

INNOVATIVE
AUTHENTIC
FUTURISTIC
YARN TWISTING
SOLUTIONS

MEERATM
INDUSTRIES LIMITED

12TH ANNUAL REPORT

20¹⁷
18

About

MEERA

Meera Industries Limited is a renowned name in the world of textile twisting technology & machineries. Through intensive research and continuous innovation, Meera Industries has pioneered in manufacturing world class Yarn Twisting, Cabling and Continuous Heat Setting Machines.

Our Constant quest for innovation through research is not limited. We design, develop & manufacture high-tech textile machinery offering Intelligent Solutions, Operational Reliability, Quality and Economic Efficiency.

Besides, Energy Conservation, Better Productivity and Ease of Use are the goals in mind when we design machines.

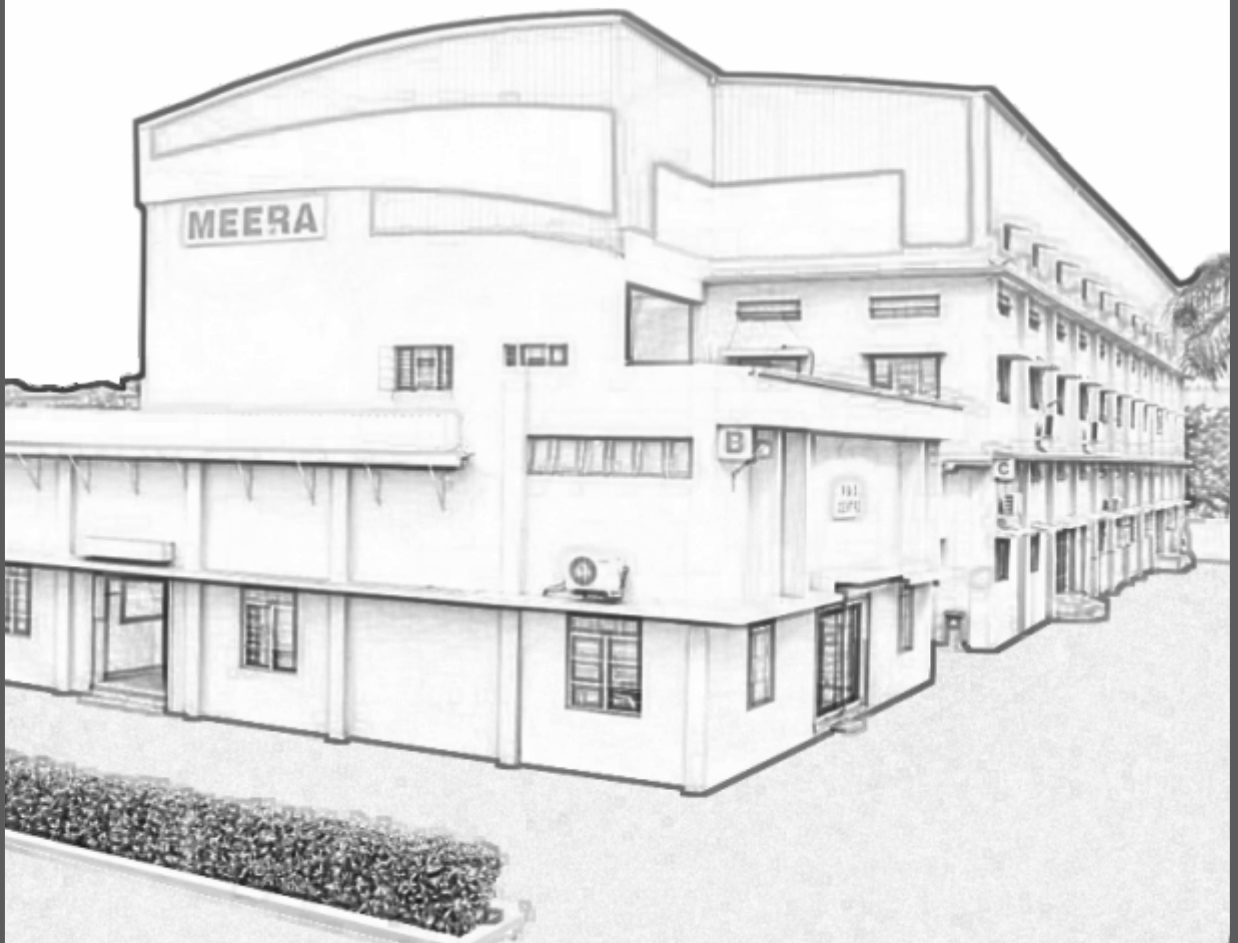


