

2014-15



Axiom
Cordages Limited

Annual Report

CONTENTS

Corporate Information	01
Directors' Report	02
Auditors' Report on Financial Statements	30
Balance Sheet	36
Profit & Loss Account	37
Cash Flow Statement	38
Significant Accounting Policies & Notes forming Part of the Financial Statements	40

CORPORATE INFORMATION

16th ANNUAL REPORT FOR THE FINANCIAL YEAR 2014 -15

BOARD OF DIRECTORS

Mr. Atit Agarwal	Whole-time Director
Mrs. Swati Agarwal	Whole-time Director
Mr. S. Santhanakrishnan	Independent Director
Mr. S. Krishnamurthy	Independent Director
Mr. Rajesh Pandey	Director
Mr. Bharat Mahalik	Director
Mr. Naval Totla	Nominee Director
Ms. Jyoti Rai	Independent Director

COMPANY SECRETARY

Ms. Neesha Nalla

AUDITORS

M/s. Haribhakti & Co.LLP
Chartered Accountants
705, Leela Business Park, Andheri-Kurla Road,
Andheri (East), Mumbai- 400 059.

REGISTERED OFFICE & FACTORY

Gat No.114B & 120C
Betegaon Village,
Boisar (E), Taluka –Palghar,
Dist.Thane - 401501
CIN : U25209MH1999PLC119427

CORPORATE OFFICE

Esperanca Building,
Shahid Bhagat Singh Road,
Colaba, Mumbai - 400 001.
Tel No.: 022 6656 2610
Fax No.: 022 6656 2798 / 99

DIRECTORS' REPORT

**To,
The Members,**

Your Directors have pleasure in presenting the **Sixteenth Annual Report** together with Audited Accounts of the Company for the Financial Year ended on 31st March 2015.

1. FINANCIAL RESULTS

Description	(Rs. in Million)	
	Financial Year 2014-15	Financial Year 2013-14
Net Sales	5,929.15	6,731.41
Profit before Interest and Depreciation	835.79	875.09
Less : Interest	5.12	16.70
Profit Before Depreciation	830.67	858.39
Less : Depreciation	432.11	394.70
Net Profit Before Tax	398.56	463.69
Less: Provision for Taxation		
Current Tax	83.60	100.00
MAT Credit Availed during the year	15.03	52.00
MAT Credit Entitlement of the earlier years	-	-
Deferred Tax	11.13	(4.74)
Tax of Earlier years	(1.29)	(0.25)
Net Profit after Taxation	290.09	316.68
Add: Profit brought forward from Previous Period	2,484.43	2,175.53
Less: Appropriations		
Dividend Paid	-	0.07
Proposed Dividend	6.58	6.58
Tax on Dividend	1.34	1.13
Balance carried forward to Balance Sheet	2,766.60	2,484.43

2. OPERATIONS

The total turnover of the Company during the year under review stood at Rs. 5,929.15 Million with Profit after Tax amounting to Rs 290.09 Million as compared to Turnover of Rs 6,731.41 Million with Profit after Tax amounting to Rs. 316.68 Millions of previous year. There was no change in nature of the business of the Company, during the year under review.

3. DIVIDEND & RESERVES

Your Directors recommend a Dividend of 2% i.e. Re. 0.20 per Equity Share of face value of Re. 10/- each fully paid up aggregating to Rs. 6.58 Million for the year ended 31st March 2015.

The Board of Directors has not recommended transfer of any amount of profit to reserves during the year under review. Hence, the entire amount of profit for the year under review has been carried forward to the Statement of Profit and Loss.

4. SHARE CAPITAL

The paid up Equity Share Capital as on March 31, 2015 was Rs.32.88 crores. During the year under review, the Company has not issued any shares with differential rights and hence no information as per provisions of Section 43(a)(ii) of the Act read with Rule 4(4) of the Companies (Share Capital and Debenture) Rules, 2014 is furnished.

The Company has not issued any Sweat Equity Shares during the year under review and hence no information as per provisions of Section 54(1)(d) of the Act read with Rule 8(13) of the Companies (Share Capital and Debenture) Rules, 2014 is furnished.

The Company has not issued any equity shares under Employees Stock Option Scheme during the year under review and hence no information as per provisions of Section 62 (1) (b) of the Act read with Rule 12 (9) of the Companies (Share Capital and Debenture) Rules, 2014 is furnished.

5. SUBSIDIARIES, JOINT VENTURES AND ASSOCIATE COMPANIES

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

6. PUBLIC DEPOSITS

The Company has not accepted deposit from the public falling within the ambit of Section 73 of the Companies Act, 2013 and the Companies (Acceptance of Deposits) Rules, 2014 during the year.

7. CONSERVATION OF ENERGY, TECHNOLOGY ABSORPTION AND 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 – I** and is attached to this Report.

8. EXTRACT OF 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 II** and is attached to this Report.

9. DIRECTORS & KEY MANAGERIAL PERSONNEL

Ms. Jyoti Rai was appointed as an Additional Independent Director on the Board of the Company with effect from 14th February, 2015 by the Board of Directors. The terms and conditions of appointment of Independent Director is as per Section 152 and 161 of the Companies Act, 2013 read with relevant Rules and as per Schedule IV of the Act.

In accordance with the requirements of Section 149 and 152 of the Companies Act, 2013, her continuation as an Independent Director on the Board of the Company will have to be approved by the Members of the Company. The resolution seeking approval of the same has been incorporated in the notice of the forthcoming Annual General Meeting of the Company along with brief details about her. The Company has received a notice under Section 160 of the Act along with the requisite deposit proposing the appointment of Ms. Jyoti Rai.

In accordance with provisions of Section 149 of the Companies Act, 2013, the Independent Directors have given a declaration to the Company that they meet the criteria of independence as mentioned in Section 149 (6) of the Companies Act, 2013 and there has been no change in the circumstances which may affect their status as Independent Director during the year. Accordance with the provisions of the Act, none of the Independent Directors is liable to retire by rotation.

Mr. Rajesh Pandey, Director of the Company retires by rotation at the ensuing Annual General Meeting of the Company and being eligible, offers himself for reappointment. Pursuant to the provisions of Section 203 of the Act, which came into effect from April 1, 2014, the appointments of Mr. Atit Agarwal (Whole Time Director) and Ms. Neesha Nalla (Company Secretary) as Key Managerial Personnel of the Company were formalized.

Mr. Atit Agarwal is in receipt of remuneration from the Holding Company (Responsive Industries Limited) of the Company.

10. EVALUATION OF THE BOARD'S PERFORMANCE

During the year, the Board adopted a formal mechanism for evaluating its performance as well as that of its Committees and individual Directors, including the Chairman of the Board. This exercise was carried out through a structured evaluation process covering various aspects of the Board functioning such as composition of the Board & Committees, experience & competencies, performance of specific duties & obligations, governance issues etc. Separate exercise was carried out to evaluate the performance of individual Directors including the Board Chairman who were evaluated on parameters such as attendance, contribution at the meetings, experience & expertise, governance & compliance issues, attendance etc.

The evaluation of the Independent Directors was carried out by the entire Board and that of the Chairman and the Non-Independent Directors were carried out by the Independent Directors. The Directors were satisfied with the evaluation results, which reflected the overall engagement of the Board and its Committees with the Company.

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

During the year, 7 (Seven) Board Meetings were held on 29th May, 2014, 16th July, 2014, 26th July, 2014, 11th August 2014, 11th September, 2014, 13th November 2014 and 12th February 2015. The intervening gap between the Meetings was within the period prescribed under the Companies Act, 2013.

As stipulated by the Code of Independent Directors under the Companies Act, 2013, a separate meeting of the Independent Directors of the Company was held on 12th February, 2015 to review the performance of Non-Independent Directors, Chairman and the Board as whole. The Independent Directors also reviewed the quality, quantity and timeliness of the flow of information between the Management and the Board and it's Committees which is necessary to effectively and reasonably perform and discharge their duties.

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

During the year under review, the Company has not given any loan or guarantee or provided security in connection with loan to any other body corporate or person as specified in Section 186 of the Companies Act, 2013. Information pertaining to Investments are given in the notes to the Financial Statements.

13. COMPOSITION OF AUDIT COMMITTEE

The Board has well-qualified Audit Committee with majority of Independent Directors including Chairman. They possess sound knowledge on accounts, audit, finance, taxation, internal controls etc. The Company Secretary of the Company acts as Secretary of the Committee. The Audit Committee consists of the following:

Name of the Member	Designation
Mr. Sankaran Krishnamurthy	Chairman
Mr. Subramaniam Santhanakrishnan	Member
Mr. Rajesh Pandey	Member

14. VIGIL MECHANISM / WHISTLE BLOWER POLICY

The Board of Directors of the Company has, pursuant to the provisions of Section 178(9) of the Companies Act, 2013 read with Rule 7 of the Companies (Meetings of Board and its Powers) Rules, 2014, framed "Vigil Mechanism Policy" (akin to the Whistle Blower Policy) for Directors and employees of the Company, wherein it has established procedures for receiving, retaining and treating complaints received, and procedures for the confidential and submission by employees of complaints regarding possible violations of the code of conduct and ethics.

The employees of the Company have the right/option to report their concern/grievance to the Chairman of the Audit Committee. The procedures for implementation of the Policy includes a process for communicating it with Chairman of the Audit Committee of the

Company, investigation of the compliant, judgment on findings of the investigations and reasons, action to be taken and preventive measures to be initiated for the future.

This mechanism provides for adequate safeguards against victimization of persons who use such mechanism in good faith and make provision for direct access to the chairperson of the Audit Committee in appropriate or exceptional cases.

15. NOMINATION & REMUNERATION POLICY

The Company has duly constituted Nomination & Remuneration Committee to align with the requirements prescribed under the provisions of the Companies Act, 2013. As on 31st March, 2015, the committee comprises of three Directors, all of whom are Non-Executive Directors and majority of them are independent. The Chairman of the committee is an Independent Director.

The Board has on the recommendation of the Nomination & Remuneration Committee framed a policy for selection and appointment of Directors, Senior Management and their remuneration. The policy is furnished in **Annexure III** and is attached to this Report.

16. RISK MANAGEMENT

The Company has laid down the procedures to inform to the Board about the risk assessment and minimization procedures and the Board has formulated Risk management policy to ensure that the Board, its Audit Committee and its executive management collectively identify the risks impacting the Company's business and document their process of risk identification, risk minimization, risk optimization as a part of a risk management policy/ strategy. At present there is no identifiable risk which, in the opinion, of the Board may threaten the existence of the Company.

17. RELATED PARTY TRANSACTIONS

All contracts / arrangements / transactions entered by the Company during the financial year with related parties, were in the ordinary course of business and on an Arm's Length basis. There are no materially significant related party transactions made by the Company with Promoters, Directors, Key Managerial Personnel or other designated persons which may have a potential conflict with the interest of the Company at large. All Related Party Transactions are placed before the Audit Committee and also the Board for approval.

18. SIGNIFICANT AND MATERIAL ORDERS PASSED BY THE REGULATORS OR COURTS

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

19. MATERIAL CHANGES AND COMMITMENT IF ANY AFFECTING THE FINANCIAL POSITION OF THE COMPANY

No material changes and commitments which could affect the Company's financial position have occurred between the end of the financial year of the Company and date of this report.

20. DIRECTORS' RESPONSIBILITY STATEMENT

In terms of Section 134(3)(c) of the Companies Act, 2013 your Directors state:

- a. that in the preparation of the annual financial statements for the year ended March, 31 2015, the applicable Accounting Standards have been followed along with proper explanation relating to material departures, if any;
- b. that 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;
- c. that proper and sufficient care has been taken for the maintenance of adequate accounting records in accordance with the provisions of the Companies Act, 2013 for safeguarding the assets of the Company and for preventing and detecting fraud and other irregularities;
- d. that the annual financial statements have been prepared on a going concern basis;
- e. that the Directors had laid down internal financial controls to be followed by the Company and that such internal financial controls are adequate and were operating effectively;
- f. that systems to ensure compliance with the provisions of all applicable laws were in place and were adequate and operating effectively.

