

CREMICA AGRO FOODS LIMITED

28TH

2016-2017

CREMICA AGRO FOODS LIMITED

REGISTERED OFFICE: B-XXX111-324, G.T. ROAD (WEST), NEAR JALANDHAR BYE PASS, LUDHIANA

BOARD OF DIRECTORS

Sh. Surendar Kumar Sood
Sh. Dharamvir Bector
Sh. Anoop Bector
Smt. Rajni Bector
Sh. Atul Verma
Sh. Pankaj Dawar
Sh. Ajay Bector
Sh. Shantilal Sukalal Chaudhari

Chairman & Independent Director
Wholetime Director
Director
Wholetime Director
Independent Director
Independent Director
Wholetime Director
Executive Director

CHIEF FINANCIAL OFFICER

Sh. Rishi Kumar Bector

COMPANY SECRETARY

Mrs. Neha Gupta

SHARE TRANSFER AGENTS

Link Intime India Private Limited
44, Community Centre, 2nd Floor,
Naraina Industrial Area,
Phase-1, Near PVR Naraina,
Delhi-110 028

AUDITORS

M/s Kumar Sunil & Associates, Ludhiana

REGISTERED OFFICE

B-XXXIII-324, G.T. ROAD (WEST), NEAR
JALANDHAR BYEPASS LUDHIANA

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CREMICA AGRO FOODS LTD.

NOTICE

NOTICE is hereby given that the 28th Annual General Meeting of the members of M/s. Cremica Agro Foods Limited will be held on Friday 29th day of September, 2017 at 9.00 a.m. at Registered Office of the Company situated at B-XXXIII-324, G.T. Road (West), Near Jalandhar Bye Pass, Ludhiana-141005 to transact the following matter as ordinary business:

ORDINARY BUSINESS

To Consider and if thought fit to pass with or without modification(s) following resolution as Ordinary Resolution.

1. To receive, consider and adopt audited financial statements of the Company for the financial year ended on March 31st 2017 including Audited Balance Sheet as at March 31st, 2017, the statement of Profit & Loss Account for the financial year ended on that date along with the Reports of the Auditors and Directors thereon.
2. To appoint a Director in place of Sh. Ajay Bector (Din - 00058904) who retires by rotation in accordance with the Articles of Association of the Company and being eligible, offers himself for re-appointment.
3. To appoint a Director in place of Sh. Dharamvir Bector (Din- 00108654) who retires by rotation in accordance with the Articles of Association of the Company and being eligible, offers himself for re-appointment
4. Ratification of Appointment of Auditor:

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

"RESOLVED THAT pursuant to Sections 139, 142 and other applicable provisions, if any, of the Companies Act, 2013 (the "Act") and the Companies (Audit and Auditors) Rules, 2014 ("Rules") (including any statutory modification or re-enactment thereof, for the time being in force), the Company hereby ratifies the appointment of M/s Kumar Sunil & Associates, Chartered Accountants, **(ICAI Firm Registration No. 006263N)**, as Auditors of the Company to hold office from the conclusion of this Annual General Meeting (AGM) till the conclusion of the next AGM of the Company to be held in the year 2018 at such remuneration as may be mutually agreed between the Board of Directors and the Auditors."

By order of Board of Directors
For Cremica Agro Foods Limited

Place: Ludhiana
Date: 14.08.2017

Sd/-
Surendar Kumar Sood
(Chairman)

DIN: 02315224

Address: House 4275, Street 8,
Durgapuri Haibowal,
Ludhiana - 141001

Corporate Identity Number (CIN) : L15146PB1999PLC009676

Regd. Office & Works : B-XXXIII-324, G. T. Road (West), Jalandhar Bye-Pass, Ludhiana - 141 005, Punjab (India)

E-mail : biscuits@mrsbectorfoods.com, Phone : Office : (0161) 5035104; 2744434

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NOTES

1. A MEMBER ENTITLED TO ATTEND AND VOTE AT THE ANNUAL GENERAL MEETING (THE MEETING) IS ENTITLED TO APPOINT A PROXY TO ATTEND AND VOTE ON A POLL INSTEAD OF HIMSELF/HERSELF AND SUCH PROXY NEED NOT TO BE A MEMBER OF THE COMPANY. THE PROXY IN ORDER TO BE EFFECTIVE MUST BE DELIVERED AT THE REGISTERED OFFICE OF THE COMPANY, NOT LESS THAN FORTY EIGHT HOURS BEFORE THE TIME OF THE MEETING. THE BLANK PROXY FORM IS ENCLOSED.

A person can act as a proxy on behalf of members not exceeding fifty (50) and holding in the aggregate not more than ten percent of the total share capital of the Company. A member holding more than ten percent of the total share capital of the Company may appoint a single person as proxy and such person shall not act as a proxy for any other person or shareholder.

2. Corporate members intending to send their authorised representatives to attend the Meeting are requested to send to the Company a certified copy of the Board Resolution authorising their representative to attend and vote on their behalf at the Meeting.
3. The Statement pursuant to Section 102(1) of the Companies Act, 2013 relating to the Special Business to be transacted at the Meeting is annexed here to and forms as part of this Notice.
4. Members holding shares in physical form are requested to immediately notify change in their address/Bank details to the Company's Share Transfer Agent M/s. Link Intime India Pvt. Ltd 44, Community Centre, Phase-I, Near PVR, Naraina Ind. Area, New Delhi-110028 or to the Company's Registered Office at B XXX III 324G T ROAD WEST LUDHIANA PUNJAB PB 141005.
5. The Register of Members and Share Transfer Register of the Company shall remain closed from 12th September, 2017 to 22nd September, 2017 (both days inclusive).
6. Members holding shares in electronic form are requested to notify change in their address/Bank details to their Depository Participants before 12th September, 2017.
7. Since the Company's shares are in compulsory demat trading, to ensure better service and elimination of risk of holding shares in physical form, we request shareholders holding shares in physical form to dematerialize their shares at the earliest.
8. To avail the facility of nomination, Members are requested to send us duly filled and signed Nomination Form (Form No. SH-13).
9. Copies of Annual Report 2017 are being sent by electronic mode only to all the members whose email addresses are registered with the Company/ Depository Participant(s) for communication purposes unless any member has requested for a hard copy of the same. For members who have not registered their email addresses, physical copies of Annual Report 2017 are being sent by permitted mode.
10. Members seeking any information with regard to Annual Accounts at the time of meeting are requested to send their queries to the Company at least 7 days before the date of meeting so as to enable the management to keep the information ready.
11. Members are requested to bring their attendance slip along with their copy of Annual Report along with them at the Meeting.
12. The documents referred to in the accompanying Explanatory Statement are open for inspection at the Registered Office of the Company on any working day (except Sunday and holiday) between 10.00 A.M. to 12.00 Noon upto the date of Annual General Meeting.

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13. The Register under Section 189 (4) of the Companies Act, 2013 shall be produced at the commencement of the meeting and shall remain open and accessible during the continuance of the meeting.
14. Notice of the 28th Annual General Meeting and the Annual Report or the financial year 2016-17 will also be available on the Company's website i.e., <http://www.cremica.in/>
15. The facility for voting, via ballot or polling paper shall also be made available at the meeting and members attending the meeting shall be able to exercise their right at the meeting;
16. The members who have cast their vote by remote e-voting prior to meeting may also attend the meeting but shall not be entitled to cast their vote again.

Additional Information pursuant to Regulation 36(3) of the SEBI (Listing Obligation and Disclosure Requirement) Regulations Act, 2015 regarding Director seeking appointment/re-appointment.

As required under the SEBI (Listing Obligation and Disclosure Requirement) Regulations Act, 2015 the particulars of Directors who are proposed to be appointed/re-appointed are given below:

1. Ajay Bector

Name:	Sh. Ajay Bector
Age:	58 Years
Qualification:	Graduate
Expertise:	Having Business experience of more than 36 years in the Industry
Shareholding	20191

Listed Companies (other than Cremica Agro Foods Limited) in which Sh. Anoop Bector holds Directorship, Chairmanship and Membership of Board: NIL

Chairmanship of Board Committees: NIL

Member of Board Committees: NIL

Shareholding in the Company: 20191

Disclosure of relationship between Directors inter-se: Mr. Ajay Bector is son of Mr. Dharamvir Bector and Mrs. Rajni Bector and Brother of Mr. Anoop Bector

2. Rajni Bector

Name:	Sh. Dharamvir Bector
Age:	85 Years

Corporate Identity Number (CIN) : L15146PB1989PLC009678

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Qualification:	Post Graduate
Expertise:	Having Business experience of more than 50 years in the Industry
Shareholding	Nil

Listed Companies (other than Cremica Agro Foods Limited) in which Sh. Dharamvir Bector holds Directorship , Chairmanship and Membership of Board :

Directorship: NIL

Chairmanship of Board Committees: NIL

Member of Board Committees: NIL

Shareholding in the Company: 17813

Disclosure of relationship between Directors inter-se: Mr. Dharamvir Bector is Father of Mr. Anoop Bector and Mr. Ajay Bector and Husband of Mrs. Rajni Bector Directors of the Company.

By order of Board of Directors
For Cremica Agro Foods Limited

**Place: Ludhiana
Date: 14.08.2017**

Sd/-
**Surendar Kumar Sood
(Chairman)
DIN: 02315224
Address: House 4275, Street 8,
Durgapuri Haibowal,
Ludhiana - 141001**



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BOARD REPORT

Dear Members,

Your Directors have pleasure in presenting this Annual report on the affairs of the Company together with the Audited Statement of Accounts for the year ended on 31st March, 2017.

1. Standalone Financial Summary or performance of the company:
(In Rupees)

Particulars	Year Ended 31.03.2017	Year Ended 31.03.2016
Sales for the year(Net)	7,25,000	-
Other Income	40,19,371	43,94,052
Total Income	47,44,371	43,94,052
Profit/(Loss) before Financial Expenses, Preliminary expenses, Depreciation and Taxation		10,57,400
Less: Financial expenses(Finance Cost)	-	11150
Operating Profit/(Loss) before Preliminary expenses, Depreciation & Taxation	11,29,180	10,46,250
Less: Depreciation & Preliminary expenses written off	90282	87522
Profit/(Loss) before Taxation	10,38,898	9,58,728
Less : Provision for Taxation		
Current Tax	3,35,544	2,97,743
Deferred Tax Charge/ (Credit)	13,670	7,511
Income Tax of earlier years	-	-
Deferred Tax charge / (credit) for previous year	-	-
Profit/(Loss)for the year	6,89,683	6,53,474

2. Operations

The Company has reported total income of ₹ 47,44,371/- for the current year as compared to ₹ 43,94,052/- in the previous year. The Net Profit for the year under review amounted to ₹ 6,89,683/- as compared to ₹ 6,53,474/- in the previous year. During the year under review the Company did not do any business. The management is making efforts in order to once again start the business of the Company.

3. Transfer to reserves.



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The Company has not transferred any amount to reserves.

4. Dividend

Your directors have not recommended any dividend for financial period 2016-17.

5. Material Changes between the date of the Board report and end of financial year.

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

6. Significant and material orders passed by the regulators or courts or tribunals impacting the going concern status and company's operations in future:

With the de-recognition of OTCEI Exchange of India, in which shares of companies had been listed, the company is presently put in dissemination board. However, company has put a listing application in MSEI Stock Exchange of India.

7. Subsidiary Company/Joint Venture/Associate Company.

The company has no subsidiary or Joint venture company. However Mrs. Bectors Food Specialities Limited is an associate Company

8. Statutory Auditor & Audit Report:

The appointment of M/s Kumar Sunil & Associates, Chartered Accountants, Statutory Auditors of the Company having registration number FRN No.006263N who has been appointed to hold the office of Statutory Auditors for the period of four years from Financial year 2015-2019 i.e. (from conclusion of (26th Annual General Meeting) till (30th Annual General meeting) has to be ratified pursuant to the provisions of Section 139 of the Companies Act, 2013. The resolution is therefore placed at this annual general meeting to ratify their appointment. The Company has received a certificate from the statutory auditors to the effect that their re-appointment, if made, would be within the limits prescribed.

There are no qualifications or observations or remarks made by the Auditors in their Report.

9. Change in the nature of business:

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As required to be reported pursuant to Section 134(3)(q) read with Rule 8(5) (ii) of Companies (Accounts) Rules, 2014, There is no change in the nature of business carried on by company during the financial year 2016-17.

10. Details of directors or key managerial personnel;

(i)	Mr. Surendar Kumar Sood	Independent Director, Chairman
(ii)	Dharamvir Bector	Director
(iii)	Rajni Bector	Women Director
(iv)	Anoop Bector	Director
(v)	Ajay Bector	Director
(vi)	Shantilal Sukalal Chaudhary	Whole time Director, Chief Executive Officer
(vii)	Pankaj dawar	Independent Director
(viii)	Mr. Atul Verma	Independent Director
(ix)	Mr. Rishi Kumar Bector	Chief Financial Officer
(x)	Mrs. Neha Gupta	Company Secretary

Sh. Ajay Bector and Sh. Dharamvir Bector (Directors who have been longest in office since their last appointment) shall retire by rotation at Annual General Meeting of the Company pursuant to the provisions of Articles of Association of the company, and being eligible, offers themselves for re-appointment.

Mr. Shantilal Sukhalal Chaudhari is the Chief Executive Officer of the Company. Sh. Rishi Kumar Bector is the Chief Financial Officer of the Company. Smt. Neha Gupta is the Company Secretary of the Company.

Mr. Akshay Bector resigned from the directorship of the Company on 14.11.2016.

During the year under review the Company was in dissemination board. It was not been listed on any recognized stock exchange. Further the paid up capital of the Company was only 1.49 crores.

11. Deposits:

	(In Rupees)
Deposits accepted during the year(including renewed during the year)	Nil
Deposits remained unpaid or unclaimed as the end of the year	Nil
Default in repayment of deposits or payment of interest thereon during the year and if so number of such cases and the total amount involved (i) at the beginning of the year; (ii) maximum during the year	Nil

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(iii) at the end of the year	
Deposits which are not in compliance with requirement of chapter V of the Companies Act 2013	Nil

12. Conservation of energy, technology absorption, foreign exchange earnings and outgo:

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

13. Corporate Social Responsibility:

As per the provisions of section 135 of the Companies Act, 2013, every company having net worth of rupees five hundred crore or more or turnover of Rs. one thousand crore or more or a net profit of rupees five crore or more during any financial year is required to spend in every financial year at least 2% of the average net profits made during the three immediate preceding financial years on CSR activities. We would like to inform you that as per applicable provisions of Companies Act 2013, there was only Rs. 6,89,683 and accordingly CSR provisions were not applicable during the year under review.

14. Number of meeting of the Board:

During the year under review, the Board of Directors met five times i.e. 30th May, 2016, 5th August, 2016, 13th August, 2016, 10th November, 2016 and 13th February, 2017 with a predefined agenda circulated well in advance. The intervening gap between the Meetings was within the period prescribed under the Companies Act, 2013.

15. Directors' Responsibility Statement:

Pursuant to the requirement under section 134(3)(C) of the Companies Act, 2013 with respect to Directors' Responsibility Statement, it is hereby confirmed that:

(i) in the preparation of the annual accounts for the financial year ended 31st March, 2017, the applicable accounting standards had been followed along with proper explanation relating to material departures;

(ii) the directors had selected such accounting policies and applied them consistently and made judgments and estimates that are reasonable and prudent so as to give a true and fair view of the state of affairs of the company as at March 31, 2017 and of the profit and loss of the company for that period;



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(iii) the directors had taken proper and sufficient care for the maintenance of adequate accounting records in accordance with the provisions of the Companies Act, 2013 for safeguarding the assets of the company and for preventing and detecting fraud and other irregularities;

(iv) the directors had prepared the annual accounts on a going concern basis;

(v) the directors have laid down internal financial controls to be followed by the company and that such internal financial controls are adequate and are operating effectively; and

(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.

16. Declaration by Independent Directors

The Independent directors furnished a declaration that they meet the criteria of Independence as provided in sub section 6 of the section 149 of the Companies Act 2013 at their meeting held on 7th day of March 2017.

17. Company's policy on directors' appointment and remuneration including criteria for determining qualifications, positive attributes, independence of a director and other matters provided under sub-section (3) of section 178;

Your Board of directors has constituted Nomination and Remuneration Committee of the Board consisting of Sh. Atul Verma, Sh. Pankaj Dawar and Sh. Surendar Kumar Sood in terms of 178 of the Companies Act 2013 read with rule 6 of the Companies (Meeting of Board and its Power) Rules 2014. The Company considers human resources as its invaluable assets. This policy on nomination and remuneration of Directors, Key Managerial Personnel (KMPs) and other employees has been formulated in terms of the provisions of the Companies Act, 2013 in order to pay equitable remuneration to the Directors, KMPs and employees of the Company and to harmonise the aspirations of human resources consistent with the goals of the Company. Objective and purpose of the policy

The objectives and purpose of this policy are:

- a. To formulate the criteria for determining qualifications, competencies, positive attributes and independence for appointment of a Director (Executive and Non-Executive) and recommend to the Board policies relating to the remuneration of the Directors, Key Managerial Personnel and other employees;

Corporate Identity Number (CIN) : L15146PB1989PLC009876

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- b. To formulate the criteria for evaluation of performance of all the Directors on the Board;
- c. To devise a policy on Board diversity; and
- d. To lay out remuneration principles for employees linked to their effort, performance and achievement relating to the Company's Goals.

A Company's policy on directors' appointment and remuneration including criteria for determining qualifications, positive attributes, and independence of a director recommended by the Nomination and Remuneration Committee of the Board and approved by the Board of directors attached herewith as Annexure –B.

