



THE CHAMONG TEA COMPANY LIMITED



Annual Report And Accounts

2017 - 2018

THE CHAMONG TEA COMPANY LIMITED

INCORPORATED 30TH MAY, 1901, IN INDIA

CIN No. L01132WB1901PLC001494

Board of Directors **Mr. Sajan Kumar Pasari (DIN : 00370738)**
Mrs. Shradha Pasari (DIN : 07140975)
Mr. Sandeep Jatia (DIN : 00216189)
Mr. Abhay Pasari (DIN : 00105629)

Whole Time Director **Mr. Chandra Kant Pasari (DIN : 00543935)**

Auditors **Lihala & Co.**
Chartered Accountants
11, Crooked Lane
Kolkata 700 069

Bankers **HDFC Bank Ltd**
Axis Bank Ltd
Oriental Bank of Commerce

Unit A **Duflating Tea Estate & Factory**
P.O. Titabar 785630
Jorhat(Assam)
Phone : 03771-245545

Unit B **Titabar Tea Factory**
P.O. Titabar 785630
Jorhat (Assam)
Phone : 03771-245545

Registered Office 12, Govt. Place East
Kolkata- 700 069
Phone : 033 -2210-2600
E-mail : sales@duflating.com

NOTICE OF ANNUAL GENERAL MEETING

TO THE SHARE HOLDERS

Notice is hereby given that the One hundred Seventeenth Annual General Meeting of The Chamong Tea Co. Ltd will be held at its registered office 12, Govt. Place East, Kolkata-700 069 on Monday 24th day of September 2018 at 11A.M to transact the following business.

AS ORDINARY BUSINESS

1. To receive and adopt the Director's Report and Audited Profit and Loss account for the year ended 31st March, 2018 and the Balance Sheet as on that date.
2. To appoint a Director in place of Shri. S. K. Pasari (DIN No.00370738) who retires by rotation and being eligible, offers himself for re appointment.
3. To ratify the appointment of Statutory Auditor of the Company to fix their remuneration and 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 Provision of Section 139, 142 and other applicable provision if any, of the Companies Act 2013 read with the Companies (Audit & Auditors) Rules 2014 (including any statutory modification or re-enactment thereof, for the time being in force), the Company hereby ratifies the appointment of M/s. Lihala & Co., Chartered Accountant as the Statutory Auditor of the Company from the conclusion of the Annual General Meeting till the conclusion of next Annual General Meeting at such remuneration as may be mutually agreed between the Board of Directors and the Statuary Auditor”

AS SPECIAL BUSINESS

4. To consider and, if thought fit, to pass, with or without modification(s), the following resolution as special resolution.

A REMUNERATION OF DIRECTOR

a) **SALARY :**

Salary of Mr. Chandra Kant Pasari (Whole Time Director) from 01.04.2018 will be increased from ` 1,60,000/- to ` 2,25,000/- per month including dearness and other allowances.

b) **COMMISSION :**

Mr. Chandra Kant Pasari will be entitled commission based on the net profit of the company in the relevant financial year, as may be determined by the Board subject to the ceiling laid down in the Companies Act, 2013.

c) **PERQUISITES :**

In addition to salary and commission, Mr. Chandra Kant Pasari will be allowed perquisites as below:-
The monetary value of such perquisites to be determined in accordance with the Income Tax Rules 1962.

d) **MEDICAL BENEFITS :**

Medical Expenses for self and family will be borne by the Company as per Company's Rules.

e) **LEAVE TRAVEL CONCESSION :**

Leave Travel Concession for self and family once a year subject to limits as specified in the Income Tax Rules 1961.

f) **CLUB FEES :**

Subscription of Clubs subject to a maximum of two clubs (excluding admission fees and expenses) provided that no life membership fees is paid.

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g) **INSURANCE:-**

Personal accident and group insurance coverage for which premium not exceeding ` 6,000/- per annum.

OTHER PAYMENTS AND PROVISIONS :

1. Mr. Chandra Kant Pasari will be entitled to retirement benefits as per the rules of the company. Contribution to Provident Fund Superannuation Fund or for other retirement benefits will be included in the computation of the ceiling on perquisites to the extent either singly or put together are not taxable under the Income Tax Act. Gratuity will be paid as per company's Rules.

2. **CAR:**

Provision for car for use on Company's business purposes. Use of car for private purpose shall be billed by the company. The use of company's car for business purpose will not to be considered as a perquisite.

3. **TELEPHONE:**

Provision of telephone/cell phone will not be considered as a perquisite, but personal long distance calls shall be billed by the company.

4. **ENTERTAINMENT EXPENSES:**

Reimbursement of entertainment expenses actually and properly incurred for the business of the company, subject to a reasonable amount approved by the Board of Directors from time to time.

In the event of absence or inadequacy of profits in any year during the period of his tenure as Whole time Director, he shall be paid the above mentioned remuneration as the minimum remuneration subject to the limits specified in the Companies Act, 2013 (including any statutory modifications or re-enactment thereof) from time to time.

By order of the Board
For **The Chamong Tea Co. Ltd**
ABHAYPASARI
Director
DIN : 00105629

Kolkata, the 29th day of May 2018

Notes:

1. **Member entitled to attend and vote is entitled to appoint a proxy to attend and vote instead of himself. A proxy need not be a member of the company.** THE PROXY SHOULD HOWEVER BE DEPOSITED AT THE REGISTERED OFFICE OF THE COMPANY NOT LESS THAN FORTY-EIGHT HOURS BEFORE THE COMMENCEMENT OF THE MEETING.
2. The register of Members and share transfer books of the company will remain closed from 20th September 2018 to 24th September 2018 (both days inclusive).
3. Information and other instructions for Members relating to remote e-voting are as under:
Pursuant to Section 108 of the Companies Act, 2013, read with the relevant Rules of the Act, and Clause 35B of the Listing Agreement, the Company is providing the facility to Members to exercise their rights to vote by electronic means. The Company has engaged the Services of Central Depository Services (India) Limited (CDSL) for providing evoting facilities. The e-voting rights of the Members / beneficial owners shall be reckoned in proportion to ordinary shares held by them in the Company as on 17th September 2018 (cut-off date fixed for this purpose). The Company has appointed CS Rajan Singh, Company Secretaries of 322, Shastrinagar, Konnagar, P.O. Bara Bahera, Dist. Hooghly 712246, to act as the Scrutinizer, for conducting the scrutiny of the votes cast.

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Detailed instructions for availing e-voting facility are as follows:

- (i) The voting period begins on **Friday, 21st September 2018 at 10.00 A.M. and ends on Sunday 23rd September 2018 at 5.00 P.M.** During this period shareholders of the Company, holding shares either in physical form or in dematerialized form, as on the cutoff date **17th September** may cast their vote electronically. The e-voting module shall be disabled by CDSL for voting thereafter.
- (ii) Shareholders who have already voted prior to the Meeting date would not be entitled to vote at the Meeting venue.
- (iii) The shareholders should log on to the e-voting website www.evotingindia.com.
- (iv) Click on Shareholders.
- (v) Now Enter your User ID
 - a. For CDSL: 16 digits beneficiary ID,
 - b. For NSDL: 8 Character DP ID followed by 8 Digits Client ID,
 - c. Members holding shares in Physical Form should enter Folio Number registered with the Company.
- (vi) Next enter the Image Verification as displayed and Click on Login.
- (vii) If you are holding shares in demat form and had logged on to www.evotingindia.com and voted on an earlier voting of any Company, then your existing password is to be used.
- (viii) If you are a first time user follow the steps given below:

For Members holding shares in Demat Form and Physical Form	
PAN	<p>Enter your 10 digit alpha-numeric PAN issued by Income Tax Department (applicable for both demat shareholders as well as physical shareholders)</p> <ul style="list-style-type: none">• Members who have not updated their PAN with the Company/Depository Participant are requested to use the first two letters of their name and the 8 digits of the sequence number in the PAN field.• In case the sequence number is less than 8 digits enter the applicable number of 0's before the number after the first two characters of the name in CAPITAL letters. e.g. If your name is Kamesh Kumar with sequence number 1 then enter KA00000001 in the PAN field.
Dividend Bank details or Date of Birth (DOB)	<p>Enter the Dividend Bank Details or Date of Birth (in dd/mm/yyyy format) as recorded in your Details demat account or in the Company records in order to login.</p> <ul style="list-style-type: none">• If both the details are not recorded with the Depository or Company please enter the member id / folio number in the Dividend Bank details field as mentioned in instruction (v).

- (ix) After entering these details appropriately, click on "SUBMIT" tab.
- (x) Members holding shares in physical form will then directly reach the Company selection screen. However, Members holding shares in demat form will now reach 'Password Creation' menu wherein they are required

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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.

- (xi) For Members holding shares in physical form, the details can be used only for e-voting on the Resolutions contained in this Notice.
- (xii) Click on the EVSN for the relevant The Chamong Tea Co. Ltd on which you choose to vote.
- (xiii) 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.
- (xiv) Click on the “RESOLUTIONS FILE LINK” if you wish to view the entire Resolution details.
- (xv) 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.
- (xvi) Once you “CONFIRM” your vote on the Resolution, you will not be allowed to modify your vote.
- (xvii) You can also take a print of the votes cast by clicking on “Click here to print” option on the Voting page.
- (xviii) If a demat account holder has forgotten the login password then Enter the User ID and the image verification code and click on Forgot Password & enter the details as prompted by the system.
- (xix) Note for Non - Individual Shareholders and Custodians Non-Individual shareholders (i.e. other than Individuals, HUF, NRI, etc.) and Custodian are required to log on to www.evotingindia.com and register themselves as Corporates. A scanned copy of the Registration Form bearing the stamp and sign of the entity should be emailed to 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) for which they wish to vote on. The list of accounts linked in the login should be mailed to helpdesk.evoting@cdslindia.com and on approval of the accounts they would be able to cast their vote. A scanned copy of the Board Resolution and Power of Attorney (POA) which they have issued in favour of the Custodian, if any, should be uploaded in PDF format in the system for the scrutinizer to verify the same.
- (xx) In case you have any queries or issues regarding evoting, you may refer the Frequently Asked Questions (“FAQs”) and e-voting manual available at www.evotingindia.com, under help section or write an email to helpdesk.evoting@cdslindia.com.
- (xxi) Any person who acquires Shares and becomes Member after dispatch of Notice of the Annual General Meeting and holds shares as on the ‘cut off’ date of **17th September 2018**, may obtain the sequence number for remote e-voting by sending a request to the Company.

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REPORT OF THE DIRECTORS

The directors have pleasure in presenting the Annual Report and Audited Accounts of the Company for the year ended 31st March, 2018.

(` in Lakhs)

1. FINANCIAL RESULTS	Year Ended 31st March 2018	Year Ended 31st March 2017
Turnover (Gross)	256,819,862	252,624,443
Profit / (Loss) before finance Cost, Tax depreciation and Extraordinary items	11,594,487	2,947,144
Less : Finance Cost	1,258,924	1,729,894
Profit/(Loss) before tax , depreciation	10,335,563	1,217,250
Less: Depreciation	5,963,095	6,645,916
Profit/(Loss) before extraordinary items	4,372,468	(5,428,666)
Add: Other Income	6,548,894	3,839,808
Profit / (Loss) before tax	10,921,362	(1,588,858)
Less: Current Tax	4,070,000	2,195,000
Income Tax for Earlier Years	(120,844)	(55,717)
	6,730,518	(3,728,141)
Profit after tax	7,280,633	(124,867)

2. DIVIDEND

No Dividend was declared for the current financial year.

3. TRANSFER OF UNCLAIMED DIVIDEND TO INVESTOR EDUCATION AND PROTECTION FUND

Since there was no unpaid/unclaimed Dividend declared, the provisions of Section 125 of the Companies Act, 2013 do not apply.

4. REVIEW OF BUSINESS OPERATIONS AND FUTURE PROSPECTS

Your Directors wish to present the details of Business operations done during the year under review:

During the year under review, your Company's saleable production was 15.03Lakh kgs of tea as compared to 16.51 lakh kgs in the previous year.

The estimate production for 2018-19 from own leaf and bought leaf 15.25 Lakh kgs.

5. MATERIAL CHANGES AND COMMITMENT IF ANY AFFECTING THE FINANCIAL POSITION OF THE COMPANY OCCURRED BETWEEN THE END OF THE FINANCIAL YEAR TO WHICH THIS FINANCIAL STATEMENTS RELATE AND THE DATE OF THE REPORT

No material changes and commitments affecting the financial position of the Company occurred between the end of the financial year to which this financial statements relate on the date of this report

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

The information pertaining to conservation of energy, technology absorption, Foreign exchange Earnings and outgo as required under Section 134 (3)(m) of the Companies Act, 2013 read with Rule 8(3) of the Companies (Accounts) Rules, 2014 is furnished in Annexure A and is attached to this report.

7. STATEMENT CONCERNING DEVELOPMENT AND IMPLEMENTATION OF RISK MANAGEMENT POLICY OF THE COMPANY

The Company does not have any Risk Management Policy as the elements of risk threatening the Company's existence is very minimal.

8. DETAILS OF POLICY DEVELOPED AND IMPLEMENTED BY THE COMPANY ON ITS CORPORATE SOCIAL RESPONSIBILITY INITIATIVES

The Company has not developed and implemented any Corporate Social Responsibility initiatives as the said provisions are not applicable.

9. PARTICULARS OF LOANS, GUARANTEES OR INVESTMENTS MADE UNDER SECTION 186 OF THE COMPANIES ACT, 2013

The particulars of Loans, guarantees or investments made under Section 186 is furnished in Annexure B and is attached to this report.

10. PARTICULARS OF CONTRACTS OR ARRANGEMENTS MADE WITH RELATED PARTIES

The particulars of Contracts or Arrangements made with related parties made pursuant to Section 186 is furnished in Annexure C and is attached to this report.

11. EXPLANATION OR COMMENTS ON QUALIFICATIONS, RESERVATIONS OR ADVERSE REMARKS OR DISCLAIMERS MADE BY THE AUDITORS AND THE PRACTICING COMPANY SECRETARY IN THEIR REPORTS

There was no qualifications, reservations or adverse remarks made either by the Auditors or by the Practicing Company Secretary in their respective reports.

12. COMPANY'S POLICY RELATING TO DIRECTORS APPOINTMENT, PAYMENT OF REMUNERATION AND DISCHARGE OF THEIR DUTIES

The provisions of Section 178(1) relating to constitution of Nomination and Remuneration Committee are not applicable to the Company and hence the Company has not devised any policy relating to appointment of Directors, payment of Managerial remuneration, Directors qualifications, positive attributes, independence of Directors and other related matters as provided under Section 178(3) of the Companies Act, 2013.

13. ANNUAL RETURN

The extracts of Annual Return pursuant to the provisions of Section 92 read with Rule 12 of the Companies (Management and administration) Rules, 2014 is furnished in Annexure D and is attached to this Report.

14. NUMBER OF BOARD MEETINGS CONDUCTED DURING THE YEAR UNDER REVIEW

The Company had 10 (Ten) Board meetings during the financial year under review.

15. DIRECTORS RESPONSIBILITY STATEMENT

In accordance with the provisions of Section 134(5) of the Companies Act, 2013 the Board hereby submit its responsibility Statement:—

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- (a) In the preparation of the annual accounts for the year ended 31.03.2018, the applicable accounting standards had been followed along with proper explanation relating to material departures;
- (b) the directors had selected such accounting policies and applied them consistently and made judgments and estimates that are reasonable and prudent so as to give a true and fair view of the state of affairs of the company at the end of the financial year and of the profit and loss of the company for that period ended 31st March 2018;
- (c) The directors had taken proper and sufficient care for the maintenance of adequate accounting records in accordance with the provisions of this Act for safeguarding the assets of the company and for preventing and detecting fraud and other irregularities;
- (d) The directors had prepared the annual accounts on a “going concern” basis;
- (e) The directors, have laid down internal financial controls to be followed by the company and that such internal financial controls are adequate and were operating effectively; and
- (f) The directors had devised proper systems to ensure compliance with the provisions of all applicable laws and that such systems were adequate and operating effectively.

