



Elango

Industries Limited

**5, Ranganathan Garden, 15th Main Road Extn.,
Anna Nagar, Chennai-600 040.**

Registered Office

No.5, Ranganathan Garden,
15th Main Road Extn.,
Anna Nagar
Chennai – 600 040

Board of Directors

Mr. S. Elangovan - Managing Director
Mr. S.A.Premkumar - Director
Dr. V.R. Subramanian – Director-Independent
Dr. M. Ramasamy –Director -Independent
Ms. Preethi Natarajan - Director -Independent

Company Secretary

Mr. N.Asokan (Resigned from the company
w.e.f. 14th July, 2018)
R. Manoranjan (Joined as company secretary
w.e.f. 13th August, 2018)

Chief Financial Officer

Mr. R.Ramesh (Resigned from the company
w.e.f. 26th June, 2018)
Mr. R.Santhakumar (Joined as CFO w.e.f.
24th July, 2018)

Bankers

State Bank of India

Auditors

M/s. AR NAGAPPAN,
Chartered Accountants
Chennai – 600 040

Notes :

- 1 As a measure of economy, copies of Annual Report will not be distributed at the AGM. Members are requested to kindly bring their copies to the meeting.
- 2 Members are requested to fill in the respective columns provided in the attendance slip/proxy form fully and ligibly so as to facilitate smooth entry in to the meeting hall.

Registrar & Share Transfer Agent :

Cameo Corporate Services Limited
Subramanian Building, 1, Club House Road,
Anna Salai, Chennai - 600002

General Information

- (a) Corporate Identification Number :
L27104TN1989PLC017042
- (b) Company's Shares Listed at BSE Ltd.
- (c) Company's Shares are mandated for trading in dematerialization mode.
- (d) ISIN allotted to company's share is
INE594D01018

29th Annual General Meeting**Date & Time :**

27th September, 2018 at 11.00 a.m.

Venue :

No.5, Ranganathan Garden
15th Main Road Extn.,
Anna Nagar, Chennai – 600 040

NOTICE

NOTICE is hereby given that the **29th Annual General Meeting of the members of ELANGO INDUSTRIES LIMITED (CIN:L2710TN1989PLC017042)** will be held on **Thursday 27th September, 2018 at 11.00 a.m.** at the Registered Office of the Company at No.5, Ranganathan Garden, (15th Main Road Extension) Anna Nagar, Chennai – 600 040 to transact with or without modifications as may be permissible, the following business:

ORDINARY BUSINESS:

1. To receive, consider and adopt the Audited Balance Sheet of the Company as at 31st March 2018 and the Statement of Profit and Loss for the year ended 31st March 2018 together with the Auditors' Report and Boards' Report thereon.
2. To appoint a Director in the place of Mr.S.A.Premkumar (DIN: 00342952) who retires by rotation and being eligible offers himself for re-appointment.

For and on behalf of the Board

Place: Chennai

Date: 27th August, 2018

**(S.Elangovan)
Managing Director**

ELANGO INDUSTRIES LIMITED
(CIN: L27104TN1989PLC017042)
No.5, Ranganathan Garden, 15th Main Road Extension,
Anna Nagar, Chennai – 600 040. Tel: 044- 4217 2116
Website: www.elangoindustries.com

NOTES:

1. A member entitled to attend and vote at the meeting is entitled to appoint a proxy / proxies to attend and vote instead of him-self/ her-self. Such a proxy/ proxies need not be a member of the company. A person can act as proxy on behalf of members not exceeding fifty (50) and holding in the aggregate not more than ten percent of the total share capital of the Company. The instrument of appointing the Proxy and the Power of Attorney or other Authority, if any, under which it is signed or a Notary Attested copy of the Power of Attorney or other, in order to be effective, should be deposited at the Registered Office of the Company not less than 48 hours before the time fixed for the holding the meeting. A Proxy form is sent herewith. Proxies submitted on behalf of the companies, societies etc., must be supported by an appropriate resolution/authority, as applicable.

2. The Register of Members and Share Transfer Books of the Company shall remain closed from 21st September, 2018 to 27th September, 2018 (both days inclusive).
3. Members holding shares in physical form, in their own interest, are requested to de-materialize the shares to avail the benefits of electronic holding/trading.
4. To prevent fraudulent transactions, members are advised to exercise due diligence and notify the Company of any change in address or demise of any member as soon as possible. Members are also advised not to leave their dematerialized account(s) dormant for long. Periodic statement of holdings should be obtained from the concerned Depository Participant and holdings should be verified.
5. The Securities and Exchange Board of India (SEBI) has mandated the submission of Permanent Account Number (PAN) by every participant in securities market. Members holding shares in electronic form are, therefore, requested to submit the PAN to their Depository Participants with whom they are maintaining their dematerialized accounts. Members holding shares in physical form can submit their PAN details to the Company or Registrar & Share Transfer Agent, M/s. Cameo Corporate Services Limited.
6. Electronic copy of the Notice of the 29th Annual General Meeting of the company inter alia indication the process and manner of e-voting along with Attendance Slip and Proxy Form is being sent to all the members whose email IDs are registered with the Company/Depository Participants(s) for communication purposes unless any member has requested for a hard copy of the same. For members who have not registered their email address, physical copies of the Notice of the 29th Annual General Meeting of the Company inter alia indicating the process and manner of e-voting along with Attendance Slip and Proxy Form is being sent in the permitted mode.
7. Members are requested to notify any change in their addresses to the Company immediately. Members holding shares in electronic form are requested to advise change of addresses to their Depository Participants.
8. Members are requested to affix their signatures at the space provided on the Attendance Slip / Proxy Form and handover the Slip at the entrance of the meeting hall. Corporate members are requested to send a duly certified copy of the board resolution / power of attorney authorizing their representatives to attend and vote at the Annual General Meeting.
9. Members may also note that the Notice of the 29th Annual General Meeting and the Annual Report for the year 2017-18 will also be available on the Company's website: **www.elangoindustries.com** for their download. The physical copies of the aforesaid documents will also be available at the Company's Registered Office in Chennai or inspection during normal business hours on working days. Even after registering for e-communication, members are entitled to receive such communication in physical form, upon making a request for the same, by post free of cost. For any communication, the shareholders may also send requests to the Company secretary.
10. In terms of the provisions of Section 108 of the Companies Act, 2013 and Rule 20 of the Companies (Management and Administration) Rules, 2014, as substituted by the Companies (Management and Administration) Amendment Rules, 2015 the Company is pleased to provide members facility to exercise their right to vote at the 29th Annual General Meeting (AGM) by

electronic means and the business may be transacted through e-Voting Services. The facility of casting the votes by the members using an electronic voting system from a place other than venue of AGM ("remote e-voting") will be provided by Central Depository Services of India Limited (CDSL).

11. The facility for voting through ballot paper shall be made available at the AGM and the members attending the meeting who have not cast their vote by remote e-voting shall be able to exercise their right at the meeting through ballot paper.

Voting rights are reckoned on the basis of the shares registered in the names of the members / beneficial owners as on the cut-off date fixed for this purpose, viz., 20th September, 2018.

The instructions for shareholders voting electronically are as under:

- (i) The voting period begins on Monday, the 24th September 2018 at (10.00 a.m.) and ends on Wednesday, the 26th September, 2018 at (5.00 p.m.) During this period shareholders' of the Company, holding shares either in physical form or in dematerialized form, as on the cut-off date (record date) of 20th September, 2018 may cast their vote electronically. The e-voting module shall be disabled by CDSL for voting thereafter.
- (ii) Shareholders who have already voted prior to the meeting date would not be entitled to vote at the meeting venue.
- (iii) The shareholders should log on to the e-voting website www.evotingindia.com.
- (iv) Click on Shareholders.
- (v) Now Enter your User ID.
 - a. For CDSL: 16 digits beneficiary ID,
 - b. For NSDL: 8 Character DP ID followed by 8 Digits Client ID,
 - c. Members holding shares in Physical Form should enter Folio Number registered with the Company.
- (vi) Next enter the Image Verification as displayed and Click on Login.
- (vii) If you are holding shares in demat form and had logged on to www.evotingindia.com and voted on an earlier voting of any company, then your existing password is to be used.

If you are a first time user follow the steps given below:

	For Members holding shares in Demat Form and Physical Form
PAN	<ul style="list-style-type: none"> • Enter your 10 digit alpha-numeric PAN issued by Income Tax Department (Applicable for both demat shareholders as well as physical shareholders). • Members who have not updated their PAN with the Company/Depository Participant are requested to use the first two letters of their name and the 8 digits of the sequence number in the PAN field. • In case the sequence number is less than 8 digits enter the applicable number of 0's before the number after the first two characters of the name in CAPITAL letters. Eg. If your name is Ramesh Kumar with sequence number 1 then enter RA00000001 in the PAN field.
Dividend Bank Details OR Date of Birth (DOB)	Enter the Dividend Bank Details or Date of Birth (in dd/mm/yyyy format) as recorded in your demat account or in the company records in order to login. If both the details are not recorded with the depository or company please enter the member id / folio number in the Dividend Bank details field as mentioned in instruction (iv).

- (ix) After entering these details appropriately, click on "SUBMIT" tab.
- (x) Members holding shares in physical form will then directly reach the Company selection screen. However, members holding shares in demat form will now reach 'Password Creation' menu wherein they are required to mandatorily enter their login password in the new password field. Kindly note that this password is to be also used by the demat holders for voting for resolutions of any other company on which they are eligible to vote, provided that company opts for e-voting through CDSL platform. It is strongly recommended not to share your password with any other person and take utmost care to keep your password confidential.
- (xi) For Members holding shares in physical form, the details can be used only for e-voting on the resolutions contained in this Notice.
- (xii) Click on the EVSN for the relevant <Company Name> on which you choose to vote.
- (xiii) On the voting page, you will see "RESOLUTION DESCRIPTION" and against the same the option "YES/NO" for voting. Select the option YES or NO as desired. The option YES implies that you assent to the Resolution and option NO implies that you dissent to the Resolution.
- (xiv) Click on the "RESOLUTIONS FILE LINK" if you wish to view the entire Resolution details.
- (xv) After selecting the resolution you have decided to vote on, click on "SUBMIT". A confirmation box will be displayed. If you wish to confirm your vote, click on "OK", else to change your vote, click on "CANCEL" and accordingly modify your vote.
- (xvi) Once you "CONFIRM" your vote on the resolution, you will not be allowed to modify your vote.
- (xvii) You can also take a print of the votes cast by clicking on "Click here to print" option on the Voting page.

- (xviii) If a demat account holder has forgotten the login password then Enter the User ID and the image verification code and click on Forgot Password & enter the details as prompted by the system.
- (xix) Shareholders can also cast their vote using CDSL's mobile app m-Voting available for android based mobiles. The m-Voting app can be downloaded from Google Play Store. iPhone and Windows phone users can download the app from the App Store and the Windows Phone Store respectively. Please follow the instructions as prompted by the mobile app while voting on your mobile.
- (xx) **Note for Non – Individual Shareholders and Custodians**
- Non-Individual shareholders (i.e. other than Individuals, HUF, NRI etc.) and Custodian are required to log on to www.evotingindia.com and register themselves as Corporates.
 - A scanned copy of the Registration Form bearing the stamp and sign of the entity should be emailed to helpdesk.evoting@cdslindia.com.
 - After receiving the login details a Compliance User should be created using the admin login and password. The Compliance User would be able to link the account(s) for which they wish to vote on.
 - The list of accounts linked in the login should be emailed to helpdesk.evoting@cdslindia.com and on approval of the accounts they would be able to cast their vote.
 - A scanned copy of the Board Resolution and Power of Attorney (POA) which they have issued in favour of the Custodian, if any, should be uploaded in PDF format in the system for the scrutinizer to verify the same.
- (xxi) In case you have any queries or issues regarding e-voting, you may refer the Frequently Asked Questions ("FAQs") and e-voting manual available at www.evotingindia.com under help section or write an email to helpdesk.evoting@cdslindia.com
- (xxii) The voting rights of shareholders shall be in proportion to their shares of the paid up equity share capital of the Company as on the cut-off date of 20th September 2018. Any person, who acquires shares of the Company and become member of the Company after dispatch of the notice of AGM and holding shares as of the cut-off date i.e 20th day of September, 2018, may obtain the login ID and password by sending a request at evoting@cdslindia.com. However if you are already registered with CDSL for remote e-voting then you can use your existing user ID and password for casting your vote.
- (xxiii) A person whose name is recorded in the register of members or in the register of beneficial owners maintained by the depositories as on the cut –off date only shall be entitled to avail the facility of remote e –voting as well as voting at the AGM through ballot paper.
- (xiv) The Company has appointed Mr. S.Jai Hari, Practicing Company Secretary, Chennai as the Scrutinizer to scrutinize the e-voting process in a fair and transparent manner. The scrutinizer shall within a period of not exceeding three working days from the conclusion of the e-voting period unblock the votes in the presence of at least two witnesses not in employment of the Company and make a scrutinizer's report of the votes cast in favour or against, if any, forthwith to the Chairman of the Company.
14. Request for additional information, if required: In case you intend to raise any queries in the forthcoming Annual General Meeting, you are requested to please forward the same at least 10 days before the date of the Meeting to Mr. R.Manoranjan, Company secretary at the following address so that the same may be attended to your entire satisfaction.

15. The Results shall be declared on or after the AGM of the Company. The Results declared along with the Scrutinizer's Report shall be placed on the Company's website: **www.elangoindustries.com** and on the website of CDSL within two (2) days of passing of the resolutions at the AGM of the Company and communicated to the BSE Limited.
16. All documents referred to in the accompanying Notice shall be open for inspection at the Registered Office of the Company during normal business hours (9:00 am to 5:00 pm) on all working days except Saturdays, up to and including the date of the Annual General Meeting of the Company.
17. As a responsible corporate citizen, your Company welcomes and supports the Green Initiative taken by the MCA, as this will reduce paper consumption to a great extent and allow the members to contribute towards a greener environment. This will also ensure prompt receipt of communication and avoid loss in postal transit.
18. The Annual Report and other communication sent electronically will also be displayed on company's website: **www.elangoindustries.com**.

Brief note on Directors seeking re-appointment or appointment at the ensuing Annual General Meeting are as follows.

