

CA *Devpura Navlakha & Co.*

Chartered Accountants

401, Ashoka Complex, Nr. Golden Triangle, Sardar Patel Stadium Road, Navrangpura, Ahmedabad-380014.

Mobile (o) 8347989062 Mobile : 9825933470 . E-mail ID : devpuraad1@gmail.com , devpuraad1.@rediffmail.com

Independent Auditor's Report

To the Members of

TECHNICHEM ORGANICS PRIVATE LIMITED

Report on the Financial Statement

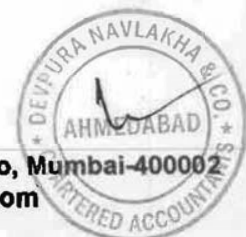
Opinion

We have audited the accompanying financial statements of **TECHNICHEM ORGANICS PRIVATE LIMITED ("the company")**, which comprise the Balance Sheet as at March 31, 2022, and the statement of Profit and Loss and Cash Flow Statement for the year ended, and a summary of the significant accounting Policies and other explanatory information.

In our opinion and to the best of our information and according to the explanations given to us, the aforesaid financial statements give the information required by the Companies Act, 2013 ('Act') in the manner so required and give a true and fair view in conformity with the accounting principles generally accepted in India, of the state of affairs of the Company as at March 31, 2022, its profit (or Loss) and cash flows for the year ended on that date.

Basis for opinion.

We conducted our audit in accordance with the standards on auditing specified under section 143 (10) of the Companies Act, 2013. Our responsibilities under those Standards are further described in the auditor's responsibilities for the audit of the financial statements section of our report. We are independent of the Company in accordance with the code of ethics issued by the Institute of Chartered Accountants of India together with the ethical requirements that are relevant to our audit of the financial statements under the provisions of the Act and the rules there under, and we have fulfilled our other ethical responsibilities in accordance with these requirements and the code of ethics.



Mumbai Office : 11, Symmetry Building, 1st Floor, 88 Gaikwad Marg, Dhobitalao, Mumbai-400002
Tele-Fax : 022-22082217 (M) 9821155930 . E-mail ID : pkdevpura@rediffmail.com

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

Key audit matters

Key audit matters are those matters that, in our professional judgment, were of most significance in our audit of the financial statements of the current period. These matters were addressed in the context of our audit of the financial statements as a whole, and in forming our opinion thereon, and we do not provide a separate opinion on these matters.

Reporting of key audit matters as per SA 701, Key Audit Matters are not applicable to the company as it is an unlisted company.

Information other than the financial statements and auditors' report thereon

The Company's board of directors is responsible for the preparation of the other information. The other information comprises the information included in the Board's Report including Annexures to Board's Report, Business Responsibility Report but does not include the financial statements and our auditor's report thereon.

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

In connection with our audit of the financial statements, our responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the standalone financial statements or our knowledge obtained during the course of our audit or otherwise appears to be materially misstated.

If, based on the work we have performed, we conclude that there is a material misstatement of this other information; we are required to report that fact. We have nothing to report in this regard.

Management's Responsibility for the Financial Statements

The Company's board of directors are responsible for the matters stated in section 134 (5) of 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. This responsibility also includes maintenance of adequate accounting records in accordance with the provisions of the Act for safeguarding of the assets of the Company and for preventing and detecting frauds and other irregularities; selection and application of appropriate accounting policies; making judgments and estimates that are reasonable and prudent; and 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 statement that give a true and fair view and are free from material misstatement, whether due to fraud or error.

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

The boards of directors are also responsible for overseeing the Company's financial reporting process.

Auditor's responsibility

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

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

- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, design and perform audit procedures responsive to



those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.

- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances. Under section 143(3)(i) of the Companies Act, 2013, we are also responsible for expressing our opinion on whether the company has adequate internal financial controls system in place and the operating effectiveness of such controls
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by management.
- Conclude on the appropriateness of management's use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the Company's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the financial statements or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the Company to cease to continue as a going concern.
- Evaluate the overall presentation, structure and content of the financial statements, including the disclosures, and whether the financial statements represent the underlying transactions and events in a manner that achieves fair presentation.

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



We also provide those charged with governance with a statement that we have complied with relevant ethical requirements regarding independence, and to communicate with them all relationships and other matters that may reasonably be thought to bear on our independence, and where applicable, related safeguards. From the matters communicated with those charged with governance, we determine those matters that were of most significance in the audit of the financial statements of the current period and are therefore the key audit matters. We describe these matters in our auditor's report unless law or regulation precludes public disclosure about the matter or when, in extremely rare circumstances, we determine that a matter should not be communicated in our report because the adverse consequences of doing so would reasonably be expected to outweigh the public interest benefits of such communication.

Report on Other Legal and Regulatory Requirements

As required by the companies (Auditor's Report) Order, 2020 ("the order") Issued by the central Government of India in terms of sub-section (11) of section 143 of the Companies Act, 2013. We give in the **Annexure - "A"** a Statement on the matters specified in paragraphs 3 and 4 of the order, to the extent applicable

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

- a) We have sought and obtained all the information and explanations which to the best of our knowledge and belief were necessary for the purpose of our audit;
- b) In our opinion proper books of account as required by law have been kept by the company so far as it appears from our examination of those books;
- c) The balance sheet, the statement of profit and loss, and the cash flow statement dealt with by this report are in agreement with the books of account.
- d) In our opinion, the aforesaid financial statements comply with the Accounting standards specified under section 133 of the Act, read with Rule 7 of the Companies (Accounts) Rules, 2014;
- e) On the basis of written representations received from the directors as on March 31, 2022, taken on record by the Board of Directors, none of the directors is disqualified as on March 31, 2022, from being appointed as a



director in terms of section 164(2) of the companies Act, 2013.

- f) Since the Company's turnover as per last audited financial statements is less than Rs.50 Crores and its borrowings from banks and financial institutions at any time during the year is less than Rs.25 Crores, the Company is exempted from getting an audit opinion with respect to the adequacy of the internal financial controls over financial reporting of the company and the operating effectiveness of such controls vide notification dated June 13, 2017
- g) With respect to the other matters to be included in the Auditor's Report in accordance with the rule of the Companies (Audit and Auditor's) Rules,2014, in our opinion and according to the best of our information and according to the explanation given to us:
- (i) The Company does not have any pending litigation which may have a material bearing on its state of affairs
- (ii) The company did not have any long term contracts including derivatives contracts for which there were any material foreseeable losses.
- (iii) The Company does not have any pending litigation which may have a material bearing on its state of affairs

For, Devpura Navlakha & Co.

Chartered Accountant

FRN-121975W



Ashwini Devpura (Partner)

Membership No.047390

UDIN: 22047390APGTLE6778



Place: Ahmedabad

Date: 09/08/2022

Annexure A referred to in paragraph (1) under the heading 'Report on other legal and regulatory requirements' of our report of even date

I. In respect of Property, Plant and Equipment:

- a) (A) As informed to us, the company is in the process of updating the records showing full particulars including quantitative details and situation of fixed assets.
(B) The company is not having any intangible assets as on 31/03/2022, therefore paragraph 3(i) (B) of the order is not applicable.
- b) As explained to us, majority of the fixed assets have been physically verified by the management during the year and there is a regular program of verification which, in our opinion, is reasonable having regard to the size of the company and the nature of its assets. No material discrepancies were noticed on such verification.
- c) According to the information and explanation given to us and on the basis of examination of records of the company, the title deeds of immovable properties disclosed in financial statement are held in the name of the company.
- d) On the basis of information and explanation given to us and records examined, the company has not revalued its Property, Plant and Equipment during the year.
- e) On the basis of information and explanation given to us, there is no any proceedings have been initiated or are pending against the company for holding any benami property under the Benami Transactions (Prohibition) Act, 1988 (45 of 1988) and rules made there under

II. In respect of Inventories :

- a) As explained to us, inventory of the company has physically verified during the year by the management at reasonable intervals and in our opinion and according to the information and explanation given to us, the company is maintaining proper records of its inventories and no material discrepancies were noticed on physical verification.
- b) The company has not been sanctioned working capital limits from banks & financial institution and, accordingly, the requirements under clause 3(ii) (b) of the Order are not applicable to the company.

