



# **STRATMONT INDUSTRIES LIMITED**

**(FORMERLY KNOWN AS CHHATTISGARH INDUSTRIES LIMITED)**

## **ANNUAL REPORT 2017-18**

**Board of Directors**

MRS. GAYATRI DEVI GOYAL  
MR. JAGDISH SAVAJIBHAI CHHANGA  
MR. HARISH KISAN KUCHEKAR

CHAIRMAN  
MANAGING DIRECTOR  
DIRECTOR

**Bankers**

AXIS BANK

**REGISTERED OFFICE:**

ROOM NO.35, 1ST FLOOR,  
KAMLA SUPER MARKET RAIPUR,  
CHHATTISGARH- 492001 RAIPUR 492001

**AUDITOR**

**M/s SARP & ASSOCIATES**  
CHARTERED ACCOUNTANTS  
4, FAIRLEE PLACE, HMP HOUSE,  
1<sup>ST</sup> FLOOR, ROOM- 105,  
KOLKATA-70001.

**CORPORATE OFFICE**

B-502, D. N. NAGAR, PRATIK CHSL  
J. P. ROAD, OPP-DHAKE COLONY,  
ANDHERI (WEST) MUMBAI 400058

**CORPORATE OFFICE**

B-502, D. N. NAGAR, PRATIK CHSL,  
J. P. ROAD, OPP-DHAKE COLONY,  
ANDHERI (WEST) MUMBAI 400058

**REGISTRAR AND TRANSFER AGENT**  
**PURVA SHAREGISTRY (INDIA) PVT. LTD.**

UNIT NO. 9 SHIV SHAKTI IND. ESTATE.  
J.R. BORICHA MARG,  
OPP. KASTURBA HOSPITAL LANE,  
LOWER PAREL (E) MUMBAI- 400 011

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**REGD. OFFICE: Room No.35, 1ST Floor, Kamla Super Market Raipur,  
Chhattisgarh- Raipur 492001**

**Corporate office: B-502, Pratik CHS Ltd., JP Road, Opp. Dhake Colony,  
Andheri (West) Mumbai 400053 (Maharashtra)**

**CIN No: L21015CT1984PLC002416**

**Tel no.022-26200480**

**Email Id: contact@stratmontindustries.com. Website: www.stratmontindustries.com**

#### **NOTICE**

**NOTICE IS HEREBY GIVEN THAT THE 34TH ANNUAL GENERAL MEETING OF STRATMONT INDUSTRIES LIMITED WILL BE HELD ON SATURDAY AUGUST 25 , 2018 AT 10 AM AT LAND MARK HOTEL, SQUARE-BANQUET HALL,1ST FLOOR, NEAR MATA GARAGE, MAIN ROAD, PANDRI, RAIPUR-492004,CHHATTISGARH.**

TO TRANSACT THE FOLLOWING BUSINESS: -

#### **ORDINARY BUSINESS:**

1. To Receive, consider and adopt the Audited Financial Statements for the financial year ended 31st March, 2018 together with the Reports of the Board of Directors and Auditors thereon.
2. To appoint a Director in place of Mr. Harish Kisan Kuchekar , who retires by rotation and, being eligible, offers himself for re-appointment
3. Appointment of Auditors:

To consider and if thought fit to pass with or without modification(s) the following resolution as an Ordinary Resolution:

**“RESOLVED THAT** pursuant to the provisions of section 139 and other applicable provisions, if any, of the Companies Act, 2013 and the Rules framed there under, as amended from time to time, M/S SARP & ASSOCIATES, Chartered Accountants (Firm Registration No.007375C ), be and is hereby re-appointed as Auditors of the Company to hold office from the conclusion of the next Annual General Meeting (AGM) (subject to ratification of their appointment at every AGM),at such remuneration plus GST, out-of-pocket, travelling and living expenses, etc. as may be mutually agreed between the Board of Directors of the Company and the Auditors.”

#### **SPECIAL BUSINESS**

**4. FOR SHIFTING OF REGISTERED OFFICE OF THECOMPANY FROM THE STATE OF CHHATTISGARH TO THE STATE OF MAHARASHTRA.**

To consider and, if thought fit, to pass the following resolution as a Special Resolution:

**“RESOLVED THAT** subject to the provisions of section 12 & 13 read with Rule 30 of Companies (Incorporation) Rules, 2014 and all other applicable provisions, if any of the Companies Act, 2013 (including any statutory modification or re-enactment thereof, for the time being in force) and subject to the confirmation/

approval of the Regional Director and other regulatory authorities, government(s), judicial/quasi-judicial authorities, court(s), consent of the Company be and is hereby accorded for shifting of the Registered Office of the Company from the State of Chhattisgarh to the State of Maharashtra.”

**“RESOLVED FURTHER THAT** subject to the aforementioned confirmation/approval and pursuant to section 13 and all other applicable provisions, if any of the Companies Act, 2013, the existing clause II of Memorandum of Association of the Company be and is hereby substituted with the following clause II: “II. The Registered Office of the Company will be situated in the State of Maharashtra”

**“RESOLVED FURTHER THAT** upon the approval of the Regional Director, the Registered office of the Company be shifted from the State of Chhattisgarh to the State of Maharashtra.”

**“RESOLVED FURTHER THAT** for the purpose of giving effect to this resolution, the Board be and is hereby authorized to do all such acts, deeds, filings, matters and things and execute all such deeds, documents, instruments and writings as may be required, with powers on behalf of the Company to settle all questions, difficulties or doubts that may arise in this regard as the Board may in its sole and absolute discretion deem fit and delegate all or any of its powers herein conferred to any Director(s), Officer(s) and/or the Consultant of the Company, if required, as it may in its absolute discretion deem it necessary or desirable.

**5. CONSIDER AND IF THOUGHT FIT, TO PASS WITH OR WITHOUT MODIFICATION(S), THE FOLLOWING RESOLUTION AS A SPECIAL RESOLUTION:**

CONSIDER AND, IF THOUGHT FIT, TO PASS WITH OR WITHOUT MODIFICATION(S), THE FOLLOWING RESOLUTION AS A SPECIAL RESOLUTION:

1. Preferential issue and allotment of 20,00,000 equity shares of face value of Rs 10/- each the company to Non-promoter(s):

**“RESOLVED THAT** pursuant to the provisions of Section 42 & 62 and other applicable provisions, if any, of the Companies Act, 2013, as amended (“Companies Act”) read Companies (Share Capital and Debentures) Rules, 2014 and all other applicable provisions, as amended from time to time, and various rules, regulations, circulars, press notes, clarification issued by the Securities and Exchange Board of India, including but not restricted to SEBI (Issue of Capital and Disclosure Requirements) Regulations, 2009 (“SEBI ICDR Regulations”), and subsequent amendments thereto, the Securities and Exchange Board of India (Substantial Acquisition of Shares and Takeovers) Regulations, 2011 (“SEBI Takeover Regulations”) and amendments thereto, the Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015 and all other applicable rules, regulations and guidelines of the Securities and Exchange Board of India (“SEBI”) (“SEBI Regulations”), the Reserve Bank of India (“RBI”) and the stock exchanges where the shares of the Company are listed (“Stock Exchanges”) and enabling provisions of the Memorandum and Articles of Association of the Company and the listing agreements entered into between the Company and the Stock Exchanges and subject to requisite approvals, consents, permissions and/or sanctions of the appropriate statutory authorities, if any, and subject to such conditions as may be prescribed by any of them while granting any such approvals, consents, permissions, and/or sanctions and which may be agreed to by the Board of Directors of the Company (hereinafter referred to as the ‘Board’ which term shall be deemed to include any committee which the Board may have constituted or hereinafter constitute to exercise one or more of its power including the powers conferred hereunder), the Board be and is hereby authorized to create, offer, issue and allot up to 20,00,000 equity shares of face value of Re. 10/- each (“Equity Shares”) fully paid up, for cash, at such price (including premium) being not less than Rs.10/- each or the price determined in

accordance with Chapter VII of SEBI ICDR Regulations, on a preferential basis to the promoter(s) whichever is higher in one or multiple tranches and on such terms and conditions and in such manner, as the Board may think fit and proper and in its absolute discretion.

**RESOLVED FURTHER THAT** in accordance with the provisions of Chapter VII of the SEBI ICDR Regulations, the “Relevant Date” for the purpose of calculating the floor price for the issue of 20,00,000 equity shares is 26th July, 2018 which would be the date falling 30 days prior to the date of this Annual General Meeting and the floor price as calculated as per ICDR Regulation 2009 is of Rs. 10/- (Rupees Ten only).

RESOLVED FURTHER THAT in accordance with the provisions of Chapter VII of the SEBI (Issue of Capital and Disclosure Requirements) Regulations, 2009, 20,00,000 equity shares of face value of Re. 10/- each (“Equity Shares”) fully paid up, for cash, at such price (including premium) being not less than of Rs. 10/- per share or such price as recomputed under the said Regulation to the person belongs to the non-promoter group:

Sl. No.	Name	No of Shares	Issue Price Per share (Rs.)
1.	Mr. Vatsal Agarwaal	20,00,000	10/-

**RESOLVED FURTHER THAT** the issue of shares, as above shall be subject to the following terms and conditions:

A) Pursuant to regulation 78 of the SEBI (Issue of Capital and Disclosure Requirements) Regulations, 2009, the equity shares allotted on preferential basis to non-promoter, shall be locked in up to a period of 1 year from the date the of trading permission or as directed by the SE;

B) the equity shares to be allotted, pursuant to the aforesaid preferential allotment in one or multiple tranches, shall rank pari-passu in all respects including as to dividend, bonus and other corporate actions with the existing fully paid up equity shares of face value of Re. 10/- each of the Company;

C) Subject to regulation 75 of the SEBI (Issue of Capital and Disclosure Requirements) Regulations, the Board or the share allotment committee constituted thereunder shall allot more than 20,00,000 equity share of face value Rs. 10/- each at a issue price of Rs.10/- each;

D) the Equity Shares shall be issued and allotted by the Company to the person mentioned herein above shall be in dematerialized form and within a period of 15 days from the date of passing of this resolution or in receipt of the in-principle approval from the Stock Exchanges, whichever is later, and provided further that where the issue and allotment of the said Equity Shares be pending on account of pendency of any approval for such issue and allotment by any regulatory authority, Stock Exchange or the Central Government, the issue and allotment shall be completed within a period of 15 days from the date of such approval; AND

E) Any Loan (Loan Includes Prior Loan) outstanding in the Books of the company at any given time and before the date of allotment of shares, received from the Acquirer shall be adjusted towards the subscription amount of 20,00,000 equity shares of Rs10/-each, including as part of the initial subscription amount and balance excess amount if any shall be paid back to the acquirer before the date of allotment of shares;

**RESOLVED FURTHER THAT** subject to the provisions of the Securities and Exchange Board of India (Issue of Capital and Disclosure Requirements) Regulations, 2009 and other applicable laws, the Board or

the Committee constituted thereunder be and is hereby authorized to vary, modify or alter any of the relevant terms and conditions, including size of the preferential issue to the Investors, as may deem expedient.

**RESOLVED FURTHER THAT** for the purpose of giving effect to the above, the Board/ the Committee be and is hereby authorized on behalf of the Company to take all actions and do all such acts, deeds, matters and things as it may, in its absolute discretion, deem necessary, desirable, incidental or expedient to the issue or allotment of aforesaid equity shares and listing of the equity shares to be allotted on preferential allotment basis with the stock exchange(s) as appropriate and to resolve and settle all questions and difficulties that may arise in relation to the proposed issue, offer and allotment of any of the said equity shares, the utilization of the issue proceeds and to do all acts, deeds and things in connection therewith and incidental thereto as the Board in its absolute discretion may deem fit, including without limitation, issuing clarifications on the offer, making any application etc., to the concerned regulatory authorities, including to the FIPB, issue and allotment of the equity shares, to execute necessary documents and enter into contracts, arrangements, other documents (including for appointment of agencies, intermediaries and advisors for the issue) and to authorize all such persons as may be necessary, in connection therewith and incidental thereto as the Board in its absolute discretion shall deem fit, without being required to seek any further consent or approval of the members or otherwise to the end and intent that they shall be deemed to have given their approval thereto expressly by the authority of this resolution and the decision of the Board shall be final and conclusive.

**AND RESOLVED FURTHER THAT** the Board be and is hereby authorized to delegate all or any of the powers herein conferred to any Committee of the Board or any Director(s) or Officer(s) of the Company and to generally do all such acts, deeds and things as may be required in connection with the aforesaid resolutions, including making necessary filings and applications etc., with the stock exchanges and regulatory authorities and execution of any documents on behalf of the Company and to represent the Company before any governmental and regulatory authorities and to appoint any merchant bankers or other professional advisors, consultants and legal advisors to give effect to the aforesaid resolution.”

By The Order of The Board  
For Stratmont Industries Limited  
Sd/-  
Mr. Jagadish Savajibhai Chhanga  
Managing Director

Mumbai  
July 31, 2018

NOTES:

1. The Explanatory Statement, pursuant to Section 102 of the Companies Act, 2013 ('the Act'), in respect of the business under Item Nos.4 & 5 above is annexed hereto. The relevant details of the Directors seeking re-appointment/ appointment under Item Nos.2 pursuant to Regulations 26(4) and 36(3) of the Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015 ('Listing Regulations') and as required under Secretarial Standards - 2 on General Meetings issued by The Institute of Company Secretaries of India, are annexed.
2. A Member entitled to attend and vote at the Annual General Meeting (AGM) is entitled to appoint a proxy to attend and vote instead of himself and the proxy need not be a Member of the Company. The instrument appointing the proxy, in order to be effective, must be deposited at the Company's Registered Office, duly completed and signed, not less than 48 hours before the meeting. Proxies submitted on behalf of limited companies, societies, etc., must be supported by appropriate resolutions/ authority, as applicable. A person can act as proxy on behalf of Members not exceeding fifty (50) and holding in the aggregate not more than 10% of the total share capital of the Company. In case a proxy is proposed to be appointed by a Member holding more than 10% of the total share capital of the Company carrying voting rights, then such proxy shall not act as a proxy for any other person or shareholder.
3. The Register of, Members and the Share Transfer Books of the company will remain closed from August 19, 2018 to August 25, 2018 (both days inclusive).

**The payment of dividend:** For the financial year 2017-18 your directors have decided not to declare any dividend.

(a) To all those beneficial owners holding shares in electronic form as per the beneficial ownership data as may be available to the Company by National Securities Depository Limited ("NSDL") and the Central Depository Services (India) Limited ("CDSL") as at the end of the day on August 17, 2018. (between the book closing period)

(b) To all those members holding shares in physical form after giving effect to all the valid share transfers lodged with the Company before the closing hours on August 18, 2018.

4. Shareholders are requested to intimate, indicating their folio number, the changes, if any, of their registered addresses to the Company at its registered office or to the Company's Registrar and Share Transfer Agents ("RTA") viz. PURVA SHAREGISTRY (INDIA) PVT. LTD. situated at Shiv Shakti Ind. Estt. J.R. Boricha marg Opp. Kasturba Hospital Lane Lower Parel (E) Mumbai 400011, in case shares are held in physical form or to their respective Depository Participant ("DP") in case the shares are in dematerialized form. The particulars recorded with the DPs will be considered for making the payment of Dividend either by issuing physical instruments or through Electronic Clearing System ("ECS"). The Shareholders are requested to take appropriate action in the matter, in their own interest, to avoid delay in receiving the payment of dividend. Where dividend payments are made through ECS, intimations regarding such remittances would be sent separately to the shareholders.

5. Trading in the Company's shares through stock exchanges is permitted only in dematerialized/electronic form. The equity shares of the Company have been registered with both NSDL as well as CDSL to enable shareholders to hold and trade the securities in dematerialized/electronic form. In view of the numerous advantages offered by the depository system, members holding shares in the Company in physical form are requested to avail of the facility of dematerialization.
6. Shareholders desiring any information regarding the accounts are requested to write to the Company Secretary at least 7 days prior to the Annual General Meeting, so as to enable the Company to keep the information ready.
7. In accordance with the provisions of Section 123 of the Companies Act, 2013, the Company has transferred unclaimed dividends if any to the "Investor Education and Protection Fund" (IEPF), constituted by the Central Government.
8. The Ministry of Corporate Affairs (MCA) on 10th May, 2012 notified the IEPF (Uploading of information regarding unpaid and unclaimed amounts lying with companies) Rules, 2012 (IEPF Rules), which is applicable to the Company. The objective of the IEPF Rules is to help the shareholders ascertain status of the unclaimed amounts and overcome the problems due to misplacement of intimation thereof by post etc.
9. In terms of Sections 123 of the Companies Act, 2013, any dividend remaining unpaid for a period of seven years from the due date of payment is required to be transferred to the IEPF. Members, who have not encashed their final dividend warrants for any year or thereafter, are requested to write to the Company or the RTA.

In case of non-receipt of the dividend warrants, the shareholders are requested to  
Contact the Company's RTA/the Registrar of Companies as under:

Dividend for the	Contact	Action by shareholder
financial year If Any Year	PURVA SHAREGISTRY (INDIA) PVT. LTD Shiv Shakti Ind. Estt., J .R. Boricha marg Opp. Kasturba Hospital Lane, Lower Parel (E)Mumbai 400011	Request letter on plainPaper.

10. Share Transfer documents and all correspondence relating thereto, should be address to the Registrar & Share Transfer Agents ("RTA") of the company viz. PURVA SHAREGISTRY (INDIA) PVT. LTD. Shiv Shakti Ind. Estt., J .R. Boricha Marg Opp. Kasturba Hospital Lane, Lower Parel (E) Mumbai 400 011.

11. Members who hold shares in physical form are requested to notify immediately any change in their addresses to the Registrars and Share Transfer Agents of the Company at the above address and to their respective Depository Participants, in case shares are held in electronic mode.
12. The Company, consequent upon the introduction of the Depository System ('DS'), entered into agreements with National Securities Depository Limited ('NSDL') and Central Depository Services (India) Limited ('CDSL'). The Members, therefore, have the option of holding and dealing in the shares of the Company in electronic form through NSDL or CDSL.
13. The DS envisages elimination of several problems involved in the scrip-based system such as bad deliveries, fraudulent transfers, mutilation of share certificates, etc. Simultaneously, DS offer several advantages like exemption from stamp duty, elimination of concept of market lot, elimination of bad deliveries, reduction in transaction costs, improved liquidity, etc.
14. To prevent fraudulent transactions, we urge the Members to exercise due diligence and notify the Company of any change in address/stay abroad or demise of any shareholder as soon as possible. Members are requested not to leave their demat account dormant for long. Periodic statement of holdings should be obtained from the concerned Depository Participant and holdings should be verified.
15. The Company has designated an exclusive e-mail ID called [contact@stratmontindustries.com](mailto:contact@stratmontindustries.com) for redressal of shareholders' complaints/grievances. In case you have any queries/complaints or grievances, then please write to us at [www.stratmontindustries.com](http://www.stratmontindustries.com)
16. For the convenience of the Members, an Attendance Slip is annexed to the Proxy Form. Members are requested to affix their signature at the space provided and fill up the particulars and hand over the attendance slip at the place of the Meeting.
17. Members desiring any information on the Accounts are requested to write to the Company at least one week before the meeting so as to enable the Management to keep the information ready and replies will be provided at the meeting.
18. At the ensuing Annual General Meeting, Mr. Harish Kisan Kuchekar shall retire by rotation and being eligible, offers himself for re-appointment. Pursuant to Clause 49 of the Listing Agreement.

