

2017-18

हिन्दुस्तान केबल्स लिमिटेड  
HINDUSTAN CABLES LIMITED



६६ वाँ वार्षिक प्रतिवेदन एवं लेखा  
66th Annual Reports & Accounts

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# HINDUSTAN CABLES LIMITED

## **BOARD OF DIRECTORS**

- |                    |                                  |
|--------------------|----------------------------------|
| Shri R.K. Mitra    | - Chairman and Managing Director |
| Smt. Ritu Pande    | - Director                       |
| Shri A.M. Manichan | - Director                       |
| Shri Nitin Jain    | - Director                       |

## **STATUTORY AUDITORS**

Messers Das & Prasad  
Chartered Accountants  
Kolkata

## **BRANCH AUDITORS**

Messers R.K. Krishna & Associates  
Chartered Accountants  
Hyderabad

## **BANKERS**

State Bank of India  
Bank of Baroda  
Allahabad Bank

## **REGISTERD OFFICE**

1/315, Gariahat Road (Jodhpur Park)  
Kolkata- 700 068



## हिन्दुस्तान केबल लिमिटेड

(भारत सरकार का उपक्रम)

पंजीकृत एवं नैगम कार्यालय

1/315, गारियाहाट रोड (जोधपुर पार्क)  
कोलकाता - 700068, भारत



## HINDUSTAN CABLES LIMITED

(A Govt. of India Undertaking)

REGISTERED & CORPORATE OFFICE

1/315, GARIAHAT ROAD, (JODHPUR PARK)  
KOLKATA 700 068, INDIA

Phone No. : (033) 4604-5572

Email : [cmdhckol@gmail.com](mailto:cmdhckol@gmail.com) | Website : [www.hindcables.net](http://www.hindcables.net)

CORP/SEC/66 AGM / 2018  
November 02, 2018

### NOTICE OF THE 66<sup>th</sup> ANNUAL GENERAL MEETING

Notice is hereby given that the 66th Annual General Meeting of Hindustan Cables Limited will be held on Saturday, the 1st December, 2018 at Hindustan Cables Limited, 1/315, Gariahat Road, Kolkata 700 068 at 02:30 PM to transact the following business :

1. To consider and adopt the Report of the Directors for the year ended 31st March 2018.
2. To consider and adopt the Profit and Loss Account for the year ended 31st March 2018 and Balance Sheet as on that date along with the Report of the Auditors thereon.
3. To authorize the Board of Directors to fix the remuneration of Auditors for the year 2018-19.

By Order of the Board of Directors

((R.K. Mitra)  
Chairman and Managing Director

To  
All Members  
**Hindustan Cables Limited**

#### Notes:

- a) A member entitled to attend and vote at the meeting is entitled to appoint a proxy to attend and vote instead of himself and the proxy need not be a Member of the company. A blank form of proxy is enclosed, which, if used, should be returned to the Registered Office of the Company duly completed, not later than 48 hours before the commencement of the Meeting.
- b) The Register of Members and the Share Transfer Books of the Company has been closed from 28.05.2018 to 08.06.2018 (both days inclusive)

**Form No. MGT-11**  
**Proxy form**

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

CIN : L31300WB1952GOI020560

Name of the Company : HINDUSTAN CABLES LIMITED

Registered office : 1/3/15, Gariahat Road, Kolkata 700 068

Name of the Member(s) :
Registered address :
E-mail id :
Folio No/Clint id :

I/We being the member(s) of ..... shares of the above names company, hereby appoint

1. Name : .....  
Address :  
E-mail id :  
Signature : ..... or failing him
2. Name : .....  
Address :  
E-mail id :  
Signature : ..... or failing him
3. Name : .....  
Address :  
E-mail id :  
Signature : ..... or failing him

As my/our proxy to attend and vote (on a poll) for me/us and on my/our behalf at the 66th Annual General Meeting of the Company, to be held on Saturday, the 1st December, 2018 at 02.30 PM at Hindustan cables Limited, 1/315, Gariahat Road, Kolkata 700 068 and at any adjournment thereof in respect of such resolutions as are indicated below :

Resolution No. (Ordinary Resolution)

1. To consider and adopt the Report of the Directors for the year ended 31st March, 2018.
2. To consider and adopt the Profit and Loss Account for the year ended 31st March, 2018 and Balance Sheet as on that date along with the Report of the Auditors thereon.
3. To authorise the Board of Directors to fix the remuneration of Auditors for the year 2018-19.

Signed this ..... day of ..... 2018

Affix Revenue  
Stamp

Signature of Shareholder

Signature of Proxy holders (s)

Note : the 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

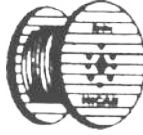


## हिन्दुस्तान केबल लिमिटेड

(भारत सरकार का उपक्रम)

पंजीकृत एवं नैगम कार्यालय

1/315, गारियाहाट रोड (जोधपुर पार्क)  
कोलकाता - 700068, भारत



## HINDUSTAN CABLES LIMITED

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REGISTERED & CORPORATE OFFICE

1/315, GARIAHAT ROAD, (JODHPUR PARK)

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Phone No. : (033) 4604-5572

Email : [cmdhckol@gmail.com](mailto:cmdhckol@gmail.com) | Website : [www.hindcables.net](http://www.hindcables.net)

CORP/SEC/66 AGM / 2018

01.12.2018

ADJOURND 66th ANNUAL GENERAL MEETING RESCHEDULED ON SATURDAY, 8TH DECEMBER, 2018 AT 02:30 PM AT REGISTERED AND CORPORATE OFFICE OF THE COMPANY.

The 66th Annual General Meeting scheduled on 01.12.2018 was adjourned as quorum was not present (u/s 103(2)(a) of the Companies Act 2013 and in accordance with Clauses 49 of the Article of Association of the Company).

Accordingly, the meeting has been rescheduled in the next week i.e. on Saturday, the 8th December, 2018 at 02:30 PM at Registered and Corporate Office of the Company at 1/315, Gariahat Road, Kolkata 700 068.

The business of the adjourned AGM will remain same with the business mentioned in the notice no.CORP/SEC/66 AGM/2018, dated 02.11.2018, calculated earlier.

For and behalf of Hindustan Cables Limited

R.K. Mitra  
Chairman and Managing Director

To  
All Members  
Hindustan Cables Limited

## DIRECTORS' REPORT

**TO  
THE SHAREHOLDERS  
HINDUSTAN CABLES LIMITED**

Dear Shareholders,

On behalf of the Board of Directors, I have great pleasure in presenting you the 66th Annual Report on the working of the Company for the year ended 31st March 2018 along with the Audited Statement of Accounts, Auditors' Report and the Review of the Accounts by the Comptroller & Auditor General of India.

### 2. PERFORMANCE

The Union Cabinet has given its approval on 28.09.2016, inter alia, for closure of the company as per the provisions of the Companies Act 1956 / 2013, Industrial Disputes Act 1947 and other relevant Acts. Pursuant to the above, the company has completed the following works:-

- (i) VRS applications of 1021 ex-employees were accepted by the Company.
- (ii) At Naini Unit, 125 ex-employees (who did not opt for VR) were transferred to the subsidiary of Hindustan Aeronautics Ltd. (HAL) as per the approval of Union Cabinet w.e.f. 01.02.2017.
- (iii) Leasehold land of Naini Unit was transferred to subsidiary of HAL at a mutually agreed consideration of Rs.101/-.
- (iv) All regular employees, casual workers and contractors' labourers (excluding private security guards) were released on 31.01.2017 from the Company.
- (v) Settlement to Secured Lenders was done within the target date specified by the lenders under OTS by making payment of 100% of principal amount without payment of interest.
- (vi) Buy back of 1668000 numbers of equity shares of Rs.10/- each held by CanBank Mutual Fund by paying of Rs. one lakh (lumpsum).
- (vii) SEBI accorded in principal approval for delisting of shares of HCL subject to final approval to be given by Stock Exchanges.
- (viii) Delisting from Calcutta Stock Exchange of Company's 1668000 nos. of listed shares of Rs.10/- each.
- (ix) Order received from Ministry of Labour, Government of India for closure of Hyderabad Unit u/s 25(O) of ID Act 1947.
- (x) Order received from Ministry of Labour, Government of India for closure of Rupnarainpur Unit u/s 25(O) of ID Act 1947.
- (xi) Bank of Baroda (BoB) got an attachment order passed in their favour attaching all the immovable properties of HCL at all locations against their outstanding dues of approximately Rs.56 crores (principal plus interest) for which they already possessed Decree against HCL issued by Debt Recovery Tribunal (DRT), Kolkata. The company negotiated with BoB and finally made payment of Rs.51 lacs (1/3rd of principal due) under OTS.
- (xii) Sale of movable assets (Phase-1) at Rupnarainpur, Hyderabad, Naini and Narendrapur have been done.



- (xiii) Settlement of all dues to Central/ State Government/ local authorities have been completed.
- (xiv) OTS done with majority of unsecured creditors (other than Central/ State Govt./ local authorities/ RPFC).
- (xv) Surrender value of all Gratuity Policies maintained by different gratuity trusts of the company with LIC of India have been received.
- (xvi) A sparable surplus fund of Rs. 150 crores was refunded to DHI (Rs.29.57 crores towards receipt on sale of movable assets along with ground rent and forfeited EMD less GST, Rs.71.21 crores towards encashment of Gratuity Policies maintained by HCL with LIC and Rs.49.22 crores towards unutilised GoI fund which could be spared by the company for refund).

### 3. FINANCIAL RESULTS

During the year 2017-18 the company has made a profit of Rs .706.16 crores.

Summarised position of the Company's results for the year 2017-18 compared to 2016-17 is given below:

(Rs. In lakhs)

	2017-18	2016-17
(a) Gross Income	4290.78	514.55
(b) Operating Profit/(Loss)	66369.64	294078.70
(c) Less/(Add):		
(i) Finance Charges	-	59670.94
(ii) Depreciation	43.97	76.16
(iii) Prior period adjustment, provision and tax	-	-
(d) Profit/(Loss) for the year	70616.45	234846.15

### 4. SHARE CAPITAL

The Authorised Capital of the Company was raised to Rs. 6000 crores. The Subscribed and Paid-up Capital as on 31.3.2018 stood at Rs. 48658811250 divided into 4865881125 Equity Shares of Rs.10 each.

### 5. BORROWINGS

During the year 2017-18, the company has not made any borrowing.

### 6. CONTRIBUTION TO NATIONAL EXCHEQUER

The Company's contribution to National Exchequer by way of Income Tax etc. aggregating to Rs. 79.85 crores.



### 7. HUMAN RESOURCE MANAGEMENT

In terms with approval of the Union Cabinet dated 28.09.2016, inter alia, for closure of the company as per the provisions of the Companies Act 1956 / 2013, Industrial Disputes Act 1947 and other relevant Acts, all the regular employees of the company were released on 31.01.2017 on acceptance of their VR applications except 125 ex-employees of HCL, Naini (unwilling to opt for VRS) who were transferred to NAEI (a subsidiary of HAL). Company made contractual engagement of few ex-employees to carry out residual work of closure of the company. Time to time their engagement is reviewed and terminated in case the allotted work to respective engagee towards closure of the company is completed.

### 8. VIGILANCE

During the year, Vigilance Department carried out its activities.

### 9. DIRECTORS' RESPONSIBILITY STATEMENT

The Directors of the Company confirm:

- I. That in the preparation of the annual accounts, the applicable accounting standards have been followed and there has been no material departure.
- ii. That the selected accounting policies were applied consistently and the directors made judgement and estimates that are reasonable and prudent so as to give a true and fair view of the state of affairs of the company as at March 31, 2018 and of the profit of the Company for the year ended on that date.
- iii. That proper and sufficient care has been taken for the maintenance of adequate accounting records in accordance with the provisions of the Companies Act 2013 for safeguarding the assets of the Company and for preventing and detecting fraud and other irregularities.
- iv. That the annual accounts have been prepared under historical convention as a going concern basis.

### 10. BOARD OF DIRECTORS

Smt. Ritu Pande, Director, Department of Heavy Industry (DHI) was appointed as a Government Nominee Director on the Board of Hindustan Cables Limited w.e.f. 11.01.2018 vice Ms Sanyukta Samaddar, Director, Department of Heavy Industry.

The Board of Directors place on record its appreciation for the service rendered by Ms Sanyukta Samaddar, Director, Department of Heavy Industry, as Part Time Official Director of the Board of Hindustan Cables Limited.

The Board meets with prior notice and circulation of the agenda papers in advance. The meetings focus on strategy formulation, policy and control, review of the performance and for considering statutorily required matters. During the year 2017-18, the Board met five times.

During the year 2017-18, there was no whole time Director in the company.

### 11. AUDITORS

For the year 2017-18, M/s Das & Prasad were appointed by Comptroller & Auditor General of India (C&AG) as Statutory Auditors of the Company for auditing the accounts relating to Rupnarainpur Unit, Machine Tool Works, Fibre Optics Project, Turnkey Project Division and consolidation of Company's Accounts.

M/s P.R. Krishna & Associates were appointed by C&AG as Branch Auditors of the Company for auditing the Accounts of Hyderabad Unit and R&D Centre including Pilot Plant at Hyderabad.

### 12. AUDIT REVIEW

The comments of the Comptroller and Auditor General of India, Statutory Auditors' Report to the members and replies of the Management to the observations are annexed.



## 12. **AUDIT REVIEW**

The comments of the Comptroller and Auditor General of India, Statutory Auditors' Report to the members and replies of the Management to the observations are annexed.

## 13. **LISTING OF SHARES AND OTHER INFORMATION**

The disinvested Shares (0.4%) of the Company held by Canbank Mutual Fund (Canara Bank Trustee : Canbank Mutual Fund, A/c Cantriple.) were listed with the Calcutta Stock Exchange (Regional Stock Exchange), Delhi Stock Exchange and Ahmedabad Stock Exchange. During May, 2017, M/s Canara Bank Trustee – Canbank Mutual Fund A/c – Cantriple + has surrendered the 0.4% shares (16,68,800 equity shares) to the company (against a consideration of Rs.1,00,000/-) for allotment to President of India in terms with buy out effort approved by Union Cabinet in meeting dated 28.09.2016. The company has received approval from the Calcutta Stock Exchange Ltd. for delisting of equity shares of the company. SEBI has approved New Delhi Stock Exchange and Ahmedabad Stock Exchange for closure. The share transfers taking place are amongst the nominees of the President of India. The distribution of shareholding as on 31st March, 2018 was as under:

<b>Sl.No.</b>	<b>Category</b>	<b>No. of Shares held</b>	<b>% age</b>
1	President of India	4865881125	100.00
	Total	4865881125	100.00

The last 3 Annual General Meetings were held on 13.11.2015, 27.12.2016 and 17.11.2017 at Kolkata.

## 14. **ACKNOWLEDGEMENT**

The Directors are grateful for the support, guidance and assistance received from the Department of Heavy Industry, Ministry of Heavy Industries and Public Enterprises, Ministry of Communication, Ministry of Finance and other Ministries of Government of India and State Governments of West Bengal, Andhra Pradesh and Uttar Pradesh. The Directors also convey their thanks for the co-operation and support received from the office of Comptroller and Auditor General of India and the Principal Director of Commercial Audit.

The Directors take this opportunity to express their appreciation for the support, co-operation and contribution from the contractual engagees of the Company in meeting various challenges during the year under review.