16. SUBSIDIARIES, JOINT VENTURES AND ASSOCIATE COMPANIES

The Company does not have any Subsidiary, Joint venture or Associate Company.

17. DEPOSITS

The Company has neither accepted nor renewed any deposits during the year under review.

18. DIRECTORS

There was no Director who got reelected/reappointed during the year under review.

Mr. S K Pasari (DIN No. 00370738) retire at this Annual General Meeting and being eligible offer themselves for reelection.

19. DECLARATION OF INDEPENDENT DIRECTORS

The provisions of Section 149 pertaining to the appointment of Independent Directors do not apply to our Company.

20. STATUTORY AUDITORS

M/s Lihala& Co, Chartered Accountants, 11, Crooked Lane, Kolkata 700 069 were appointed as Statutory Auditors for a period of 5 years in the Annual General Meeting held on 14/09/2017. Their continuance of appointment and payment of remuneration are to be confirmed and approved in the ensuing Annual General Meeting. The Company has received a certificate from the above Auditors to the effect that if they are reappointed, it would be in accordance with the provisions of Section 141 of the Companies Act, 2013.

21. SECRETARIAL AUDITOR

The Board has appointed CS Rajan Singh, Company Secretaries of 322, Shastrinagar, Konnagar, P.O. Bara Bahera, Dist. Hooghly 712246 to conduct Secretarial Audit for the Financial Year 2017-2018. The Secretarial Audit Report for the year ended 31st March 2018 is annexed herewith marked as Annexure E to this Report. The secretarial Audit Report does not contain any qualification, reservation and adverse remark.

22. RISK MANAGEMENT POLICY

The Company has adopted and implemented a Risk Management Policy after identifying various risks which the Company encounters with during the course of its business none of which in the opinion of the

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Board may threaten the very existence of the Company itself. The Company has taken adequate measures to mitigate various risks encouraged by the Company.

23. DISCLOSURE OF COMPOSITION OF AUDIT COMMITTEE AND PROVIDING VIGIL MECHANISM

The provisions of Section 177 of the Companies Act, 2013 read with Rule 6 and 7 of the Companies (Meetings of the Board and its Powers) Rules, 2013 is not applicable to the Company.

24. SHARES

a. BUY BACK OF SECURITIES

The Company has not bought back any of its securities during the year under review.

b. SWEAT EQUITY

The Company has not issued any Sweat Equity Shares during the year under review.

c. BONUS SHARES

No Bonus Shares were issued during the year under review.

d. EMPLOYEES STOCK OPTION PLAN

The Company has not provided any Stock Option Scheme to the employees.

25. DISCLOSURE AS PER SEXUAL HARASSMENT OF WOMEN AT WORKPLACE (PREVENTION, PROHIBITION AND REDRESSAL) ACT, 2013

Pursuant to Section 22 of the Sexual Harassment of Women at workplace (prevention, prohibition and Redressal) Act, 2013 read with Rule 14, the internal committee constituted under the said Act has confirmed that no complaint / case has been filed / pending with the Company during the year.

26. ACKNOWLEDGEMENTS

Your Directors place on record their sincere thanks to bankers, business associates, consultants, and various Government Authorities for their continued support extended to your Companies activities during the year under review. Your Directors also acknowledges gratefully the shareholders for their support and confidence reposed on your Company.

For and on behalf of the Board

Mr. Chandra Kant Pasari Whole Time Director
(DIN : 00543935)

Mr. Sajan Kumar Pasari Director
(DIN : 00370738)

Mr. Abhay Pasari Director
(DIN : 00105629)

Place : Kolkata
Date : 29th day of May, 2018

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Annexure-A

Information as per section134 (3)(m) forming part of the Directors Report

Disclosure of Particulars with respect to Conservation of Energy

		Current Year Ended 31-03-2018	Previous Year Ended 31-03-2017
(A) POWERANDFUEL CONSUMPTION			
1. ELECTRICITY			
(a) Purchase Unit	(KWH)	899,177	928,960
Total Amount	(`)	9,192,891	9,468,815
Rate/Unit	(` /KWH)	10.22	10.19
Own Gen. Set Unit	(KWH)	266,567	202,730
Unit Per Ltr. Of Diesel Oil	(KWH)	2.33	2.45
Fuel Cost Per Unit		25.96	23.00
2. GAS (Volume)		611,731	729,277
Total Amount		7,275,835	8,676,810
Average Rate/SCUM		11.89	11.90
3 OTHERS			
(i) H.S.D. Oil For Transport & Material Handling & Irrigation			
Quantity	(K.Ltr.)	30,097	26,932
Total Cost	(`)	1,821,298	1,504,321
Rate/Unit	(` /K.Ltr)	60.51	55.86
(ii) Petrol For Transport & Material Handling etc.			
Quantity	(K.Ltr.)	8,400	8,516
Total Cost	(`)	599,568	560,993
Rate/Unit	(` /K.Ltr)	71.37	65.88
B. CONSUMPTION PER UNIT OF PRODUCTION			
Production - Tea	(Gross Kgs)	1,516,009	1,664,057
Energy Use:			
Electricity including own			
Generator set	(KWH/Kg.)	0.77	0.70
Manufacturing Gas		0.41	0.44
Coal Coke/Rom		0.02	0.02
Others:			
HSD Oil	(Ltr./Kgs.)	—	—

Disclosure of Particulars with respect to Research & Development Technology Absorption.

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RESEARCH & DEVELOPMENT (R & D)

- 1) Specific area in which R & D carried out by company.
The company subscribes to Tea Research Association (TRA) which registered Under Section 35(1)(ii) of the Income Tax Axt, 1961. TRA'S findings are experimentally tried out under local conditions for final adoption by the company.
- 2) Benefits Derived as a Result of the above R & D.
Ultimately, findings are utilized by the company for maximising yield and improving quality.
- 3) Future Plan for Action:
Present Programs are Proposed to Continue.
- 4) Expenditure on R & D.

	Current Year Ended 31-03-2018	Previous Year Ended 31-03-2017
	()	()
a) Capital	Nil	Nil
b) Recurring	Nil	Nil
c) Total R & D expenditures as a percentage of total number	Nil	Nil

TECHNOLOGY ABSORPTION, ADOPTION AND INNOVATION :

- 1) Efforts, in brief, made towards Technology, Adoption and Innovation. Seminars and training programmes were held for managerial staff in addition to periodic discussion with advisers. Circulars were also issued from time to time to update the technical knowledge of the staff.
- 2) Benefit Derived as a Result of the above Efforts:-
Increase in Productivity and cost reduction by optimisation inputs.

Annexure - B

PARTICULARS OF LOANS, GUARANTEES OR INVESTMENTS MADE UNDER SECTION 186 OF THE COMPANIES ACT, 2013

Name of the Party	Principal Amount Outstanding As on 31/3/2018	Interest Accrued & Due Outstanding As on 31/3/2018	Total Outstanding As per Balance Sheet Note No. 16
Babcock Borsig Ltd 4, Mangoe Lane Kolkata 700 001	22,500,000	500,548	23,000,548
Premier World Technology Ltd 17/1C, Alipore Road Kolkata 700 027	10,000,000	277,891	10,277,891
Anishika Investments Pvt Ltd 9, Earle Estate Kolkata 700 029	7,500,000	60,103	7,560,103
Bharat Roadways Transport Ltd 19A, Sarat Bose Road Kolkata 700 020	5,000,000	141,534	5,141,534

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Crickxon Trade & Exports Pvt Ltd 28/1, Shakespeare Sarani, 1st Floor, Kolkata 700 017	5,000,000	162,247	5,162,247
Khetawat Properties Pvt Ltd 19A, Sarat Bose Road Kolkata 700 020	5,000,000	—	5,000,000
Wearit Global Ltd 229, A.J.C. Bose Road, Crescent Tower Kolkata 700 029	3,500,000	25,704	3,525,704
Addrash Management Pvt Ltd 5/1A Hungerford Street Kolkata 700 017	1,500,000	616	1,500,616
	60,000,000	1,168,643	61,168,643

Annexure-C

Related Party Disclosures : As required under Accounting standard 18: Related Party Disclosures

Key Management personnel	Mr. Chandra Kant Pasari Mr. Sajan Kumar Pasari Mr. Abhay Pasari Mr. Sandeep Jatia
Enterprises over which Key Management Personnel Shareholders/ Relatives have significant influence	India Automobiles (1960) Ltd. Regent Estates Ltd. Pasari Merchant Pvt. Ltd. Esskay Leasing & Finance Pvt. Ltd, Pasari Charity Trust

Related Party Disclosures :

Nature of Transaction	With (a) ()	With (b) ()
Loan Taken during the year	—	—
Interst Payment	—	—
Salary/Remuneration	1,920,000 (1,920,000)	— —
Director's Sitting Fess	30,800 (20,900)	— —
Rent Expenses	— —	7,470 (8,200)
Rent Income	2,328 (2,328)	— —

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Annexure - D

FORM NO. MGT 9

EXTRACT OF ANNUAL RETURN

As on the financial year ended on 31.03.2018

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

I. REGISTRATION & OTHER DETAILS:

1.	CIN	L01132WB1901PLC001494
2.	Registration Date	30th MAY,1901
3.	Name of the Company	THE CHAMONG TEA COMPANY LIMITED
4.	Category/Sub-category of the Company	PUBLIC COMPANY HAVING SHARE CAPITAL
5.	Address of the Registered office & contact details	12,GOVERNMENT PLACE EAST, KOLKATA-700069 Phone : 2210-2600
6.	Whether listed company	YES
7.	Name, Address & contact details of the Registrar & Transfer Agent, if any.	NICHE TECHNOLOGIES PVT LTD. C-444, BAGRIMARKET, 4th FLOOR 71, BRB BASU ROAD, KOLKATA-700001 PH:22357271

II. PRINCIPAL BUSINESS ACTIVITIES OF THE COMPANY

(All the business activities contributing 10% or more of the total turnover of the company shall be stated)

S1. No.	Name and Description of main products / services	NIC Code of the Product/service	% to total turnover of the company
1	SALE OF TEA	46306	100

III. PARTICULARS OF HOLDING, SUBSIDIARY AND ASSOCIATE COMPANIES :

S1. No.	Name and Address of the Company	CIN/GLN	Holding / Subsidiary / Associate	% of shares held	Applicable Section
NA					

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Directors' Report (Contd.)

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

(i) Category-wise ShareHolding

Category of Shareholders	No. of Shares held at the beginning of the year [As on 1st April, 2017]				No. of Shares held at the end of the year [As on 3rd March 2018]				% change during the year
	Demat	Physical	Total	% of Total Shares	Demat	Physical	Total	% of Total Shares	
A. Promoters									
(1) Indian									
a) Individual/ HUF	-	242,085	242,085	96.10%	-	242,085	242,085	96.10%	0.00%
b) Central Govt			-	0.00%	-	-	-	0.00%	0.00%
c) State Govt(s)			-	0.00%	-	-	-	0.00%	0.00%
d) Bodies Corp.		1,225	1,225	0.49%	-	1,925	1,925	0.76%	57.14%
e) Banks / FI		-	-	0.00%	-	-	-	0.00%	0.00%
f) Any other		-	-	0.00%		-	0.00%	0.00%	
Sub Total (A) (1)	-	243,310	243,310	96.59%	-	244,010	244,010	96.86%	0.29%
(2) Foreign									
a) NRI Individuals		-	-	0.00%	-	-	-	0.00%	0.00%
b) Other Individuals		-	-	0.00%	-	-	-	0.00%	0.00%
c) Bodies Corp.		-	-	0.00%	-	-	-	0.00%	0.00%
d) Any other		-	-	0.00%	-	-	-	0.00%	0.00%
Sub Total (A) (2)	-	-	-	0.00%	-	-	-	0.00%	0.00%
TOTAL (A)	-	243,310	243,310	96.59%	-	244,010	244,010	96.86%	0.29%
B. Public Shareholding									
1. Institutions									
a) Mutual Funds			-	0.00%	-	-	-	0.00%	0.00%
b) Banks / FI	-	313	313	0.12%	-	313	313	0.12%	0.00%
c) Central Govt	-	-	-	0.00%	-	-	-	0.00%	0.00%
d) State Govt(s)	-	-	-	0.00%	-	-	-	0.00%	0.00%
e) Venture Capital Funds	-	-	-	0.00%	-	-	-	0.00%	0.00%
f) Insurance Companies	-	-	-	0.00%	-	-	-	0.00%	0.00%
g) FIIs	-	-	-	0.00%	-	-	-	0.00%	0.00%

THE CHAMONG TEA COMPANY LTD.

Category of Shareholders	No. of Shares held at the beginning of the year [As on 1st April, 2017]				No. of Shares held at the end of the year [As on 3rd March 2018]				% change during the year
	Demat	Physical	Total	% of Total Shares	Demat	Physical	Total	% of Total Shares	
h) Foreign Venture Capital Funds	-	-	-	0.00%	-	-	-	0.00%	0.00%
i) Others (specify)	-	-	-	0.00%	-	-	-	0.00%	0.00%
Sub-total (B)(1):-	-	313	313	0.12%	-	313	313	0.12%	0.00%
2. Non-Institutions									
a) Bodies Corp.									
i) Indian	-	1,110	1,110	0.44%	-	860	860	0.34%	-22.52%
ii) Overseas		-	-	0.00%	-	-	-	0.00%	0.00%
b) Individuals		-							
i) Individual shareholders holding nominal share capital upto Rs. 1 lakh		7,177	7,177	2.85%		6727	6,727	2.67%	-6.27%
ii) Individual shareholders holding nominal share capital in excess of Rs 1 lakh		-	-	0.00%	-	-	-	0.00%	0.00%
c) Others (specify)									
Non Resident Indians			-	0.00%	-	-	-	0.00%	0.00%
Overseas Corporate Bodies			-	0.00%	-	-	-	0.00%	0.00%
Foreign Nationals			-	0.00%	-	-	-	0.00%	0.00%
Clearing Members			-	0.00%	-	-	-	0.00%	0.00%
Trusts			-	0.00%	-	-	-	0.00%	0.00%
Foreign Bodies - D R			-	0.00%	-	-	-	0.00%	0.00%
Sub-total (B)(2):-	-	8,287	8,287	3.29%	-	7,587	7,587	3.01%	-8.45%
Total Public (B)	-	8,600	8,600	3.41%	-	7,900	7,900	3.14%	-8.14%
C. Shares held by Custodian for GDRs & ADRs			-	0.00%				0.00%	0.00%
Grand Total (A+B+C)	-	251,910	251,910	100.00%	-	251,910	251,910	100.00%	-7.85%

THE CHAMONG TEA COMPANY LTD.

Directors' Report (Contd.)

IV (ii) SHAREHOLDING OF PROMOTERS

Sl. No.	Share Holders Name	Shareholding at the beginning of the year			Shareholding at the end of the year			% Change in Shareholding during the year
		No. of shares	% of total shares of the Company	% of shares pledged / encumbered to total shares	No. of shares	% of total shares of the Company	% of shares pledged / encumbered to total shares	
1	Mr. Chandra Kant Pasari	143,285	56.88%	-	143,285	56.88%	-	0.00%
2	Mrs. Shradha Pasari	33,500	13.30%	-	33,500	13.30%	-	0.00%
3	Mrs. Sushila Devi Pasari	28,100	11.15%	0	28,100	11.15%	-	0.00%
4	Mrs. Sushila Devi Pasari	12,300	4.88%	0	12,300	4.88%	-	0.00%
5	Ms. Deepshikha Pasari	12,500	4.96%	0	12,500	4.96%	-	0.00%
6	Ms. Preetanjali Pasari	12,000	4.76%	0	12,000	4.76%	-	0.00%
7	Mr. Bhagirath Pasari	200	0.08%	0	200	0.08%	-	0.00%
8	Shankar Lal Chandra Kant(HUF)	200	0.08%	0	200	0.08%	-	0.00%
9	Supreme Products Pvt Ltd	1,225	0.49%	0	1,925	0.76%	-	0.28%

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

SN	Particulars	Date	Reason	Shareholding at the beginning of the year		Cumulative Shareholding during the year	
				No. of shares	% of total shares	No. of shares	% of total shares
	At the beginning of the year						
1	Mr. Chandra Kant Pasari	31.03.2018	No Change	143,285	56.88%	143,285	56.88%
3	Mrs. Shradha Pasari	31.03.2018	No Change	33,500	13.30%	33,500	13.30%
3	Mrs. Sushila Devi Pasari	31.03.2018	No Change	28,100	11.15%	28,100	11.15%
4	Mrs. Sushila Devi Pasari	31.03.2018	No Change	12,300	4.88%	12,300	4.88%
5	Ms. Deepshikha Pasari	31.03.2018	No Change	12,500	4.96%	12,500	4.96%
6	Ms. Preetanjali Pasari	31.03.2018	No Change	12,000	4.76%	12,000	4.76%
7	Mr. Bhagirath Pasari	31.03.2018	No Change	200	0.08%	200	0.08%
8	Shankar Lal Chandra Kant (HUF)	31.03.2018	No Change	200	0.08%	200	0.08%
9	Supreme Products Pvt Ltd	31.03.2018	Change	1,225	0.49%	1,225	0.49%
10	Changes during the year		Transfer	-	0.00%	700	0.28%
				0.00%		0.00%	
				0.00%		0.00%	
	At the end of the year			243,310	96.59%	244,010	96.86%

THE CHAMONG TEA COMPANY LTD.