**19. Voting through electronic means:**

Pursuant to Section 108 of the Companies Act, 2013 and Rule 20 of the Companies (Management and Administration) Rules, 2014, members can exercise their right to vote at the 34TH Annual General Meeting (AGM) by electronic means and the business may be transacted through e-voting facility made available by the Company through Central Depository Services Limited (CDSL) :

The instructions for e-voting are as under:

**I. The Instructions for shareholders voting electronically are as under:**

- (i) The voting period begins on August 22, 2018 at 9.a.m to August 24, 2018 at 5 p.m. during this period shareholder's of the Company, holding shares either in physical form or in dematerialized form, and record date is 18.08.2018 and the cut-off date of e-voting is August 18, 2018 of may cast their vote electronically. The e-voting module shall be disabled by CDSL for voting thereafter.
- (ii) The shareholders should log on to the e-voting website [www.evotingindia.com](http://www.evotingindia.com).
- (iii) Click on Shareholders.
- (iv) Now Enter your User ID
- For CDSL: 16 digits beneficiary ID,
  - For NSDL: 8 Character DP ID followed by 8 Digits Client ID,
  - Members holding shares in Physical Form should enter Folio Number registered with the Company.
- (v) Next enter the Image Verification as displayed and Click on Login.
- (vi) If you are holding shares in demat form and had logged on to [www.evotingindia.com](http://www.evotingindia.com) and voted on an earlier voting of any company, then your existing password is to be used.
- (vii). If you are a first time user follow the steps given below:

<b>For Members holding shares in Demat Form and Physical Form</b>	
PAN	Enter your 10 digit alpha-numeric PAN issued by Income Tax Department (applicable for both demat shareholders as well as physical shareholders) <ul style="list-style-type: none"><li>Members who have not up to dated of their PAN with the Company/ Depository Participant are requested to use the first two letters of their name and the last 8 digits of the demat account/folio number in the PAN field.</li><li>In case the Folio number is less then 8 digit enter the applicable number of 0's before the number after the first two characters of the name in CAPITAL letters. Eg. If your name is Rajesh Kumar with folio number 100 then enter RA00000100 in the PAN field.</li></ul>
DOB	Enter the Date of Birth as recorded in your demat account or in the company records for the said demat account or folio in dd/mm/yyyy format.
Dividend Bank Details	Enter the Dividend Bank Details as recorded in your demat account or in the company records for the said demat account or folio. <ul style="list-style-type: none"><li>Please enter the DOB or Dividend Bank Details in order to login. If the details are not recorded with the depository or company please enter the number of shares held by you as on the cut off date in the Dividend Bank details field.</li></ul>

- (viii). After entering these details appropriately, click on "SUBMIT" tab.

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- (ix). Members holding shares in physical form will then reach directly the company selection screen. However, members holding shares in demat form will now reach 'Password Creation' menu wherein they are required to mandatorily enter their login password in the new password field. Kindly note that this password is to be also used by the demat holders for voting for resolutions of any other company on which they are eligible to vote, provided that company opts for e-voting through CDSL platform. It is strongly recommended not to share your password with any other person and take utmost care to keep your password confidential.
- (x) For Members holding shares in physical form, the details can be used only for e-voting on the resolutions contained in this Notice.
- (xi) Click on the EVSN for the relevant 'STRATMONT INDUSTRIES LIMITED' on which you choose to vote.
- (xii) On the voting page, you will see "RESOLUTION DESCRIPTION" and against the same the option "YES/NO" for voting. Select the option YES or NO as desired. The option YES implies that you assent to the Resolution and option NO implies that you dissent to the Resolution.
- (xiii). Click on the "RESOLUTIONS FILE LINK" if you wish to view the entire Resolution details.
- (xiv) After selecting the resolution you have decided to vote on, click on "SUBMIT". A confirmation box will be displayed. If you wish to confirm your vote, click on "OK", else to change your vote, click on "CANCEL" and accordingly modify your vote.
- (xv) Once you "CONFIRM" your vote on the resolution, you will not be allowed to modify your vote.
- (xvi) You can also take print of the voting done by you by clicking on "Click here to print" option on the Voting page.
- (xvii) If Demat account holder has forgotten the changed password then Enter the User ID and the image verification code and click on Forgot Password & enter the details as prompted by the system.
- (xviii). Note for Non – Individual Shareholders and Custodians.
- Non – Individual shareholders (i.e. other than individuals, HUF, NRI etc.) are required to log on to [www.evotingindia.com](http://www.evotingindia.com) and register themselves as Corporates.
  - A scanned copy of Registration Form bearing the stamp and sign of the entity should be emailed to [helpdesk.evoting@cdslindia.com](mailto:helpdesk.evoting@cdslindia.com)
  - After receiving the login details a compliance user should be created using the admin login and password. The compliance user would be able to link the account(s) which they wish to vote on.
  - The List of accounts should be mailed to [helpdesk.evoting@cdslindia.com](mailto:helpdesk.evoting@cdslindia.com) and on approval of the accounts they would be able to cast their vote.

- A scanned copy of Board Resolution and Power of Attorney (POA) which they have issued in favor of the Custodian, if any, should be uploaded in PDF format in the system for the scrutinizer to verify the same.
- (xix) In case you have any queries or issues regarding e-voting, you may refer the frequently Asked Questions (“FAQs”) and e-voting manual available at [www.evotingindia.com](http://www.evotingindia.com) under help section or write an email to [helpdesk.evoting@cdslindia.com](mailto:helpdesk.evoting@cdslindia.com)
- II. The voting rights of shareholders shall be in proportion to their shares of the paid up equity share capital of the Company as on the cut-off date of August 18, 2018.
- III. Shравan A. Gupta, Company secretary in practice (CP.No.9990) has been appointed as the Scrutinizer to scrutinize the e-voting process in a fair and transparent manner.
- IV. The Scrutinizer shall within a period not exceeding three (3) working days from the conclusion of the e-voting period unblock the votes in the presence of at least two (2) witnesses not in the employment of the Company and make a Scrutinizer’s Report of the votes cast in favor or against, if any, forthwith to the Chairman of the Company.
- V. The results shall be declared at or after the Annual General Meeting of the Company. The results declared along with The Scrutinizer’s Report shall be placed on the Company’s website [www.stratmontindustries.com](http://www.stratmontindustries.com) and on the website of CDSL within two (2) days of passing of the resolutions at the Annual General Meeting of the Company and communicated to the BSE Limited.
20. Electronic copy of the Notice of the 34th Annual General Meeting of the Company, inter alia, indicating the process and manner of e-voting along with Attendance Slip and Proxy Form is being sent to all the members whose email IDs are registered with the Company/Depository Participants(s) for communication purposes unless any member has requested for a physical copy of the same. For members who have not registered their email address, physical copies of the Notice of the 34th Annual General Meeting of the Company inter alia indicating the process and manner of e-voting along with Attendance Slip and Proxy Form is being sent in the permitted mode.
21. All documents referred to in the accompanying Notice and the Explanatory Statement shall be open for inspection at the Registered Office of the Company during normal business hours (9.00 am to 5.00 pm) on all working days except Saturdays, up to and including the date of the 34<sup>th</sup> Annual General Meeting of the Company.
22. The shareholders holding shares in physical form can avail of the nomination facility by filing Form SH-13 (in duplicate) pursuant to Section 72 of the Companies Act, 2013 and Rule 19(1) of the Companies (Share Capital and Debenture) Rules, 2014 with the Company or its RTA and, in case of shares held in demat form, the nomination has to be lodged with their DP. For convenience, nomination form is attached at the end of the Annual Report.

Pursuant to amended Clause 5A of the listing agreement, shares held physically and remaining unclaimed by shareholders due to insufficient/incorrect information or any other reason, have been transferred (in the demat mode) to one folio in name of 'Unclaimed Suspense Account' with one of the depository participants.

23. Members may also note that the Notice of the 34<sup>th</sup> Annual General Meeting and the Annual Report for F.Y. 2017-18 will also be available on the Company's website [www.stratmontindustries.com](http://www.stratmontindustries.com). The physical copies of the aforesaid documents will also be available at the Company's Registered Office in Raipur for inspection during normal business hours on working days. Even after registering for e-communication, members are entitled to receive such communication in physical form, upon making a request for the same, by post, free of cost. For any communication, the shareholders may also send requests to the Company's investor email: [contact@stratmontindustries.com](mailto:contact@stratmontindustries.com)
24. Details under Clause 49 of the Listing Agreement with the Stock Exchange in respect of the Directors seeking appointment/ re-appointment at the 34<sup>th</sup> Annual General Meeting, forms integral part of the notice. The Directors have furnished the requisite declarations for their appointment/re-appointment.

**By The Order of The Board  
For Stratmont Industries Limited  
Sd/-  
Mr. Jagadish Savajibhai Chhanga  
Managing Director**

**Mumbai**

**July 31, 2018**

**Annexure to the Notice**

**EXPLANATORY STATEMENT IN RESPECT OF THE SPECIAL BUSINESS  
PURSUANT TO SECTION 102 OF THE COMPANIES ACT, 2013**

As required by Section 102 of the Companies Act, 2013 (the “Act”), the following Explanatory Statement sets out all material facts relating to the business mentioned under Item No. 4 & 5 of the accompanying Notice:

**Item No.4**

As per provisions of Section 12 & 13 of the Companies Act, 2013 shifting of registered office of a company from Chhattisgarh to Maharashtra we requires approval of shareholders by way of Special Resolution.

With a view to operational convenience and ease, the Board of Directors considered and subject to approval of shareholders, approved the proposal for shifting the registered office to in the state of Maharashtra. The proposed location is outside the state of Chhattisgarh and therefore requires approval of shareholders by way of special resolution. If approved, the registered office will be moved to the state of Maharashtra, with effect from after approval of the Relevant authorities.

The Directors recommend the approval of the special resolution.

None of the Directors or Key Managerial Personnel (KMP) or relatives of directors and KMP is concerned or interested in the Resolution at Item No.4 of the accompanying Notice

**Item No.5**

1. The Company during the financial year 2017-18 pursuant to section 62 and 42 of the companies Act, 2013 has obtained on 15th September, 2017 an approval to receive loans & advances to meet with the short term requirements from Vatsal Agarwaal. These Loan and advance amount are un-secured and will be adjusted in any future issue of securities of the company.

The Company as on date i.e. 24th July,2018 has accepted loans and advances upto Rs.2,19,65,000/- (Rupees Two Crores Nineteen Lacs Sixty Five Thousand) from Vatsal Agarwaal to meet with its various short term requirements, tax obligations, settlement dues, working capital, Bank Guarantee or general Corporate purposes and to Invest in technology, human resources and other infrastructure or working capital to support the Businesses of the Company and further the loan is entitled for interest @ 11% per annum. However the aforesaid interest being waived by Mr. Vatsal Agarwaal considering the proposed preferential allotment to the extent of loans and advances to be used for subscription of proposed issue.

The Board also clarified that part of the Outstanding Loans and advances now be used as initial subscription amount of the shares which may be required as per chapter VII of the Securities and Exchange Board of India (Issue of Capital and Disclosure Requirements) Regulations, 2009.

The Statutory Auditor M/s. Sarp & Associates confirmed that as on 24th July,2018, the company has accepted Rs.2,19,65,000/- (Rupes Two crore nineteen Lacs and sixty five thousand only ) as Loan and advances from Mr. Vatsal Agrwaal.

At the Request of Mr. Vatsal Agarwaal, the Board at their meeting held on 24th July 2018 considered the proposal of Mr. Vatsal Agrwaal and feels it as the best option to allow him to subscribe 20,00,000 equity shares of the Face Value of Rs. 10/- each at Par .

Your company is proposing to offer and issue up to 20,00,000 equity shares of face value of Rs. 10/-each at a subscription price of 10/- each of the company in accordance with the SEBI (Issue of Capital and Disclosure Requirements) Regulations, 2009 to the proposed Promoter i.e. Mr. Vatsal Agarwaal.

2. As per Regulation 71 of the SEBI (Issue of Capital and Disclosure Requirements) Regulations, 2009 the relevant date is 26th July, 2018.

3. The Company confirms the compliance of regulation 72 of the SEBI (Issue of Capital and Disclosure Requirements) Regulations, 2009:

(a) The Proposed resolution to be passed as a special resolution ;

(b) As on date the acquirer / allottee has no pre-holdings. Mr. Vatsal Agarwaal Purchase 1,80,000 Shares from existing promoter M/s Ample Commtrade Pvt Ltd vide a separate SPA. However the said equity share is yet to be transferred to Mr . Vatsal Agarwaal .

(c). The Company further confirms that even after this allotment the Company is in compliance with rule Rule 19(2) and Rule 19A of the Securities Contracts (Regulation) Rules, 1957 and Regulation 38 of the Securities and Exchange Board of India (Listing Obligations and Disclosure requirements) Regulations, 2015 with the conditions for continuous listing of equity shares as specified in the listing agreement with the recognized stock exchange (BSE). ;

(d) The company has obtained the Permanent Account Number and demat number of the proposed allottees.

(e) The Company has obtained a declaration from the proposed allottees that he has not sold any shares during the six months preceding the relevant date:

4. As per regulation 73 of the SEBI (Issue of Capital and Disclosure Requirements) Regulations, 2009 the required details are furnished as under:

#### **A. Objects of the issue:**

At present equity share capital of the company is Rs. 1,49,78,800 consists of 14,97,880 equity shares of face value of Rs.10/- each.

The Company as part of its future growth strategy aims to:

1. Enlarge its core businesses and to meet with that requirements mainly needs of short term requirements, tax obligations, settlement dues, working capital , Bank Guarantee or general Corporate purposes ; and
2. Invest in technology, human resources and other infrastructure or working capital to support the Businesses of the Company.

The proposed Allottee as such giving the company time to time loans and advances with or with out interest. The Allottee has requested the Board to consider the loans and advances already given to be adjust against any issue of equity shares of the company.

This proposed allotment will help the company to improve its debt – equity ratio and compliances under the companies act, 2013. The Share holders and other stake holders wealth will also increase.

**B. Pricing:**

The issue price of Rs.10/- Per share of face value of Rs.10/- each and is in accordance with regulation 76A of the SEBI (Issue of Capital and Disclosure Requirements) Regulations, 2009 and for the purpose of the above guidelines the Relevant Date is 26Th july,2018. The Valuation is Rs.5.54/- as per regulation 76A of the ICDR Regulation, 2009. Presently the shares of the company fall into the infrequently traded category. The price of the shares to be issued wherever required shall be re-computed/adjusted in accordance with the above said regulation.

**C. Intention of the Promoters / Directors / Key Management persons to subscribe the offer:**

C.1. The present promoter holding consist of 1,80,000 ( 12.02 %) equity shares of Rs.10/- each. The Proposed allottee/acquirer has not holding any shares of the target company.

The Present promoter is not in a position to infuse any fresh capital into the company and possibility of financial assistance from banks/financial institutions under the present financial is quite difficult.

For this issue, there is only one subscriber from the non-promoter category i.e. Mr. Vatsal Agarwaal who has been financing the company for past one and half year and desired to participate in the Management of the company by subscribing the equity shares of the company. He has indicated his intention to Subscribe the equity Shares as per the details below:

Identity of Proposed allottee	Ultimate Beneficial Owner	Category	Pre-Issue Holding & (%)	*No of equity shares to be allotted	Issue Price (INR) of equity shares	Post Issue Holdings	Post-issue holding %
Mr. Vatsal Agarwaal	Self	Non-Promoter *	NIL	20,00,000	10	2180000*	62.32

**D. The name, address and PAN no. Of the Allottee is:**

Sl. No.	Name	Category	PAN	Address
1	Mr.Vatsal Agarwaal	Proposed Promoter	APOPA5772J	F No.703-704/A SHIV PARVATI CHSL,PLOT NO.PDP2 VER-18, MHADA, VERSOVA, ANDHERI-WEST MUMBAI 400053 MH IN

**E. Shareholding pattern before and after the allotment of the equity share:**

The pre-shareholdings of Mr. Vatsal Agarwaal (present allottee) is NIL and the post subscription of shares, the post shareholdings will be consists of 21,80,000 Incl. 1,80,000 equity shares acquired vide a separate SPA from the existing promoter i.e. M/s Ample Commotrade Private Limited and the preferential allotment of 20,00,000 equity shares)equity shares of face value of Rs.10/- each, respectively aggregating to 62.32%.

**F) Consequential changes in the shareholding pattern/voting rights:**

\* On July 24, 2018 the Board of Directors of the Target Company inter-alia approved a Preferential Allotment of 20,00,000 Equity Shares of Face Value of Rs. 10 each representing 57.18% of the Emerging Voting Capital of the Target Company.

**STRATMONT INDUSTRIES LIMITED****Annual Report 2017-18**

(Formerly known as Chhattisgarh Industries Limited)

Also, the Acquirer has entered into a Share Purchase Agreement (“SPA”) on July 24, 2018 with the existing Promoter (the “Selling Shareholder”/“Seller”) to acquire 1,80,000 Equity Shares of Rs. 10 each representing 5.15% of the Emerging Voting Capital of the Target Company.

Pursuant to SPA and Preferential Allotment, the Acquirer is making an Offer in terms of Regulation 3(1) and 4 of SEBI (SAST) Regulations, 2011 to acquire upto 9,09,449 Equity Shares of Rs. 10 each, representing 26% of the Emerging Voting Capital of the Company.

The Acquirer Mr. Vatsal Agarwaal, subject to the T&C of the sale of shares, un-conditionally agreed to put above 1,80,000 Equity shares of the face value of Rs. 10/- each in Lock-in- for a period of not less than 6-months from the date of transfer to his Demat Accounts. Considering the above facts the table relating to the proposed allottee can be viewed as under:

Identity of Proposed allottee	Ultimate Beneficial Owner	Category	Pre-Issue Holding & (%)	*No of equity shares to be allotted	Issue Price (INR) of equity shares	Post Issue Holdings	Post-issue holding %
Mr. Vatsal Agarwaal	Self	Non-Promoter	NIL	20,00,000	10	21,80,000**	62.32

\*\* Incl. the 1,80,000 acquired vide a separate SPA from the existing promoter i.e. M/s Ample Commtrade Private Limited along with the preferential allotment of 20,00,000 equity shares

This purchase of shares from the promoters has triggered regulation 3 & 4 of the Securities and Exchange Board of India (Substantial Acquisition of Shares and Takeovers) Regulations, 2011 (“SEBI Takeover Regulations”) and amendments thereto.

The Shareholding pattern post acquisition of shares from the New Promoters will look like

Sl. No.	Category	Pre-holding Share Holdings		Post-holding Share Holdings	
		Number	%	Number	%
1	PROMOTERS-				
	(a) Individuals				
1.1	(b) Body Corporates	180000	12.02	Nil	Nil
1.3.	NewAllottee Mr.Vatsal Agarwaal	Nil	Nil	21,80,000	62.32
	Total (A)	180000	12.02	21,80,000	62.32
2	Public				
2.1	FI/FIII				
2.2	Mutual Fund	8740	0.58	8740	0.25
2.3	Individuals	904791	60.40	904791	25.87
2.4	HUF	57641	3.85	57641	1.65
2.5	Body Corporates	322184	21.51	322184	9.21
2.6	Clearing Members	11092	0.74	11092	0.32
2.7	NRI	11260	0.75	11260	0.32
2.8	LLP	2172	0.15	2172	0.06
	Total (B)	1317880	87.98	1317880	37.68
	Grand Total (A+B) =C	1497880	100.00	3497880	100.00

**G. Auditor's certificate:**

A certificate as required under 73(2) of the SEBI (Issue of Capital and Disclosure Requirements) Regulations, 2009, certifying that the proposed issues is in accordance with the Chapter VII of SEBI (ICDR) Regulations has been obtained from the Auditors of the company and the same will be available for inspection at the registered office of the company during the business hours till the date of the meeting between 11 a.m. to 1 p.m and the copy of the same made available to any member free of cost.

Also, the Statutory Auditor's certificate, as required under Regulation 73(2) & Valuation Certificate as per Regulation 76(A) of the ICDR Regulations, 2009 will be made available for inspection at the Registered Office of the Company between 10 a.m. and 1 p.m. on all working days (excluding Saturday and Sunday) up to the date of the meeting.