- III. The company has not made any investment or provided any guarantee or security or 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 Act., therefore , paragraph 3 (iii) (a) to (f) of the Order are not applicable.

- IV. The company has not granted any loans or made any investments or given guarantee or securities during the year, therefore, paragraph 3(iv) of the order are not applicable.
- V. In our opinion and according to the information and explanations given to us, the company has not accepted any deposits and therefore paragraph 3 (v) of the order is not applicable.
- VI. According to the information and explanation given to us, prima facie, the company has maintained cost records as prescribed by the Central Government of India under sub section (1) of Section 148 of the Act and the rules framed there under. However, we have not carried out a detailed examination of the same.
- VII. (a) As per the records verified by us, the company is generally regular in depositing statutory dues except professional tax with the appropriate authorities. The undisputed amount payable and was remaining outstanding for a period of more than six months as at Balance Sheet date is Professional Tax of Rs.0.99 Lacs

As regards, The Employees State Insurance, Investor Education and Protection Fund, we were explained that the said Statutes are not applicable to the company during the year under review.

(b) There is no any statutory dues referred to in sub-clause (a) have not been deposited on account of any dispute as at March 31, 2022 except following:

Sr.	Name of Statute	Assessment Year	Nature of Dues	Forum where dispute is addressed	Amount (Rs, in lacs)
1	Income Tax	2014-15	Addition in Returned Income	Appeal Before ITAT (Ahmedabad)	43.05

In respect to the above disputed demand, the ITAT, Ahmedabad has passed order dated 07/07/2022 in company's favor.

- VIII. According to the information and explanations given to us, there is no any scrutiny tax assessments, search and survey, under the Income Tax Act, 1961 has held during the year and therefore paragraph 3 (viii) of the order is not applicable.



- IX. (a) In our opinion and according to the information and explanations given to us, the company has not defaulted in the repayment of loans or other borrowings or in the payment of interest thereon to any lender therefore paragraph 3 (ix) (a) of the order is not applicable.
- (b) According to the information and explanations given to us and on the basis of our audit procedures, we report that the company has not been declared wilful defaulter by any bank or financial institution or any other lender, therefore paragraph 3(ix)(b) of the order is not applicable.
- (c) In our opinion and according to the information and explanations given to us, the company has utilized the money obtained by way of term loans during the year for the purposes for which they were obtained.
- (d) According to the information and explanations given to us, and the procedures performed by us, and on an overall examination of the financial statements of the company, we report that no funds raised on short-term basis have been used for long-term purposes by the company.
- (e) According to the information and explanations given to us and on an overall examination of the financial statements of the company, we report that the company has not taken any funds from any entity or person on account of or to meet the obligations of its subsidiaries, associates or joint ventures.
- (f) According to the information and explanations given to us and procedures performed by us, we report that during the year the company has not raised loans on the pledge of securities held in its subsidiaries, joint ventures or associate companies.
- X. (a) Based upon the audit procedures performed and the information and explanations given by the management, during the year, the company has not raised moneys by way of initial public offer or further public offer including debt instruments.
- (b) During the year, the company has not made any preferential allotment or private placement of shares or convertible debentures (fully, partially or optionally convertible) during the year and accordingly paragraph 3 (x) (b) of the order is not applicable.
- XI. (a) Based upon the audit procedures performed and the information and explanations given by the management, we report that no fraud by the company or on the company has been noticed or reported during the period.




(b) There is no any report under sub-section (12) of section 143 of the Companies Act has been filed by the auditors in Form ADT-4 as prescribed under rule 13 of Companies (Audit and Auditors) Rules, 2014 with the Central Government.

(e) As represented to us by the management, there are no whistle blower complaints received by the company during the year.

- XII. In our opinion and according to the information and explanations given to us the company is not a Nidhi Company. Therefore, the paragraph 3 (xii) (a to c) of the order is not applicable.
- XIII. In our opinion, all transactions with the related parties are in compliance with section 177 and 188 of the Act where applicable and the details of such transaction have been disclosed in the Financial Statements as required by the applicable accounting standards.
- XIV. (a) The company is not required to have an internal audit system as per provision of the Companies Act, 2013
(b) The company did not have an internal audit system for the period under audit.
- XV. According to the information and explanations given to us and based on our examination of the records of the company, the company has not entered into any non-cash transactions with directors or persons connected with him, therefore paragraph 3(xv) of the order is not applicable.
- XVI. The company is not required to be registered under section 45-IA of the Reserve Bank of India Act, 1934. Accordingly, paragraph 16 (a to d) of the order is not applicable.
- XVII. The company has not incurred cash losses in the financial year and in the immediately preceding financial year.
- XVIII. During the year, there has been no resignation of the statutory auditors, therefore, clause 3 (xviii) of the order is not applicable.



- XIX. According to the information and explanations given to us and on the basis of the financial ratios, ageing and expected dates of realization of financial assets and payment of financial liabilities, other information accompanying the financial statements, our knowledge of the Board of Directors and management plans and based on our examination, nothing has come to our attention, which causes us to believe that any material uncertainty exists as on the date of the audit report that company is not capable of meeting its liabilities existing at the date of balance sheet as and when they fall due within a period of one year from the balance sheet date. We, however, state that *this is not an assurance as to the future viability of the company*. We further state that our reporting is based on the facts up to the date of the audit report and we neither give any guarantee nor any assurance that all liabilities falling due within a period of one year from the balance sheet date, will get discharged by the company as and when they fall due.
- XX. The provision of section 135 of the companies Act, 2013 is not applicable to the company, therefore, Paragraph 3 (xx) (a & b) of the order is not applicable.
- XXI. This report deals with standalone financial statement, therefore paragraph 3 (xxi) of the order is not applicable.

For, Devpura Navlakha & Co.
Chartered Accountant
FRN-121975W

Ashwini Devpura (Partner)
Membership No.047390
UDIN: 22047390APGTLE6778



Place: Ahmedabad
Date: 09/08/2022

TECHNICHEM ORGANICS PRIVATE LIMITED
BALANCE SHEET AS AT 31st MARCH, 2022

(AMOUNT IN LACS)

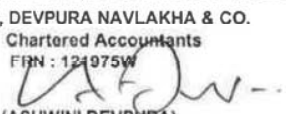
S.N	PARTICULARS	NOTE NO.	AS AT 31.03.2022	AS AT 31.03.2021
I	<u>EQUITY AND LIABILITIES</u>			
1	Shareholders Fund			
	(a) Share Capital	3	254.63	72.75
	(b) Reserves & Surplus	4	1,060.02	705.78
	TOTAL (1)		1,314.65	778.53
2	<u>Non-Current Liabilities</u>			
	(a) Long Term Borrowing	5	662.99	188.65
	(b) Deferred Tax Liability (Net)	6	82.34	62.92
	(c) Other Non-Current Liabilities	7	20.45	0.00
	TOTAL (2)		765.78	251.57
3	<u>Current Liabilities</u>			
	(a) Short Term Borrowing	8	0.00	166.70
	(b) Trade Payable	9	1,627.63	1,205.86
	(c) Other Current Liabilities	10	465.72	558.39
	(d) Short Term Provisions	11	99.72	35.59
	TOTAL (3)		2,193.07	1,966.54
	TOTAL (1+2+3)		4,273.50	2,996.64
II	<u>ASSETS</u>			
1	<u>Non-Current Assets</u>			
	(a) Property, Plant and Equipment and Intangible assets			
	(i) Property, Plant and Equipment	12	1,805.82	1,485.58
	(ii) Intangible Assets		0.00	0.00
	(iii) Capital work-in-process	12	372.36	260.64
	(b) Non-Current Investment	13	5.00	5.00
	(c) Other Non-Current Assets	14	118.11	65.25
	TOTAL (1)		2,301.29	1,816.47
2	<u>Current Assets</u>			
	(a) Inventories	15	551.67	427.47
	(b) Trade Receivables	16	813.03	422.24
	(c) Cash and Bank Balances	17	117.93	83.48
	(d) Short -Term Loans And Advances	18	489.58	246.98
	TOTAL (2)		1,972.21	1,180.17
	TOTAL (1+2)		4,273.50	2,996.64