Directors' Report (Contd.)

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

SN	For each of the Top 10 shareholders	Date	Reason	Shareholding at the beginning of the year		Cumulative Shareholding during the year	
				No. of shares	% of total shares	No. of shares	% of total shares
1	Name						
	At the beginning of the year			0.00%			0.00%
	Changes during the year			0.00%			0.00%
	At the end of the year			0.00%			0.00%
2	Name						
	At the beginning of the year			0.00%			0.00%
	Changes during the year			0.00%			0.00%
	At the end of the year			0.00%			0.00%

(v) Shareholding of Directors and Key Managerial Personnel:

SN	Shareholding of each Directors and each Key Managerial Personnel	Date	Reason	Shareholding at the beginning of the year		Cumulative Shareholding during the year	
				No. of shares	% of total shares	No. of shares	% of total shares
1	Name : Chandra Kant Pasari						
	At the beginning of the year			143,285	56.88%	143,285	56.88%
	Changes during the year			-	0.00%	-	0.00%
	At the end of the year			143,285	56.88%	143,285	56.88%
2	Name Shradha Pasari						
	At the beginning of the year			33,500	13.30%	33,500	13.30%
	Changes during the year			-	0.00%	-	0.00%
	At the end of the year			33,500	13.30%	33,500	13.30%

THE CHAMONG TEA COMPANY LTD.

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

	Secured Loans excluding deposits	Unsecured Loans	Deposits	Total Indebtedness
Indebtedness at the beginning of the financial year				
i) Principal Amount	0	0	0	0
ii) Interest due but not paid	0	0	0	0
iii) Interest accrued but not due	0	0	0	0
Total(i+ii+iii)	0	0	0	0
Change in Indebtedness during the financial year				
*Addition	0	0	0	0
*Reduction	0	0	0	0
Net Change	0	0	0	0
Indebtedness at the end of the financial year				
i) Principal Amount	0	0	0	0
ii) Interest due but not paid	0	0	0	0
iii) Interest accrued but not due	0	0	0	0
Total(i+ii+iii)	0	0	0	0

VI. REMUNERATION OF DIRECTORS AND KEY MANAGERIAL PERSONNEL -

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

Sl. No.	Particulars of Remuneration	Name of Whole time Director				Total Amount
		CHANDRA KANT PASARI				
1.	Gross salary					
	(a)Salary as perprovisions contained in section 17(1) of the Income-tax Act,1961	19,20,000	0	0	0	19,20,000
	(b)Value of perquisites u/s 17(2) Income-tax Act,1961	0	0	0	0	0
	(c) Profits in lieu of salary under section 17(3) Income-tax Act,1961	0	0	0	0	0
2.	Stock Option	0	0	0	0	0
3.	Sweat Equity	0	0	0	0	0
4.	Commission-as % of profit-others, specify	0	0	0	0	0
5.	Others, please specify	0	0	0	0	0
	Total(A)	19,20,000	0	0	0	19,20,000
	Ceiling as per the Act					

THE CHAMONG TEA COMPANY LTD.

Directors' Report (Contd.)

B. REMUNERATION TO OTHER DIRECTORS

Sl.	Particulars of Remuneration	Name of Directors				Total Amount
		S.K.Pasari	A. Pasari	S. Jatia	S. Pasari	
1	Independent Directors					
	Fee for attending board committee meetings	-	-	-	-	-
	Commission	-	-	-	-	-
	Others, please specify	-	-	-	-	-
	Total (1)	-	-	-	-	-
2	Other Non-Executive Directors					
	Fee for attending board committee meetings	7,700	7,700	7,700	7,700	30,800
	Commission	-	-	-	-	-
	Others, please specify	-	-	-	-	-
	Total (2)	7,700	7,700	7,700	7,700	30,800
	Total (B)=(1+2)	7,700	7,700	7,700	7,700	30,800
	Total Managerial Remuneration	-	-	-	-	30,800
	Overall Ceiling as per the Act					

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

Sl.	Particulars of Remuneration	Key Managerial Personnel			Total
		CEO	CFO	CS	
1	Gross salary	0	0	0	0
	(a) Salary as per provisions contained in section 17(1) of the Income-tax Act, 1961	0	0	0	0
	(b) Value of perquisites u/s 17(2) of the Income- tax Act, 1961	0	0	0	0
	(c) Profits in lieu of salary under section 17(3) of the Income-tax Act, 1961	0	0	0	0
2	Stock Option	0	0	0	0
3	Sweat Equity	0	0	0	0
4	Commission – as % of Profit Other Specify	0	0	0	0
5	Others, please specify	0	0	0	0
	Total				

THE CHAMONG TEA COMPANY LTD.

VII. PENALTIES / PUNISHMENT/ COMPOUNDING OF OFFENCES:

Type	Section of the Cos. Act	Brief Description	Details of Penalty / Punishment/ Compounding fees imposed	Authority [RD / NCLT/ COURT]	Appeal made, if any (give Details)
A. COMPANY		There Was no Penalty, punishment or compounding of offences during the year ended 31.03.2018			
Penalty					
Punishment					
Compounding					
B. DIRECTORS		There Was no Penalty, punishment or compounding of offences during the year ended 31.03.2018			
Penalty					
Punishment					
Compounding					
C. OTHER OFFICERS IN DEFAULT		There Was no Penalty, punishment or compounding of offences during the year ended 31.03.2018			
Penalty					
Punishment					
Compounding					

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 9 of the Companies
(Appointment and Remuneration of Managerial Personnel) Rules, 2014]

To,
The Members,
The Chamong Tea Company Limited
12, Government Place East
Kolkata-700069 .

I have conducted the secretarial audit of the compliance of applicable statutory provisions and the adherence to good corporate practices by THE CHAMONG TEA COMPANY LIMITED [CINL01132WB1901PLC001494] (hereinafter called the Company). Secretarial Audit was conducted in a manner that provided us as a reasonable basis for evaluating the corporate conducts/statutory compliances and expressing our opinion thereon.

Based on our verification of the Company's books, papers minute books, forms and returns filed and other records maintained by the company and also the information provided by the Company, its officers, agents and authorized representatives during the conduct of secretarial audit. I hereby report that in my opinion, the company has, during the audit period covering the financial year ended on 31st March, 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:

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

- (i) The Companies Act, 2013 (the Act) and the rules made there under, as applicable;
- (ii) The Securities Contracts (Regulation) Act, 1956 ('SCRA') and the rules made there under;
- (iii) The Depositories Act, 1996 and the Regulations and Bye-laws framed there under;
- (iv) Foreign Exchange Management Act, 1999 and rules and regulations made there under to the extend of Foreign Direct Investment, Overseas Direct Investment and External Commercial Borrowings; [Not applicable during the Audit period]
- (v) The following Regulations and Guidelines prescribed under the Securities and Exchange Board of India Act, 1992 ('SEBI Act'):-
 - (a) The Securities and Exchange Board of India (Substantial Acquisition of Shares and Takeovers) Regulations, 2011;
 - (b) The Securities and Exchange Board of India (Prohibition of Insider Trading) Regulations, 1992;
 - (c) The Securities and Exchange Board of India (Issue of Capital and Disclosure Requirements) Regulations, 2009; [Not applicable during the Audit period]
 - (d) The Securities and Exchange Board of India (Employee Stock Option Scheme and Employee Stock Purchase Scheme) Guidelines, 1999; [Not applicable during the Audit period]
 - (e) The Securities and Exchange Board of India (Issue and Listing of Debt Securities) Regulations, 2008; [Not applicable during the Audit period]
 - (f) The Securities and Exchange Board of India (Registrars to an Issue and Share Transfer Agents) Regulations, 1993 regarding the Companies Act and dealing with client;
 - (g) The Securities and Exchange Board of India (Delisting of Equity Shares) Regulations, 2009; and [Delisting of Equity shares of the Company is under process]
 - (h) The Securities and Exchange Board of India Buyback of Securities) Regulations, 1998; [Not applicable during the Audit period]

THE CHAMONG TEA COMPANY LTD.

(vi) I further report that, having regard to the compliance system prevailing in the Company and on examination of the relevant documents and records in pursuance thereof, on test-check basis, the Company has complied with the following laws applicable specifically to the Company :

- a) Assam Tea Plantations Provident Funds & Pension Fund Scheme, 1968
- b) The Gratuity Act, 1972
- c) The Factories Act, 1948
- d) The Payment of Wages Act, 1936
- e) The Tea Waste (Control) Order, 1959
- f) The Tea (Marketing) Control Order 1984

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

- (i) Secretarial Standards with regard to Meeting of the Board of Directors (SS-1) and General Meetings (SS-2) issued by The Institute of Company Secretaries of India.
- (ii) The Listing Agreement entered into by the Company with The Calcutta Stock Exchange Ltd, The Company is generally regular in giving respective intimations under various clauses SEBI (Listing obligation and Disclosure Requirements) Regulation, 2015; Agreement;

During the period under review the Company has complied with the provisions of the Act, Rules, Regulations, Guidelines, Standards, etc. mentioned above.

I further report that during the audit period there were corporate action having impact on the change in Company's status from Listed to Unlisted entity, in pursuance of the above referred laws, rules, regulations, guidelines, standards etc.:-

- The Members of the Company on 27th July 2018, in terms of their special resolution through Postal Ballot including e-voting, unanimously passed the proposal for voluntary Delisting of the Equity shares from the Calcutta Stock Exchange Limited.
- The copy of the said special resolution was submitted on 03/08/2018 to the Registrar of Companies, West Bengal and simultaneously an application was made to the Calcutta Stock Exchange Limited for voluntary Delisting.
- The Calcutta Stock Exchange Limited vide their Letter No. CSE/LD/13318/2017 dated 10th February 2017 accorded their "In Principle approval" for voluntary de-listing.

I further report that

The Board of Directors of the Company is duly constituted with proper balance of Executive Directors, Non-Executive Directors and Independent Directors. The changes in the composition of the Board Directors that took place during the period under review were carried out in compliance with the provisions of the Act.

Adequate notice is given to all directors to schedule the Board Meeting, agenda and detailed notes on agenda were sent at least seven day in advance, and a system exists for seeking and obtaining further information and clarification on the agenda items before the meeting and for meaningful participation at the meeting.

I further report that there are adequate systems and processes in the Company commensurate with the size and operations of the company to monitor and ensure compliance with applicable laws, rules, regulations and guidelines.

On the basis of information provided, I further report that during the audit period there were no instances of:

- (i) Public/Right/Preferential issue of shares/debentures/sweat equity, etc.
- (ii) Redemption/buy-back of securities.
- (iii) Major decisions taken by the members in pursuance to section 180 of the Companies Act, 2013.
- (iv) Merger/amalgamation/reconstruction, etc.
- (v) Foreign technical collaborations.

Place : Konnagar
Date : 29th May, 2018

RAJAN SINGH
Company Secretaries
ACS No. 34691
CP No. 13599

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
The Chamong Tea Company Limited
12, Government Place East
Kolkata-700069 .

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

Management’s Responsibility

1. It is the responsibility of the management of the Company to maintain secretarial records, devise proper systems to ensure compliance with the provisions of all applicable laws and regulations and to ensure that the systems are adequate and operate effectively.

Auditor’s Responsibility

2. My responsibility is to express an opinion on these secretarial records, standards and procedures followed by the Company with respect to secretarial compliances.
3. I believe that audit evidence and information obtain from the Company’s management is adequate and appropriate for me to provide a basis for my opinion.
4. Wherever required, I have obtained the management representation about the compliance of laws, rules and regulations and happening of events etc.

Disclaimer

5. 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.

Place : Konnagar
Date : 29th May, 2018

RAJAN SINGH
Company Secretaries
ACS No. 34691
CP No. 13599

INDEPENDANT AUDITOR’S REPORT

To The Members of THE CHAMONG TEA COMPANY LIMITED

Report on the Standalone Indian Accounting Standards (Ind AS) Financial Statements

We have audited the accompanying Standalone Ind AS Financial Statements of **THE CHAMONG TEA COMPANY 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 the significant accounting policies and other explanatory information (hereinafter referred to as “Ind AS Financial Statements”).

Management’s Responsibility for the Standalone Ind AS 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 state of affairs, 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) specified under Section 133 of the Act, read with Rule 7 of the Companies (Accounts) Rules, 2015, as amended.

This responsibility also includes maintenance of adequate accounting records in accordance with the provisions of the Act for safeguarding of 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,

INDEPENDANT AUDITOR’S REPORT (Contd.)

of the financial position of the Company as at 31st March, 2018, and its **Profit**(financial performance including Other Comprehensive Income), its cash flows and the changes in equity for the year ended on that date.

Other Matters

The comparative financial information of the company for the year ended 31st March, 2017 and the transition date opening balance sheet as at 1st April, 2016 prepared in accordance with Ind AS included in these standalone Ind AS financial statements have been audited by predecessor auditor who had audited the financial statements for the relevant period. The report of the predecessor auditor on the comparative financial information and the opening balance sheet dated 14th August, 2017 expressed an unmodified opinion.

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 Companies Act,2013, we give in the “Annexure A” statement on the matters specified in paragraphs 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, and the Cash Flow Statement dealt with by this Report are in agreement with the books of account;
 - (d) In our opinion, the aforesaid Ind AS financial statements comply with the AccountingStandards specified under Section 133 of the Act, read with the Companies (Indian Accounting Standard)Rules, 2015, as amended;
 - (e) On the basis of the written representations received from the directors as on 31st March, 2018taken on record by the Board of Directors, none of the directors is disqualified as on31st 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 withRule 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 as at March 31, 2018, which would impact its financial position in its Standalone Ind AS Financial Statements.
 - ii) The company did not have any long term contracts including derivative contracts for which there were any material for eseeable losses as at March 31, 2018.
 - iii) There were no amounts which were required to be transferred to the InvestorEducation and Protection Fund by the Company during the year ended March 31, 2018.

