

INDEPENDENT AUDITOR'S REPORT

To the Members of Nirja Publishers and Printers Private Limited

Report on the Audit of the Ind AS Financial Statements

Opinion

We have audited the accompanying Ind AS financial statements of Nirja Publishers and Printers Private Limited ("the Company"), which comprise the Balance sheet as at March 31, 2019, the Statement of Profit and Loss, including the statement of Other Comprehensive Income, the Cash Flow Statement and the Statement of Changes in Equity for the year then ended, and notes to the financial statements, including a summary of significant accounting policies and other explanatory information.

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 Companies Act, 2013, as amended ("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 March 31, 2019, its profit including other comprehensive income, its cash flows and the changes in equity for the year ended on that date.

Basis for Opinion

We conducted our audit of the Ind AS financial statements in accordance with the Standards on Auditing (SAs), as specified under section 143(10) of the Act. Our responsibilities under those Standards are further described in the 'Auditor's Responsibilities for the Audit of the Ind AS Financial Statements' section of our report. We are independent of the Company in accordance with the 'Code of Ethics' issued by the Institute of Chartered Accountants of India together with the ethical requirements that are relevant to our audit of the financial statements under the provisions of the Act and the Rules thereunder, and we have fulfilled our other ethical responsibilities in accordance with these requirements and the Code of Ethics. 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.

Other Information

The Company's Board of Directors is responsible for the other information. The other information comprises the information included in the Board of Directors Report, but does not include the Ind AS financial statements and our auditor's report thereon.

Our opinion on the Ind AS financial statements does not cover the other information and we do not express any form of assurance conclusion thereon.

In connection with our audit of the Ind AS financial statements, our responsibility is to read the other information and, in doing so, consider whether such other information is materially inconsistent with the financial statements or our knowledge obtained in the audit or otherwise appears to be materially misstated. The Board of Directors Report is not made available to us as at the date of this auditor's report. We have nothing to report in this regard.

Responsibility of Management for the Ind AS Financial Statements

The Company's Board of Directors is responsible for the matters stated in section 134(5) of the Act with respect to the preparation of these Ind AS financial statements that give a true and fair view of the financial position, financial performance including other comprehensive income, cash flows and changes in equity of



the Company in accordance with the accounting principles generally accepted in India, including the [Indian Accounting Standards (Ind AS) specified under section 133 of the Act read with the Companies (Indian Accounting Standards) Rules, 2015, as amended. This responsibility also includes maintenance of adequate accounting records in accordance with the provisions of the Act for safeguarding of the assets of the Company and for preventing and detecting frauds and other irregularities; selection and application of appropriate accounting policies; making judgments and estimates that are reasonable and prudent; and the design, implementation and maintenance of adequate internal financial controls, that were operating effectively for ensuring the accuracy and completeness of the accounting records, relevant to the preparation and presentation of the Ind AS financial statements that give a true and fair view and are free from material misstatement, whether due to fraud or error.

In preparing the Ind AS financial statements, management is responsible for assessing the Company's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless management either intends to liquidate the Company or to cease operations, or has no realistic alternative but to do so.

Those Board of Directors are also responsible for overseeing the Company's financial reporting process.

Auditor's Responsibilities for the Audit of the Ind AS Financial Statements

Our objectives are to obtain reasonable assurance about whether the Ind AS financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with SAs will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these Ind AS financial statements.

As part of an audit in accordance with SAs, we exercise professional judgment and maintain professional skepticism throughout the audit. We also:

- ❖ Identify and assess the risks of material misstatement of the Ind AS financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
- ❖ Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances. Under section 143(3)(i) of the Act, we are also responsible for expressing our opinion on whether the Company has adequate internal financial controls system in place and the operating effectiveness of such controls.
- ❖ Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by management.
- ❖ Conclude on the appropriateness of management's use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the Company's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the financial statements or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the Company to cease to continue as a going concern.



- ❖ Evaluate the overall presentation, structure and content of the Ind AS financial statements, including the disclosures, and whether the Ind AS financial statements represent the underlying transactions and events in a manner that achieves fair presentation.

We communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that we identify during our audit.

We also provide those charged with governance with a statement that we have complied with relevant ethical requirements regarding independence, and to communicate with them all relationships and other matters that may reasonably be thought to bear on our independence, and where applicable, related safeguards.

Report on Other Legal and Regulatory Requirements

1. As required by the Companies (Auditor's Report) Order, 2016 ("the Order"), issued by the Central Government of India in terms of sub-section (11) of section 143 of the Act, we give in the "Annexure 1" a statement on the matters specified in paragraphs 3 and 4 of the Order.
2. As required by Section 143(3) of the Act, we report that:
 - a) We have sought and obtained all the information and explanations which to the best of our knowledge and belief were necessary for the purposes of our audit;
 - b) In our opinion, proper books of account as required by law have been kept by the Company so far as it appears from our examination of those books;
 - c) The Balance Sheet, the Statement of Profit and Loss including the Statement of Other Comprehensive Income, the Cash Flow Statement and Statement of Changes in Equity 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 Companies (Indian Accounting Standards) Rules, 2015, as amended;
 - e) On the basis of the written representations received from the directors as on March 31, 2019 taken on record by the Board of Directors, none of the directors is disqualified as on March 31, 2019 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 with reference to these Ind AS financial statements and the operating effectiveness of such controls, refer to our separate Report in "Annexure 2" to this report;
 - g) According to the information and explanation given by the management, we report that remuneration of the Managing Director for the year ended March 31, 2019 is in excess of the limits applicable under section 197 of the Act, read with Schedule V thereto, by Rs 1.2 million. We are informed by the management that it is in the process of recovering the excess amount from the director;
 - h) With respect to the other matters to be included in the Auditor's Report in accordance with Rule 11 of the Companies (Audit and Auditors) Rules, 2014, as amended in our opinion and to the best of our information and according to the explanations given to us:



S.R. BATLIBOI & ASSOCIATES LLP

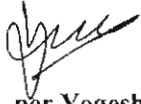
Chartered Accountants

- i. The Company has disclosed the impact of pending litigations on its financial position in its Ind AS financial statements – Refer Note 32 to the Ind AS financial statements;
- ii. The Company did not have any long-term contracts including derivative contracts for which there were any material foreseeable losses;
- iii. There were no amounts which were required to be transferred to the Investor Education and Protection Fund by the Company.

For S.R. Batliboi & Associates LLP

Chartered Accountants

ICAI Firm Registration Number: I01049W/E300004



per Yogesh Midha

Partner

Membership Number: 94941

Place of Signature: New Delhi

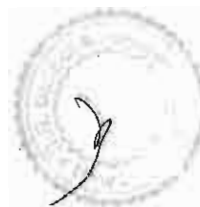
Date: May 27, 2019



Annexure 1 referred to in paragraph 1 of report on other legal and regulatory requirements

Re: Nirja Publishers and Printers Private Limited ('the Company')

- (i) (a) The Company has maintained proper records showing full particulars, including quantitative details and situation of fixed assets.
- (b) Fixed assets have been physically verified by the management during the year and no material discrepancies were identified on such verification.
- (c) According to the information and explanations given by the management, there are no immovable properties, included in property, plant and equipment of the company and accordingly, the requirements under paragraph 3(i)(c) of the Order are not applicable to the Company.
- (ii) The management has conducted physical verification of inventory at reasonable interval during the year and no material discrepancies noted on such verification.
- (iii) (a) The Company has granted loans to two firms covered in the register maintained under section 189 of the Companies Act, 2013. In our opinion and according to the information and explanations given to us, the terms and conditions of the grant of such loans are not prejudicial to the company's interest.
- (b) The Company has granted loans to a firm covered in the register maintained under section 189 of the Companies Act, 2013. The schedule of repayment of principal and payment of interest has been stipulated for the loans granted and the repayment/receipts are regular.
- (c) There are no amounts of loans granted to companies, firms or other parties listed in the register maintained under section 189 of the Companies Act, 2013 which are overdue for more than ninety days.
- (iv) In our opinion and according to the information and explanations given to us, there are no loans, investments, guarantees, and securities given in respect of which provisions of section 185 and 186 of the Companies Act 2013 are applicable and hence not commented upon.
- (v) The Company has not accepted any deposits within the meaning of Sections 73 to 76 of the Act and the Companies (Acceptance of Deposits) Rules, 2014 (as amended). Accordingly, the provisions of clause 3(v) of the Order are not applicable.
- (vi) To the best of our knowledge and as explained, the Central Government has not specified the maintenance of cost records under clause 148(1) of the Companies Act 2013, for the product/services of the Company.
- (vii) (a) The Company is regular in depositing with appropriate authorities undisputed statutory dues including provident fund, employees' state insurance, income-tax, sales-tax, service tax, duty of custom, duty of excise, value added tax, goods and service tax, cess and other statutory dues applicable to it.



(b) According to the information and explanations given to us, undisputed dues in respect of provident fund, employees' state insurance, income-tax, service tax, sales-tax, duty of custom, duty of excise, value added tax, goods and service tax, cess and other statutory dues which were outstanding, at the year end, for a period of more than six months from the date they became payable, are as follows:

Name of the Statute	Nature of the Dues	Amount (Rs.)	Period to which the amount relates	Due Date	Remarks
Payment of Bonus Act 1965	Bonus	768,862	FY 14-15- and FY 15-16	Within 8 months from the date the close of accounting year	Rs. 335,559/- paid on May 14, 2019.

(c) According to the information and explanations given to us, the dues outstanding of income tax on account of any dispute are as follows:

Name of the Statute	Nature of the Dues	Amount (Rs.)	Period to which the amount relates	Forum where dispute is pending
Income Tax Act, 1961	Income Tax	39,472,967	AY 2011-12	ITAT
Income Tax Act. 1961	Income Tax	35,438,380	AY 2012-13	ITAT

- (viii) In our opinion and according to the information and explanations given by the management, the Company has not defaulted in repayment of loans or borrowings to a financial institution or bank. The Company does not have any dues to in respect of debenture holders or government.
- (ix) According to the information and explanations given by the management, the Company has not raised any money way of initial public offer / further public offer / debt instruments and term loans hence, reporting under clause (ix) is not applicable to the Company and hence not commented upon.
- (x) Based upon the audit procedures performed for the purpose of reporting the true and fair view of the financial statements and according to the information and explanations given by the management, we report that no fraud by the company or no fraud / material fraud on the company by the officers and employees of the Company has been noticed or reported during the year.
- (xi) According to the information and explanation given by the management, we report that remuneration of the Managing Director for the year ended March 31, 2019 is in excess of the limits applicable under section 197 of the Act, read with Schedule V thereto, by Rs 1.2 million. We are informed by the management that it proposes to obtain approval of the shareholders in a general




meeting by way of a special resolution. We are informed by the management that it is in the process of recovering the excess amount from the director.

- (xii) In our opinion, the Company is not a nidhi company. Therefore, the provisions of clause 3(xii) of the order are not applicable to the Company and hence not commented upon.
- (xiii) According to the information and explanations given by the management, transactions with the related parties are in compliance with section 177 and 188 of Companies Act, 2013 where applicable and the details have been disclosed in the notes to the financial statements, as required by the applicable accounting standards.
- (xiv) According to the information and explanations given to us and on an overall examination of the balance sheet, the company has not made any preferential allotment or private placement of shares or fully or partly convertible debentures during the year under review and hence, reporting requirements under clause 3(xiv) are not applicable to the company and, not commented upon.
- (xv) According to the information and explanations given by the management, the Company has not entered into any non-cash transactions with directors or persons connected with him as referred to in section 192 of Companies Act, 2013.
- (xvi) According to the information and explanations given to us, the provisions of section 45-IA of the Reserve Bank of India Act, 1934 are not applicable to the Company.

For S.R. Batliboi & Associates LLP

Chartered Accountants

ICAI Firm registration number: 101049W/E300004



per Yogesh Midha

Partner

Membership Number: 94941

Place: New Delhi

Date: May 27, 2019



ANNEXURE 2 TO THE INDEPENDENT AUDITOR'S REPORT OF EVEN DATE ON THE FINANCIAL STATEMENTS OF NIRJA PUBLISHERS AND PRINTERS PRIVATE LIMITED

Report on the Internal Financial Controls under Clause (i) of Sub-section 3 of Section 143 of the Companies Act, 2013 ("the Act")

We have audited the internal financial controls over financial reporting of Nirja Publishers and Printers Private Limited ("the Company") as of March 31, 2019 in conjunction with our audit of the financial statements of the Company for the year ended on that date.

Management's Responsibility for Internal Financial Controls

The Company's Management is responsible for establishing and maintaining internal financial controls based on the internal control over financial reporting criteria established by the Company considering the essential components of internal control stated in the Guidance Note on Audit of Internal Financial Controls Over Financial Reporting issued by the Institute of Chartered Accountants of India. 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 the Company's policies, the safeguarding of its assets, the prevention and detection of frauds and errors, the accuracy and completeness of the accounting records, and the timely preparation of reliable financial information, as required under the Companies Act, 2013.

Auditor's Responsibility

Our responsibility is to express an opinion on the Company's internal financial controls over financial reporting with reference to these financial statements 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 as specified under section 143(10) of the Companies Act, 2013, to the extent applicable to an audit of internal financial controls and, both issued by the Institute of Chartered Accountants of India. 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 with reference to these financial statements 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 over financial reporting with reference to these financial statements and their operating effectiveness. Our audit of internal financial controls over financial reporting included obtaining an understanding of internal financial controls over financial reporting with reference to these financial statements, 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 that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion on the internal financial controls over financial reporting with reference to these financial statements.

Meaning of Internal Financial Controls Over Financial Reporting With Reference to these Financial Statements

A company's internal financial control over financial reporting with reference to these financial statements 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 with reference to these financial statements 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 authorisations of management and directors of the company; and (3) provide reasonable assurance regarding prevention or timely detection of unauthorised 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 With Reference to these Financial Statements

Because of the inherent limitations of internal financial controls over financial reporting with reference to these financial statements, 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 with reference to these financial statements to future periods are subject to the risk that the internal financial control over financial reporting with reference to these financial statements 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, adequate internal financial controls over financial reporting with reference to these financial statements and such internal financial controls over financial reporting with reference to these financial statements were operating effectively as at March 31, 2019, 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.

