



INDEPENDENT AUDITOR'S REPORT

TO

THE Members of

LR Research Laboratories Private Limited

Report on the Ind AS Financial Statements

We have audited the accompanying Ind AS Financial Statements of **LR Research Laboratories Private Limited** ("the Company"), which comprise the Balance Sheet as at 31st March, 2018, the Statement of Profit and Loss, (Including Other Comprehensive Income), 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 Management is responsible for the preparation of these Ind AS Financial Statements that give a true and fair view of the financial position, financial performance and cash flows of the Company in accordance with Accounting Standards referred to under Section 133 of the Act, read with Rule 7 of the Companies (Accounts) Rules, 2014. This responsibility includes the design, implementation and maintenance of internal control relevant to the preparation and presentation of the Ind AS Financial Statements that give a true and fair view and are free from material misstatement, whether due to fraud or error.

Auditors' Responsibility

Our responsibility is to express an opinion on these Ind AS Financial Statements based on our audit.

We have taken into account the provisions of the Act, the Accounting and Auditing Standards and matters which are required to be included in the audit report under the provisions of the Act and the Rules made 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 Ind AS Financial Statements are free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the Ind AS Financial Statements. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the Ind AS Financial Statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal financial control relevant to the Company's preparation of the Ind AS Financial Statements in order to design audit procedures that are appropriate in the circumstances. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of the accounting estimates made by the Company Auditor's management, as well as evaluating the overall presentation of the Ind AS Financial Statements.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion on the Ind AS Financial Statements.

Opinion

In our opinion and to the best of our information and according to the explanations given to us, the aforesaid Ind AS Financial Statements give the information required by the Act in the manner so required and give a true and fair view in conformity with the accounting principles generally accepted in India, of the state of affairs of the Company as at 31st March, 2018, and its loss and its cash flows for the year ended on that date.

Report on other Legal and Regulatory Requirements

1. As required by Section 143 (3) of the Act and the Rules made there under, 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, the 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 Ind AS Financial Statements comply with the Accounting Standards specified under Section 133 of the Act, read with Rule 7 of the Companies (Accounts) Rules, 2014.
 - e) On the basis of the written representations received from the directors as on 31st March, 2018 taken on record by the Board of Directors, none of the directors is disqualified as on 31st March, 2018 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) in respect of matters referred to in Rule 11 of Companies (Audit and Auditors) Rules, 2014, according to the information and explanations given to us, we state that:
 - The company had no pending litigation as on March 31, 2018 requiring disclosure in the Ind AS Financial Statements.
 - The company did not, as at March 31, 2018 have any material foreseeable losses, relating to long term contracts including derivative contracts.
 - There are no amounts to be transferred to Investor Education and Protection Fund during the year under report.



A handwritten signature in purple ink, appearing to be "S. Pani", written over a horizontal line.

2. As required by the Companies (Auditor's Report) Order, 2016 ("the Order"), issued by the Government of India in terms of sub-section (11) of section 143 of the Companies Act, 2013, we give in the Annexure B, a statement on the matters specified in paragraphs 3 and 4 of the Order, to the extent applicable.

For **SARANGA PANI & CO**
Chartered Accountants
(Firm Registration No.: 050030 S)



(C. S. Pani)
Proprietor
(Membership No.073178)

Place: Hyderabad
Date: 18th May, 2018

Annexure A to the Auditors' Report

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 LR Research Laboratories Private Limited ("the Company") as of 31 March 2018 in conjunction with our audit of the Ind AS 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. 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.

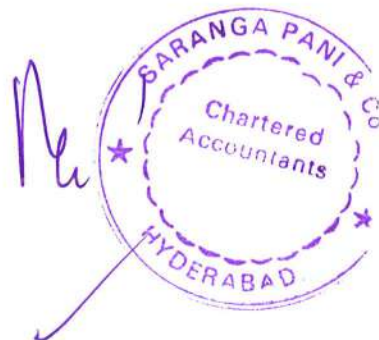
Auditors' Responsibility

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.

Those Standards and the Guidance Note require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether adequate internal financial controls over financial reporting was established and maintained and if such controls operated effectively in all material respects.