21. AUDITORS AND AUDITORS' REPORT

I. Statutory Auditors

The Company's Statutory Auditors M/s. Haribhakti & Co. LLP, Chartered Accountants, were appointed as Statutory Auditors of the Company from the conclusion of the fifteenth Annual General Meeting (AGM) of the Company held on 08th August, 2014 till the conclusion of AGM to be held in the year 2017, subject to ratification of their appointment at every AGM. They have confirmed their eligibility under Section 141 of the Companies Act, 2013 and the Rules framed thereunder for appointment as Auditors of the Company. Necessary resolution for ratification of appointment of the said Auditors is included in the Notice of AGM for seeking approval of Members.

The Auditor's Report to the shareholders for the year under review does not contain any qualification.

II. Cost Auditor

Pursuant to the provisions of Section 148 and all other applicable provisions of the Companies Act, 2013 and the Companies (Audit and Auditors) Rules, 2014, and on recommendations of Audit Committee, your Directors has appointed M/s. S.K. Agarwal & Associates, to audit the cost accounts of the Company for the financial year ending 31st March, 2016 on a remuneration of Rs.2,25,000/-. As required under the Companies Act, 2013, the remuneration payable to the cost auditor is required to be placed before the Members in a general meeting for their ratification. Accordingly, a Resolution seeking Member's ratification is included in the Notice convening the Annual General Meeting.

III. Secretarial Auditor

Pursuant to the provisions of Section 204 of the Companies Act, 2013 and the Companies (Appointment and Remuneration of Managerial Personnel) Rules, 2014, the Company has appointed M/s. P.P. Shah & Co., a firm of Company Secretaries in Practice to undertake the Secretarial Audit of the Company. The report of the Secretarial auditor is furnished in **Annexure – IV** and is attached to this Report. It does not contain any qualification, reservation or adverse remark except for Non-appointment of Chief Financial Officer (CFO) and not spending of amount towards Corporate Social Responsibility (CSR) by the Company. As per the provisions of Section 203 (1) of the Companies Act, 2013, the Company is required to appoint CFO. The Company is in process of finding suitable person as its Chief Financial Officer. The said provision will be complied in near future. The explanation for not spending the amount towards Corporate Social Responsibility has been given in point no. 23 in this report.

22. INTERNAL FINANCIAL CONTROLS

Your Company has put in place adequate internal financial controls with reference to financial statements. The Audit Committee and the Board of Directors actively review the adequacy & effectiveness of the internal control systems & suggest improvements to strengthen the same.

23. CORPORATE SOCIAL RESPONSIBILITY

In compliance with the requirement of the Companies Act, 2013, the Company has framed CSR policy and formed a Corporate Social Responsibility Committee. As on 31st March, 2015 the Committee is headed by the Mr. Sankaran Krishnamurthy and consists of Mr. Subramaniam Santhanakrishnan and Mr. Atit Agarwal as Members.

Your Company was unable to spend the two per cent of the average net profit of the last three financial years. This being the first year of implementation of CSR Policy, it was time consuming to understand the exact nature of project, location of suitable site, identifying suitable projects for the expenditure, etc. However your Company shall find out ways and means to spend the amount determined for CSR expenditures in the coming months and shall submit the relevant report in the ensuing year. The Annual Report on CSR activities is furnished in **Annexure – V** and is attached to this Report.

24. ACKNOWLEDGEMENTS

Your Directors wish to place on record their appreciation to the Shareholders, Customers, Banks and other Business Associates for their continued support and cooperation. The Board of Directors also takes the opportunity to acknowledge the dedicated efforts of the staff and officers and their contribution to the success achieved by the Company.

For and on behalf of the Board

Mr. Atit Agarwal
(Chairman & Whole Time Director)

Place: Mumbai

Date: 25/05/2015

REGISTERED OFFICE

Gat No.114B & 120C, Betegaon Village,
Boisar (E), Taluka-Palghar,
Dist. Thane - 401501
CIN : U25209MH1999PLC119427

ANNEXURE - I
Conservation of Energy, Technology Absorption and Foreign Exchange Earnings and Outgo Pursuant to Provisions of Section 134 of the Companies Act, 2013 read with the Companies (Accounts) Rules, 2014.
A) CONSERVATION OF ENERGY:

- a) Energy conservation measures taken **N.A.**
- b) Additional investment proposal, if any being implemented for reduction of consumption of energy **N.A.**
- c) Impact of the measures at (a) and (b) above for reduction of energy consumption and consequent impact on the cost of production of goods **N.A.**
- d) Total energy consumption

Power & Fuel Consumption	Financial Year 2014-15	Financial Year 2013-14
1 Electricity		
(a) Purchased		
Units	8,558,460	8,258,805
Total amount (Rs. in Millions)	60.85	56.88
Rate / Unit (Rs.)	7.11	6.89
(b) Own Generation		
(i) Through Diesel Generation		
Units	NIL	NIL
Units per Liter of Diesel Oil		
Cost/Units		
(ii) Through Steam		
Turbine/Generator		
Units	NIL	NIL
Units per Liter of Diesel Oil		
Cost/Units		
2 Coal (Specify quantity and where used)		
Quantity (Tonnes)	NIL	NIL

	Average Rate	NIL	NIL
3	<i>Furnace Oil</i>		
	Quantity (in Liters)	NIL	NIL
	Total Amount (Rs. In Millions)	NIL	NIL
	Average Rate (Rs.)	NIL	NIL
4	Other/Internal Generation (Please give Details)		
	Quantity	NIL	NIL
	Total Cost	NIL	NIL
	Rate/Unit	NIL	NIL

B)	TECHNOLOGY ABSORPTION:	Financial Year 2014-15	Financial Year 2013-14
	Efforts made in technology absorption	NIL	NIL
C)	FOREIGN EXCHANGE EARNINGS & OUTGO:	Financial Year 2014-15	Financial Year 2013-14
	Total Exchange Earned (Rs. in Millions)	3,290.13	4,262.72
	Total Outgo (Rs. in Millions)	1,045.68	445.28

For and on behalf of the Board

Mr. Atit Agarwal
 Chairman & Whole Time Director

Place : Mumbai
 Date : 25th May, 2015

ANNEXURE - II**EXTRACT OF ANNUAL RETURN**

as on the financial year ended 31.03.2015

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

FORM NO. MGT - 9**I. REGISTRATION AND OTHER DETAILS:**

CIN	U25209MH1999PLC119427
Registration Date	15 th April, 1999
Name of the Company	Axiom Cordages Limited
Category / Sub-Category of the Company	Company limited by shares/Indian Non-Government Company
Address of the Registered Office and contact details	Gat No 114B & 120C, Betegoan Village, Boisar East, Taluka - Palghar, Thane - 401501 Maharashtra. Tel: 022 6656 2610 Fax: 022 66562798
Whether listed company	No
Name, address and contact details of Registrar and Transfer Agent, if any	Link Intime India Private Ltd., C-13, Pannalal Silk Mills Compound, LBS Marg, Bhandup (W), Mumbai-400078. Tel No.: 91(022) 25963838 Fax No.: 91(022) 25946969 Email: rnt.helpdesk@linkintime.co.in Website: www.linkintime.co.in

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: -

Sr. No	Name and Description of main products / services	NIC Code of the Product/ service	% to total turnover of the Company
1	Synthetic Yarns or Fibers PE & PP Ropes	3131	100%

III. PARTICULARS OF HOLDING, SUBSIDIARY AND ASSOCIATE COMPANIES

SR. NO	NAME AND ADDRESS OF THE COMPANY	CIN/GLN	HOLDING/ SUBSIDIARY/ ASSOCIATE	% OF SHARES HELD	APPLICABLE SECTION
1	Responsive Industries Limited Betegaon, Mahagaon Road, Boisar East, Taluka Palghar, Dist. Thane, Betegaon - 401 501, Maharashtra	L99999MH1982PLC027797	Holding Company	58.18	Section 2 (46) of the Companies Act, 2013.

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

(i) Categorywise Share Holding

Category of Shareholders	No. of shares held at the beginning of the year				No. of shares held at the end of the year				% Change during the year
	Demat	Physical	Total	% of Total Shares	Demat	Physical	Total	% of Total Shares	
A.PROMOTERS									
(1) Indian									
a) Individual/HUF	0	0	0	0	0	0	0	0	0
b) Central Govt/ State Govt(s)	0	0	0	0	0	0	0	0	0
c) Bodies Corp.	21756563	0	21756563	66.16	21756563	0	21756563	66.16	0
d) Banks / FI	0	0	0	0	0	0	0	0	0
e) Others	0	0	0	0	0	0	0	0	0
Sub-Total (A) (1)	21756563	0	21756563	66.16	21756563	0	21756563	66.16	0
(2) Foreign									
a) Individuals (NRIs/ Others)	0	0	0	0	0	0	0	0	0
b) Bodies Corp.	0	0	0	0	0	0	0	0	0
c) Banks / FI	0	0	0	0	0	0	0	0	0
d) Others	0	0	0	0	0	0	0	0	0
Sub-total (A) (2)	0	0	0	0	0	0	0	0	0
Total shareholding of Promoter (A) = (A)(1)+(A)(2)	21756563	0	21756563	66.16	21756563	0	21756563	66.16	0
B. PUBLIC SHAREHOLDING									
1. Institutions									
a) Mutual Funds	0	0	0	0	0	0	0	0	0
b) Banks / FI	0	0	0	0	0	0	0	0	0
c) Central Govt/ State Govt(s)	0	0	0	0	0	0	0	0	0
d) Venture Capital Funds	0	0	0	0	0	0	0	0	0
e) Insurance Companies	0	0	0	0	0	0	0	0	0
f) FIIs	10418162	0	10418162	31.68	10418162	0	10418162	31.68	0
g) Foreign Venture Capital funds	0	0	0	0	0	0	0	0	0

h) Others (specify)	0	0	0	0	0	0	0	0	0
Sub-total (B)(1)	10418162	0	10418162	31.68	10418162	0	10418162	31.68	0
2. Non-Institutions									
a) Bodies Corp.									
i) Indian	3280	0	3280	0.01	3280	0	3280	0.01	0
ii) Overseas	0	0	0	0	0	0	0	0	0
b) Individuals	0	0	0	0	0	0	0	0	0
i) Individual Shareholders holding nominal share capital upto ` 1 lakh	19680	0	19680	0.07	19680	0	19680	0.07	0
ii) Individual Shareholders holding nominal share capital in excess of ` 1 lakh	0	0	0	0	0	0	0	0	0
c) Others (specify)	0	0	0	0	0	0	0	0	0
i) Shares held by Pakistani citizens vested with the Custodian of Enemy Property	0	0	0	0	0	0	0	0	0
ii) Other Foreign Nationals	0	0	0	0	0	0	0	0	0
iii) Foreign Bodies	685517	0	685517	2.08	685517	0	685517	2.08	0
iv) NRI / OCBs	0	0	0	0	0	0	0	0	0
v) Clearing Members /Clearing House	0	0	0	0	0	0	0	0	0
vi) Trusts	0	0	0	0	0	0	0	0	0
vii) Limited Liability Partnership	0	0	0	0	0	0	0	0	0
viii) Foreign Portfolio Investor (Corporate)	0	0	0	0	0	0	0	0	0
ix) Qualified Foreign Investor	0	0	0	0	0	0	0	0	0
Sub-Total (B)(2)	708477	0	708477	2.16	708477	0	708477	2.16	0
Total Public Shareholding (B)=(B)(1)+(B)(2)	11126639	0	11126639	33.84	11126639	0	11126639	33.84	0
C. SHARES HELD BY CUSTODIAN FOR GDRS & ADRS	0	0	0	0	0	0	0	0	0
GRAND TOTAL (A+B+C)	32883202	0	32883202	100	32883202	0	32883202	100	0

(ii) Shareholding of Promoters

SHAREHOLDER'S NAME	NO. OF SHARES HELD AT THE BEGINNING OF THE YEAR			NO. OF SHARES HELD AT THE END OF THE YEAR			% CHANGE 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. Wellknown Business Ventures LLP	2624000	7.98	0	2624000	7.98	0	0
2. Responsive Industries Limited	19132563	58.18	0	19132563	58.18	0	0

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

There is no change in the shareholding of the Promoter Group.

