Nagarjuna Fertilizers Limited 1,100 Shares (1100 Shares)	-	34,350
	[A]	-	34,350
2	Investment in Government or Trust Securities [B]	6,000	6,000
	[NSC Placed with Sales Tax Authorities]		
	Total [A+B]	6,000	40,350
	Aggregate amount of Quoted Investment	-	34,650
	Aggregate amount of Market value of quoted Investment	-	-
	Aggregate amount of Unquoted Investment	-	6,000

Note : 12 Long Term Loans and Advances

		Amount in (Rs.)	
Sl. No.	Particulars	31-March-2017	31-March-2016
1	Security Deposit (Unsecured and Considered Good)		
	Earnest Money Deposit	7,40,415	2,96,619
	Other Deposit	2,71,99,726	2,48,99,551
2	Loan to Employees (Unsecured and Considered Good)	-	5,37,199
	Total	2,79,40,141	2,57,33,369

Note : 13 Current Investment

		Amount in (Rs.)	
Sl. No.	Particulars	31-March-2017	31-March-2016
1	Citicorp Finance (India) Limited (Corporate Bonds) 500 of Rs. 1,00,000/- each	5,00,00,000	-
2	ICICI Prudential Regular Savings Fund-DP-Growth 5,03,468.34 Units	90,00,000	-
3	Kotak Income Opportunities Fund-Growth 2,53,074.37 Units	45,00,295	-
	Total	6,35,00,295	-
	Aggregate Market Value of Investment	6,36,27,386	-

NOTES ON CONSOLIDATED FINANCIAL STATEMENT for the year ended 31st March, 2017 (contd.)

Note : 14 Inventories

Amount in (Rs.)

Sl. No.	Particulars	31-March-2017	31-March-2016
1	Raw Material [Includes Goods in Transit Rs.2,24,25,102/- (Rs. 14,33,418/-)]	30,10,02,698	33,84,55,379
2	Work-in-Progress	8,89,05,286	9,62,47,526
3	Finished Goods	9,51,18,549	8,14,98,574
4	Stores & Spares	4,46,80,785	1,45,96,042
5	Traded Goods	-	3,87,23,207
	Total	52,97,07,318	56,95,20,728

Note : 15 Trade Receivables

Amount in (Rs.)

Sl. No.	Particulars	31-March-2017	31-March-2016
1	Unsecured, Considered Good :		
	(a) Outstanding for a period exceeding 6 months from due date	1,10,41,047	1,29,44,527
	(b) Other receivables	30,84,75,895	33,12,32,993
	Total	31,95,16,942	34,41,77,520

Note : 16 Cash & Cash Equivalent

Amount in (Rs.)

Sl. No.	Particulars	31-March-2017	31-March-2016
1	Cash in Hand	10,66,122	22,75,348
	Sub Total (A)	10,66,122	22,75,348
2	Balances with banks		
	In Current Accounts	1,30,59,088	1,28,71,543
	In EEFC Account	19,82,744	-
	In Fixed Deposit Accounts [Including Interest accrued thereon]	8,77,269	7,05,538
	Sub Total (B)	1,59,19,101	1,35,77,081
	Total [A+B]	1,69,85,223	1,58,52,429

Note : 17 Short Terms Loans and Advances

Amount in (Rs.)

Sl. No.	Particulars	31-March-2017	31-March-2016
1	Unsecured, Considered Good :		
	Advance Recoverable in cash or in kind*	13,85,462	33,02,171
	Advance to Suppliers	9,74,25,786	9,92,05,854
	Advance Income Tax (net of provisions)	1,40,06,575	49,48,600
	MAT Credit Receivable	32,95,011	16,20,700
	Balance With Revenue Authorities (Indirect Taxes)	12,21,58,380	11,82,84,123
	Security Deposit	20,07,474	-
	Prepaid Expenses	19,67,122	15,18,411
	Staff Advances	19,01,819	9,73,193
	Total	24,41,47,629	22,98,53,052

* Includes amount receivable from Related Parties

- 4,29,90,736

NOTES ON CONSOLIDATED FINANCIAL STATEMENT for the year ended 31st March, 2017 (contd.)