**H.\*\* Changes in Management:**

The issue of the Equity shares along with the purchase of the shares from the existing promoter of the company, will result in any change in the Management or control of the Company. The promoter holding will decrease from 12.02% to NIL. The existing promote after the completion of the process of the open offer as per Regulation 3 & 4 the Securities and Exchange Board of India (Substantial Acquisition of Shares and Takeovers) Regulations, 2011 ("SEBI Takeover Regulations") will be de- classified as non- promoter of the company.

The Proposed acquirer will comply regulation 3& 4 of the Securities and Exchange Board of India (Substantial Acquisition of Shares and Takeovers) Regulations, 2011 ("SEBI Takeover Regulations").

**I. Proposed time within which allotment shall be completed:**

Within 15 days from the date of passing this resolution or receipt of the In-principle approval from the Stock Exchange whichever is later.

**J. Lock in:**

The Equity shares to be allotted on preferential basis shall be subject to lock- in as per regulation 78 of SEBI (Issue of Capital and Disclosure Requirements) Regulations, 2009 read with the listing obligations/Listing agreement with the SE.

The equity shares allotted on preferential basis to Mr. Vatsal Agarwaal shall be locked in for a period of 1/3 years from the date of their allotment/trading permission , whichever is later.

\*\*Further, the pre preferential holding of the allottee will also be under lock-in in terms of Regulation 78(6) of SEBI (ICDR) Regulations.

If the amount payable on account of the recomputation of price is not paid within the time stipulated in these regulations, the specified securities shall continue to be locked – in till the time such amount is paid by the allottees.

**K. Securities to be issued:**

The resolution set out in the accompanying notice authorizes the Board to issue to the allottee, up to 20,00,000 Equity shares of face value of Re. 10/- each, in such manner and on such price, terms and conditions as may be determined by the Board or the committee framed thereunder, in accordance with the provisions of Chapter VII of the Regulations.

The Allotment will be carried in one or more tranches and the outstanding Loans and Advances from the allottee to the company will be first adjusted towards the subscription amount including initial subscription amount of the equity shares.

The Company has not made any preferential issue of securities during the current year.

L. The Company or any of its Promoters or Directors is/are not a wilful defaulter. The Acquirer / proposed allottee is also not a willful defaulter.

As per the Regulation 78(6) of SEBI (ICDR) Regulations, 2009, the entire pre-holding of the Allottee after transfer from the exiting promoter as per the T&C of the SPA dated 24th July 2018 will be locked in for a period of six months from the date of transfer to the demat account of the Allottee.

As and when the Board does take a decision on matters on which it has the discretion, necessary disclosures will be made to the relevant stock exchanges on which the Equity Shares are listed under the provisions of the Listing Agreement.

As it is proposed to issue and allot the aforesaid securities on preferential allotment basis, special resolution is required to be approved by members pursuant to the provisions of Section 42, 62 of the Companies Act, 2013, other applicable provisions of Companies Act, 2013 and Chapter VII of the ICDR Regulations, 2009. The Board of Directors believes that the proposed Preferential issue and allotment of Equity Shares is in the best interest of the Company and its members.

The Board of Directors recommends the resolution for your approval. The Promoter(s) of the Company are not interested in the resolution.

None of the Directors or Key Managerial Personnel (KMP) or relatives of directors and KMP is concerned or interested in the Resolution at Item No.5 of the accompanying Notice

**IMPORTANT COMMUNICATION TO MEMBERS**

The Ministry of Corporate Affairs has taken a “Green Initiative in the Corporate Governance” by allowing paperless compliances by the Companies and has issued circulars stating that service of notice /documents including Annual Report can be sent by e- mail to its members. To support this green initiative of the Government in full measure, members who have not registered their e-mail addresses, so far, are requested to give their consent by providing their e - mail Id to the Company or to the PURVA SHAREGISTRY (INDIA) PRIVATE LIMITED, Registrar and Share Transfer Agent of the Company.

By The Order of The Board  
For Stratmont Industries Limited  
Sd/

Mr.Jagadish Savajibhai Chhanga  
Managing Director

Mumbai  
July 31, 2018

**DIRECTORS' REPORT**

To,

The Members,

Stratmont Industries Limited

(Formerly known as Chhattisgarh Industries Limited)

Your Directors have pleasure in presenting the 34<sup>th</sup> Annual Report with the Audited Accounts of the Company for the year ended March 31, 2018.

**Financial Performance Summary**

1. The summarized financial highlight is depicted below:

(All amounts in INR Rupees, unless otherwise stated)

<b>Particulars</b>	<b>For the year ended 31st March, 2018</b>	<b>For the year ended 31st March, 2017</b>
Revenue from operations	<b>246,143,288</b>	-
Other income	<b>6,324,370</b>	207,000
<b>Total income</b>	<b>252,467,658</b>	207,000
<b>Expenses</b>		
Purchases of stock in trade	<b>244,355,680</b>	-
Changes of inventory - stock in trade		
Employee benefits expense	<b>508,515</b>	72,000
Finance costs	-	-
Depreciation and amortization expense	<b>977,692</b>	1,605,018
Other expenses	<b>1,704,701</b>	946,794
<b>Total expenses</b>	<b>247,546,588</b>	2,623,812
<b>Profit before exceptional items and tax</b>	<b>4,921,070</b>	(2,416,812)
Exceptional items	-	-
<b>Profit before tax</b>	<b>4,921,070</b>	(2,416,812)
<b>Tax expense</b>		
Current tax	<b>1,500,000</b>	-
Deferred tax (benefit)/charge	<b>(169,212)</b>	<b>(615,785)</b>
<b>Total tax expense</b>	<b>1,330,788</b>	(615,785)
<b>Profit for the year</b>	<b>3,590,282</b>	(1,801,027)
<b>Other comprehensive income</b>		
Items that will not be reclassified to profit or loss	-	-
Income tax on items that will not be reclassified to profit or loss	-	-
Items that will be reclassified to profit or loss	-	-
Income tax on items that will be reclassified to profit or loss	-	-
<b>Total other comprehensive income</b>	-	-
<b>Total comprehensive income for the year</b>	<b>3,590,282</b>	(1,801,027)

2. **Dividend:**

In view of losses the directors of company has not recommended any dividend for the current Period.

3. **Fixed Deposits:**

During the Period Your Company has not accepted any public deposits during the financial period under review.

**4. RELATED PARTY TRANSACTIONS**

There are No Related Party Transactions that were entered into during the financial year were on an arm's length basis, in the ordinary course of business and were in compliance with the applicable provisions of the Act and the Listing Regulations. There were no materially significant Related Party Transactions made by the Company during the year that would have required Shareholder approval under the Listing Regulations.

All Related Party Transactions are placed before the Audit Committee for approval. Prior omnibus approval of the Audit Committee is obtained for the transactions which are repetitive in nature. A statement of all Related Party Transactions is placed before the Audit Committee for its review on a quarterly basis, specifying the nature, value and terms and conditions of the transactions.

The Company has adopted a Related Party Transactions Policy. The Policy, as approved by the Board, is uploaded on the Company's website.

Details of the transactions with Related Parties are provided in the accompanying financial statements. There were no transactions during the year. which would not require to be reported in Form AOC.2

**5. RISK MANAGEMENT**

Risk management comprises all the organizational rules and actions for early identification of risks in the course of doing business and the management of such risks.

Although not mandatory, as a measure of good governance, the Company has constituted a Risk Management Committee of the Board. The Committee reviews the Company's performance against identified risks, formulates strategies towards identifying new and emergent risks that may materially affect the Company's overall risk exposure and reviews the Risk Management Policy and structure.

This robust Risk Management framework seeks to create transparency, minimize adverse impact on business objectives and enhance the Company's competitive advantage.

The Internal Audit Department is responsible for facilitating coordination with the heads of various Departments, with respect to the process of identifying key risks associated with the business, manner of handling risks, adequacy of mitigating factors and recommending corrective action. The major risks forming part of the Enterprise Risk Management process are linked to the audit universe and are also covered as part of the annual risk based audit plan.

The Company has adopted a Risk Management Policy pursuant to Section 134 of the Act.

**6. Information under Section 196-202 of Companies Act, 2013 and Rule 3-10 of the, Companies (Appointment and Remuneration of Managerial Personnel) Rules, 2014**

None of the employees was in receipt of remuneration exceeding the limit specified under section 196-202 of Companies Act, 2013.

**7. INFORMATION UNDER SECTION 196 – 202 OF THE COMPANIES ACT, 2013 AND RULE 3-10 OF THE COMPANIES (APPOINTMENT AND REMUNERATION OF MANAGERIAL PERSONNEL) RULE, 2014**

None of the employees was in receipt of remuneration exceeding the limit specified under

**8. DIRECTORS**

Pursuant to section 152 of the companies Act, 2013 (the 'Act') and under Article (Article No. if any) of the Company's Articles of Association

Mr. Harish Kisan Kuchekar who retires by rotation and, being eligible, offers himself for re-appointment is reappointed as a Director of the Company.

Mr. Jagdish Savajibhai Chhanga has been appointed as a Managing Director of the Company with effect from 28<sup>th</sup> November, 2017 with the terms agreed between Board of Directors and Jagdish Savajibhai Chhanga

Mr. Keshav Goyal Director of the Company has resigned from the Directorship of the company with effect from 3<sup>rd</sup> January, 2018

**DIRECTORS' RESPONSIBILITY STATEMENT:**

Pursuant to in terms of clause (c) of Sub Section 3 of Section 134 of the Companies Act, 2013, the Directors, based on the representations received from the management, confirm:

That in the preparation of the Annual Accounts, the applicable accounting standards have been followed,

That we 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 March 2018 and of the Profits /Loss of the Company for that period,

That we have taken proper and sufficient care for the maintenances 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,

That we have prepared the Annual accounts on a going concern basis.

**9. AUDITORS:**

**(1) Statutory Auditors:**

The Board has proposed to re-appointed of M/s SARP & ASSOCIATES., Chartered(FRN:007375C) as a Statutory Auditors of the Company until the conclusion of next Annual General Meeting of the company at remuneration as the Board of Directors may determine. "Subject to the approval of the shareholders in the Annual General Meeting of the company."

**(2) Secretarial Auditors:**

Pursuant to the provisions of Section 204 of the Act and The Companies (Appointment and Remuneration of Managerial Personnel) Rules, 2014, the Board of Directors of the Company had appointed Mr. Ritul Bharat Parmar,

Practicing Company Secretary in practice (Memb No:31583) to undertake the Secretarial Audit of the Company for the year ended 31st March, 2018. The Secretarial Audit Report is annexed  
Practicing Company Secretary in practice

**10. CONVERSATION OF ENERGY, RESERCH AND DEVELOPMENT, TECHNOLOGY**

**ABSORPTION AND FOREIGN EXCHANGE EARNINGS AND OUTGO:**

The information required under the companies Act, 2013 with respect to conversation of energy, technology absorption and foreign exchange earnings / outgo is appended hereto it forms part of this Report.

**11. EMPLOYEE RELATIONS:**

The employee relations in the company continued to be positive, information as per Section 134 of the Companies Act, 2013 (the 'Act') read with the Companies (Particulars of Employees) rule, 1975 forms part of this Report. As per the provisions of the Section 136(1) of the Act, the Report and Accounts are being sent to the shareholders of the Company excluding the statement on particulars of employees

under Section 134 of the Act. Any shareholder interested in obtaining a copy of the said statement may write to the Secretarial Department at the Registered Office of the Company.

**12. TRADE RELATIONS:**

Your Directors wish to record appreciation of the continued unstinted support and co – operation from its Customers, suppliers of goods / services, clearing and forwarding agents and all others associated with it. Your Company will continue to build and maintain strong association with its business partners.

Your Company also has policy on prevention of Sexual Harassment which is reviewed by the internal Complaints Committee at regular intervals. Your Company recognizes its responsibility and continues to provide a safe working environment for women, free from sexual harassment and discrimination and to boost their confidence, morale and performance.

**13. CORPORATE GOVERNANCE:**

As per clause 49 of the Listing Agreement entered into with the Stock Exchanges, Corporate Governance Report with auditors' certificate thereon and management Discussion and Analysis are attached and form part of this report.

As per clause 55 of the Listing Agreement entered into with the Stock Exchanges, a Business Responsibility Report is attached and form part of the annual report.

**14. ACKNOWLEDGEMENTS:**

The Directors thank the Company's customers, vendors, investors, business associates, bankers for their support to the company. The Directors appreciate and value the contributions made by every member of the "Stratmont" family across the country.

**15. PARTICULARS OF EMPLOYEES**

There was no employee in respect of whom information is required to be given pursuant to Section 134 of the Companies Act, 2013 read with the Companies (Particulars of Employees) Amendment Rules, 1999 as amended up-to-date.

**16. AUDITOR REPORT**

The Auditors' Report to the shareholders did not contain any adverse or qualification remarks.

**17. INDUSTRIAL RELATIONS**

During the year under review, your company has cordial and harmonious industrial relations at all levels of the Organization.

**18. PUBLIC DEPOSITS**

During the year under review, your Company has not accepted any Fixed Deposits from public within the meaning of the provisions of the Section 73 & 76 of the Companies Act, 2013 and the Rules made there under.

Your Directors place on record their appreciation of the dedication and commitment of your Company's employees and look forward to their support in the future as well.

By The Order of The Board  
For Stratmont Industries Limited  
Sd/-  
Mr. Jagadish Savajibhai Chhanga  
Managing Director

Mumbai

May 30, 2018

**ANNEXURE TO DIRECTORS REPORT**

**INFORMATION REQUIRED UNDER THE COMPANIES (DISCLOSURE OF PARTICULARS IN THE REPORT OF THE BOARD OF DIRECTORS) RULES, 1988**

Particulars with respect to Conservation of Energy, Technology Absorption as per section 134(m) of the Companies Act, 2013 read with Company's (Disclosure of particulars in the Board of Directors) Rule, 1988 for the year ended 31st March 2018 are annexed to this report.

**CONSERVATION OF ENERGY, RESEARCH & DEVELOPMENT, TECHNOLOGY ABSORPTION & FOREIGN EXCHANGE EARNINGS AND OUTGO**

**A. CONSERVATION OF ENERGY**

The operations of the company are not energy intensive. However wherever possible the company strives to curtail the consumption of energy on continued basis. Further company has absorbed latest technology which is helpful in conserving energy.

**B. TECHNOLOGY ABSORPTION, ADAPTATION AND INNOVATION**

The Company over the year through its experience has developed modified and Trading and adopted unique technique.

**FOREIGN EXCHANGE EARNINGS AND OUTGO**

Foreign exchange earnings and outgo during the year 2017 -2018 are as under.

<b>PARTICULARS</b>	<b>2017-18</b>	<b>2016-17</b>
Foreign Exchange Earnings	NIL	NIL
Foreign Exchange Outgo	NIL	NIL

**Mumbai**  
**May 30, 2018**

**By Order of the Board**  
**For Stratmont Industries Limited**  
**Sd/-**  
**Mr. Jagdish Savajibhai Chhanga**  
**Managing Director**

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**MANAGEMENT DISCUSSION AND ANALYSIS REPORT**

**BUSINESS OVERVIEW:**

M/s. Stratmont Industries Limited is looking for new business avenues in various areas like Manufacturing of Coke, hard coke and other coal / coke related products.

**Industry Dynamics**

Coke - a derivative of metallurgical coking coal is particularly a raw material used by various industries. Being a vital component in the process of conversion of metallurgical ores into metal, coke plays an important role in the metal industry. The coke industry is dominated by large integrated steel plants (ISPs). Traditionally, coke production has been captive, thus ISPs leaving a measure surplus for merchant trading. But during the past years, a number of pig iron plants have been built in India without captive coke making facilities. Also, most coke oven batteries are located in the eastern region of the country in proximity to steel units. As a result, coke consumers in the western and southern regions have to rely primarily on imported coke.

**Major Coke consuming industries**

- Pig iron producers and Steel Industry
- Foundry industry
- Ferro- alloys industry
- Blast Furnaces
- Zinc and lead producers
- Cement Industry

**CURRENT DYNAMICS**

With the global slowdown engulfing the world, the infrastructure sector has also suffered contraction and consequently steel producer's world over have cut down production. This has caused a direct impact on coke demand and pulled down prices. Being cautious in the fragile market scenario, players are keeping low inventory levels and thus the coke demand has seen downturn. However, steel demand in India is far from softening on long term basis, and with inventory levels turning near to ground, the demand is once again expected to resurface. We expect the coke prices to lower at current level in the near term due to weak sentiments but recover to sustainable levels in the medium to long term.

**RISK AND THREATS TO BUSINESS:**

The steel sector has been severely impacted due to the economic slowdown and the coal consumption as raw material also fell down. This sector requires large amount of funds for investment which has further brought the sector under pressure. Slowdown in industry is generally and specifically to the industry and job losses are having adverse impact on the sector. Difficulty in getting finance at reasonable cost may hamper the business. While these concerns are valid to some extent, the Company believes that in near future we will be able to control the situation because of their skills, competencies, and demand supply gap.

**HUMAN RESOURCE MANAGEMENT:**

A strong brand image has been built by the Company. This could not have been possible but for the dedicated professional and experienced manpower resources of the company. The Company ensures best manpower resources of the company. The Company ensures best work environment and equal opportunities with better prospects of career development to all its employees.

Since the Company is engaged in trading activity therefore minimum number of staff and workers has been retained in the Company to oversee day to day operations. The Company cares for its personnel and considers them as their assets. The Company is exposed to risks from market fluctuation of interest rate and stock market fluctuation of the share price.

**INTERNAL CONTROL SYSTEMS AND THEIR ADEQUACY:**

The Company has an in house internal audit department which examines and ensures adequate internal checks and control procedures. It also ensures proper accounting, records authorization, control of operations and compliance with law. Further the Company is continuously working to improve and strengthen internal check and control system to align with the expected growth in operations.

**RISK MANAGEMENT:**

The Company is taking care of its risk management through robust risk management system. Risks are being identified to achieve its strategic business objective, plans are made, implemented and monitored to mitigate such risks.

**COMPLIANCE WITH LOCAL LAWS:**

THE Company believes strongly in complying with the laws of various states where it operates. The Company has legal set up for ensuring compliance with all statutes which are applicable periodically to its operations/ventures. Any approvals or permissions related to specific operations are either handled by legal cell or by the concerned department.

**CAUTIONARY STATEMENT:**

In accordance with the code of corporate governance approved by the Securities and Exchange Board of India, shareholders and readers are cautioned that in case of data and information external to the Company, no representation is made on its accuracy or comprehensiveness through the same are based on sources believed to be reliable. Utmost care has been taken to ensure that the opinions expressed by the management herein contains its perception on the material impacts on the Company's operations but it is not exhaustive as they contain forward – looking statement which are extremely dynamic and increasingly fraught with risks and uncertainties, Actual results, performances, achievements or sequence of events may be materially different from the views and expressed herein.

**Mumbai**  
**May 30, 2018**

**By Order of the Board**  
**For Stratmont Industries Limited**  
**Sd/-**  
**Mr. Jagdish Savajibhai Chhanga**  
**Managing Director**

**CORPORATE GOVERNANCE REPORT**

Stratmont Industries Limited has been adopting the best Governance Practices so as to promote ethical values, social responsibility, transparency; accountability, fairness, integrity and compliance with existing legislation. Our Corporate Governance mechanism is being implemented in its true letter and spirit so as to ensure that all the stakeholders of the company maximize their value legally, ethically and benefit in the long run, by way of sustained growth and value addition.

The Company strives to adopt the best governance and disclosure practice with the following principles in mind:

- a) The management of the Company is the trustees of the shareholders funds and not the owners of the same.
- b) Keep a clear distinction between personal and corporate resources.
- c) Disseminate clearly the internal function of the Company to the outside world.
- d) Comply with all applicable laws of land in which the Company operates.
- e) Maintain high degree of integrity in its disclosure.