18. **Explanation or Comments on qualifications, reservations or adverse remarks or disclaimers made by the Auditors and the Practicing Company Secretary in their reports**

Your Board of directors wish to inform that since the Company was in dissemination board with the de-recognition of OTCEI Exchange of India, in which shares of companies has been listed, the Company was not able to file documents as required under Listing Agreement/ SEBI (LODR) Regulations, 2015 with the stock exchange during the year under review.

19. **Particulars of Employee:**

The information required pursuant to Section 197(12) of the Companies Act, 2013 read with Rule 5 of The Companies (Appointment and Remuneration of Managerial Personnel) Rules, 2014 in respect of employees of the Company is annexed as Annexure- C and form part of this report.

Further During the year under review, No employee of the Company was in receipt of remuneration exceeding the limits as provided under Rule 5(2) of the Companies (Appointment and Remuneration of Managerial Personnel) Rules, 2014.

20. **Extract of the annual return in form MGT-9:**

Pursuant to section 92(3) of the Companies Act, 2013 and Rule 12(1) of the Companies (Management and Administration) Rules 2014 is attached with this report as Annexure –F

21. **Secretarial Audit Report:**

M/s. Anuj Bansal & Associates, Company Secretaries Jalandhar has been appointed to conduct Secretarial Audit of the Company pursuant to section 204 of the Companies Act 2013 read with rule 9 of the Companies (Appointment and Remuneration of Managerial Personnel) Rules 2014. A report submitted by them attached herewith as Annexure –E



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22. **Related Party Transactions:**

The Company has not entered into any related party transactions during the year on arm's length basis and details of related party transactions in Form AOC-2 pursuant to section 134 of the Companies Act 2013 read with rule 8(2) of the Companies (Accounts) Rules 2014 attached herewith as Annexure –D

23. **Share Capital and provision of money by Company for purchase of its own shares by trustees or employees for the benefit of employees:**

Your Company has not issued any equity shares with differential rights, sweat shares, employee stock options and made any provision of money for purchase of its own shares by trustees or employees for the benefit of employees.

24. **Audit Committee and Vigil Mechanism**

The Board of directors of the Company has constituted an audit committee consisting of Sh. Pankaj Dawar, Sh. Anoop Bector, Sh. Surendar Kumar Sood in terms of section 177 of the Companies Act 2013 and rule 6 of the Companies (Meeting of Board and its Powers) Rules 2014.

Pursuant to the provisions of Section 177(9) of the Companies Act, 2013 read with Companies (Meetings of Board and its Powers) Rules, 2014, the Company established a Vigil Mechanism process as an extension of Company's Code of Conduct whereby any employee, directors, customers, vendors etc., can report the genuine concerns or grievances to the members of the Committee about unethical behavior, actual or suspected, fraud or violation of Company's Code of Conduct so that appropriate action can be taken to safeguard the interest of the Company. The Mechanism also provides for adequate safeguards against victimization of persons who uses such mechanism. The mechanism provide direct access to the chairperson/chairman of the Audit Committee in appropriate or exceptional cases. The Audit Committee regularly review the working of the Mechanism. No complaint was received during the year under review.

25. **Risk Management Policy**

The Company has a Risk Management Policy with an objective to formalize the process of identification of potential risk and adopt appropriate risk mitigation measures through a risk management structure. The Risk Management Policy is a step taken by the Company towards strengthening the existing controls. The Business of the Company solely depends upon the agricultural produce which is highly seasonal and this is a major element of risk which may threaten the existence of the Company.

26. **Disclosure regarding Issue of Equity Shares with Differential Rights**

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The company under the provision of Section 43 read with Rule 4(4) of the Companies (Share Capital and Debentures) Rules, 2014 has not issued any equity shares with differential rights.

27. Disclosure regarding issue of Sweat Equity Shares

The company under the provision Section 54 read with Rule 8(13) of the Companies (Share Capital and Debentures) Rules, 2014 has not issued any sweat equity shares.

28. Disclosure regarding issue of Employee Stock Options

There is no issue of employee stock option during the year.

The Board of directors, shall, inter alia, disclose in the Directors' Report for the year, the details as provided in rule 12 (9) of Companies (Share Capital and Debentures) Rules, 2014.

Particulars	Not Applicable
Approval	Not Applicable
Options granted	Not Applicable
Options vested	Not Applicable
Options exercised	Not Applicable
Total number of shares arising out of exercise of options	Not Applicable
Options forfeited/lapsed/cancelled	Not Applicable
Variations of terms of options	Not Applicable
Money realized by exercise of options	Not Applicable
Total number of options in force	Not Applicable

Notes: -

1. Details of options granted during the fiscal Year 2013 to 2016

Particulars	
(a) Directors and key managerial personnel	Not Applicable
Dharamvir Bector	Not Applicable
Rajni Bector	Not Applicable
Anoop Bector	Not Applicable

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Ajay Bector	Not Applicable
Shantilal Sukalal Chaudhary	Not Applicable
Pankaj dawar	Not Applicable
Surendar Kumar Sood	Not Applicable
Atul Verma	Not Applicable
Rishi Bector	Not Applicable
Neha Gupta	Not Applicable
(b) Any other employee who received a grant in any one year of options amounting to 5% or more of the options granted during the year (includes employees and group company employees)	Not Applicable
(c) Identified employees who are granted options, during any one year equal to exceeding 1% of the issued capital (excluding outstanding warrants and conversions) of the Company at the time of grant	Not Applicable

29. Voluntary Revision of Financial Statements or Board's Report

The Company is complying with the provisions of Section 129 or 134 of Companies Act, 2013, so there was no voluntary revision done by the company during financial year 2016-17.

30. Statement in Respect of Adequacy of Internal Financial Control with Reference to the Financial Statements

Pursuant to Section 134 (3)(q) read with Rule 8(5) (viii) of Companies (Accounts) Rules, 2014, and ICAI guidance note on adequacy on internal financial controls with reference to financial statements – it is stated that there is adequate internal control system in the Company

31. Receipt of any commission by MD / WTD from a Company or for receipt of commission / remuneration from it Holding or subsidiary

The Company has not paid any Commission to the Directors of the Company for the Financial Year 2016-17.

32. BOARD EVALUATION

Pursuant to the provisions of the Companies Act, 2013 and SEBI (LODR) Regulations, 2015, the Board carried out a formal Annual performance evaluation of its own, Board Committees and individual Directors as per the criteria laid



CREMICA AGRO FOODS LTD.

down by the Nomination and Remuneration Committee of the Company.

The Board evaluation was carried out through a structured evaluation process by all the Directors based on the criteria such as 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. They were evaluated on parameters such as their education, knowledge, experience, expertise, skills, behaviour, leadership qualities, level of engagement and contribution, independence of judgement, decision making ability for safeguarding the interest of the Company, stakeholders and its shareholders. 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. The Board was satisfied with the evaluation process and the results thereof.

33. Fraud Reporting

There was no fraud committed by company during the year.

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

The Company has zero tolerance for sexual harassment for women at workplace and has adopted a policy against sexual harassment in line with Sexual Harassment of Women at Workplace (Prevention, Prohibition and Redressal) Act, 2013 and the rules framed thereunder.

During the financial year 2016-17, the Company has not received any complaints on sexual harassment and hence no complaint remains pending as of 31 March, 2017

35. SEPARATE MEETING OF INDEPENDENT DIRECTORS

The Company's Independent Directors met on 07th March, 2017, without the attendance of Non Independent Directors and members of the management. All Independent Directors were present at the meeting. At the meeting, they:-

- i. Reviewed the performance of non-independent directors and the Board as a whole;
- ii. Reviewed the performance of the Chairperson of the Company, taking into account the views of Executive Directors and Non-Executive Directors;

Assessed the quality and timeliness of flow of information between the Company management and the Board which is necessary for the Board to effectively and reasonably perform their duties.



CREMICA AGRO FOODS LTD.

36. Particulars of Loan, Guarantees and Investments (LGSi) under Section 186.

As required to be reported pursuant to Section 134(3)(g) of Companies Act, 2013, the Complete details of LGSi covered under Sec 186 of CA, 2013, as per following format:

A. Details of Loans:

SL No	Date of making loan	Details of Borrower	Amount	Purpose for which the loan is to be utilized by the recipient	Time period for which it is given	Date of BR	Date of SR (if reqd)	Rate of Interest	Security
NA	NA	NA	NA	NA	NA	NA	NA	NA	NA
NA	NA	NA	NA	NA	NA	NA	NA	NA	NA

B. Details of Investments:-

SL No	Date of investment	Details of Investee	Amount	Purpose for which the proceeds from investment is proposed to be utilized by the recipient	Date of BR	Date of SR (if reqd)	Expected rate of return
NA	NA	NA	NA	NA	NA	NA	NA
NA	NA	NA	NA	NA	NA	NA	NA

C. Details of Guarantee / Security Provided:

SL No	Date of providing security/guarantee	Details of recipient	Amount	Purpose for which the security/guarantee is proposed to be utilized by the recipient	Date of BR	Date of SR (if any)	Commission
NA	NA	NA	NA	NA	NA	NA	NA
NA	NA	NA	NA	NA	NA	NA	NA

37. Internal financial control

Corporate Identity Number (CIN) : L15146PB1989PLC009676
 Regd. Office & Works : B-XXXIII-324, G. T. Road (West), Jalandhar Bye-Pass, Ludhiana - 141 005, Punjab (India)
 E-mail : biscuits@mrsbectorfoods.com, Phone : Office : (0161) 5085104, 2744434
 Works : 11-B, Udyog Vihar, Greater Noida, Distt. Gautam; Budh Nagar (U. P.) Ph. 4625400, E-mail : buns@mrsbectorfoods.com



CREMICA AGRO FOODS LTD.

The Board has adopted the policies and procedures for ensuring the orderly and efficient conduct of its business, including adherence to the Company's policies, the safeguarding of its assets, the prevention and detection of frauds and errors, the accuracy and completeness of the accounting records, and the timely preparation of reliable financial disclosures.

38. Internal Auditors

Pursuant to the provisions of section 138 of the Companies Act, 2013 read with Companies (Accounts) Rules, 2014, the Company has also appointed Mr. Ranjeev Grover as Internal Auditor of the Company. The Company is also having an Internal Audit Department to test the adequacy and effectiveness of Internal Control Systems laid down by the management and to suggest improvement in the systems.

39. REPORT ON THE CORPORATE GOVERNANCE

Your Company continues to follow the principles of good Corporate Governance. The company has already constituted several committees of directors to assist the Board in good Corporate Governance. The Corporate Governance Report alongwith the Auditors Certificate regarding compliance of the conditions of the Corporate Governance as stipulated in Clause 49 of the Listing Agreement/ SEBI (LODR) Regulations, 2015 of the Stock Exchange, is attached herewith as Annexure-G and form part of this report.

40. MANAGEMENT DISCUSSION AND ANALYSIS REPORT

Management Discussion and Analysis Report for the year under review as stipulated under the clause 49 of the listing agreement/ SEBI (LODR) Regulations, 2015 with the Stock Exchanges in India is enclosed as per annexure-H and forms the part of this Report.

41. INDUSTRIAL RELATIONS

The industrial relations remained cordial throughout the year and the excellent results were achieved with the whole hearted co-operation of employees at all levels.

42. Acknowledgments:

Your Directors take this opportunity to place on record their appreciation and sincere gratitude to all associates for their valuable support and look forward to their continued co-operation in the years to come. Your Directors acknowledge the support and co-operation received from the employees and all those who have helped in the day to day management.

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CREMICA AGRO FOODS LTD.

By order of Board of Directors
For Cremica Agro Foods Limited

Place: Ludhiana
Date: 14.08.2017

sdj-
Surendar Kumar Sood
(Chairman)
DIN: 02315224



CREMICA AGRO FOODS LTD.

Annexure –A

Particulars of energy conservation, technology absorption and foreign exchange earnings and outgo required under Rule 8 of the Companies (Accounts) Rules 2014 are provided below

The Company operates in a safe and environmentally responsible manner for the long- term benefit of all stake holders. The Company is committed to take effective measures to conserve energy and drive energy efficiency in operations.

A. CONSERVATION OF ENERGY

- (i) Following steps have been taken for conservation of energy.
- Energy Audits have been conducted at various plants/ units of the company
 - Replacement of florescent lamps with LED Lights in all plants/ units has been initiated
 - Occupancy sensors have been installed in corporate office to minimize power usage.
 - Auto- timers for Air conditioners and lights have been installed at corporate office to shut down power supply after office hours.
 - In-house training for energy conservation to the plant members and employees
 - Air pressure reduction in plants to reduce compressed air energy cost.
 - Installations of Wind ventilators on sheds of different units.
- (ii) Following steps taken by the Company for utilizing alternate source of energy.

The Company is exploring the option of installing solar panels for generation of electricity at all plant locations

B. TECHNOLOGY ABSORPTION

(i) the efforts made towards technology absorption:

The company is motivated to continuously work for the process and technology development on need basis .The team undertakes specific time – bound programmes to improve technology which are tried on pilot scale / lab to achieve desired results and then up scaled at the



CREMICA AGRO FOODS LTD.


manufacturing level. The Team works in close co-ordination with other outside agencies to ensure smooth transfer of technology. Appropriate documents are created for quality control and food safety.

C. FOREIGN EXCHANGE EARNINGS AND OUTGO

(In Rupees)

Particulars	2016-2017	2015-2016
Total Foreign Exchange Received (F.O.B. Value of Export)	Nil	Nil
TOTAL FOREIGN EXCHANGE USED		
i) Raw Materials	0	0
ii) Consumable Stores	0	0
iii) Capital Goods	0	0
iv) Foreign Travels	0	394871
v) Others	0	0
Total	0	394871

By order of Board of Directors
For Cremica Agro Foods Limited


Surendar Kumar Sood
(Chairman)
DIN: 02315224

Place: Ludhiana
Date: 14.08.2017



CREMICA AGRO FOODS LTD.

Annexure -B

Company's policy on directors' appointment and remuneration including criteria for determining qualifications, positive attributes, and independence of a director recommended by the Nomination and Remuneration Committee of the Board and approved by the Board of directors

Constitution of the Nomination and Remuneration Committee

The Board has constituted the "Nomination and Remuneration Committee" of the Board. This is in line with the requirements under the New Act. The Board has authority to reconstitute this Committee from time to time.

Policy for appointment including criteria for determining qualifications, positive attributes, and independence of a director of Director, KMPs and Senior Management

The Committee shall identify and ascertain the integrity, qualification, expertise and experience of the person for appointment as Director, KMP or senior management level and recommend to the Board his / her appointment. A person to be appointed as Director, KMP or senior management level should possess adequate qualification, expertise and experience for the position he / she is considered for appointment. The Committee has discretion to decide whether qualification, expertise and experience possessed by a person is sufficient / satisfactory for the concerned position. A person, to be appointed as Director, should possess impeccable reputation for integrity, deep expertise and insights in sectors / areas relevant to THE COMPANY, ability to contribute to THE COMPANY'S growth. Independence of directors are decided on the basis of definition of independent director contained in sub section 6 of section 149 of the Companies Act 2013.

Policy relating to the remuneration for Directors, KMPs and other employees

The remuneration / compensation / commission etc. to Directors will be determined by the Committee and recommended to the Board for approval. The remuneration and commission to be paid to the Managing Director shall be in accordance with the provisions of the Companies Act, 2013, and the rules made thereunder. Increments to the existing remuneration / compensation structure may be recommended by the Committee to the Board which should be within the limits approved by the Shareholders in the case of Managing Director. Where any insurance is taken by the Company on behalf of its Managing Director and any other employees for indemnifying them against any liability, the premium paid on such insurance shall not be treated as part of the remuneration payable to any such personnel. Provided that if such person is proved to be guilty, the premium paid on such insurance shall be treated as part of the remuneration. The remuneration and reward structure for employees depends upon their qualification and experience. The Committee would determine the remuneration of the Directors and formulate guidelines for remuneration payable to the employees.

By order of Board of Directors
For Cremica Agro Foods Limited

sg
Surendar Kumar Sood
(Chairman)
DIN: 02315224

Place: Ludhiana

Date: 14.08.2017

Corporate Identity Number (CIN) : L15146PB1989PLC009676

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CREMICA AGRO FOODS LTD.

ANNEXURE- C

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

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

Sr. No.	Name of Director/KMP and Designation	Remuneration of Director /KMP for financial year 2016-17	% increase in Remuneration in the Financial Year 2016-17	Ratio of remuneration of each Director/ to median remuneration of employees	Comparison of the Remuneration of the KMP Against the Performance of the Company
1					
2					
3					
4					

N.A.

- ii) The median remuneration of employees of the company during the financial year was – Rs. 2,00,000
- iii) In the financial year, there was an increase in the median remuneration of employees; -N.A.
- iv) There were Eight permanent employee on the rolls of company as on March 31, 2017;
- v) Average percentage increase made in the salaries of employees other than the managerial personnel in the last financial year i.e.2016-17- 116%
- vi) It is hereby affirmed that the remuneration paid is as per the Appointment and Remuneration Policy of the Company for Directors, Key Managerial Personnel and other Employees.

