



24th
Annual Report
2017-18

RADIX INDUSTRIES (INDIA) LIMITED

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CORPORATE INFORMATION**BOARD OF DIRECTORS**

- Sri. G. Raghu Rama Raju : Managing Director
- Smt. G. Parvathi : Director
- Sri. G. Ganapathi Rama Prabhakara Raju : Director
- Sri S. Siva Rama Prasad : Independent Director
- Sri Kathari Siddhardha : Independent Director
- Sri M. Kiran Phani Varma : Independent Director

COMPANY SECRETARY & COMPLIANCE OFFICER : Sri P. Lenin Babu

STATUTORY AUDITORS : M/s. Chevuturi Associates
Chartered Accountants, Vijayawada

INTERNAL AUDITORS : M/s. Brahmayya & Co.,
Chartered Accountants,
Gubbalavari Street, Society Road,
Tanuku, 534211

CIN : L37200AP1993PLC016785

REGISTERED OFFICE : Door No. 4-243
Chivatam, Near NH-5 Road
Tanuku - 534211, West Godavari Dist,
Andhra Pradesh, India

BANKERS : State Bank of India, Tanuku
Axis Bank, Tanuku

LISTED AT : The BSE Limited, Mumbai

**REGISTRARS &
SHARE TRANSFER AGENTS** : M/s. Bigshare Services Private Limited
Local office at 306, Right Wing, Amrutha
Ville, Opp. Yashoda Hospital, Somajiguda,
Rajbhavan Road, Hyderabad - 500 082

SECRETARIAL AUDITORS : M/s. P. S. Rao & Associates
Company Secretaries
Flat No.10, 4th Floor, D. No.6-3-347/22/2
Ishwarya Nilayam, Opp. Sai Baba Temple,
Dwarakapuri Colony, Punjagutta,
Hyderabad - 500 082,
Telangana, India.

NOTICE

Notice is hereby given that the **Twenty Fourth Annual General Meeting** of the members of the Company will be held on Thursday, 20th Day of September, 2018 at 11.00 A.M. at the registered office of the Company at D.No. 4-243, Chivatam, Near NH-5 Road, Tanuku - 534211, West Godavari District, Andhra Pradesh to transact the following business:

ORDINARY BUSINESS:

1. To receive, consider and adopt the Audited Balance Sheet of the Company as at 31st March, 2018 and the Statement of Profit and Loss and Cash Flow Statement for the financial year ended on that date along with the Report of the Board of Directors and the Auditors thereon.
2. To declare dividend of Rs.1/- per Equity Share of Rs.10/- each to the shareholders for the financial year 2017-18.
3. To appoint a Director in the place of Sri. G. Ganapathi Rama Prabhakara Raju who retires by rotation and being eligible offers himself for re-appointment.

**BY THE ORDER OF THE BOARD
For Radix Industries (India) Limited**

**Sd/-
G. Raghu Rama Raju
Managing Director
(DIN: 00453895)**

**Place: Tanuku
Date : 14.08.2018**

NOTES:

1. A MEMBER ENTITLED TO ATTEND AND TO VOTE AT THE MEETING IS ENTITLED TO APPOINT A PROXY TO ATTEND AND VOTE ON A POLL INSTEAD OF HIMSELF/ HERSELF AND SUCH A PROXY NEED NOT BE A MEMBER OF THE COMPANY. Proxies in order to be effective must be received at the Company's Registered Office not less than 48 hours before the meeting. A person cannot act as proxy for more than 50 members and holding in aggregate not more than 10% of the total share capital of the Company.
2. The Register of Members and the Share Transfer Books will remain closed from Friday, 14th September, 2018 to Thursday, 20th September, 2018 (both days inclusive)
3. Members / Proxies are requested to bring their copies of Annual Report with them for the Annual General Meeting and the attendance slip duly filled in for attending the Meeting. No copies of the Annual Report will be distributed at the meeting.
4. Members are requested to quote their Registered Folio No. or Demat Account No. and Depository Participant Identification Number (DPID No) on all correspondence with the Company.
5. Members are requested to send all communication relating to shares to the Company's RTA, M/s. Bigshare Services Pvt. Ltd. 306, Right Wing Amrutha Ville, Opp. Yashoda Hospital, Rajbhavan Road, Somajiguda, Hyderabad - 500 082
6. The Ministry of Corporate Affairs has taken a "Green Initiative in the Corporate Governance" by allowing paperless compliances by companies and has issued circular stating that service of notice/documents including annual report can be sent by e-mail to its members. We fully support the Ministry's green initiative. Accordingly, the members are requested to inform their e-mail addresses to RTA - M/s Bigshare Services Pvt. Ltd. 306, Right Wing Amrutha Ville, OppYashoda Hospital, Rajbhavan Road, Somajiguda, Hyderabad - 500 082.
7. The information pursuant to Regulation 36(3) of SEBI (Listing Obligation and Disclosure Requirements) Regulations, 2015 with respect to the details of the Directors seeking appointment / re-appointment in this Annual General Meeting is annexed herewith.
8. All the documents referred to in the Notice will be available to the members at the registered office of the company between 10.30 A.M to 12.30 P.M on all working days from the date hereof up to the date of the Meeting.
9. Voting through electronic means:
In Compliance with provisions of Section 108 of the Companies Act, 2013 and Rule 20 of the companies (Management and Administration) Rule, 2014 the company is pleased to provide members facility to exercise their vote at the 24th Annual General Meeting (AGM) by electronic means and the business may be transacted through e-voting Services provided by Central Depository Services Limited (CDSL).
10. The Company has appointed Mr. Mohit Gurjar, Practicing Company Secretary as scrutinizer for conducting the e-voting process for the Annual General Meeting in fair and transparent manner.
11. **The instructions for members for voting electronically are as under :-**
 - (i) The Voting period begins at 9.00 a.m. on Monday 17th September, 2018 and ends at 5.00 p.m. on Wednesday, 19th September, 2018. During this period shareholders of the company, holding shares either in physical form or in demat form as on the cutoff date ie. Thursday, 13th September, 2018 may cast their vote electronically. The e-voting module shall be disabled by CDSL for voting thereafter.

- (ii) Shareholders who have already voted prior to the meeting date would not be entitled to vote at the meeting venue.
- (iii) The shareholders should log on to the e-voting website www.evotingindia.com during the voting period.
- (iv) Click on "Shareholders" tab.
- (v) Now, select "**RADIX INDUSTRIES (INDIA) LIMITED**" from the drop down menu and click on "SUBMIT"
- (vi) Now Enter your User ID
- For CDSL: 16 digits beneficiary ID,
 - For NSDL: 8 Character DP ID followed by 8 Digits Client ID,
 - Members holding shares in Physical Form should enter Folio Number registered with the Company.
- (vii) Next enter the Image Verification as displayed and Click on Login.
- (viii) If you are holding shares in demat form and had logged on to www.evotingindia.com and voted on an earlier voting of any other company, then your existing password is to be used.
- (ix) If you are a first time user follow the steps given below:

For Members holding shares in Demat Form and Physical Form	
PAN*	<p>Enter your 10 digit alpha-numeric *PAN issued by Income Tax Department (Applicable for both demat shareholders as well as physical shareholders)</p> <ul style="list-style-type: none"> Members who have not updated their PAN with the Company/Depository Participant are requested to use the first two letters of their name and the 8 digits of the sequence number in the PAN field. In case the sequence number is less than 8 digits enter the applicable number of 0's before the number after the first two characters of the name in CAPITAL letters. Eg. If your name is Ramesh Kumar with sequence number 1 then enter RA00000001 in the PAN field.
DOB#	<ul style="list-style-type: none"> Enter the Date of Birth as recorded in your demat account or in the company records for the said demat account or folio in dd/mm/yyyy format.
Dividend Bank Details #	<ul style="list-style-type: none"> Enter the Dividend Bank Details as recorded in your demat account or in the company records for the said demat account or folio Please enter the DOB or Dividend Bank Details in order to login. If the details are not recorded with the depository or company please enter the member id / folio number in the Dividend Bank details field.

- (x) After entering these details appropriately, click on "SUBMIT" tab.
- (xi) Members holding shares in physical form will then reach directly to the Company selection screen. However, members holding shares in demat form will now reach 'Password Creation' menu wherein they are required to mandatorily enter their login password in the new password field. Kindly note that this password is to be also used by the demat holders for voting for resolutions of any other company on which they are eligible to vote, provided that company opts for e-voting through CDSL platform. It is strongly recommended not to share your password with any other person and take utmost care to keep your password confidential.

- (xii) For Members holding shares in physical form, the details can be used only for e-voting on the resolutions contained in this Notice.
- (xiii) Click on the EVSN of "RADIX INDUSTRIES (INDIA) LIMITED" to vote.
- (xiv) On the voting page, you will see "RESOLUTION DESCRIPTION" and against the same the option "YES/NO" for voting. Select the option YES or NO as desired. The option YES implies that you assent to the Resolution and option NO implies that you dissent to the Resolution.
- (xv) Click on the "RESOLUTIONS FILE LINK" if you wish to view the entire Resolution details.
- (xvi) After selecting the resolution you have decided to vote on, click on "SUBMIT". A confirmation box will be displayed. If you wish to confirm your vote, click on "OK", else to change your vote, click on "CANCEL" and accordingly modify your vote.
- (xvii) Once you "CONFIRM" your vote on the resolution, you will not be allowed to modify your vote.
- (xviii) You can also take out print of the voting done by you by clicking on "Click here to print" option on the Voting page.
- (xix) If Demat account holder has forgotten the changed password then Enter the User ID and the image verification code and click on Forgot Password & enter the details as prompted by the system.
- Institutional shareholders (i.e. other than Individuals, HUF, NRI etc.) are required to log on to <https://www.evotingindia.co.in> and register themselves as Corporates.
 - They should submit a scanned copy of the Registration Form bearing the stamp and sign of the entity to helpdesk.evoting@cdslindia.com.
 - After receiving the login details they have to create a user who would be able to link the account(s) which they wish to vote on.
 - The list of accounts should be mailed to helpdesk.evoting@cdslindia.com and on approval of the accounts they would be able to cast their vote.
 - They should upload a scanned copy of the Board Resolution and Power of Attorney (POA) which they have issued in favour of the Custodian, if any, in PDF format in the system for the scrutinizer to verify the same.
- (xx) **Shareholders can also cast their vote using CDSL's mobile app m-Voting available for android based mobiles. The m-Voting app can be downloaded from Google Play Store. Apple and Windows phone users can download the app from the App Store and the Windows Phone Store respectively. Please follow the instructions as prompted by the mobile app while voting on your mobile.**
- (xxi) Note for Non - Individual Shareholders and Custodians
- ◆ Non-Individual shareholders (i.e. other than Individuals, HUF, NRI etc.) and Custodian are required to log on to www.evotingindia.com and register themselves as Corporates.
 - ◆ A scanned copy of the Registration Form bearing the stamp and sign of the entity should be emailed to helpdesk.evoting@cdslindia.com.
 - ◆ After receiving the login details a Compliance User should be created using the admin login and password. The Compliance User would be able to link the account(s) for which they wish to vote on.
 - ◆ The list of accounts linked in the login should be mailed to helpdesk.evoting@cdslindia.com and on approval of the accounts they would be able to cast their vote.
 - ◆ A scanned copy of the Board Resolution and Power of Attorney (POA) which they have issued in favour of the Custodian, if any, should be uploaded in PDF format in the system for the scrutinizer to verify the same.

In case you have any queries or issues regarding e-voting, you may refer the Frequently Asked Questions ("FAQs") and e-voting manual available at www.evotingindia.co.in under help section or write an email to helpdesk.evoting@cdslindia.com.

The results declared along with the Scrutinizer's Report shall be placed on the Company's website www.radixindustries.in and on the website of CDSL www.evoting.cdsl.com within two days of the conclusion of 24th AGM of the Company and communicated to the BSE Limited, where the shares of the Company are listed.

**BY THE ORDER OF THE BOARD
For Radix Industries (India) Limited**

**Sd/-
G. Raghu Rama Raju
Chairman & Managing Director
(DIN: 00453895)**

**Place: Tanuku
Date : 14.08.2018**

ADDITIONAL INFORMATION

Information pursuant to 1.2.5 of the Secretarial Standard on General Meetings (SS- 2) regarding
Director seeking appointment / re-appointment and

***(Pursuant to Regulation 36(3) SEBI (Listing Obligation and Disclosure requirements)
Regulation, 2015)***

Name of the Director	G. Ganapathi Rama Prabhakara Raju
Date of Birth	09.08.1963
Date of Appointment on the Board	29.12.2011
Qualification, Experience & Expertise	He holds a Diploma in Civil Engineering, with more than two decades of experience in different Industries including hair. His forte his Interpersonal and problem solving skills.
Directorship in other Companies (Excluding Foreign Companies and Section 25 Companies)	He is not a Director in any other company
Shareholding	5000
Disclosures of relationship with other directors	Sri G. Ganapathi Rama Prabhakara Raju is the brother of Mr. Gokaraju Raghu Rama Raju and Brother in law of Mrs. Parvathi Gokaraju
Terms and Conditions of Appointment with details of Remuneration	Sri G. Ganapathi Rama Prabhakara Raju was appointed as a non-executive director of the Company, liable to retirement by rotation with no remuneration.
Last drawn Remuneration, if any	NA
No. of board meetings attended during the year	4
Other directorship, committee membership on other boards	Nil

**BY THE ORDER OF THE BOARD
For Radix Industries (India) Limited**

**Sd/-
G. Raghu Rama Raju
Chairman & Managing Director
(DIN: 00453895)**

**Place: Tanuku
Date : 14.08.2018**

DIRECTORS' REPORT

Your Directors hereby present the **Twenty Fourth Annual Report** together with the Audited Accounts of the company for the financial year ended 31st March, 2018.

Financial Summary or Highlights/Performance of the Company:

The financial highlights for the current year in comparison to the previous year are as under:

(Rupees in Lakhs)

PARTICULARS	Current Year (2017-18)	Previous Year (2016-17)
Total Revenue	1206.58	1386.28
Total Expenditure (before Financial Charges, Depreciation)	986.91	1154.62
Profit before Financial Charges, Depreciation and Taxation	219.68	231.65
Less: Depreciation	5.20	6.34
Less: Financial Charges	41.77	30.95
Profit Before Tax	172.71	194.36
Less: Provision for Tax & Deferred Tax	46.48	68.89
Profit After Tax	126.23	125.47
Loss from Previous Year	0.00	0.00
Net Loss/Profit carried to Balance Sheet	126.23	125.47

COMPANY PERFORMANCE:

In the Financial Year 2017-18, owing to market conditions and other factors, your Company has made a revenue of Rs.1206.58 Lacs in the current financial year as compared to Rs.1386.28 Lacs for the previous financial year. Your Company has posted net profit after tax of Rs.126.23 Lacs in the current year as compared to Rs. 125.47 Lacs in the previous financial year. Your Directors are confident of increasing the top line and bottom line with sustainable growth in the years to come.

There is no change in the nature of business during the FY 2017-18

DIVIDEND:

The Board recommends Final Dividend of Rs.1/- per share (10% on face value of Rs.10/- each) for the financial year 2017-18.

TRANSFER TO RESERVES:

Your Company has not transferred any amount to reserves during the financial year.

THE NAMES OF COMPANIES WHICH HAVE BECOME OR CEASED TO BE ITS SUBSIDIARIES, JOINT VENTURES OR ASSOCIATE COMPANIES DURING THE YEAR:

Till date the Company does not have any Subsidiaries, Associates or Joint Ventures.

STATUTORY AUDITORS:

The shareholders in their meeting held on 20th September, 2014 approved appointment of **M/s. Chevuturi Associates**, Chartered Accountants, Vijayawada, as the Statutory Auditors of the Company to hold office till the conclusion of 25th Annual General Meeting by members in every Annual General Meeting.

Pursuant to Companies (Amendment) Act, 2017, the provision pertaining to ratification of appointment of Statutory Auditor has been omitted with effect from 07th May, 2018.

Hence, the agenda for ratification of appointment of Statutory Auditor has not been proposed in the notice of ensuring AGM.

INTERNAL AUDITORS:

M/s Brahmaya & Co, Chartered Accountants, Gubbalavari Street, Society Road, Tanuku, 534211 (ICAI Firm Registration No. 000513S) were appointed as Internal Auditors of the Company and they are submitting their reports on quarterly basis

SECRETARIAL AUDITORS:

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.S.Rao & Associates, a firm of Company Secretaries in Practice to undertake the Secretarial Audit of the company for Financial Year 2017-18.

The Secretarial Audit Report is annexed herewith as "**Annexure I**" to this report.