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Meera At A Glance



Letter To Shareholders



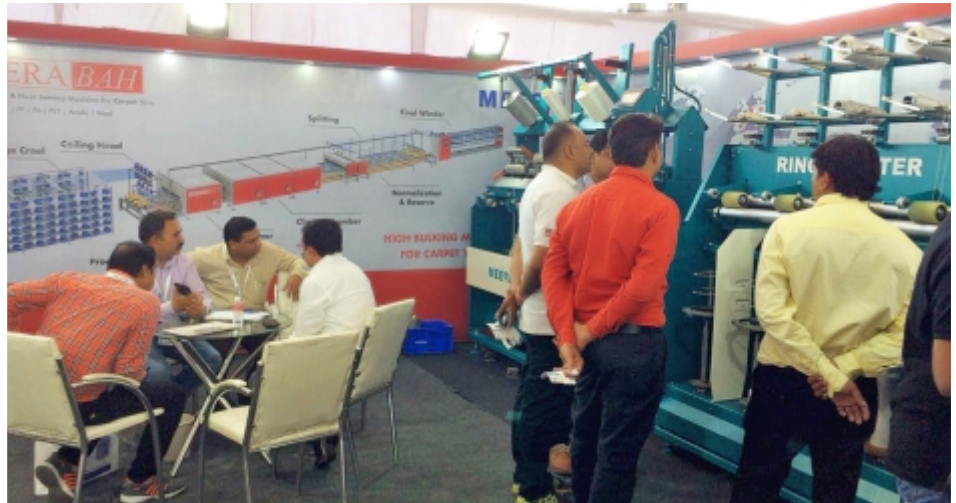
Making Life Better (CSR)

MEERA

AT A GLANCE...

MEERATM
INDUSTRIES LIMITED**homeTexTECH**
EXPO-2018
16-17-18 MARCH 2018 PANIPAT

Participated in HomeTex Tech Expo 2018 Panipat, India, which was held for the Three days i.e. 16th to 18th March 2018 at Anaaj Mandi, Panipat, India for the purpose of Machinery/ Equipment of Textile Industries.

**ITM**
2018
ISTANBUL14th - 17th April 2018Tüyap Fair Convention and
Congress Centre, Istanbul, Turkey

Participated in Exhibition named ITM 2018, which was held in Istanbul from 14th April to 17th April, 2018, where we have represented ourselves and received an overwhelming response from the same.

