

KERALA AYURVEDA LIMITED

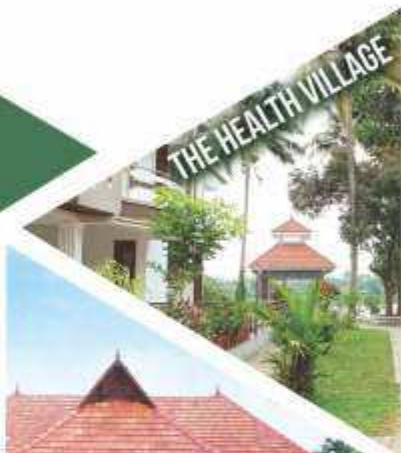
24TH ANNUAL REPORT 2015 - 2016

ANCIENT WISDOM.
MODERN APPROACH.

KAL ACADEMY



THE HEALTH VILLAGE



AYURVEDAGRAM



PRODUCTS



RESEARCH



A PRESTIGIOUS AWARD



KERALA
ayurvedaTM

Authentic Herbal Ayurveda for Modern Times

ASSOCHAM awards Kerala Ayurveda Ltd. as
'HERBAL COMPANY OF THE YEAR'

ASSOCHAM awards Kerala Ayurveda Ltd. as 'HERBAL COMPANY OF THE YEAR'



The Associated Chambers of Commerce & Industry of India awarded Kerala Ayurveda Limited as 'HERBAL COMPANY OF THE YEAR' as part of its **NUTRACEUTICALS & HERBALS EXCELLENCE AWARD 2016** held at New Delhi on 5th July 2016. Ayurvedagram Heritage Wellness Centre Pvt. Ltd., a subsidiary of Kerala Ayurveda Limited, won the prestigious 'SPA & WELLNESS CENTRE OF THE YEAR' under the same Nutraceuticals & Herbs Excellence Awards 2016.

New Product Launch



KAL's Success Story With **GRITHAM CAPSULES** Just Got Bigger. Fortified Gritham (**INDUKANTHA AND MAHATHIKTHAKA GRITHAM**) was launched in Soft Gel Capsules dosage form.

Opening of New Multispeciality Clinic in Jayanagar Bengaluru



Inauguration of New Factory Outlet at Athani, Kerala



New KAL Academy Building



CORPORATE INFORMATION

BOARD OF DIRECTORS

Mr. Ramesh Vangal, Chairman (DIN 00064018)
 Mr. Ronald George Pearce,
 Vice Chairman & Independent Director (DIN 00260166)
 Dr. K Anilkumar, Whole Time Director (DIN 00226353)
 Mr. M C Mohan, Independent Director (DIN 00633439)
 Mr. S Krishnamurthy, Independent Director (DIN 00140414)
 Mr. Kshiti Ranjan Das, Additional Independent Director
 (DIN 07212449) (appointed w.e.f. 6th November, 2015)
 Mr. Gokul Patnaik, Director (DIN 00027915)
 (appointed w.e.f. 28th May, 2016)
 Ms. Katarzyna Zimpel, Director (DIN 00264084)
 Mr. Anand Subramanian,
 (Alternate to Ms. Katarzyna Zimpel) (DIN 00064083)
 Mr. A T Jacob, Director (DIN 01663815)
 (resigned w.e.f. 28th May, 2016)

CHIEF FINANCIAL OFFICER & COMPLIANCE OFFICER

Mr. Arvind Agarwal

COMPANY SECRETARY

Ms. Itti Bhargava (resigned w.e.f. 11th June, 2016)

REGISTERED OFFICE & FACTORY

VII/415, Nedumbassery, Athani P.O,
 Aluva-683 585, Kerala, India
 CIN: L24233KL1992PLC006592
 info@keralaayurveda.biz www.keralaayurveda.biz

CORPORATE OFFICE

No.1134, 1st Floor, 100 Ft Road,
 HAL 2nd Stage, Indiranagar, Bengaluru – 560 008

STATUTORY AUDITORS

M/s. Biju George & Co.
 Chartered Accountants
 Vellaringattu Towers, Thodupuzha – 685 584

SECRETARIAL AUDITORS

M/s. SVJS & Associates, Company Secretaries
 39/3519 B, 1st Floor, Padmam Apartments,
 Manikkath Road, Ravipuram, Kochi – 682 016