Note : 18 Revenue from Operations

Amount in (Rs.)

Sl. No.	Particulars	31-March-2017	31-March-2016
1	Sale of Finished Goods	1,64,76,11,206	1,63,97,09,025
2	Sale of Traded Goods	75,67,41,515	95,86,90,413
3	Export Incentives	12,33,88,106	15,80,69,160
	Total	2,52,77,40,827	2,75,64,68,599

Sale of Finished Goods

Amount in (Rs.)

Sl. No.	Particulars	31-March-2017	31-March-2016
1	Leather Gloves	45,77,82,913	48,34,08,922
2	Textile Garments	55,80,09,443	51,72,99,925
3	Nitrile Dipped Gloves	5,56,53,968	33,50,33,600
4	Safety Shoes	48,36,28,626	23,07,53,051
5	Shoe Upper	1,99,27,446	6,37,57,135
6	Knitted Gloves	4,34,19,393	68,86,072
7	Helmet / Facemask	30,11,842	25,70,321
8	Raw Hide/ Leather	2,52,27,176	-
9	Hosiery Yarn	9,50,400	-
	Total	1,64,76,11,206	1,63,97,09,026

Sale of Traded Goods

Amount in (Rs.)

Sl. No.	Particulars	31-March-2017	31-March-2016
1	Safety Shoes	9,78,34,414	35,29,90,506
2	Nitrile Dipped Gloves	23,99,57,646	-
3	Leather Gloves	29,60,32,619	39,24,42,987
4	Woven Liner	7,99,44,651	-
5	Knitted Gloves	-	10,87,39,925
6	Cotton Yarn	-	6,71,39,447
7	Textile Garments	2,78,619	-
8	Stock Sale	4,17,92,379	-
9	Eye Protection	9,01,187	-
10	Others	-	3,73,77,548
	Total	75,67,41,515	95,86,90,413

Note : 19 Other Income

Amount in (Rs.)

Sl. No.	Particulars	31-March-2017	31-March-2016
1	Interest	4,33,228	7,85,035
2	Gain on Foreign Exchange Fluctuation (Net)	1,81,30,080	57,29,587
3	Profit on sale of Investment	88,18,830	9,79,964
4	Unspent Liabilities & Unclaimed balances Written Back	8,27,315	-
5	Other Receipts	6,23,560	7,08,713
	Total	2,88,33,014	82,03,298

NOTES ON CONSOLIDATED FINANCIAL STATEMENT for the year ended 31st March, 2017 (contd.)

Note : 20A Cost of Material Consumed

		Amount in (Rs.)	
Sl. No.	Particulars	31-March-2017	31-March-2016
a)	Opening Stock	34,69,22,012	33,42,42,057
	PURCHASES OF RAW MATERIALS AND STORES		
1	Raw Material [Including Carriage Inward]	1,15,69,72,424	1,21,99,53,791
2	Stores & Consumables	12,79,48,619	12,29,26,485
3	Packing Materials	3,09,03,904	3,95,29,013
	Sub-total	1,31,58,24,946	1,38,24,09,289
b)	Closing Stock	34,56,83,483	35,30,51,420
	Fabrication & Processing Charges	19,63,69,109	17,84,56,901
	Cost of Materials Consumed	1,51,34,32,584	1,54,20,56,827
	Total	1,51,34,32,584	1,54,20,56,827

Closing Stock of Raw Materials

		Amount in (Rs.)	
Sl. No.	Particulars	31-March-2017	31-March-2016
1	Fabric	8,66,33,522	8,09,92,525
2	Leather	15,62,47,125	17,87,20,666
3	Liner	65,25,814	37,69,267
4	Chemical	1,28,91,164	71,32,931
5	Others	3,87,05,074	6,78,39,990
	Total	30,10,02,698	33,84,55,379