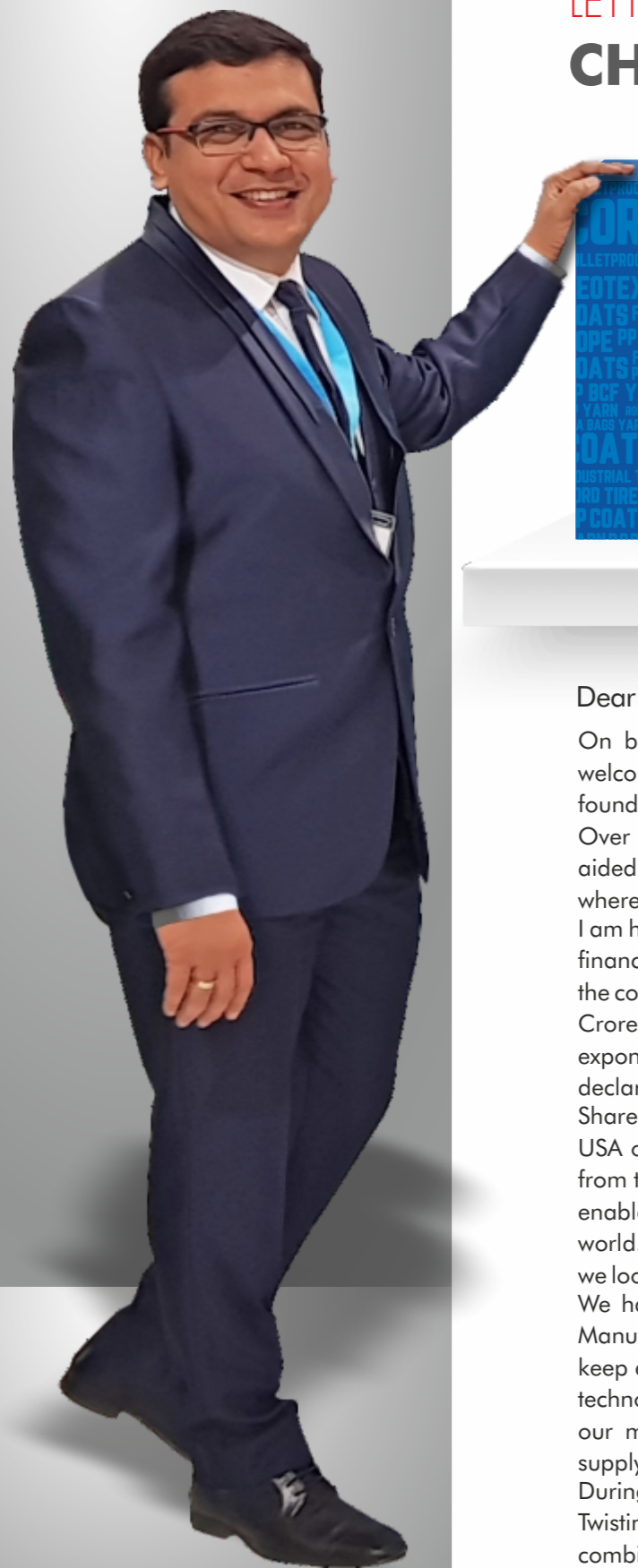
Participated in North America's exhibition for technical textiles and nonwovens Techtextil. North America assembles all vertical aspects of the technical textile industry from research and development, through raw materials and production processes and finally ending in conversion, further treatment, and recycling.

22th – 24th May 2018

Georgia World Congress Centre,
Atlanta, Ga, USA



LETTER FROM THE CHAIRMAN



Dear Shareholders,

On behalf of the Meera Board of Directors, it's my privilege to welcome you to the 12TH AGM of your Company. Meera was founded in the year 2006 with minimal capital but a lot of ambition. Over the past 12 years, our hard work, innovation in technology aided by the tremendous support of our stakeholders has taken us to where we are today.

I am happy to announce that we had an outstanding performance on financial parameters for the FY 2017-18. The Standalone revenue of the company increased to Rs. 21.57 Crores as compared to Rs. 13.49 Crores in the previous year. The net profit after Tax also increased exponentially from Rs 1.06 Crores to Rs. 2.61 Crores. We have declared dividend of Rs. 2.2 on an EPS of Rs. 6.85.

Shareholders will also be aware that our 1st overseas office, started in USA on 23RD May, 2018, has already started contributing positively from the second half of F.Y. 2017-18. This initiative was critical as it enables us to showcase our capabilities in the largest market of the world. The initial performance has exceeded our expectations, and we look forward to many more order wins in F.Y. 2018-19.