Our audit involves performing procedures to obtain audit evidence about the adequacy of the internal financial controls system over financial reporting and their operating effectiveness. Our audit of internal financial controls over financial reporting included obtaining an understanding of internal financial controls over financial reporting, assessing the risk that a material weakness exists and testing and evaluating the design and operating effectiveness of internal control based on the assessed risk. The procedures selected depend on the auditor's judgement, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error.

We believe 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, 2018, 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.

Place: Hyderabad
Date: 18th May, 2018

For SARANGA PANI & CO
Chartered Accountants
Firm Registration No.: 050030 S



(Signature)
(C. S. Pani)
Proprietor
(Membership No.073178)

Annexure to the Auditors' Report
(Statement referred to in paragraph 3 of our report of even date)

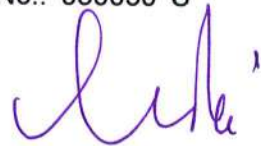
- i) According to the information and explanations given to us, the Company does not hold any fixed assets. Hence reporting under clause (i) (a), (b) and (c) of paragraph 3 of the Companies (Auditor's Report) Order 2016, does not arise for the year under report.
- ii) According to the information and explanations given to us, the Company does not held any inventory during the year. Hence reporting under clause (ii) of paragraph 3 of the Companies (Auditor's Report) Order 2016, does not arise for the year under report.
- iii) According to the information and explanations given to us, the Company has not granted any loans, secured or unsecured to companies, firms or other parties covered in the register maintained under section 189 of the Companies Act 2013. Hence reporting under Clause (iii) (a), (b) and (c) of paragraph 3 of the Companies (Auditor's Report) Order 2016, does not arise for the year under report.
- iv) According to the information and explanations given to us, the Company has not made any investments, nor granted any loans, guarantees or provided any security against loan to others, to which the provisions of section 185 and 186 of the Companies Act, 2013 apply.
- v) According to the information and explanations given to us, the Company has not accepted any deposits from the public during the year.
- vi) According to the information and explanations given to us, the Company is not required to maintain the cost records as prescribed by central government under sub section (1) of Section 148 of the Companies Act, 2013. Hence reporting under Clause (VI) of paragraph 3 of the Companies (Auditor's Report) Order 2016, does not arise for the year under report.
- vii) (a) According to the information and explanations given to us, the company has been generally regular in depositing the undisputed statutory dues in respect of Income Tax, Service Tax, Customs Duty, Excise Duty, Value Added Tax, Cess and other statutory dues with the appropriate authorities, and there were no such amounts outstanding as at 31st March 2018 for a period of more than six months from the date they became payable.

(b) According to the information and explanations given to us, there are no dues of Income Tax, Wealth Tax, Value Added Tax, Customs Duty, Service Tax, Excise Duty or Cess, which have not been deposited on account of their being disputed by the company, as at 31st March 2018.
- viii) According to the information and explanations given to us, the Company has not defaulted in repayment of dues to any financial institution or bank.



- ix) According to the information and explanations given to us, the Company did not raise any money by way of initial public offer or further public offer (including debt instruments) and term loans during the year.
- x) 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 under audit.
- xi) According to the information and explanations give to us and based on our examination of the records of the Company, the Company has not paid/provided for any managerial remuneration during the year
- xii) In our opinion and according to the information and explanations given to us, the Company is not a Nidhi company. Accordingly, reporting under paragraph 3(xii) of the Order does not arise.
- xiii) According to the information and explanations given to us and based on our examination of the records of the Company, transactions with the related parties are in compliance with section 188 of the Act where applicable and details of such transactions have been disclosed in the Ind AS Financial Statements as required by the applicable accounting standards.
- xiv) According to the information and explanations give to us and based on our examination of the records of the Company, the Company has not made any preferential allotment or private placement of shares or fully or partly convertible debentures during the year.
- xv) According to the information and explanations given to us and based on our examination of the records of the Company, the Company has not entered into non-cash transactions with directors or persons connected with them.
- xvi) The Company is not required to be registered under section 45-IA of the Reserve Bank of India Act 1934.