Note : 20B Purchase of Stock-in-Trade

		Amount in (Rs.)	
Sl. No.	Particulars	31-March-2017	31-March-2016
1	Woven Gloves	8,21,71,704	
2	Safety Shoes	9,43,43,925	11,55,67,108
3	Nitrile Dipped Gloves	21,59,243	10,30,080
4	Leather Gloves	29,16,06,850	39,32,40,392
5	Cotton Yarn	-	6,78,01,639
6	Knitted Gloves	-	9,81,60,629
7	Textile Garments	2,05,241	
8	Fabric	-	4,19,72,473
9	Cotton Knitted Gloves	30,05,630	-
10	Eye Protection	15,45,616	-
11	Stock Purchase	17,92,379	-
12	Others	-	2,96,13,367
	Total	47,68,30,588	74,73,85,687

NOTES ON CONSOLIDATED FINANCIAL STATEMENT for the year ended 31st March, 2017 (contd.)

Note : 21 Changes in Inventories of Finished Goods and Work in Progress and Traded Goods and Stock in Trade
Amount in (Rs.)

Sl. No.	Particulars	31-March-2017	31-March-2016
1	Inventories at the beginning of the year		
	Work in Progress	9,62,47,526	7,75,93,044
	Finished Goods	12,63,51,189	9,85,42,641
		22,25,98,716	17,61,35,685
2	Inventories at the end of the year		
	Work in Progress	8,89,05,286	9,62,47,526
	Finished Goods	9,51,18,549	8,14,98,574
	Traded Goods	-	3,87,23,207
		18,40,23,835	21,64,69,308
	TOTAL	3,85,74,881	(4,03,33,623)
Sl. No.	Particulars	31-March-2017	31-March-2016
1	Finished Goods		
	Leather Gloves	28,42,958	13,09,857
	Leather	-	1,54,47,098
	Fabric	-	12,80,672
	Textile Garments	1,01,15,695	-
	Nitrile Dipped Gloves	1,74,84,797	1,48,94,540
	Safety Shoes	2,27,39,043	4,12,74,636
	Shoe Upper	-	2,07,277
	Knitted Gloves	8,47,846	-
	Face-Mask	10,84,239	32,82,452
	Helmets	5,78,692	2,77,983
	Personal Protective Equipments (Others)	3,94,25,279	35,24,060
		9,51,18,549	8,14,98,575
2	Work-in-progress		
	Leather Gloves	21,23,798	1,51,82,964
	Leather	-	37,62,294
	Textile Garments	2,52,20,769	2,34,23,226
	Knitted Gloves	4,42,089	-
	Nitrile Dipped Gloves	-	-
	Safety Shoes	15,06,185	5,31,90,920
	Shoe Uppers	5,93,04,844	5,29,523
	Face Mask	3,07,600	1,58,600
		8,89,05,285	9,62,47,526
3	Traded Goods		
	Others	-	3,87,23,207
		-	3,87,23,207

NOTES ON CONSOLIDATED FINANCIAL STATEMENT for the year ended 31st March, 2017 (contd.)

Note : 22 Employment Benefit Expenses

Amount in (Rs.)

Sl. No.	Particulars	31-March-2017	31-March-2016
1	Salaries, Wages and Bonus	9,61,21,583	10,46,68,823
2	Contribution to Provident and Other Funds	47,68,794	53,52,723
3	Contribution to Gratuity Fund	-	19,09,698
4	Leave Encashment	1,75,391	20,57,735
5	Staff Welfare Expenses	29,20,643	32,11,802
	Total	10,39,86,412	11,72,00,780

Note : 23 Financial Cost

Amount in (Rs.)

Sl. No.	Particulars	31-March-2017	31-March-2016
1	Interest Expenses	2,95,84,680	2,27,92,562
2	Bank Charges and ancillary borrowing cost	53,18,749	71,54,055
	Total	3,49,03,429	2,99,46,617

Note : 24 Depreciation & Amortised Cost

Amount in (Rs.)

Sl. No.	Particulars	31-March-2017	31-March-2016
1	Depreciation of tangible assets	5,16,39,626	5,83,14,927
2	Amortization of intangible assets	13,25,864	3,47,917
	Total	5,29,65,490	5,86,62,844

NOTES ON CONSOLIDATED FINANCIAL STATEMENT for the year ended 31st March, 2017 (contd.)

Note : 25 Other Administrative Expenses

Amount in (Rs.)