B. DETAIL OF TOP TEN EMPLOYEES OF THE COMPANY IN TERMS OF SALARY DRAWN AS REQUIRED UNDER RULE 5(2) OF THE COMPANIES (APPOINTMENT AND REMUNERATION OF MANAGERIAL PERSONNEL) RULES, 2014:

Sr. No.	Name & Designation	Remuneration received (Rs. In Lakhs)	Nature of Employment (Contractual otherwise)	Qualification and Experience	Date of Commencement of Employment	Age	Last Employment	%age of Equity shares held	Whether relative of any director or manager
1.	Raj Kumar	2,00,000	Permanent	10+2	26.09.2016	46	N.A.	Nil	No
2.	Umesh Singh	2,00,000	Permanent	Graduation	01.08.2014	37	Panchwati Paryogshala Pvt. Ltd	Nil	No
3.	Neha Gupta (Company Secretary)	50,000	Permanent	ACS	27.07.2015	32		Nil	No
4.	Rishi Bector	2,20,478	Permanent	10+2	01.04.2016	41	N.A.	Nil	No
5.	Ramveer	2,00,000	Permanent	Post Graduate	01.04.2016	28	Kumar Sunil and Associates	Nil	No
6.	Ravinder	2,00,000	Permanent	Post Graduate	01.04.2015	34		Nil	No
7.	Lal Singh	1,50,000	Permanent	Post Graduate	01.04.2016	28	CMC Ltd	Nil	No
8.	Narinder Singh	2,00,000	Permanent	Graduate	01.04.2016	28	N.A.	Nil	No

**By order of Board of Directors
For Cremica Agro Foods Limited
Surendar Kumar Sood
(Chairman)
DIN: 02315224**

Place: Ludhiana
Date: 14.08.2017



CREMICA AGRO FOODS LTD.

Annexure-D

FORM NO. AOC -2

(Pursuant to clause (h) of sub-section (3) of section 134 of the Act and Rule 8(2) of the Companies (Accounts) Rules, 2014)

Form for disclosure of particulars of contracts/arrangements entered into by the company with related parties referred to in sub-section (1) of section 188 of the Companies Act, 2013 including certain arms length transactions under third proviso thereto

1. Details of contracts or arrangements or transactions not at arm's length basis: NIL

2. Details of material contracts or arrangements or transactions at arm's length basis

(A) Related Party Transactions with Mrs. Bectors Food Specialties Limited

(a) Name(s) of the related party and nature of relationship	Mrs. Bectors Food Specialties Limited hereinafter referred as MBFSL (a Public company which holds 44.95% equity shares of company)		
(b) Nature of contracts/arrangements/transactions	Payable for Capital Goods		
(c) Duration of the contracts/arrangements/transactions	Continuous Basis		
(d) Salient terms of the contracts or arrangements or transactions including the value, if any	Contracts or arrangements or transactions are at arm's length basis having value (in Rs)as follows		
	Sale to MBFSL	Payable for Capital Goods	Rs 60,60,501
(e) Justification for entering into such contracts or arrangements or transactions	MBFSL is a company which deals in Manufacturing, sale and distribution of Biscuits, Breads and Buns		
(f) Date(s) of approval by the board	30.05.2016		

(C) Related Party Transactions with Cremica Food Industries Limited

(a) Name(s) of the related party and nature of relationship	Cremica Food Industries Limited (a Limited company in which directors hold more than 2% shares)		
(b) Nature of contracts/arrangements/transactions	1. For the purchase of Land 2. Trade Payable		
(c) Duration of the contracts/arrangements/transactions	Contract for one year		
(d) Salient terms of the contracts or arrangements or transactions including the value, if any	Contracts or arrangements or transactions are at arm's length basis having value (in Rs)as follows		
	Advance against Land	Rs 145,57,071	
	Trade Payable	Rs. 39,43,965	

Corporate Identity Number (CIN) : L15146PB1989PLC009676

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CREMICA AGRO FOODS LTD.

(e) Justification for entering into such contracts or arrangements or transactions	Cremica Food Industries Limited is a company which deals in Manufacturing, sale and distribution of Sauce.
(f) Date(s) of approval by the board	30.05.2016

**By order of Board of Directors
For Cremica Agro Foods Limited**

Surendar Kumar Sood ^{sd/-}
(Chairman)
DIN: 02315224

**Place: Ludhiana
Date: 14.08.2017**



CREMICA AGRO FOODS LTD.

ANNEXURE-E

Ref:ABA/CAFL/2017

Date: 14.08.2017

**Form No. MR-3
Secretarial Audit Report**

(For the Financial Year Ending 31.3.2017)

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

To
The Board of Directors
Cremica Agro Foods Limited,
B XXX III 324 GT Road, West
Ludhiana, Punjab 141005

We have conducted the Secretarial Audit of the compliance of applicable statutory provisions and the adherence to good corporate practices by Cremica Agro Foods Limited, having registered office at B XXX III 324 GT Road, West Ludhiana, Punjab 141005, Corporate Identification No. L15146PB1989PLC009676 (**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 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 ended on 31.03.2017**, 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 their records maintained by ("The Company") for the period ended on 31.3.2017 according to the provisions of:

- I. The Companies Act, 2013 (**the Act**) and the Rules made thereunder;
- II. 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;



CREMICA AGRO FOODS LTD.

- III. The Securities Contracts (Regulation) Act, 1956 ('SCRA') and the Rules made thereunder;
- IV. The Depositories Act, 1996 and the Regulations and Bye-laws framed thereunder;
- V. The following Regulations and Guidelines prescribed under the Securities and Exchange Board of India Act, 1992 ('SEBI Act') are not applicable to the Company being the unlisted entity:-

- a. The Securities and Exchange Board of India (Substantial Acquisition of Shares and Takeovers) Regulations, 2011;
- b. The Securities and Exchange Board of India (Prohibition of Insider Trading) Regulations, 1992;
- c. The Securities and Exchange Board of India (Issue of Capital and Disclosure Requirements) Regulations, 2009;
- d. The Securities and Exchange Board of India (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;
- g. the Company has complied with the requirements under the Equity Listing Agreements entered into with BSE Limited, National Stock Exchange of India Limited; and
- h. The Memorandum and Articles of Association.
- i. Listing Obligation and Disclosure Requirements Regulation, 2015.

- VI. As informed to us, the other laws specifically applicable to the Company have been complied with. In this regard, we have relied on the information/records produced by the Company during the course of Audit on test check and randomly basis and limited to that extent only for the following acts:

- Food Safety & Standards Act, 2006
- The Factories Act, 1948.
- The Payment of Wages Act, 1936.
- The Minimum Wages Act, 1948.
- Employees Provident Fund and Misc. Provisions Act, 1952.
- Employers State Insurance Act, 1948.
- The Payment of Bonus Act, 1965.
- The Environment (Protection) Act, 1986.
- Electricity Act 2003.
- Payment of Gratuity Act, 1972.
- Water (Prevention & Control of Pollution) Act 1974 and rules thereunder.
- Air (Prevention & Control of Pollution) Act 1981 and rules thereunder.

Corporate Identity Number (CIN) : L15146PB1989PLC009676.

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CREMICA AGRO FOODS LTD.

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

- i) Secretarial Standards 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, Listing Agreements etc mentioned above.

2. We further report that the Company has, in our opinion, complied with the provisions of the Companies Act, 1956 and the Rules made under that Act and the provisions of Companies Act, 2013 as notified by Ministry of Corporate Affairs and the Memorandum and Articles of Association of the Company, with regard to:

- a) Maintenance of various statutory registers and documents and making necessary entries therein;
- b) Forms, returns, documents and resolutions required to be filed with the Registrar of Companies and the Central Government;
- c) Service of documents by the Company on its Members, Auditors and the Registrar of Companies;
- d) Notice of Board meetings and Committee meetings of Directors;
- e) The meetings of Directors and Committees of Directors including passing of resolutions by circulation;
- f) The Annual General Meeting held on 30.09.2016 including the provisions related to extension of time;
- g) Minutes of proceedings of General Meetings and of the Board and its Committee meetings;
- h) Approvals of the Members, the Board of Directors, the Committees of Directors and the government authorities, wherever required;
- i) Constitution of the Board of Directors / Committee(s) of Directors, appointment, retirement and reappointment of Directors including the Managing Director and Whole-time Directors;
- j) Payment of remuneration to Directors including the Managing Director and Whole-time Directors,
- k) Appointment and remuneration of Auditors and Cost Auditors;
- l) Transfers and transmissions of the Company's shares and issue and dispatch of duplicate certificates of shares;
- m) Declaration and payment of dividends;
- n) Transfer of certain amounts as required under the Act to the Investor Education and Protection Fund and uploading of details of unpaid and unclaimed



CREMICA AGRO FOODS LTD.

- dividends on the websites of the Company and the Ministry of Corporate Affairs, if any;
- o) Borrowings and registration, modification and satisfaction of charges wherever applicable;
 - p) Investment of the Company's funds including investments and loans to others;
 - q) Form of balance sheet as prescribed under Part I, form of statement of profit and loss as prescribed under Part II and General Instructions for preparation of the same as prescribed in Schedule VI to the Act;
 - r) Directors' report;
 - s) Related Party Transactions.
 - t) Contracts, common seal, registered office and publication of name of the Company; and
 - u) Generally, all other applicable provisions of the Act and the Rules made under the Act.

3. We further report that:

- a. The Board of Directors of the Company is duly constituted with proper balance of Executive Directors, Non-Executive Directors and Independent Directors. The changes in the composition of the Board of Directors that took place during the period under review were carried out in compliance with the provisions of the Act.
- b. Adequate notice is given to all directors to schedule the Board Meetings, agenda and detailed notes on agenda were sent at reasonable gap 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.
- c. Majority decision is carried through while the dissenting members' views are captured and recorded as part of the minutes.
- d. The Company has obtained all necessary approvals under the various provisions of the Act; and
- e. There was no prosecution initiated and no fines or penalties were imposed during the year under review under the Act, SEBI Act, SCRA, Depositories Act, Listing Agreement and Rules, Regulations and Guidelines framed under these Acts against / on the Company, its Directors and Officers.
- f. The Directors have complied with the disclosure requirements in respect of their eligibility of appointment, their being Independent and compliance with the Code of Business Conduct & Ethics for Directors and Management Personnel;



CREMICA AGRO FOODS LTD.

4. The Company is not required to comply with the provisions of the Securities Contracts (Regulation) Act, 1956 and the Rules made under that Act, with regard to maintenance of minimum public shareholding, being the Unlisted Public Company.

5. The Company is not required to comply with the provisions of the Depositories Act, 1996 and the Bye laws framed thereunder by the Depositories with regard to dematerialization/dematerialisation of securities and reconciliation of records of dematerialized securities with all securities issued by the Company.

6. We further report that:

- a. the Company is not required to comply (being the Unlisted Public Company) with the requirements under the Equity Listing Agreements entered into with BSE Limited, National Stock Exchange of India Limited;
- b. the Company is not required to comply (being the Unlisted Public Company) with the provisions of the Securities and Exchange Board of India (Substantial Acquisition of Shares and Takeovers) Regulations, 2011 including the provisions with regard to disclosures and maintenance of records required under the said Regulations;
- c. the Company is not required to comply (being the Unlisted Public Company) with the provisions of the Securities and Exchange Board of India (Prohibition of Insider Trading) Regulations, 1992 including the provisions with regard to disclosures and maintenance of records required under the said Regulations;

7. The Company has complied with the provisions of the FEMA, 1999 and the Rules and Regulations made under that Act to the extent applicable.

8. We further report that based on the information received and records maintained there are adequate systems and processes in the Company commensurate with the size and operations of the Company to monitor and ensure compliance with applicable laws, rules, regulations and guidelines.

For Anuj Bansal & Associates
Practicing Company Secretaries

sd/-
Anuj R Bansal

B.Com, FCS, LLB, PGDIA.

M: No. F-5166

COP No.: 3667

Date: 14.08.2017.

Place: Jalandhar.

Corporate Identity Number (CIN) : L15146PB1989PLC009676

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CREMICA AGRO FOODS LTD.

ANNEXURE-F

FORM MGT-9

EXTRACT OF ANNUAL RETURN AS ON THE FINANCIAL YEAR ENDED ON 31ST MARCH, 2017

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

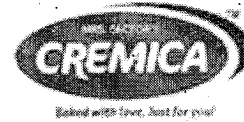
I. REGISTRATION AND OTHER DETAILS:

i.	CIN	L15146PB1989PLC009676
ii.	Registration Date	06/09/1989
iii.	Name of the Company	CREMICA AGRO FOODS LIMITED
iv.	Category/Sub-Category of the Company	Company limited by shares / Indian non-Government company
v.	Address of the Registered office and contact details	B XXX III 324G T ROAD WEST LUDHIANA PUNJAB PB 141005
vi.	Whether Listed Company	Yes
vii.	Name, Address and Contact details of Registrar and Transfer Agent, if any	<p>Link Intime India Pvt. Ltd 44, Community Centre, Phase-I, Near PVR, Naraina Ind. Area, New Delhi-110028</p> <p>☎ Phone: +91 11 4141 0592 ☎ Fax: +91 11 4141 0591 ✉ rnt.helpdesk@linkintime.co.in 🌐 www.linkintime.co.in</p>

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:-

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 E-mail : biscuits@mrsbectorfoods.com, Phone : Office : (0161) 5085104, 2744434
 Works : 11-B, Jdyog Vihar, Greater Noida, Distt. Gautam Budh Nagar (U. P.) Ph. 4625400. E-mail : buns@mrsbectorfoods.com



CREMICA AGRO FOODS LTD.

Sr. No.	Name and Description of main products/ services	NIC Code of the Product/ Service	% to total turnover of the Company
1.	Manufacture of bread	10711	Nil
2.	Manufacture of other bakery products n.e.c.	10719	Nil

III. PARTICULARS OF HOLDING, SUBSIDIARY AND ASSOCIATE COMPANIES

S NO	Name and address of company	CIN/GLN	Holding/Subsidiary/Associate	% of share held	Applicable section
1.	Mrs. Bectors Food Specialties Limited	U748PPP1995PLC033417	Associate	44.95	2 (6)

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				No. of Shares held at the end of the year				% Change during the year
	Demat.	Physical	Total	% of Total Shares	Demat.	Physical	Total	% of Total Shares	
A. Promoter									
1) Indian									
(a) Individuals	0	121932	121932	8.14	0	111149	111149	7.42	-0.72
(b) Central Government / State Government(s)	0	0	0	0	0	0	0	0	0
(c) Bodies Corporate	0	888003	888003	59.26	0	899186	899186	60.00	0.74
(d) Financial Institutions / Banks	0	0	0	0	0	0	0	0	0
(e) Any Other (Specify)									
Sub Total (A)(1)	0	1009935	1009935	67.40	0	1010335	1010335	67.42	0.02
(2) Foreign									
(a) Individuals (Non-	0	0	0	0	0	0	0	0	0

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CREMICA AGRO FOODS LTD.

Resident Individuals / Foreign Individuals										
(b) Bodies Corporate	0	0	0	0	0	0	0	0	0	0
(c) Institutions	0	0	0	0	0	0	0	0	0	0
(d) Any Other (Specify)										
Sub Total (A)(2)	0	0	0	0	0	0	0	0	0	0
Total Shareholding of Promoter and Promoter										
Group(A)=(A)(1)+(A)(2)	0	1009935	1009935	67.40	0	1010335	1010335	67.42	0.02	
(B) Public Shareholding										
(1) Institutions.										
(a) Mutual Funds / UTI	0	0	0	0	0	0	0	0	0	0
(b) Financial Institutions / Banks	0	0	0	0	0	0	0	0	0	0
(c) Central Government / State Government(s)	0	0	0	0	0	0	0	0	0	0
(d) Venture Capital Funds	0	0	0	0	0	0	0	0	0	0
(e) Insurance Companies	0	0	0	0	0	0	0	0	0	0
(f) Foreign Institutional Investors	0	0	0	0	0	0	0	0	0	0
(g) Foreign Venture Capital Investors	0	0	0	0	0	0	0	0	0	0
(h) Any Other (Specify)										
Sub Total (B)(1)	0	0	0	0	0	0	0	0	0	0
(2) Non-Institutions										
(a) Bodies Corporate										
(i) Indian	0	53900	53900	3.60	0	53900	53900	3.60	0	0
(ii) Overseas	0	0	0	0	0	0	0	0	0	0
(b) Individuals										
(i) Individual shareholders holding nominal share capital upto Rs. 2 lakh.	5800	398765	404565	26.99	6300	397865	404165	26.97	-0.02	
(ii) Individual shareholders holding nominal share capital in excess of Rs. 2 lakh	0	30100	30100	2.01	0	30100	30100	2.01	0	
(c) Any Other (Specify)										
Sub Total (B)(2)	5800	482765	488565	32.60	6300	481865	488165	32.58	-0.02	

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Total Public Shareholding(B)=(B)(1)+(B)(2)	5800	482765	488565	32.60	6300	481865	488165	32.58	-0.02
Total (A)+(B)	5800	1492700	1498500	100.00	5800	1492700	1498500	100.00	0
Shares held by custodians and against which depository receipts have been issued									
Promoter and Promoter Group	0	0	0	0	0	0	0	0	0
Public	0	0	0	0	0	0	0	0	0
Total (A)+(B)+(C)	5800	1492700	1498500	100.00	5800	1492700	1498500	100.00	

*Where ever necessary the figures of the last year have been made comparable with this year's figures.

(ii), (iii) Change in Promoters Shareholding

Sr No.	Name & Type of Transaction	Shareholding at the beginning of the year - 2016		Transactions during the year		Cumulative Shareholding at the end of the year - 2017	
		NO.OF SHARES HELD	% OF TOTAL SHARES OF THE COMPANY	DATE OF TRANSACTION	NO. OF SHARES	NO OF SHARE S HELD	% OF TOTAL SHARES OF THE COMPANY
1	MRS. BECTOR FOOD SPECIALITIES LTD	662323	44.20%				
	Transfer			January, 2017	8387		
				February, 2017	2796		
	At The End of the Year					673506	44.95%
2	AKSHAY BECTOR	56370	3.76				
	Transfer					56370	3.76%
	At The End of the Year						
3	AJAY BECTOR	20191	1.35				
	Transfer					20191	1.35%
	At The End of the Year						

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4	ANOOP BECTOR	19571	1.31				
	Transfer			February, 2017	-2796		
	At The End of the Year					16775	1.31%
5	Dharamvir Bector	25800	1.72				
	Transfer			January, 2017	-8387		
				March, 2017	400		
	At The End of the Year					17813	1.20%
6	Cremica Food Industries Limited	225680	15.06%				
	At The End of the Year					225680	15.06%
	Total :	1009935	67.40%			1010335	67.42%

Note: 1. Paid up Share Capital of the Company (Face Value Rs. 10.00) at the end of the year is 1498500 Shares.