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

Sr. No	Shareholder's Name	Shareholding at the beginning of the year		Shareholding at the end of the year	
		No. of shares	% of total shares of the Company	No. of shares	% of total shares of the Company
1	Nederlandse Financierings-Maatschappij Voor Ontwikkelingslanden N.V. (FMO)	6717526	20.43	6717526	20.43
2	Banyantree Growth Capital, L.L.C.	3700636	11.25	3700636	11.25
3	Fossebridge Limited	685517	2.08	685517	2.08
4	Abhishek Omprakash Agarwal	6560	0.02	6560	0.02
5	Harvest Enterprises Limited	3280	0.01	3280	0.01
6	Rishabh Rajkumar Agarwal	3280	0.01	3280	0.01
7	Saudamini Abhishek Agarwal	3280	0.01	3280	0.01

There is no change in the shareholding pattern of the above mentioned shareholders.

(v) Shareholding of Directors and Key Managerial Personnel:

SR. NO	SHAREHOLER'S NAME	NO. OF SHARES HELD AT THE BEGINNING OF THE YEAR		CUMULATIVE SHAREHOLDING DURING THE YEAR	
		No. of shares	% of total shares of the Company	No. of shares	% of total shares of the Company
1	ATIT O. AGARWAL				
	At the beginning of the year	3280	0.01	3280	0.01
	Date wise Increase / Decrease in Share holding during the year specifying the reasons for increase / decrease (e.g. allotment / transfer / bonus / sweat equity etc)	NA	NA	NA	NA
	At the End of the year (or on the date of separation, if separated during the year)	3280	0.01	3280	0.01
2	SWATI ATIT AGARWAL				
	At the beginning of the year	3280	0.01	3280	0.01
	Date wise Increase / Decrease in Share holding during the year specifying the reasons for increase / decrease (e.g. allotment / transfer / bonus / sweat equity etc)	NA	NA	NA	NA
	At the End of the year (or on the date of separation, if separated during the year)	3280	0.01	3280	0.01

None of the Directors & Key Managerial Personnel, other than the above mentioned hold any shares of the Company.

V. INDEBTEDNESS

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

(Rs. in Million)

	Secured Loans Excluding Deposits	Unsecured Loans	Deposits	Total Indebtedness
Indebtedness at the beginning of the financial year				
i) Principal Amount	712.01	-	-	-
ii) Interest due but not paid	-	-	-	-
iii) Interest accrued but not due	-	-	-	-
Total (i+ii+iii)	712.01	-	-	-

Change in Indebtedness during the financial year		-	-	-
• Addition	0			
• Reduction	(712.01)			
Net Change	(712.01)	-	-	-
Indebtedness at the end of the financial year	-	-	-	-
i) Principal Amount	-	-	-	-
ii) Interest due but not paid	-	-	-	-
iii) Interest accrued but not due	-	-	-	-
Total (i+ii+iii)	0	0	0	0

VI. REMUNERATION OF DIRECTORS AND KEY MANAGERIAL PERSONNEL

A. Remuneration to Managing Director / Whole Time Director

(Rs. in Million)

Sr. No.	Particulars of Remuneration	Name of MD/ WTD/ Manager		Total Amount
		Mr. Atit Agarwal (WTD)	Mrs. Swati Agarwal (WTD)	
1	Gross salary			
	(a) Salary as per provisions contained in Section 17(1) of the Income-tax Act, 1961	1.20	2.40	3.60
	(b) Value of perquisites u/s 17(2) Income-tax Act, 1961	-	-	-
	(c) Profits in lieu of salary under Section 17(3) Income-tax Act, 1961	-	-	-
2	Stock Option	-	-	-
3	Sweat Equity	-	-	-
4	Commission	-	-	-
	- as % of profit	-	-	-
	- others, specify	-	-	-
5	Others, please specify	-	-	-
	Total (A)	1.20	2.40	3.60
	Ceiling as per the Act (being 10% of net profit calculated under Sec 198 of Companies Act, 2013)			39.95

B. REMUNERATION TO OTHER DIRECTORS:**(Rs. in Million)**

SR. NO.	PARTICULARS OF REMUNERATION	NAME OF DIRECTORS			TOTAL AMOUNT
		Mr. S Santhankrishnan	Mr. S. Krishnamurthy	Ms. Jyoti Rai	
1.	Independent Directors				
	• Fee for attending board / committee meetings	0.05	0.05	N.A*	0.10
	• Commission	-	-	-	-
	• Others (please specify)	-	-	-	-
	<i>Total (1)</i>	<i>0.05</i>	<i>0.05</i>	<i>0</i>	<i>0.10</i>
2.	Other Non-Executive/ Executive Directors	Mr. Rajesh Pandey	-	-	-
	• Fee for attending board / committee meetings	-	-	-	-
	• Commission	-	-	-	-
	• Others (Salary)	0.90	-	-	0.90
	<i>Total (2)</i>	<i>0.90</i>	<i>-</i>	<i>-</i>	<i>0.90</i>
	Total (B)=(1+2)	0.95	0.05	-	1
	TOTAL MANAGERIAL REMUNERATION (A + B)				4.60
	Overall Ceiling as per the Act	Rs. 4 million (being 1% of net profit of Company calculated as per Section 198 of the Companies Act, 2013)			

*Ms. Jyoti Rai has been appointed as Additional Independent director of the Company w.e.f 14th February, 2015

C. REMUNERATION TO KEY MANAGERIAL PERSONNEL OTHER THAN MD/ MANAGER/ WTD
(Rs. in Million)

Sr. No.	Particulars of Remuneration	Key Managerial Personnel	
		Ms. Neesha Nalla* (Company Secretary)	Total
1	Gross salary		
	(a) Salary as per provisions contained in Section 17(1) of the Income-tax Act, 1961	0.18	0.18
	(b) Value of perquisites u/s 17(2) Income-tax Act, 1961	-	-
	(c) Profits in lieu of salary under Section 17(3) Income tax Act, 1961	-	-
2	Stock Option	-	-
3	Sweat Equity	-	-
4	Commission	-	-
	- as % of profit	-	-
	- others, specify	-	-
5	Others, please specify	-	-
	Total	0.18	0.18

*Ms. Neesha Nalla has been appointed as Company Secretary in September, 2014.

VII. PENALTIES / PUNISHMENT/ COMPOUNDING OF OFFENCES: None

For and on behalf of the Board

Place : Mumbai

Date : 25th May, 2015

Atit Agarwal
 Chairman & Whole Time Director

ANNEXURE-III**NOMINATION & REMUNERATION POLICY**

Axiom Cordages Limited (hereinafter called and referred to as “the Company”) believes in conducting its affairs in a fair and transparent manner by adopting highest standard of professionalism and good Corporate Governance Practices. The Company is committed to ensure that reasonable remuneration is paid to all directors and employees of the Company. In order to attract and retain properly qualified and skilled directors and executives, to fill vacancies at all levels, the Company aims to maintain fair and competitive remuneration consistent with industry practices. To meet the said objectives of the Company, Company has prepared Nomination and Remuneration Policy (“the Policy”) in accordance with the provisions of the Companies Act, 2013.

APPLICATION OF THIS POLICY:

Directors, Key Managerial Personnel and other senior employees as may be decided by the Committee or Board of the Company, subject to the approval of Members in the General Meeting for their appointment wherever applicable and subject to the provisions of the Companies Act, 2013 shall be remunerated in line with the service agreement.

CATEGORIES OF EMPLOYEES PROVIDED UNDER THIS POLICY:

- Directors which includes Whole Time or Executive Directors and Non-Executive or Independent Directors.
- Key Managerial Personnel as defined under Section 2 (51) of the Companies Act, 2013.
- Senior Management i.e. the employees designated as Vice-President and above. (normally include the first layer of the management below the Board level)

GENERAL POLICY STATEMENT:

The Nomination & Remuneration Policy of the Company is performance driven and is structured to motivate directors and employees, recognize their merits and achievements and promote excellence in their performance. Performance of the individuals is measured through the annual appraisal process. Through compensation program, the Company endeavors to attract, retain, develop and motivate a high performance workforce that will ensure the long term sustainability of the Company and create a competitive advantage in the development field.

The remuneration of the Board members and the senior executives is based on the Company's size and global presence, its economic and financial position, industrial trends, compensation paid by the peer companies etc. Compensation reflects the Board members and executives responsibility and performance.

TERMS OF REFERENCE:

- I. To identify persons who are qualified to become Directors and who may be appointed in senior management level in accordance with the criteria laid down in Schedule I of this policy.
- ii. To recommend to the Board, appointment and removal of the Directors and evaluation of every Director's performance as laid down in Scheduled I of this policy.
- iii. To formulate the criteria for determining qualifications and positive attributes of the Directors.
- iv. To review the overall compensation policy, service agreement and other employment conditions of Whole Time Directors, Key Managerial Personnel and Senior Management Executives which include the employees designated as Vice-President and above. (normally include the first layer of management below the Board level)
- v. To deal with other matters as the Board may refer to the Nomination and Remuneration Committee ("the Committee") from time to time.

THE LEVEL AND COMPONENTS OF REMUNERATION

Remuneration of Whole-time Directors, Key Managerial Personnel and Senior Executives of the Company:

Role and Type of Remuneration:

The Company recognizes the competitive nature of the current market and the requirement to provide competitive remuneration offering to directors and employees to ensure that a high caliber of staff is attracted to the Company and retained once they have gained experience. The Company further acknowledges that it can only excel in service delivery through the exceptional performance of its people and that the remuneration offering to the directors and employees plays a substantial motivational role when exceptional performance is compensated with exceptional rewards.

The Remuneration of Whole Time Directors, Key Managerial Personnel and Senior Executives and all other employees of the Company are based on criteria stated in this policy and as per the recommendation of the Committee. The Company will pay remuneration to Whole Time Directors, Key Managerial Personnel and Senior Executives by way of salary, retirement benefits perquisites, allowances (fixed component), incentives and commission (variable component) based on the recommendation of the Committee and approval of the Board of Directors and shareholders, if applicable.

Guaranteed Portion of Remuneration:

Whole Time Directors and employees are receiving guaranteed portion of their total package on a monthly basis. The total package includes both cash and guaranteed benefits such as employer's contribution to retirement funds i.e. provident fund and gratuity etc.

Variable Portion of Remuneration:

Incentive bonus to reward employees for exceptional performance above the accepted standard is variable. These rewards are based on individual, departmental or Company' performance relative to predefined targets. Performance is measured over a 12 months period. Vehicle allowance and telephone expenses are flexible remuneration options available to the employees.

The Committee shall consult the Chairman and/or Managing Director about their proposals relating to the remuneration of other Whole time Directors, Key Managerial Personnel and Senior Executives.

Remuneration of Executive Directors:

For deciding remuneration of the Executive Directors, the Committee shall consider the performance of the Company, the current trends in the industry, their experience, past performance and other relevant factors. The Committee shall regularly keep track of the market funds in terms of compensation levels and practices in relevant industries. The Company may pay remuneration by way of salary, remuneration and/or commission (variable components) to its Executive Directors. Annual increments may be decided by the Committee within salary scale approved by the Members.

Remuneration of Non-Executive Directors:

Non-Executive Directors are paid remuneration by way of sitting fees. The Company pays a sitting fee per meeting of the Board and the Committees to the Non-Executive Directors for attending the meetings within the limit prescribed under the Act.

COST MANAGEMENT

The objective of remuneration cost management is the importance of the Directors and employee's role, thereby reflecting their relative worth to the Company. Cost management does not necessarily imply a reduction of overall salary and bill but rather the correct allocation thereof. The Finance and Budget Department in conjunction with Human Resource Department should manage remuneration cost within budgetary constraints, while ensuring that the remuneration levels of competent, exceptional performers and key employees are positioned competitively against the market.

In accordance with the provisions of Sub-section (9) and Sub-section (10) of Section 197 of the Companies Act, 2013, if any director draws or receives, directly or indirectly, by way of remuneration any such sums in excess of the limit prescribed by this section or without the prior sanction of the Central Government, where it is required, he shall refund such sums to the Company and until such sum is refunded, hold it in trust for the Company. The Company shall not waive the recovery of any sum refundable to it unless permitted by the Central Government.

CONSTITUTION OF THE NOMINATION & REMUNERATION COMMITTEE:

The Board has created this “Nomination and Remuneration Committee” comprising of following Directors:

Name	Position
Mr. Sankaran Krishnamurthy	Chairman
Mr. Subramaniam Santhanakrishnan	Member
Ms. Jyoti Rai	Member

The Board of Directors of the Company has powers to reconstitute the Committee as and when think fit so or as may be required under the law.

