



Tomorrow's Progress Today

ANNUAL REPORT  
**2018-19** >>>

**POWERING AHEAD**

APAR INDUSTRIES LTD.

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## Forward-looking statement

In this Annual Report, we have disclosed forward-looking information to enable investors to comprehend our prospects and take informed investment decisions. This report and other statements – written and oral – that we periodically make, contain forward-looking statements that set out anticipated results based on the management's plans and assumptions. We have tried, wherever possible, to identify such statements by using words such as 'anticipates', 'estimates', 'expects', 'projects', 'intends', 'plans', 'believes' and words of similar substance in connection with any discussion of future performance.

We cannot guarantee that these forward-looking statements will be realised, although we believe we have been prudent in assumptions. The achievement of results is subject to risks, uncertainties and even inaccurate assumptions. Should known or unknown risks or uncertainties materialise, or should underlying assumptions prove inaccurate, actual results could vary materially from those anticipated, estimated or projected. Readers should bear this in mind. We undertake no obligation to publicly update any forward-looking statements, whether as a result of new information, future events, or otherwise.

# Corporate Information

## BOARD OF DIRECTORS

Mr. Kushal N. Desai	Chairman & Managing Director
Mrs. Nina Kapasi	Independent Director
Mr. F. B. Virani	Independent Director
Mr. C. N. Desai	Managing Director
Mr. Rajesh Sehgal	Independent Director
Mr. Suyash Saraogi	Independent Director – Upto 20.08.2018
Mr. Rishabh K. Desai	Non Executive and Non Independent Director – w.e.f. 7 <sup>th</sup> May, 2019

## BOARD COMMITTEES

Audit Committee	Corporate Social Responsibility Committee	Nomination and Compensation-cum-Remuneration Committee	Share Transfer & Shareholders Grievance-cum-Stakeholders Relationship Committee
Mrs. Nina Kapasi - Chairperson	Mr. Kushal N. Desai - Chairman	Mr. Rajesh Sehgal - Chairman	Mr. F. B. Virani – Chairman w.e.f. 28.08.2018
Mr. F. B. Virani	Mr. F. B. Virani	Mr. F. B. Virani	Mr. Kushal N. Desai
Mr. Rajesh Sehgal	Mr. Chaitanya N. Desai	Mrs. Nina Kapasi – w.e.f. 28.08.2018	Mr. Chaitanya N. Desai
Mr. Kushal N. Desai		Mr. Suyash Saraogi - up to 20.08.2018	Mr. Suyash Saraogi - Up to 20.08.2018
Mr. Suyash Saraogi - up to 20.08.2018			

## STATUTORY AUDITORS

M/s. Sharp & Tannan LLP  
Chartered Accountants,  
Mumbai.

## CHIEF FINANCIAL OFFICER

Mr. V. C. Diwadkar

## COMPANY SECRETARY

Mr. Sanjaya Kunder

## BANKERS

- |   |                   |                            |
|---|-------------------|----------------------------|
| ■ Union Bank of India                           | ■ Syndicate Bank  | ■ Kotak Mahindra Bank Ltd. |
| ■ IDBI Bank Limited                             | ■ ICICI Bank Ltd. | ■ State Bank of India      |
| ■ IDFC Bank Limited                             | ■ Axis Bank Ltd.  | ■ Bank of India            |
| ■ Credit Agricole – Corporate & Investment Bank |                   | ■ YES Bank Limited         |
| ■ Societe Generale                              |                   |                            |

## Registered Office

301, Panorama Complex,  
R. C. Dutt Road,  
Vadodara – 390 007 (Gujarat), India  
**Tel :** (+91) (0265) 2339906  
**Fax :** (+91) (0265) 2330309  
**E-mail :** com\_sec@apar.com  
**Website :** www.apar.com  
**CIN :** L91110GJ1989PLC012802

## Corporate Office

Apar House, Bldg. No. 5, Corporate Park,  
Sion – Trombay Road, Chembur,  
Mumbai – 400 071, (Maharashtra), India  
**Tel :** (+91) (022) 25263400, 67800400  
**Fax :** (+91) (022) 25246326  
**E-mail :** corporate@apar.com  
**Website :** www.apar.com

## Registrar & Share Transfer Agent

M/s. Link Intime India Private Limited  
B-102 & 103, Shangrila Complex,  
First Floor, Opp. HDFC Bank,  
Near Radhakrishna Char Rasta,  
Akota, Vadodara – 390 020 (Gujarat), India  
**Tel :** (+91) (0265) 6136000, 6136001  
**Fax :** (+91) (0265) 2356791  
**E-mail :** vadodara@linkintime.co.in  
**Website :** www.linkintime.co.in  
**CIN :** U67190MH1999PTC118368

# Financial Highlights for last five years (Consolidated)

(₹ in crore)

