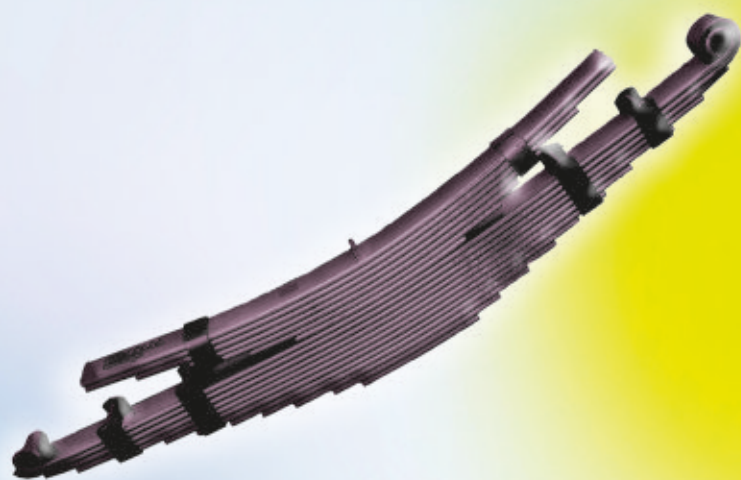


CANARA
Springs



76th

ANNUAL REPORT
2018-19



BOARD OF DIRECTORS : Srinivas Vaman Kudva, Chairman & Managing Director
Premnath Srinivas Kudva, Whole Time Director
Venkatesh Pai Mangalore
Voderbet Mahesh Kamath
Vasant Srinivas Kudva

AUDITORS : A. Umanath Rao & Co.

Company Secretaries : Chethan Nayak & Associates

Registrar & Share Transfer Agent : BgSE Financials Ltd.,
51, Stock Exchange Towers, 1st Cross, J. C. Road
Bangalore - 560 027.
Phone : 080 - 41405259, 41329661
E-mail : cs_rta@bfsl.co.in / avp_rta@bfsl.co.in

BANKERS : State Bank of India
Syndicate Bank

REGISTERED OFFICE : V. S. Kudva Road,
Maroli, Mangalore - 575 005.
Phone : 0824-2211649
0824-2213402
E-mail : investor@canarasprings.com
canarasprings@gmail.com
Web : www.canarasprings.in

CIN : U51909KA1943PLC001075

NOTICE TO THE ANNUAL GENERAL MEETING

Notice is hereby given that the 76th Annual General Meeting of The Canara Workshops Limited will be held on Friday, the 13th day of September, 2019 at the registered office of the company situated at V.S. Kudva Road, Maroli, Mangalore - 575005 at 10.00 A.M. to transact the following business:

ORDINARY BUSINESS:

1. To receive and adopt the Audited Financial Statement of accounts for the year ended 31st March 2019 together with the Reports of Board of Directors & Auditor's.
2. To appoint a Director in place of Sri Voderbet Mahesh Kamath (DIN: 00192643) who retires by rotation and being eligible, offers himself for re-appointment.
3. To appoint a Director in place of Sri Venkatesh Pai Mangalore (DIN: 00126551) who retires by rotation and being eligible, offers himself for re-appointment.
4. Ratification of Auditor's Appointment

(By Order of the Board of Directors)

Place: Mangaluru

Date: 31-07-2019

Sd/-

Srinivas Vaman Kudva

Chairman & Managing Director

DIN: 00125821



NOTES:-

- a. A Member entitled to attend and vote at the Annual General Meeting (AGM) is entitled to appoint a proxy to attend and vote instead of himself/herself and the proxy need not be a Member of the Company. The instrument appointing the proxy, in order to be effective, must be deposited at the Company's Registered Office, duly completed and signed, not less than FORTY-EIGHT HOURS before the meeting. Proxies submitted on behalf of limited companies, societies, etc., must be supported by appropriate resolutions/authority, as applicable. In case a proxy is proposed to be appointed by a Member holding more than 10% of the total share capital of the Company carrying voting rights, then such proxy shall not act as a proxy for any other person or shareholder.
- b. In case of joint holders attending the meeting, the Member whose name appears as the first holder in the order of names as per the Register of Members of the Company will be entitled to vote.
- c. Members seeking any information with regard to the Accounts are requested to write to the Company at an early date, so as to enable the Management to keep the information ready at the meeting.
- d. Shareholders are required to intimate changes in their addresses, if any.
- e. Shareholders are requested to register their E mail ID with the company to enable the company to send all communications including notice of the meetings electronically.
- f. As per Rule 9A of the Companies (Prospectus and Allotment of Securities) Rules, 2014, the shares of the company should be held in DEMAT form. The ISIN of the company is INE02US01015. Share holders are requested to DEMAT the shares held by them.

(By Order of the Board of Directors)

Sd/-

Place: Mangaluru

Date: 31-07-2019

Srinivas Vaman Kudva
Chairman & Managing Director
DIN: 00125821

DIRECTORS' REPORT

To,

The Members,

Your Directors have pleasure in presenting their 76th Annual Report on the business and operations of the Company and the accounts for the Financial Year ended March 31st, 2019.

1. a. Performance and Operations of the Company

There has not been any significant improvement in the market conditions during the financial year under report. We registered a meager increase of Rs. 2 Crores in turnover which had no positive impact on the financial result due to the escalation in prices of essential input like raw material, power & fuel and other components used in the manufacture.

Nevertheless, we continued to provide all the requirement of our customers in time and introduced certain additional ranges.

b. Working of the Company during the year:

We had kept a healthy cash flow throughout the year which enabled us to maintain our account without defaulting in all the statutory payments in time.

We are fully geared up to meet every marketing requirement and at the same time maintaining an optimum inventory covering all ranges of the product.

c. Financial summary or highlights

Financial Results:

S.No.	Particulars	2018-19	2017-18
1.	Gross Revenue	25,77,00,738	23,85,05,896
2.	Profit Before Finance costs and Depreciation	1,25,42,859	77,79,810
3.	Finance costs	1,49,90,826	1,47,70,569
4.	Gross Profit/ (loss)	(24,47,967)	(69,90,759)
5.	Provision for Depreciation	34,09,329	30,97,732
6.	Net profit / (loss) Before Tax	(58,57,296)	(1,00,88,491)
7.	Provision for Tax (Deferred Tax credit)	2,23,240	(8,58,343)
8.	Net Profit/ (loss) After Tax	(60,80,536)	(92,30,148)
9.	General Reserve Balance including Surplus	2,85,78,028	3,46,58,563

2. Details of Subsidiary, Joint Venture Or Associate Companies

The Company does not have any Subsidiary, Joint Venture or Associate Company.

3. Dividend

As your company has incurred loss during the year under review and due to the accumulated losses your directors regret their inability to declare any amount as dividend to be paid.

4. Reserves

For the financial year ended 31st March 2019, the Company has not transferred any sum to General Reserves.

5. Brief Description of the Company:

Widening of product mix, meeting new introductions in time, catering to specialty segment and keeping up the regular supplies on schedule. Inventory control both at input area and finished goods area ensured smooth supplies to customers.

6. Change in the nature of business, if any

No Change in the nature of business of the company during the period under review.

7. Material changes and commitments, if any, affecting the financial position of the company which have occurred between the end of the financial year of the company to which the financial statements relate and the date of the report

No material changes and commitments, affecting the financial position of the company which have occurred between the end of the financial year of the company to which the financial statements relate and the date of the report.

8. Details of significant and material orders passed by the regulators or courts or tribunals impacting the going concern status and company's operations in future

No significant and material orders passed by the regulators or courts or tribunals impacting the going concern status and company's operations in future.

9. Deposits

The details relating to deposits, covered under Chapter V of the Act, -

(a) Existing deposits at the beginning of the year- INR 2,01,14,000

(b) Accepted During the year- NIL

(c) Repaid During the year - INR 1,90,000

- (d) Remained unpaid (Outstanding) as at the end of the year- INR 1,99,24,000
- (e) Whether there has been any default in repayment of deposits or payment of interest thereon during the year and if so, number of such cases and the total amount involved:
- at the beginning of the year- Nil
 - maximum during the year- Nil
 - at the end of the year; - Nil

There are no deposits which are not in compliance with the requirements of Chapter V of the Companies Act 2013.

10. Statutory Auditors

M/s. A. Umanath Rao & Co, Chartered Accountants, Mangalore (Firm Reg No: 004454S), who are the statutory auditors of the Company, hold office until the conclusion of the ensuing Annual general meeting and are eligible for ratification. Members appointed them in the Annual general meeting held on 21.09.2017 to hold office till the conclusion of the Seventy-Ninth Annual general meeting to be held in the year 2022. As required by the provisions of the Companies Act, 2013, their appointment should be ratified by members each year at the Annual general meeting.

11. Auditors' Report

The observations of the auditors in their report are self-explanatory and therefore, in the opinion of the Directors, do not call for further comments. There is no major Qualified Opinion in the Auditor's Report which requires comments.

12. Extract of the annual return

The extract of the annual return in Form No MGT - 9 shall form part of the Board's report.