INTERNAL AUDITORS

Mr. Mathew Joseph, Chartered Accountant
 32/2431, Kunnath Lane, S N Junction,
 Palarivattom Kochi-682 025

BANKERS

Kotak Mahindra Bank Ltd

REGISTRAR & TRANSFER AGENTS

M/s. Integrated Enterprises (India) Ltd.
 Kences Towers, No.1 Ramakrishna Street
 T Nagar, Chennai - 600 017
 Ph: 044-28140801-03 Fax: 044-28142479
 E-mail : corpserv@integratedindia.in

CONTENTS

| | | | |
|----------------------------------|----|---|----|
| Chairman's Statement | 2 | Independent Auditors' Report on Standalone financials | 49 |
| Notice of AGM | 3 | Standalone Financials & Notes | 53 |
| Directors' Report | 11 | Independent Auditors' Report on Consolidated Financials | 66 |
| Report on Corporate Governance | 35 | Consolidated Financials & Notes | 70 |
| Management Discussion & Analysis | 47 | Attendance slip, Proxy Form and Route Map | 85 |

CHAIRMAN'S STATEMENT

Dear Shareholders,

India enjoys a rich heritage of more than 1000 years of knowledge in Ayurveda. While the government is on a major drive to Promote Yoga and Ayurveda Globally as Key Wellness Initiative, inadequate scientific scrutiny and concerns regarding standards and quality is of major concern. This has prompted the Department of Ayush to enforce a stricter regime under 'National Ayush Mission'.



With cutting edge teamwork including biologists, chemists, scholars and practitioners and strong scientific network, Kerala Ayurveda Limited has set itself to lead the industry into bringing Ayurvedic solutions that are **Pure, Safe and Effective**, which is in line with the Indian Government's Vision to take Ayurveda Global.

The past year has been an exciting and eventful year for us. Our excellence in delivering quality products and Healthcare services has earned us the prestigious ASSOCHAM awards for Kerala Ayurveda Ltd. as '**HERBAL COMPANY OF THE YEAR**' and Ayurvedagram Heritage Wellness Centre Pvt. Ltd. (subsidiary) as '**SPA & WELLNESS CENTRE OF THE YEAR**'. The award encourages us to re-dedicate our efforts to validate Ayurveda as an authentic and holistic healthcare solution for the global market.

WHO estimates Non-communicable diseases (NCDs); lifestyle related diseases like Diabetes, Osteoarthritis, Hypertension, Obesity and Cancers kill about 38 million people each year. Ayurveda offers solutions which will play a vital role in managing these. Through Clinics & Wellness Resorts, Education and Scientific Partnerships, we are persistently working to benchmark our Ayurvedic products with pharma standards by appropriately blending modern science, rigorous clinical trials and in depth Ayurvedic wisdom to offer efficacious solutions across various health states.

Although conventional oral formulations are still widely used, innovations in dosage forms offer substantial advantages. **This requires a highly integrated approach that combines the best of the traditional wisdom and modern scientific knowledge and expertise.** We have **mastered the traditional technique of potentiating the formulations** and used this technique to carefully develop new products in modern dosage form. The new products launched last year, **Indukantham Ghritham Capsules, Mahathikthaka Ghritham Capsules, Ksheerbala 101 Avarti Capsules and Gandha Thailam Capsules** are amongst the few products that use this technology.

On the domestic front, focus on expanding distribution footprint continues and we have expanded the distribution in East India viz., West Bengal and Tripura. It is a continuous thrust and we will expand our distribution network to more territories for better accessibility to the doctors. We have also set up a New Multi-speciality Clinic at Jayanagar, Bengaluru and a "Factory Outlet" for consumers in Kerala. On the digital front, we are currently in the process of revamping our existing e-commerce website to improve consumer and doctor outreach. **Apart from undertaking new cost saving production measures as our contribution to improve environmental performance**, we have stopped using plastic bags in any of our Wellness Centres and use 100% reusable, recyclable and biodegradable paper bags.

We intend to be a force to reckon with in Healthcare Industry. Our Growth is encouraging and we expect this to accelerate with New Clinics, New Market Strategies, New Products and New Health Solutions.! We are **Inspired by Ayurveda, Powered by Science and Propelled by Education.**

We take pride in what we do. A commitment to make a healthy choice to bring Wellness, Naturally!