We have always believed in striving to be a leading World Class Manufacturer of twisting machines. Innovation exhilarates us and we keep experimenting with newer manufacturing processes, emerging technologies and newer business models. For instance, we expanded our manufacturing facilities and integrated them with the global supply-chains of our customers, all with minimal capex.

During the year, we have launched a machine named TPRS-50 - a Twisting Machine, which is one of its kind, a single step S/Z Twister. It combines both the first and second twist in a single step, offering several quality and cost advantages. Apart from savings on several operational inputs like space, labour, power, the most remarkable benefit of TPRS 50 is nearly "Zero wastage" and a perfectly wound knotless package up to 12 KG. On the other hand, we continue to invest in technology and innovation and broke new grounds in diverse

fields including Artificial Intelligence, Additive Manufacturing etc.

This year, efficiency improvement was our main focus area for improving the production quality. The fact is that production is the result of cooperation of all the factors of production, as the efficiency of labour does not just depend on the personal qualities of the workers, it includes continuous training too. Thus, we have initiated activities such as "KAIZEN - Key to Competitive Success" which means "change for good" for the World Class Manufacturing which is complement to Vision of the company. Under KAIZEN we have encompass many activities such as Technical training to the employees, Welfare Activities includes distributions of books to all employees, sickness benefits and various other supplementary facilities so as to ensure that even in case of eventualities people get some minimum level of income. These benefits are provided to ensure economic and social justice; but, while helping to maintain the health and moral



of the people, they do make a positive contribution to the efficiency of the labour force.

To further strengthen our market position, we are further strengthening our capabilities with addition of some machinery such as Rope Twisting Machine. This high-end machine will help to cover whole range of yarn twisting technology.

Change and adaptability are the key to become a meaningful player in the global textile machinery industry. We remain committed to stay on our chosen path of operational excellence in the coming financial year. On behalf of the Board of Directors of Meera Industries I take this opportunity to thank all our stakeholders for their continued support, confidence and faith reposed in Meera, and I look forward to an exciting journey ahead, together.

With Best Wishes,
Dharmesh V. Desai
Chairman and Managing Director



Dharmesh Desai

Chairman &
Managing Director

Bijal Desai

Whole Time
Director

Mayank Desai

Non-Executive
Director

Hetal Mehta

Independent
Director

Sanjay Mehta

Additional Independent
Director



Board of Directors

Mr. Dharmesh Desai

Mrs. Bijal Desai

Mr. Mayank Desai

Mr. Hetal Mehta

Mr. Sanjay Mehta

Chairman and Managing Director

Whole-time Director

Non-Executive Director

Independent Director

Independent Director

Company Secretary

Ms. Bhavisha Khakhkhar

Chief Financial Officer

Mr. Vinod Ojha

Registrar and Transfer Agent

Karvy Computershare Private Limited

Karvy Selenium Tower B, Plot 31-32, Gachibowli,

Financial District, Nanakramguda, Hyderabad 500 032,

Ph.: +91 40-67162222 | Fax: +91 40-23431551

e-mail: einward.ris@karvy.com

Statutory Auditors

M/s K A Sanghvi & Co.

Chartered Accountants, Surat.

Bankers

Kotak Mahindra Bank

Axis Bank

Registered Office

MEERA INDUSTRIES LIMITED.

2126, Road No. 2, GIDC Sachin,

Surat – 394 230, Gujarat, INDIA.

Tel: 0261- 2399114 | Fax: +91-261-2397269.

E-mail: cs@meeraind.com | Website: www.meeraind.com

CIN

L29298GJ2006PLC048627

TO MEMBERS

The Ministry of Corporate Affairs has taken a “Green Initiative in the Corporate Governance” by allowing paperless compliances by the companies and has issued circulars stating that service of notice / documents including Annual Report can be sent by e-mail to its members. To support this green initiative of the Government members who have not registered their e-mail addresses, are requested to register their e-mail addresses with the RTA /s Karvy Computershare Private Limited, Hyderabad by an E-mail or Letter. Members are requested to bring this copy with them at the meeting as no copies shall be distributed at the meeting again.