13. Conservation of energy, technology absorption and foreign exchange earnings and outgo

The details of conservation of energy, technology absorption, foreign exchange earnings and outgo are as follows:

i. Conservation of energy, technology absorption

As required in terms of Section 134 of the Companies Act, 2013, a statement showing the required particulars has been annexed hereto and forms part of this report.

ii. Foreign exchange earnings and Outgo:

There has been no Foreign Exchange Earnings and expenditure during the current year

14. Board of Directors:

As on March 31st, 2019, the strength of the Board of Directors was **FIVE**. The composition of the Board as on 31st March 2019 is as under:

Name of the director	Designation	Date of Appointment
Sri Srinivas Vaman Kudva	Chairman and Managing Director	27/02/1961
Sri Premnath Srinivas Kudva	Whole time Director	09/06/1992
Sri Venkatesh Pai Mangalore	Director	30/07/2002
Sri Voderbet Mahesh Kamath	Director	30/07/2004
Sri Vasant Srinivas Kudva	Director	05/11/2016

Proposed reappointment of Director by rotation:

Sri.Voderbet Mahesh Kamath (DIN: 00192643) and Sri. Venkatesh Pai Mangalore (DIN: 00126551) Directors, retiring by rotation at the ensuing Annual General Meeting, being eligible, offer themselves for re-appointment. Your Board recommends their re-appointment.

Changes in the board during the year 2018-19

Sri Mohan Mallya Ullal (DIN: 00126146), Director of the company has expired on 24.10.2018 and his cessation was noted by the board on 30.10.2018. The Board expresses its gratitude towards the valuable contribution made by Sri. Mohan Mallya Ullal (DIN: 00126146) during his tenure as a Director of the Company.

15. Number of meetings of the Board of Directors

The Board of Directors met 5 times in the financial year 2018-19 which is on 09.07.2018, 22.09.2018, 30.10.2018, 12.12.2018 and 31.01.2019. The maximum interval between any two meetings did not exceed 120 days as specified under sub-section (1) of section 173 of the Companies Act 2013.

16. Details of establishment of vigil mechanism for directors and employees

The establishment of vigil mechanism for directors and employees to report genuine concerns has been incorporated in company's vigil mechanism policy. The Company has designated Sri Srinivas Vaman Kudva as ombudsperson for receiving any complaints under the policy.

17. Particulars of loans, guarantees or investments under Section 186

No loans, guarantees or investments were extended by the company under Section 186 of the Companies Act, 2013 during the year under review.

18. Particulars of contracts or arrangements with related parties:

There are contracts or arrangements entered into by the Company with related parties referred to in sub-section (1) of Section 188 of the Companies Act, 2013, however certain Arms length transactions are disclosed in Form AOC -2 attached to this report.

19. Particulars of Employee:

None of the employee has received remuneration exceeding the limit as stated in Rule 5(2) of the Companies (Appointment and Remuneration of Managerial Personnel) Rules, 2014

20. Risk management policy

Company is regularly reviewing the overall business conditions as well as industrial scenario to cover the risk pertaining to the current business of the company.

21. Directors' Responsibility Statement

The Directors' Responsibility Statement referred to in clause (c) of sub-section (3) of Section 134 of the Companies Act, 2013, state that—

- in the preparation of the annual accounts, the applicable accounting standards had been followed along with proper explanation relating to material departures;
- the directors had selected such accounting policies and applied them consistently and made judgments and estimates that are reasonable and prudent so as to give a true and fair view of the state of affairs of the company at the end of the financial year and of the profit and loss of the company for that period;
- the directors had taken proper and sufficient care for the maintenance of adequate accounting records in accordance with the provisions of this Act for safeguarding the assets of the company and for preventing and detecting fraud and other irregularities;
- the directors had prepared the annual accounts on a going concern basis; and
- The directors had devised proper systems to ensure compliance with the provisions of all applicable laws and that such systems were adequate and operating effectively.

22. Compliance under Secretarial Standard

The Directors have devised proper systems to ensure compliance with the provisions of all applicable Secretarial Standards and that such systems are adequate and operating effectively.

23. Cost Records

The company was not required to maintain the cost records as required under sub-section (1) of section 148 of the Companies Act, 2013

24. Disclosure under the Sexual Harassment of Women at Workplace (Prevention, Prohibition and Redressal) Act, 2013

Your Company has always believed in providing a safe and harassment free workplace for every individual working in the Company's premises through various interventions and practices. The Company endeavors to create and provide an environment that is free from discrimination and harassment including sexual harassment.

The Company has in place a robust policy on prevention of sexual harassment at workplace. The policy aims at prevention of harassment of employees as well as contract/indirect employees and lays down the guidelines for identification, reporting and prevention of sexual harassment. There is an Internal Complaints Committee (ICC) which is responsible for redressal of complaints related to sexual harassment and follows the guidelines provided in the policy.

During the year ended 31st March, 2019 the Internal Complaints Committee have not received any complaints pertaining to sexual harassment.

25. Internal Financial Control over financial statements (IFCFR)

The company has adequate internal financial controls with reference to financial statements (IFCFR) that commensurate with the size and operations of the company

26. Acknowledgements

An acknowledgement to all with whose help, cooperation and hard work the Company is able to achieve the results.

For and on behalf of the Board of Directors

Place: Mangalore
Date: 31.07.2019

Sd/-
Srinivas Vaman Kudva
Chairman & Managing Director
DIN: 00125821

Sd/-
Premnath Srinivas Kudva
Whole-time Director
DIN: 00126024



ANNEXURE TO DIRECTORS' REPORT

Statement containing particulars pursuant to Section 134 (3) (m) of the Companies Act 2013 and forming part of Directors Report

A. CONSERVATION OF ENERGY

We had introduced the use of LPG in the year 2012 for heating as mentioned earlier the result of which is reflected in the figures below:

	2019	2018
1. ELECTRICITY		
(A) Purchased (KWH in Lakhs)	9.53	10.196
Total Amount (₹ in Lakhs)	89.86	90.025
Rate/KWH (in ₹)	9.43	8.83
(B) Own Generation		
i. Through Diesel Generator		
Units (in Lakhs)	0.07	0.05
Units/Ltr. of Diesel Oil	2.30	2.41
Cost/Unit	28.65	23.15
ii. Through Steam	-	-
Turbine/Generator	-	-
Units	-	-
Units/Ltr. of Fuel/Gas	-	-
Cost/Unit	-	-
2. COAL		
(Not used)	-	-
3. FURNACE OIL/LDO		
I. FURNACE OIL		
Quantity (In '000 Ltrs)	271.740	405.00
Total Amount (₹ in Lakhs)	92.91	107.51
Average Rate/Ltr. (in ₹)	34.18	26.55
II. L.D.O.		
(Not used)	-	-
4. L P G		
Quantity in (Kg.)	41423	43273
Total Amount (₹ in Lakhs)	24.30	23.60
Average Rate/Kg (in ₹)	58.66	54.54
B. TECHNOLOGY ABSORPTION		
C. FOREIGN EXCHANGE EARNINGS AND OUTGO		
1. Foreign Exchange Earnings	-	-
2. Foreign Exchange Outgo	-	-
i. CIF Value of Imports	-	-
Raw Materials, Components	-	-
And Spare Parts.(in ₹)	-	-
ii. Capital Goods	-	-
iii. Others	-	-

For and on behalf of the Board of Directors

Sd/-

Place: Mangalore

Date: 31-07-2019

Srinivas Vaman Kudva
Chairman & Managing Director
DIN: 00125821

Sd/-

Premnath Srinivas Kudva
Whole-time Director
DIN: 00126024

Form No. MGT-9

EXTRACT OF ANNUAL RETURN

As on the financial year ended on 31.03.2019

[Pursuant to section 92(3) of the Companies Act, 2013 and rule 12(1) of the Companies (Management and Administration) Rules, 2014]

I. REGISTRATION AND OTHER DETAILS :

i.	CIN	U51909KA1943PLC001075
ii.	Registration Date	27 01 1943 Date Month Year
iii.	Name of the Company	THE CANARA WORKSHOPS LIMITED
iv.	Category / Sub-Category of the Company	Company Limited By Shares/ Indian Non-Government Company
v.	Address of the Registered office and Contact details	V. S. Kudva Road, Maroli, Mangaluru-575005 Phone No: (0824)-2211649, 2213402 Email ID: canarasprings@gmail.com / investor@canarasprings.com
vi.	Whether listed company (Yes / No)	NO
vii.	Name, Address and Contact details of Registrar and Transfer Agent, if any	BgSE Financials Limited No.51, "Stock Exchange Towers", 1st Cross, J.C.Road, Bangalore - 560 027. Phone :080- 41329661, 41405259 Email id: cs_rta@bfsf.co.in / avp_rta@bfsf.co.in

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 and Description of main products / services	NIC Code of the Product/ service	% to total turnover of the company
1.	Manufacture of diverse parts and accessories for motor vehicles	29301	99.82

III. PARTICULARS OF HOLDING, SUBSIDIARY AND ASSOCIATE COMPANIES

Sl. No.	Name and Address of The Company	CIN/GLN	Holding/ Subsidiary/ Associate	% of Shares Held	Applicable Section
NA					



IV. SHARE HOLDING PATTERN (Equity Share Capital Breakup as percentage of Total Equity)

i. Category-wise Share Holding

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	

A. PROMOTERS

(1) Indian									
a. Individual/HUF	-	69778	69778	4.75	-	69778	69778	4.75	-
b. Central Govt.	-	-	-	-	-	-	-	-	-
c. State Govt (s)	-	-	-	-	-	-	-	-	-
d. Bodies Corp.	-	-	-	-	-	-	-	-	-
e. Banks / FI	-	-	-	-	-	-	-	-	-
f. Any Other....	-	-	-	-	-	-	-	-	-
Sub-total (A) (1):-	-	69778	69778	4.75	-	69778	69778	4.75	-
(2) Foreign									
a. NRIs - Individuals	-	-	-	-	-	-	-	-	-
b. Other-Individuals	-	-	-	-	-	-	-	-	-
c. Bodies Corp.	-	-	-	-	-	-	-	-	-
d. Banks / FI	-	-	-	-	-	-	-	-	-
e. Any Other....	-	-	-	-	-	-	-	-	-
Sub-total (A) (2):-	-	-	-	-	-	-	-	-	-
TOTAL SHAREHOLDING OF PROMOTER (A) = (A)(1)+(A)(2)	-	69778	69778	4.75	-	69778	69778	4.75	-