Particulars	2018-19*	2017-18*	2016-17*	2015-16*	2014-15
<b>PROFIT AND LOSS ACCOUNT DATA</b>					
Sales (Net of Excise)	7,964	5,819	4,832	5,078	5,122
% of Growth	37	20	(5)	(1)	11
Exports	2,443	2,023	1,359	1,651	1,673
Materials, Operating and other costs	7,351	5,288	4,321	4,625	4,791
Employee cost	148	126	107	91	79
Depreciation	67	56	45	38	31
Interest and Discounting charges	200	140	114	157	150
Profit before tax, exceptional & Extraordinary Items	216	223	273	178	73
% of Growth	(3)	(19)	54	144	(44)
Taxation	80	78	97	57	23
Profit after tax (PAT)	136	145	176	120	50
Exceptional items	-	-	-	-	0
Other Comprehensive Income	2	(27)	20	3	-
Joint Venture profit/(loss)	-	-	0	1	-
Minority Interest (Profit)/loss	-	-	-	-	0
Balance of Profit	138	118	196	125	50
% of Growth	17	(40)	57	152	(44)
<b>BALANCE SHEET DATA:</b>					
Share Capital	38	38	38	38	38
Reserves & Surplus	1,164	1,070	998	815	691
Net worth	1,202	1,108	1,036	854	730
Minority interest	-	(0)	-	-	1
Loan Funds	253	273	254	361	361
Deferred Tax (Net)	40	35	46	31	27
<b>Total Liabilities</b>	<b>1,496</b>	<b>1,416</b>	<b>1,336</b>	<b>1,246</b>	<b>1,120</b>
Gross Block	893	769	640	★422	603
Net Block	810	663	594	444	383
Investments including Goodwill on Consolidation/amalgamation	2	5	7	13	22
Net Current assets	684	748	734	789	715
<b>Total Assets</b>	<b>1,496</b>	<b>1,416</b>	<b>1,336</b>	<b>1,246</b>	<b>1,120</b>
<b>KEY RATIOS:-</b>					
PAT to Sales (%)	1.71	2.49	3.65	2.37	0.97
Return on Net Worth (%)	11.78	13.50	18.65	15.37	6.98
Asset Turns (Revenue to total Assets)	1.72	1.51	1.51	1.71	1.76
Return on Capital Employed (%)	28.58	26.36	30.03	28.58	20.67
Debt to Equity Ratio	0.14	0.17	0.11	0.14	0.15
Earning per Equity Share (Basic) Rs.	35.55	37.82	45.88	32.48	12.87
Rate of dividend % p.a.	95%	95%	100%	65%	35%
Book value per Equity Share Rs.	314.19	289.59	270.75	221.82	189.58
Share Price as on 31st March (BSE)	674.05	728.00	748.85	461.80	370.10

\* Numbers are as per Ind AS from FY 2015-16 onwards

★ Carrying value of Property, Plant and Equipment as on the date of transition is considered as deemed cost.

# NOTICE

**NOTICE** is hereby given that the **30th (Thirtieth)** Annual General Meeting (**AGM**) of the Equity Shareholders of **APAR INDUSTRIES LIMITED** ('the Company') will be held on **Thursday, 8th August, 2019 at 2:15 P.M.** at the **Auditorium of the Vanijya Bhavan, Central Gujarat Chamber of Commerce, Race Course Circle, Vadodara – 390 007 (Gujarat)** to transact the following business :

## Ordinary Business :

1. To receive, consider and adopt the Audited Financial Statements (Standalone and Consolidated) of the Company for the Financial Year ended on March 31, 2019 including the Balance Sheet as at March 31, 2019, the Statement of Profit and Loss and Cash flow for the year ended on that date along with reports of the Board of Directors and the Auditors thereon.
2. To declare dividend at the rate of ₹ 9.50 (95%) per Equity Share of face Value of ₹ 10/- each, fully paid up, for the financial year 2018-19.
3. To appoint a Director in place of Mr. Kushal N. Desai (DIN – 00008084), who retires by rotation and being eligible, offers himself for re-appointment.

## Special Business :

4. **Appointment of Mr. Rishabh K. Desai, as Non-executive and Non-Independent Director of the Company,**

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

**"RESOLVED THAT** pursuant to the provisions of Sections 152 and all other applicable provisions of the Companies Act, 2013, the Companies (Appointment and Qualification of Directors) Rules, 2014 (including any statutory modification(s) or re-enactment thereof for the time being in force), all relevant Regulations of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 as amended to date and on the basis of recommendation of the Nomination and Compensation-cum-Remuneration Committee, Mr. Rishabh Kushal Desai (holding DIN 08444660), who was appointed as an Additional Director, Non-Executive (Non Independent) with effect from 07/05/2019, by the Board of Directors pursuant to Section 161 of the Companies Act, 2013 and Articles of Association of the Company and who holds office upto the date of this Annual General Meeting and in respect of whom the Company has received a notice in writing under Section 160 of the Companies Act, 2013, from a member signifying his intention to propose the candidature of Mr. Rishabh Kushal Desai for the office of Director of the Company, be and is hereby appointed as a Director Non-Executive (Non Independent) of the Company, whose term of office shall be liable to retire by rotation.