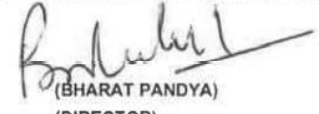
See accompanying notes 1 to 40 forming part of the financial statements

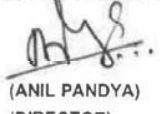
As per our report of even date attached

FOR AND ON BEHALF OF THE BOARD OF DIRECTORS

For, DEVPURA NAVLAKHA & CO.
Chartered Accountants
FRN : 124975W


(ASHWINI DEVPURA)


(BHARAT PANDYA)
(DIRECTOR)


(ANIL PANDYA)
(DIRECTOR)

PARTNER

Membership No.047390
UDIN:22047390APGTLE6778
Place : AHMEDABAD
Date: 09/08/2022



TECHNICHEM ORGANICS PRIVATE LIMITED
STATEMENT OF PROFIT & LOSS FOR THE YEAR ENDED 31st MARCH, 2022

(AMOUNT IN LACS)

SR. NO.	PARTICULARS	NOTE NO.	FOR YEAR ENDED 31.03.2022	FOR YEAR ENDED 31.03.2021
	Continuing Operations Income			
	Revenue from operations (Gross)	19	6,702.06	4,739.52
	Other Income	20	108.00	29.46
A	TOTAL INCOME		6,810.06	4,768.98
	Expenses:			
	Cost of materials consumed	21	4,845.08	3,679.09
	Changes in inventories of finished goods	22	(17.14)	(69.92)
	Employee benefits expense	23	286.16	239.52
	Finance Costs	24	54.40	67.46
	Depreciation and amortization expense	12	105.17	62.41
	Other Expenses	25	1,042.29	574.55
B	TOTAL EXPENSES		6,315.96	4,553.11
	PROFIT BEFORE EXCEPTIONAL AND EXTRAORDINARY ITEMS AND TAX (A-B)		494.10	215.87
	EXCEPTIONAL AND EXTRAORDINARY ITEMS		-	-
	PROFIT BEFORE TAX		494.10	215.87
	TAX EXPENSES			
	Provision for Income tax		(99.72)	-35.59
	Deferred Tax Liabilities		(19.41)	-14.88
	PROFIT AFTER TAX FOR THE YEAR FROM CONTINUING OPERATIONS CARRIED TO B/S		374.97	165.40
	(Less)/Add : Prior Period (Expenses)/Income	26	(20.73)	0.00
	PROFIT FOR THE YEAR		354.24	165.40
	Earning/(Loss) per equity share of F.V. Rs.10 each: Basic and Diluted (in Rs.)	30	26.55	22.73

See accompanying notes 1 to 40 forming part of the financial statements

As per our report of even date attached
In Accordance with our Report attached
For, DEVPURA NAVLAKHA & CO.

Chartered Accountants
FRN: 121375W

(ASHWINI DEVPURA)

PARTNER

UDIN: 22047390APGTLE6778

Place: AHMEDABAD

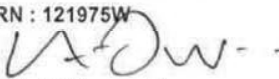

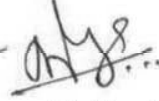
Date: 09/08/2022

FOR AND ON BEHALF OF THE BOARD OF DIRECTORS


(BHARAT PANDYA)
(DIRECTOR)


(ANIL PANDYA)
(DIRECTOR)



TECHNICHEM ORGANICS PRIVATE LIMITED		
Cash Flow Statement		
For the Year ended on 31st March, 2022		
(Amount in Lacs)		
	Year Ended On 31st March 2022	Year Ended On 31st March 2021
(A) Cash Flows from Operating Activates		
1. Net Profit Before Tax	494.10	215.87
2. Adjustment For		
(a) Depreciation	105.17	62.41
(b) Finance Cost	54.40	67.46
(c) Prior period expense	(20.73)	-
Operating profit before working capital changes	632.94	345.74
3. Adjustment For working Capital Change:		
(i) (Increase)/Decrease In operating asset		
(a) Inventories	(124.20)	(224.37)
(b) Trade Receivables	(390.79)	(39.94)
(c) Loans & Advances	(242.60)	49.15
(ii) Increase/(Decrease) in operating liabilities		
(a) Trade Payable	421.77	412.22
(b) Other current Liabilities	(92.67)	(112.61)
(c) Provisions	64.13	(4.33)
Cash flow Generated from (Used in) operation	268.58	425.87
Less:Direct tax paid	(99.72)	(35.59)
Net Cash flow generated from (used in) operating Activities (A)	168.86	390.28
(B) Cash Flows from Investing Activities		
(a) Sale of fixed Assets	-	10.77
(b) Purchase of Fixed Assets	(425.41)	(253.46)
(c) Payment for Capital Working Progress	(111.72)	(428.80)
(e) Decrease of Other Non Current Investment	-	30.00
(f) Increase of Non current Assets	(52.86)	(15.50)
(g) Increase of Other Non-Current Liabilities	20.45	-
Net Cash flow Generated from (Used in) in Investing Activities (B)	(569.54)	(656.99)
(C) Cash Flows from Financial Activities		
(a) Issue of shares	181.88	-
(b) Proceeds/ (Repayment) from short term borrowing	(166.70)	166.70
(c) Proceeds/ (Repayment) from long term borrowing	474.35	(29.69)
(d) Finance Cost	(54.40)	(67.46)
Net Cash flow from (Used in) in Financial Activities (C)	435.13	69.55
(D) Net increase (decrease) in cash and cash equivalents (A+B+C)	34.45	(197.16)
(E) Cash and cash equivalents at beginning of period	83.48	280.63
(F) Cash and cash equivalents at end of period	117.93	83.48
As per our report of even date attached For, DEVPURA NAVLAKHA & CO. Chartered Accountants FRN : 121975W  (Ashwini Devpura) Partner Membership No. 047390 UDIN: 22047390APGTLE6778 Place : Ahmedabad Date: 09/08/2022		FOR AND ON BEHALF OF THE BOARD OF DIRECTORS  (Bharat Pandya) (DIRECTOR)  (Anil Pandya) (DIRECTOR)



TECHNICHEM ORGANICS PRIVATE LIMITED
NOTES TO FORMING PART OF THE ACCOUNTS FOR THE YEAR ENDED ON 31ST MARCH, 2022.

1. CORPORATE INFORMATION

The company is currently engaged in manufacturing and trading of chemicals.

Registered Office:

5th Floor, Malak Complex,

B/h Old High Court,

Ahmedabad- 380009.