SCHEDULE I

Criteria for appointment and performance evaluation – related remuneration for Directors/Key Managerial Personnel and Senior Executives of the Company.

- At the time of selection of a Director the Company must examine the integrity of the person and possession of relevant expertise, qualifications and experience.
- In case of appointment of Independent Director the Company must observe the pecuniary relationship with the promoters and group companies.
- The level and composition of remuneration should be reasonable and sufficient to attract, retain and motivate directors/executives to run the Company successfully.
- Relationship of remuneration to performance is clear and meets appropriate performance benchmarks.
- Financial and operating performance vis-à-vis the Annual and Operating Budget of the Company.
- Remuneration of Directors, Key Managerial Personnel and senior management involves a balance between fixed and incentive pay reflecting short and long term performance objectives appropriate to the working of the Company and its goals.
- The size and complexity of a position is determined through a valid job evaluation system and individual performance is measured through the established and approved Performance Management System.
- Remuneration recognizes and rewards both high levels of competence and superior performance through the use of incentive bonuses linked to performance.
- The Nomination and Remuneration Committee shall consider whether the Directors are eligible for annual bonuses. If so, performance conditions should be relevant, stretching and designed to promote the long term success of the Company. Upper limits should be set and disclosed.

- The said committee shall consider whether the Directors are eligible for benefits under long-term incentive schemes. Any new long-term incentive schemes which are proposed should be approved by shareholders.
- Remuneration incentives should be compatible with risk policies and systems.

For and on behalf of the Board

Place : Mumbai

Date : 25th May, 2015

Atit Agarwal

Chairman & Whole Time Director

ANNEXURE – IV

FORM NO. MR - 3

SECRETARIAL AUDIT REPORT FOR THE FINANCIAL YEAR ENDED MARCH 31, 2015

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

To,
The Members,
Axiom Cordages Limited

We have conducted the secretarial audit of the compliance of applicable statutory provisions and the adherence to good corporate practices by **Axiom Cordages Limited** (hereinafter called the company). Secretarial Audit was conducted in a manner that provided us a reasonable basis for evaluating the corporate conducts / statutory compliances and expressing my opinion thereon.

Based on our verification of the **Axiom Cordages Limited's** books, papers, minute books, forms and returns filed and other records maintained by the company and also the information provided by the Company, its officers, agents and authorized representatives during the conduct of secretarial audit, we hereby report that in our opinion, the company has, during the audit period covering the financial year ended on March 31, 2015 complied with the statutory provisions listed hereunder and also that the Company has proper Board-processes and compliance-mechanism in place to the extent, in the manner and subject to the reporting made hereinafter:

We have examined the books, papers, minute books, forms and returns filed and other records maintained by **Axiom Cordages Limited** ("the Company") for the financial year ended on March 31, 2015 according to the provisions of:

- (i) The Companies Act, 2013 (the Act) and the rules made thereunder;
- (ii) The Securities Contracts (Regulation) Act, 1956 ('SCRA') and the rules made thereunder;
- (iii) The Depositories Act, 1996 and the Regulations and Bye-laws framed thereunder;
- (iv) Foreign Exchange Management Act, 1999 and the rules and regulations made thereunder to the extent of Foreign Direct Investment, Overseas Direct Investment and External Commercial Borrowings;

- (v) The following Regulations and Guidelines prescribed under the Securities and Exchange Board of India Act, 1992 ('SEBI Act'):-
- (a) The Securities and Exchange Board of India (Substantial Acquisition of Shares and Takeovers) Regulations, 2011; **(Not applicable to the Company during the Audit Report, since it is an Unlisted Entity)**
 - (b) The Securities and Exchange Board of India (Prohibition of Insider Trading) Regulations, 1992; **(Not applicable to the Company during the Audit Report, since it is an Unlisted Entity)**
 - (c) The Securities and Exchange Board of India (Issue of Capital and Disclosure Requirements) Regulations, 2009; **(Not applicable to the Company during the Audit Report, since it is an Unlisted Entity)**
 - (d) The Securities and Exchange Board of India (Employee Stock Option Scheme and Employee Stock Purchase Scheme) Guidelines, 1999; **(Not applicable to the Company during the Audit Report, since it is an Unlisted Entity)**
 - (e) The Securities and Exchange Board of India (Issue and Listing of Debt Securities) Regulations, 2008; **(Not applicable to the Company during the Audit Report, since it is an Unlisted Entity)**
 - (f) The Securities and Exchange Board of India (Registrars to an Issue and Share Transfer Agents) Regulations, 1993 regarding the Companies Act and dealing with client;
 - (g) The Securities and Exchange Board of India (Delisting of Equity Shares) Regulations, 2009; **(Not applicable to the Company during the Audit Report, since it is an Unlisted Entity)**
 - (h) The Securities and Exchange Board of India (Buyback of Securities) Regulations, 1998; **(Not applicable to the Company during the Audit Report, since it is an Unlisted Entity).**

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

- (i) Secretarial Standards issued by The Institute of Company Secretaries of India. **(Not notified hence not applicable to the Company during the audit report).**

During the period under review the Company has complied with the provisions of the Act, Rules, Regulations, Guidelines, etc. mentioned above subject to the following qualifications:

a. Non Appointment of Chief Financial Officer:

As per the provisions of Section 203 (1) of the Companies Act, 2013, the Company is required to appoint the following Key Managerial Personnel:

- a. Managing Director or Chief Executive Officer or Manager and in their absence, a Whole-Time Director.
 - b. Company Secretary
 - c. Chief Financial Officer
- The Company has appointed Company Secretary and an Executive Director (Whole Time Director). *The Company has not appointed Chief Financial Officer.*

The reason for not appointing the same has been given in the Directors Report.

b. Non Spending of amount towards Corporate Social Responsibility (CSR):

As per Section 135 of the Companies Act, 2013, a Company to whom the provisions of CSR applies, is required to spend atleast 2% of average net profits made during the immediately three preceding financial years. As per the financial statement as on March 31, 2014, the Company was required to spend 1,15,00,454 (Rupees One Crore Fifteen Lakhs Four Hundred and Fifty Four Only) during the financial year on CSR activities. However, the Company has not spent any amount towards the same.

The reasons for not spending the same have been given at an appropriate place in the Directors Report.

We further report that:

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

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

Majority decision is carried through while the dissenting members' views are captured and recorded as part of the minutes.

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

**For P. P. Shah & Co.,
Practicing Company Secretaries
Pradip Shah
FCS No. 1483, C P No. 436**

Place: Mumbai
Date: May 25, 2015

ANNEXURE - V

ANNUAL REPORT ON CORPORATE SOCIAL RESPONSIBILITY (CSR) ACTIVITIES**1. A brief outline of the Company's CSR Policy, including overview or projects or programs proposed to be undertaken:**

At Axiom Cordages Limited, we strive to enhance stakeholders' worth and consider Corporate Social Responsibility (CSR) a key business process. In this regard, the Company has made CSR policy which covers the Company's philosophy for defining its responsibility as a corporate citizen and lays down the guidelines and mechanism for undertaking socially useful programs for welfare & sustainable development of the community. The CSR Policy is based as per The Companies (Corporate Social Responsibility Policy) Rules, 2014 initiated by the Central Government under the relevant provisions of Section 135 of the Companies Act, 2013 and Schedule VII of the said Act.

ACTIVITIES UNDER CSR:

With the advent of The Companies Act 2013 particularly Section 135 of the Act, Axiom Cordages Limited shall undertake following activities:

1. Eradicating hunger, poverty and malnutrition, promoting Health care including Preventive Health care and sanitation
2. Promotion of education
3. Promoting gender equality and empowering women
4. Ensuring environmental sustainability
5. Employment and livelihood enhancing vocational skills and projects
6. Rural development projects.
7. Such other activities as the Board may consider to be appropriate.
8. Contribution to the Prime Minister's National Relief Fund or any other fund set up by the Central Government
9. Undertake the CSR activities through a charitable trusts
10. Such other activities as mentioned in the policy & subject to revision/amendment in accordance with the guidelines on the subject as may be issued by Government of India, from time to time.

2. The Composition of CSR Committee:

As on date, Committee Consists of following persons:

- Mr. Sankaran Krishnamurthy - Chairman
- Mr. Atit Agarwal - Member
- Mr. Subramaniam Santhankrishnanan - Member

3. Average net profit of the Company for last 3 financial years: Rs. 574.77 Million

4. Prescribed CSR expenditure (2% for last 3 financial years): Rs.11.50 Million

5. Details of CSR spent during the financial year:

- a. Total amount to be spent for the financial year: Rs. 11.50 Million
- b. Amount unspent, if any- Rs.11.50 Million
- c. Manner in which the amount spent during the financial year: NA

* Details of implementing agency: N.A.

6. In case the company has failed to spend the two per cent of the average net profit of the last three financial years or any part thereof, the reasons for not spending the amount in its Board report:

The Company was unable to spend the CSR amount as this is the first year to implementation of CSR Policy and it was time consuming to understand the exact nature of project, location of suitable site, finalization of project etc. However, the Company is in process of identifying the areas for implementation of CSR. The Company would ensure in future that all the provision is complied to the fullest extent.

7. A responsibility statement of the CSR Committee that the implementation and monitoring of CSR Policy is in compliance with CSR objectives and Policy of the Company.

The CSR committee confirms that the implementation and monitoring of the CSR Policy is in compliance with the CSR objectives and Policy of the Company.

Mr. Atit Agarwal
Member-CSR Committee

Mr. Sankaran Krishnamurthy
Chairman-CSR Committee

INDEPENDENT AUDITOR'S REPORT

To the Members of Axiom Cordages Limited

Report on the Standalone Financial Statements

We have audited the accompanying Standalone Financial Statements of Axiom Cordages Limited ("the Company"), which comprise the Balance Sheet as at March 31, 2015, the Statement of Profit and Loss, the Cash Flow Statement for the year then ended and a summary of significant accounting policies and other explanatory information.

Management's Responsibility for the Standalone Financial Statements

The Company's Board of Directors is responsible for the matters stated in Section 134(5) of the Companies Act, 2013 ("the Act") with respect to the preparation of these Standalone Financial Statements that give a true and fair view of the financial position, financial performance and cash flows of the Company in accordance with the accounting principles generally accepted in India, including the Accounting Standards specified under Section 133 of the Act, read with Rule 7 of the Companies (Accounts) Rules, 2014. This responsibility also includes maintenance of adequate accounting records in accordance with the provisions of the Act for safeguarding 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 and ensuring their operating effectiveness and the accuracy and completeness of the accounting records, relevant to the preparation and presentation of the standalone financial statements that give a true and fair view and are free from material misstatement, whether due to fraud or error.

Auditor's Responsibility

Our responsibility is to express an opinion on these standalone financial statements based on our audit.

We have taken into account the provisions of the Act, the Accounting and Auditing Standards and matters which are required to be included in the audit report under the provisions of the Act and the Rules made there under.

We conducted our audit in accordance with the Standards on Auditing specified under Section 143(10) of the Act. Those Standards require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether the standalone financial statements are free from material misstatement.

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

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

Opinion

In our opinion and to the best of our information and according to the explanations given to us, the aforesaid standalone financial statements give the information required by the Act in the manner so required and give a true and fair view in conformity with the accounting principles generally accepted in India, of the state of affairs of the Company as at March 31, 2015, its profit and its cash flows for the year ended on that date.

Report on Other Legal and Regulatory Requirements

- (1) As required by the Companies (Auditors' Report) Order, 2015 ("the Order") issued by the Central Government of India in terms of sub-section (11) of Section 143 of the Act, we give in the Annexure, a statement on the matters specified in paragraphs 3 and 4 of the Order
- .
- (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 standalone financial statements comply with the Accounting Standards specified under Section 133 of the Act read with Rule 7 of the Companies (Accounts) Rules, 2014;
- e. On the basis of written representations received from the Directors as on March 31, 2015, and taken on record by the Board of Directors, none of the Directors is disqualified as on March 31, 2015 from being appointed as a Director in terms of Section 164 (2) of the Act;
- f. With respect to the other matters to be included in the Auditor's Report in accordance with Rule 11 of the Companies (Audit and Auditors) Rules, 2014, in our opinion and to the best of our information and according to the explanations given to us:
 - (i) The Company does not have any pending litigations which would impact its financial position;
 - (ii) The Company has made provision, as required under the applicable law or accounting standards, for material foreseeable losses, if any, on long-term contracts including derivative contracts – Refer Note 42 to the standalone financial statements;
 - (iii) There were no amounts which were required to be transferred to the Investor Education and Protection Fund by the Company.