**RESOLVED FURTHER THAT** the Board of Directors of the Company or any Key Managerial Personnel of the Company be and are hereby authorized to do all acts, deeds, matters and things, necessary and expedient to give effect to the resolution."

5. **Re-appointment of Mr. F. B. Virani as Non-Executive Independent Director of the Company.**

To consider and, if thought fit, to pass, with or without modification(s), the following Resolution as a **Special Resolution**:

**"RESOLVED THAT** pursuant to the provisions of Sections 149,

152 read with Schedule IV and all other applicable provisions of the Companies Act, 2013 and the Companies (Appointment and Qualification of Directors) Rules, 2014 (including any statutory modification(s) or re-enactment thereof for the time being in force), Regulation 17(1)(C)(1A) of the Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015, including any amendment(s), statutory modification(s) and/or re-enactment thereof for the time being in force and subject to such other laws, rules and regulations as may be applicable in this regard and on the basis of recommendation of the Nomination and Compensation-cum-Remuneration Committee, approval of the members of the Company be and is hereby accorded to the re-appointment of Mr. F. B. Virani (holding DIN 00062278), Director of the Company, who is holding the office of an Independent Director for five consecutive years upto the conclusion of 30th Annual General Meeting (AGM) of the Company to be held in the calendar year 2019, as an Independent Director of the Company, not liable to retire by rotation, being eligible, for his second term of five consecutive years with effect from the conclusion of this AGM upto the conclusion of 35th Annual General Meeting of the Company to be held in the calendar year 2024 and to continue to hold such directorship on and after attaining the age of seventy five (75) years.

**RESOLVED FURTHER THAT** the Board of Directors of the Company or any Key Managerial Personnel of the Company be and are hereby severally authorized to do all acts, deeds and things as may be necessary or expedient to give effect to above-said resolution."

6. **Re-appointment of Mrs. Nina Kapasi as Non-Executive Independent Director of the Company**

To consider and, if thought fit, to pass with or without modification(s), the following Resolution as a **Special Resolution**:

**"RESOLVED THAT** pursuant to the provisions of Sections 149, 152 read with Schedule IV and all other applicable provisions of the Companies Act, 2013 and the Companies (Appointment and Qualification of Directors) Rules, 2014 (including any statutory modification(s) or re-enactment thereof for the time being in force), and the applicable provisions of the Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015, including any amendment(s), statutory modification(s) and/or re-enactment thereof for the time being in force and subject to such other laws, rules and regulations as may be applicable in this regard and on the basis of recommendation of the Nomination and Compensation-cum-Remuneration Committee, approval of the members of the Company be and is hereby accorded to the re-appointment of Mrs. Nina Kapasi (holding DIN 02856816), Director of the Company, who is holding the office of an Independent Director for five consecutive years upto the conclusion of 30th Annual General Meeting (AGM) of the Company to be held in the calendar year 2019, as an Independent Director of the Company, not liable to retire by rotation, being eligible, for her second term of five consecutive years with effect from the conclusion of this AGM upto the conclusion of 35th Annual General Meeting of the Company to be held in the calendar year 2024.

**RESOLVED FURTHER THAT** the Board of Directors of the Company or any Key Managerial Personnel of the Company be



and are hereby severally authorized to do all acts, deeds and things as may be necessary or expedient to give effect to above-said resolution."

**7. Payment of remuneration to the Cost Auditors of the Company for the FY 2019-20**

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

**"RESOLVED THAT** pursuant to the provisions of Section 148 and all other applicable provisions, if any, of the Companies Act, 2013 and the Companies (Audit and Auditors) Rules, 2014 (including any statutory modification(s) or re-enactment(s) thereof, for the time being in force), M/s. Rahul Ganesh Dugal and Co., a Proprietary Firm of Cost Accountant, the Cost Auditor having Firm Registration no. 103425 and Membership no. 36459, appointed by the Board of Directors of the Company, to conduct the audit of the cost records of the Company for the financial year ending 31st March, 2020 in place of T. M. Rath, who has expressed his inability to act as Cost Auditor of the Company, be paid remuneration not exceeding Rs. 1,20,000/- (Rupees One Lakh Twenty Thousand Only).

**FURTHER RESOLVED THAT** any of the Directors or the Company Secretary of the Company, be and are, hereby authorised to do all such acts, deeds, matters and things as may be considered necessary, desirable or expedient to give effect to this resolution."