MAINTENANCE OF COST RECORDS:

Company is not required to maintain cost records as specified by the Central Government under sub-section (1) of section 148 of the Companies Act, 2013

DETAILS OF DIRECTORS OR KEY MANAGERIAL PERSONNEL WHO WERE APPOINTED OR HAVE RESIGNED DURING THE YEAR:

In accordance with the provisions of Section 152 of the Companies Act, 2013, Sri. G. Ganapathi Rama Prabhakara Raju, Director of the Company retires by rotation and being eligible, has offered himself for re-appointment.

There were no other changes in the office of directors or key managerial personnel during the year.

MEETINGS:

During the year, four meetings of Board of Directors were held as more particularly disclosed in the attached report of Corporate Governance. The intervening gap between any two meetings was within the prescribed period.

The Number and dates of meeting held by the Board and its Committees, attendance of Directors is given separately in Corporate Governance Report in terms of Section 134(3)(b) of the Companies Act, 2013.

DECLARATION GIVEN BY INDEPENDENT DIRECTORS:

Every Independent Director, at the first meeting of the Board in which he participates as a Director and thereafter at the first meeting of the Board in every financial year, gives a declaration that he meets the criteria of independence as provided under the Companies Act, 2013.

FIXED DEPOSITS:

Your Company has not accepted any fixed deposits and as such no principal or interest was outstanding as on the date of the Balance sheet.

PARTICULARS OF LOANS, GUARANTEES OR INVESTMENTS:

Company has not given any loans or made any investments or provided any guarantee covered under the provisions of Section 186 of the Companies Act, 2013.

MATERIAL CHANGES AND COMMITMENTS:

There are no material changes and commitments affecting the financial position of the company occurred between the end of the financial year of the company to which the financial statements relate and the date of the report.

DIRECTORS' RESPONSIBILITY STATEMENT:

Pursuant to Section 134(5) of the Companies Act, 2013, your Directors confirm that to the best of their knowledge and belief and according to the information and explanation obtained by them,

- (i) that in the preparation of Annual Accounts for the financial year ended 31st March, 2018, the applicable accounting standards have been followed along with the proper explanation relating to material departures, if any, there from;
- (ii) that the directors have selected such accounting policies and applied them consistently and made judgments and estimates that are reasonable and prudent so as to give a true and fair view of the state of affairs of the company at the end of the financial year and of the profit of the company for that period;
- (iii) that the directors have taken proper and sufficient care for the maintenance of adequate accounting records in accordance with the provisions of this Act for safeguarding the assets of the company and for preventing and detecting fraud and other irregularities
- (iv) that the directors have prepared the annual accounts on a going concern basis.
- (v) 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 efficiently.
- (vi) The Directors had devised proper systems to ensure compliance with the provisions of all applicable laws and that such systems were adequate and Operating effectively.

POLICIES:

All policies which were required to be disclosed along with Board Report are mentioned separately after Corporate Governance Section of the report.

RISK MANAGEMENT

The Company has risk management mechanism in place which mitigates the risk at appropriate situations and there are no elements of risk, which in the opinion of Board of Directors may threaten the existence of the Company.

CONTRACTS OR ARRANGEMENTS WITH RELATED PARTIES:

There were no contracts or arrangements with related parties as specified in section 188 of the Act during the financial year 2017-18.

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

The details regarding Energy Conservation, Technology Absorption, Foreign Exchange Earnings and Outgo as required by section 134(3) (m) of the Companies Act, 2013 read with the Companies (Accounts) Rules, 2014 are given as "**Annexure - II**" and forms part of this report.

EXTRACT OF ANNUAL RETURN:

The details forming part of the Extract of the Annual Return in Form No. MGT-9 is annexed herewith as "**Annexure - III**" to this Report.

MANAGEMENT DISCUSSION AND ANALYSIS REPORT:

Pursuant to the provisions of Schedule V to SEBI (Listing Obligation and Disclosure Requirements) Regulations, 2015 a report on Management Discussion & Analysis is herewith annexed as "**Annexure IV**" to this report.

LISTING:

Your Company's shares are presently listed on The BSE Limited, Mumbai and the listing fees for F.Y 2018-19 is paid.

PERFORMANCE EVALUATION:

Pursuant to the provisions of the Companies Act, 2013 and SEBI (Listing Obligation and Disclosure Requirements) Regulations, 2015, the Board has carried out the annual performance evaluation of its own performance, the Directors individually as well as the evaluation of the working of its Audit, Nomination and Remuneration and Shareholders Grievance Committees.

A structured questionnaire was prepared after taking into consideration inputs received from the Directors, covering various aspects of the Board's functioning such as adequacy of the composition of the Board and its Committees, Board culture, execution and performance of specific duties, obligations and governance.

A separate exercise was carried out to evaluate the performance of individual Directors including the Chairman of the Board, who were evaluated on parameters such as level of engagement and contribution, independence of judgments, safeguarding the interest of the Company and its minority shareholders etc.

The performance evaluation of the Independent Directors was carried out by the entire Board. The performance evaluation of the Chairman and the Non Independent Directors was carried out by the Independent Directors who also reviewed the performance of the Secretarial Department. The Directors expressed their satisfaction with the evaluation process.

DETAILS IN RESPECT OF ADEQUACY OF INTERNAL FINANCIAL CONTROLS WITH REFERENCE TO THE FINANCIAL STATEMENTS.

The Company has in place proper and adequate internal control systems commensurate with the nature of its business, and size and complexity of its operations. Internal control systems comprising of policies and procedures designed to ensure reliability of financial reporting, timely feedback on achievement of operational and strategic goals, compliance with policies, procedure, applicable laws and regulations, and that all assets and resources are acquired are used economically.

HUMAN RESOURCES:

Your Company considers its Human Resources as the key to achieve its objectives. Keeping this in view, your Company takes utmost care to attract and retain quality employees. The employees are sufficiently empowered and such work environment propels them to achieve higher levels of performance. The unflinching commitment of the employees is the driving force behind the Company's vision. Your Company appreciates the spirit of its dedicated employees.

PARTICULARS OF EMPLOYEES

The information required pursuant to Section 197 read with Rule 5 of The Companies (Appointment and Remuneration of Managerial Personnel) Rules, 2014 in respect of employees of the Company is herewith annexed as "**Annexure V**" to this report.

CORPORATE GOVERNANCE:

The Company has implemented the procedures and adopted practices in conformity with the Code of Corporate Governance under SEBI (Listing Obligation and Disclosure Requirements) Regulations, 2015. A separate report on Corporate Governance is annexed as "**Annexure-VI**" herewith, as a part of the Annual Report along with the certificate on its compliance.

DETAILS ABOUT THE CORPORATE SOCIAL RESPONSIBILITY POLICY DEVELOPED AND IMPLEMENTED BY THE COMPANY:

The Company does not meet the Criteria as specified in Section 135 of the Companies Act, 2013 regarding Corporate Social Responsibility.

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.

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

The Company has in place an Anti Sexual Harassment Policy in line with the requirements of The Sexual Harassment of Women at the Workplace (Prevention, Prohibition & Redressal) Act, 2013. Internal Complaints Committee (ICC) has been set up to redress complaints received regarding sexual harassment. All employees (permanent, contractual, temporary, trainees) are covered under this policy.

Company has complied with provisions relating to the constitution of Internal Complaints Committee under the Sexual Harassment of Women at Workplace (Prevention, Prohibition and Redressal) Act, 2013 and the following are the members of the Committee:

S.No	Name	Category
1	Sri. M. Kiran Phani Varma	Chairman
2	Sri. G Raghu Rama Raju	Member
3	Sri. Sivarama Prasad Surapaneni	Member

The following is a summary of sexual harassment complaints received and disposed off during the Calendar year:

- No. of complaints received : Nil
- No. of complaints disposed off : Nil

ACKNOWLEDGEMENTS:

Your directors acknowledge the continued support from regulatory, government authorities, staff and all the stake holders for their support and cooperation.

**BY THE ORDER OF THE BOARD
For Radix Industries (India) Limited**

**Sd/-
G. Raghu Rama Raju
Chairman & Managing Director
(DIN: 00453895)**

**Place: Tanuku
Date : 14.08.2018**

Form No. MR-3

SECRETARIAL AUDIT REPORT

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

FOR THE FINANCIAL YEAR ENDED 31st March, 2018

To,
The Members,
Radix Industries (India) Limited,
Door No. 4-243,
Chivatam, Near NH-5 Road,
Tanuku,
Andhra Pradesh

We have conducted the secretarial audit of the compliance of applicable statutory provisions and the adherence to good corporate practices by M/s Radix Industries (India) 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 our opinion thereon.

Based on our verification of the Company's books, papers, minute books, forms and returns filed and other records maintained by the company and also the information provided by the Company, its officers, agents and authorized representatives during the conduct of secretarial audit, We hereby report that in our opinion, the company has, during the audit period covering the financial year ended on 31st March, 2018 has 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:

1. We have examined the books, papers, minute books, forms and returns filed and other records maintained by the company for the financial year ended on 31st March, 2018 according to the provisions of:
 - (i) The Companies Act, 2013 (the Act) and the rules made thereunder;
 - (ii) The Securities Contracts (Regulation) Act, 1956 ('SCRA') and the rules made thereunder;
 - (iii) The Depositories Act, 1996 and the Regulations and Bye-laws framed thereunder;
 - (iv) Foreign Exchange Management Act, 1999 and the rules and regulations made thereunder to the extent of Foreign Direct Investment, Overseas Direct Investment and External Commercial Borrowings;
 - (v) The following Regulations and Guidelines prescribed under the Securities and Exchange Board of India Act, 1992 ('SEBI Act'):-
 - (a) The Securities and Exchange Board of India (Substantial Acquisition of Shares and Takeovers) Regulations, 2011;
 - (b) The Securities and Exchange Board of India (Prohibition of Insider Trading) Regulations, 1992;
2. Provisions of the following Regulations and Guidelines prescribed under the Securities and Exchange Board of India Act, 1992 ('SEBI Act') were not applicable to the Company under the financial year under report:-
 - (a) The Securities and Exchange Board of India (Issue of Capital and Disclosure Requirements) Regulations, 2009;
 - (b) The Securities and Exchange Board of India (Employee Stock Option Scheme and Employee Stock Purchase Scheme) Guidelines, 1999;

- (c) The Securities and Exchange Board of India (Issue and Listing of Debt Securities) Regulations, 2008;
 - (d) 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;
 - (e) The Securities and Exchange Board of India (Delisting of Equity Shares) Regulations, 2009; and
 - (f) The Securities and Exchange Board of India (Buyback of Securities) Regulations, 1998;
3. Other industry specific major law that is applicable to the company
- As per the information provided by the management there is no industry specific law applicable to the company.
4. We have also examined compliance with the applicable clauses of the following:
- a) Securities Exchange Board of India (Listing Obligation and Disclosure Requirements), Regulation 2015
 - b) Secretarial Standards SS -1 and SS-2 issued by the Institute of Company Secretaries of India

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

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. There are no change in the composition of the Board of Directors during the period under review.

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.

We further report that during the year under report, the Company has not undertaken any event / action having a major bearing on the Company's affairs in pursuance of the above referred laws, rules, regulations, guidelines, standards, etc. referred to above viz.

**For P.S. Rao & Associates
Company Secretaries**

**Sd/-
Mohit Gurjar
Company Secretary
CP No. 18644**

Place: Hyderabad

Date: 14.08.2018

ANNEXURE A

To,
The Members,
Radix Industries (India) Limited
Tanuku

Our report of even date is to be read along with this letter.

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

**For P.S. Rao & Associates
Company Secretaries**

**Sd/-
Mohit Gurjar
Company Secretary
CP No. 18644**

Place: Hyderabad

Date: 14.08.2018

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

The details regarding Energy Conservation, Technology Absorption, Foreign Exchange Earnings and Outgo as required by section 134(3) (m) of the Companies Act, 2013 read with the Companies (Accounts) Rules, 2014 are given as below.

A. CONSERVATION OF ENERGY:**i. The steps taken or impact on conservation of energy:**

The operations of the Company are not power intensive. However it is very careful in using the power to reduce the cost of maintenance and conserve the resources.

ii. Steps taken by the Company for utilizing alternate sources of energy:

As the Company is not a huge manufacturing unit there are no requirements for utilizing of alternate sources of energy

iii. The capital investment on energy conservation equipments:

The Company has not made any additional investments and has not proposed any amount for reduction of consumption of energy.

B. TECHNOLOGY ABSORPTION:

- | | | |
|---|---|--|
| i) The efforts made towards technology absorption | : | NIL |
| (ii) The benefits derived like product improvement, cost reduction, product development or import substitution | : | NIL |
| (iii) In case of imported technology (imported during the last 3 years reckoned from the beginning of the financial year), following information may be furnished | : | |
| (a) The details of technology imported | : | No technology imported during the last 3 years |
| (b) The year of import | : | NA |
| (c) Whether the technology been fully absorbed | : | NA |
| (d) If not fully absorbed, areas where absorption has not taken place, and the reasons thereof | : | NA |
| (iv) The expenditure incurred on Research and Development | : | NIL |

C) FOREIGN EXCHANGE EARNINGS AND OUTGO:

Foreign Exchange earnings and outgo: (on receipts and payments basis)

(Rs. In Lacs)

Particulars	2017-18	2016-17
Foreign Exchange Earnings	1145.70	1275.95
Foreign Exchange Outgo	NIL	NIL

**BY THE ORDER OF THE BOARD
For Radix Industries (India) Limited**

Sd/-

**G. Raghu Rama Raju
Chairman & Managing Director
(DIN: 00453895)**

Place: Tanuku
Date : 14.08.2018

Form No. MGT-9

**EXTRACT OF ANNUAL RETURN
As on the financial year ended on 31/03/2018**

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

I. REGISTRATION AND OTHER DETAILS:

- i) CIN : L37200AP1993PLC016785
- ii) Registration Date : 23/12/1993
- iii) Name of the Company : RADIX INDUSTRIES (INDIA) LIMITED
- iv) Category / Sub-Category of the Company : Public Limited, Company Limited by Shares
- v) Address of the Registered Office and contact details : Door No. 4-243, Chivatam, Near NH-5 Road Tanuku, Andhra Pradesh -534211
- vi) Whether listed company : Yes
- vii) Name, Address and Contact details of Registrar and Transfer Agent, if any : **M/s Bigshare Services Pvt. Ltd,**
306, Right Wing Amrutha Ville
Opp. Yashoda Hospital, Rajbhavan Road
Somajiguda, Hyderabad - 500 082
Ph : 040-23374967

REGISTRATION AND OTHER DETAILS:**II. PRINCIPAL BUSINESS ACTIVITIES OF THE COMPANY**

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

Sl. No	Name and Description of main products and services.	NIC Code of the product/service.	% to total turnover of the Company
1	Human hair product	32904	100%

III. PARTICULARS OF HOLDING, SUBSIDIARY AND ASSOCIATE COMPANIES

The Company doesn't have any Subsidiary or Associate Companies.