Place: Kolkata
Date : 29th May, 2018

For **LIHALA & CO.**
Chartered Accountants.
Firm Reg. No. 315052E
RAJESH LIHALA
Partner
Membership No. 52138

**"ANNEXURE A" TO THE INDEPENDENT AUDITOR'S REPORT
(Referred to Paragraph 1 of Report on Other Legal and
Regulatory Requirements of our Report of even date to the members)**

On the basis of such checks as we considered appropriate and in terms of the information and explanations given to us, we state 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, the Fixed Asset, according to the practice of the Company, are been physically verified by the management at reasonable intervals, in as phased verification programme, designed to cover all the items over a period of three years, which in our opinion, is reasonable having regard to the size of the company and nature of its business. Pursuant to the programme, a portion of the Fixed Assets has been physically verified by the management during the year and no material discrepancies between the books records and the physical Fixed Asset has been noticed. Save and except 720.4 Acres of Land acquired by the Govt. of Assam. [Refer Note 2(1)].
- (c) The title deeds of Immovable Properties are held in the name of the Company.
- ii. The Management has conducted the physical verification of inventory at reasonable interval and in respect of stocks with third parties at the year end, written confirmations have been obtained and no material discrepancies have been noticed on physical verification of Inventory as compared to the book records.
- iii. According to the information and explanations given to us, the Company has not granted any loans, secured or unsecured to companies, limited liability partnerships, firms or other parties covered in the register maintained under section 189 of the Companies Act, 2013. Hence comment on paragraph (iii) of the said Order is not applicable.
- iv. In our opinion and according to the information and explanations given to us by the management, the Company has complied with the provisions of section 185 and 186 of the Companies Act, 2013, where applicable, with respect to the loans, investments, guarantees and security made.
- v. According to the information and explanations given to us, there are no such deposits taken by the Company, for which directives issued by the Reserve Bank of India and the provisions of sections 73 to 76 or any other relevant provisions of the Companies Act, 2013 and the Companies (Acceptance of Deposit) Rules, 2015, with regard to deposits accepted from the public are not applicable.
- vi. As informed to us, the maintenance of Cost Records has not been specified by the Central Government under sub section (1) of Section 148 of the Companies Act, 2013, in respect of the activities carried on by the company as the turnover falls below the threshold limit.
- vii. (a) According to the information and explanations given to us, the Company is generally regular in depositing undisputed Statutory Dues like Provident Fund, Employees' State Insurance, income-tax, sales-tax, service tax, duty of customs, duty of excise, value added tax, cess and other statutory dues applicable to it with the appropriate authorities and there are no outstanding statutory dues as at 31.03.2018 for the period of more than six months from the date they became payable.
- (b) According to information and explanation given to us by the management, there were no statutory dues payable in respect of income tax or sales tax or service tax or duty of customs or duty of excise or value added tax or cess which have not been deposited on account of dispute.

THE CHAMONG TEA COMPANY LTD.

“ANNEXURE - A” TO INDEPENDENT AUDITOR’S REPORT (Contd.)

- viii. According to the information and explanations given to us and on basis of examination of records of the company, the company has not defaulted in repayment of loans or borrowings to financial institutions, banks. The Company has not taken any loan from government and has not issued debentures.
- ix. According to the audit procedures performed and information and explanation given to us by the management, the Company has not raised any money by way of initial public offer or further public offer (including debt instruments) or term loans during the year. Hence, comment on paragraph (ix) of the said Order is not applicable.
- x. According to the information and explanations given to us by the management, no fraud by the Company or on the Company by its officer or employees has been noticed or reported during the course of our audit. Hence, comment on paragraph (x) of the said Order is not applicable.
- xi. According to the information and explanations given to us and on the basis of examination of records of the company, the company has paid or provided managerial remuneration in accordance with the requisite approvals mandated by the provisions of section 197 read with Schedule V of the Companies Act, 2013.
- xii. In our Opinion, the company is not a Nidhi Company. Hence, paragraph (xii) of the said Order is not applicable.
- xiii. According to the information and explanations given to us and based on our examination of the records of the Company, all the transactions with the related parties are in compliance with Sections 177 and 188 of the Companies Act, 2013, where applicable and such transactions have been disclosed in the Standalone Ind AS Financial Statements as required by the applicable accounting standards.
- xiv. According to the information and explanations given to us, the company has not made any preferential allotment or private placement of shares or fully or partly convertible debentures during the year under review. So, a comment on paragraph (xiv) of the said order is not applicable.
- xv. The company has not entered into any non-cash transactions with the directors or persons connected with him. Hence, a comment on paragraph (xv) of the said Order is not applicable.
- xvi. The Company is not required to obtain registration under section 45-IA of the Reserve Bank of India Act, 1934.

Place: Kolkata
Date : 29th May, 2018

For **LIHALA & CO.**
Chartered Accountants.
Firm Reg. No. 315052E
RAJESH LIHALA
Partner
Membership No. 52138

**ANNEXURE ‘B’ TO THE INDEPENDENT AUDITOR’S REPORT
Report on the Internal Financial Controls under Clause (i) of
Sub-section 3 of section 143 of the Companies Act, 2013 (“the Act”)**

(Referred to Paragraph 2(f) of Report on Other Legal and Regulatory Requirements of our Report of even date).

We have audited the internal financial controls over financial reporting of **THE CHAMONG TEA COMPANY LIMITED** (“the Company”) as of 31st March, 2018 in conjunction with our audit of the 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 (‘ICAI’). These responsibilities include the design, implementation and maintenance of adequate internal financial controls that were operating effectively for ensuring the orderly and efficient conduct of its business, including adherence to company’s policies, the safeguarding of its assets, the prevention and detection of frauds and errors, the accuracy and completeness of the accounting records, and the timely preparation of reliable financial information, as required under the Companies Act, 2013.

Auditors’ Responsibility

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

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

“ANNEXURE - B” TO INDEPENDENT AUDITOR’S REPORT (Contd.)

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 authorisations of management and directors of the company; and (3) provide reasonable assurance regarding prevention or timely detection of unauthorised 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.

Place: Kolkata
Date : 29th May, 2018

For **LIHALA & CO.**
Chartered Accountants.
Firm Reg. No. 315052E
RAJESH LIHALA
Partner
Membership No. 52138

THE CHAMONG TEA COMPANY LTD.

BALANCE SHEET AS AT 31ST MARCH, 2018

(` in Thousands)

	Note No.	As At 31.03.2018 (`)	As at 31.03.2017 (`)	As at 31.03.2016 (`)
(1) NON CURRENT ASSETS				
(a) Property, Plant and Equipment	2	38,172.78	42,680.47	44,901.62
(b) Capital Work in Progress		--	291.89	--
(c) Financial Assets				
(i) Investments	3(a)	348.94	332.80	1,272.67
(ii) Trade Receivables	3(b)	--	--	--
(iii) Others	3(c)	7,071.22	7,106.87	6,883.43
(d) Other Non- Current Assets	4	4,900.00	--	--
Total (a)		50,492.94	50,412.03	53,057.72
(2) CURRENT ASSETS				
(a) Inventories	5	13,095.71	15,129.80	24,330.31
(b) Financial Assets				
(i) Trade Receivables	3(b)	1,410.45	1,328.13	2,472.27
(ii) Cash & Cash Equivalents	6(a)	5,354.92	4,797.75	17,402.98
(iii) Loans	6(b)	60,000.00	49,000.00	35,000.00
(iv) Others	6(c)	1,344.19	966.42	2,129.64
(c) Current Tax Asset (Net)	7	-	-	360.25
(d) Other Current Assets	8	6,142.02	6,309.04	5,213.69
Total (b)		87,347.29	77,531.14	86,909.14
Total Assets		137,840.23	127,943.17	139,966.86
EQUITY AND LIABILITIES				
(1) EQUITY				
(a) Equity Share Capital	9(A)	2,519.10	2,519.10	2,519.10
(b) Other Equity	9(B)	105,149.39	99,602.00	100,048.03
		107,668.49	102,121.10	102,567.13
(2) LIABILITIES				
Non Current Liabilities				
(a) Financial Liabilities				
(i) Borrowings	10	-	-	499.98
Current Liabilities				
(a) Financial Liabilities				
(i) Borrowings	11(a)	16,743.90	12,631.87	23,886.22
(ii) Trade Payables	11(b)	273.15	679.60	354.15
(iii) Other Financial Liabilities	11(c)	7,831.87	7,239.74	8,337.99
(b) Other Current Liabilities	12	4,808.08	4,595.72	1,614.33
(c) Provisions	13	-	-	2,707.06
(d) Current Tax Liabilities (Net)	14	514.75	675.14	-
		30,171.74	25,822.07	36,899.75
Total Equity and Liabilities		137,840.23	127,943.17	139,966.86
Significant Accounting Policies & Other Notes	1 & 23			

The accompanying Notes are an integral part of the Financial Statement

For Lihala & CO.
Chartered Accountants.
Firm Reg. No.315052E
RAJESH LIHALA
Partner
Membership No. 52138

CHANDRA KANT PASARI Whole Time Director
(DIN : 00543935)
SAJAN KUMAR PASARI Director
(DIN : 00370738)
ABHAY PASARI Director
(DIN : 00105629)

Place : Kolkata
Date : 29th May, 2018

THE CHAMONG TEA COMPANY LTD.

STATEMENT OF PROFIT & LOSS FOR THE YEAR ENDED 31ST MARCH 2018 (` in Thousands except per share data)

Particulars	Note No.	For the Year Ended 31.03.2018 (`)	For the Year Ended 31.03.2017 (`)
I. Revenue from Operations	15	256,819.86	252,624.44
II. Other Income	16	6,548.89	3,839.81
III. Total Revenue (I +II)		263,368.76	256,464.25
IV. Expenses:			
Cost of Materials Consumed	17	126,039.38	130,230.69
Changes in Inventories of Finished Goods, Stock in Trade and Work in Progress	18	1,241.83	6,589.38
Employee Benefit Expenses	19	61,463.14	56,967.20
Finance Costs	20	1,258.92	1,729.89
Depreciation and Amortization Expense	21	5,963.10	6,645.92
Other Expenses	22	56,481.02	55,890.03
IV. Total Expenses		252,447.39	258,053.11
V. Profit/(Loss) before Exceptional Items and Tax (III - IV)		10,921.36	(1,588.86)
VI. Exceptional Item		--	--
VII. Profit/(Loss) before Tax (V -VI)		10,921.36	(1,588.86)
VIII. Tax Expense:			
1. Current Tax		4,070.00	2,195.00
2. Tax for earlier years (Net)		120.84	(55.72)
Net Current Tax (VIII)		4,190.84	2,139.28
IX. Profit/(Loss) for the Period (VII- VIII)		6,730.52	(3,728.14)
X. Other Comprehensive Income for the period			
(A) (i) Item that will not be reclassified to Profit or Loss			
Profit on sale of equity instrument transferred to OCI		--	19.06
On fair valuation of Equity Instruments		16.14	89.07
Remeasurements of Net Defined Benefit Plans		533.97	3,495.15
(ii) Income Tax relating to items that will not be reclassified to Profit or Loss		--	--
(B) (i) Items that will be reclassified to Profit or Loss		--	--
(ii) Income Tax relating to items that will be reclassified to Profit or Loss		--	--
XI. Total Comprehensive Income for the period (IX +X)		7,280.63	(124.87)
Earnings per Equity Share (for Continuing Operation):	23(vi)		
(1) Basic		26.72	(14.80)
(2) Diluted		26.72	(14.80)
Significant Accounting Policies & Other Notes	1&23		

The accompanying Notes are an integral part of the Financial Statement

For Lihala & CO. Chartered Accountants. Firm Reg. No.315052E RAJESH LIHALA Partner Membership No. 52138	CHANDRA KANT PASARI Whole Time Director (DIN : 00543935) SAJAN KUMAR PASARI Director (DIN : 00370738) ABHAY PASARI Director (DIN : 00105629)	
Place : Kolkata		
Date : 29th May, 2018		

THE CHAMONG TEA COMPANY LTD.

CASH FLOW STATEMENT FOR THE YEAR ENDED 31ST MARCH, 2018

(` in Thousands)

Particulars	For the Year Ended 31.03.2018 (`)	For the Year Ended 31.03.2017 (`)
A. CASH FLOW FROM OPERATING ACTIVITIES		
Net Profit/(Loss) before Tax & Extra-Ordinary Items	10,525.75	(1,960.20)
Less: Prior Period Items	-	-
Net Profit/(Loss) after Tax & Extra-Ordinary Items	10,525.75	(1,960.20)
Adjustment for :		
Depreciation	5,963.10	6,645.92
Amortisation	-	-
Interest Expenses	1,258.92	1,627.15
Interest Income	(5,997.97)	(3,589.70)
(Profit)/Loss on Sale of Investment	-	-
Dividend Income	(1.83)	(1.46)
Fair valuation of Investment at NAV	-	-
(Profit)/Loss on Sale of Property, Plant and Equipment	(17.13)	-
Loss on Property, Plant and Equipment written off	-	-
(Gain)/Loss on foreign exchange fluctuation	-	-
Provision for Gratuity	-	-
Operating Profit before Working Capital Changes	11,730.85	2,721.70
Movements In Working Capital :		
Increase/(Decrease) in Trade Payables	(406.46)	325.45
Increase/(Decrease) in Other Current Liabilities	212.37	2,454.80
Increase/(Decrease) in Other Financial Liabilities	1,092.11	(598.22)
(Increase)/ Decrease in Inventories	2,034.10	9,200.51
(Increase)/ Decrease in Trade Receivables	(82.32)	1,144.14
(Increase)/ Decrease in Other Current Financial Assets	-	1,160.07
(Increase)/ Decrease in Other Non Current Financial Assets	35.65	(223.44)
Increase/(Decrease) in Other Long Term Liabilities	-	-
(Increase)/Decrease in Other Non-Current Assets	-	-
(Increase)/Decrease in Other Current Assets	(636.65)	269.51
Cash generated from/(used in) Operations	13,979.64	16,454.53
Direct Taxes Paid (Net)	(4,351.24)	(1,103.90)
Net Cash from Operating Activities	9,628.41	15,350.63

THE CHAMONG TEA COMPANY LTD.

CASH FLOW STATEMENT FOR THE YEAR ENDED 31ST MARCH, 2018

(` in Thousands)

Particulars	For the Year Ended 31.03.2018 (`)	For the Year Ended 31.03.2017 (`)
B. CASH FLOW FROM INVESTING ACTIVITIES :		
Sale of Property, Plant and Equipment	30.00	-
Purchase of Property Plant and Equipment	(6,368.28)	(4,424.77)
Capital Work In progress	291.89	(291.89)
Interest Received	5,620.20	3,592.85
Dividend Income	1.83	1.46
Inter corporate loan given	(11,000.00)	(14,000.00)
Sale of Investments	-	1,048.00
Purchase of Investments	-	-
Fixed Deposit held as Margin Money matured	-	-
Net Cash from Investing Activities	(11,424.36)	(14,074.35)
C. CASH FLOW FROM FINANCING ACTIVITIES :		
Interest paid	(1,258.92)	(1,627.15)
Proceeds/(Repayment) of Long Term Borrowings	(499.98)	(1,000.01)
Proceeds/(Repayment) of Short Term Borrowings	4,112.03	(11,254.35)
Net Cash from Financing Activities	2,353.13	(13,881.51)
Net (Decrease)/ Increase in Cash and Cash Equivalents (A+B+C)	557.17	(12,605.23)
Cash and Cash Equivalents at the beginning of the year	4,797.75	17,402.98
Cash and Cash Equivalents at end of the year	5,354.92	4,797.75
Cash & Cash Equivalents :		
Balances with Bank		
In Current Account	827.96	1,280.99
In Investment deposit Account	12.46	12.46
In Gratuity Fund Account	10.92	4.38
Cash-on-Hand	4,503.58	3,499.92
Cheques in Hand	-	-
Total	5,354.92	4,797.75

Note :

- (a) Previous year's figures have been regrouped/recasted wherever necessary.
- (b) The above cash flow has been prepared under "Indirect Method" as per Ind AS 7, "Statement of Cash Flows", as prescribed under section 133 of the Companies Act, 2013 ("the Act"), as notified under the Companies (Indian Accounting Standards) Rules, 2015, Companies (Indian Accounting Standard) Amendment Rules, 2016 and other accounting principles generally accepted in India.

	For Lihala & CO. Chartered Accountants. Firm Reg. No.315052E RAJESH LIHALA Partner Membership No. 52138	CHANDRA KANT PASARI Whole Time Director (DIN : 00543935) SAJAN KUMAR PASARI Director (DIN : 00370738) ABHAY PASARI Director (DIN : 00105629)
Place : Kolkata		
Date : 29th May, 2018		

THE CHAMONG TEA COMPANY LTD.