Sl. No.	Particulars	31-March-2017	31-March-2016
1	Power & Fuel	3,33,14,087	2,93,74,448
2	Rent	26,40,129	27,32,913
3	Insurance	21,03,074	17,48,287
4	Factory Maintenance	63,59,869	69,06,481
5	Repairs to Buildings	9,46,504	6,40,084
6	Repairs to Machinery	67,65,739	51,14,854
7	Carriage Outward	23,23,340	38,23,215
8	Labour Charges	2,09,57,918	1,46,29,552
9	Freight - Export	1,31,62,723	36,11,032
10	Terminal Handling Charges - Export	45,79,151	93,39,536
11	Clearing & Forwarding expenses	1,46,43,871	1,21,03,175
12	Sales Promotion Expenses	1,78,05,339	1,08,82,976
13	Sales Commission	63,23,245	43,40,429
14	Trade Fair Expenses	1,6,85,333	33,31,433
15	Other selling expenses	1,51,81,239	1,32,78,045
16	Postage, Telephone & Telex	43,11,458	28,27,544
17	Travelling & Conveyance	85,84,381	86,98,702
18	Printing & Stationery	16,31,110	17,53,018
19	Filling Fees	40,265	32,381
20	Rates & Taxes	34,26,861	35,02,293
21	Legal & Professional Fees	32,91,464	60,28,448
22	Security Charges	40,90,721	41,71,638
23	Membership & Subscription	7,43,267	4,07,505
24	Directors' Sitting Fees	84,000	96,000
25	Advertisement	-	1,16,000
26	Payment to auditors (refer details below)	5,99,306	4,45,295
27	Sundry balance Written off	-	4,60,041
28	Irrecoverable receivables written off	-	15,22,187
29	Miscellaneous Expenses	84,78,095	85,03,315
30	Loss on Foreign Exchange Fluctuation (Net)	-	81,31,125
31	Loss on sale of Fixed Assets	-	1,14,827
	Total	18,40,72,489	16,86,66,778
	Payment to Auditor		
	As Auditor:		
	Audit Fee	3,02,500	2,25,000
	Tax Audit Fee	80,000	55,000
	Certification Charges	80,000	1,09,000
	Other Services	58,500	-
	Service Tax Payable	78,306	56,295
		5,99,306	4,45,295

NOTES ON CONSOLIDATED FINANCIAL STATEMENT for the year ended 31st March, 2017 (contd.)

26. Related Party Transactions

a)	Associates	i)	Kadambini Securities Pvt. Ltd. [KSPL]
		ii)	Mallcom Holdings Pvt. Ltd. [MHPL]
		iii)	Movers Construction Pvt. Ltd. [MCPL]
		iv)	Chaturbujh Impex Pvt. Ltd. [CIPL]
		v)	DNB Exim Pvt. Ltd. [DNB]
		vi)	Two Star Tannery Pvt. Ltd. [TSTPL]
		viii)	Best Safety Pvt. Ltd [BSPL]
		viii)	Vikram Traders Private Limited [VTPL]
		ix)	Mallcom Lexotic Exports Private Limited [MLEPL]
		x)	B.Ghose & Co. Private Limited
		xi)	Norman Stewards Private Limited
		xii)	Anmol Components Pvt. Ltd.
b)	Key Managerial Personnel	i)	Mr. Ajay Kumar Mall (Managing Director)
c)	Relatives of Key Managerial Personnel	i)	Mr. Sanjay Kumar Mall
		ii)	Mrs. Sunita Mall
		iii)	Mr. Giriraj Mall
		iv)	Mr. Rohit Mall
		v)	Mrs. Kiran Devi Mall
		vi)	Mrs. Preeti Mall
		vii)	Ms. Surabhi Mall
		viii)	Mr. Sharad Verma

(d) Transaction with related parties during the year and balance outstanding at the year end:

Particulars	Transaction with associates referred to in (a) above		Transaction with Key Managerial personnel referred to in (b) above		Transaction with relatives of Key Managerial referred to in (c) above	
	2016-17	2015-16	2016-17	2015-16	2016-17	2015-16
Purchase of Goods	4,643.89	4,058.53	-	-	-	-
Sale of Goods	728.74	661.56	-	-	-	-
Advance Payable	-	595.07	-	-	-	-
Advance Given	231.58	855.20	-	-	-	-
Refund of Advances Given	287.71	-	-	-	-	-
Advance payable	-	3.54	-	-	-	-
Security Deposit payable	-	73.15	-	-	-	-
Security Deposit Receivable	230.69	114.39	-	-	-	-
Advance taken	201.85	150.83	-	-	-	-
Advance Receivable	7.43	411.96	-	-	-	-
Interest Paid	-	33.71	-	-	-	-
Job Work Charges Paid	354.31	196.42	-	-	-	-
Consultancy Charges	-	7.30	-	-	-	-
Reimbursement of Expenses	11.88	-	-	-	-	-
Remuneration **	-	-	30.71	27.27	-	34.08
Dividend Paid	64.26	47.89	21.60	16.51	7.07	5.44
Sale of Share	-	15.53	-	5.01	-	5.00
Rent Paid	13.79	13.74	-	-	-	-

**As the future liability of gratuity is provided on actuarial basis for the company as a whole, the amount pertaining to the related party is not included above.

NOTES ON CONSOLIDATED FINANCIAL STATEMENT for the year ended 31st March, 2017 (contd.)

27. Earnings Per Share

Earning Per Share (EPS)	2016-17	2015-16
Net Profit as per statement of Profit and Loss	10,08,67,212	93,811,578
Weighted average number of Equity Shares outstanding	6,240,000	6,240,000
Earnings per Share (Basic and Diluted) (Rs.)	16.16	15.03
Nominal Value of shares (Rs.)	10.00	10.00

28. Segment Reporting

Based on the guiding principles given in Accounting Standard on Segment Reporting, (AS-17), the Group's primary business segment is Industrial Safety Products. The Industrial Safety Products business incorporates product groups' viz. Leather hand Gloves, Industrial Work Garments, Seamless Knitted Gloves, Leather Shoe Upper, Safety Shoes and Nitrile Dipped Gloves, which mainly have similar risks and returns. Thus the Group's business activity falls within a single primary business segment.

For the purpose of geographical segments, total sales are divided into India and other countries. The following table shows the distribution of the company's sales by geographical market regardless of where the goods are produced:

Particulars	2016-17	2015-16
Revenue from Operations:		
Outside India	17,926.82	20,120.56
Within India	6,188.16	5,863.43
Total	24,114.98	25,983.99

Particulars	2016-17	2015-16
Trade Receivables:		
Outside India	2,619.53	3,371.85
Within India	575.61	69.91
Total	3,195.14	3,441.76

The group has common fixed assets for producing goods for domestic and export markets. Hence, separate figures for fixed assets / additions to fixed assets are not furnished.

29. Lease

In case of assets taken on lease:

Operating Lease:

The company has taken certain premises on lease for 3 years to 99 years. There are no subleases.

Particulars	2016-17	2015-16
Lease payment for the year	12.23	13.13
Minimum Lease payment not later than 1 year	12.49	12.08
Later than one year but not later than Five years	37.90	48.31
Later than Five years	31.44	32.31

NOTES ON CONSOLIDATED FINANCIAL STATEMENT for the year ended 31st March, 2017 (contd.)

30. a. Contingent liabilities not provided for:

Contingent Liabilities	2016-17	2015-16
Export bills duly discounted/negotiated under LC and for which acceptance already received and/or moved to bank line (previous year figures relates to Bill drawn under LC only)	1,231.69	1,213.85
Outstanding Bank guarantee issued by SBI and CITI Bank	1.64	63.97
B-17 Bond issued in favor of "Asst. Commissioner of Central Excise, Calcutta" covering the purchase of imported / indigenous capital goods/ raw materials without payment of Custom duty/ Excise Duty with respect to 100% E.O.U. for seamless knitted gloves	250.00	250.00
B-17 Bond issued in favor of "Deputy Commissioner of Customs, FSEZ", covering the purchase of imported / indigenous capital goods/ raw materials without payment of Custom duty/ Excise Duty with respect to 100% SEZ unit	500.00	500.00
Sales Tax demand in respect of earlier years, which has been disputed by the Company	11.54	11.54
Income Tax Demand in respect of earlier years, which has been disputed by the company	151.55	195.46
Service Tax Demand in respect of earlier years which has been disputed by the company	31.88	-
ESIC demand in respect of earlier years, which has been disputed by the Company	1.57	-
Corporate Guarantee given in favor of Citibank N.A. for providing term loan to the subsidiary company "Mallcom VSFT Gloves Pvt. Ltd"	600.00	600.00