Sl. No	Name and Address of the Company	CIN	Holding Subsidiary / Associate	% of Share Holding as an 31.3.2018	Applicable Section

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

(i) Category-wise Share Holding

Category of Shareholders	No. of Shares held at the beginning of the Year [As on 1 st April, 2017]				No. of Shares held at the end of the Year [As on 31 st March, 2018]				% Change during the Year
	Demat	Physical	Total	% of shares	Demat	Physical	Total	% of shares	
A. Promoters									
1. Indian	-	-	-	-	-	-	-	-	-
a. Individual/HUF	7215000	-	7215000	72.12	7215000	-	7215000	72.12	0
b. Central Govt	-	-	-	-	-	-	-	-	-
c. State Govt(s)	-	-	-	-	-	-	-	-	-
d. Bodies Corp.	-	-	-	-	-	-	-	-	-
e. Banks / FI	-	-	-	-	-	-	-	-	-
f. Any Other	-	-	-	-	-	-	-	-	-
Sub-total (A) (1):-	7215000	-	7215000	72.12	7215000	-	7215000	72.12	0
(2) Foreign	-	-	-	-	-	-	-	-	-
a) NRIs - Individuals	-	-	-	-	-	-	-	-	-
b) other Individuals	-	-	-	-	-	-	-	-	-
c) Body Corp	-	-	-	-	-	-	-	-	-
d) Banks / FI	-	-	-	-	-	-	-	-	-
e) Any Other.	-	-	-	-	-	-	-	-	-
Sub-total(A) (2):-	0	0	0	0	0	0	0	0	0
Total Share holding of promoter (A) = (A) (1) + (A) (2)	7215000	-	7215000	72.12	7215000	-	7215000	72.12	0
B. Public Share Holding									

1. Institutions									
a) Mutual Funds	-	-	-	-	-	-	-	-	-
b) Banks / FI	-	-	-	-	-	-	-	-	-
c) Central Govt	-	-	-	-	-	-	-	-	-
d) State Govt(s)	-	-	-	-	-	-	-	-	-
e) Venture Capital Funds	-	-	-	-	-	-	-	-	-
f) Insurance Companies	-	-	-	-	-	-	-	-	-
g) FIs	-	-	-	-	-	-	-	-	-
h) Foreign Venture Capital funds	-	-	-	-	-	-	-	-	-
i) Others (Specify)	-	-	-	-	-	-	-	-	-
Sub Total (B)(1)	-	-	-	-	-	-	-	-	-
2. Non-Institutions									
A) Bodies Corp.	2773	330	3103	0.03	2613	330	2943	0.03	0.00
i) Indian	-	-	-	-	-	-	-	-	-
ii) Overseas	-	-	-	-	-	-	-	-	-
B) Individuals	-	-	-	-	-	-	-	-	-
i) Individual Shareholders holding nominal share capital upto Rs. 1 Lakh	84580	61190	145770	1.46	83258	61030	144288	1.44	(0.02)
ii) Individual shareholders holding nominal share capital in excess of Rs 1 Lakh	1499600	1105000	2604600	26.03	1500743	1105000	2605743	26.04	0.01
Others (specify) Clearing Members	36247	-	36247	0.36	36806	-	36806	0.37	0.01
Non Resident Indians (NRI)	60	-	60	-	-	-	-	-	-
Sub-total (B)(2):	1623260	1166520	2789780	27.88	1623420	1166360	2789780	27.88	0
Total Public Shareholding (B)=(B)(1)+ (B)(2)	1623260	1166520	2789780	27.88	1623420	1166360	2789780	27.88	0
c) Shares held by Custodian for GDRs & ADRs	-	-	-	-	-	-	-	-	-
Grand Total (A+B+C)	8838260	1166520	10004780	100	8838420	1166360	10004780	100	0

(ii) Shareholding of Promoters

S.No	Promoter Name(s)	Shareholding at the beginning of the Year (01.04.2017)			Shareholding at the end of the Year (31.03.2018)			% Change in Share holding during the year.
		No. of Shares	% to Total Shares of the Company	% of Shares pledged / Encumbered to total shares	No. of Shares	% to Total Shares of the Company	% of Shares pledged / Encumbered to total shares	
1	Gokaraju Raghu Rama Raju	5880000	58.77	-	5880000	58.77	-	Nil
2	G Ganapathi Rama Prabhakara Raju	5000	0.05	-	5000	0.05	-	Nil
3	G Parvathi	1330000	13.29	-	1330000	13.29	-	Nil
	Total	7215000	72.12	-	7215000	72.12	-	Nil

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

S.No	Promoter Name(s)	Shareholding at the beginning of the Year (01.04.2017)			Shareholding at the end of the Year (31.03.2018)			% Change in Share holding during the year
		No. of Shares	% to total Shares of the Company	% of Shares pledged / Encumbered to total Shares	No. of Shares	% of total Shares of the Company		
NO CHANGE								

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

S.No	Name	Share Holding		Date	Increase Decrease in Shareholding	Reason	Cumulative Shareholding during the year (01.04.2017 to 31.03.2018)	
		No. of Shares at the Beginning (01.04.20 17)/ end of the year 31.03.2018)	% of total Shares of the Company				No. of Shares	% of total Shares of the Company
1	BHUPATIRAJU VENKATAPATI RAJU	300000	3.00	01.04.2017	0	Nil movement during the year		
		300000	3.00	31.03.2018	0		300000	3.00
2	KOSURI SARASWATHI	250000	2.50	01.04.2017	0	Nil movement during the year		
		250000	2.50	31.03.2018	0		250000	2.50
3	INDUKURI LAKSHMI	250000	2.50	01.04.2017	0	Nil movement during the year		
		250000	2.50	31.03.2018	0		250000	2.50
4	KANAKADURGA GADIRAJU	200000	2.00	01.04.2017	0	Nil movement during the year		
		200000	2.00	31.03.2018	0		200000	2.00
5	APPALARAJU GADIRAJU	200000	2.00	01.04.2017	0	Nil movement during the year		
		200000	2.00	31.03.2018	0		200000	2.00
6	KOLLURI PRAVEEN KUMAR	200000	2.00	01.04.2017	0	Nil movement during the year		
		200000	2.00	31.03.2018	0		200000	2.00
7	MP KIRAN VARMA	195570	1.95	01.04.2017	0	Nil movement during the year		
		195570	1.95	31.03.2018	0		195570	1.95
8	I SAROJINI DEVI	130000	1.30	01.04.2017	0	Nil movement during the year		
		130000	1.30	31.03.2018	0		130000	1.30
9	VIJAY BABU KATARI	120000	1.20	01.04.2017	0	Nil movement during the year		
		120000	1.20	31.03.2018	0		120000	1.20
10	KIRAN SAYYAPA RAJU	110000	1.10	01.04.2017	0	Nil movement during the year		
		110000	1.10	31.03.2018	0		110000	1.10

(v) Shareholding of Directors and Key Managerial Personnel

S.No	Name	Share Holding		Date	Increase Decrease in Shareholding	Reason	Cumulative Shareholding during the year (01.04.2017 to 31.03.2018)	
		No. of Shares at the Beginning (01.04.20 17)/ end of the year 31.03.2018)	% of total Shares of the Company				No. of Shares	% of total Shares of the Company
1	GOKARAJU RAGHU RAMA RAJU	5880000	58.77	01.04.2017	0	Nil movement during the year	5880000	58.77
		5880000	58.77	31.03.2018	0		5880000	58.77
2	G. PARVATHI	1330000	13.29	01.04.2017	0	Nil movement during the year	1330000	13.29
		1330000	13.29	31.03.2018	0		1330000	13.29
3	GANAPATHI RAMAPRABHA KARA RAJU GOKARAJU *	5000	0.05	01.04.2017	0	Nil movement during the year	5000	0.05
		5000	0.05	31.03.2018	0		5000	0.05
4	KIRAN PHANI VARMA MANTENA	195570	1.95	01.04.2017	0	Nil movement during the year	195570	1.95
		195570	1.95	31.03.2018	0		195570	1.95
5	SIDDHARDHA KATHARI	0	0	01.04.2017	0	Nil movement during the year	0	0
		0	0	31.03.2018	0		0	0
6	SIVARAMA PRASAD SURAPANENI	0	0	01.04.2017	0	Nil movement during the year	0	0
		0	0	31.03.2018	0		0	0
7	P. LENIN BABU (Company Secretary)	0	0	01.04.2017	0	Nil movement during the year	0	0
		0	0	31.03.2018	0		0	0

* Mr. Ganapathi Rama Prabhakara Raju is Director and CFO of the Company

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

Amount in Rs.

Particulars	Secured Loans excluding deposits	Unsecured Loans	Deposits	Total Indebtedness
Indebtedness at the beginning of the financial year	-	NIL	NIL	-
i) Principal Amount	4,85,49,725.55	NIL	NIL	4,85,49,725.55
ii) Interest due but not paid	NIL	NIL	NIL	NIL
iii) Interest accrued but not due	2,25,814.00			2,25,814.00
Total (i + ii + iii)	4,87,75,539.55	NIL	NIL	4,87,75,539.55
Change in Indebtedness during the financial year				
• Addition				
• Reduction	1,30,00,289.20	NIL	NIL	1,30,00,289.20
Net Change	1,30,00,289.20	NIL	NIL	1,30,00,289.20
Indebtedness at the end of the financial year				
i) Principal Amount	3,57,75,250.35			3,57,75,250.35
ii) Interest due but not paid	NIL	NIL	NIL	NIL
iii) Interest accrued but not due	2,62,705.00			2,62,705.00
Total (i + ii + iii)	3,60,37,955.35	NIL	NIL	3,60,37,955.35

VI. REMUNERATION OF DIRECTORS AND KEY MANAGERIAL PERSONNEL

(i). Remuneration to Managing Director, Whole-time Directors and/or Manager:

SNo	Particulars of Remuneration	Name of Managing Director	Total Amount
		G. RAGHU RAMA RAJU	
1.	Gross Salary (a) Salary as per provisions contained in Section 17(1) of the Income Tax Act, 1961 (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	7,00,000	7,00,000
2.	Stock Option	NIL	NIL
3.	Sweat Equity	NIL	NIL
4.	Commission • As a % of profit • Others, specify	NIL	NIL
5.	Others please specify (Performance Pay)	NIL	NIL
	Total A	7,00,000	7,00,000
	Ceiling as per the Act	12,00,000	as approved by members

(ii). Remuneration to other directors: Nil

SNo	Particulars of Remuneration	Name of Directors				Total Amount
3.	Independent Directors <ul style="list-style-type: none"> • Fee for attending Board Committee Meetings • Commission • Others please specify 	NIL	NIL	NIL	NIL	NIL
	Total (1)	NIL	NIL	NIL	NIL	NIL
4.	others Non Executive Directors <ul style="list-style-type: none"> • Fee for attending Board Committee Meetings • Commission • Others please specify 	NIL	NIL	NIL	NIL	NIL
	Total (2)	NIL	NIL	NIL	NIL	NIL
	Total B= (1) + (2)	NIL	NIL	NIL	NIL	NIL
	Total Managerial Remuneration	NIL	NIL	NIL	NIL	NIL
	Overall Ceiling as per the Act	One Lakh per meeting per director				

(iii). REMUNERATION TO KEY MANAGERIAL PERSONNEL OTHER THAN MD/MANAGER/WTD

SNo	Particulars of Remuneration	Key Managerial Personnel			Total Amount
		CEO	Company Secretary	CFO	
					Rs.
1.	Gross Salary (a) Salary as per provisions contained in Section 17(1) of the Income Tax Act, 1961	NIL	3,24,000	NIL	3,24,000
	(b) Value of perquisites u/s 17(2) Income Tax Act, 1961				
	(c) Profits in lieu of salary under Section 17(3) Income Tax Act, 1961				
2.	Stock Option	NIL	NIL	NIL	NIL
3.	Sweat Equity	NIL	NIL	NIL	NIL
4.	Commission <ul style="list-style-type: none"> • As a % of profit • Others, specify 	NIL	NIL	NIL	NIL
5.	Others please specify	NIL	NIL	NIL	NIL
	Total A	NIL	3,24,000	NIL	3,24,000

VII. PENALTIES / PUNISHMENT/ COMPOUNDING OF OFFENCES:

Type	Section of the Companies Act.	Brief Description	Details of Penalty /Punishment/ Compounding fees imposed	Authority (RD/ NCLT/ Court)	Appeal made if any (give details)
A. Company					
Penalty					
Punishment					
Compounding					
B. Directors					
Penalty					
Punishment					
Compounding					
C. others officers in default					
Penalty					
Punishment					
Compounding					

**BY THE ORDER OF THE BOARD
For Radix Industries (India) Limited**

**Sd/-
G. Raghu Rama Raju
Chairman & Managing Director
(DIN: 00453895)**

**Place: Tanuku
Date : 14.08.2018**

B. MANAGEMENT DISCUSSION & ANALYSIS**OVERVIEW:**

The financial statements have been prepared in compliance with the requirements of the Companies Act, 2013, guidelines issued by the Securities and Exchange Board of India (SEBI) and other statutory requirements. Our Management accepts responsibility for the integrity and objectivity of these financial statements, as well as for various estimates and judgments used therein. The estimates and judgments relating to the financial statements have been made on a prudent and reasonable basis, so that the financial statements reflect in a true and fair manner the form and substance of transactions and reasonably present our state of affairs, profits and cash flows for the year.

INDUSTRY STRUCTURE AND DEVELOPMENT:**ECONOMIC OVERVIEW**

India has emerged as the fastest growing major economy in the world as per the Central Statistics Organisation (CSO) and International Monetary Fund (IMF). The GDP growth estimate for the fiscal year 2017-18 is at a four-year low of 6.5% in the current fiscal, mainly due to the poor performance of agriculture and manufacturing sector, as against 7.1% in the last fiscal. The Economic Survey report 2017-18 has estimated the economic growth rate in the fiscal year 2019 between 7% and 7.5%. Notably, the International Monetary Fund has projected a 7.8% growth rate for India in 2019.

India dropped from the top spot globally, but it continued to reflect high confidence that it has held for the past three years among 63 countries that Nielsen covers in its Consumer Confidence Index built on an online survey every quarter since 2005.

GLOBAL INDUSTRY OVERVIEW

The Wig industry has also suffered a certain impact, but still maintained a relatively optimistic growth in the past four years, Wig market size to maintain the average annual growth rate of 11.31% from 4800 million \$ in 2013 to 6620 million \$ in 2016, BisReport analysts believe that in the next few years, Wig market size will be further expanded, we expect that by 2021, The market size of the Wig will reach 10670 million \$.

Globally, around three-fourths of wigs and hairpieces sold are made up of synthetic materials, mainly due to their variety and economical pricing. Human-hair wigs usually retail at a higher price, depending on the quality and texture of the hair utilized. These natural hair wigs have a higher revenue share as compared to the synthetic hair wigs.

Innovation in technology has significantly improved quality for synthetic hair leading to high demand for this product segment. Synthetic wigs are historically pre-styled and can get damaged by heat exposure. Emerging R&D in fiber technology is allowing consumers to style wigs as per the wearer's preference and can also withstand damaging done by styling and curling tools. While natural hair is still preferred over synthetic hair, human hair products have premium pricing as compared to that of synthetic hair wigs.

OPERATIONS:

During the year under review, Company has made a revenue of Rs.1206.58 Lacs in the current financial year as compared to Rs. 1386.28 Lacs for the previous financial year. Your Company has posted net profit after tax of Rs.126.22 Lacs in the current year as compared to Rs. 125.47 Lacs in the previous financial year.

FUTURE OUTLOOK:

The Company has started its operations in the new line of business in the FY 2012-13, after going through the process of restructuring and was able to make some good revenue year after year and in the FY 2017-

18, due to slow down in the economy, there was slight decrease in the revenue from operations of the Company maintaining the profit intact.

Management is actively considering to explore new markets and to bag big orders in the overseas market.

OPPORTUNITIES & THREATS

Strength: Huge demand for Hair produced in India in foreign countries, providing high export potential.

Weakness: To get the Hairs for the manufacturing of wigs whenever required is not possible. So it needs to be purchased in bulk quantity whenever it is available, requiring heavy capital investments in stocks.

Opportunities: Asian hair grows the fastest and has the greatest elasticity, making it the most preferred wigs around the world. There is huge demand for human hair and Articles of human hair in China, Brazil, Spain, Korea, U.K, Hong Kong, Indonesia, Italy, Austria, Germany etc.

Threats: Earlier the industry experienced serious threat from synthetic hair. However, the synthetic hair had not found favor with the consumers, as it is said to have caused allergic problems and cancer. Other perceived threats are Un Organized Sector, largely dependent on overseas market and normal market competition.

SEGMENT WISE /PRODUCT WISE PERFORMANCE :

HAIR PRODUCT: During the year under review, Company has made a revenue of Rs.1206.58 Lacs in the current financial year as compared to 1386.28Lacs for the previous financial year. Your Company has posted net profit after tax of Rs.126.22 Lacs in the current year as compared to Rs. 125.47 Lacs in the previous financial year.

RISK & CONCERNS : Earlier the industry experienced serious threat from synthetic hair. However, the synthetic hair had not found favor with the consumers, as it is said to have caused allergic problems and cancer. Other perceived threats are Un Organized Sector, largely dependent on overseas market and normal market competition.

INTERNAL CONTROL SYSTEM AND ITS ADEQUACY

The philosophy we have with regard to internal control systems and their adequacy has been formulation of effective systems and their strict implementation to ensure that assets and interests of the Company are safeguarded; checks and balances are in place to determine the accuracy and reliability of accounting data. The Company has a well defined organization structure with clear functional authority, limits for approval of all transactions. The Company has a strong reporting system, which evaluates and forewarns the management on issues related to compliance. Company updates its internal control system from time to time, enabling it to monitor employee adherence to internal procedures and external regulatory guidelines.

FINANCIAL PERFORMANCE WITH RESPECT TO OPERATIONAL PERFORMANCE:

The highlights of overall performance are as follows

(Rs in Lacs)

Particulars	2017-18	2016-17
Total Income	1206.58	1386.28
Total Expenses	1033.87	1191.91
Profit Before Taxation	172.71	194.36
Profit after Tax	126.23	125.47
Earnings per Equity share - Basic & Diluted	1.26	1.25

PERSONNEL:

Human wealth is the ultimate wealth in for any industry. The Company recognizes this fact and understands that employees are one of the most important sources for sustained growth of any business. Quality personnel delivering their optimum potential for the organization is the key differentiator. The Company maintained good relations with its employees and there was no unrest in the Company at any point of time.