In line with the Statutory Compliances as stated in Clause 49 of the Listing Agreement(s), the company has fully complied with the same.

**1. Composition of Board of Directors:**

The Companies policy is to maintain optimum combination of Executive and Non- Executive Directors. The Non- Executive Directors with their diverse knowledge, experience and expertise bring in their independent judgment in the deliberations and decisions of the Board.

The composition of the Board is in accordance with the requirements of the corporate Governance code of Listing Agreement with the Stock exchanges. The Board of Directors consists of optimal combination of non executive and Independent directors during the period.

The Company has a Non Executive Chairman and number of Independent directors is one third of the total number of Directors.

None of the Directors on the Board is a member on more than 10 committees and chairman of more than 5 committees (as specified in clause 49 of the listing Agreement), across all the Companies in which he is Director.

**a) Attendance of Board of Directors:**

Our Board of Directors are comprise of the following members and the details of meeting attended by Directors are as under:-

Sr. No.	Name of Director	Category* Board (Yes/No)	Attendance Last AGM (Yes/No)	
1	Mr. keshav Goyal	Director	Y	Y
2	Mrs. Gayatri Devi Goyal	Director	Y	Y
3	Mr Harish kisan kuchekar	Director	Y	Y
4.	Mr . jagdish savajibhai chhanga	Director	Y	N

**b) Board Procedure:**

During the financial Period 2017-2018, The Board of Directors met on the following dates: 12 Aug 2017, 06 Sep 2017, 12 Sep 2017, 15 Sep 2017, 26 Sep 2017, 10 Oct 2017, 13 Nov 2017, 12 Feb 2018. The gap between any two meetings did not exceed four months, as mentioned in clause 49 of the listing agreement. The dates of the meeting were generally decided in advance. Key information is placed before Board of Directors to appraise corporate governance.

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**BOARD COMMITTEES**

Presently the Board has four Committees, Audit Committee and, Stakeholders Relationship Committee, Nominations and Remunerations and CSR Committee, Members of Audit Committee consist of non-executive Chairman with combination of executive and non-executive directors as Member while investor grievances / share transfer committee/CSR Committee consist of non-executive Chairman with combination of executive and non-executive directors as Member.

The following committees have been formed in compliance with the Corporate Governance norms:

**1. AUDIT COMMITTEE**

Audit committee of the Board has been constituted in compliance with the provisions of Section 177 of the Companies Act, 2013 and Clause 49 of the Listing Agreement relating to the composition and terms of reference of the Audit Committee. Audit Committee is, inter alia, responsible for the financial reporting and ensuring compliance with the Accounting Standard and reviewing the financial policies of our company and to recommend the appointment of statutory auditors and internal auditors and to fix their remuneration. The Committee is responsible for reviewing the reports from internal auditors as well as the group Companies. The Committee will review all quarterly reports before submission of the same to the Board. Name of the directors who are members of the Committee and the details of meeting attended by directors are as under:

**Members of committee:**

Mrs. Gayatri Devi Goyal	Chairman (Appointed w.e.f. 13 July, 2015)
Mr. Harish Kisan kuchekar	Member (Appointed w.e.f. 1st November, 2016)
Mr. Jagdish Savajibhai Chhanga	Member (Appointed w.e.f. 28Th November, 2017)
Mr. Mr. Keshav Goyal	Member (Resigned From 03.01.2018)

- a) Audit committee comprises of executive and non executive directors as a member.
- b) Attendance at the audit committee meeting: The committee met four times during the period and quorum was present for every meeting.
- c) Dates of the Audit Committee meeting held: Audit committee meetings were held during the year 30<sup>Th</sup> May,2017 ,12<sup>Th</sup> Aug 2017, 13<sup>Th</sup> November,2017 ,12<sup>Th</sup> February,2018 . Chief accounts officer of our company attended the Committee meetings, Representatives of Statutory Auditors and Internal Auditors are invited to attend the meeting.
- d) Brief terms of reference:
  - i) Oversight of company's financial reporting process.
  - ii) Recommendation of appointment of Statutory Auditors.
  - iii) Review of Quarterly, Half yearly and annual financial statements.
  - iv) Review of internal control system and internal audit function.
  - v) Management discussion and analysis of financial condition and results of operation.
  - vi) Significant related party transactions.

**2. NOMINATION AND REMUNERATION COMMITTEE:**

Remuneration committee of the Board has been constituted in compliance with the provisions of Section 178(3) of the Companies Act, 2013 and Clause 49 of the Listing Agreement relating to the composition and terms of reference of the Remuneration Committee and ensuring compliance with and to recommend the appointment of Director & to fix their remuneration. The Committee is responsible for reviewing the remuneration of the Director. The Committee will review all remuneration before submission of the same to the Board. Name of the directors who are members of the Committee and the details of meeting attended by directors are as under:

**Members of Committee:**

Mrs. Gayatri Devi Goyal	Chairman (Appointed w.e.f. 13 July, 2015)
Mr. Harish Kisan kuchekar	Member (Appointed w.e.f. 1st November, 2016)
Mr. Jagdish Savajibhai Chhanga	Member (Appointed w.e.f. 28Th November, 2017)
Mr. Mr. Keshav Goyal	Member (Resigned From 03.01.2018)

Nomination and Remuneration Committee meetings were held four times during the year 30/05/2017, 12/08/2017, 13/11/2017 and 12/02/2018.

The committee expressed its satisfaction with the Company's performance in dealing with the Investor's Grievances.

The compensation to the Directors is approved by the Shareholders and disclosed separately in Notes to Accounts. Compensation to the Managing Director(s) consists of fixed salary and/or performance incentive. Sitting Fees payable to the Independent Directors is Limited to a fixed amount per year approved by the Board and the shareholders

**3. STAKEHOLDER RELATIONSHIP COMMITTEE:**

Our Company has constituted an Stakeholders relations committee comprising of directors for speedy disposal of the share transfer requests received by our company. The committee along with overseeing share transfer work looks into the complaints received from investors. The names of directors who are members of the Committee and the details of meeting attended by directors are as under:-

**Members of Committee:**

Mrs. Gayatri Devi Goyal	Chairman (Appointed w.e.f. 13 July, 2015)
Mr. Harish Kisan kuchekar	Member (Appointed w.e.f. 1st November, 2016)
Mr. Jagdish Savajibhai Chhanga	Member (Appointed w.e.f. 28Th November, 2017)
Mr. Mr. Keshav Goyal	Member (Resigned From 03.01.2018)

Share / debenture Transfer and Investor's Grievance Committee meeting were held during year 30<sup>Th</sup> May,2017 ,12<sup>Th</sup> Aug 2017, 13<sup>Th</sup> November,2017 ,12<sup>Th</sup> February,2018 The committee expressed its satisfaction with the Company's performance in dealing with the Investor's Grievances.

**4. CSR COMMITTEE :**

The committee expresses its satisfaction with the Company's performance in dealing with the CSR.

**Members of Committee:**

Mrs. Gayatri Devi Goyal	Chairman (Appointed w.e.f. 13 July, 2015)
Mr. Harish Kisan kuchekar	Member (Appointed w.e.f. 1st November, 2016)
Mr. Jagdish Savajibhai Chhanga	Member (Appointed w.e.f. 28Th November, 2017)
Mr. Mr. Keshav Goyal	Member (Resigned From 03.01.2018)

CSR Committee meetings were held four times during the year 30/05/2017, 12/08/2017, 13/11/2017 and 12/02/2018

**SHAREHOLDING OF THE DIRECTORS IN OUR COMPANY:**

The Articles of association do not require the directors to hold any qualification shares. The present shareholding of Directors is detailed below:

Name of the Director	Designation	No. of Shares held	% of paid-up share capital
Mrs. Gayatri Devi Goyal	Chairman	NIL	NIL
Mr. Keshav Goyal	Director	NIL	NIL
Mr. Harish Kisan kuchekar	Director	NIL	NIL
Mr. Jagdish Savajibhai Chhanga	Director	NIL	NIL

**INTEREST OF DIRECTORS**

All Directors of our company may be deemed to be interested to the extent of fees, if any, payable to them for attending meetings of the Board or a committee thereof as well as to the extent of other remuneration, reimbursement of expenses payable to them under the Articles of Association of our company. All our Directors may also be deemed to be interested to the extent of Equity Shares, if any, already held by them or their relatives in our company or that may be subscribed for and allotted to them and also to the extent of any dividend payable to them and other distributions in respect of the said Equity Shares.

The Directors may also be regarded as interested in the Equity Shares, if any, held by or that may be subscribed by and allotted to the Companies, firms and trust, in which they are interested as Directors, Members, Partners or Trustees.

**GENERAL BODY MEETINGS:**

Details of Last three Annual General Meetings are as follows:

No of AGM	Date	Time	Venue	Special Resolution
33Rd	29 <sup>th</sup> September, 2017	3.00 P.M	Hall No.35, 1st Floor, Kamala Super Market, Telghani Naka, Station Road, Raipur, Chhattisgarh, pin-492001	-
32Nd	23Rd September, 2016	10.00 A.M.	Near Balaji Transport Company, Opp-Amaranth Dharmakanta, Hirapur, Ring Road, No.2, Raipur, Chhattishgarh-4920099.	*
31st	30Th September, 2015	10.00 A.M.	Near Balaji Transport Company, Opp-Amaranth Dharmakanta, Hirapur, Ring Road, No.2, Raipur, Chhattishgarh-4920099.	**

\*Appointment of Mr. Manoj Harishchandra Tiwari as an Executive Director of the company.”

\*\* To appoint of a Lady Director Mrs. Gayatri Devi Goyal as Non Executive Director of the company.

**MEANS OF COMMUNICATION:**

Information like quarterly / half yearly / annual financial results and press releases on significant developments in the company that has been made available from time to time, has been submitted to the stock exchanges to enable them to put them on their websites and communicate to their members. The quarterly / half yearly / annual financial results are published in English and regional Newspapers. Moreover, a report on management discussion and analysis has been given elsewhere in this report.

**CORPORATE ETHICS:**

The company adheres to the highest standard of business ethics, compliance with statutory and legal requirements and commitment to transparency in business dealings. A code of conduct for Board Members and Senior management and Code of Conduct for Prevention of Insider trading has been adopted.

**(a) Code of Conduct for Board members and Senior management:**

The Board of Directors of Company adopted Code of Conduct for its Members and Senior Management at their meeting of the Company. The Code highlights Corporate Governance as the cornerstone for sustained management performance, for serving all the stakeholders and for instilling pride of association.

The code is applicable to all Directors and specified Senior Management executives the code impresses upon directors and senior management executives to uphold the interest of the company and its stakeholders and to endeavor to fulfill all the fiduciary obligations forward them. Another important principle on which the code is based is that the Directors and senior management Executives shall act in accordance with the highest standard of honesty, integrity, fairness, and ethical conduct and shall exercise utmost good faith, due care and integrity in performing their duties.

**Declaration affirming compliance of Code of Conduct**

A declaration by the Board of Directors affirming Compliance of Board members and senior management personnel to the code are also annexed herewith.

**(b) Code of Conduct for prevention of Insider Trading**

The company has adopted a code of conduct for prevention of insider trading for its management, staff and Directors. The code lays down guidelines and procedures to be followed and disclosures to be made by directors, top level executives and staff whilst dealing in shares.

**DISCLOSURES:**

- a) There are no transactions, which have a potential conflict with the interest of the company at large.
- b) The Company has complied with the requirements of the Stock Exchanges/SEBI/any other Statutory Authority on all the matters related to capital markets.
- c) The company affirms that no employees have been denied access to the Audit Committee.
- d) The company has complied with all mandatory requirements as stipulated in clause 49 of the listing agreement with stock exchange.
- e) The company has fulfilled the following non mandatory requirements:
- f) All short-term and long term employee benefits are recognized at their undiscounted amount in the accounting period in which they are incurred.
- g) There are no dues of Income Tax, sales tax, wealth tax, service tax, custom duty, excise-duty, cess which have not been deposited on account of disputes.

**STRATMONT INDUSTRIES LIMITED**

(Formerly known as Chhattisgarh Industries Limited)

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- h) The company has not accepted any deposits from the public.
- i) The Company has not granted any loans, secured or unsecured to companies, firms or other parties covered in the register maintained under section 189 of the Companies Act, 2013 ('the Act'). Accordingly, Clause 3(iii) (a), (b) and (c) of the order are not applicable for the year.
- j) There has been no delay in transferring amounts, required to be transferred, to the Investor Education and Protection Fund by the Company.
- k) The Company did not have any long term contracts, including derivative contracts for which there were any material foreseeable losses.
- l) **STRATMONT INDUSTRIES LIMITED Formerly known as Chhattisgarh industries limited** ("the Company") as of March 31, 2018.
- m) **The company has been change of Its Name From Chhattisgarh industries Limited To Stratmont industries Limited With Effect from 27<sup>th</sup> Dec,2017 Vide Approval ROC Chhattisgarh.**

**MANAGEMENT DISCUSSION AND ANALYSIS REPORT:**

The management discussion and analysis forms part of this Annual Report

**COMPANY'S CORPORATE WEBSITE**

The company's corporate website provides the comprehensive reference on stratmont Industries Limited's management, Board members, vision, mission, and policies and the financials etc. of the company, in compliance with the provisions of listing Agreement.

**GENERAL SHAREHOLDERS INFORMATION:**

<b>Registered Office of the Company</b>	<b>ROOM NO.35, 1ST FLOOR, KAMLA SUPER MARKET RAIPUR, CHHATTISGARH- 492001 RAIPUR 492001</b>
<b>34<sup>th</sup> Annual General Meeting</b>	<b>STRATMONT INDUSTRIES LIMITED</b>
<b>Date</b>	<b>SATURDAY 25TH AUGUST, 2018</b>
<b>Time</b>	<b>10.00 A.M</b>
<b>Venue</b>	<b>LAND MARK HOTEL, SQUARE-BANQUET HALL, 1ST FLOOR, NEAR MATA GARAGE, MAIN ROAD, PANDRI, RAIPUR-492004,CHHATTISGARH</b>
<b>Date of Book Closure</b>	<b>AUGUST 19, 2018 TO AUGUST 25, 2018 (BOTH DAYS INCLUSIVE).</b>

**Listing of shares on stock exchanges and stock code**

<b>SR. No.</b>	<b>Name of the Stock Exchange/ Date</b>	<b>Stock code</b>
<b>1.</b>	<b>(c) The Bombay Stock Exchange Limited</b>	<b>530495</b>

**Listing Fees for the year 2017-2018**

Annual Listing fees has been paid to BSE

Market Price Data – BSE

Company – Chhattisgarh Industries Limited (presently known as stratmont Industries Limited)

Period: October 2017 to March 2018

**STRATMONT INDUSTRIES LIMITED****Annual Report 2017-18**

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Month	Open Price	High Price	Low Price	Close Price	No.of Shares	Total Turnover (Rs.)
Oct-17	12.5	12.5	11.29	11.29	549	6241
Nov-17	10.73	10.73	8.75	9	4900	47942
Dec-17	8.55	8.55	7.73	7.73	1501	12134
Jan-18	7.73	7.73	7.25	7.25	8722	64193
Feb-18	7.61	7.99	7.6	7.6	244	1902
Mar-18	7.22	8.1	7.22	7.96	3015	23547

**Note:** The information of the Stock price of the company for the month of April 2017 to September, 2017 are not available in the BSE website, therefore we are unable to give the information. Hence data available as per BSE website from Oct. 2017 to Mar-18.

**Registrar and Transfer Agents for shares held in Physical as well as Depository mode:**

Purva Sharegistry (India) Pvt. Ltd.  
Unit no. 9 Shiv Shakti Ind. Estt.  
J.R. Boricha marg  
Opp. Kasturba Hospital Lane  
Lower Parel (E), Mumbai 400 011  
Tel : 91-22-2301 6761 / 8261  
Fax : 91-22-2301 2517

**(a) Dematerialization of Securities**

The Company's shares are available for trading in the Depository System both at National Securities Depository Limited (NSDL) and Central Depository Services (India) Limited (CDSL). The Internet Security Identification Number (ISIN) allotted by NSDL and CDSL to (Chhattisgarh Industries Limited) presently known as Stratmont Industries Limited is INE473C01025.

**(b) Outstanding GDRs/ADRs/Warrants or any other Convertible Instrument.**

Company has not issued any GDRs/ADRs/Warrants or any other convertible instruments or any issue (public issue, right issue, preferential issue etc.) to have impact on Equity Share Capital of the Company.

**(c) Address for Correspondence: Stratmont Industries Limited**

B-502, D.N. NAGAR, PRATIK CHSL J.P. ROAD, OPP-DHAKE COLONY, ANDHERI (WEST)  
MUMBAI 400053 INDIA.

**By Order of the Board  
For Stratmont Industries Limited**

Sd/-

**Mr. Jagdish savajibhai Chhanga  
Managing Director**

**Mumbai  
May 30, 2018**

**CERTIFICATE OF COMPLIANCE WITH THE CODE OF CONDUCT POLICY**

The Board Members and the senior management Personnel have confirmed compliance with the Code of Conduct and Ethics for the period ended March 31, 2018, as provided under clause 49 of the Listing Agreements with the Stock Exchange to the best of their efforts.

**By Order of the Board  
For Stratmont Industries Limited**

Sd/-

**Mr. Jagdish savajibhai Chhanga  
Managing Director**

**Mumbai  
May 30, 2018**

**Form No. MR-3**

**SECRETARIAL AUDIT REPORT**

FOR THE FINANCIAL YEAR ENDED 31st March,2018

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

To  
The Board of Directors  
M/s. Stratmont Industries Limited  
(formerly known as Chhattisgarh Industries Limited)  
CIN: L28100CT1984PLC002416  
Room No.35, 1ST Floor, Kamla Super Market  
Raipur-492001,Chhattisgarh

We have conducted the Secretarial Audit of the compliance of applicable statutory provisions and the adherence to good corporate practices by M/s. Stratmont Industries Limited (formerly known as Chhattisgarh Industries Limited) (hereinafter called the “company”). Secretarial Audit was conducted in a manner that provided us a reasonable basis for evaluating the corporate conducts/statutory compliances and expressing my opinion thereon.

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

We have examined the books, papers, minute books, forms and returns filed and other records maintained by Company for the financial year ended on 31st March, 2018 according to the provisions of:

- i. The Companies Act 2013 and the Rules made thereunder;
- ii. The Depositories Act, 1996 and the Regulations and Bye-laws framed there under;
- iii. The Securities Contracts (Regulation) Act, 1956 (‘SCRA’) and the Rules made there under;
- iv. Foreign Exchange Management Act, 1999 and the applicable rules and regulations made thereunder;

The following Regulations and Guidelines prescribed under the Securities and Exchange Board of India Act, 1992 (‘SEBI Act’);

- a. The Securities and Exchange Board of India (Substantial Acquisition of Shares and Takeovers) Regulations, 2011;
- b. The Securities and Exchange Board of India (Prohibition of Insider Trading) Regulations, 2015;
- c. The Securities and Exchange Board of India (Issue of Capital and Disclosure Requirements) Regulations, 2009;
- d. The Securities and Exchange Board of India (Employee Stock Option Scheme and Employee Stock Purchase Scheme) Guidelines, 1999; Not Applicable
- e. The Securities and Exchange Board of India (Issue and Listing of Debt Securities) Regulations, 2008; Not Applicable

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- f. The Securities and Exchange Board of India (Registrars to an Issue and Share Transfer Agents) Regulations, 1993 regarding the Companies Act and dealing with client;
- g. The Securities and Exchange Board of India (Delisting of Equity Shares) Regulations, 2009- Not Applicable
- h. The Securities and Exchange Board of India (Buyback of Securities) Regulations, 1998- Not Applicable
  
- v. The laws as are applicable specifically to the Company are as under.
  - a. The Bombay Rent Act, 1947
  - b. The Companies Act, 2013
  - c. The Payment of Bonus Act, 1965
  - d. The Payment of Gratuity Act, 1972
  - e. The Payment of Wages Act, 1936
  - f. The Employees Provident Funds and Miscellaneous Provisions Act, 1952
  - g. The Shop & Establishment Act, 1948
  - h. The Foreign Exchange Management Act, 1999
  - i. The Negotiable Instrument Act, 1881
  - j. The Information technology Act, 2000
  - k. The Contract Labour Act, 1970
  - l. The Income Tax Act, 1961
  - m. The Central Sales Tax 1956
  - n. Central Excise Act, 1944
  - o. The Financial Act, 1994
  - p. Minimum Wages Act, 1948
  - q. Maternity Benefit Act, 1961
  - r. Industrial Disputes Act, 1947
  - s. Employees Compensation Act, 1923

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 Listing Agreement entered into by the Company with the BSE Limited.