B. PUBLIC SHAREHOLDING

1. Institutions									
a. Mutual Funds	-	-	-	-	-	-	-	-	-
b. Banks / FI	-	4598	4598	0.31	-	4598	4598	0.31	-
c. Central Govt -IEPF	-	115105	115105	7.83	-	115105	115105	7.83	-
d. State Govt(s)	-	-	-	-	-	-	-	-	-
e. Venture Capital Funds	-	-	-	-	-	-	-	-	-
f. Insurance Companies	-	100648	100648	6.85	92774	7874	100648	6.85	-

g. Flls	-	-	-	-	-	-	-	-	-
h. Foreign Venture Capital Funds	-	-	-	-	-	-	-	-	-
i. Others	-	181694	181694	12.36	-	181694	181694	12.36	-
Sub-total (B)(1):-	-	402045	402045	27.35	92774	309271	402045	27.35	-
2. Non-Institutions									
a) Bodies Corp.	-								-
i) Indian	-	244641	244641	16.64	2390	242251	244641	16.64	-
ii) Overseas	-	-	-	-	-	-	-	-	
b) Individuals									
i) Individual shareholders holding nominal share capital upto Rs. 1 lakh	-	543043	543043	36.95	43198	506865	550063	37.42	(0.47)
ii) Individual shareholders holding nominal share capital in excess of Rs 1 lakh	-	205046	205046	13.95	52486	145540	198026	13.48	0.47
c) Others	-	5356	5356	0.36	78	5278	5356	0.35	-
Sub-total (B)(2):-	-	998086	998086	67.90	98152	899934	998086	67.90	-
Total Public Shareholding (B)=(B)(1)+ (B)(2)	-	1400131	1400131	95.25	190926	1209205	1400131	95.25	-
C. Shares held by Custodian for GDRs & ADRs	-	-	-	-	-	-	-	-	-
Sub-total(C)	-	-	-	-	-	-	-	-	-
Grand Total (A+B+C)	-	1469909	1469909	100	-	1469909	1469909	100	-

ii. SHAREHOLDING OF PROMOTERS

Sl No.	Shareholder's Name	Shareholding at the beginning of the year			Share holding 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.	Srinivas Vaman Kudva	24016	1.63	-	24016	1.63	-	-
2.	Premnath Srinivas Kudva	45762	3.12	-	45762	3.12	-	-
	Total	69778	4.75		69778	4.75		



iii. Change in Promoters' shareholding (please specify, if there is no change): **NO CHANGE**

Sl No.		Shareholding at the beginning of the year		Cumulative Shareholding during the year	
		No. of shares	% of total shares of the company	No. of shares	% of total shares of the company
	At the beginning of the year	69778	4.75	-	-
1	Srinivas Vaman Kudva	24016	1.63	-	-
2	Premnath Srinivas Kudva	45762	3.12	-	-
	Date wise Increase / Decrease in Promoters Shareholding during the year	NO CHANGE	NO CHANGE	-	-
	At the End of the year	69778	4.75	-	-
1	Srinivas Vaman Kudva	24016	1.63	-	-
2	Premnath Srinivas Kudva	45762	3.12	-	-

iv. **SHAREHOLDING PATTERN OF TOP TEN SHAREHOLDERS(OTHER THAN DIRECTORS, PROMOTERS AND HOLDERS OF GDRS AND ADRs):**

Sl No.		Shareholding at the beginning of the year		Cumulative Shareholding during the year	
		No. of shares	% of total shares of the company	No. of shares	% of total shares of the company
	For Each of the Top 10 Shareholders				
	At the beginning of the year	616224	41.92		
1.	CPC Logistics Ltd	204750	13.93	-	-
2.	The Canara Foundation	134582	9.16	-	-
3.	Life Insurance Corporation of India	92774	6.31	-	-
4.	P. P. Zibi Jose	47176	3.20	-	-
7.	Sharada S. Kudva	33577	2.28	-	-
5.	Mangala Investment Ltd	29002	1.97	-	-
6.	The Academy of General Education	28634	1.95	-	-
8.	M. Seetharam	16658	1.13	-	-
9.	Shaila Kamath	16108	1.09	-	-
10.	M. Dhiraj	12963	0.88	-	-

	Date wise Increase/ Decrease in Shareholding during the year specifying the reasons for increase/decrease				
	Increase in Shareholding during the year Share transfer dated 11.09.2018	-	-	3674	0.26
1.	P. P. Zibi Jose	-	-	918	0.07
2.	P. P. Zibi Jose	-	-	2756	0.19
	Increase in Shareholding during the year Share transfer dated 30.10.2018	-	-	900	0.06
1.	P. P. Zibi Jose	-	-	900	0.06
	Increase in Shareholding during the year Share transfer dated 27.02.2019	-	-	814	0.06
1.	P. P. Zibi Jose	-	-	814	0.06
	At the End of the year	621612	42.28	-	-
1.	CPC Logistics Ltd	204750	13.93	-	-
2.	The Canara Foundation	134582	9.16	-	-
3.	Life Insurance Corporation of India	92774	6.31	-	-
4.	P. P. Zibi Jose	52564	3.58	-	-
5.	Sharada S. Kudva	33577	2.28	-	-
6.	Mangala Investment Ltd	29002	1.97	-	-
7.	The Academy of General Education	28634	1.95	-	-
8.	M. Seetharam	16658	1.13	-	-
9.	Shaila Kamath	16108	1.09	-	-
10.	M. Dhiraj	12963	0.88	-	--

v. SHAREHOLDING OF DIRECTORS AND KEY MANAGERIAL PERSONNEL:

Sl. No.	For Each of the Directors and KMP	Shareholding at the beginning of the year		Cumulative Shareholding during the year	
		No. of shares	% of total shares of the company	No. of shares	% of total shares of the company
	At the beginning of the year	94856	6.46	-	-
1.	Srinivas Vaman Kudva	24016	1.63	-	-
2.	Premnath Srinivas Kudva	45762	3.12	-	-
3.	Vasant Srinivas Kudva	23178	1.58	-	-
4.	Voderbet Mahesh Kamath	1000	0.07	-	-
5.	Venkatesh Pai Mangalore	900	0.06	-	-
	Date wise Increase/ Decrease in Shareholding during the year specifying the reasons for increase/decrease	-	-	-	-



	At the End of the year	94856	6.46	-	-
1.	Srinivas Vaman Kudva	24016	1.63	-	-
2.	Premnath Srinivas Kudva	45762	3.12	-	-
3.	Vasant Srinivas Kudva	23178	1.58	-	-
4.	Voderbet Mahesh Kamath	1000	0.07	-	-
5.	Venkatesh Pai Mangalore	900	0.06	-	-

V. INDEBTEDNESS

Indebtedness of the Company including interest outstanding/accrued but not due for payment

	Secured Loans excluding deposits	Unsecured Loans	Deposits	Total Indebtedness
Indebtedness at the beginning of the financial year				
i) Principal Amount	7,28,99,735	3,27,47,500	2,01,14,000	12,57,61,235
ii) Interest due but not paid	-	-	-	-
iii) Interest accrued but not due	-	-	10,80,636	10,80,636
Total (i+ii+iii)	7,28,99,735	3,27,47,500	2,11,94,636	12,68,41,871
Change in Indebtedness during the financial year				
Addition	57,95,504	17,68,500	-	75,64,004
Reduction	(2,63,138)	(5,00,000)	(1,90,000)	(9,53,138)
Net Change	55,32,366	12,68,500	(1,90,000)	66,10,866
Indebtedness at the end of the financial year				
i) Principal Amount	7,84,32,101	3,40,16,000	1,99,24,000	13,23,72,101
ii) Interest due but not paid	-	-	-	-
iii) Interest accrued but not due	-	-	30,11,524	30,11,524
Total (i+ii+iii)	7,84,32,101	3,40,16,000	2,29,35,524	13,53,83,625

VI. REMUNERATION OF DIRECTORS AND KEY MANAGERIAL PERSONNEL

A. Remuneration to Managing Director, Whole-time Directors and/or Manager

Sl. No.	Particulars of Remuneration	Name of MD/WTD/Manager		Total Amount
		Srinivas Vaman Kudva	Premnath Srinivas Kudva	
1.	Gross salary			
	a) Salary as per provisions contained in section 17(1) of the Income-tax Act, 1961	11,94,000	11,35,500	23,29,500
	b) Value of perquisites u/s 17(2) Income-tax Act, 1961	4,97,023	1,34,347	6,31,370
	c) Profits in lieu of salary under section 17(3) Income-tax Act, 1961	-	-	-
2.	Stock Option	-	-	-
3.	Sweat Equity	-	-	-
4.	Commission	-	-	-
	- as % of profit	-	-	-
	- Others, specify...	-	-	-
5.	Others:	-	-	-
	Total (A)	16,91,023	12,69,847	29,60,870
	Ceiling as per the Act	84,00,000	84,00,000	-