Industrial relations in the organization continued to be cordial and progressive.

MATERIAL DEVELOPMENTS IN HUMAN RESOURCES/ INDUSTRIAL RELATIONS FRONT INCLUDING NUMBER OF PEOPLE EMPLOYED:

There were no material developments in the human resources of the Company and in the number of people employed in the Company

HEALTH AND SAFETY:

The Company places considerable emphasis on health and safety throughout its operation and displays commitment to ensure the high standards being maintained in compliance with applicable laws and regulations.

FORWARD LOOKING / CAUTIONARY STATEMENT:

Certain statements in the Management Discussion & Analysis Report detailing the Company's objectives, projections, estimates, expectations or predictions may be forward looking statements within the meaning of applicable securities laws and regulations. These statements being based on certain assumptions and expectation of future event, actual results could differ materially from those expressed or implied. Important factors that could make a difference to the Company's operations include economic conditions affecting domestic demand supply conditions, finish goods prices, changes in Government Regulations and Tax regime etc. The Company assumes no responsibility to publically amend, modify or revise any forward looking statements on the basis of subsequent developments, information or events.

**BY THE ORDER OF THE BOARD
For Radix Industries (India) Limited**

**Sd/-
G. Raghu Rama Raju
Chairman & Managing Director
(DIN: 00453895)**

**Place: Tanuku
Date : 14.08.2018**

Details pursuant to Section 197 of the Companies Act, 2013 read with Rule 5 of the Companies (Appointment and Remuneration of Managerial Personnel) Rules, 2014

- i) **The percentage increase in remuneration of each Director, Chief Financial Officer and Company Secretary during the financial year 2017-18, ratio of the remuneration of each Director to the median remuneration of the employees of the company for the financial year 2017-18**

Sr. No.	Name of Director/ KMP and Designation	Financial year 2017-18		
		*Remuneration of Director KMP	% increase in Remuneration	Ratio of Remuneration of each Director to median remuneration of employees
1	G. Raghu Rama Raju (Managing Director)	1200000	Members in their 23 rd AGM have appointed Sri G Raghu Rama Raju as Managing Director for a period of Three years at a remuneration of Rs. 1.00 Lakhs per month.	10.00
2	P. Lenin Babu (Company Secretary)	324000	28%	2.70
3	G. Rama Prabhakara Raju (Chief Financial Officer)	Nil	NA	NA

- ii) **The median remuneration of employees' of the Company during the financial year:**

The median remuneration of employees' of the Company during the financial year was Rs 1,20,000/- p.a

- iii) **The percentage increase in the median remuneration of employees in the financial year:**

The percentage increase in the median remuneration of employees in the financial year ending March 31, 2018 was -16.67%

- iv) **The number of permanent employees on the rolls of Company as at March 31, 2018:**

There were 17 permanent employees on the rolls of Company as on 31st March, 2018.

- viii) **Average percentile increase already made in the salaries of employees other than the managerial personnel in the last financial year and its comparison with the percentile increase in the managerial remuneration and justification thereof and point out if there are any exceptional circumstances for increase in the managerial remuneration: NA**

The are no other employees drawing Rs 8.50 Lacs per month or Rs. 102.00 Lacs per annum, whether employed through out the year or part of the Financial year.

There are no employees in the service of the Company covered under Rule 5 (2) (iii) of the Companies (Appointment and Remuneration of Managerial Personnel) Rules, 2014

Company affirm that the remuneration is as per the remuneration policy of the Company

**BY THE ORDER OF THE BOARD
For Radix Industries (India) Limited**

Sd/-

**G. Raghu Rama Raju
Chairman & Managing Director
(DIN: 00453895)**

Place: Tanuku
Date : 14.08.2018

Statement of Particulars of Employees Pursuant to Provisions of Rule 5(2) of Section 197(12) of the Companies Act 2013 read with Companies (Appointment and Remuneration of Managerial Personnel) Rules, 2014.

Sl. No	Name of the Employee	Designation	Remuneration (Per Annum)	Nature of Employment (whether Contractor or otherwise)	Qualification & Experience	Date of Commencement of Employment	Age	Last Employment of such Employee	% of Equity Shares held of the Employee	Whether the employee is relative of any director / Manager, if yes name such Director and Manager
1.	G. Raghu Rama Raju	Managing Director	1200000	Regular	MBA	29.12.2011	52	Arqube Industries (India) Ltd	58.77	Relative of Smt. G. Parvathi, Director
2.	P. Lenin Babu	CS	324000	Regular	ACS	11.02.2016	47	Meenakshi Energy & Infrastructure Holdings Pvt. Ltd.,	0	NA
3.	V.Singa Raju	Production Executive	273600	Regular	Technical	01.07.2015	42	Arqube Industries Ltd.	0	NA
4.	K. Phani Babu	Tech Executive	216000	Regular	Technical	01.04.2015	24		0	NA
5.	T. Badri Narayana	Accounts Officer	216000	Regular	PGDAFMT	01.01.2018	37	Sri Venkataraya Threads Pvt Ltd	0	NA
6.	Balaji Valluri	Accounts Officer	208000	Regular	M.Com	01.07.2015	37	Andhra Sugar Ltd.,	0	NA
7.	V. Rama Chandra Raju	Asst. Production Executive	162600	Regular	Technical	01.07.2015	37	Arqube Industries Ltd.	0	NA
8.	V. Pradeep Raju	Technical Asst.	144000	Regular	Technical	01.04.2015	35	Arqube Industries Ltd.	0	NA
9.	B. Venkata Seetha Ramaraju	Production Asst.	120000	Regular	Technical	01.04.2015	34	Arqube Industries Ltd.	0	NA
10.	I. Naga Krishnam Raju	Office Asst.	128600	Regular	B.Com	01.04.2015	24	NIL	0	NA

**BY THE ORDER OF THE BOARD
For Radix Industries (India) Limited**

**Sd/-
G. Raghu Rama Raju
Chairman & Managing Director
(DIN: 00453895)**

**Place: Tanuku
Date : 14.08.2018**

C. REPORT ON CORPORATE GOVERNANCE

1. COMPANY'S PHILOSOPHY ON THE CODE OF GOVERNANCE

The Company believes in transparency, empowerment, accountability and integrity in its operations duly delegated authority to various functional heads that are responsible for attaining the corporate plans with the ultimate purpose of enhancement of "Stake holder value".

Moreover, the Company believes that sound Corporate Governance practices that provide an important platform to assist the management and the Board in delivering its responsibilities. The Company has always been taking the spirit of various legislations as guiding principles and has done well beyond simple statutory compliance. The Board of directors of the company has the responsibility of protecting the long term interests of all the stakeholders, while adhering to sound principles of corporate governance.

The Company has professionals on its Board of Directors who are actively involved in the deliberations of the Board on all important policy matters.

2. BOARD OF DIRECTORS

The Company upholds the policy of having an optimum combination of Executive, Non- Executive and Independent Directors and not less than fifty percent of the Board of Directors being independent including a women director on the Board of the Company.

Where the Chairman of the Board is a non-executive director, at least one-third of the Board should comprise of independent directors and in case the company does not have a regular non-executive Chairman, at least 50% of the Board should comprise independent director

The Board of Directors of the Company consists of Six (6) Directors. To ensure, transparent and professional conduct of board meeting procedures in all aspects related thereto, fifty percent (50%) i.e. 3 out of 6 directors are Independent directors. The composition of the directors is in accordance with the Regulations of the Securities Exchange board of India (Listing Obligations and Disclosure Requirements), Regulations, 2015.

There are no pecuniary relationships or transactions with Independent Non Executive Directors.

During the Financial year, 2017-18, Board of Directors met (4) Four times and gap between two Board meetings did not exceed 120days.

30.05.2017	10.08.2017	14.11.2017	12.02.2018
------------	------------	------------	------------

The Company provides for familiarisation programmes to any new member on the Board.

Familiarization Programme

It is the general practice of the Company to notify the changes in all the applicable laws from time to time in every Board Meeting conducted and inform new Board member and conduct familiarization programmes to make them familiar with all the provisions and rules as applicable to the company from time to time.

The details of familiarisation programme imparted to independent Directors is available at www.radixindustries.in

The attendance at the Board Meetings conducted during the 12 months period ended 31st March, 2018 and at the Annual General Meeting and also the number of Directorships and committee memberships (other than Radix Industries (India) Limited) are given below:

Name of Director	Category	Designation	No. of Board Meetings Attended	Attendance at previous AGM held on 25.09.2017	No. of Chairmanship / Memberships in other companies (excluding private limited Companies)			No. of Shares Held
					Boards	Chairmanship	Committees	
G. Raghu Rama Raju	Promoter Executive	Managing Director	4	Yes	1	Nil	1	5880000
G. Parvathi	Promoter Non Executive	Director	4	Yes	2	Nil	Nil	1330000
G Ganapathi Rama Prabhakara Raju	Promoter Non Executive	Director	4	Yes	Nil	Nil	Nil	5000
M. Kiran Phani Varma	Independent Non-Executive	Director	4	Yes	Nil	Nil	Nil	195570
Siddhardha Kathari	Independent Non-Executive	Director	4	Yes	Nil	Nil	Nil	Nil
Sivarama Prasad Surapaneni	Independent Non-Executive	Director	4	NA	Nil	Nil	Nil	Nil

The Directorships held by Directors in other Companies, as mentioned above do not include Directorships in Foreign Companies, Companies Registered under Section 8 of the Companies Act, 2013 and Private Limited Companies

In accordance with SEBI (Listing Obligation and Disclosure Requirements) Regulation, 2015, memberships/ chairmanships of Audit Committees and Stakeholders Relationship Committees in all public Limited companies (excluding RADIX Industries (India) Limited) has been considered.

COMMITTEES OF THE BOARD:

Currently, there are Three Board Committees - Audit Committee, Nomination and Remuneration Committee, Shareholders/ Investors Grievance Redressal Committee.

The terms of reference of the Board Committees are determined by the Board from time to time. Meetings of each Board, Committee are convened by the Chairman of the respective Committees.

The role and composition of these Committees, including the number of meetings held during the financial year and the related attendance are provided below:

3. AUDIT COMMITTEE

The Audit Committee consists of 3 Independent Directors. It provides assistance to the Board of Directors in fulfilling its oversight responsibilities. The Audit committee has been entrusted with the responsibilities as laid down under Section 177 of the Companies Act, 2013 and Regulation 18 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, to the extent applicable and required.

Details on composition of the Audit Committee and the attendance by each Member of the Audit Committee are as under:

Name of the Director	Category	No. of meetings entitled to attend during the year	No. of meetings Attended
Sri. Siddhardha Kathari	Chairman	4	4
Sri. M. Kiran Phani Varma	Member	4	4
Sri. Sivarama Prasad Surapaneni	Member	4	4

Meetings during the year:

During the Financial year 2017-18, the Audit Committee met Four (4) times as follows, and all the members were present in each of such meetings.

30.05.2017	10.08.2017	14.11.2017	12.02.2018
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Terms of Reference:

The terms of reference of the Audit Committee are as per SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, and Section 177 of the Companies Act, 2013 and includes such other functions as may be assigned to it by the Board from time to time.

(i) Powers of Audit Committee:

- To investigate any activity within its terms of reference.
- To seek information from any employee
- To obtain outside legal or other professional advice.
- To secure attendance of outsiders with relevant expertise, if it considers necessary.

(ii) Role of the Audit Committee includes:

1. Oversight of Company's financial reporting process and disclosure of its financial information to ensure that the financial statements are correct, sufficient and credible.
2. Recommending to the Board, the appointment, re-appointment and if required, the replacement or removal of auditors and fixation of audit fee.
3. Approval of payment to statutory auditors for any other services rendered by them.
4. Reviewing, with the management, the annual financial statements before submission to the Board for approval, with particular reference to:
 - a. matters required to be included in the Director's Responsibility Statement to be included in the Board's report in terms of clause (c) of sub-section 3 of Section 134 of the Companies Act, 2013
 - b. changes, if any, in accounting policies and practices and reasons for the same
 - c. major accounting entries involving estimates based on the exercise of judgment by management
 - d. significant adjustments made in the financial statements arising out of audit findings
 - e. compliance with listing and other legal requirements relating to financial statements
 - f. disclosure of any related party transactions

- g. review of draft Auditors Report, in particular qualifications / remarks / observations made by the Auditors on the financial statements
 - h. Management Discussion and Analysis of financial conditions and results of operations
5. Review of Statement of significant related party transactions submitted by the management.
 6. Review of management letters/letters of internal control weaknesses issued by the statutory auditors.
 7. Review of internal audit reports relating to internal control weaknesses.
 8. Review of appointment, removal and terms of remuneration of the Chief Internal Auditor.
 9. Reviewing, with the management, the quarterly financial statements before submission to the Board for approval
 10. Review of the financial statements of subsidiary Companies
 11. Review and monitor the auditor's independence and performance and effectiveness of audit process
 12. Approval or any subsequent modification of transactions of the Company with related parties
 13. Scrutiny of inter-corporate loans and investments
 14. Valuation of undertakings or assets of the Company, wherever it is necessary
 15. Evaluation of internal financial controls and risk management systems
 16. To look into the reasons for substantial defaults in the payment to the shareholders (in case of non-payment of declared dividends) and creditors
 17. Reviewing, with the management, the statement of uses / application of funds raised through an issue (public issue, rights issue, preferential issue, etc.), the statement of funds utilized for purposes other than those stated in the offer document/prospectus/notice and the report submitted by the monitoring agency monitoring the utilization of proceeds of a public or rights issue and making appropriate recommendations to the Board to take up steps in this matter.
 18. Reviewing, with the management, performance of statutory and internal auditors, adequacy of the internal control systems
 19. Reviewing the adequacy of internal audit function, if any, including the structure of the internal audit department, staffing and seniority of the official heading the department, reporting structure coverage and frequency of internal audit
 20. Discussion with internal auditors of any significant findings and follow up there on
 21. Reviewing the risk management policies, practices and the findings of any internal investigations by the internal auditors into matters where there is suspected fraud or irregularity or a failure of internal control systems of a material nature and reporting the matter to the Board
 22. Discussion with statutory auditors before the audit commences, about the nature and scope of audit as well as post-audit discussion to ascertain any area of concern.
 23. To review the functioning of the Whistle Blower Mechanism
 24. Approval of appointment / reappointment / remuneration of CFO (or any other person heading the finance function or discharging that function) after assessing the qualifications, experience & background, etc. of the candidate
 25. The Audit Committee discharges its functions and obligations on regular basis and on the occurrence of the events.

4. NOMINATION AND REMUNERATION COMMITTEE:

The Nomination and Remuneration Committee has been formed in compliance of Regulation 19 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, and pursuant to Section 178 of the Companies Act, 2013 comprising of 3 Independent Directors.

Details on composition of the Nomination and Remuneration Committee and the attendance by each Member of the Nomination and Remuneration Committee are as under:

The committee comprises of the following members:

Name of the Director	Category	No. of meetings entitled to attend during the year	No. of meetings Attended
Sri. M. Kiran Phani Varma	Chairman	1	1
Sri. Siddhardha Kathari	Member	1	1
Sri. Sivarama Prasad Surapaneni	Member	1	1

Meetings during the year:

During the Financial year ended 31st March, 2018, the Nomination and Remuneration Committee met One time (i,e) on 10th August, 2017 and all the members were present in the meeting.

Terms of Reference:

- Attraction and Retention strategies for employees.
- Determine the compensation (including salaries and salary adjustments, incentives / benefits, bonuses) and Performance targets of the Chairman, Managing Director, COO, CFO, CEO & other senior management personnel
- Review employee development strategies.
- Formulate a criteria for determining qualifications, positive attributes and independence of a director;
- Recommend to the Board a policy for the remuneration of directors, key managerial personnel and other employees;
- Identify and nominate for the approval of the Board, candidates to fill Board vacancies as and when they arise.
- Recommend the appointment of any director to executive or other employment/place of profit in the Company;
- Recommend the sitting fees to be paid to Non Executive Directors;

Shareholding of Non-Executive Director as on 31.03.2018:

Name of Director	No of Shares	%
G. Parvathi	1330000	13.29
G. Ganapathi Rama Prabhakara Raju	5000	0.05
M. Kiran Phani Varma	195570	1.95
Kathari Siddhartha	Nil	Nil
Sivarama Prasad Surapaneni	Nil	Nil

Remunerations of Directors

- I. Non executive directors of the Company do not have any pecuniary relationship or transactions with the in the company.
- II. Company does not make any payments to non Executive Directors
- III. **Disclosures with respect to remuneration: in addition to disclosures required under the Companies Act, 2013:**
 - i) all elements of remuneration package of individual directors summarized under major groups, such as salary, benefits, bonuses, stock options, pension etc.