Mr.S.A.Premkumar:

Mr. Premkumar, aged about 46 Years is a graduate in Commerce and successful first generation entrepreneur. He has more than 15 years experience in the Power Generation Industry. He is an integral part of the all the group ventures and been instrumental in bringing the company to this level in the power industry. During his past 15 years of experience he had excelled not only procurement, marketing and sales matter but also entire operation of the works and administration

Mr. S.A Premkumar apart from being a Director also member of Audit Committee, Nomination and Remuneration Committee and Stakeholders Relationship Committee.

For and on behalf of the Board

Place: Chennai

Date: 27th August, 2018

**(S.Elangovan)
Managing Director**

ELANGO INDUSTRIES LIMITED
(CIN: L27104TN1989PLC017042)

No.5, Ranganathan Garden, 15th Main Road,
Anna Nagar, Chennai – 600 040. Tel: 044- 4217 2116
Website: www.elangoindustries.com

BOARDS' REPORT

Dear Members,

The Board of Directors have great pleasure in presenting the **29th Annual Report of the Company** together with the Audited Balance Sheet of the Company as at 31st March, 2018, the Statement of Profit and Loss for the year ended on that date and the Auditors' Report thereon.

FINANCIAL SUMMARY/ HIGHLIGHTS:

	Rs. Lakhs	
	2017-18	2016-17
Net Sales/ Income	-	-
Other Income	52.39	48.83
Profit/Loss Before Depreciation and Tax	(7.17)	22.26
Depreciation	-	-
Profit/Loss before Tax	(7.17)	22.26
Less : Provision for Tax	0.00	4.25
Profit/Loss after Tax	0.00	18.01
Add : Profit/ Loss brought forward	50.25	40.56
Adjustments related to fixed assets	-	-
Profit/Loss Carried to Balance Sheet	50.25	58.57

As the members of the company are aware, that approval of the members was accorded at the 26th Annual General Meeting –"AGM" for undertaking "Operation & Maintenance"–(O & M) activities and other service activities for Cauvery Power Generation Chennai Private Ltd –"CPGCPL". The company received a sum of Rs 52 Lakhs towards income from rendering of O & M activities during financial year under report.

OUTLOOK:

In order to augment more revenues, the company has planned to undertake and execute EPC Contracts for "CPGCPL", Chennai and O & M Contracts for M/s Cauvery Solar Power Private Ltd –"CPGCPL", Chennai (both are Group Companies) for which necessary approval of shareholders have been obtained at the 26th Annual General Meeting held on 29th September 2015.

Approval was also accorded by members for undertaking back-end activities of the Television Channel Viz, "**Cauvery News**" at the 27th Annual General Meeting held on 29th September 2016.

EVENTS SUBSEQUENT TO THE DATE OF FINANCIAL STATEMENTS:

There are no material changes and commitments affecting financial position of the company between 31st March 2018 and the date of Board's Report.

DIVIDEND:

Considering financial performance, Your Directors have decided not to declare any Dividend for this year.

CONSERVATION OF ENERGY, TECHNOLOGY ABSORPTION AND FOREIGN EXCHANGE OUTGO:

Since the company has no manufacturing activities at present, details are not furnished.

BOARD MEETINGS:

During the Financial Year, Four meetings of the Board of Directors were held on 24-05-2017, 02-08-2017, 01-11-2017, 01-02-2018. The intervening gap between the meeting was within the period as prescribed under the Companies Act, 2013.

Attendance of Directors at the Board meeting:

Sl.No.	Name of Directors	No.of Meeting Attended
1.	Mr.S.Elangovan	4
2.	Mr.S.A.Premkumar	4
3.	Dr.V.R.Subramanian	4
4.	Mrs. Preethi Natarajan	4
5.	Dr.M.Ramasamy	4

DIRECTORS AND KEY MANAGERIAL PERSONNEL:

During the year under report, Mr.S.A.Premkumar was re-appointed as Director of the company liable to retire by rotation. The remuneration and other details of KMP for the FY 2017-18 are provided in the extract of the Annual Return which forms part of this Directors' Report.

SECRETARIAL AUDIT:

Pursuant to the provisions of Section 204 (1) of the Companies Act, 2013 and The Companies (Appointment and Remuneration of Managerial Personnel) Rules, 2014, the Company has appointed Mr.S.Jai Hari, Practicing Company Secretary to undertake the Secretarial Audit of the Company. The Secretarial Audit Report is annexed to this report as Annexure - 1.

INDEPENDENT DIRECTORS:

The Company has received necessary declaration from each Independent Director of the Company under Section 149(7) of the Companies Act, 2013 that the Independent Directors of the Company meet with the criteria of their Independence laid down in Section 149(6) of the Companies Act 2013.

The Independent Directors of the Company had met during the year on 24th May, 2017 to review the performance of Non- Independent Directors, Chairperson of the Company and the Board as a whole. They had accessed the quality, quantity and timeliness of flow of information between the Company management and the Board.

AUDIT COMMITTEE:

The composition, powers, role and terms of reference of the Committee are constituted as per the Section 177 mentioned under the Companies Act, 2013 and Regulation 18 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015.

The Audit Committee consists of three Directors Viz. Mr.S.A. Premkumar, Dr.Ramasamy and Ms.Preethi Natarajan. During the year, four meetings of the Audit Committee were held on 24-05-2017, 02-08-2017, 01-11-2017 and 01-02-2018. All the above said three Directors attended the above four meetings. There are no recommendations of the Audit Committee not accepted by the Board.

DETAILS OF RELATED PARTY TRANSACTIONS:

Approval of the members was accorded at the 26th Annual General Meeting AGM for undertaking "Operation & Maintenance" (O & M) activities and other service activities for Cauvery Power Generation Chennai Private Ltd "CPGCPL". Accordingly the company entered in to an O & M Contract with "CPGCPL" with effect from 1st October, 2015 which has yielded revenue of Rs 52 lakhs during financial year under report.

Pursuant to Section 134(3) of the Act read with Rule 8(2) of the Companies (Accounts) Rules, 2014 information pertaining to related parties are given in Form AOC-2 as Annexure- 2 of the report.

The Company is neither a holding company nor a subsidiary Company and hence the disclosure under Regulation 34(3) and 53(f) of the SEBI (Listing Obligations and Disclosure Requirements) Regulations 2015, are not furnished.

GREEN INITIATIVE:

Pursuant to Sections 101 and 136 of the Act read with Companies (Management and Administration) Rules, 2014 and Companies (Accounts) Rules, 2014, the Company can send Notice of Annual General Meeting, financial statements and other communication in electronic forms. Your Company is sending the Annual Report including the Notice of Annual General Meeting, audited financial statements, Directors' Report along with their annexure etc. for the Financial Year 2017-18 in the electronic mode to the shareholders.

E-VOTING/BALLOT VOTING:

In terms of requirements of the Companies Act, 2013 and the relevant Rules, the Company has provided 'remote e-voting' (e-voting from a place other than venue of the AGM) facility through Central Depository Services (India) Limited (CDSL) as an alternative, for all members of the Company to enable them to cast their votes electronically, on the resolutions mentioned in the notice of the 29th Annual General Meeting (AGM) of the Company. The facility for voting, through ballot / polling paper

shall also be made available at the venue of the 29th AGM. The members attending the meeting, who have not already cast their vote through remote e-voting shall be able to exercise their voting rights at the meeting. The members who have already cast their vote through remote e-voting may attend the meeting but shall not be entitled to cast their vote again at the AGM. The Company has appointed Mr. S. Jai Hari, Practicing Company Secretary, Chennai as the Scrutinizer for conducting the remote e-voting and the voting process at the AGM in a fair and transparent manner. E-voting is optional. The instructions for shareholders voting electronically are provided in the notes to the Notice of 29th Annual General Meeting.

NOMINATION AND REMUNERATION COMMITTEE:

The Board of Directors at their meeting held on 28th May, 2015 re-constituted a committee of the Board of Directors to be called as "Nomination and Remuneration Committee" and framed the "Nomination and Remuneration Policy" in accordance with the provisions of Section 178 of the Companies Act, 2013 with the following members:

1. Mr.S.A.Premkumar 2. Mr.V.R.Subramanian 3. Dr.M.Ramasamy

The above three Directors attended the Nomination and Remuneration Committee meeting held on 24th May 2017.

REMUNERATION POLICY:

MANAGING DIRECTOR AND INDEPENDENT DIRECTORS :

The Board has, on the recommendation of the Nomination & Remuneration Committee framed a policy for selection and appointment of Directors, Senior Management personnel, Key Managerial Personnel and fixing their remuneration. The objective and broad framework of the Remuneration Policy is to consider and determine the remuneration, based on the fundamental principles of payment for performance, for potential, and for growth. The Remuneration Policy reflects on certain guiding principles of the Company such as aligning remuneration with the longer term interest of the Company and its Shareholders. It also ensure the effective recognition of performance and encourage a focus on achieving superior operational results.

The Company does not pay remuneration by way of salary, perquisites and allowances (fixed component) to Managing Director. Non-Executive Independent Directors are appointed for their professional expertise in their individual capacity.

COMPANY SECRETARY AND SENIOR MANAGEMENT PERSONNEL:

The remuneration of Company Secretary and senior management largely consists of basic salary, perquisites, allowances and performance incentives. Perquisites and retirement benefits are paid according to the Company policy, subject to prescribed statutory ceiling. The components of the total remuneration vary for different grades and are governed by the industry pattern, qualification & experience/merits, performance of each employee. The Company while deciding the remuneration package takes into consideration current employment scenario and remuneration package of the industry.

STAKEHOLDERS RELATIONSHIP COMMITTEE:

The Board of Directors at their meeting held on 16th May, 2014 constituted a committee of the Board of Directors to be called as Stakeholders' Relationship Committee in accordance with the provisions of Section 178 of the Companies Act, 2013 with the following members:

1. Mr.S.A.Premkumar 2. Mr.S.Elangovan 3. Dr.V.R.Subramanian

The Stakeholders Relationship Committee oversees, inter-alia, redressal of Shareholders and Investor grievances, transfer/ transmission/transposition of shares, Split, consolidation, issue of duplicate shares certificates, recording dematerialization/ dematerialization of shares and related matters.

The complaint has been resolved to the satisfaction of the complainant and no investor complaint was pending at the beginning or at the end of the year. The Company has acted upon all valid requests for share transfer received during the year 2017-18 and no such transfer is pending at the end of the year. During the financial year five meetings of stake holders Relationship Committee were held and all the above three Directors attended the meetings.

WHISTLE BLOWER POLICY/ VIGIL MECHANISM:

In compliance with provisions of Section 177 of the Act read with SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, the Board of Directors of the Company has constituted Vigil Mechanism/Whistle Blower Policy for Directors and employees and vendors of the Company. The Whistle Blower Policy enables the Directors and employees and vendors to report concerns about unethical behavior, actual or suspected fraud or violation of the Code of Conduct or ethics Policy, thereby ensuring that the activities of the Company are conducted in a fair and transparent manner. We further affirm that no employee has been denied access to the audit committee during the year 2017- 18.

DIRECTORS' RESPONSIBILITY STATEMENT:

Pursuant to the requirements u/s 134(5) of the Companies Act, 2013 with respect to Directors' Responsibility Statement, your Directors confirm that they have:

- a) followed in the preparation of the Annual Accounts, the applicable Accounting Standards and given proper explanation relating to material departures ; if any
- b) selected such Accounting Policies and applied them consistently and made judgments and estimates that are reasonable and prudent so as to give a true and fair view of the state of affairs of the Company at the end of the financial year and of the profit and Loss Account of the Company for that period;
- c) taken proper and sufficient care for maintenance of adequate accounting records for the year ended 31st March, 2018 in accordance with the provisions of the Companies Act, 2013 for safeguarding the assets of the Company and for the prevention and detection of Fraud and other irregularities;
- d) prepared the Annual Accounts on an ongoing basis;

- e) laid down internal financial controls to be followed by the company and that such internal financial controls are adequate and were operating effectively; and
- f) devised proper systems to ensure compliance with the provisions of all applicable laws and that such systems were adequate and operating effectively.

INFORMATION ABOUT THE FINANCIAL PERFORMANCE / FINANCIAL POSITION OF THE SUBSIDIARIES/ASSOCIATES:

In accordance with third proviso to Section 136(1) of the Companies Act, 2013, the Annual Report of your Company, containing inter alia the audited accounts has been placed on the website of the Company at www.elangoindustries.com.

STATUTORY AUDITORS:

MR A.R Nagappan, Chartered Accountant, Chennai Membership No.203323 allotted by the Institute of Chartered Accountants of India (ICAI) were appointed as the Statutory Auditors of the Company at the 28th Annual General Meeting of the Company held on 28th September, 2017 to hold office for a term of five years till the conclusion of 33rd Annual General Meeting of the Company. The Board was authorized to fix such remuneration as may be recommended by the Audit Committee in consultation with the Auditors.

The said appointment was subject to ratification by the Members at every intervening Annual General Meeting held after the said 28th Annual General Meeting of the Company. By The Companies (Amendment) Act 2017 (vide notification dated 3rd January 2018) which has already come into force, the requirement relating to such ratification of appointment every year has been omitted. Accordingly, the existing Statutory Auditor viz MR A.R Nagappan, Chartered Accountant, Chennai will continue to be the Statutory Auditor of the Company till the conclusion of 33rd Annual General Meeting of the Company.

DISCLOSURE UNDER THE SEXUAL HARASSEMENT OF WOMEN AT WORKPLACE (PREVENTION, PROHIBITION & REDRESSAL) ACT, 2013

The Company has in place an Anti Sexual Harassment Policy in line with the requirements of the Sexual Harassment of Women at Workplace (Prevention, Prohibition & Redressal) Act, 2013. An Internal Complaints Committee (ICC) has been set up to redress complaints received regarding sexual harassment and all employees (permanent, contract, temporary, trainees) are covered under this policy.

The Company has not received any complaint of sexual harassment during the year 2017-18 under review.

INTERNAL FINANCIAL CONTROL AND THEIR ADEQUACY:

The Company has a proper and adequate internal control system to ensure that all the assets of the Company are safeguarded and protected against any loss and that all the transactions are properly authorized and recorded. Information provided to management is reliable and timely. Company ensures adherence to all statutes.