b. The company has the following outstanding export forward contracts against the confirmed orders in hand hence no contingent liability has been estimated.

Particulars	Purpose	Currency	Amount	Cross Currency
Forward Contract	Exports	USD	33,19,864 (31,17,375)	Rupees
	Exports	EURO	15,74,842 (14,68,352)	Rupees

c. Trade Payables includes USD 3,48,603 (INR 2,26,02,955) and Euro 20,011 (INR 13,85,714) Previous Year USD 401,349 (INR 256,08,851) which is naturally hedged against export receivables.

31. Micro Small and Medium Enterprises

There were no dues outstanding to the suppliers as on 31.03.2017 registered under the Micro, Small and Medium Enterprises (Development) Act, 2006; to the extent such parties have been identified from the available documents/ information. No interest in terms of such Act has either been paid or provided during the year.

32. In the opinion of the management and to the best of their knowledge and belief, the value of realization of loans and advances and other current assets in the ordinary course of business will not be less than the amount at which they are stated in the Balance Sheet.

33. Estimated amount of Contracts remaining to be executed on capital account and not provided for Rs.Nil (Rs Nil)

NOTES ON CONSOLIDATED FINANCIAL STATEMENT for the year ended 31st March, 2017 (contd.)

34. Raw Materials, chemicals and packing Materials Consumption

Particulars	2016-17	Percentage %	2015-16	Percentage %
Raw Material				
Imported	2,095.94	15.30	1,745.44	12.87
Indigenous	11,604.36	84.70	11,811.52	87.13
Total	13,700.30	100.00	13,556.96	100.00
Consumables Stores, Spares and packing materials				
Imported	339.05	23.64	425.11	22.81
Indigenous	1,094.96	76.36	1438.49	77.19
Total	1,434.01	100.00	1,863.60	100.00

35. Value of Imports calculated on C.I.F Basis

Particulars	2016-17	2015-16
Raw Materials	2,558.66	1,726.56
Components and Spare Parts	339.05	425.11
Capital goods	323.62	309.78
Finished goods	-	47.49
Total	3,221.33	2,508.94

36. Expenditure in Foreign Currency

Particulars	2016-17	2015-16
Sales Commission	52.24	105.83
Sales Claim	2.16	26.51
Sales Promotion Expenses	14.56	1.97
Trade Fair Expenses	16.85	28.04
Interest on Secured Loan	13.54	-
Traveling Expenses	2.39	16.13
Bank Charges	1.13	-
CSR Expenses	15.33	-
Consultation Charges	-	6.58
Total	118.20	185.06

37. Earning in Foreign Currency

Particulars	2016-17	2015-16
Exports - FOB Basis	18,043.23	19,926.14
Total	18,043.23	19,926.14

NOTES ON CONSOLIDATED FINANCIAL STATEMENT for the year ended 31st March, 2017 (contd.)

38. Remittance in Foreign Currency on account of Dividend to Non Resident Shareholder

Particulars	2016-17	2015-16
Number of Shareholder	1	1
Number of shares held	13,33,925	14,00,000
Net amount of dividend remitted	26,67,850	21,00,000
Amount remitted for	Final dividend for FY 2015-16	Final dividend for FY 2014-15

39. The Company has a defined benefit gratuity plan. Every employee who has completed five years or more of service is entitled to Gratuity as per provisions of The Payment of Gratuity Act, 1972. The scheme is funded through approved gratuity trust and is managed by HDFC Standard Life Insurance Co Ltd.