For SARANGA PANI & CO
Chartered Accountants
Firm Registration No.: 050030 S



(C. S. Pani)
Proprietor
(Membership No.073178)

Place: Hyderabad
Date: 18th May, 2018

LR Research Laboratories Private Limited

Balance Sheet as at March 31, 2018

(₹ in Lakhs)

Particulars		Note	As at 31 March 2018	As at 31 March 2017	As at 31 March 2016
I	ASSETS				
1	Current Assets				
	(a) Financial Assets				
	(i) Trade Receivables	3	-	-	3.11
	(ii) Cash & Cash Equivalents	4	2.96	0.93	1.75
	(b) Current Tax Assets	5	9.84	8.65	2.56
	Total Current Assets		12.80	9.58	7.42
	Total Assets		12.80	9.58	7.42
II	EQUITY & LIABILITIES				
1	EQUITY				
	(a) Equity Share Capital	6.1	1.00	1.00	1.00
	(b) Other Equity	6.2	(5.91)	(3.26)	(0.40)
	Total Equity		(4.91)	(2.26)	0.60
2	Current Liabilities				
	(a) Financial Liabilities				
	(i) Trade Payables	7	7.16	2.99	-
	(ii) Other Financial Liabilities	8	1.51	2.89	4.11
	(b) Other Current Liabilities	9	4.21	1.66	1.30
	(c) Provisions	10	4.83	4.30	1.41
	Total Current Liabilities		17.71	11.84	6.82
	Total Equity & Liabilities		12.80	9.58	7.42

See accompanying notes forming part of financial statements

In terms of our report attached

For and on behalf of the Board of Directors

For SARANGA PANI & CO

Chartered Accountants

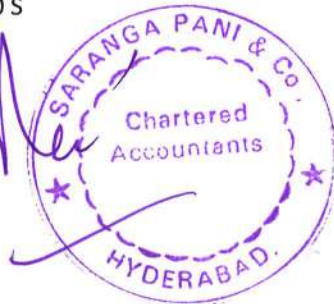
Firm Registration No: 050030 S

C. S. Pani
Proprietor

Membership No: 073178

Place: Hyderabad

Date: 18 May 2018



V. Vijaya Shankar
Director
(DIN: 00015366)

N. Vijayaraghavan
Director
(DIN: 02491073)



LR Research Laboratories Private Limited

Statement of Profit & Loss Account for the year ended 31 March 2018

(₹ in Lakhs)

Particulars		Note	For the year ended 31 March 2018	For the year ended 31 March 2017
I	Income			
	Revenue from Operations	11	64.14	60.84
	Total Income		64.14	60.84
II	Expenses			
	Employee Benefit Expenses	12	66.31	63.40
	Finance Costs	13	0.01	-
	Other Expenses	14	0.47	0.30
	Total Expenses		66.79	63.70
III	Profit / (Loss) before Exceptional Items and tax		(2.65)	(2.86)
IV	Exceptional Items		-	-
V	Profit / (Loss) before tax from continuing operations		(2.65)	(2.86)
VI	Tax Expense			
	Current Tax		-	-
	Total Tax Expense		-	-
VII	Profit / (Loss) for the year (V - VI)		(2.65)	(2.86)
VIII	Other Comprehensive Income		-	-
IX	Total Comprehensive Income for the year (VII + VIII)		(2.65)	(2.86)
X	Earnings per Equity Share of ₹ 10 each	15		
	Basic ₹		(26.50)	(28.60)
	Diluted ₹		(26.50)	(28.60)

See accompanying notes forming part of financial statements

For In terms of our report attached

For and on behalf of the Board of Directors

For SARANGA PANI & CO

Chartered Accountants

Firm Registration No: 050030 S

C. S. Pani

Proprietor

Membership No: 073178

Place: Hyderabad

Date: 18 May 2018



V. Vijaya Shankar

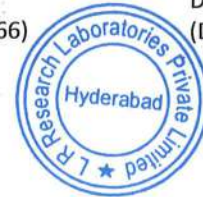
Director

(DIN: 00015366)

N. Vijayaraghavan

Director

(DIN: 02491073)



LR Research Laboratories Private Limited

Cash Flow Statement for the year ended 31 March 2018

(₹ in Lakhs)