Based on the information received and records maintained we further report that the company has complied with the provisions of Companies Act, 2013 and Rules, SEBI (Listing Obligations and Disclosure Requirements), 2015 made thereunder and the Memorandum and Articles of Association of the Company, with regard to:

- (a) maintenance of various statutory registers and documents and making necessary entries therein;
- (b) closure of the Register of Members;
- (c) forms, returns, documents and resolutions required to be filed with the Registrar of Companies and the Central Government;
- (d) service of documents by the Company on its Members, Auditors and the Registrar of Companies;
- (e) notice of Board meetings and Committee meetings of Directors;
- (f) the meetings of Directors and Committees of Directors including passing of resolutions by circulation;
- (g) the 33rd Annual General Meeting was held on September 29, 2017;
- (h) an Extraordinary General Meeting was held on November 21, 2017;
- (i) minutes of proceedings of General Meetings and of the Board and its Committee meetings;

- (j) approvals of the Members, the Board of Directors, the Committees of Directors and the government authorities, wherever required;
- (k) *The Company has not complied with the composition of Board. The Board does not have adequate representation of Independent directors;*
- (l) *The company has not complied with the provisions of Section 203 with respect to appointment of Whole Time Key Managerial Personnel (KMP) i.e. Chief Financial Officer and Company Secretary;*
- (m) remuneration of the Managing Director was in accordance with the provisions of Schedule V of the Companies Act 2013.
- (n) appointment and remuneration of Auditors;
- (o) transfers and transmissions of the Company's shares, and issue and dispatch of duplicate certificates of shares;
- (p) borrowings and registration, modification and satisfaction of charges wherever applicable;
- (q) investment of the Company's funds including inter-corporate loans and investments and loans to others;
- (r) giving guarantees in connection with loans taken by subsidiaries;
- (s) form of balance sheet as prescribed under Part I, form of statement of profit and loss as prescribed under Part II and General Instructions for preparation of the same as prescribed in Schedule VI to the Act;
- (t) Directors' report;
- (u) The Company has paid all its Statutory dues to Income tax, Goods & service Taxes, Duty of Custom, Duty of Excise, as applicable and satisfactory arrangements have been made for arrears of any such dues.
- (v) contracts, common seal, registered office and publication of name of the Company; and
- (w) generally, all other applicable provisions of the Act and the Rules made under the Act.

I further report that:

- (a) the Company has complied with the provisions of the Securities and Exchange Board of India (Substantial Acquisition of Shares and Takeovers) Regulations, 2011 including the provisions with regard to disclosures and maintenance of records required under the said Regulations;
- (b) the Company has complied with the provisions of the Securities and Exchange Board of India (Prohibition of Insider Trading) Regulations, 2015 including the provisions with regard to disclosures and maintenance of records required under the said Regulations;
- (c) The Company has complied with the Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements), 2015 barring a few instances as follows;
  - 1. As per the requirement of Regulation 46, there is no active website of the Company displaying details mandated under Regulation 46 of the Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements), 2015.
- (d) The Company has complied with the provisions of Securities and Exchange Board of India (Depositories and Participants) Regulations, 1996. In accordance with Regulation 55A, the company has filed a report issued by Practicing Company Secretary to the Stock Exchange for the purpose of reconciliation

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of the total issued capital, listed capital and capital held by depositories in dematerialized form, the details of changes in share capital during the quarter.

I further report that during the year under review, there has been no events or actions which had a major bearing on its affairs in pursuance of the above referred laws, rules, regulations, guidelines, standards, etc

For Ritul Parmar,  
Company Secretaries  
Sd//-

Ritul Parmar  
(ACS No: 31583 CP No: 14845)

May30, 2018  
Navi Mumbai

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

**‘Annexure A’**

To,  
The Members  
M/s. Stratmont Industries Limited  
(formerly known as Chhattisgarh Industries Limited)  
CIN: L28100CT1984PLC002416  
Room No.35, 1ST Floor, Kamla Super Market Raipur,  
Raipur 492001, Chhattisgarh  
Our report of even date is to be read along with this letter.

1. Maintenance of Secretarial record is the responsibility of the management of the Company. Our responsibility is to express an opinion on these secretarial records based on our audit.
2. We have followed the audit practices and process as were appropriate to obtain reasonable assurance about the correctness of the contents of the Secretarial records. The verification was done on test basis to ensure that correct facts are reflected in Secretarial records. We believe that the process and practices, we followed provide a reasonable basis for our opinion.
3. We have not verified the correctness and appropriateness of financial records and Books of Accounts of the Company.
4. Where ever required, we have obtained the Management representation about the Compliance of laws, rules and regulations and happening of events etc.
5. The Compliance of the provisions of Corporate and other applicable laws, rules, regulations, standards is the responsibility of management. Our examination was limited to the verification of procedure on test basis.
6. The Secretarial Audit report is neither an assurance as to the future viability of the Company nor of the efficacy or effectiveness with which the management has conducted the affairs of the Company.

For Ritul Parmar, Company Secretaries  
sd/-  
Ritul Parmar  
(ACS No: 31583 CP No: 14845)

May30, 2018  
Navi Mumbai

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**COMPLIANCE CERTIFICATE OF THE AUDITORS**

A certificate from the auditors of the Company regarding compliance of conditions of Corporate Governance as stipulated under Clause 49 of the Listing Agreement is attached to this report.

**Auditors Certificate on Corporate Governance**

To,

The Members,

**STRATMONT INDUSTRIES LIMITED**

We have examined the compliance of conditions of corporate governance by Stratmont Industries Limited for the year ended 31st March, 2018, as stipulated in clause 49 of the Listing Agreement of the said company with stock exchanges.

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

In our opinion and to the best of our information and according to the explanations given to us:

We certify that the Company has complied with the conditions of Corporate Governance as stipulated in clause 49 of the Listing Agreement.

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

For and on behalf of  
M/s SARP & Associates  
Chartered Accountants  
Firm Registration Number: 007375C

Sd/-

Shailesh Agarwal  
(Partner)  
Membership No. 063220

Place: Kolkata

Date: May 30, 2018

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**Independent Auditor's Report**

**To the Members of**

**STRATMONT INDUSTRIES LIMITED**

**Report on the Standalone Ind AS Financial Statements**

We have audited the accompanying Standalone Ind AS Financial Statements of Stratmont Industries Limited ("the Company"), which comprise the Balance Sheet as at 31st March, 2018, the Statement of Profit and Loss (including Other Comprehensive Income), the Statement of Cash Flows and the Statement of Changes in Equity for the year then ended, and a summary of significant accounting policies and other explanatory information (herein after referred to as "Standalone Ind AS Financial Statements")

**Management's Responsibility for the Financial Statements**

The Company's Board of Directors is responsible for the matters stated in Section 134(5) of the Companies Act, 2013 ("the Act") with respect to the preparation and presentation of these Standalone Ind AS Financial Statements that give a true and fair view of the financial position, financial performance including other comprehensive income, cash flows and changes in equity of the Company in accordance with the accounting principles generally accepted in India, including the applicable Indian Accounting Standards (Ind AS) prescribed under Section 133 of the Act, read with the Companies (Indian Accounting Standards) Rules, 2015, as amended.

This responsibility also includes maintenance of adequate accounting records in accordance with the provisions of the Act for safeguarding the assets of the Company and for preventing and detecting frauds and other irregularities; selection and application of appropriate accounting policies; making judgments and estimates that are reasonable and prudent; and 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 Ind AS Financial Statements that give a true and fair view and are free from material misstatement, whether due to fraud or error.

**Auditor's Responsibility**

Our responsibility is to express an opinion on these Standalone Ind AS Financial Statements based on our audit.

We have taken into account the provisions of the Act, the accounting and auditing standards and matters which are required to be included in the audit report under the provisions of the Act and the Rules made thereunder.

We conducted our audit in accordance with the Standards on Auditing 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 Ind AS Financial Statements are free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and the disclosures in the Standalone Ind AS Financial Statements. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the Standalone Ind AS 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 Ind AS 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 Ind AS Financial Statements.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion on the Standalone Ind AS Financial Statements.

### **Opinion**

In our opinion and to the best of our information and according to the explanations given to us, the aforesaid Standalone Ind AS Financial Statements give the information required by the Act in the manner so required and give a true and fair view in conformity with the accounting principles generally accepted in India including the Ind AS, of the financial position of the Company as at 31st March, 2018 and its financial performance including other comprehensive income, its cash flows and the changes in equity for the year ended on that date.

### **Report on Other Legal and Regulatory Requirements**

1. As required by the Companies (Auditor's Report) Order, 2016 ("the Order") issued by the Central Government of India in terms of sub-Section (11) of Section 143 of the Act, we give in "Annexure A" statement on the matters specified in the paragraph 3 and 4 of the Order, to the extent applicable.
2. As required by Section 143(3) of the Act, we report that:
  - a) we have sought and obtained all the information and explanations which to the best of our knowledge and belief were necessary for the purposes of our audit;
  - b) in our opinion proper books of account as required by law have been kept by the Company so far as it appears from our examination of those books;
  - c) the Balance Sheet, the Statement of Profit and Loss, the Statement of Cash Flows and the Statement of Changes in Equity dealt with by this Report are in agreement with the books of account;
  - d) in our opinion, the aforesaid Standalone Ind AS Financial Statements comply with the Accounting Standards specified under Section 133 of the Act, read with the Companies (Indian Accounting Standards) Rules, 2015, as amended;
  - e) on the basis of the written representations received from the directors as on 31st March, 2018 taken on record by the Board of Directors, none of the directors is disqualified as on 31st March, 2018 from being appointed as a director in terms of Section 164 (2) of the Act;
  - f) With respect to the adequacy of the internal financial controls over financial reporting of the Company and the operating effectiveness of such controls, refer to our separate report in 'Annexure B';

- g) 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 does not have any pending litigations which would impact its financial position.
  - ii) The Company did not have any long term contracts, including derivative contracts for which there were any material foreseeable losses.
  - iii) There were no amounts which were required to be transferred to the Investor Education and Protection Fund by the Company.

For SARP & Associates  
Chartered Accountants  
Firm Reg. No. 007375C

S/d-  
Shailesh Agarwal  
Partner  
Membership No 063220  
Place: Kolkata  
Date: May 30, 2018

**Annexure “A” to the Independent Auditors’ Report**

(Referred to in Paragraph 1 of our Report of even date)

The Annexure referred to in our Independent Auditor’s Report to the members of the Company on the Standalone Ind AS Financial Statements for the year ended 31st March, 2018, we report that:

- (i) (a) The Company has maintained proper records showing full particulars, including quantitative details and situation of fixed assets.

(b) As explained to us, fixed assets, according to the practice of the Company, are physically verified by the management at reasonable intervals, in a phased verification programme, which, in our opinion, is reasonable, looking to the size of the Company and the nature of its business.

(c) The title deeds of immovable properties, as disclosed in Note: 3 on Property, Plant and Equipment, to the financial statements, are held in the name of the Company subject to the fixed assets being sold during the period under audit.

- (ii) The inventory has been physically verified by the management during the year. In our opinion, the frequency of verification is reasonable. The company is primarily dealt in the trading of coking coal and not having any stock at the end of the year.

- (iii) The Company has not granted any loans, secured or unsecured to companies, firms or other parties covered in the register maintained under section 189 of the Companies Act, 2013 (‘the Act’). Accordingly, Clause (iii) (a), (b) and (c) of the order are not applicable for the year.

- (iv) In our opinion and according the information and explanation given to us, there are no loans, guarantees and securities granted in respect of which provisions of section 185 and 186 of the Companies Act 2013 are applicable and hence not commented upon.

- (v) The Company has not accepted any deposits from the public and hence the directives issued by the Reserve Bank of India and the provisions of Sections 73 to 76 or any other relevant provisions of the Act and the Companies (Acceptance of Deposit) Rules, 2015 with regard to the deposits accepted from the public are not applicable.

- (vi) The Central Government has not prescribed the maintenance of cost records for the company under section 148(1) of the Act, 2013.

- (viii) (a) According to the information and explanations given to us and on the basis of our examination of the records of the Company, amounts deducted/ accrued in the books of account in respect of undisputed statutory dues including Provident Fund, Employees State Insurance, income tax, sales tax, service tax, GST, duty of customs, value added tax, cess and other material statutory dues have generally been deposited regularly during the year by the Company with the appropriate authorities.

According to the information and explanations given to us, no undisputed amounts payable in respect of applicable statutory dues as referred to above were in arrears as at 31st March, 2018 for a period of more than six months from the date they became payable.

(b) According to the information available, there are no dues of Income Tax, sales tax, wealth tax, service tax, GST, custom duty, excise-duty, cess which have not been deposited on account of disputes.

- (viii) Based on the information and explanations given to us, the Company has not availed any loan from the financial institutions and banks, during the period under audit and hence this clause is not applicable to the company.
- (ix) Based upon the audit procedures performed, the Company has not raised moneys by way of initial public offer or further public offer. Hence not commended upon.
- (x) During the course of our examination of the books and records of the Company, carried out in accordance with the generally accepted auditing practice in India, and according to the information and explanation given to us, we have neither come across any instance of material fraud by the Company or on the Company by its officers or employees, noticed or reported during the year, nor have we been informed of any such case by the management.
- (xi) According to the information and explanations given to us and on the basis of our examination of the records of the Company, managerial remuneration has been paid or provided in accordance with the requisite approvals mandated by the provisions of Section 197 read with Schedule V of the Act.
- (xii) In our opinion, the Company is not a nidhi Company. Accordingly the provisions of Clauses 3 (xii) of the Order are not applicable.
- (xiii) As per information and explanation given to us and on the basis of our examination of the records of the Company, all the transaction if any with related parties are in compliance with Section 177 and 188 of Companies Act 2013 and all the details have been disclosed in Standalone Ind AS Financial Statements as required by the applicable Accounting Standards.
- (xiv) According to the information and explanations given to us and on the basis of our examination of the records, the Company has not made any preferential allotment or private placement or not issued any debenture during the year under review. Accordingly the provisions of paragraph 3(xiv) of the Order are not applicable.
- (xv) According to the information and explanations given to us and on the basis of our examination of the records, the Company has not entered into any non-cash transactions with any director or any person connected with him. Accordingly the provisions of Clauses 3(xv) of the Order are not applicable to the Company.
- (xvi) In our opinion, the Company is not required to be registered under Section 45 IA of the Reserve Bank of India Act, 1934 and accordingly, the provisions of clause 3(xvi) of the Order are not applicable.

For SARP & Associates  
Chartered Accountants  
Firm Reg No. 007375C

S/d-  
Shailesh Agarwal  
(Partner)  
Membership No 063220  
Place: Kolkata  
Date: May 30, 2018

**Annexure “B” to the Independent Auditor’s Report**  
(Referred to in paragraph 2 (f) of our Report of even date)

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

We have audited the internal financial controls over financial reporting of the Company as of 31st March, 2018 in conjunction with our audit of the Standalone Ind AS Financial Statements of the Company for the year ended on that date.

**Management’s Responsibility for Internal Financial Controls**

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

**Auditor’s Responsibility**

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

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

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

**Meaning of Internal Financial Controls over Financial Reporting**

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

- (1) Pertain to the maintenance of records that, in reasonable detail, accurately and fairly reflect the transactions and dispositions of the assets of the Company;
- (2) Provide reasonable assurance that transactions are recorded as necessary to permit preparation of financial statements in accordance with generally accepted accounting principles, and that receipts and expenditures of the Company are being made only in accordance with authorizations of management and directors of the Company; and
- (3) Provide reasonable assurance regarding prevention or timely detection of unauthorized acquisition, use, or disposition of the Company's assets that could have a material effect on the financial statements.

**Inherent Limitations of Internal Financial Controls over Financial Reporting**

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

**Opinion**

In our opinion, the Company has, in all material respects, an adequate internal financial controls system over financial reporting and such internal financial controls over financial reporting were operating effectively as at 31st March, 2018, based on the internal control over financial reporting criteria established by the Company considering the essential components of internal control stated in the Guidance Note on Audit of Internal Financial Controls Over Financial Reporting issued by the Institute of Chartered Accountants of India.

For SARP & Associates  
Chartered Accountants  
Firm Reg No. 007375C

Sd/-  
Shailesh Agarwal  
Partner  
Membership No 063220  
Place: Kolkata  
Date: May 30, 2018

**Balance Sheet as at 31st March, 2018**

(Amount in Rs.)