S.No.	Name	Salary Rs.	Benefits	bonuses, stock options, pension etc
1	G Raghu Rama Raju	1,00,000/- per month	NA	NA

- ii) details of fixed component and performance linked incentives, along with the performance criteria- **Not Applicable**
- iii) service contracts, notice period, severance fees- **Not Applicable**
- iv) stock option details, if any and whether issued at a discount as well as the period over which accrued and over which exercisable - **Not Applicable**

5. STAKEHOLDERS RELATIONSHIP COMMITTEE

The Stakeholders Relationship committee has been formed in compliance of Regulation 20 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, and pursuant to Section 178(5) of the Companies Act 2013. The Stakeholders Relationship Committee consists of 3 Independent Directors.

Terms of reference

1. Formulation of procedures in line with the statutory guidelines to ensure speedy disposal of various requests received from shareholders from time to time;
2. monitors expeditious redressal of investor grievance matters received from the stock exchanges, SEBI, registrar of companies, monitoring redressal of queries / complaints received from members relating to transfers, non-receipt of annual report, non receipt of dividend, redressal of grievances of shareholders, debenture holders and other security holders To approve, register, refuse to register transfer / transmission of shares and other securities ;
3. To sub-divide, consolidate and / or replace any share or other securities certificate(s) of the Company;
4. To authorise affixation of common seal of the Company;
5. To issue duplicate shares, other security(ies) certificate(s) in lieu of the original share/security(ies) certificate(s) of the Company;
6. To approve the transmission of shares or other securities arising as a result of death of the sole/ any joint shareholder;
7. To review of dematerialization or rematerialization of the issued shares and other related matters;
8. To further delegate all or any of the power to any other employee(s), officer(s), representative(s), consultant(s), professional(s), or agent(s); and
9. Carrying out any other function contained in the equity listing agreements as and when amended from time to time

Composition

The committee comprises of the following members:

- Sri. M Kiran Phani Varma – Chairman
- Sri Siddhardha Kathari – Member
- Sri Sivarama Prasad Surapaneni – Member

Mr Lenin Babu P, Company Secretary of the Company act as Compliance officer of the Company

The company has registered itself under SEBI Compliant Redressal System (**SCORES**) for faster and transparent processing of Investor Grievance. The details of Complaints receive and resolved during the year is as follows:

1	PENDING AT THE BEGINNING OF THE YEAR	0
2	RECEIVED DURING THE YEAR	0
3	DISPOSED OF DURING THE YEAR	0
4	REMAINING UNRESOLVED AT THE END OF THE YEAR	0

There are no outstanding complaints as on 31st March, 2018

6. GENERAL BODY MEETINGS:

Last three AGMs were held at registered office of the Company at D.No. 4-243, Chivatam, Near NH-5 Road Tanuku - 534211 West Godavari District, Andhra Pradesh

Year	AGM	Day & Date	Time	Special Resolutions passed at the AGMs by the Shareholders
2017	23 rd	Monday, 25 th September 2017	11.00 A.M	NIL
2016	22 nd	Monday, 26 th September 2016	11.00 A.M	NIL
2015	21 st	Monday, 28 th September 2015	11.00 A.M	NIL

Postal ballot:

There were no items of business transacted by way of Postal Ballot during the financial year 2017-2018.

7. MEANS OF COMMUNICATION:

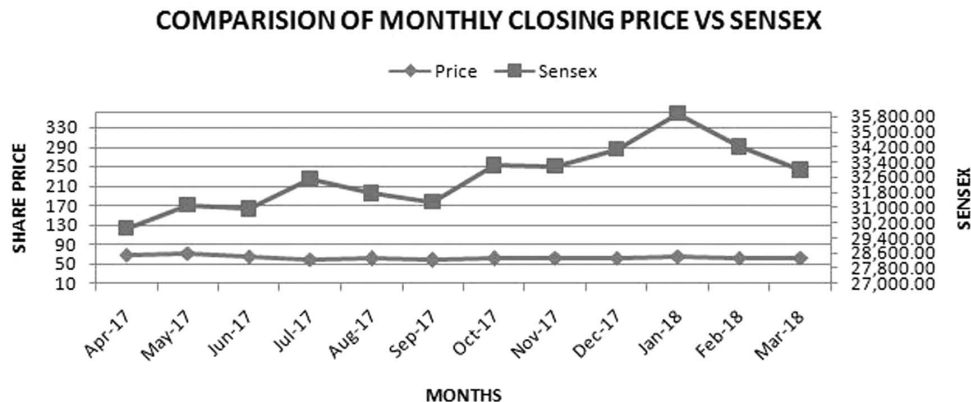
- a. Quarterly Financial Results are furnished within the time frame to all the concerned Stock Exchanges
- b. The Quarterly results are also published in English in Financial Express and in Telugu (Regional Language) in Prajashakthi.
- c. Results are also uploaded on the website of the company www.radixindustries.in
- d. No presentations were made to the analysts or institutional investors during the year under review except the results are mailed electronically to those who have requested for regular information.
- e. All material information about the Company is promptly sent through mail to the Stock Exchanges where the Company's shares are listed and uploaded on the online platform of the stockexchanges.
- f. The Company's website www.radixindustries.in contains separate dedicated section 'Investor information' where in full Annual Report is also available in a user- friendly and downloadable format.

8. GENERAL SHAREHOLDER INFORMATION:

- Annual General Meeting** : 24th Annual General Meeting
- Day, Date and time** : Thursday 20thSeptember, 2018, 11.00 AM
- Venue** : D.No. 4-243, Chivatam, Near NH-5 Road,
Tanuku - 534211, West Godavari District,
Andhra Pradesh.
- Financial year** : 01.04.2017 to 31.03.2018 (12 Months)
- Book Closure Date** : 14th September, 2018 to 20th September 2018
(Both days inclusive).
- Dividend** : The proposed dividend if approved at ensuing
AGM on 20.09.2018 will be distributed within
30 days of AGM
- Listing on Stock Exchanges** : The BSE Limited, Mumbai
- Scrip Code Number** : 531412 - **BSE**
- Market Price Data** : Monthly Closing, High, Low and number of equity
shares traded during each month in the year
2017-18 on BSE:

Month	Closing price	High	Low	Total no of equity shares traded
Apr-17	70	74	70	458
May-17	72	72	69.5	2833
Jun-17	65	72.95	65	2480
Jul-17	60.2	63.1	60	415
Aug-17	61	69.5	59.85	2576
Sep-17	58	61.5	58	1462
Oct-17	61.3	61.3	60	557
Nov-17	63.3	64.35	62	2265
Dec-17	63.6	63.6	63.55	1250
Jan-18	66.75	66.75	66.75	10
Feb-18	63	64	63	340
Mar-18	62.5	62.5	61.5	5650

The performance of the equity Share price of the Company vis-vis Sensex at BSE:



Registrars and Transfer Agents : Share Transfers & Communication regarding Share Certificates, Dividends & Change of Address may be sent to

M/s. Bigshare Services Private Limited
Local office at 306, Right Wing, Amrutha Ville,
Opp. Yashoda Hospital, Somajiguda,
Rajbhavan Road, Hyderabad – 500 082

Share Transfer System :

The R&T agents process the share transfers received in physical form and the share certificates are returned within 15 days from the date of receipt, subject to the documents being valid and complete in all respects. The Board has delegated the authority for approving transfer, transmission etc of the Company's securities to the Stakeholders relationship committee.

The Company obtains half yearly Certificate of Compliance with the Share Transfer formalities as required under Regulation 40 of SEBI (Listing Obligation and Disclosure Requirements) Regulations, 2015 with Stock exchanges from a Company Secretary in practice and the same is submitted to the Stock Exchanges within the period prescribed.

Distribution of Shareholdings as on 31.03.2018:

Equity shares holding of Nominal Value (Rs)	No. of shareholders	%	Amount (in Rs)	%
Upto 5000	738	92.14	320510	0.32
5001 to 10000	10	1.25	78650	0.08
10001 to 20000	2	0.25	28790	0.03
20001 to 30000	7	0.88	180290	0.18
30001 to 40000	5	0.62	164470	0.16
40001 to 50000	1	0.12	50000	0.05
50001 to 100000	9	1.12	700700	0.70
100001 & above	29	3.62	98524390	98.48
Total	801	100	100047800	100

DEMATERIALIZATION OF SHARES AND LIQUIDITY

The Company has obtained electronic connectivity with NSDL & CDSL. The ISIN allotted to the Company is **INE576N01014**. As on 31.03.2018, 88.34 % paid up share Capital of the Company is in dematerialized form.

Outstanding GDR's / ADR's / Warrant or any convertible instruments, conversion date and likely impact on Equity:

The Company has not issued any of these instruments till date.

COMMODITY PRICE LIST OR FOREIGN EXCHANGE WITH AND HEDGING ACTIVITY :

Company regularly enters into forward contracts to mitigate the foreign exchange risk

Address for correspondence : D.No. 4-243, Chivatam, Near NH-5 Road, Tanuku - 534211
West Godavari District, Andhra Pradesh

Plant Office : D.No. 4-243, Chivatam, Near NH-5 Road, Tanuku - 534211
West Godavari District, Andhra Pradesh

Nomination Facility:

Shareholders holding shares in physical form and desirous of making a nomination in respect of their shareholding in the Company as permitted under Section 72 of the Companies Act, 2013, and the rules made thereunder shareholders are requested to send their request in SH-13 in duplicate to the company.

Other Disclosures:

- a) There are no materially significant related party transactions i.e., transactions material in nature, with its promoters, the Directors or the Management, their subsidiaries or relatives, etc., having potential Conflict with the interests of the Company at large.
- b) Details on non-compliance by the Company, penalties and strictures imposed on the Company by stock Exchange or SEBI or any statutory authority, on any matter related to capital markets, during the last three years: None
- c) The company has formulated and adopted formal whistle blower / vigil mechanism policy and the same is hosted on the company's website and no concerned person has been denied access to Audit Committee.
- d) Details of compliance with mandatory requirements and adoption of non-mandatory requirements of the clause Pursuant to Regulation 34 read Schedule V of Securities Exchange Board of India (Listing Obligations and Disclosure Regulations) 2015 the Company confirms that it has complied with all mandatory requirements prescribed.
- e) Material subsidiary policy is hosted in our website www.radixindustries.inThe following is the weblink: <http://radixindustries.in/wp-content/uploads/2016/04/Policy-for-determining-material-subsidiaries-1.pdf>
- f) Related party transaction policy is hosted in our website www.radixindustries.in.The following is the weblink: <http://radixindustries.in/wp-content/uploads/2016/04/Policy-on-Related-Party-Transactions-1-1.pdf>
- g) disclosure of commodity price risks and commodity hedging activities. NA

Regulation	Particulars of Regulation	Compliance Status Yes / No
17	Board of Directors	Yes
18	Audit Committee	Yes
19	Nomination and Remuneration Committee	Yes
20	Stakeholders Relationship Committee	Yes
21	Risk Management Committee	NA
22	Vigil Mechanism	Yes
23	Related Party Transactions	Yes
24	Corporate Governance Requirements with respect to Subsidiary of listed entity	NA
25	Obligations with respect to Independent Directors	Yes
26	Obligation with respect to Directors and Senior Management	Yes
27	Other Corporate Governance Requirements	Yes
46(2)(b) to (i)	Website	Yes

DECLARATION OF COMPLIANCE OF CODE OF CONDUCT

Radix Industries (India) Limited has adopted a Code of Business Conduct and Ethics (the Code) which applies to all the employees and Directors of the Company. Under the Code, it is the responsibility of all the employees and directors to familiarize themselves with the code and comply with its standards.

I hereby certify that the Board of Directors and Senior Management Personnel of the Company have affirmed compliance with the Code of Conduct of the Company for the year 2017-18.

**BY THE ORDER OF THE BOARD
For Radix Industries (India) Limited**

**Sd/-
G. Raghu Rama Raju
Chairman & Managing Director
(DIN: 00453895)**

**Place: Tanuku
Date : 14.08.2018**

CERTIFICATE FROM COMPANY SECRETARY REGARDING COMPLIANCE OF CONDITIONS OF CORPORATE GOVERNANCE

To
The Members,
Radix Industries (India) Ltd

We have examined the compliance of conditions of corporate governance by **Radix Industries (India) Ltd.** for the year ended 31st March, 2018, as stipulated in SEBI (Listing Obligation and Disclosure requirements) Regulations, 2015.

The compliance of the conditions of the corporate governance is the responsibility of the Management. Our examination was limited to procedures and implementation thereof, adopted by the company for ensuring the compliance of the conditions of the Corporate Governance. It is neither an audit nor expression of the opinion on the financial statements of the Company. In our opinion and to the best of our information and according to the explanations given to us, we certify that the Company has complied with the conditions of Corporate Governance as stipulated in the above mentioned listing agreement.

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

**For P.S. Rao & Associates
Company Secretaries**

**Sd/-
Mohit Gurjar
Company Secretary
C.P. No.: 18644**

**Place: Hyderabad
Date: 14.08.2018**

**CEO /CFO CERTIFICATION TO THE BOARD
(Pursuant to Regulation 17(8) under Chapter IV of
Securities Exchange Board of India (Listing Obligations and Disclosure
Regulations) 2015**

We, Raghu Rama Raju Gokaraju, Chairman and Managing Director and Ganapathi Rama Prabhakara Raju Gokaraju, Chief Financial Officer of the Company responsible for the finance function hereby certify that:

- (a) We have reviewed the financial statements and the cash flow statement for the year 2017-2018 and that to the best of our knowledge and belief:
- (i) these statements do not contain any materially untrue statement or omit any material fact or contain statements that might be misleading;
 - (ii) these statements together present a true and fair view of the company's affairs and are in compliance with existing accounting standards, applicable laws and regulation, including adoption of accounts in the IND AS format for the Current and Previous Year.
- (b) There are, to the best of our knowledge and belief, no transactions entered into by the company during the year 2017-2018, which are fraudulent, illegal or violative of the company's code of conduct.
- (c) We accept responsibility for establishing and maintaining internal controls for financial reporting and that we have evaluated the effectiveness of internal control systems of the company pertaining to financial reporting and have disclosed to the auditors and the Audit Committee, deficiencies in the design or operation of such internal controls, if any, of which we are aware and the steps we have taken or propose to take to rectify these deficiencies.
- (d) We have indicated to the auditors and the Audit committee :
- (i) significant changes in internal control over financial reporting during the year 2017-2018
 - (ii) significant changes in accounting policies during the year 2017-2018 and that the same have been disclosed in the notes to the financial statements;
 - (iii) There were no instances of significant fraud of which we have become aware and the involvement therein, if any, of the management or an employee having a significant role in the company's internal control system over financial reporting.

Sd/-

**Raghu Rama Raju Gokaraju
Chairman & Managing Director
(DIN: 00453895)**

Sd/-

**Ganapathi Rama Prabhakara Raju Gokaraju
Director & Chief Financial Officer
(DIN : 00454614)**

**Place :Tanuku
Date : 14.08.2018**

POLICIES OF THE COMPANY

1. Vigil Mechanism / Whistle Blower Policy

The Whistle Blower (Vigil) mechanism provides a channel to the employees to report to the management concerns about unethical behavior, actual or suspected fraud or violation of the Codes of Conduct or policy and also provides for adequate safeguards against victimization of employees by giving them direct access to the Chairman of the Audit Committee in exceptional cases.

The Policy covers malpractices and events which have taken place / suspected to have taken place, misuse or abuse of authority, fraud or suspected fraud, violation of Company rules, manipulations, negligence causing danger to public health and safety, misappropriation of monies, and other matters or activity on account of which the interest of the Company is affected and formally reported by whistle blowers concerning its employees.

The Whistle Blower Policy of the Company is also posted on the website of the company at www.radixindustries.in

2. Related Party Transaction Policy.

Radix Industries (India) Limited (the Company) recognizes that Related Party Transactions can present potential or actual conflicts of interest and may raise questions about whether such transactions are consistent with the Company's and its stockholders' best interests.

Hence, keeping in view the frequency of transactions entered by the Company with the related parties, the Board has in accordance with the Companies Act, 2013 and Regulation 23 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, adopted a policy on related party transactions to ensure high level of transparency in all its business dealings, thereby promoting good corporate governance.

The Company has been entering into the transactions in the ordinary course of business and on arms length basis.

The Company also have a Code of Conduct for all employees, officers and directors of the Company, which emphasizes that all possible conflicts of interest should be avoided.

Therefore, it is found appropriate to adopt a policy regarding the review and approval of Related Party Transactions in order to set forth the procedures under which certain transactions must be reviewed, approved or ratified. The Related party transaction Policy of the Company is also posted on the website of the Company www.radixindustries.in.