For Haribhakti & Co. LLP

Chartered Accountants

ICAI Firm Registration No.103523W

Snehal Shah

Partner

Membership No. 048539

Mumbai: May 25, 2015

ANNEXURE TO INDEPENDENT AUDITOR'S REPORT

[Referred to in paragraph 1 under 'Report on Other Legal and Regulatory Requirements' in the Independent Auditor's Report of even date to the members of Axiom Cordages Limited ("the Company") on the standalone financial statements for the year ended March 31, 2015]

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

(b) During the year, all the fixed assets of the Company have not been physically verified by the management. However there is a regular programme of verification, which, in our opinion is reasonable with regard to the size of the Company and the nature of its assets. As informed, no material discrepancies were noticed on such verification.
- (ii) (a) The inventory (except for raw materials under transit) has been physically verified by the management during the year. In our opinion, the frequency of verification is reasonable.

(b) The procedures of physical verification of inventory followed by the management are reasonable and adequate in relation to the size of the Company and the nature of its business.

(c) The Company is maintaining proper records of inventory. As informed no material discrepancies were noticed on physical verification carried out during the year.
- (iii) As informed, the Company has not granted any loans, secured or unsecured to companies, firms or other parties covered in the register maintained under Section 189 of the Act. Accordingly, the provisions stated in paragraph 3 (iii)(a) and 3 (iii)(b) of the Order are not applicable.
- (iv) In our opinion and according to the information and explanations given to us, there exists an adequate internal control system commensurate with the size of the Company and the nature of its business for the purchase of inventory and fixed assets and for the sale of goods. During the course of our audit, we have not observed any continuing failure to correct major weaknesses in internal control system of the Company.

- (v) In our opinion and according to the information and explanations given to us, the Company has not accepted any deposits from the public within the provisions of Sections 73 to 76 of the Act and the rules framed there under.
- (vi) We have broadly reviewed the books of account maintained by the Company in respect of products where the maintenance of cost records has been specified by the Central Government under sub-section (1) of Section 148 of the Act and the rules framed there under and we are of the opinion that prima facie, the prescribed accounts and records have been made and maintained.
- (vii) (a) The Company is generally regular in depositing with appropriate authorities, undisputed statutory dues including provident fund, employees' state insurance, income tax, sales tax, wealth tax, service tax, value added tax, customs duty, excise duty, cess and any other material statutory dues applicable to it.

According to the information and explanations given to us, no undisputed amounts payable in respect of provident fund, employees' state insurance, income tax, sales tax, service tax, value added tax, customs duty, excise duty, cess and any other material statutory dues applicable to it, which were outstanding, at the year end for a period of more than six months from the date they became payable.

(b) According to the information and explanation given to us, there are no dues with respect to income tax, sales tax, service tax, value added tax, customs duty, excise duty, cess and any other material statutory dues applicable to it, which have not been deposited on account of any dispute.

(c) According to the information and explanations given to us, there were no amounts which were required to be transferred to the Investor Education and Protection Fund by the Company.

- (viii) The Company does not have accumulated losses at the end of the financial year nor has incurred cash losses in the current and immediately preceding financial year.
- (ix) According to the information and explanations given to us, the Company has generally been regular in the repayment of dues to financial institutions or banks.
- (x) According to the information and explanations given to us, the Company has not given any guarantee for loans taken by others from banks or financial institutions.

- (xi) The Company has not obtained any term loans during the year.
- (xii) During the course of our examination of the books and records of the Company, carried out in accordance with the generally accepted auditing practices in India, and according to the information and explanations given to us, we have neither come across any instance of fraud on or by the Company, noticed or reported during the year, nor have we been informed of any such instance by the management.

For Haribhakti & Co. LLP

Chartered Accountants

ICAI Firm Registration No.103523W

Snehal Shah

Partner

Membership No.048539

Mumbai: May 25, 2015

AXIOM CORDAGES LIMITED
Balance Sheet as at March 31, 2015

(Rs. in million)

Particulars	Note	As at 31-Mar-15	As at 31-Mar-14
EQUITY AND LIABILITIES			
Shareholders' funds			
Share capital	2	328.83	328.83
Reserves and surplus	3	3,937.00	4,265.83
			3,654.83
			3,983.66
Non-current liabilities			
Deferred tax liabilities (Net)	4	221.16	210.03
Long-term provisions	5	2.46	223.62
			2.34
			212.37
Current liabilities			
Short Term Borrowings	6	-	806.68
Trade payables	7	11.22	19.49
Other current liabilities	8	33.03	95.12
Short-term provisions	9	28.65	72.90
			34.70
			955.99
TOTAL		4,562.35	5,152.02
ASSETS			
Non-current assets			
Fixed assets			
- Tangible assets	10	2,634.69	2,562.26
- Intangible assets	10	0.41	2,635.10
			0.58
			2,562.84
Non-current investments	11	66.78	66.78
Long-term loans and advances	12	124.77	191.55
			82.60
			149.38
Current assets			
Current investments	13	5.00	5.00
Inventories	14	141.61	154.06
Trade receivables	15	1,293.54	1,084.55
Cash and bank balances	16	117.44	975.52
Short-term loans and advances	17	172.71	199.29
Other Current Assets	18	5.40	1,735.70
			21.38
			2,439.80
TOTAL		4,562.35	5,152.02

Significant Accounting Policies forming part of the accounts 1

Other Notes to Accounts 27 to 46

As per our attached report of even date**For and on behalf of the Board****For HARIBHAKTI & CO. LLP**

Chartered Accountants

ICAI FRN : 103523W

Snehal Shah

Partner

Membership No. : 048539

Place : Mumbai

Date : 25th May, 2015**Atit Agarwal**

Whole time Director

DIN 02330412

Rajesh Pandey

Director

DIN 00092767

Neesha Nalla

Company Secretary

Place : Mumbai

Date : 25th May, 2015

AXIOM CORDAGES LIMITED

Statement of Profit and Loss for the year ended 31 March, 2015

		(Rs. in Million)	
Particulars	Note	Year ended March 31, 2015	Year ended March 31, 2014
Revenues			
Revenue from Operations	19	6,238.08	7,180.40
Less: Excise duty		(308.93)	(448.99)
Revenue from Operations (Net)		5,929.15	6,731.41
Other income	20	116.50	124.04
Total Revenue (I)		6,045.65	6,855.45
Expenses:			
Cost of Materials Consumed	21	4,928.44	5,687.26
Changes in inventories of finished goods & work-in-progress	22	(9.39)	4.35
Employee benefit expenses	23	20.97	21.19
Finance Costs	24	5.12	16.70
Depreciation and amortisation expenses	10	432.11	394.70
Other expenses	25	269.84	267.56
Total expenses (II)		5,647.09	6,391.76
Profit before tax (I-II)		398.56	463.69
Tax Expenses			
- Current tax		83.60	100.00
- MAT Credit utilized during the year		15.03	52.00
- Deferred tax	4	11.13	(4.74)
- Tax of earlier years		(1.29)	(0.25)
Profit for the year		290.09	316.68
Earnings per equity share [Face Value of Rs.10 each (PY Rs.10 each)]			
Basic	26	8.82	11.28
Diluted	26	8.82	11.28
Significant Accounting Policies forming part of the accounts	1		
Other Notes to Accounts	27 to 46		

As per our attached report of even date
For HARIBHAKTI & CO. LLP

Chartered Accountants
ICAI FRN : 103523W

Snehal Shah

Partner

Membership No. : 048539

Place : Mumbai

Date : 25th May, 2015

For and on behalf of the Board

Atit Agarwal

Whole time Director

DIN 02330412

Rajesh Pandey

Director

DIN 00092767

Neesha Nalla

Company Secretary

Place : Mumbai

Date : 25th May, 2015

AXIOM CORDAGES LIMITED

Cash Flow Statement for the year ended March 31, 2015

(Rs. In Million)

Particulars	Year Ended March 31, 2015	Year Ended March 31, 2014
A. CASH FLOW FROM OPERATING ACTIVITIES :		
Net Profit Before Tax	398.56	463.69
Add / (Less) : Adjustments for		
Depreciation and Amortisation	432.12	394.70
Interest Income	(17.67)	(45.29)
Interest Expenses	5.12	16.70
Dividend Income	(0.44)	(0.44)
Loss / (profit) on sale of investments	-	(71.55)
Loss / (profit) from foreign exchange fluctuation (net)	2.45	5.01
Sundry balances written back	(3.47)	-
Sundry balances written off	0.47	-
Provision for gratuity	0.32	1.07
Exchange Loss on forward contract Mark to Market	0.19	-
Loss on Sale of Assets	0.89	0.73
Provision for bad and doubtful deposits	0.07	-
Provision for bad and doubtful debts reversed	-	(0.01)
Operating Profit Before Working Capital changes	818.61	764.61
Add / (Less) : Adjustments for change in working capital		
Increase / (Decrease) in trade payables	(4.80)	19.27
Increase / (Decrease) in other current liabilities and short & long term provision	(60.47)	63.16
(Increase) / Decrease in long term loans and advances	(6.15)	70.14
(Increase) / Decrease in Inventory	12.45	13.11
(Increase) / Decrease in trade receivables	(211.73)	(564.72)
(Increase) / Decrease in short term loans and advances	26.48	(121.62)
Cash generated from Operations	574.39	243.95
Add / (Less) : Direct taxes paid	(88.76)	(78.45)
Net Cash Inflow / (Outflow) from Operating activities (A)	485.63	165.50
B. CASH FLOW FROM INVESTING ACTIVITIES :		
Acquisition of Fixed Assets / Capital WIP (including Capital Advances)	(541.28)	(168.11)
Proceeds from sale of fixed assets	-	3.78
Interest Received	18.60	43.91
Dividend Received	0.44	0.44
Sale of Investments	-	827.50
Fixed Deposits placed with banks	(12.00)	(0.05)
Net Cash Inflow / (Outflow) from Investing activities (B)	(534.24)	707.47

(Rs. In Million)

Particulars	Year Ended March 31, 2015	Year Ended March 31, 2014
C. CASH FLOW FROM FINANCING ACTIVITIES :		
Borrowing / (Repayment) in non current long term borrowings	(0.81)	(132.95)
Borrowing / (Repayment) in current short term borrowings	(806.68)	200.46
Interest Paid	(6.12)	(16.61)
Dividend paid (Including Tax on Dividend)	(7.71)	(4.46)
Net Cash Inflow / (Outflow) from Financing activities (C)	(821.32)	46.44
Net Increase / (Decrease) in Cash and Cash Equivalents (A+B+C)	(869.93)	919.41
Add: Cash and Cash Equivalents at the beginning of the year	976.11	56.70
Cash and Cash Equivalents at the end of the year	106.18	976.11

Components of Cash and Cash Equivalents at the end of year

Particulars	Year Ended March 31, 2015	Year Ended March 31, 2014
Cash on hand	3.40	3.08
Balance with banks	46.99	107.42
Fixed deposits lien marked (as margin money)	55.00	864.97
Add: Unrealised Gain / (Loss) in Bank Accounts	0.79	0.64
Cash and Cash Equivalents (closing)	106.18	976.11

For HARIBHAKTI & CO. LLP

Chartered Accountants

ICAI FRN : 103523W

Snehal Shah

Partner

Membership No. : 048539

Place : Mumbai

Date : 25th May, 2015**For and on behalf of the Board****Atit Agarwal**

Whole Time Director

DIN 02330412

Rajesh Pandey

Director

DIN 00092767

Neesha Nalla

Company Secretary

Place : Mumbai

Date : 25th May, 2015

Note 1:**Significant Accounting Policies forming part of Financial Statements Accounts for the year ended 31st March 2015.****I. Company Overview**

Axiom Cordages Limited (“the Company”), a subsidiary of Responsive Industries Limited is a major producer and supplier in the synthetic rope manufacturing industry. Application for synthetic ropes includes mooring and towing of ships & rigs and bays in the construction industry.