2. SIGNIFICANT ACCOUNTING POLICIES

a. ACCOUNTING CONVENTION :

The financial statements of the company have been prepared in accordance with the Generally Accepted Accounting Principles in India (Indian GAAP) to comply with the Accounting Standards specified under Section 133 of the Companies Act, 2013, read with Rule 7 of the Companies (Accounts) Rules, 2014 and the relevant provisions of the Companies Act, 2013 ("the 2013 Act") /Companies Act, 1956 ("the 1956 Act"), as applicable. The financial statements have been prepared on accrual basis under the historical cost convention. The accounting policies adopted in the preparation of the financial statements are consistent with those followed in the previous year.

b. FIXED ASSETS:

- i) The Gross Block of fixed assets is stated at cost Net of GST. Cost comprises of purchase price and other attributable expenses.
- ii) The carrying amount of cash generating assets is reviewed at balance sheet date to determine whether there is any indication of impairment, if any such indication exists, the recoverable amount is estimated as the higher of net selling price and value in use. Impairment loss is recognized wherever carrying amount exceeds recoverable amount.
- iii) Depreciation amount for assets is the cost of an asset, or other amount substituted for cost, less its estimated residual value.
- iv) Depreciation on tangible assets is provided on the Straight Line Method as per the useful life prescribed in Schedule II to the Companies Act, 2013.



c. INVENTORIES

Inventories are valued at lower of cost or net realizable value. Cost is determined on FIFO basis.

d. SALES:

Sales value is net off GST as applicable and other rebate & claims if any. Sales are accounted for on dispatch of goods to the customers and are net of sales return.

e. TREATMENT OF RETIREMENT OF BENEFITS:

(i) **Short-Term Employee Benefits**

Liabilities for salaries and wages, including non-monetary benefits and accumulating leave balance in respect of employees' services up to the end of the reporting period, are recognized as expensed when the liabilities are settled.

The company also recognizes a liability and records an expense for bonuses (including performance-linked bonuses) where contractually obliged or where there is a past practice that has created a constructive obligation.

(ii) **Defined Benefit Obligation**

Gratuity

The Company has a defined benefit gratuity plan. The gratuity plan is governed by the Payment of Gratuity Act, 1972. Under the act, employee who has completed five years of service is entitled to specific benefit. The level of benefits provided depends on the member's length of service and last drawn salary.

f. FOREIGN CURRENCY TRANSACTIONS:

- i.) Monetary items denominated in foreign currency are translated at the exchange rate prevailing on the last day of the accounting year. Foreign currency transactions are accounted at: the prevailing on the date of transaction.
- ii.) Non-monetary items which are carried in terms of historical cost denominated in a foreign currency are reported using the exchange rate at the date of transaction.
- iii.) Gain or loss arising out of translation/conversation is taken credit for or charged to the profit and loss statement.



g. BORROWING COSTS:

Borrowing costs relating to acquisition of qualifying assets is capitalized till the date of commercial use of such assets. A qualifying asset is one that necessarily takes substantial period of time to get ready for intended use. Other borrowing costs are charged to profit and loss account.

h. PROVISION FOR INCOME TAX

- (i) Current Tax is the amount of Tax payable on the taxable income for the year as determined in accordance with provision of Income Tax Act. 1961.
- (ii) Deferred tax resulting from "timing difference" between book and taxable profit is accounted for using tax rates and laws that have been enacted or subsequently enacted as on the balance sheet date. The Deferred tax asset is recognized and carried forward only to the extent that there is a reasonable certainty that the asset will be realized in future, however where there is unabsorbed depreciation or carry forward of losses, deferred tax assets are recognized only if there is a virtual certainty of realization of such assets supported by convincing evidence that there will be sufficient future taxable income available to realize the assets.



TECHNICHEM ORGANICS PRIVATE LIMITED						
NOTES TO AND FORMING PART OF BALANCESHEET AS AT 31ST MARCH, 2022						
NOTE NO.	S.N	PARTICULARS	31.03.2022 NO OF SHARES	31.03.2022 AMOUNT LACS	31.03.2021 NO OF SHARES	31.03.2021 AMOUNT LACS
3	1	Shareholder's Funds :				
		Authorised share capital:				
		Equity Shares of Rs.10/- each	3000000	300.00	750000	75.00
		Total	3000000	300.00	750000	75.00
	2	Issued and subscribed & Paid Up share capital				
		Equity Shares of Rs.10/- each	2546250	254.63	727500	72.75
		Add: Amount Received on Shares Forfeited	0	0.00	0	0.00
		Total	2546250	254.63	727500	72.75

3.1 Reconciliation of shares outstanding at the beginning and at the end of the reporting period

PARTICULARS	31.03.2022		31.03.2021	
	NO OF SHARES	AMOUNT LACS.	NO OF SHARES	AMOUNT LACS
At the beginning of the year	727500	72.75	727500	72.75
Add :				
Shares allotted during the year	1818750	181.88	0	0.00
Outstanding at the end of the year	2546250	254.63	727500	72.75

3.2. Terms/ Rights attached to the equity shares

The Company has one class of shares referred as equity shares having a par value of Rs.10 each. Each shareholder is entitled to one vote per share held. In the event of liquidation, the equity shareholders are eligible to receive the remaining assets of the Company in proportion to their shareholding.

3.3. Number of Shares held by each shareholder holding more than 5% Shares in the company

Name of the Shareholder	31.03.2022		31.03.2021	
	% of shareholding	No. of shares	% of shareholding	No. of shares
Bharat J. Pandya	50.67%	1290275	50.67%	368650
Anil J. Pandya	45.63%	1161825	45.63%	331950

3.4. Disclosure of Shareholding of Promoters

Shares held by promoters at the end of the year				Beginning of the year		% Change during the year
Sr. NO.	Promoter name	No. of shares	% of total shares	No. of shares	% of total shares	
1	Bharat J. Pandya	1290275	50.67%	368650	50.67%	0.00%
2	Anil J. Pandya	1161825	45.63%	331950	45.63%	0.00%

NOTE NO.	S.N	PARTICULARS	31.03.2022 AMOUNT LACS	31.03.2022 AMOUNT LACS	31.03.2021 AMOUNT LACS	31.03.2021 AMOUNT LACS
4		RESERVE & SURPLUS:				
		(A) Capital Reserve				
		As per Last Balance Sheet Date	113.11		113.11	
		Add: Addition	-		-	
		Less: Deduction	-	113.11	-	113.11
		(B) Security Premium Reserve				
		As per Last Balance Sheet Date		47.25		47.25
		(C) Profit & Loss A/c				
		As per Last Balance Sheet Date	545.42		380.02	
		Add: Profit/(Loss) for the year	354.24	899.66	165.40	545.42
		Total		1,060.02		705.78



NOTE NO.	S.N	PARTICULARS	31.03.2022 AMOUNT LACS	31.03.2022 AMOUNT LACS	31.03.2021 AMOUNT LACS	31.03.2021 AMOUNT LACS
5		Long Term Borrowings:				
		Secured Loan		595.01		182.87
		Standard Chartered Bank Homesaver Loan (Note: 1)	147.47		162.81	
		Standard Chartered Bank ECGLC LOAN NO:52477886 (Note:1)	10.17		20.06	
		Standard Chartered LAP/HS TOP I/P NO: 53267311 (Note: 1)	24.09			
		Standard Chartered Bank -NCGTC Loan No: 53291654 (Note: 1)	37.30			
		SIDBI BANK LOAN A/C NO:D00039GA (Note:2)	375.98			
		Unsecured Loan		67.98		5.78
		ADITYA BIRLA FINANCE LTD BL NO:ABAHMBIL000000512931	10.87		-	
		AXIS BANK LTD BL NO: BPR000306557470	13.70		-	
		DEUTSCHE BANK BL NO: 350038967540028	29.67			
		Kotak Mahindra Prime Ltd.Kia Car Loan CF-18222297 (Note: 3)	1.20		5.78	
		PNB BANK - KIA X LINE CAR LOAN NO: 212110NG00000327 (Note:3)	12.54		-	
		Total		662.99		188.65