B. REMUNERATION TO OTHER DIRECTORS :

Sl.No.	Particulars of Remuneration	Name of Directors				Total Amount
1.	Independent Directors	-	-	-	-	-
	• Fees for attending board/ committee meetings	-	-	-	-	-
	• Commission	-	-	-	-	-
	• Others, please specify	-	-	-	-	-
	Total (1)	-	-	-	-	-
2.	Other Non-Executive Directors	Mohan Mallya Ullal*	Venkatesh Pai Mangalore	Voderbet Mahesh Kamath	Vasant Srinivas Kudva	-
	• Fees for attending board/ committee meetings (in ₹)	5,000	12,500	7,500	12,500	37,500
	• Commission	-	-	-	-	
	• Others, please specify	-	-	-	-	
	Total (2)	5,000	12,500	7,500	12,500	37,500
	Total (B)=(1+2)	5,000	12,500	7,500	12,500	37,500
	Total Managerial Remuneration	5,000	12,500	7,500	12,500	37,500
	Overall Ceiling as per the Act for sitting fee per meeting (Rupees in thousands)	100	100	100	100	-

*Sri Mohan Mallya Ullal (DIN : 00126146), Director of the company has expired on 24.10.2018



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

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

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)
A. COMPANY					
Penalty	NIL				
Punishment					
Compounding					
B. DIRECTORS					
Penalty	NIL				
Punishment					
Compounding					
C. OTHER OFFICERS IN DEFAULT					
Penalty	NIL				
Punishment					
Compounding					

For and on behalf of the Board of Directors

Sd/-

Srinivas Vaman Kudva
Chairman & Managing Director
DIN: 00125821

Sd/-

Premnath Srinivas Kudva
Whole-time Director
DIN: 00126024

Place: Mangalore

Date: 31-07-2019

FORM NO. AOC -2

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

Form for Disclosure of particulars of contracts/arrangements entered into by the company with related parties referred to in sub section (1) of section 188 of the Companies Act, 2013 including certain arms length transaction under fourth proviso thereto.

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

SL. No.	Particulars	Details
1.	Name (s) of the related party & nature of relationship	-
2.	Nature of contracts/arrangements/transaction	-
3.	Duration of the contracts/arrangements/transaction	-
4.	Salient terms of the contracts or arrangements or transaction including the value, if any	-
5.	Justification for entering into such contracts or arrangements or transactions'	-
6.	Date of approval by the Board	-
7.	Amount paid as advances, if any	-
8.	Date on which the special resolution was passed in General meeting as required under first proviso to section 188	-

2. i. Details of contracts or arrangements or transactions at Arm's length basis.

SL. No.	Particulars	Details
1.	Name (s) of the related party	CPC Logistics Ltd
2.	Nature of relationship	Common directors
3.	Nature of contracts/arrangements/transaction	Payment of Freight charges
4.	Duration of the contracts/arrangements/ transaction	-
5.	Salient terms of the contracts or arrangements or transaction including the value, if any	Freight charges paid amounting to Rs. 10,82,772/-
6.	Date of approval by the Board	-
7.	Amount paid as advances, if any	-



ii. Details of contracts or arrangements or transactions at Arm's length basis.

SL. No.	Particulars	Details
1.	Name (s) of the related party	CPC Logistics Ltd
2.	Nature of relationship	Common directors
3.	Nature of contracts/arrangements/transaction	Job work
4.	Duration of the contracts/arrangements/ transaction	-
5.	Salient terms of the contracts or arrangements or transaction including the value, if any	Job work paid amounting to Rs. 26,300/-
6.	Date of approval by the Board	-
7.	Amount paid as advances, if any	-

iii. Details of contracts or arrangements or transactions at Arm's length basis.

SL. No.	Particulars	Details
1.	Name (s) of the related party	CPC Logistics Ltd
2.	Nature of relationship	Common directors
3.	Nature of contracts/arrangements/transaction	Godown rent
4.	Duration of the contracts/arrangements/ transaction	11 months
5.	Salient terms of the contracts or arrangements or transaction including the value, if any	Godown rent paid amounting to Rs. 6,08,880/-
6.	Date of approval by the Board	12.12.2018
7.	Amount paid as advances, if any	-

For and on behalf of the Board of Directors

Sd/-

Place: Mangalore
Date : 31-07-2019

Srinivas Vaman Kudva
Chairman & Managing Director
DIN: 00125821

Sd/-

Premnath Srinivas Kudva
Whole-time Director
DIN: 00126024

A.UMANATH RAO & CO.

Chartered Accountants

007, Ibrose, 7th Cross, M.G.Road,

Kodialbail, Mangalore - 575 003

Tel: 2494157

E-mail: aura57@gmail.com



INDEPENDENT AUDITORS' REPORT To the Members of The Canara Workshops Limited

Report on the Financial Statements

We have audited the accompanying financial statements of **THE CANARA WORKSHOPS LIMITED, MANGALORE** (hereinafter referred to as "the Company"), comprising of the Balance sheet as at 31st March, 2019, the Statement of Profit and Loss for the year ended 31st March 2019, the Cash Flow statement for the year ended 31st March 2019 and summary of significant accounting policies and other explanatory information.

Management's Responsibility for the Financial Statements

The Company's Board of Directors is responsible for the matters stated in Section 134(5) of the Companies Act, 2013 (hereinafter referred to as "the Act") with respect to the preparation of these 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. The respective Board of Directors of the companies are responsible for 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; the selection and application of appropriate accounting policies; making judgments and estimates that are reasonable and prudent; and the design, implementation and maintenance of adequate internal financial controls, that were operating effectively for ensuring the accuracy and completeness of the accounting records, relevant to the preparation and presentation of the financial statements that give a true and fair view and are free from material misstatement, whether due to fraud or error, which have been used for the purpose of preparation of the financial statements by the Directors of the Company, as aforesaid.

Auditors' Responsibility

Our responsibility is to express an opinion on these financial statements based on our audit. While conducting the 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 but not for the purpose of expressing an opinion on whether the Company has an adequate internal financial controls system over financial reporting in place and the operating effectiveness of such controls. An audit also includes evaluating the appropriateness of the accounting policies used and the reasonableness of the accounting estimates made by the Company's Board of Directors, as well as evaluating the overall presentation of the financial statements. We believe that the audit evidence obtained by us is sufficient and appropriate to provide a basis for our audit opinion on the financial statements.



Opinion

In our opinion and to the best of our information and according to the explanations given to us, the aforesaid 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, 2019, and their Loss for the year ended on that date.

Report on other legal and regulatory requirements

1. As required by the Companies (Auditor's Report) Order, 2016 ("the Order") issued by the Central Government of India in terms of sub-section (11) of section 143 of the Act, we give in the Annexure A, a statement on the matters specified in paragraphs 3 and 4 of the Order.
2. As required by section 143 (3) of the Act, we report to the extent applicable, that:
 - a) We have sought and obtained all the information and explanations which to the best of our knowledge and belief were necessary for the purpose of our audit of the aforesaid financial statements.
 - b) In our opinion proper books of account as required by law relating to preparation of the aforesaid financial statements have been kept so far as it appears from our examination of those books.
 - c) The Balance Sheet, Statement of Profit and Loss and Cash Flow Statement dealt with by this report are in agreement with the relevant books of account maintained for the purpose of preparation of the financial statements.
 - d) In our opinion, aforesaid financial statements comply with the Accounting Standards under Section 133 of the Act, read with Rule 7 of the Companies (Accounts) Rules, 2014.
 - e) On the basis of written representations received from the directors as on 31st March, 2019, and taken on record by the Board of Directors, none of the directors of the company are disqualified as on 31st March, 2019, from being appointed as a director in terms of section 164(2) of the Act.
 - f) With respect to the adequacy of the internal financial controls over financial reporting of the Company and the operating effectiveness of such controls, refer to our separate report in "Annexure B"; and
 - g) With respect to the other matters to be included in the 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 does not have any pending litigations.
 - ii. The Company has made provision, as required under the applicable law or accounting standards, for material foreseeable losses, if any, on long-term contracts including derivative contracts.
 - iii. There has been no delay in transferring amounts, required to be transferred, to the Investor Education and Protection Fund by the Company.

Place: Mangalore
Date : 31-07-2019

For **A. UMANATH RAO & CO.,**
Chartered Accountants.
FR No. 004454S

(A. SURESH RAO)
Partner
Membership No. 19703

ANNEXURE - A TO THE INDEPENDENT AUDITORS' REPORT - 31ST MARCH, 2019

(Referred to in paragraph 1 under 'Report on other Legal and Regulatory Requirements' section of our report of even date)