For and on behalf of the  
Board of Directors

REGISTERED OFFICE  
1/315, Gariahat Road  
(Jodhpur Park)  
KOLKATA 700 068  
DATED : 28.06.2018

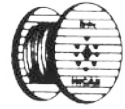
(R. C. SEN)  
CHAIRMAN & MANAGING DIRECTOR

**SECRETARIAL AUDIT REPORT**  
**FOR THE FINANCIAL YEAR ENDED ON 31ST March, 2018**  
**(Pursuant to section 204(1) of the Companies Act, 2013 and**  
**rules 9 of the Companies (Appointment and Remuneration of Managerial Personnel)**  
**rules, 2014, read with the Guidance Note on Secretarial Audit)**  
**(Release- 1.2) of the Institute Of Company Secretaries of India)**

To  
The Members  
M/s. Hindustan Cables Limited  
1/315 Gariahat Road  
Kolkata-700068

1. I have conducted the secretarial Audit of M/s. Hindustan Cables Limited having its Registered office at 1/315, Gariahat Road, Kolkata-700068 and having CIN L31300WB1952GOI020560 (hereinafter called 'the Company') for the financial year ended on 31st March, 2018 (" the period under review " herein after). The Aforesaid Secretarial audit has been conducted, pursuant to the provision of section 204(1) of the Companies Act, 2013 and rule 9 of the Companies (Appointment and Remuneration of Managerial Personnel) Rules, 2014, Read with the Guidance Note on Secretarial Audit) (release 1.2) of Institute of Company Secretaries of India, in a manner that provided me a reasonable basis for evaluating the corporate conduct and the process of statutory compliances under various statutes, rules, regulations, guidelines, as indicated here in below in the instant report as such expressing my opinion thereon.
2. On the Basis of verification of the secretarial compliance and on the basis of aforesaid secretarial audit of Company's books, papers minute books, forms and returns filed and other records maintained by the company, as shown to me , during the said audit and based on the information provided by the Company, its officers, agents and authorized representative during the conduct of the aforesaid secretarial audit, I hereby report that in my opinion and to the best of my understanding, the Company has, during the audit, period covering the financial year ended on 31st march, 2018, complied with the statutory provisions with certain exception listed hereunder about the board process and compliance system and in my view the Company has not started maintaining adequate board process and compliance mechanism in place to the extent, in the manner and subject to the reporting made hereinafter.
3. I have examined the secretarial compliance based on the books, papers, minute books, forms and returns filed and other records maintained by M/s. Hindustan Cables Limited for the financial year ended on 31st march, 2018 and as shown to me during my audit, according to the provisions of the following laws:
  - (i) The Companies Act, 2013( the Act) and the rules made thereunder;
  - (ii) The Depositories Act, 1996 and the Regulation and bye Laws framed Thereunder;
  - (iii) The Regulations and guidelines prescribed under the Securities And Exchange Board of India Act, 1992 (SEBI ACT) viz.:-

The Securities and Exchange Board of India (Prohibition of Insider Trading) Regulations, 1992;
  - (iv) and other applicable laws generally applicable to the company.
4. To the best of my understanding, and on the basis of information and documents produced by the management such as Calcutta stock Exchanges Letter dated 26/07/2017 addressed to the company as regards the dellsting of shares I am of the view that during the period under review the company is not required to comply with SEBI Act, 1992 and the Listing Requirements. Further is is informed by the management that the Union Cabinet vide its letter dated 28/09/2016 has already given its approval for the closure/winding up of the company. Further it has been informed by the management that HCL has released all its employees from the company with effect from 31/01/2017 and further the company is in process of closure.
5. Hindustan Cables Limited is in process of Closure as per the directive of Ministry of Heavy Industries, Department of Heavy Industries, New Delhi and the respective Stock Exchanges; i.e. Calcutta Stock Exchange Limited has delisted the shares of the company as per their letter dated 26/07/2017. The Delhi Stock Exchange Limited has become non-functional and the delisting letter from The Ahmadabad Stock Exchange Limited is awaited as Informed by the Management. Keeping the above information and explanations as provided by the management of the company I am of the view that the Company is not required to comply the necessary Listing compliances for the period under review.



6. I further report to the best of my understanding that,
  - a) The Board of Directors of the Company is duly constituted with proper balance of Executive Directors and Non-Executive Directors. During the period Ritu Pande has been appointed as the Nominee Director on 11/01/2018 in place of ms. Sanyukta Samaddar.
  - b) Adequate notice is given to all directors to schedule the Board Meetings. Agenda and detailed notes on agenda were sent in advance and a system exists for seeking and obtaining further information and clarifications on the agenda items before the meetings and for meaningful participation at the meeting.
  - c) Majority decision is carried through and recorded as a part of the minutes.
7. It has been represented to me by the management of the Company that periodic reports on compliance with laws generally applicable to the company are placed before the board at periodic intervals and that there are adequate system and process in the company, commensurate with the size and operations of the company for reporting to the Board of directors of the company and to monitor and ensure compliance with applicable to the area of operation of business and other laws generally applicable to Company.
8. I further State that in respect of compliance with the provisions of Companies Act 2013, during the period under review, I have observations as follows:
  - i. That to the best of my understanding, the “Key Managerial personnel” as required to be appointed by company pursuant of section 203 (1) of the Companies act, 2013, has been appointed by the company during the period under scrutiny, Mr. R C Sen, the Chairman & Managing Director (Additional Charge) has been continued to be appointed as the KMP during the period under review.
  - ii. That I have not come across any report or minute or any other document regarding evaluation of independent directors, pursuant to section 149 read with schedule IV of the companies' act 2013. However, it has been represented to me by the management of the Company that the Ministry of Heavy Industries and Public Enterprises, Department of Heavy Industry generally appoints all the directors of the Board however no such director in the capacity of Independent director has been appointed during the period under review.
  - iii. That I have not come across any report or minute or any other document regarding appraisal of performance of Directors, since the company has not constituted the Nomination and remuneration Committee during the period under review.
  - iv. That since the company is in the verge of Closure the Internal Auditor has not been appointed pursuant to the provisions of section 138 of the Companies Act, 2013.
  - v. As per the letter dated 26/07/2017 The Calcutta Stock Exchange Ltd has delisted the shares from its Stock Exchange with effect from 27/07/2017 and the necessary steps have been taken by the company to intimate. The Registrar of Companies, Kolkata regarding the delisting of shares from the Stock Exchange. The Delhi Stock exchange has become Non-functional and the management has explained me that the company has already approached to the Ahmadabad Stock Exchange for delisting of the shares of the company and their letter for delisting is awaited.
9. This report is to be read with my letter of even date which is annexed as Annexure A and forms an integral part of this report.

For Acharya S. K. & Associates  
Company Secretaries

Place: Kolkata  
Date: 15/06/2018

Subrat Kumar Acharya  
Proprietor  
FCS No.6013  
CP.No.5903

**Annexure-3 to the Directors' Report**

**'Annexure-A'**  
**(To The Secretarial Audit Report of M/S. Hindustan Cables Limited for the Financial Year ended 31/03/2018)**

**To**

**The Members**

**M/s. HINDUSTAN CABLES LIMITED**

**1/315, Gariahat Road**

**Kolkata-700068**

My secretarial Audit Report for the financial year ended 31/03/2018 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. My responsibility is to express an opinion of existence of adequate board process and compliance management system, commensurate to the size of the company, based on these secretarial records as shown to me during the said audit and also based on the information furnished to me by the officers and agents of the company during the said audit.
2. I have followed the audit practices and process as were appropriate, to the best of my understanding, to obtain reasonable assurance about the correctness of the contents of the secretarial records. The verification was done on test basis to check as to whether correct facts are reflected in secretarial records. I believe that the process and practices, I followed, provide a reasonable basis for my opinion.
3. I have not verified the correctness, appropriateness and bases of financial records, books of accounts and decisions taken by the board and by various committees of the Company, during the period under review. I have checked the board process and compliance management system to understand and to form an opinion as to whether there is an adequate system of seeking approval of respective committees of the board, of the members of the company and of other authorities, as per provisions of Companies act 2013 and of various statutes as referred in the aforesaid audit report.
4. Where ever required I have obtained the management representation about the compliances of Laws, rules and regulations and happening of events and gathering of facts etc. However it is understood from the management that the company has become sick industrial company within the meaning of clause "O" of subsection (1) of section (3) of SICA, 1985 and the company has been registered with the Board for Industrial & Financial Reconstruction (BIFR) in the year 2002 vide case no. 505/2002 and the Cabinet meeting of the concerned Ministry, Ministry of Heavy Industries and Public Enterprises, Department of Heavy Industries, New Delhi has accorded its approval for closure of the company. Further as informed by the Management the shares of the company have already been delisted by the respective stock exchanges and hence the periodical compliances with the Stock exchanges are not required for the period ending 31/03/2018.
5. The compliance of the provisions of corporate and other applicable laws, rules regulations, standard, is the responsibility of management. My examination was limited to the verification of compliance procedures on test basis.
6. The Secretarial Audit Report is neither an assurance as to the future viability of the company nor of the efficiency or effectiveness or accuracy with which the management has conducted the affairs of the Company.

For Acharya S. K. & Associates  
Company Secretaries

Place: Kolkata  
Date: 15/06/2018

Subrat Kumar Acharya  
Proprietor  
FCS No.6013  
CP.No.5903



<b>FORM NO. MGT 9</b>
<b>EXTRACT OF ANNUAL RETURN</b>
<b>as on financial year ended on 31.03.2018</b>
<b>Pursuant to Section 92 (3) of the Companies Act, 2013 and rule 12(1) of the Company (Management &amp; Administration ) Rules, 2014.</b>

<b>I REGISTRATION &amp; OTHER DETAILS:</b>	
i CIN	L31300WB1952GOI020560
ii Registration Date	04-08-1952
iii Name of the Company	HINDUSTAN CABLES LIMITED
iv Category/Sub-category of the Company	COMPANY LIMITED BY SHARES
v Address of the Registered office & contact details	1/315. Gariahat Road, Kolkata 700 068 Phone: (033) 4604-5572
vi Whether listed company	Delisted from Calcutta Stock Exchange and listed with Ahmedabad Stock Exchange yet to be Delisted
vii Name , Address & contact details of the Registrar & Transfer Agent, if any.	NA

**II PRINCIPAL BUSINESS ACTIVITIES OF THE COMPANY**

All the business activities contributing 10% or more of the total turnover of the company shall be stated

SL No	Name & Description of main products/services	NIC Code of the Product /service	% to total turnover of the company
1	Jelly Filled Cables		NA
2	Dry Core Cables	<i>No production for 14 years</i>	NA
3	Fibre Optics Cables		NA
4			NA

**III PARTICULARS OF HOLDING, SUBSIDIARY & ASSOCIATE COMPANIES**

SI No	Name & Address of the Company	CIN/GLN	HOLDING/ SUBSIDIARY/ ASSOCIATE	% OF SHARES HELD	APPLICABLE SECTION
1	NA	NA	NA	NA	NA
2	NA	NA	NA	NA	NA
3	NA	NA	NA	NA	NA

IV SHAREHOLDING PATTERN (Equity Share capital Break up as % to total Equity)

Category of Shareholders	No. of Shares held at the beginning of the year				No. of Shares held at the end of the year				% change during the year
	Demat	Physical	Total	% of Total Shares	Demat	Physical	Total	% of Total Shares	
<b>A. Promoters</b>									
(1) Indian	0	0	0	0	0	0	0	0	0
a) Individual/HUF	0	0	0	0.00%	0	0	0	0.00%	0
b) Central Govt. or State Govt.	0	417692325	417692325	99.60%	0	4865881125	4865881125	100.00%	0
c) Bodies Corporates	0	0	0	0.00%	0	0	0	0.00%	0
d) Bank/FI	0	0	0	0	0	0	0	0	0
e) Any other	0	0	0	0	0	0	0	0	0
<b>SUB TOTAL:(A) (1)</b>	0	417692325	417692325	99.60%	0	4865881125	4865881125	100%	0
(2) Foreign									
a) NRI- Individuals	0	0	0	0	0	0	0	0	0
b) Other Individuals	0	0	0	0	0	0	0	0	0
c) Bodies Corp.	0	0	0	0	0	0	0	0	0
d) Banks/FI	0	0	0	0	0	0	0	0	0
e) Any other...	0	0	0	0	0	0	0	0	0
<b>SUB TOTAL (A) (2)</b>	0	0	0	0	0	0	0	0	0
Total Shareholding of Promoter (A)= (A)(1)+(A)(2)	0	417692325	417692325	99.60%	0	4865881125	4865881125	100%	0
<b>B. PUBLIC SHAREHOLDING</b>									
(1) Institutions									
a) Mutual Funds	0	1668800	1668800	0.40%	0	0	0	0.00%	0
b) Banks/FI	0	0	0	0	0	0	0	0	0



Category of Shareholders	No. of Shares held at the beginning of the year				No. of Shares held at the end of the year				% change during the year
	Demat	Physical	Total	% of Total Shares	Demat	Physical	Total	% of Total Shares	
C) Central govt	0	0	0	0	0	0	0	0	0
d) State Govt.	0	0	0	0	0	0	0	0	0
e) Venture Capital Fund	0	0	0	0	0	0	0	0	0
f) Insurance Companies	0	0	0	0	0	0	0	0	0
g) FIIS	0	0	0	0	0	0	0	0	0
h) Foreign Venture Capital Funds	0	0	0	0	0	0	0	0	0
i) Others (specify)	0	0	0	0	0	0	0	0	0
<b>SUB TOTAL (B)(1):</b>	0	1668800	1668800	0.40%	0	0	0	0.00%	0
<b>(2) Non Institutions</b>									
a) Bodies corporates	0	0	0	0	0	0	0	0	0
i) Indian	0	0	0	0	0	0	0	0	0
ii) Overseas	0	0	0	0	0	0	0	0	0
b) Individuals	0	0	0	0	0	0	0	0	0
I) Individual shareholders holding nominal share capital upto Rs.1 lakhs	0	0	0	0	0	0	0	0	0
ii) Individuals shareholders holding nominal share capital in excess of Rs. 1 lakhs	0	0	0	0	0	0	0	0	0
c) Others (specify)	0	0	0	0	0	0	0	0	0
<b>SUB TOTAL (B)(2):</b>	0	0	0	0	0	0	0	0	0
<b>Total Public Shareholding (B)= (B)(1)+(B)(2)</b>	0	1668800	1668800	0.40%	0	0	0	0.00%	0
<b>C. Shares held by Custodian for GDRs &amp; ADRs</b>	0	0	0	0	0	0	0	0	0
<b>Grand Total (A+B+C)</b>	0	419361125	419361125	100%	0	4865881125	4865881125	100%	0



(ii) SHARE HOLDING OF PROMOTERS (including Nominees)

Sl No.	Shareholders Name	Shareholding at the beginning of the year			Shareholding at the end of the year			% change in share holding during the year
		No of shares	% of total shares of the company	% of shares pledged encumbered to total shares	NO of shares	% of total shares of the company	% of shares pledged encumbered to total shares	
1	President of India	417691825	99.60%	0				
2	Smt.Vinita Srivastava, ex-Director, DHI	100		0				
3	Shri L.C.Ram, Under Secretary, DHI	100		0				
4	Shri R C Sen, CMD, HCL	100						
5	Brig.B.D.Pandey, SM(Retd.),ex-CMD	100		0				
6	Shri A.K.Bose, Manager(P&A & L) and COFD	100		0				
	Total	417692325	99.60%	0				
1	President of India				4865880625	99.99%	0	
2	Shri R C Sen, CMD, HCL				100		0	
3	Shri Akshya Kumar Panda-Economic Adviser, DHI				100		0	
4	Shri A M Manichan, Dy. Secretary, DHI				100		0	
5	Shri L C Ram, Under Secretary,DHI				100		0	
6	Shri Bhaswar Gangopadhyay, Dy. Secretary, DHI				100		0	
	Total				4865881125	100%	0	