3. Nomination and Remuneration Policy

Company has framed and adopted the Nomination & Remuneration Policy for selection and appointment of Directors, Key Managerial Personnel, Senior Management and fixing their remuneration and other entitlements. The Nomination & Remuneration Policy is in accordance with Section 178 of the Companies Act, 2013 and Regulation 19 of the SEBI (Listing Obligation and Disclosure) Requirements, 2015 and the same is provided in the Corporate Governance Report. The Nomination & Remuneration Policy is also posted in the Investors section of the Company's website of the Company : www.radixindustries.in

INDEPENDENT AUDITOR'S REPORT ON THE STANDALONE FINANCIAL STATEMENTS

To
THE MEMBERS OF
RADIX INDUSTRIES (INDIA) LIMITED,
CHIVATAM, TANUKU.

Report on the Financial Statements:

We have audited the accompanying standalone Ind AS financial statements of **M/s. RADIX INDUSTRIES (INDIA) LIMITED** ("the Company"), which comprise the Balance Sheet as at 31st March, 2018, and the Statement of Profit and Loss (including Other Comprehensive Income), the Cash Flow Statement and the Statement of Changes in Equity for the year then ended, and a summary of the significant accounting policies and other explanatory information.

Management's Responsibility for the Standalone Financial Statements

The Companies Act, 2013 ("the Act") with respect to the preparation of these standalone Ind AS financial statements that give a true and fair view of the state of affairs (financial position), profit or loss (financial performance including other comprehensive income), cash flows and changes in equity of the Company in accordance with the accounting principles generally accepted in India, including the Indian Accounting Standards (Ind AS) prescribed under section 133 of the Act. This responsibility also includes maintenance of adequate accounting records in accordance with the provisions of the Act for safeguarding the assets of the Company and for preventing and detecting frauds and other irregularities; selection and application of appropriate accounting policies; making judgments and estimates that are reasonable and prudent; and design, implementation and maintenance of adequate internal financial controls, that were operating effectively for ensuring the accuracy and completeness of the accounting records, relevant to the preparation and presentation of the standalone Ind AS financial statements that give a true and fair view and are free from material misstatement, whether due to fraud or error.

Auditor's Responsibility:

Our responsibility is to express an opinion on these standalone Ind AS financial statements based on our audit. We have taken into account the provisions of the Act, the accounting and auditing standards and matters which are required to be included in the audit report under the provisions of the Act and the Rules made thereunder.

We conducted our audit of the standalone Ind AS financial statements in accordance with the Standards on Auditing specified under Section 143(10) of the Act. Those Standards require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether the standalone Ind AS financial statements are free from material misstatement. An audit involves performing procedures to obtain audit evidence about the amounts and the disclosures in the standalone Ind AS financial statements. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the standalone Ind AS financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal financial control relevant to the Company's preparation of the standalone Ind AS financial statements that give a true and fair view in order to design audit procedures that are appropriate in the circumstances. An audit also includes evaluating the appropriateness of the accounting policies used and the reasonableness of the accounting estimates made by the Company's Directors, as well as evaluating the overall presentation of the standalone Ind AS financial statements. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion on the standalone Ind AS financial statements.

Opinion:

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

Report on Other Legal and Regulatory Requirements:

1. As required by the Companies (Auditor's Report) Order, 2016 ("the Order") issued by the Central Government in terms of Section 143(11) of the Act, we give in "Annexure A" 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 obtained all the information and explanations which to the best of our knowledge and belief were necessary for the purpose of our audit;
 - b. in our opinion proper books of account as required by law have been kept by the Company so far as appears from our examination of those books;
 - c. the Balance Sheet, Statement of Profit and Loss, and Cash Flow Statement dealt with by this Report are in agreement with the books of account;
 - d. In our opinion, the Balance Sheet, the Statement of Profit and Loss, and the Cash Flow Statement comply with the Accounting Standards specified under Section 133 of the Companies Act, 2013, 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, 2018, and taken on record by the Board of Directors, none of the directors is disqualified as on March 31, 2018, from being appointed as a director in terms of Section 164(2) of the Companies Act, 2013.
 - f. With respect to the adequacy of internal financial control over financial reporting of the Company and the operating effectiveness of such control, refer to our separate report in "Annexure B".
 - g. With respect to the other matters included in the Auditor's Report in accordance with Rule 11 of the Companies (Audit and Auditors) Rule, 2014, in our opinion and to our 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 as on reporting date.
 - ii. The Company did not have any long-term contracts including derivatives contracts for which there were any material foreseeable losses.
 - iii. There were no amounts which required to be transferred, to the Investor Education and Protection Fund by the Company.

For **CHEVUTURI ASSOCIATES**
Chartered Accountants
Firm Reg. No.000632S

Sd/-
(CA. Srinivasa Rao Cherukuri)
Partner
M.No. 209237

Place: Tanuku
Date: 24th May, 2018

Annexure to the Auditor's Report

- (i) (a) According to the information and explanations furnished to us, the company has maintained proper records showing full particulars including quantitative details and situation of its fixed assets.
- (b) According to the information and explanations furnished to us, the company has physically verified its fixed assets during the period and such intervals which in our opinion, provided for the physical verification of all the Fixed Assets at reasonable interval having regard to the size of the company and nature of its business. According to the information and explanation given to us, no material discrepancies have been noticed on such verification carried out during the period.
- (c) The company doesn't having any immovable properties as on reporting date and hence the reporting requirement under this clause doesn't arise.
- (ii) (a) According to the information and explanations furnished to us, the company has physically verified its inventories at reasonable intervals during the period under report. In our opinion and according to information and explanation given to us, the discrepancies if any noticed on verification of inventories between the physical stocks and the book records were not material, and have been properly dealt with in the books of account.
- (iii) According to the information and explanations furnished to us, the company has not granted any loans, secured or unsecured to companies, firms or other parties covered in register maintained under Section 189 of the Companies Act 2013. Consequently, the provisions of clauses iii (a), iii (b) and iii (c) of the order are not applicable to the Company.
- (iv) According to the information and explanations furnished to us, the company has not given any loan, made any investment, given any guarantee, or provided any security covered under section 185 and 186 of the Companies Act, 2013.
- (v) According to the information and explanations given to us, the company has not accepted any deposits covered under the provisions of section 73 to 76 or any other relevant provisions of the Act. Further, according to the information furnished to us, no order has been passed on the company by the Company Law Board or National Company Law Tribunal or Reserve Bank of India or any Court or any other Tribunal for non-compliance with the provisions of Sections 73 to 76 of the Companies Act, 2013.
- (vi) According to the information and explanations given to us, the requirement of Sec.148 (1) of the Companies Act, 2013 with regard to the maintenance of cost records doesn't apply to this company.
- (vii) (a) According to the information and explanations furnished to us and according to the books and records produced for our examination, in our opinion, the company is regular in depositing with the appropriate authorities, the undisputed statutory dues including Provident Fund, Employees' State insurance, Income Tax, Sales Tax, Wealth Tax, Service Tax, Custom Duty, Excise duty, Value added tax and other material statutory dues wherever applicable to it and further there are no undisputed statutory dues that were outstanding, as at the date of the Balance Sheet, for a period of more than six months from the date they became payable.
- (b) According to the information and explanations furnished to us and according to the records of the company, the company has no disputed dues on account of Income Tax, Service Tax, Sales Tax, Customs Duty, Excise Duty, Value added tax or Cess pending remittance as at March 31, 2017.
- (viii) According to the information and explanations given to us, there were no defaults in repayment of dues to financial institutions, banks, government or debenture holders at the date of balance sheet.

- (ix) According to the information and explanations given to us, the company has not raised money by way of initial public offer or further public offer (including debt instrument) and the term loans from Banks and Financial Institutions. Hence reporting requirement in terms of Clauses (ix) does not arise during the period under report.
- (x) According to the information and explanations furnished to us, and based on the audit procedures generally adopted by us, we report that, during the period, no fraud on the company by its officers or employees has been noticed or reported during the year.
- (xi) In our opinion and according to the information and explanations given to us, the Company has paid / provided managerial remuneration in accordance with the requisite approvals mandated by the provisions of section 197 read with Schedule V to the Companies Act, 2013.
- (xii) To the best of our knowledge and according to the information and explanations furnished to us, the company is not a Nidhi company.
- (xiii) According to the information and explanations furnished to us, the company has not entered in to any transactions with related parties in accordance with the provisions of sections 177 and 188 of the Companies Act, 2013. Hence reporting requirement in terms of Clauses (xiii) does not arise during the period under report.
- (xiv) According to the information and explanations furnished to us, the company has not made any preferential allotment or private placement of shares or fully or partly convertible debentures during the year.
- (xv) According to the information and explanations furnished to us, the company has not entered in to any non-cash transactions with directors or persons connected with him.
- (xvi) According to the information and explanations furnished to us, the company is not required to be registered under the section 45-IA of the Reserve Bank of India Act, 1934.

For **CHEVUTURI ASSOCIATES**
Chartered Accountants
Firm Reg. No.000632S

Sd/-
(CA. Srinivasa Rao Cherukuri)
Partner
M.No. 209237

Place: Tanuku
Date: 24th May, 2018

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

We have audited the internal financial controls over financial reporting of **RADIX INDUSTRIES (INDIA) LIMITED** ("the Company") as of March 31, 2018 in conjunction with our audit of the financial statements of the company for the year ended on the date.

Management's Responsibility for Internal Financial Controls

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

Auditor's Responsibility

Our responsibility is to express an opinion on the Company's internal financial controls over financial reporting based on our audit. We conducted our audit in accordance with the Guidance Note on Audit of Internal Financial Controls Over Financial Reporting (the "Guidance Note") and the Standards on Auditing, issued by Institute of Chartered Accounts of India (ICAI) and deemed to be prescribed under section 143(10) of the Companies Act, 2013 to the extent applicable to an audit of internal financial controls, both applicable to an audit of Internal Financial Control and, both issued by the Institute of Chartered Accounts of India. Those Standards and the Guidance Note require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether adequate internal financial controls over financial reporting was established and maintained and if such controls operated effectively in all material respects. Our audit involves performing procedures to obtain audit evidence about the adequacy of the internal financial controls system over financial reporting and their operating effectiveness. Our audit of internal financial controls over financial reporting included obtaining an understanding of internal financial controls over financial reporting, assessing the risk that a material weakness exists, and testing and evaluating the design and operating effectiveness of internal control based on the assessed risk. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error.

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

Meaning of Internal Financial Controls Over Financial Reporting

A Company's internal financial control over financial reporting is a process designed to provide reasonable assurance regarding the reliability of financial reporting and the preparation of financial statements for external purposes in accordance with generally accepted accounting principles. A company's internal financial control over financial reporting includes those policies and procedures that (1) pertain to the maintenance of records that, in reasonable detail, accurately and fairly reflect the transactions and dispositions of the assets of the company; (2) provide reasonable assurance that transactions are recorded as necessary to permit preparation of financial statements in accordance with generally accepted accounting principles, and that receipts and expenditures of the company are being made only in accordance with authorizations of management and directors of the company; and (3) provide reasonable assurance regarding prevention or timely detection of unauthorised acquisition, use, or disposition of the company's assets that could have a material effect on the financial statements.

Inherent Limitations of Internal Financial Controls Over Financial Reporting

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

Opinion

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

Place: Tanuku
Date: 24th May, 2018

For **CHEVUTURI ASSOCIATES**
Chartered Accountants
Firm Reg. No.000632S

Sd/-
(CA. Srinivasa Rao Cherukuri)
Partner
M.No. 209237

BALANCE SHEET AS AT 31st MARCH, 2018

(All amounts in ₹)

PARTICULARS	Note No.	As on 31.03.2018	As on 31.03.2017	As on 01.04.2016
A. ASSETS:				
(1) Non-current assets				
(a) Property, Plant and Equipment	2	1699854	2209167	2568909
(c) Deferred tax assets (net)	3	256344	225761	185459
(c) Other non-current assets	4	484895	483350	33350
(2) Current assets				
(a) Inventories	5	179131536	181057480	163726281
(b) Financial Assets				
(i) Trade Receivables	6	17912949	29383366	16823127
(ii) Cash and cash equivalents	7	4545598	1452487	4384608
(iii) Others	8	-	4988132	-
(c) Other current assets	9	744811	779386	142091
TOTAL ASSETS:		204775987	220579129	187863825
B. EQUITY AND LIABILITIES				
EQUITY				
(a) Equity Share capital	10	100047800	100047800	100047800
(b) Other Equity				
(i) Reserves and surplus	11	67681502	67100470	54553512
LIABILITIES				
(1) Non - current liabilities				
(a) Financial Liabilities				
(i) borrowings		-	-	-
(ii) Trade payables		-	-	-
(iii) Other financial liabilities (other than those specified in item (b))		-	-	-
(2) Current liabilities				
(a) Financial Liabilities				
(i) borrowings	12	36037955	48775544	29695814
(ii) Trade payables		-	-	-
(iii) Other financial liabilities (other than those specified in item (c))		-	-	-
(b) Other current liabilities	13	99978	62651	2826289
(c) Provision	14	477752	362664	168410
(d) Current Tax Liabilities (Net)	15	431000	4230000	572000
TOTAL EQUITY AND LIABILITIES:		204775987	220579129	187863825
Significant Accounting Policies and other disclosures	1			

Note: The accompanying notes are an integral part of the financial statements.
as per or report on even date

For **CHEVUTURI ASSOCIATES**
Chartered Accountants
F.R.NO.000632S

Sd/-
(CA Srinivasa Rao Cherukuri)
Partner
M.No.: 209237

Place: Tanuku
Date: 24.05.2018

For **RADIX INDUSTRIES (INDIA) LIMITED**

Sd/-
GOKARAJU RAGHU RAMA RAJU
Chairman & Managing Director

Sd/-
GOKARAJU PARVATHI
Director

Sd/-
P. Lenin Babu
Company Secretary

Sd/-
G. Ganapathi Rama Prabhakara Raju
Director & CFO

STATEMENT OF PROFIT AND LOSS FOR THE YEAR ENDED 31st MARCH, 2018

(All amounts in ₹)

Sr. No.	PARTICULARS	Note No.	For the year ending 2017-18	For the year ending 2016-17
I	Revenue from operations	16	120658174	138627635
II	Other Income		-	-
III	Total Revenue (I+II)		120658174	138627635
IV	Expenses			
	a. Cost of Material Consumed	17	89224539	107973658
	b. Changes in inventories of finished goods, work-in-progress		-	-
	c. Employee benefits expense	18	2292198	2072777
	d. Finance Costs	19	4177007	3095047
	e. Depreciation and Amortisation expense	2	519513	634250
	f. Other Expenses	20	7173580	5415767
	Total Expenses (IV)		103386837	119191499
V	Profit / (loss) before exceptional items and tax (III-IV)		17271337	19436136
VI	Exceptional Items		-	-
VII	Profit / (loss) before tax (V-VI)		17271337	19436136
VIII	Tax expense:			
	(1) Current Tax		4831000	6930000
	(2) Adjustment of Tax expense for earlier years		(151630)	(520)
	(3) Deferred tax		(30583)	(40302)
			4648787	6889178
IX	Profit / (Loss) for the period from continuing operations (VII-VIII)		12622550	12546958
X	Profit / (Loss) from discontinuing operations		-	-
XI	Tax expense of discontinuing operations		-	-
XII	Profit / (Loss) from discontinuing operations (after tax) (X-XI)		-	-
XIII	Profit / (Loss) for the period (IX+XII)		12622550	12546958
XIV	Other Comprehensive income			
	A (i) items that will not be reclassified to profit or loss		-	-
	(ii) Income tax relating to items that will not be reclassified to profit or loss		-	-
	B (i) Items that will be reclassified to profit or loss		-	-
	(ii) Income tax relating to items that will be reclassified to profit or loss		-	-
XV	Total Comprehensive Income for the period (XIII + XIV) (Comprising profit/loss and other Comprehensive Income for the period)		12622550	12546958
XVI	Earning per equity share (for continuing operation):			
	(1) Basic		1.26	1.25
	(2) Diluted		1.26	1.25
XVII	Earning per equity share (for discontinued operation):			
	(1) Basic		-	-
	(2) Diluted		-	-
XVIII	Earning per equity share (for discontinued & continuing operations)			
	(1) Basic		1.26	1.25
	(2) Diluted		1.26	1.25

Note: The accompanying notes are an integral part of the financial statements.
as per or report on even date

For **CHEVUTURI ASSOCIATES**
Chartered Accountants
F.R.NO.000632S

Sd/-
(CA Srinivasa Rao Cherukuri)
Partner
M.No.: 209237

Place: Tanuku
Date: 24.05.2018

For **RADIX INDUSTRIES (INDIA) LIMITED**

Sd/-
GOKARAJU RAGHU RAMA RAJU
Chairman & Managing Director

Sd/-
GOKARAJU PARVATHI
Director

Sd/-
G. Ganapathi Rama Prabhakara Raju
Director & CFO

Sd/-
P. Lenin Babu
Company Secretary

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

(All amounts in ₹)