The Internal Financial Control systems are adequate considering the present state of business. The company has established Internal Financial Control framework including internal control over financial reporting operating controls and fraud framework. The framework is revised regularly by the management and tested by the internal audit team. Based on the periodical testing, the frame work is strengthened from time to time to ensure adequacy and effectiveness of Internal Financial Controls. The Report of the Statutory Auditors containing the Internal Financial Controls is given in Annexure B of the Statutory Auditors Report for the year ended 31st March, 2018.

RISK MANAGEMENT:

As already stated since the company has no activities there are no assets which are active. Hence the company has not framed any risk management policy.

PERFORMANCE EVALUATION:

The Board evaluates the performance of Non-executive and Independent Directors every year. All the Non-Executive and Independent Directors are eminent personalities having wide experience in the field of Business, Industry, Law and Administration. Their presence on the Board is advantageous and fruitful in taking business decisions.

PARTICULARS OF EMPLOYEES:

The information required pursuant to section 197(12) read with Rule 5(1) of the Companies (Appointment and Remuneration of Managerial Personnel), Rules, 2014 and Companies (Particulars of Employees), Rules 1975, in respect of employees of the company and Directors is furnished in Annexure-3.

There are no employees drawing remuneration in excess of the limits specified under Section 197 of the Companies Act, 2013 read with Rule 5(2) & (3) of the Companies (Appointment and Remuneration of Managerial Personnel) Rule, 2014. No remuneration was paid to the Directors of the company. Hence details are not given.

EXTRACT OF ANNUAL RETURN:

In compliance with Section 134 (3)(a) of the Act, an extract of the Annual Return in the prescribed format is appended to this report as Annexure- 4.

STATEMENT PURSUANT TO LISTING AGREEMENTS:

The Company's securities are listed with BSE Limited. The company confirms that it has paid the Annual Listing Fees for the year 2017-2018 in time and there were no arrears .

DIRECTOR:

Mr.S.A.Premkumar, who retires by rotation and being eligible offers, himself for reappointment. The brief resume of the director proposed to be re-appointed and other relevant information has been furnished in the Notice convening the AGM. Appropriate resolutions for their appointment/re-appointment are being placed for approval of the members at the AGM.

The Directors recommend that the resolution placed before the Members regarding the appointment/reappointment of the Directors be approved.

OTHER DISCLOSURES:

- a) The Company has not taken any secured loans or unsecured loans under the Companies Act 2013.
- b) Since the company has not issued any Sweat Equity Shares, Equity Shares with differential voting rights and issue of shares under employees stock option scheme, the details are not given.
- c) The company had not made any purchase of shares or given any loans for purchase of shares.
- d) The company had not made any buy- back of shares.
- e) The company has adhered to the Secretarial Standards and made disclosures in relation to the Boards' Report for the year under review.
- f) The company has no activities at present and hence details are not furnished.
- g) There are no significant and material orders passed by the regulators or Courts or Tribunals impacting the going concern status and the company's operations in future.
- h) There are no further or typical areas of risks or concerns outside the usual course of business foreseeable at this time. Internal control systems are found to be adequate and are continuously reviewed for further improvement.

MANAGEMENT DISCUSSION & ANALYSIS :

Management Discussion & Analysis Report on the business of the Company for the year ended 31st March, 2018 is furnished here. In this we have attempted to include discussion on all the specified matters to the extent relevant or within limits that in our opinion are imposed by the Company's own competitive position.

REVIEW OF OPERATIONS:

The financial review is available in the Board's report.

DISCLOSURE OF ACCOUNTING TREATMENT:

In the preparation of financial statements, treatment that prescribed in an Accounting Standard has been followed.

OUTLOOK:

The Power Sector has a bright future. So the Company is actively planning to enter into EPC contracts for which approval was accorded by members in the Notice of the 29th Annual General Meeting.

ENVIRONMENT & SAFETY:

The Company is very conscious of the need to protect environment. The company is taking all possible steps for safe guarding the environment.

OTHER MATTERS:

There are no further or typical areas of risks or concerns outside the usual course of business foreseeable at this time. Internal control systems are found to be adequate and are continuously reviewed for further improvement.

CAUTIONARY STATEMENT:

Statements in this “Management Discussion & Analysis” which seek to describe the Company's objectives, projections, estimates, expectations or predictions may be considered to be “forward looking statements” within the meaning of applicable securities laws or regulations. Actual results could differ materially from those expressed or implied. Important factors that could make a difference to the company's operations include global and Indian demand-supply conditions, finished goods prices, stock availability and prices, cyclical demand and pricing in the company's markets, changes in the government regulations, tax regimes, economic developments within India and countries with which the company conducts business besides other factors, such as litigation and other labour negotiations.

Part C , D & E of Schedule V of SEBI (Listing Obligations and Disclosure Requirements) Regulations 2015 are not applicable since the company was having paid up equity share capital not exceeding rupees ten crores and net worth not exceeding rupees twenty five crore, as on the last day of the previous financial year.

Part F Schedule V of SEBI (Listing Obligations and Disclosure Requirements) Regulations 2015 - Disclosures with respect to demat suspense account/ unclaimed suspense Account there are no shares outstanding in demat suspense account or unclaimed suspense account.

ACKNOWLEDGEMENT

Your Directors would like to place on record their gratitude to the Members for their continued encouragement, support and confidence. Your Directors also would like to thank the Staff Members at various levels for their committed Services for the Company.

For and on behalf of the Board

Place: Chennai

Date: 27th August, 2018

(S.Elangovan)

Chairperson

Annexure -1**Form No. MR-3****SECRETARIAL AUDIT REPORT**

FINANCIAL YEAR ENDED 31ST MARCH, 2018

[Pursuant to section 204(1) of the Companies Act, 2013 and Rule No. 9 of the Companies
(Appointment and Remuneration Personnel) Rules, 2014]

To

The Members

Elango Industries Limited

No.5, Ranganathan Gardens,

15th Main Road Extn.,

Anna Nagar, Chennai-600040.

I have conducted the secretarial audit of the compliance of the applicable statutory provisions and adherence to good corporate practices by Elango Industries Limited. The Company has CIN L27104TN1989PLC017042 with authorized capital of Rs. 4,00,00,000/- and paid up capital of Rs. 3,82,16,000/- . The Company is listed with the BSE Limited with stock code demat- 513452, possessing ISIN number NSDL&CDSL: INE594D01018.

Secretarial audit was conducted in a manner that provided me a reasonable basis for evaluating the corporate conducts/ statutory compliances and expressing my opinion thereon.

Based on our verification of Elango Industries Limited's books, papers, minute books, forms and returns filed and other records maintained by the Company and also the information provided by the Company, its officers, agents and authorized representatives during the conduct of secretarial audit, I hereby report that in my opinion, the company has, during the audit period covering its financial year ended on 31st March, 2018 complied with the statutory provisions listed here under and also the Company has proper Board processes and compliance mechanism in place to the extent, in the manner and subject to the reporting made hereinafter:

I have examined the books, papers, minute books, forms and returns filed and other records maintained by the Company for the financial year ended on 31st March, 2018 according to the provisions of:

- (i) The Companies Act, 2013 (the Act) and the rules made thereunder;
- (ii) The Securities Contracts (Regulations) Act, 1956 ("SCRA") and the rules made there under;
- (iii) The Depositories Act, 1996 and the Regulations and Bye- Laws framed there under;
- (iv) Foreign Exchange Management Act, 1999 and the rules and regulations made there under to the extent of Foreign Direct Investment
- (v) The following Regulations and Guidelines prescribed under the Securities and Exchange Board of India Act, 1992 ("SEBI Act"):-

- a) The Securities and Exchange Board of India (Registrars to an Issue and Share Transfer Agents) Regulations, 1993 regarding the Companies Act and dealing with client;
 - b) The Securities and Exchange Board of India (Issue and Listing of Debt Securities) Regulations, 2008;
 - c) The Securities and Exchange Board of India (Issue of Capital and Disclosure Requirements) Regulations 2009. - **Not Applicable to the Company during the Audit Period**
 - d) The Securities and Exchange Board of India (Employees stock option Scheme and Employees Stock Purchase Scheme Guidelines, 1999; - **Not Applicable to the Company during the Audit Period**
 - e) The Securities and Exchange Board of India (Issue and Listing of Debt Securities) Regulations 2008; - **Not Applicable to the Company during the Audit Period**
 - f) The Securities and Exchange Board of India (Registrars to an issue and Share transfer Agents) Regulations, 1993 regarding the Companies Act and dealing with client;
 - g) The Securities and Exchange Board of India (Delisting of Equity shares) Regulations, 2009; and - **Not Applicable to the Company during the Audit Period**
 - h) The Securities and Exchange Board of India (buyback of Securities) Regulations, 1998; - **Not Applicable to the Company during the Audit Period**
 - i) SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015
- (vi) Any other Applicable Laws like
- a) The Factories Act 1948
 - b) The Industrial Dispute Act 1947
 - c) The Payment of wages Act 1936
 - d) The Minimum Wages Act 1948
 - e) The Employees State Insurance Act, 1948
 - f) The Employees' Provident Fund and Miscellaneous Provision Act, 1952
 - g) The payment of bonus Act, 1965
 - h) The Payment of Gratuity Act, 1972
 - i) The Contract Labour Abolition Act 1970
 - j) The Maternity Benefit Act 1961
 - k) The Child Labour (Prohibition and Regulation) Act 1986
 - l) The Industrial Employment (Standing Orders) Act 1946
 - m) The Employees' Compensation Act 1923 (earlier known as Workman's Compensation Act 1923)
 - n) The Apprentice Act, 1961
 - o) The Equal Remuneration Act, 1976
 - p) The Employment Exchange (Compulsory Notification of Vacancies Act) 1956
 - q) The Electricity Act, 2003
 - r) National Tariff Policy
 - s) Essential Commodities Act, 1955

- t) Explosives Act, 1884
- u) Indian Boilers Act, 1923
- v) Mines Act, 1952 (wherever applicable)
- w) Mines and Mineral (Regulation and Development) Act, 1957 (wherever applicable)

As the company has not had any business activities, the laws mentioned above are not applicable to the company

I have also examined compliance with the applicable clauses of the following:

- (i) Secretarial Standards issued by The Institute of Company Secretaries of India (ICSI) has been notified with effect from 1st July 2015.
- (ii) The Listing agreements entered into by the company with BSE Limited.

The other laws as may be applicable specifically to the Company which are mentioned in clause (vi) **Under any other laws**, based on the reports of the Company, I hereby report that the Company has substantially complied with the provisions of those Acts that are applicable. Based on the information, explanations and management representation, the Company has substantially complied with the Tax laws applicable to the Company. During the period under review, the Company has complied with the provisions of the Act, Rules, Regulations, Guidelines etc. mentioned above except to the extent mentioned below:

I further report that;

Subject to my observations the Board of Directors of the Company in general is duly constituted with proper balance of Executive Directors, Non-Executive Directors and Independent Directors. The changes in composition of the Board of Directors that took place during the period under review were carried out in compliance with the provisions of the Act.

Adequate notice is given to all directors to schedule the Board Meetings, agenda and detailed notes on agenda were sent at least seven days in advance, and a system exists for seeking and obtaining further information and clarification on the agenda items before the meeting and for meaningful participation at the meeting.

All decisions were carried out in the Board were in compliance with the provisions of the Act.

I further report that there are adequate systems and processes in the company commensurate with the size and operations of the company to monitor and ensure compliance with applicable laws, rules, regulations and guidelines.

I further report that during the audit period the instances of violations and non compliances mentioned above may result in attracting penal provisions which are severe in nature and for the company there is a contingency that it may have to pay penalties.

Place: Chennai

Date: 24-05-2018

Signature

JAI HARI.S
ACS: 49025
CP No: 17861

This report is to be read with our letter of even date which is annexed as Annexure A which forms an integral part of this report.

Annexure A

The Members

Elango Industries Limited

3, Ranganathan Gardens, 15th Main Road Extn.,

Anna Nagar, Chennai-600040.

Our report of even date is to be read along with this letter.

1. Maintenance of secretarial record is the responsibility of the management of the company. Our responsibility is to express an opinion on these secretarial records based on our audit.
2. I have followed the audit practices and processes as were appropriate to obtain reasonable assurance about the correctness of the contents of Secretarial records. The verification was done on test basis to ensure the correct facts as reflected in secretarial records. I believe that the processes and practices, I followed provide a reasonable basis for our opinion.
3. I have not verified the correctness and appropriateness of financial records and Book of Accounts of the company.
4. Wherever required, I have obtained the Management representation about the compliance of laws, rules and regulations and happening of events etc.
5. The compliance of the provisions of Corporate and other applicable laws, rules, regulations, standards is the responsibility of management. Our examination was limited to the verification of procedures on test basis.
6. The Secretarial Audit report is neither an assurance to the future viability of the company nor of the efficacy or effectiveness with which the management has conducted the affairs of the company.

Place: Chennai

Date: 24-05-2018

Signature

JAI HARI.S
ACS: 49025
CPNo: 17861

Annexure-2**FORM NO. AOC - 2**

[Pursuant to clause (h) of sub-section (3) of section 134 of the Act and Rule 8(2) of the Companies (accounts) Rules, 2014)

Form for disclosure of particulars of contracts/arrangements entered into by the company with related parties referred to in sub-section (1) of Section 188 of the Companies Act, 2013 including certain arms-length transactions under third proviso thereto :

1. Details of contracts or arrangements or transactions not at arm's length basis :

- (a) Name (s) of the related party and nature of relationship
- (b) Nature of contracts/arrangements/ transactions
- (c) Duration of the contracts or arrangements or transactions including the value, if any
- (d) Salient terms of the contracts or arrangements or transactions including the value, if any
- (e) Justification for entering into such contracts or arrangements or transactions
- (f) Date (s) of approval by the Board
- (g) Amount paid as advances, if any
- (h) Date on which the special resolution was passed in general meeting as required under first proviso to Section 188

NIL

2. Details of material contracts or arrangement or transactions at arm's length basis:

- (a) Name (s) of the related party and nature of relationship
- (b) Nature of contracts/arrangements/ transactions

- A. Cauvery Power Generation Chennai Private Ltd "CPGCPL" -Group Company:
1. "Engineering, Procuring and Construction "contract "EPC" Contract
 2. The contract shall come to an end on achieving Commercial Operation Date "COD". Value of not less than Rs 500 Crores.
 3. Operations and Maintenance Contract for a period of five years "CPGCPL" shall pay an annual fees of not less than Rs 35,00,000/-

(c) Duration of the contracts or arrangements or transactions including the value, if any	<u>B. Cauvery Solar Power Private Ltd- "CSPPL": - Group Company:</u> <ol style="list-style-type: none"> 1. Undertaking of Operations & Maintenance activities for the Solar Photovoltaic Cells run by M/s Cauvery Solar Power Private Ltd "CSPPL", at Gummidipoondi. 2. "CSPPL", shall pay a monthly fees of not more than Rs 3,00,000/-(Rupees Three Lakhs only) for the technical, operation and maintenance services provided by the Company.
(d) Salient terms of the contracts or arrangements or transactions including the value, if any	Term of Contract: The contract period is for a period of five years and shall be renewable upon mutual consent of both parties."
(e) Date (s) of approval by the Board	As given in (b) above.
(f) Amount paid as advances, if any	<p style="text-align: center;">--</p> No advance has been paid.