II. Significant Accounting Policies**a) Basis of Preparation of Financial Statements**

The financial statements of the Company have been prepared in accordance, with generally accepted accounting principles in India (Indian GAAP) The Company has prepared these Financial Statements to comply in all material aspects with the accounting standard prescribed under Section 133 of Companies Act, 2013 (“Act”); read with rule (7) of Companies (Accounts) Rules, 2014 and other provisions of the Act (to the extent notified). The financial statements have been prepared on an accrual basis (unless otherwise stated) and under historical cost convention. The accounting policies have been consistent with those used in the previous year.

b) Use of Estimates

The preparation of financial statements in conformity with generally accepted accounting principles requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities and disclosure of contingent liabilities at the date of the financial statements and the results of operations during the reporting period. Although these estimates are based upon management's best knowledge of current events and actions, actual results could differ from these estimates. Differences between actual results and estimates are recognized in the period in which the results are known / materialized.

c) Inventories

Inventories are valued at lower of cost or net realizable value. Materials-in-transit are valued at cost-to-date. Cost comprises all cost of purchase, cost of conversion and other costs incurred in bringing the inventories to their present location and condition including excise duty payable on goods produced. Due allowance is estimated and made for defective and obsolete items, wherever necessary, based on the past experience of the Company. The cost formulae used for determination of cost is 'First in First Out' (FIFO)

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

d) Cash Flow Statement:

The Cash Flow Statement is prepared by the “indirect method” set-out in Accounting Standard 3 on “Cash Flow Statement” and presents the Cash Flows by operating, investing and financing activities of the Company.

Cash and cash equivalents presented in the Cash Flow Statement consist of cash on hand and unencumbered, highly liquid bank balances.

e) Revenue Recognition

- (i) Revenue is recognised when it is earned and no significant uncertainty exists as to its realisation or collection.
- (ii) Revenue from sale of goods is recognized when all significant contractual obligations have been satisfied, the property in the goods is transferred for a price, significant risks and rewards of ownership are transferred to the customers and no effective ownership is retained. Sales are net of Sales Tax/Value Added Tax and discount. Excise Duty recovered is presented as a reduction from gross turnover.
- (iii) Revenue in respect of export sales is recognized on the basis of dispatch of goods for exports.(i.e. on the date of Bill of Lading).
- (iv) Interest is recognised on a time proportion basis taking into account the amount outstanding and the rate applicable.
- (v) Dividend income is recognized when the shareholders' right to receive payment is established by the Balance Sheet date.
- (vi) Other Income is accounted for on accrual basis, when certainty of receipt is established.

f) Fixed Assets

Fixed assets are stated at cost (or revalued amounts, as the case may be), less accumulated depreciation and impairment losses if any. Cost comprises the purchase price and any attributable cost of bringing the asset to its working condition for its intended use. Cost of acquisition comprise all costs incurred to bring the assets to their location and working condition upto the date assets are put to use. Cost of construction comprise of those costs that relate directly to specific assets and those that are attributable to the construction activity in general and can be allocated to specific assets upto

the date the assets are put to use. Intangible assets are recorded at the consideration paid for acquisition of such assets and are carried at cost less accumulated amortization and impairment.

g) Depreciation & Amortization

Depreciation on fixed assets is provided on Straight-line method over the useful life of Asset, as prescribed by Schedule II of the Act. The Company provides pro-rata depreciation from the date of addition / upto the date of deletion made during the reporting period. Intangible assets are amortized over their respective individual estimated useful lives on a straight – line basis, commencing from the date the asset is available to the company for its use.

h) Impairment of Fixed Assets

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

After impairment, depreciation is provided on the revised carrying amount of the asset over its remaining useful life.

i) Foreign Currency Transactions

(i) Initial Recognition

Foreign currency transactions are recorded in the reporting currency, by applying to the foreign currency amount the exchange rate between the reporting currency and the foreign currency at the date of the transaction.

(ii) Conversion

Foreign currency monetary items are reported using the closing rate. Non-monetary items which are carried in terms of historical cost denominated in a foreign currency are reported using the exchange rate at the date of the transaction; and non-monetary items which are carried at fair value or other similar valuation denominated in a foreign currency are reported using the exchange rates that existed when the values were determined.

(iii) Exchange Differences

The gains or losses resulting from such translations are included in the Statement of Profit and Loss. Revenue, expense and cash flow items denominated in foreign currency are

translated into the relevant functional currencies using the exchange rate in effect on the date of the transaction. Transaction gains or losses realized upon settlement of foreign currency transactions are included in determining net profit for the period in which the transaction is settled, except to the extent, relating to fixed assets are adjusted to carrying value of fixed assets.

j) Investments

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

k) Employee Benefits

Employee benefits such as salaries, allowances, non-monetary benefits and employee benefits under defined contribution plans such as provident fund and other funds, which fall due for payment within a period of twelve months after rendering service, are charged as expense to the Statement of Profit and Loss in the period in which the service is rendered.

Employee benefits under defined benefit plans, such as gratuity which fall due for payment after a period of twelve months from rendering service or after completion of employment, are measured by the project unit cost method, on the basis of actuarial valuation carried out by third party actuaries at each balance sheet date. The Company's obligations recognized in the balance sheet represent the present value of obligations as reduced by the fair value of plan assets, where applicable. Actuarial gains and losses are recognized immediately in the Statement of Profit and Loss.

l) Borrowing Cost

Borrowing cost attributable to the acquisition or construction of qualifying assets, as defined in Accounting Standard 16 on "Borrowing Costs" are capitalized as part of the cost of such assets upto the date when the asset is ready for its intended use. Other borrowing costs are expensed as incurred.

m) Segment Reporting

Identification of segments:

The Company's operating businesses are organized and managed separately according to the nature of products and services provided, with each segment representing a strategic business unit that offers different products and serves different markets. The analysis of geographical segments is based on the areas in which major operating divisions of the Company operate.

Inter segment Transfers:

The Company generally accounts for inter segment transfers at cost.

Allocation of common costs:

Common allocable costs are allocated to each segment according to the relative contribution of each segment to the total common costs.

Unallocated items:

Includes general corporate income and expense items which are not allocated to any business segment.

Segment Policies:

The company prepares its segment information in conformity with the accounting policies adopted for preparing and presenting the financial statements of the company as a whole

n) Leases

Leases where the lessor effectively retains substantially all the risks and benefits of ownership of the leased items are classified as operating leases. Operating lease payments are recognized as an expense in the Statement of Profit and Loss on a straight-line basis over the lease term.

o) Earnings per share

Basic earnings per share are calculated by dividing the net profit or loss for the period attributable to equity shareholders (after deducting preference dividends and attributable taxes) by the weighted average number of equity shares outstanding during the period. The weighted average number of equity shares outstanding during the period are adjusted for events of bonus issue; bonus element in a rights issue to existing shareholders; share split; and reverse share split (consolidation of shares).

For the purpose of calculating diluted earnings per share, the net profit or loss for the period attributable to equity shareholders and the weighted average number of shares outstanding during the period are adjusted for the effects of all dilutive potential equity shares, except when the results would be anti-dilutive.

p) Accounting For Taxation on Income

Tax expense comprises of current and deferred tax. Current income tax is measured at the amount expected to be paid to the tax authorities in accordance with the Income-tax Act, 1961 enacted in India. Income taxes are accrued at the same period in which the related revenue and expense arise. A provision is made for income tax annually based on the tax liability computed after considering tax allowances and exemptions. Provisions are recorded when it is estimated that a liability due to disallowances or other matters is probable.

The Company offsets, on a year to year basis, the current tax assets and liabilities, where it has a legally enforceable right and where it intends to settle such assets and liabilities on a net basis.

Deferred income taxes reflects the impact of current year timing differences between taxable income and accounting income for the year and reversal of timing differences of earlier years. Deferred tax is measured based on the tax rates and the tax laws enacted or substantively enacted at the balance sheet date. Deferred tax assets and deferred tax liabilities are offset, if a legally enforceable right exists to set off current tax assets against current tax liabilities and the deferred tax assets and deferred tax liabilities relate to the taxes on income levied by same governing taxation laws. Deferred tax assets are recognised only to the extent that there is reasonable certainty that sufficient future taxable income will be available against which such deferred tax assets can be realised. In situations where the company has unabsorbed depreciation or carry forward tax losses, all deferred tax assets are recognised only if there is virtual certainty supported by convincing evidence that they can be realised against future taxable profits.

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

MAT paid in accordance with the tax laws, which give rise to the future economic benefits in the form of tax credit against future income tax liability, is recognized as an asset in the Balance Sheet.

q) Provisions, Contingent Liabilities & Contingent Assets

Provisions involving a substantial degree of estimation in measurement are recognized when there is a present obligation as a result of past events and it is probable that there will be an outflow of resources. Contingent Liabilities are not recognized but are disclosed in the Financial Statements. Contingent Assets are neither recognised nor disclosed in the Financial Statements.

AXIOM CORDAGES LIMITED
Notes to Financial Statements as at March 31, 2015

(Rs. in million)

Particulars	March 31, 2015	March 31, 2014
2. Share capital		
Authorised share capital		
8,00,00,000 (8,00,00,000) Equity shares of Rs. 10 each	800.00	800.00
Total authorised share capital	800.00	800.00
Issued, subscribed and paid up share capital		
3,28,83,202 (3,28,83,202) Equity shares of Rs. 10 each fully paid up	328.83	328.83
Total issued, subscribed and paid up share capital	328.83	328.83
a. Reconciliation of shares outstanding at the beginning and at the end of the year		
Opening balance	3,28,83,202	1,90,47,160
Add: Issue of shares	-	13,836,042
Closing balance of shares	3,28,83,202	3,28,83,202
b. Shares held by holding company and ultimate holding entity		
Holding Company - [Responsive Industries Limited]	1,91,32,563	1,91,32,563
Ultimate Holding Entity - [Wellknown Business Ventures LLP]	26,24,000	26,24,000
c. Details of shareholders holding more than 5% shares in the company		
1) Responsive Industries Limited		
- Number of share held	1,91,32,563	1,91,32,563
- % of total equity share capital	58.18%	58.18%
2) Wellknown Business Ventures LLP		
- Number of share held	26,24,000	26,24,000
- % of total equity share capital	7.98%	7.98%
3) Banyantree Growth Capital LLC		
- Number of share held	37,00,636	37,00,636
- % of total equity share capital	11.25%	11.25%
4) Nederlandse Financierings-Maatschappij Voor Ontwikkelingslanden N.V (FMO)		
- Number of share held	67,17,526	67,17,526
- % of total equity share capital	20.43%	20.43%

d. The details of bonus shares, shares issued for consideration other than cash and shares bought back during the period of five years immediately preceding the reporting date are as follows:-

Particulars	2013-14	2012-13	2011-12	2010-11	2009-10
Bonus Shares	-	-	-	-	-
Shares issued by way of conversion of compulsory convertible debentures	13,836,042	-	-	-	-
Shares bought back	-	-	-	-	-

(Rs. in million)

Particulars	March 31, 2015	March 31, 2014
e. Rights / Preferences and restrictions attached to equity shares:		
Each holder of equity shares is entitled to one vote per equity share. They are entitled to receive dividend proposed by the Board of Directors and approved by shareholders in General Meeting, right to receive annual report and other publications and right to get new equity shares proportionately in case of issuance of additional shares by the Company.		
In the event of liquidation of the Company, the holders of equity shares will be entitled to receive remaining assets of the company, after the distribution of all preferential amounts. The distribution will be in proportion to the number of equity shares held by the shareholders.		
3. Reserve and surplus		
<u>Capital reserves</u>		
Opening balance	2.51	2.51
	2.51	2.51
<u>Securities premium account</u>		
Opening balance	1,167.89	36.55
Add: during the year	-	1,131.34
	1,167.89	1,167.89
<u>Surplus Balance of Statement of Profit and Loss</u>		
Opening balance	2,484.43	2,175.53
Add: profit during the year as per Statement of Profit and Loss	290.09	316.68
Less: Appropriation		
- Dividend Paid	-	0.07
- Proposed dividend		
- on Equity Shares	6.58	6.58
- Tax on proposed dividend	1.34	1.13
	2,766.60	2,484.43
Total	3,937.00	3,654.83
4. Deferred tax liabilities (Net)		
Deferred tax liability		
- On depreciation	222.16	210.92
Deferred tax assets		
- Provision for Doubtful Debts	(0.07)	(0.07)
- Provision for gratuity	(0.93)	(0.82)
	221.16	210.03
Difference between closing and opening balance		
Closing Balance	221.16	210.03
Less : Opening Balance	210.03	214.77
Charge for the year	11.13	(4.74)
5. Long Term Provisions		
Provision for gratuity (Refer Note 38)	2.46	2.34
	2.46	2.34