(iii) **CHANGE IN PROMOTERS' SHAREHOLDING ( SPECIFY IF THERE IS NO CHANGE)**

Sl. No.	Share holding at the beginning of the year	Cumulative Share holding during the year	
		No. of Shares	% of total shares of the company
	At the beginning of the year	417692325	99.60%
	Date wise increase/decrease in Promoters Share holding during the year specifying the reasons for increase/decrease (e.g. allotment/transfer/bonus/sweat equity etc)	0	0.00%
	At the end of the year	417692325	99.60%
		4865881125	100.00%

During the Year there was fresh allotment of 4446520000 equity shares to President of India and there was transfer of 1668800 equity shares to President Govt of India

(iv) **Shareholding Pattern of top ten Shareholders (other than Directors, Promoters & Holders of GDRs & ADRs)**

	NA	NA	NA	NA
	NA	NA	NA	NA
	At the end of the year (or on the date of separation, if separated during the year)	NA	NA	NA



(v) Shareholding of Directors & KMP

Sl. No	For Each of the Directors & KMP	Shareholding at the end of the year (31/03/2017)		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 (1.4.2017): 1. Smt. Vinita Srivastava, Director - 100 2. Brig. B.D. Pandey, Ex-CMD -200	100 200	0.000023 0.000047	NA	NA
	Date wise increase/decrease in Promoters Share holding during the year specifying the reasons for increase/decrease (e.g. allotment/transfer/bonus/sweat equity etc)	During the year there was transfer as under:	NA	NA	NA
	At the end of the year (31/03/2018) 1) Akshay Kumar Panda-100 shares 2) A M Manichan--100 shares 3) L C Ram-100 shares 4) Bhaswar Gangopadhyay-100 shares	Transfer	0.00%	NA	0.00%



## V INDEBTEDNESS

<b>Indebtedness of the Company including interest outstanding/accrued but not due for payment</b>				
	<b>Secured Loans excluding deposits</b>	<b>Unsecured Loans</b>	<b>Deposits</b>	<b>Total Indebtedness</b>
<b>Indebtness at the beginning of the financial year 2017-18</b>				
i) Principal Amount	0	14.79	0	14.79
ii) Interest due but not paid	0	0	0	0
iii) Interest accrued but not due	0	0	0	0
<b>Total (i+ii+iii)</b>	0	14.79	0	14.79
<b>Change in Indebtedness during the financial year 2017-18</b>				
Additions		0	0	0
Reduction		14.79	0	14.79
<b>Net Change</b>		14.79	0	14.79
<b>Indebtedness at the end of the financial year 2017-18</b>				
i) Principal Amount	0	0	0	0
ii) Interest due but not paid	0	0	0	0
iii) Interest accrued but not due	0	0	0	0
<b>Total (i+ii+iii)</b>	0	0	0	0

VI REMUNERATION OF DIRECTORS AND KEY MANAGERIAL PERSONNEL

A. Remuneration to Managing Director, Whole time director and/or Manager:

Sl.No	Particulars of Remuneration	Name of the MD/WTD/Manager			
1	<b>Gross salary</b>	<b>Gross salary</b>			
	(a) Salary as per provisions contained in section 17(1) of the Income Tax. 1961.	NA	NA	NA	NA
	(b) Value of perquisites u/s 17(2) of the Income tax Act, 1961	NA	NA	NA	NA
	c ) Profits in lieu of salary under section 17(3) of the Income Tax Act, 1961	NA	NA	NA	NA
2	Stock option	NA	NA	NA	NA
3	Sweat Equity	NA	NA	NA	NA
4	Commission	NA	NA	NA	NA
	as % of profit	NA	NA	NA	NA
	others (specify)	NA	NA	NA	NA
5	Others, please specify	NA	NA	NA	NA
	<b>Total (A)</b>	NA	NA	NA	NA
	<b>Ceiling as per the Act</b>				



**B. Remuneration to other directors:**

<b>Sl.No</b>	<b>Particulars of Remuneration</b>	<b>Name of the Directors</b>		
1	Independent Directors	NA	NA	NA
	(a) Fee for attending board committee meetings	NA	NA	NA
	(b) Commission	NA	NA	NA
	(c ) Others, please specify	NA	NA	NA
	<b>Total (1)</b>	NA	NA	NA
2	Other Non Executive Directors	NA	NA	NA
	(a) Fee for attending board committee meetings	NA	NA	NA
	(b) Commission	NA	NA	NA
	(c ) Others, please specify.	NA	NA	NA
	<b>Total (2)</b>	NA	NA	NA
	<b>Total (B)=(1+2)</b>	NA	NA	NA
	<b>Total Managerial Remuneration</b>	NA	NA	NA
	<b>Overall Cieling as per the Act.</b>			

C. REMUNERATION TO KEY MANAGERIAL PERSONNEL OTHER THAN MD/MANAGER/WTD

Sl. No.	Particulars of Remuneration		Key Managerial Personnel		
			CEO	Company Secretary	CFO
1	Gross Salary		CEO	Company Secretary	CFO
	(a) Salary as per provisions contained in section 17(1) of the Income Tax Act, 1961	NA	NA	NA	NA
	(b) Value of perquisites u/s 17(2) of the Income Tax Act, 1961	NA	NA	NA	NA
	(c) Profits in lieu of salary under section 17(3) of the Income Tax Act, 1961	NA	NA	NA	NA
2	Stock Option	NA	NA	NA	NA
3	Sweat Equity	NA	NA	NA	NA
4	Commission	NA	NA	NA	NA
	as % of profit	NA	NA	NA	NA
	others, specify	NA	NA	NA	NA
5	Others, please specify	NA	NA	NA	NA
	<b>Total</b>	NA	NA	NA	NA



## VII PENALTIES/PUNISHMENT/COMPOUNDING OF OFFENCES

Type	Section of the Companies Act	Brief Description	Details of Penalty/ Punishment/ Compounding fees imposed	Authority (RD/NCLT/ Court)	Appeal made if any (give details)
<b>A. COMPANY</b>					
Penalty	NA	NA	NA	NA	NA
Punishment	NA	NA	NA	NA	NA
Compounding	NA	NA	NA	NA	NA
<b>B. DIRECTORS</b>					
Penalty	NA	NA	NA	NA	NA
Punishment	NA	NA	NA	NA	NA
Compounding	NA	NA	NA	NA	NA
<b>C. OTHER OFFICERS IN DEFAULT</b>					
Penalty	NA	NA	NA	NA	NA
Punishment	NA	NA	NA	NA	NA
Compounding	NA	NA	NA	NA	NA

**Ritendra Kumar Mitra**  
Chairman & Managing Director  
Hindustan Cables Ltd.  
(A Govt. of India Undertaking)  
1/315, Gariahat Road, Kolkata 700 068



**COMMENTS OF THE COMPTROLLER AND AUDITOR GENERAL OF INDIA UNDER  
SECTION 143(6)(b) OF THE COMPANIES ACT, 2013 ON THE  
FINANCIAL STATEMENTS OF HINDUSTAN CABLES LIMITED  
FOR THE YEAR ENDED 31ST MARCH 2018**

The preparation of financial statements of Hindustan Cables Limited, for the year ended 31st March 2018 in accordance with the financial reporting framework prescribed under the Companies Act, 2013 (Act) is the responsibility of the management of the company. The statutory auditor appointed by the Comptroller and Auditor General of India under section 139(5) of the Act are responsible for expressing opinion on the financial statements under section 143 of the Act based on independent audit in accordance with the standards on auditing prescribed under section 143(10) of the Act. This is stated to have been done by them vide their Audit Report dated 25 May 2018.

I, on the behalf of the Comptroller and Auditor General of India, have conducted a supplementary audit under section 143(6)(a) of the Act of the financial statements of Hindustan Cables Limited for the year ended 31st March 2018. This supplementary audit has been carried out independently without access to the working papers of the statutory auditors and is limited primarily to inquires of the statutory auditors and company personnel and a selective examination of some of the accounting records. On the basis of my audit nothing significant has come to my knowledge which would give rise to any comment upon or supplement to statutory auditors' report.

For and on the behalf of the  
Comptroller & Auditor General of india

(Suparna Deb)  
Director General of Commercial Audit  
& Ex-officio Member, Audit Board-I, Kolkata

Place : Kolkata  
Date : 26.06.2018



SL No.	STATUTORY AUDITOR'S COMMENTS	MANAGEMENT'S REPLY
1.	Note no.38 of the financial statement relating to the fact that the company is already a Sick Industrial Unit and its production units remaining completely closed for over 13 years. Further, Union Cabinet has given its approval for closure of the said company as per the provisions of the Companies Act 2013, Industrial Disputes Act, 1947 and other relevant Acts. However the Company has prepared its financials on a going concern basis which is in deviation with Accounting Standard-1 (Disclosure of Accounting Policies).	This will be reviewed in the year 2018-19.
2.	The company despite of all the production units remaining closed/unmaintained for more than thirteen years did not undertake the test of impairment of fixed assets in term of AS-28 "Impairment of Assets" issued by the ICAI, other than plant & machinery which has been sold at salvage value via e-auction in subsequent year before signing of this report, and loss on these assets not been assessed and remains un-provided for in the accounts and hence the same is not quantifiable due to absence of such long overdue exercise.	The impairment of assets as required under AS-28 is not applicable as all the assets except land & building have been sold during the year.
3.	The Company has during the year has written back various statutory dues, which was standing as payable in the books. However no relevant document or information was made available to justify the reason for write back of such statutory dues. Any material impact on the financial statement cannot be ascertained.	Noted
4.	The Company's other liabilities under the head other current liabilities included Rs. 25,858.26 lakhs payable to its customers as interest on advance from customers, for which the Company has written back entire amount. Further the short term unsecured loan payable to one of the lenders which was standing in books amounting to Rs. 879.78 lakhs was written back along with interest. However no documents were made available to us based on which such amounts were written back. Any impact on financial statement cannot be ascertained. (refer note no. 32 of financial statements)	The Company has settled secured creditors by making payment of 100% of the principal only. The terms of settlement with unsecured creditors cannot be better than secured creditors, hence interest liability has been written back.

**HINDUSTAN CABLES LIMITED**

SL No.	STATUTORY AUDITOR'S COMMENTS	MANAGEMENT'S REPLY
5.	The Company has written back entire amount of HDFC Loan amounting to Rs. 99.08 Lakhs and interest amounting to Rs. 667.61 Lakhs, however no document was made available to us based on which such write off was done. Hence any impact on financial statements cannot be ascertained. (refer note no. 30 of financial statements)	In the absence of any claim from the party for the last more than 15 years, this has been treated as not payable by way of limitation clause, hence written back.
6.	The Company during the year has written back entire amount of Rs. 1344.00 Lakhs payable to Government of India which was standing in books as guarantee fees payable, however no document or supporting was made available to us based on which such write back was made (refer note no. 34 of financial statements)	Noted
7.	The Company during the year has written back entire amount of Rs. 322.82 Lakhs payable to Government of India which was standing in books as government grant, however no document or supporting was made available to us based on which such write back was made. (refer note no. 35 of financial statements)	Noted
8.	(I) Note no.23 of the financial statement relating to Custom duty liability on account of import estimated at Rs. 836.43 Lakhs has not been provided for (ii) Note no.23 of the financial statement relating to liability of Excise Duty and interest accrued estimated at Rs.2891.48 Lakhs has not been provided for. Hence financial impact on inventories/consumption is not ascertainable.	The Company has disclosed these liabilities as contingent liability.
9.	Note no.36(a) of the financial statements, no provision has been made in the financial statements in respect of arrear wages and salaries amounting to Rs.55.29 Lakhs arising out of pay revision for employees with effect from 01.01.1997 which has been disclosed under contingent liabilities.	This arrear relate to employees, who took VRS or released before implementation of 1997 pay scale, as per Govt. directives, the same is not payable.
10.	Reconciliation and confirmation of balances under trade payables for goods/expense, advances from customers, security deposits from contractors, trade receivables, and other advances have not been carried out and obtained. In our opinion the consequential impact on the financial statement is not ascertainable pending such reconciliation and confirmation. Moreover lack of details has come in the way to quantify time barred liabilities and its consequential impact on the accounts.	The liability is more than 15 years old. Moreover, the Company is under process of closure. According to the management reconciliation & confirmation is not required at this stage.



SL No.	STATUTORY AUDITOR'S COMMENTS	MANAGEMENT'S REPLY
11.	Note no. 23 of the financial statements relating to no provision has been made for Rs. 74.36 Lakhs payable for 3(three) arbitration cases which have gone against the Company.	The Company has filed appeal against the order. Necessary adjustment will be made after final order of the Court.
12.	Rs.76.48 Lakhs included in current liability due to invocation of Bank Guarantee issued by M/s REPL in earlier years against joining kits project of Rupnarainpur Unit under Capital Work in Progress as per management, however no document to substantiate the same has provided to us. Hence consequential impact if any cannot be ascertained	Dispute with REPL is sub-judice in the Mumbai City Civil Court and necessary adjustment will be done once final order from the Court is received.
13.	As per information and explanation given to us, the Company in financial year 2016-17 had written back entire interest payable to MSME parties amounting to Rs. 3279.31 Lakhs as per terms of one time settlement entered with most of the parties. However few parties did not participated/agreed to OTS scheme. But the Company did not made the provision for interest for such parties in FY 2016-17 and 2017-18. Hence any impact on the financial statement cannot be ascertained. (refer note no. 39 of financial statements)	Noted

## INDEPENDENT AUDITORS' REPORT

To  
The Members

**HINDUSTAN CABLES LIMITED**

### **Report on the Standalone Financial Statements**

We have audited the accompanying standalone financial statements of Hindustan Cables Limited ('the Company'), which comprise the Balance Sheet as at 31st March, 2018, the Statement of Profit and Loss and the Cash Flow Statement for the year then ended, and a summary of the significant accounting policies and other explanatory information.

### **Management's Responsibility for the 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 and cash flows of the Company in accordance with the accounting principles generally accepted in India, including the Accounting Standards specified under Section 133 of the Act, read with Rule 7 of the Companies (Accounts) Rules, 2014. 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.

### **Auditor's Responsibility**

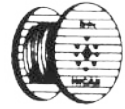
Our responsibility is to express an opinion on these standalone financial statements based on our audit.

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 auditor's 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.