For S.R. Batliboi & Associates LLP

Chartered Accountants

ICAI Firm Registration Number: 101049W/E300004

**per Yogesh Midha**

Partner

Membership Number: 94941

Place: New Delhi

Date: May 27, 2019



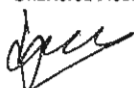
Nirja Publishers & Printers Private Limited
Balance Sheet as at 31 March 2019
CIN: U74899DL1971PTC005776

(Amount in ₹)

	Notes	As at 31 March 2019	As at 31 March 2018
Assets			
Non-current assets			
Property, plant and equipment	3	6,38,90,349	6,65,63,686
Financial assets			
- Investments	4A	20,67,58,790	20,67,18,435
- Loans	4C	35,04,09,662	28,72,86,392
- Other financial assets	5	-	70,939
Deferred tax assets (net)	8	-	3,19,307
Other non-current assets	7	7,95,39,135	8,00,68,994
Total non-current assets		70,05,97,936	64,10,27,753
Current assets			
Inventories	6	93,33,435	1,36,02,767
Financial assets			
- Trade receivables	4B	6,41,57,020	16,80,20,648
- Loans	4C	9,86,317	94,129
- Cash and cash equivalents	4D	5,89,77,051	50,66,553
- Other financial assets	5	70,939	68,40,318
Other current assets	7	29,59,717	51,98,828
Total current assets		13,64,84,479	19,88,23,243
Total assets		83,70,82,415	83,98,50,996
Equity and liabilities			
Equity			
Equity share capital	9	1,20,000	1,20,000
Other equity			
- Retained earnings	10	70,39,78,305	66,41,65,126
- Other reserves	10	5,42,00,000	5,42,00,000
Total equity		75,82,98,305	71,84,85,126
Non-current liabilities			
Financial liabilities			
Borrowings	11B	40,84,981	70,30,415
Provisions	14	27,15,633	27,65,932
Deferred tax liability (net)	8	3,99,784	-
Total non current liabilities		72,00,398	97,96,347
Current liabilities			
Financial liabilities			
- Borrowings	11A	-	4,26,39,207
- Trade payables	12		
Micro & Small enterprise		27,187	-
Other than Micro & Small enterprise		5,85,32,500	6,14,68,603
- Other financial liabilities	13	67,73,932	63,53,373
Provisions	14	30,84,325	99,220
Other current liabilities	15	31,65,768	10,09,120
Total current liabilities		7,15,83,712	11,15,69,523
Total equity and liabilities		83,70,82,415	83,98,50,996
Summary of significant accounting policies	2.1		

The accompanying notes are an integral part of the financial statements
As per our report of even date

For S.R. Batliboi & Associates LLP
ICAI Firm Registration No. 101049W/E300004
Chartered Accountants



per Yogesh Midha
Partner
Membership No.: 94941



For and on behalf of the Board of Directors of
Nirja Publishers & Printers Private Limited


Sarita Gupta
Director
DIN: 00053988


Himanshu Gupta
Director
DIN: 00054015

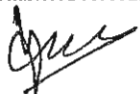
Place : New Delhi
Date : 27 May 2019

(Amount in ₹)

	Notes	For the year ended 31 March 2019	For the year ended 31 March 2018
I Revenue from operations	16	22,65,23,174	15,12,32,608
II Other income	17	3,50,61,209	3,00,90,768
III Total Income (I+II)		<u>26,15,84,383</u>	<u>18,13,23,376</u>
IV Expenses			
Cost of raw materials and components consumed	18	13,59,97,694	7,86,09,208
(Increase)/decrease in inventories of finished goods and work in progress	20	(12,34,504)	(81,601)
Publication expenses	19	1,98,11,494	1,25,10,769
Selling and distribution expenses	21	40,48,314	34,22,620
Employee benefits expense	22	1,79,63,844	1,94,96,624
Finance cost	24	78,36,127	29,24,688
Depreciation and amortisation expense	23	50,28,886	29,83,150
Other expenses	25	2,00,08,015	2,01,96,377
Total expenses		<u>20,94,59,870</u>	<u>14,00,61,835</u>
V Profit before tax (III-IV)		<u>5,21,24,513</u>	<u>4,12,61,541</u>
VI Tax expense:	28		
Current Tax		1,06,08,617	84,12,753
Mat credit availed		(11,49,201)	(10,38,307)
Adjustment of tax relating to earlier periods (Net of MAT credit of ₹712,981)		21,62,368	1,12,051
Deferred tax charge		7,10,952	8,37,258
Total tax expenses		<u>1,23,32,736</u>	<u>83,23,755</u>
VII Profit for the year (V-VI)		<u>3,97,91,777</u>	<u>3,29,37,786</u>
VIII Other comprehensive income			
- Items not to be reclassified to profit or loss in subsequent year	26		
Re-measurement gains/(losses) on defined benefit plans		29,541	2,12,401
Tax impact on re-measurement gains/(losses) on defined benefit plans		(8,139)	(58,522)
IX Total Comprehensive Income for the year (VII + VIII)		<u>3,98,13,179</u>	<u>3,30,91,665</u>
X Earnings per equity share:	27		
(1) Basic		3,316	2,745
(2) Diluted		3,316	2,745
Summary of significant accounting policies	2.1		

The accompanying notes are an integral part of the financial statements.
As per our report of even date

For S.R. Batliboi & Associates LLP
ICAI Firm Registration No. 101049W/E300004
Chartered Accountants


per Yogesh Midha
Partner
Membership No.: 94941



Place : New Delhi
Date : 27 May 2019

For and on behalf of the Board of Directors of
Nirja Publishers & Printers Private Limited


Savita Gupta
Director
DIN: 00053988


Himanshu Gupta
Director
DIN: 00054015

Nirja Publishers & Printers Private Limited
Cash Flow Statement for the year ended 31 March 2019
CIN: U74899DL1971PTC005776

	(Amount in ₹)	
	For the year ended 31 March 2019	For the year ended 31 March 2018
Cash flow from operating activities		
Profit before tax	5,21,24,513	4,12,61,541
Adjustment to reconcile profit before tax to net cash flows:		
Depreciation & amortisation expenses	50,28,886	29,83,150
Provision for doubtful debts written back	(7,47,250)	(2,05,436)
Fair valuation (gain)/loss current investment	(40,355)	31,600
Interest expense	71,68,901	24,88,025
Interest income	(3,31,84,321)	(2,95,25,140)
Dividend income	-	(1,300)
Operating profit before working capital changes	3,03,50,374	1,70,32,440
Movements in working capital :		
(Decrease)/increase in trade payables	(29,08,916)	3,96,33,876
Increase in provisions	3,09,800	7,27,269
Increase in other current liabilities	21,56,648	5,49,137
Increase/(decrease) in other financial liabilities	1,45,729	(6,13,645)
Decrease in trade receivables	10,46,10,878	2,49,47,551
Decrease/(increase) in inventories	42,69,332	(41,36,860)
(Increase) in loans and advances	(9,84,425)	(2,38,943)
Decrease/(Increase) in non current assets	23,19,409	(47,37,317)
Cash generated from operating activities	14,02,68,829	7,31,63,508
Direct taxes paid (net of refunds)	(85,17,676)	(16,02,754)
Net cash flow from operating activities (A)	13,17,51,153	7,15,60,754
Cash flows from investing activities		
Purchase of fixed assets including work-in-progress and capital advance	(23,55,549)	(5,04,66,100)
Dividends received	-	1,300
Investment in fixed deposit having maturity more than 3 months	67,75,000	(67,75,000)
Loan given to related parties	(6,30,31,033)	(5,09,99,711)
Interest received	3,32,49,639	2,94,59,822
Net cash flow from investing activities (B)	(2,53,61,943)	(7,87,79,689)
Cash flows from financing activities		
(Repayment)/ Proceeds of long-term borrowings (net)	(27,12,676)	1,00,00,000
(Repayment)/ Proceed from short-term borrowings (net)	(4,26,39,207)	45,70,261
Interest paid	(71,26,829)	(24,88,025)
Net cash used in in financing activities (C)	(5,24,78,712)	1,20,82,236

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Net increase in cash and cash equivalents (A + B + C)	5,39,10,498	48,63,301
Cash and cash equivalents at the beginning of the year	50,66,553	2,03,252
Cash and cash equivalents at the end of the year	<u>5,89,77,051</u>	<u>50,66,553</u>

Components of cash and cash equivalents

Cash on hand	20,481	10,881
Cheques in hand	1,64,52,304	48,25,447
Balances with banks		
- on current account	4,25,04,266	2,30,225
Total cash and cash equivalents (note 4D)	<u>5,89,77,051</u>	<u>50,66,553</u>

Reconciliation of liabilities arising from financing activities

	Long term borrowings (including current maturities)	Short term borrowings
As at 31 March 2018	1,00,00,000	4,26,39,207
Cash flows	(27,12,676)	(4,26,39,207)
Non cash changes	-	-
As at 31 March 2019	<u>72,87,324</u>	<u>-</u>

Summary of significant accounting policies

2.1

The accompanying notes are an integral part of the financial statements.
 As per our report of even date

For S.R. Batliboi & Associates LLP
 ICAI Firm Registration No. 101049W/E300004
 Chartered Accountants



per Yogesh Midha
 Partner
 Membership No.: 94941



Place : New Delhi
 Date : 27 May 2019

For and on behalf of the Board of Directors of
 Nirja Publishers & Printers Private Limited



Savita Gupta
 Director
 DIN: 00053988



Himanshu Gupta
 Director
 DIN: 00054015

A. Equity share capital:

	No. of shares	Amount in ₹
Issued, subscribed and fully paid up (share of ₹ 10 each)		
At 31 March 2018	12,000	1,20,000
At 31 March 2019	12,000	1,20,000

B. Other equity

	Reserve & Surplus		Total
	Retained earnings	General reserve	
As at 1 April 2017	63,10,73,461	5,42,00,000	68,52,73,461
Profit for the year	3,29,37,786	-	3,29,37,786
Other comprehensive income for the year	1,53,879	-	1,53,879
Total Comprehensive Income for the year	3,30,91,665	-	3,30,91,665
As at 31 March 2018	66,41,65,126	5,42,00,000	71,83,65,126
As at 1 April 2018	66,41,65,126	5,42,00,000	71,83,65,126
Profit for the year	3,97,91,777	-	3,97,91,777
Other comprehensive income for the year	21,402	-	21,402
Total Comprehensive Income for the year	3,98,13,179	-	3,98,13,179
As at 31 March 2019	70,39,78,305	5,42,00,000	75,81,78,305

Summary of significant accounting policies (refer note 2.1)

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

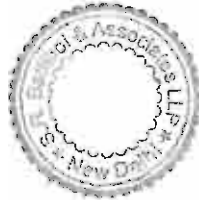
As per our report of even date

For S.R. Batliboi & Associates LLP
 ICAI Firm Registration No. 101049W/E300004
 Chartered Accountants



per Yogesh Midha
 Partner
 Membership No.: 94941

Place : New Delhi
 Date : 27 May 2019



For and on behalf of the Board of Directors of
 Nirja Publishers & Printers Private Limited


 Savita Gupta
 Director
 DIN: 00053988


 Himanshu Gupta
 Director
 DIN: 00054015

1. Corporate information

Nirja Publishers and Printers Private Limited (the company) is a private company incorporated under the provisions of the Companies Act, 1956. The company is wholly owned subsidiary of S Chand and Company Limited (Formerly S Chand and Company Private Limited). The registered office of the company is located at 7361, Ram Nagar, Qutab Road, Delhi- 110055. The company is primarily engaged in printing and binding of books for S Chand Group.

These are standalone financial statements and, accordingly, these Indian Accounting Standard (Ind AS) financial statements incorporate amounts and disclosures related to the Company only.

2. Significant accounting policies

2.1 Basis of preparation

The financial statements of the Company have been prepared in accordance with Indian Accounting Standards (Ind AS) notified under the Companies (Indian Accounting Standards) Rules, 2015, as amended from time to time

For all periods up to and including the year ended 31 March 2017, the Company prepared its unconsolidated financial statements in accordance with accounting standards notified under the section 133 of the Companies Act, 2013, read together with paragraph 7 of the Companies (Accounting Standards) Rules, 2014 and Companies (Accounting Standards) Amendment Rules, 2016 (Indian GAAP).

The financial statements have been prepared on a historical cost convention, except for certain financial assets and liabilities measured at fair value.

The financial statements are presented in INR (Indian Rupees).

2.2 Current versus non-current classification

The Company presents assets and liabilities in the balance sheet based on current/ non-current classification.

An asset is classified as current when:

- i. It is expected to be realised or intended to sold or consumed in normal operating cycle
- ii. It is held primarily for the purpose of trading
- iii. It is expected to be realised within twelve months after the reporting period, or
- iv. Cash or cash equivalent unless restricted from being exchanged or used to settle a liability for at least twelve months after the reporting period.

All other assets are classified as non-current.

A liability is classified as current when:

- i. It is expected to be settled in normal operating cycle
- ii. It is held primarily for the purpose of trading
- iii. It is due to be settled within twelve months after the reporting period, or
- iv. There is no unconditional right to defer the settlement of the liability for at least twelve months after the reporting period

The Company classifies all other liabilities as non-current.

Deferred tax assets and liabilities are classified as non-current assets and liabilities.

The operating cycle is the time between the acquisition of assets for processing and their realisation in cash and cash equivalents. The Company has identified twelve months as its operating cycle.



2.3 Foreign Currencies

Functional and presentational currency

The Company's financial statements are presented in INR, which is also the Company's functional currency. Functional currency is the currency of the primary economic environment in which an entity operates and is normally the currency in which the entity primarily generates and expends cash.

Transactions and balances

Transactions in foreign currencies are initially recorded by the Company at the functional currency spot rates at the date the transaction first qualifies for recognition.

Monetary assets and liabilities denominated in foreign currencies are translated at the functional currency spot rates of exchange at the reporting date.

Exchange differences arising on settlement or translation of monetary items are recognised in the Statement of Profit and Loss.

2.4 Fair value measurement

The Company measures certain financial instruments at fair value at each reporting date.

Fair value is the price that would be received to sell an asset or paid to transfer a liability in an orderly transaction between market participants at the measurement date. The fair value measurement is based on the presumption that the transaction to sell the asset or transfer the liability takes place either:

- i. in the principal market for the asset or liability, or
- ii. in the absence of a principal market, in the most advantageous market for the asset or liability.

The principal or the most advantageous market must be accessible by the Company.

The fair value of an asset or a liability is measured using the assumptions that market participants would use when pricing the asset or liability, assuming that market participants act in their economic best interest.

A fair value measurement of a non-financial asset takes into account a market participant's ability to generate economic benefits by using the asset in its highest and best use or by selling it to another market participant that would use the asset in its highest and best use.

The Company uses valuation techniques that are appropriate in the circumstances and for which sufficient data are available to measure fair value, maximising the use of relevant observable inputs and minimising the use of unobservable inputs.

All assets and liabilities for which fair value is measured or disclosed in the financial statements are categorised within the fair value hierarchy, described as follows, based on the lowest level input that is significant to the fair value measurement as a whole:

- i. Level 1 — Quoted (unadjusted) market prices in active markets for identical assets or liabilities
- ii. Level 2 — Valuation techniques for which the lowest level input that is significant to the fair value measurement is directly or indirectly observable
- iii. Level 3 — Valuation techniques for which the lowest level input that is significant to the fair value measurement is unobservable.



For assets and liabilities that are recognised in the financial statements on a recurring basis, the Company determines whether transfers have occurred between levels in the hierarchy by re-assessing categorisation (based on the lowest level input that is significant to the fair value measurement as a whole) at the end of each reporting period.

External valuers are involved for valuation of significant assets such as valuation of unquoted investments and significant liabilities such as contingent consideration, where ever applicable. Involvement of external valuer is decided upon annually by the Company's management. Selection criteria include market knowledge, reputation, independence and whether professional standards are maintained.

At each reporting date, the Company's management analyses the movements in the values of assets and liabilities which are required to be re-measured or re-assessed as per the Company's accounting policies. For this analysis, the Company's management verifies the major inputs applied in the latest valuation by agreeing the information in the valuation computation to contracts and other relevant documents.

The Company's management, in conjunction with the Company's external valuers, also compares the change in the fair value of each asset and liability with relevant external sources to determine whether the change is reasonable.

For the purpose of fair value disclosures, the Company has determined classes of assets and liabilities on the basis of the nature, characteristics and risks of the asset or liability and the level of the fair value hierarchy as explained above.

This note summarises accounting policy for fair value. Other fair value related disclosures are given in the relevant notes.

- i. Disclosures for valuation methods, significant estimates and assumptions (Refer 2.20)
- ii. Quantitative disclosures of fair value measurement hierarchy (Note 42)
- iii. Investment in unquoted equity shares (Note 4A)
- iv. Financial instruments (including those carried at amortised cost) (Note 42)

2.5 Revenue recognition

Revenue from contracts with customers

Revenue from contracts with customers is recognised when control of the goods or services are transferred to the customer at an amount that reflects the consideration to which the Company expects to be entitled in exchange for those goods or services. The specific recognition criteria described below must also be met before revenue is recognised.

Sale of goods

Revenue from sale of books is recognised at the point in time when control of the asset is transferred to the customer, i.e. at the time of handing over goods to the carrier for transportation

The Company considers whether there are other promises in the contract that are separate performance obligations to which a portion of the transaction price needs to be allocated. In determining the transaction price for the sale of books, the Company considers the effects of variable consideration, the existence of significant financing components, non-cash consideration, and consideration payable to the customer (if any).

Rendering of services

The company provides job work services to its customers. The Company recognises revenue over time, using the output method measuring the completion of different stages of consultancy project relative to the total completion the service, because the customer receives and consumes the benefits provided by the Company over the time.