Particulars	Notes	As at 31st March, 2018	As at 31st March, 2017	As at 31st March, 2016
<b>ASSETS</b>				
Non-current assets				
Property, plant and equipment	3	-	11,549,061	13,154,079
Capital work-in-progress	3	-	8,104,830	8,104,830
		-	<b>19,653,891</b>	<b>21,258,909</b>
<b>Current assets</b>				
Financial assets				
Trade receivables	4	<b>9,446,682</b>	242,822	46,172
Cash and cash equivalents	5	<b>10,998,515</b>	1,116,169	144,379
Loans	6	<b>233,125</b>	4,022,436	-
Other current assets	7	<b>17,811,194</b>	3,080,083	3,158,418
Current income tax assets (net)		<b>753,258</b>	763,608	753,258
		<b>39,242,774</b>	9,225,118	4,102,227
<b>TOTAL ASSETS</b>		<b>39,242,774</b>	28,879,009	25,361,136
<b>EQUITY AND LIABILITIES</b>				
<b>Equity</b>				
Equity share capital	8	<b>14,978,800</b>	14,978,800	14,978,800
Other equity	SOCIE	<b>(19,372,042)</b>	(22,962,324)	(21,161,297)
		<b>(4,393,242)</b>	(7,983,524)	(6,182,497)
<b>Liabilities</b>				
<b>Non-current liabilities</b>				
Deferred tax liabilities	9	-	169,212	784,997
		-	169,212	784,997
<b>Current liabilities</b>				
Financial liabilities				
Borrowings	10	<b>36,793,185</b>	35,843,163	29,968,163
Trade payables	11	<b>4,723,088</b>	415,949	362,264
Other financial liabilities	12	<b>499,565</b>	367,031	361,031
Other current liabilities	13	<b>53,899</b>	899	899
Provisions	14	<b>3,182</b>	3,182	3,182
Current income tax liabilities (net)		<b>1,563,097</b>	63,097	63,097
		<b>43,636,016</b>	36,693,321	30,758,636
<b>TOTAL EQUITY AND LIABILITIES</b>		<b>39,242,774</b>	28,879,009	25,361,136

Significant accounting policies

1

Notes referred to above form an integral part of the standalone financial statements

2-30

As per our report of even date attached

**For and on behalf of**  
**M/s SARP & Associates**  
**Chartered Accountants**  
Firm Registration Number: 007375C  
Sd/-  
**Shailesh Agarwal**  
(Partner)  
Membership No. 063220  
Place: Kolkata  
Date: May 30, 2018

**On the Behalf of Board of Directors**  
**For Stratmont Industries Limited**

Sd/-  
**Jagdish savajibhai Chhanga**  
Managing Director  
DIN No.08004894

Sd/-  
**Harish Kisan Kuchekar**  
Director  
DIN No.07619457

**Statement of Profit & Loss for the year ended 31st March, 2018**

(Amount in ₹)

Particulars	Note	31 March 2018	31 March 2017
Revenue from operations	15	246,143,288	-
Other income	16	6,324,370	207,000
<b>Total income</b>		<b>252,467,658</b>	<b>207,000</b>
<b>Expenses</b>			
Purchases of stock in trade	17	244,355,680	-
Changes of inventory - stock in trade			
Employee benefits expense	18	508,515	72,000
Finance costs		-	-
Depreciation and amortization expense	3	977,692	1,605,018
Other expenses	19	1,704,701	946,794
<b>Total expenses</b>		<b>247,546,588</b>	<b>2,623,812</b>
<b>Profit before exceptional items and tax</b>		<b>4,921,070</b>	<b>(2,416,812)</b>
Exceptional items		-	-
<b>Profit before tax</b>		<b>4,921,070</b>	<b>(2,416,812)</b>
<b>Tax expense</b>			
Current tax	28	1,500,000	-
Deferred tax (benefit)/charge		(169,212)	(615,785)
<b>Total tax expense</b>		<b>1,330,788</b>	<b>(615,785)</b>
<b>Profit for the year</b>		<b>3,590,282</b>	<b>(1,801,027)</b>
<b>Other comprehensive income</b>			
Items that will not be reclassified to profit or loss		-	-
Income tax on items that will not be reclassified to profit or loss		-	-
Items that will be reclassified to profit or loss		-	-
Income tax on items that will be reclassified to profit or loss		-	-
<b>Total other comprehensive income</b>		<b>-</b>	<b>-</b>
<b>Total comprehensive income for the year</b>		<b>3,590,282</b>	<b>(1,801,027)</b>
<b>Earnings per equity share for continuing operations (face value per share ₹ 10 each)</b>			
Basic	26	2.40	(1.20)
Diluted	26	2.40	(1.20)
Significant accounting policies	1		
Notes referred to above form an integral part of the standalone financial statements	2-30		

As per our report of even date attached

**For and on behalf of**  
M/s SARP & Associates  
**Chartered Accountants**  
Firm Registration Number: 007375C  
Sd/-  
**Shailesh Agarwal**  
(Partner)  
Membership No. 063220  
Place: Kolkata  
Date: May 30, 2018

**On the Behalf of Board of Directors**  
**For Stratmont Industries Limited**

Sd/-  
**Jagdish savajibhai Chhanga**  
Managing Director  
DIN No.08004894

Sd/-  
**Harish Kisan Kuchekar**  
Director  
DIN No.07619457

**Statement of changes in equity**  
*for the year ended on 31 March 2018*

(Amount in ₹)

<b>A Equity share capital</b>	
Balance as at 1 April 2016	14,978,800
Changes in equity share capital during 2016-17	-
<b>Balance as at 31 March 2017</b>	<b>14,978,800</b>
Changes in equity share capital during 2017-18	-
<b>Balance as at 31 March 2018</b>	<b>14,978,800</b>

**B Other equity**

Particulars	Reserves & surplus	Total
	Surplus / (Deficit) in the statement of profit or loss	
<b>Balance as on 01 April 2016</b>	<b>(21,161,297)</b>	<b>(21,161,297)</b>
Profit for the year	(1,801,027)	<b>(1,801,027)</b>
Other comprehensive income (net of tax)	-	-
<b>Total comprehensive income for the year</b>	<b>(1,801,027)</b>	<b>(1,801,027)</b>
<b>Transactions with owners recognised directly in equity</b>		
Dividends	-	-
Dividend distribution tax	-	-
Transfer to general reserve	-	-
<b>Balance as on 31 March 2017</b>	<b>(22,962,324)</b>	<b>(22,962,324)</b>
Profit for the year	3,590,282	<b>3,590,282</b>
Other comprehensive income (net of tax)	-	-
<b>Total comprehensive income for the year</b>	<b>3,590,282</b>	<b>3,590,282</b>
<b>Transactions with owners recognised directly in equity</b>		
Dividends	-	-
Dividend distribution tax	-	-
Transfer to general reserve	-	-
<b>Balance as on 31 March 2018</b>	<b>(19,372,042)</b>	<b>(19,372,042)</b>
Significant accounting policies	<b>1</b>	
Notes referred to above form an integral part of the standalone financial statements	<b>2-30</b>	

**For and on behalf of**  
M/s SARP & Associates  
**Chartered Accountants**  
Firm Registration Number: 007375C  
Sd/-  
**Shailesh Agarwal**  
(Partner)  
Membership No. 063220  
Place: Kolkata  
Date: May 30, 2018

**On the Behalf of Board of Directors**  
**For Stratmont Industries Limited**

Sd/-  
**Jagdish savajibhai Chhanga**  
**Managing Director**  
DIN No.08004894

Sd/-  
**Harish Kisan Kuchekar**  
**Director**  
DIN No.07619457

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

(Amount in Rs.)

PARTICULARS		Year ended 31.03.2018 (₹)	Year ended 31.03.2017 (₹)
<b>A. CASH FROM OPERATING ACTIVITIES</b>			
Net Profit before extra ordinary items and Tax		4,921,072	(2,416,812)
<b>Adjustment for:</b>			
Depreciation		977,691	1,605,018
Preliminary Expenses written off		-	-
Interest debited to Profit and loss account		-	-
Non Operating Items (Income tax)		(1,500,000)	-
Loss/(Profit) on sale of Assets(Net)		(6,323,800)	-
Interest Credit to Profit and Loss Account		-	-
<b>Operating Profit Before Working Capital Changes</b>		<b>(1,925,037)</b>	<b>(811,794)</b>
<b>Adjustment for:</b>			
(Increase)/Decrease in Trade and other Receivables		(9,203,859)	(196,650)
(Increase)/Decrease in Inventories		-	-
(Increase)/Decrease in other Current Assets		(10,931,452)	(3,954,451)
Increase/(Decrease) Current Liabilities and Provisions		6,942,695	5,934,685
<b>Cash Generated From Other Operations</b>	<b>(A)</b>	<b>(15,117,654)</b>	<b>971,790</b>
<b>B. CASH FLOW FROM INVESTING ACTIVITIES</b>			
Sale of Fixed asset		25,000,000	-
Interest/Dividend received		-	-
Investment Sold		-	-
<b>Net Cash Used in Investing activities</b>	<b>(B)</b>	<b>25,000,000</b>	<b>-</b>
<b>C. CASH FROM FINANCING ACTIVITY</b>			
Net Proceeds from Borrowings		-	-
Interest paid		-	-
<b>Net Cash Used in Financing Activities</b>	<b>(C)</b>	<b>-</b>	<b>-</b>
<b>Net Increase in Cash and Cash Equivalents (A)+(B)+(C)</b>		9,882,346	971,790
<b>Cash &amp; Cash Equivalents (Opening Balance)</b>		1,116,169	144,379
<b>Cash &amp; Cash Equivalents (Closing Balance)</b>		<b>10,998,515</b>	<b>1,116,169</b>

*The above statement of cash flows should be read in conjunction with the accompanying notes.*

**For and on behalf of**  
M/s SARP & Associates

**On the Behalf of Board of Directors**  
**For Stratmont Industries Limited**

**Chartered Accountants**

Firm Registration Number: 007375C

Sd/-

**Shailesh Agarwal**  
**(Partner)**

Membership No. 063220

Place: Kolkata

Date: May 30, 2018

Sd/-

**Jagdish savajibhai Chhanga**  
**Managing Director**

DIN No.08004894

Sd/-

**Harish Kisan Kuchekar**  
**Director**

DIN No.07619457

**1. Company Overview****1.1 General Information**

Stratmont Industries Limited (“The Company”) formerly known as Chhattisgarh Industries Limited is a public limited company incorporated in India under the provisions of Companies Act, 1956 and validly existing under Companies Act, 2013. Equity shares of the Company are listed with BSE Limited. The Company is presently engaged in the business of trading of coking coal.

**1.2 Basis of preparation**

The financial statements of the Company have been prepared in accordance with Indian Accounting Standards (“Ind AS”) notified under Section 133 of the Companies Act, 2013 [the Companies (Indian Accounting Standards) Rules, 2015, as amended] and other relevant provisions of the Act.

The Financial Statements up to the year ended 31 March 2017 were prepared in accordance with the Accounting Standards notified under the Companies (Accounting Standard) Rules, 2006 (as amended) and other relevant provisions of the Act (“Previous GAAP”). The financial statements for the year ended 31 March 2018 are the first financial statements of the Company prepared in accordance with Ind AS. An explanation of how the transition to Ind AS has affected the reported balance sheet, statement of profit or loss and cash flows of the company is provided in notes to accounts.

The financial statements were authorised for issue by the Board of Directors on 30 May 2018.

**a) Basis of measurement**

The financial statements have been prepared on a historical cost basis.

**b) Current versus non-current classification**

The company presents assets and liabilities in the balance sheet based on current and non-current classification. All assets and liabilities have been classified as current or non-current as per the Company’s normal operating cycle (twelve months) and other criteria set out in the Schedule III to the Act.

Deferred tax assets and liabilities are classified as non-current assets and liabilities.

**c) Functional and presentation currency**

These financial statements are presented in Indian Rupees (INR), which is the company’s functional currency. All amounts have been rounded-off to the nearest Indian Rupee (INR).

**2. Summary of significant accounting policy:**

This note provides a list of the significant accounting policies adopted in the preparation of these financial statements. These policies have been consistently applied to all the years presented, unless otherwise stated.

**a) Use of estimates**

The preparation of the financial statements in conformity with Ind AS requires the management to make judgments, estimates and assumptions that affect the reported amounts of revenue, expenses, assets and liabilities at the end of period / year. Although these estimates are based on the management's best knowledge of current events and actions, uncertainty about these assumptions and estimates could result in the outcomes requiring a material adjustment to the carrying amounts of assets or liabilities in future periods.

**b) Property, plant and equipment****• Recognition and measurement**

Freehold land is carried at historical cost. All other items of property, plant and equipment are stated at cost less accumulated depreciation and accumulated impairment loss, if any. Cost comprises of purchase price and any directly attributable costs of bringing the asset to its working condition for the intended use. Any trade discounts and rebates are deducted in arriving at the purchase price.

Borrowing costs attributable to construction or acquisition of a qualifying asset for the period up to the date, the asset is ready for its intended use are included in the cost of the asset to which they relate.

Capital work-in-progress comprises of the cost of property, plant and equipment that are not yet ready for their intended use as at the balance sheet date.

**• Subsequent costs**

The cost of replacing a part of an item of property, plant and equipment is recognised in the carrying amount of the item if it is probable that the future economic benefits embodied within the part will flow to the company and its cost can be measured reliably. The carrying amount of the replaced part is derecognised. The costs of the day-to-day servicing of property, plant and equipment are recognised in the statement of profit and loss as incurred.

**• Derecognition**

An item of property, plant and equipment is derecognised upon disposal or when no future economic benefits are expected from its use or disposal. Gains and losses on disposal of an item of property, plant and equipment are determined by comparing the proceeds from disposal with the carrying amount of property, plant and equipment, and are recognised net and disclosed within other income or expenses in the statement of profit and loss.

**• Depreciation methods, estimated useful lives and residual value**

Depreciation is calculated over the depreciable amount, which is the cost of an asset, or other amount substituted for cost, less its residual value. Depreciation is recognised in the statement of profit and loss

on a straight-line basis over the estimated useful lives of each part of an item of property, plant and equipment as prescribed in Schedule II of the Companies Act 2013.

Freehold land is not depreciated.

**c) Impairment of non-financial assets**

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 amount of an asset exceeds its recoverable amount. The recoverable amount is the greater of the asset's fair value less costs to sell and its value in use. In assessing value in use, the estimated future cash flows are discounted to their present value using a pre-tax discount rate that reflects current market assessments of the time value of money and risks specific to the asset.

**d) Inventories**

Inventories if any which comprise of coke and coal are valued at lower of cost and net realizable value. Cost is determined using FIFO Method.

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

**e) Cash and cash equivalents**

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

**f) Revenue recognition**

Revenue from sale of goods is recognised when all significant risks and rewards of ownership of the goods are passed on to the buyer, recovery of the consideration is probable, the associated costs can be estimated reliably, there is no continuing effective control over, or managerial involvement with, the goods, and the amount of revenue can be measured reliably. It also includes excise duty and excludes Goods and Service tax (GST), value added tax or sales tax. Sales are stated net of discounts, rebates and returns.

**g) Other income**

- **Interest income**

Interest income from debt instruments is recognised using effective interest rate method (EIR). EIR is the rate that exactly discounts the estimated future cash payments or receipts over the expected life of the financial instrument or a shorter period, where appropriate, to the gross carrying amount of the financial asset or to the amortised cost of a financial liability.

- Any other income is accounted for on accrual basis.

#### **h) Borrowing costs**

Borrowing costs consist of interest and other costs that an entity incurs in connection with the borrowing of funds. Borrowing cost also includes exchange differences arising from foreign currency borrowings to the extent they are regarded as an adjustment to the interest cost.

Borrowing costs that are not directly attributable to the acquisition, construction or production of a qualifying asset, are expensed in the period in which they are incurred.

#### **i) Employee Benefits**

##### **Short-term employee benefits**

All employee benefits payable wholly within twelve months of rendering the services are classified as short-term employee benefits. Benefits such as salaries, wages, expected cost of bonus and short-term compensated absences, ex-gratia, performance pay etc. are recognised in the period in which the employee renders the related service.

#### **j) Income tax**

Tax expense comprises current and deferred tax. Current income tax is measured at the amount expected to be paid to the tax authorities. The tax rates and tax laws used to compute the amount are those that are enacted at the reporting date. Current income tax relating to items recognized directly in equity is recognized in equity and not in the statement of profit and loss.

Deferred income taxes reflect the impact of timing differences between taxable income and accounting income originating during the current year and reversal of timing differences for the earlier years. Deferred tax is measured using the tax rates and the tax laws enacted at the reporting date. Deferred income tax relating to items recognized directly in equity is recognized in equity and not in the statement of profit and loss.

Deferred tax liabilities are recognized for all taxable temporary differences, except deferred tax liability arising from initial recognition of goodwill or an asset or liability in a transaction that is not a business combination and, affects neither accounting nor taxable profit/ loss at the time of transaction. Deferred tax assets are recognized for all deductible temporary differences, the carry forward of unused tax credits and any unused tax losses, except deferred tax assets arising from initial recognition of goodwill or an asset or liability in a transaction that is not a business combination and, affects neither accounting nor taxable profit/

loss at the time of transaction. Deferred tax assets are recognized only to the extent that sufficient future taxable income will be available against which such deferred tax assets can be realized.

At each reporting date, the Company re-assesses unrecognized deferred tax assets. It recognizes unrecognized deferred tax asset to the extent that sufficient future taxable income will be available against which such deferred tax assets can be realized.

The carrying amount of deferred tax asset is reviewed at each reporting date and reduced to the extent that it is no longer probable that sufficient taxable profit will be available against which such deferred tax assets can be realized.

Deferred tax assets and deferred tax liabilities are offset, if a legally enforceable right exists to set off current tax assets against current tax liabilities and the deferred tax assets and deferred tax liabilities relate to the same taxable entity and the same taxation authority.

Deferred tax relating to items recognized outside the statement of profit and loss is recognized in co-relation to the underlying transaction either in other comprehensive income or directly in equity.

#### **k) Provisions and contingencies**

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

When the company expects some or all of a provision to be reimbursed, the reimbursement is recognised as a separate asset, but only when the reimbursement is virtually certain. The expense relating to a provision is presented in the statement of profit and loss net of any reimbursement.

If the effect of the time value of money is material, provisions are discounted using a current pre-tax rate that reflects, when appropriate, the risks specific to the liability. When discounting is used, the increase in the provision due to the passage of time is recognised as a finance cost in the statement of profit and loss.

A contingent liability is a possible obligation that arises from past events whose existence will be confirmed by the occurrence or non-occurrence of one or more uncertain future events beyond the control of the Company or a present obligation that is not recognized because it is not probable that an outflow of resources will be required to settle the obligation. A contingent liability also arises where there is a liability that cannot be recognized because it cannot be measured reliably. The Company does not recognize a contingent liability but discloses its existence in the financial statements.

Contingent assets are not recognised in financial statements, unless they are virtually certain. However, contingent assets are disclosed where inflow of economic benefits are probable.

Provisions, contingent liabilities and contingent assets are reviewed at each balance sheet date.

**l) Fair value measurement**

Fair value is the price that would be received to sell an asset or paid to transfer a liability in an orderly transaction between market participants at the measurement date. The fair value measurement is based on the presumption that the transaction to sell the asset or transfer the liability takes place either:

- In the principal market for the asset or liability, or
- In the absence of a principal market, in the most advantageous market for the asset or liability

The company uses valuation techniques that are appropriate in the circumstances and for which sufficient data are available to measure fair value, maximizing the use of relevant observable inputs and minimizing the use of unobservable inputs.

- Level 1 — Quoted (unadjusted) market prices in active markets for identical assets or liabilities
- Level 2 — Valuation techniques for which the lowest level input that is significant to the fair value measurement is directly or indirectly observable
- Level 3 — Valuation techniques for which the lowest level input that is significant to the fair value measurement is unobservable

For assets and liabilities that are recognised in the financial statements on a recurring basis, the company determines whether transfers have occurred between levels in the hierarchy by re-assessing categorisation (based on the lowest level input that is significant to the fair value measurement as a whole) at the end of each reporting period.

For the purpose of fair value disclosures, the company has determined classes of assets and liabilities based on the nature, characteristics and risks of the asset or liability and the level of the fair value hierarchy.

**m) Financial instruments**

A financial instrument is any contract that gives rise to a financial asset of one entity and a financial liability or equity instrument of another entity.

**Financial assets****Initial recognition and measurement**

Financial assets are recognized initially at fair value plus, in the case of financial assets not recorded at fair value through profit or loss, transaction costs that are attributable to the acquisition of the financial asset.

**Subsequent measurement**

For the purpose of subsequent measurement, financial assets are classified as:

*Financial assets at amortized cost*

Financial assets that are held within a business model whose objective is to hold assets for collecting contractual cash flows and whose contractual terms give rise on specified dates to cash flows that are solely payments of principal and interest on the principal amount outstanding are subsequently measured at amortized cost using the effective interest rate method. The change in measurements are recognized as finance income in the statement of profit and loss.

*Financial assets at fair value through other comprehensive income (FVTOCI)*

Financial assets that are held within a business model whose objective is achieved both by collecting contractual cash flows and selling the financial assets and the assets' contractual cash flows represent solely payments of principal and interest on the principal amount outstanding are subsequently measured at fair value. Fair value movements are recognized in other comprehensive income.

*Financial assets at fair value through profit or loss (FVTPL)*

Any financial asset which does not meet the criteria for categorization as financial instruments at amortized cost or as FVTOCI, is classified as financial instrument at FVTPL. Financial instruments included within the FVTPL category are subsequently measured at fair value with all changes recognized in the statement of profit and loss.

**Financial liabilities****Initial recognition and measurement**

Financial liabilities are recognized initially at fair value and, in the case of loans and borrowings and payables, net of directly attributable transaction costs.

**Subsequent measurement**

For the purpose of subsequent measurement, financial liabilities are classified as:

*Financial liabilities at amortized cost*

Financial liabilities such as loans and borrowings are subsequently measured at amortized cost using the effective interest rate method. The change in measurements are recognized as finance costs in the statement of profit and loss.