## Basis of Qualified Opinion

We draw attention to:

- a) Note no.38 of the financial statements relating to the fact that the Company is already a Sick Industrial Unit and its production units remaining completely closed for over 13 years. Further, Union Cabinet has given its approval for closure of the said Company as per the provisions of the Companies Act 2013, Industrial Disputes Act, 1947 and other relevant Acts. However the Company has prepared its financials on a going concern basis which is in deviation with Accounting Standard -1 (Disclosure of Accounting Policies).
- b) The company despite of all the production units remaining closed/unmaintained for more than thirteen years did not undertake the test of impairment of fixed assets in term of AS-28 “Impairment of Assets” issued by the ICAI, other than plant & machinery which has been sold at salvage value via e-auction in subsequent year before signing of this report, and loss on these assets not been assessed and remains un-provided for in the accounts and hence the same is not quantifiable due to absence of such long overdue exercise.
- c) The Company has during the year has written back various statutory dues, which was standing as payable in the books. However no relevant document or information was made available to justify the reason for write back of such statutory dues. Any material impact on the financial statement cannot be ascertained.
- d) The Company's other liabilities under the head other current liabilities included Rs. 25,858.26 Lakhs payable to its customers as interest on advance from customers, for which the Company has written back entire amount. Further the short term unsecured loan payable to one of the lenders which was standing in books amounting to Rs. 879.78 Lakhs was written back along with interest. However no documents were made available to us based on which such amounts were written back. Any impact on financial statement cannot be ascertained. (refer note no32. of financial statements)
- e) The Company has written back entire amount of HDFC Loan amounting to Rs. 99.08 Lakhs and interest amounting to Rs. 667.61 Lakhs, however no document was made available to us based on which such write off was done. Hence any impact on financial statements cannot be ascertained. (refer note no.30 of financial statements)
- f) The Company during the year has written back entire amount of Rs.1344.00 Lakhs payable to Government of India which was standing in books as guarantee fees payable, however no document or supporting was made available to us based on which such write back was made (refer note no.34. of financial statements).
- g) The Company during the year has written back entire amount of Rs.322.82 Lakhs payable to Government of India which was standing in books as government grant, however no document or supporting was made available to us based on which such write back was made.(refer note no.35. of financial statements)
- h) (i) Note no.23 of the financial statement relating to Custom duty liability on account of import estimated at Rs.836.43 Lacs has not been provided for (ii) Note no 23 of the financial statement relating to liability of Excise Duty and interest accrued estimated at Rs.2,891.48 Lacs has not been provided for. Hence financial impact on inventories/consumption is not ascertainable.
- I) Note no.36(a) of the financial statements, no provision has been made in the financial statements in respect of arrear wages and salaries amounting to Rs.55.29 lacs arising out of pay revision for employees with effect from 01.01.1997 which has been disclosed under contingent liabilities.

- j) Reconciliation and confirmation of balances under trade payables for goods/expense, advances from customers, security deposits from contractors, trade receivables, and other advances have not been carried out and obtained. In our opinion the consequential impact on the financial statement is not ascertainable pending such reconciliation and confirmation. Moreover lack of details has come in the way to quantify time barred liabilities and its consequential impact on the accounts.
- k) Note no. 23 of the financial statements relating to no provision has been made for Rs.74.36 Lacs payable for 3(three) arbitration cases which have gone against the Company.
- l) Rs.76.48 lacs included in current liability due to invocation of Bank Guarantee issued by M/s REPL in earlier years against joining kits project of Rupnarainpur Unit under Capital Work in Progress as per management, however no document to substantiate the same has provided to us. Hence consequential impact if any cannot be ascertained.
- m) As per information and explanation given to us, the Company in financial year 2016-17 had written back entire interest payable to MSME parties amounting to Rs. 3279.31 Lakhs as per terms of one time settlement entered with most of the parties. However few parties did not participated/agreed to OTS scheme. But the Company did not made the provision for interest for such parties in FY 2016-17 and 2017-18. Hence any impact on the financial statement cannot be ascertained.(Refer note no 39 of the financial statements)

### **Qualified Opinion**

In our opinion and to the best of our information and according to the explanations given to us, except for the effects of the matter described in the Basis of Qualified Opinion paragraph above, 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 31st March, 2018, and its profit and its cash flows for the year ended on that date.

### **Report on Other Legal and Regulatory Requirements**

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, a statement on the matters specified in paragraphs 3 and 4 of the Order.

As required by Section 143 (3) of the Act, we report that:

- a. except for the effect of the matters described in the basis of qualified opinion paragraph, 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. except for the effects of the matter described in the Basis for Qualified Opinion in the paragraph above, in our opinion, proper books of account as required by law have been kept by the Company so far as it appears from our examination of those books ;
- c. the balance sheet, the statement of profit and loss, and the cash flow Statement dealt with by this Report are in agreement with the books of account;
- d. except for the effects of the matter described in the Basis for Qualified Opinion in the paragraph above in our opinion, the aforesaid standalone financial statements comply with the Accounting Standards specified under Section 133 of the Act, read with Rule 7 of the Companies (Accounts) Rules, 2014;



- e. the matters described in the paragraph Basis of Qualified Opinion may have an adverse effect on the functioning of the company.
- f. the provisions of Section 164(2) of the Companies Act, 2013 are not applicable to government companies in terms of notification no. GSR 463(E) dated 5th June 2015 issued by the Ministry of Company Affairs, Government of India.
- g. 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
- h. we have complied with the directions given by the Comptroller and Auditor-General of India u/s 143(5) of the Act while conducting the audit, and on the basis of information and explanation given to us in this regard by the Company , given in “Annexure C” to this report, a statement on the matters specified in such directions/sub-directions;
- I. With respect to the other matters to be included in the Auditor's Report in accordance with Rule 11 of the Companies (Audit and Auditors) Rules, 2014, in our opinion and to the best of our information and according to the explanations given to us:
- i. The Company has disclosed the impact of pending litigations on its financial position in its financial statements as stated in Note no 23 to the financial statements
  - ii. The Company did not have any long-term contracts including derivative contracts for which there were any material foreseeable losses.
  - iii. There are no amounts to be transferred to the Investor Education and Protection Fund by the Company.

### **Other Matters**

We did not audit the financial statements of a Hyderabad unit and Hyderabad R&D Centre being included in the financial statements of the Company whose financial statements reflect total assets of Rs 629.35 Lacs as at 31st March, 2018 and total revenues of Rs.344.83 Lakhs for the period ended on that date, as considered in the standalone financial statements. The financial statements of this branch have been audited by the branch auditor whose reports have been furnished to us, and our opinion in so far as it relates to the amounts and disclosures included in respect of this branch, is based solely on the report of such branch auditor. Our opinion in respect of said matter is not modified.

**For Das & Prasad**  
Chartered Accountants  
(Firm's Registration No.303054E)

**Sumit Kumar Rajgarhia**  
(Partner)  
Membership No. 068270

Place: Kolkata  
Date: 25th May, 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 31st March 2018, we report that:**

- (i) (a) As per information and explanation given to us by the management, the Company has not maintained proper records showing full particulars, including quantitative details and situation of the fixed assets;
- (b) As explained to us, fixed assets were not physically verified during the year by the management and as such discrepancies, if any could not be worked out/reconciled with books.
- (c) As per information and explanation given to us by the management, all the title deeds of the immovable properties are held in the name of the Company.
- (ii) The Company is a Sick Industrial Unit as referred to in Note no 38 of the financial statements. As such, all inventories are non-moving and obsolete. As such no inventory exists as at balance sheet date and no physical verification inventories were carried out during the year by the management.
- (iii) According to the information and explanations given to us and on the basis of our examination of the books of account, the Company has not granted any loans, secured or unsecured, to companies, firms, limited liability partnerships or other parties covered in the register maintained under section 189 of the Companies Act, 2013. Consequently, the provisions of paragraph iii(a), (b) and (c) of the Order are not applicable to the Company and hence, not commented upon.
- (iv) According to the information and explanations given to us and the records of the Company examined by us, the Company has not made any investment, advanced any loan, given any guarantee or provided any securities to others.
- (v) The Company has not accepted any deposit from the public covered under Section 73 to 76 of the Companies Act, 2013. Therefore, the provisions of paragraph 3(v) of the Order is not applicable to the Company.
- (vi) The Company's manufacturing activity is stopped since long and the Government of India has given its consent for the closure of the company, hence no cost records are being maintained.
- (vii) a) According to the information and explanation given to us and on the basis of our examination of the records of the company, amounts deducted/accrued in the books of account in respect of undisputed statutory dues including Provident Fund, Income Tax, Sales Tax, Service Tax, Value Added Tax, Employee's State Insurance, Custom Duty, Excise Duty, cess or other material statutory dues have been generally regularly deposited during the period by the Company with appropriate authorities.

According to the information and explanation given to us no undisputed statutory dues including Provident Fund, Income Tax, Service Tax, Value Added Tax, Excise Duty, cess or other material statutory dues were in arrears as at 31st March, 2018 for a period of more than six months from the date they become payable except in following cases.

<b>PARTICULARS</b>	<b>Accounts Rs. in Lacs</b>
Sales Tax/VAT	0.07
Provident Fund including interest	469.88
TDS and TCS including interest and penalty	36.03
Professional Tax including interest and penalty	0.14
Total	
<b>Total</b>	<b>506.12</b>



- (b) According to the information and explanation given to us, the following dues of income tax have not been deposited by the company on account of dispute as at 31st March 2018:

Sl. No.	Statute	Nature of Dues	Forum	Rs. in Lacs	Year
1.	The Central Excise Act 1944	Excise Duty & Interest on Excise Duty	Commissionerate of Allahabad	2.524	2001-02
2.	The Central Excise Act 1944	Excise Duty	Hon'ble Supreme Court of India	114.44	1981
			Hon'ble High Court of Calcutta	132.43	1991
3.	The Central Excise Act 1944	Excise Duty	Commissionerate of Bolpur	80.97	1988-89 1991-92 1992-93
4.	The Central Excise Act 1944	Excise Duty	Asst. Commissionerate of Asansol	38.32	1986-87 1990-91 2000-01 2001-02
5.	The Central Excise Act 1944	Excise Duty	Asst. Commissionerate of Durgapur	1.19	1995-96

- (viii) Based on the records examined by us and as per the information and explanations given to us, the Government of India has decided for closure of the company and based on that the company has gone for one time settlement with its lenders. All the dues were settled during the year by the Company. However the loan outstanding payable to HDFC was not settled and was written back by the Company during the year amounting to Rs. Rs. 99.08 Lakhs along with interest amounting to Rs 667.61 Lakhs. Further the short term unsecured loan payable to MTNL which was standing in books amounting to Rs. 879.78 Lakhs was also written back along with interest.
- (ix) According to the information and explanation given to us, the Company did not raise any money by way of initial public offer or further public offer (including debt instrument) during the year. According to the information and explanations given to us, further disbursement of Term loan received during the year were applied for the purpose they were raised.
- (x) Based on the audit procedures performed and the information and explanations given to us, we report that no fraud on or by the Company has been noticed or reported during the year, nor have we been informed of such case by the management.
- (xi) According to information and explanation given to us, the Company has not paid or provided any managerial remuneration and hence paragraph 3(xi) is not applicable;
- (xii) In our opinion and according to the information and explanation given to us, the Company is not a Nidhi Company and hence the paragraph 3(xii) is not applicable.
- (xiii) In our opinion and on the basis of information and explanation given to us by the management, all the transactions with the related parties are in compliance with sections 177 and 188 of Companies Act, 2013 where applicable and the details have been disclosed in the Financial Statements etc., as required by the applicable accounting standards.
- (xiv) According to information and explanation given to us the Company has not made any preferential allotment or private placement of shares or fully or partly convertible debentures during the year under review.

## HINDUSTAN CABLES LIMITED

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- (xv) According to information and explanation given to us, the Company has not entered into any non-cash transactions with directors or persons connected with him. Accordingly the paragraph 3(xv) is not applicable the Company.
- (xvi) In our opinion and on the basis of information and explanation given to us by the management, the Company is not required to be registered under section 45-IA of the Reserve Bank of India Act, 1934.

**For Das & Prasad**  
Chartered Accountants  
(Firm's Registration No.303054E)

**Sumit Kr Rajgarhia**  
(Partner)  
Membership No. 068270

Place: Kolkata  
Date: 25th May, 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 Hindustan Cables Limited (“the Company”) 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 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 was established and maintained and if such controls operated effectively in all material respects.

Our audit involves performing procedures to obtain audit evidence about the adequacy of the internal financial controls system over financial reporting and their operating effectiveness. Our audit of internal financial controls over financial reporting included obtaining an understanding of internal financial controls over financial reporting, assessing the risk that a material weakness exists, and testing and evaluating the design and operating effectiveness of internal control based on the assessed risk. The procedures selected depend on the auditor's 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 authorisations of management and directors of the Company; and (3) provide reasonable assurance regarding prevention or timely detection of unauthorised acquisition, use, or disposition of the Company's assets that could have a material effect on the financial statements.

**Inherent Limitations of Internal Financial Controls Over Financial Reporting**

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.

**Qualified Opinion on adequacy (and therefore operating effectiveness) of Internal Financial Controls over Financial Reporting**

According to the information and explanations given to us and based on our audit, the following material weaknesses have been identified as at March 31, 2018:

- a) The Company did not have an appropriate internal control system for obtaining periodic balance confirmations of trade receivables, trade payables and advances to suppliers and advances from customers' which could potentially impact the financial position and operating statement.
- a) The Company's operation being suspended for over fourteen years and Company being a sick industrial Company, therefore no adequate internal controls have been formulated by the management of the Company.
- b) No physical verification has been conducted for fixed assets and inventories that are standing in the books as at 31st March 2018.

A 'material weakness' is a deficiency, or a combination of deficiencies, in internal financial control over financial reporting, such that there is a reasonable possibility that a material misstatement of the company's annual or interim financial statements will not be prevented or detected on a timely basis.

In our opinion, except for the possible effects of the material weaknesses described above on the achievement of the objectives of the control criteria, the Company has maintained, in all material respects, adequate internal financial controls over financial reporting and such internal financial controls over financial reporting were operating effectively as of 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.

We have considered the material weaknesses identified and reported above in determining the nature, timing, and extent of audit tests applied in our audit of the 31st March, 2018 financial statements of the Company, and these material weaknesses do not affect our opinion on the financial statements of the Company.

**For Das & Prasad**  
Chartered Accountants  
(Firm's Registration No.303054E)

**Sumit Kr Rajgarhia**  
(Partner)  
Membership No. 068270

Place: Kolkata  
Date: 25th May, 2018



**Annexure - C to the Auditors' Report**

**Directions under section 143(5) of the Companies Act, 2013**

<b>Sl. No.</b>	<b>Requirements</b>	<b>Audit Remarks</b>
1.	Whether the company has clear title/lease deeds for freehold and leasehold land respectively? If not please state the area of free hold land for which title/lease deeds are not available.	The Company has clear title/lease deeds for the freehold & leasehold lands respectively.
2.	Whether there are any cases of waiver/write off of debts/loans/interest etc., if yes, the reasons there for and the amount involved.	1. During the year the Company has Written back various liabilities total amounting to Rs.69,820.10 Lakhs. The details is as per Note no 47 of financial statements.
3.	Whether proper records are maintained for inventories lying with third parties & assets received as gifts/grant(s) from Govt. or other authorities	As on date of the balance sheet no inventory is standing in books of accounts.