2. The details of holding has been clubbed based on PAN.

3. % of total Shares of the Company is based on the paid up Capital of the Company at the end of the Year.

*Please note that due to scheme of merger and amalgamation as approved by Punjab and Haryana High Court on 4th July, 2014 the shares of Cremica Industries Limited, Mrs. Bector's Cremica Enterprises Limited, Bector Food Limited, Cremica Foods Limited, Cremica Mulk Specialities Ltd got transferred to Mrs. Bectors Food Specialited Limited and Cremica Food Industries Ltd



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(iv). Shareholding Pattern of Top Ten Shareholders

Sr No.	Name & Type of Transaction	Shareholding at the beginning of the year i.e., on 31.03.2016		Transactions during the year		Cumulative Shareholding at the end of the year i.e., on 31.03.2017	
		NO.OF SHARES HELD	% OF TOTAL SHARES OF THE COMPANY	DATE OF TRANSACTION	NO. OF SHARES	NO OF SHARES HELD	% OF TOTAL SHARES OF THE COMPANY
1	D.V. & SONS (HUF)	30100	2.0087			30100	2.0087
	AT THE END OF THE YEAR					30100	2.0087
2	DATT ENTERPRISES LTD	25700	1.7150			25700	1.7150
	AT THE END OF THE YEAR					25700	1.7150
3	SBI CAPITAL MARKETS LIMITED	19200	1.2813			19200	1.2813
	AT THE END OF THE YEAR					19200	1.2813
4	NIKHIL BECTOR	27000	1.80			27000	1.80
	AT THE END OF THE YEAR					27000	1.80
5	SANA BECTOR	15600	1.0410			15600	1.0410
	AT THE END OF THE YEAR					15600	1.0410
6	ROMESH WADHWANI	13600	0.90			13600	0.90
	AT THE END OF THE YEAR					13600	0.90
7	SNEHAL R KOTHARI	8300	0.5539			8300	0.5539
	AT THE END OF THE YEAR					8300	0.5539
8	INDRA KUMAR BAGRI	5300	0.3537			5300	0.3537
	Transfer			2016-2017	400	5700	0.3537
	AT THE END OF THE YEAR					5300	0.3537
9	VISHNU MITTAL	4000	0.2669			4000	0.2669
	AT THE END OF THE YEAR					4000	0.2669
10	ERROL JOSEPH SIQUEIRA	3800	0.2536			3800	0.2536
	AT THE END OF THE YEAR					3800	0.2536
11	ARJAN BHARWANI	2300	0.1535			2300	0.1535
	AT THE END OF THE YEAR					2300	0.1535
12	AKHILESH BECTOR	19100	1.27			19100	1.27%
	At The End of the Year					19100	1.27%
13	ISHAN BECTOR	15950	1.06				
	Transfer						
	At The End of the Year					15950	1.06%

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14	SAUVIR BECTOR	15950	1.06			
	Transfer					
	At The End of the Year				15950	1.06%
15	SAMIRA BECTOR	14550	0.97			
	Transfer					
	At The End of the Year				14550	0.97%
16	RASHMI BECTOR	10270	0.69			
	Transfer					
	At The End of the Year				10270	0.69%
17	Dharamvir Bector and Sons	8845	0.59			
	Transfer			March, 2017	160	
	At The End of the Year				8685	

Note: 1. Paid up Share Capital of the Company (Face Value Rs: 10.00) at the end of the year is 1498500 Shares.

2. The details of holding has been clubbed based on PAN.

3. % of total Shares of the Company is based on the paid up Capital of the Company at the end of the Year.

V. INDEBTEDNESS

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

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

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Net Change	Nil	Nil	Nil	Nil
Indebtedness at the end of the financial year				
i) Principal Amount	Nil	Nil	Nil	Nil
ii) Interest due but not paid	Nil	Nil	Nil	Nil
iii) Interest accrued but not due	Nil	Nil	Nil	Nil
Total (i+ii+iii)	Nil	Nil	Nil	Nil

VI. REMUNERATION OF DIRECTORS AND KEY MANAGERIAL PERSONNEL

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

Sr. No.	Particulars of Remuneration	Name of MD/WTD/ Manager		Total Amount
1.	Gross salary			
	(a) Salary as per provisions contained in section 17(1) of the Income-tax Act, 1961	Nil	Nil	Nil
	(b) Value of perquisites u/s 17(2) Income-tax Act, 1961	Nil	Nil	Nil
	(c) Profits in lieu of salary under section 17(3) Income-tax Act, 1961	Nil	Nil	Nil
2.	Stock Option	Nil	Nil	Nil
3.	Sweat Equity	Nil	Nil	Nil

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4.	Commission - as% of profit - Others, specify...	Nil	Nil	Nil
5.	Others, please specify	Nil	Nil	Nil
6.	Total(A)	Nil	Nil	Nil

B. Remuneration to other Directors:

Sl. No.	Particulars of Remuneration	Name of MD/WTD/ Manager	Total Amount
	<u>Independent Directors</u> •Fee for attending board committee meetings •Commission •Others, please specify		
	Total(1)	NIL	
	<u>Other Non-Executive Directors</u> •Fee for attending board committee meetings •Commission •Others, (Consultancy Fees)		
	Total (2)		
	Total (B) = (1+2)		
	Total Managerial Remuneration		

C. Remuneration to Key Managerial Personnel Other Than MD/Manager/WTD

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Sl. No.	Particulars Remuneration	of Key Managerial Personnel			
		CEO	Company Secretary	CFO	Total
1.	Gross Salary				
	(a) Salary as per provisions contained in section 17(1) of the Income-tax Act, 1961	Nil	50000	Nil	Nil
	(b) Value of perquisites u/s 17(2) Income-tax Act, 1961	Nil	Nil	Nil	Nil
	(c) Profits in lieu of salary under section 17(3) Income-tax Act, 1961	Nil	Nil	Nil	Nil
2.	Stock Option	Nil	Nil	Nil	Nil
3.	Sweat Equity	Nil	Nil	Nil	Nil
4.	- Commission as % of profit. - others, specify...	Nil	Nil	Nil	Nil
5.	Others, please specify	Nil	Nil	Nil	Nil
6.	Total	Nil	50000	Nil	Nil

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					

NIL

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Place: Ludhiana
 Date: 14.08.2017

Surendar Kumar Sood
 (Chairman)
 DIN: 02315224

By order of Board of Directors
 For Cremica Agro Foods Limited
Sd/-

ng		C. Other Officers in Default		ng	
Compound	Punishment	Penalty			

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ANNEXURE - G

CORPORATE GOVERNANCE REPORT

This report of Corporate Governance form part of the Annual Report.

Company's philosophy on Corporate Governance

Your company continues to practice the principle of good Corporate Governance. It is company's firm belief that good Corporate Governance is key to success of business. The company's philosophy envisage an attainment of highest level of the transparency and accountability in its operations so that company's goal of creation and maximization of wealth of the shareholders could be achieved. The SEBI (Listing Obligations and Disclosure Requirements), Regulation, 2015 (hereinafter referred to as SEBI LODR Regulations, 2015) incorporate certain mandatory disclosure requirements which shall be made with regard to Corporate Governance (Part C of Schedule V) and accordingly we are pleased to report on the corporate governance as hereunder:-

I. BOARD OF DIRECTORS

As per the requirements of Regulation 17(1) of SEBI LODR Regulations, 2015, the Board of the Company should have the optimum combination of executive and non-executive directors with at least one women director.

a. Composition and Category of Directors:

We are pleased to report that the present strength of the Board is Eight Directors which Comprises of optimal mix of Executive and Non executive Directors. Sh. Surendar Kumar Sood is a Non-Executive Chairman & Sh. Shantilal Sukhlal Chaudhary is an Executive Director. Thus the post of Chairman and Executive Director are held by different persons.

The present board consists of one third of the Independent Directors, as required under Corporate Governance Rules. Out of Eight Board members, three members namely Sh. Pankaj Dawar, Sh. Surendar Kumar Sood and Sh. Atul Verma are the Independent Directors.

Mrs. Rajni Bector is women Director of the Company. Thus the company has complied the Corporate Governance Rules regarding composition of Board of Directors.

Since the Company did not do any business none of the Director was paid any sitting fee.

b. Number of Board Meetings held and dates on which held:

During the year the Board met five times i.e., on 30th May, 2016, 5th August, 2016, 13th August, 2016, 10th November, 2016 and 13th February, 2017 with clearly defined



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agenda circulated well in advance of each meeting. The maximum interval between the two board meetings is not more than 120 days.

c. Details of Attendance of Directors at the Board Meetings and Last Annual General Meeting:

The participation of Non-Executive Directors and Independent Directors has been active in the Board Meetings. The Attendance record of directors in the Board Meeting held during the year 2016-17 and the last Annual General Meetings held on Friday, 30th day of September, 2016 is given here under:

Name of Director	Category of Directors	No. of other Directorship (excluding Private Company)	No. of Committee Membership of other Companies		No. of Board Meeting Attended	AGM Attendance (held on 30.09.2016)	No. of Shares held
Dharamvir Bector	Director	1	-	-	5	Yes	18013
Rajni Bector	Women Director	1	-	-	5	Yes	0
Anoop Bector	Director	2	1	-	5	Yes	16775
Ajay Bector	Director	3	-	-	0	Yes	20191
Shantilal Sukalal Chaudhary	Whole Time Director, CEO	1	-	-	5	Yes	0
Pankaj Dawar	Independent Director	3	1	1	5	Yes	0
Surendar Kumar Sood	Independent Director, Chairman	2	-	-	5	Yes	0
Atul Verma	Independent Director	0	-	-	5	Yes	0

d. Number of other Board of Directors or Committees in which Directors are member or chairperson:

The information regarding the other Board of Directors or Committees in which Directors are member or chairperson is already given in the table given in Para C above. None of the Director holds Directorship in more than twenty Companies and is Director of more than ten public limited companies as prescribed under the Companies Act, 2013. Independent Directors are holding Directorship as per the limit specified in Regulation 25(1) of SEBI LODR Regulations, 2015. None of the director is a member of more than Ten Board level Committees or is Chairperson of

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more than Five such Board level Committees as required under Regulation 26(1) of SEBI LODR Regulations, 2015.

e. Disclosure of relationships between directors inter-se:

Sh. Dharamvir Bector is the father of Sh. Anoop Bector and Sh. Ajay Bector. Sh. Anoop Bector and Sh. Ajay Bector are brothers. Further Smt. Rajni Bector is wife of Sh. Dharamvir Bector. No other director is related to any other Director of the Company within the meaning of Section 2(77) of the Companies Act, 2013.

f. No. of Shares and Convertible Instruments held by non-executive directors:

Sh. Dharamvir Bector, Anoop Bector and Ajay Bector Non Executive Promoter Directors are holding 18013, 16775 and 20191 equity shares of Rs. 10 each of the company respectively None of the other Non-Executive Director are holding any share and convertible instruments issued by the Company.

g. Web link of Familiarization Programs:

The details of Company's Policy on Familiarization Programs for Independent Directors are posted on the website of the Company and can be accessed at <http://cafl.co.in/wp-content/uploads/2017/01/Policy-on-Independent-Directors-Familiarization-Program.pdf>

h. Separate Meeting of Independent Directors:

The Company's Independent Directors met on 7th March, 2017, without the attendance of Non Independent Directors and members of Management. All the Independent Directors were present at the meeting. At the Meeting, they –

- i. Reviewed the performance of non-independent directors and the Board as a whole;
- ii. Reviewed the performance of the Chairperson of the Company, taking into account the views of Executive Director and Non-Executive Directors;
- iii. Assessed the quality, quantity and timeliness of flow of information between the Company Management and the Board which is necessary for the Board to effectively and reasonably perform their duties.

II. AUDIT COMMITTEE

a. Brief Description of Terms of Reference:

The Board has constituted an independent and qualified Audit Committee. The term of reference of the Audit Committee is as per Part C of Schedule II of the SEBI LODR Regulations, 2015 and Section 177(4) of Companies Act, 2013.

b. Composition:

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The Board has already constituted an independent and qualified Audit committee as per Section 177 of the Companies Act, 2013. The committee consists of three Non-Executive Directors under the chairmanship of Sh. Pankaj Dawar, Sh. Anoop Bector and Sh. Surendar Kumar Sood are the two other members of the Audit Committee. Sh. Pankaj dawar is a member of Institute of Company Secretaries of India having ACS No. A18157. He is having more than 20 years of experience in the industry and trade. Sh. Anoop Bector is also a senior corporate executive having rich experience in Corporate Finance, taxation, Financial and Accounting matters. Likewise Sh. Surendar Kumar Sood is an Independent Director; is well versed with Accounting and Financial Matters. He has been past president of Lions Club Ludhiana where he has served four years as Secretary of the Club thereafter served as President of the Club for one year. The statutory Auditors are invited to attend the meetings, as per relevant provisions of the applicable laws/rules, as and when felt necessary.

Mrs. Neha Gupta, Company Secretary is the secretary of the Committee. Mr. Rishi Bector who is Chief Financial Officer of the Company is a permanent invitee of the company. The Statutory Auditors, Internal Auditors and Cost Auditors are also invited to attend the meetings, as per relevant provisions of the applicable laws/rules, as and when felt necessary.

c. Meetings and Attendance

During the financial year 2016-17, the committee met four times i.e. on 30th May, 2016, 5th August, 2016, 10th November, 2016 and 13th February, 2017 for reviewing and adopting the quarterly unaudited financial results as well as the financial statement for the year ended 31st March, 2016 before recommending the same to the Board of Directors for their perusal and adoption. The attendance record of the Audit Committee members during the year 2016-17 is as under:-

Name of the Member	No. of meetings held Upto 31.03.2017	No. of meetings attended
Sh. Pankaj dawar	4	4
Sh. Anoop Bector	4	4
Sh. Surendar Kumar Sood	4	4

Mr. Pankaj Dawar, Chairman of the Audit Committee attended the last Annual General Meeting of the company held on 30th September, 2016 and replied/clarified the queries raised at the Annual General Meeting.

III. NOMINATION & REMUNERATION COMMITTEE

a. Brief Description of Terms of Reference:

Pursuant to the provisions of Section 178 of the Companies Act, 2013 and Regulation 19 of the SEBI (LODR) Regulations, 2015, the Board constituted the Nomination and Remuneration Committee. The broad term of reference of the Nomination and Remuneration Committee is as per the requirements of Part D



CREMICA AGRO FOODS LTD.

of Schedule II of SEBI LODR Regulations, 2015 read with Section 178 of the Companies Act, 2013. The Committee identifies the persons who are suitable and qualified enough to become the Directors and who can be appointed in the Senior Management category in accordance with the criteria laid down/approved by the Board and recommend to the Board their appointment & removal. It carries out the evaluation of every director's performance. The Committee also ensures that Company's remuneration policies, in respect of Executive Director, Key Managerial Personnel, Senior Executives and others are competitive so as to recruit and retain best talent in the company. It also ensures that appropriate disclosure of remuneration paid to the Directors, Executive Director, KMP and Senior Executives are made as per the applicable provisions of the Companies Act, 2013. It carries out Evaluation of every Director's performance and also devise a policy on "Diversity of Board of Directors".

b. Composition:

The committee comprises of three Non Executive Independent directors, Sh. Atul Verma as chairman, Sh Pankaj dawar and Sh. Surendar Kumar Sood as members of the committee.

c. Meetings and Attendance:

The Nomination and Remuneration Committee met three times i.e. on 30th May, 2016, 5th August, 2016, 10th November, 2016 and 13th February, 2017 during the year under review. The attendance record of the Members at the meetings held during the year 2016-17 is as follow:-

Name of the Member	No. of meetings held Upto 31.03.2017	No. of meetings attended
Sh. Atul Verma	4	4
Sh. Surendar Kumar Sood	4	4
Sh. Pankaj dawar	4	4

d. Performance Evaluation Criteria for Independent Directors:

The performance evaluation criteria for Independent Directors is determined by the Nomination and Remuneration Committee. An indicative list of parameters for evaluation includes education, knowledge, experience, expertise, skills, behaviour, leadership qualities, level of engagement and contribution, independence of judgement, ability to communicate effectively with other board members and Management, effective decision making ability for safeguarding the interest of the Company, stakeholders and its shareholders.

REMUNERATION OF DIRECTORS

Since the Company did not do any business none of the Director was paid any remuneration or sitting fee.

None of the Directors has any pecuniary relationships or transactions vis-à-vis the



CREMICA AGRO FOODS LTD.

Company. None of the Directors has been granted any stock option.

The appointment and remuneration policy of the Company in respect of Company's Directors has already been discussed in the Directors' Report. Hence, the same is not repeated here for the sake of brevity.