Note: 1 - Secured against Mortgage of Immovable Property (Residential home & Office in the name of Directors & relatives)

Note: 2 - Primary Security

Secured against first charge by way of Hypothecation all company's movables, plant, machinery, machinery spares, tools & accessories Office equipments, computers, furnitures and fixtures, Misc. Fixed assets(MFA), etc. acquired/ to be acquired under the project/ scheme First charge by way of mortgage in favour of SIDBI of all that piece and parcel of company's industrial use non-agricultural land bearing block/survey no. 347 paiki, admeasuring 19,200 Sq.Mtrs, situated lying and being at village-lunej, Taluka-Khambhat, Registration district-Anand and sub district-Khambhat together with factory shed, building and structure thereon present & future

Collateral Security

First charge by way of Hypothecation in favour of SIDBI of all borrower's movables, including movables, plant, machinery, machinery spares, tools & accessories Office equipments, computers, furnitures and fixtures, MFA, etc. acquired/ to be acquired under the project/ scheme Linen on Term Deposit Receipt (TDR) of Rs. 40.00 Lakhs First charge by way of hypothecation of whole of current assets, both present & future Personal Guarantee of Directors of the company i.e. Shri Bharat Jayantilal Pandya and Shri Anil Jayantilal Pandya Note: 3 - Loan Sanctioned in the name of the director.

Note 6: Deferred Tax Liabilities (Net)

(a) Deferred Tax Liabilities (Net)

NOTE NO.	S.N	PARTICULARS	31.03.2022 AMOUNT LACS	31.03.2021 AMOUNT LACS
6 (a)		Deferred Tax Liability (Net)		
		Deferred Tax Liability	82.34	62.92
		Total	82.34	62.92

NOTE NO.	S.N	PARTICULARS	31.03.2022 AMOUNT LACS	31.03.2021 AMOUNT LACS
7		Other Non-Current Liabilities		
		NON CURRENT LIABILITIES OF GRATUITY	20.45	-
		Total	20.45	-

NOTE NO.	S.N	PARTICULARS	31.03.2022 AMOUNT LACS	31.03.2021 AMOUNT LACS
8		SHORT TERM BORROWING		
		Loans and advances from related parties	-	166.70
		Total	-	166.70

NOTE NO.	S.N	PARTICULARS	31.03.2022 AMOUNT LACS	31.03.2021 AMOUNT LACS
9		TRADE PAYABLE		
		- For Micro and Small Enterprise	-	-
		- Other than Micro and Small Enterprise	1,627.63	1,205.86
		Total	1,627.63	1,205.86



TRADE PAYABLE AND AGING SCHEDULE (FY 2021-22)

(AMOUNT IN LACS)

Particulars	Outstanding for following periods from date of transaction				Total
	Less than 1 year	1-2 years	2-3 years	More than 3 years	
(i) MSME	-	-	-	-	-
(ii) Others	1,562.58	54.05	-	11.00	1,627.63
(iii) Disputed dues - MSME	-	-	-	-	-
(iv) Disputed dues - Others	-	-	-	-	-
Total	1,562.58	54.05	-	11.00	1,627.63

TRADE PAYABLE AND AGING SCHEDULE (FY 2020-21)

(AMOUNT IN LACS)

Particulars	Outstanding for following periods from date of transaction				Total
	Less than 1 year	1-2 years	2-3 years	More than 3 years	
(i) MSME	-	-	-	-	-
(ii) Others	1,157.74	33.41	-	14.71	1,205.86
(iii) Disputed dues - MSME	-	-	-	-	-
(iv) Disputed dues - Others	-	-	-	-	-
Total	1,157.74	33.41	-	14.71	1,205.86

Disclosures required under Section 22 of the Micro, Small and Medium Enterprises Development Act, 2006

(AMOUNT IN LACS)

Particulars	As at 31.03.2022	As on 31.03.2021
Principal amount remaining unpaid to any supplier as at the end of the accounting year	-	-
Interest due thereon remaining unpaid to any supplier as at the end of the accounting year	-	-
The amount of interest paid along with the amounts of the payment made to the supplier beyond the appointed day	-	-
The amount of interest due and payable for the year	-	-
The amount of interest accrued and remaining unpaid at the end of the accounting year	-	-
The amount of further interest due and payable even in the succeeding year, until such date when the interest dues as above	-	-

The Disclosure in respect of the amounts payable to Micro and Small Enterprises have been made in the financial statements based on the information received and available with the Company. Further, in view of the Management, the impact of interest, if any, that may be payable in accordance with the provisions of the Act is not expected to be material. The Company has not received any claim for interest from any supplier as at the balance sheet date. These facts have been relied upon by the auditors.

NOTE NO.	S.N	PARTICULARS	31.03.2022 AMOUNT LACS	31.03.2022 AMOUNT LACS	31.03.2021 AMOUNT LACS	31.03.2021 AMOUNT LACS
10		<u>Other Current Liabilities</u>				
		Duties and Taxes Payable		3.79		4.66
		Other Liabilities		8.31		3.63
		Advance from Debtors		1.72		16.62
		Other Payable		300.59		422.74
		CURRENT LIABILITIES OF GRATUITY		3.43		-
		<u>Current Maturities of Long term debts</u>				
		<u>Secured Loan</u>		78.03		19.78
		Standard Chartered Bank Honesaver Loan (Note: 1)	19.78		19.78	
		Standard Chartered Bank ECGLC LOAN NO:52477886	6.42		-	
		Standard Chartered LAP/HS TOP UP NO: 53267311	11.83		-	
		SIDBI BANK LOAN A/C NO:00039GA	40.00		-	
		<u>Unsecured Loan</u>		69.85		90.96
		ADITYA BIRLA FINANCE LTD BL NO:ABAHMBIL00000512931	19.74		8.71	
		AXIS BANK LTD BL NO: BPR000306557470	24.96		-	
		DEUTSCHE BANK BL NO: 350038967540028	14.93		-	
		Bajaj Finance Ltd	-		7.32	
		Deutsche Bank - Business Loan	-		8.21	
		Digicredit Finance Pvt Ltd	-		4.42	
		Fullerton India Credit Company - Business Loan	-		5.92	
		Magma Fincorp Limited - Business Loan	-		4.80	
		RBL Bank - Business Loan	-		25.65	
		Standard Chartered Bank - Business loan	-		11.63	
		Car Loan -Kotak Bank - (Note:2)	-		10.08	
		PNB BANK - KIA X LINE CAR LOAN NO: 212110NG00000327	5.65		-	
		Kotak Mahindra Prime Ltd,Kia Car Loan CF-18222297 (Note: 2)	4.57		4.21	
		Total		465.72		558.39

NOTE NO.	S.N	PARTICULARS	31.03.2022 AMOUNT LACS	31.03.2021 AMOUNT LACS
11		<u>SHORT TERM PROVISIONS</u>		
		Provision for Income Tax	99.72	35.59
		Total	99.72	35.59