Bengaluru
9th August, 2016

Ramesh Vangal
Chairman

KERALA AYURVEDA LTD

CIN : L24233KL1992PLC006592

Regd.Off: VII/415, Nedumbassery Athani P O, Aluva 683 585

Ph: 0484-2476301(4 lines) Fax: 0484-2474376

Email: info@keralaayurveda.biz Website: www.keralaayurveda.biz

NOTICE OF ANNUAL GENERAL MEETING

Notice is hereby given that the Twenty Fourth Annual General Meeting of the Members of Kerala Ayurveda Limited (CIN: L24233KL1992PLC006592) will be held on Thursday, the 29th September, 2016 at 3.30 p.m. at Green Park Auditorium, N.H. 47, Desom, Aluva-683 103, Kerala, to transact the following business:

ORDINARY BUSINESS

1. To receive, consider and adopt the Audited Financial Statements (including consolidated financial statements) of the company for the Financial Year ended 31st March, 2016 together with the Reports of the Board of Directors and the Auditors thereon.

2. To appoint a Director in place of Ms. Katarzyna Zimpel, (DIN 00264084) who retires by rotation and being eligible, offers herself for re-appointment.

3. 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 139, 142 and other applicable provisions, if any, of the Companies Act, 2013 (the Act), and the Companies (Audit and Auditors) Rules, 2014 (including any statutory modification(s) or re-enactment thereof, for the time being in force), the approval of the members of the Company is hereby accorded to ratify the appointment of M/s. Biju George & Co, Chartered Accountants, (Firm Reg. No. 0079325) Vellaringattu Towers, Thodupuzha -685 584 as Statutory Auditors of the Company to hold office from the conclusion of this Annual General Meeting till the conclusion of the 25th Annual General Meeting of the Company to be held in the year 2017 and the Board of Directors be and is hereby authorized to fix the remuneration payable to them for the financial year ending 31st March, 2017 as may be determined in consultation with the Auditors.”

SPECIAL BUSINESS

4. **Appointment of Mr. Kshiti Ranjan Das (DIN 07212449) as an Independent Director**

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 149, 150, 152, 161 and other applicable provisions of the Companies Act, 2013 and the Rules made thereunder (including any statutory modification(s) or re-enactment thereof for the time being in force), Mr. Kshiti Ranjan Das (DIN 07212449) who was appointed as an Additional Director at the meeting of the Board of Directors of the company held on 6th November, 2015 and who holds office up to 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 proposing his candidature for the office of the Director, be and is hereby appointed as an Independent Director of the company up to 5th November, 2020, not liable to retire by rotation.”

5. 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 152,161 and other applicable provisions of the Companies Act, 2013 and the Rules made there under (including any statutory modification(s) or re-enactment thereof for the time being in force) Mr. Gokul Patnaik, (DIN 00027915) who was appointed as an Additional Director at the meeting of the Board of Directors of the company held on 28th May, 2016 and who holds office up to 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 proposing his candidature for the office of the Director, be and is hereby appointed as a Director of the company, liable to retire by rotation.”

**By order of the Board of Directors
For Kerala Ayurveda Limited**

Place: Bengaluru
Date : 9th August, 2016

Ramesh Vangal
Chairman
(DIN: 00064018)

Important Notes:

- Register of members will remain closed from 24th September, 2016 to 29th September, 2016 (both days inclusive).
- Route map is attached as annexure to this Report. (Page No.87)
- The Explanatory Statement pursuant to Section 102 of the Companies Act, 2013 which sets out details relating to Special Business at the meeting, is annexed hereto.
- A member entitled to attend and vote is entitled to appoint a proxy to attend and vote instead of himself or herself and the proxy need not be a member of the company.** Pursuant to the Provisions of Section 105 of the Companies Act, 2013, a person can act as a proxy on behalf of not more than fifty (50) members and holding in aggregate not more than ten percent of the total Share Capital of the Company. Members holding more than ten percent of the total Share Capital of the Company may appoint a single person as proxy, who shall not act as a proxy for any other Member. **The instrument appointing a proxy as per the format given at the end of this annual report to be effective must be received by the Company, not less than 48 hours before the commencement of the meeting.** Proxies submitted on behalf of the companies, societies etc. must be supported by an appropriate resolution/authority, as applicable. A proxy form is annexed to this report.
- Members holding shares in electronic form should get their email ids updated with their respective Depository Participant so that they can get the copies of correspondence etc., sent by the Company via email.
- Copies of the Annual Report 2015-16 are being sent by Electronic Mode to all the members whose email ID's are registered with the company/Depository Participant(s) for communication purpose unless any member has requested for a hard copy of the same. For members who have not registered their email address, physical copies of the Annual Report 2015-16 are being sent by the permitted mode.
- Electronic copy of the 24th Annual General Meeting of the company inter alia indicating the process and manner of e-voting along with Attendance Slip and Proxy Form is being sent to all the

members whose email ID's are registered with the Company/Depository Participant(s) for communication purposes unless any member has requested a hard copy of the same . For other members physical copies of the Notice indicating the process and manner of e-voting along with Attendance Slip and Proxy Form are being sent by the permitted mode. Annual report will also be available on the Company's website www.keralaayurveda.biz under "Investor Section" for their download. The physical copies of the aforesaid documents will also be available at the Company's Registered Office for inspection during normal business hours on working day. Even after registering for e-communications, members are entitled to receive such communication in physical form, upon making a request for the same by post free of cost. For any communication, the shareholders may also send requests to the Company's investor email ID: investor@keralaayurveda.biz.

- h) Members who are holding physical shares in identical order of names in more than one folio are requested to send to the Company or Company's Share Transfer Agent the details of such folios together with the share certificates for consolidating their holding in one folio. The share certificates will be returned to the members after making requisite changes, thereon. Members are requested to use the new share transfer Form SH-4.
- i) Members holding shares in single name and physical form are advised to make nomination in respect of their shareholding in the Company. The Nomination Form SH 13 prescribed by the Government can be obtained from the Registrar and Transfer Agent or the Secretarial Department of the Company at its Registered Office.
- j) Members are requested to send their correspondence/queries to the Share Transfer Agents, M/s. Integrated Enterprises (India) Ltd. having office at Kences Towers, 2nd Floor, No.1 Ramakrishna Street, Off North Usman Road, T Nagar, Chennai 600 017, Ph: 044-28140801 to 03 Fax : 044-28142479, E-mail: corpserv@integratedindia.in with a copy to the company's registered office and quote their folio number/client ID number.
- k) Members holding shares in physical form are requested to notify any change in their address to the Company's Registrar & Share Transfer Agent. Members holding shares in electronic form are requested to intimate the changes, if any, in their address to respective depository participants only.
- l) Shareholders intending to make queries at the AGM on any aspect of the working of the company, on the published accounts or on the Directors' Report may write to The Company Secretary / Compliance Officer Kerala Ayurveda Ltd, VII/415, Nedumbassery, Athani P.O., Aluva-683 585 so as to reach it latest by 26th September, 2016.
- m) The form of attendance slip is attached with this notice. Shareholders are requested to produce duly filled Attendance Slip for verification at the meeting. Members/proxies are requested to bring their copy of the Annual Report 2015-16 to the AGM.
- n) The registration at AGM venue shall be strictly open only upto the time AGM starts. Shareholders are requested to be present before AGM time.
- o) **VOTING THROUGH ELECTRONIC MEANS**

In compliance with the provisions of Section 108 of the Companies Act, 2013 read with Rule 20 of the Companies (Management and Administration) Rules, 2014 as amended the Company is pleased to provide members facility to exercise their right to vote at the 24th Annual General Meeting (AGM) by electronic means and the business may be transacted through e voting services provided by Central Depository Services (India) Ltd (CDSL). E-Voting is optional and members

shall have the option to vote either through e-voting or in person at the general meeting. The facility of casting the 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 CDSL.