Annexure-3

Statement of Disclosure of Remuneration under Section 197 of Companies Act, 2013 and Rule 5(1) of Companies (Appointment and Remuneration of Managerial Personnel) Rules, 2014.

- i) Ratio of the remuneration of each Executive Director to the median remuneration of the Employees of the Company for the financial year 2017-18
Remuneration is not paid to the Managing Director and there are no other employees other than the Company Secretary. Hence the details are not given.
- ii) The percentage increase in remuneration of each Director, Chief Financial Officer, Chief Executive Officer and Company Secretary or manager during the financial year 2017-18.
Remuneration is not paid to the Managing Director and there are no other employees other than the Company Secretary.
The remuneration paid to Mr. N.Asokan- Company Secretary – Nil
- iii) The percentage increase in the median remuneration of Employees in the financial year 2017-18
There are no other employees other than the Company Secretary and hence the details are not given
- iv) The Company has only one permanent employee on the rolls of Company as on 31st March, 2018.
- v) Relationship between average increase in remuneration and Company's performance:
The Company has only one permanent employee on the rolls of Company as on 31st March, 2018.

- vi) Comparison of the remuneration of the Key Managerial Personnel against the performance of the Company:

Sl. No.	Particulars	Year (2017-18)	Year (2016-17)	Percentage of increase/ Decrease
1	Income	52.39	48.83	7.29
2	Profit/Loss Before tax	(7.17)	22.26	-67.78
3	Remuneration of the KMP	15.53	17.96	-13.53

It consists of salary, allowance, value of perquisites, bonus and retirement benefits etc.

- vii) Market capitalization and price earnings ratio details are as under:

Particulars	As on 31.03.2018	As on 31.03.2017	Increase / (Decrease) (%)
PE Ratio	2.81	8.51	-66.98
Market Capitalization (Rs. in Crore)	1.15	1.53	-24.83

The Company has not made any public issue of shares.

- viii) Average percentage increase made in the salaries of Employees other than the managerial personnel in the financial year:
There are no other employees other than the Company Secretary. Hence the details are not given.
- ix) Comparison of the each remuneration of the Key Managerial Personnel against the performance of the Company:
There are no other employees other than the Company Secretary. Hence the details are not given.
- x) The key parameter for any variable component of remuneration availed by Managing Directors:
Remuneration is not paid to the Managing Director
- xi) The ratio of the remuneration of the highest paid Director to that of the Employees who are not Directors but receive remuneration in excess of the highest paid Director during the year: **Not Applicable**
- xii) It is hereby affirmed that the remuneration paid during the year is as per the Remuneration Policy of the Company.

For and on behalf of the Management Team

Place : Chennai
Date: 27th August, 2018

S. Elangovan
Chairperson

Annexure -4**FORM MGT -9****EXTRACT OF THE ANNUAL RETURN UNDER THE COMPANIES ACT 2013:**

As on the Financial Year ended on March 31st, 2018 [Pursuant to Section 92(3) of the Companies Act, 2013 and Rule 12 of the Companies (Management and Administration) Rules, 2014]

I. Registration & Other Details:

i.	CIN	L27104TN1989PLC017042
ii.	Registration Date	13-03-1989
iii.	Name of the company	Elango Industries Ltd
iv.	Category or Sub-Category of the company	Company having Share Capital
v.	Address of the Registered Office & Contact Details	No.5, Ranganathan Garden, 15th Main Road Extn. Anna Nagar, Chennai-600040
vi.	Whether Listed company	Yes (Listed in BSE)
vii.	Name, Address and contact details of Registrar & Transfer Agent	Cameo Corporate Services Ltd. No.1, Club House Road, Chennai 600 002

II. Principal Business Activities of the company:

The company has been carrying on "Operation & Maintenance"-(O & M) activities and other service activities for Cauvery Power Generation Chennai Private Ltd -"CPGCPL". Accordingly the company entered in to an O & M Contract with "CPGCPL" with effect from 01-10-2015.

III. Particulars of Holding, Subsidiary and Associate Companies:

Sl. No	Name & Address of the company	CIN	Holding/ Subsidiary/ Associate Company	% of shares held	Applicable Section
NIL					

IV. Shareholding Pattern (Equity Share capital Break-up as percentage of total Equity:**i. Categorywise shareholding:**

Category Code	Category of Shareholder	No.of shares at the beginning of the year				No.of shares at the end of the year			
		Demater ialized Form	Physical Form	Total	% of Total Shares	Demater ialized Form	Physical Form	Total	% of Total Shares
(A)	Promoters								
1	Indian								
(a)	Individuals/ Hindu Undivided Family	947650	22725	970375	25.43%	947650	22725	970375	25.43%
(b)	Central Government/ State Government(s)	0	0	0	0.00%	0	0	0	0.00%
(c)	Bodies Corporate	270100	4900	275000	7.21%	200000	75000	275000	7.21%
(d)	Financial Institutions/ Banks	0	0	0	0.00%	0	0	0	0.00%
(e)	Any Others(Specify)	0	0	0	0.00%	0	0	0	0.00%
	Sub Total(A)(1)	1217750	27625	1245375	32.63%	1147650	97725	1245375	32.63%
2	Foreign								
a	Individuals (Non-Residents Individuals/ Foreign Individuals)	0	0	0	0.00%	0	0	0	0.00%
b	Bodies Corporate	0	0	0	0.00%	0	0	0	0.00%
c	Institutions	0	0	0	0.00%	0	0	0	0.00%
d	Any Others(Specify)	0	0	0	0.00%	0	0	0	0.00%
	Sub Total(A)(2)	0	0	0	0.00%	0	0	0	0.00%
	Total Shareholding of Promoter and Promoter Group (A)= (A)(1)+(A)(2)	1217750	27625	1245375	32.63%	1147650	97725	1245375	32.63%
(B)	Public shareholding								
1	Institutions								
(a)	Mutual Funds/ UTI	0	0	0	0.00%	0	0	0	0.00%
(b)	Financial Institutions / Banks	0	0	0	0.00%	0	0	0	0.00%
(c)	Central Government/ State Government(s)	0	0	0	0.00%	0	0	0	0.00%
(d)	Venture Capital Funds	0	0	0	0.00%	0	0	0	0.00%
(e)	Insurance Companies	0	0	0	0.00%	0	0	0	0.00%
(f)	Foreign Institutional Investors	0	0	0	0.00%	0	0	0	0.00%

		Demater ialized Form	Physical Form	Total	% of Total Shares	Demater ialized Form	Physical Form	Total	% of Total Shares
(g)	Foreign Venture Capital Investors	0	0	0	0.00%	0	0	0	0.00%
(h)	Any Other (specify)	0	0	0	0.00%	0	0	0	0.00%
	Sub-Total (B)(1)	0	0	0	0.00%	0	0	0	0.00%
	B2 Non-institutions								
(a)	Bodies Corporate	27498	0	27498	0.72%	19037	75000	94037	2.46%
(b)	Individuals			0					
I	Individuals -i. Individual shareholders holding nominal share capital up to Rs 2 lakhs	487422	1688750	2176172	57.03%	469162	1620350	2089492	54.75%
II	ii. Individual shareholders holding nominal share capital in excess of Rs. 2 lakhs	50000	257300	307300	8.05%	76000	257300	333300	8.73%
(c)	Any Other (Clearing members)	0	0	0	0.00%	1080	0	0	0.03%
(c-i)	Hindu Undivided Families	56239	0	56239	1.47%	49200	0	49200	1.29%
(c-ii)	Non Resident Indians	3516	0	3516	0.09%	3616	0	3616	0.09%
	Sub-Total (B)(2)	624675	1946050	2570725	67.37%	618075	1952650	2570725	67.37%
(B)	Total Public Shareholding								
	(B)= (B)(1)+(B)(2)	624675	1946050	2570725	67.37%	618075	1952650	2570725	67.37%
	TOTAL (A)+(B)	1842425	1973675	3816100	100.00%	1765725	2050375	3816100	100.00%
(C)	Shares held by Custodians and against which Depository Receipts have been issued								
1	Promoter and Promoter Group	0	0	0	0.00%	0	0	0	0.00%
2	Public	0	0	0	0.00%	0	0	0	0.00%
	Sub-Total (C)	0	0	0	0.00%	0	0.00	0	0.00%
	GRAND TOTAL (A)+(B)+(C)	1842425	1973675	3816100	100.00%	1765725	2050375	3816100	100.00%

ii. Shareholding of promoters:

Sl. No.	Shareholders' Name	Shareholding at the beginning of the year			Shareholding at the end of the year			% change in shareholding during the year
		No. of Shares	% of total Shares of the company	% Shares Pledged or otherwise encumbered to total shares	No. of Shares	% of total Shares of the company	% Shares Pledged or otherwise encumbered to total shares	
1	S.Elangovan	947650	24.83%	0	947650	24.83%	0	0.00%
2	Cauvery Power Trading Chennai Private Ltd	275000	7.21%	0	275000	7.21%	0	0.00%
3	Premkumar	15000	0.39%	0	15000	0.39%	0	0.00%
4	Abirami Premkumar	7725	0.20%	0	7725	0.20%	0	0.00%
	Total	1245375	32.63%	0	1245375	32.63%	0	0.00%

iii. Change in promoters' shareholding: (Please specify if there is no change)

Sl. No.	Shareholders' Name	Shareholding at the beginning of the year		Cumulative Shareholding during the year	
		No. of Shares	% of total Shares of the company	No. of Shares	% of total Shares of the company
	At the beginning of the year				
1	S.Elangovan	947650	24.83%	947650	24.83%
2	Cauvery Power Trading Chennai Private Ltd	275000	7.21%	275000	7.21%
3	S.A. Premkumar	15000	0.39%	15000	0.39%
4	Abirami Premkumar	7725	0.20%	7725	0.20%
	Total	1245375	32.63%	1245375	32.63%
	Datewise Increase/ Decrease in shareholding specifying the reasons for Increase /Decrease:	NIL			
	At the end of the year				
1	S.Elangovan	947650	24.83%	947650	24.83%
2	Cauvery Power Trading Chennai Private Ltd	275000	7.21%	275000	7.21%
3	S.A. Premkumar	15000	0.39%	15000	0.39%
4	Abirami Premkumar	7725	0.20%	7725	0.20%
	Total	1245375	32.63%	1245375	32.63%

iv. Shareholding Pattern of the top 10 Shareholders (other than Directors, Promoters and Holders of GDRs and ADRs) :

		Shareholding at the beginning of the year		Cumulative Shareholding during the year	
Sl. No.	For each of the top 10 shareholders	No of shares	% of total Shares of the Company	No of shares	% of total Shares of the Company
1	Venkatachalam B	115000	3.01%	115000	3.01%
2	Raja Rajeswari Mohan	111000	2.91%	111000	2.91%
3	Anand Mohan	50000	1.31%	50000	1.31%
4	Atul Babubai Chauhan - HUF	36668	0.96%	36668	0.96%
5	Ravie N S	31300	0.82%	31300	0.82%
6	Mukul Kumar Madan Gopal Daga	15740	0.41%	15740	0.41%
7	Rajesh	14100	0.37%	14100	0.37%
8	Aditya Birla Money Limited	13212	0.35%	13212	0.35%
9	Mani A	12500	0.33%	12500	0.33%
10	Pratik Rajendra Gandhi	15000	0.39%	15000	0.39%
		414520	10.86%	414520	10.86%
	Datawise Increase / Decrease in shareholding specifying the reasons for Increase / Decrease : At the end of the year	The shares of the Company are traded on daily basis and hence the date wise decrease / increase in shareholding is not indicated.			
1	Venkatachalam B	115000	3.01%	115000	3.01%
2	Raja Rajeswari Mohan	111000	2.91%	111000	2.91%
3	Anand Mohan	76000	1.99%	76000	1.99%
4	Atul Babubai Chauhan (HUF)	36668	0.96%	36668	0.96%
5	Ravie N S	31300	0.82%	31300	0.82%
6	Mukul Kumar Madan Gopal Daga	15740	0.41%	15740	0.41%
7	Pooja	12000	0.31%	12000	0.31%
8	Rajesh	14100	0.37%	14100	0.37%
9	Aditya Birla Money Limited	13212	0.35%	13212	0.35%
10	Mani A	12500	0.33%	12500	0.33%
	Total	437520	11.46%	437520	11.46%

v. Shareholding of Directors and key managerial personnel

		Shareholding at the beginning of the year		Cumulative Shareholding during the year	
SI No	For each of the Directors & KMP of the beginning of the Year	No of shares	% of total Shares of the Company	No of shares	% of total Shares of the Company
1	S.Elangovan	947650	24.83%	947650	24.83%
2	Premkumar S.A.	15000	0.39%	15,000	0.39%
3	N. Asokan	5	0.00%	5	0.00%
		9,62,655	25.23%	9,62,655	25.23%
	Datewise Increase/ Decrease in shareholding specifying the reasons for Increase/ Decrease:	NIL			
	At the end of the year				
1	S.Elangovan	947650	24.83%	947650	24.83%
2	Premkumar S.A.	15000	0.39%	15000	0.39%
3	N.Asokan	5	0.00%	5	0.00%
	Total	9,62,655	25.23%	9,62,655	25.23%

vi. Indebtedness:

There are no secured loans or deposits outstanding and hence details are not given

vii. Remuneration of Directors and Key Managerial Personnel:**A. Remuneration to Managing Director / Whole-time Director / Manager:**

The company is not paying any remuneration to the Managing Director.