Variable consideration

If the consideration in a contract includes a variable amount, the Company estimates the amount of consideration to which it will be entitled in exchange for transferring the goods to the customer. The variable consideration is estimated at contract inception and constrained until it is highly probable that a significant revenue reversal in the amount of cumulative revenue recognised will not occur when the associated uncertainty with the variable consideration is subsequently resolved. Some of the contracts with customer provide a right to customer of cash rebate/discount if payment is cleared within specified due dates.

• Rights of return

Certain contracts provide a customer with a right to return the goods within a specified period. The provision for anticipated returns is made primarily on the basis of historical return rates as this method best predicts the amount of variable consideration to which the Company will be entitled. The requirements in Ind AS 115 on constraining estimates of variable consideration are also applied in order to determine the amount of variable consideration that can be included in the transaction price. For goods that are expected to be returned, instead of revenue, the Company recognises a refund liability. A right of return asset (and corresponding adjustment to change in inventory) is also recognised for the right to recover products from a customer.

• Volume rebates

The Company provides volume rebates to certain customers once the quantity of products purchased during the period exceeds a threshold specified in the contract. Rebates are offset against amounts payable by the customer. To estimate the variable consideration for the expected future rebates, the Company applies the most likely amount method for contracts with a single-volume threshold and the expected value method for contracts with more than one volume threshold. The selected method that best predicts the amount of variable consideration is primarily driven by the number of volume thresholds contained in the contract. The Company then applies the requirements on constraining estimates of variable consideration and recognises a refund liability for the expected future rebates.

• Cash rebates

The Company provides cash rebates to certain customers if customers make the payment within the stipulated time given in the contract. The provision for cash discount is made on estimated basis based on historical trends. The Company then applies the requirements on constraining estimates of variable consideration and recognises a refund liability for the expected future rebates.

Contract assets

A contract asset is the right to consideration in exchange for goods or services transferred to the customer. If the Company performs by transferring goods or services to a customer before the customer pays consideration or before payment is due, a contract asset is recognised for the earned consideration that is conditional.

Trade receivables

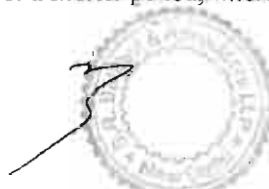
A receivable represents the Company's right to an amount of consideration that is unconditional (i.e., only the passage of time is required before payment of the consideration is due).

Contract liabilities

A contract liability is the obligation to transfer goods or services to a customer for which the Company has received consideration (or an amount of consideration is due) from the customer. If a customer pays consideration before the Company transfers goods or services to the customer, a contract liability is recognised when the payment is made or the payment is due (whichever is earlier). Contract liabilities are recognised as revenue when the Company performs under the contract.

Interest income

Interest income is recognized on time proportion basis taking into account the amount outstanding and the rate applicable for all financial instruments measured at amortised cost and other interest-bearing financial assets, interest income is recorded using the effective interest rate (EIR). The EIR is the rate that exactly discounts the estimated future cash receipts over the expected life of the financial instrument or a shorter period, where appropriate, to the



gross carrying amount of the financial asset. When calculating the effective interest rate, the Company estimates the expected cash flows by considering all the contractual terms of the financial instrument (for example, prepayment, extension, call and similar options) but does not consider the expected credit losses. Interest income is included in other income in the statement of profit or loss.

Dividend income

Dividend income is recognized when the company's right to receive dividend is established by the reporting date, which is generally when shareholders approve the dividend.

Ind AS 115 adoption

Ind AS 115 supersedes Ind AS 18 Revenue and it applies, with limited exceptions, to all revenue arising from contracts with customers. Ind AS 115 establishes a five-step model to account for revenue arising from contracts with customers and requires that revenue be recognised at an amount that reflects the consideration to which an entity expects to be entitled in exchange for transferring goods or services to a customer.

Ind AS 115 requires entities to exercise judgement, taking into consideration all of the relevant facts and circumstances when applying each step of the model to contracts with their customers. The standard also specifies the accounting for the incremental costs of obtaining a contract and the costs directly related to fulfilling a contract. In addition, the standard requires extensive disclosures.

The company adopted Ind AS 115 using the modified retrospective method of adoption with the date of initial application of 1 April 2018. Under this method, the standard can be applied either to all contracts at the date of initial application or only to contracts that are not completed at this date. The standard is applied retrospectively only to contracts that are not completed as at the date of initial application and comparative information is not restated in the financial statements. Further there were no significant adjustments required to the retained earnings at April 1, 2018. The adoption of the standard did not have any material impact on the recognition and measurement of revenue and related items in the financial results.

2.6 Income taxes

Income taxes consist of current taxes and changes in deferred tax liabilities and assets.

Current income tax

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

Current income tax assets and liabilities are measured at the amount expected to be recovered from or paid to the tax authorities. The tax rates and tax laws used to compute the amount are those that are enacted or substantively enacted at the reporting date in the countries where the Company operates and generates taxable income.

Current income tax relating to items recognised outside profit or loss is recognised outside profit or loss (either in other comprehensive income or in equity). Current tax items are recognised in correlation to the underlying transaction either in other comprehensive income (OCI) or directly in equity. Management periodically evaluates positions taken in the tax returns with respect to situations in which applicable tax regulations are subject to interpretation and establishes provisions where appropriate.

Deferred tax

Deferred tax is provided using the liability method on temporary differences between the tax bases of assets and liabilities and their carrying amounts for financial reporting purposes at the reporting date.



Deferred tax liabilities are recognised for all taxable temporary differences, except:

- i. When the deferred tax liability arises from the initial recognition of goodwill or an asset or liability in a transaction that is not a business combination and, at the time of the transaction, affects neither the accounting profit nor taxable profit or loss
- ii. In respect of taxable temporary differences associated with investments in subsidiaries, associates and interests in joint arrangements, when the timing of the reversal of the temporary differences can be controlled and it is probable that the temporary differences will not reverse in the foreseeable future.

Deferred tax assets are recognised for all deductible temporary differences, the carry forward of unused tax credits and any unused tax losses. Deferred tax assets are recognised to the extent that it is probable that taxable profit will be available against which the deductible temporary differences, and the carry forward of unused tax credits and unused tax losses can be utilised, except:

- i. When the deferred tax asset relating to the deductible temporary difference arises from the initial recognition of an asset or liability in a transaction that is not a business combination and, at the time of the transaction, affects neither the accounting profit nor taxable profit or loss
- ii. In respect of deductible temporary differences associated with investments in subsidiaries, associates and interests in joint arrangements, deferred tax assets are recognised only to the extent that it is probable that the temporary differences will reverse in the foreseeable future and taxable profit will be available against which the temporary differences can be utilised.

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

The carrying amount of deferred tax assets is reviewed at each reporting date and reduced to the extent that it is no longer probable that sufficient taxable profit will be available to allow all or part of the deferred tax asset to be utilised. Unrecognised deferred tax assets are re-assessed at each reporting date and are recognised to the extent that it has become probable that future taxable profits will allow the deferred tax asset to be recovered.

Deferred tax assets and liabilities are measured at the tax rates that are expected to apply in the year when the asset is realised or the liability is settled, based on tax rates (and tax laws) that have been enacted or substantively enacted at the reporting date.

Deferred tax relating to items recognised outside profit or loss is recognised outside profit or loss. Deferred tax items are recognised in correlation to the underlying transaction either in other comprehensive income or directly in equity.

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

Minimum alternate tax (MAT) paid in a period is charged to the statement of profit and loss as current tax. The Company recognizes MAT credit available as an asset only to the extent that there is convincing evidence that the Company will pay normal income tax during the specified period, i.e., the period for which MAT credit is allowed to be carried forward. In the period in which the Company recognizes MAT credit as an asset in accordance with the



Guidance Note on Accounting for Credit Available in respect of Minimum Alternative Tax under the Income-tax Act, 1961, the said asset is created by way of credit to the statement of profit and loss and shown as "MAT Credit Entitlement." The Company reviews the "MAT credit entitlement" asset at each reporting date and writes down the asset to the extent the company does not have Convincing evidence that it will pay normal tax during the specified period.

2.7 Property, plant and equipment

Under the previous GAAP (Indian GAAP), property, plant and equipment as at 1st April 2016, were carried in the balance sheet at cost, net of accumulated depreciation and accumulated impairment losses, if any.

On transition to Ind AS, the Company has elected to continue with the carrying value for all its item of property, plant and equipment as recognised in its Indian GAAP financial as deemed cost at the transition date, as at 1st April 2016.

Capital work in progress, plant and equipment are stated at cost, net of accumulated depreciation and/or accumulated impairment losses, if any. The cost comprises purchase price, cost of replacing parts of the property, plant and equipment and borrowing costs for long-term construction projects if the recognition criteria are met.

When significant parts of property, plant and equipment are required to be replaced at intervals, the Company recognises such parts as individual assets with specific useful lives and depreciates them accordingly. Likewise, when a major inspection is performed, its cost is recognised in the carrying amount of the plant and equipment as a replacement if the recognition criteria are satisfied. All other repair and maintenance costs are recognised in the profit or loss as incurred.

Subsequent costs are capitalised on the carrying amount or recognised as a separate asset, as appropriate, only when future economic benefits associated with the item are probable to flow to the Company and cost of the item can be measured reliably.

Gains or losses arising from de-recognition of an intangible asset are measured as the difference between the net disposal proceeds and the carrying amount of the asset and are recognised in the statement of profit or loss when the asset is derecognised.

An item of property, plant and equipment and any significant part initially recognised is derecognised upon disposal or when no future economic benefits are expected from its use or disposal. Any gain or loss arising on de-recognition of the asset (calculated as the difference between the net disposal proceeds and the carrying amount of the asset) is included in the statement of profit or loss when the asset is derecognised.

Depreciation on property, plant & equipment

Till 31st March 2017, depreciation on property, plant and equipment was being provided on written down value method. W.e.f. 1st April 2017, depreciation is being provided on straight line method.

Depreciation on property, plant and equipment, other than leasehold improvements, have been provided on pro-rata basis, on the straight line method, using rates determined based on management's technical assessment of useful economic life of the assets.



Followings are the estimated useful lives of various category of assets used.

Category of assets	Useful life as adopted by management	Useful life as per Schedule II
Plant and equipment	25 years	15 years
Furniture and fixture	10 years	10 years
Office equipment	5 years	5 years
Vehicle	10 years	8 years
Computer	6 years	3 years

Leasehold improvements are amortised over economic useful life or unexpired period of lease whichever is less. Assets costing ₹ 5,000 or less are depreciated entirely in the year of purchase.

Second hand machinery purchased during the year is depreciated considering its useful life based upon management's assessment is 15 years.

The Company, based on technical assessment made by technical expert and management estimate, depreciates certain items of plant and machinery, vehicles, computers and building over estimated useful lives which are different from useful life prescribed in Schedule II to the Companies Act, 2013. The management believes that these estimated useful lives are realistic and reflect fair approximation of the period over which the assets are likely to be used.

The residual values, useful lives and methods of depreciation of property, plant and equipment are reviewed at each reporting date and adjusted prospectively, if appropriate.

2.8 Intangible assets

Under the previous GAAP (Indian GAAP), intangible assets were carried in the balance sheet at cost, net of accumulated amortization and accumulated impairment losses, if any. The Company has elected to continue with the carrying value for all its item of intangible assets as recognised in its Indian GAAP financial as deemed cost at the transition date, viz, April 01, 2016.

In accordance with Ind AS 101 provisions related to first time adoption, the Company has elected to apply Ind AS accounting for business combinations prospectively from April 01, 2016. As such, Indian GAAP balances relating to business combinations entered into before that date, including goodwill, have been carried forward with no adjustments. (Refer Note 4).

Recognition and measurement

Intangible assets acquired separately are measured on initial recognition at cost. Following initial recognition, intangible assets are carried at cost less accumulated amortisation and accumulated impairment losses, if any. Internally generated intangible assets, excluding capitalised development costs, are not capitalised and expenditure is recognised in the statement of profit or loss when it is incurred.

Amortisation

The useful lives of intangible assets are assessed as either finite or indefinite.

Intangible assets with finite lives are amortised over their useful economic lives and assessed for impairment whenever there is an indication that the intangible asset may be impaired. The amortisation period and the amortisation method for an intangible asset with a finite useful life are reviewed at least at the end of each reporting period. Changes in the expected useful life or the expected pattern of consumption of future economic benefits embodied in the asset are accounted for by changing the amortisation period or method, as appropriate, and are treated as changes in accounting estimates. The amortisation expense on intangible assets with finite lives is recognised in the statement of profit or loss in the expense category consistent with the function of the intangible assets.



Intangible assets with indefinite useful lives are not amortised, but are tested for impairment annually, either individually or at the cash-generating unit level. The assessment of indefinite life is reviewed annually to determine whether the indefinite life continues to be supportable. If not, the change in useful life from indefinite to finite is made on a prospective basis.

Gains or losses arising from de-recognition of an intangible asset are measured as the difference between the net disposal proceeds and the carrying amount of the asset and are recognised in the statement of profit or loss when the asset is derecognised.

Research and development costs

Research costs are expensed as incurred. Development expenditure incurred on an individual project is recognized as an intangible asset when the company can demonstrate all the following:

- i. The technical feasibility of completing the intangible asset so that it will be available for use or sale. Its intention to complete the asset.
- ii. Its ability to use or sell the asset. How the asset will generate future economic benefits
- iii. The availability of adequate resources to complete the development and to use or sell the asset
- iv. The ability to measure reliably the expenditure attributable to the intangible asset during development.

Following the initial recognition of the development expenditure as an asset, the cost model is applied requiring the asset to be carried at cost less any accumulated amortization and accumulated impairment losses. Amortization of the asset begins when development is complete and the asset is available for use. It is amortized on a straight line basis over the period of expected future benefit from the related project. Amortization is recognized in the statement of profit and loss.

During the period of development, the asset is tested for impairment annually.

A summary of the policies applied to the Company’s intangible assets is as follows:

Intangible assets	Useful lives	Amortization method used	Internally generated or acquired
Computer software	Finite (5 years)	Amortized on straight line basis over the period of useful lives	Acquired
Copyrights	Finite (5 years)	Amortized on straight line basis over the period of copyright	Acquired
Goodwill on business combination	In-definite	No amortization	Acquired

2.9 Borrowing Cost

Borrowing costs directly attributable to the acquisition, construction or production of an asset that necessarily takes a substantial period of time to get ready for its intended use or sale are capitalised as part of the cost of the asset. All other borrowing costs are expensed in the period in which they occur. Borrowing costs consist of interest and other costs that an entity incurs in connection with the borrowing of funds.

2.10 Leases

The determination of whether an arrangement is (or contains) a lease is based on the substance of the arrangement at the inception of the lease. The arrangement is, or contains, a lease if fulfilment of the arrangement is dependent on the use of a specific asset or assets and the arrangement conveys a right to use the asset or assets, even if that right is not explicitly specified in an arrangement.



Company as a lessee

A lease is classified at the inception date as a finance lease or an operating lease. A lease that transfers substantially all the risks and rewards incidental to ownership to the Company is classified as a finance lease. An operating lease is a lease other than a finance lease.

Operating lease payments are recognised as an expense in the statement of profit and loss on a straight-line basis over the lease term.

2.11 Inventories

Inventories are valued at the lower of cost and net realisable value.

Costs incurred in bringing each product to its present location and condition is accounted for as follows:

- **Raw materials:** cost includes cost of purchase and other costs incurred in bringing the inventories to their present location and condition. Cost is determined on First in first out (FIFO) basis.
- **Finished goods and work in progress:** cost includes cost of direct materials and labour and a proportion of manufacturing overheads based on the normal operating capacity, but excluding borrowing costs. Cost is determined on First in first out (FIFO) basis.

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

2.12 Impairment of non-financial assets

The Company assesses, at each reporting date, whether there is an indication that an asset may be impaired. If any indication exists, or when annual impairment testing for an asset is required, the Company estimates the asset's recoverable amount. An asset's recoverable amount is the higher of an asset's or cash-generating unit's (CGU) fair value less costs of disposal and its value in use. Recoverable amount is determined for an individual asset, unless the asset does not generate cash inflows that are largely independent of those from other assets or groups of assets. When the carrying amount of an asset or CGU exceeds its recoverable amount, the asset is considered impaired and is written down to its recoverable amount.