**For Das & Prasad**  
Chartered Accountants  
(Firm's Registration No.303054E)

**Sumit Kr Rajgarhia**  
(Partner)  
Membership No. 068270

Place: Kolkata  
Date: 25th May, 2018

SUMMARISED BALANCE SHEET AS AT 31st MARCH 2018

(Rs. in crores)

	As at 31st March, 2018 (Rs)	As at 31st March, 2017 (Rs)
Balance Sheet		
What the company owned		
Fixed Assets (including Capital W.I.P)	53.22	460.66
Less: Depreciation	43.63	429.25
	9.59	31.41
Add: Net Current Assets (Working Capital)	(376.12)	(-) 934.18
Add: Deferred Revenue Expenditure not adjusted	-	-
Add: Profit & Loss Account not adjusted	5443.07	6149.23
	5076.54	5246.46
Less		
What the Company Owned:		
Borrowings		
From Banks (including interest)		-
From Govt. including interest		-
Other (including interest)	153.92	4770.36
	4922.62	476.10
Represented by:		
Equity	4865.88	419.36
Reserve and Surplus	56.74	56.74
	4922.62	476.10



## FINANCIAL HIGHLIGHTS

(Rs. in lakhs)

	17-18	16-17
Profit & Loss Accounts:		
What we Earned		
Sales	-	-
Miscellaneous Income	4290.78	514.55
Accretion/(Direction) to work-in-progress and finished goods/scrap		
Total I	4290.78	514.55
What we Spent		
Raw Material	-	-
Stores & Spares	-	-
Execution Expenses for Services	-	-
Employees remuneration and benefits	934.93	30976.75
Power and Fuel	5.98	289.49
Excise Duty	-	-
Interest	-	59670.94
Depreciation	43.97	76.16
Other Expenses		5850.05
Total II	5227.6	96863.39
Profit on Operation (I-II)	(936.82)	(96348.84)
Past Years adjustments and Provisions	71553.27	331194.99
Profit/(Loss)	70616.45	234846.15



## HINDUSTAN CABLES LIMITED

### LAST TEN YEARS AT A GLANCE

(Rs. in lakhs)

	2017-18	2016-17	2015-16	2014-15	2013-14	2012-13	2011-12	2010-11	2009-10	2008-09
Turnover	-	-	-	-	-	7	-	19	36	123
Net Profit	70616.45	234846.15	(99411.81)	(93299.45)	(78188)	(88505)	(64827)	(60739)	(45932)	(44535)
Gross Block	5321.38	45742.21	47425.26	47429.81	52553	52549	52546	52545	52545	52541
Depreciation Provision	4362.36	42925.09	44151.43	43676.65	16172	47645	46956	45903	44705	43478
Net Block	959.02	2817.12	3273.83	3753.16	4381	4895	5590	6642	7840	9063
Net Current Assets Working Capital	(37611.74)	(93417.65)	(115791.95)	(1054876.63)	(91302)	(89396)	(70866)	(65697)	(52845)	(40487)
Capital Employed	(36652.72)	(90600.53)	(112518.12)	1051123.47	(86922)	(84501)	(65276)	(59055)	(45006)	(31423)
Secured Loan	-	-	353788.27	306571.83	264285	229195	198214	171942	150081	132013
Unsecured Loan	-	1478.87	328531.76	287022.72	251697	215782	182948	151226	127404	113136
Share Capital	486588.11	41936.11	41936.11	41936	41936	41936	41936	41936	41936	41936
Reserve & Surplus	5673.99	5674	5674	5674	5674	5674	5674	5674	5674	5674
Accumulated Loss	(544306.91)	(614923.37)	(849769.52)	(750372.31)	(657058)	(578870)	(490365)	(425538)	(364799)	(318867)
Net Worth	(52044.81)	(91756.77)	(802159.41)	(702762.31)	(609448)	(531260)	(442755)	(377928)	(317189)	(271257)
No Of Employees	0	0	1333	1533	1698	1832	1958	2141	2389	2909

INCLUDES CENTRAL EXCISE DUTY AND SCRAP SALE BUT EXCLUDES INTEREST AND MISCELLANEOUS INCOME

### CONTRIBUTION TO NATIONAL EXCHEQUER

(Rs. in lakhs)

Sl. No.	Heads	2013-14	2014-15	2015-16	2016-17	2017-18
1.	Sales Tax	0.00	0.00	0.00	0.00	36.72
2.	Central Excise Duty	0.00	0.00	0.00	0.00	10.18
3.	Customs Duty	0.00	0.00	0.00	0.00	-
4.	Income Tax on Salaries & Wages	0.74	0.57	0.99	44.09	11.41
5.	Rates & Taxes	1.00	0.00	0.00	0.00	-
6.	Licence Fees	0.00	0.00	0.00	0.00	-
		<u>1.74</u>	<u>0.57</u>	<u>0.99</u>	<u>44.09</u>	<u>58.31</u>



## BALANCE SHEET AS AT 31ST MARCH 2018

	Note no.	As at 31st March, 2018 (Rs)	As at 31st March, 2017 (Rs)
<b>A. EQUITY AND LIABILITIES</b>			
<b>1. SHAREHOLDERS' FUNDS</b>			
a) Share Capital	2	48,65,88,11,250	4,19,36,11,250
b) Reserves & Surplus	3	(53,86,32,92,124)	(60,92,49,37,430)
		<b>(5,20,44,80,874)</b>	<b>(56,73,13,26,180)</b>
<b>2. SHARE APPLICATION MONEY PENDING ALLOTMENT</b>	<b>46</b>	<b>1,53,92,08,624</b>	<b>47,55,56,49,417</b>
<b>3. NON - CURRENT LIABILITIES</b>			
(a) Long Term Borrowing	4	-	14,78,86,992
		<b>-</b>	<b>14,78,86,992</b>
<b>4. CURRENT LIABILITIES</b>			
(a) Trade Payables	5	20,14,88,547	42,67,73,611
(b) Current Liabilities	6	4,06,50,40,921	12,64,76,21,722
(c) Short Term Provisions	7	82,99,828	17,18,82,465
		<b>4,27,48,29,296</b>	<b>13,24,62,77,798</b>
<b>TOTAL</b>		<b>60,95,57,046</b>	<b>4,21,84,88,027</b>
<b>B. ASSETS</b>			
<b>1. NON CURRENT ASSETS</b>			
(a) Fixed Assets			
(i) Tangible Assets	8	9,59,01,522	28,17,12,270
(ii) Capital Work in Progress	9	-	-
(b) Long Term Loans & Advances	10	-	3,22,62,510
		<b>9,59,01,522</b>	<b>31,39,74,780</b>
<b>2. CURRENT ASSETS</b>			
(a) Trade Receivables	11	17,48,587	17,60,405
(b) Inventories	12	-	1,61,93,121
(c) Cash and Cash Equivalents	13	46,23,66,262	3,16,56,32,397
(d) Short Term Loans and Advances	14	4,95,40,675	72,09,27,324
		<b>51,36,55,524</b>	<b>3,90,45,13,247</b>
<b>TOTAL:</b>		<b>60,95,57,046</b>	<b>4,21,84,88,027</b>

Significant Accounting Policies 1  
The accompanying notes are an integral part of the financial statements  
In terms of our report of even date.

For **DAS & PRASAD**  
Chartered Accountants  
Firm Registration No. 303054E

**CA SUMIT KUMAR RAJGARHIA**  
Partner  
Membership No. - 068270

**R.C.SEN**  
Chairman & Managing Director  
DIN - 07131320

**AMAL KR BOSE**  
Advisor (HOC)

Place : Kolkata  
Dated: 25th May, 2018

**STATEMENT OF PROFIT AND LOSS FOR THE YEAR ENDED 31ST MARCH 2018**

	Note no.	For the period 2017-18 (Rs.)	For the period 2016-17 (Rs.)
<b>I INCOME</b>			
Revenue from Operation		-	-
Other Income	15	42,90,77,629	5,14,54,940
<b>Total Revenue</b>		<b>42,90,77,629</b>	<b>5,14,54,940</b>
<b>II EXPENSES</b>			
Raw Materials Consumed	16	11,90,97,340	-
Changes in inventory of Finished Goods, WIP and Scrap	17	7,04,13,070	-
Employees Benefits Expense	18	9,34,93,243	3,09,76,75,284
Other Expenses	19	23,53,58,701	61,39,54,138
Depreciation	20	43,97,079	76,15,885
Finance Charges	21	-	5,96,70,94,327
<b>Total Expenses</b>		<b>52,27,59,433</b>	<b>9,68,63,39,634</b>
<b>III Profit/(Loss) before Exceptional Item and Tax</b>		(9,36,81,803)	(9,63,48,84,694)
Exceptional Items	22 & 47	7,15,53,27,109	33,11,94,99,595
<b>IV Profit/(Loss) for the year</b>		<b>7,06,16,45,306</b>	<b>23,48,46,14,901</b>
<b>Earning Per Share - Basic and Diluted (Rs)</b>	52	1.25	56.00
<b>Significant Accounting Policies</b>	1		

The accompanying notes are an integral part of the financial statements

**For DAS & PRASAD**  
Chartered Accountants  
Firm Registration No. 303054E

**CA SUMIT KUMAR RAJGARHIA**  
Partner  
Membership No. - 068270

**R.C.SEN**  
Chairman & Managing Director  
DIN - 07131320

**AMAL KR BOSE**  
Advisor (HOC)

Place : Kolkata  
Dated: 25th May, 2018



## CASH FLOW STATEMENT FOR THE YEAR ENDED 31ST MARCH 2018

[Figures in rupees]

	For the period 2017-18 (Rs)	For the period 2016-17 (Rs)
<b>A Cash flow from operating Activities</b>		
Net profit/loss (-) before taxation and extra-ordinary items	7,06,16,45,306	(9,63,48,84,555)
Add/(less) Adjustments for :		
Depreciation	43,97,079	76,15,885
Less: Adjustments	-	(4,531)
Provision for Gratuity	-	76,11,354
Liabilities written back	(13,61,23,698)	-
Provision for Accrued Leave liability	-	-
Provision for Slow /Non moving goods,Stores & R.M	-	1,32,98,443
Profit on sales of Fixed Assets	(7,18,13,474)	(1,05,86,964)
Loss of sales of Fixed Assts	-	2,31,15,481
Provison for WIP	-	2,39,86,183
Other adjustment waiver of Creditors Liability	-	2,78,42,178
Unrecoverable advances/deposits	2,56,36,046	-
For Unadjusted Debit Balance of Sundry Creditors	-	8,40,182
Prior period	(9,00,44,322)	(20,64,096)
Provision of Capital WIP	-	2,98,17,734
Provision for Doubtful Debts	-	18,10,58,607
Provision for Doubtful Advances	-	2,84,91,997
Interest Income	(10,12,98,541)	(2,90,18,472)
Interest Expense (Net of adjustment)	-	5,28,84,76,692
<b>Operating Cash flow before Working Capital Change</b>	6,69,23,98,395,400	(4,05,20,15,235)
<b>Adjustments for :-</b>		
Decrease/(Increase) in Inventories	1,61,93,121	38,49,992
Decrease/(Increase) in Trade Receivables	11,817	18,89,25,173
Decrease/(Increase) in Loans & Advances	67,13,86,649	(25,14,15,453)
Increase/(Decrease) in Trade payables	(22,52,85,066)	(29,80,14,250)
Increase/(Decrease) in Current Liabilities	(8,54,36,77,273)	(2,00,47,591)
Increase/(Decrease) in Provisions	(16,35,82,637)	(35,29,04,820)
<b>Operating Cash flow After Working Capital Change</b>	(1,55,25,54,993)	(4,78,16,22,184)
Less: Direct Tax paid during the year (TDS)	-	-
<b>Net Cash from Operating Activities</b>	<b>A (1,55,25,54,993)</b>	<b>A (4,78,16,22,184)</b>
<b>B Cash flow from Investing Activities</b>		
Purchase of Fixed Assets	(3,52,611)	-
Fixed Assets sold/discarded	25,35,79,758	1,05,87,601
Interest received	10,12,98,541	2,60,64,222
<b>Net Cash from Investing Activities</b>	<b>B 35,45,25,688</b>	<b>B 3,66,51,823</b>
<b>C Cash flow from Financing Activities</b>		
Loan Received	-	<b>4,00,00,00,000</b>
Advance Received	66,26,464	-
Share Application Money Refunded	(1,50,01,00,000)	-
Share Application Money Received pending allotment of share	-	6,63,59,00,000
Loan Bank Repaid	(1,17,63,294)	(3,05,63,00,000)
<b>Net Cash from Financing Activities</b>	<b>C (1,50,52,36,830)</b>	<b>C 7,57,96,00,000</b>
<b>Net Increase / Decrease (-) in Cash &amp; Cash Equivalents (A+B+C)</b>	(2,70,32,66,135)	2,83,46,29,638
Cash & Cash Equivalents (Opening)	<b>3,16,56,32,397</b>	33,10,02,759
<b>Cash &amp; Cash Equivalents (Closing)</b>	<b>46,23,66,262</b>	<b>3,16,56,32,397</b>

In terms of our report of even date

**For DAS & PRASAD**

Chartered Accountants

Firm Registration No. 303054E

**CA SUMIT KUMAR RAJGARHIA**

Partner

Membership No. - 068270

Place : Kolkata

Dated: 25th May, 2018

**R.C.SEN**

Chairman & Managing Director

DIN - 07131320

**AMAL KR BOSE**

Advisor (HOC)

### NOTE 1 : SIGNIFICANT ACCOUNTING POLICIES:

#### a) **SYSTEM OF ACCOUNTING**

These financial statements have been prepared in accordance with the generally accepted accounting principles in India under the historical cost convention on accrual basis. The financial statements have been prepared in accordance with the accounting standards as prescribed under Section 133 of the Companies Act, 2013 read with Rule 7 of the Companies (Accounts) Rules, 2014. The financial statements have been prepared under historical convention as a going concern.

#### b) **FIXED ASSETS**

Cost of Fixed Assets, with the exception of land given by the State Government of West Bengal and Andhra Pradesh free of cost, comprises its purchase price, cost of bringing the asset in its working condition for its intended use and financing cost relating to deferred credit/borrowed fund attributable to construction/acquisition for the period till it is put to use.

Land given to the Company free of cost by West Bengal Government for erection of the factory at Rupnarainpur in 1952-53 is valued at a nominal price of Rs. 1,53,000/-. Similarly, land given by Andhra Pradesh Government free of cost for construction of factory at Hyderabad is valued at a nominal price of Rs. 30,000/-. The valuation of these lands have been accounted for with the appropriate credit in Capital Reserve Account.

The gain or loss arising out of restatement of foreign currency loan at a rate prevailing as on the date of Balance Sheet is treated as adjustment of cost of fixed asset and is included in the carrying amount of the appropriate fixed asset.

#### c) **DEPRECIATION**

Depreciation on fixed assets has been provided on straight line method based on useful life specified in Schedule II of the Companies Act, 2013 after retaining residual value of 5% of the Original Cost of the assets. Depreciation is provided on pro-rata basis for Addition/Deletion of assets during the year. Leasehold land is amortised over the lease period.

#### d) **INVENTORIES**

The Inventories comprising of finished goods including despatches in transit, work in progress, raw materials, miscellaneous stores and spares and scrap stores are valued at the lower of cost and net realisable value.

#### e) **LIABILITY**

All known and ascertained liabilities, except of immaterial in nature, as on the date of Balance Sheet are taken into Account on accrual basis.

#### f) **FOREIGN EXCHANGE :**

Foreign Exchange differences are dealt with as follows:

- I) All exchange differences in the nature of gain or loss are dealt with in the Profit & Loss Account of the current period.
- II) All exchange differences in the nature of gain or loss pertaining to Foreign Currency Loan are restated at the rates ruling as on the date of Balance Sheet and any material exchange difference in the nature of gain or loss arising on such restatement are dealt with in the Profit & Loss Account of the current period.

#### g) **CAPITALISATION OF REVENUE EXPENDITURE DURING CONSTRUCTION PERIOD:**

The revenue expenditure incurred during the construction period of a project including normal revenue expenses, materials consumed, depreciation on construction equipments and interest on borrowed fund and any advance paid to the contractors/suppliers of machinery was capitalised.



h) **SALES AND SERVICES:**

Sales revenue is recognised on the transfer of title in the property of goods despatched for a price provided no significant uncertainty exists regarding the amount of consideration receivable for which estimated provision is made in the Accounts against Sales Revenue.

Revenue from services is recognised on the basis of proportionate completion method provided there exists no significant uncertainty regarding the amount of consideration and ultimate collection thereof.

The materials supplied by customers are included in Stores and Spares consumed as well as in Sales.

I) **RESEARCH AND DEVELOPMENT:**

The net revenue expenditure of Research and Development activities is charged to the Profit & Loss Account in the year in which it is incurred.