B. Remuneration to other Directors:

The company has not paid any remuneration to the other Directors.

C. Remuneration to Key Managerial Personnel other than MD/WTD/Manager:**Remuneration to other Directors Key Managerial Personnel other than MD / MANAGER / WTD:**

	Particulars of remuneration	CFO	CS	Total
1	Gross Salary	0	0	0
(a)	Salary as per provisions contained in section 17(1) of the Income - Tax Act 1961	0	1552848	1552848
(b)	Value of perquisites as per the provisions contained in section 17(2) of the Income Tax act, 1961	0	0	0

(c)	Profits in lieu of salary as per the provisions contained in section 17(3) of the Income - tax Act, 1961	0	0	0
(d)	Stock Option	0	0	0
(e)	Sweat Equity	0	0	0
(f)	Commission	0	0	0
	- as % of Profit	0	0	0
	- others, specify...	0	0	0
(g)	Others- specify	0	0	0
	Total	0	0	0

- (vii) There are no penalties / punishment / compounding of offences under any section of the companies Act, 2013 against the company or its Directors or other officers in default, if any during the year.

CHIEF EXECUTIVE OFFICER (CEO) AND CHIEF FINANCIAL OFFICER (CFO)
CERTIFICATION

To
The Board of Directors
Elango Industries Limited

- (1) We certify that we have reviewed the financial statements and the cash flow statement for the year ended 31st March 2018 and to the best of our knowledge and belief,
- (a) these statements do not contain any materially untrue statement or omit any material fact or contain statements that might be misleading;
- (b) these statements together present a true and fair view of the Company's affairs for the year ended 31st March 2018 and are in compliance with the existing accounting standards, applicable laws and regulations; and
- (c) no transactions entered into by the Company during the year are fraudulent, illegal or violative of the Company's code of conduct.
- (2) Further, we accept that it is our responsibility to establish and maintain internal controls for financial reporting.
- (3) Accordingly, we have evaluated the effectiveness of the internal control systems of the Company pertaining to the financial reporting and we further certify that:
- (a) there are no deficiencies in the design or operation of internal controls;
- (b) there are no significant changes in internal control over the financial reporting during the year;
- (c) there are no significant changes in accounting policies during the year; and
- (d) there have been no instances of any significant fraud of which we became aware and the involvement therein, if any, of the management or an employee, having a significant role in the Company's internal control system over the financial reporting.

S.Elangovan
Chairman & Managing Director
Place : Chennai
Date : 24th May 2018

R.Ramesh
Chief Financial Officer

Independent Auditors' Report

To the Members of **Elango Industries Limited**

Report on the Standalone Financial Statements

We have audited the accompanying standalone IND AS Financial Statements of **Elango Industries Limited**, which comprise the Balance Sheet as at 31st March 2018, 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 a summary of significant accounting policies and other explanatory information (hereinafter referred to as 'Standalone Financial Statements').

Management's Responsibility for the Standalone Financial Statements

The Company's Board of Directors is responsible for the matters stated in Section 134(5) of the Companies Act, 2013 ('the Act') with respect to the preparation and presentation of these standalone financial statements that give a true and fair view of the financial position, financial performance including Other Comprehensive Income, cash flows and the statement of 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 Rule 7 of the Companies (Indian Accounting Standards) Rules, 2015 as amended. and the relevant provisions of the Companies Act, 2013. This responsibility also includes maintenance of adequate accounting records in accordance with the provisions of the Act for safeguarding 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 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 financial statements that give a true and fair view and are free from material misstatement, whether due to fraud or error.

Auditors' Responsibility

Our responsibility is to express an opinion on these standalone financial statements based on our audit.

We have taken into account the provisions of the Act, the accounting and auditing standards and matters which are required to be included in the audit report under the provisions of the Act and the Rules made there under.

We conducted our audit in accordance with the Standards on Auditing specified under Section 143(10) of the Act. Those Standards require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether the financial statements are free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and the disclosures in the financial statements. The procedures selected depend on the auditors' judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal financial control relevant to the Company's preparation of the financial statements that give a true and fair view in order to design audit procedures that are appropriate in the circumstances.

An audit also includes evaluating the appropriateness of the accounting policies used and the reasonableness of the accounting estimates made by the Company's Directors, as well as evaluating the overall presentation of the financial statements.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion on the standalone financial statements.

Opinion

In our opinion and to the best of our information and according to the explanations given to us, the aforesaid standalone financial statements give the information required by the Act in the manner so required and give a true and fair view in conformity with the accounting principles generally accepted in India, of the state of affairs of the Company as at 31 March 2018, its profits including other comprehensive Income its cash flows and the statement of changes in equity for the year ended on that date.

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 , a statement on the matters specified in the paragraph 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 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 standalone 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 31 March 2018 taken on record by the Board of Directors , none of the directors is disqualified as on 31 March 2018 from being appointed as a director in terms of Section 164 (2) of the Act;
- f. with respect to the adequacy of the internal financial controls over financial reporting of the Company and the operating effectiveness of such controls, refer to our separate report in 'Annexure B'; and
- g. with respect to the other matters to be included in the Auditors' Report in accordance with Rule 11 of the Companies (Audit and Auditors) Rules, 2014, in our opinion and to the best of our information and according to the explanations given to us :
 - i. The Company does not have any pending litigations which would impact its financial position;
 - ii. The Company did not have any long-term contracts including derivative contracts for which there were any material foreseeable losses; and
 - iii. There were no amounts which were required to be transferred to the investor Education and Protection Fund by the Company.

For **AR NAGAPPAN.**,
Chartered Accountants

AR NAGAPPAN

M.No:203323

Place : Chennai

Date : 24.05.2018

Annexure A to the Auditors' Report

The Annexure referred to in Independent Auditors' Report to the members of the Company on the standalone financial statements for the year ended 31 March 2018, we report that :

- (i) The company does not have any Fixed Assets in the financial statement as on 31st March 2018. Hence said clauses are not applicable.
- (ii) As the Company does not possess any Inventories during this year, the provisions of, paragraph 3(ii) of the Order is not applicable to the Company.
- (iii) In our opinion, loans that has been taken from / granted to Companies, firms or other parties listed in the register maintained under section 189 of the Companies Act, 2013 which are not prejudicial to the interest of the company
- (iv) In our opinion and according to the information and explanations given to us, the Company has not given any loans to directors; hence the clause (iv) of the order is not applicable to the company.
- (v) The Company has not accepted any deposits from the public.
- (vi) As informed to us, the Central Government has not prescribed maintenance of cost records under sub-section (1) of Section 148 of the Act.
- (vii) (a)According to the information and explanations given to us and based on the records of the company examined by us, the company is regular in depositing the undisputed statutory dues, including Provident Fund, Employees' State Insurance, Income-tax, Sales-tax, Wealth Tax, Service Tax, Custom Duty, Excise Duty and other material statutory dues, as applicable, with the appropriate authorities in India;
(b)According to the information and explanations given to us and based on the records of the Company examined by us, there are no dues of Income Tax, Wealth Tax, Service Tax, Sales Tax, Customs Duty and Excise Duty which have not been deposited on account of any disputes.
- (c) There has not been an occasion in case of the Company during the year under report to transfer any sums to the Investor Education and Protection Fund. The question of reporting delay in transferring such sums does not arise.
- (viii) The Company does not have any loans or borrowings from any financial institution, banks, government or debenture holders during the year. Accordingly, paragraph 3(viii) of the Order is not applicable.
- (ix) The Company did not raise any money by way of initial public offer or further public offer (including debt instruments) and term loans during the year. Accordingly, paragraph 3(ix) of the Order is not applicable.

- (x) According to the information and explanations given to us, no material fraud by the Company or on the Company by its officers or employees has been noticed or reported during the course of our audit.
- (xi) According to the information and explanations give to us and based on our examination of the records of the Company, the Company has not paid / provided for managerial remuneration to any of directors of the company and hence the clause (xi) of the order is not applicable to the company.
- (xii) In our opinion and according to the information and explanations given to us, the Company is not a nidhi company. Accordingly, paragraph 3(xii) of the Order is not applicable.
- (xiii) According to the information and explanations given to us and based on our examination of the records of the Company, transactions with the related parties are in compliance with Sections 177 and 188 of the Act where applicable and details of such transactions have been disclosed in the financial statements as required by the applicable accounting standards.
- (xiv) According to the information and explanations given to us and based on our examination of the records of the Company, the Company has not made any preferential allotment or private placement of shares or fully or partly convertible debentures during the year.
- (xv) According to the information and explanations given to us and based on our examination of the records of the Company, the Company has not entered into non-cash transactions with directors or persons connected with him. Accordingly, paragraph 3(xv) of the Order is not applicable.
- (xvi) The Company is not required to be registered under Section 45-IA of the Reserve Bank of India Act 1934.

For **AR NAGAPPAN.**,
Chartered Accountants

AR NAGAPPAN

M.No:203323

Place : Chennai

Date : 24.05.2018

Annexure B to the Auditors' Report

Report on the Internal Financial Controls under Clause (i) of sub-section 3 of Section 143 of the Companies Act, 2013 ('the Act'). We have audited the internal financial controls over financial reporting of Elango Industries Limited as of 31 March 2018 in conjunction with our audit of the standalone 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 ('ICAI'). 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.

Auditors' Responsibility

Our responsibility is to express an opinion on the Company's internal financial controls over financial reporting based on our audit. We conducted our audit in accordance with the Guidance Note on Audit of Internal Financial Controls over Financial Reporting (the 'Guidance Note') and the Standards on Auditing, issued by ICAI and deemed to be prescribed under Section 143(10) of the Companies Act, 2013, to the extent applicable to an audit of internal financial controls, both 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 were established and maintained and if such controls operated effectively in all material respects.

Our audit involves performing procedures to obtain audit evidence about the adequacy of the internal financial controls system over financial reporting and their operating effectiveness. Our audit of internal financial controls over financial reporting included obtaining an understanding of internal financial controls over financial reporting, assessing the risk that a material weakness exists, and testing and evaluating the design and operating effectiveness of internal control based on the assessed risk. The procedures selected depend on the auditors' judgment, 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 Company's internal financial controls system over financial reporting.

Meaning of Internal Financial Controls over Financial Reporting

A company's internal financial control over financial reporting is a process designed to provide reasonable assurance regarding the reliability of financial reporting and the preparation of financial statements for external purposes in accordance with generally accepted accounting principles. A company's internal financial control over financial reporting includes those policies and procedures that (1) pertain to the maintenance of records that, in reasonable detail, accurately and fairly reflect the transactions and dispositions of the assets of the Company; (2) provide reasonable assurance that transactions are recorded as necessary to permit preparation of financial statements in accordance with generally accepted accounting principles, and that receipts and expenditures of the Company are being made only in accordance with authorizations of the Management and directors of the Company; and (3) provide reasonable assurance regarding prevention or timely detection of unauthorized acquisition, use, or disposition of the Company's assets that could have a material effect on the financial statements.

Inherent Limitations of Internal Financial Controls Over Financial Reporting

Because of the inherent limitations of internal financial controls over financial reporting, including the possibility of collusion or improper management override of controls, material misstatements due to error or fraud may occur and not be detected. Also, projections of any evaluation of the internal financial controls over financial reporting to future periods are subject to the risk that the internal financial control over financial reporting may become inadequate because of changes in conditions, or that the degree of compliance with the policies or procedures may deteriorate.

Opinion

In our opinion, the Company has, in all material respects, an adequate internal financial controls system over financial reporting and such internal financial controls over financial reporting were operating effectively as at 31st March 2018, based on the internal control over financial reporting criteria established by the Company considering the essential components of internal control stated in the Guidance Note on Audit of Internal Financial Controls Over Financial Reporting issued by the Institute of Chartered Accountants of India.

For **AR Nagappan.**,

Chartered Accountants

AR NAGAPPAN

M.No:203323

Place : Chennai

Date : 24.05.2018

BALANCE SHEET AS AT 31st MARCH, 2018

(Amount in ₹)

Particulars	Note	As at 31 March 2018	As at 31 March 2017	As at 1 April 2016
ASSETS				
Non-current Assets				
Financial Assets				
- Investments	2	2,50,000	2,50,000	2,50,000
Non-Current Tax Assets (Net)	3	5,10,000	-	57,293
Other Non-Current Assets	4	1,12,01,636	1,12,01,636	1,12,01,636
		1,19,61,636	1,14,51,636	1,15,08,929
Current assets				
Financial Assets				
- Trade receivable	5	54,72,000	-	3,20,507
- Cash and cash equivalents	6	3,20,87,335	3,83,73,274	26,203
Other Current Assets	7	1,57,258	2,908	3,61,20,255
		3,77,16,593	3,83,76,182	3,64,66,965
Total Assets		4,96,78,229	4,98,27,818	4,79,75,894
EQUITY AND LIABILITIES				
Equity				
Equity Share capital	8	3,82,16,000	3,82,16,000	3,82,16,000
Other Equity	9	1,01,65,623	1,08,82,498	90,81,603
		4,83,81,623	4,90,98,498	4,72,97,603
LIABILITIES				
Current liabilities				
Financial Liabilities				
- Trade payables	10	10,51,207	1,62,061	4,56,041
Other current liabilities	11	2,45,399	2,19,529	2,22,250
Provisions	12	-	18,730	-
Current Tax Liability (net)	13	-	3,29,000	-
		12,96,606	7,29,320	6,78,291
Total Equity and Liabilities		4,96,78,229	4,98,27,818	4,79,75,894

Significant accounting Policies**1****Notes to the Accounts****2-26**

The Notes referred to above form an integral part of financial statements.