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31ST MARCH, 2018

STATEMENT OF CHANGES IN EQUITY

(` in Thousands)

Particulars	No. of Shares	Amount
As at 1 April, 2016	2,51,910	25,19,100
Changes in Equity Share Capital	-	-
As at 31st March, 2017	2,51,910	25,19,100
Changes in Equity Share Capital	-	-
As at 31st March, 2018	2,51,910	25,19,100

(` in Thousands)

Other Equity	Note No.	Reserve & Surplus				Other Comprehensive Income	Total
		Securities Premium Reserve	Capital Reserve	General Reserve	Retained Earnings	Fair Value Gain/(Loss) on Equity Instruments	
Particulars		(`)	(`)	(`)	(`)	(`)	(`)
Balance as on 01.04.2016		4,114.53	4,220.91	5,238.00	85,753.08	-	99,326.52
Prior Period on Account of Gratuity*		-	-	-	(447.22)	-	(447.22)
Profit on restating investments at fair value		-	-	-	-	1,168.73	1,168.73
Restated Balance as on 01.04.2016		4,114.53	4,220.91	5,238.00	85,305.86	1,168.73	100,048.03
Prior Period on Account of Gratuity**					(321.16)		(321.16)
Profit on sale of equity instrument measured at FVTOCI		-	-	-	-	19.06	19.06
Total Comprehensive Income for the year 2016-2017		-	-	-	(3,728.14)	3,584.21	(143.93)
Restated Balance at 31st March, 2017		4,114.53	4,220.91	5,238.00	81,256.56	4,772.00	99,602.00
Prior Period on Account of Gratuity***					(1,733.25)		
Total Comprehensive Income for the year 2017- 2018					6,730.52	550.12	7,280.63
Balance as at 31st March, 2018		4,114.53	4,220.91	5,238.00	86,253.83	5,322.12	105,149.39

For **Lihala & CO.**
Chartered Accountants.
Firm Reg. No.315052E
RAJESH LIHALA
Partner
Membership No. 52138

CHANDRA KANT PASARI Whole Time Director
(DIN : 00543935)
SAJAN KUMAR PASARI Director
(DIN : 00370738)
ABHAY PASARI Director
(DIN : 00105629)

Place : Kolkata
Date : 29th May, 2018

THE CHAMONG TEA COMPANY LTD.

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31ST MARCH, 2018

CORPORATE INFORMATION

Company Overview

THE CHAMONG TEA CO. LTD. bearing CIN - L01132WB1901PLC001494 is a Public Limited Company, Limited by Shares listed in Calcutta Stock Exchange, incorporated in India on May 30, 1901 in the name The Chamong Tea Co. Ltd. The registered office of the Company is situated at 12, Government Place, East Kolkata 700069.

The Company is primarily engaged in the business of cultivation, production and sale of tea.

NOTE 1 : SIGNIFICANT ACCOUNTING POLICIES

Significant Accounting Policies

A) Statement of Compliance with Ind AS

In accordance with the notification dated 16th February, 2015, issued by the Ministry of Corporate Affairs, the Company has adopted Indian Accounting Standards (referred to as "Ind AS") notified under the Companies (Indian Accounting Standards) Rules, 2015 (as amended) with effect from 1st April, 2016 with restatement of previous year figures presented in this financial statements. Accordingly, the financial statements have been prepared in accordance with Ind AS prescribed under Section 133 of the Companies Act, 2013 ("Act") read with Rule 3 of the Companies (Indian Accounting Standards) Rules, 2015 as amended from time to time.

The Company has adopted all the applicable Ind AS and the adoption was carried out in accordance with Ind AS-101 First time adoption of Indian Accounting Standards.

The transition was carried out from Generally Accepted Accounting Principles in India which comprised of applicable Accounting Standards specified under section 133 of the Companies Act, 2013, read with Rule 7 of the Companies (Accounts) Rules, 2014, other pronouncements of the Institute of Chartered Accountants of India (ICAI), relevant applicable provisions of the Companies Act, 1956, and the Companies Act, 2013 to the extent applicable and the applicable guidelines issued by the Securities and Exchange Board of India (SEBI) ("Previous GAAP").

These financial statements for the year ended 31st March, 2018 are the first financial statements of the Company prepared in accordance with Ind AS. The date of transition to Ind AS is 1st April, 2016. Reconciliations and descriptions of the effect of the transition from previous GAAP to Ind AS on the Company's Balance Sheet and Statement of Profit and Loss have been summarized in Note No. 23.

All the Ind AS issued and notified by the Ministry of Corporate Affairs under the Companies (Indian Accounting Standards) Rules, 2015 (as amended) till the financial statements are approved for issue by the Board of Directors has been considered in preparing these financial statements.

B) Basis of Preparation and Presentation

The financial statements comply in all material aspects with Indian Accounting Standards (Ind AS) notified under Section 133 of the Companies Act, 2013 (the Act) [Companies (Indian Accounting Standards) Rules, 2015] and other relevant provisions of the Act.

The Financial Statements have been presented in Indian National Rupees (INR), which is the Company's functional currency.

C) Historical Cost Convention

The financial statements have been prepared on the historical cost basis in accordance with Generally Accepted Accounting Principles except for certain items which are measured at fair value at the end of each reporting period, as explained below:

- (i) certain financial assets and liabilities that is measured at fair value;
- (ii) defined benefit plans – plan assets measured at fair value;
- (iii) Bearer Plants - measured at Fair Value less Accumulated Depreciation.

D) Operating Cycle

All assets and liabilities have been classified as current or non - current as per the Company's normal operating cycle and other criteria set out in the Schedule III to the Companies Act, 2013. Based on the nature of products and the time between the acquisition of assets for processing and their realization in cash and cash equivalents, the Company has ascertained their operating cycle as twelve months for the purpose of current and non-current classification of assets and liabilities.

NOTES TO THE FINANCIAL STATEMENTS (Contd.)

E) Revenue Recognition

Revenue is recognised to the extent that it is probable that the economic benefits will flow to the company and the revenue can be reliably measured and significant risk and reward incidental to sale of products is transferred to the buyer.

i) Sale of Goods

Revenue is measured at the fair value of the consideration received or receivable. Amounts disclosed as revenue are inclusive of tea claim and are net of sales return, sales tax/ value added tax/Goods and Service Tax, trade allowances and amount collected on behalf of third parties.

ii) Interest Income

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

Interest income is included under the head "Other Income" in the Statement of Profit and Loss.

iii) Dividend Income

Dividend income is recognised when the Company's right to receive the dividend is established i.e. in case of interim dividend, on the date of declaration by the Board of Directors; whereas in case of final dividend, on the date of approval by the shareholders.

iv) Subsidies

Subsidy received from Tea Board against manufacturing of Orthodox Tea is considered as income and credited to Statement of Profit and Loss on accrual basis.

v) Insurance claims

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

vi) All other income are accounted for on accrual basis.

F) Expenses

All expenses are accounted for on accrual basis.

G) Property, Plant and Equipment (PPE) and Capital Work-in-Progress (CWIP)

Leasehold land is carried at historical cost. All other items of property, plant and equipment are stated at historical cost less accumulated depreciation and accumulated impairment losses, if any, except Bearer Plant which is measured at fair value less accumulated depreciation & impairment loss, if any.

Historical cost of an asset includes the purchase cost of asset, including import duties and non-refundable taxes, borrowing costs if capitalization criteria are met and any directly attributable costs of bringing an asset to the location and condition of its intended use. Any trade discounts and rebates are deducted in arriving at the purchase price.

Subsequent costs are included in the asset's carrying amount or recognized as a separate asset, as appropriate, only when it is probable that future economic benefits associated with the item will flow to the Company and the cost of the item can be measured reliably. The carrying amount of any component accounted for as a separate asset is derecognized when replaced. All other repairs and maintenance are charged to profit or loss during the reporting period in which they are incurred.

i) Transition to Ind AS

On transition to Ind AS, the Company has elected to continue with the carrying value of all of its property, plant and equipment, except bearer plant recognized as at 1 April 2016 (transition date) measured as per the previous GAAP and use that carrying value as the deemed cost of the property, plant and equipment. For Bearer Plant, the company has opted to Fair value as on the date of transition in terms of exemptions given in Ind AS 101 "First Time Adoption of Indian Accounting Standards" and considered the same as deemed cost as on the date of transition.

ii) Depreciation methods, estimated useful lives and residual value

Lease-hold land are ammortised over the lease term.

Freehold land is not depreciated.

Depreciation is calculated using the written down method to allocate their cost, net of their residual values, over their estimated useful lives.

NOTES TO THE FINANCIAL STATEMENTS (Contd.)

The useful life is taken as per prescribed useful life in Part C of Schedule II to the Companies Act, 2013. The asset's residual values and useful lives are reviewed, and adjusted if appropriate, at the end of each reporting period except bearer plants whose estimated useful life has been considered 70 years, which is supported by technical evaluation.

Bearer plants are depreciated from the date of transition to Ind AS to the remaining useful life.

Gains and losses on disposals are determined by comparing proceeds with carrying amount. These are included in profit or loss within other gains/(losses).

iii) Expenditure during Construction period

Directly attributable expenditure (including finance costs relating to borrowed funds for construction or acquisition of fixed assets) incurred on projects under implementation are treated as Pre-operative expenses pending allocation to the assets and are shown under CWIP. CWIP is stated at the amount expended upto balance sheet date on assets or property, plant and equipment that are not yet ready for their intended use.

H) Intangible Assets

Intangible Assets are capitalized where it is expected to provide future enduring economic benefits. Intangible Assets are stated at cost or initial recognition after which same stated at cost less accumulated amortization and accumulated impairment loss, if any.

i) Amortisation methods and periods

The Company amortises intangible assets with a finite useful life using the straight-line method over the period.

ii) Transition to Ind AS

On transition to Ind AS, the Company has elected to continue with the carrying value of all of intangible assets recognised as at 1st April 2016 measured as per the previous GAAP and use that carrying value as the deemed cost of intangible assets.

I) Inventories

Raw Materials include stores and spares, which are valued at cost, which is determined on FIFO basis.

Finished Goods: Tea stock has been valued at the lower of cost and net realizable value. Cost of inventories comprise all costs of purchase/production of green leaf, costs of conversion and other costs incurred in bringing the inventories to their present location and condition.

Cess on finished goods manufactured is accounted for on clearance of goods from factory premises.

J) Borrowing Costs

General and specific borrowings costs that are directly attributable to the acquisition, construction or production of a qualifying asset are capitalized during the period of time that is required to complete and prepare the asset for its intended use or sale. Qualifying assets are assets that necessarily take substantial period of time to get ready for intended use or sale.

Other borrowing costs are expensed in the period in which they are incurred.

i) Government Grants

Government grants are recognised at fair value when there is reasonable assurance that the grant would be received and the Company would comply with all the conditions attached with them.

Government grants related to PPE are treated as deferred income (included under non-current liabilities with current portion considered under current liabilities) and are recognized and credited in the Statement of Profit and Loss on a systematic and rational basis over the estimated useful life of the related asset.

Government grants related to revenue nature are recognized on a systematic basis in the Statement of Profit and Loss over the periods necessary to match them with the related costs which they are intended to compensate and are adjusted with the related expenditure.

If not related to a specific expenditure, it is taken as income and presented under "Revenue from Operations".

K) Provisions, Contingent Liabilities and Contingent Assets

i) A provision is recognized if, as a result of a past event, the Company has a present legal or constructive obligation that can be estimated reliably, and it is probable that an outflow of economic benefits will be required to settle the obligation. Provisions are not recognised for future operating losses.

The amount recognized as a provision is the best estimate of the consideration required to settle the present obligation as at the balance sheet date, taking into account the risks and uncertainties surrounding the obligation.

NOTES TO THE FINANCIAL STATEMENTS (Contd.)

When some or all of the economic benefits required to settle a provision are expected to be recovered from a third party, the receivable is recognized as an asset, if it is virtually certain that reimbursement will be received and the amount of the receivable can be measured reliably. The expense relating to provision is presented in the Statement of Profit and Loss, net of any reimbursement.

- ii) A contingent liability is not recognised in the financial statements, however, is disclosed, unless the possibility of an outflow of resources embodying economic benefits is remote.

If it becomes probable that an outflow of future economic benefits will be required for an item dealt with as a contingent liability, a provision is recognized in the financial statements of the period (except in the extremely rare circumstances where no reliable estimate can be made).

- iii) A contingent asset is not recognised in the financial statements, however, is disclosed, where an inflow of economic benefits is probable.

When the realisation of income is virtually certain, then the related asset is no longer a contingent asset, and is recognised as an asset.

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

L) Impairment of Assets

i) Non-financial assets

Property, plant and equipment; goodwill and intangible assets are evaluated for recoverability whenever events or changes in circumstances indicate that the carrying amounts may not be recoverable.

An impairment loss is recognized for the amount by which the carrying amount of the asset exceeds its recoverable amount.

The recoverable amount is the higher of an asset's fair value less costs to sell and value in use.

For the purpose of assessing impairment, assets are grouped at the lowest levels for which there are separately identifiable cash flows (cash-generating units).

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 the risks specific to the asset.

If at the balance sheet date there is an indication that a previously assessed impairment loss no longer exists, the recoverable amount is reassessed and the impairment loss previously recognized is reversed such that the asset is recognized at its recoverable amount but not exceeding written down value which would have been reported if the impairment loss had not been recognized.

ii) Financial assets

The Company recognizes loss allowances using the expected credit loss (ECL) model for the financial assets which are not fair valued through profit or loss.

ECL impairment loss allowance is measured at an amount equal to lifetime ECL.

ECL impairment loss allowance (or reversal) recognized during the period is recognized as income or expense in the Statement of Profit and Loss. This amount is reflected under the head "Other expenses" in the profit or loss. ECL is presented as an allowance, i.e. as an integral part of the measurement of those assets in the Balance sheet. The allowance reduces the net carrying amount.

Until the asset meets write-off criteria, the Company does not reduce impairment allowance from the gross carrying amount.

M) Taxes

Income tax expense comprises current tax and deferred tax and is recognized in the Statement of Profit and Loss except to the extent it relates to items directly recognized in Equity or in OCI.

i) Current income tax

Current income tax assets and liabilities for the current and prior periods are measured at the amount expected to be recovered from or paid to the taxation authorities using the tax rates and tax laws that are enacted or substantively enacted by the balance sheet date and applicable for the period.

NOTES TO THE FINANCIAL STATEMENTS (Contd.)

Management periodically evaluates positions taken in the tax returns with respect to situations in which applicable tax regulations are subject to interpretation and establishes provisions where appropriate on the basis of amounts expected to be paid to the tax authorities.

The Company offsets current tax assets and current tax liabilities, where it has a legally enforceable right to set off the recognized amounts and where it intends either to settle on a net basis or to realise the assets and settle the liabilities simultaneously.

N) Prior Period Items

Prior Period Income/expenses are accounted under the respective heads. Material items, if any, are disclosed separately by way of a note, except the items which are necessitated by circumstances although related to prior period but are determined in current period.

O) Earnings per Share

- i) Basic earnings per share are computed by dividing the net profit/(loss) after tax by the weighted average number of equity shares outstanding during the year.
- ii) Diluted earnings per share are computed by dividing the net profit/(loss) after tax by the weighted average number of equity shares considered for deriving basic earnings per share and also the weighted average number of equity shares which could be issued on the conversion of all dilutive potential equity shares. Dilutive potential equity shares are determined as at the end of each period presented. Dilutive potential equity shares are determined independently for each period presented.

P) Cash and Cash Equivalents

Cash and cash equivalents in the Balance sheet comprise cash on hand, cheques on hand, balance with banks on current accounts and short term, highly liquid investments with an original maturity of three months or less and which carry insignificant risk of changes in value.

For the purpose of the Cash Flow Statement, Cash and cash equivalents consist of Cash and cash equivalents, as defined above.

Q) Cash Flow Statement

Cash flows are reported using the indirect method, whereby profit / (loss) before tax is adjusted for the effects of transactions of a non-cash nature, any deferrals or accruals of past or future operating cash receipts or payments and item of income or expenses associated with investing or financing flows. The cash flows from operating, investing and financing activities of the Company are segregated.