Fixed Assets installed at Research and Development Centres are capitalised and depreciated in the like manner that of other Fixed Assets.

j) **PRIOR PERIOD ITEMS**

Prior period items are income or expenses which arise in the current period as a result of errors or omissions in the preparation of the financial statements of one or more prior periods and accounted for accordingly.

k) **GRATUITY AND RETIREMENT BENEFITS**

Gratuity payable to eligible employees is administered by a separate Trust which has taken master policy under the Group Gratuity Scheme of the Life Insurance Corporation of India.

Expenditure incurred under voluntary retirement scheme will be charged in accordance with AS 15.

l) **BASIS OF PREPARATION**

All assets & liabilities have been classified as Current or Non-Current as per the Company's normal operating cycle and other criteria set out in the Schedule III to the Companies Act, 2013. Based on the nature of products and the time between the acquisition of assets for processing and their realisation in cash & cash equivalents, the company has ascertained its operating cycle as 12 months for the purpose of Current - non current classification of assets and liabilities.

m) **USES OF ESTIMATES**

The presentation of financial statement in conformity with the Indian GAAP requires estimates and assumptions to be made that affect the reported amount of assets and liabilities on the date of the financial statements and the reported amount of revenues and expenses during the reporting period. Difference between the actual results and estimates are recognised in the period in which the results are known/materialised.

NOTES TO FINANCIAL STATEMENTS FOR THE YEAR ENDED 31ST MARCH, 2018

	As at 31st March, 2018 (Rs)	As at 31st March, 2017 (Rs)		
<b>NOTE 2 SHARE CAPITAL</b>				
<b>Authorised :</b>				
6,00,00,00,000 Equity Shares @ Rs 10/- each (Previous year 6,00,00,00,000 Equity Shares of Rs.10 each)	60,00,00,00,000	60,00,00,00,000		
<b>Issued, Subscribed and Paid-up:</b>				
4,865,881,125 Equity Shares of Rs.10 each fully paid-up (Previous year 419,361,125 Equity Shares of Rs.10 each)	<b>48,65,88,11,250</b>	<b>4,19,36,11,250</b>		
a) Equity Shares				
Balance at the beginning of the year		4,19,36,11,250		
Add: Alloted during the year	4,19,36,11,250	4,19,36,11,250		
Balance at the end of the year	<b>44,46,52,00,000</b>	-		
	<b>48,65,88,11,250</b>	<b>4,19,36,11,250</b>		
b) Details of Shareholders holding more than 5% Shares in the Company :				
<b>Equity Shares of Rs 10/- each fully paid</b>	<b>No. of Shares</b>	<b>% of Holding</b>	<b>No. of Shares</b>	<b>% of Holding</b>
<b>President of India</b>	4,86,58,81,125	100.00%	41,76,92,325	99.60%
No Calls are unpaid by any Director of the Company during the year.				
<b>NOTE 3 RESERVES AND SURPLUS</b>				
Capital Reserve (Represents the credit for land acquired free of cost from Govt. of AP & WB ).	1,83,000	1,83,000		
	<b>A</b>	<b>1,83,000</b>	<b>1,83,000</b>	
<b>GENERAL RESERVE</b>				
Opening Balance		-		
Add : Debenture Redemption Reserve Transferred fro Capital Reserve	16,75,03,620	16,75,03,620		
Add : Bond Redemption Reserve Transferred fro Capital Reserve	39,97,12,698	39,97,12,698		
<b>Closing Balance</b>	<b>B</b>	<b>56,72,16,318</b>	<b>56,72,16,318</b>	
<b>SURPLUS/(DEFICIT)</b>				
Opening Balance	(61,49,23,36,748)	(84,97,69,51,649)		
Add : Net Profit for the year	7,06,16,45,306	23,48,46,14,901		
<b>Closing Balance</b>	<b>C</b>	<b>(54,43,06,91,442)</b>	<b>(61,49,23,36,748)</b>	
<b>Net Balance</b>	<b>A+B+C</b>	<b>(53,86,32,92,124)</b>	<b>(60,92,49,37,430)</b>	



## NOTES TO FINANCIAL STATEMENTS FOR THE YEAR ENDED 31ST MARCH, 2018

		AS AT 31ST MARCH, 2018		AS AT 31ST MARCH, 2017	
		(Rs)	(Rs)	(Rs)	(Rs)
<b>NON CURRENT LIABILITIES</b>					
<b>NOTE 4</b>	<b>Long Term Borrowings</b>				
	<b>UNSECURED LOANS :</b>				
	Other Project Loans	-		10,79,78,543	
	Add : Interest Accured & Due	-	-	-	10,79,78,543
	Loan from Housing Development Fin Corpn [Refer Note-30]	-		99,08,449	
	Add : Interest Accured & Due	-	-	-	99,08,449
	Deferred Credit Term Loan with BOB		-		3,00,00,000
	Deferred Credit Term Loan with S B I		-		-
	<b>II</b>		-		<b>14,78,86,992</b>
	<b>TOTAL</b>		<b>I+II</b>		<b>14,78,86,992</b>
<b>NOTE 5</b>	<b>TRADE PAYABLES</b>				
	Sundry Creditors :				
	For Goods	20,14,88,546		42,67,73,612	
<b>NOTE 6</b>	<b>CURRENT LIABILITIES</b>		<b>20,14,88,546</b>		<b>42,67,73,612</b>
	<b>Trade Payables :</b>				
	Liabilities for Expenses	34,39,05,842		62,35,44,771	
	For Expenses	8,28,64,235		40,17,73,379	
	For Statutory Liabilities	6,62,71,359		3,81,77,84,354	
	Advances from Customers	2,64,28,79,279		4,71,34,27,694	
	Grant from GOI	-		3,22,81,697	
	Inter Unit Adjustment	-		3,89,03,529	
	Security Deposits from Contractors	54,68,883		1,11,52,045	
	Interest on advance from BSNL	28,51,30,943		57,08,51,195	
	Interest on advance from MTNL	59,87,49,758		-	
	Other Liabilities	(47,17,019)		85,82,59,404	
	Interest accrued and due	4,44,87,641		1,57,96,43,654	
			<b>4,06,50,40,921</b>		<b>12,64,76,21,723</b>
<b>NOTE 7</b>	<b>SHORT TERM PROVISIONS :</b>				
	For Employee Benefits	82,99,828		7,37,43,809	
	For Gratuity	-		2,52,443	
	Provision for Leave Salary of Vrs Employee	-		9,78,86,213	
			<b>82,99,828</b>		<b>17,18,82,465</b>
<b>NOTE 9</b>	<b>CAPITAL WORK-IN-PROGRESS</b>				
	Modernisation, Expansion and Diversification Projects	17,08,66,133		17,08,66,133	
	Materials and Advances aginst Capital works	33,10,251		33,10,251	
	Expenditure during construction pending allocation	35,92,83,517	53,34,59,901	35,92,83,517	53,34,59,901
	Less: Provision for Capital WIP	53,34,59,901		53,34,59,901	
	Less: Provision for Advance Against Capital Works	-	53,34,59,901	-	53,34,59,901
			-		-



NOTES TO FINANCIAL STATEMENTS FOR THE YEAR ENDED 31ST MARCH, 2018

Note 8 : Tangible Assets

	Freehold Land	Approach Road	Land Development	Factory & office Building	Admin Building	Building Residential	Non Residential Building	Water supply and sanitation	Plant and Machinery	Ship Expansion Project	Vehicles	Railway Sidings	Furniture, Fittings, Office equipments	Library	Electrical Installation	Motor Car & Lorry	Fire Fighting Equipments	Telephone Installation	Computers	Total
<b>COST</b>																				
As at 31-3-2017	31,06,265	2,37,595	2,33,77,612	6,64,32,805	38,05,657	13,88,44,610	12,02,62,060	2,67,26,583	4,01,48,08,369	2,76,27,798	32,70,581	12,58,907	7,88,30,382	42,934	5,09,00,862	14,38,234	78,207	26,19,279	1,05,52,673	4,57,42,21,413
Additions during the year	-	-	-	-	-	-	-	-	-	-	-	-	21,050	-	1,76,200	-	-	-	1,55,361	3,52,611
Transfer/ Deductions/ Adjustments	-	-	-	-	-	-	-	-	(4,01,48,08,369)	(2,76,27,798)	-	-	-	-	-	-	-	-	-	(4,04,24,36,167)
As at 31-3-2018	31,06,265	2,37,595	2,33,77,612	6,64,32,805	38,05,657	13,88,44,610	12,02,62,060	2,67,26,583	-	-	32,70,581	12,58,907	7,88,51,432	42,934	5,10,77,062	14,38,234	78,207	26,19,279	1,07,08,034	53,21,37,857
<b>DEPRECIATION</b>																				
As at 31-3-2017	-	2,25,715	2,22,08,727	5,57,72,758	16,78,295	8,31,67,037	10,85,37,940	2,52,30,462	3,83,34,08,219	2,76,27,798	31,07,056	11,95,959	6,90,78,792	40,787	4,82,49,397	13,66,324	74,296	24,92,303	1,00,47,281	4,29,25,09,146
For the year	-	-	-	9,22,932	1,53,553	17,51,885	7,58,795	13,189	6,33,872	-	-	-	49,478	-	41,593	-	-	-	71,782	43,97,079
Transfer/ Deductions/ Adjustments	-	-	-	-	-	-	-	-	(3,83,30,42,091)	(2,76,27,798)	-	-	-	-	-	-	-	-	-	(3,86,06,69,889)
As at 31-3-2018	-	2,25,715	2,22,08,727	5,66,95,690	18,31,848	8,49,18,922	10,92,96,735	2,52,43,651	-	-	31,07,056	11,95,959	6,91,28,270	40,787	4,85,90,990	13,66,324	74,296	24,92,303	1,01,19,063	43,62,36,336
<b>NET BLOCK</b>																				
As at 31-3-2017	31,06,265	-	11,80,765	2,45,11,529	-	5,56,77,573	-	14,96,122	18,24,00,157	-	-	62,947	97,53,737	-	26,51,464	2,35,435	3,911	1,26,976	5,05,392	28,17,12,270
As at 31-3-2018	31,06,265	11,880	11,68,885	97,37,115	19,73,809	5,39,25,688	1,09,65,325	14,82,932	-	-	1,63,525	62,948	97,23,162	2,147	27,86,072	71,910	3,911	1,26,976	5,88,971	9,59,01,522



## NOTES TO FINANCIAL STATEMENTS FOR THE YEAR ENDED 31ST MARCH, 2018

	AS AT 31ST MARCH, 2018		AS AT 31ST MARCH, 2017	
	(Rs)	(Rs)	(Rs)	(Rs)
<b>NOTE 10 LONG TERM LOANS AND ADVANCES</b>				
<b>Advance &amp; Claims Recoverable</b>		-		5,88,632
<b>Deposit &amp; Advances against supplies</b>				
<b>incl. Advance recoverable in</b>				
<b>cash or kind or for value to be received :</b>				
Secured	-		-	
Unsecured - Considered Good	2,25,35,478		3,37,09,049	
Unsecured - Considered Doubtful	5,04,83,955	7,30,19,433	8,11,35,194	11,48,44,243
<b>Deposit with Customs, Port Authorities and</b>		-		4,567
<b>Other Govt Department</b>				
Advance Payment of Sales Tax	-		7,52,701	
Advance payment of WCT	-		20,15,332	
Advance against supplies	-	-	-	27,68,033
<b>Deposit with Customs, Port Authorities etc</b>				
Considered Good	-		1,77,22,714	
Considered Doubtful	-	-	2,00,46,264	3,77,68,978
Less Provision for Advance Recoverable	2,25,30,484		2,25,30,484	
Provision for Doubtful Loans and Advances	13,41,222		5,20,33,733	
Provision for FR & TR Charges Recoverable	2,40,88,240		2,40,88,240	
Provision for Foam Skin Insulated Cable M/C	45,76,410		45,76,410	
Provision for Unadjusted Dr Balance of S/Creditors	2,04,83,076	7,30,19,433	2,04,83,076	12,37,11,943
		-		<b>3,22,62,510</b>

### CURRENT ASSETS

#### **NOTE 11 TRADE RECEIVABLES**

Debts Outstanding for more than 6 months				
Considered Good	13,00,116		13,11,934	
Considered Doubtful	1,77,03,09,453	1,77,16,09,569	1,77,03,09,453	1,77,16,21,387
Debts Outstanding for less than 6 months				
Considered Good	4,48,470		4,48,470	
Considered Doubtful	-	4,48,470	-	4,48,470
		1,77,20,58,039		1,77,20,69,857
Less: Provision for Doubtful Trade Receivables		1,77,03,09,453		1,77,03,09,453
		<b>17,48,587</b>		<b>17,60,404</b>

# HINDUSTAN CABLES LIMITED

## NOTES TO FINANCIAL STATEMENTS FOR THE YEAR ENDED 31ST MARCH, 2016

	AS AT 31ST MARCH, 2018		AS AT 31ST MARCH, 2017	
	(Rs)	(Rs)	(Rs)	(Rs)
<b>NOTE12 INVENTORIES</b>				
(i) Miscellaneous Stores (at cost)	-	-	61,513,176	
(ii) Small tools and spares -Others	-	-	501,120	
	-	-	62,014,290	
Less Loss due to natural hazards	-	-	90,840	
	-	-	61,548,093	
Less Provision for Slow/Non-Moving Stores	-	-	<b>375,357</b>	
(iii) Stock of Scrap Stores at cost or realisable value, whichever is lower	-	-	16,127,105	
Less Excise Duty	-	-	1,182,692	
less Provision for Scrap stores	-	-	14,495,928	
	-	-	<b>448,485</b>	
(iv) Raw Materials at cost (This includes inspection/in-transit )	-	-	59,258,940	
Less Loss due to natural hazards	-	-	-	
Less Provision for Stock	-	-	56,786,946	
Less Provision for Doubtful balanced eith Fabricators	-	-	-	
Less Provision for Slow/Non-moving R.M	-	-	180,175	
	-	-	<b>206,769</b>	
(v) Finished Goods at cost or realisable value, whichever is lower	-	-	489,341	
Less Provision for Unusuable FG	-	-	178,415	
	-	-	<b>310,926</b>	
(vi) Work-in-Progress at cost or realisable value, whichever is lower	-	-	57,658,271	
Less Loss due to natural hazards	-	-	2,654,000	
Less Provision for Unusuable WIP	-	-	40,152,687	
	-	-	14,851,584	
Less Provision for obsolete WIP	-	-	14,851,584	
	-	-	16,193,121	
<b>NOTE13 CASH &amp; CASH EQUIVALENTS</b>				
Cash on hand	-	-	11,576	
Stamps in hand	-	-	-	11,576
<b>In Fixed Deposits with Scheduled Banks:</b>				
BOI	736,821	-	-	
Indian Overseas Bank	2,901,795	-	-	
BOB	169,612,406	-	682,874	
Allahabad Bank	187,933,371	-	2,037,872,917	
Canara Bank	-	-	20,349,293	
State Bank of India	88,005,475	449,189,867	623,396	2,059,528,480
<b>In current Accounts with Scheduled Banks:</b>				
Margin money with SBI	-	-	-	
State Bank of India (All branch)	244,091	-	36,408,855	
Bank of Baroda	205,273	-	100,000,000	
Bank Of India, (All branch)	53,507	-	53,471	
United Bank of India	5,334	-	22,966	
Canara Bank	0	-	15,967,839	
Allahabad Bank	12,666,684	-	953,329,570	
Indian Overseas Bank (All branch)	1,505	-	-	
Remittance In transit	-	13,176,395	309,641	1,106,092.342
		<b>462,366,262</b>		<b>3,165,632,397</b>
<b>NOTE14 SHORT TERM LOANS AND ADVANCES</b>				
Surrender of Gratuity Policy(LIC)	-	-	-	106,456,836
Advance recoverable in cash or kind or for value to be received :				
Considered Good	14,754,584	-	-	585,712,461
Considered Doubtful	84,689,104	-	-	84,689,104
	99,443,687	-	-	776,858,401
Less: Provision for Doubtful Advance	9,837,879	-	-	84,689,452
	89,605,809	-	-	692,168,949
Less : Written off during the year	74,851,573	-	-	-
Deposits against supplies	2,724,689	-	-	2,724,689
Balance with Customs/Central Excise	4,070,714	-	-	4,070,714
Less: Provision for Doubtful Advances	-	-	-	6,795,403
Advance Payment of Income Tax and TDS	29,881,393	-	-	28,758,375
Less:- Written off during the year	6,795,403	-	-	-
<b>Other current assets</b>				
Township amounts receivable	30,000	-	-	-
Others amounts Receivable	4,500,300	-	-	-
Gst Receivable	375,046	-	-	-
	<b>49,540,675</b>			<b>720,927,324</b>