- p) The facility for voting through ballot paper shall be made available at the AGM and the members attending the meeting who have not cast their vote by e-voting shall be able to exercise their right at the meeting through ballot paper.
- q) The members who have cast their vote by e-voting prior to AGM may also attend the AGM but shall not be entitled to cast their vote again.
- r) **THE PROCESS AND INSTRUCTIONS FOR E-VOTING ARE AS UNDER:-**

A. In case of members receiving e-mail:

- (i) Shareholders who have already voted prior to the meeting date would not be entitled to vote at the meeting venue.
- (ii) The shareholders should log on to the e-voting website www.evotingindia.com.
- (iii) Click on Shareholders.
- (iv) Now Enter your User ID
 - a. For CDSL: 16 digits beneficiary ID,
 - b. For NSDL: 8 Character DP ID followed by 8 Digits Client ID,
 - c. Members holding shares in Physical Form should enter Folio Number registered with the Company. 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 and voted on an earlier voting of any company, then your existing password is to be used.
- (vi) If you are a first time user follow the steps given below:

For Members holding shares in Demat Form and Physical Form

| | |
|---|--|
| PAN | <p>Enter your 10 digit alpha-numeric *PAN issued by Income Tax Department (Applicable for both demat shareholders as well as physical shareholders)</p> <p>Members who have not updated their PAN with the Company/Depository Participant are requested to use the first two letters of their name and the 8 digits of the sequence number in the PAN field</p> <p>In case the sequence number is less than 8 digits enter the applicable number of 0's before the number after the first two characters of the name in CAPITAL letters. Eg. If your name is Ramesh Kumar with sequence number 1 then enter RA00000001 in the PAN field.</p> |
| Dividend Bank Details OR Date of Birth (DOB) | <p>Enter the Dividend Bank Details or Date of Birth (in dd/mm/yyyy format) as recorded in your demat account or in the company records in order to login.</p> <p>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 (iv).</p> |

- (vii) After entering these details appropriately, click on “SUBMIT” tab
- (viii) 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.
- (ix) For Members holding shares in physical form, the details can be used only for e-voting on the resolutions contained in this Notice.
- (x) Click on the EVSN (Electronic Voting Sequence Number) **1600824050** for the relevant <Company Name> **Kerala Ayurveda Ltd.,** on which you choose to vote.
- (xi) 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.
- (xii) Click on the “RESOLUTIONS FILE LINK” if you wish to view the entire Resolution details.
- (xiii) 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.
- (xiv) Once you “CONFIRM” your vote on the resolution, you will not be allowed to modify your vote
- (xv) You can also take a print of the votes cast by clicking on “Click here to print” option on the Voting page.
- (xvi) If a demat account holder has forgotten the login password then Enter the User ID and the image verification code and click on Forgot Password & enter the details as prompted by the system.
- (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 and register themselves as Corporates.
 - A scanned copy of the Registration Form bearing the stamp and sign of the entity should be emailed to helpdesk.evoting@cdslindia.com.
 - After receiving the login details a Compliance User should be created using the admin login and password. The Compliance User would be able to link the account(s) for which they wish to vote on.
 - The list of accounts linked in the login should be mailed to helpdesk.evoting@cdslindia.com and on approval of the accounts they would be able to cast their vote.
 - A scanned copy of the Board Resolution and Power of Attorney (POA) which they have issued in favour of the Custodian, if any, should be uploaded in PDF format in the system for the scrutinizer to verify the same.
- (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, under help section or call on toll free no.18002005533 or write an email to contact Mr. Rakesh Dalvi, Dy.Manager, Central Depository Services (India) Ltd, Phiroze Jeejeebhoy Towers, 16th Floor, Dalal Street, Fort, Mumbai at helpdesk.evoting@cdslindia.com who will also address the grievances connected with the voting by electronic means or can also write to Company Secretary at companysecretary@keralaayurveda.biz for any grievances related to voting through remote e-voting.
- B. In case of members receiving the physical copy of the Notice of AGM
Please follow all steps from sl. no. (i) to sl. no. (xviii) above to cast vote.
- C. The e-voting period begins on 26th September, 2016 (9.00 a.m.) and ends on 28th September, 2016 (5.00 pm). The remote e-voting facility will be blocked thereafter. During this period shareholders' of the Company, holding shares either in physical form or in dematerialized form, as on 24th September, 2016 (being cut off date), may cast their vote electronically. Once the vote on a resolution is cast by the shareholder, the shareholder shall not be allowed to change it subsequently. The e-voting module shall be disabled by CDSL for voting thereafter. The member who has voted by Remote e-voting, cannot vote at the meeting.
- D. If a person who is not a member on cut off date receives this notice, he has to treat this notice for information purposes only and he will not be able to e-vote.
- E. Mr. P. Sivakumar, Managing Partner, SVJS & Associates, Company Secretaries, Kochi-682 016 has been

appointed as the Scrutinizer to scrutinize the e-voting and poll process in a fair and transparent manner.