As per our report of even date attached

for **AR Nagappan**
Chartered Accountants

AR Nagappan
Membership No. : 203323
Chennai
Date : 24-05-2018

S.Elangovan
Chairman & Managing Director
DIN : 01725838

R. Ramesh
Chief Financial Officer, Chennai
Date : 24-05-2018

for and on behalf of the Board of Directors of
ELANGO INDUSTRIES LIMITED

S.A.Premkumar
Director
DIN : 00342952

N. Asokan
Company Secretary

STATEMENT OF PROFIT AND LOSS (ACCOUNT FOR THE PERIOD) ENDED 31st MARCH 2018

(Amount in ₹)

Particulars	Note	As on 31-03-2018 Rs	As on 31-03-2017 Rs
Revenue From Operations	14	51,00,000	48,00,000
Other Income	15	1,39,388	33,007
Total Income (I + II)		52,39,388	48,83,007
<u>Expenses:</u>			
Employee benefit expense	16	18,53,348	19,23,924
Other expenses	17	41,02,915	7,33,189
Total Expenses (IV)		59,56,263	26,57,113
Profit / (Loss) before exceptional Item and tax		(7,16,875)	22,25,895
Exceptional Items		-	-
Profit / (Loss) before tax (VIII - IX)		(7,16,875)	22,25,895
Tax Expense:			
1) Current tax		-	4,25,000
2) Deferred tax		-	-
PROFIT (LOSS) after Tax		(7,16,875)	18,00,895
Other Comprehensive Income			
Total Other Comprehensive Income			
Total Comprehensive income for the year			
Earning per equity share:			
(1) Basic & Diluted	19	(0.19)	0.47

Significant accounting Policies**1****Notes to the Accounts****2-26**

The Notes referred to above form an integral part of financial statements.

As per our report of even date attached

for **AR Nagappan**
Chartered Accountants**AR Nagappan**
Membership No. : 203323
Chennai
Date : 24-05-2018**S.Elangovan**
Chairman & Managing Director
DIN : 01725838**R. Ramesh**
Chief Financial Officer, Chennai
Date : 24-05-2018for and on behalf of the Board of Directors of
ELANGO INDUSTRIES LIMITED**S.A.Premkumar**
Director
DIN : 00342952**N. Asokan**
Company Secretary

CASH FLOW STATEMENT FOR THE YEAR ENDED 31st MARCH 2018

(Amount in ₹)

Particulars	Note	For the year ended 31 March 2018	For the year ended 31 March 2017
Cash flows from operating activities			
Profit before tax		(7,16,875)	22,25,895
Operating cash flow before working capital changes		(7,16,875)	22,25,895
<i>Adjustment For:-</i>			
(Increase)/ Decrease in Current and Non current financial assets		-	-
(Increase)/ Decrease in Other Current and Non-current assets		(1,54,350)	3,61,17,347
(Increase)/ Decrease in Trade Receivables		(54,72,000)	3,20,507
Increase/ (Decrease) in current and Non-current liabilities		5,67,286	(2,77,971)
Cash generated from operations		(57,75,939)	3,83,85,778
Income taxes (paid)/refund		(5,10,000)	(38,707)
Cash generated from operations [A]		(62,85,939)	3,83,47,071
Cash flows from investing activities			
Purchase of fixed assets (Including Capital Work in Progress)		-	-
Net cash generated used in investing activities [B]		-	-
Cash flows from financing activities			
Proceeds from issue of shares		-	-
Net cash generated from financing activities [C]		-	-
Increase in cash and cash equivalents [A+B+C]		(62,85,939)	3,83,47,071
Cash and cash equivalents at the beginning of the year		3,83,73,274	26,203
Cash and cash equivalents at the end of the year		3,20,87,335	3,83,73,274
Components of cash and cash equivalents	5		
Cash on hand		5,140	8
<i>Balances with banks</i>			
- in current accounts		3,20,82,195	3,83,73,266
Total cash and cash equivalents		3,20,87,335	3,83,73,274

Significant accounting Policies**1****Notes to the Accounts****2-26**

As per our report of even date attached

for **AR Nagappan**
Chartered Accountants**AR Nagappan**
Membership No. : 203323
Chennai
Date : 24-05-2018**S.Elangovan**
Chairman & Managing Director
DIN : 01725838**R. Ramesh**
Chief Financial Officer, Chennai
Date : 24-05-2018for and on behalf of the Board of Directors of
ELANGO INDUSTRIES LIMITED**S.A.Premkumar**
Director
DIN : 00342952**N. Asokan**
Company Secretary

STATEMENT OF CHANGES IN EQUITY FOR THE YEAR ENDED 31st MARCH 2018**A. Equity Share Capital**

(Amount in ₹)

Balance at the beginning of the Reporting Period i.e. 1st April 2016	Changes in Equity Share Capital During the year	Balance at the End of the Reporting Period i.e. 31st March 2017	Changes in Equity share capital during the year	Balance at the End of the Reporting Period i.e. 31st March 2017
3,82,16,000	-	3,82,16,000	-	3,82,16,000

B. Other Equity

(Amount in ₹)

Particulars	General Reserve & Subsidy	Profit & Loss Account	Other Comprehensive Income	Total
Balance at the beginning of the Reporting Period i.e. 1st April 2016	50,25,281	40,56,322	-	90,81,603
Add/(Less): Transfer from/(to) Profit and loss Account	-	-	-	-
Add/(Less): Profit/(Loss) for the year	-	18,00,895	-	18,00,895
Add/(Less): Other Comprehensive Income for the year	-	-	-	-
Balance as at the end of the reporting period i.e. 31st March 2017	50,25,281	58,57,217	-	1,08,82,498
Balance at the beginning of the Reporting Period i.e. 1st April 2017	50,25,281	58,57,217	-	1,08,82,498
Add/(Less): Transfer from/(to) Profit and loss Account	-	-	-	-
Add/(Less): Profit/(Loss) for the year	-	(7,16,879)	-	(7,16,879)
Add/(Less): Other Comprehensive Income for the year	-	-	-	-
Balance as at the end of the reporting period i.e. 31st March 2017	50,25,281	51,40,342	-	1,01,65,623

As per our report of even date attached

for **AR Nagappan**
Chartered Accountants**AR Nagappan**
Membership No. : 203323
Chennai
Date : 24-05-2018**S.Elangovan**
Chairman & Managing Director
DIN : 01725838**R. Ramesh**
Chief Financial Officer, Chennai
Date : 24-05-2018for and on behalf of the Board of Directors of
ELANGO INDUSTRIES LIMITED**S.A.Premkumar**
Director
DIN : 00342952**N. Asokan**
Company Secretary

NOTES FORMING PART OF FINANCIAL STATEMENT FOR THE YEAR ENDED 31st MARCH 2018**1 SIGNIFICANT ACCOUNTING POLICIES****1.01 BASIS OF ACCOUNTING**

The accounts have been prepared in accordance with IND AS and Disclosures thereon comply with requirements of IND AS, stipulations contained in Schedule- III (revised) as applicable under Section 133 of the Companies Act, 2013 and with Rule 7 of the Companies (Accounts) Rules 2014, companies (Indian Accounting Standards) Rules 2015 amended from time to time, MSMED Act, 2006, other announcement of ICAI, provisions of the Companies Act and Rules and guidelines issued by SEBI as applicable.

Upto financial year ended on 31st March 2017, the company has prepared the accounts according to the Previous GAAP. The financial statements for the year ended 31st March 2018 are the first to have been prepared in accordance with IND AS. Opening balance sheet as on 1st April 2016 and 31st March 2017 have been presented as comparatives. The transition was carried out retrospectively as on the transition date which is 1st April 2016, and for any variation in the amounts represented in the comparative balance sheet vis-à-vis earlier presentation, reconciliation is given as part of notes. Assets and liabilities have been classified as current or non-current as per the Company's normal operating cycle and other criteria set out in revised Schedule – III to the Companies Act, 2013.

As these are the Company's first financial statements prepared in accordance with Ind AS, Ind AS 101, First-time adoption of Indian Accounting Standards has been applied. Ind AS 101 requires that all Ind AS standards and interpretations that are issued and effective for the first Ind AS financial statements be applied retrospectively consistently for all financial years presented. Accordingly, the Company has prepared financial statements which comply with Ind AS for year ended 31st March, 2018, together with the comparative information as at and for the year ended 31st March, 2017 and the opening Ind AS Balance sheet as at 01.04.2016 the date of transition and An explanation of how the transition to Ind AS has affected the previously reported financial position, financial performance and cash flows of the Company is provided. The financial statements for the year ended 31 March 2018 have been reviewed and subsequently approved by the Board of Directors at its meeting held on 24th May 2018.

1.02 FIRST TIME ADOPTION OF IND AS

A) Ind AS 101- First-time adoption of Indian Accounting Standards, allows first-time adopters, exemptions from the retrospective application and exemption from application of certain requirements of other Ind AS. The Company has availed the following exemptions as per Appendix C&D of Ind AS 101:

- (a) The Company has elected to consider the carrying value of all its investment and property, plant and equipment recognized in the financial statements prepared under Previous GAAP and use the same as deemed cost in the Opening Ind AS Balance Sheet.
- (b) Also that the management of the company considers that items of Assets Other than PPE and Investments are valued at the book value as per previous GAAP since it is the fair value considered and adopted by the management of the company.

B) Mandatory Exceptions from Retrospective Application as per Appendix B of Ind AS 101:-

The Company has applied the following exceptions to the retrospective application of Ind AS as mandatorily required under Ind AS 101:

(a) Estimates

On assessment of the estimates made under the Previous GAAP financial statements, the Company has concluded that there is no necessity to revise the estimates under Ind AS, as there is no objective evidence of an error in those estimates. However, estimates that were required under Ind AS but not required under

Previous GAAP are made by the Company for the relevant reporting dates reflecting conditions existing as at that date.

(b) Classification and measurement of financial assets

The classification of financial assets to be measured at amortised cost or fair value through other comprehensive income is made on the basis of the facts and circumstances that existed on the date of transition to Ind AS.

(c) fair value of Financial Assets

For the Financial Instruments, wherein fair market values are not available (viz. interest free and below market rate security deposits or loans) the Company has elected to adopt fair value recognition prospectively to the transactions entered after the date of transition.

C. Transition to Ind AS - Reconciliations The following reconciliations provide the explanations and quantification of the differences arising from the transition from Previous GAAP to Ind AS in accordance with Ind AS 101:

I. A. Reconciliation of Balance sheet as on 1st April 2016 and as on 31st March 2017.

I. B. Reconciliation of Equity as at 1st April, 2016

I. C. Reconciliation of Equity as at 31st March, 2017

I. D. Reconciliation of Statement of Profit and Loss for the year ended 31st March, 2017

Previous GAAP figures have been reclassified/regrouped wherever necessary to conform with financial statements prepared under Ind AS.

1.03 CASH FLOW STATEMENT

Cash flows are reported using the indirect method, whereby profit before tax is adjusted for the effects of transactions of non-cash nature and deferrals and accruals of past or future cash receipts or payments.

Cash & cash equivalent comprises cash on hand and deposit with financial institutions, highly liquid investments which are readily convertible into cash.

Cash flows are reported using IND AS w.e.f. 01.04.2017 by applying Revised Norms. There were no material differences between the Statement of Cash Flows presented under Ind AS and the Previous GAAP.

1.04 FINANCIAL ASSETS

Equity investments

The Investment of Rs.2,50,000/- in the Equity Shares of M/s. Kaveri Gas Power Ltd, under the same management whose shares are unquoted are valued at cost. The Management is of the opinion that there is no diminishing value on these Investments.

Investments in subsidiaries and Associates are carried at cost less accumulated impairment losses, if any. Where an indication of impairment exists, the carrying amount of the investment is assessed and written down immediately to its recoverable amount. On disposal of investments in subsidiaries and associates, the difference between net disposal proceeds and the carrying amounts are recognized in the Statement of Profit and Loss.

Upon first-time adoption of Ind AS, the Company has elected to measure its Financial assets at carrying value as Fair value of the assets.

1.05 FINANCIAL INSTRUMENTS

All financial instruments are recognised initially at fair value. Transaction costs that are attributable to the acquisition of the financial asset (other than financial assets recorded at fair value through profit or loss) are included in the fair value of the financial assets. Loans and borrowings and payable are recognised net of directly attributable transactions costs.

(i) Financial assets at amortised cost:

A financial asset shall be measured at amortised cost if both of the following conditions are met: (a) the financial asset is held within a business model whose objective is to hold financial assets in order to collect contractual cash flows and (b) the contractual terms of the financial asset give rise on specified dates to

cash flows that are solely payments of principal and interest on the principal amount outstanding (SPPI). They are presented as current assets, except for those maturing later than 12 months after the reporting date which are presented as non-current assets. Financial assets are measured initially at fair value plus transaction costs and subsequently carried at amortized cost using the effective interest method, less any impairment loss.

Financial assets at amortised cost are represented by trade receivables, security deposits, cash and cash equivalents, employee and other advances and eligible current and non-current assets.

Cash and cash equivalents comprise cash on hand and in banks and demand deposits with banks which can be withdrawn at any time without prior notice or penalty on the principal.

For the purposes of the cash flow statement, cash and cash equivalents include cash on hand, in banks and in fixed deposits with a original maturity period of less than 12 months from balance sheet date are considered as a part of the Company's cash management system.

(ii) Financial liabilities:

The Company classifies all financial liabilities as subsequently measured at amortised cost, except for financial liabilities at fair value through profit or loss. Such liabilities, including derivatives that are liabilities, shall be subsequently measured at fair value.

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, 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 and incremental transaction cost.
- 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.
- The Company's financial liabilities include trade and other payables, loans and borrowings including bank overdrafts, financial guarantee contracts.

1.06 FAIR VALUE MEASUREMENT

The Company measures financial instruments, such as, equity shares at fair value at each balance sheet 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:

- In the principal market for the asset or liability, or
- 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.

1.07 IMPAIRMENT OF FINANCIAL ASSETS

(i) Financial assets: In accordance with Ind AS 109, the Company applies expected credit loss (ECL) model for measurement and recognition of impairment loss. The Company follows 'simplified approach' for recognition of impairment loss allowance on trade receivable.

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.

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

Financial assets measured at amortised cost, contractual revenue receivable: 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 group does not reduce impairment allowance from the gross carrying amount.