IV. STAKEHOLDERS RELATIONSHIP COMMITTEE

a. Brief Description of Terms of Reference:

Pursuant to the provisions of Section 178 of the Companies Act, 2013 and Regulation 20 of the SEBI LODR Regulations, 2015, the Board has constituted the Stakeholders' Relationship Committee. The Committee look into the complaints/grievances of shareholders in respect of transfer/transmission of shares, Non receipt of Dividend, Share Certificates, Demat and Annual Reports etc.

b. Composition:

The Committee consists of three non executive directors under the Chairpersonship of Sh. Pankaj Dawar an Independent Director, Sh. Anoop Bector a NonExecutive Director and Sh. Atul Verma an Independent Director are the other two members of the Committee. as chairman, and are the other members of the committee

c. Meetings and Attendance

The Committee met four times from 1st April, 2016 to 31st March, 2017 i.e. on 30th May, 2016, 5th August, 2016, 10th November, 2016 and 13th February, 2017. The attendance record of members at the meetings held during the year 2016-17 is as follow:-

Name of the Member	No. of meetings held Upto 31.03.2017	No. of meetings attended
Sh. Pankaj dawar	4	4
Sh. Anoop Bector	4	4
Sh. Atul Verma	4	4

d. Name and Designation of Compliance Officer

Mrs. Neha Gupta, Company Secretary was the Compliance Officer of the Company for the financial year 2016-2017.

e. Details of Investors' complaints received/ resolved/not solved to the satisfaction of shareholders/ pending:

The Company has been quick in redressal of the grievances of the shareholders and has attended to most of the investors correspondence/grievances with in a



CREMICA AGRO FOODS LTD.

period of 7 to 10 days from the date of the receipt of the same. The details of Investors' complaints received/resolved/not solved to the satisfaction of shareholders/pending is given here below:

No. of complaints received during the year : 1

No. of complaints resolved during the year : 1

No. not solved to the satisfaction of shareholder : NIL

No. of complaints pending as on 31st March, 2017 : NIL

f. Dedicated e-mail for Investor Grievance

To enable investors to register their grievances, the Company has designated an exclusive e-mail id i.e. cs.bis@cremica.in.

V. CORPORATE SOCIAL RESPONSIBILITY COMMITTEE

The Board has constituted the Corporate Social Responsibility Committee as per provisions Section 135 read with Schedule VII of the Companies Act, 2013. The Committee consists of Sh. Dharamvir Bector, as Chairman and Dr. Pankaj dawar and Mr. Anoop Bector, directors of the Company as members of the Committee. The terms and reference of the Committee are:-

1. To Formulate and recommend to the Board a CSR Policy which shall indicate the activities to be undertaken by the Company as laid down in Schedule VII of the Companies Act, 2013 read with the Companies (Corporate Social Responsibility Policy) Rules, 2014.
2. To Recommend the amount of expenditure to be incurred on the CSR activities.
3. To Monitor the Company's CSR Policy and implementation of CSR projects from time to time. During the year under review, the Committee met once i.e. on 04 June, 2016 and the attendance record of the meetings held is as follow:-

Name of the Member	No. of meetings held Upto 31.03.2017	No. of meetings attended
Sh. Pankaj dawar	1	1
Sh. Anoop Bector	1	1
Sh. Atul Verma	1	1

VI. RISK MANAGEMENT COMMITTEE:

As per the provisions of Regulation 21 of SEBI LODR Regulations, 2015, Top 100 listed entities, determined on the basis of market capitalization as at the end of immediate previous financial year shall constitute a Risk Management Committee. We would like to inform you that the Company does not fall under the said category accordingly the Regulation 21 is not applicable to the company. However, no business is free from Normal Business Risks i.e. Financial risk, Exchange risk, Crude Oil prices risk, Policy risk, Global risk etc. The Audit Committee through its risk policies takes care of the risks so that the company could face the challenges and

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become a globally competitive company.

VII. GENERAL BODY MEETINGS

I) The details of the last three Annual General Meetings are as under:-

Financial year	Location	Date	Time
2013-2014	Registered Office i.e. B-XXXIII-324, G.T. Road (West), Near Jalandhar	30.09.2014	11.00 A.M.
2014-2015	Registered Office i.e. B-XXXIII-324, G.T. Road (West), Near Jalandhar	30.09.2015	10.00 A.M.
2015-2016	Registered Office i.e. B-XXXIII-324, G.T. Road (West), Near Jalandhar	30.09.2016	9.00 A.M.

II) Special Resolutions passed in the previous three Annual General Meetings:

2013-14

No Special Resolution was passed.

2014-15

No Special Resolution was passed.

2015-16

No Special Resolution was passed.

III) Special Resolution passed last year through postal ballot.

No special resolution was passed during the financial year ended 31.03.2017 through postal ballot.

IV) Person who conducted the postal ballot exercise:

Not applicable as no special resolution was passed during the financial year ended 31.03.2017 through postal ballot.

V) Whether any special resolution is proposed to be conducted through postal ballot.

Presently, no Special Resolution is proposed to be conducted through postal ballot.

VI) Procedure for postal ballot.

Whenever any special resolution will be conducted through postal ballot, the procedure for postal ballot shall be as per the applicable provisions of Companies Act, 2013 read with SEBI LODR Regulation, 2015.

IX. MEANS OF COMMUNICATION/ STATUS OF FILING RESULTS WITH STOCK EXCHANGE

The company's quarterly/yearly results in the format prescribed by the Stock Exchanges are approved and taken on record by the Board within the prescribed time frame and sent immediately to all Stock Exchanges on which the company's equity

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shares are listed. Since the stock exchange on which the Company shares were listed got decognized therefore the Company went into dissemination board because of which the Company could not file the quarterly results with the stock exchange.

XII. GENERAL SHAREHOLDERS INFORMATION

- 1. Annual General Meeting Date:** September 29, 2017
- 2. Day, Time & venue :** Friday at 9.00 A.M. at the Registered Office of the Company situated at B-XXXIII-324, G.T. Road (West), Near Jalandhar Bye Pass, Ludhiana-141005.
- 3. Financial Calendar:** The Financial year of the Company covers 1st April, 2016 to 31st March, 2017
- 4. Dividend Payment:** Since the Company did not do any business last year it is unable to declare any dividend
- 5. Date of Book Closure:** 12th September, 2017 to 22nd September, 2017 (Both Days inclusive)
- 6. Change of Address:** Members may kindly note that the R & T Agent and/ or Company will not entertain requests for noting of change of address/ bank details/ ECS Mandate in case of accounts with demat holding. For this purpose, the Shareholders should approach their depository Participants.
- 7. Listing of Equity Shares:** During the year with the de-recognition of OTCEI Exchange of India, in which shares of companies has been listed, the company in presently put in dissemination board. However, company has put an listing application in MCX Stock Exchange of India.
- 7. For Dematerialization ISIN Number INE050S01019**
The Annual Custodian Fees for the Financial Year 2016-17 have been paid to National Security Depository Limited (NSDL) and Central Depository Services (India) Limited (CDSL).
- 8. Dedicated e-mail for investor Grievances**
To enable investors to register their grievances, the Company has designated an exclusive e-mail id i.e. manager.cafl@gmail.com.
- 9. Registration/ updation of e-mail address**
The Ministry of Corporate Affairs vide Circular No.17/2011 dated 21.04.2011 and Circular No. 18/2011 dated 29.04.2011 has taken a "Green Initiative in the Corporate Governance" by allowing paperless compliances by the companies. The Companies can now send various notices and documents, including Annual Report, to its shareholders via electronic mode to the registered e-mail addresses of shareholders. To support this green initiative of the Government in full measure, shareholders are



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details, shareholders may write to the RTA of the Company.

XVIII. Distribution of Shareholding as on March 31, 2017

As on March 31, 2017 your Company had 1401 shareholders having a total of 1498500 equity shares. The following is the distribution of Shareholding.

No. of shares held	No. of Share holders	% of Share holders	Aggregate shares held holding	% age share
1-500	1316	93.93	184021	12.28
501-1000	28	2.00	20700	1.38
1001-2000	14	1.00	20800	1.39
2001-3000	5	0.36	12500	0.83
3001-4000	6	0.43	22275	1.49
4001-5000	5	0.36	21170	1.41
5001-10000	11	0.78	76865	5.13
10000 and above	16	1.14	1140169	76.09
TOTAL	1401	100	1498500	100.00

XIX. The Shareholding pattern as on March 31, 2017 as follows:

Shares held by	No. of Shares	% of holding
Bodies Corporate	53900	3.60
Directors & Promoters	1010335	67.42
General Public	434265	28.98
TOTAL	1498500	100.00

XX. Dematerialisation of Shares and liquidity

The Securities and Exchange Board of India (SEBI) has included company's scrip in compulsory demat settlement for all type of investors. Thus the dealing in company's equity shares can be in demat form only. To facilitate holding and trading of securities in electronic form, your company has established connectivity with both the Depositories i.e National Securities Depository Ltd. (NSDL) and Central Depository Services (India) Ltd. (CDSL). The investors have an option to dematerialise their equity shares with either of the Depositories. As on 31st March, 2017, 6300 comprising of 0.42% of the total equity capital of the company have been dematerialized. Further as on date 699719 shares have got dematerialized comprising of 46.69% of the total equity capital of the Company.

XXI. Outstanding GDRs/ADRs/Warrants or any Convertible Instruments, Conversion date and likely impact on equity

The company does not have any outstanding GDRs/ ADRs/ Warrants or any Convertible Instruments which is likely to have any impact on the equity of the company.

XXII. Commodity price risk or foreign exchange risk and hedging activities



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non-mandatory requirements:

The company has complied with all the mandatory requirements of Corporate Governance as prescribed in SEBI LODR Regulations, 2015. Besides, the Company has also complied with the non mandatory requirements in respect of Corporate Governance as specified Part E of Schedule II of SEBI LODR Regulations, 2015 as detailed below:

- i. Un-modified opinion(s) in audit report: The Company is already in a regime of financial statements with un-modified audit opinion.
 - ii. Separate posts of Chairman and CEO: Mr. Surendar Kumar Sood is the Chairman of the Company and Mr. Shantilal Sukalal Chaudhari is Chief Executive Officer of the Company. Thus the post of Chairman and CEO are held by different persons.
 - iii. Reporting of internal auditor: The internal auditor may report directly to the Audit Committee. The Company is yet to comply with other non mandatory requirements of the Corporate Governance as specified in Part E of Schedule II of the SEBI LODR Regulations, 2015.
- e. **Web link where policy for determining 'material' subsidiaries is disclosed:**
The requirement of policy for determining 'material' subsidiaries is not applicable to the Company as it does not have any subsidiary.
- f. **Web link where policy on dealing with related party transactions is disclosed:**
The Company has formulated the Policy on Materiality of Related Party Transactions and on dealing with Related Party Transactions, which can be accessed at <http://cafl.co.in/wp-content/uploads/2017/01/POLICY-ON-RELATED-PARTY-TRANSACTION.pdf>
- g. **Disclosure of commodity price risks and commodity hedging activities:**
The Company is engaged in the Business of Manufacture of Bread and Bakery Products and the primary raw material for the manufacturing of Bread and Bakery Products are Wheat, Meda, Sugar etc. With the increase/ decrease in the Price of these raw materials effect the price of the end products. During the year, the company has not dealt in any commodity market, thus there is no commodity price risk. Further, the Company is not involved in any hedging activities.
- h. **Prevention of Insider Trading:**
Pursuant to SEBI (Prohibition of Insider Trading) Regulations, 2015, the Company has adopted a Code of practices and procedures for fair disclosure of unpublished price sensitive information" and "Code of Conduct to regulate, monitor and report trading by insiders. The Code helps to regulate trading in securities by the Directors and designated employees of the Company. The Code requires preclearance for dealing in the Company's shares and prohibits the

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The Company is in the Manufacturing of bread and bakery products and has not dealt in any commodity market and thus there is no commodity price risk.

XXIII. Address for : Registered Office of the Company situated at
B-XXXIII-324, G.T. Road (West), Near Jalandhar Bye Pass, Ludhiana-
141005
Correspondence :
Phone No. : 0161-5085104, 2744434
E-mail address : cs.bis@cremica.in

XXIV. OTHER DISCLOSURES

a. Disclosure on Materially Significant Related Party Transactions that may have potential conflict with the interest of the Company at large:

During the year, there are no material related party transactions made by the Company with Promoters, Directors, Key Managerial Personnel or other designated persons which may have a potential conflict with the interest of the Company at large. During the year, the Company had not entered into any contract/ arrangement/ transaction with related parties which could be considered material in accordance with the provisions of Regulation 23 of SEBI LODR Regulations, 2015. However, the details of transactions with the Group Companies are disclosed in Notes to the Financial Statements as per applicable provisions

b. Details of Non-compliance by the Company, penalties, strictures imposed by Stock Exchanges or the Board or any Statutory Authority on any matter related to capital markets during the last three years:

The Company continues to comply with the requirements of Stock Exchanges, SEBI or any other Statutory Authorities on all matters related to capital markets during last three years. No penalty or strictures have been imposed on the company by the said authorities relating to the above.

c. Details of establishment of Vigil Mechanism/ Whistle Blower Policy:

The Board, pursuant to the provisions of Section 177(9) of the Companies Act, 2013 read with Companies (Meetings of Board and its Powers) Rules, 2013, has established a Whistle Blower Policy/Vigil Mechanism for its Directors and employees to report genuine concerns or grievances about the unethical behaviour, actual or suspected fraud or violation of the Code of Conduct or Policy. The Policy provide adequate safeguards against victimisation of persons who use such mechanism. The Audit Committee regularly reviews the working of the Mechanism. The mechanism provides direct access to the chairperson of the Audit Committee in appropriate or exceptional cases. No personnel have been denied access to the Audit Committee. The Whistle Blower Policy/Vigil Mechanism is also posted on Company's Website and can be accessed at <http://cafl.co.in/wp-content/uploads/2017/01/Vigil-Mechanism-policy.pdf>

d. Details of compliance with mandatory requirements and adoption of

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purchase or sale of Company shares by the Directors and the designated employees while in possession of unpublished price sensitive information in relation to the Company and during the period when the Trading Window is closed. The Company Secretary being the Compliance Officer of the company, is responsible for implementation of the Code.

i. **Reconciliation of Share Capital Audit:**

The Securities and Exchange Board of India has directed vide Circular No. D&CC/FITTC/CIR- 16/2002 dated 31st December, 2002 that all issuer companies shall submit a certificate of capital integrity, reconciling the total shares held in both the depositories, viz. NSDL and CDSL and in physical form with the total issued/paid up capital. The said certificate duly certified by a Practicing Company Secretary is submitted to the Stock Exchanges within 30 days of the end of each quarter.

j. **CEO and CFO Certification:**

As required under Regulation 17(8) of SEBI LODR Regulations, 2015, a Certificate duly signed by the Executive Director and Chief Financial Officer was placed at the meeting of Board of Directors held on 30.05.2016.

1. **NON-COMPLIANCE OF ANY REQUIREMENT OF CORPORATE GOVERNANCE REPORT WITH REASONS THEREOF:**

The Company has complied with all the requirements of Corporate Governance Report from sub-paras (2) to (10) of Part C of Schedule V of SEBI LODR Regulations, 2015.

2. **DISCLOSURE OF COMPLIANCE WITH CORPORATE GOVERNANCE REQUIREMENTS AS SPECIFIED IN REGULATION 17 TO 27 AND REGULATION 46(2) (I) (b) OF SEBI (LISTING OBLIGATION S AND DISCLOSURE REQUIREMENTS) REGULATIONS, 2015:**

The Company has complied with all the Corporate Governance requirements as specified in Regulation 17 to 27 (except Regulation 21 and 24, which are not applicable to the Company) and Regulation 46 (2)(i)(b) of SEBI LODR Regulations, 2015.

3. **CODE OF CONDUCT**

The Company is committed to conduct its business in accordance with applicable laws, rules and regulations and highest standard of transparency. Accordingly, the Company has laid down a Code of conduct for all its Board members and Senior Managerial Personnel so that conflict of interest could be avoided. The Code of Conduct suitably incorporates the duties of Independent Directors as laid down in the Companies Act, 2013. All the Board members and Senior Managerial Personnel are complying with the said code of conduct. The code of conduct is also available on Company's website i.e. www.owmnahar.com. The Board members and senior management personnel affirm the compliance of this Code

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annually. A declaration by the Executive Director/CEO in terms of SEBI LODR Regulations, 2015 to the effect that members of the Board and senior management personnel have affirmed compliance with this Code of Conduct is attached with this Report.

4. DISCLOSURE WITH RESPECT TO DEMAT SUSPENSE ACCOUNT /UNCLAIMED SUSPENSE ACCOUNT

- Aggregate number of shareholders and the outstanding shares in the suspense account lying at the beginning of the year: Nil
- Number of shareholders who approached listed entity for transfer of shares from suspense account during the year: Nil
- Number of shareholders to whom shares were transferred from suspense account during the year: Nil
- Aggregate number of shareholders and the outstanding shares in the suspense account lying at the end of the year: Nil
- That the voting rights on these shares shall remain frozen till the rightful owner of such shares claims the shares: Not Applicable

All the shares of the Company has already been allotted to the eligible allottees, hence there is no demat suspense account/unclaimed suspense account

By order of Board of Directors
For Cremica Agro Foods Limited

Sd/-
Surendar Kumar Sood
(Chairman)
DIN: 02315224

Place: Ludhiana
Date: 14.08.2017

EXECUTIVE DIRECTOR'S DECLARATION

Pursuant to the requirement of Regulation 34(3) read with Part D of Schedule V of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, I hereby confirm that all Board Members and Senior Management personnel (as defined in the Regulation 34 of the company have affirmed compliance with Code of Conduct for Board & Senior Management Personnel' for the year ended 31st March, 2017.