In assessing value in use, the estimated future cash flows are discounted to their present value using a pre-tax discount rate that reflects current market assessments of the time value of money and the risks specific to the asset. In determining fair value less costs of disposal, recent market transactions are taken into account. If no such transactions can be identified, an appropriate valuation model is used. These calculations are corroborated by valuation multiples, quoted share prices for publicly traded companies or other available fair value indicators.

The Company bases its impairment calculation on detailed budgets and forecast calculations, which are prepared separately for each of the Company's CGUs to which the individual assets are allocated. These budgets and forecast calculations generally cover a period of five years. For longer periods, a long-term growth rate is calculated and applied to project future cash flows after the fifth year.

Impairment losses of continuing operations, including impairment on inventories, are recognised in the statement of profit and loss.

For assets excluding goodwill, an assessment is made at each reporting date to determine whether there is an indication that previously recognised impairment losses no longer exist or have decreased. If such indication exists, the Company estimates the asset's or CGU's recoverable amount. A previously recognised impairment loss is reversed only if there has been a change in the assumptions used to determine the asset's recoverable amount since the last impairment loss



was recognised. The reversal is limited so that the carrying amount of the asset does not exceed its recoverable amount, nor exceed the carrying amount that would have been determined, net of depreciation, had no impairment loss been recognised for the asset in prior years. Such reversal is recognised in the statement of profit or loss unless the asset is carried at a revalued amount, in which case, the reversal is treated as a revaluation increase.

Goodwill is tested for impairment annually and when circumstances indicate that the carrying value may be impaired.

Impairment is determined for goodwill by assessing the recoverable amount of each CGU (or group of CGUs) to which the goodwill relates. When the recoverable amount of the CGU is less than its carrying amount, an impairment loss is recognised. Impairment losses relating to goodwill cannot be reversed in future periods.

2.13 Financial Instruments

A financial instrument is any contract that gives rise to a financial asset of one entity and a financial liability or equity instrument of another entity.

Financial assets

Initial recognition and measurement

All financial assets are recognised initially at fair value plus, in the case of financial assets not recorded at fair value through profit or loss, transaction costs that are attributable to the acquisition of the financial asset. Purchases or sales of financial assets that require delivery of assets within a time frame established by regulation or convention in the market place (regular way trades) are recognised on the trade date, i.e., the date that the Group commits to purchase or sell the asset.

Subsequent measurement

For purposes of subsequent measurement, financial assets are classified in four categories:

- i. Debt instruments at amortised cost
- ii. Debt instruments at fair value through other comprehensive income (FVTOCI)
- iii. Debt instruments, derivatives and equity instruments at fair value through profit or loss (FVTPL)
- iv. Equity instruments measured at fair value through other comprehensive income (FVTOCI)

Debt instrument at amortised cost

A 'debt instrument' is measured at the amortised cost if both the following conditions are met:

- i. The asset is held within a business model whose objective is to hold assets for collecting contractual cash flows, and
- ii. Contractual terms of the asset give rise on specified dates to cash flows that are solely payments of principal and interest (SPPI) on the principal amount outstanding.

After initial measurement, such financial assets are subsequently measured at amortised cost using the effective interest rate (EIR) method. Amortised cost is calculated by taking into account any discount or premium on acquisition and fees or costs that are an integral part of the EIR. The EIR amortization is included in finance income in the profit or loss. The losses arising from impairment are recognised in the profit or loss.

Debt instrument at FVTOCI

A debt instruments is classified as at the FVTOCI if both of the following criteria are met:

- The objective of the business model is achieved both by collecting contractual cash flows and selling the financial assets, and
- The asset's contractual cash flows represent SPPI.



Debt instruments included within the FVTOCI category are measured initially as well as at each reporting date at fair value. Fair value movements are recognized in the other comprehensive income (OCI). However, the Company recognizes interest income, impairment losses & reversals and foreign exchange gain or loss in the P&L. On de-recognition of the asset, cumulative gain or loss previously recognised in OCI is reclassified from the equity to P&L. Interest earned whilst holding FVTOCI debt instrument is reported as interest income using the EIR method.

Equity instruments at FVTOCI

All equity instruments in scope of Ind AS 109 are measured at fair value. Equity instruments which are held for trading and contingent consideration recognised by an acquirer in a business combination to which Ind AS 103 applies are classified as at FVTPL. For all other equity instruments, the company may make an irrevocable election to present subsequent changes in the fair value in other comprehensive income. The group makes such election on an instrument-by-instrument basis. The classification is made on initial recognition and is irrevocable.

If the company decides to classify an equity instrument as at FVTOCI, then all fair value changes on the instrument, excluding dividends, are recognized in the OCI. There is no recycling of the amounts from OCI to P&L, even on sale of investment. However, the company may transfer the cumulative gain or loss within equity.

Equity instruments included within the FVTPL category are measured at fair value with all changes recognized in the statement of profit & loss.

Financial Asset at FVTPL

FVTPL is a residual category for financial asset. Any debt instrument, which does not meet the criteria for categorization as at amortized cost or as FVTOCI, is classified as at FVTPL.

In addition, the Company may elect to classify a debt instrument, which otherwise meets amortized cost or FVTOCI criteria, as at FVTPL. However, such election is allowed only if doing so reduces or eliminates a measurement or recognition inconsistency (referred to as 'accounting mismatch').

Debt instruments included within the FVTPL category are measured at fair value with all changes recognized in the P&L.

De-recognition

A financial asset (or, where applicable, a part of a financial asset or part of a Company of similar financial assets) is primarily derecognised (i.e. removed from the Company's standalone balance sheet) when:

- The rights to receive cash flows from the asset have expired, or
- The Company has transferred its rights to receive cash flows from the asset or has assumed an obligation to pay the received cash flows in full without material delay to a third party under a 'pass-through' arrangement; and either (a) the Company has transferred substantially all the risks and rewards of the asset, or (b) the Company has neither transferred nor retained substantially all the risks and rewards of the asset, but has transferred control of the asset.

When the Company has transferred its rights to receive cash flows from an asset or has entered into a pass-through arrangement, it evaluates if and to what extent it has retained the risks and rewards of ownership. When it has neither transferred nor retained substantially all of the risks and rewards of the asset, nor transferred control of the asset, the company continues to recognise the transferred asset to the extent of the Company's continuing involvement. In that case, the company also recognises an associated liability. The transferred asset and the associated liability are measured on a basis that reflects the rights and obligations that the Company has retained.



Continuing involvement that takes the form of a guarantee over the transferred asset is measured at the lower of the original carrying amount of the asset and the maximum amount of consideration that the Company could be required to repay.

Impairment of financial assets

In accordance with Ind-AS 109, the Company applies expected credit loss (ECL) model for measurement and recognition of impairment loss on the following financial assets and credit risk exposure:

- Financial assets that are measured at amortised cost e.g., loans, debt securities, deposits, trade receivables and bank balance
- Financial assets that are measured as at FVTOCI
- Lease receivables under Ind-AS 17.
- Contract assets and trade receivables under Ind-AS 18.
- Loan commitments which are not measured as at FVTPL.
- Financial guarantee contracts which are not measured as at FVTPL.

The Company follows 'simplified approach' for recognition of impairment loss allowance on:

- i. Trade receivables, and
- ii. All lease receivables resulting from transactions within the scope of Ind AS 17.

The application of simplified approach does not require the Company to track changes in credit risk. Rather, it recognises impairment loss allowance based on lifetime ECLs at each reporting date, right from its initial recognition.

For recognition of impairment loss on other financial assets and risk exposure, the Company determines that whether there has been a significant increase in the credit risk since initial recognition. If credit risk has not increased significantly, 12-month ECL is used to provide for impairment loss. However, if credit risk has increased significantly, lifetime ECL is used. If, in a subsequent period, credit quality of the instrument improves such that there is no longer a significant increase in credit risk since initial recognition, then the entity reverts to recognising impairment loss allowance based on 12-month ECL.

Lifetime ECL are the expected credit losses resulting from all possible default events over the expected life of a financial instrument. The 12-month ECL is a portion of the lifetime ECL which results from default events on a financial instrument that are possible within 12 months after the reporting date.

ECL is the difference between all contractual cash flows that are due to the Company in accordance with the contract and all the cash flows that the entity expects to receive (i.e., all cash shortfalls), discounted at the original EIR. When estimating the cash flows, an entity is required to consider:

- All contractual terms of the financial instrument (including prepayment extension, call and similar options) over the expected life of the financial instrument. However, in rare cases when the expected life of the financial instrument cannot be estimated reliably, then the entity is required to use the remaining contractual term of the financial instrument.
- Cash flows from the sale of collateral held or other credit enhancements that are integral to the contractual terms.

As a practical expedient, the Company uses a provision matrix to determine impairment loss allowance on portfolio of its trade receivables. The provision matrix is based on its historically observed default rates over the expected life of the trade receivables and is adjusted for forward-looking estimates. At every reporting date, the historical observed default rates are updated and changes in the forward-looking estimates are analysed.



ECL impairment loss allowance (or reversal) recognized during the period is recognized as income/expense in the statement of profit and loss (P&L). This amount is reflected under the head 'other expenses' in the statement of profit & loss. The balance sheet presentation for various financial instruments is described below:

The balance sheet presentation for various financial instruments is described below:-

- a) For financial assets measured as at amortised cost and lease receivables: ECL is presented as an allowance, i.e. as an integral part of the measurement of those assets in the balance sheet. The allowance reduces the net carrying amount. Until the asset meets write-off criteria, the Company does not reduce impairment allowance from the gross carrying amount.
- b) Loan commitments and financial guarantee contracts: ECL is presented as a provision in the balance sheet, i.e. as a liability.
- c) Debt instruments measured at FVTOCI: Since financial assets are already reflected at fair value, impairment allowance is not further reduced from its value. Rather, ECL amount is presented as 'accumulated impairment amount' in the OCI.

For assessing increase in credit risk and impairment loss, the Company combines financial instruments on the basis of shared credit risk characteristics with the objective of facilitating an analysis that is designed to enable significant increases in credit risk to be identified on a timely basis.

The Company does not have any purchased or originated credit-impaired (POCI) financial assets, i.e., financial assets which are credit impaired on purchase/ origination.

Financial liabilities

Initial recognition and measurement

Financial liabilities are classified, at initial recognition, as financial liabilities at fair value through profit or loss, loans and borrowings, payables, or as derivatives designated as hedging instruments in an effective hedge, as appropriate.

All financial liabilities are recognised initially at fair value and, in the case of loans and borrowings and payables, net of directly attributable transaction costs. Financial guarantee, issued in relation to obligation of subsidiaries are initially recognised at their fair value (as a part of cost of investment in the subsidiary)

The Company's financial liabilities include trade and other payables and loans and borrowings including bank overdrafts.

Subsequent measurement

The measurement of financial liabilities depends on their classification, as described below:

Financial liabilities at fair value through profit or loss

Financial liabilities at fair value through profit or loss include financial liabilities held for trading and financial liabilities designated upon initial recognition as at fair value through profit or loss. Financial liabilities are classified as held for trading if they are incurred for the purpose of repurchasing in the near term. Gains or losses on liabilities held for trading are recognised in the statement profit or loss.

Financial liabilities designated upon initial recognition at fair value through profit or loss are designated as such at the initial date of recognition, and only if the criteria in Ind AS 109 are satisfied. For liabilities designated as FVTPL, fair value gains/ losses attributable to changes in own credit risk are recognized in OCI. These gains/loss are not subsequently transferred to P&L. However, the Company may transfer the cumulative gain or loss within equity. All other changes in fair value of such liability are recognised in the statement of profit or loss.



Loans and borrowings

This is the category most relevant to the Company. After initial recognition, interest-bearing loans and borrowings are subsequently measured at amortised cost using the EIR method. Gains and losses are recognised in profit or loss when the liabilities are derecognised as well as through the EIR amortisation process. Amortised cost is calculated by taking into account any discount or premium on acquisition and fees or costs that are an integral part of the EIR. The EIR amortisation is included as finance costs in the statement of profit and loss. This category generally applies to borrowings.

Financial guarantee contracts

Financial guarantee contracts issued by the Company are those contracts that require a payment to be made to reimburse the holder for a loss it incurs because the specified debtor fails to make a payment when due in accordance with the terms of a debt instrument. Financial guarantee contracts are recognised initially as a liability at fair value, adjusted for transaction costs that are directly attributable to the issuance of the guarantee. Subsequently, the liability is measured at the higher of the amount of loss allowance determined as per impairment requirements of Ind-AS 109 and the amount recognised less cumulative amortisation.

De-recognition

A financial liability is derecognised when the obligation under the liability is discharged or cancelled or expires. When an existing financial liability is replaced by another from the same lender on substantially different terms, or the terms of an existing liability are substantially modified, such an exchange or modification is treated as the de-recognition of the original liability and the recognition of a new liability. The difference in the respective carrying amounts is recognised in the statement of profit or loss.

Re-classification of financial assets

The Company determines classification of financial assets and liabilities on initial recognition. After initial recognition, no reclassification is made for financial assets which are equity instruments and financial liabilities. For financial assets which are debt instruments, a reclassification is made only if there is a change in the business model for managing those assets. Changes to the business model are expected to be infrequent. The Company's senior management determines change in the business model as a result of external or internal changes which are significant to the Company's operations. Such changes are evident to external parties. A change in the business model occurs when the Company either begins or ceases to perform an activity that is significant to its operations. If the Company reclassifies financial assets, it applies the reclassification prospectively from the reclassification date which is the first day of the immediately next reporting period following the change in business model. The Company does not restate any previously recognised gains, losses (including impairment gains or losses) or interest.

Offsetting of Financial Instruments

Financial assets and financial liabilities are offset and the net amount is reported in the unconsolidated balance sheet if there is a currently enforceable legal right to offset the recognised amounts and there is an intention to settle on a net basis, to realise the assets and settle the liabilities simultaneously.

2.14 Retirement and other employee benefits

Retirement benefit in the form of provident fund is a defined contribution scheme. The Company has no obligation, other than the contribution payable to the provident fund. The Company recognizes contribution payable to the provident fund scheme as an expense, when an employee renders the related service. If the contribution payable to the scheme for service received before the balance sheet date exceeds the contribution already paid, the deficit payable to the scheme is recognized as a liability after deducting the contribution already paid. If the contribution already paid exceeds the contribution due for services received before the balance sheet date, then excess is recognized as an asset to the extent that the pre-payment will lead to, for example, a reduction in future payment or a cash refund.

The Company operates a defined benefit plan for its employees i.e. gratuity. The cost of providing benefits under the defined benefit plan is determined using actuarial valuation at each reporting date.



Re-measurements, comprising of actuarial gains and losses, the effect of the asset ceiling, excluding amounts included in net interest on the net defined benefit liability and the return on plan assets (excluding amounts included in net interest on the net defined benefit liability), are recognised immediately in the balance sheet with a corresponding debit or credit to retained earnings through OCI in the period in which they occur. Re-measurements are not reclassified to profit or loss in subsequent periods.

Past service costs are recognised in profit or loss on the earlier of:

- The date of the plan amendment or curtailment, and
- The date that the Company recognises related restructuring costs

Net interest is calculated by applying the discount rate to the net defined benefit liability or asset. The Company recognises the following changes in the net defined benefit obligation as an expense in the statement of profit and loss:

- Service costs comprising current service costs, past-service costs, gains and losses on curtailments and non-routine settlements; and
- Net interest expense or income.

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

2.15 Provisions

General

Provisions are recognised when the Company has a present obligation (legal or constructive) as a result of a past event, it is probable that an outflow of resources embodying economic benefits will be required to settle the obligation and a reliable estimate can be made of the amount of the obligation. The expense relating to a provision is presented in the statement of profit or loss net of any reimbursement.

If the effect of the time value of money is material, provisions are discounted using a current pre-tax rate that reflects, when appropriate, the risks specific to the liability. When discounting is used, the increase in the provision due to the passage of time is recognised as a finance cost.