R) Employee Benefits

i) Short-term employee benefits

Short-term employee benefits in respect of salaries and wages, including non-monetary benefits are recognised as an expense in the Statement of Profit and Loss for the year in which the related service is rendered.

ii) Defined contribution and benefit plans

The Company makes a contribution to Employees Provident Fund scheme at the rates prescribed by the relevant act and paid to the concerned authorities of the Central Govt.

The Company also makes contribution to defined benefit plan (gratuity). The cost of providing benefits under the defined benefit obligation is calculated by independent actuary using the projected unit credit method.

Service costs and net interest expense or income is reflected in the Statement of Profit and Loss. Gain or Loss on account of remeasurements are recognised immediately through other comprehensive income in the period in which they occur.

S) Foreign Currency Transactions

Transactions in foreign currency are accounted for at the exchange rates prevailing on the date of transaction. Monetary assets and liabilities related to foreign currency transactions remaining unsettled at the end of the year are translated at year-end exchange rates. Gains/losses arising out of fluctuations in the exchange rates are recognized in the Statement of Profit and Loss in the period in which they arise. Exchange Differences arising on settlement of transactions are dealt with in the Statement of Profit & Loss.

NOTES TO THE FINANCIAL STATEMENTS (Contd.)

T) Financial Instruments

Financial assets and financial liabilities are recognised in the Balance sheet when the Company becomes a party to the contractual provisions of the instrument. The Company determines the classification of its financial assets and financial liabilities at initial recognition based on its nature and characteristics.

(a) Financial Assets

(i) Initial Recognition & Measurement

All financial assets are recognised at fair value on initial recognition. Transaction costs that are directly attributable to the acquisition of financial assets, that are not measured at Fair Value through Profit and Loss, are added to the fair value at initial recognition.

The financial assets include equity and debt securities, trade and other receivables, loans and advances, cash and bank balances and other financial instruments.

(ii) Subsequent measurement

For the purpose of subsequent measurement, financial assets are classified at fair value through other comprehensive income (FVTOCI)

(iii) Investment in Equity investments at Fair Value through Other Comprehensive Income (FVTOCI)

All equity investments in the scope of Ind AS 109 are measured at fair value. The Company makes such election on an instrument by instrument basis.

All quoted equity instruments are measured at fair value which is determined based on Level-1 inputs that is quoted prices (unadjusted) in active markets or last traded prices.

All unquoted equity instruments are measured at fair value by taking into account the financial statements of such instruments to the extent available to us.

If the Company decides to classify an equity instrument at FVTOCI, then all fair value changes on the instrument, excluding dividends, are recognized in OCI. There is no recycling of the amounts from OCI to profit or loss, even on sale of investment.

(iv) De- Recognition

The Company derecognises a financial asset only when the contractual rights to the cash flows from the asset expires or it transfers the financial asset and substantially all the risks and rewards of ownership of the asset.

(b) Financial Liabilities

i) Initial Recognition & Measurement

All financial liabilities are recognised initially at fair value and, in the case of financial liabilities classified at amortised cost, net of directly attributable transaction costs. The financial liabilities include trade and other payables, loans and borrowings including bank overdrafts, other financial instruments, etc.

ii) Subsequent measurement

For the purpose of subsequent measurement, Financial liabilities are classified through amortised cost.

iii) Financial Liabilities at amortised cost

A 'debt instrument' is measured at the amortised cost if both the following conditions are met:

The liability is held within a business model whose objective is to hold the asset for collecting contractual cash flows, and Contractual terms of the asset give rise on specified dates to cash flows that are solely payments of principal and interest on the principal amount outstanding.

After initial recognition, financial liabilities are subsequently measured at amortised cost using the Effective Interest Rate. Gains and losses are recognised in profit or loss when the liabilities are derecognised.

Amortised cost is calculated by taking into account any discount or premium on acquisition and fees or costs that are an integral part of the EIR. The EIR amortisation is included as finance costs in the Statement of Profit and Loss.

iv) De- Recognition

A financial liability is derecognised when the obligation under the liability is discharged or cancelled or expires.

NOTES TO THE FINANCIAL STATEMENTS (Contd.)

(c) Offsetting of Financial Instruments

Financial assets and financial liabilities are offset and the net amount is reported in the Balance sheet, if there is currently enforceable legal right to offset the recognised amounts and there is an intention to settle on a net basis or to realise the assets and settle the liabilities simultaneously.

(d) Fair Value Measurement

Fair value is a market-based measurement, not an entity-specific measurement. Under Ind AS, fair valuation of financial instruments is guided by Ind AS 113 “Fair Value Measurement” .

For some assets and liabilities, observable market transactions or market information might be available. For other assets and liabilities, observable market transactions and market information might not be available. However, the objective of a fair value measurement in both cases is the same to estimate the price at which an orderly transaction to sell the asset or to transfer the liability would take place between market participants at the measurement date under current market conditions (i.e. an exit price at the measurement date from the perspective of a market participant that holds the asset or owes the liability).

The Company uses the following hierarchy for determining and disclosing the fair value of financial instruments by valuation technique:

Level 1: Quoted prices (unadjusted) in active markets for identical assets or liabilities. **Level 2:** Inputs other than quoted prices included within Level 1 that are observable for the asset or liability, either directly or indirectly. **Level 3:** Inputs for the assets or liabilities that are not based on observable market data (unobservable inputs).

NOTE 2: USE OF CRITICAL ESTIMATES, JUDGEMENTS AND ASSUMPTIONS

The preparation of the financial statements requires the use of accounting estimates, which, by definition would seldom equal the actual results. Management also needs to exercise judgment and make certain assumptions in applying the Company’s accounting policies and preparation of financial statements.

Estimates and assumptions

In the process of applying the Company’s accounting policies, management has made the following judgments, which have most significant effect on the amounts recognised in the financial statement.

i) Estimated Useful Life Of Property, Plant and equipment

PPE represent a significant proportion of the asset base of the Company. The charge in respect of periodic depreciation is derived after determining an estimate of an asset’s expected useful life and the expected residual value at the end of its life. The useful lives and residual value of the asset are determined by the management when the asset is acquired and reviewed periodically including at each financial year end. The lives are based on historical experience with similar assets as well as anticipation of future events, which may impact their lives, such as change in technology.

ii) Recognition of deferred tax assets for carried forward tax losses and unused tax credit

Deferred tax assets are recognised for unused losses (carry forward of prior years’ losses) and unused tax credit to the extent that it is probable that taxable profit would be available against which the losses could be utilised. Significant management judgment is required to determine the amount of deferred tax assets that can be recognised, based upon the likely timing and the level of future taxable profits together with future tax planning strategies.

iii) Estimation of Defined benefit obligations

The cost of the defined benefit gratuity plan and the present value of the gratuity obligation are determined using actuarial valuations. An actuarial valuation involves making various assumptions that may differ from actual developments in the future. These include the determination of the discount rate, future salary increases and mortality rates. Due to the complexities involved in the valuation and its long-term nature, a defined benefit obligation is highly sensitive to changes in these assumptions. All assumptions are reviewed at each financial year end.

The parameter most subject to change is the discount rate. In determining the appropriate discount rate for plans, the actuary considers the interest rates of government bonds. The mortality rate is based on publicly available mortality tables. Those mortality tables tend to change only at interval in response to demographic changes. Future salary increases and gratuity increases are based on expected future inflation rates.

iv) Estimated fair value of unlisted securities

The fair values of financial instruments that are not traded in an active market and cannot be measured based on quoted prices in active markets is determined using net worth approach. The Company uses its judgment to select a variety of method / methods and make assumptions that are mainly based on market conditions existing at the end of each financial year.

NOTE 2: PROPERTY, PLANT & EQUIPMENT

Particulars	(in Thousands)							Total
	Tea state (Leasehold)	Freehold Land	Building	Plant & Machinery	Furniture & Fixtures	Vehicles		
Deemed Cost As At 1st April, 2016	5,646.74	15.00	20,041.72	10,624.29	1,007.21	7,566.65	44,901.62	
Additions	110.17	-	2,400.06	997.33	917.22	-	4,424.77	
Asset Classified as held for sale	-	-	-	-	-	-	-	
Disposals	-	-	-	-	-	-	-	
Closing Gross carrying amount as at 31st March, 2017	5,756.91	15.00	22,441.78	11,621.62	1,924.43	7,566.65	49,326.39	
Accumulated depreciation as at 1st April, 2016	-	-	-	-	-	-	-	
Opening accumulated depreciation	-	-	-	-	-	-	-	
Depreciation charge during the year	144.67	-	1,476.19	2,343.38	321.23	2,360.45	6,645.92	
Adjustments	-	-	-	-	-	-	-	
Disposals	-	-	-	-	-	-	-	
Closing accumulated depreciation as at 31st March, 2017	144.67	-	1,476.19	2,343.38	321.23	2,360.45	6,645.92	
Net carrying amount as at 31st March, 2017	5,612.23	15.00	20,965.58	9,278.25	1,603.21	5,206.21	42,680.47	
Gross Block as at 1st April, 2017	5,756.91	15.00	22,441.78	11,621.62	1,924.43	7,566.65	49,326.39	
Additions	-	-	600.19	336.00	120.28	411.81	1,468.28	
Asset Classified as held for sale	-	-	-	-	-	-	-	
Disposals	-	-	-	-	-	257.41	257.41	
Closing Gross carrying amount as at 31st March, 2018	5,756.91	15.00	23,041.97	11,957.62	2,044.71	7,721.05	50,537.26	
Opening accumulated depreciation as at 1st April, 2017	144.67	-	1,476.19	2,343.38	321.23	2,360.45	6,645.92	
Depreciation charge during the year	148.91	-	1,470.62	1,887.85	735.17	1,720.55	5,963.10	
Asset Classified as held for sale	-	-	-	-	-	-	-	
Disposals	-	-	-	-	-	244.54	244.54	
Adjustment on impairment of Discontinued Operations	-	-	-	-	-	-	-	
Closing accumulated depreciation as at 31st March, 2018	293.58	-	2,946.81	4,231.22	1,056.40	3,836.47	12,364.48	
Net carrying amount as at 31st March, 2018	5,463.33	15.00	20,095.16	7,726.40	988.32	3,884.59	38,172.78	

1. 720.4 Acres of Land have been acquired by the Government of Assam for which no adjustment has been made in the account, compensation receivable. If any will be accounted for as and when received.
2. Building includes cost of free hold property in Land & Buildings ` 2,57,112/- (` 2,57,112/-). It is not possible to segregate cost of Land and building Individually.
3. Depreciation is provided during the year on written down value method as per the lives specified in Schedule II of the Companies Act, 2013.

THE CHAMONG TEA COMPANY LTD.

NOTES TO THE FINANCIAL STATEMENTS

(` in Thousands)

	As At 31.03.2018 (`)	As at 31.03.2017 (`)	As at 31.03.2016 (`)
NOTE : 3 FINANCIAL ASSETS			
(A) INVESTMENTS			
a) Investment in Equity Instrument			
i) In structured entities			
Quoted Shares			
- Tirupati Tyres Limited	—	—	13.80
- Tata Steel Limited	104.47	88.33	58.51
Unquoted Shares			
- IA Technical Services Private Limited	242.96	242.96	183.73
- India Automobile (1960 Limited)	—	—	1,015.14
	347.44	331.30	1,271.17
b) Investment in Debentures			
Woodlands Multispeciality Hospital limited (Non - Redeemable)	0.50	0.50	0.50
c) Investment in Government Securities (Unquoted)			
National Saving Certificates (Deposited with Excise Department as Security deposit against B-2 Bond Account)	1.00	1.00	1.00
Total	348.94	332.80	1,272.67
(B) TRADE RECEIVABLES			
Current Portion	1,410.45	1,328.13	2,472.27
Non-Current Portion	—	—	—
	1,410.45	1,328.13	2,472.27
Unsecured , Considered Good	1,410.45	1,328.13	2,472.27
Doubtful	—	—	—
Total	1,410.45	1,328.13	2,472.27
Less Allowance	—	—	—
Total Unsecured Trade Receivable	1,410.45	1,328.13	2,472.27
(C) OTHER NON-CURRENT FINANCIAL ASSETS			
Security Deposit	7,071.22	7,106.87	6,883.43
Total	7,071.22	7,106.87	6,883.43

THE CHAMONG TEA COMPANY LTD.

NOTES TO THE FINANCIAL STATEMENTS

(` in Thousands)

	As At 31.03.2018 (`)	As at 31.03.2017 (`)	As at 31.03.2016 (`)
NOTE : 4 OTHER NON-CURRENT ASSETS			
Capital Advance	4,900.00	-	-
Total	4,900.00	-	-

NOTE : 5 INVENTORIES

Finished Goods (Made Tea)	3,345.55	4,587.38	11,176.76
Stores in Transit	-	49.22	-
Stores & Spares	7,446.14	7,582.48	8,974.66
Nursery Stock	2,304.02	2,910.72	4,178.90
Total	13,095.71	15,129.80	24,330.31

Notes:

- 1 Inventories are Taken and certified by the management.
- 2 Stores and spare parts are valued at Weighted Average Cost.
- 3 Finished goods are valued at cost or Net Realiseable value whichever Is Lower.
- 4 Nursery Stock are valued at cost.

NOTE : 6(A) CASH AND CASH EQUIVALENTS

Balances with Bank			
- In Current Account	827.96	1,280.99	13,689.10
- In Investment deposit Account	12.46	12.46	12.46
- in Gratuity Fund Account	10.92	4.38	5.00
Cash on Hand	4,503.58	3,499.92	3,696.42
Total	5,354.92	4,797.75	17,402.98

NOTE : 6(B) LOANS

Unsecured, Considered good :

Inter Corporate Loan	60,000.00	49,000.00	35,000.00
Total	60,000.00	49,000.00	35,000.00

THE CHAMONG TEA COMPANY LTD.

NOTES TO THE FINANCIAL STATEMENTS

(` in Thousands)

	As At 31.03.2018 (`)	As at 31.03.2017 (`)	As at 31.03.2016 (`)
NOTE : 6(C) OTHER CURRENT FINANCIAL ASSETS			
Subsidy Receivable	-	-	1,160.07
Interest Receivable	1,310.39	932.62	935.77
Deposit with NABARD	33.80	33.80	33.80
Total	1,344.19	966.42	2,129.64

NOTE : 7 CURRENT TAX ASSET (NET)

Advance Income Tax & Tax Deducted at source (Net of Provision)	-	-	360.25
Total	-	-	360.25

NOTE : 8 OTHER CURRENT ASSETS

Income Tax Refund receivable	-	1,394.13	-
Prepaid Expenses	919.18	918.24	879.99
Balance with Excise Department	35.06	18.40	36.46
Staff & Labour Advance	381.34	323.09	945.79
Advance to Supplier (Net of Allowance for Bad and Doubtful Debt of Rs. 30)	2,103.19	1,687.50	2,554.48
Other Advances	998.33	602.82	796.97
Input tax Credit on Goods & Services Tax	1,143.73	-	-
Gratuity Advance	561.20	1,364.86	-
Total	6,142.02	6,309.04	5,213.69

THE CHAMONG TEA COMPANY LTD.