Note - 12 : Property, Plant and Equipment

DESCRIPTION	GROSS BLOCK				DEPRECIATION			NET BLOCK	
	As at 01.04.2021	ADDITION	DEDUCTION	As at 31.03.2022	As at 01.04.2021	ADDITION FOR THE YEAR	DEDUCTION	As at 31.03.2022	As at 31.03.2021
TANGIBLE ASSETS :									
Own Assets:									
Land	2.98	-	-	2.98	-	-	-	2.98	2.98
Land Development	3.03	-	-	3.03	-	-	-	3.03	3.03
Factory Building	247.85	32.70	-	280.55	69.70	8.04	-	202.81	178.16
Borewell	0.71	-	-	0.71	0.68	-	-	0.03	0.04
Plant & Machinery	1,445.72	354.20	-	1,799.92	276.60	80.34	-	1,442.98	1,169.12
Laboratory	10.92	5.93	-	16.85	5.55	0.07	-	10.43	5.37
Equipments									
Electric Installation	72.04	6.16	-	78.20	22.17	4.74	-	26.91	49.88
Vehicles	93.58	21.18	-	114.76	27.66	7.95	-	35.61	65.92
Office Equipments	12.13	2.37	-	14.50	10.09	1.18	-	11.27	3.23
Furniture & Fixtures	16.18	0.22	-	16.40	7.82	0.99	-	8.81	7.59
Computers	9.55	2.65	-	12.20	8.85	1.06	-	9.92	2.27
Total (A)	1,914.70	425.41	-	2,340.11	429.12	105.17	-	534.29	1,485.58
INTANGIBLE ASSETS									
Total(B)	-	-	-	-	-	-	-	-	-
Total(A+B)	1,914.70	425.41	-	2,340.11	429.12	105.17	-	534.29	1,485.58
Previous Year	1,023.83	901.65	10.77	1,914.70	376.48	62.41	9.77	429.12	1,485.58
Capital Work In Progress (CWIP) :									
CWIP	260.64	174.06	62.34	372.36	-	-	-	-	-
Previous Year	549.80	359.03	648.19	260.64	-	-	-	-	260.64



NOTE NO.	S.N	PARTICULARS	31.03.2022 AMOUNT LACS	31.03.2021 AMOUNT LACS
13		NON CURRENT INVESTMENT Khambhat Environcare Association -Equity share of 50000 each of Rs.10	5.00	5.00
		Total	5.00	5.00

NOTE NO.	S.N	PARTICULARS	31.03.2022 AMOUNT LACS	31.03.2021 AMOUNT LACS
14		OTHER NON CURRENT ASSETS Capital Contribution for Effluent booking - Khambhat Environcare Association	45.00	35.00
		Security deposit	73.11	30.25
		Total	118.11	65.25

NOTE NO.	S.N	PARTICULARS	31.03.2022 AMOUNT LACS	31.03.2021 AMOUNT LACS
15		INVENTORIES (As valued, verified and certified by the management)		
		a. Packing material	-	1.33
		b. Raw Material	387.08	276.69
		c. Finished Goods	164.59	147.45
		Total	551.67	427.47

NOTE NO.	S.N	PARTICULARS	31.03.2022 AMOUNT LACS	31.03.2021 AMOUNT LACS
16		TRADE RECEIVABLE (Unsecured, considered good)		
		Trade Receivables	813.03	422.24
		Total	813.03	422.24

Trade Receivable Ageing schedule (FY 2021-22)

AMOUNT IN LACS

Particulars	Outstanding for following periods from date of transaction					Total
	Less than 6 Months	6 Months-1 Year	1-2 Years	2-3 Years	More than 3 Years	
(i) Undisputed Trade Rcvble – considered good	777.50	-	5.63	28.79	1.12	813.03
(ii) Undisputed Trade Receivables – which have significant increase in credit risk	-	-	-	-	-	-
(iii) Undisputed Trade Receivables – credit impaired	-	-	-	-	-	-
(iv) Disputed Trade Receivables- considered good	-	-	-	-	-	-
(v) Disputed Trade Receivables – which have significant increase in credit risk	-	-	-	-	-	-
(vi) Disputed Trade Receivables – credit impaired	-	-	-	-	-	-
Total	777.50	-	5.63	28.79	1.12	813.03



Trade Receivable Ageing schedule (FY 2020-21)

AMOUNT IN LACS

Particulars	Outstanding for following periods from date of transaction					Total
	Less than 6 Months	6 Months-1 Year	1-2 Years	2-3 Years	More than 3 Years	
(i) Undisputed Trade Rcvble – considered good	361.11	20.60	25.47	1.04	14.02	422.24
(ii) Undisputed Trade Receivables – which have significant increase in credit risk	-	-	-	-	-	-
(iii) Undisputed Trade Receivables – credit impaired	-	-	-	-	-	-
(iv) Disputed Trade Receivables- considered good	-	-	-	-	-	-
(v) Disputed Trade Receivables – which have significant increase in credit risk	-	-	-	-	-	-
(vi) Disputed Trade Receivables – credit impaired	-	-	-	-	-	-
Total	361.11	20.60	25.47	1.04	14.02	422.24

NOTE NO.	S.N	PARTICULARS	31.03.2022 AMOUNT LACS	31.03.2021 AMOUNT LACS
17		CASH & BANK BALANCES :		
		a. Balance with Banks		
		In Current Accounts with Scheduled Banks	114.71	79.62
		b. Cash On Hand	3.22	3.86
		Total	117.93	83.48

NOTE NO.	S.N	PARTICULARS	31.03.2022 AMOUNT LACS	31.03.2021 AMOUNT LACS
18		SHORT TERM LOANS & ADVANCES: (UNSECURED CONSIDERED GOOD)		
		Advances Recoverable in Cash or In Kind	185.15	45.14
		Amount paid/Balance with Government Authorities	304.43	201.84
		Total	489.58	246.98



TECHNICHEM ORGANICS PRIVATE LIMITED						
NOTES TO AND FORMING PART OF STATEMENT OF PROFIT AND LOSS FOR THE YEAR ENDED 31.03.2022						
(AMOUNT IN LACS)						
Note No.	PARTICULARS			Year Ended 31.03.2022		Year Ended 31.03.2021
19	REVENUE FROM OPERATIONS:					
	Sale of Products			6,702.06		4,727.63
	Sale of Merchandise Exports India Scheme (MEIS Licence)			-		11.89
	Total			6,702.06		4,739.52

(AMOUNT IN LACS)						
Note No.	PARTICULARS			Year Ended 31.03.2022		Year Ended 31.03.2021
20	OTHER INCOME:					
	Export Incentive			69.69		38.81
	Discount Income			1.09		0.81
	Interest Income			2.24		1.51
	Profit on sale of Car			0.00		0.49
	Direct income from MEIS Scheme		39.90		0.00	
	Less: MEIS License (Income Recognised Earlier Years)		(4.92)	34.98	(12.16)	(12.16)
	Total			108.00		29.46

(AMOUNT IN LACS)						
Note No.	PARTICULARS		Year Ended 31.03.2022	Year Ended 31.03.2022	Year Ended 31.03.2021	Year Ended 31.03.2021
21	Cost of materials consumed					
	Opening stock					
	Raw Material			278.69		123.09
	Add: Purchase			4,953.47		3,834.69
	Less Closing Stock			(387.08)		(278.69)
	Total			4,845.08		3,679.09

(AMOUNT IN LACS)						
Note No.	PARTICULARS		Year Ended 31.03.2022	Year Ended 31.03.2022	Year Ended 31.03.2021	Year Ended 31.03.2021
22	CHANGE IN INVENTORIES OF					
	Inventories (At year end)					
	Finished Goods		164.59		147.45	
	Work in Process		-	164.59	-	147.45
	Inventories (At Commencement)					
	Finished Goods		147.45		77.53	
	Work in Process		-	147.45	-	77.53
	Total			(17.14)		(69.92)

(AMOUNT IN LACS)						
Note No.	PARTICULARS			Year Ended 31.03.2022		Year Ended 31.03.2021
23	Employee benefits expense :					
	Director's Remuneration			91.80		86.85
	Salary & Wages			174.38		136.88
	Staff welfare expenses			11.97		7.85
	Bonus			6.13		7.59
	Employer's share of PF			1.88		0.35
	Total			286.16		239.52