*Financial liabilities at fair value through profit or loss (FVTPL)*

Financial liabilities include financial liabilities held for trading and financial liabilities designated upon initial recognition as at fair value through profit or loss if the recognition criteria as per Ind AS 109 are satisfied. Gains or losses on liabilities held for trading are recognized in statement of profit and loss. Fair value gains or losses on liabilities designated as FVTPL attributable to changes in own credit risk are recognized in other comprehensive income. All other changes in fair value of liabilities designated as FVTPL are recognized in the statement of profit and loss. The Company has not designated any financial liability as at FVTPL.

**Impairment of financial assets**

The company applies Expected Credit Loss (ECL) model for measurement and recognition of impairment loss on the financial assets mentioned below:

- Financial assets that are debt instrument and are measured at amortised cost
- Financial assets that are debt instruments and are measured as at FVOCI
- Trade receivables under Ind AS 18

ECL is the difference between contractual cash flows that are due and the cash flows that the Company expects to receive, discounted at the original effective interest rate.

For impairment of trade receivables, the company chooses to apply practical expedient of providing expected credit loss based on provision matrix and does not require the Company to track changes in credit risk. Percentage of ECL under provision matrix is determined based on historical data as well as futuristic information.

**n) Cash dividend**

The company recognises a liability to make cash distributions to equity holders when the distribution is authorised and approved by the shareholders. A corresponding amount is recognised directly in equity.

**o) Earnings per share (EPS)**

Basic EPS is calculated by dividing the profit for the year attributable to equity holders of the company by the weighted average number of equity shares outstanding during the financial year, adjusted for bonus elements in equity shares issued during the year and excluding treasury shares.

Diluted EPS adjust the figures used in the determination of basic EPS to consider

- The after-income tax effect of interest and other financing costs associated with dilutive potential equity shares, and
- The weighted average number of additional equity shares that would have been outstanding assuming the conversion of all dilutive potential equity shares.

**p) Operating segments**

Operating segments are reported in a manner consistent with the internal reporting provided to the Chief Operating Decision Maker (CODM) of the Company. The CODM is responsible for allocating resources and assessing performance of the operating segments of the Company.

**q) Recent accounting pronouncements**

Standards issued but not yet effective

*Ind AS 115 – Revenue from contract with customers*

Ind AS 115 is effective for annual periods beginning on or after 1 April 2018. Ind AS 115 establishes a five-step model that will apply to revenue earned from a contract with a customer, regardless of the type

of revenue transaction or the industry (with limited exceptions). Extensive disclosures will be required, including disaggregation of total revenue; information about performance obligation; changes in contract asset and contract liability balances between periods and key judgments and estimates. The standard permits the use of either the retrospective or cumulative effect transition method. The Company is currently evaluating the requirements of Ind AS 115 and does not expect the new guidance to have significant impact on the financial statements.

*Transfers of Investment Property — Amendments to Ind AS 40*

The amendments clarify when an entity should transfer property, including property under construction or development into, or out of investment property. The amendments state that a change in use occurs when the property meets, or ceases to meet, the definition of investment property and there is evidence of the change in use. A mere change in management's intentions for the use of a property does not provide evidence of a change in use.

Entities should apply the amendments prospectively to changes in use that occur on or after the beginning of the annual reporting period in which the entity first applies the amendments. An entity should reassess the classification of property held at that date and, if applicable, reclassify property to reflect the conditions that exist at that date. Retrospective application in accordance with Ind AS 8 is only permitted if it is possible without the use of hindsight.

The amendments are effective for annual periods beginning on or after April 1, 2018. The Company will apply amendments when they become effective. Since the Company does not have any such transaction, this amendment does not have any effect of the financial statements of the Company.

*Appendix B to Ind AS 21 Foreign Currency Transactions and Advance Consideration*

The Appendix clarifies that, in determining the spot exchange rate to use on initial recognition of the related asset, expense or income (or part of it) on the derecognition of a non-monetary asset or non-monetary liability relating to advance consideration, the date of the transaction is the date on which an entity initially recognises the non-monetary asset or non-monetary liability arising from the advance consideration. If there are multiple payments or receipts in advance, then the entity must determine the transaction date for each payment or receipt of advance consideration.

Entities may apply the Appendix requirements on a fully retrospective basis. Alternatively, an entity may apply these requirements prospectively to all assets, expenses and income in its scope that are initially recognised on or after:

- (i) The beginning of the reporting period in which the entity first applies the Appendix, or
- (ii) The beginning of a prior reporting period presented as comparative information in the financial statements of the reporting period in which the entity first applies the Appendix.

The Appendix is effective for annual periods beginning on or after April 1, 2018. Since the Company does not have any such transaction, this amendment does not have any effect of the financial statements of the Company.

Notes to the financial statements for the year ended 31 March 2018  
(All amounts are in Indian rupees unless otherwise stated)

Amount in (₹)

**3 Property, plant and equipment**

**Changes in the carrying amount of property, plant and equipment**

Particular	Land	Building	Plant and Equipment	Total	Capital Work in Progress
<b>Gross carrying amount as at 1 April 2016</b>	1,524,800	1,058,700	19,906,490	22,489,990	8,104,830
Additions	-	-	-	-	-
Disposal/retirements/derecognition	-	-	-	-	-
<b>Gross carrying amount as at 31 March 2017</b>	1,524,800	1,058,700	19,906,490	22,489,990	8,104,830
<b>Accumulated depreciation as at 1 April 2016</b>	-	364,087	8,971,824	9,335,911	-
Depreciation	-	83,892	1,521,126	1,605,018	-
Disposal/retirements/derecognition	-	-	-	-	-
<b>Accumulated depreciation as at 31 March 2017</b>	-	447,979	10,492,950	10,940,929	-
<b>Carrying amount as at 1 April 2016</b>	1,524,800	694,613	10,934,666	13,154,079	8,104,830
<b>Carrying amount as at 31 March 2017</b>	1,524,800	610,721	9,413,540	11,549,061	8,104,830
<b>Gross carrying amount as at 1 April 2017</b>	1,524,800	1,058,700	19,906,490	22,489,990	8,104,830
Additions	-	-	-	-	-
Disposal/retirements/derecognition	1,524,800	1,058,700	19,906,490	22,489,990	8,104,830
<b>Gross carrying amount as at 31 March 2018</b>	-	-	-	-	-
<b>Accumulated depreciation as at 1 April 2017</b>	-	447,979	10,492,950	10,940,929	-
Depreciation	-	52,720	924,973	977,692	-
Disposal/retirements/derecognition	-	500,699	11,417,923	11,918,621	-
<b>Accumulated depreciation as at 31 March 2018</b>	-	-	-	-	-
<b>Carrying amount as at 1 April 2017</b>	1,524,800	610,721	9,413,540	11,549,061	8,104,830
<b>Carrying amount as at 31 March 2018</b>	-	-	-	-	-

**STRATMONT INDUSTRIES LIMITED**

(Formerly known as Chhattisgarh Industries Limited)

**Annual Report 2017-18***Notes to the financial statements for the year ended 31 March 2018**(All amounts are in Indian rupees unless otherwise stated)**(Amount in ₹)*

<b>Particulars</b>	<b>31 March 2018</b>	31 March 2017	01 April 2016
<b>4 Trade receivables</b> <i>(Unsecured)</i>			
Trade receivables (Unsecured) :			
- Considered good	<b>9,446,682</b>	242,822	46,172
- Considered doubtful	-	-	-
	<b>9,446,682</b>	242,822	46,172
Less: Allowance for bad and doubtful trade receivables	-	-	-
<b>Total</b>	<b>9,446,682</b>	242,822	46,172

No amount is due from any of the directors or officers of the Company, severally or jointly with any other person; or from firms where such director is a partner or from private companies where such director is a member.

**5 Cash and bank balances**

Cash and cash equivalents			
Cash on hand	<b>152,875</b>	26,810	8,778
Balances with banks			-
- In current accounts	<b>10,845,640</b>	1,089,359	135,601
<b>Total</b>	<b>10,998,515</b>	1,116,169	144,379

**6 Loans***(Unsecured, considered good unless otherwise stated)*

<b>Loans and advances to other than related parties</b>			
- Loan to others	<b>233,125</b>	4,022,436	-
<b>Total</b>	<b>233,125</b>	4,022,436	-

No amount is due from any of the directors or officers of the Company, severally or jointly with any other person; or from firms where such director is a partner or from private companies where such director is a member.

**7 Other current assets***(Unsecured, considered good unless otherwise stated)*

Advance to suppliers	<b>17,681,294</b>	3,080,083	3,080,083
Balances with statutory authorities	<b>129,900</b>	-	-
Others	-	-	78,335
<b>Total</b>	<b>17,811,194</b>	3,080,083	3,158,418

No amount is due from any of the directors or officers of the Company, severally or jointly with any other person; or from firms where such director is a partner or from private companies where such director is a member.

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**Annual Report 2017-18**

Notes to the financial statements for the year ended 31 March 2018

(All amounts are in Indian rupees unless otherwise stated)

(Amount in ₹)

	31 March 2018	31 March 2017	01 April 2016
<b>8 Share capital</b>			
<b>Authorised:</b>			
79,00,000 Equity Shares of ₹ 10/- each.	<b>79,000,000</b>	79,000,000	79,000,000
10,000 Cumulative Preference Shares of ₹ 100/- each.	<b>1,000,000</b>	1,000,000	1,000,000
<b>Total</b>	<b>80,000,000</b>	80,000,000	80,000,000
<b>Issued subscribed and fully paid up:</b>			
1497880 (2017 : 1497880 ; 2016 : 1497880 Equity Shares of Rs. 10/- each, with voting rights)	<b>14,978,800</b>	14,978,800	14,978,800
<b>Total</b>	<b>14,978,800</b>	14,978,800	14,978,800

**(a) Terms/Rights attached to equity shares**

**8.1** The Company has only one class of share referred to as equity shares having a par value of ₹ 10/- each holder of equity shares is entitled to one vote per share In the event of liquidation of the Company, the holders of equity shares will be entitled to receive any of the remaining assets of the Company, after distribution of all preferential amount. The distribution will be proportionate to the number of equity shares held by the share holders.

**8.2 Reconciliation of the number of equity shares outstanding at the beginning and at the end of the year:**

Particulars	As at 31 March 2018		As at 31 March 2017	
	Number of shares	(₹)	Number of shares	(₹)
<b>Equity shares</b>				
At the beginning of the year	<b>1,497,880</b>	<b>14,978,800</b>	1,497,880	14,978,800
Add: Shares issued during the year				
Outstanding at the end of the year	<b>1,497,880</b>	<b>14,978,800</b>	1,497,880	14,978,800

**8.3** The Company has only one class of shares referred to as equity shares having a par value of ₹ 10. Each shareholder of equity shares is entitled to one vote per share.

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**Annual Report 2017-18***Notes to the financial statements for the year ended 31 March 2018**(All amounts are in Indian rupees unless otherwise stated)***8.4** Number of equity shares held by each shareholder holding more than 5% shares in the Company are as follows:

<b>Name of the shareholders</b>	<b>No. of Shares as at 31 March 2018</b>	<b>% of Shares held</b>	<b>No. of Shares as at 31 March 2018</b>	<b>% of Shares held</b>
Ample Commotrade Private Limited	<b>180,000</b>	<b>12.02%</b>	180,000	12.02%
Kajaria Iron Casting Limited	<b>96,480</b>	<b>6.44%</b>	96,480	6.44%
Vikram Agarwal	<b>96,480</b>	<b>6.44%</b>	96,480	6.44%

**(Amount in ₹)**

<b>Particulars</b>	<b>31 March 2018</b>	31 March 2017	01 April 2016
<b>9 Deferred tax liabilities</b>			
-Excess of depreciation/amortisation on fixed assets under income-tax law over depreciation/amortisation provided in accounts	-	169,212	784,997
<b>Net deferred tax liability</b>	-	169,212	784,997
<b>Refer note 28 for further disclosures</b>			

**10 Borrowings**

<b>Loans repayable on demand</b>			
- From Others			
Working capital loan from bank (unsecured)	--	-	-
For supplies (unsecured)	<b>36,793,185</b>	35,843,163	29,968,163
	<b>36,793,185</b>	<b>35,843,163</b>	<b>29,968,163</b>

**Notes :**

(i) Borrowings are measured at amortised cost.

**Net debt reconciliation and movement (Amendment to Ind AS 7)**

<b>Particulars</b>	<b>Amount in (₹)</b>
As at 31 March 2017	35,843,163
Borrowed during the year	8,497,022
Repayed during the year	7,547,000
<b>As at 31 March 2018</b>	<b>36,793,185</b>

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Notes to the financial statements for the year ended 31 March 2018

(All amounts are in Indian rupees unless otherwise stated)

**11 Trade payables**

Trade payables			
Total outstanding dues of micro enterprises and small enterprises	-	-	-
Total outstanding dues of creditors other than micro enterprises and small enterprises	<b>4,723,088</b>	<b>415,949</b>	<b>362,264</b>
	<b>4,723,088</b>	<b>415,949</b>	<b>362,264</b>

**Notes:**

(i) Trade payable are measured at amortised cost.

**12 Other current financial liabilities**

Auditor fees payable	42,500	43,750	37,750
Other outstanding liabilities	<b>457,065</b>	323,281	323,281
	<b>499,565</b>	367,031	361,031

**Note:**

(i) Other financial liabilities are measured at amortised cost.

**13 Other current liabilities**

TDS payable	<b>53,899</b>	<b>899</b>	<b>899</b>
	<b>53,899</b>	899	899

**14 Provisions**

Provision for taxes			
- Fringe benefit tax	<b>3,182</b>	<b>3,182</b>	<b>3,182</b>
	<b>3,182</b>	3,182	3,182

	31 March 2018	31 March 2017
<b>15 Revenue from operations</b>		
<b>Sale of products</b>		
Traded Goods	<b>246,143,288</b>	-
	<b>246,143,288</b>	-
<b>16 Other income</b>		
Interest income	<b>570</b>	-
Other income (Commission & Brokerage)	-	207,000
Profit on sale / disposal of fixed assets (net)	<b>6,323,800</b>	-
	<b>6,324,370</b>	207,000

**STRATMONT INDUSTRIES LIMITED**

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**Annual Report 2017-18***Notes to the financial statements for the year ended 31 March 2018**(All amounts are in Indian rupees unless otherwise stated)***(Amount in ₹)**

<b>Particulars</b>	<b>31 March 2018</b>	31 March 2017
<b>17 Purchases of stock in trade</b>		
Purchases during the year	<b>244,355,680</b>	
	<b>244,355,680</b>	-
<b>18 Employee benefits expense</b>		
Salary & Wages	<b>472,515</b>	30,000
Directors Remuneration/Sitting Fees	<b>36,000</b>	42,000
	<b>508,515</b>	72,000
<b>19 Other expenses</b>		
Auditors Remuneration (Refer note (i) below)	<b>28,750</b>	28,750
Bank Charges	<b>7,258</b>	1,043
Legal & Professional Fees	<b>84,826</b>	193,628
Printing & Stationery Expenses	<b>29,881</b>	20,895
Custodian & Listing Fees	<b>390,251</b>	520,413
Advertisement & Publications	<b>62,659</b>	85,047
ROC Filing Fees	<b>5,300</b>	38,652
Office Exepenses	<b>18,200</b>	33,378
Electricity Expenses	<b>6,388</b>	24,988
Sundry Balances Written-off	<b>71,188</b>	-
Commission & Brokeage	<b>1,000,000</b>	-
	<b>1,704,701</b>	946,794
Notes		
(i) Breakup of Auditors Remuneration		
<b>Particulars</b>	<b>31 March 2018</b>	31 March 2017
Audit Fees	<b>18,750</b>	28,750
Tax Audit Fees	<b>10,000</b>	-
	<b>28,750</b>	28,750

Notes to the financial statements for the year ended 31 March 2018  
(All amounts are in Indian rupees unless otherwise stated)

(Amount in ₹)

**20 Financial Instruments**

**20.1 Financial Instruments by category**

The carrying value of financial instruments by categories as on 31 March 2018 are as follows:

Particulars	Amortised cost	FVTPL	FVTOCI	Total carrying value
<b>Assets</b>				
Trade receivables	9,446,682	-	-	9,446,682
Cash and cash equivalents	10,998,515	-	-	10,998,515
Loans	233,125	-	-	233,125
<b>Total Assets</b>	<b>20,678,322</b>	<b>-</b>	<b>-</b>	<b>20,678,322</b>
<b>Liabilities</b>				
Borrowings	36,793,185	-	-	36,793,185
Trade payables	4,723,088	-	-	4,723,088
Other financial liabilities	499,565	-	-	499,565
<b>Total Liabilities</b>	<b>42,015,838</b>	<b>-</b>	<b>-</b>	<b>42,015,838</b>

The carrying value of financial instruments by categories as on 31 March 2017 are as follows:

Particulars	Amortised cost	FVTPL	FVTOCI	Total carrying value
<b>Assets</b>				
Trade receivables	242,822	-	-	242,822
Cash and cash equivalents	1,116,169	-	-	1,116,169
Loans	4,022,436	-	-	4,022,436
<b>Total Assets</b>	<b>5,381,427</b>	<b>-</b>	<b>-</b>	<b>5,381,427</b>
<b>Liabilities</b>				
Borrowings	35,843,163	-	-	35,843,163
Trade payables	415,949	-	-	415,949
Other financial liabilities	367,031	-	-	367,031
<b>Total Liabilities</b>	<b>36,626,143</b>	<b>-</b>	<b>-</b>	<b>36,626,143</b>

**20.1 Financial Instruments by category (continued)**

The carrying value of financial instruments by categories as on 1 April 2016 are as follows:

Particulars	Amortised cost	FVTPL	FVTOCI	Total carrying value
<b>Assets</b>				
Trade receivables	46,172	-	-	46,172
Cash and cash equivalents	144,379	-	-	144,379
Loans	-	-	-	-
<b>Total Assets</b>	<b>190,551</b>	<b>-</b>	<b>-</b>	<b>190,551</b>
<b>Liabilities</b>				
Borrowings	29,968,163	-	-	29,968,163
Trade payables	362,264	-	-	362,264
Other financial liabilities	361,031	-	-	361,031
<b>Total Liabilities</b>	<b>30,691,458</b>	<b>-</b>	<b>-</b>	<b>30,691,458</b>

**20.2 Fair value hierarchy****Fair value of financial assets and financial liabilities measured at amortised cost :**

The management believes that the fair values of current financial assets (e.g., cash and cash equivalents, trade receivables, loans and others) and current financial liabilities (e.g. borrowings, trade payables and other payables excluding derivative liabilities) approximate their carrying amounts largely due to the short term nature.

**20.3 Financial risk management**

The Company's activities exposes it to market risks, credit risks and liquidity risks. The Company's management have overall responsibility for the establishment and oversight of the Company's risk management framework. The Company's risks are reviewed regularly to reflect changes in market conditions and the company's activities.

The Company has exposure to the following risks arising from financial instruments :

**a. Credit risk**

Credit risk is the risk of financial losses to the Company if a customer or counterparty to financial instruments fails to discharge its contractual obligations. It arises primarily from the Company's receivables from customers. To manage this, the Company periodically assesses the key accounts receivable balances. As per Ind-AS 109 : Financial Instruments, the Company uses expected credit loss model to assess the impairment loss or gain.

The carrying amount of trade and other receivables and other financial assets represents the maximum credit exposure.

**i. Trade receivables**

The management has established accounts receivable policy under which customer accounts are regularly monitored. The management reviews status of critical accounts on a regular basis.

The Company measures the expected credit loss of trade receivables based on historical trend. Loss rates are based on actual credit loss experience and past trends. Based on the historical data, loss on collection of receivable is not material hence no additional provision considered. Thus, there is no movement in the provision in impairment allowance.