NOTES TO THE FINANCIAL STATEMENTS

(` in Thousands)

	As At 31.03.2018 (`)	As at 31.03.2017 (`)	As at 31.03.2016 (`)
NOTE : 9(A) STATEMENT OF CHANGES IN EQUITY			
(A) Equity Share Capital			
Authorised Shares			
Equity shares	4,000.00	4,000.00	4,000.00
400000 (400000) shares of Rs 10/- each			
Cumulative Redeemable Preference Shares			
20000 (20000) shares of Rs 100/- each	2,000.00	2,000.00	2,000.00
	6,000.00	6,000.00	6,000.00
Issued, Subscribed & Paid-Up Shares			
224620 (PY 224620) shares of 10/- each fully paid up in cash	2,246.20	2,246.20	2,246.20
27290 (P.Y. 27290) shares of 10/- each allotted as fully paid-up, pursuant to contract without payment being received in cash	272.90	272.90	272.90
	2,519.10	2,519.10	2,519.10

a. Reconciliation of shares outstanding at the beginning & at the end of the reporting period

Equity Shares	Nos		Nos.	
At the beginning of the period	251,910	2,519.10	251,910	2,519.10
Issued during the period	-	-	-	-
Outstanding at the end of the period	251,910	2,519.10	251,910	2,519.10

b. Terms/Rights attached to Equity Shares

The Company has only one Class of Shares issued, Equity Shares having a par value of ` 10/- each. Each holder of Equity Shares is entitled to one vote per share and equal right for dividend. The dividend proposed by the Board of Directors is subject to approval of the shareholders in the ensuing Annual General Meeting, except in case of interim dividend. In the event of liquidation, the Equity Shareholders are eligible to receive the remaining assets of the Company after payment of all preferential amounts, in proportion of their shareholding.

c. The Company does not have any Holding Company, ultimate Holding Company or Subsidiary Company.

d. Details of Shareholders holding more than 5% of Shares in the Company

Particulars	Nos.	% Holding in the Class	Nos.	% Holding in the Class
Equity Shares of ` 10/- Each				
Chandra Kant Pasari	143,285	56.88%	143,285	56.88%
Shradha Pasari	33,500	13.30%	33,500	13.30%
Sushila Devi Pasari	40,400	16.04%	40,400	16.04%

e. No Shares have been reserved for issue under options and contract/commitments for the sale of shares/ disinvestment as at the Balance Sheet date.

f. For the period of five years immediately preceding the date as at the Balance Sheet is prepared:

No Shares have been allotted as fully paid up pursuant to contract(s) without payment being received in cash.
No Shares have been allotted as fully paid up by way of Bonus Shares.
No Shares has been bought back by the Company.

THE CHAMONG TEA COMPANY LTD.

NOTES TO THE FINANCIAL STATEMENTS

(` in Thousands)

NOTE : 9(B) OTHER EQUITY	As At 31.03.2018 (`)	As at 31.03.2017 (`)	As at 31.03.2016 (`)
(a) Securities Premium	4,114.53	4,114.53	4,114.53
(b) Capital Reserve			
As per Last Balance Sheet	4,220.91	4,220.91	4,220.91
(c) General Reserve			
As per Last Balance Sheet	5,238.00	5,238.00	5,238.00
(d) Retained Earnings			
As per Last Balance Sheet	81,256.56	85,305.86	85,753.08
Less: Prior Period Expenses	(1,733.25)	(321.16)	(447.22)
Profit for the Year	6,730.52	(3,728.14)	-
Closing Balance	86,253.83	81,256.56	85,305.86
(e) Other Comprehensive Income			
As per Last Balance Sheet	4,772.00	1,168.73	-
Movement in OCI during the year	550.12	3,603.27	1,168.73
Closing Balance	5,322.12	4,772.00	1,168.73
Total	105,149.39	99,602.00	100,048.03

NOTE : 10 NON CURRENT FINANCIAL LIABILITIES

(A) BORROWINGS

Secured

– Vehicle Loan from BMW Financial Services *	-	499.98	1,499.99
Less : Current Maturity of Vehicle Loan being transferred to Other Current Liabilities (Refer Note)	-	(499.98)	(1,000.01)
Total	-	-	499.98

*Vehicle loan was secured against hypothecation of car.

THE CHAMONG TEA COMPANY LTD.

NOTES TO THE FINANCIAL STATEMENTS

(` in Thousands)

	As At 31.03.2018 (`)	As at 31.03.2017 (`)	As at 31.03.2016 (`)
NOTE 11 : CURRENT FINANCIAL LIABILITIES			
(a) BORROWINGS			
Loans Repayable (on Demand)			
•From Banks			
– Cash Credit Facilities (Secured)**	16,743.90	12,631.87	23,886.22
Total	16,743.90	12,631.87	23,886.22

**Cash credit from HDFC Bank is secured against-

Primary Security : Hypothecation by way of first and exclusive charges on all present & future current assets inclusive of all stock and book debts.

Collateral Security : Equitable Mortgage of Duflating Tea Estate.

Personal Guarantee : The loan has been guaranteed by the personal guarantee of one director of the company.

Limit : Normal facility 350 Lacs for 12 months.

Rate of Interest Chargeable : Normal and seasonal Base Rate + 2.15% p.a. subject to revision by the bank.

Additional Interest @ 18% p.a. on overdue/delays/default of any monies payable.

(b) TRADE PAYABLES

Current

Trade Payables

Total Outstanding Dues to Micro and Small Enterprises *

Total Outstanding dues of Creditors other than Micro

Enterprise & Small Enterprises*

Total

-	-	-
273.15	679.60	354.15
273.15	679.60	354.15

* There are no Micro, Small and Medium Enterprises to which the company owes dues as no parties claim to be registered as a Micro, Small and Medium Enterprises.

Particulars	As At 31.03.2018 (`)	As at 31.03.2017 (`)	As at 31.03.2016 (`)
Principal amount and the interest due thereon remaining unpaid to any supplier at the end of each accounting year (but within due date as per the MSMED Act).	NIL	NIL	NIL
The amount of interest paid by the Company in terms of Section 16 of the MSMED Act, 2006 along with the amounts of the payment made to the supplier beyond the appointed day during the accounting year.	NIL	NIL	NIL
The amount of interest due and payable for the period (where the principal has been paid but interest under the MSMED Act, 2006 not paid)	NIL	NIL	NIL
The amount of interest accrued and remaining unpaid at the end of accounting year	NIL	NIL	NIL
The amount of further interest due and payable even in the succeeding year, until such date when the interest dues as above are actually paid to the small enterprise, for the purpose of disallowance as a deductible expenditure under section 23.	NIL	NIL	NIL
(c) OTHER FINANCIAL LIABILITIES			
Current Maturities of Long-Term Debt	-	499.98	1,000.01
Payable to Employees	7,831.87	6,739.76	7,337.98
Total	7,831.87	7,239.74	8,337.99

THE CHAMONG TEA COMPANY LTD.

NOTES TO THE FINANCIAL STATEMENTS

(` in Thousands)

	As At 31.03.2018	As at 31.03.2017	As at 31.03.2016
NOTE : 12 OTHER CURRENT LIABILITIES	(`)	(`)	(`)
Statutory Dues			
– Provident Fund	986.74	1,085.87	434.08
– Tax Deducted At Source	24.87	41.94	93.44
– Professional Tax	14.96	9.68	8.82
– Taxation on green leaf	17.47	24.40	40.29
– VAT & CST payable	-	6.41	4.11
– Central Excise Duty (Cess)	-	8.14	34.23
– GST payable	132.70	-	-
– Service tax payable	-	-	16.77
– Income Tax Payable	98.05	-	-
Other Payables	3,533.29	3,419.28	982.60
Total	4,808.08	4,595.72	1,614.33

NOTE : 13 SHORT TERM PROVISIONS

Provision for Employee Benefits			
– Provision for Gratuity	-	-	2,707.06
Total	-	-	2,707.06

NOTE : 14 CURRENT TAX LIABILITY (NET)

Provision for Income tax (Net of advance tax)	514.75	675.14	-
Total	514.75	675.14	-

THE CHAMONG TEA COMPANY LTD.

NOTES TO THE FINANCIAL STATEMENTS

(` in Thousands)

	For the Year Ended 31.03.2018	For the Year Ended 31.03.2017
	(`)	(`)
NOTE : 15 REVENUE FROM OPERATIONS		
A) Revenue from Sale of Products (including Excise Duty)	256,819.86	252,624.44
Total	256,819.86	252,624.44

NOTE : 16 OTHER INCOME

(a) Interest Income	5,997.97	3,589.70
(b) Dividend Income		
– Dividends from quoted equity investments measured at fair value through OCI	1.83	1.46
(b) Other Non Operating Income		
– Profit on Sale of Long Term Investments	-	-
– Profit From Sale of Property Plant & Equipment (Net)	17.13	-
– Commision of Consignment Sale of Tea	0.78	19.33
– Rent	25.13	53.63
– Grow More Food	60.46	55.97
– Subsidy Received	26.62	27.42
– Sundry Balance Written Back	0.33	90.37
– Miscellaneous Receipt	170.78	1.93
– Insurance claim on damaged Teas	246.78	-
(c) Other Gains & Losses		
– Net Foreign Exchange Gain	1.10	-
Total	6,548.89	3,839.81

NOTE : 17 COST OF MATERIALS CONSUMED & OTHER MANUFACTURING EXPENSES

Cost of Green Leaf Purchased	58,358.41	72,261.52
Stores & Spare Parts Consumed		
-Cultivation	23,529.55	21,336.92
-Manufacturing	36,581.68	31,499.20
-Manuring	5,743.83	3,809.37
-Replanting	1,825.91	1,323.68
Total	126,039.38	130,230.69

THE CHAMONG TEA COMPANY LTD.

NOTES TO THE FINANCIAL STATEMENTS

(` in Thousands)

	For the Year Ended 31.03.2018 (`)	For the Year Ended 31.03.2017 (`)
NOTE : 18 CHANGES IN INVENTORIES OF FINISHED GOODS		
Stock at the Beginning of the Year		
Finished Goods (Black Tea)	4,587.38	11,176.76
Total	4,587.38	11,176.76
Stock at the End of the year		
Finished Goods (Black Tea)	3,345.55	4,587.38
	3,345.55	4,587.38
	1,241.83	6,589.38

NOTE : 19 EMPLOYEE BENEFIT EXPENSES

Salaries, Wages and Bonus (Including Director Remuneration)*	37,043.58	33,744.18
Contribution to Provident Funds and Other Fund	8,022.96	7,423.25
Contribution to Group Gratuity Fund	1,537.64	1,561.90
Staff Welfare Expenses	14,858.96	14,237.86
Total	61,463.14	56,967.20
*Director Remuneration	1,920	1,920

NOTE : 20 FINANCE COSTS

Interest on Cash Credit	1,258.92	1,627.15
Interest in Income Tax	-	102.74
Total	1,258.92	1,729.89

NOTE : 21 DEPRECIATION & AMORTISATION EXPENSE

Depreciation on Property, Plant & Equipment	5,963.10	6,645.92
Total	5,963.10	6,645.92

THE CHAMONG TEA COMPANY LTD.

NOTES TO THE FINANCIAL STATEMENTS

	(` in Thousands)	
	For the Year Ended 31.03.2018 (`)	For the Year Ended 31.03.2017 (`)
NOTE : 22 OTHER EXPENSES		
Power & Fuel	23,420.88	22,899.20
Consumption of Packing Material	2,249.61	2,919.95
Selling & Distribution Expenses		
Brokerage and Other Selling Charges	2,857.27	4,514.48
Transport Charges	6,701.04	6,450.74
Warehousing Charges	2,491.87	2,126.92
Advertisement & Sales Promotion	172.93	294.70
Rates & Taxes	1,574.61	1,609.54
Repairs & Maintenance		
Repairs to Building	3,618.41	2,067.22
Repairs to Plant & Machinery	5,886.44	5,144.28
Repairs to Others Assets	1,449.07	1,644.74
Travelling Expenses		
Inland Travelling	357.08	138.89
Foreign Travelling	261.74	339.26
Auditors' Remuneration		
- Audit Fees	75.00	65.00
- Tax Audit Fees	25.00	25.00
- Certification Fees	21.00	-
- Other Services	136.75	18.34
Keyman's Insurance	50.00	50.00
Rent	325.46	321.83
Printing & Stationery	229.81	312.53
Postage & Courier	218.59	194.44
Insurance	889.14	922.94
Professional Tax	2.50	2.50
Vehicle Running Expenses	104.83	103.92
Professional, Legal & Consultancy	229.86	731.16
Director's Sitting Fees	30.80	20.90
Telephone Expenses	145.02	190.99
Bank Charges	224.55	243.31
Discount on Draft	638.00	539.76
Subscription	826.90	736.83
Delisting fees	-	115.00
Listing fees	-	28.63
Allowance for Bad and Doubtful Debt	30.00	-
Miscellaneous Expenses	1,236.85	1,117.06
Total	56,481.02	55,890.03

THE CHAMONG TEA COMPANY LTD.

NOTES TO THE FINANCIAL STATEMENTS

(` in Thousands)

NOTE : 23 NOTES TO ACCOUNTS :

- i Some balances shown in Sundry Debtors, Sundry Creditors, and advances are subject to confirmation from the respective parties.
- ii Total Stores and Spare-Parts consumed (All indigenous) ` 30,877.41 (Previous Year ` 2,66,887.31) included under various heads.
- iii Salary, Wages & Allowance ` 55,111.42 (Previous Year ` 50,228.97) included under various heads.
- iv Raw Material consumed 66,38,190 Kgs. (previous year 73,44,221 Kgs.) of Green Leaves including 34,79,466 Kgs. (previous year 42,63,041 Kgs.) purchased from outside. As the production of Green Leaf (Raw Material) from Companies Own Garden involved integrated processes having various states, such as Nursery, Replanting etc., details regarding its value could not be ascertained; hence, disclosure against the same is not given.

v **Related Party Disclosures : As required under Indian Accounting standard 24: Related Party Disclosures**

- a) Key Management personnel
 - Mr. Chandra Kant Pasari
 - Mr. Sajan Kumar Pasari
 - Mrs. Shradha Pasari
 - Mr. Abhay Pasari
 - Mr. Sandeep Jatia
- b) Enterprises over which Key Management Personnel / their Relatives have significant influence
 - Supertech Engineering & Trade Pvt. Ltd.
 - India Automobiles (1960) Ltd.
 - United Investments

Related Party Disclosures :

Nature of Transaction	2017-18	2016-17
	(`)	(`)
Salary/Remuneration	1,920.00	1,920.00
Director's Sitting Fess	30.80	20.90
Rent Expenses	8.27	8.27
Rent Income	2.33	2.33
Reimbursement of Expenses		
United Investment	-	6.11
Advance Given		
Supertech Engineering & Trade Pvt. Ltd.	49,000.00	-

In respect of above parties there is no provision for doubtful debts as on 31st March, 2018 and no amount has been written off or written back during the year in respect of debts due from/to them.

Earning Per Share	2017-2018	2016-2017
(a) Net Profit for the Period attributable to Equity Shareholders	6,730.52	(3,728.14)
(b) Weighted Average member of Equity Share outstanding	251.91	251.91
(c) Basic and diluted earnings per share (face value of ` 10/- each) (a/b)	26.72	(14.80)

vii **Accounting for Taxes on Income :**

As a matter of prudence no deferred tax assets has been created for the current year and also for previous year in the absence of virtual certainty of realising such assets in accordance with the Indian Accounting Standard 12 "Income Taxes".

viii There were no amounts which were required to be transferred to Investors Education and Protection Fund by the Company as on 31st March 2018.

ix(a)The Previous Year's figures have been accordingly regrouped/reclassified to confirm the current year's figures.

ix(b)In accordance with revised Indian Accounting Standards (Ind AS-16)- Property, Plant and Equipment notified on 30th March,2016, the bearer plants have been recognised as depreciable items of Property, Plant and Equipment and being depreciated over the remaining useful life of the bearer plants. This has resulted in higher depreciation by ` 148.90 for the financial year 2017-2018.

THE CHAMONG TEA COMPANY LTD.