- F. At the AGM, at the end of the discussion on the resolutions on which voting is to be held, the Chairman shall, with the assistance of the Scrutinizer order voting through ballot paper for all those members who are present but not cast their votes electronically through remote e-voting facility.
- G. The Scrutinizer shall immediately after conclusion of voting at the AGM, count the votes cast at the AGM and thereafter unblock the votes cast through remote e-voting in the presence of at least two witnesses not in employment of the company. The Scrutinizer shall submit a consolidated Scrutinizer's report of the total votes cast in favour or against, if any, within 48 hours of the conclusion of the AGM, to the Chairman of the Company. Thereafter, the Chairman or any other person authorized by the Chairman, shall declare the result of the voting forthwith.
- H. The results declared along with the Scrutinizer's report shall be placed on the Company's website www.keralaayurveda.biz and on the website of CDSL immediately after the result is declared by the Chairman or any other person authorized by the Chairman and will be communicated to the Bombay Stock Exchange on which the company's equity shares are listed.

All documents referred to in the accompanying Notice and the Explanatory Statement shall be open for inspection at the registered office of the Company during normal business hours on all working days, up to and including the date of the Annual General Meeting of the Company.

Explanatory Statement in respect of the Special Business Pursuant to Section 102 of the Companies Act, 2013.

Item No.4

The Board of Directors appointed Mr. Kshiti Ranjan Das (DIN 07212449) as an Additional Director with effect from 6th November, 2015 pursuant to the provisions of Sections 161 of the Companies Act, 2013 and the rules made there under read with the Articles of Association of the company. Pursuant to the provisions of Sections 161 of the Companies Act, 2013, Mr. Kshiti Ranjan Das (DIN 07212449) will hold the office up to the conclusion of the ensuing Annual General Meeting of the Company.

The company has received a notice in writing from a member under section 160 of the Companies Act, 2013, proposing the candidature of Mr. Kshiti Ranjan Das (DIN 07212449) alongwith deposit of requisite amount for the office of an Independent Director to be appointed as such under the provisions of section 149 of the Companies Act, 2013.

In the opinion of the Board of Directors, Mr. Kshiti Ranjan Das (DIN 07212449), an Independent Director proposed to be appointed, fulfils the conditions specified in the Act and the Rules made thereunder and is independent of Management as per Schedule IV requirements.

A Brief profile of Mr. Kshiti Ranjan Das (DIN 07212449) has been annexed to this report. Keeping in view the experience and expertise of Mr. Kshiti Ranjan Das (DIN 07212449), his appointment as an Independent Director of the company is recommended for the necessary approval of the members.

Except Mr. Kshiti Ranjan Das (DIN 07212449), no other Director, Key Managerial Personnel of the Company and their relatives are in any way concerned or interested in the Resolution.

Item No.5

The Board of Directors appointed Mr. Gokul Patnaik (DIN 00027915) as an Additional Director with effect from 28th May, 2016 pursuant to the provisions of Sections 149, 161 and other applicable provisions of the Companies Act, 2013 and the rules made there under read with the Articles of Association of the company to hold the office up to the conclusion of the ensuing Annual General Meeting.

The company has received a notice in writing from a member under section 160 of the Companies Act, 2013, proposing the candidature of Mr. Gokul Patnaik (DIN 00027915), alongwith deposit of requisite amount for the office of an Independent Director to be appointed as such under the provisions of section 149 of the Companies Act, 2013.

A Brief profile of Mr. Gokul Patnaik (DIN 00027915) has been annexed to this report. Keeping in view the experience and expertise of Mr. Gokul Patnaik (DIN 00027915) his appointment as Directors of the company is recommended for the necessary approval of the member.

Except Mr. Gokul Patnaik (DIN 00027915), no other Director, Key Managerial Personnel of the Company and their relatives are in any way concerned or interested in the Resolution.