1.08 IMPAIRMENT OF NON FINANCIAL ASSETS

Assessment for impairment is done at each Balance Sheet date as to whether there is any indication that a non-financial asset may be impaired. Indefinite life intangibles are subject to a review for impairment annually or more frequently if events or circumstances indicate that it is necessary. For the purpose of assessing impairment, the smallest identifiable group of assets that generates cash inflows from continuing use that are largely independent of the cash inflows from other assets or groups of assets is considered as a cash generating unit.

If any indication of impairment exists, an estimate of the recoverable amount of the individual asset/cash generating unit is made. Asset/cash generating unit whose carrying value exceeds their recoverable amount are written down to the recoverable amount by recognising the impairment

1.09 CONTINGENT LIABILITY

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. Provisions are measured at the best estimate of the expenditure required to settle the present obligation at the Balance Sheet date. If the effect of the time value of money is material, provisions are discounted to reflect its present value using a current pre-tax rate that reflects the current market assessments of the time value of money and the risks specific to the obligation. When discounting is used, the increase in the provision due to the passage of time is recognised as a finance cost. Contingent liabilities are disclosed when there is a possible obligation arising from past events, the existence of which will be confirmed only by the occurrence or non-occurrence of one or more uncertain future events not wholly within the control of the Company or a present obligation that arises from past events where it is either not probable that an outflow of resources will be required to settle the obligation or a reliable estimate of the amount cannot be made.

1.10 ACCOUNTING FOR TAXES ON INCOME

Income tax comprises current and deferred tax. Income tax expense is recognized in the statement of profit and loss except to the extent it relates to items directly recognized in equity or in other comprehensive income.

(a) *Current income tax*: Current income tax for the current and prior periods are measured at the amount expected to be recovered from or paid to the taxation authorities based on the taxable income for the period. The tax rates and tax laws used to compute the current tax amount are those that are enacted or substantively enacted by the reporting date and applicable for the period. The Company offsets current tax assets and current tax liabilities, where it has a legally enforceable right to set off the recognized amounts and where it intends either to settle on a net basis or to realize the asset and liability simultaneously.

(b) *Deferred income tax*: Deferred income tax is recognized using the balance sheet approach. Deferred income tax assets and liabilities are recognized for deductible and taxable temporary differences arising between the tax base of assets and liabilities and their carrying amount in financial statements, except

when the deferred income tax arises from the initial recognition of goodwill or an asset or liability in a transaction that is not a business combination and affects neither accounting nor taxable profits or loss at the time of the transaction. Deferred income tax asset are recognized 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 utilized.

Deferred income tax liabilities are recognized for all taxable temporary differences.

1.11 EMPLOYEE BENEFITS

Defined Contribution Plan

As there are less number of employees on the roll of company, the company has not devised any recognised contribution plan.

1.12 RECOGNITION OF INCOME

Revenue from Services is recognized in the financial statement based on full performance and completion of services rendered relating to Operation & Maintenance services provided to Cauvery Power Generation Chennai Private Limited.

With respect to Dividend Income it is recognised based on the right to receive the dividend arises to the company.

Other Income relating to Creditors written back during the financial year.

Dividend income is recognised in profit or loss on the date on which the Company's right to receive payment is established.

1.13 PROPERTY, PLANT AND EQUIPMENTS

Recognition and measurement: Property, plant and equipment are measured at cost less accumulated depreciation and impairment losses, if any. Cost includes expenditures directly attributable to the acquisition of the asset.

Depreciation: The Company depreciates property, plant and equipment over the estimated useful life on a straight-line basis from the date the assets are ready for intended use. Assets acquired under finance lease and leasehold improvements are amortized over the lower of estimated useful life and lease term.

Depreciation methods, useful lives and residual values are reviewed at each reporting date. When parts of an item of property, plant and equipment have different useful lives, they are accounted for as separate items (major components) of property, plant and equipment. Subsequent expenditure relating to property, plant and equipment is capitalized only when it is probable that future economic benefits associated with these will flow to the Company and the cost of the item can be measured reliably. Repairs and maintenance costs are recognized in the statement of profit and loss when incurred. The cost and related accumulated depreciation are eliminated from the financial statements upon sale or disposition of the asset and the resultant gains or losses are recognized in the statement of profit and loss.

Amounts paid towards the acquisition/construction of property, plant and equipment outstanding as of each reporting date and the cost of property, plant and equipment not ready for intended use before such date are disclosed under capital work-in-progress. The Company has taken all the direct costs incurred on acquisition of assets including the interest cost, the depreciation on assets acquired during the construction phase and all other administration expenses incurred towards the acquisition/construction of property, plant and equipment to Capital Work-in-Progress.

1.14 FOREIGN CURRENCY TRANSACTION

There is no foreign currency transaction during the financial year 2017-18, hence there is no exchange difference.

1.15 OPERATING SEGMENT

Income from the Operation and management services were the only activity carried out by the company during this year and there were no other business activities carried out. Hence, the application of segment reporting is not required.

1.16 EARNINGS PER SHARE

Basic earnings per share is computed using the weighted average number of equity shares outstanding during the period.

Diluted EPS is computed by dividing the net profit after tax by the weighted average number of equity shares considered for deriving basic EPS and also weighted average number of equity shares that could have been issued upon conversion of all dilutive potential equity shares. Dilutive potential equity shares are deemed converted as of the beginning of the period, unless issued at a later date. Dilutive potential equity shares are determined independently for each period presented.

1.17 CORPORATE SOCIAL RESPONSIBILITY

As the criteria for Complying with the Provisions of Corporate Social Responsibility under the company's act 2013 has not arisen, accordingly complying with CSR activities does not arise.

1.18 GOING CONCERN BASIS

The Financial Statements of the company have been prepared on a going concern basis, which contemplates the realization of assets and discharge of liabilities in the normal course of business for the foreseeable future.

The management has addressed the criticality of the issue in the company and has initiated various steps to revive the business activities through mergers and acquisition, restructuring of activities along with the present investment of surplus funds into the diversified projects. etc for which various processes of formalities has already been commenced.

Accordingly, the management of the company has commenced the profitable business operations during the Financial Year under report from the Activity of rendering service relating to Operation & Maintenance for Power Generating Plants and other services.

1.19 FUNCTIONAL AND PRESENTATION CURRENCY

Items included in the financial statements are measured using the currency of the primary economic environment in which the entity operates (i.e. the "functional currency"). The financial statements are presented in Indian Rupee(₹), the national currency of India, which is the functional currency of the Company.

1.20 CURRENT versus NON-CURRENT CLASSIFICATION

The Company presents assets and liabilities in the balance sheet based on current/ non-current classification. An asset is treated as current when it is:

- Expected to be realised or intended to be sold or consumed in normal operating cycle
- Expected to be realised within twelve months after the reporting period, or
- 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 current when:

- It is expected to be settled in normal operating cycle.
 - It is due to be settled within twelve months after the reporting period, or
 - 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.

PART 1 BALANCE SHEET

(Amount in ₹)

2 Finance Asset - Investment	As at 31-03-2018	As at 31-03-2017	As at 01-04-2016
<i>Investments measured at Fair Value Through Other Comprehensive Income</i>			
Investment in Equity Instruments - Unquoted			
In Kaveri Gas Power Limited			
25,000 Equity Shares @ Rs. 10 each fully paid	2,50,000	2,50,000	2,50,000
	2,50,000	2,50,000	2,50,000
3 Non-Current Tax Assets			
<i>Unsecured, considered good</i>			
Advance Income Tax (Net of provision)	5,10,000	-	57,293
	5,10,000	-	57,293
4 Other Non-Current Assets			
<i>Unsecured, considered good</i>			
Balance with Statutory Authorities	1,12,01,636	1,12,01,636	1,12,01,636
	1,12,01,636	1,12,01,636	1,12,01,636
5 Finance Asset - Trade receivable			
<i>Unsecured, considered good</i>			
Trade receivables	54,72,000	-	3,20,507
	54,72,000	-	3,20,507
6 Finance Asset - Cash and cash Equivalents			
Balances with Banks (of the nature of cash and cash equivalents)			
- in current accounts	3,20,82,195	3,83,73,266	19,691
Cash on hand	5,140	8	6,512
	3,20,87,335	3,83,73,274	26,203
7 Other Current Assets			
<i>Unsecured, considered good</i>			
Balance with Government Authorities	42,696	-	3,517
Other current assets to related parties	-	-	3,61,16,738
Others	1,14,562	2,908	-
	1,57,258	2,908	3,61,20,255

8 SHARE CAPITAL

(Amount in ₹)

Particulars	Authorised			Issued, Subscribed and paid-up	
	Number of share	Face Value	Total Value (₹ in Lakhs)	Number of share	Total Value (₹ in Lakhs)
Previous Year 2016-17					
Equity Shares					
Opening balance as on 1 Apr 2016	40,00,000		4,00,00,000	38,16,100	3,81,61,000
Increase during the year	-		-	-	-
Closing balance as on 31 Mar 2017	40,00,000	10	4,00,00,000	38,16,100	3,81,61,000
Current Year 2017-18					
Equity Shares					
Opening balance as on 1 Apr 2017	40,00,000		4,00,00,000	38,16,100	3,81,61,000
Increase during the year	-		-	-	-
Closing balance as on 31 Mar 2018	40,00,000	10	4,00,00,000	38,16,100	3,81,61,000

8.1 The rights, preferences and restrictions attaching to each class of shares including restrictions on the distribution of dividends and the repayment of capital:

The Company has one class of equity shares having a par value of Rs 10 per share. Each shareholder is eligible for one vote per share held. The dividend, if any, proposed by the Board of Directors shall be subject to the approval of the Shareholders in the ensuing Annual General Meeting, except in case of interim dividend. In the event of liquidation, the equity shareholders are eligible to receive the remaining assets of the Company after distribution of all preferential amounts if any, in proportion to their shareholding.

8.2 Shares of the company held by holding company: NIL

8.3 Details of shareholders holding more than 5% shares in the Company:

(Amount in ₹)

Class of shares / Name of shareholder	As at 31st March 2018	As at 31st March 2017	As at 1st April 2016
		% holding	
Equity shares with voting rights			
S.Elangovan	24.83%	24.83%	15.59%
Shanmugam	0.00%	0.00%	9.16%
Cauvery Power Trading Chennai Ltd.	7.21%	7.21%	7.21%

8.4 The Company has not allotted any fully paid up equity shares by way of bonus shares nor has bought back any class of equity shares during the period of five years immediately preceding the balance sheet date.

8.5 There are no shares for which calls remain unpaid.

Particulars	As at 31st March 2018	As at 31st March 2017
Forfeited Shares	55,000	55,000

Equity

(Amount in ₹)

9 Other Equity	As at 31-03-2018	As at 31-03-2017	As at 01-04-2016
General Reserve & Subsidy			
Opening Balance	50,25,281	50,25,281	50,25,281
Add: Changes during the year	-	-	-
Closing Balance	50,25,281	50,25,281	50,25,281
Profit & Loss Account			
Opening Balance	58,57,217	40,56,322	(19,26,712)
Add/(less): Profit/(Loss) during the year	(7,16,875)	18,00,895	59,83,034
Closing Balance	51,40,342	58,57,217	40,56,322
Other Comprehensive Income			
Opening Balance	-	-	-
Add/(less): Other Comprehensive Income during the year	-	-	-
	-	-	-
Closing Balance	1,01,65,623	1,08,82,498	90,81,603

Current liabilities

(Amount in ₹)

10 Financial Liabilities - Trade Payables

- Dues to micro and small enterprises (refer note below)	-	-	-
- Dues to other creditors	10,51,207	1,62,061	4,56,041
	10,51,207	1,62,061	4,56,041

Note: According to the information available with the Company, there are no dues payable to Micro and Small Enterprises as defined under the "The Micro, Small and Medium Enterprises Development Act, 2006". The Ministry of Micro, Small and Medium Enterprises has issued an Office Memorandum dated 26 August 2008 which recommends that the Micro and Small Enterprises should mention in their correspondence with its customers the Entrepreneur's Memorandum Number as allocated after filling of the Memorandum. Further there are no dues payable to micro and small scale industries (previous year: Rs Nil).

(Amount in ₹)

11 Other current liabilities

Employee due payable	1,17,263	1,20,997	1,08,923
Statutory dues payable	81,000	31,032	34,952
Other payables	47,136	67,500	78,375
	2,45,399	2,19,529	2,22,250

12 Provisions

Provision for Demat expenses	-	18,730	-
	-	18,730	-

13 Current Tax Liability (Net)

Income Tax payable (Net of TDS, Advance tax paid)	-	3,29,000	-
	-	3,29,000	-

14 Revenue from Operations

(Amount in ₹)

	Particulars	For the year ended 31st March 2018	For the year ended 31st March 2017
(a)	O & M Charges	51,00,000	48,00,000
	Total	51,00,000	48,00,000

15 Other Income

	Particulars	For the year ended 31st March 2018	For the year ended 31st March 2017
(a)	Income tax refund	-	2,007
(b)	Creditors written back	1,39,388	81,000
	Total	1,39,388	83,007

16 Employee Benefit Expenses

	Particulars	For the year ended 31st March 2018	For the year ended 31st March 2017
(a)	Salaries, Wages & Bonus	18,38,348	18,93,924
(b)	Welfare expenses	15,000	30,000
	Total	18,53,348	19,23,924

17 Other Expenses

	Particulars	For the year ended 31st March 2018	For the year ended 31st March 2017
(a)	Payment to Auditors		
	Statutory Audit	88,500	64,125
	Tax Audit	-	-
(b)	Professional Charges	8,17,326	1,67,111
(c)	Administrative Expenses	2,13,776	1,19,083
(d)	Legal & Secretarial Charges	3,614	1,30,484
(e)	Custodial Fee - NSDL & CDSL	8,025	33,656
(f)	Demat Expenses	-	18,730
(g)	Listing fee	2,50,000	2,50,000
(h)	Manpower, Security & Hire Charges	21,10,129	-
(i)	Consumable & Spares	1,69,545	-
(j)	Repairs & Maintenance & Others	4,42,000	-
	Total	41,02,915	7,33,189

18 First Time Adoption of Ind AS

A Effect of Ind AS adoption of balance Sheet

(Amount in ₹)