Provisions are reviewed at each balance sheet date and adjusted to reflect the current best estimate. If it is no longer probable that an outflow would be required to settle the obligation the provision is reversed.

2.16 Contingent Liability

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

2.17 Decommissioning liability

The Company records a provision for decommissioning costs of a leased facility. Decommissioning costs are provided at the present value of expected costs to settle the obligation using estimated cash flow and recognised as part of the cost of the particular asset. The cash flow are discounted at a current pre-tax rate that reflects the risks specific to the decommissioning liability. The unwinding of the discount is expensed as incurred and recognised in the statement of profit and loss as a finance cost. The estimated future costs of decommissioning are reviewed annually and adjusted



as appropriate. Changes in the estimated future costs or in the discount rate applied are added or deducted from the cost of the asset.

2.18 Cash and cash equivalents

Cash and cash equivalent in the balance sheet comprise cash at banks and on hand and short-term deposits with an original maturity of three months or less, which are subject to an insignificant risk of changes in value.

For the purpose statement of cash flows, cash and cash equivalents consist of cash at bank and in hand and short term investments with an original maturity of three months or less.

2.19 Earnings Per Share (EPS)

Basic EPS amounts are calculated by dividing the net profit or loss for the period attributable to equity shareholders of the company by the weighted average number of equity shares outstanding during the year.

Diluted EPS amounts are calculated by dividing the profit or loss attributable to equity shareholders as adjusted for interest and other charges to expense or income relating to the dilutive potential equity shares, by the weighted average number of equity shares outstanding during the year as adjusted for the effects of all dilutive potential equity shares.

2.20 Significant accounting judgements, estimates and assumptions

The preparation of the Company's financial statements in conformity with the Indian Accounting Standards requires management to make judgements, estimates and assumptions that affect the reported amounts of revenues, expenses, assets and liabilities, and the accompanying disclosures (including contingent liabilities). The management believes that the estimates used in preparation of the financial statements are prudent and reasonable. Uncertainty about these assumptions and estimates could result in outcomes that require a material adjustment to the carrying amount of assets or liabilities affected in future periods.

A. Judgement

In the process of applying the Company's accounting policies, management has made the following judgements, which have the most significant effect on the amounts recognised in the financial statements:

Operating lease commitments – Company as a lessee

The Company has entered into lease agreements with lessor and has determined, based on an evaluation of the terms and conditions of the arrangements, such as the lease term not constituting a major part of the economic life of the commercial property and the fair value of the asset, that it does not retain the significant risks and rewards of ownership of these properties and accounts for the contracts as operating leases.

Revenue from contracts with customers

The Company applied the following judgements that significantly affect the determination of the amount and timing of revenue from contracts with customers:

Determining method to estimate variable consideration and assessing the constraint

Certain contracts for the sale of books include cash rebates and volume rebates and a right to return the goods that give rise to variable consideration. In estimating the variable consideration, the Company is required to use either the expected value method or the most likely amount method based on which method better predicts the amount of consideration to which it will be entitled.

The most likely amount method is used for those contracts with a single volume threshold, while the expected value method is used for contracts with more than one volume threshold.



Before including any amount of variable consideration in the transaction price, the Company considers whether the amount of variable consideration is constrained. The Company determined that the estimates of variable consideration are not constrained based on its historical experience, business forecast and the current economic conditions. In addition, the uncertainty on the variable consideration will be resolved within a short time frame.

B. Estimates and assumptions

The key assumptions concerning the future and other key sources of estimation uncertainty at the reporting date, that have a significant risk of causing a material adjustment to the carrying amounts of assets and liabilities within the next financial year, are described below. The Company based its assumptions and estimates on parameters available when the financial statements were prepared. Existing circumstances and assumptions about future developments, however, may change due to market changes or circumstances arising that are beyond the control of the Company. Such changes are reflected in the assumptions when they occur. Estimates and underlying assumptions are reviewed on an ongoing basis. Revisions to accounting estimates are recognised prospectively.

Taxes

Deferred tax assets are recognised to the extent it is probable that taxable profits will be available against which the losses can be utilised. Significant management judgement is required to determine the amount of deferred tax assets that can be recognised, based upon the likely timing and the level of future taxable profits together with future tax planning strategies.

Defined benefit plans (gratuity)

The cost of the defined benefit gratuity plan and the present value of the gratuity obligation are determined using actuarial valuations. An actuarial valuation involves making various assumptions that may differ from actual developments in the future. These include the determination of the discount rate, future salary increases and mortality rates. Due to the complexities involved in the valuation and its long-term nature, a defined benefit obligation is highly sensitive to changes in these assumptions. All assumptions are reviewed at each reporting date.

The parameter most subject to change is the discount rate. In determining the appropriate discount rate, the management considers the interest rates of government bonds with term that correspond with the expected term of the defined benefit obligation.

The mortality rate is based on publicly available mortality tables. Those mortality tables tend to change only at interval in response to demographic changes. Future salary increases and gratuity increases are based on expected future inflation rates for the respective countries.

Further details about gratuity obligations are given in Note 29.

Provision for trade receivable

Trade receivables do not carry any interest and are stated at their nominal value as reduced by appropriate allowances for estimated irrecoverable amounts. Estimated irrecoverable amounts are based on the ageing of the receivable balances and historical experience adjusted for forward-looking estimates. Individual trade receivables are written off when management deems them not to be collectible.

Impairment of non-financial assets

The carrying amounts of the Company's non-financial assets, other than deferred tax assets, are reviewed at the end of each reporting period to determine whether there is any indication of impairment. If any such indication exists, then the asset's recoverable amount is estimated.

The recoverable amount of an asset or cash-generating unit ('CGU') is the greater of its value in use and its fair value less costs to sell. In assessing value in use, the estimated future cash flows are discounted to their present value using a pre-tax discount rate that reflects current market assessments of the time value of money and the risks specific to



the asset or CGU. For the purpose of impairment testing, assets that cannot be tested individually are grouped together into the smallest group of assets that generates cash inflows from continuing use that are largely independent of the cash inflows of other assets or groups of assets ('CGU').

Market related information and estimates are used to determine the recoverable amount. Key assumptions on which management has based its determination of recoverable amount include estimated long term growth rates, weighted average cost of capital and estimated operating margins. Cash flow projections take into account past experience and represent management's best estimate about future developments.

Estimating variable consideration for right of return, volume rebates and cash rebates

Certain contracts for the sale of books include a right of return, volume rebates and cash rebates that give rise to variable consideration. In estimating the variable consideration, the Group is required to use either the expected value method or the most likely amount method based on which method better predicts the amount of consideration to which it will be entitled.

The Company estimates variable considerations to be included in the transaction price for the sale of electricity with cash rebates.

2.21 Standards issued but not yet effective

a. Ind AS 116 "Leases"

Ind AS 116 Leases was notified on March 30, 2019 and it replaces Ind AS 17 Leases, including appendices thereto. Ind AS 116 is effective for annual periods beginning on or after April, 01, 2019.

Ind AS 116 sets out the principles for the recognition, measurement, presentation and disclosure of leases and requires lessees to account for all leases under a single on-balance sheet model similar to the accounting for finance leases under Ind AS 17. The standard includes two recognition exemptions for lessees – leases of 'low-value' assets and short-term leases. At the commencement date of a lease, a lessee will recognise a liability to make lease payments and an asset representing the right to use the underlying asset during the lease term. Lessees will be required to separately recognise the interest expense on the lease liability and the depreciation expense on the right-of-use asset.

Lessor accounting under Ind AS 116 is substantially unchanged from today's accounting under Ind AS 17. Lessors will continue to classify all leases using the same classification principle as in Ind AS 17 and distinguish between two types of leases: operating and finance leases.

The effective date for adoption of Ind AS 116 is annual periods beginning on or after April 1, 2019. The standard permits two possible methods of transition:

- (a) Full retrospective – Retrospectively to each prior period presented applying Ind AS 8 Accounting Policies, Changes in Accounting Estimates and Errors
- (b) Modified retrospective – Retrospectively, with the cumulative effect of initially applying the Standard recognized at the date of initial application.

Under modified retrospective approach, the lessee records the lease liability as the present value of the remaining lease payments, discounted at the incremental borrowing rate and the right of use asset either as:

- (a) Its carrying amount as if the standard had been applied since the commencement date, but discounted at lessee's incremental borrowing rate at the date of initial application or
- (b) An amount equal to the lease liability, adjusted by the amount of any prepaid or accrued lease payments related to that lease recognized under Ind AS 17 immediately before the date of initial application.

Certain practical expedients are available under both the methods.



The company is under the process of evaluation of available transition options and a reliable estimate of the quantitative impact of Ind AS 116 on the financial statements will only be possible once Company completes its assessment.

b. Appendix C to Ind AS 12 Uncertainty over Income Tax Treatment

On March 30, 2019, Ministry of Corporate Affairs has notified Ind AS 12 Appendix C, Uncertainty over Income Tax Treatments which is to be applied while performing the determination of taxable profit (or loss), tax bases, unused tax losses, unused tax credits and tax rates, when there is uncertainty over income tax treatments under Ind AS 12. According to the appendix, companies need to determine the probability of the relevant tax authority accepting each tax treatment, or group of tax treatments, that the companies have used or plan to use in their income tax filing which has to be considered to compute the most likely amount or the expected value of the tax treatment when determining taxable profit (tax loss), tax bases, unused tax losses, unused tax credits and tax rates.

The standard permits two possible methods of transition - i) Full retrospective approach – Under this approach, Appendix C will be applied retrospectively to each prior reporting period presented in accordance with Ind AS 8 – Accounting Policies, Changes in Accounting Estimates and Errors, without using hindsight and ii) Retrospectively with cumulative effect of initially applying Appendix C recognized by adjusting equity on initial application, without adjusting comparatives.

The effective date for adoption of Ind AS 12 Appendix C is annual periods beginning on or after April 1, 2019. The Company will adopt the standard on April 1, 2019 and has decided to adjust the cumulative effect in equity on the date of initial application i.e. April 1, 2019 without adjusting comparatives.

The effect on adoption of Ind AS 12 Appendix C would be insignificant in the financial statements.

c. Amendment to Ind AS 12: Income Taxes

On March 30, 2019, Ministry of Corporate Affairs issued amendments to the guidance in Ind AS 12, 'Income Taxes', in connection with accounting for dividend distribution taxes.

The amendment clarifies that an entity shall recognise the income tax consequences of dividends in profit or loss, other comprehensive income or equity according to where the entity originally recognised those past transactions or events.

Effective date for application of this amendment is annual period beginning on or after April 1, 2019. The Company is currently evaluating the effect of this amendment on the financial statements.

d. Amendment to Ind AS 19: Plan Amendment, Curtailment or Settlement

The amendments to Ind AS 19 address the accounting when a plan amendment, curtailment or settlement occurs during a reporting period. The amendments specify that when a plan amendment, curtailment or settlement occurs during the annual reporting period, an entity is required to:

- Determine current service cost for the remainder of the period after the plan amendment, curtailment or settlement, using the actuarial assumptions used to re-measure the net defined benefit liability (asset) reflecting the benefits offered under the plan and the plan assets after that event.
- Determine net interest for the remainder of the period after the plan amendment, curtailment or settlement using: the net defined benefit liability (asset) reflecting the benefits offered under the plan and the plan assets after that event; and the discount rate used to re-measure that net defined benefit liability (asset).



The amendments also clarify that an entity first determines any past service cost, or a gain or loss on settlement, without considering the effect of the asset ceiling. This amount is recognised in profit or loss.

An entity then determines the effect of the asset ceiling after the plan amendment, curtailment or settlement. Any change in that effect, excluding amounts included in the net interest, is recognised in other comprehensive income.

The amendments apply to plan amendments, curtailments, or settlements occurring on or after the beginning of the first annual reporting period that begins on or after 1 April 2019. These amendments will apply only to any future plan amendments, curtailments, or settlements of the Company.

e. Amendment to Ind AS 109: Prepayment Feature with Negative Compensation

Under Ind AS 109, a debt instrument can be measured at amortised cost or at fair value through other comprehensive income, provided that the contractual cash flows are 'solely payments of principal and interest on the principal amount outstanding' (the SPPI criterion) and the instrument is held within the appropriate business model for that classification. The amendments to Ind AS 109 clarify that a financial asset passes the SPPI criterion regardless of the event or circumstance that causes the early termination of the contract and irrespective of which party pays or receives reasonable compensation for the early termination of the contract.

The amendments should be applied retrospectively and are effective for annual periods beginning on or after 1 April 2019.

The company is under the process of evaluation impact on the financial statements of the Company.

f. Amendment to Ind AS 28: Long-term interests in associates and joint ventures

The amendments clarify that an entity applies Ind AS 109 to long-term interests in an associate or joint venture to which the equity method is not applied but that, in substance, form part of the net investment in the associate or joint venture (long-term interests). This clarification is relevant because it implies that the expected credit loss model in Ind AS 109 applies to such long-term interests.

The amendments also clarified that, in applying Ind AS 109, an entity does not take account of any losses of the associate or joint venture, or any impairment losses on the net investment, recognised as adjustments to the net investment in the associate or joint venture that arise from applying Ind AS 28 Investments in Associates and Joint Ventures.

The amendments should be applied retrospectively in accordance with Ind AS 8 for annual reporting periods on or after 1 April 2019.

The company is under the process of evaluation impact on the financial statements of the Company.

g. Annual improvement to Ind AS (2018);

These improvements include:

Amendments to Ind AS 103: Party to a Joint Arrangements obtains control of a business that is a Joint Operation

The amendments clarify that, when an party to a joint arrangement obtains control of a business that is a joint operation, it applies the requirements for a business combination achieved in stages, including remeasuring previously held interests in the assets and liabilities of the joint operation at fair value. In doing so, the acquirer remeasures its entire previously held interest in the joint operation.



An entity applies those amendments to business combinations for which the acquisition date is on or after the beginning of the first annual reporting period beginning on or after 1 April 2019. These amendments are currently not applicable to the Company but may apply to future transactions.

Amendments to Ind AS 111: Joint Arrangements

A party that participates in, but does not have joint control of, a joint operation might obtain joint control of the joint operation in which the activity of the joint operation constitutes a business as defined in Ind AS 103. The amendments clarify that the previously held interests in that joint operation are not re-measured.

An entity applies those amendments to transactions in which it obtains joint control on or after the beginning of the first annual reporting period beginning on or after 1 April 2019. These amendments are currently not applicable to the Company but may apply to future transactions.

Amendments to Ind AS 23: Borrowing Costs

The amendments clarify that an entity treats as part of general borrowings any borrowing originally made to develop a qualifying asset when substantially all of the activities necessary to prepare that asset for its intended use or sale are complete.

An entity applies those amendments to borrowing costs incurred on or after the beginning of the annual reporting period in which the entity first applies those amendments. An entity applies those amendments for annual reporting periods beginning on or after 1 April 2019. Since the Company's current practice is in line with these amendments, the Company does not expect any effect on its financial statements.



3. Property, plant and equipment

	(Amount in ₹)						
	Plant & equipment	Furniture & Fixtures	Vehicles*	Office equipment	Computer	Leasehold Improvement	Total
Cost							
At 1 April 2017	1,84,75,051	5,48,003	-	16,26,056	1,93,422	12,99,229	2,21,41,764
Additions	3,11,61,122	-	1,84,00,933	9,04,045	-	-	5,04,66,100
Disposals	-	-	-	-	-	-	-
At 31 March 2018	4,96,36,173	5,48,003	1,84,00,933	25,30,101	1,93,422	12,99,229	7,26,07,861
Additions	22,75,400	-	-	80,149	-	-	23,55,549
Disposals	-	-	-	-	-	-	-
At 31 March 2019	5,19,11,573	5,48,003	1,84,00,933	26,10,250	1,93,422	12,99,229	7,49,63,410
Accumulated depreciation							
At 1 April 2017	20,01,621	1,58,095	-	6,09,298	46,967	3,31,022	31,47,003
Charge for the year	17,36,149	54,950	5,15,652	2,29,143	23,947	3,37,331	28,97,172
Disposals	-	-	-	-	-	-	-
At 31 March 2018	37,37,770	2,13,045	5,15,652	8,38,441	70,914	6,68,353	60,44,175
Charge for the year	25,06,211	54,950	17,48,057	3,58,383	23,947	3,37,331	50,28,886
Disposals	-	-	-	-	-	-	-
At 31 March 2019	62,43,981	2,67,995	22,63,709	11,96,824	94,861	10,05,684	1,10,73,061
Net block							
As at 31 March 2018	4,58,98,403	3,34,958	1,78,85,281	16,91,660	1,22,508	6,30,876	6,65,63,686
As at 31 March 2019	4,56,67,592	2,80,008	1,61,37,224	14,13,426	98,561	2,93,545	6,38,90,349

*Vehicles under loan contracts at 31 March 2019 was ₹10,239,607 (31 March 2018 ₹11,315,408). Additions during the year include ₹ Nil (31 March 2018 ₹11,324,716) of Vehicles purchased on Loan. Loaned assets are pledged as security for the related loan.