(Rs. in million)

Particulars	March 31, 2015	March 31, 2014
6. Short terms borrowings		
<u>Secured</u>		
<u>From Banks</u>		
Packing Credit Foreign Currency Loans (PCFC) (Refer Note 1 below)	-	645.61
Bank Overdraft (Refer Note 2 below)	-	66.40
<u>Unsecured</u>		
<u>From Other parties</u>		
Supplier's Credit in Foreign Currency	-	94.67
	-	806.68
Note 1: PCFC Loans of Rs. Nil (P.Y. Rs. 645.61 million) secured by way of pledge of approved mutual funds (debts funds/ FMPs) / fixed deposits with bank.		
Note 2: Bank Overdraft amounting of Rs. Nil (P.Y. Rs. 66.40 million) secured by way of pledge of fixed deposit with bank.		
7. Trade payables		
Amount due to Small, Medium and Micro Enterprises (Refer Note 39)	-	-
Others	11.22	19.49
	11.22	19.49
8. Other current liabilities		
Current Maturities of Long Term Debt	-	0.81
Interest accrued but not due on borrowings	-	1.00
Advance received from Customers	0.46	47.17
Creditors for expenses	15.67	36.26
Other liabilities (includes dues to employees and statutory liabilities)	16.90	9.88
	33.03	95.12
9. Short Term Provisions		
Provision for gratuity (Refer Note 38)	0.27	0.07
Provision for taxation (net of advance tax)	20.46	26.92
Proposed dividend	6.58	6.58
Tax on proposed dividend	1.34	1.13
	28.65	34.70
11. Non-current investments		
Non-current investments - [At Cost] (Refer Note No 1(j))		
Investments in equity instruments (quoted, non-trade investment)		
(I) In holding company		
Responsive Industries Limited	66.45	66.45
[44,18,330 shares (P.Y.44,18,330) shares of Re.1/- each]		
[Percentage of holding 1.66% (P.Y. 1.66%)]		
(II) In other companies		
Mavi Industries Limited	0.33	0.33
[36,750 shares (P.Y.36,750 shares of Rs.10/- each]		
	66.78	66.78

AXIOM CORDAGES LIMITED

10. Fixed assets

Statement of Fixed Assets as at March 31, 2015 (Refer Note 45)

Particulars	Gross Block			Accumulated Depreciation			Net Block	
	As At 01-04-2014	Additions	Deductions	As At 31-03-2015	As At 01-04-2014	For the Year	As At 31-03-2015	As At 31-03-2014
(i) Tangible Assets								
Factory Building	58.07	-	-	58.07	10.25	1.92	12.17	47.82
Plant & Equipments	3,840.91	505.25	10.95	4,335.21	1,369.77	419.12	1,778.83	2,471.14
Electrical Installation	4.90	-	-	4.90	2.05	1.32	3.37	2.85
Furniture and Fixtures	0.81	-	-	0.81	0.25	0.12	0.37	0.56
Office equipments	9.69	-	-	9.69	1.29	3.48	4.77	8.39
Computer	0.32	-	-	0.32	0.21	0.05	0.26	0.11
Motor Cars	31.91	-	0.61	31.30	9.42	4.30	13.11	22.49
Motor Trucks	17.74	-	-	17.74	8.89	1.63	10.52	8.85
Weighing Scale	0.06	-	-	0.06	0.01	0.00	0.01	0.05
Total tangible assets	3,964.41	505.25	11.56	4,458.10	1,402.14	431.94	1,823.41	2,562.26
Previous Year	3,860.84	108.08	4.51	3,964.41	1,007.61	394.53	1,402.14	2,562.26
(ii) Intangible Assets								
Software	0.84	-	-	0.84	0.26	0.17	0.43	0.58
Total intangible assets	0.84	-	-	0.84	0.26	0.17	0.43	0.58
Previous year	0.84	-	-	0.84	0.09	0.17	0.26	-
Total assets (i+ii)	3,965.25	505.25	11.56	4,458.94	1,402.40	432.11	1,823.84	2,562.84
Previous Year	3,861.68	108.08	4.51	3,965.25	1,007.70	394.70	1,402.40	-

	(Rs. in million)	
Particulars	March 31, 2015	March 31, 2014
Aggregate amount of		
a) Quoted non-current investments as per books	66.78	66.78
b) Market value of Quoted non-current investments	548.31	421.33
c) Unquoted non-current investments as per books	-	-
d) Provision for diminution in value of non-current investments	-	-
12. Long Term Loans and advances (unsecured and considered good unless otherwise stated)		
Capital advances	104.86	68.83
Security Deposits		
- to Holding Company	5.00	5.00
- to Others	14.84	8.52
Other Long Term Advances	0.07	0.07
Loans and advances to staff	-	0.18
	124.77	82.60
13. Current Investments (Refer Note no. 1(j))		
Investments in Mutual Funds (unquoted, non-trade investment)		
Motilal Oswal Gilt Fund - Growth	5.00	5.00
[5,00,000 (P.Y.5,00,000)] of Rs.10/- each		
(NAV Rs. 12.28 per unit) (P.Y. NAV Rs. 10.8615 per unit)		
	5.00	5.00
Aggregate amount of		
a) Quoted current investments as per books	5.00	5.00
b) Market value of Quoted current investments	6.14	5.43
c) Unquoted current investments as per books	-	-
d) Provision for diminution in value of current investments	-	-
14. Inventories		
[For Mode of Valuation refer Note No: 1 (c)]		
a) Raw Materials *	113.46	135.46
b) Work in Process **	6.82	16.96
c) Finished Goods **	19.53	-
d) Stores & Spares	1.50	1.40
e) Packing Materials	0.30	0.24
	141.61	154.06
* Polyethylene, Polypropylene and Related Raw-materials		
** Synthetic Ropes of different polymers and combinations		
15. Trade receivables		
Unsecured		
- More than 6 months from the date they are due for payment		
Good	-	-
Considered Doubtful	0.21	0.21
Less: Provision for Doubtful Debts	(0.21)	(0.21)
	-	-
Other Trade Receivables	1,293.54	1,084.55
	1,293.54	1,084.55

	(Rs. in million)	
Particulars	March 31, 2015	March 31, 2014
16. Cash and bank balances		
a) Cash and Cash equivalents		
Cash on hand	3.40	3.08
Balance with banks	46.99	107.42
Fixed deposits - (Refer note below)		
- maturity within 3 months	55.00	864.97
	105.39	975.47
b) Other bank balance		
Fixed deposits		
- maturity beyond 3 months and less than 12 months	12.05	0.05
	12.05	0.05
	117.44	975.52
Note : Out of the above Fixed Deposits of Rs. 22.05 million is on lien.		
17. Short-term loans and advances		
<u>Unsecured</u>		
<u>Considered Good, unless otherwise stated</u>		
Loans and advances to staff	0.47	0.68
Advances recoverable in cash or kind	-	0.11
Advance to suppliers	66.15	100.16
Advance to Others	5.10	10.22
Prepaid expenses	1.96	1.85
Balances with Customs, Central Excise, VAT etc.	28.85	16.14
<u>Deposits</u>		
Considered Good	70.18	
Considered doubtful	0.07	
	70.25	
Less: Provision for doubtful deposits	(0.07)	70.13
	172.71	199.29
18. Other Current Assets		
Interest accrued on Deposits	0.99	1.92
MAT Credit Entitlement	4.41	19.46
	5.40	21.38
19. Revenue from operations		
Operating Revenue		
* Gross Sales	6,089.74	7,061.74
Other Operating Revenue		
Incentives and Assistance	145.58	114.51
Other Operating Income	2.76	4.15
	6,238.08	7,180.40

* Synthetic Ropes of different polymers and combinations

	(Rs. in million)	
Particulars	March 31, 2015	March 31, 2014
20. Other income		
Dividend from Holding company	0.44	0.44
Gain on Foreign Exchange fluctuation (net)	94.89	5.62
Interest income	17.67	45.29
Profit on sale of Investments	-	71.55
Sundry balances written back	3.47	0.31
Other miscellaneous income	0.03	0.83
	116.50	124.04
21. * Cost of Materials consumed		
Opening Stock	135.46	143.78
Add: Purchases	4,906.44	5,678.94
	5,041.90	5,822.72
Less: Closing Stock	113.46	135.46
	4,928.44	5,687.26
* Polyethylene, Polypropylene and Related Raw-materials		
22. Changes in inventories of finished goods and work-in-progress		
Closing Stocks:		
Finished Goods	19.53	-
Work in progress	6.82	16.96
	26.35	16.96
Less: Opening Stocks		
Finished Goods	-	-
Work in progress	16.96	21.31
	16.96	21.31
	(9.39)	4.35
23. Employee benefits expense		
Salaries and wages	20.09	19.57
Gratuity (Refer Note no. 38)	0.32	1.07
Contribution to Provident fund and others (Refer Note no. 38)	0.19	0.18
Staff welfare expenses	0.37	0.37
	20.97	21.19
24. Finance Costs		
Interest expenses	4.14	14.87
Other Borrowing Costs	0.98	1.83
	5.12	16.70

	(Rs. in million)	
Particulars	March 31, 2015	March 31, 2014
25. Other expenses		
<u>Manufacturing Expenses</u>		
Power & Fuel	60.85	56.88
Loading & Unloading Charges	14.36	22.48
Stores, Spares & Packing Material Consumed	19.99	33.74
Repairs & Maintenance (Plant & Equipment)	0.63	0.47
Repairs & Maintenance (Buildings)	0.02	0.04
Other Manufacturing Expenses	36.51	37.24
<u>Sales and marketing cost</u>		
Freight & Forwarding Charges	51.56	25.31
Brokerage, Commission & Discount	0.06	0.79
Loading Charges	25.83	25.72
Other Selling & Distribution Expenses	8.35	6.48
<u>Administrative Expenses</u>		
Auditor's Remuneration (Refer Note 28)	1.12	1.17
Communication expenses	1.37	1.56
Conveyance and travelling	7.79	6.01
Electricity charges	7.85	6.09
Insurance charges	4.54	3.69
Legal and professional expenses	11.35	11.97
Printing and stationery	1.31	1.04
Rates & Taxes	1.49	1.54
Rent expenses (Refer Note 31)	5.08	21.28
Repairs and maintenance - Others	0.95	0.21
Vehicle expenses	0.83	0.89
Loss on discard of Fixed assets / Machinery Breakdown	0.89	0.73
Mark To Market loss on Forward exchange contracts (Refer Note 42)	0.19	-
Provision for doubtful Deposits	0.07	-
Miscellaneous expenses	6.85	2.23
	269.84	267.56
26. Earnings per share (EPS)		
Net Profit after tax	290.09	316.68
Weighted average number of equity shares for Basic EPS	32,883,202	28,071,499
Weighted average number of equity shares for Diluted EPS	32,883,202	28,071,499
Face value of Equity Share (Rs.)	10	10
Basic Earnings Per Share (Rs.)	8.82	11.28
Diluted Earnings Per Share (Rs.)	8.82	11.28

(Rs. in million)

Particulars	March 31, 2015	March 31, 2014
27. Proposed Dividend		
i) Dividend on		
Equity Shares [Re.0.20 per share (P.Y. Rs. 0.20 per share)]	6.58	6.58
	6.58	6.58
ii) Dividend Distribution Tax	1.34	1.13
	1.34	1.13
28. Auditors' remuneration (excluding Service Tax)		
Statutory Audit Fees	1.10	1.10
Other services	-	0.04
Out of pocket expenses	0.02	0.03
	1.12	1.17

29. Disclosure in respect of Expenditure on Corporate Social Responsibilities activities : (Rs. in million)

a) Amount required to be spent by the company during the year	11.50
b) Amount spent during the year (on purpose other than construction/acquisition of assets controlled)	-
c) Provision created for the Balance Amount	-