40. The following tables summarize the components of net benefit expenses recognized in the Statement of Profit & Loss and the funded status and amounts recognized in the balance sheet for the Gratuity.

41.1: Table Showing Changes in Present Value of Obligations:

Particulars	2016-17	2015-16
Present value of the obligation at the beginning of the period	74.29	58.59
Interest cost	5.57	4.69
Current service cost	8.03	8.27
Benefits paid (if any)	(3.47)	(3.40)
Actuarial (gain)/loss	(8.73)	6.14
Present value of obligation at the end of the period	75.70	74.29

41.2: Key results (The amount to be recognized in the Balance Sheet):

Particulars	2016-17	2015-16
Present value of the obligation at the end of the period	75.70	74.29
Fair value of plan assets at end of period	82.33	55.74
Net liability/(asset) recognized in Balance Sheet and related analysis	(6.63)	18.56
Funded Status	6.63	(18.56)

41.3: Expense recognized in the statement of Profit and Loss:

Particulars	2016-17	2015-16
Interest cost	5.57	4.69
Current service cost	8.03	8.27
Expected return on plan asset	(4.18)	-
Net actuarial (gain)/loss recognized in the period	(15.51)	6.14
Expenses to be recognized in the statement of profit and loss accounts	(6.09)	19.10

NOTES ON CONSOLIDATED FINANCIAL STATEMENT for the year ended 31st March, 2017 (contd.)

41.4: Table showing changes in the Fair Value of Planned Assets:

Particulars	2016-17	2015-16
Fair value of plan assets at the beginning of the period	55.74	42.25
Expected return on plan assets	4.18	-
Contributions	19.10	16.88
Benefits paid	(3.47)	(3.40)
Actuarial gain/(loss) on plan assets	6.78	-
Fair Value of Plan Asset at the end of the Period	82.33	55.74

41.5: Table showing Fair Value of Planned Assets:

Particulars	2016-17	2015-16
Fair value of plan assets at the beginning of the period	55.74	42.25
Actual return on plan assets	10.96	-
Contributions	19.10	16.88
Benefits paid	(3.47)	(3.40)
Fair value of plan assets at the end of the period	82.33	55.74

41.6: Actuarial (Gain)/Loss on Planned Assets:

Particulars	2016-17	2015-16
Actual return on plan assets	10.96	-
Expected return on plan assets	4.18	-
Actuarial gain/ (Loss)	6.78	-

41.7: Actuarial (Gain)/Loss recognized:

Particulars	2016-17	2015-16
Actuarial gain/ (Loss) - obligation	(8.73)	6.14
Actuarial gain/ (Loss) - plan assets	(6.78)	-
Total Actuarial gain/ (Loss)	(15.51)	6.14
Actuarial gain/ (Loss) recognized	(15.51)	6.14
Outstanding actuarial gain/ (Loss) at the end of the period	-	-

41.8: Experience Adjustment

Period	2016-17	2015-16
Experience Adjustment gain/ (Loss) for Plan Liabilities	(11.50)	-
Experience Adjustment gain/ (Loss) for Plan Assets	(6.78)	-

NOTES ON CONSOLIDATED FINANCIAL STATEMENT for the year ended 31st March, 2017 (contd.)

41.9: Summary of membership data at the date of valuation and statistics based thereon:

Particulars	2016-17	2015-16
Number of employees	381	383
Total monthly salary	20,52,452	21,81,045
Average Past Service(Years)	7.00	6.50
Average remaining working lives of employees (Years)	22.60	23.40
Average Age (Years)	37.40	36.60
Weighted average duration (based on discounted cash flows) in years	16.00	-
Average Monthly Salary	5,387	-

41.10: The assumptions employed for the calculations are tabulated:

Discount rate	7.50 % per annum	8.00 % per annum
Salary Growth Rate	5.00 % per annum	5.00 % per annum
Mortality	Indian Assured Live Mortality (2006-08) Ultimate	Indian Assured Live Mortality (2006-08) Ultimate
Expected rate of return	7.50% p.a.	-
Withdrawal rate (Per Annum)	6.95% p.a.	6.95% p.a.