Note No.	PARTICULARS	(AMOUNT IN LACS)	
		Year Ended 31.03.2022	Year Ended 31.03.2021
24	FINANCE COST:		
	Finance Charges	1.54	1.93
	Bank Charges	13.88	3.36
	Interest on Car Loan	1.41	2.64
	Interest - Others	37.57	59.53
	Total	54.40	67.46

Note No.	PARTICULARS	(AMOUNT IN LACS)			
		Year Ended 31.03.2022	Year Ended 31.03.2022	Year Ended 31.03.2021	Year Ended 31.03.2021
25	OTHER EXPENSES:				
	Manufacturing Expenses:				
	Power and Fuel	263.31		136.75	
	Stores & Spare	94.13		46.28	
	Freight	208.25		118.76	
	Labour	157.68	723.37	73.28	375.07
	Establishment/Administrative Expenses:				
	Rent Rates and Taxes	15.86		13.44	
	Foreign Exchange Rate difference	10.93		24.79	
	Laboratory	13.05		4.23	
	Travelling & Conveyance	23.24		11.74	
	Printing and Stationery	3.15		2.02	
	ETP Disposal	17.17		0.00	
	Payment to Statutory Auditor				
	Statutory Audit	0.58		0.58	
	Tax Audit	0.29		0.29	
	Other Services	0.10		0.14	
	Selling Expenses	28.56		27.22	
	Penaly on Duties or Taxes	0.00		0.50	
	Legal and Professional	36.58		11.59	
	General	49.42		41.77	
	Repairs & Maintenance:				
	Plant & Machinery	77.87		34.68	
	Others	11.66		9.96	
	Building	30.46		16.54	
	Total		1,042.29		574.55

PARTICULARS		(AMOUNT IN LACS)	
		Year Ended 31.03.2022	Year Ended 31.03.2021
Payment to Statutory Auditors			
For Audit fess		0.58	0.58
For Tax Audit		0.29	0.29
For other services		0.10	0.14
Total		0.97	1.01

Note No.	PARTICULARS	(AMOUNT IN LACS)	
		Year Ended 31.03.2022	Year Ended 31.03.2021
26	Prior (Expenses)/ Income		
	Prior Period Expense (Gratuity)	(20.73)	-
	Total	(20.73)	-



TECHNICHEM ORGANICS PRIVATE LIMITED

Note-27

ADDITIONAL REGULATORY INFORMATION

I. Title deeds of Immovable Property not held in the name of the Company

The company does not possess any immovable property, whose title deeds of Immovable property not held in the name of the company during the financial year ended March 31, 2022 and March 31, 2021.

II. Revaluation of Property, Plant and Equipment

The company has not revalued any of its property, plant and equipment during the years ended March 31, 2022 and March 31, 2021.

Hence, the amount of change in gross and net carrying amount due to revaluation and impairment losses/reversals is nil.

III. Capital Work-in-Progress (CWIP) ageing schedule / completion schedule

CWIP ageing schedule

(Rs. In Lacs)

CWIP	Amount in CWIP for a period of				Total
	Less than 1 year	1-2 years	2-3 years	More than 3 years	
Projects in progress	174.06	45.37	22.01	130.92	372.36
Projects temporarily suspended	-	-	-	-	-

IV. Intangible assets under development ageing schedule / completion schedule

The company does not possess any of its Intangible assets under development during the years ended March 31, 2022 and March 31, 2021.

V. Details of Benami Property held

No proceedings have been initiated or pending against the company for holding any benami property under the Benami Transactions (Prohibition) Act, 1988 (45 of 1988)



and rules made thereunder in the financial years ended March 31, 2022 and March 31, 2021.

VI. Security of current assets against borrowings

The company has not borrowed from banks or financial institutions on the basis of security of current assets as primary security.

VII. Wilful Defaulter

As informed to us, the company has not been declared as a wilful defaulter by any bank or financial institution or other lender in the financial years ended March 31, 2022 and March 31, 2021.

VIII. Relationship with Struck off Companies

As informed to us and on the basis of verification, no any transactions entered with companies whose names have been struck off under section 248 of Companies Act, 2013 or section 560 of companies Act, 1956 in the financial years ended March 31, 2022 and March 31, 2021.

IX. Registration of charges or satisfaction with Registrar of Companies (ROC)

During the audit period, the company has taken term loan of Rs. 745.00 lacs from SIDBI and The Company has created charge against security within statutory period.

X. Compliance with number of layers of companies

-Not Applicable, since the company has no any subsidiary company.

XI. Analytical Ratios

Ratio	Numerator (In Lacs)	Denominator (In Lacs)	Current Period	Numerator (In Lacs)	Denominator (In Lacs)	Previous Period	% Variance	Reason for variance (If > 25%)
Current ratio	1972.21	2204.50	0.89	1180.17	1966.54	0.60	48.33	Due to increase of Trade Receivable, Inventories, Short -Term Loans, Advances and Cash & Bank



								Balances and decrease of Short Term Borrowing
Debt-equity ratio	650.70	1312.01	0.50	188.65	778.53	0.24	108.33	Due to increase of Long term borrowing
Debt service coverage ratio	652.24	216.63	3.01	345.97	178.41	1.94	55.15	Due to increase of profit during the year
Return on equity ratio	351.61	1312.01	0.27	165.40	778.53	0.21	28.57	Due to increase of profit during the year
Inventory turnover ratio	6702.06	551.67	12.15	4739.52	427.47	11.09	9.56	Not applicable, since variation is < 25%
Trade receivables turnover ratio	6702.06	813.03	8.24	4739.52	422.24	11.22	26.74	Due to increase of sale during the year
Trade payables turnover ratio	4953.47	1928.21	2.57	3834.69	1628.60	2.35	9.36	Not applicable, since variation is < 25%
Net capital turnover ratio	6702.06	(232.29)	-	4739.52	(786.37)	Since, the working capital is negative, ratio is not calculated		
Net profit ratio	351.61	6702.06	0.05	165.40	4739.52	0.03	66.67	Due to increase of profit during the year
Return on capital employed	547.06	1962.72	0.28	283.55	967.18	0.29	3.45	Not applicable, since variation is < 25%



Return on investment	351.61	4269.98	0.08	165.40	2996.64	0.06	33.33	Due to increase of profit during the year
----------------------	--------	---------	------	--------	---------	------	-------	---

XII. Compliance with approved Scheme(s) of Arrangements

During the period ended March 31, 2022 and March 31, 2021, the company has not proposed any scheme.

XIII. Utilisation of borrowed funds and share premium

The company has not received/advanced any fund from/to any parties (funding party) with the understanding that the Company shall whether, directly or indirectly lend or invest in other persons or entities identified by or on behalf of the funding party ("Ultimate Beneficiaries") or provide any guarantee, security or the like on behalf of the Ultimate Beneficiaries.

Other additional information to be disclosed by way of Notes to Statement of Profit and Loss

I. Adjustments to the carrying amount of investments

During the period ended March 31, 2022 and March 31, 2021, the company has not adjusted in the carrying amount of investment.