1. (a) The Company is maintaining proper records showing full particulars, including quantitative details and situation of fixed assets;
(b) These fixed assets have been physically verified by the management at reasonable intervals; whether any material discrepancies were noticed on such verification and if so, whether the same have been properly dealt with in the books of account.
(c) The title deeds of immovable properties are held in the name of the company.
2. (a) The procedures of physical verification of inventory followed by the management are reasonable and adequate in relation to the size of the Company and the nature of its business.
(b) The Company is maintaining proper records of inventory and no material discrepancies were noticed on physical verification.
3. The Company has not granted any loans, secured or unsecured to companies, firms or other parties covered in the register maintained under section 189 of the Companies Act.
4. In respect of loans, investment, guarantees and security provisions of Section 185 and 186 of the Companies Act, 2013 have been complied with.
5. In our opinion and according to the information and explanations given to us, the company has complied with the provisions of the section 73 to 76 or any other relevant provisions of the Act and the rules framed there under, wherever applicable.
6. The Central Government has prescribed maintenance of cost records under section 148 of the Companies Act, 2013, for the products of the mini steel plant of the company. However, the mini steel plant of the company has been closed throughout the year and the prescribed accounts and records are not maintained.
7. (a) According to the records of the Company examined by us, in our opinion, the Company is generally regular in depositing undisputed statutory dues including Employees State Insurance, Employees Provident Fund, Investor Education and Protection Fund, Income Tax, Wealth Tax, Excise Duty, and other material statutory dues as applicable with the appropriate authorities in India.
(b) According to the books and records examined by us and the information and explanations given to us, there were no undisputed amounts payable in respect of Income-tax, Wealth-tax, Customs duty and Excise duty which have remained outstanding as at 31st March, 2019 for a period exceeding six months from the date they became payable.
8. The Company has not defaulted in repayment of dues to banks. The Company had no transactions with financial institutions and had no debentures outstanding during the year.
9. There is no money raised by way of IPO and Further Public Offer.
10. Based on the audit procedure performed and according to the information and explanations given by the management, we report that no fraud on or by the Company has been noticed or reported during the course of our audit.
11. The managerial remuneration has been paid/provided in accordance with the requisite approvals mandated by the provisions of section 197 read with schedule V to the Companies Act, 2013.
12. In our opinion and according to the information and explanations given to us, the Company is not a Nidhi company. Accordingly, paragraph 3(xii) of the order is not applicable.
13. All transactions with the related parties are in compliance with Section 177 and 188 of Companies Act, 2013 where applicable and the details have been disclosed in the Financial Statements etc. as required by the accounting standards and Companies Act, 2013.
14. The company has not made any preferential allotment / private placement of shares or fully or partly convertible debentures during the year.
15. The company has not entered into any non-cash transactions with directors or persons connected with him.
16. The company is not required to be registered under section 45-IA of the Reserve Bank of India Act, 1934.

Place: Mangalore
Date : 31-07-2019

For A. UMANATH RAO & CO.,
Chartered Accountants.
FR No. 0044545

(A. SURESH RAO)
Partner
Membership No. 19703



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 The Canara workshops Limited ("the Company") as of 31st March 2019 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.

Opinion

In our opinion, the Company has, in all material respects, an adequate internal financial controls system over financial reporting and such internal financial controls over financial reporting were operating effectively as at 31st March 2019, based on the internal control over financial reporting criteria established by the Company considering the essential components of internal control stated in the Guidance Note on Audit of Internal Financial Controls Over Financial Reporting issued by the Institute of Chartered Accountants of India.

Place: Mangalore
Date : 31-07-2019

For A. UMANATH RAO & CO.,
Chartered Accountants.
FR No. 004454S
(A. SURESH RAO)
Partner
Membership No. 19703

Balance Sheet as at 31st March, 2019

	Note No.	2019		2018	
		₹	₹	₹	₹
EQUITY AND LIABILITIES					
SHAREHOLDERS' FUND :					
Share Capital	1	1,46,99,090		1,46,99,090	
Reserves and Surplus	2	2,85,78,028		3,46,58,563	
			4,32,77,118		4,93,57,653
NON-CURRENT LIABILITIES :					
Long-term borrowings	3	2,99,55,122		2,84,74,716	
Long-term Provisions	4	2,26,82,119		2,37,43,182	
			5,26,37,241		5,22,17,898
CURRENT LIABILITIES :					
Short-term Borrowings	5	10,54,28,503		9,83,67,155	
Trade Payables	6	4,68,40,792		2,06,45,749	
Other Current Liabilities	7	75,36,514		85,44,692	
Short term Provisions	8	1,14,99,803		1,16,58,232	
			17,13,05,612		13,92,15,828
TOTAL			26,72,19,971		24,07,91,379
ASSETS :					
NON-CURRENT ASSETS					
Fixed Assets- Tangible	9	1,81,48,977		1,91,89,568	
Non current Investments	10	4,59,327		4,59,327	
Deferred Tax Asset (Net)	11	79,61,901	2,65,70,205	81,85,141	2,78,34,036
CURRENT ASSETS					
Inventories	12	11,12,24,228		9,10,05,878	
Trade Receivables	13	9,48,01,582		8,59,69,180	
Cash and Bank Balances	14	1,20,13,023		96,41,490	
Short term Loans and Advances	15	2,26,10,933	24,06,49,766	2,63,40,795	21,29,57,343
TOTAL			26,72,19,971		24,07,91,379

The Notes are an integral part of these financial statements.
This is the Balance Sheet referred to in our report of even date.

For A. UMANATH RAO & CO.,
Chartered Accountants.
F R No. 004454S
(A. SURESH RAO-M.No. 19703)
Partner

SRINIVAS VAMAN KUDVA
Chairman & Managing Director
(DIN : 00125821)

PREMNATH SRINIVAS KUDVA
Whole Time Director
(DIN : 00126024)

VASANT SRINIVAS KUDVA
Director
(DIN: 00668434)

VODERBET MAHESH KAMATH
Director
(DIN : 00192643)

VENKATESH PAI MANGALORE
Director
(DIN : 00126551)

CIN : U51909KA1943PLC001075
Place: Mangalore
Date : 31-07-2019

Statement of Profit and Loss for the year ended 31st March, 2019

	Note No.	2019	2018
		₹	₹
REVENUE :			
Revenue from operations	22	25,60,32,821	23,59,86,712
		25,60,32,821	23,59,86,712
Other Income	16	16,67,917	25,19,184
TOTAL REVENUE		25,77,00,738	23,85,05,896
EXPENSES :			
Raw Materials Consumed	17	13,28,44,841	9,96,24,439
Change in Inventories	18	(1,85,47,752)	12,98,556
Employee Benefits	19	6,41,85,784	7,21,04,406
Finance Costs	20	1,49,90,826	1,47,70,569
Depreciation	9	34,09,329	30,97,732
Other Expenses	21	6,66,75,005	5,76,98,685
TOTAL EXPENSES		26,35,58,034	24,85,94,387
PROFIT BEFORE TAX		(58,57,296)	(1,00,88,491)
TAX EXPENSES			
Current Tax			
Deferred Tax		2,23,240	(8,58,343)
		2,23,240	(8,58,343)
PROFIT FOR THE YEAR		(60,80,536)	(92,30,148)

Basic and diluted earning per share (in Rupees) (4.14) (6.28)

Weighted average number of shares outstanding during the year 14,69,909 14,69,909

Nominal value of shares (in Rupees) 10 10

The Notes are an integral part of these financial statements

This is the Statement of Profit & Loss referred to in our report of even date.

For A. UMANATH RAO & CO., Chartered Accountants. F R No. 004454S (A. SURESH RAO-M.No. 19703) Partner CIN : U51909KA1943PLC001075 Place: Mangalore Date : 31-07-2019	SRINIVAS VAMAN KUDVA Chairman & Managing Director (DIN : 00125821)	PREMNATH SRINIVAS KUDVA Whole Time Director (DIN : 00126024)	VASANT SRINIVAS KUDVA Director (DIN : 00668434)
	VODERBET MAHESH KAMATH Director (DIN : 00192643)	VENKATESH PAI MANGALORE Director (DIN : 00126551)	

CASH FLOW STATEMENT

FOR THE YEAR ENDED	31.03.2019 (₹)	31.03.2018 (₹)
A. Cash flow from Operating Activities:		
Net Profit before tax	(58,57,296)	(1,00,88,491)
Adjustments for:		
Depreciation	34,09,328	30,97,733
Interest/Dividend Income	(5,92,000)	(5,68,000)
Interest Charged	1,48,81,645	1,43,00,520
Rent and Other Income	(1,67,34,819)	(1,62,14,446)
Loss on Scrap/Sale of Assets	3,774	71,682
Profit on Sale of Assets	-	(9,32,361)
Operating Profit before Working Capital Changes	(48,89,367)	(1,03,33,363)
Adjustments for:		
Trade Receivable	(88,32,402)	36,20,144
Inventories	(2,02,18,351)	(10,33,869)
Short Term Loans and Advances	52,70,562	(53,23,271)
Long Term Provisions	(10,61,063)	42,47,154
Short Term Provisions	(1,58,429)	(9,880)
Trade Payable	2,61,95,042	35,54,340
Other Current Liabilities	(10,08,178)	(52,78,185)
Cash Generated from Operations	(47,02,186)	(1,05,56,930)
Interest paid	(77,03,062)	(77,36,997)
Taxes paid	(15,40,700)	(3,22,556)
Net Cash From Operating Activities (A)	(1,39,45,947)	(1,86,16,483)
B. Cash Flow from Investing Activities		
Purchase of Fixed Assets	(24,24,849)	(26,24,716)
Sale of Fixed Assets	52,336	17,16,059
Rent Received	1,67,34,819	1,62,14,446
Interest & Dividend Received	5,92,000	5,68,000
Investment-Trade	-	-
Net Cash used in Investing Activities (B)	1,49,54,306	1,58,73,789
C. Cash Flow From Financing Activities		
Long Term Borrowings	14,80,406	20,65,763
Short Term Borrowings	70,61,348	55,06,629
Interest & Hire Purchase Charges	(71,78,583)	(65,63,523)
Net Cash From Financing Activities (C)	13,63,171	10,08,869
Net Increase in Cash & Cash equivalents (A)+(B)+(C)	23,71,530	(17,33,824)
Cash & Cash equivalents at the Beginning of the Year	96,41,490	1,13,75,314
Cash & Cash equivalents at the End of the Year	1,20,13,023	96,41,490

As per our report of even date attached,

For A. UMANATH RAO & CO.,
Chartered Accountants.
F R No. 0044545
(A. SURESH RAO-M.No. 19703)
Partner