## NOTES TO FINANCIAL STATEMENTS FOR THE YEAR ENDED 31ST MARCH, 2018

	For the period 2017-18		For the period 2016-17	
	(Rs)	(Rs)	(Rs)	(Rs)
<b>NOTE 15 OTHER INCOME</b>				
Interest		101,298,541		29,018,472
Sale of Scrap		-		107,339
Miscellaneous Income		140,417,817		11,742,165
Profit on sale of Fixed Assets		71,813,474		10,586,964
Excess received from Gratuity / PF /MBF		11,832,757		-
Excess Provision on Inventory written back		11,540,223		-
EMD forfeited		2,668,140		-
Prior Period Adjustment		89,506,678		-
		<b>429,077,629</b>		<b>51,454,940</b>
<b>NOTE 16 COST OF MATERIAL CONSUMED</b>				
<b>A RAW MATERIALS CONSUMED</b>	87,240,160		89,325,210	
Opening Stock	-	87,240,160	785,680	88,539,530
Less Materials awaiting inspection/in transit reversed/Theft		-		785,680
Add: Purchases / transfer - incidental Raw Material		87,240,160		89,325,210
Less Loss due to natural hazards		-		2,085,050
Less: Closing Stock		-		87,240,160
Provision on Inventory write back		30,066,270		-
		<b>57,173,890</b>		-
Less Transfer to Water Supply & Sanitation		-		-
		<b>57,173,890</b>		-
<b>B STORES, SPARE PARTS AND SMALL TOOLS CONSUMED</b>				
Opening Stock	103,798,936		103,889,777	
Less : Loss due to Fire		-		-
Less: Material awaiting inspection/in-transit reversed/Theft/ damaged/ decayed	-	103,798,936	4,892,568	98,997,209
Add: Purchases (including Jointing Materials )		-		5,500,975
Less Loss due to natural hazards		-		-
Closing Stock		-		-
Provision on Inventory write back	41,875,486			-
Transfer to Other Repair & Maintenance		-	627,070	104,498,184
		61,923,450		-
TOTAL (A+B)		<b>119,097,340</b>		-
<b>NOTE 17 CHANGES IN INVENTORY OF FINISHED GOODS, WIP &amp; SCRAP</b>				
Opening Stock				
Finished Goods		464,386		7,333,386
Work in Progress		163,745,014		159,530,014
Scrap		60,066,075		60,066,075
Less: Loss due to fire		-		-
less :- Sale of obsolete stock		(11,540,223)		-
Excess Provision of inventory transfer to other income		11,540,223		-
Less: Closing Stock:				
Finished Goods		-		464,286
Work in Progress		-		166,399,014
Provision on Inventory write back		153,862,405		-
Scrap		-		-
Net (Increase)/ Decrease		<b>153,862,405</b>		<b>60,066,075</b>
		<b>70,413,070</b>		<b>226,929,475</b>
<b>NOTE 18 EMPLOYEES' REMUNERATION AND BENEFITS</b>				
Salaries & Wages		42,889,870		715,018,837
Staff Welfare Expenses		9,368,759		106,056,439
VRS Compensation		12,366,740		1,898,520,481
Contribution to -				
Provident Funds & Other Funds		-		69,476,566
Expenditure on Earned Leave		-		61,460,281
Expenditure on Medical Leave		-		48,756,535
Provision for Earned Leave		-		928,454
Provision for Medical Leave		-		380,345
Provision for Leave Salary of Ex - employees		-		37,046,076
Ex - Gratia		14,718,351		-
Gratuity		14,149,523		160,029,219
		<b>93,493,243</b>		<b>3,097,675,284</b>

# HINDUSTAN CABLES LIMITED

## NOTES TO FINANCIAL STATEMENTS FOR THE YEAR ENDED 31ST MARCH, 2018

19 OTHER EXPENSE :	For the period 2017-18		For the period 2017-18	
	(Rs)	(Rs)	(Rs)	(Rs)
<b>A MANUFACTURING , ADMINISTRATION, SELLING AND</b>				
<b>NOTE19 OTHER EXPENSE :</b>				
Power & Fuel		5,98,362		2,89,48,826
Electricity Charges		37,33,191		54,53,592
General Charges- Factory		-		1,06,30,589
R & D Expenses		-		4,24,24,395
Repairs to :				
Buildings		-	20,691	
Others	20,01,575	20,01,575	53,51,821	53,72,512
Insurance		-		3,38,147
Interest on PF		4,96,816		-
Interest on Professional Tax		59,279		-
Rates and Taxes		2,02,67,777		81,00,452
Rent		6,79,347		41,89,372
Salary Consultants		3,90,58,955		-
Consultancy Fees		82,69,260		-
Travelling & Conveyance		1,05,68,115		41,75,049
Postage, Telegram & Telephone		2,37,921		5,17,788
Penalty on PF Contribution		6,71,90,917		5,51,71,344
Interest on Others		1,39,07,524		18,13,67,515
Bank charges		3,73,713		2,39,050
For Statutory Audit	1,70,000		2,00,600	
For Tax Audit	25,000	1,95,000	29,500	2,30,100
For other capacity of Certification Work		-		-
Reimbursement of Expenses		-		-
As Advisor, or in any other capacity, in respect of -		-		-
i) management services		2,50,000		-
ii) in any other manner		50,000		-
Printing & Stationery		5,69,901		8,28,855
Payment to Land Displaced Persons		75,803		24,83,246
Advertisement		1,36,24,888		-
Legal Expense		75,93,442		35,98,460
Brokerage & Commission		18,40,000		-
Freight & Transport Charges		4,31,010		-
Security Expenses		1,28,12,538		78,52,780
Penalty on Unpaid CED		-		66,725
Unrecoverable advances/deposits		2,56,36,046		-
Miscellaneous Expenses		36,49,316		2,32,48,859
		<b>23,41,70,695</b>		<b>38,52,37,656</b>
<b>B (Profit)/Loss on sale of Fixed Asset</b>				
Loss on Sale of Fixed Asset		-		2,31,15,481
				<b>2,31,15,481</b>
<b>C PROVISIONS &amp; WRITE OFF:</b>				
For Doubtful Debts		-		18,10,58,607
For WIP		-		2,65,07,483
For Doubtful Loans & Advances		3,64,782		2,84,81,997
For Unadjusted Debit Balance of Sundry Creditors		-		8,40,182
For Doubtful Advance		-		10,000
		<b>3,64,782</b>		<b>23,68,98,269</b>
<b>D PRIOR PERIOD ADJUSTMENT:</b>				
Interest On PF/Pension		-		42,34,646
Other Income		-		(2,13,31,283)
Raw Materials, Stores and Spares		-		(20,64,096)
Employees Remuneration and Benefits		-		93,437
Other Expenses		8,23,224		(97,04,141)
Depreciation		-		(4,531)
WIP Provisions		-		(25,21,300)
		<b>8,23,224</b>		<b>(3,12,97,268)</b>
TOTAL [A+B+C+D]		<b>23,53,58,701</b>		<b>61,39,54,138</b>
<b>NOTE20 DEPRECIATION</b>				
Depreciation on Tangible Assets		<b>43,97,079</b>		<b>76,15,885</b>
<b>NOTE21 FINANCE CHARGES :</b>				
Interest on :				
Govt. of India Loan		-		5,28,84,76,692
Others		-		67,86,17,635
				<b>5,96,70,94,327</b>
<b>NOTE22 EXCEPTIONAL ITEMS</b> [Refer Note - 47]				
Liability no longer required Written Back		6,98,20,09,820		33,13,91,01,437
Provision Written Back :				
For Stock		17,33,17,289		
Impairment Loss		-		(1,47,71,952)
Loss due to Natural Disaster		-		(48,29,890)
		<b>7,15,53,27,109</b>		<b>33,11,94,99,595</b>



**NOTES TO FINANCIAL STATEMENTS FOR THE YEAR ENDED 31ST MARCH, 2018**

<b>NOTE 23 Contingent liability not provided for :</b>	<u><b>2017-18</b></u> <u><b>Rs. in lacs</b></u>	<u><b>2016-17</b></u> <u><b>Rs. in lacs</b></u>
(a) Claims against the Company not acknowledged as debts		
Reimbursement to Govt. of Andhra Pradesh towards laying external pipelines for water supply to factory.	-	1.50
(b) Estimated amount of contracts remaining to be executed on Capital Account not provided for (net of advance)	3.00 8.21	8.21
(c) Other money for which the Company is contingently liable:		
i) Cases under Arbitration	901.89	807.44
ii) Other Court Cases	1,416.60	1,743.71
iii) Disputed Customs Duty Liability & port rent (including Custom Duty)	836.43	949.29
iv) Arrear against pay revision (including PF)	1,788.05	1,771.00
v) Proposal for levy of Damages u/s 14B of the EPF & MP Act, 1952	175.28	175.28
vii) Claim of a contractor under subjudice	180.70	24.25
viii) Balance Gratuity awarded to Casual Employees by Asst. Labour Commissioner	325.00	-
x) Disputed claim of subcontractor/ Supplier/ Consultant	58.50	58.50
xi) Estimated amount of Excise Duty and interest thereon , not provided for	2,891.48	2,891.35
xii) Balance Gratuity awarded to V.R Employees by Asst Labour Commissioner	62.12	10.92
xiii) Demand Notice ( Income Tax ) Year wise not provided for :		
Financial Year 2009-10	-	0.72
Financial Year 2010-11	-	23.10
Financial Year 2012-13	-	1.76
xiv) Legal cases pending in courts (Staff/ others)	2,729.62	2,729.62
Terminated/Suspended employees revised wages	86.98	-
xv) ESI & CC To ESI (Employees)	16.48	14.48
xvi) ESI (Land Displaced Persons up to 31.03.2017)	10.66	10.66
xvii) Amount received on closure of trust	29.00	-
xviii) Demand for enhanced Compensation for the land acquired by TSIIC for the purpose of HCL in Mallur, Hyderabad	72.91	
xvii) Members of HCE Cooperative Credit Society have claimed interest on due amount	133.00	
d) In none of the cases cash outflow is envisaged at this point of time as assessed by the management.		
e) There are other court cases with Civil/High court of Allahabad not acknowledged by the Company (27 nos.) involving HCL , pending from the earlier years for which reliable estimate of the liability could not be made nor any probable cash outflow is envisaged at this point of time.		
f) Arbitration awards in 3 cases amounting to Rs 74.36 Lacs has gone against the Company for which the Company is thinking to file Court Case for redressal.		

# HINDUSTAN CABLES LIMITED

## NOTES TO FINANCIAL STATEMENTS FOR THE YEAR ENDED 31ST MARCH, 2018

### NOTE 24

	Dry Core Cable (incl Aluminium Sheathed Cables)	Jelly Filled Cables	Copper Coated Steel Wires	Coil Cord & Computer Cord	Fibre Optic Cables	Systems/ Accessories jointing Materials	Special Purpose Machines	Turnkey Services	Tool, Cutter Grinder & Others
a) LICENSED CAPACITY	NA	NA	NA	NA	NA	NA	NA	NA	NA
b) INSTALLED CAPACITY	1200 KM	75700 KM	NIL	2.5 Million		-			
(As certified by Management)	1LCKM (1200 KM)	119.57 LCKM (75700 KM)	(NIL)	Sets (2.5 Million )	55080 FKM (55080 FKM)	-	24 NO. (24 NO.)		24 NO. (24 NO.)
	(1 LCKM)	(119.57 LCKM)		Sets					
c) Actual Production									
Quantity in LKM	-	-	-	-	-	-	-	-	-
	( - )	( - )	( - )	( - )	( - )	( - )	( - )	( - )	( - )
Quantity in LCKM/TKM/MT/FKM/ SETS	-	-	-	-	-	-	-	-	-
	( - )	( - )	( - )	( - )	( - )	( - )	( - )	( - )	( - )
Value (Rs. in Lacs)	-	-	-	-	-	-	-	-	-
	( - )	( - )	( - )	( - )	( - )		( - )	( - )	( - )
d) The Opening and Closing Stock of Goods Produced									
i) Opening Quantity	-	-	-	-	-	-	-	-	-
in LKM	(-)	(-)	(-)	(-)	(-)	(-)	(-)	(-)	(-)
Quantity in LCKM/TKM/MT/FKM	-	-	1.60	-	-	-	-	-	-
	(-)	(-)	(1.60)	(-)	(-)	(-)	(-)	(-)	(-)
Value (Rs. in Lacs)	-	-	3.28	-	-	-	-	-	1.62
	(-)	(-)	(3.28)	(-)	(-)	-	(-)	(-)	(1.62)
ii) Closing Quantity	-	-	(-)	-	-	-	-	-	-
in LKM	(-)	(-)	(-)	(-)	(-)	(-)	(-)	(-)	(-)
Quantity in LCKM/TKM/MT/FKM/ SETS	-	-	(1.60)	(-)	(-)	-	(-)	(-)	(-)
	(-)	(-)	(1.60)	(-)	(-)	-	(-)	(-)	(-)
Value (Rs. in Lacs)	-	-	-	-	-	-	-	-	-
	(-)	(-)	(3.28)	(-)	(-)	-	(-)	(-)	(1.62)
e) Turnover									
Quantity in LKM	-	-	-	-	-	-	-	-	-
	(-)	(-)	(-)	(-)	(-)	(-)	(-)	(-)	(-)
Quantity in LCKM/TKM/MT/FKM	-	-	-	-	-	-	-	-	-
	(-)	(-)	(-)	(-)	(-)	(-)	(-)	(-)	(-)
Value (Rs. in Lacs)	-	-	-	-	-	-	-	-	-
Including C.E. Duty	(-)	( - )	( - )	( - )	( - )	( - )	( - )	-	( - )

Quantities of opening and closing balances are taken net of scrapped quantity.  
Turnover includes cable supplied by the customer valuing Nil (previous year Rs Nil).  
Previous year figures are given in bracket ( ).