PARTICULARS	2017-18	2016-17
I CASH FLOW FROM OPERATING ACTIVITIES		
Profit/(Loss) for the year before exceptional items:		
Profit/(Loss) from continuing operations	17271337	19436136
Profit/(Loss) from discontinued operations	-	-
Profit before tax	17271337	19436136
<u>Adjustments to reconcile profit before tax to net cash flows:</u>		
Depreciation of property, plant and equipment and amortisation	519513	634250
Finance costs	4177007	3095047
Operating profit before working capital changes	21967857	23165433
<u>Add/Less: Adjustments for working capital</u>		
Increase / Decrease in inventories	1925944	(17331199)
Increase/Decrease in Trade receivables	11470417	(12560239)
Increase/Decrease in Other current assets	5022707	(5625427)
Increase / Decrease in other current liabilities	115088	194254
Cash generated from operations	40502013	(12157178)
Less: Direct taxes paid	8478370	3271480
Net cash flows from operating activities	32023643	(15428658)
II CASH FLOW FROM INVESTMENT ACTIVITIES		
Purchase of property, plant and equipments	(10200)	(274508)
Increase in Other Non-Current Assets	(1545)	(450000)
Net cash flows used in investing activities	(11745)	(724508)
III CASH FLOW FROM FINANCING ACTIVITIES		
Proceeds from borrowings	(12737589)	19079730
Interest paid	(4177007)	(3095047)
Dividends paid to equity holders including tax on dividend	(9967453)	(2763638)
Dividend distribution tax	(2036738)	-
Net Cash flows/(used in) Financing Activities	(28918787)	13221045
Net increase/(decrease) in Cash & Cash equivalents (I + II + III)	3093111	(2932121)
Cash and cash equivalents at the beginning of the period	1452487	4384608
Cash and cash equivalents at the end of the period	4545598	1452487
	(3093111)	2932121

Note: The accompanying notes are an integral part of the financial statements.
as per or report on even date

For **CHEVUTURI ASSOCIATES**
Chartered Accountants
F.R.NO.000632S

Sd/-
(CA Srinivasa Rao Cherukuri)
Partner
M.No.: 209237

Place: **Tanuku**
Date: **24.05.2018**

For **RADIX INDUSTRIES (INDIA) LIMITED**

Sd/-
GOKARAJU RAGHU RAMA RAJU
Chairman & Managing Director

Sd/-
GOKARAJU PARVATHI
Director

Sd/-
G. Ganapathi Rama Prabhakara Raju
Director & CFO

Sd/-
P. Lenin Babu
Company Secretary

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

A. Equity share capital

(₹ in Lakhs)

Particulars	Amount
Balance at April 1, 2016	100047800
Changes in equity share capital during the year	0
Balance at March 31, 2017	100047800
Changes in equity share capital during the year	0
Balance at March 31, 2018	100047800

B. Other Equity

(₹ in Lakhs)

Particulars	Reserves and surplus	
	Capital reserve	Retained earnings
Balance at April 1, 2016	10382500	44171012
Add: Profit for the year	0	12546958
Add: Other comprehensive income for the year, net of income tax	0	0
Balance as on 01.04.2017	10382500	56717970
Add: Profit for the year	0	12622550
Less: Dividend for the year paid		(12041518)
Add: Other comprehensive income for the year, net of income tax	0	0
Balance as on 31.03.2018	10382500	57299002

As per our report of even date

For **CHEVUTURI ASSOCIATES**
Chartered Accountants
F.R.NO.000632S

Sd/-
(CA Srinivasa Rao Cherukuri)
Partner
M.No.: 209237

Place: Tanuku
Date: 24.05.2018

For **RADIX INDUSTRIES (INDIA) LIMITED**

Sd/-
GOKARAJU RAGHU RAMA RAJU
Chairman & Managing Director

Sd/-
GOKARAJU PARVATHI
Director

Sd/-
G. Ganapathi Rama Prabhakara Raju
Director & CFO

Sd/-
P. Lenin Babu
Company Secretary

NOTE. 1: STATEMENT ON ACCOUNTING POLICIES AND OTHER DISCLOSURES**I. Company Overview**

Radix Industries (India) Limited (the company) is a public company domiciled in India and incorporated under the provisions of the Companies Act, 1956 vide CIN NO: L37200AP1993PLC016785. Its shares are listed on Bombay Stock exchanges. The company is engaged in the manufacturing and selling of human hair products.

II. Compliance with Indian Accounting Standards

1. The financial statements are prepared in accordance with Indian Accounting Standards (Ind AS) as notified under section 133 of the Companies Act 2013 (the Act), read with Companies (Indian Accounting Standard) Rules 2015. The company has uniformly applied all the applicable accounting policies during the periods presented.
2. The financial statements up to and for the period ended March 31, 2017 were prepared in accordance with the Companies (Accounting Standards) Rules 2006, notified under section 133 of the Act. The company has adopted all the Ind AS standard and the adoption was carried out in accordance with Ind AS 101, First Time Adoption of Indian Accounting Standards. The transition was carried out from Indian Accounting Principles Generally Accepted in India as prescribed under section 133 of the Act read with Rule 7 of the Companies (Accounts) Rules 2014.
3. Year ended March 31, 2018 is the first time of adoption of Ind AS. Accordingly the opening Balance Sheet of the company as at April 01, 2016 is presented based on which the Balance Sheets of March 31, 2017 and March 31, 2018 are prepared under Ind AS. In preparing the said Balance Sheets the company has opted for the exemptions given in Ind AS 101 for first time adoption of Ind AS.

Exemptions availed on first time adoption of Ind AS 101**a) Deemed Cost**

For transition to Ind AS, the company has elected to continue with the carrying value of all its property, plant and equipment, Investment property and intangible assets are recognised as of April 1, 2016 (transition date) measured as per the previous GAAP and use that carrying value as its deemed cost as of the transition date, as there is no change in its functional currency.

III. Overall Considerations

The financial statements have been prepared using significant accounting policies that are in effect as at March 31, 2018 as presented in detail hereunder. In accordance with Ind AS 101, "First Time Adoption of Indian Accounting Standards", the company resents Balance Sheets for three years, Statement of Profit and Loss and Cash Flows for two years, and related notes including comparative information for all these statements.

IV. Accounting Policies and Other Information**1. System of Accounting:**

- i. The company follows mercantile system of accounting and recognizes income and expenditure on accrual basis.
- ii. The financial statements have been prepared in all material respects with Indian Accounting Standards as relevant and notified by the Central Government.
- iii. The financial statements are prepared as a going concern and on historical cost basis except for certain financial assets and liabilities that are measured at fair value.

2. Revenue Recognition

Sales are accounted for net of discounts and rebates. Export Sales are initially accounted at the exchange rate prevailing on the date of documentation/invoicing and the same is adjusted with the difference in the rate of exchange arising on actual receipt of proceeds in foreign exchange.

3. i. Tangible Assets (Property, Plant and Equipment)

Property, Plant and Equipments are stated at cost of acquisition less accumulated depreciation. Cost of acquisition of fixed assets is inclusive of freight, duties and taxes, borrowing costs, if any, on specific borrowings utilized for financing the assets up to the date of commissioning, the cost of installation/erection and other incidental expenses incurred to bring the asset to its present location and condition but exclusive of duties and taxes that are subsequently recoverable from taxing authorities.

ii. Intangible Assets

Intangible assets are recorded at the cost of acquisition of such assets and are carried at cost less accumulated amortization and impairment, if any.

4. Depreciation and Amortization

Depreciable amount for Plant and Equipments are the cost of the asset, or other amount substituted for cost, less its estimated residual value. Depreciation on tangible fixed assets has been provided on the written-down method as per the useful life prescribed in Schedule II to the Companies Act, 2013

In respect of assets sold or disposed off during the year, depreciation / amortization is provided till the month of sale or disposal of the assets.

5. Basis of Accounting and preparation

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 respects with the accounting Standards specified under Section 133 of the Companies Act, 2013, read with Rule 7 of the Companies (Accounts) Rules, 2014. The financial statements have been prepared on an accrual basis and under the historical cost convention.

The accounting policies adopted in the preparation of financial statements are consisted with those of previous period.

6. Borrowing Costs

Borrowing Costs, that are directly attributable to the acquisition or construction of assets, that necessarily take a substantial period of time to get ready for its intended use, are capitalized as part of the cost of qualifying asset when it is possible that they will result in future economic benefits and the cost can be measured reliably.

Other borrowing costs are recognized as an expense in the period in which they are incurred.

7. Inventories

Valuation of inventories is made as under:

- i) Finished goods are valued at lower of cost or net realizable value.
- ii) Raw materials, work-in-progress and stores and spares are valued at cost, following the FIFO Basis.
- iii) Work-in-Progress, raw materials, stores, spares are valued at cost except where the net realizable value of the finished goods they are used in is less than the cost of finished goods and in such an event, if the replacement cost of such materials etc., is less than their books value, they are valued at replacement cost.
- iv) By-products and scrap are valued at net realizable value.

8. Income Taxes

Income tax expense comprises current and deferred taxes.

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

- ii) Deferred tax is recognised under the liability method, on timing differences, being the difference between taxable income and accounting income that originate in one period and capable of reversal in one or more subsequent periods, at the rate of tax enacted or substantively enacted by the balance sheet date.

9. Provisions, Contingent Liabilities and Contingent assets

Provisions are recognised only when there is a present obligation as a result of past events and when a reliable estimate of the amount of obligation can be made. Provisions are not discounted to their present value and are determined based on the best estimate required to settle the obligation at the reporting date. These estimates are reviewed at each reporting date and adjusted to reflect the current best estimates.

Contingent liability is disclosed for (i) Possible obligation which will be confirmed only by future events not wholly within the control of the Company or (ii) Present obligations arising from past events where it is not probable that an outflow of resources will be required to settle the obligation or a reliable estimate of the amount of the obligation cannot be made. The company does not recognise contingent liabilities but the same are disclosed in the Notes.

Contingent assets are not recognised in the financial statements since this may result in the recognition of income that may never be realized.

10. Earnings per share

Earnings per share is calculated by dividing the net profit or loss for the year after tax attributable to equity shareholders by the weighted average number of equity shares outstanding during the period. 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.

11. Foreign Exchange Transactions

- i) Transactions in foreign currency are initially accounted at exchange rate prevailing on the date of transaction, and adjusted appropriately, with the difference in the rate of exchange arising on actual receipt/payment during the period under report.
- ii) At each Balance Sheet date foreign currency monetary items being receivables/payables are reported using the rate of exchange on that date and difference is recognized as income or expense. Foreign currency non-monetary items are reported using the exchange rate at which they were initially recognized.
- iii) In respect of forward exchange contracts in the nature of hedges. Premium or discount on the contract is amortized over the term of the contract. Exchange differences on the contract are recognized as profit or loss in the period in which they arise.

12. Government Grants:

Grants from government are recognized when there is reasonable assurance that the grant will be received and all attaching conditions will be complied with. Government grants relating to assets the company has opted "capital approach" method. Accordingly, the grant is deducted from the gross value of the assets concerned in arriving at their books value.

Government grants in the nature of export incentives are recognised in the statement of Profit and Loss in the year in which the licenses was approved by respective authorities and the same is considered as reasonable assurance that the enterprise has complied the conditions attached to them and the benefits have been earned by the enterprise is reasonably certain and the ultimate collection will be made.

Fixed Assets
Note No - 2 Property, Plant & Equipment

Amount in ₹

S. No.	Name of the Asset	GROSS BLOCK			DEPRECIATION BLOCK				NET BLOCK		
		Cost As on 01.04.2017 ₹	Additions during the Period ₹	Deductions during the Period ₹	Total Cost upto 31.03.2018 ₹	Depreciation Upto 31.03.2017 ₹	Depreciation for the period ₹	Depreciation on Deductions ₹	Depreciation Upto 31.03.2018 ₹	W.D.V As on 31.03.2018 ₹	W.D.V As on 31.03.2017 ₹
1	Office equipment	1041231	0	0	1041231	661245	101985	0	763230	278001	379986
2	Plant & Machinery	3103180	0	0	3103180	1829686	236479	0	2066165	1037015	1273494
3	Computers	297645	10200	0	307845	251166	32580	0	283746	24099	46479
4	Vehicles	1765836	0	0	1765836	1256628	148469	0	1405097	360739	509208
	TOTAL:	6207892	10200	0	6218092	3998725	519513	0	4518238	1699854	2209167

S. No.	Name of the Asset	GROSS BLOCK			DEPRECIATION BLOCK				NET BLOCK		
		Cost As on 01.04.2016 ₹	Additions during the Period ₹	Deductions during the Period ₹	Total Cost upto 31.03.2017 ₹	Depreciation Upto 31.03.2016 ₹	Depreciation for the period ₹	Depreciation on Deductions ₹	Depreciation Upto 31.03.2017 ₹	W.D.V As on 31.03.2017 ₹	W.D.V As on 31.03.2016 ₹
1	Office equipment	849023	192208	0	1041231	553232	108013	0	661245	379986	295791
2	Plant & Machinery	3087680	15500	0	3103180	1540553	289133	0	1829686	1273494	1547127
3	Computers	230845	66800	0	297645	223713	27453	0	251166	46479	7132
4	Vehicles	1765836	0	0	1765836	1046977	209651	0	1256628	509208	718859
	TOTAL:	5933384	274508	0	6207892	3364475	634250	0	3998725	2209167	2568909

(All amounts in ₹)

Note No.	Schedules Annexed to and Forming Part of Balance Sheet	As on 31.03.2018 ₹	As on 31.03.2017 ₹	As on 01.04.2016 ₹
3	<u>DEFERRED TAX ASSET (Net):</u> Timing difference between book and tax depreciation	256344	225761	185459
		256344	225761	185459
4	<u>OTHER NON-CURRENT ASSETS:</u> Security Deposits (Unsecured, Considered good)	484895	483350	33350
		484895	483350	33350
5	<u>INVENTORIES:</u> Raw Materials Stores & Spares	178205742 925794	179710889 1346591	163622849 103432
		179131536	181057480	163726281
6	<u>TRADE RECEIVABLES:</u> Trade receivables (Unsecured, Considered good)	17912949	29383366	16823127
		17912949	29383366	16823127
7	<u>CASH & CASH EQUIVALENTS:</u> Cash on hand Balance with scheduled banks in current a/c. Earmarked balances with banks (Unpaid Dividend accounts - less than seven years)	194946 4250674 99978	185358 1204478 62651	128995 1429324 2826289
		4545598	1452487	4384608
8	<u>OTHER CURRENT FINANCIAL ASSETS:</u> Income Receivable	-	4988132	-
		-	4988132	-
9	<u>OTHER CURRENT ASSETS:</u> Unsecured, considered good Prepaid Expenses Advances to Suppliers	517785 227026	568528 210858	142091 0
		744811	779386	142091

(All amounts in ₹)

Note No.	Schedules Annexed to and Forming Part of Balance Sheet	As on 31.03.2018 ₹	As on 31.03.2017 ₹	As on 01.04.2016 ₹
10	EQUITY SHARE CAPITAL:			
	a. Authorised Share capital 1,50,00,000 (1,50,00,000) Equity Shares of ₹ 10/- each	150,000,000	150,000,000	150,000,000
	b. Issued and subscribed capital 1,00,04,780 (1,00,04,780) Equity shares of ₹ 10/- each	100,047,800	100,047,800	100,047,800
	c. Paid up capital 1,00,04,780 (1,00,04,780) Equity Shares of ₹ 10/- each	100,047,800	100,047,800	100,047,800
	d. The Reconciliation of number of shares:	No. of Shares	No. of Shares	No. of Shares
	Number of Shares at the beginning	10004780	10004780	10004780
	Add: Shares issued during the year	-	-	-
	Number of Shares at the end	10004780	10004780	10004780
	e. Terms/Rights attached to equity shares: The company has only one class of equity shares having a par value of ₹10 per share. Each shareholder is eligible for one vote per share held. The company declares and pays dividend in Indian rupees.			
	f. During the five years immediately preceding the current financial year, the company has not issued any shares without payment being received in cash, nor issued any bonus shares. Neither did the company buy back any shares during the said period.			
	g. In the event of liquidation of the company, the holders of equity Shares will be entitled to receive remaining assets of the company, after distribution of all preferential amounts. The distribution will be in proportion to the number of equity shares held by the shareholders			
	h. The details of share holders holding more than 5% shares.	No. of Shares/ (% of holding)	No. of Shares/ (% of holding)	No. of Shares/ (% of holding)
	Name of the Share holder			
	i) Sri Gokaraju Raghu Rama Raju	5880000 58.77	5880000 58.77	5880000 58.77
	ii) Smt Gokaraju Parvathi	1330000 13.29	1330000 13.29	1330000 13.29