SRINIVAS VAMAN KUDVA
Chairman & Managing Director
(DIN : 00125821)

PREMNATH SRINIVAS KUDVA
Whole Time Director
(DIN : 00126024)

VASANT SRINIVAS KUDVA
Director
(DIN: 00668434)

Place: Mangalore
Date : 31-07-2019

VODERBET MAHESH KAMATH
Director
(DIN : 00192643)

VENKATESH PAI MANGALORE
Director
(DIN : 00126551)

NOTES TO THE FINANCIAL STATEMENTS

	2019 ₹	2018 ₹
1 SHARE CAPITAL		
Authorised		
60,000 10% Cumulative Preference shares of Rs.10/-each	6,00,000	6,00,000
49,40,000 Equity shares of ₹10/-each	4,94,00,000	4,94,00,000
	5,00,00,000	5,00,00,000
Issued and Paid-up		
14,69,909 Equity Shares of ₹ 10/-each Fully Paid-up	1,46,99,090	1,46,99,090
Of the above Equity shares, 11,89,909 Shares were allotted as fully paid-up Bonus Shares by Capitalisation of Reserves.		
The company has one class of equity shares having a par value of ₹ 10 per share. Each shareholder is eligible for one vote per share held. The dividend proposed by the board of directors is subject to the approval of the shareholders in the ensuing Annual General Meeting, except in case of interim dividend.		
In the event of liquidation, the equity shareholders are eligible to receive the remaining assets of the Company after distribution of all preferential amount, in proportion to their shareholding.		
The details of share holders holding more than 5% shares		
	No of shares % of holding	No of shares % of holding
C.P.C Logistics Limited	2,04,750 13.93	2,04,750 13.93
Canara Foundation	1,34,582 9.16	1,34,582 9.16
Life Insurance Corporation of India	92,774 6.31	92,774 6.31
2 RESERVES AND SURPLUS		
Capital Reserve		
As per last Balance Sheet	1,35,887	1,35,887
Capital Redemption Reserve		
As per last Balance Sheet	6,00,000	6,00,000
General Reserve		
As per last Balance Sheet	2,61,07,729	2,61,07,729
Add: Transferred from surplus	-	-
	2,61,07,729	2,61,07,729

NOTES TO THE FINANCIAL STATEMENTS

	2019 ₹	2018 ₹
Surplus		
As per last Balance Sheet	78,14,947	1,70,45,095
Less : Profit for the year	(60,80,536)	(92,30,148)
	17,34,412	78,14,947
Less : Appropriations :		
Dividend on equity shares	-	-
Adjustment relating to Fixed Assets (refer note 9)	-	-
Tax on Distribution of Dividends	-	-
Transfer to General Reserve	-	-
Closing Balance	17,34,412	78,14,947
	2,85,78,028	3,46,58,563
3 LONG-TERM BORROWINGS		
(a) TERM LOANS		
Term Loan from State Bank of India (secured by hypothication of Vehicle) Repayable in 84 monthly instalments starting from 2018-2019		
CIAZ CAR	7,37,484	8,43,802
ERTIGA CAR- NEW	7,74,326	9,30,914
MAHINDRA JEETO	2,43,312	-
(b) DEPOSITS (Unsecured)	-	-
Inter Corporate Deposits - Related Party (Fixed deposits accepted in accordance with the provisions of section 73 of the Companies Act 2013 repayable over two/three years from 31st march 2015)	2,82,00,000	2,67,00,000
	2,99,55,122	2,84,74,716
4 LONG-TERM PROVISIONS		
Provision for Employees benefits	2,26,82,119	2,37,43,182

NOTES TO THE FINANCIAL STATEMENTS

	2019 ₹	2018 ₹
5 SHORT-TERM BORROWINGS		
Current maturities of long-term debt (See note 3)		
Deposits	2,87,51,524	2,72,42,136
Current maturities of finance lease obligations		
Term Loan from State Bank of India-ERTIGA CAR	1,31,956	1,01,765
Term Loan from State Bank of India-CIAZ CAR	1,08,198	1,08,430
Term Loan from State Bank of India-Mahindra Jeeto	1,06,703	-
LOANS REPAYABLE ON DEMAND		
From Banks :		
Secured :		
Cash credit from State Bank of India secured by equitable mortgage of Mulgeni rights on land and buildings and hypothecation of plant & machinery, furniture, stocks and receivables	7,63,30,122	7,09,14,824
	10,54,28,503	9,83,67,155
6 TRADE PAYABLES		
For Purchases	4,68,40,792	2,06,45,749
7 OTHER CURRENT LIABILITIES		
Unpaid Dividend *	5,58,250	7,02,438
Statutory dues	29,68,301	38,09,854
Other Liabilities	21,94,469	24,27,310
Deposits from tenants and contractors	18,15,494	16,05,090
	75,36,514	85,44,692
*As at the year end there is no amount due for payment to the Investor Education and Protection Fund under section 125 of the Companies Act 2013.		
8 SHORT-TERM PROVISIONS		
Provision for Employee benefits	31,49,803	33,08,232
Provision for Income tax	83,50,000	83,50,000
	1,14,99,803	1,16,58,232

NOTES TO THE FINANCIAL STATEMENTS

9. TANGIBLE ASSETS:

	GROSS BLOCK				DEPRECIATION/AMORTISATION			NET BLOCK	
	Cost as at 01-04-2018 ₹	Additions ₹	Disposals/ Scrappings ₹	Cost as at 31-03-2019 ₹	Up to 01-04-2018 ₹	For the Year ₹	Up to 31-03-2019 ₹	As at 31-03-2019 ₹	As at 01-04-2018 ₹
Fixed Assets									
Land	2,50,715	-	-	2,50,715	-	-	-	2,50,715	2,50,715
Buildings	2,01,82,287		-	2,01,82,287	1,28,67,867	3,05,252	1,31,73,119	70,09,168	73,14,420
Plant and Machinery	5,22,55,586	9,26,556	11,601	5,31,70,541	4,50,15,001	13,33,798	4,63,48,799	68,21,742	72,40,585
Furniture & Equipments	43,69,755	22,881	-	43,92,636	39,20,156	1,24,739	40,44,895	3,47,741	4,49,599
Vehicles	1,95,39,248	4,23,902	44,509	1,99,18,641	1,64,36,611	10,68,406	1,75,05,017	24,13,624	31,02,637
Computers	43,87,204	10,51,510		54,38,714	35,55,593	577,133	41,32,726	13,05,988	8,31,611
Total	10,09,84,795	24,24,849	56,110	10,33,53,534	8,17,95,228	34,09,328*	8,52,04,556	1,81,48,978	1,91,89,567
Previous Year	9,83,25,824	35,14,353	8,55,381	10,09,84,795	7,86,97,495	30,97,733*	8,17,95,228	1,91,89,567	1,96,28,329

* Figures in brackets represent depreciation withdrawn on disposals/scrappings.

NOTES TO THE FINANCIAL STATEMENTS

	2019 ₹	2018 ₹
10 NON-CURRENT INVESTMENTS		
Securities - Quoted - Trade-At cost		
80,000 (80,000) Fully paid Equity Shares of Metal Scrap Trade Corporation Ltd. of the face value of ₹ 10/- each. (Out of this 75000 shares are received as bonus)	25,000	25,000
Securities - Unquoted - Non-Trade-At cost		
32,483 Fully paid Equity Shares of Canara Sales Corporation Ltd., Mangalore of the face value of ₹ 10/- each	3,20,527	3,20,527
10,000, Fully paid Equity Shares of Canara Public Conveyance Limited of ₹ 10/- each	1,00,000	1,00,000
	4,45,527	4,45,527
Government Securities -Unquoted- Trade		
12 Years National Defence Certificate (Deposited with Central Excise Department)	3,000	3,000
7 Years National Savings Certificates (Deposited with P & T Department)	800	800
National Savings Certificate (Deposited with Commercial Tax Department)	10,000	10,000
	13,800	13,800
TOTAL	4,59,327	4,59,327
Quoted and Unquoted Investments : Cost	4,59,327	4,59,327
11 DEFERRED TAX ASSET (NET)		
Deferred Tax Liability		
Difference in book and tax depreciation	-	-
Deferred Tax Asset		
Difference in book and tax depreciation	8,85,080	8,48,497
Disallowance under section 43B	70,76,821	73,36,644
	79,61,901	81,85,141
12 INVENTORIES		
(As taken, valued and Certified by the Management)		
Raw Materials	1,15,31,809	1,01,14,334
Stores and Spares	56,25,320	55,45,867
Work in Progress	58,61,440	72,10,494
Finished Goods	8,60,58,838	6,61,62,032
Parabolic	21,46,821	19,73,151
	11,12,24,228	9,10,05,878
Mode of valuation:		
Inventories are valued at cost including incidental expenses and on FIFO basis.		
Cost of Finished goods and work in progress is determined on the basis of absorption costing method and valued at cost or market value whichever is less.		