Note: The company has changed its estimate of depreciation on property, plant and equipment from financial year 2017-18. Impact of change is given below

Particulars	(Amount in ₹)
Depreciation as per written down value method	67,66,075
Depreciation as per straight line method	28,97,172
Profit for previous year increased by	38,68,903



4. Financial assets

4A. Non-current investments

	(Amount in ₹)	
	As at 31 March 2019	As at 31 March 2018
a. Trade investments (valued at cost unless stated otherwise)		
Investments in equity shares (Unquoted)		
Investments in subsidiary of holding company		
17,785,000 (31 March 2018: 17,785,000) equity shares in Safari Digital Education Initiative Private Limited	17,78,50,000	17,78,50,000
801 (31 March 2018: 801) equity shares in Vikas Publishing House Private Limited	2,86,95,165	2,86,95,165
	<u>20,65,45,165</u>	<u>20,65,45,165</u>
b. Investments at fair value through profit and loss		
i. Investments in equity shares (Quoted)		
500 (31 March 2018: 500) shares of ₹ 10 each fully paid up in State Bank of India	1,60,375	1,24,950
200 ((31 March 2018: 200) shares of ₹ 10 each fully paid up in Oriental Bank of Commerce	23,250	18,320
	<u>1,83,625</u>	<u>1,43,270</u>
ii. Investments in Government and Trust securities (Unquoted)		
National Savings Certificates	30,000	30,000
	<u>30,000</u>	<u>30,000</u>
Net investments	<u>20,67,58,790</u>	<u>20,67,18,435</u>
Aggregate amount of quoted investments	1,83,625	1,43,270
Aggregate amount of unquoted investments	20,65,75,165	20,65,75,165
Aggregate amount of impairment in value of investments	-	-

4B. Trade receivables

	As at 31 March 2019	As at 31 March 2018
Trade receivables		
Secured, considered good	-	-
Unsecured, considered good	6,41,57,020	16,80,20,648
Receivable which have significant increase in credit risk	-	7,47,250
Receivable credit impaired	-	-
	<u>6,41,57,020</u>	<u>16,87,67,898</u>
Less: Allowance for expected credit loss		
Secured, considered good	-	-
Unsecured, considered good	-	-
Receivable which have significant increase in credit risk	-	(7,47,250)
Receivable credit impaired	-	-
	<u>-</u>	<u>(7,47,250)</u>
Net trade receivables		
Secured, considered good	-	-
Unsecured considered good	6,41,57,020	16,80,20,648
Receivable which have significant increase in credit risk	-	-
Receivable credit impaired	-	-
	<u>6,41,57,020</u>	<u>16,80,20,648</u>
Trade receivables from related parties (refer note 31)	<u>6,32,57,603</u>	<u>16,87,67,898</u>

The movement in impairment of trade receivables is as follows:

	As at 31 March 2019	As at 31 March 2018
Opening balance	7,47,250	9,52,686
Additions/ (Reversals)	(7,47,250)	(2,05,436)
Closing balance	<u>-</u>	<u>7,47,250</u>

No trade receivables are due from director or other officer of the Company, severally or jointly with any other person.



4C. Loans

	As at 31 March 2019	As at 31 March 2018
Security deposits - Non- current	11,76,704	10,84,467
Security deposits - Current	53,870	53,870
Loan to related parties (refer note 31)	34,92,32,958	28,62,01,925
Advances recoverable in cash or kind (refer note (a) below)	9,32,447	40,259
Total	35,13,95,979	28,73,80,521
Current	9,86,317	94,129
Non-Current	35,04,09,662	28,72,86,392
Note (a)		
Advances recoverable in cash or kind		
Considered good, unsecured	9,32,447	40,259
Considered good, secured	-	-
Recoverable which have significant increase in credit risk	-	-
Recoverable - credit impaired	-	-
	9,32,447	40,259
Less: Allowance for expected credit loss	-	-
	9,32,447	40,259

4D. Cash and cash equivalents

	As at 31 March 2019	As at 31 March 2018
Balances with banks		
- In current accounts	4,25,04,266	2,30,225
Cash in hand	20,481	10,881
Cheques in hand	1,64,52,304	48,25,447
Total	5,89,77,051	50,66,553
Current	5,89,77,051	50,66,553
Non-Current	-	-

5. Other financial assets

	As at 31 March 2019	As at 31 March 2018
Margin money deposit (refer note a below)		
-Deposits with original maturity for more than 3 months but less than 12 months	-	67,75,000
-Deposits with original maturity for more than 12 months	50,200	50,200
-Interest accrued but not due on fixed deposits (on short term deposits)	-	65,318
-Interest accrued but not due on fixed deposits (on long term deposits)	20,739	20,739
Total	70,939	69,11,257
Current	70,939	68,40,318
Non-Current	-	70,939

Note (a)

i. Margin money deposits with carrying amount of ₹50,200 (31 March 2018: ₹50,200) is subject to Registration of UK VAT. Interest accrued on margin money deposit is ₹20,739 (31 March 2018: ₹20,739).

ii. Margin money deposits with carrying amount of ₹ Nil (31 March 2018: ₹6,775,000) given to UK board for bidding in printing project, the amount has been refunded in current year due to cancellation of bidding process. Interest accrued on deposit is ₹ Nil (31 March 2018: ₹65,318)

6. Inventories

	As at 31 March 2019	As at 31 March 2018
Raw materials	4,67,585	59,71,421
Stores and spares	88,44,667	40,46,542
Semi finished goods	21,183	35,84,804
Total	93,33,435	1,36,02,767
Current	93,33,435	1,36,02,767
Non-Current	-	-



7. Other assets

7A. Prepaid expenses

	As at 31 March 2019	As at 31 March 2018
Prepaid expenses (Non current)	16,202	96,500
Prepaid expenses (Current)	5,29,130	5,33,165
Total	5,45,332	6,29,665

7B. Other assets

	As at 31 March 2019	As at 31 March 2018
Advances recoverable in cash or kind	7,87,903	19,31,124
MAT credit entitlement (Non current)	7,11,40,692	6,92,78,510
Income tax recoverable (net of provision for tax)	83,82,241	1,06,93,984
Balance with statutory / government authorities	16,42,684	27,34,539
Total	8,19,53,520	8,46,38,157
Current	29,59,717	51,98,828
Non-Current	7,95,39,135	8,00,68,994

8. Deferred taxes

	As at 31 March 2019	As at 31 March 2018
Items leading to creation of deferred tax assets		
Impact of expenditure charged to the statement of profit and loss account in the current year but allowed for tax purposes on payment basis in subsequent years	18,29,892	11,70,739
Others	(46,355)	35,128
Total deferred tax assets	17,83,537	12,05,867
Items leading to creation of deferred tax liabilities		
Fixed assets: impact of differences between tax depreciation and depreciation/ amortization charged in the financial statements	21,83,321	8,86,560
Total deferred tax liabilities	21,83,321	8,86,560
Net deferred tax assets	(3,99,784)	3,19,307

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9. Share Capital

	As at 31 March 2019	As at 31 March 2018
Authorised		
100,000 (31 March 2018: 100,000) equity shares of Rs 10/- each	10,00,000	10,00,000
Issued, subscribed and fully paid up		
12,000 (31 March 2018: 12,000) equity shares of Rs 10/- each	1,20,000	1,20,000
	<u>1,20,000</u>	<u>1,20,000</u>

a. Reconciliation of the equity shares outstanding at the beginning and at the end of the reporting year

	Numbers	(Amount in ₹)
Issued, subscribed and fully paid up		
As at 1 April 2017	12,000	1,20,000
Issued during the year	-	-
As at 31 March 2018	<u>12,000</u>	<u>1,20,000</u>
Issued during the year	-	-
As at 31 March 2019	<u>12,000</u>	<u>1,20,000</u>

b. Terms/ rights attached to equity shares

The Company has only one class of equity shares having a par value of ₹ 10 per share. Each holder of equity shares is entitled to one vote per share. The Company declares and pays dividends in Indian rupees. The dividend proposed by the Board of Directors is subject to the approval of the shareholders in the ensuing Annual General Meeting. In the event of liquidation of the Company, the holders of equity shares will be entitled to receive remaining assets of the Company, after distribution of all preferential amounts. The distribution will be in proportion to the number of equity shares held by the shareholders.

c. Shares held by holding company and their subsidiaries

	As at 31 March 2019	As at 31 March 2018
S Chand And Company Limited (formerly S Chand And Company Private Limited)	1,20,000	1,20,000

600 (31 March 2018: 600) shares held in the name of Mr. Dinesh Kumar Jhunjhunwala as nominee or beneficial interest of S Chand And Company Limited (Formerly S Chand And Company Private Limited)

d. Details of shareholders holding more than 5% equity shares in the Company:

	No. of shares held	% of holding
S Chand and Company Limited, the Holding Company (formerly S Chand And Company Private Limited)		
As at 31 March 2018	12,000	100%
As at 31 March 2019	12,000	100%

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

10. Other equity

	As at 31 March 2019	As at 31 March 2018
Retained earning		
Balance as per last financial statements	66,41,65,126	63,10,73,461
Add: Profit for the year	3,97,91,777	3,29,37,786
Add: Other comprehensive income for the year	21,402	1,53,879
Balance as the end of reporting year	<u>70,39,78,305</u>	<u>66,41,65,126</u>
General reserve		
Balance as per last financial statements	5,42,00,000	5,42,00,000
Increase/(decrease) during the year	-	-
Balance as the end of reporting year	<u>5,42,00,000</u>	<u>5,42,00,000</u>

Nature and purpose of reservers

General reserve

Under the erstwhile Companies Act 1956, general reserve was created through an annual transfer of net income at a specified percentage in accordance with applicable regulations. The purpose of these transfers was to ensure that if a dividend distribution in a given year is more than 10% of the paid-up capital of the Company for that year, then the total dividend distribution is less than the total distributable results for that year. Consequent to introduction of Companies Act 2013, the requirement to mandatorily transfer a specified percentage of the net profit to general reserve has been withdrawn. However, the amount previously transferred to the general reserve can be utilised only in accordance with the specific requirements of Companies Act, 2013.



11. Borrowings

11A. Current borrowings

	(Amount in ₹)	
	As at 31 March 2019	As at 31 March 2018
Vehicle loans		
Indian rupee loan from bank (secured) (refer note 'b' below)	32,02,343	29,69,585
Cash credit		
Indian rupee loan from State Bank of India (secured) (refer note 'a' below)	-	3,71,46,069
Bank overdraft	-	54,93,138
Total	32,02,343	4,56,08,792
Less: Amount presented under "other financial liabilities"	32,02,343	29,69,585
Total	-	4,26,39,207
Secured	-	4,26,39,207
Unsecured	-	-

- a. The company has availed cash credit facility from State Bank of India and carries interest rate ranging from 8.35% to 10.75% p.a. which is repayable on demand and secured by (i) hypothecation of current assets (present and future) (ii) hypothecation of fixed assets (present and future, except financed by other bank and financial institutions) (iii) Corporate guarantee of S Chaud and Company Limited (Formerly S Chand and Company Private Limited). The facility has been paid during the year.
- b. Vehicle Loan from HDFC Bank taken during FY 2017-18 and carries interest rate @ 8.26% p.a. The loan is repayable in 37 monthly installments of ₹ 307,072. The loan is secured by hypothecation of the respective vehicles.

11B. Non-current borrowings

	As at 31 March 2019	As at 31 March 2018
Vehicle loans		
Indian rupee loan from bank (secured) (refer note 'b' above)	40,84,981	70,30,415
Total	40,84,981	70,30,415
Secured	40,84,981	70,30,415
Unsecured	-	-

12. Trade payables

	As at 31 March 2019	As at 31 March 2018
Current		
Trade payables of micro enterprises and small enterprises (refer note 33)	27,187	-
Trade payables of related entities (refer note 31)	1,96,36,852	2,22,81,975
Trade payables other than micro enterprises and small enterprises	3,88,95,648	3,91,86,628
Total Trade payables	5,85,59,687	6,14,68,603
Current	5,85,59,687	6,14,68,603
Non current	-	-



13. Other financial liabilities

	As at 31 March 2019	As at 31 March 2018
Security deposit payable	-	7,00,000
Current maturity of long term loans (refer note 11A)	32,02,343	29,69,585
Employee related liabilities	28,51,831	26,83,788
Advance from customers	6,77,686	-
Interest accrued but not due	42,072	-
Total	67,73,932	63,53,373
Current	67,73,932	63,53,373
Non current	-	-

14. Provisions

	As at 31 March 2019	As at 31 March 2018
Provision for gratuity (Non current)	27,15,633	27,65,932
Provision for gratuity (Current)	3,89,915	48,619
Provision for leave encashment	39,863	50,601
Provision for income tax (net of advance tax)	26,54,547	-
Total	57,99,958	28,65,152
Current	30,84,325	99,220
Non current	27,15,633	27,65,932

15. Other liabilities

	As at 31 March 2019	As at 31 March 2018
Other payables:		
Statutory dues		
Provident Fund and Employee State Insurance	2,13,540	1,87,615
Goods and Services Tax Payable	25,73,552	97,498
Tax Deducted at Source	3,78,676	7,24,007
Total	31,65,768	10,09,120
Current	31,65,768	10,09,120
Non current	-	-

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16. Revenue from operations

	(Amount in ₹)	
	For the year ended 31 March 2019	For the year ended 31 March 2018
Sale of manufactured products		
Finished books	20,03,87,221	11,06,06,945
Sale of services		
Job work	2,36,23,590	3,87,91,631
Other operating revenue		
Scrap sales	25,12,363	18,34,032
Total revenue from operations	22,65,23,174	15,12,32,608
Disaggregated revenue information		
	For the year ended 31 March 2019	For the year ended 31 March 2018
India	22,65,23,174	15,12,32,608
Outside India	-	-
Total revenue from contracts with customers	22,65,23,174	15,12,32,608
Timing of revenue recognition		
Goods transferred at a point in time	20,28,99,584	11,24,40,977
Services transferred over time	2,36,23,590	3,87,91,631
Total revenue from contracts with customers	22,65,23,174	15,12,32,608

The Company collects Goods and Service Tax (GST) on behalf of the Government and hence, GST is not included in Revenue from operations.

Contract balances

	As at 31 March 2019	As at 31 March 2018
Trade receivables	6,41,57,020	16,80,20,648
Contract assets	-	-
Contract liabilities	-	-

Trade receivables are non-interest bearing and are generally on terms of 180 days. Provision for expected credit losses is not created for intercompany trade receivables

Right to return asset and refund liability

	As at 31 March 2019	As at 31 March 2018
Refund liabilities		
Arising from discounts	-	-
Arising from rights of return	-	-

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Reconciling the amount of revenue recognised in the statement of Profit and Loss with the contracted price

	For the year ended 31 March 2019	For the year ended 31 March 2018
Revenue as per contracted price	22,65,23,174	15,12,32,608
Adjustments		
Sales return	-	-
Discount	-	-
	<u>22,65,23,174</u>	<u>15,12,32,608</u>

Performance obligation

Information about the Company's performance obligations are summarised below

Manufactured goods

The performance obligation is satisfied upon dispatch of the goods from company's warehouse.