(All amounts in ₹)

Note No.	Schedules Annexed to and Forming Part of Balance Sheet	As on 31.03.2018 ₹	As on 31.03.2017 ₹	As on 01.04.2016 ₹
11	<u>OTHER EQUITY - RESERVES AND SURPLUS:</u>			
	a. Capital Reserve:			
	Opening Balance	10382500	10382500	10382500
	b. Surplus:			
	Opening Balance	56717970	44171012	35874553
	Add:Net Profit transferred from statement of Profit and loss	12622550	12546958	20337977
	Closing Balance	69340520	56717970	56212530
	Less: Appropriations:			
	Final Dividend on Equity Shares	10004780	-	10004780
	(amount per share ₹ 1.00)			
	Tax on Final Dividend	2036738	-	2036738
		12041518	-	12041518
	Closing Balance	57299002	56717970	44171012
	Total (a+b)	67681502	67100470	54553512
12	<u>BORROWINGS:</u>			
	Secured:			
	Towards working capital - Repayable on demand State Bank of India - Tanuku - EPC Limit	36037955	48775544	29695814
	(The above loan is primarily secured by hypothecation of stock and receivables and further collaterally secured by way of specific properties belonging to two directors and further guaranteed by three directors in their individual capacities)			
	Terms			
	a) The above loan is repayable on demand			
	b) The sanction limit is ₹ 1300 lacs			
	c) The interest rate of 5.70% p.a (after netoff of subvention)			
	d) The Company is regular in payment of interest on above loan as on reporting date			
13	<u>OTHER CURRENT LIABILITIES:</u>			
	Unpaid dividends	99978	62651	31509
	Dividend payable	-	-	2794780
		99978	62651	2826289
14	<u>PROVISIONS:</u>			
	For Expenses	325315	224191	136625
	For Employee benefits	90572	85596	-
	For Statutory payables	61865	52877	31785
		477752	362664	168410
15	<u>CURRENT TAX LIABILITIES:</u>			
	Provision for Current tax (Net of taxes paid)	431000	4230000	572000
		431000	4230000	572000

(All amounts in ₹)

Note No.	Schedules Annexed to and Forming Part of Profit & Loss Statement	For the Year Ending 2017-18 ₹	For the Year Ending 2016-17 ₹
16	<u>REVENUE FROM OPERATIONS:</u>		
	Sale of Human Hair Products (Export)	116873656	131799856
	Other Operating revenues		
	a. Export Incentives	3662485	6261776
	b. Profit on Forward Contracts	79220	566003
	c. Exchange Gain on translation of dues in foreign currency	42813	-
		120658174	138627635
17	<u>COST OF MATERIALS CONSUMED:</u>		
	Opening stock of Human hair	179710889	163622849
	Add: Purchases	87719392	124061698
		267430281	287684547
	Less: Closing stock of Human hair	178205742	179710889
		89224539	107973658
18	<u>EMPLOYEE BENEFITS EXPENSE:</u>		
	Salaries and Wages	2292198	2072777
		2292198	2072777
19	<u>FINANCE COSTS:</u>		
	Interest to bank	3427561	2809847
	Other Borrowing cost	749446	285200
		4177007	3095047
20	<u>OTHER EXPENSES:</u>		
	Stores Consumed	672619	385804
	Advertisements	24540	22860
	Electricity Charges	136229	143569
	Manufacturing Exp	523040	496259
	Repairs & Maintenance	50198	24233
	Remuneration to Directors	700000	-
	Office and Administrative Expenses	588413	683155
	Freight Charges	1254015	1174507
	Rent	925800	795500
	Bank Charges	325271	340754
	Exchange Loss on translation of dues in foreign currency	-	7421
	Insurance	1120835	351750
	Payment to Auditors		
	--Towards Statutory Audit	17700	17250
	--Towards Tax Audit	11800	11500
	Taxes & Licenses	32966	59827
	Miscellaneous Expenses	790154	901378
		7173580	5415767

21. Expenses / Earnings in Foreign Exchange

Particulars	Current period	Previous period
a) Expenses :	₹	₹
i) CIF Value of Machinery Imported during the period	NIL	NIL
ii) Imported Stores and Spares	18,358	9,45,000
b) Earnings :		
i) FOB value of exports made during the period	11,45,69,829	12,75,94,550

22. Disclosure on payments and dues to "suppliers" as defined under the "Micro, Small and Medium Enterprises Development Act, 2006" ('The Act').

SINo.	Particulars	31-03-18
1	Amount remaining unpaid, beyond the appointed/ agreed day, at the end of the period (a) Principal amount of bills to be paid (b) Interest due thereon	₹ -- Nil -- -- Nil --
2	(a) Payments made to suppliers, during the period, but beyond appointed/agreed day interest thereon in terms of Sec.16 of the Act. (b) Interest paid along with such payments during the period. (c) Interest due and payable at the end of the period, on such payments made during the period.	-- Nil -- -- Nil -- -- Nil --
3	Amount of interest, for the period, u/s.16 of the Act. Accrued and remaining unpaid, at the end of the period.	-- Nil --
4	Total amount of interest, u/s.16 of the Act, including that arising in earlier periods, accrued and remaining unpaid at the end of the period.	-- Nil --

For the purpose of the above details the Status of the 'Suppliers' under the Act has been determined to the extent of and based on the information furnished by the respective parties, and has accordingly been relied upon by the company and its auditors.

23. Details of consumption of imported and indigenous items

Particulars	Current Period	Previous Period
A. Raw material	₹	₹
Imported	NIL (0%)	NIL (0%)
Indigenous	8,92,24,539 (100%)	10,79,73,658 (100%)
B. Stores and spares		
Imported	4,24,031 (63%)	1,98,046 (51%)
Indigenous	2,48,588 (37%)	1,87,758 (49%)

24. Assets pledged as security

Particulars	Notes	31 st March 2018	31 st March 2017	1 st April 2016
Current Assets		₹	₹	₹
Financial Assets				
-Trade Receivables	6	1,79,12,949	2,93,83,366	1,68,23,127
Non - financial Assets				
- Inventories	5	17,91,31,536	18,10,57,480	16,37,26,281

25. As per Indian Accounting Standard 24 "Related Parties Disclosure" the disclosure of related parties as defined in the standard are given hereunder:**A. List of Related parties:****Key Management Personnel**

- a) Sri. G. Raghu Rama Raju, Managing Director
- b) Sri. G.G.R. Prabhakara Raju, Director & CFO
- c) Smt. G Parvathi, Director
- d) Sri. P. Lenin Babu Company Secretary

Companies controlled by Key Management Personnel:

- a) M/s. Diamond Drop Property Holdings (India) Private Limited
(Smt. G. Parvathi, Director interested as Director in the Company)
- b) M/s. Arqube Industries (India) Limited
(Sri.G. Raghu Rama Raju, Managing Director &
Smt. G. Parvathi, Director interested as Directors in the Company)

B. List of Related party transactions:

Nature of Transaction	Key Management personnel	Companies/ Firms/Controlled by KMP/Relatives of KMP
1. Rent paid during the period to Diamond Drop Property Holdings (India) Private Ltd.,	₹ -	₹ 3,63,000
2. Remuneration paid Sri G.Raghu Rama Raju	7,00,000	
B. Balances as at 31-03-2018 Share capital in Company held by		
- Sri G. Raghu Rama Raju	5,88,00,000	
- Smt. G. Parvathi	1,33,00,000	
- Sri G.G.R. Prabhakara Raju	50,000	

26. Particulars of earnings per share

PARTICULARS		31.03.2018	31.03.2017
		₹	₹
i)	Profit attributable to equity holders:		
	-- Continuing operations	1,26,22,550	1,25,46,958
	-- Discontinued operations	-	-
ii)	Profit attributable to equity holders for basic earnings	1,26,22,550	1,25,46,958
iii)	Interest on convertible preference shares	-	-
iv)	Profit attributable to equity holders adjusted for the effect of dilution	1,26,22,550	1,25,46,958
v)	Weighted average No. of equity shares for basic EPS	1,00,04,780	1,00,04,780
	-- Effect of dilution	-	-
	-- Share options	-	-
	-- Convertible preference shares	-	-
vi)	Weighted average No. of equity shares adjusted for the effect of dilution	10004780	10004780
vii)	Basic Earnings per Share (₹)	1.26	1.25
viii)	Diluted Earnings per Share (₹)	1.26	1.25

27. Since the company deals only in Manufacturing of Human hair products and there are no geographical segments to be reported.
28. The total sale revenue of Rs.12,06,58,174/- includes an amount of Rs.13,50,220/- towards net exchange gain on account of realization of export receivables.
29. According to an internal technical assessment carried out by the Company, there is no impairment in the carrying cost of cash generating units of the Company in terms of Indian Accounting Standard 36 'Impairment of Assets' .
30. The earmarked balances under head Cash & Cash equivalents represents the balance held in Dividend accounts towards unpaid final dividend of Rs. 31,509/- pertaining to the FY:2014-15, Interim dividend of Rs.31,142/- in respect of FY:2015-16 and Final Dividend of Rs. 37,327 in respect of FY:2016-17.

31. The exchange value for restatement of export receivables and Exchange Earners' Foreign Currency Account (EEFC) balance are taken at Rs.65.07 per dollar.
32. Cash-flow statement enclosed.
33. Figures in brackets indicate those for the previous period.
34. The previous period's figures have been regrouped / reclassified wherever necessary to conform to the current period presentation.

As per our report of even date

For **CHEVUTURI ASSOCIATES**
Chartered Accountants
F.R.NO.000632S

Sd/-
(CA Srinivasa Rao Cherukuri)
Partner
M.No.: 209237

Place: Tanuku
Date: 24.05.2018

For **RADIX INDUSTRIES (INDIA) LIMITED**

Sd/-
GOKARAJU RAGHU RAMA RAJU
Chairman & Managing Director

Sd/-
GOKARAJU PARVATHI
Director

Sd/-
G. Ganapathi Rama Prabhakara Raju
Director & CFO

Sd/-
P. Lenin Babu
Company Secretary

**FORM NO. MGT – 11
PROXY FORM**

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

CIN : L37200AP1993PLC016785
Name of the company : Radix Industries (India) Limited
Registered Office : Door No. 4-243, Chivatam, Near NH-5 Road, Tanuku, Andhra Pradesh - 534211
Name of the Member(s) :
 Registered Address :
 Email ID :
 Folio No. /Client ID :
 DP ID :

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

1. Name E-mail Id :
 Address:.....
 Signature : Or failing him
2. Name E-mail Id :
 Address:.....
 Signature : Or failing him
3. Name E-mail Id :
 Address:.....
 Signature : Or failing him

As my/our proxy to attend and vote (on a poll) for me/us and on my/our behalf at the 24th Annual General Meeting of the Company, to be held on on Thursday, 20th Day of September, 2018 at 11.00 A.M. at the registered office of the company at Door No. 4-243, Chivatam, Near NH-5 Road, Tanuku, Andhra Pradesh-534211 and at any adjournment thereof in respect of such resolutions as are indicated below:

1. Adoption of Statement of Profit and Loss, Balance Sheet, Reports of Board of Directors and Auditors for the year ended March 31, 2018.
2. Re-appointment of Sri. Ganapathi Rama Prabhakara Raju as a Director of the Company.
3. Declaration of dividend for the FY 2017-18

Affix
Revenue
Stamp

Signed this Day of 2018.

Signature of shareholder _____

Signature of Proxy holder(s) _____

Note: This form of proxy in order to be effective should be duly completed and deposited at the Registered Office of the Company, not less than 48 hours before the commencement of the Meeting.

RADIX INDUSTRIES (INDIA) LIMITED

Door No. 4-243, Chivatam, Near NH-5 Road, Tanuku, Andhra Pradesh-534211
 CIN:L37200AP1993PLC016785

ATTENDANCE SLIP

(Please present this slip at the Meeting venue)

I hereby record my presence at the 24th Annual General Meeting of the members of the company to be held on Thursday, 20th Day of September, 2018 at 11.00 A.M. at the registered office of the company at Door No. 4-243, Chivatam, Near NH-5 Road, Tanuku, Andhra Pradesh-534211.

Shareholders/Proxy's Signature _____

Shareholders/Proxy's full name _____

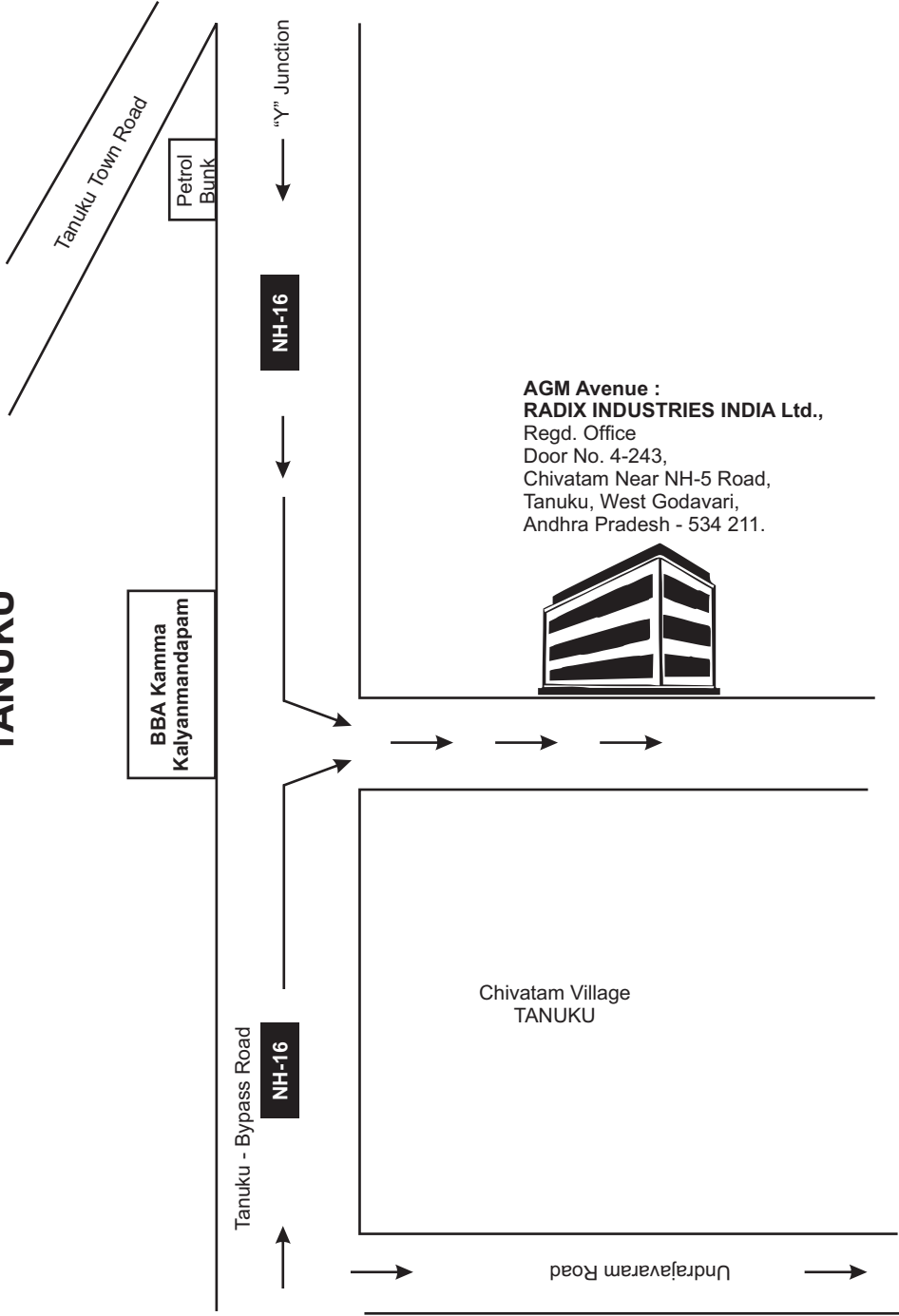
(In block letters)

Folio No./ Client ID _____

No. of shares held _____

Note: Shareholders attending the meeting in person or by proxy are required to complete the attendance slip and hand it over at the entrance of the meeting hall.

Route Map for Venue of Meeting (AGM) TANUKU



BOOK - POST

If undelivered please return to :

RADIX INDUSTRIES (INDIA) LIMITED

Door No. 4-243, Chivatam, Near NH-5 Road,

Tanuku - 534211, West Godavari Dist, Andhra Pradesh, India