NOTES TO THE FINANCIAL STATEMENTS

	2019 ₹	2018 ₹
13 TRADE RECEIVABLES		
Unsecured-Considered Good		
Outstanding for a period exceeding six months from the date they are due for payment	1,60,95,920	1,45,98,799
Others	7,87,05,662	7,13,70,381
	9,48,01,582	8,59,69,180
14 CASH AND BANK BALANCES		
Cash and Cheques on Hand	1,87,784	1,58,127
With Scheduled Banks:		
In Current Account	38,06,734	37,79,821
In unclaimed dividend Bank account	5,53,596	7,01,789
In fixed deposit as security for loans, L.C and guarantees	74,64,909	50,01,753
	1,20,13,023	96,41,490
15 SHORT TERM LOANS AND ADVANCES		
Unsecured, considered good		
Advance to employees	1,23,338	1,14,316
Others	50,13,131	1,03,20,079
Advance Tax & T.D.S	1,40,40,879	1,25,00,176
Deposits :		
Central Excise	1,77,287	1,77,287
Others	32,56,298	32,28,934
	2,26,10,933	2,63,40,792
16 OTHER INCOME		
Government Benefit PF	92,138	90,771
Profit on Disposal of Assets		9,32,361
Income from Investments	5,92,000	5,68,000
Interest from F.D. with bank *	4,42,932	3,81,019
Interest on K E B Deposit	91,230	93,455
Miscellaneous *	4,49,617	4,53,578
	16,67,917	25,19,184
*Tax Deducted at Source	15,40,700	15,64,844
17 RAW MATERIALS CONSUMED (Including Intermediates & Components)		
Stock as on 01.04.2018	1,01,14,334	70,22,922
Add: Purchases	13,42,62,317	10,27,15,851
	14,43,76,651	10,97,38,773
Less: Stock as on 31.03.2019	1,15,31,809	1,01,14,334
	13,28,44,841	9,96,24,439
Details of raw material consumed :		
M.S.Billets	42,69,705	5,31,68,520
Steel flats	11,69,79,210	3,89,27,605
Parabolic	85,62,378	49,03,213
Others	30,33,548	26,25,101
	13,28,44,841	9,96,24,439

NOTES TO THE FINANCIAL STATEMENTS

	2019 ₹	2018 ₹
18 CHANGE IN INVENTORIES		
<u>Opening Stocks:</u>		
Finished Goods	6,61,62,032	6,48,54,257
Work in progress	72,10,494	98,16,825
	7,33,72,526	7,46,71,083
<u>Closing Stocks:</u>		
Finished Goods	8,60,58,838	6,61,62,032
Work in progress	58,61,440	72,10,494
	9,19,20,278	7,33,72,526
	1,85,47,752	(12,98,556)
Increase/(decrease) stock	1,85,47,752	(12,98,556)
19 EMPLOYEE BENEFIT EXPENSES		
Salaries, Wages and Bonus	5,16,35,053	5,11,42,612
Company's Contribution to Provident and Other Funds	24,47,727	21,78,435
Gratuity	(7,54,589)	57,86,709
Welfare Expenses	83,23,547	1,02,75,496
Pension Fund	25,34,046	27,21,154
	6,41,85,784	7,21,04,406
20 FINANCE COSTS		
Interest :		
On Fixed Deposits	71,78,583	65,63,523
On Cash credits & Term Loans	77,03,062	77,36,997
Bank Charges	1,09,181	4,70,049
	1,49,90,826	1,47,70,569
21 OTHER EXPENDITURE		
Stores and Spares Consumed	39,37,973	50,76,661
Power and Fuel	2,08,94,955	2,18,21,391
Excise duty on stock	-	-88,58,835
Freight	1,05,63,881	94,48,133
Directors' Sitting Fees	37,500	1,20,726
Rent	31,89,788	31,14,605
Rates and Taxes	24,60,724	24,24,783
Advertisement	16,00,040	17,93,054
Insurance	9,04,000	5,33,188
Commission and Discounts	66,95,643	61,63,658
Travelling	37,38,478	36,95,228

NOTES TO THE FINANCIAL STATEMENTS

	2019 ₹	2018 ₹
<u>Repairs and Maintenance:</u>		
Buildings	42,64,286	31,32,370
Machinery	13,90,951	17,55,897
Vehicles	8,82,709	10,48,133
Others	19,01,321	17,67,917
Service tax on Transportation	-	29,792
Loss on Assets Disposed	3,774	71,682
Consultancy Charges	25,000	-
<u>Payments to Auditors Including Service Tax</u>		
Audit Fees .	1,26,500	1,26,500
Company Law Matters	11,500	11,500
Taxation Matters	11,500	11,500
Tax Audit	23,000	23,000
Certification of Statements	11,500	11,500
Miscellaneous	9,88,774	10,71,032
Prior period item (net)	20,077	52,120
Legal and professional charges	2,78,861	3,44,552
Printing and stationery	3,50,364	4,08,397
Postage and communication charges	7,04,855	8,59,250
Security charges	16,57,051	16,40,951
	6,66,75,005	5,76,98,685
22 REVENUE FROM OPERATIONS #		
<u>RENTAL INCOME:</u>		
Storage Charges	62,54,454	59,86,210
Amenity Charges	1,00,30,748	97,74,658
	1,62,85,202	1,57,60,868
<u>OPERATIONAL INCOME</u>		
SALE OF SPRINGS	22,30,68,561	20,66,87,799
SALE OF CLIPS	63,84,625	49,17,812
SALE OF PARABOLIC	1,02,94,433	86,20,233
	23,97,47,619	22,02,25,844
	25,60,32,821	23,59,86,712
NOTE:# :Refer note number 36		



NOTES TO THE FINANCIAL STATEMENTS

23 SYSTEM OF ACCOUNTING:

The Company follows mercantile system of accounting.

24 ACCOUNTING POLICIES:

Fixed Assets

Fixed assets are stated at their original cost of acquisition, construction or installation as the case may be, reduced by GST, sales/discard and accumulated depreciation.

Depreciation

Depreciation on assets is provided at the rates set out in **Schedule II** to the **Companies Act, 2013** on written down value method.

Investments

Investments are stated at cost of acquisition.

Inventories

Items of inventory are valued on the basis given below:

- i) Stores and spares
At cost and on FIFO basis.
- ii) Raw Materials
At cost including incidental expenses like freight, transport etc., and on FIFO basis.
- iii) Work in progress and Finished Goods:
Work in progress at cost, finished goods at cost or market value whichever is lower and waste at estimated realisable value. Cost is determined on the basis of absorption costing method. Market value is based on available market price.

Taxation:

Tax expenses for the year, comprising current tax and deferred tax is included in determining the net profit for the year. A provision is made for the current tax based on tax liability computed in accordance with the relevant tax rates and tax laws. A provision is made for deferred tax for all timing differences arising between taxable income and accounting income at current tax rates. Deferred tax assets are recognised only if there is reasonable certainty that they will be realised and are reviewed for the appropriateness of their respective carrying values at each balance sheet date.

Segment Accounting:

The Company has only one line of product viz., manufacture of leaf springs and is managed organisationally as a single unit. Therefore, no separate segment is identifiable as required by Accounting Standard 17 issued by the Institute of Chartered Accountants of India.

Earning per share:

Basic earnings per share are calculated by dividing the net profit for the year attributable to equity shareholders by the weighted average number of equity shares outstanding during the year.

NOTES TO THE FINANCIAL STATEMENTS

Disclosure in accordance with accounting standards as notified by the company's (Accounting Standard) Rules 2006

25 ACCOUNTING STANDARD (AS) 15 ON EMPLOYEE BENEFITS :

- i) The company's contributions to Provident Fund, Superannuation Fund and Pension Fund are charged to Profit & Loss Account.
- ii) The Company has set up an Employee Group Gratuity Trust Fund under Group Gratuity (Cash Accumulation) Scheme of Life Insurance Corporation of India. Provision has been made for Gratuity upto 31.03.2019 based on actuarial valuation received from LIC of India
- iii) Liability on account of leave encashment benefits of employees on retirement is accounted on cash basis. The liability on this account, if any, is not capable of being quantified. However, the said liability is not material.

Defined Contribution Plans :

	Current Year ₹	Previous Year ₹
Contribution to Employee's Provident Fund	17,99,641	15,66,045
Contribution to Employee's State Insurance Fund	16,84,479	17,40,371
Contribution to Employee's Superannuation Fund	2,76,329	2,07,680
	<u>37,60,449</u>	<u>35,14,096</u>

Defined Benefit Plans : Gratuity

a) Liability recognised in the balance sheet

	Current Year ₹	Previous Year ₹
Present Value of obligations as at 01-04-2018	3,87,04,253	3,18,60,641
Interest Cost	29,02,819	25,48,851
Current service cost	14,31,574	11,74,714
Benefit paid	(17,17,888)	-
Actuarial (gain) /loss on obligations	(39,54,725)	31,20,047
Present Value of obligations As at 31-03-2019	<u>3,73,66,033</u>	<u>3,87,04,253</u>

b) Fair value of plan assets

As at 01-04-2018	1,49,61,071	1,23,64,613
Expected return on plan assets	11,34,257	10,56,903
Contributions	3,06,474	15,39,555

NOTES TO THE FINANCIAL STATEMENTS

Benefits paid	(17,17,888)	
Actuarial gain (loss) on plan assets	-	-
Fair value of plan assets	1,46,83,914	1,49,61,071
Funded Status	2,26,82,119	(2,37,43,182)
Net Assests / (Liability) recognized in balance sheet	2,26,82,119	(2,37,43,182)
c) Actuarial gain/loss recognised 31-03-2019		
Actuarial gain (loss) -obligations	39,54,725	(31,20,047)
Actuarial gain (loss) -plan assets	-	-
Total (gain)/ loss for the year	(39,54,725)	31,20,047
Actuarial (gain) / loss recognised	(39,54,725)	31,20,047
d) Expenses during the year		
Current service cost	14,31,574	11,74,714
Interest cost	29,02,819	25,48,851
Expected return on plan assets	(11,34,257)	(10,56,903)
Net actuarial (gain)/ loss	(39,54,725)	31,20,047
Total	<u>(7,54,589)</u>	<u>57,86,709</u>
e) Principal actuarial assumptions	As on 31-03-2019	As on 31-03-2018
Discounting rate	7.50%	8.00%
Salary escalation	3.50%	3.50%

The above figures are based on valuation done by the Life Insurance Corporation of India.