**Registered Office :**

301, Panorama Complex,  
R. C. Dutt Road,  
Vadodara - 390 007, Gujarat.  
India  
CIN: L91110GJ1989PLC012802  
Website: www.apar.com  
E-mail: com\_sec@apar.com  
Tel.: (+91) (0265) 2339906  
Fax : (+91) 0265) 2330309

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

**Sanjaya Kunder  
Company Secretary**

Place : Mumbai  
Date : May 29, 2019.

**NOTES :**

1. The Explanatory Statement pursuant to Section 102(1) of the Companies Act, 2013 ('the Act') with respect to the Special Business to be transacted at the meeting set out in the Notice is annexed hereto. The brief details of the persons seeking appointment / re-appointment as Directors as required under Regulation 36(3) of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 and Secretarial Standard on General Meetings issued by The Institute of Company Secretaries of India as approved by the Central Government, is also annexed to this Notice.

2. **A member entitled to attend and vote at the meeting is also entitled to appoint a proxy or proxies to attend and to vote, on a poll, instead of himself / herself / itself and the proxy need not be a member of the company. The proxy form duly completed and signed should be deposited at the company's registered office not less than 48 hours before the commencement of the meeting.**

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 (10%) of the total share capital of the Company carrying voting rights. In case a proxy is proposed to be appointed by a member holding more than 10% of the total share capital of the Company carrying voting rights, then such proxy shall not act as a proxy for any other person or Member.

Proxies submitted on behalf of limited companies, societies, etc., must be supported by appropriate resolutions / authority, as applicable, issued on behalf of the nominating organization.

3. Corporate Members intending to send their Authorised Representative(s) to attend the Annual General Meeting in terms of Section 113 of the Act, are requested to send to the Company, a certified copy of the relevant Board Resolution together with their respective specimen signatures authorising their representative (s) to attend and vote on their behalf at the Meeting.

4. In case of joint holders attending the Meeting, only such joint holder who is higher in the order of names will be entitled to vote.

5. Members / Proxies/ Authorised Representatives are requested to bring their duly filled in Attendance Slip enclosed in the annual report along with their copy of the annual report to the Meeting. Members, who hold shares in dematerialised form, are requested to write their Client ID and DP ID numbers and those, who hold shares in physical form, are requested to write their Folio Number in the attendance slip for attending the Meeting.

6. The Register of Members and Share Transfer Books for the Equity Shares of the Company shall remain closed from 2nd August, 2019 to 8th August, 2019, both days inclusive, in connection with the Annual General Meeting and for the purpose of payment of dividend, if declared at the Meeting.

7. Members are requested to note that the Company's equity shares are under compulsory demat trading for all class of investors, as per the provisions of the SEBI Circular dated May 29, 2000. Members are therefore advised in their own interest to dematerialise their physical shareholding to avoid inconvenience and for better servicing by the Company.

8. As per SEBI Notification No. SEBI/LAD-NRO/GN/2018/24 dated June 8, 2018 and further amendment vide Notification No. SEBI/LAD-NRO/GN/2018/49 dated November 30, 2018, requests for effecting transfer of securities (except in case of transmission or transposition of securities) shall not be processed from April 1, 2019 unless the securities are held in the dematerialized form with the depositories. With the said change coming into effect from April 1, 2019, Equity Shares of the Company shall be eligible for transfer only in Dematerialized form. Therefore, the Shareholders are requested to take action to dematerialize the Equity Shares of the Company, promptly.

9. Members holding shares in electronic form may note that bank particulars registered against their depository accounts will be used by the Company for payment of



dividend. The Company or its Registrar and Transfer Agents, Link Intime India Private Limited (Registrar), cannot act on any request received directly from the members holding shares in electronic form for any change of bank particulars or bank mandates. Such changes are to be advised only to the Depository Participant of the members with whom they are maintaining their demat accounts. Members holding shares in physical form are requested to advise any change in their address or bank mandates immediately to the Company / Registrar.

10. Members holding shares in more than one folio in the same name(s) are requested to send the details of their folios along with the share certificates so as to enable the Company to consolidate their holdings into one folio.
11. Members desirous of obtaining information / details about the accounts, are requested to write to the Company at least one week before the meeting, so that proper information can be made available at the time of meeting.
12. All Relevant documents referred to in the accompanying Notice and in the Explanatory Statement are open for inspection by the Members at the Registered Office of the Company during Office hours on all working days except Sundays and Second Saturday of each Month between 11.00 A.M. and 4.00 P.M. up to the date of the ensuing Annual General Meeting and; at the meeting, during the meeting hours.
13. **Unclaimed / Unpaid Dividend:** Pursuant to the provisions of Section 124 and 125 of the Act and other relevant provisions of the Act, the dividend which remains unpaid / unclaimed from the date of transfer to the unpaid/unclaimed dividend account of the Company is required to be transferred to the Investor Education and Protection Fund (IEPF) set up by the Government of India. The unclaimed dividend for the financial year 2011-12 and all subsequent years must be claimed as early as possible failing which, it would be transferred to IEPF as per the (tentative) dates mentioned herein below.