By order of Board of Directors
For Cremica Agro Foods Limited

Sd/-
Shantilal Sukhalal Chaudhary
(Executive director)
Din:02315224

PLACE : LUDHIANA
DATED : 14th August, 2017



**CREMICA AGRO FOODS LTD.
ANNEXURE- H**

MANAGEMENT DISCUSSION AND ANALYSIS REPORT:

INDUSTRY STRUCTURE AND DEVELOPMENT

Your Company was engaged in the manufacture of bread and other Bakery products. Though the industry of bread and bakery is showing huge growth both domestic and at the international level Firstly due to the availability of different variety of breads and bakery items having better ingredients and Secondly due to education which has brought in awareness and changed the eating habits of people in India at large, who used to eat their traditional food have now shifted to other food items. Since, in the Last year under review your Company did not do any business so we cannot comment on the performance of the company in comparison with the other companies at large.

OPPORTUNITIES AND THREATS

There are lot of opportunities related to the Company which can be contributed to the rising income and aspiration of consumers, Large & profitable domestic and international markets and Rural growth in India. People prefer fresh bread and other products. Bakery products are an item of mass consumption in view of its low price and with rapid growth and changing eating habits of people, bakery products have gained popularity among masses. Besides above Untapped geographies in India is also a huge area of Opportunity.

These opportunities are equally visible to the current and future competitors of your Company and that constitutes the primary threat. Intensified competition due to lower industry growth. A combination of ahead-of- market innovations, consistent quality delivery, supporting the brand aggressively through consistent and competitive investment and continuous enhancement of capability and efficiency of distribution pipeline will help your Company address the threats.

SEGMENT WISE OR PRODUCT WISE PERFORMANCE

Since there was no business last year therefore the management cannot comment on this head.

FUTURE OUTLOOK

In the near term, Company is planning to once again start its business. It has formed a very good and abled Board, under whose guidance and abled support it is expected that Company will do well and will attain new targets and goals better than what it used to achieve when it was in full flow.

RISKS AND CONCERNS

Growth of individual categories is linked to the overall economic growth. Primary risk to the



CREMICA AGRO FOODS LTD.

business will be on account of adverse changes to the economy. Volatility in commodity prices is the other significant risk.

INTERNAL CONTROL SYSTEMS AND THEIR ADEQUACY

The company has adequate internal control systems and procedures which commensurate with the nature of its business and the size of its operations. The internal control system are adequate to ensure that all assets and resources of the company are safeguarded and protected against loss from unauthorized use or disposition and all transactions are authorized, recorded and reported correctly. The company also ensures compliance with all statutes and regulatory policies and guidelines.

Further the company is also having internal audit department which carries out audit work throughout the year. The main objective of such audit is to test the adequacy and effectiveness of internal control systems laid down by the Management and to suggest improvement in the systems.

Besides, an audit committee consisting of three non executive directors has been constituted. All the significant audit observation and follow up action thereon are taken care of by the audit committee. The audit committee met four times during the financial year under review.

FINANCIAL/OPERATION PERFORMANCE

During the year under review the Company did not do any business. The company achieved total revenue of Rs.47.44 Lakh. It earned a net profit of Rs. 6.89 Lakhs as against 6.53 Lakhs in the previous year. The detailed performance has already been discussed in the Directors report under column operational review.

HUMAN RESOURCES/INDUSTRIAL RELATIONS

During the year under review the Company had no person on the rolls of the Company.

CAUTIONARY STATEMENT

Though the statement and views expressed in the above said report are on the basis of best judgment but the actual future results might differ from whatever is stated in the report.

By order of Board of Directors
For Cremica Agro Foods Limited

SJK
Surenadar Kumar Sood
(Chairman)
DIN: 02315224

Place: Ludhiana
Date: 14.08.2017



CREMICA AGRO FOODS LTD.

ANNEXURE- I

Form AOC-1

(Pursuant to first provision to sub-section (3) of section 129 read with rule 5 of Companies (Accounts) Rules, 2014)

Statement containing salient features of the financial statement of subsidiaries/associate companies/joint ventures


Part "A": Subsidiaries

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

Associate

Sl. No.	Particulars	Details
	Name of the subsidiary	Mrs. Bectors Food Specialities Limited
	Reporting period for the subsidiary concerned, if different from the holding company's reporting period	Same as Associate Company i.e 31.03.2017
	Reporting currency and Exchange rate as on the last date of the relevant Financial year in the case of foreign subsidiaries	Since the Company is Indian Company, this clause is not applicable
	Share capital	28,63,38,110
	Reserves & surplus	1,97,01,63,035
	Total assets	3,56,12,78,221
	Total Liabilities	1,30,47,77,076
	Investments	24,13,42,373
	Turnover	5,84,30,83,513
	Profit before taxation	35,63,82,067
	Tax Expenses	11,11,42,087
	Profit after Tax	24,52,39,980
	% of shareholding	44.95%

By order of Board of Directors
For Cremica Agro Foods Limited


Surendar Kumar Sood
(Chairman)
DIN: 02315224

Place: Ludhiana
Date: 14.08.2017



Sunil Kumar Aggarwal

B.Com., F.C.A., DISA (ICAI)

Aseem Aggarwal

B.Com. (H), A.C.A., A.C.S., A.S.A (AUST.)
St. Xavier's College, Kolkata

NEW DELHI | PUNJAB | HARYANA

Office: 455, Sohan Palace, 2nd Floor, The Mall, Ludhiana-141001.

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Website : www.ksafirm.com

Dated.....

INDEPENDENT AUDITORS' REPORT

TO THE MEMBERS OF M/S CREMICA AGRO FOODS LIMITED

Report on the Financial Statements

We have audited the accompanying financial statements of M/s Cremica Agro Foods Limited ("the company") which comprise the Balance Sheet as at 31st March 2017, the Statement of Profit and Loss, the Cash Flow Statement for the year then ended and a summary of the significant accounting policies and other explanatory information.

Management's Responsibility for the Financial Statements

The Company's Board of Directors is responsible for the matters stated in section 134(5) of the Companies Act' 2013 ("the Act") with respect to the preparation of these financial Statements that give a true and fair view of the financial position, financial performance and cash flow of the company in accordance with the accounting principles generally accepted in India including the Accounting Standards specified under section 133 of the Act, read with Rule 7 of the Companies (Accounts) Rules, 2014. This responsibility also includes maintenance of adequate accounting records in accordance with the provisions of the Act for safeguarding the assets of the Company and for preventing and detecting frauds and other irregularities; selection and application of appropriate accounting policies; making judgments and estimate 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 financial statements that give a true view and free from material misstatement, whether due to fraud or error.

Auditor's Responsibility

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

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

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

An audit involves performing procedures to obtain audit evidence about the amounts and the disclosures in the financial statements. 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. In making those risk assessments, the auditor considers internal financial control relevant to the Company's preparation of the 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 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 financial statements.

Opinion

In our opinion and to the best of our information and according to the explanations given to us, the aforesaid financial statements give the information required by the Act in the manner so required and give a true and fair view in conformity with the accounting principles generally accepted in India, of the state of affairs of the Company as 31st March, 2017, its profit and cash flows for the ended on that date.

Report on Other Legal and Regulatory Requirements

1. This report does not include a statement on the matters specified in paragraphs 3 & 4 of the Companies (Auditor's Report) Order, 2016, issued by the Central Government in terms of section 143(11) of the Companies Act, 2013, since in our opinion and according to the information and explanation given to us, the said Order is not applicable to the company.
2. As required by section 143(3) of the Act, we report that:
 - a) We have sought and obtained all the information and explanations which to the best of our knowledge and belief were necessary for the purposes of our audit;
 - b) In our opinion, proper books of account as required by law have been kept by the Company so far as it appears from our examination of those books;
 - c) The Balance Sheet, Statement of Profit and Loss and the Cash Flow Statement dealt with by this Report are in agreement with the books of account;
 - d) In our opinion, the aforesaid financial statements comply with the Accounting Standards specified under section 133 of the Act, read with Rule 7 of the Companies (Accounts) Rule, 2014;
 - e) On the basis of the written representations received from the directors as on March 31, 2017 taken on record by the Board of Directors, none of the directors is disqualified as on 31st March, 2017 from being appointed as a director in terms of section 164(2) of the Act;
 - f) With respect to the adequacy of the internal financial controls over financial reporting of the Company and the operating effectiveness of such controls, refer to our separate report in "Annexure A"; and

g) With respect to the other matters to be included in the Auditors' Report in accordance with Rule 11 of the Companies (Audit and Auditors) Rules, 2014, in our opinion and to the best of our information and according to the explanations given to us:

- i. The Company did not have any long-term contracts including derivative contracts for which there were any material foreseeable losses.
- ii. There were no amounts which were required to be transferred to the investor Education and Protection Fund by the Company].
- iii. The Company has provided requisite disclosures in the financial statements as to holdings as well as dealings in Specified Bank Notes during the Period from November 8,2016 to December 30,2016

Place: Ludhiana

Date: 30/05/2017

For KUMAR SUNIL & ASSOCIATES
CHARTERED ACCOUNTANTS

CA SUNIL KUMAR
PARTNER

M.NO.084958

FRN.006263N

ANNEXURE A TO THE INDEPENDENT AUDITORS' REPORT OF EVEN DATE ON THE

FINANCIAL STATEMENTS OF M/s Cremica Agro Foods Limited

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 M/s Cremica Agro Foods Limited ("the Company") as of March 31, 2017 in conjunction with our audit of the financial statements of the Company for the year ended on that date.

Management's Responsibility for Internal Financial Controls

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

Auditors' Responsibility

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

Our audit involves performing procedures to obtain audit evidence about the adequacy of the internal financial controls system over financial reporting and their operating effectiveness. Our audit of internal financial controls over financial reporting included obtaining an understanding of internal financial controls over financial reporting, assessing the risk that a material weakness exists, and testing and evaluating the design and operating effectiveness of internal control based on the assessed risk. The procedures selected depend on the 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 unauthorized acquisition, use, or disposition of the company's assets that could have a material effect on the financial statements.

Inherent Limitations of Internal Financial Controls over Financial Reporting

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

Opinion

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

Place: Ludhiana
Date: 30/05/2017

For KUMAR SUNIL & ASSOCIATES
CHARTERED ACCOUNTANTS

CA SUNIL KUMAR
PARTNER

M.NO.084958
FRN.006263N

(Referred to in paragraph 2, under 'Report on Other Legal and Regulatory Requirements'
section of our Report of even date)

ANNEXURE B

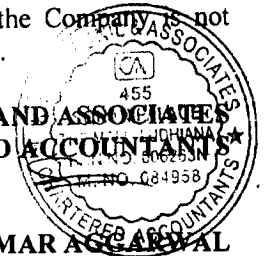
- i. a) The Company has maintained proper records showing full particulars including quantitative details and situation of fixed assets on the basis of available information.
- b) As explained to us, all the fixed assets have been physically verified by the management in a phased periodical manner, which in our opinion is reasonable having regard to the size of the Company and nature of its assets. No material discrepancies were noticed on such physical verification.
- c) As per the information and explanations provided to us, title deeds of immovable properties are generally in the name of the Company.
- ii. In our opinion, the inventories have been physically verified during the year by the Management at reasonable intervals and as explained to us no material discrepancies were noticed on physical verification.
- iii. The company has not granted any loans, secured or unsecured, to companies, firms, Limited Liability Partnerships or other parties covered in the register maintained under Section 189 of the Companies Act, 2013.
 - i. As per the explanations given to us the Co. Has not granted any loans, made investments or provided any guarantees and securities. Hence the provisions of Sections 185 and 186 of the Companies Act, 2013 in respect of grant of loans, making investments and providing guarantees and securities.
 - ii. According to the information and explanations given to us, the Company has not accepted any deposit from the public. Therefore, the provisions of Clause (v) of paragraph 3 of the Order is not applicable to the Company.
 - iii. As informed to us, the maintenance of Cost Records has not been specified by the Central Government under sub-section (1) of Section 148 of the Act, in respect of the activities carried on by the company.
 - iv. In respect of statutory dues:

According to the records of the Company, undisputed statutory dues including Provident Fund, Income Tax, Sales Tax, Service Tax, Customs Duty, Excise Duty, Value Added Tax, Cess and other material statutory dues have been generally regularly deposited with the appropriate authorities. According to the information and explanations given to us, no undisputed amounts payable in respect of the aforesaid dues were outstanding as at March 31, 2017 for a period of more than six months from the date of becoming payable.

There are no dues of Income Tax, Sales Tax, Service Tax, Customs Duty, Excise Duty and Value Added Tax which have not been deposited as on March 31, 2017 .
- v. In our opinion and according to the information and explanations given to us, the Company has not defaulted in the repayment of loans or borrowings to financial institutions, banks and Government and dues to debenture holders.
- vi. As per the explanations given to us the Co. Has not raised any money by way of debt instruments and the term loans during the year.
- vii. In our opinion and according to the information and explanations given to us, no material fraud by the Company or on the Company by its officers or employees has been noticed or reported during the year.
- viii. 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.

- ix. The Company is not a Nidhi Company and hence reporting under clause (xii) of Paragraph 3 of the Order is not applicable.
- x. In our opinion and according to the information and explanations given to us the Company's transactions with its related party are in compliance with Sections 177 and 188 of the Companies Act, 2013, where applicable, and details of related party transactions have been disclosed in the financial statements etc. as required by the applicable accounting standards.
- xi. Company has not made any preferential allotment or private placement of shares or fully or partly convertible debentures during the year under review and so, the requirement of section 42 of the Companies Act, 2013 need not to be complied with.
- xii. In our opinion and according to the information and explanations given to us, during the year, the Company has not entered into any non-cash transactions with its directors or persons connected with him and hence reporting under clause (xv) of Paragraph 3 of the Order is not applicable to the Company
- xiii. In our opinion and according to information and explanations provided to us, the Company is not required to be registered under section 45-IA of the Reserve Bank of India Act, 1934.

FOR KUMAR SUNIL AND ASSOCIATES
CHARTERED ACCOUNTANTS



CA SUNIL KUMAR AGGARWAL
PARTNER
M.NO.084958
FRN.006263N

PLACE: LUDHIANA
DATE: 30/05/2017

Cremica Agro Foods Limited
Balance Sheet as at 31 March 2017

Note	31 March 2017	31 March 2016
	Amount (Rs.)	Amount (Rs.)
Equity and liabilities		
Shareholders' funds		
Share capital	14,985,000	14,985,000
Reserves and surplus	88,277,330	87,587,647
	103,262,330	102,572,647
Non-current liabilities		
Long-term borrowings	1,000,000	-
Current liabilities		
Trade payables		
(a) Total outstanding dues of micro enterprises and small enterprises	-	-
(b) Total outstanding dues of creditors other than micro enterprises and small enterprises	12,450,729	11,719,531
Other current liabilities	6,434,906	6,406,016
Short-term provisions	-	-
	18,885,635	18,125,547
Total	123,147,965	120,698,194
Assets		
Non-current assets		
Fixed assets		
Property, plant and equipment	325,230	415,512
Capital work-in-progress	-	-
Long-term loans and advances	50,840,435	29,141,013
Deferred tax asset (net)	17,270,981	17,284,651
	68,436,646	46,841,176
Current assets		
Inventories	-	-
Trade receivables	725,000	-
Cash and bank balances	53,933,918	73,804,617
Short-term loans and advances	52,401	52,401
	54,711,319	73,857,018
Total	123,147,965	120,698,194

Significant accounting policies

2

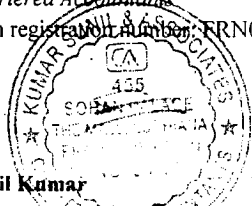
The accompanying notes are an integral part of the financial statements.

As per our report of even date attached

For Kumar Sunil & Associates

Chartered Accountants

Firm registration number: FRN006263N



Sunil Kumar

Partner

Membership No.: 084958

Place : Ludhiana

Date : 30 May 2017

For and on behalf of the Board of Directors
of Cremica Agro Foods Limited

Anoop Bector

Director

DIN:-00108589

Neha Gupta

Company Secretary

Shantilal Sukhral Chaudhari

Whole Time Director & CEO

Din No. 02315224

Dharamvir Bector

Director

DIN:-00108654

Rishi Kumar Bector

Chief Financial Officer

Cremica Agro Foods Limited
Statement of Profit and Loss for the year ended 31 March 2017

	Note	31 March 2017	31 March 2016
		Amount (Rs.)	Amount (Rs.)
Income			
Revenue from operations	11	725,000	-
Other income	12	4,019,371	4,394,052
Total revenue (I)		4,744,371	4,394,052
Expenses			
Cost of raw materials consumed	13	720,000	-
Employee benefits expense	14	1,420,478	657,656
Finance costs	15	-	11,150
Depreciation and amortization expense	16	90,282	87,522
Other expenses	17	1,474,713	2,678,996
Total expenses (II)		3,705,473	3,435,324
Profit before tax (I-II)		1,038,898	958,728
Tax expenses			
Current tax		335,544	297,743
Deferred tax charge		13,670	7,511
Total tax expense		349,214	305,254
Profit after tax for the year		689,683	653,474

Earnings per equity share 25 0.46 0.44

[nominal value of Rs. 10 (previous year Rs.10)].

Basic/ Diluted (Computed on the basis of total profit of the year)

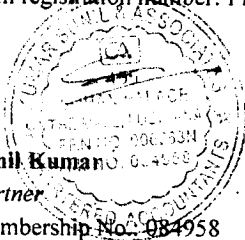
Significant accounting policies 2

The accompanying notes are an integral part of the financial statements.