26 ACCOUNTING STANDARD (AS) 18 ON RELATED PARTY DISCLOSURES

26.1 Related Parties

- A. Key Management Personnel
 1. Mr. Srinivas V. Kudva
 2. Mr. Premnath S. Kudva
- B. Relatives of the Key Management Personnel
 - Ms. Sneha P Kudva
 - Ms. Kavya P Kudva
- C. Enterprises over which any of (A) or (B) can exercise control or significant influence
 1. V.S.Kudva Investments Pvt. Limited
 2. CPC Logistics Ltd

26.2 Transaction with related Parties

- a) Name of Related Party V. S Kudva Investments (P) Ltd.,
 Nature of Transaction: Accepted Inter Corporate Loan
 Value of transaction ₹ 2,82,00,000/- (₹ 2,67,00,000/-) borrowed as loan
 ₹ 37,40,452/- (₹ 35,42,626/-) as interest on Loan
 Balance as at Year end ₹ 2,82,00,000/- (₹ 2,67,00,000/-)
- b) Name of Related Party CPC Logistics Ltd
 Nature of Transaction: Payment of freight and receipt of hire charges
 Value of transaction Freight charges paid ₹ 10,82,772/-
 Godown rent Collected ₹ 6,08,880/-
 Job Work paid ₹ 26,300/-
- c) Transaction with the key management personnel
 i) Remuneration paid ₹ 29,60,870/- (₹ 22,68,824/-)
 ii) Deposits accepted during this year ₹ NIL- (₹ 2,00,000/-)
 iii) Interest paid on deposits ₹ 5,42,250/- (₹ 5,41,921/-)
 iv) Deposit at the year end ₹ 36,15,000/- (₹ 36,15,000/-)
- d) Transaction with the Relatives of the key management personnel
 i) Deposits accepted during this year ₹ NIL
 ii) Interest paid on deposits ₹ 1,15,889.22 (₹ 1,03,295.35)
 iii) Deposit at the year end ₹ 8,94,000/ (₹ 8,94,000/-)

27 DEPOSITS FROM DIRECTORS :

Name	Amount (₹)	Accounting Head
Sri M. Venkatesh Pai	22,01,000	Fixed Deposits
Total	22,01,000	

28 VALUE OF IMPORTS ON C.I.F. BASIS NIL

29 EXPENDITURE IN FOREIGN CURRENCY NIL

30 ACCOUNTING STANDARD (AS) 20 :EARNINGS PER SHARE

Particulars	31.03.2019 ₹	31.03.2018 ₹
Profit after tax as per statement of profit & loss	(60,80,536)	(92,30,148)
Weighted average number of equity shares	14,69,909	14,69,909
Earning per share of face value Rs 10/- each		
Before Extra-Ordinary item	(4.14)	(6.28)
After Extra-Ordinary item	(4.14)	(6.28)



31 ACCOUNTING STANDARD (AS) 29 : PROVISIONS, CONTINGENT LIABILITIES AND CONTINGENT ASSETS

Particulars	As at 01/04/2018	Additions	Used	As at 31/03/2019
Income Tax	83,50,000 (83,50,000)	-	-	83,50,000 (83,50,000)
Gratuity	2,37,43,182 (1,94,96,028)	(7,54,589) (57,86,709)	3,06,474 (15,39,555)	2,26,82,119 (2,37,43,182)

Contingent Liabilities and Commitments :

Particulars	31.03.2019	31.03.2018
A) Contingent Liabilities (1) LC & Guarantees	2,06,64,292	96,38,910
B) Commitments Estimated amount of contracts remaining to be executed on capital account and not provided for	NIL	NIL

32 RAW MATERIALS CONSUMED:

	2019		2018	
	Quantity M.T.	Value ₹	Quantity M.T.	Value ₹
a) Raw Materials:				
Billets	81	42,69,705	1,391	5,31,68,520
Steel Flats & Clips	2066	11,69,79,210	835	3,89,27,605
Bushes (Nos.)	1,06,869	21,06,241	1,09,269	19,54,917
Others		9,27,306		6,70,184
Parabolic	191	85,62,378	63	49,03,213
		13,28,44,841		9,96,24,439

b) Percentage of Raw Materials	Value ₹	Percentage	Value ₹	Percentage
Consumed:				
Imported	-		-	
Indigenous	13,28,44,841	100	9,96,24,439	100
	13,28,44,841	100	9,96,24,439	100

33 OPENING AND CLOSING STOCK OF GOODS PRODUCED AND TURNOVER:

	OPENING STOCK		CLOSING STOCK		TURNOVER	
	Quantity	Value	Quantity	Value	Quantity	Value
	M.T.	₹	M.T.	₹	M.T.	₹
Laminated Leaf Springs	815 (738)	6,61,62,032 (6,48,54,257)	895 (815)	8,60,58,838 (6,61,62,032)	2,088 (2,021)	30,73,50,881 (28,33,94,692)
Process Rejection & Scrap					147 (193)	28,30,122 (37,36,824)
Miscellaneous Items						3,90,572 (5,22,647)
						31,05,71,574 (28,76,54,163)

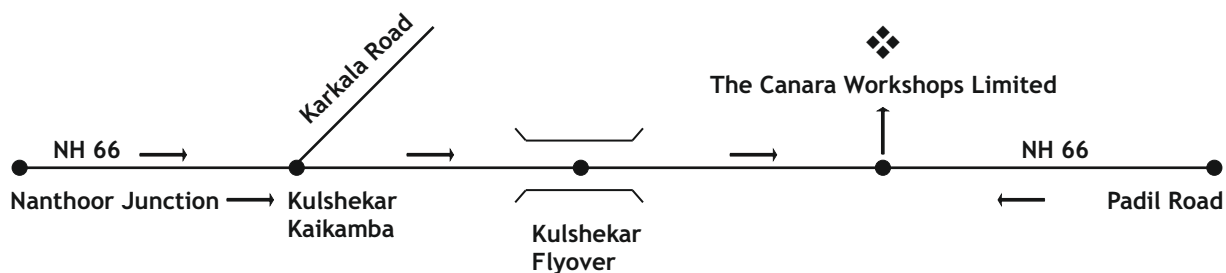
NOTES TO THE FINANCIAL STATEMENTS

- 34 Based on the data received from the vendors there are no Micro, Small and Medium Enterprises, as defined in the Micro, Small, Medium Enterprises Development Act, 2006, to whom the Company owes dues on account of principal amount together with interest and accordingly no additional disclosures have been made. The above information regarding Micro, Small and Medium Enterprises has been determined to the extent such parties have been identified on the basis of information available with the Company. This has been relied upon by the auditors.
- 35 Sundry debtors and creditors balances are subject to confirmation and reconciliation.
- 36 Sales from operation includes Rental income (Schedule number 22).
- 37 Previous year figures have been regrouped wherever necessary.

For A. UMANATH RAO & CO., Chartered Accountants. FR No. 0044545 (A. SURESH RAO-M.No. 19703) Partner	SRINIVAS VAMAN KUDVA Chairman & Managing Director (DIN : 00125821)	PREMNATH SRINIVAS KUDVA Whole Time Director (DIN : 00126024)	VASANT SRINIVAS KUDVA Director (DIN : 00668434)
CIN : U51909KA1943PLC001075 Place: Mangalore Date : 31-07-2019	VODERBET MAHESH KAMATH Director (DIN : 00192643)	VENKATESH PAI MANGALORE Director (DIN : 00126551)	

ROUTE MAP TO THE VENUE OF THE MEETING

(As per clause 1.2.10 of SS2)



NH 66, Nanthoor Cross proceed towards Kaikamba Junction, take flyover and proceed for about 200 meters till you reach the company gate.

From Padil junction take NH 66 travel for about 1.6 kms. till you reach company gate.

Address:

The Canara Workshops Limited
V. S. Kudva Road
Maroli
Mangalore -575005

Land marks:

- Near Aspinwall

ATTENDANCE SLIP

Annual General Meeting 13th day of September 2019

DP. ID		Name & address of the shareholders
Client ID/Regd. Folio. No.		
No. of Shares held		

I certify that I am a member/proxy for the member of the company.

I hereby record my presence at the 76th Annual general meeting of the company on Friday, 13th September 2019 at 10.00 a.m. at the registered office of the company situated at V.S. Kudva Road, Maroli, Mangaluru-575 005.

.....

Name of the member/proxy

(In block letters)

.....

Signature of the member/proxy

Note : Please complete this and hand it over at the entrance of the hall



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: U51909KA1943PLC001075

Name of the company: THE CANARA WORKSHOPS LIMITED

Registered office: V. S. Kudva Road, Maroli, Mangalore-575005

Name of the member (s) :
Registered address :
E-mail Id :
Folio No/ Client Id :
DP ID :

I/We, being the member (s) of shares of the above named 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 :

as my/our proxy to attend and vote (on a poll) for me/us and on my/our behalf at Annual general meeting, to be held on Friday the 13th September 2019 at the registered office of the company situated at V.S. Kudva Road, Maroli, Mangaluru - 575 005 and at any adjournment thereof in respect of such resolutions as are indicated below:

Resolution No. :-

1.
2.
3.
4.

Signed this day of 2019

Affix
Revenue
Stamp

Signature of shareholder

Signature of Proxy holder(s)

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