Financial Year	Date of Declaration of Dividend	Due date for transfer to IEPF
2011-12	09.11.2012	15.12.2019
2012-13	08.08.2013	12.09.2020
2013-14	01.08.2014	05.09.2021
2014-15	07.08.2015	11.09.2022
2015-16	16.03.2016	21.04.2023
2016-17	09.08.2017	13.09.2024
2017-18	09.08.2018	13.09.2025

Members who have not yet encashed their dividend warrant(s) are requested to make their claims to the Company without further delay. Members are further requested to note that unpaid / unclaimed dividend for the year 2010-11 (Final Dividend) has been transferred to IEPF as on 9th October, 2018.

Pursuant to the provisions of the Investor Education and Protection Fund (Uploading of Information regarding Unpaid and Unclaimed amounts lying with Companies) Rules, 2012, the Company has uploaded the details of unpaid and unclaimed amounts lying with the Company as on 9th August, 2018 (date of last Annual General Meeting) on the website of the Company ([www.apar.com](http://www.apar.com)).

Further, pursuant to the provisions of Section 124(5) and Section 124(6) of the Act, read with the Investor Education and Protection Fund Authority (Accounting, Audit, Transfer and Refund) Rules, 2016 ("the IEPF Rules") and amendments thereto, all shares, on which dividend has not been paid or claimed for seven consecutive years or more, shall be transferred to the demat account of the IEPF authority.

The Company has accordingly, transferred –

- (1) 47,962 Equity Shares of the shareholders whose dividend had remained outstanding for a period of 7 years from 2009-10 to 2015-16 on 28th December, 2017 and
- (2) 6,520 Equity Shares of the shareholders whose dividend had remained outstanding for a period of 7 years from 2010-11 to 2016-17 on 16th November, 2018

to IEPF. Details of shares transferred to IEPF Authority are available on the website of the Company which can be accessed through the link :

[http://www.apar.com/pdf/financedata/IEPF/IEPF\\_Share\\_Transfer.pdf](http://www.apar.com/pdf/financedata/IEPF/IEPF_Share_Transfer.pdf)

The Members / claimants whose shares, unclaimed dividend have been transferred to the Fund may claim the shares or apply for refund by making an application to IEPF Authority in Form IEPF 5 [available on [iepf.gov.in](http://iepf.gov.in) as well as the link for the same as available on the website of the Company]. The Member / Claimant can file only one consolidated claim in a Financial Year as per the IEPF Rules and amendments thereto.

It is in the interest of Members to claim any un-encashed dividends and for future, opt for National Electronic Clearance System (NECS) / National Automated Clearing House (NACH), so that dividends paid by the Company are credited to the investor's account on time.

14. The Securities and Exchange Board of India (SEBI) has mandated the submission of Permanent Account Number (PAN) by every participant in the securities market. Members holding shares in electronic form are, therefore, requested to submit their self-attested PAN to their Depository Participants with whom they are maintaining their demat accounts. Members holding shares in physical form can submit their self-attested PAN details to the Company / Registrar.
15. As per the provisions of Section 72 of the Act and Rule 19(1) of the Companies (Share Capital and Debentures) Rules, 2014, Members holding shares in physical form may file nomination in the prescribed Form SH - 13 with Registrar. In respect of shares held in demat form, the nomination form may be filed with the respective DP.
16. A route map showing directions to reach the venue of the 30th AGM is given at the end of this Notice as per the requirement of Secretarial Standard - 2 on "General Meeting".
17. (a) As stated in Para No. 6 of the Directors' Report, the Company has not attached the Annual Accounts, Reports and other Statements in respect of its three Subsidiaries with the Annual Report of the Company for the financial year ended March 31, 2019.
- (b) A Statement showing information in aggregate of the said subsidiary Companies in compliance with the provisions of Section 129(3) of the Act has been attached with the financial statements in Form AOC-1 and forms a part of this Annual Report.



18. The Annual Report 2018-19 of the Company, circulated to the Members of the Company, will be made available on the Company's website at [www.apar.com](http://www.apar.com).

19. The Company has already initiated / implemented the "Green Initiative" as per the Circulars issued by the Ministry of Corporate Affairs (MCA) to enable electronic delivery of notices / documents and annual reports to the shareholders. The email addresses as made available in your respective Depository Participant (DP) accounts and downloaded from NSDL / CDSL will be deemed to be your email address for serving notices / documents including those covered under Section 136 read with Section 20 of the Companies Act, 2013.