BOARD OF DIRECTOR'S REPORT FOR THE FINANCIAL YEAR 2017-18

TO,
THE MEMBERS,
MEERA INDUSTRIES LIMITED.

Your directors have pleasure in presenting their 12TH Annual Report together with the Audited Financial Statement for the year ended 31st March, 2018.

FINANCIAL HIGHLIGHTS:

Performance of your company, for F.Y. 2017-18 is summarized as under:

	STANDALONE		CONSOLIDATED	
	2017-18 Amt. in Rs.	2016-17 Amt. in Rs.	2017-18 Amt. in Rs.	2016-17 Amt. in Rs.
Income from Operations	21,11,95,939.72	13,15,44,812.00	21,49,65,855.81	13,15,44,812.00
Other income	44,66,544.22	33,57,710.00	44,66,736.32	33,57,710.00
Total Income	21,56,62,483.94	13,49,02,522.00	21,94,32,592.13	13,49,02,522.00
Less : Total Expenditure before Int., Depreciation & Tax	17,73,14,524.01	11,74,24,037.00	18,24,73,288.40	11,74,24,037.00
Profit/(Loss) before Int., Depreciation & Tax	3,83,47,959.93	1,74,78,485.00	3,69,59,303.73	1,74,78,485.00
Less : Interest	4,32,444.35	3,16,445.00	4,46,948.73	3,16,445.00
Profit/(Loss) before Depreciation	3,79,15,515.58	1,71,62,040.00	3,65,12,355.00	1,71,62,040.00
Less : Depreciation	29,56,787.00	25,39,693.00	29,86,365.80	25,39,693.00
Profit/(Loss) before Exceptional and extraordinary items and Tax	3,49,58,728.58	1,46,22,347.00	3,35,25,989.20	1,46,22,347.00
Less : exceptional items	0.00	0.00	0.00	0.00
Profit/(Loss) before Tax	3,49,58,728.58	1,46,22,347.00	3,35,25,989.20	1,46,22,347.00
Less : Current Tax	95,37,536.00	43,24,212.00	95,37,536.00	43,24,212.00
: Deferred Tax	(7,16,209.33)	(3,34,680.00)	(7,16,209.33)	(3,34,680.00)
: Prior period items	8504.00	0.00	8504.00	0.00
Profit/(Loss) after Tax	2,61,28,897.91	1,06,32,815.00	2,46,96,158.53	1,06,32,815.00
Add : Adj. In respect of Profit From Discontinuing operations	0.00	0.00	0.00	0.00
Balance	2,61,28,897.91	1,06,32,815.00	2,46,96,158.53	1,06,32,815.00
Add : Surplus/Deficit B/F. from Pre. Year	68,28,908.00	77,97,509.00	68,28,908.00	77,97,509.00
Less : Amount Transferred From Sundries (Others)	0.00	49,356.00	2,26,007.43	49,356.00
Less : Adjusted for Bonus Issue	0.00	68,25,000.00	0.00	68,25,000.00
Less : Interim Dividend	39,27,500.00	0.00	39,27,500.00	0.00
Less : Provision for Final Dividend	47,13,000.00	39,27,500.00	47,13,000.00	39,27,500.00
Less : Dividend Distri. Tax	17,59,016.00	7,99,560.00	17,59,016.00	7,99,560.00
Balance Carried to B/s.	2,25,58,289.91	68,28,908.00	2,08,99,543.10	68,28,908.00

Figures for F.Y. 2016 -17 have been restated, therefore may not be comparable with financials for FY 2016-17 approved by the Directors and disclosed in the financial statement of previous year.

STATE OF COMPANY'S PERFORMANCE (STANDALONE):

- The revenue of the company increased from Rs. 21,56,62,483.94/- as compared to Rs. 13,49,02,522.00/- in the previous year.
- The net profit after Tax also increased from Rs. 2,61,28,897.91/- as compared to Rs. 1,06,32,815.00/- in the previous year.