### NOTE 25

	2017-18	2016-17
	Rs. in Lacs	Rs. in Lacs
The following expenditure were incurred during the year as social overhead which are included in the Profit and Loss Account under the relevant heads :		
(a) Expenditure (Net) on township (excluding interest charges on building)	0.20	343.76
(b) Expenditure on Schools	NIL	85.53
(c) Medical expenditure	0.43	298.45
(d) Subsidies in regard to social and cultural activities	NIL	0.29



## NOTES TO FINANCIAL STATEMENTS FOR THE YEAR ENDED 31ST MARCH, 2016

- NOTE 26** i) Trade Receivables include a sum of Rs 17,651.94 Lakhs (previous year Rs.17,651.94 Lakhs) which is pending for settlement with BSNL & MTNL for long period. However the Company is regularly pursuing the matter. However, the provision for said amount has already been made in financial statements.
- ii) Trade Receivables of FOU includes an amount of Rs 86.56 Lakhs on account of liquidated damages on PIJF cable. Company has filed an appeal centrally for refund of the said amount from BSNL and provision has been made their against.
- NOTE 27** Loan from BOB is treated as unsecured as no debtors against which the loan was sanctioned are outstanding and no other charges has been created in favor of BoB against these dues. Outstanding amount of BoB is Rs. 1165.64 Lakhs out of which the Company have written back amount of Rs. 865.64 Lakhs in FY 2016-17 as BoB agreed to settle the total dues at RS.300.00 Lakhs vide their letter no. BOB:ARMB:HCL:H-6:2017-18/71 dated 03.08.2017. Further in current year, out of Rs. 300.00 Lakhs, the Company went for one time settlement with BOB, and paid Rs.51.63 Lakhs as full and final settlement against their dues. Balance amount of Rs. 248.37 Lakhs was written back during the year
- NOTE 28** The Company's short term loans included Rs. 200.00 Lakhs payable to 'Garden Reach Shipbuilders & Engineers Limited', out of which during the year the Company has repaid Rs.66.00 Lakhs as part of full and final settlement of dues on the basis of One Time Settlement entered between two parties and the Company has written back during the year amounting to Rs. 134.00 Lakhs. Further entire interest payable on such short term loan was also written back during the year.
- NOTE 29** The Company's trade payables included Rs. 104.79 Lakhs payable to 'MMTC', out of which during the year the Company has repaid Rs.33.00 Lakhs as part of full and final settlement of dues on the basis of One Time Settlement entered between two parties and the Company has written back during the year amounting to Rs. 71.79 Lakhs.
- NOTE 30** The Company's unsecured loans included principal amount of Rs. 99.08 Lakhs and interest payable amounting to Rs 667.61 Lakhs to 'HDFC', for which the Company has written back entire amount during the year, as the liability is not longer required.
- NOTE 31** The Company's trade payables included Rs.5,873.00 Lakhs payable to 'Damodar Valley Corporation', out of which during the year the Company has repaid Rs.1,944.59 Lakhs as part of full and final settlement of dues on the basis of One Time Settlement entered between two parties and written back balance amount of Rs.3,928.41 Lakhs
- NOTE 32** The Company's other liabilities under the head other current liabilities included Rs. 25,858.26 Lakhs payable two parties as interest on advance from customers, for which the Company has written back the same as the liability is no longer required. Further the short term unsecured loan payable to one of the lenders which was standing in books amounting to Rs. 879.78 Lakhs was written back along with interest, as the liability is no longer required.
- NOTE 33** Sundry Creditors, amount due to government departments/ statutory dues have been settled as per the final demand issued and/or final settlement entered in to and balance amounts were written back or written off after adjusting related expenses incurred. Creditors/ Statutory dues, which in the opinion of the management are no more payable were written back.
- NOTE 34** The Company during the year has written back entire amount of Rs.1,344.00 Lakhs payable to Government of India, which was standing in books as guarantee fees payable since long, as the liability is no longer required.
- NOTE 35** The Company during the year has written back entire amount of Rs.322.82 Lakhs payable to Government of India, which was standing in books as government grant since long, as the liability is no longer required.
- NOTE 36** a) In terms of the directive of the Ministry of Heavy Industries & Public Enterprises relating to revision of pay of 1997 of the employees of the FOU, the payment of arrear salary & wages shall be made only out of the generation of internal resources. As such, no provision has been made at this stage and the same estimated at Rs.55.29 Lakhs (previous years it was Rs. 55.29 Lakhs). except Rupnarainpur Unit.
- b) In terms of the directives of DHI dated 28-09-06 and 10.01.07 recovery was effected to the extent of 25% of the arrear paid/advance given on account of pay scale revision of all the employees of the Company. Subsequently, the Hon'ble High Court of Andhra Pradesh issued an interim stay order dated 19.6.07 passed in WPMP no. 15791 of 2007 in W.P.No. 12646 of 2007 directing not to implement the recovery of such arrear. As such the amount so recovered earlier of Rs 222.85 Lakhs has been booked in the current liability.
- NOTE 37** The changes in Accounting Policy in respect of Revenue Expenditure during contributions and Research & Development have no financial impact.
- NOTE 38** The Company became a sick industrial Company within the meaning of Clause "O" of sub-section (I) of section (3) of SICA, 1985 for which reference was made to BIFR u/s 15(1) of the Act in November, 2002. Since then the Company has been incurring cash losses in all financial years the Government of India has directed for its closure. However, the accounts have been prepared on going concern basis.



**NOTES TO FINANCIAL STATEMENTS FOR THE YEAR ENDED 31ST MARCH, 2018**

- NOTE 39** The Company during FY 2016-17 had made settlement with few MSME parties and accordingly written back the entire interest amount outstanding to the parties covered under MSME. During FY 2017-18 the Company has made one time settlement with 8(eight) parties of the 12 (twelve) parties covered under MSME. The Company has neither provided for interest on outstanding principal amount nor any TDS was deducted. Balance principal outstanding on account of 4( parties) is amounting Rs. 58.67 Lakhs.
- NOTE 40** In respect of Rupnarianpur and Hyderabad unit -  
a) The Company have sold all the inventories through MSTC by bidding process during the year and the price realized is more than the book value.  
In respect of other units of the Company -  
b) The Company have sold all the inventories through MSTC by bidding process the fund realizing less than book value.
- NOTE 41** Dues assessed under section 7A of the EPF & MP Act, 1952 by RPF/SRO/DGP along with interest thereon upto 31.03.2018 has been considered as Statutory Liabilities though appeal is pending at EPFAT, New Delhi
- NOTE 42** As per the provisions of Schedule II of the Companies Act, 2013, depreciation for the year ended 31.03.2018 has been provided on the basis of useful life of the assets.
- NOTE 43** During the year the Company has received Rs. 7,121.19 Lakhs as surrender value from LIC policies which was created for payment of gratuity to employees. As the gratuity was paid out of the Government fund released at the time of VRS payments in FY 2016-17, hence said Rs.7,121.19 Lakhs received from LIC in FY 2017-18 became surplus fund and was returned to the Government of India during FY2017-18.
- NOTE 44** As per the order of DHI OM 1(8)/2016-pe-ii dated 14.02.2016, Naini Unit of Hindustan Cables Limited has been transferred to Naini Aerospace Limited (NAeL) w.e.f. 01.02.2017. The transfer has been made on itemized basis i.e.. 125 personnel, who did not applied for VRS, 13 Land Displaced persons, Land 52.62 acres at Factory premises, Building constructed on Factory Premises' land, water and electricity installations for a consideration of Rs.101.00 only.
- NOTE 45** As per DHI's letter no. 1(13)/2003-PE-II (Vol.X) dated 6th October, 2016 with respect to closure of HCL by relieving all the employees for implementation of approved Roadmap for closure of CPSEs under DHI. This would be achieved by offering attractive VRS/VSS package, retrenchment of the employees not opting VRS/VSS under Industrial Disputes Act, 1947 (IDA), settlement of all employee related liabilities including payment of salary and wages from April 2015 till they are separated from the Company.
- NOTE 46** Since the year 2003, the Company has availed various loans from time to time from Government of India for payment of salary, wages and other statutory dues. Aggregate of such loan as on 31.3.2016 is Rs. 1,31,188.48 Lakhs of principal and Rs.1,81,660.97 Lakhs of interest totaling to Rs. 312849.45 Lakhs. Additional interest of Rs. 56348.04 Lakhs has been accrued during the period from 1.4.2016 to 30.9.2016. DHI vide their letter No.1(13)/2003-PE-II (VOL X), dated 6.10.2016 has conveyed approval of Union Cabinet for "conversion into equity of the existing Govt. of India's loan of Rs. 3467.15 crore (projected) (Principal of Rs.1311.88 crore and interest of Rs.2155.27 crore), as on 30.9.2016 (freezing the interest thereafter)."  
In terms of the approval of the Union Cabinet in meeting held on 28.9.2016 for closure of Hindustan Cables Limited, during the financial year 2016-17 the Company has received cash infusion in the form of non-plan loan for Rs.25,858.00 Lakhs and Rs.14,150.00 Lakhs totaling to Rs.40,000.00 Lakhs. The said amount was utilized for OTS of the dues to secured lenders and payment of part of pending salary, wages and statutory dues. Further during financial year 2016-17, the Company has received sanction of cash infusion in the form of non-plan equity amounting to Rs.16,413.00 Lakhs, Rs.46,932.00 Lakhs, Rs. 2148.00 Lakhs and Rs.866.00 Lakhs. These amounts were utilized for payment of balance salary, wages and statutory dues, payment of VRS compensation inclusive of gratuity and terminal leave encashment, payment to casual workers and payment against court orders in the case of O.Munniswamy Reddy and others.  
In view of above entire amount of Rs.4,75,556.49 Lakhs was shown as share application money pending allotment to GOI.  
A table containing sanction order nos., date and reconciliation of share application money pending allotment is given.



**NOTES TO FINANCIAL STATEMENTS FOR THE YEAR ENDED 31ST MARCH, 2018**

<b>Particulars</b>					<b>Amount in INR (Lakhs)</b>
GOI Principal Loan Amount as on 1st April, 2016					1,31,188.48
Interest on Loan Accrued and Due as on 1st April, 2016					1,81,660.97
Interest on Loan Accrued and Due for 2016 -17					52,259.43
Interest on Loan Accrued but Not Due for 2016 -17					4,088.61
<b>Total</b>					<b>3,69,197.49</b>
<b>Loan/Equity Amount Received during 2016 -17</b>					
SI No.	GOI Order	Order Date	Nature	<b>Amount in INR (Lakhs)</b>	
1	No.1(16)/2015-PEII(I)	30.09.2016	Non-plan loan	25,850.00	
2	No.1(16)/2016-PEII(II)	30.09.2016	Non-plan loan	14,150.00	
3	No.1(3)/2013-PEII(I)	17.01.2017	Non-plan equity	16,413.00	
4	No.1(3)/2013-PEII(V)	17.01.2017	Non-plan equity	46,932.00	
5	No.1(3)/2013-PEII(II)	17.01.2017	Non-plan equity	2,148.00	
6	No.1(3)/2013-PEII(III)	17.01.2017	Non-plan equity	866.00	
<b>Total</b>					<b>1,06,359.00</b>
Less : Amount transferred to GOI during FY 2017-18					15,000.00
Less : Reversal of excess interest booked in earlier years					511.41
Less: Amount paid on behalf of GOI for purchase of shares of HCL from Canara Robeco Mutual fund					1.00
Less : Shares Allotted to Government of India (4,44,65,20,000 no of shares of Rs. 10 each)					4,44,652.00
<b>Grand Total</b>					<b>15,392.08</b>

**NOTE 47 Exceptional items**

1. Exceptional Item includes Rs.69,820.10 Lakhs On account of liabilities written back, for which the liabilities are no longer required. Details is as per as given below:

<b>Heads</b>	<b>Amount in Rs. Lakhs</b>
A) Statutory Dues	24,401.15
B) Interest on Advances payable to Customers	26,771.19
C) Trade Payables and others	1,147.91
D) Loans	15,699.03
E) Government Dues	1,800.82

2. During the year the Company has sold inventories for which the provision was taken in books in earlier years now reversed amounting to Rs. 1,733.17 Lakhs

**NOTE 48** Closing balances of Sundry Debtors, Sundry Creditors, Advance to Contractors and Suppliers etc. are net of adjustment and subject to confirmation and reconciliation.

**NOTE 49** The amount involved in Other Liability includes an amount of Rs. 76.48 Lakhs arising due to invocation of Bank Guarantee issued by M/s REPL in earlier year against Jointing Kits Project of Rupnarianpur Unit under Capital Work in Progress for which adjustment has not been made in Books of Accounts.

**NOTE 50** Information pursuant to AS - 18 "Related Party Transactions  
There are no transactions with the related parties during the year.

## HINDUSTAN CABLES LIMITED

### NOTES TO FINANCIAL STATEMENTS FOR THE YEAR ENDED 31ST MARCH, 2018

**NOTE 51** As the company's manufacturing activity is stopped since long, and Government of India has decided for the closure of the Company, hence no segment results has been prepared.

**NOTE 52**

<b>Calculation of Earning per Share :</b>	<b>2017-18</b>	<b>2016-17</b>
Profit/(Loss) as per Profit & Loss A/c (in Rs)	7,06,16,45,306	23,48,46,14,901
Weighted Average No. of Shares	5,65,54,80,839	41,93,61,125
Earning per share	1.25	56.00

**NOTE 53** No provision for income tax and MAT has been computed as the company is a sick company and it has unabsorbed carry forward losses as per last years return.

**NOTE 54** The figures for the previous year have been rearranged and regrouped wherever necessary.

In terms of our report of even date.

**For DAS & PRASAD**  
Chartered Accountants  
Firm Registration No. 303054E

**CA SUMIT KUMAR RAJGARHIA**  
Partner  
Membership No. - 068270

**R.C.SEN**  
Chairman & Managing Director  
DIN - 07131320

**AMAL KR BOSE**  
Advisor (HOC)

Place : Kolkata  
Dated: 25th May, 2018



## BALANCE SHEET ABSTRACT AND COMPANY'S GENERAL BUSINESS PROFILE

<b>I. REGISTRATION DETAILS</b>			
REGISTRATION NO,	2   0   5   6   0	State Code	2   1
	216 of 1952 -53		
BALANCE SHEET DATE	31/ 03/ 201 8		
	Date/Month/Year		
<b>II. Capital raised during the period (Amount in Rs. Thousand)</b>			
Public Issue	NIL	Rights Issue	NIL
Bonus Issue	NIL	Private Placement	NIL
<b>III. Position of Mobilisation and Deployment of Funds (Amount in Rs. Thousand)</b>			
Total Liabilities	6   0   9   5   5   7	Total Assets	6   0   9   5   5   7
Sources of funds		Reserves & Surplus	(-) 5   3   8   6   3   2   9   2
Paid-up Capital	4   8   6   5   8   8   1   1		
Secured Loans	0	Unsecured Loans	0
Application of Funds		Investments	NIL
Net Fixed Assets	9   5   9   0   1	Misc. Expenditure	NIL
Net Current Assets	(-) 3   7   6   1   1   7   4		
Accumulated Losses	5   4   4   3   0   6   9   1		
<b>IV. Performance of Company (Amount in Rs. Thousands)</b>			
Turnover	0	Total Expenditure	5   2   2   7   5   9
Profit /Loss Before Tax	7   0   6   1   6   4   5	Profit /Loss after Tax	7   0   6   1   6   4   5
Please tick appropriate box + for Profit – for Loss			
Earning per Share in Rs.	5 6	Dividend rate %	NIL
<b>V. Generic Names of Three Principal Products/ Services of Company (as per monetary terms)</b>			
Item Code No.	8   5   4   4   0   0		
Product Description:	J   E   L   Y   F   I   E   D   C   A   B   L   E   S		
Item Code No.	8   5   4   4   0   0		
Product Description:	F   I   B   R   E   O   P   T   I   C   C   A   B   L   E		



## HINDUSTAN CABLES LIMITED

(A Govt. of India Undertaking)

(Under the Ministry of Heavy Industries & Public Enterprises)

Website : [www.hindcables.net](http://www.hindcables.net)

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Phone : 4604 5572  
Email : [cmdhclkol@gmail.com](mailto:cmdhclkol@gmail.com)

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Rupnarainpur - 713 335  
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Naini, Allahabad 211 001

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