As per our report of even date attached

For and on behalf of the Board of Directors
of Cremica Agro Foods Limited

For Kumar Sunil & Associates
Chartered Accountants
Firm registration number: FRN006263N



Sunil Kumar
Partner
Membership No. 084958

Anoop Bector
Director
DIN:-00108589

Neha Gupta
Company Secretary

Shubilal Sukhantai Chaudhari
Whole Time Director & CEO
Din No. 02315224

Dharamvir Bector
Director
DIN:-00108654

Rishi Kumar Bector
Chief Financial Officer

Place : Ludhiana
Date : 30 May 2017

Cremica Agro Foods Limited
Cash Flow Statement for the year ended 31 March 2017

	31 March 2017 Amount (Rs.)	31 March 2016 Amount (Rs.)
A. Cash flow from operating activities		
Net profit before taxation	1,038,898	958,728
<u>Non cash adjustments to reconcile profit before tax to net cash</u>		
Depreciation and amortisation expense	90,282	87,522
Interest expense	-	11,150
Interest Income	(2,648,893)	(4,335,558)
Operating profit before working capital changes	(1,519,713)	(3,278,158)
<u>Movement in working capital:</u>		
(Increase) in trade receivables	(725,000)	-
Increase/(decrease) in trade payables and other current liabilities	760,088	(363,962)
Decrease/(increase) in loans and advances	-	79,452
Cash generated from operations	(1,484,625)	(3,562,668)
Income Tax paid	(265,166)	(2,989,253)
Net cash used in operating activities (A)	(1,749,791)	(6,551,921)
B. Cash flows from investing activities		
Purchase of fixed assets (including capital work in progress)	(21,769,800)	(173,900)
Interest received	2,648,893	4,335,558
Net Cash used in investing activities (B)	(19,120,907)	4,161,658
C. Cash flows from financing activities		
Proceeds from unsecured borrowings	1,000,000	-
Interest paid	-	(11,150)
Net Cash from/(used) in financing activities (C)	1,000,000	(11,150)
Net (decrease) in cash and cash equivalents (A+B+C)	(19,870,699)	(2,401,413)
Cash and cash equivalents at the beginning of the year	73,804,617	76,206,030
Cash and cash equivalents at the end of the year	53,933,918	73,804,617
Components of cash and cash equivalents		
Cash on hand	42,366	42,366
With Banks		
-- On current accounts	9,827,307	8,187,888
-- On deposit accounts	44,064,245	65,574,363
Total Cash & cash equivalents	53,933,918	73,804,617

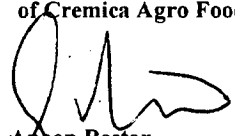
As per our report of even date attached

For Kumar Sunil & Associates
Chartered Accountants
Firm registration number: FRN006263N

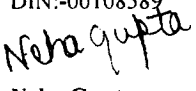
Sunil Kumar
Partner
Membership No.: 084958

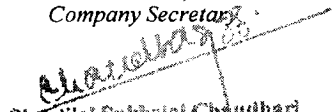
Place : Ludhiana
Date : 30 May 2017

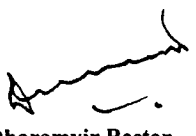
For and on behalf of the Board of Directors
of Cremica Agro Foods Limited


Anoop Bector
Director

DIN:-00108589


Neha Gupta
Company Secretary


Shantilal Sukhral Chaudhari
Whole Time Director & CEO
Din No. 02315224


Dharamvir Bector
Director
DIN:-00108654


Bishi Kumar Bector
Chief Financial Officer

Cremica Agro Foods Limited

Notes to financial statements for the year ended 31 March 2017

1 a) Corporate Information.

Cremica Agro Foods Limited (hereinafter referred to as the Company) is a public company domiciled in India and of the Companies Act, 1956. The Company is primarily engaged in manufacturing of Breads & bakery to cater to domestic market.

b) Basis of Preparation

The financial statements are prepared under the historical cost convention, on accrual basis of accounting and comply with the Accounting Standards prescribed under section 133 of the Companies Act, 2013 ('Act') read with Rule 7 of the Companies (Accounts) Rules, 2014, the provisions of the Act (to the extent notified) and other accounting principles generally accepted in India, to the extent applicable. Accounting Policies have been consistently applied except where a newly-issued accounting standard is initially adopted or a revision to an existing accounting standard requires a change in the accounting policy hitherto in use.

2 Summary of significant accounting policies.

a) Use of Estimates

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

b) Classification of current / non-current liabilities and assets

Liabilities

A liability has been classified as 'current' when it satisfies any of following criteria:

- a) It is expected to be settled in the Company's normal operating cycle;
- b) It is held primarily for the purpose of being traded;
- c) It is due to be settled within twelve months after reporting date; or
- d) The Company does not have an unconditional right to defer settlement of the liability for at least twelve months after the reporting date. Terms of a liability that could, at the option of the counterparty, result in its settlement by issue of equity instrument do not affect its classification.

Current Liabilities include current portion of non-current financial liabilities. All other liabilities are classified as non-current.

Assets

An asset has been classified as 'current' when it satisfies any of following criteria:

- a) It is expected to be realised in, or is intended for sale or consumption in the Company's normal operating cycle;
- b) It is held primarily for the purpose of being traded;
- c) It is expected to be realised within twelve months after reporting date; or
- d) It is cash or cash equivalent unless it is restricted from being exchanged or used to settle a liability for at least twelve months after the reporting date.

Current assets include current portion of non-current financial assets. All other assets are classified as non-current.

c) Property, plant and equipment

Fixed assets are stated at cost, net of accumulated depreciation and accumulated impairment losses, if any. The cost comprises purchase price, borrowing costs if capitalization criteria are met and directly attributable cost of bringing the asset to its working condition for the intended use. Any trade discounts and rebates are deducted in arriving at the purchase price.

Subsequent expenditure related to an item of fixed asset is added to its book value only if it increases the future benefits from the existing asset beyond its previously assessed standard of performance. All other expenses on existing fixed assets, including day-to-day repair and maintenance expenditure and cost of replacing parts, are charged to the statement of profit and loss for the period during which such expenses are incurred.

Gains or losses arising from derecognition of fixed assets are measured as the difference between the net disposal proceeds and the carrying amount of the asset and are recognized in the statement of profit and loss when the asset is derecognized.

d) Depreciation on property, plant and equipment

Depreciation on fixed assets is calculated on a straight line basis using the rates arrived based on the useful lives estimated by the Management or those prescribed as per Part C of schedule II, of the Companies Act 2013, whichever is higher. Fixed Assets which have a value less than or equal to Rs. 5,000 are fully depreciated in the year of purchase.

During the year 2014-15, pursuant to Companies Act, 2013 ('the Act') being effective from 1 April 2014, the Company has revised depreciation rates, wherever required, on its property, plant and equipment to align with the useful life specified in Part 'C' of Schedule II, to the Act.

e) Leases

Where the Company is the Lessee:

Finance leases, which effectively transfer to the company substantially all the risks and benefits incidental to ownership of the leased item, are capitalized at the inception of the lease term at the lower of the fair value of the leased property and present value of minimum lease payments. Lease payments are apportioned between the finance charges and reduction of the lease liability so as to achieve a constant rate of interest on the remaining balance of the liability. Finance charges are recognized as finance costs in the statement of profit and loss. Lease management fees, legal charges and other initial direct costs of lease are capitalized.

A leased asset is depreciated on a straight-line basis over the useful life of the asset or the useful life envisaged in Part C of schedule II, of the Companies Act, 2013, whichever is lower. However, if there is no reasonable certainty that the company will obtain the ownership by the end of the lease term, the capitalized asset is depreciated on a straight-line basis over the shorter of the estimated useful life of the asset, the lease term or the useful life envisaged in Part C of schedule II, of the Companies Act, 2013.

Leases, where the lessor effectively retains substantially all the risks and benefits of ownership of the leased item, are classified as operating leases. Operating lease payments are recognized as an expense in the statement of profit and loss on a straight-line basis over the lease term.

Where the company is the lessor:

Leases in which the company transfers substantially all the risks and benefits of ownership of the asset are classified as finance leases. Assets given under finance lease are recognized as a receivable at an amount equal to the net investment in the lease. After initial recognition, the company apportions lease rentals between the principal repayment and interest income so as to achieve a constant periodic rate of return on the net investment outstanding in respect of the finance lease. The interest income is recognized in the statement of profit and loss. Initial direct costs such as legal costs, brokerage costs, etc. are recognized immediately in the statement of profit and loss.

Leases in which the company does not transfer substantially all the risks and benefits of ownership of the asset are classified as operating leases. Assets subject to operating leases are included in fixed assets. Lease income on an operating lease is recognized in the statement of profit and loss on a straight-line basis over the lease term. Costs, including depreciation, are recognized as an expense in the statement of profit and loss. Initial direct costs such as legal costs, brokerage costs, etc. are recognized immediately in the statement of profit and loss.

f) Impairment of assets

The company assesses at each reporting date whether there is an indication that an asset may be impaired. If any indication exists, or when annual impairment testing for an asset is required, the company estimates the assets recoverable amount. An assets recoverable amount is the higher of an assets or cash-generating units (CGU) net selling price and its value in use. The recoverable amount is determined for an individual asset, unless the asset does not generate cash inflows that are largely independent of those from other assets or groups of assets. Where the carrying amount of an asset or CGU exceeds its recoverable amount, the asset is considered impaired and is written down to its recoverable amount. In assessing value in use, the estimated future cash flows are discounted to their present value using a pre-tax discount rate that reflects current market assessments of the time value of money and the risks specific to the asset. In determining net selling price, recent market transactions are taken into account, if available. If no such transactions can be identified, an appropriate valuation model is used. The company bases its impairment calculation on detailed budgets and forecast calculations which are prepared separately for each of the companies cash-generating units to which the individual assets are allocated. These budgets and forecast calculations are generally covering a period of five years. For longer periods, a long term growth rate is calculated and applied to project future cash flows after the fifth year. Impairment losses of continuing operations, including impairment on inventories, are recognized in the statement of profit and loss, except for previously revalued tangible fixed assets, where the revaluation was taken to revaluation reserve. In this case, the impairment is also recognized in the revaluation reserve up to the amount of any previous revaluation.

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

An assessment is made at each reporting date as to whether there is any indication that previously recognized impairment losses may no longer exist or may have decreased. If such indication exists, the company estimates the assets or cash-generating units recoverable amount. A previously recognized impairment loss is reversed only if there has been a change in the assumptions used to determine the assets recoverable amount since the last impairment loss was recognized. The reversal is limited so that the carrying amount of the asset does not exceed its recoverable amount, nor exceed the carrying amount that would have been determined, net of depreciation, had no impairment loss been recognized for the asset in prior years. Such reversal is recognized in the statement of profit and loss unless the asset is carried at a revalued amount, in which case the reversal is treated as a revaluation increase.

g) Investments

Current Investments are carried at lower of cost and fair value. Long term investments are carried at cost. However the provision for diminution in value of long term investments is made only when such a decline is not temporary in opinion of the management.

h) Inventories

Raw Materials, components, stores and spares are valued at lower of cost and net realizable value. However materials and other items held for use in the production of inventories are not written down below cost if the finished products in which they will be incorporated are expected to be sold at or above cost. Cost of raw materials, components and stores and spares is determined on first in first out basis.

Work in progress and finished goods are valued at lower of cost and net realizable value. Cost includes direct materials and labour and a proportion of manufacturing overheads based on normal operating capacity.

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

i) Revenue Recognition

Revenue is recognised to the extent that it is probable that the economic benefits will flow to the Company and the revenue can be reliably measured. The following specific recognition criteria must also be met before revenue is recognised:

Sale of Goods

Revenue in respect of sale of goods is recognised when all the significant risks and rewards of ownership of the goods have been passed to the buyer. The Company collects sales taxes and value added taxes (VAT) on behalf of government and therefore these are not economic benefits flowing to the Company. Hence, they are excluded from revenue.

Interest

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

j) Foreign currency translation

Foreign currency transactions and balances

Initial recognition

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

Conversion

Foreign currency monetary items are retranslated using the exchange rate prevailing at the reporting date. Non-monetary items, which are measured in terms of historical cost denominated in a foreign currency, are reported using the exchange rate at the date of the transaction. Non-monetary items, which are measured at fair value or other similar valuation denominated in a foreign currency, are translated using the exchange rate at the date when such value was determined.

Exchange differences

Exchange differences arising on the settlement of monetary items on reporting such monetary items of the Company at rates different from those at which they were initially recorded during the year or recorded in previous financial statements are recognised as income or as expenses in the year in which they arise.

k) Retirement and other Employees benefits

Retirement benefit in the form of Provident fund is a defined contribution scheme. The company has no obligation, other than the contribution payable to the provident fund. The company recognizes contribution payable to the provident fund scheme as an expenditure, when an employee renders the related service.

Accumulated leave which is expected to be utilized within the next 12 months is treated as short term employee benefit. The Company measures the expected cost of such absences as the additional amount that is expected to pay as a result of the unused entitlement that has accumulated at the reporting date.

l) Income Taxes

Tax expense comprises current and deferred tax. Current income-tax is measured at the amount expected to be paid to the tax authorities in accordance with the Income-tax Act, 1961 enacted in India and tax laws prevailing in the respective tax jurisdictions where the company operates. The tax rates and tax laws used to compute the amount are those that are enacted or substantively enacted, at the reporting date. Current income tax relating to items recognized directly in equity is recognized in equity and not in the statement of profit and loss.

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

Deferred tax liabilities are recognized for all taxable timing differences. Deferred tax assets are recognized for deductible timing differences only to the extent that there is reasonable certainty that sufficient future taxable income will be available against which such deferred tax assets can be realized. In situations where the company has unabsorbed depreciation or carry forward tax losses, all deferred tax assets are recognized only if there is virtual certainty supported by convincing evidence that they can be realized against future taxable profits.

In the situations where the company is entitled to a tax holiday under the Income-tax Act, 1961 enacted in India or tax laws prevailing in the respective tax jurisdictions where it operates, no deferred tax (asset or liability) is recognized in respect of timing differences which reverse during the tax holiday period, to the extent the company's gross total income is subject to the deduction during the tax holiday period. Deferred tax in respect of timing differences which reverse after the tax holiday period is recognized in the year in which the timing differences originate. However, the company restricts recognition of deferred tax assets to the extent that it has become reasonably certain or virtually certain, as the case may be, that sufficient future taxable income will be available against which such deferred tax assets can be realized. For recognition of deferred taxes, the timing differences which originate first are considered to reverse first.

At each reporting date, the company re-assesses unrecognized deferred tax assets. It recognizes unrecognized deferred tax asset to the extent that it has become reasonably certain or virtually certain, as the case may be, that sufficient future taxable income will be available against which such deferred tax assets can be realized.

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

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

m) Earning per share

Basic earnings per share are calculated by dividing the net profit or loss for the year attributable to equity shareholders (after deducting attributable taxes) by the weighted average number of equity shares outstanding during the year.

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

n) Provisions

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

o) Contingent Liabilities

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

p) Cash and Cash Equivalents

Cash flows are reported using indirect method, whereby profit before tax is adjusted for the effects transactions of a non-cash nature and any deferrals or accruals of past or future cash receipts or payments. The cash flows from regular revenue generating, financing and investing activities of the Company are segregated.

Cash and cash equivalents for the purpose of cash flow statement comprise cash at bank and in hand and short-term investments with an original maturity of three months or less.

Creteca Agro Foods Limited

Notes to financial statements for the year ended 31 March 2017

3. Share capital

	31 March 2017	31 March 2016
	Amount (Rs.)	Amount (Rs.)
Authorised shares		
2,000,000 (Previous year 2,000,000) equity shares of Rs.10 each	20,000,000	20,000,000
3,000,000 (Previous year 3,000,000) preference shares of Rs.10 each	30,000,000	30,000,000
	50,000,000	50,000,000
Issued, subscribed and fully paid-up shares		
1,498,500 (Previous year 1,498,500) equity shares of Rs.10 each fully paid up	14,985,000	14,985,000
Total issued, subscribed and fully paid-up equity share capital	14,985,000	14,985,000

(a) Reconciliation of the number of shares outstanding at the beginning and at the end of the year

(i) Equity shares

	31 March 2017		31 March 2016	
	Number of equity shares	Amount (Rs.)	Number of equity shares	Amount (Rs.)
At the beginning of the year	1,498,500	14,985,000	1,498,500	14,985,000
Outstanding at the end of the year	1,498,500	14,985,000	1,498,500	14,985,000

(b) Terms/rights attached to equity shares

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

In the event of liquidation of the Company, the holder 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 shareholder.

(c) Details of Equity shareholders holding more than 5% shares in the company

	31 March 2017		31 March 2016	
	Numbers	% holding	Numbers	% holding
Mrs Bectors Food Specialities Limited	673,506	44.95%	673,506	44.95%
Creteca Food Industries Limited	225,680	15.06%	225,680	15.06%
Total	899,186	60.01%	899,186	60.01%

As per records of the company, including its register of shareholders/members and other declarations received from shareholders regarding beneficial interest, the above shareholding represents both legal and beneficial ownership of shares.

Cremica Agro Foods Limited**Notes to financial statements for the year ended 31 March 2017****4. Reserves and surplus**

	31 March 2017 Amount (Rs.)	31 March 2016 Amount (Rs.)
Capital reserve		
At the commencement and the end of the year (A)	8,448,000	8,448,000
General reserve		
At the commencement and the end of the year (B)	7,950,032	7,950,032
Securities premium account		
At the commencement and the end of the year (C)	2,742,900	2,742,900
Surplus in the statement of profit and loss		
Balance at the commencement of the year	68,446,715	67,793,241
Profit for the year	689,683	653,474
Net surplus in the statement of profit and loss (D)	69,136,398	68,446,715
Total reserves and surplus (A)+ (B) + (C) + (D)	88,277,330	87,587,647

Cremica Agro Foods Limited
Notes to financial statements for the year ended 31 March 2017

5. Trade Payable		
	31 March 2017	31 March 2016
	Amount (Rs.)	Amount (Rs.)
Trade payable*	12,450,729	11,719,531
Total	12,450,729	11,719,531

*The Company has during the year, not received any intimation from any of its suppliers regarding their status under the MSMED Act. Based on the above facts, there are no dues to parties registered under MSMED Act. Accordingly, disclosures required under MSMED act are not given.