II. Net gain or loss on foreign currency translation (other than considered as finance cost)

(Rs. In Lacs)

Particulars	March 31, 2022	March 31, 2021
Foreign Exchange Rate difference	27.13 (Net gain)	(8.87) (Net loss)
Total	27.13	(8.87)

III. Payments to the auditor

(Rs. In Lacs)

Particulars	March 31, 2022	March 31, 2021
Statutory Audit	0.58	0.58
Tax Audit	0.29	0.29
Other services	0.09	0.14
Total	0.96	1.01



IV. Prior period items

(Rs. In Lacs)

Particulars	March 31, 2022	March 31, 2021
Prior Period Expense (Gratuity)	20.73	0.00
Total	20.73	0.00

V. Manufacturing company

Raw materials consumption

(Rs. in Lacs)

Particulars	March 31, 2022	March 31, 2021
Nitro Di Methylene Terephthalate	923.76	715.69
Aceto Nitrile	933.19	460.25
Others	2988.13	2503.15
Total	4845.08	3679.09

Sales of Manufactured goods

(Rs. In Lacs)

Particulars	Sales values (FY 2021-22)	Sales values (FY 2020-21)	Closing Inventory as on 31/03/2022	Opening Inventory as on 01/04/2021
Amino di methyl Terephthalate	1990.75	1458.39	0.19	71.48
Amino Crotononitrite	900.89	806.64	70.43	9.02
SPMAP	821.70	518.81	11.56	6.15
Others	2988.72	1955.68	82.41	60.80
Total	6702.06	4739.52	164.60	147.45

VI. Provisions for losses of subsidiary companies

Not Applicable, since the company has no any subsidiary company.



VII. Corporate social responsibility activities'.

The company is not covered under section 135 of the companies act, 2013 for the financial years ended March 31, 2022 and March 31, 2021.

VIII. Undisclosed income'.

There are no any transactions which are not recorded in the books of accounts.

IX. Details of crypto currency or virtual currency'.

The company has not traded or invested in crypto currency or virtual currency during the financial years ended March 31, 2022 and March 31, 2021.



Note No:

(28) The balances of Loans and advances, debtors and creditors are subject to balance confirmation by the respective parties, and necessary adjustment if any will be made on its reconciliation.

(29) Prior period item includes provision made for Gratuity till 31/03/2021.

(30) Earnings per Share:

Particulars	31-03-2022	31-03-2021
	(Rs. in Lacs)	(Rs. in Lacs)
Net Profit/(Loss) as per Profit & Loss account available for Equity Shareholders	354.24	165.40
Weighted average number of equity shares of Rs.10/- each (In Lacs)	13.34	7.28
Earnings /(Loss) per share	26.55	22.73

During the year, the company has issued additional shares of 18.19 Lacs

The calculation of weighted average number of shares given as under:

Particulars	No. of shares	Portion	Weighted average no. of shares (In Lacs)
Opening shares	7.28	1	7.28
Additional issue*	18.19	0.33**	6.06
Total			13.34

* Issued on 03/12/2021

**4 months/12 months

(31) Import of Raw Material Valuation:

C.I.F. Value of Imports	For the year ended on 31-March-2022 (Rs. in Lacs)	For the year ended on 31-March-2021 (Rs. in Lacs)
Raw Materials	837.29	622.39



(32) F.O.B. Value of Export	For the year ended on 31-March-2022 (Rs. in Lacs)	For the year ended on 31-March-2021 (Rs. in Lacs)
F.O.B. Value of Export	2896.51	2076.35
(33) Expenditure in Foreign Currency on Account of	For the year ended on 31-March-2022 (Rs. in Lacs)	For the year ended on 31-March-2021 (Rs. in Lacs)
Travelling Expenses & Reimbursement exps	-	1.30
(34) Consumption of Raw Materials & %	For the year ended on 31-March-2022 (Rs. in Lacs)	For the year ended on 31-March-2021 (Rs. in Lacs)
Imported	902.93 18.64%	622.39 16.92%
Indigenous	3942.15 81.36%	3056.70 83.08%
Total	4845.08	3679.09

35. Related party disclosure, as required by ACCOUNTING STANDARD-18, is as below:

(a) List of related persons

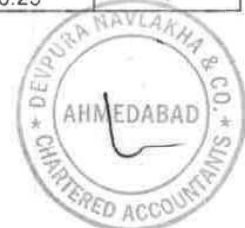
(i) Associates and enterprises with significant influence : Nil

(ii) Directors and their relatives :

Bharat J. Pandya, Anil J. Pandya, Piyush Nathwani, Alpaben B Pandya,
Sailjaben A Pandya, Rucha Pandya, Shail Pandya and Khyati Nathwani

(b) The following transaction were carried out with related parties in ordinary course of
business: (Rs. in Lacs)

Sr. No.	Particulars	Type of Relationship	Transaction during the year ended 31-3-2022	Balance outstanding as on 31-3-2022 (Credit)	Transaction during the year ended 31-3-2021	Balance outstanding as on 31-3-2021 (Credit)
1	Remuneration to managerial personnel	a (ii)				
	Bharat J. Pandya		36.00	0.18	36.00	0.07
	Anil J. Pandya		36.00	0.28	36.00	0.21
	Piyush Nathwani		19.80	1.08	14.85	1.41
2	Rent Paid	a(ii)				
	Alpaben B. pandya		4.80	0.16	4.80	1.97
	Shailja A. pandya		4.80	0.08	4.80	1.22
3	Repayment of short term borrowing	a(ii)				
	Bharat J. Pandya		169.34	-	20.50	-
	Anil J. Pandya		20.61	-	16.25	-



4	Short term borrowing taken	a(ii)				
	Bharat J. Pandya		59.25	-	125.75	102.00
	Anil J. Pandya		66.06	-	75.00	51.75
5	Salary Paid	a(ii)				
	Rucha Pandya		-	-	7.94	0
	Khyati Nathwani		4.95	0.40	3.60	0.40
	Shail Pandya		8.40	1.34	-	-
6	Interest expense	a (ii)				
	Bharat J. Pandya		-	-	8.75	8.09
	Anil J. Pandya		-	-	5.25	4.86
7	Reimbursement of Expenses	a (ii)				
	Piyush Nathwani		4.35	0.43	-	-

(36) Estimated amount of contract as per the Management remaining to be executed on capital account and not provided for Rs. Nil (Rs. Nil)

(37) There is no amounts outstanding as at 31st March, 2021, due to supplier who constitute a Micro, Small and Medium Enterprises as per MSMED Act, 2006

(38) The company has filed appeal before ITAT against the order of the CIT (A) for the financial year 2013-14 having the demand of Rs.43.05 lacs. The company as paid Rs. 20.00 lacs against the said demand under protest. In respect to the said disputed demand, the ITAT, Ahmedabad has passed order dated 07/07/2022 in company's favor.

(39) The company was initially allotted Incorrect PAN -AABFT0997J i.e. under firm category instead of company. After the instructions of the Income tax officer (ITO), application for correction was made and new correct PAN- AACCT2027K was issued, under which Income Tax returns are filed from AY 2006-07 onwards. During the year National Faceless Assessment Authority has issued Assessment Orders for AY 2015-16 and 2017-18 under PAN – AABFT0997J on the basis of information from export data from Income tax internal sources and have raised & issued demand notices.

Against these orders, The Company has filed petitions in the High Court of Gujarat. The Honorable Judges of the High Court on 19th April, 2022 have admitted our petition and issued an ad-interim order in terms of Para-18(C) of the petition, which read as below.

"That, pending admission, hearing and final disposal of this Petition, this Hon'ble Court be pleased to stay implementation, operation and execution of the Notice of Demand dated 29th March, 2022 and 30th March, 2022 issued by Respondent (Annexure "O") under Section 156 of




the Income Tax Act, 1961 for the Assessment Year 2017-18 and Assessment Year 2015-16 respectively".

(40) The figures of the previous year have been regrouped wherever necessary to make them comparable with current year figures. Figures in Bracket indicate previous year figures.

As per our attached report of even date

for and on Behalf of Board of Directors

For Devpura Navlakha & Co.
Chartered Accountant
FRN-121975W


Ashwini Devpura (Partner)
Membership No.047390
UDIN: 22047390APGTLE6778


Bharat Pandya Anil Pandya
(Directors)

Place: Ahmedabad

Date: 09/08/2022