30. Disclosures on Related Parties transactions**i) Nature and Relationship of Related Parties****a) Holding Company**

Responsive Industries Limited

b) Ultimate Holding Entity

Wellknown Business Ventures LLP

c) Directors and Key Management Personnel

1) Mr. Atit Agarwal	Whole-Time Director
2) Mrs. Swati Agarwal	Whole Time Director
3) Mr. Rajesh Pandey	Director
4) Miss. Aditi Kalkar	Company Secretary (up to September 22, 2014)
5) Miss. Neesha Nalla	Company Secretary (from September 23, 2014)

d) Entities where Key Management Personnel have Significant Influence

- 1) One Source Trading Company LLP
- 2) One Source Enterprises LLP
- 3) AA Superior Enterprises LLP

ii) Transactions during the year with Related Parties**Relationship****a) Holding Company**

Loan Repaid	-	16.72
Loan Accepted	-	16.72
Rent Expenses	0.60	0.60
Dividend Received	0.44	0.44
Dividend Paid	3.83	3.35
Shares issued during the year (through conversion of Debentures)	-	230.00

(Rs. in million)

Particulars	March 31, 2015	March 31, 2014
b) Ultimate Holding Entity		
Dividend Paid	0.52	0.52
c) Director and Key Management Personnel		
Remuneration (Refer Note 37)	4.50	3.18
Salary Paid to Company Secretary	0.21	0.17
Dividend Paid	0.0013	0.0013
d) Entities where Key Management Personnel have Significant Influence		
Name of Entities	Nature	
One Source Trading LLP	Monthly Maintenance Charges (including rate and taxes)	0.30 -
One Source Trading Co. LLP	Loans and Advances given	0.46 -
One Source Trading Co. LLP	Loans and Advances received back	0.46 -
One Source Trading Co. LLP	Loans and Advances taken	- 3.30
One Source Trading Co. LLP	Loans and Advances repaid	- 3.30
iii) Closing Outstanding Balances of Related Parties as on March 31,		
Name of Entities	Nature	
Mr. Atit Agarwal	Director Remuneration payable	0.08 0.09
Mr. Rajesh Pandey	Director Remuneration payable	0.07 0.06
Mrs Swati Agarwal	Director Remuneration payable	- 0.10
Miss. Aditi Kalkar	Salary Payable	- 0.01
Miss Neesha Nalla	Salary Payable	0.03 -
Responsive Industries Limited	Deposit Receivable	5.00 5.00
	Rent Payable	- 0.54
	Investment in shares	66.45 66.45
Note 1: Related Parties as disclosed by Management and relied upon by auditors.		
Note 2: No amount pertaining to related parties have been provided for as doubtful debts.		
Also, no amount has been written off / back which was due from / to related parties.		
31. Disclosure for leases		
Assets taken on Operating Lease		
Lease Payments recognised during the year in Statement of Profit and Loss	5.08	21.28
Future minimum lease payments under non-cancellable operating lease as on March 31,		
Particulars		
Not later than one year	-	13.68
Later than one year and not later than five years	-	-
Later than five year	-	-
32. Value of imports during the year (C. I. F. basis)		
Particulars		
Raw Materials	535.00	326.94
Stores and Components	2.90	4.62
Capital goods	504.29	99.63

(Rs. in million)

Particulars	March 31, 2015	March 31, 2014
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33. Expenditure in foreign currency during the year**Particulars**

Bank Charges	0.22	1.27
Export Commission	0.06	0.76
Legal & Professional Charges	-	0.40
Exhibition Expenses	0.33	0.52
Interest on ECB	-	2.00
Interest on working capital loans	2.88	9.10
Interest on CCD's	-	0.04

34. Earnings in foreign currency as on March 31,**Particulars**

Export Sales - FOB (net of discount)	3,290.13	4,262.72
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35. Unhedged Foreign Currency Exposure as on March 31,**Nature of payment****Currency**

Payable - Short Term Borrowings	USD	-	740.28
Payable - Interest accrued but not due on Working Capital Loans	USD	-	1.00
Receivable Bank	USD	0.03	14.52
Payable - Advance from Debtors	USD	-	1.30
Receivable - Debtors	USD	1,267.42	1,083.09
Receivable - Advance to Creditors	USD	8.19	0.99
Receivable - Advance to Creditors	AED	4.12	-
Receivable - Advance to Creditors	EURO	-	1.10

36. Remittances in foreign currency on account of dividends during the year ended March 31,**No. of Equity Shareholders****No. of shares****Year to which
dividend relates****Amount of
Dividend**

1	685,517	2013-14	0.14
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37. Director's Remuneration**a) Executive Director**

- Salary- Mr. Atit Agarwal	1.20	1.20
- Salary- Mrs. Swati Agarwal	2.40	1.20
- Salary- Mr. Rajesh Pandey	0.90	0.78
	4.50	3.18

b) Non - Executive Director

- Sitting Fees	0.10	0.10
	0.10	0.10

Note: As the liabilities for gratuity are provided on actuarial basis for the Company as a whole the amounts pertaining to the Directors is not ascertainable & therefore not included above.

	(Rs. in million)	
Particulars	March 31, 2015	March 31, 2014
38. Disclosure pursuant to Accounting Standard – 15 (revised) Employee Benefits		
i) Defined Contribution Plans as on March 31, Particulars		
Employer's Contribution to Provident Fund	0.19	0.18
ii) Defined Benefit Plans		
Particulars		
a) Change in Defined Benefit Obligation ('DBO')		
Opening present value obligation as on 1st April	2.41	1.34
Interest cost for the year on opening DBO	0.22	0.11
Service cost for the Year	0.34	0.32
Benefit paid	-	-
Actuarial losses (gains)	(0.24)	0.64
Closing defined benefit Obligation	2.73	2.41
b) Amount Recognised in Balance Sheet		
PVO at the end of year	2.73	2.41
Fair Value of Plan Assets at the end of the year	-	-
Funded Status	-	-
Unrecognised Past Service Cost	-	-
Unrecognised Transitional Liability	-	-
Amount Recognised in Balance Sheet	(2.73)	(2.41)
c) Amount Recognised in Income Statement		
Current Service Cost	0.34	0.32
Past Service Cost	-	-
Interest on Obligation	0.22	0.11
Expected return on Plan Assets	-	-
Net actuarial losses / (gains) recognised	(0.24)	0.64
Expenses Recognised in Profit and Loss	0.32	1.07
d) Balance Sheet Reconciliation		
Opening Net Liability	2.41	1.34
Expenses as Above	0.32	1.06
Contribution	-	-
Net Liability Recognised in Balance Sheet	2.73	2.41
e) Actuarial Assumptions: for the year		
Discount Rate	7.80%	9.35%
Attrition Rate	3.00%	3.00%
Annual Increase in Salary Cost	10.00%	10.00%

(Rs. in million)

Particulars	March 31, 2015	March 31, 2014
f) Other Disclosures		
Defined Benefit Obligation	2.73	2.41
Plan Assets	-	-
Surplus / (Deficit)	(2.73)	(2.41)
Experience Adjustments of Plan Liabilities - Loss	(0.65)	1.01
Other Adjustments	0.41	(0.37)

g) Amount recognised in current and previous four years

Particular	As at 31st March				
Gratuity	2015	2014	2013	2012	2011
Experience Adjustments of Plan Liabilities - Loss / (Gain)	(0.65)	1.01	(0.64)	0.54	(0.04)
Experience Adjustments of Plan Liabilities - Loss / (Gain)	-	-	-	-	-
Other Adjustments	0.41	(0.37)	-	-	-

iii) General Description of significant defined plans**Gratuity Plan**

Gratuity is payable to all eligible employees of the Company on death or on resignation, or on retirement after completion of five years of service. In assessing the Company's Post Retirement Liabilities, the company monitors mortality assumptions and uses up-to-date mortality tables. The base being the Indian Assured Lives Mortality (2006-08) Ultimate.

39. Details of dues to Micro, Small and Medium Enterprises as per the Micro, Small and Medium Enterprises Development Act, 2006

To the extent company has received intimation from the "Suppliers" regarding the Micro, Small and Medium Enterprises Development Act, 2006. The details are provided as under

Particulars	March 31, 2015	March 31, 2014
<u>Amount Due and Payable at the year end</u>		
Principal	-	-
Interest on above Principal	-	-
<u>Payment made during the year after the due date</u>		
Principal	-	-
Interest	-	-
Interest due and payable for Principal already paid	-	-
Total Interest accrued and remained unpaid at year end	-	-

40. Segment Reporting**a) Primary (Business) Segment:**

As the Company's business consists of one reportable business segment of Manufacturing and Selling of Synthetic Ropes of different polymers & combination and hence, no separate disclosure pertaining to attributable Revenues, Profits, Assets, Liabilities and Capital employed are given.

(Rs. in million)

Particulars	March 31, 2015	March 31, 2014
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b) Secondary (Geographical) Segment:

Secondary segment reporting is performed on the basis of geographical location of the customers. The operation of the Company comprises of local sales and export sales. The Management views the Indian market and Export market as distinct geographical segments. The following is the distribution of the Company's sales by geographical markets :

Sales

India	2,452.05	2,331.93
Export	3,328.76	4,280.82
	5,780.81	6,612.75

The following is the carrying amount of segment assets by geographical area in which the assets are located

Assets

India	3,282.59	4,052.32
Outside India	1,279.76	1,099.70
	4,562.35	5,152.02

The following is the amount of Capital Expenditure incurred segment-wise

Capital Expenditure

India	541.28	168.11
Outside India	-	-
	541.28	168.11

41. Value of Imported and Indigenous raw materials and Stores & Spares consumed :

Product	2014-15		2013-14	
	%	Rs in million	%	Rs in million

Raw Materials and Stores & Spares consumed

- Imported	10.93%	540.73	6.08%	347.62
- Indigenous	89.07%	4,407.70	93.92%	5,373.38
	100%	4,948.43	100%	5,721.00

42. The Company has provided Rs 0.19 Million (Previous Year Rs. Nil) as Mark to Market loss on outstanding forward exchange contracts with banks as on 31st March 2015.

43. Disclosure under section 186 (4) of the Companies Act, 2013

a) The Company has not given any loan or guarantee or provided security in connection with loan to any other body corporate or person as specified in section 186 (4) of the Act.

b) Investments during the year :

	Opening Balance	Additions during the year	Deletions during the year	Closing Balance
Current Year	66.78	-	-	66.78

(Rs. in million)

Particulars	March 31, 2015	March 31, 2014
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44. Pursuant to compliance with the provisions of revised schedule II of the Act, the Management has reviewed / determined the remaining useful life of the tangible fixed assets. Accordingly, the depreciation on tangible fixed assets is provided for in accordance with the provisions of schedule II of the Act. On account of the above change, depreciation for the current year is lower by 2.22 millions. As per the transitional provisions of Schedule II of the Companies Act, 2013 , and in line with the Notification dated August 29,2014 issued by Ministry of Corporate Affairs (MCA), the Company has charged Rs. 0.27 millions to the statement of Profit and Loss on account of the carrying amount of assets where the remaining useful life of the asset is Nil . As permitted by the notification dated August 29,2014 issued by the Ministry of Corporate Affairs, the company will comply with the requirements of paragraph 49(a) of the Notes to Schedule II of the Companies Act,2013 relating to componentization from the financial year 2015-2016.

45. Figures of the previous year have been regrouped, reclassified and/or rearranged wherever necessary to confirm with current year's presentation.

As per our attached report of even date

For HARIBHAKTI & CO. LLP

Chartered Accountants

ICAI FRN : 103523W

Snehal Shah

Partner

Membership No. : 048539

Place : Mumbai

Date : 25th May, 2015

For and on behalf of the Board

Atit Agarwal

Whole time Director

DIN 02330412

Rajesh Pandey

Director

DIN 00092767

Neesha Nalla

Company Secretary

Place : Mumbai

Date : 25th May, 2015

Registered Office:

Gat No. 114B & 120C, Betegaon Village,
Boisar (E), Tal. Palghar, Dist. Thane - 401 501

If undelivered please return to:

Axiom Cordages Limited
Gat No. 114B & 120C, Betegaon Village,
Boisar (E), Tal. Palghar, Dist. Thane - 401 501