The Notice of AGM and the copies of audited financial statements, directors' report, auditors' report etc. shall also be displayed on the Company's website at [www.apar.com](http://www.apar.com). Members holding shares in electronic mode are, therefore, requested to ensure to keep their email addresses updated with the Depository Participants. Shareholders / Members can register their email address, by sending an Email at [investorservices@apar.com](mailto:investorservices@apar.com) by quoting their Folio No. / DP ID – Client ID in order to facilitate the Company to serve the documents through the electronic mode.

## 20. Voting Options

### 1. Voting through Electronic means:

Pursuant to Section 108 and other applicable provisions, if any, of the Companies Act, 2013 read with Rule 20 of the Companies (Management and Administration) Rules, 2014 as amended by the Companies (Management and Administration) Rules, 2015 and Regulation 44 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 (Listing Regulations), the Company is pleased to provide e-voting facility to the members in relation to the business to be transacted at the 30th Annual General Meeting to be held on Thursday, 8th August, 2019 at 02:15 p.m. The facility of casting votes by the members using an electronic voting system from a place other than venue of the AGM ("remote e-voting") will be provided by Central Depository Services (India) Ltd.

The Company has engaged the services of Central Depository Services (India) Limited (CDSL) to provide e-voting. The

e-voting facility is available at the link [www.evotingindia.com](http://www.evotingindia.com)

The facility for voting, through ballot paper, shall be made available at the AGM and the members attending the AGM who have not cast their votes by remote e-voting shall be able to exercise their right at the AGM through ballot paper. Members who have cast their votes by remote e-voting prior to the AGM may attend the AGM but shall not be entitled to cast their votes again. The instructions for e-voting are as under:

### INSTRUCTIONS FOR E-VOTING

The voting period begins on 10:00 Hrs. of Sunday, 4th August, 2019 and ends on 17:00 Hrs. of Wednesday, 7th August, 2019. During this period shareholders of the Company, holding shares either in physical form or in dematerialized form, as on the cut-off date (record date) of Thursday, 1st August, 2019 may cast their vote electronically. The e-voting module shall be disabled by CDSL for voting thereafter.

Members are requested to follow the below mentioned instructions to cast their vote through e-voting:

- (i) The shareholders should log on to the e-voting website [www.evotingindia.com](http://www.evotingindia.com).
- (ii) Click on Shareholders / Members
- (iii) Now enter your User ID
  - a. For CDSL: 16 digits beneficiary ID,
  - b. For NSDL: 8 Characters DP ID followed by 8 Digits Client ID,
  - c. Members holding shares in Physical Form should enter Folio Number registered with the Company.
- (iv) Next enter the Image Verification as displayed and Click on Login.
- (v) If you are holding shares in Demat form and had logged on to [www.evotingindia.com](http://www.evotingindia.com) and voted on an earlier voting of any company, then your existing password is to be used. If you are a first time user, follow the steps given in the table below.

For Members holding shares in Demat Form and Physical Form	
<b>PAN</b>	<p>Enter your 10 digit alpha-numeric PAN issued by Income Tax Department (Applicable for both demat shareholders as well as physical shareholders).</p> <ul style="list-style-type: none"> <li>Members who have not updated their PAN with the Company/Depository Participant are requested to use the sequence number which is printed on Attendance Slip indicated in the PAN field.</li> </ul>
<b>Dividend Bank Details</b>	<ul style="list-style-type: none"> <li>Enter the Dividend Bank Details or Date of Birth (in dd/mm/yyyy format) as recorded in your demat account or in the Company records in order to login.</li> </ul>
<b>OR</b>	
<b>Date of Birth (DOB)</b>	<ul style="list-style-type: none"> <li>If both the details are not recorded with the depository or Company please enter the member id / folio number in the Dividend Bank details field as mentioned in instruction (iii).</li> </ul>



- (vi) After entering these details appropriately, click on "SUBMIT" tab.
- (vii) Members holding shares in physical form will then directly reach the Company selection screen. However, members holding shares in demat form will now reach 'Password Creation' menu wherein they are required to mandatorily enter their login password in the new password field. Kindly note that this password is to be also used by the demat holders for voting for resolutions of any other company on which they are eligible to vote, provided that company opts for e-voting through CDSL platform. It is strongly recommended not to share your password with any other person and take utmost care to keep your password confidential.
- (viii) For Members holding shares in physical form, the details can be used only for e-voting on the resolutions contained in this Notice.
- (ix) Click on EVSN of APAR INDUSTRIES LTD. on which you choose to vote.
- (x) On the voting page, you will see "Resolution Description" and against the same, the option "YES/ NO" for voting. Select the option YES or NO as desired. The option YES implies that you assent to the Resolution and option NO implies that you dissent to the Resolution.
- (xi) Click on the "Resolutions File Link" if you wish to view the entire Resolution details.
- (xii) After selecting the resolution you have decided to vote on, click on "SUBMIT". A confirmation box will be displayed. If you wish to confirm your vote, click on "OK", else to change your vote, click on "CANCEL" and accordingly modify your vote.
- (xiii) Once you "CONFIRM" your vote on the resolution, you will not be allowed to modify your vote.
- (xiv) You can also take a print of the votes cast by clicking on "Click here to print" option on the Voting page.
- (xv) If a demat account holder has forgotten the changed login password, then Enter the User ID and the image verification code and click on Forgot Password & enter the details as prompted by the system.
- (xvi) Any person, who acquires shares of the Company and becomes a member of the Company after dispatch of the Notice of the AGM and holding shares as on the cut-off-date i.e. 1st August, 2019 should follow the same procedure as mentioned above for e-Voting.