The customer has a right to return the material to an extent as may be agreed upon with each customer or within the limits as may be determined by the company. However, since all such sales were made to intercompany customers, no instances of sales return were observed during the year

Services

The performance obligation is satisfied over-time and payment is generally due upon completion of jobwork services and dispatch of goods from the warehouse

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17. Other income

a. Finance income

	For the year ended 31 March 2019	For the year ended 31 March 2018
Interest income on		
Bank deposits	31,716	72,576
Others	3,30,65,099	2,94,52,564
Income tax refund	-	3,58,892
Unwinding of discount on security deposit paid	87,506	-
	<u>3,31,84,321</u>	<u>2,98,84,032</u>

b. Other income

	For the year ended 31 March 2019	For the year ended 31 March 2018
Dividend income on non-current investments	-	1,300
Fair value gain/(loss) on financial instrument at fair value through profit and loss	40,355	-
Provision for doubtful debts written back	7,47,250	2,05,436
Miscellaneous income	10,89,283	-
	<u>18,76,888</u>	<u>2,06,736</u>
Total other income (a+b)	<u>3,50,61,209</u>	<u>3,00,90,768</u>

18. Cost of raw materials and components consumed

	For the year ended 31 March 2019	For the year ended 31 March 2018
Raw materials consumed		
Inventory at the beginning of the year	59,71,421	19,16,162
Add : purchases during the year	13,04,93,858	8,26,64,467
	<u>13,64,65,279</u>	<u>8,45,80,629</u>
Less : inventory at the end of the year	4,67,585	59,71,421
Cost of raw materials and components consumed	<u>13,59,97,694</u>	<u>7,86,09,208</u>

Details of raw material and components purchased

	For the year ended 31 March 2019	For the year ended 31 March 2018
Raw material (paper)	10,92,05,753	7,39,17,918
Glue (hot melt)	56,64,125	34,66,173
PS Plates	80,39,546	10,49,074
Ink	25,88,649	13,11,985
Chemicals	15,60,600	8,71,338
Packing Material	34,35,185	20,47,979
	<u>13,04,93,858</u>	<u>8,26,64,467</u>

Details of closing inventory

Raw materials		
Paper	4,67,585	59,71,421
	<u>4,67,585</u>	<u>59,71,421</u>

19. Publication expenses

	For the year ended 31 March 2019	For the year ended 31 March 2018
Royalty	17,999	3,64,290
Printing charges	1,20,07,486	47,53,790
Power and fuel	22,33,062	27,51,012
Repairs and maintenance - machinery	7,22,654	10,72,887
Consumption of stores and spares	48,30,293	35,68,790
	<u>1,98,11,494</u>	<u>1,25,10,769</u>



20. Increase in inventories of finished goods and work in progress

	(Amount in ₹)	
	For the year ended 31 March 2019	For the year ended 31 March 2018
Inventories at the end of the year		
Semi finished goods (refer note 6)	21,183	35,84,804
Stores and spares (refer note 6)	88,44,667	40,46,542
	<u>88,65,850</u>	<u>76,31,346</u>
Inventories at the beginning of the year		
Semi finished goods*	35,84,804	31,95,653
Stores and spares	40,46,542	43,54,092
	<u>76,31,346</u>	<u>75,49,745</u>
(Increase)/ decrease in inventories	<u>(12,34,504)</u>	<u>(81,601)</u>

*During the current year, company has written off semi-finished goods of ₹3,563,621.

21. Selling and distribution expenses

	For the year ended 31 March 2019	For the year ended 31 March 2018
Freight and cartage expenses	40,48,314	31,72,620
Business promotion expenses	-	2,50,000
	<u>40,48,314</u>	<u>34,22,620</u>

22. Employee benefits expense

	For the year ended 31 March 2019	For the year ended 31 March 2018
Salaries, wages and bonus	1,56,88,785	1,67,60,476
Contribution to provident and other funds	12,31,102	12,88,838
Gratuity expense (refer note 29)	6,39,934	8,71,398
Staff welfare expenses	4,04,023	5,75,912
	<u>1,79,63,844</u>	<u>1,94,96,624</u>

23. Depreciation and amortization expense

	For the year ended 31 March 2019	For the year ended 31 March 2018
Depreciation of property, plant and equipment	50,28,886	28,97,172
Amortization of intangible assets	-	85,978
	<u>50,28,886</u>	<u>29,83,150</u>



24. Finance cost

	(Amount in ₹)	
	For the year ended 31 March 2019	For the year ended 31 March 2018
Interest - others	71,68,901	24,88,025
Interest on income tax	1,60,805	-
Bank charges	2,66,815	1,58,815
Loan processing fee	2,39,606	2,77,848
	78,36,127	29,24,688

25. Other expenses

	For the year ended 31 March 2019	For the year ended 31 March 2018
Outsource services	1,06,80,163	96,40,934
Rent	30,26,607	27,11,031
Repairs and maintenance - building	15,98,512	13,65,329
Insurance	4,06,474	3,71,620
Travelling and conveyance	4,73,832	8,89,384
Communication cost	1,63,263	1,39,618
Security charges	10,64,013	11,39,192
Printing and stationery	57,285	4,29,144
Legal and professional fee	10,98,224	10,94,581
Corporate social responsibility (refer note 38)	-	12,50,000
Payment to auditors (refer details below)	12,63,636	7,53,308
Miscellaneous expenses	1,76,006	4,12,336
	2,00,08,015	2,01,96,377

Payment to auditor

	For the year ended 31 March 2019	For the year ended 31 March 2018
As auditor		
a) Audit fees	7,00,000	7,00,000
b) Limited review fees	4,50,000	-
c) Others	1,13,636	53,308
	12,63,636	7,53,308

26. Components of Other Comprehensive Income (OCI)

The disaggregation of changes in other comprehensive income by each type of equity is shown below

	For the year ended 31 March 2019	For the year ended 31 March 2018
Re-measurement gains/(losses) on defined benefit plans	29,541	2,12,401
Tax impact on re-measurement gains/(losses) on defined benefit plans	(8,139)	(58,522)
	21,402	1,53,879



27. Earning per share (EPS)

Earnings per share

Basic EPS amounts are calculated by dividing the profit for the year attributable to equity holders by the weighted average number of Equity shares outstanding during the year.

Diluted EPS amounts are calculated by dividing the profit for the year attributable to equity holders by the weighted average number of equity shares outstanding during the year plus the weighted average number of equity shares that would be issued on conversion of all dilutive potential equity shares into equity shares

The following reflects the income and share data used in the basic and diluted EPS computations

	For the year ended 31 March 2019	For the year ended 31 March 2018
Profit attributable to equity holders of the company	3,97,91,777	3,29,37,786
Weighted average number of equity shares used for computing Earning per Share (Basic & Diluted)	12,000	12,000
Basic EPS (absolute value in ₹)	3,316	2,745
Diluted EPS (absolute value in ₹)	3,316	2,745

28a. Income taxes

	For the year ended 31 March 2019	For the year ended 31 March 2018
Income tax charged to statement of profit and loss		
Current income tax charge	1,06,08,617	84,12,753
MAT credit availed	(11,49,201)	(10,38,307)
Income tax adjustment related to earlier year	21,62,368	1,12,051
Deferred tax charge	7,10,952	8,37,258
	1,23,32,736	83,23,755
Income tax charged to other comprehensive income		
Expenses (benefit) on re-measurement gain/(loss) on defined benefit plans	8,139	58,522
	8,139	58,522

28b. Reconciliation of tax expense and the accounting profit multiplied by India's domestic tax rate for 31 March 2019 and 31 March 2018:

	For the year ended 31 March 2019	For the year ended 31 March 2018
Accounting profit before tax	5,21,24,513	4,12,61,541
Accounting profit before income tax	5,21,24,513	4,12,61,541
At India's statutory income tax rate of 27.82% (31 March 2018: 27.55%)	1,45,01,040	1,13,67,555
Exempt income under section 80IC	(40,53,899)	(31,84,986)
Non-deductible expenses for tax purposes.		
Income tax adjustment related to earlier year	21,62,368	1,12,051
Other non-deductible expenses	(2,76,773)	29,135
At the effective income tax rate of 23.66% (31 March 2018: 20.17%)	1,23,32,736	83,23,755
Income tax expense reported in the Statement of Profit and Loss	1,23,32,736	83,23,755

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29. Gratuity and other post-employment benefits plan

The Company has a defined benefit gratuity plan. Under the gratuity plan, every employee who has completed atleast five years of service gets a gratuity on departure at 15 days of last drawn salary for each completed year of service or part thereof in excess of six months subject to a maximum of ₹2,000,000.

Statement of Profit & Loss account

Net employee benefit expense recognised in employee cost:

(Amount in ₹)

	For the year ended 31 March 2019	For the year ended 31 March 2018
Current service cost	4,25,085	2,70,218
Past service cost	-	4,34,818
Interest cost on defined obligation	2,14,849	1,66,362
	<u>6,39,934</u>	<u>8,71,398</u>

Amount recognised in Other Comprehensive Income:

	For the year ended 31 March 2019	For the year ended 31 March 2018
Actuarial (gains) / losses on obligation	(29,541)	(2,12,401)
	<u>(29,541)</u>	<u>(2,12,401)</u>

Balance sheet

Changes in the present value of the defined benefit obligation are as follows:

	For the year ended 31 March 2019	For the year ended 31 March 2018
Opening defined benefit obligation	28,14,551	22,99,146
Current service cost	4,25,085	2,70,218
Past service cost	-	4,34,818
Interest cost	2,14,849	1,66,362
Benefits paid	(3,19,396)	(1,43,592)
Actuarial (gains) / losses on obligation	(29,541)	(2,12,401)
Closing defined benefit obligation	<u>31,05,548</u>	<u>28,14,551</u>
Current Portion	3,89,915	48,619
Non - Current Portion	27,15,633	27,65,932

The economic and demographic assumptions used in determining gratuity obligations for the company's plans are shown below:

	For the year ended 31 March 2019	For the year ended 31 March 2018
Discount rate	7.65%	7.70%
Expected rate of return on assets	N.A.	N.A.
Expected rate of salary increase	6%	6%
Retirement age (in years)	60 years	60 years
Employee turnover:-		
Service upto 5 years	5%	5%
Service above 5 years	1%	1%
Mortality rate	IAAM (2006-08) Ultimate	IAAM (2006-08) Ultimate

The estimates of future salary increases, considered in actuarial valuation, take account of inflation, seniority, promotion and other relevant factors, such as supply and demand in the employment market.

The expected contribution for next annual reporting period is ₹ 389,915 (31 March 2018: ₹ 48,619)

The impact of sensitivity analysis due to changes in the significant actuarial assumptions on the defined benefit obligations is given in below table:

	Change in assumptions	For the year ended 31 March 2019	For the year ended 31 March 2018
Impact of changes in discount rate			
Impact due to increase	+ 1%	(33,60,823)	(30,62,831)
Impact due to decrease	- 1%	28,85,502	26,00,661
Impact of changes in salary rate			
Impact due to increase	+ 1%	28,87,155	30,64,560
Impact due to decrease	- 1%	(33,54,590)	(25,95,538)

The sensitivity analysis above has been determined based on a method that extrapolates the impact on defined benefit obligation as a result of reasonable changes in key assumptions occurring at the end of the reporting period.



30. Leases

Operating lease: company as lessee

- a. The Company has taken premises for factory use under operating lease agreements. The total lease rentals recognized as an expense during the year under the above lease agreements aggregates to Rs 3,026,607 (31 March 2018: Rs 2,711,031). There are no restrictions imposed by the lease agreements. There are no sub leases.

Further minimum rental payable under non-cancellable operating lease are as follows:

	(Amount in ₹)	
	As at March 31, 2019	As at March 31, 2018
Within one year	33,17,291	30,26,607
After one year but not more than five years	-	33,17,291
After five years	-	-

31. Related party disclosure

a) Names of related parties and related party relationship

Related parties where control exists

Holding Company

S Chand And Company Limited

Related parties with whom transactions have taken place during the year

Fellow subsidiaries

Vikas Publishing House Private Limited
 Safari Digital Education Initiatives Private Limited
 New Saraswati House (India) Private Limited
 DS Digital Private Limited

Key Management Personnel

Mr Himanshu Gupta, Director
 Mrs Savita Gupta, Director
 Mr Dinesh Kumar Jhunjhuwala, Director
 Mrs Neerja Jhunjhuwala, Whole time Director

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b) Transactions with the related parties

(Amount in ₹)

Nature of transactions	Year Ended	Holding Company	Fellow subsidiaries	Key management personnel	Total
Printing charges paid					
Vikas Publishing House Private Limited	31 March 2019	-	1,16,90,866	-	1,16,90,866
	31 March 2018	-	47,53,790	-	47,53,790
Loan given during the year					
New Saraswati House (India) Private Limited	31 March 2019	-	7,00,00,000	-	7,00,00,000
	31 March 2018	-	-	-	-
D S Digital Pvt Ltd	31 March 2019	-	-	-	-
	31 March 2018	-	2,50,00,000	-	2,50,00,000
Neerja Jhunjhunwala	31 March 2019	-	-	9,30,281	9,30,281
	31 March 2018	-	-	-	-
Loan repaid during the year					
New Saraswati House (India) Private Limited	31 March 2019	-	3,50,00,000	-	3,50,00,000
	31 March 2018	-	-	-	-
Interest income					
D S Digital Private Limited	31 March 2019	-	28,11,758	-	28,11,758
	31 March 2018	-	12,28,298	-	12,28,298
New Saraswati House (India) Private Limited	31 March 2019	-	17,51,101	-	17,51,101
	31 March 2018	-	-	-	-
Safari Digital Education Initiatives Private Limited	31 March 2019	-	2,85,02,240	-	2,85,02,240
	31 March 2018	-	2,82,24,266	-	2,82,24,266
Remuneration to directors					
Neerja Jhunjhunwala*	31 March 2019	-	-	27,62,050	27,62,050
	31 March 2018	-	-	36,00,000	36,00,000
Sales/ Job Work					
S Chand And Company Limited	31 March 2019	20,31,66,885	-	-	20,31,66,885
	31 March 2018	13,25,44,551	-	-	13,25,44,551
New Saraswati House (India) Private Limited	31 March 2019	-	1,62,84,299	-	1,62,84,299
	31 March 2018	-	1,66,96,574	-	1,66,96,574
Vikas Publishing House Private Limited	31 March 2019	-	37,56,582	-	37,56,582
	31 March 2018	-	1,57,451	-	1,57,451
Purchase of paper/consumables					
Vikas Publishing House Private Limited	31 March 2019	-	71,18,000	-	71,18,000
	31 March 2018	-	2,02,56,340	-	2,02,56,340
Purchase of fixed assets					
Vikas Publishing House Private Limited	31 March 2019	-	-	-	-
	31 March 2018	-	31,00,000	-	31,00,000
Corporate Guarantee taken					
S Chand And Company Limited	31 March 2019	-	-	-	-
	31 March 2018	3,71,46,069	-	-	3,71,46,069
Corporate Guarantee given					
S Chand And Company Limited	31 March 2019	9,86,40,992	-	-	9,86,40,992
	31 March 2018	15,02,57,300	-	-	15,02,57,300

*Including perquisites paid during the year for year ended March 31, 2019.