STATE OF COMPANY'S PERFORMANCE (CONSOLIDATED):

- The revenue of the company increased from Rs. 21,94,32,592.13/- as compared to Rs. 13,49,02,522.00/- in the previous year.
- The net profit after Tax also increased from Rs. 2,46,96,158.53/- as compared to Rs. 1,06,32,815.00/- in the previous year.

CHANGE IN NATURE OF BUSINESS, IF ANY AND FUTURE OUTLOOK:

There has been no significant change in the business carried on by the company and it continued to be plant and machinery for textiles and yarn trade. At present your company has no plan to enter into any other business.

DIVIDEND:

For the F.Y. 2017-18, under review, the company had already declared and paid an interim dividend @ ₹ 1 in October, 2017 and also further your Director have recommended final dividend of the further amount of Rs. 1.20 per equity share aggregating to Rs. 2.20 for the financial year. An outflow of Rs. 47,13,000.00 and Dividend Distribution Tax of Rs. 17,59,016.00 have been provided after adjustments of the profit after tax.

EXTRACT OF ANNUAL RETURN:

The extract of Annual return as requires under section 134(3)(a) read with Section 92(3) of the Companies Act, 2013 and rules made thereunder in Form MGT-9 for the Financial Year 2017-18 is attached as **Annexure- A** and forms part of this report.

USE OF PROCEEDS:

The proceeds from the Issue of the Company vide prospectus dated 21st April, 2017 was of Rs. 388.80 Lakhs out of which Company had utilized Rs. 314.08 for the purpose of objects as stated in prospectus. There are no deviation of funds raised by IPO.

MEETINGS OF THE BOARD OF DIRECTORS:

As required by clause (b) of sub-section (3) of Section 134 of the Companies Act, 2013, during the Financial Year 2017-18, 6 (SIX) meetings of the Board of Directors were held as against the minimum requirement of four meetings, which is summarized below. The provisions of Companies Act, 2013 were adhered to while considering the time gap between two meetings.

Sr. No.	Date of Meeting	Board Strength	No. of Directors Present
1	07/04/2017	Five	Five
2	09/05/2017	Five	Three
3	30/05/2017	Four	Three
4	24/06/2017	Four	Three
5	10/10/2017	Four	Four
6	08/02/2018	Five	Two

DIRECTORS RESPONSIBILITY STATEMENT:

Pursuant to provisions contained in section 134(5) of the companies Act, 2013 your directors after due inquiry confirm that:

- a) in the preparation of the annual accounts for the financial year ended 31st March, 2018 the applicable accounting standards have been followed and no material departures have been made from the accounting standards;
- b) the directors have selected such accounting policies and applied them consistently and made judgments and estimates that are reasonable and prudent so as to give a true and fair view of the state of affairs of the company as at 31st March, 2018 and of the profit/loss of the company for that period;
- c) 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;
- d) the directors had prepared the annual accounts on a going concern basis; and
- e) the directors have laid down internal financial controls as stated in explanation to section 134(5)(e) of the Companies Act, 2013 to be followed by the company and that such internal financial controls are adequate, commensurate with the nature and size of its business and are operating effectively;
- f) The directors have devised proper systems to ensure compliance with the provisions of all applicable laws and that such systems are adequate and operating effectively.

AUDITORS AND REPORT THEREON:**Ratification of Auditor's Appointment:**

M/s K A Sanghavi & Co; Chartered Accountants (FRN 120846), Surat who was appointed as Statutory Auditors of the Company by members at last AGM and whose appointment need to be ratified by members at this AGM and being eligible be ratified to hold office as Statutory Auditors of the Company until the conclusion of 16th Annual General Meeting of the Company to be held in the year 2022 (Subject to ratification by members at each subsequent Annual General Meeting).

As required U/s 139 of the Act ratification of his appointment