Shareholders can also use Mobile app "m-Voting" for voting. Shareholders may log in to m-Voting using their e voting credentials to vote for the company resolution(s). The m-Voting app can be downloaded from Google Play Store. Apple and Windows phone users can download the app from the App Store and the Windows Phone Store respectively. Please follow the instructions as prompted by the mobile app while voting on your mobile.

**(xvii) Note for Non – Individual Shareholders and Custodians**

- Non-Individual shareholders (i.e. other than Individuals, HUF, NRI etc.) and Custodian are required to log on to [www.evotingindia.com](http://www.evotingindia.com) and register themselves as Corporates.
- A scanned copy of the Registration Form bearing the stamp and sign of the entity should

be emailed to [helpdesk.evoting@cdslindia.com](mailto:helpdesk.evoting@cdslindia.com).

- After receiving the login details User would be able to link the account(s) for which they wish to vote on.
- The list of accounts linked in the login should be mailed to [helpdesk.evoting@cdslindia.com](mailto:helpdesk.evoting@cdslindia.com) and on approval of the accounts they would be able to cast their vote.
- A scanned copy of the Board Resolution and Power of Attorney (POA) which they have issued in favour of the Custodian, if any, should be uploaded in PDF format in the system for the scrutinizer to verify the same.

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

(xix) For any grievances connected with facility for e-voting, members may contact:

Name : Mr. Rakesh Dalvi  
 Designation : Manager  
 Address : A Wing, 25th Floor, Marathon Futorex, Mafatlal Mill Compounds, N. M. Joshi Marg, Lower Parel (E), Mumbai – 400013.  
 Email id : [helpdesk.evoting@cdslindia.com](mailto:helpdesk.evoting@cdslindia.com)  
 Phone number : 1800225533

(xx) Once you have cast your vote, you cannot modify or vote on poll at the AGM. However, you may attend the meeting and participate in the discussions, if any.

**Voting at AGM:**

The Chairman shall at the AGM, at the end of the discussion on the resolutions, on which voting is to be held, allow voting with the assistance of Scrutinizer, by the use of Polling Paper for all the Members who are present at the AGM but have not cast their vote by availing the remote e-voting facility. Polling papers are attached with this Annual Report.

**21. Other Instructions:**

(i) The e-voting facility will be available during the following voting period:

<b>Commencement of e-voting</b>	From 10:00 Hrs. of Sunday, 4th August, 2019
<b>End of e-voting period</b>	Upto 17:00 Hrs. of Wednesday, 7th August, 2019

E-voting shall not be allowed beyond 17.00 Hrs of 7th August, 2019. The e-voting module shall be disabled by CDSL for voting thereafter. During the e-voting period, shareholders of the Company holding shares either in physical form or in dematerialised form, as on the Cut-off-Date, may cast their votes electronically. The Cut-off-Date for the purposes of e-voting is 1st August, 2019. The voting rights of Members shall be in proportion to their shares of the paid up equity share capital of the Company as on 1st August, 2019.

(ii) You can opt only one mode of voting i.e. either by E-voting or Physical Ballot. If you are opting for e-voting, then do not vote by Physical Ballot also and



vice versa. However, in case shareholders cast their vote by Physical Ballot and e-voting, then voting done through valid Physical Ballot shall prevail and voting done by e-voting will be treated as invalid.

- (iii) Mr. Hemang M. Mehta, Proprietor of M/s. H. M. Mehta & Associates, Practicing Company Secretaries, Vadodara, Gujarat (Membership No. FCS - 4965 & Certificate of Practice No. 2554) has been appointed as the Scrutinizer to scrutinize the e-voting, remote e-voting and polling paper process in a fair and transparent manner.
- (iv) Pursuant to the provisions of Section 107 of the Act Read with Rule 20 of the Companies (Management and Administration) Rules, 2014 (as amended from time to time) there will not be any voting by show of hands on any of the agenda items at the meeting and the Company will conduct polling at the meeting.