Particulars	For the year ended 31 March 2018	For the year ended 31 March 2017
Cash flow from operating activities		
Profit / (Loss) before tax	(2.65)	(2.86)
Changes in working capital:		
Trade receivables	-	3.11
Trade payables	4.17	2.99
Other financial liabilities	(1.38)	(1.22)
Other current liabilities	2.55	0.36
Provisions	0.53	2.89
Cash generated from operations	3.22	5.27
Direct taxes paid	1.19	6.09
Net cash flow from operating activities (A)	2.03	(0.82)
Cash flow from investing activities (B)	-	-
Cash flow from financing activities (C)	-	-
Net increase / (decrease) in cash and cash equivalents (A + B + C)	2.03	(0.82)
Cash and cash equivalents at the beginning of the year	0.93	1.75
Cash and cash equivalents at the end of the year	2.96	0.93

See accompanying notes forming part of financial statements

In terms of our report attached

For and on behalf of the Board of Directors

For SARANGA PANI & CO
Chartered Accountants
Firm Registration No: 050030 S

C. S. Pani
Proprietor
Membership No: 073178

Place: Hyderabad
Date: 18 May 2018



V. Vijaya Shankar
Director
(DIN: 00015366)

N. Vijayaraghavan
Director
(DIN: 02491073)



Notes to financial statements

1 General information

LR Research Laboratories Private Limited is established to promote, run, maintain research and development laboratories and conduct supportive research for ongoing commercial activities in relation to agrochemicals of all kinds.

2 Significant accounting policies

2.1 Statement of compliance

The standalone financial statements comply in all material respects with Indian Accounting Standards ("Ind AS") notified under Section 133 of the Companies Act, 2013 ("the Act") read with Rule 3 of the Companies (Indian Accounting Standards) Rules, 2015 and Companies (Indian Accounting Standards) Amendment Rules, 2016, provisions of the Act to the extent notified and guidelines issued by the Securities and Exchange Board of India ("SEBI").

Upto the year ended March 31, 2017, the Company prepared its financial statements in accordance with the requirements of previous GAAP, which includes Standards notified under the Companies (Accounting Standards) Rules, 2006. These are the Company's first Ind AS financial statements. The date of transition to Ind AS is April 1, 2016.

Exemptions on first time adoption of Ind AS availed in accordance with Ind AS 101 have been set out in note 2.7.

2.2 Basis for preparation and presentation

The standalone financial statements have been prepared on the historical cost basis and on accrual basis.

The principal accounting policies are set out below:

2.3 Revenue recognition

Revenue is measured at fair value of the consideration received or receivable.

Income from services rendered is recognized based on the agreements/arrangements with the concerned parties and when services are rendered.

2.4 Taxation

Income tax comprises current and deferred tax. It is recognised in profit and loss account except to the extent it related to business combinations or to an item recognised directly in equity or other comprehensive income.

i. Current Tax

Current tax is determined as the amount of tax payable in respect of taxable income for the year as determined in accordance with the applicable tax rates and the provisions of the Income-tax Act, 1961.

ii. Deferred tax

Deferred tax is recognised for temporary differences between the carrying amounts of assets and liabilities for financial reporting purposes and the corresponding amounts used for taxation purposes. Deferred tax is also recognised in respect of carried forward tax losses and tax credits. Deferred tax liability is not recognised for:

- Temporary differences arising on the initial recognition of assets and liabilities in a transaction that is not a business combination and that affects neither accounting nor taxable profit or loss at the time of the transaction;
- Temporary differences related to investment in subsidiaries, associates and joint arrangements to the extent that the Group is able to control the timing of the reversal of temporary differences and it is probable that they will not reverse in the foreseeable future; and
- Taxable temporary differences arising on the initial recognition of goodwill.

Deferred tax assets are recognised to the extent that it is probable that future taxable profits will be available against which they can be used. Deferred tax assets - unrecognized or recognised are reviewed at each reporting date and are recognised/reduced to the extent that it is probable/ no longer probable respectively that the related tax benefit will be realized.

Deferred tax assets and deferred tax liabilities are offset only if there is a legally enforceable right to set off the current tax liabilities and assets, and they relate to income taxes levied by the same tax authority on the same taxable entity, or on different taxable entities, but they intend to settle

2.5 Earnings per share

The Company presents basic and diluted earnings per share ("EPS") data for its equity shares. Basic EPS is calculated by dividing the profit or loss attributable to equity shareholders by the weighted average number of equity shares outstanding during the period. Diluted EPS is determined by adjusting the profit or loss attributable to equity shareholders and the weighted average number of equity shares outstanding for the effects of all dilutive potential equity shares.