NOTES TO THE FINANCIAL STATEMENTS

(` in Thousands)

x **Gratuity :**

The following table summarise the components of net benefit expense recognised in the Statement of Profit and Loss:

a) **Details of funded post retirement plans are as follows :**

Particulars	Gratuity	
	2017-18	2016-17
I. Expenses recognised in the Statement of Profit and Loss:		
1 Current service cost	1,646.83	1,407.56
2 Past service cost	-	-
3 Curtailment	-	-
4 Settlement	-	-
5 Service Cost	1,646.83	1,407.56
6 Net interest on the net defined benefit liability/asset		
7 Net Interest Income / (cost) on the Net Defined Benefit Liability (Asset)	(109.19)	-
8 Cost recognised in P/L	1,537.64	1,407.56
II. Other comprehensive income :		
1 Actuarial (gain) / loss arising from:		
- change in experience	1,632.89	
- change in financial assumptions	(486.04)	(3,495.15)
2 Actuarial (gain)/ loss arising during period	1,146.85	(3,495.15)
3 Returns on Plan Assets (greater)/less than discount rate	(1,680.82)	-
4 Actuarials (gains)/ losses recognised in OCI	(533.97)	(3,495.15)
5 Adjustment for limit on Net Assets	-	-
III. Change in present value of defined benefit obligation :		
1 Present value of defined benefit obligation at the beginning of the year	22,951.71	24,898.64
2 Acquisition adjustment	-	
3 Interest expense	1,836.14	1,991.89
4 Past service cost		
5 Current service cost	1,646.83	1,407.56
6 Employees' contributions		
7 Benefits paid directly by the company	(3,363.95)	(1,851.23)
8 Actuarial (gain) / loss arising from:		
- change in experience	1,632.89	
- change in financial assumptions	(486.04)	(3,495.15)
9 Present value of Defined Benefit Obligation at the end of the year	24,217.58	22,951.71
IV. Change in fair value of plan assets during the year :		
1 Fair value of Plan assets at the beginning of the year	24,316.58	22,191.58
2 Investment income	1,945.33	
3 Contribution		1,837.55
4 Actual return on Plan Assets		2,138.68
5 Benefits Paid	(3,363.95)	(1,851.23)
6 Settlement		
7 Return on plan assets greater / (lesser) than discount rates	1,680.82	-
8 Actual Company Contribution	200.00	-
9 Fair Value of Plan Assets at the end of the year	24,778.78	24,316.58

NOTES TO THE FINANCIAL STATEMENTS

(` in Thousands)

V. Net Asset/ (Liability) recognised in the Balance Sheet as at the year end:

1	Present Value of Defined benefit obligation	24,217.58	22,951.84
2	Fair value of Plan assets	24,778.78	24,316.58
3	Funded Status [Surplus/(Deficit)]	561.20	1,364.74
4	Effects of Asset ceiling	-	-
5	Net defined benefit asset/ (liability) at the end of current period	561.20	1,364.74

VI. Actuarial Assumptions :

1	Discount Rate (per annum) %	8.00%	7.70%
3	Expected Rate of Salary Increase	6.50%	6.00%
4	Retirement / Superannuation Age (Year)	58	58
5	Mortality Rates	IALM(2006-2008) modified Ultimate	IALM(2006-2008) modified Ultimate

VII. Major Category of Plan Assets as a % of the Total Plan Assets as at the year end :

1	Administered by Insurance Companies	-	-
2	Public Financial Institutions / Public Sector Companies bonds	-	-
3	Central / State Government Securities	-	-
4	Private sector bonds	-	-
5	Others	-	-

VIII. Maturity Profile of Defined Benefit Obligation

Expected cash flows (valued on undiscounted basis):

Within the next 12 months	2,779.68	-
Between 2 and 5 years	6,842.33	-
Between 5 and 10 years	9,603.97	-
Total expected payments	19,225.98	-

The weighted average duration of the defined plan obligation at the end of the Balance Sheet date(in year)

10 10

Xi) Financial instruments - Accounting, Classification and Fair value measurements

A. FINANCIAL INSTRUMENTS BY CATEGORY

As at 31st March, 2018

SI. Particulars

No.	Refer Note No.	Carrying Value		FVTOCI	FVTPL	Total	
		Total Fair Value	Amortized Cost				
FINANCIAL ASSETS							
a)	Investments	3(a)	348.94	-	348.94	-	348.94
b)	Trade and other receivables	3(b)	1,410.45	1,410.45	-	-	1,410.45
c)	Cash and cash equivalents	6(a)	2,789.92	2,789.92	-	-	2,789.92
e)	Loans	6(b)	60,000.00	60,000.00	-	-	60,000.00
f)	Other financial assets	3(c)	8,415.41	8,415.41	-	-	8,415.41
Total			72,964.72	72,615.78	348.94	-	72,964.72

NOTES TO THE FINANCIAL STATEMENTS

(` in Thousands)

FINANCIAL LIABILITIES

a) Borrowings	10 & 11(a)	16,743.90	16,743.90	-	-	16,743.90
b) Trade and other payables	11(b)	273.15	273.15	-	-	273.15
c) Other financial liabilities	11(c)	7,831.87	7,831.87	-	-	7,831.87
Total		24,848.91	24,848.91	-	-	24,848.91

As at 31st March, 2017

FINANCIAL ASSETS

a) Investments	3(a)	332.80	-	332.80	-	332.80
b) Trade and other receivables	3(b)	1,328.13	1,328.13	-	-	1,328.13
c) Cash and cash equivalents	6(a)	4,797.75	4,797.75	-	-	4,797.75
e) Loans	6(b)	49,000.00	49,000.00	-	-	49,000.00
f) Other financial assets	3(c)	8,073.29	8,073.29	-	-	8,073.29
Total		63,531.97	63,199.17	332.80	-	63,531.97

FINANCIAL LIABILITIES

a) Borrowings	10 & 11(a)	12,631.87	12,631.87	-	-	12,631.87
b) Trade and other payables	11(b)	679.60	679.60	-	-	679.60
c) Other financial liabilities	11(c)	7,239.74	7,239.74	-	-	7,239.74
Total		20,551.21	20,551.21	-	-	20,551.21

As at 1st April, 2016

FINANCIAL ASSETS

a) Investments	3(a)	1,272.67		1,272.67		1,272.67
b) Trade and other receivables	3(b)	2,472.27	2,472.27	-	-	2,472.27
c) Cash and cash equivalents	6(a)	17,402.98	17,402.98	-	-	17,402.98
e) Loans	6(b)	35,000.00	35,000.00	-	-	35,000.00
f) Other financial assets	3(c)	9,013.07	9,013.07	-	-	9,013.07
Total		63,888.32	63,888.32	1,272.67	-	63,888.32

FINANCIAL LIABILITIES

a) Borrowings	10 & 11(a)	23,886.22	23,886.22	-	-	23,886.22
b) Trade and other payables	11(b)	354.15	354.15	-	-	354.15
c) Other financial liabilities	11(c)	8,337.99	8,337.99	-	-	8,337.99
Total		32,578.36	32,578.36	-	-	32,578.36

B. Reconciliations: The following reconciliations provides the effect of transition to Ind AS from IGAAP in accordance with Ind AS 101

- Equity as at 1st April, 2016 and 31st March, 2017.
- Net Profit for the year ended 31st March, 2017

(i) **Reconciliation of equity as previously reported under IGAAP to Ind AS**

NOTES TO THE FINANCIAL STATEMENTS

(` in Thousands)

	Foot Notes	As at 31st March, 2017			As at 1st April, 2016		
		Indian GAAP	Adjust- ment	Ind AS	Indian GAAP	Adjust- ment	Ind AS
ASSETS							
Non-Current Assets							
Property, Plant and Equipment		42,680.47	-	42,680.47	44,901.62	-	44,901.62
Capital Work in Progress		291.89	-	291.89	-	-	-
Financial Assets							
Investments	1	34.94	297.86	332.80	103.94	1,168.73	1,272.67
Others		7,106.87		7,106.87	6,883.43		6,883.43
CURRENT ASSETS							
Inventories		15,129.80	-	15,129.80	24,330.31	-	24,330.31
Financial Assets							
Trade Receivables		1,328.13	-	1,328.13	2,472.27	-	2,472.27
Cash and Cash Equivalents		4,797.75	-	4,797.75	17,402.98	-	17,402.98
Loans		49,000.00		49,000.00	35,000.00	-	35,000.00
Others		966.42	-	966.42	2,129.64	-	2,129.64
Current Tax Assets (Net)		-		-	360.25	-	360.25
Other Current Assets		4,944.18	1,364.86	6,309.04	5,213.69	-	5,213.69
Total Assets		126,280.45	1,662.72	127,943.17	138,798.13	1,168.73	139,966.86
Equity							
Equity Share Capital		2,519.10	-	2,519.10	2,519.10	-	2,519.10
Other Equity							
Capital Reserve		4,220.91	-	4,220.91	4,220.91	-	4,220.91
Securities Premium		4,114.53	-	4,114.53	4,114.53	-	4,114.53
General Reserve		5,238.00		5,238.00	5,238.00		5,238.00
FVTOCI Reserve	1	-	4,772.00	4,772.00	-	1,168.73	1,168.73
Retained Earnings		82,632.59	(1,376.03)	81,256.56	85,753.08	447.22	85,305.86
Total Equity		98,725.14	3,395.97	102,121.10	101,845.62	1,615.95	102,567.13
LIABILITIES							
Non Current Liabilities							
Financial Liabilities							
Borrowings		-	-	-	499.98	-	499.98
CURRENT LIABILITIES							
Financial Liabilities							
Borrowings		12,631.87		12,631.87	23,886.22	-	23,886.22
Trade Payables		679.60		679.60	354.15		354.15
Other Financial Liabilities		8,972.99	(1,733.25)	7,239.74	8,337.99	-	8,337.99
Other Current Liabilities		4,595.72	-	4,595.72	3,874.17	2,259.84	1,614.33
Provision		-		-	-	(2,707.06)	2,707.06
Current Tax Liabilities (Net)		675.14	-	675.14	-	-	-
Total Liabilities		27,555.31	(1,733.25)	25,822.07	36,952.51	(447.22)	37,399.73
Total Equity and Liabilities		126,280.45	1,662.72	127,943.17	138,798.13	1,168.73	139,966.86

NOTES TO THE FINANCIAL STATEMENTS

(` in Thousands)

Note:

1 Investments at fair value through OCI (FVTOCI)

Under Indian GAAP the Company accounted for investments in unquoted equity shares as investments measured at cost. Under Ind AS, the Company has designated such investments as FVTOCI investments. At the date of transition to Ind AS (1st April, 2016) and as on 31st March, 2017, difference between the instrument's fair value and Indian GAAP carrying amount has been recognised in OCI Reserves and other comprehensive income respectively.

(ii) Reconciliation of Statement of Profit & Loss for the year ended 31st March, 2017

Particulars	Foot notes	Indian GAAP	Adjustments	Ind AS
I Revenue from Operations (Gross)		252,624.44	-	252,624.44
II Other Income	1	4,818.81	(979.00)	3,839.81
III Total Revenue (I+II)		257,443.25	(979.00)	256,464.25
IV EXPENSES				
Cost of Materials Consumed		130,230.69	-	130,230.69
Changes in Inventories of Finished Goods, Stock in Trade and Work in Progress		6,589.38	-	6,589.38
Employee Benefit Expenses		55,418.55	1,548.65	56,967.20
Finance Costs		1,729.89	-	1,729.89
Depreciation and Amortization Expense		6,645.92	-	6,645.92
Other Expenses		57,810.03	(1,920.00)	55,890.03
Total Expenses		258,424.45	(371.35)	258,053.11
V Profit / (Loss) Before Tax (III-IV)		(981.20)	(607.65)	(1,588.86)
VI Tax Expense				
Current Tax		2,195.00		2,195.00
Tax for earlier years (Net)		(55,717.00)		(55.72)
		(53,522.00)	-	2,139.28
VII Profit/(Loss) for the year (V-VI)		52,540.80	(607.65)	(3,728.14)
VII Other Comprehensive Income (OCI)				
Profit on sale of equity instrument transferred to OCI	2		19.06	19.06
Net Gain / (Loss) on FVTOCI Investments			89.07	89.07
Remeasurements of Net Defined Benefit Plans			3,495.15	3,495.15
Income Tax Effect on above			-	-
Other Comprehensive Income for the year, net of tax - (VIII)			3,603.27	3,603.27
Total Comprehensive Income for the year - [(VII) + (VIII)]			-	(124.87)

- Income recognised from sale of investment in Indian GAAP reversed and recognised accordingly in Other Comprehensive Income (OCI).
- Director's Remuneration of ` 1,920.00 regrouped in Employee Benefit Expenses and ` 371.34 on Account of Gratuity is reduced by on account of Prior Period Adjustment.
- Under Indian GAAP the Company accounted for investments in unquoted equity shares as investments measured at cost. Under Ind AS, the Company has designated such investments as FVTOCI investments. At the date of transition to Ind AS (1st April, 2016) and as on 31st March, 2017, difference between the instrument's fair value and Indian GAAP carrying amount has been recognised in OCI Reserves and other comprehensive income respectively.

ATTENDANCE SLIP**The Chamong Tea Co. Ltd.**

CIN No. L01132WB1901PLC001494

Registered Office : 12, Govt. Place East, Kolkata 700 069

Website : www.thechamongtea.com • E-mail: sales@duflating.com

Tel.: +91 33 2210 2600 • Fax: +91 33 2248 5375

PLEASE FILL ATTENDANCE SLIP AND HAND IT OVER AT THE ENTRANCE OF THE MEETING HALL Joint shareholders may obtain additional Slip at the venue of the Meeting.

DP Id*	
--------	--

Folio No.	
-----------	--

Client Id*	
------------	--

No. of Shares	
---------------	--

NAME AND ADDRESS OF THE SHAREHOLDER :

I hereby record my presence at the **ANNUAL GENERAL MEETING** of the members of the Company held on **Monday, 24th September, 2018 at 11:00a.m. at 12, Govt. Place East, Kolkata - 700069.**

*Applicable for Investors holding shares in electronic form.

Signature of Shareholder / Proxy

PROXY FORM

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

The Chamong Tea Co. Ltd.

CIN No. L01132WB1901PLC001494

Registered Office : 12, Govt. Place East, Kolkata 700 069

Website : www.thechamongtea.com • E-mail: sales@duflating.com

Tel.: +91 33 2210 2600 • Fax: +91 33 2248 5375

Name of the members(s)	
Registered Address	

E-mail Id	
Folio No. / *Client Id	
*DP Id	

I/We being the member(s) of _____ shares of The Chamong Tea Co Ltd, hereby appoint:

- 1) _____ of _____ having e-mail id _____ or failing him
- 2) _____ of _____ having e-mail id _____ or failing him
- 3) _____ of _____ having e-mail id _____

and whose signature (s) are appended below as my / our proxy to attend and vote (on a poll) for me/us and on my/our behalf at the Annual General Meeting of the members of the Company to be held on Monday, 24th September, 2018 at 11: 00 a.m. and at any adjournment thereof in respect of such resolutions as are indicated below:

** I wish my above proxy to vote in the manner as indicated in the box below: **Ordinary Business**

Ordinary Resolutions	For	Against
1. Consider and adopt :To receive and adopt the Director's Report and Audited Profit and Loss account for the year ended 31st March, 2018 and the Balance Sheet as on that date.		
2. To appoint a Director in place of Shri A.Pasari (DIN No. 00105629) who retires by rotation and being eligible, offers himself for re appointment.		
3. To appoint Auditors and to fix their remuneration		

P.T.O.

Special Business		
Special Resolution	For	Against
4. To increase Remuneration of Mr. Chandra Kant Pasari (Wholetime Director)		

*Applicable for investors holding shares in electronic form.

Affix a Revenue Stamp

Signed this day of 2018

Signature of shareholder

Signature of Proxy holder

Notes:

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 forty-eight hours before the commencement of the Meeting.
2. A proxy need not be a member of the Company and shall prove his identity at the time of attending
3. This is only optional. Please put a ✓ in the appropriate column against the resolutions indicated in the Box. If you leave the 'For' or 'Against' column blank against any or all the resolutions, your Proxy will be entitled to vote at the Meeting in the manner he / she thinks appropriate.
4. Appointing a proxy does not prevent a member from attending the Meeting in person if he so wishes. When a Member appoints a Proxy and both the Member and Proxy attend the Meeting, the Proxy will stand automatically revoked.
5. In the case of joint holders, the signature of any one holder will be sufficient, but names of all the joint holders should be stated.
6. This form of proxy shall be signed by the appointer or his attorney duly authorized in writing, or if the appointer is a body corporate, be under its seal or be signed by an officer or an attorney duly authorized by it.
7. This form of proxy will be valid only if it is duly complete in all respects, properly stamped and submitted as per the applicable law. Incomplete form or form which remains unstamped or inadequately stamped or form upon which the stamps have not been cancelled will be treated as invalid.

THE CHAMONG TEA COMPANY LIMITED
12, GOVT. PLACE EAST, KOLKATA-700 069, PH: 2210-2600