41.11: Benefits valued:

Normal Retirement Age	60 Years	60 Years
Salary	Terminal Basic Salary (Excluding all other Allowances and Perquisites)	Terminal Basic Salary (Excluding all other Allowances and Perquisites)
Vesting Period	5 Years of service	5 Years of service
Benefits on Normal Retirement	15/26* Salary* Number of completed Years of Service	15/26* Salary* Number of completed Years of Service
Benefit on early exit due to death and disability	As above except that no vesting conditions apply	As above except that no vesting conditions apply
Limit	10,00,000.00	10,00,000.00

41.12: Current liability:

Particulars	2016-17	2015-16
Current Liability	0.0*	6.95
Non Current Liability	0.0	67.34
Total Liability	0.0	74.29

* Because of Overfunding

* Current Liability: It is probable outlay in next 12 months as required by the Companies Act.

42. Provisions of Section 135 of the Companies Act, 2013 relating to Corporate, Social Responsibility (CSR) is applicable in case of the company. The Company was required to incur a minimum amount of Rs. 18,29,685/- (Rs 13,72,999/-) being two percent of average net profits of the company made during the three immediately preceding financial years as calculated as per section 198 of the Companies Act, 2013. The company has incurred a sum of Rs 16,82,939/- in the year and plans to contribute the remaining amount of CSR expenditures Rs 15,19,745/- during the current financial year.

NOTES ON CONSOLIDATED FINANCIAL STATEMENT for the year ended 31st March, 2017 (contd.)

43. Disclosure on Specified Bank Notes

During the year, the Company had Specified Bank Notes (SBNs) or other denomination notes as defined in the MCA notification, GSR 308 (E), dated March 31, 2017. The details of SBNs held and transacted during the period from November 8, 2016 to December 30, 2016, the denomination-wise SBNs and other notes as per the notification are as follows :

Particulars	SBNs	Other denomination notes	Total
Closing Cash in hand as on November 8, 2016	10,81,000	11,48,205	22,29,205
Add: Permitted Receipts		28,26,168	28,26,168
Less: Permitted payments		30,82,050	30,82,050
Less : Amount deposited in Banks	10,81,000	1,210	10,82,210
Closing Cash in hand as on December 30, 2016	-	8,91,113	8,91,113

44. ADDITIONAL INFORMATION PURSUANT TO SCHEDULE III OF THE COMPANIES ACT, 2013

Sl. No.	Name of the entity	Net assets i.e total asset minus total liabilities		Share in profit and loss	
		As % of consolidated net assets	Amount	As % of consolidated Profit and loss	Amount (Rs in Lakhs)
	Parent	82.06%	5907.06	92.69%	1406.99
	Subsidiaries				
	Indian:				
1	Mallcom VSFT Gloves Pvt. Ltd.	11.07%	797.18	7.24%	109.88
2	Mallcom Safety Pvt. Ltd.	6.85%	492.62	0.05%	0.83
	Minority interest in subsidiaries	0.02%	1.63	0.02%	0.17
	Associates (investment as per the equity method)				
	Indian	-	-	-	-
	Total	100.00%	7198.49	100.00%	1517.87

45. The Board of Directors has recommended dividend @ Rs. 2/- per equity (previous year Rs. 2/-) of Rs. 10/- each for the year ended 31st March, 2017.

46. Previous Year's Figures have been regrouped/ rearranged wherever considered necessary.

Signatories to Notes on Accounts 1 to 46

For S. K. Singhania & Co.
Chartered Accountants
Firm Registration No. 302206E

Rajesh Kr. Singhania
Partner
Membership No. 52722

Place: Kolkata
Date: May 26th, 2017

For and on behalf of the Board

A.K.Mall
Managing Director

G.K.Mall
Director

S.S.Agrawal
Chief Financial Officer

Nidhi Agarwal
Company Secretary

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Safety week activity at Halol, Gujarat



Blood Donation Camp, Kolkata



CII Seminar, 8th September, 2016



Eye Check up Camp, Haridwar



Growth Summit, February 2017



Power of Pink on Women's Day



Mallcom Health Camp: Transition from Illness to fitness



Participation in OSH Mumbai, 2016



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