2.6 Provisions, contingent liabilities and contingent assets

A provision is recognized if, as a result of a past event, the company has a present legal or constructive obligation that is reasonably estimable, and it is probable that an outflow of economic benefits will be required to settle the obligation. Provisions are determined by discounting the expected future cash flows at a pre-tax rate that reflects current market assessments of the time value of money and the risks specific to the liability.

The company recognises provisions when there is a present obligation as a result of past event and it is probable that there will be an outflow of resources and reliable estimate can be made of the amount of obligation. A disclosure for contingent liability is made in the notes to accounts when there is a possible obligation or a present obligation that may, but probably will not, require an outflow of resources. Contingent assets are neither recognised nor disclosed in the financial statements.

2.7 Exemptions availed on first time adoption of Ind-AS 101

Ind AS 101 allows first time adopters certain exemptions from the retrospective application of certain requirements under Ind AS. The Company has accordingly applied the following exemptions

(a) Share-based payment

The company is allowed to apply Ind AS 102 Share based payments to equity instruments that remain unvested as of the transaction date. The company has elected to avail this exemption and apply the requirements of Ind AS 102 to all such grants. The excess of stock compensation expense measured using fair value over the cost recognised under IGAAP using the intrinsic value.

(b) Financial Instruments Note

Under Ind AS 109, at initial recognition of a financial asset, an entity may make an irrevocable election to present subsequent changes in the fair value of an investment in an equity instrument in other comprehensive income. Ind AS 101 allows such designation of previously recognized financial assets, as 'fair value through other comprehensive income' on the basis of the facts and circumstances that existed at the date of transition to Ind AS.

LR Research Laboratories Private Limited

Notes to the Financial Statements

3. Trade Receivable

(₹ in Lakhs)

Particulars	As at 31 March 2018	As at 31 March 2017	As at 31 March 2016
Trade Receivable	-	-	3.11
Total	-	-	3.11

4. Cash and Cash Equivalents

Particulars	As at 31 March 2018	As at 31 March 2017	As at 31 March 2016
Balances with banks <i>In Current Accounts</i>			
Rupee accounts	2.96	0.93	1.75
Total	2.96	0.93	1.75

5. Current Tax Asset/(Liability)

Particulars	As at 31 March 2018	As at 31 March 2017	As at 31 March 2016
TDS Receivable	9.84	9.14	3.05
Less: Provision for Taxation	-	(0.49)	(0.49)
Total	9.84	8.65	2.56

Notes to the Financial Statements

6.1 Equity Share Capital

(₹ in Lakhs)

Particulars	As at 31 March 2018		As at 31 March 2017		As at 31 March 2016	
	No. of Shares	Amount	No. of Shares	Amount	No. of Shares	Amount
Authorised Share Capital						
50,000 Equity shares of ₹ 10 each (2017: 50,000 and 2016: 50,000 equity shares of ₹ 10 each)	50,000	5.00	50,000	5.00	50,000	5.00
Issued, subscribed and fully paid-up						
10,000 Equity shares of ₹ 10 each (2017: 10,000 and 2016: 10,000 equity shares of ₹ 10 each)	10,000	1.00	10,000	1.00	10,000	1.00
Total	10,000	1.00	10,000	1.00	10,000	1.00

a. Reconciliation of Share Capital

Particulars	As at 31 March 2018		As at 31 March 2017		As at 31 March 2016	
	No. of Shares	Amount	No. of Shares	Amount	No. of Shares	Amount
Share Capital at the beginning of the year	10,000	1.00	10,000	1.00	10,000	1.00
Add: Additions	-	-	-	-	-	-
Share Capital at the end of the year	10,000	1.00	10,000	1.00	10,000	1.00

b. Shares in the Company held by the Holding Company and Other Shareholders holding more than 5%

Particulars	As at 31 March 2018		As at 31 March 2017		As at 31 March 2016	
	% of Shareholding	No. of Shares	% of Shareholding	No. of Shares	% of Shareholding	No. of Shares
NACL Industries Limited (Holding Company)	100.00%	10,000	100.00%	10,000	100.00%	10,000