Particulars	As at 31st March 2017			As at 1st April 2016		
	Previous GAAP	Effect of Transition to Ind AS	Ins AS	Previous GAAP	Effect of Transition to Ind AS	Ins AS
ASSETS						
Non-current assets						
Financial Assets						
- Investments	2,50,000	-	2,50,000	2,50,000	-	2,50,000
Non-Current Tax Assets (NET)	-	-	-	57,293	-	57,293
Other Non-Current Assets	1,12,01,636	-	1,12,01,636	1,12,01,636	-	1,12,01,636
Current assets						
Financial Assets						
- Trade receivable	-	-	-	3,20,507	-	3,20,507
- Cash and cash equivalents	3,83,73,274	-	3,83,73,274	26,203	-	26,203
Other Current Assets	2,908	-	2,908	3,61,20,255	-	3,61,20,255
Total assets	4,98,27,818	-	4,98,27,818	4,79,75,894	-	4,79,75,894
EQUITY AND LIABILITIES						
Equity						
Equity Share capital	3,82,16,000	-	3,82,16,000	3,82,16,000	-	3,82,16,000
Other Equity	1,08,82,498	-	1,08,82,498	90,81,603	-	90,81,603
Total equity						
LIABILITIES						
Current liabilities						
Financial Liabilities						
- Trade payables	1,62,061	-	1,62,061	4,56,041	-	4,56,041
Other current liabilities	2,19,529	-	2,19,529	2,22,250	-	2,22,250
Provisions	18,730	-	18,730	-	-	-
Current Tax Liability (net)	3,29,000	-	3,29,000	-	-	-
Total Equity and Liabilities	4,98,27,818	-	4,98,27,818	4,79,75,894	-	4,79,75,894

B Effect of Ind As adoption on the Statement of Profit and Loss

(Amount in ₹)

Particulars	For the year ended 31st March 2018	Effect of Transition to Ind As	For the year ended 31st March 2018 (Ind AS)	For the year ended 31st March 2017	Effect of Transition to Ind As	For the year ended 31st March 2017 (Ind as)
Revenue From Operations	51,00,000	-	51,00,000	48,00,000	-	48,00,000
Other Income	1,39,388	-	1,39,388	83,007	-	83,007
Total Income (I+II)	52,39,388	-	52,39,388	48,83,007	-	48,83,007
Expenses						
Employee benefits expense	18,53,348	-	18,53,348	19,23,924	-	19,23,924
Other expenses	41,02,915	-	41,02,915	7,33,189	-	7,33,189
Total Expenses (IV)	59,56,263	-	59,56,263	26,57,113	-	26,57,113
Profit/(loss) before exceptional items and tax	(7,16,875)	-	(7,16,875)	22,25,895	-	22,25,895
Exceptional Items	-	-	-	-	-	-
Profit/(loss) before tax (VIII-IX)	(7,16,875)	-	(7,16,875)	22,25,895	-	22,25,895
Tax expense:						
(1) Current tax	-	-	-	4,25,000	-	4,25,000
(2) Deferred tax	-	-	-	-	-	-
Profit/(loss) after Tax	(7,16,875)	-	(7,16,875)	18,00,895	-	18,00,895
Other Comprehensive Income	-	-	-	-	-	-
Total Other Comprehensive Income	-	-	-	-	-	-
Total Comprehensive Income for the year	(7,16,875)	-	(7,16,875)	18,00,895	-	18,00,895

C.Reconciliation Of Equity and other Equity as previously reported under IGAAP to IND AS

(Amount in ₹)

Particulars	As at 31st March 2017	As at 1st April 2016
Equity as Reported under IGAAP	3,82,16,000	3,82,16,000
Effect of IND AS	-	-
Equity as Reported under IND AS	3,82,16,000	3,82,16,000

Other expenses	As at 31st March 2017	As at 1st April 2016
Other Equity as Reported under IGAAP	1,08,82,498	90,81,603
Effect of IND AS	-	-
Equity as Reported under IND AS	1,08,82,498	90,81,603

19 Earnings per share (EPS)

The following table sets forth the computation of basic and diluted earnings per share:

(Figures in rupees except number of shares)

Particulars	For the year ended 31 March 2018	For the year ended 31 March 2017
Profit / (Loss) after taxation as per statement of profit and loss	(7,16,875)	18,00,895
Less: Dividends	-	-
Net profit adjusted for the effects of dilutive potential equity shares for calculation of diluted EPS	(7,16,875)	18,00,895

Particulars	For the year ended 31 March 2018	For the year ended 31 March 2017
Number of equity shares at the beginning of the year	38,16,100	38,16,100
Add: Weighted average number of equity shares issued during the year	-	-
Number of weighted average equity shares considered for calculation of basic earnings per share	38,16,100	38,16,100
Add: Dilutive effect	-	-
Number of weighted average shares considered for calculation of diluted earnings per share	38,16,100	38,16,100
Earnings / (loss) per share:		
Basic	(0.19)	0.47
Diluted	(0.19)	0.47

20 Related parties disclosures**(i) List of related parties:**

Name of Company	Relationship
Cauvery Power Generation Pvt Ltd Kaveri Gas Power Ltd	KMP having significant influence Investment made

(ii) Details of directors of the Company:

Name of Personnel	Designation
S.Elangovan	Managing Director
S.Aprem Kumar	Director
V.R. Subramaniam	Independent Director
Preethi Natarajan	Independent Director
M.Ramasamy	Independent Director

(iii) Details of Key Managerial Personnel:

Name of Personnel	Designation
S.Elangovan	Managing Director
R.Ramesh	Chief Financial Officer
N.Asokan	Company Secretary

(iv) Related parties with whom transactions have taken place during the year:

(Amount in ₹)

Particulars	Company	Key Management Personnel
For the year ended 31 March 2018		
Loans and advances received Kaveri Gas power Ltd	1,58,50,000	-
Services Rendered to Cauvery Power Generation Pvt Ltd	51,00,000	-
Repayment of loans and advances given Kaveri Gas power Ltd	(1,58,50,000)	-
For the year ended 31 March 2017		
Services Rendered to Cauvery Power Generation Pvt Ltd	48,00,000	-

(v) Amount outstanding as at the balance sheet date:*(Amount in ₹)*

Particulars	Company	Key Management Personnel
	As at 31 March 2018	
Financial Asset - Trade Receivable Cauvery Power Generation Pvt Ltd Investment	54,72,000	-
Kaveri Gas Power Ltd	2,50,000	-
	As at 31 March 2017	
Investment Kaveri Gas Power Ltd	2,50,000.00	-

(vi) Managerial Remuneration:-

Payment of Managerial Remuneration and other benefits inclusive of perquisites not made to the Managing Director and Director against their option.

21 Financial risk management

The Company's activities expose it to a variety of financial risks: market risk, foreign currency risk, credit risk and liquidity risk. The Company's primary focus is to foresee the unpredictability of financial markets and seek to minimize potential adverse effects on its financial performance. The Company's exposure to credit risk is influenced mainly by the individual characteristic of each customer and the concentration of risk from the top few customers.

Credit risk

Credit risk is the risk of financial loss to the Company if a customer or counterparty to a financial instrument fails to meet its contractual obligations, and arises principally from the Company's receivables from customers. The maximum exposure to credit risk is equal to the carrying value of the financial assets. The objective of managing counterparty credit risk is to prevent losses in financial assets. The management Credit risk on cash and cash equivalents is limited as we generally invest in deposits with banks with high credit ratings assigned by international and domestic credit rating agencies.

Liquidity risk

Prudent liquidity risk management implies maintaining sufficient cash and the availability of funding through an adequate amount of committed credit facilities to meet obligations when due. Management monitors rolling forecasts of the Company's liquidity position and cash and cash equivalents on the basis of expected cash flows. In addition, processes and policies related to such risks are overseen by senior management.

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 comprise 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 primarily include borrowings.

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 does not have any long term loan. Hence the company is affect due to interest rate risk.

Foreign Currency Risk

The Company does not have any foreign currency exposure.

22 Financial instruments

The carrying value and fair value of financial instruments by categories as at 31 March 2018 and 31 March 2017 are as follows:

(Amount in ₹)

Particulars	Note	Carrying value		Fair value	
		As at 31-3-2018	As at 31-3-2017	As at 31-3-2018	As at 31-3-2017
Financial Assets					
Amortised cost					
Investment	2	2,50,000	2,50,000	2,50,000	2,50,000
Trade receivables	5	54,72,000	-	54,72,000	-
Cash and cash equivalents	6	3,20,87,335	3,83,73,274	3,20,87,335	3,83,73,274
Total financial assets		3,20,87,335	3,83,73,274	3,20,87,335	3,83,73,274
Financial liabilities					
Amortised cost					
Trade payables	10	10,51,207	1,62,061	10,51,207	1,62,061
Total financial liabilities		10,51,207	1,62,061	10,51,207	1,62,061

The management assessed that trade receivables, cash and cash equivalents, trade payables approximate their carrying amounts largely due to the short-term maturities of these instruments.

23 Discontinued operations**(a) Discription**

On 1st April 2003 the company has discontinued its operating segment of manufacturing of steels.

(b) Financial performance and cash flow informations

The financial performances and cash flow informations for the year ended 31.03.2018 are as follows:-

Particulars	As at 31 March 2018	As at 31 March 2017
Revenue	-	-
Expenses	-	-
Profit before income tax	-	-
Income tax	-	-
Profit from discontinued operations	-	-
other comprehensive income from discontinued operations		
Net cash flow from operating activities	-	-
Net cash flow from investing activities	-	-
Net cash flow from financing activities	-	-
Net increase in cash generation from discontinued operations	-	-

(c) Assets and Liabilities of disposal group clasified as held for sale

Particulars	As at 31 March 2018	As at 31 March 2017
<i>Assets clasified as held for sale</i>	-	-
Property, plan and equipments	-	-
Trade receivables	-	-
other current assets	-	-
Total Assets of disposal group held for sale	-	-
<i>Liabilities directly associated with assets classsified for sale</i>		
Trade payables	-	-
other current liabilities	-	-
Total Liabilities of disposal group held for sale	-	-

24 There is no timing difference for recognising the deferred tax assets and liabilites during the previous year since the timing differences related mainly to unabsorbed depreciation and unabsorbed business losses and the net effect of such differences will result in deferred tax asset. The company has not earned any taxable income hence as per IND AS 12 the net deferred tax asset relating to the above period has not been recognized in the accounts.

25 Confirmation of Balances from certain parties for the amounts due to them or due from them is yet to be received / reconciled. In the opinion, of the Board of Directors and to the best of their knowledge and belief, the value on realization of Current Assets, Loans and Advances in the ordinary course of business will not be less than the amount at which they are stated in the Balance sheet.

26 Corresponding figures for the previous year presented under IGAAP have been regrouped, where necessary, to conform to the current year's classification as per INDAS.

As per our report of ever date attached.

for **AR Nagappan**
Chartered Accountants

AR Nagappan
Membership No. : 203323
Chennai
Date : 24-05-2018

S.Elangovan
Chairman & Managing Director
DIN : 01725838

R. Ramesh
Chief Financial Officer, Chennai
Date : 24-05-2018

for and on behalf of the Board of Directors of
ELANGO INDUSTRIES LIMITED

S.A.Premkumar
Director
DIN : 00342952

N. Asokan
Company Secretary

ELANGO INDUSTRIES LIMITED**CIN: L27104TN1989PLC017042**

No:5 , Ranganathan Gardens, 15th Main Road - Extn. Anna Nagar , Chennai -600040

Telephone No: 044- 4217 2116: Fax 044- 4217 2118

Website:www.elangoindustries.com. E-Mail: manoranjana.r@kaveripower.com

PROXY FORM – MGT-11

(Pursuant to Section 105 (6) of the Companies Act, 2013 and Rule 19 (3) of the Companies (Management and Administration) Rules, 2014)

Name of the Member(s)	
Registered Address	
Email ID	
Folio No. / DP ID/ CL ID	

I / We, being the member(s) of _____ Equity Shares of Elango Industries Ltd, hereby appoint

1. Name : _____
 Address : _____
 Email id : _____ Signature: _____, or failing him / her
2. Name : _____
 Address : _____
 Email id : _____ Signature: _____, or failing him / her
3. Name : _____
 Address : _____
 Email id : _____ Signature: _____, or failing him / her

As my proxy to attend and vote (on a poll) for me / us and on my / our behalf at the **29th Annual General Meeting of the Company, to be held on Thursday 27th day of September, 2018 at 11 AM** at the Registered Office of the Company and at any adjournment thereof, in respect of such resolutions set out in the Notice convening the meeting, as are indicated below:

Ordinary Business:

- Adoption of Financial Statements, Report of Board of Directors and Auditors thereon for the year ended 31st March, 2018.
- Reappointment of Mr. S.A Premkumar as Director

Signed thisDay of 2018

.....
Signature of the member.....
Signature of Proxy holder(s)

Note : This form of Proxy in order to be effective should be duly completed and deposited at the Registered office of the Company, not less than 48 hours before the commencement of the Meeting.



ELANGO INDUSTRIES LIMITED**CIN: L27104TN1989PLC017042**

No:5 , Ranganathan Gardens, 15th Main Road - Extn. Anna Nagar , Chennai -600040

Telephone No: 044- 4217 2116

Website:www.elangoindustries.com. E-Mail: manoranjana.r@kaveripower.com

Attendance Slip

Members attending the Meeting in person or by Proxy are requested to complete the attendance slip and hand it over at the entrance of the meeting hall.

29th Annual General Meeting

Reg. Folio/DP ID/CL ID
Name and Address
of the shareholder

- 1) I/we hereby record my presence at the 29th Annual General Meeting of the Company being held on Thursday, 27th day of September, 2018 at 11.00 a.m. at No.5, Ranganathan Garden, 15th Main Road Extn. Anna Nagar, Chennai 600 040.
- 2) Signature of the shareholder/proxy present.....
- 3) Shareholder/proxy holder desiring to attend the meeting should bring his/her copy of Annual Report for reference at the meeting

E- Voting Information

EVS [Electronic Voting Sequence Number]	User ID	Password

Note: Please refer to the instructions printed under notes to the notice of 29th Annual General Meeting. The voting period starts from 10.00 a.m.(IST) on 24th September, 2018 and ends at 5.00 p.m (IST) on 26th September, 2018. The voting model shall be disabled by CDSL for voting thereafter