**20.3 Financial risk management (continued)**
**Trade receivables that were not impaired**

Particulars	Carrying amount		
	31 March 2018	31 March 2017	01 April 2016
Less Than 180 days	9,446,682	46,172	46,172
More than 180 days	-	196,650	-
<b>Total</b>	<b>9,446,682</b>	<b>242,822</b>	<b>46,172</b>

**iii. Financial instruments and Cash deposits**

Credit risk from balances with banks and financial institutions is managed by the Company's management. Company monitors rating, credit spreads and financial strength of its counter parties. Based on ongoing assessment Company adjust it's exposure to various counterparties.

**b. Liquidity risk**

Liquidity risk is the risk that the Company will encounter difficulty in meeting the obligations associated with its financial liabilities that are settled by delivering cash or another financial asset. The Company's approach to managing liquidity is to ensure, as far as possible, that it will have sufficient liquidity to meet its liabilities when they are due, under both normal and stressed conditions, without incurring unacceptable losses or risking damage to the Company's reputation.

The Company has a view of maintaining liquidity and to take minimum possible risk while making investments. The Company monitors its cash and bank balances periodically in view of its short term obligations associated with its financial liabilities.

The liquidity position at each reporting date is given below:

Particulars	31 March 2018	31 March 2017	01 April 2016
Cash and cash equivalents	10,998,515	1,116,169	144,379
<b>Total</b>	<b>10,998,515</b>	<b>1,116,169</b>	<b>144,379</b>

The following are the remaining contractual maturities of financial liabilities as on 31 March 2018.

Particulars	Repayable on demand	Less than one year	More than one year	Total
Borrowings	36,793,185	-	-	36,793,185
Trade payables	-	4,723,088	-	4,723,088
Other financial liabilities	-	499,565	-	499,565

The following are the remaining contractual maturities of financial liabilities as on 31 March 2017.

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Notes to the financial statements for the year ended 31 March 2018

(All amounts are in Indian rupees unless otherwise stated)

Particulars	Repayable on demand	Less than one year	More than one year	Total
Borrowings	35,843,163	-	-	35,843,163
Trade payables	-	415,949	-	415,949
Other financial liabilities	-	367,031	-	367,031

The following are the remaining contractual maturities of financial liabilities as on 01 April 2016.

Particulars	Repayable on demand	Less than one year	More than one year	Total
Borrowings	29,968,163	-	-	29,968,163
Trade payables	-	362,264	-	362,264
Other financial liabilities	-	361,031	-	361,031

**20.3 Financial risk management (continued)****c. Market risk**

Market risk is a risk that the fair value or future cash flows of a financial instrument will fluctuate because of changes in market prices. The objective of market risk management is to manage and control market risk exposures within acceptable parameters, while optimizing the return. Market risk comprises three types of risk interest rate risk, currency risk and other price risk such as equity price risk. Financial instruments affected by market risk include borrowings, trade and other payables, loans, trade and other receivables, deposits with banks.

**i. Foreign currency risk**

Foreign currency risk is the risk that fair value or future cash flows of a financial instrument will fluctuate because of changes in foreign exchange rate. Company transacts business in its functional currency (INR) and in other foreign currencies. Currently, the company is not exposed to any foreign currency risk as neither operates internationally nor has any foreign currency transaction..

**ii. Interest rate risk**

Interest rate risk is the risk that the fair value or future cash flows of a financial instrument will fluctuate because of changes in market interest rates. At the reporting date the interest rate profile of the Company's interest bearing financial instruments are follows:

Particulars	31 March 2018	31 March 2017	01 April 2016
<b>Fixed rate instruments</b>			
Borrowings	36,793,185	35,843,163	29,968,163
<b>Variable rate instruments</b>			
Borrowings	-	-	-

**21 Capital management**

For the purpose of the Company's capital management, capital includes issued equity capital and all other equity reserves attributable to the equity holders of the Company. The primary objective of the Company's capital management is to ensure that it maintains a strong credit rating and healthy capital ratios in order to support its business and maximise shareholder value. The Company manages its capital structure and makes

*Notes to the financial statements for the year ended 31 March 2018*

*(All amounts are in Indian rupees unless otherwise stated)*

adjustments to it in light of changes in economic conditions and the requirements of the financial covenants. To maintain or adjust the capital structure, the Company may adjust the dividend payment to shareholders, return capital to shareholders or issue new shares.

(Amount in ₹ )

## **22 Explanation of transition to Ind AS**

These financial statements, for the year ended 31 March 2018, are the first financial statements, the Company has prepared in accordance with Ind AS. For periods up to and including the year ended 31 March 2017, the Company prepared its financial statements in accordance with Indian GAAP. Accordingly, the Company has prepared financial statements which comply with Ind AS applicable for periods ending 31 March 2018, together with the comparative period data as at and for the year ended 31 March 2017, as described in the summary of significant accounting policies. In preparing these financial statements, the Company's opening Balance Sheet was prepared as at 1 April 2016, the Company's date of transition to Ind AS. This note explains the principal exemptions, exception applied and adjustments made by the Company in restating its Indian GAAP financial statements, including the Balance Sheet as at 1 April 2016 and the financial statement as at and for the year ended 31 March 2017.

### **Exceptions applied**

#### **1. Estimates**

Upon an assessment of the estimates made under Indian GAAP, the Company has concluded that there was no necessity to revise such estimates under Ind AS, except where estimates were required by Ind AS and not required by Indian GAAP.

There were no adjustments under Ind AS affecting the equity as at 31 March 2017 and 01 April 2016. Accordingly, profit also was not impacted. As there is no change in profit and equity of the company, no equity and profit reconciliation is required to be presented on account of transition to Ind AS.

There are no material adjustments to the cash flow statements

### **23 Disclosure as per the requirement of section 22 of the Micro, Small and Medium Enterprise Development Act, 2006:**

Disclosure of payable to vendors as defined under the "Micro, Small and Medium Enterprise Development Act, 2006" is based on the information available with the Company regarding the status of registration of such vendors under the said Act, as per the intimation received from them on requests made by the company. There are no overdue principal amounts/ interest payable amounts for delayed payments to such vendors on the Balance Sheet date. There are no delays in payment made to such suppliers during the year or for any earlier years and accordingly there is no interest paid or outstanding interest in this regard in respect of payments made during the year or brought forward from previous years.

### **24 Segment information**

The Company's operating business predominantly relates to trading of coking coal and LAMC and hence the Company has considered "Trading coking coal and LAMC" as the single reportable segment.

**STRATMONT INDUSTRIES LIMITED**

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Notes to the financial statements for the year ended 31 March 2018

(All amounts are in Indian rupees unless otherwise stated)

**25 Related party disclosures****A. List of Key Management Personnel :**

Key Management Personnel (KMP)	Mrs. Gayatri Devi Goyal	Chairman
	Mr. Jagdish Savaji Bhai Chhanga	Managing Director
	Mr. Harish Kisan Kuchekar	Director

**B. Compensation to key management personnel :**

Particulars	FY 2017-18	FY 2016-17
Short term employee benefits	-	-
Sitting Fees	36,000	42,000
Post-employment benefits	-	-
Other long-term benefits	-	-
<b>Total Compensation to key management personnel</b>	<b>36,000</b>	<b>42,000</b>

**Note:** As the post-employment benefits is provided on an actuarial basis for the Company as a whole, the amount pertaining to key management personnel is not ascertainable and therefore not included above.

**26 Basic and diluted earnings per share**

Particulars		FY 2017-18	FY 2016-17
<b>Nominal value per equity share</b>	₹	10.00	10.00
Profit for the year	₹	3,590,282	(1,801,027)
Weighted average number of equity shares	No. of shares	1,497,880	1,497,880
<b>Earnings per share - Basic</b>	₹	2.40	(1.20)
<b>Earnings per share - Diluted</b>	₹	2.40	(1.20)

27 There are no contingent liabilities to disclose as at the balance sheet date.

**28 Income taxes****The income tax expense consists of following:**

Particulars	FY 2017-18 (₹)	FY 2016-17 (₹)
<b>Tax expense</b>		
Current tax	1,500,000	-
Deferred tax (benefit) / charge	(169,212)	(615,785)
<b>Total tax expense</b>	<b>1,330,788</b>	<b>(615,785)</b>
<b>Other comprehensive income</b>		
Income tax on items that will not be reclassified to profit or loss	-	-
Income tax on items that will be reclassified to profit or loss	-	-
<b>Income tax expense reported in the statement of other comprehensive income</b>	<b>-</b>	<b>-</b>

The deferred tax relates to origination/reversal of temporary differences.

**The reconciliation of estimated income tax expense at Indian statutory income tax rate to income tax expense reported in Statement of Profit or Loss is as follows:**

<b>Particulars</b>	<b>FY 2017-18 (₹)</b>	<b>FY 2016-17 (₹)</b>
Profit before tax	4,921,070	(2,416,812)
Indian statutory income tax rate	29.87%	29.87%
Expected tax expense	1,500,000	-
<b>Tax Effect of adjustments to reconcile expected income tax expense to reported income tax expense</b>		
Effects of exemptions, allowances, deductions and unrecognised deferred tax assets	(169,212)	615,785
<b>Total tax expense as per P&amp;L</b>	<b>1,330,788</b>	<b>615,785</b>

**Deferred Tax**
**Item wise movement in deferred tax expense recognised in profit or loss / OCI**

<b>Particulars</b>	<b>FY 2017-18 (₹)</b>	<b>FY 2016-17 (₹)</b>
-Excess of depreciation/amortisation on fixed assets under in come-tax law over depreciation/amortisation provided in accounts	(169,212)	(615,785)
Total expenses	<b>(169,212)</b>	<b>(615,785)</b>
- Recognised in Profit or Loss	(169,212)	(615,785)
- Recognised in Other Comprehensive Income	-	-
	<b>(169,212)</b>	<b>(615,785)</b>

**The gross movement in the deferred tax for the year ended 31 March 2018 and 31 March 2017 is as follows:**

<b>Particulars</b>	<b>FY 2017-18 (₹)</b>	<b>FY 2016-17 (₹)</b>
Net deferred tax liability at the beginning	<b>169,212</b>	<b>784,997</b>
Effect relating to temporary differences	(169,212)	(615,785)
Net deferred income tax asset at the end	<b>(0)</b>	<b>169,212</b>

Unrecognised deferred tax and their tax effects are as follows:

<b>Particulars</b>	<b>31 March 2018 (₹)</b>	<b>31 March 2017 (₹)</b>	<b>01 April 2016 (₹)</b>
Unabsorbed depreciation ( no expiry)	3539098	3539098	1910940
Total	3539098	3539098	1910940
Tax effect of above	1,057,129	1,057,129	570,798

**STRATMONT INDUSTRIES LIMITED**

(Formerly known as Chhattisgarh Industries Limited)

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*Notes to the financial statements for the year ended 31 March 2018*

*(All amounts are in Indian rupees unless otherwise stated)*

**29** There are no amounts due and outstanding to be transferred to the Investor Education and Protection Fund by the Company as at the year end date.

**30** Previous year's figures have been re-grouped, re-classified and rearranged wherever necessary.

**For and on behalf of**  
**M/s SARP & Associates**  
**Chartered Accountants**

Firm Registration Number: 007375C

Sd/-

**Shailesh Agarwal**  
**(Partner)**

Membership No. 063220

Place: Kolkata

Date: May 30, 2018

**On the Behalf of Board of Directors**  
**For Stratmont Industries Limited**

Sd/-

**Jagdish savajibhai Chhanga**  
**Managing Director**

DIN No.08004894

Sd/-

**Harish Kisan Kuchekar**  
**Director**

DIN No.07619457

**Form No. SH-13**

**Nomination Form**

[Pursuant to Section 72 of the Companies Act, 2013 and rule 19(1) of the Companies (Share Capital and Debentures) Rules 2014]

To,

\_\_\_\_\_

\_\_\_\_\_

\_\_\_\_\_

\_\_\_\_\_

I/We

the holder(s) of the securities particulars of which are given hereunder wish to make nomination and do hereby nominate the following persons in whom shall vest, all the rights in respect of such securities in the event of my/our death:

(1) PARTICULARS OF THE SECURITIES (in respect of which nomination is being made):

Nature of securities	Folio No.	No. of securities	Certificate No.	Distinctive No.

(2) PARTICULARS OF NOMINEE/S:

(a) Name	:	
(b) Date of Birth	:	
(c) Father's/Mother's/Spouse's name	:	
(d) Occupation	:	
(e) Nationality	:	
(f) Address	:	
(g) E-mail id	:	
(h) Relationship with the security holder	:	

(3) IN CASE NOMINEE IS A MINOR :

(a) Date of birth	:	
(b) Date of attaining majority	:	
(c) Name of guardian	:	
(d) Address of guardian	:	
Name	:	
Address	:	
Name of the Security Holder(s)	:	
Signature	:	
Witness with name and address	:	

**STRATMONT INDUSTRIES LIMITED**

(formerly Known as Chhattisgarh Industries Limited)

**REGD. OFFICE: ROOM NO.35, 1ST FLOOR, KAMLA SUPER MARKET RAIPUR,  
CHHATTISGARH, RAIPUR 492001**

**CORPORATE OFFICE: B-502, PRATIK CHS LTD., JP ROAD, OPP. DHAKE COLONY,  
ANDHERI(WEST) MUMBAI 400053 (MAHARASHTRA)**

**CIN No: L21015CT1984PLC002416**

**Email Id:** contact@stratmontindustries.com. **Website:** www.stratmontindustries.com

**34TH ANNUAL GENERAL MEETING**

**ATTENDANCE SLIP**

**PLEASE BRING THIS ATTENDANCE SLIP TO THE MEETING HALL AND HAND IT OVER AT THE ENTRANCE**

I/we hereby record my/our presence at the 34 TH Annual General meeting of STRATMONT INDUSTRIES LIMITED WILL BE HELD ON SATURDAY AUGUST 25 , 2018 AT 10 AM AT LAND MARK HOTEL, SQUARE-BANQUET HALL ,1ST FLOOR, NEAR MATA GARAGE, MAIN ROAD, PANDRI, RAIPUR-492004,CHHATTISGARH

Sr. No.

{for office use only}

Name of the Share Holders

Registered Address of the share Holder

Ledger Folio No./CL./ID :

D.P.Id No. if any

Number of shares Held :

Name of the proxy/  
Representative if any :

Signature of Member/s Proxy

Signature of the Representative :

**FOR IMMEDIATE ATTENTION OF THE SHARE HOLDERS**

Shareholders may please note that the user id and password given below for the purpose of e-voting in terms of section 108 of the companies Act,2013, read with rules 20 of the companies {Management and administration }Rules,2014 . detailed instructions for e-voting are given in the AGM Notice.

EVEN(E-VOTING EVENT NUMBER)	USER ID	PASSWORD/PIN

\*USE YOUR PASSWORD SENT BY CDSL

**STRATMONT INDUSTRIES LIMITED**

(formerly Known as Chhattisgarh Industries Limited)

**REGD. OFFICE: ROOM NO.35, 1ST FLOOR, KAMLA SUPER MARKET RAIPUR,  
CHHATTISGARH, RAIPUR 492001**

**CORPORATE OFFICE: B-502, PRATIK CHS LTD., JP ROAD, OPP. DHAKE COLONY,  
ANDHERI(WEST) MUMBAI 400053 (MAHARASHTRA)**

**CIN No: L21015CT1984PLC002416**

**Email Id: contact@stratmontindustries.com. Website: www.stratmontindustries.com**

**Form No. MGT-11**

**Proxy form**

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

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

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

(1) Name: \_\_\_\_\_ Address: \_\_\_\_\_

E-mail Id: \_\_\_\_\_ Signature: \_\_\_\_\_, or failing him

(2) Name: \_\_\_\_\_ Address: \_\_\_\_\_

E-mail Id: \_\_\_\_\_ Signature: \_\_\_\_\_, or failing him

(3) Name: \_\_\_\_\_ Address: \_\_\_\_\_

E-mail Id: \_\_\_\_\_ Signature: \_\_\_\_\_, or failing him

**STRATMONT INDUSTRIES LIMITED**

as my/our proxy to attend and vote (on a poll) for me/us and on my/our behalf at the 34<sup>th</sup> Annual General Meeting of the company, to be held on Saturday August 25, 2018 at 10 am at Land Mark Hotel, Square-Banquet Hall, 1st Floor, Near Mata Garage, Main Road, Pandri, Raipur-492004, Chhattisgarh and at any adjournment thereof in respect of such resolutions as are indicated below:

**Ordinary Business:**

<b>Resolution No.</b>	<b>Resolution</b>
1	Adopt the Audited Financial Statements for the financial year ended 31st March, 2018 together with the Reports of the Board of Directors and Auditors thereon
2	Appoint a Director in place of Mr. Harish Kisan Kucheker, who retires by Rotation, at the Annual General Meeting and being eligible, offers him for reappointment
3	Appoint M/S SARP & ASSOCIATES, Chartered, Accountants (Firm Registration No.007375C) the Statutory Auditors of the company and fix their remuneration

**SPECIAL BUSINESS:**

<b>Resolution No.</b>	<b>Resolution</b>
4	For shifting of registered office of the company from the state of Chhattisgarh to the state of Maharashtra
5	Preferential issue and allotment of 20,00,000 equity shares of face value of Rs 10/- each the company to Non-promoter(s):

Signed this \_\_\_\_\_ day of \_\_\_\_\_ 2018

Signature of shareholder \_\_\_\_\_

Signature of Proxy holder(s) \_\_\_\_\_

Affix  
Revenue  
Stamp

Note:

1. This form of proxy in order to be effective should be duly completed and deposited at the Registered Office of the Company, not less than 48 hours before the commencement of the Meeting.
2. A proxy need not be a member of the Company.
3. For the Resolutions, Explanatory Statement and Notes, please refer to the Notice of the THIRTY FOUR ANNUAL GENERAL MEETING of the Company.

**FORM NO. MGT.12**

**Polling Paper**

*[Pursuant to section 109(5) of the Companies Act, 2013 and rule 21(1)(c) of the Companies (Management and Administration) Rules, 2014]*

Name of the Company: **STRATMONT INDUSTRIES LIMITED**

CIN: L28100CT1984PLC002416

Registered office: Room No.35, 1ST Floor, Kamla Super Market Raipur, Chhattisgarh- Raipur  
492001

Corporate office: B-502, Pratik CHS Ltd., JP Road, Opp. Dhake Colony, Andheri(west) Mumbai  
400053 (Maharashtra)

**Email Id:** contact@stratmontindustries.com. **Website:** www.stratmontindustries.com

**BALLOT PAPER (34TH AGM)**

S No	Particulars	Details
1.	Name of the First Named Shareholder (In block letters)	
2.	Postal address	
3.	Registered folio No./*Client ID No. (*Applicable to investors holding shares in dematerialized form)	
4.	Class of Share	<b>Equity share</b>

I hereby exercise my vote in respect of Ordinary/Special resolution enumerated below by recording my assent or dissent to the said resolution in the following manner:

No	Item No.	No. of shares held by me	I assent to the resolution	I dissent from the resolution
1.	Adopt the Audited Financial Statements for the financial year ended 31st March, 2018 together with the Reports of the Board of Directors and Auditors thereon			
2.	Appoint a Director in place of Mr. Harish Kisan Kucheker, who retires by Rotation, at the Annual General Meeting and being eligible, offers him for reappointment			
3.	Appoint M/S SARP & ASSOCIATES, Chartered, Accountants (Firm Registration No.007375C) the Statutory Auditors of the company and fix their remuneration			
4.	For shifting of registered office of the company from the state of Chhattisgarh to the state of Maharashtra			
5.	Preferential issue and allotment of 20,00,000 equity shares of face value of Rs 10/- each the company to Non-promoter(s):			

Place:

Date:

(Signature of the shareholder)

*If undelivered, please return to:*

**STRATMONT INDUSTRIES LIMITED**  
(Formerly Known as Chhattisgarh Industries Limited)  
**CORPORATE OFFICE:** B-502, D.N. NAGAR,  
PRATIK CHSL J. P. ROAD, OPP-DHAKE COLONY  
ANDHERI (WEST) MUMBAI-400053.