6.2 Other equity

Particulars	As at 31 March 2018	As at 31 March 2017	As at 31 March 2016
Retained earnings			
Opening balance	(3.26)	(0.40)	(1.25)
Net Profit/(Loss) For the current year	(2.65)	(2.86)	0.85
Closing Balance	(5.91)	(3.26)	(0.40)

LR Research Laboratories Private Limited
Notes to the Financial Statements

7. Trade Payables

(₹ in Lakhs)

Particulars	As at 31 March 2018	As at 31 March 2017	As at 31 March 2016
MSMED Vendors	-	-	-
Others	7.16	2.99	-
Total	7.16	2.99	-

8. Other Financial Liabilities

Particulars	As at 31 March 2018	As at 31 March 2017	As at 31 March 2016
Salary Payable	1.51	2.89	4.11
Total	1.51	2.89	4.11

9. Other Current Liabilities

Particulars	As at 31 March 2018	As at 31 March 2017	As at 31 March 2016
Statutory Payable	4.21	1.66	1.30
Total	4.21	1.66	1.30

10. Provisions

Particulars	As at 31 March 2018	As at 31 March 2017	As at 31 March 2016
Other Provisions	4.83	4.30	1.41
Total	4.83	4.30	1.41

LR Research Laboratories Private Limited

Notes to the Financial Statements

11. Revenue from operations

(₹ in Lakhs)

Particulars	For the year ended 31 March 2018	For the year ended 31 March 2017
Service income	64.14	60.84
Total	64.14	60.84

12. Employee Benefit Expenses

Particulars	For the year ended 31 March 2018	For the year ended 31 March 2017
Salaries, Wages and Bonus	66.31	63.40
Total	66.31	63.40

13. Finance Cost

Particulars	For the year ended 31 March 2018	For the year ended 31 March 2017
Bank Charges	0.01	-
Total	0.01	-

14. Other Expenses

Particulars	For the year ended 31 March 2018	For the year ended 31 March 2017
Audit Fee	0.25	0.25
Rates and Taxes	0.22	0.05
Total	0.47	0.30

LR Research Laboratories Private Limited

Notes to the Financial Statements

Particulars		For the year ended 31 March 2018	For the year ended 31 March 2017
15	Earnings per share		
	i) Profit / (loss) after tax (₹ in lakhs) (a)	(2.65)	(2.86)
	ii) Weighted average number of equity shares of ₹ 10 each outstanding during the year		
	Basic (b)	10,000	10,000
	Diluted (c)	10,000	10,000
	iii) Earnings per share (face value of ₹ 10 each)		
	Basic [a] / [b] (₹)	(26.50)	(28.60)
	Diluted [a] / [c] (₹)	(26.50)	(28.60)
16	Commitments & Contingent liabilities		
	a) Claims against the company not acknowledged as debt	NIL	NIL
	b) Commitments	NIL	NIL
17	Related party disclosures		
	A) Names of the related parties and their relationship:		
	NACL Industries Limited (formerly Nagarjuna Agrichem Limited) - relationship "Holding Company"		
	B) Transactions during the year		
	Consultancy charges (₹ in lakhs)	64.14	60.84
	C) Outstanding balances as at the end of the year		
	Trade payables (₹ in lakhs)	7.16	2.98
18	Payment to Auditors		
	Audit fees * (₹ in lakhs)	0.25	0.25
	* Amounts given above excludes taxes		
19	Figures are rounded off to nearest thousands.		

Signature to notes 1 to 19

In terms of our report attached

For and on behalf of the Board of Directors

For SARANGA PANI & CO

Chartered Accountants

Firm Registration No: 050030 S

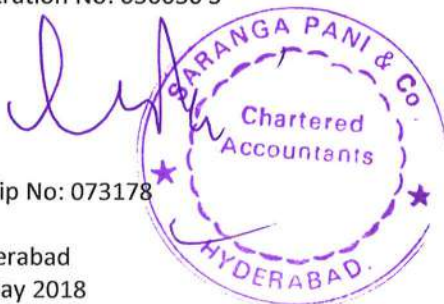
C. S. Pani

Proprietor

Membership No: 073178

Place: Hyderabad

Date: 18 May 2018



V. Vijaya Shankar

Director

(DIN: 00015366)

N. Vijayaraghavan

Director

(DIN: 02491073)