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c) Balance outstanding					(Amount in ₹)
	Year Ended	Holding Company	Fellow subsidiaries	Key management personnel	Total
Trade receivable					
S Chand And Company Limited	31 March 2019	4,53,42,016	-	-	4,53,42,016
	31 March 2018	15,30,04,622	-	-	15,30,04,622
New Saraswati House (India) Private Limited	31 March 2019	-	1,79,15,587	-	1,79,15,587
	31 March 2018	-	1,57,63,276	-	1,57,63,276
Loan and advances					
D S Digital Private Limited	31 March 2019	-	2,86,36,054	-	2,86,36,054
	31 March 2018	-	2,61,05,471	-	2,61,05,471
New Saraswati House (India) Private Limited	31 March 2019	-	3,53,56,035	-	3,53,56,035
	31 March 2018	-	-	-	-
Safari Digital Education Initiatives Private Limited	31 March 2019	-	28,52,40,869	-	28,52,40,869
	31 March 2018	-	26,00,96,454	-	26,00,96,454
Advance Recoverable					
Neerja Jhunjhnuwala	31 March 2019	-	-	9,30,281	9,30,281
	31 March 2018	-	-	-	-
Trade payable					
Vikas Publishing House Private Limited	31 March 2019	-	1,96,36,852	-	1,96,36,852
	31 March 2018	-	2,22,81,975	-	2,22,81,975
Remuneration to directors payable					
Neerja Jhunjhnuwala	31 March 2019	-	-	-	-
	31 March 2018	-	-	3,00,000	3,00,000

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32. Contingent liabilities (to the extent not provided for)	(Amount in ₹)	
	31 March 2019	31 March 2018
Corporate Guarantee against cash credit facility availed by Holding company (refer note 'a' below)	9,86,40,992	15,02,57,300
Income tax demand (refer note 'b' & note 'c' below)	7,48,72,055	7,48,72,055
Provident Fund (refer note 'd' below)	-	-

a. The Company has given guarantee to certain banks in respect of credit facility availed by holding company

Guarantee given to	In respect to credit facility granted to	Maturity date	Interest rate	31 March 2019	31 March 2018
IDFC Bank	S Chand And Company Limited	On demand	9.50% to 10.10%	9,86,40,992	15,02,57,300

b. During FY 2012-13, the Company received demand notice from the income tax authorities requiring to pay additional tax of ₹ 39,439,763 (31 March 2018: ₹ 39,439,763) for assessment year 2011-12. Demand pertains to disallowance of deduction under section 80IC of the Income Tax Act. The company has not paid any amount towards this demand. The matter has been decided in Company's favour by CIT (Appeals) and is currently pending with the ITAT. The management is confident that the matter will be decided in company's favour.

c. During FY 2014-15, the Company received demand notice from the income tax authorities requiring to pay additional tax of ₹ 35,432,292 (31 March 2018: ₹ 35,432,292) for assessment year 2012-13. Demand pertains to disallowance of deduction under section 80IC of the Income Tax Act. The company has not paid any amount towards this demand. The matter has been decided in Company's favour by CIT (Appeals) and is currently pending with the ITAT. The management is confident that the matter will be decided in company's favour.

d. There are numerous interpretive issues relating to the Supreme Court (SC) judgement dated February 28, 2015. As a matter of caution, the Company has made provision on a prospective basis from the date of SC order. The Company will update its provision, on receiving further clarity on the subject.

33. Dues to Micro, small and medium enterprises as defined under the MSMED Act, 2006	31 March 2019	31 March 2018
The principal amount and the interest due thereon (to be shown separately) remaining unpaid to any supplier as at the end of each accounting year		
-Principal amount due to micro and small enterprises	27,187	-
-Interest due on above	-	-
	<u>27,187</u>	<u>-</u>

The amount of interest paid by the buyer in terms of section 16 of the MSMED Act 2006 along with the amounts of the payment made to the supplier beyond the appointed day during each accounting year.

The amount of interest due and payable for the period of delay in making payment (which have been paid but beyond the appointed day during the year) but without adding the interest specified under the MSMED Act 2006.

The amount of further interest remaining due and payable even in the succeeding years, until such date when the interest dues as above are actually paid to the small enterprise for the purpose of disallowance as a deductible expenditure under section 23 of the MSMED Act 2006.

34. Impurged and indigenous raw materials, components and spare parts consumed

Raw Materials	Imported		Indigenously obtained	
	Percentage (%)	Amount (₹)	Percentage (%)	Amount (₹)
As at 31 March 2019	0%	-	100%	13,59,97,604
As at 31 March 2018	0%	-	100%	7,86,09,208

35. Disclosure required under Sec 186(4) of the Companies Act 2013

Included in loans and advance are certain loans the particulars of which are disclosed below as required by Sec 186(4) of Companies Act 2013				
Name of the loanee	Rate of Interest/ Due Date	Secured/ unsecured	31 March 2019	31 March 2018
Safari Digital Education Initiatives Private Limited	SBI 2 Years MCLR+ 250 BPS/ 3 years	Unsecured	28,52,40,869	26,00,96,454
DS Digital Private Limited	SBI 2 Years MCLR+ 250 BPS/ 3 years	Unsecured	2,86,36,054	2,61,05,471
New Saraswati House (India) Private Limited	SBI 2 Years MCLR+ 250 BPS/ 3 years	Unsecured	3,53,56,055	-

The loans have been utilized for meeting their working capital requirements.

36. Segment reporting

Ind AS 108 establishes standards for the way that companies report information about operating segments and related disclosures about products and services and major customers. The Company's operations pre-dominantly relate to binding of books. The Chief Operating Decision Maker (CODM) evaluates the Company's performance and allocates resources based on analysis of various performance indicators pertaining to business as a single segment. Accordingly, the amounts appearing in the financial statements relate to the Company's single business segment.

37. Information about major customers

Revenue from 2 major customers amounted to ₹ 219,351,184 aggregating to 97.96% of total revenue (Rs 149,241,125 aggregating to 98.68% during the year ended 31 March 2018).

38. Corporate Social Responsibility (CSR)

	31 March 2019	31 March 2018
a) Gross amount required to be spent by the Company during the year	16,75,732	22,23,375
b) Amount spent during the year	-	12,50,000



39 Amalgamation Scheme Information

The Holding Company, S Chand and Company Limited had filed Draft Composite Scheme of Arrangement on January 9, 2018, amongst Blackie & Sons (Calcutta) Private Limited, Nirja Publishers and Printers Private Limited, DS Digital Private Limited Safari Digital Education Initiatives Private Limited and S Chand and Company Limited (Company) and their respective shareholders and creditors (Composite Scheme) with BSE Limited (BSE) and National Stock Exchange of India Limited (NSE) under Regulation 37 of the SEBI (Listing Obligations and Disclosure Requirements) and Circular no. CFD/DIL3/CIR/2017/21 dated March 10, 2017 ("SEBI Circular). The S Chand and Company Limited shall file the Scheme with National Company Law Tribunal (NCLT), post approval from BSE and NSE.

40 Financial Instruments:- Financial risk management objectives and policies

The Company's principal financial liabilities, comprises loans and borrowings, trade and other payables. The main purpose of these financial liabilities is to finance the Company's operations. The Company's principal financial assets include investments in equity shares and government securities, advances to related party, trade and other receivables, security deposits, cash and short-term deposits that derive directly from its operations.

The Company is exposed to market risk, credit risk and liquidity risk. The Company's senior management oversees the management of these risks and advises on financial risks and the appropriate financial risk governance framework for the Company. The Board provides assurance to the shareholders that the Company's financial risk activities are governed by appropriate policies and procedures and that financial risks are identified, measured and managed in accordance with the Company's policies and risk objectives. The Board of Directors reviews and agrees policies for managing each of these risks, which are summarised below.

A. Market risk

Market risk is the risk that the fair value of future cash flows of a financial instrument will fluctuate because of changes in market prices.

Market risk comprises three types of risk:-

- Interest rate risk,
- currency risk and other price risk, such as equity price risk and
- commodity risk.

Financial instruments affected by market risk include loans and borrowings, investments, deposits, advances and derivative financial instruments.

The sensitivity analysis in the following sections relate to the position as at 31 March 2019 and 31 March 2018.

The sensitivity analysis have been prepared on the basis that the amount of net debt, the ratio of floating to fixed interest rates of the debt and derivatives and the proportion of financial instruments in foreign currencies are all constant in place at 31 March 2019.

The analyses exclude the impact of movements in market variables on: the carrying values of gratuity and other post-retirement obligations; provisions. The sensitivity of the relevant profit or loss item is the effect of the assumed changes in respective market risks.

a. Interest rate risk.

Interest rate risk is the risk that the fair value or future cash flows of a financial instrument will fluctuate because of changes in market interest rates. The Company's exposure to the risk of changes in market interest rates relates primarily to the Company's long-term debt obligations with fixed interest rates. The following table demonstrates the sensitivity to a reasonably possible change in interest rates. With all other variables held constant, the Company's profit before tax is affected through the impact on floating rate borrowings, as follows.

	Increase/decrease in basis points	Effect on profit before tax
31 March 2019		
Borrowings in ₹	+0.5%	36,437
	-0.5%	(36,437)
31 March 2018		
Borrowings in ₹	+0.5%	2,63,196
	-0.5%	(2,63,196)

h. Foreign currency risk

Foreign currency risk is the risk that the fair value or future cash flows of an exposure will fluctuate because of changes in foreign exchange rates. The Company's exposure to the risk of changes in foreign exchange rates relates primarily to the Company's operating activities (when revenue or expense is denominated in a foreign currency). The Company does not have any foreign currency exposure as on the reporting date other than the company's functional currency.

B. Credit risk

Credit risk is the risk that counterparty will not meet its obligations under a financial instrument or customer contract, leading to a financial loss. The Company is not exposed to any significant credit risk from its operating activities (primarily trade receivables), including deposits with banks and financial institutions, foreign exchange transactions and other financial instruments. The ageing analysis of trade receivables (net) as of the reporting date is as follows.

Age Bracket	Current	0-180 days past due	181-365 days past due	366-730 days past due	More than 730 days	Total
As at 31 March 2019	5,80,01,239	50,28,304	11,27,477	-	-	6,41,57,020
As at 31 March 2018	14,05,79,396	1,42,38,367	1,32,02,985	-	-	16,80,20,648



C. Liquidity risk

Liquidity risk is the risk that the Company will encounter difficulty in meeting the obligations associated with its financial liabilities that are settled by delivering cash or another financial asset. The Company's objective is to maintain a balance between continuity of funding and flexibility through the use of bank overdrafts and bank loans. The Company's approach to managing liquidity is to ensure, as far as possible, that it will have sufficient liquidity to meet its liability when they are due, under both normal and stressed conditions, without incurring unacceptable losses or risking damage to the Company's reputation. The Company closely monitors its liquidity position and deploys a robust cash management system. The Company manages liquidity risk by maintaining adequate reserves, borrowing facilities, by continuously monitoring forecast and actual cash flows, profile of financial assets and liabilities. It maintains adequate sources of financing including loans from banks at an optimised cost. The table below provides the details regarding contractual maturities of financial liabilities.

	As at 31 March 2019	As at 31 March 2018
On Demand		
- Borrowings	-	4,26,39,207
		4,26,39,207
Less than 1 year		
- Trade payables	5,85,59,687	6,14,68,603
- Other financial liabilities	67,73,932	63,53,373
	6,53,33,619	6,78,21,976
More than 1 year		
- Borrowings	40,84,981	70,30,415
	40,84,981	70,30,415

41 Capital management

For the purpose of the Company's capital management, capital includes issued equity capital and all other equity reserves attributable to the equity holders of the Company. The primary objective of the Company's capital management is to maximise the shareholder value. The Company seeks to maintain a balance between the higher returns that might be possible with higher levels of borrowings and the advantages and security afforded by a sound capital position. The primary objective of the company's capital management is to maximise the shareholder value.

The Company monitors capital using a gearing ratio, which is net debt divided by total capital plus net debt. The Company's policy is to keep the gearing ratio between 5% and 12%. The Company measures underlying net debt as total liabilities, comprising interest bearing loans and borrowings, excluding any dues to subsidiaries or group companies less cash and cash equivalents. For the purpose of capital management, total capital includes issued equity equity capital, share premium and all other reserves attributable to the equity holders of the Company, as applicable.

Company's adjusted net debt to equity ratio as at 31 March 2019 is as follow:

	(Amount in ₹)	
Gearing Ratio	As at 31 March 2019	As at 31 March 2018
Borrowings (including current maturities)	72,87,324	5,26,39,207
Less: Cash and cash equivalents	(5,89,77,051)	(50,66,553)
Adjusted Net debt (A)	(5,16,89,727)	4,75,72,654
Equity	75,82,98,305	71,84,85,126
Total equity (B)	75,82,98,305	71,84,85,126
Total equity and net debt [C = (A+B)]	70,66,08,578	76,60,57,780
Gearing Ratio (A/C)	0.00%	6.21%

In order to achieve this overall objective, the Company's capital management, amongst other things, aims to ensure that it meets financial covenants attached to the interest-bearing loans and borrowings that define capital structure requirements. Breaches in meeting the financial covenants would permit the bank to immediately call loans and borrowings. There have been no breaches in the financial covenants of any interest-bearing loans and borrowing in the current period.

No changes were made in the objectives, policies or processes for managing capital during the years ended 31 March 2019 and 31 March 2018.

42 Fair value of financial assets and liabilities

Set out below, is a comparison by class of the carrying amounts and fair value of the company's financial instruments, other than those with carrying amounts that are reasonable approximations of fair values:

	31 March 2019			31 March 2018		
	FVTPL	Amortized cost	FVTOCI	FVTPL	Amortized cost	FVTOCI
Assets						
Non current financial assets						
- Investments	1,83,625	20,65,75,165	-	1,43,270	20,65,75,165	-
- Loans	-	15,04,09,662	-	-	28,72,86,392	-
- Other financial assets	-	-	-	-	70,939	-
Current financial assets						
- Trade receivables	-	6,41,57,020	-	-	16,80,20,648	-
- Loans	-	9,86,317	-	-	94,129	-
- Cash and cash equivalents	-	5,89,77,051	-	-	50,66,553	-
- Other financial assets	-	70,939	-	-	68,40,318	-
Liabilities						
Non Current Financial liabilities						
- Borrowings	-	40,84,981	-	-	70,30,415	-
Current financial liabilities						
- Borrowings	-	-	-	-	4,26,39,207	-
- Trade payables	-	5,85,59,687	-	-	6,14,68,603	-
- Other financial liabilities	-	67,73,932	-	-	63,53,373	-



The following assumptions/ methods were used to estimate the fair values:

- i.) The fair values of trade receivables, cash and cash equivalents, other current financial assets, trade payable and other current financial liabilities are considered to be same as their
- ii.) Fair value of quoted financial instruments is based on quoted market price at the reporting date.
- iii.) The carrying amount of other items carried at amortized cost are reasonable approximation of their fair value.
- iv.) The fair value of the financial assets and liabilities is included at the amount at which the instrument could be exchanged in a current transaction between willing parties, other than in a forced or liquidation sale. The fair values of the quoted notes and bonds are based on price quotations at the reporting date.

43 Fair value hierarchy

All financial instruments for which fair value is recognised or disclosed are categorised within the fair value hierarchy, described as follows, based on the lowest level input that is significant to the fair value measurement as a whole.

Level 1: quoted (unadjusted) prices in active markets for identical assets or liabilities.

Level 2: valuation techniques for which the lowest level input that has a significant effect on the fair value measurement are observable, either directly or indirectly.

Level 3: valuation techniques for which the lowest level input which has a significant effect on the fair value measurement is not based on observable market data.

The following table provides the fair value measurement hierarchy of the Group's assets and liabilities.

Quantitative disclosures fair value measurement hierarchy for assets as at 31 March 2019:

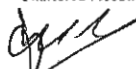
	Fair value measurement using		
	Quoted prices in active markets (Level 1)	Significant observable inputs (Level 2)	Significant unobservable inputs (Level 3)
Assets measured at fair value:			
Quoted equity shares	1,83,625	-	-

Quantitative disclosures fair value measurement hierarchy for assets as at 31 March 2018:

	Fair value measurement using		
	Quoted prices in active markets (Level 1)	Significant observable inputs (Level 2)	Significant unobservable inputs (Level 3)
Assets measured at fair value:			
Quoted equity shares	1,43,270	-	-

The accompanying notes are an integral part of the financial statements.
 As per our report of even date

For S.R. Battiboi & Associates LLP
 ICAI Firm Registration No. 101049W/E300004
 Chartered Accountants


 per Yogesh Midha
 Partner
 Membership No.: 94941



Place : New Delhi
 Date : 27 May 2019

For and on behalf of the Board of Directors of
 Nirja Publishers & Printers Private Limited


 Savita Gupta
 Director
 DIN: 00053988


 Himanshu Gupta
 Director
 DIN: 00054015