6. Other current liabilities		
	31 March 2017	31 March 2016
	Amount (Rs.)	Amount (Rs.)
Security and other trade deposit	345,000	345,000
Payables towards capital goods	6,060,051	6,060,051
Statutory dues	29,855	965
Total	6,434,906	6,406,016

Cremica Agro Foods Limited

Notes to financial statements for the year ended 31 March 2017

7. Property, plant and equipment

Amount in Rs.

	Plant & machinery	Computers	Furniture & fixture	Total
Gross block (at cost)				
At 1 April 2015	203,112	145,811	49,762	398,685
Additions	51,400	32,500	90,000	173,900
Disposals	-	-	-	-
At 31 March 2016	254,512	178,311	139,762	572,585
At 1 April 2016	254,512	178,311	139,762	572,585
Additions	-	-	-	-
Disposals	-	-	-	-
At 31 March 2017	254,512	178,311	139,762	572,585
Depreciation/Amortisation				
At 1 April 2015	28,761	30,526	10,264	69,551
Charge for the year	34,024	35,762	17,737	87,522
Disposals	-	-	-	-
At 31 March 2016	62,785	66,288	28,001	157,073
At 1 April 2016	62,785	66,288	28,001	157,073
Charge for the year	34,829	37,026	18,427	90,282
Disposals	-	-	-	-
At 31 March 2017	97,614	103,314	46,428	247,355
Net block				
At 31 March 2016	191,727	112,023	111,761	415,512
At 31 March 2017	156,898	74,997	93,334	325,230

Creteca Agro Foods Limited
Notes to financial statements for the year ended 31 March 2017

8. Loans and Advances

	Long term		Short term	
	31 March 2017 Amount (Rs.)	31 March 2016 Amount (Rs.)	31 March 2017 Amount (Rs.)	31 March 2016 Amount (Rs.)
Capital advances				
Unsecured and considered good	40,361,976	18,592,176	-	-
Total (A)	40,361,976	18,592,176	-	-
Other loans and advances				
Advances recoverable in cash or in kind	8,140,000	8,140,000	-	-
Advance tax recoverable (net of provision)	2,338,459	2,408,837	-	-
Balances with statutory/government authorities	-	-	52,401	52,401
Total (B)	10,478,459	10,548,837	52,401	52,401
Total (A+B)	50,840,435	29,141,013	52,401	52,401

Cremica Agro Foods Limited**Notes to financial statements for the year ended 31 March 2017****9. Deferred tax asset (net)**

	31 March 2017 Amount (Rs.)	31 March 2016 Amount (Rs.)
Deferred tax liabilities on account of :		
Difference between depreciation on fixed assets as per books and as per Income Tax Act, 1961	13,670	21,192
Gross Deferred Tax Liabilities	13,670	21,192
Deferred tax assets on account of :		
Net Loss as per Income Tax Act carried forward	1,72,84,651	1,73,05,843
Gross Deferred Tax Assets	1,72,84,651	1,73,05,843
Deferred tax asset (net)	1,72,70,981	1,72,84,651

Cremica Agro Foods Limited
Notes to financial statements for the year ended 31 March 2017

10. Cash and bank balances

	Non Current		Current	
	31 March 2017 Amount (Rs.)	31 March 2016 Amount (Rs.)	31 March 2017 Amount (Rs.)	31 March 2016 Amount (Rs.)
Cash and cash equivalents				
Balances with banks:				
On current accounts*	-	-	9,827,307	8,187,888
Cash on hand	-	-	42,366	42,366
Total (A)	-	-	9,869,673	8,230,254
Other bank balances				
Deposits due to matured within 12 months of the reporting date*	-	-	44,064,245	65,574,363
Total (B)	-	-	44,064,245	65,574,363
Total (A +B)	-	-	53,933,918	73,804,617

* Due to dispute among some of the Directors of the company all accounts with Indusind Bank Ltd has been freezed with effect from 06.01.2016 upto the date of singning financials of the company.

Cremica Agro Foods Limited**Notes to financial statements for the year ended 31 March 2017****11. Revenue from operations**

	31 March 2017 Amount (Rs.)	31 March 2016 Amount (Rs.)
Sale of products		
Raw Materials & others	725,000	-
Other operating revenue		
Others	-	-
Total	725,000	-

12. Other income

	31 March 2017 Amount (Rs.)	31 March 2016 Amount (Rs.)
Interest income		
- from bank	2,648,893	4,335,558
Other non-operating income	1,370,478	58,494
Total	4,019,371	4,394,052

13. Cost of raw material consumed

	31 March 2017 Amount (Rs.)	31 March 2016 Amount (Rs.)
Inventory at the beginning of the year	-	-
Add : Purchases (net)	720,000	-
	720,000	-
Less: Inventory at the end of the year	-	-
Total	720,000	-

Creteca Agro Foods Limited		
Notes to financial statements for the year ended 31 March 2017		
14. Employee benefits expense		
	31 March 2017	31 March 2016
	Amount (Rs.)	Amount (Rs.)
Salaries, wages and bonus	1,420,478	567,950
Staff welfare expenses	-	89,706
Total	1,420,478	657,656
15. Finance Cost		
	31 March 2017	31 March 2016
	Amount (Rs.)	Amount (Rs.)
Interest to others	-	11,150
Total	-	11,150
16. Depreciation and amortisation		
	31 March 2017	31 March 2016
	Amount (Rs.)	Amount (Rs.)
Depreciation of property, plant and equipment	90,282	87,522
Total	90,282	87,522
17. Other expenses		
	31 March 2017	31 March 2016
	Amount (Rs.)	Amount (Rs.)
Repairs & maintenance	-	81,467
Legal & professional expenses	669,479	65,990
Travelling and conveyance	-	968,231
Rates & taxes	624,805	32,602
Rent	-	681,540
Telephone Expenses	-	26,696
Printing and stationery	-	15,950
Payment to auditor	8,625	34,464
Charity & donation	-	58,300
General Expenses	162,501	438,808
Computer Expenses	6,500	57,750
Gardening Expenses	-	57,850
Diwali Expenses	-	156,978
Bank charges	2,804	2,370
Total	1,474,713	2,678,996

Cremica Agro Foods Limited

Notes to financial statements for the year ended 31 March 2017

18. Payment to auditors:	Current year Amount (Rs.)	Previous year Amount (Rs.)
Audit Fees	8,625	34,474
Tax Audit Fees	-	-
	8,625	34,474

19. Contingent liabilities	Current year	Previous year
I) Bank guarantees	-	-
II) Claims against the Company not acknowledged as debts:		
a) Sales Tax Appeals	2,537,838	2,537,838

20. Disclosures as required by AS-18 'Related Party Disclosures' issued by the ICAI

A. List of Related parties and Relationships

I Key Management Personnel (KMP)

(i)	Dharamvir Bector	Director
(ii)	Rajni Bector	Director
(iii)	Anoop Bector	Director
(iv)	Akshay Bector	Director till 14.11.16
(v)	Ajay Bector	Director
(vi)	S.S. Chaudhary	Director
(vii)	Pankaj Dawar	Additional Director

II Enterprises over which persons having controlling interest in Company / Key management personnels along with their relatives are able to exercise significant influence:

Companies

Mrs. Bectors Food Specialities Limited
 Cremica Frozen Foods Limited
 Mrs. Bectors Cremica Enterprises Limited
 Cremica Food Specialities Limited
 Cremica Food Industries Limited
 Mrs. Bectors Food Private Limited
 Poliyan Food Park Private Limited
 Bector Core Investments Private Limited
 E.B.I Foods Private Limited
 Auro Mira Dairies Limited
 Mrs. Bectors Cremica Dairies Private Limited

Partnership Firm

Sunshine Foods
 Hira Mal Lachman Das

Limited Liability Partnership Firm

Him Valley Food Processors - LLP

Hindu Undivided Family

Ajay Bector (HUF)
 Dharamvir & Sons (HUF)
 Anoop Bector (HUF)
 Akshay Bector (HUF)

B. Transactions with related parties	Enterprises owned or significantly influenced by key management personnel or their relatives	
	Current year	Previous year
Balances at the end of the year		
Trade Payables	3,943,965	3,943,965
Payables for capital goods	6,060,501	6,060,501
Advances and other receivables	14,557,071	20,707,071

Cremica Agro Foods Limited

Notes to financial statements for the year ended 31 March 2017

	Current year	Previous year		
21. C.I.F value of imports	Nil	Nil		
22. Expenditure in foreign currency (in Rs.)	Nil	Rs. 394,871/-		
23. Income in foreign Currency (in Rs.)	Nil	Nil		
24. Value of imported & indigenous material consumed & %age thereof	Current year	Previous year		
a) Material Consumed	-	-		
Total (a)	-	-		
b) Fuel	-	-		
c) Consumable stores	-	-		
Total (b)	-	-		
Total (a)+(b)	-	-		
	Current year	Previous year		
	Amount	%age	Amount	%age
Indigenous Material Consumed	-	-	-	-
Imported Material Consumed	-	-	-	-
Indigenous Store Consumed	-	-	-	-
Imported Store Consumed	-	-	-	-

25. **Earning per share:** Current year 0.46 Previous year 0.44
The basic and diluted earning per share of the company is Rs.

26. **Information pursuant to G.S.R. 308 (E) dated 30 March 2017 issued by Ministry of corporate affairs**

Particulars	Specified Bank Notes	Other Demonination Notes	Total
Closing cash in hand as on 8 November 2016	-	42,366	42,366
(+) Permitted receipts	-	-	-
(-) Permitted payments	-	-	-
(-) Amount deposited in Banks	-	-	-
Closing cash in hand as on 30 December 2016	-	42,366	42,366

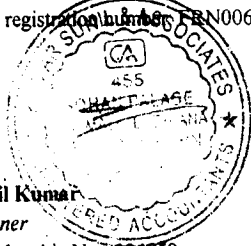
27. Previous year figures have been regrouped/reclassified, where necessary, to conform to this year's classification.

As per our report of even date attached

For Kumar Sunil & Associates

Chartered Accountants

Firm registration number: FN006263N



Sunil Kumar

Partner

Membership No.: 084958

Place : Ludhiana

Date : 30 May 2017

For and on behalf of the Board of Directors
of Cremica Agro Foods Limited

Anoop Bector
Director
DIN:-00108589

Dharamvir Bector
Director
DIN:-00108654

Neha Gupta

Neha Gupta
Company Secretary

Shantilal Sukhla Chaudhari
Whole Time Director & CEO
Dia No. 02315224

Rishi Kumar Bector
Chief Financial Officer



CREMICA AGRO FOODS LTD

CIN: L15146PB1989PLC009676
Registered Office: B-XXXiii-324, G.T. ROAD (WEST), JALANDHAR BYE-PASS, LUDHIANA, Punjab -141005
Phone (0161) 5085104, 2744434
Website: www.cafl.co.in, Email id: biscuits@mrsbectorfoods.com

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PLEASE COMPLETE THIS ATTENDANCE SLIP AND HAND IT OVER AT THE ENTRANCE OF THE MEETING HALL.

ATTENDANCE SLIP

*DPID		Name & Address of the registered Shareholder
Regd.FolioNo./*Client Id.		
No.of Share(s)held		

(*Applicable for Members holding Shares in electronic form)

I hereby record my presence at the **28th ANNUAL GENERAL MEETING** of the Members of **CREMICA AGRO FOODS LTD** to be held on Friday 29th day of September, 2017 at 9.00 a.m. at B-XXXIII-324, G.T. Road (West), Near Jalandhar Bye Pass, Ludhiana-141005

Member's/Proxy's Signature

TEAR HERE



CREMICA AGRO FOODS LTD

CIN: L15146PB1989PLC009676
Registered Office: B-XXxiii-324, G.T. ROAD (WEST), JALANDHAR BYE-PASS, LUDHIANA, Punjab -141005
Phone (0161) 5085104, 2744434
Website: www.cafl.co.in, Email id: biscuits@mrsbectorfoods.com

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PROXYFORM

FORM NO. MGT-11

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

Name of the Member(s):	
Registered Address:	
E-mail Id:	
*DPID:	
Regd.Folio No./*Client Id.	

(*Applicable for Members holding Shares in electronic form)

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

- (1) Name: _____ Address: _____
E-mail id: _____ Signature _____ or failing him;
- (2) Name: _____ Address: _____
E-mail id: _____ Signature _____ or failing him;
- (3) Name: _____ Address: _____
E-mail id: _____ Signature _____

As my/our proxy to attend and vote (on a poll) for me/us and on my/our behalf at the **28th ANNUAL GENERAL MEETING** of the Members of **CREMICA AGRO FOODS LTD** to be held on Friday 29th day of September, 2017 at 9.00 a.m. at B-XXXIII-324, G.T. Road (West), Near Jalandhar Bye Pass, Ludhiana-141005, Punjab and at any adjournment thereof in respect of such resolution as are indicated below:

Resolution No.	Matter of Resolution	For	Against
1.	To receive, consider and adopt audited financial statements of the Company for the financial year ended on March 31st 2017 including Audited Balance Sheet as at March 31st, 2017, the statement of Profit & Loss Account for the financial year ended on that date along with the Reports of the Auditors and Directors thereon.		
2.	To appoint a Director in place of Sh. Ajay Bector (Din- 00058904) who retires by rotation in accordance with the Articles of Association of the Company and being eligible, offers himself for re-appointment.		
3.	To appoint a Director in place of Sh. Dharamvir Bector (Din- 00108654) who retires by rotation in accordance with the Articles of Association of the Company and being eligible, offers himself for re-appointment.		
4.	To Ratify Appointment of Auditor		

Signed this _____ day of _____, 2017.

Signature of Shareholder(s) _____

Signature of Proxy holder(s) _____

Affix Revenue Stamp

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.



CREMICA AGRO FOODS LIMITED

Registered Office: B-XXXIII-324, G.T. Road (West),
Near Jalandhar Bye Pass, Ludhiana-141005, Punjab

CIN: L15146PB1989PLC009676

E-mail: cs.bis@cremica.in, manager.cafl@gmail.com; Website: www.cafl.co.in

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BALLOT FORM

Sr. No. _____

Name and Registered Address of the Sole/ First named Member:

Name of the Joint Member(s), If Any:

Registered Folio No./ DP ID No./ Client ID No. :

No of shares held:

I/We hereby exercise my/our vote(s) in respect of the following Resolutions as set out in the Notice dated August 14, 2017 of the Company by conveying my/our assent (for) or dissent (against) the said Resolutions by placing the tick mark (✓) at the appropriate box below:

Resolution No.	Description	No. of Shares	I/ We assent to the Resolution (For)	I/ We dissent to the Resolution (Against)
1.	To receive, consider and adopt audited financial statements of the Company for the financial year ended on March 31st 2017 including Audited Balance Sheet as at March 31st, 2017, the statement of Profit & Loss Account for the financial year ended on that date along with the Reports of the Auditors and Directors thereon.			
2.	To appoint a Director in place of Sh. Ajay Bector (Din- 00058904) who retires by rotation in accordance with the Articles of Association of the Company and being eligible, offers himself for re-appointment.			
3.	To appoint a Director in place of Sh. Dharamvir Bector (Din- 00108654) who retires by rotation in accordance with the Articles of Association of the Company and being eligible, offers himself for re-appointment			
4.	To Ratify Appointment of Auditor			

Place:

Signature of the Member

Date:

or

Authorised Representative

Note: Please Read the Instructions printed overleaf carefully before exercising your vote

INSTRUCTIONS

1. General Instructions:

- There will be one Ballot Form for every Client ID No./Folio No., irrespective of the number of joint holders.
- Voting in the ballot cannot be exercised by a proxy. However, corporate and institutional members shall be entitled to vote through their authorised representatives with proof of their authorization, as stated below under instruction no. 2(b).
- Any query in relation to the Resolutions proposed to be passed at the ensuing AGM may be addressed to Company Secretary, at the Registered Office of the Company.
- The Scrutinizer's decision on the validity of a Ballot shall be final and binding.

2. Instructions for voting physically by Ballot Form:

- This Form must be completed and signed by the Member who is desirous of exercising his/her vote at the 28th Annual General Meeting, as per specimen signature registered with the Company or Depository Participant, as the case may be. In case of joint holding, this Form must be completed and signed (as per the specimen signature registered with the Company) by the first named Member and in his/her absence, by the next named Member.
- In respect of shares held by corporate and institutional members (companies, trusts, societies, etc.), the completed Ballot Form should be accompanied by a certified copy of the relevant Board Resolution/appropriate authorization, with the specimen signature(s) of the authorized signatory(ies) duly attested.
- Voting rights shall be reckoned in proportion to the paid-up equity shares registered in the name of the Member as on cut off date i.e. 23rd September, 2017.
- The consent must be accorded by recording the assent in the column 'FOR' or dissent in the column 'AGAINST' by placing a tick mark (✓) in the appropriate column in the Ballot Form. The assent or dissent received in any other form shall not be considered valid.
- Members are requested to fill the Ballot Form in indelible ink and avoid filling it by using erasable writing medium(s) like pencil.
- Incomplete, unsigned or incorrectly ticked Ballot Forms will be rejected.
- The Scrutinizer shall immediately after the conclusion of Annual General Meeting first count the votes cast at the meeting, thereafter unblock the votes cast through remote e-voting in the presence of atleast two witnesses not in the employment of the Company and make, not later than three days of conclusion of the meeting, a Consolidated Scrutinizer's Report of the total votes cast in the favor or against, if any, forthwith to the Chairman of the Company.

The results declared along with the consolidated scrutinizer's report shall be placed on the website of the Company www.cafli.co.in