**Registered Office:**

301, Panorama Complex,  
R. C. Dutt Road,  
Vadodara – 390 007 (Gujarat), India  
**Tel.:** 0265 – 2339906, 2331935  
**Fax:** 0265 – 2330309  
**E-mail:** com\_sec@apar.com  
**Website:** www.apar.com

- (v) The Scrutinizer shall after the conclusion of voting at the general meeting, will first count the votes cast in the meeting and thereafter unblock the votes cast through e-voting in the presence of at least two witnesses who are not in the employment of the Company and shall make, not later than forty eight hours of the conclusion of the AGM, a consolidated scrutinizer's report of the total votes cast in favor or against, if any, to the Chairman or a person authorized by him in writing, who shall countersign the same and declare the result of the voting forthwith.
- (vi) The results declared of e-voting along with the report of the Scrutinizer shall be placed on the website of the Company at [www.apar.com](http://www.apar.com) and on the website of CDSL e-Voting immediately after the declaration of result by the Chairman or a person authorized by him in writing. The results shall also be immediately forwarded to the BSE Ltd. and NSE Limited.

**Registrar and Share Transfer Agent**

Link Intime India Private Limited  
B-102 & 103, Shangrila Complex, 1st Floor,  
Opp. HDFC Bank,  
Near Radhakrishna Char Rasta, Akota,  
Vadodara – 390 020 (Gujarat), India  
**Tel.:** 0265 – 6136000, 6136001  
**TeleFax:** 0265 – 2356791  
**E-mail:** vadodara@linkintime.co.in  
**Website:** www.linkintime.co.in

## ANNEXURE TO NOTICE

### EXPLANATORY STATEMENT PURSUANT TO SECTION 102(1) OF THE COMPANIES ACT, 2013.

**ITEM NO. 4:**

Item No. 4 of the Notice relates to appointment of Mr. Rishabh Kushal Desai as Director of the Company to hold the office as Non-Executive and Non-Independent Director.

Pursuant to provisions of Section 161 of the Companies Act, 2013 read with applicable rules made thereunder, provisions of Article 134 of the Articles of Association (AOA) of the Company and on the recommendation of the Nomination and Compensation-cum-Remuneration Committee, the Board of Directors of the Company has appointed Mr. Rishabh Kushal Desai (DIN : 08444660) as an Additional Director (in the category of Non-Executive and Non-Independent Director) of the Company w.e.f. 7th May, 2019 by passing Circular Resolution under Section 175 of the Companies Act, 2013 which was subsequently ratified by the Board of Directors at their meeting held on 29th May, 2019.

In pursuance of the provisions of Section 161 of the Companies Act, 2013, Mr. Rishabh K. Desai will hold office upto the date of the ensuing Annual General Meeting. The Company has received a Notice in writing under the provisions of Section 160 of the Companies Act, 2013 from a member proposing the candidature of Mr. Rishabh K. Desai for the Office of Director.

Mr. Rishabh Desai has graduated from Babson College, a School of Business, Massachusetts, USA with a degree in Bachelor of Science in Entrepreneurship and Business Management. He was in-charge of green field project on establishing state of the art Petroleum Specialties plant in Hamriyah Free Zone, Sharjah, UAE. Prior to that

he had a stint in Ergon Inc., and UBS, AG, Singapore to have blend of exposures in Finance and commodities & metal trading.

Hamriyah Plant is now fully operating as step down wholly owned subsidiary of the Company under the name "Petroleum Specialties FZE", Sharjah having manufacturing capacity of 100,000 KL. Presently, Mr. Rishabh is Executive Director of said subsidiary.

The Board commends the Ordinary Resolution set out at Item No. 4 of the Notice for approval by the shareholders.

Except Mr. Kushal N. Desai and Mr. Chaitanya N. Desai, none of the Directors, Key Managerial Personnel or their relatives are in any way concerned or interested in this resolution.

**ITEM NO. 5 & 6:**

The Shareholders of the Company at the 25th Annual General Meeting held on 1st August, 2014 had approved the appointments of Mr. F. B. Virani (holding DIN : 00062278) and Mrs. Nina Kapasi (holding DIN 02856816) as Independent Directors of the Company for the first term to hold office upto the conclusion of 30th Annual General Meeting of the Company to be held in the calendar year 2019, pursuant to the provisions of the Companies Act, 2013 (the Act) and Rules framed thereunder read with Schedule IV to the Companies Act, 2013 and the erstwhile Listing Agreement with the Stock Exchanges. In terms of the provisions of Section 149 of the Companies Act, 2013, an Independent Director shall be eligible for re-appointment on passing of a special resolution by the Company for another term of upto five (5) consecutive years. Further in terms of Regulation 17 of the Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations,