



# KESAR PETROPRODUCTS LIMITED

404, Naman Centre, C-31/G Block, BKC, Bandra (E), Mumbai - 400 051.

Tel: (022) 49685657 / 49637448 • URL - [www.kesarpetroproducts.com](http://www.kesarpetroproducts.com)

Date: 07<sup>th</sup> September, 2022

To,

BSE Limited,  
Corporate Relationship Department  
Bombay Stock Exchange Limited,  
P. J. Towers, Dalal Street, Fort,  
Mumbai - 400001.

Scrip Code: 524174

Subject: Submission of Annual Report for financial year 2021-2022 under regulation 34 of SEBI (LODR) Regulation 2015

Dear Sir,

In compliance with regulation 34 of SEBI (LODR) Regulations 2015, we are herewith submitting the Annual Report for the financial year 2021-2022 of the company for your information and records.

Kindly acknowledge the receipt of the same.

Thanking you,  
Yours faithfully,

For Kesar Petroproducts Limited



**Ramjan Kadar Shaikh**  
Executive Director  
DIN:08286732

# **KESAR PETROPRODUCTS LIMITED**

32<sup>ND</sup> ANNUAL REPORT (FY 2021-2022)

CIN: L23209PN1990PLC054829

## CORPORATE INFORMATION

### BOARD OF DIRECTORS:

|                                |   |
|--------------------------------|---|
| Mr Dinesh Shankarlal Sharma    | Non-Executive - Non Independent Director<br>(w.e.f: 25/04/2022)           |
| Mr. Ramjan Kadar Shaikh        | Whole-time Director (From 18.08.2021)                                     |
| Mr. K. D. Fatnani              | Independent Director  |
| Mrs. Neelam Yashpal Arora      | Independent Director  |
| Mr. Govind Krishna Sharma      | Independent Director  |
| Mr. Ramchandra Dhondu Ghanekar | Executive Director (From 03.01.2022)                                      |
| Mr. Parijat Vinod Kanetkar     | Non-Executive - Non Independent<br>Director,Chairperson (From 06.12.2021) |

### CHIEF FINANCIAL OFFICER

MR. JIGNESH DESAI

### COMPANY SECRETARY

SABA JAMEEL SHAIKH

### STATUTORY AUDITORS:

M/S. A. SACHDEV &  
COMPANYCHARTERED  
ACCOUNTANTS

### INTERNAL AUDITORS:

M/S. SAYEED KHAN &  
ASSOCIATESCHARTERED  
ACCOUNTANTS

### SECRETARIAL AUDITOR:

M/S. PANKAJ &  
ASSOCIATESCOMPANY  
SECRETARY

### REGISTERED OFFICE:

PLOT NO. D-7/1, M.I.D.C, LOTE PARSHURAM, TALUKA  
KHED,DISTRICT RATNAGIRI 415722, MAHARASHTRA

### BANKERS:

UNION BANK OF INDIA

### REGISTRAR & SHARE TRANSFER AGENTS:

REGD. OFFICE:

M/S. LINK INTIME INDIA PRIVATE LIMITED  
C – 101, 247 PARK, VIKHROLI WEST, MUMBAI 400 083.  
TEL: +91 22 49186000 \* FAX: +91 22 49186060

**KESAR PETROPRODUCTS LIMITED**

**Regd.Office:D-711, M.I.D.C., Lote Parshuram, Taluka–Khed, District Ratnagiri 415722, Maharashtra**

**NOTICE**

**NOTICE** is hereby given that the 32<sup>nd</sup> Annual General Meeting of Kesar Petroproducts Limited will be held on Thursday, 29<sup>th</sup> September, 2022 at 01:00 p.m. through Video Conferencing (VC) / Other Audio Visual Means (OAVM) to transact the following business:

**A. ORDINARY BUSINESS:**

**Item No. 1.**

To receive, consider and adopt the Audited Financial Statements of the Company for the financial year ended 31<sup>st</sup> March, 2022 together with the reports of the Board of Directors and Auditors' thereon.

**Item No. 2.**

To appoint a Director in place of Mr.Ramjan Kadar Shaikh (DIN: 08286732), who retires by rotation and being eligible, offers himself for re-appointment.

**Item No. 3.**

Re-appointment of M/s. A. Sachdev & Company, Chartered Accountants (Firm Reg. No. 001307C) where in signing partner will be Brijendra Kumar Agarwal (Membership No. 090771) for the second term of 5 year beginning from the financial year 2022-23

**B. SPECIAL BUSINESS:**

To consider and, if thought fit, to pass with or without modification(s), the following resolutions:-

**Item No. 4.**

To approve the appointment of Mr. Parijat Vinod Kanetkar (DIN: 07553686) as Non-Executive – Non-Independent Director& Chairperson

**AS AN ORDINARY RESOLUTION**

**"RESOLVED THAT** Mr. Parijat Vinod Kanetkar (DIN: 07553686), who was appointed as an Additional Director of the Company by the Board of Directors on 06<sup>th</sup> December, 2021 and holds directorship under Section 161 (1) of the Companies Act, 2013, upto the date of ensuing Annual General Meeting, be and is hereby appointed as a Director of the Company.

**RESOLVED FURTHER THAT** any Director of the Company and/or any authorized representative of the Company be and is hereby severally authorized to do all such acts, things and deeds as may be deemed necessary for giving effect to the above stated resolution."

**Item No. 5.**

To approve the appointment of Mr. Dinesh Shankarlal Sharma (DIN: 01231046) as Non-Executive -Non-Independent Director

**AS AN ORDINARY RESOLUTION**

**"RESOLVED THAT** Mr. Dinesh Shankarlal Sharma (DIN: 01231046), who was appointed as an Additional Director of the Company by the Board of Directors on 25<sup>th</sup>April, 2022 and holds directorship under Section 161 (1) of the Companies Act, 2013, upto the date of ensuing Annual General Meeting, be and is hereby appointed as a Director of the Company.

**RESOLVED FURTHER THAT** any Director of the Company and/or any authorized representative of the Company be and is hereby severally authorized to do all such acts, things and deeds as may be deemed necessary for giving effect to the above stated resolution.”

**Item No. 6.**

To approve Re-appointment of Mr. Kanayo Dayaram Fatnani (DIN: 07818627) as a Non-Executive-Independent Director

**AS A SPECIAL RESOLUTION**

“**RESOLVED THAT** pursuant to provisions of Sections 149, 150, 152, 197 read with Companies (Appointment and Qualification of Directors) Rules, 2014 and other applicable provisions of Companies Act, 2013 and rules made thereunder (including any statutory modification(s) or re-enactment thereof for the time being in force) read with Schedule IV to the Companies Act, 2013, the approval of the Members/Shareholders of the Company be and is hereby accorded for Mr. Kanayo Dayaram Fatnani (DIN: 07818627), in respect of whom the Company has received a notice in writing from a Member in terms of Section 160 of the Companies Act, 2013, proposing his candidature for the office of Director, be and is hereby re-appointed as Independent Director of the Company for a second term of 5 (five) consecutive years effective from September 29, 2022, not liable to retire by rotation.

“**RESOLVED FURTHER THAT** the Board of Directors be and is hereby authorized to take such steps and do all such acts, deeds, matters and things as may be considered necessary, proper and expedient to give effect to this Resolution.”

**Item No. 7.**

**Approval of Related party transaction with Shreyas Intermediates Limited, Cyan Formulators Private Limited, Niyati Venture Private Limited and Malvika Herbopharma Private Limited amounting to Rupees 318.5 Crore"**

To consider and, if thought fit, to pass with or without modification(s), the following resolution-

**AS AN ORDINARY RESOLUTION:-**

“**RESOLVED THAT** pursuant to the provisions of Section 188 of the Companies Act, 2013 (“Act”) and other applicable provisions, if any, read with Rule 15 of the Companies (Meetings of Board and its Powers) Rules, 2014, as amended till date, Regulation 23(4) of the Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015 (“Listing Regulations”) and the Company’s policy on Related Party transaction(s), approval of Shareholders be and is hereby accorded to the Board of Directors of the Company to enter into contract(s)/ arrangement(s)/ transaction(s) with Shreyas Intermediates Limited, Cyan Formulators Private Limited, Niyati Venture Private Limited and Malvika Herbopharma Private Limited a related party within the meaning of Section 2(76) of the Act and Regulation 2(1)(zb) of the Listing Regulations, for Sale/Purchase of Goods, Rent of premises & inter company deposits, on such terms and conditions as the Board of Directors may deem fit, up to a maximum aggregate value amounting to Rupees 318.5 Crore or the financial year 2022-23 as mentioned in explanatory statement attached to the notice, provided that the said contract(s)/ arrangement(s)/ transaction(s) so carried out shall be at arm’s length basis and in the ordinary course of business of the Company.

**RESOLVED FURTHER THAT** the Board of Directors be and is hereby authorized to delegate all or any of the powers conferred on it by or under this resolution to any Committee of Directors of the Company and to do all acts and take such steps as may be considered necessary or expedient to give effect to the aforesaid resolution.”

**BY ORDER OF THE BOARD OF DIRECTORS  
FOR KESAR PETROPRODUCTS LIMITED**

Sd/-

**RAMJAN KADAR SHAIKH**

**WHOLETIME DIRECTOR**

**DIN: 08286732**

**PLACE: MUMBAI**

**DATE: 30<sup>TH</sup> AUGUST, 2022**

**NOTES:**

- 1) The Statement pursuant to Section 102 of the Companies Act, 2013 with respect to Item No. 4 of the Special Business forms part of this Notice. Additional information, pursuant to the applicable Regulations of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 and Secretarial Standard on General Meetings issued by the Institute of Company Secretaries of India in respect of Directors seeking appointment / re-appointment at this Annual General Meeting is furnished as Annexure II to this Notice.
- 2) (a) In view of the continuing Covid – 19 pandemic, the Ministry of Corporate Affairs (MCA) has vide its circular dated May 5, 2022 read with circulars dated April 8, 2020, April 13, 2020, May 5, 2020, January 13, 2021, December 8, 2021 and December 14, 2021 (collectively referred to as MCA Circulars) permitted the holding of the Annual General Meeting (AGM) through VC / OAVM, without the physical presence of the Members at a common venue. In compliance with the provisions of the Companies Act, 2013 (Act), SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 (SEBI Listing Regulations) and MCA Circulars, the AGM of the Company is being held through VC / OAVM.  
  
(b) Pursuant to the provisions of the Act, a member entitled to vote at the AGM is entitled to appoint a proxy to attend and vote on his / her behalf and the proxy need not be a Member of the Company. Since the AGM is being held pursuant to the MCA Circulars through VC / OAVM, physical attendance of the Members has been dispensed with. Accordingly, the facility for appointment of proxies by Members will not be available for the AGM and hence the Proxy Form and Attendance Slip are not annexed to this Notice.
- 3) Institutional / Corporate Shareholders (i.e. other than individuals / HUF, NRI, etc.) are required to send a scanned copy (PDF / JPG Format) of its Board or governing body Resolution / Authorization etc., authorizing its representative to attend the AGM through VC / OAVM on its behalf and to vote through remote e-voting. The said Resolution / Authorization should be sent to [evoting@nsdl.co.in](mailto:evoting@nsdl.co.in).
- 4) Mr. Ramjan Kadar Shaikh (DIN: 08286732) retires by rotation and being eligible offers himself for re-appointment. The details pertaining to aforesaid directors as required under Clause 1.2.5 of Secretarial Standards on General Meeting and Regulation 26(4) of the Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015 is furnished in Annexure II to the Notice.

- 5) The route map and prominent landmark of the venue of the 32<sup>nd</sup> Annual General Meeting as required under Clause 1.2.4 of the Secretarial Standards on the General Meeting is not annexed herewith as the AGM is being held through VC / OAVM.
- 6) The members or proxies are requested to bring with them the Annual Report, as extra copy of the same will not be supplied as per usual practice.
- 7) In case of joint holders attending the Meeting, only such joint holder who is higher in the order of names will be entitled to vote.
- 8) Corporate members are requested to send duly certified copy of the Board Resolution pursuant to Section 113 of the Companies Act, 2013 authorizing their representative to attend and vote at the Annual General Meeting (including through e-voting).
- 9) Queries on accounts and operations of the Company, if any, may please be sent to the Company seven days in advance of the meeting so that the answers can be made available at the Meeting.
- 10) As per provisions of Section 72 of the Companies Act 2013 and Rule 19(1) of the Companies (Share Capital and Debentures) Rules, 2014, Members holding shares in single name and physical form are advised to make nomination in the prescribed form SH-13 with RTA and in respect of shares held in demat form, the nomination form may be filled with respective DP.
- 11) The Shareholders are requested to notify changes, if any, in their address to their depository participants in respect of their holding in electronic form and to the Registrars and Transfer Agents of the Company, M/s. Link Intime India Private Limited having office at C-101, 247 Park, L.B.S Marg, Vikroli (West), Mumbai 400083; Tel No. +91 22 49186000; Fax: +91 22 49186060, Email: [rnt.helpdesk@linkintime.co.in](mailto:rnt.helpdesk@linkintime.co.in), Website: [www.linkintime.co.in](http://www.linkintime.co.in) in respect of their holding in physical form.
- 12) **The Register of Members and the Share Transfer Books of the Company will remain closed from Friday, 23<sup>rd</sup> September, 2022 to Thursday, 29<sup>th</sup> September, 2022 (both days inclusive).**
- 13) Members who hold shares in dematerialized form are requested to bring their client ID and DPID for easier identification of attendance at the meeting.
- 14) The Shareholders whose dividend remained unclaimed for the financial year 31<sup>st</sup> March, 2015 are requested to claim it immediately from Company.
- 15) In view of various advantages, the members are requested to avail the facility of dematerialization of the Company's shares.
- 16) The members of the Company holding their shares in physical form or in dematerialized form, who have not registered their e-mail IDs and Mobile number with the Company or Depository Participant, to receive documents like Notice, Annual Reports and correspondence through electronic mode are requested to send their e-mail IDs and Mobile number either to the Company's id: [info@kesarpetroproducts.com](mailto:info@kesarpetroproducts.com) or Registrars and Transfer Agents email [rnt.helpdesk@linkintime.co.in](mailto:rnt.helpdesk@linkintime.co.in) or to Depository Participant [@evoting@nsdl](mailto:@evoting@nsdl)
- 17) Copies of Annual Report 2021-22 are being sent by electronic mode, only to those members who have registered their email addresses with the Company/ Depository Participant, unless any member has requested for a physical copy of the same. Annual Report 2021-22 are not being sent by physical mode to those members who have not registered their email addresses with the Company/ Depository Participant. Members may please note that the Annual Report 2021-22 is available on the website of the Company viz. [www.kesarpetroproducts.com](http://www.kesarpetroproducts.com).
- 18) The Securities and Exchange Board of India (SEBI) has mandated the submission of Permanent Account Number (PAN) by every participant in securities market. Members holding shares in electronic form are, therefore, requested to submit their PAN to their Depository Participants with

whom they are maintaining their demat accounts. Members holding shares in physical form can submit their PAN to the Company/ Registrar and Share Transfer Agents, M/s. Link Intime India Private Limited.

19) EVOTING:

- I) Pursuant to Section 108 of the Companies Act, 2013, Rule 20 of the Companies (Management and Administration) Rules, 2014 as amended by the Companies (Management and Administration) Amendment Rules, 2015 and Regulation 44 of the Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015, the Company is pleased to announce that the Company is providing facility to the members to cast their votes on all the business mentioned in the Notice through electronic means. It may please be noted that the e-voting is optional.
- II) For this purpose, the Company has entered into an agreement with National Securities Depository Limited (NSDL) for facilitating e-voting to enable the shareholders of the Company to cast their votes electronically.
- III) The Board of Directors of the Company has appointed M/s. Pramod S Shah & Associates, Practicing Company Secretary, Mumbai, as scrutinizer to conduct and scrutinize the remote e-voting and voting at the 32<sup>nd</sup> Annual General Meeting in a fair and transparent manner.

IV) Process and manner of voting:

In case of Shareholders receiving e-mail from NSDL:

- i. Open e-mail and open PDF file viz; “KESAR e-Voting. Pdf” with your Client ID or Folio No. as password. The said PDF file contains your user ID and password for e-voting. Please note that the password is an initial password.
  - ii. In case any shareholder is already registered with NSDL for e-voting, then that shareholder can use the existing user ID and password for casting of vote and step no. (i) and (vi) be skipped.
  - iii. Launch internet browser by typing the following URL: <https://www.evoting.nsdl.com>.
  - iv. Click on Shareholder – Login.
  - v. Put user ID and password as mentioned in step (i) or (ii) above, as may be applicable. Click Login.
  - vi. Password change menu appears. Change the password with new password of your choice with minimum 8 digits/characters or combination thereof. Note new password. It is strongly recommended not to share your password with any other person and take utmost care to keep your password confidential.
  - vii. Home page of e-Voting opens. Click on e-Voting: Active Voting Cycles.
  - viii. Select “EVEN” (E-Voting Event Number) of Kesar Petroproducts Limited.
  - ix. Now you are ready for e-Voting as Cast Vote page opens.
  - x. Cast your vote by selecting appropriate option and click on “submit” and also “confirm” when prompted.
  - xi. Upon confirmation, the message “Vote cast successfully” will be displayed.
  - xii. Once you have voted on the resolution, you will not be allowed to modify your vote. Institutional shareholders (i.e members other than individuals, HUF, NRI etc.) are required to send scanned copy (PDF/JPEG FORMAT) of the relevant Board Resolution/Authority Letter etc. together with attested specimen signature of the duly authorized signatory (ies) who are authorized to vote, to the Scrutinizer through email [info@kesarpetroproducts.com](mailto:info@kesarpetroproducts.com) with a copy marked to [evoting@nsdl.co.in](mailto:evoting@nsdl.co.in).
- V) In case of query, you may refer to the Frequently Asked Questions (FAQs) for members and e-voting user manual for members available at the download sections of <http://www.evoting.nsdl.com> or contact NSDL at the following Telephone No: 1800-222-990.



NOTE: Shareholders who forgot the User Details/Password can use “Forgot User Details/Password?” or “Physical User Reset Password?” option available on [www.evoting.nsdl.com](http://www.evoting.nsdl.com).

In case Shareholders are holding shares in demat mode, USER-ID is the combination of (DPID + Client ID).

In case Shareholders are holding shares in physical mode, USER-ID is the combination of (Even No + Folio No).

- VI) The remote e-voting period commences on Monday, the 26<sup>th</sup> September, 2022 (9:00 a.m.) and closes on Wednesday, the 28<sup>th</sup> September, 2022 (5:00 p.m.). At the end of the remote e-voting period, the portal where votes are cast shall forthwith be blocked.
- VII) The Cut of date: Thursday, 22<sup>nd</sup> September, 2022.

Persons who have become members of the Company after the date of dispatch of notice by the Company, may apply to NSDL for receiving their User ID and Password required for remote e-voting.

Persons whose name is recorded in the register of members or in the register of beneficial owners maintained by the depositories as on cut-off date only shall be entitled to avail the facility of remote e-voting as well as voting in the general meeting.

- VIII) M/s. Pramod S Shah & Associates, Practicing Company Secretary, Mumbai, the scrutinizer will unblock the votes in the presence of at least two witnesses not in the employment of the Company and make a scrutinizer’s report of the votes cast in favor or against, if any and submit the same to Mr. Ramjan Kadar Shaikh, Wholetime Director of the Company on or before 01<sup>st</sup> October, 2022.
- IX) The results along with the scrutinizer’s report shall be placed on the website of the Company immediately after the same is declared.
- X) Subject to receipt of sufficient votes, the resolution shall be deemed to be passed on the date of 32<sup>nd</sup> Annual General Meeting.
- XI) Remote e-voting facility shall not be available beyond 28<sup>th</sup> September, 2022 (5:00 p.m.).
- XII) Company shall provide voting facility at the meeting electronically.
- The members attending the meeting who have not already cast their vote by remote e-voting shall be able to exercise their right at the meeting.
- The members who have already exercised their vote by way of remote e-voting shall be entitled to participate in the meeting but shall not be allowed to vote.
- XIII) Names of the members appearing in the Register of Members as on 22<sup>nd</sup> September, 2022 shall only be entitled to vote.
- XIV) Members are requested to address the grievance connected with facility for voting by electronic means to the Compliance officer of the Company. Email ID: [info@kesarpetroproducts.com](mailto:info@kesarpetroproducts.com); Tel No: +91-2356-272471.
- XV) Public Notice under Rule 20(4)(V) of the Companies (Management and Administration) Rules, 2014 will be placed on the website of the Company.
- XVI) Members holding shares, both physical and demat, are entitled to vote through remote e-voting.

## ATTENDING ANNUAL GENERAL MEETING

### How do I vote electronically using NSDL e-Voting system?

The way to vote electronically on NSDL e-Voting system consists of “Two Steps” which are mentioned below:


#### Step 1: Access to NSDL e-Voting system

##### A) Login method for e-Voting and joining virtual meeting for Individual shareholders holding securities in demat mode

In terms of SEBI circular dated December 9, 2020 on e-Voting facility provided by Listed Companies, Individual shareholders holding securities in demat mode are allowed to vote through their demat account maintained with Depositories and Depository Participants. Shareholders are advised to update their mobile number and email Id in their demat accounts in order to access e-Voting facility.

Login method for Individual shareholders holding securities in demat mode is given below:

| <b>Type of shareholders</b>   | <b>Login Method</b>   |
|---|---|
| Individual Shareholders holding securities in demat mode with NSDL. | <ol style="list-style-type: none"><li>1. Existing <b>IDeAS</b> user can visit the e-Services website of NSDL Viz. <a href="https://eservices.nsdl.com">https://eservices.nsdl.com</a> either on a Personal Computer or on a mobile. On the e-Services home page click on the “<b>Beneficial Owner</b>” icon under “<b>Login</b>” which is available under ‘<b>IDeAS</b>’ section , this will prompt you to enter your existing User ID and Password. After successful authentication, you will be able to see e-Voting services under Value added services. Click on “<b>Access to e-Voting</b>” under e-Voting services and you will be able to see e-Voting page. Click on company name or <b>e-Voting service provider i.e. NSDL</b> and you will be re-directed to e-Voting website of NSDL for casting your vote during the remote e-Voting period or joining virtual meeting &amp; voting during the meeting.</li><li>2. If you are not registered for IDeAS e-Services, option to register is available at <a href="https://eservices.nsdl.com">https://eservices.nsdl.com</a>. Select “<b>Register Online for IDeAS Portal</b>” or click at <a href="https://eservices.nsdl.com/SecureWeb/IdeasDirectReg.jsp">https://eservices.nsdl.com/SecureWeb/IdeasDirectReg.jsp</a></li><li>3. Visit the e-Voting website of NSDL. Open web browser by typing the following URL: <a href="https://www.evoting.nsdl.com/">https://www.evoting.nsdl.com/</a> either on a Personal Computer or on a mobile. Once the home page of e-Voting system is launched, click on the icon “<b>Login</b>” which is available under</li></ol> |

|   |   |
|---|---|
|   | <p>'Shareholder/Member' section. A new screen will open. You will have to enter your User ID (i.e. your sixteen digit demat account number hold with NSDL), Password/OTP and a Verification Code as shown on the screen. After successful authentication, you will be redirected to NSDL Depository site wherein you can see e-Voting page. Click on company name or <b>e-Voting service provider i.e. NSDL</b> and you will be redirected to e-Voting website of NSDL for casting your vote during the remote e-Voting period or joining virtual meeting &amp; voting during the meeting.</p> <p>4. Shareholders/Members can also download NSDL Mobile App “<b>NSDL Speede</b>” facility by scanning the QR code mentioned below for seamless voting experience.</p> <div data-bbox="703 779 1209 1084" style="text-align: center;"> <p>NSDL Mobile App is available on</p>  </div>   |
| <p>Individual Shareholders holding securities in demat mode with CDSL</p> | <ol style="list-style-type: none"> <li>1. Existing users who have opted for Easi / Easiest, they can login through their user id and password. Option will be made available to reach e-Voting page without any further authentication. The URL for users to login to Easi / Easiest are <a href="https://web.cdslindia.com/myeasi/home/login">https://web.cdslindia.com/myeasi/home/login</a> or <a href="http://www.cdslindia.com">www.cdslindia.com</a> and click on New System Myeasi.</li> <li>2. After successful login of Easi/Easiest the user will be also able to see the E Voting Menu. The Menu will have links of <b>e-Voting service provider i.e. NSDL</b>. Click on <b>NSDL</b> to cast your vote.</li> <li>3. If the user is not registered for Easi/Easiest, option to register is available at <a href="https://web.cdslindia.com/myeasi/Registration/EasiRegistration">https://web.cdslindia.com/myeasi/Registration/EasiRegistration</a></li> <li>4. Alternatively, the user can directly access e-Voting page by providing demat Account Number and PAN No. from a link in <a href="http://www.cdslindia.com">www.cdslindia.com</a> home page. The system will authenticate the user by sending OTP on registered Mobile &amp; Email as recorded in the demat Account. After successful authentication, user will be provided links for the respective ESP i.e. <b>NSDL</b> where the e-Voting is in</li> </ol> |

|  |  |
|--|--|
|  | progress.  |
| Individual Shareholders (holding securities in demat mode) login through their depository participants | You can also login using the login credentials of your demat account through your Depository Participant registered with NSDL/CDSL for e-Voting facility. upon logging in, you will be able to see e-Voting option. Click on e-Voting option, you will be redirected to NSDL/CDSL Depository site after successful authentication, wherein you can see e-Voting feature. Click on company name or e-Voting service provider i.e. NSDL and you will be redirected to e-Voting website of NSDL for casting your vote during the remote e-Voting period or joining virtual meeting & voting during the meeting. |

**Important note:** Members who are unable to retrieve User ID/ Password are advised to use Forget User ID and Forget Password option available at abovementioned website.

**Helpdesk for Individual Shareholders holding securities in demat mode for any technical issues related to login through Depository i.e. NSDL and CDSL.**

| <b>Login type</b>  | <b>Helpdesk details</b>  |
|--|--|
| Individual Shareholders holding securities in demat mode with NSDL | Members facing any technical issue in login can contact NSDL helpdesk by sending a request at <a href="mailto:evoting@nsdl.co.in">evoting@nsdl.co.in</a> or call at toll free no.: 1800 1020 990 and 1800 22 44 30             |
| Individual Shareholders holding securities in demat mode with CDSL | Members facing any technical issue in login can contact CDSL helpdesk by sending a request at <a href="mailto:helpdesk.evoting@cdslindia.com">helpdesk.evoting@cdslindia.com</a> or contact at 022-23058738 or 022-23058542-43 |

**B) Login Method for e-Voting and joining virtual meeting for shareholders other than Individual shareholders holding securities in demat mode and shareholders holding securities in physical mode.**

**How to Log-in to NSDL e-Voting website?**

1. Visit the e-Voting website of NSDL. Open web browser by typing the following URL: <https://www.evoting.nsdl.com/> either on a Personal Computer or on a mobile.
2. Once the home page of e-Voting system is launched, click on the icon “Login” which is available under ‘Shareholder/Member’ section.
3. A new screen will open. You will have to enter your User ID, your Password/OTP and a Verification Code as shown on the screen.  
*Alternatively, if you are registered for NSDL eservices i.e. IDEAS, you can log-in at <https://eservices.nsdl.com/> with your existing IDEAS login. Once you log-in to NSDL eservices after using your log-in credentials, click on e-Voting and you can proceed to Step 2 i.e. Cast your vote electronically.*
4. Your User ID details are given below :

| <b>Manner of holding shares i.e. Demat (NSDL or CDSL) or Physical</b> | <b>Your User ID is:</b>   |
|---|---|
| a) For Members who hold shares in demat account with NSDL.            | 8 Character DP ID followed by 8 Digit Client ID<br><br>For example if your DP ID is IN300*** and Client ID is 12***** then your user ID is IN300***12*****.   |
| b) For Members who hold shares in demat account with CDSL.            | 16 Digit Beneficiary ID<br><br>For example if your Beneficiary ID is 12***** then your user ID is 12*****   |
| c) For Members holding shares in Physical Form.                       | EVEN Number followed by Folio Number registered with the company<br><br>For example if folio number is 001*** and EVEN is 101456 then user ID is 101456001*** |

5. Password details for shareholders other than Individual shareholders are given below:
  - a) If you are already registered for e-Voting, then you can use your existing password to login and cast your vote.
  - b) If you are using NSDL e-Voting system for the first time, you will need to retrieve the ‘initial password’ which was communicated to you. Once you retrieve your ‘initial password’, you need to enter the ‘initial password’ and the

- system will force you to change your password.
- c) How to retrieve your 'initial password'?
    - (i) If your email ID is registered in your demat account or with the company, your 'initial password' is communicated to you on your email ID. Trace the email sent to you from NSDL from your mailbox. Open the email and open the attachment i.e. a .pdf file. Open the .pdf file. The password to open the .pdf file is your 8 digit client ID for NSDL account, last 8 digits of client ID for CDSL account or folio number for shares held in physical form. The .pdf file contains your 'User ID' and your 'initial password'.
    - (ii) If your email ID is not registered, please follow steps mentioned below in **process for those shareholders whose email ids are not registered.**
  6. If you are unable to retrieve or have not received the " Initial password" or have forgotten your password:
    - a) Click on "**Forgot User Details/Password?**"(If you are holding shares in your demat account with NSDL or CDSL) option available on [www.evoting.nsdl.com](http://www.evoting.nsdl.com).
    - b) **Physical User Reset Password?**" (If you are holding shares in physical mode) option available on [www.evoting.nsdl.com](http://www.evoting.nsdl.com).
    - c) If you are still unable to get the password by aforesaid two options, you can send a request at [evoting@nsdl.co.in](mailto:evoting@nsdl.co.in) mentioning your demat account number/folio number, your PAN, your name and your registered address etc.
    - d) Members can also use the OTP (One Time Password) based login for casting the votes on the e-Voting system of NSDL.
  7. After entering your password, tick on Agree to "Terms and Conditions" by selecting on the check box.
  8. Now, you will have to click on "Login" button.
  9. After you click on the "Login" button, Home page of e-Voting will open.

## **Step 2: Cast your vote electronically and join General Meeting on NSDL e-Voting system.**

### **How to cast your vote electronically and join General Meeting on NSDL e-Voting system?**

1. After successful login at Step 1, you will be able to see all the companies "EVEN" in which you are holding shares and whose voting cycle and General Meeting is in active status.
2. Select "EVEN" of company for which you wish to cast your vote during the remote e-Voting period and casting your vote during the General Meeting. For joining virtual meeting, you need to click on "VC/OAVM" link placed under "Join General Meeting".
3. Now you are ready for e-Voting as the Voting page opens.
4. Cast your vote by selecting appropriate options i.e. assent or dissent, verify/modify the number of shares for which you wish to cast your vote and click on "Submit" and also "Confirm" when prompted.
5. Upon confirmation, the message "Vote cast successfully" will be displayed.
6. You can also take the printout of the votes cast by you by clicking on the print option on the confirmation page.
7. Once you confirm your vote on the resolution, you will not be allowed to modify your vote.

### **General Guidelines for shareholders**

1. Institutional shareholders (i.e. other than individuals, HUF, NRI etc.) are required to send scanned copy (PDF/JPG Format) of the relevant Board Resolution/ Authority letter etc. with attested specimen signature of the duly authorized signatory(ies) who are authorized to vote, to the Scrutinizer by e-mail to saurabhshah@psaprofessionals.com with a copy marked to [evoting@nsdl.co.in](mailto:evoting@nsdl.co.in).
2. It is strongly recommended not to share your password with any other person and take utmost care to keep your password confidential. Login to the e-voting website will be disabled upon five unsuccessful attempts to key in the correct password. In such an event, you will need to go through the “[Forgot User Details/Password?](#)” or “[Physical User Reset Password?](#)” option available on [www.evoting.nsdl.com](http://www.evoting.nsdl.com) to reset the password.
3. In case of any queries, you may refer the Frequently Asked Questions (FAQs) for Shareholders and e-voting user manual for Shareholders available at the download section of [www.evoting.nsdl.com](http://www.evoting.nsdl.com) or call on toll free no.: 1800 1020 990 and 1800 22 44 30 or send a request to Sanjeev Yadav at [evoting@nsdl.co.in](mailto:evoting@nsdl.co.in)

### **Process for those shareholders whose email ids are not registered with the depositories for procuring user id and password and registration of e mail ids for e-voting for the resolutions set out in this notice:**

1. In case shares are held in physical mode please provide Folio No., Name of shareholder, scanned copy of the share certificate (front and back), PAN (self attested scanned copy of PAN card), AADHAR (self attested scanned copy of Aadhar Card) by email to [info@kesarpetroproducts.com](mailto:info@kesarpetroproducts.com)
2. In case shares are held in demat mode, please provide DPID-CLID (16 digit DPID + CLID or 16 digit beneficiary ID), Name, client master or copy of Consolidated Account statement, PAN (self attested scanned copy of PAN card), AADHAR (self attested scanned copy of Aadhar Card) to [evoting@nsdl.co.in](mailto:evoting@nsdl.co.in). If you are an Individual shareholders holding securities in demat mode, you are requested to refer to the login method explained at **step 1 (A) i.e. Login method for e-Voting and joining virtual meeting for Individual shareholders holding securities in demat mode.**
3. Alternatively shareholder/members may send a request to [evoting@nsdl.co.in](mailto:evoting@nsdl.co.in) for procuring user id and password for e-voting by providing above mentioned documents.
4. In terms of SEBI circular dated December 9, 2020 on e-Voting facility provided by Listed Companies, Individual shareholders holding securities in demat mode are allowed to vote through their demat account maintained with Depositories and Depository Participants. Shareholders are required to update their mobile number and email ID correctly in their demat account in order to access e-Voting facility.

### **THE INSTRUCTIONS FOR MEMBERS FOR e-VOTING ON THE DAY OF THE EGM/AGM ARE AS UNDER:-**

1. The procedure for e-Voting on the day of the EGM/AGM is same as the instructions mentioned above for remote e-voting.

2. Only those Members/ shareholders, who will be present in the EGM/AGM through VC/OAVM facility and have not casted their vote on the Resolutions through remote e-Voting and are otherwise not barred from doing so, shall be eligible to vote through e-Voting system in the EGM/AGM.
3. Members who have voted through Remote e-Voting will be eligible to attend the EGM/AGM. However, they will not be eligible to vote at the EGM/AGM.
4. The details of the person who may be contacted for any grievances connected with the facility for e-Voting on the day of the EGM/AGM shall be the same person mentioned for Remote e-voting.

**INSTRUCTIONS FOR MEMBERS FOR ATTENDING THE EGM/AGM THROUGH VC/OAVM ARE AS UNDER:**

1. Member will be provided with a facility to attend the EGM/AGM through VC/OAVM through the NSDL e-Voting system. Members may access by following the steps mentioned above for **Access to NSDL e-Voting system**. After successful login, you can see link of "VC/OAVM link" placed under "**Join General meeting**" menu against company name. You are requested to click on VC/OAVM link placed under Join General Meeting menu. The link for VC/OAVM will be available in Shareholder/Member login where the EVEN of Company will be displayed. Please note that the members who do not have the User ID and Password for e-Voting or have forgotten the User ID and Password may retrieve the same by following the remote e-Voting instructions mentioned in the notice to avoid last minute rush.
2. Members are encouraged to join the Meeting through Laptops for better experience.
3. Further Members will be required to allow Camera and use Internet with a good speed to avoid any disturbance during the meeting.
4. Please note that Participants Connecting from Mobile Devices or Tablets or through Laptop connecting via Mobile Hotspot may experience Audio/Video loss due to Fluctuation in their respective network. It is therefore recommended to use Stable Wi-Fi or LAN Connection to mitigate any kind of aforesaid glitches.
5. Shareholders who would like to express their views/have questions may send their questions in advance mentioning their name demat account number/folio number, email id, mobile number at [info@kesarpetroproducts.com](mailto:info@kesarpetroproducts.com) The same will be replied by the company suitably.

**For KESAR PETROPRODUCTS LIMITED**

**Sd/-  
RAMJAN KADAR SHAIKH  
WHOLETIME DIRECTOR  
DIN: 08286732**

**PLACE: MUMBAI**

**DATE: 30<sup>TH</sup> AUGUST, 2022**



**ANNEXURE I TO THE NOTICE**

**EXPLANATORY STATEMENT PURSUANT TO SECTION 102(1) OF THE COMPANIES ACT, 2013:**

The following statement sets out all material facts relating to the Special Business mentioned in the accompanying Notice:

**ITEM NO. 4**

Mr. Parijat Vinod Kanetkar (DIN: 07553686) was appointed as an Additional Director of the Company on 06<sup>th</sup> December, 2021 and he holds that office up to the date of ensuing Annual General Meeting. The NRC have recommended the appointment of Director for the tenure of 5 years beginning from the 29<sup>th</sup> September, 2022

The company have received the Declaration of independence from the said director and profile, specific areas of expertise of Mr. Parijat Vinod Kanetkar are provided in the Annexure II to this Notice

None of the Directors and Key Managerial Personnel of the Company or their respective relatives, except Mr. Shaikh, to whom this resolution relates, is concerned or interested in the Resolution mentioned at Item No. 4 of the Notice.

**ITEM NO. 5**

Mr. Dinesh Shankarlal Sharma (DIN: 01231046) was appointed as Additional Director by the Board of Directors on 25<sup>th</sup> April, 2022 and he holds that office upto the date of ensuing Annual General Meeting, subject to his appointment being passed by the Shareholders, as Non-Executive -Non-Independent Director for a period of 5 years from the date of his appointment in the ensuing Annual General Meeting.

The Company has received from Mr. Dinesh Shankarlal Sharma -

- (1) Consent to act as a Director in Form DIR – 2 pursuant to Rule 8 of the Companies (Appointment and Qualifications of Directors) Rules, 2014;
- (2) Intimation in Form DIR – 8 in terms of the Companies (Appointment and Qualifications of Directors) Rules, 2014 to the effect that he is not disqualified under Section 164(2) of the Act;
- (3) Declaration pursuant to BSE Circular No. LIST/COMP/14/2018-19 dated June 20, 2018, that he has not been debarred from holding the office of a Director by virtue of any order passed by the Securities and Exchange Board of India or any other such authority.

The profile and specific areas of expertise of Mr. Dinesh Shankarlal Sharma are provided in the Annexure II to this Notice

None of the Directors and Key Managerial Personnel of the Company or their respective relatives, except Mr. Sharma, to whom this resolution relates, is concerned or interested in the Resolution mentioned at Item No. 5 of the Notice.

**ITEM NO. 6**

Mr. Kanayo Dayaram Fatnani (DIN: 07818627) as a Non-Executive- Independent Director as his tenure is expired on 30<sup>th</sup> May, 2022 be and is hereby Re-appoint as Non-Executive- Independent Director for second tenure of 5 years from the Immediate effect.

The company have received the Declaration of independence from the said director and profile, specific areas of expertise of Mr. Kanayo Dayaram Fatnani are provided in the Annexure II to this Notice.

None of the Directors and Key Managerial Personnel of the Company or their respective relatives, except Mr. Fatnani, to whom this resolution relates, is concerned or interested in the Resolution mentioned at Item No. 6 of the Notice.

**Item No. 7**

These are the following related party transactions which required approval of the Members of the Company:

| Name of the Related Party       | Relationship with Related Party | Nature of Transaction  | Board Approval Date | Quantum / Amount of Transaction | Date of Approval of Audit Committee |
|---------------------------------|---------------------------------|------------------------|---------------------|---------------------------------|-------------------------------------|
| Shreyas Intermediaries          | common promoters                | Sale/Purchase of Goods | 30/08/2022          | 300Crore                        | 30/08/2022                          |
| Malvika Herbopharma             | deemed promoter                 | Rent                   | 30/08/2022          | 1.5crore                        | 30/08/2022                          |
| Cyan Formulators                | deemed promoter                 | Rent                   | 30/08/2022          | 1.5crore                        | 30/08/2022                          |
| Niyati Ventures Private Limited | deemed promoter                 | Rent                   | 30/08/2022          | 50lakhs                         | 30/08/2022                          |
| Shreyas Intermediaries          | common promoters                | Inter company deposits | 30/08/2022          | 15 crore                        | 30/08/2022                          |

The Directors or members who are interested have not participated in approving the resolutions.

The Board recommends the resolution set out at Item Nos. 3, 4, 5 and 6 for approval of the Members.

**BY ORDER OF THE BOARD OF DIRECTORS  
FOR KESAR PETROPRODUCTS LIMITED**

Sd/-

**RAMJAN KADAR SHAIKH  
WHOLETIME DIRECTOR  
DIN: 08286732**

**PLACE: MUMBAI**

**DATE: 30<sup>TH</sup> AUGUST, 2022**

Details of the directors proposed to be appointed / re-appointed as per point 1.2.5 of Secretarial Standards on General Meeting and Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015.

|  |   |  |   |
|--|---|--|---|
| <b>Name of the Director</b>                      | <b>Mr. Dinesh Shankarlal Sharma</b>   | <b>Mr. Parijat Vinod Kanetkar</b>  | <b>Mr. Kanayo Dayaram Fatnani</b>                                       |
| <b>DIN</b>                                       | 01231046  | 07553686   | 07818627  |
| <b>Category of Directorship</b>                  | Non-Executive - Non Independent Director  | Non-Executive - Non Independent Director, Chairperson  | Independent Non-Executive Director                                      |
| <b>Date of Birth / Age</b>                       | 29/11/1956 / 51 Years   | 27/06/1982 / 40 years  | 28/01/1947 /75 Years  |
| <b>Date of Original Appointment</b>              | 25/04/2022  | 06/12/2021   | 30/05/2017  |
| <b>Experience</b>                                | More than 20 years of experience of this industry   | 12 years of experience in chemical industry  | 40+ years in handling varieties of industrial projects                  |
| <b>Qualifications</b>                            | ICAI and graduate in law  | Doctorate and a graduate degree from Institute of Chemical Technology and an undergraduate degree from Ramnarain Ruia College. | B.Tech  |
| <b>Directorships in other Companies</b>          | NIL   | NIL  | Shreyas Intermediates Limited – Independent Director                    |
| <b>Justification for appointment of Director</b> | As a Non-executive, Non-independent Director has very diversified and well rounded experience in management, general administration and entrepreneurship. | As a Non- Executive Director has very diversified and well rounded experience in management and general administration.        | Very versatile in fields of engineering, general and factory management |

**BY ORDER OF THE BOARD OF DIRECTORS  
FOR KESAR PETROPRODUCTS LIMITED**

**Sd/-**

**RAMJAN KADAR SHAIKH  
WHOLETEIME DIRECTOR  
DIN: 08286732**

**PLACE: MUMBAI**

**DATE: 30<sup>TH</sup> AUGUST, 2022**

**Annexure II**

|                             |                                     |  |                                   |
|-----------------------------|-------------------------------------|--|-----------------------------------|
| <b>Name of the Director</b> | <b>Mr. Dinesh Shankarlal Sharma</b> | <b>Mr. Parijat Vinod Kanetkar</b>  | <b>Mr. Kanayo Dayaram Fatnani</b> |
| <b>DIN</b>                  | 01231046                            | 07553686   | 07818627                          |
| <b>Qualifications</b>       | ICAI and graduate in law            | Doctorate and a graduate degree from Institute of Chemical Technology and an undergraduate degree from Ramnarain Ruia College. | B.Tech                            |

**KESAR PETROPRODUCTS LIMITED**  
**DIRECTORS' REPORT**

To,  
The Members of  
**KESAR PETROPRODUCTS LIMITED**

Your Directors presents the 32<sup>nd</sup> Annual Report together with the Audited Financial Statements for the year ended 31<sup>st</sup> March, 2022.

**FINANCIAL RESULTS:**

The Company's financial performance for the year ended 31<sup>st</sup> March, 2022 is summarized below:  
(Rs. In Lakhs)

| <b>Particulars</b>                                   | <b>2021-22</b>  | <b>2020-21</b>  |
|--|-----------------|-----------------|
| Revenue from operations                              | <b>15309.93</b> | <b>12428.90</b> |
| Other Income   | <b>122.57</b>   | <b>113.34</b>   |
| <b>Total Turnover &amp; Other Income</b>             | <b>15432.50</b> | <b>12542.25</b> |
| Less : Manufacturing and Other Expenses              | <b>14503.72</b> | <b>11786.22</b> |
| Profit / (Loss) before interest and Depreciation     | <b>928.77</b>   | <b>756.03</b>   |
| Less : Finance Costs (Interest)                      | <b>24.49</b>    | <b>37.79</b>    |
| Profit / (Loss) after Interest                       | <b>904.27</b>   | <b>718.24.</b>  |
| Less : Depreciation and Misc. Expenses written off   | <b>602.19</b>   | <b>593.73</b>   |
| Net Profit / (Loss) before exceptional items and tax | <b>302.08</b>   | <b>124.51</b>   |
| Exceptional Items                                    | <b>6.05</b>     | <b>53.90</b>    |
| Profit / (Loss) Before Tax                           | <b>296.02</b>   | <b>70.61</b>    |
| Less: Tax Expense (including Deferred Tax)           | <b>28.74</b>    | <b>20.74</b>    |
| Profit/(Loss) after tax                              | <b>267.28</b>   | <b>49.87</b>    |
| <b>Earnings Per Share (EPS)</b>                      | <b>0.28</b>     | <b>0.05</b>     |

**REVIEW OF BUSINESS OPERATIONS AND FUTURE PROSPECTS:**

The total net Profit before tax in the current year was Rs. 296.02 Lakhs as against net Loss before tax of Rs. 70.61 Lakhs in the previous year. The Company has made a Net Profit after Tax of Rs. 267.28 Lakhs in the current year as compared to Net Loss after tax Rs. 49.87 Lakhs in the previous year.

The business outlook for the Company was less than rosy in the current year due to factors beyond the control of the management; during the previous year. The start of the COVID-19 pandemic since February 2020 and the lockdowns that followed till 30<sup>th</sup> June, 2020 to varying degrees of intensity both by the Central Government and the Government of Maharashtra and still continuing periodically in the year under report, has impacted the overall business environment substantially and your Company in particular, leading to several economic downgrades.

The focus of the Company to have dye intermediates as a substantial revenue generator also suffered a setback because of price crash in the dye intermediates. The Beta Naphthol series of intermediates was then stopped. The Company has started other dye intermediates to replace the Beta Naphthol intermediates and hope to do better in this sector.

The turbulence in the intermediate market coupled with reduction in value addition of CPC was a setback in this year. The Company is hopeful that this coming year will be better than the previous though the signs of headwinds in terms of recession is seen by the Company. Despite the overall negative climate, the Company has made a small profit of about 49 Lakhs.

The Companies products however remain fairly well established and the Company has a loyal set

of customers.

**DIVIDEND:**

In view of limited Profit, your Directors intend to plough back the profits in to the Company's operations and hence do not recommend any dividend for the year ended 31<sup>st</sup> March, 2022.

**RESERVES:**

The Company did not transfer any amount to General Reserve.

**CHANGE IN NATURE OF BUSINESS:**

The Company is engaged in the business manufacturing Phthalocyanine range of pigments and Dye Intermediates. There was no change in the nature of business activities of the Company during the year under review.

**MATERIAL CHANGES AND COMMITMENT, IF ANY, AFFECTING THE FINANCIAL POSITION OF THE COMPANY OCCURRED BETWEEN THE END OF THE FINANCIAL YEAR TO WHICH THESE FINANCIAL STATEMENTS RELATE AND THE DATE OF THE REPORT:**

No material changes and commitments affecting the financial position of the Company occurred between the end of the financial year to which these financial statements relate on the date of this report.

**SUBIDIARY, JOINT VENTURES AND ASSOCIATE COMPANIES:**

The Company does not have subsidiary, joint venture and associate company.

**DEPOSITS:**

During the year under review, the Company has not accepted or renewed any deposits within the meaning of Section 73 and 76 of the Companies Act 2013 read with the Companies (Acceptance deposits Rules), 2014. There was no deposit which remained unclaimed and unpaid at the end of the year.

**EXTRACT OF ANNUAL RETURN:**

The Annual Return of the Company in Form MGT-7 has been uploaded on the website of the Company and is available at the following link:  
<https://www.kesarpetroproducts.com/archives.html>

**DIRECTORS AND KEY MANAGERIAL PERSONNEL:**

As per Section 152(6) of the Companies Act, 2013 Mr. Ramjan Kadar Shaikh (DIN: 08286732), who retires by rotation and being eligible, offers himself for re-appointment as the Director of the Company.

The following are changes which occurred during the year and till the date of Directors Report:

| Name                                | Designation                          | Appointment or Resignation | with effect from                |
|-------------------------------------|--------------------------------------|----------------------------|---------------------------------|
| Mr. Jignesh Dinesh Desai            | CFO                                  | Resignation                | 02 <sup>nd</sup> November, 2021 |
| Mrs. Snehalata Dinesh Sharma        | Non Executive Director               | Resignation                | 02 <sup>nd</sup> November, 2021 |
| Mr Vinjaymuri Chari                 | Company Secretary                    | Resignation                | 18 <sup>th</sup> May, 2022      |
| Mr. Mohit Premkumar Kaushik         | Director and Chief Executive Officer | Resignation                | 20 <sup>th</sup> July, 2021     |
| Mr. Ramjan Kadar Shaikh             | Wholetime Director                   | Appointment                | 12 <sup>th</sup> August, 2021   |
| Mr. Jignesh Dinesh Desai            | CFO                                  | Appointed                  | 11 <sup>th</sup> March, 2022    |
| Ms. Saba Shaikh                     | Company Secretary                    | Appointed                  | 26 <sup>th</sup> May, 2022      |
| Mr. Raviprakash Radeheshyam Roongta | CFO                                  | Appointed                  | 11 <sup>th</sup> November, 2021 |
| Mr. Raviprakash Radeheshyam Roongta | CFO                                  | Resignation                | 10 <sup>th</sup> December, 2021 |
| Mr. Parijat Vinod Kanetkar          | Additional Director & Chairperson    | Appointment                | 06 <sup>th</sup> December, 2021 |
| Mr. Surya Prakash Sitaram Pandey    | Independent Director                 | Appointed                  | 18 <sup>th</sup> August, 2021   |
| Mr. Surya Prakash Sitaram Pandey    | Independent Director                 | Resignation                | 25 <sup>th</sup> April, 2022    |
| Mr. Ramchandra Dhondu Ghanekar      | Additional Director                  | Appointed                  | 3 <sup>rd</sup> January, 2022   |
| Mr. Ramchandra Dhondu Ghanekar      | Additional Director                  | Resignation                | 28 <sup>th</sup> June, 2022     |
| Mr. Govind Krishna Sharma           | Independent Director                 | Appointed                  | 18 <sup>th</sup> August, 2021   |

It is recommended by NRC and same is been approved by Board that Mr. Dinesh Shankarlal Sharma who was appointed as Additional Director of company by board in meeting held on 25<sup>th</sup> April, 2022 & Mr. Parijat Vinod Kanetkar who was appointed as Additional Director of company by board in meeting held on 06th December, 2021 their appointment is proposed to be approved by member at the Annual General Meeting,

**COMPOSITION OF BOARD AND STATUTORY COMMITTEES FORMED THEREOF:**

The Composition of the Board and Statutory Committees thereof along with other details are given in the Corporate Governance Report.

**NUMBER OF BOARD MEETINGS CONDUCTED DURING THE YEAR UNDER REVIEW:**

The Board met 7 (Seven) times during the year. The details of the meetings are given in the Corporate Governance Report. The intervening gap between the two meetings was within the period prescribed under the Companies Act, 2013 and the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015.

**DECLARATION OF INDEPENDENT DIRECTORS:**

The Independent Directors of the Company have given the requisite declaration pursuant to Section 149(7) of the Companies Act, 2013 to the effect that they meet criteria of independence as provided in Section 149(6) of the Act.

**FORMAL ANNUAL EVALUATION:**

Pursuant to the provisions of Sec 134(3) of Companies Act, 2013 read with Rule 8 of The Companies (Accounts) Rules, 2014 and Regulation 4 of SEBI (Listing Obligations and Disclosure Requirements) Regulations 2015, the Board has carried out an annual performance evaluation of its own performance, the directors individually as well as the evaluation of the working of its Audit, Nomination and Remuneration Committees. The manner in which the evaluation has been carried out has been explained in the Corporate Governance Report.

**COMPANY'S POLICY RELATING TO DIRECTORS APPOINTMENT, PAYMENT OF REMUNERATION AND DISCHARGE OF THEIR DUTIES:**

The Board, on the recommendation of the Nomination and Remuneration Committee of the Company, has framed a policy for selection and appointment of Directors, Senior Management and their remuneration.

The Salient features of the Remuneration Policy are:

The Remuneration Policy of the Company is divided into the following headings and the entire policy is available on the website of the Company [www.kesarpetroproducts.com](http://www.kesarpetroproducts.com)

- (1) Preface
- (2) Commencement
- (3) Definitions
- (4) Purpose
- (5) Principles of Remuneration
- (6) Nomination and Remuneration Committee
- (7) Selection and appointment of the Board Members
- (8) Process for evaluation; and
- (9) Publication

**DIRECTORS' RESPONSIBILITY STATEMENT:**

In accordance with the provisions of Section 134(5) of the Companies Act, 2013, the Board hereby confirms that:-

- (a) in the preparation of the annual accounts, the applicable accounting standards had been followed along with proper explanation relating to material departures;
- (b) the directors have 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 as at 31<sup>st</sup> March 2022 and of the profit of the company for period ended on that date;

- (c) the directors have 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;
- (d) the directors have prepared the annual accounts on a going concern basis;
- (e) the directors have laid down internal financial controls to be followed by the company and that such internal financial controls are adequate and were operating effectively; and
- (f) the directors have devised proper systems to ensure compliance with the provisions of all applicable laws and that such systems were adequate and operating effectively.

### **PARTICULARS OF LOANS, GUARANTEES OR INVESTMENTS MADE UNDER SECTION 186 OF THE COMPANIES ACT, 2013:**

Following are the particulars of loans, guarantees and investments under Section 186 of the Companies, Act, 2013 of the Company:

| (A) Loans provided: |                                       |  | (Amount in Rs.) |
|---------------------|---------------------------------------|--|-----------------|
| Opening Balance     | Amount of Loans Given During The Year | Amount of amounts (Loans repaid) received during the ear | Closing Balance |
| 63,99,381           | 11,51,37,243                          | 2,37,75,364.19   | 9,77,61,260     |

#### (B) Guarantees:

No Guarantees were given during the year under review.

| (C) Investments made:              |                    |                                 |                       |                      | (Amount in Rs.)       |
|------------------------------------|--------------------|---------------------------------|-----------------------|----------------------|-----------------------|
| Nature of Investments              | Opening Balance    | Amount Invested during the year | Amount Redeemed       | Gain/Loss            | Closing Balance       |
| Union Hybrid Equity Fund           | -                  | 2,07,82,031.79                  | 2,07,82,031.79        |                      | -                     |
| Union Balanced Advantage Fund      | 1,79,99,900        | -                               | 1,79,99,900           |                      | -                     |
| Money Market Fund Growth           | 1,29,99,900        | -                               | 1,29,99,900           |                      | -                     |
| Union Liquid Fund Growth           | -                  | 37,00,000                       | 37,00,000             |                      | -                     |
| Union Long Term Equity Fund Growth | -                  | 1,13,25,985.34                  | -                     | (5,26,422.75)        | 1,07,99,562.59        |
| <b>Total</b>                       | <b>3,09,99,800</b> | <b>3,58,08,017.13</b>           | <b>5,54,81,831.79</b> | <b>(5,26,422.75)</b> | <b>1,07,99,562.59</b> |

### **PARTICULARS OF CONTRACTS OR ARRANGEMENTS MADE WITH RELATED PARTIES PURSUANT TO SECTION 188(1) OF THE COMPANIES ACT, 2013:**

There were no contracts or arrangements or transactions with any related parties which could be considered material in accordance with the policy of the Company during the year under review. Hence, the Company is not required to disclose details of the related party transactions in Form 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.

#### **PARTICULARS OF EMPLOYEES:**

There was no employee who was employed throughout the year or part thereof and in receipt of remuneration aggregating to Rs. 1,02,00,000/- p.a. or more or who was employed for part of the year and in receipt of remuneration aggregating to Rs.8,50,000/- p.m. or more.

#### **PARTICULARS AS PER RULE 5 OF THE COMPANIES (APPOINTMENT AND REMUNERATION OF MANAGERIAL PERSONNEL) RULES, 2014:**

The details related to employees and their remuneration as required under Section 197(12) of the Companies Act, 2013 and Rule 5(1) and 5 (2) of the Companies (Appointment and Remuneration of Managerial Personnel) Rules, 2014 are mentioned in **Annexure 'II'** to this Board's Report.

#### **CONSERVATION OF ENERGY, TECHNOLOGY ABSORPTION, FOREIGN EXCHANGE EARNINGS AND OUTGO:**

##### **(A) Conservation of energy-**

|       |   |   |
|-------|---|---|
| (i)   | the steps taken or impact on conservation of energy;                      | NIL   |
| (ii)  | the steps taken by the company for utilizing alternate sources of energy; | Exploring the possibility of power generation through sulphuric acid. |
| (iii) | the capital investment on energy conservation equipment.                  | NIL   |

##### **(B) Technology absorption-**

|       |  |  |
|-------|--|--|
| (i)   | the efforts made towards technology absorption;  | <b>Rs. 12 crore expansion invested in technology to have zero liquid discharge</b> |
| (ii)  | the benefits derived like product improvement, cost reduction, product development or import substitution;   | NIL  |
| (iii) | in case of imported technology (imported during the last three years reckoned from the beginning of the financial year)-<br>(a) the details of technology imported;<br>(b) the year of import;<br>(c) whether the technology been fully absorbed;<br>(d) if not fully absorbed, areas where absorption has not taken place, and the reasons thereof; and | NIL  |
| (iv)  | the expenditure incurred on Research and Development.  | <b><u>Rs. 80.00 Lacs</u></b>   |

##### **(C) Foreign exchange earnings and outgo-**

|   |                               |
|---|-------------------------------|
| The Foreign Exchange earned in terms of actual inflows during the year; | <b><u>Rs. 155.08 Lacs</u></b> |
| The Foreign Exchange outgo during the year in terms of actual outflows. | <b><u>Rs. 208.13 Lacs</u></b> |

## **SIGNIFICANT/MATERIAL ORDERS PASSED BY THE REGULATORS:**

Order was passed by Securities Appellate Tribunal, Mumbai where in the order was passed stating:

“The impugned order in so far as imposition of Rs. 3 lacs for violation of MPS requirement, Rs. 3.5 lacs for violation of the circulars by using the non-prescribed method to meet MPS norms are quashed. The violation of Rs. 3 lac for reclassifying the promoter to a shareholder without seeking prior approval from the stock exchange is affirmed. The penalty of Rs. 9.50 lacs is reduced to Rs. 3 lacs which would be paid by the appellant within a period of four weeks from today. The Company then paid the fine as levied above.”

## **INTERNAL FINANCIAL CONTROL WITH REFERENCE TO THE FINANCIAL STATEMENTS:**

The Company has in place proper and adequate Internal Control System, commensurate with the size, scale and complexity of its operations. The Company monitors and evaluates the efficacy and adequacy of internal control system, its compliance with operating systems, accounting procedures and policies.

## **VIGIL MECHANISM POLICY:**

The Company has a Vigil Mechanism policy to deal with instance of fraud and mismanagement, if any. The mechanism also provides for adequate safeguards against victimization of directors and employees who avail of the mechanism and also provide for direct access to the Chairman of the Audit Committee in the exceptional cases. The details of the Vigil Mechanism Policy is explained in the Corporate Governance Report and also posted on the website of the Company. We affirm that during the financial year 2021-22, no employee or director was denied access to the Audit Committee.

## **STATEMENT CONCERNING DEVELOPMENT AND IMPLEMENTATION OF RISK MANAGEMENT POLICY OF THE COMPANY:**

The Company has laid down a well-defined Risk Management Policy covering the risk mapping, trend analysis, risk exposure, potential impact and risk mitigation process. A detailed exercise is being carried out to identify, evaluate, manage and monitoring of both business and non-business risk. The Board periodically reviews the risks and suggests steps to be taken to control and mitigate the same through a properly defined framework.

## **CORPORATE GOVERNANCE REPORT AND MANAGEMENT DISCUSSION ANALYSIS REPORT:**

Pursuant to Regulation 34(3) and Schedule V of SEBI (Listing Obligations and Disclosure Requirements) Regulations 2015, the following have been made a part of the Annual Report and are attached to this report:

- Management Discussion and Analysis Report - ‘**Annexure -III**’
- Corporate Governance Report - ‘**Annexure IV**’
- Declaration by Executive Director/CEO affirming with the compliance of the code of conduct of Board of Directors and Senior Management - ‘**Annexure V**’
- Practicing Company Secretary’s Certificate under sub-para 10(i) of Part C of Schedule V

of SEBI (LODR), Regulations, 2015 – ‘**Annexure VI**’

- Auditors’ Certificate regarding compliance of conditions of Corporate Governance – ‘**Annexure VII**’

#### **STATUTORY AUDITORS:**

At the Company’s 32<sup>nd</sup> Annual General Meeting held on 29<sup>th</sup> September, 2022, M/s. A. Sachdev Co., Mumbai, Chartered Accountants (Firm Reg. No. 001307C) shall appoint as the Statutory Auditor of the Company for a term of 5 years to hold office from the conclusion of the 32<sup>nd</sup> Annual General Meeting until the conclusion of the 37<sup>th</sup> Annual General Meeting of the Company.

Audit committee have recommended the Re-appointment of M/s. A. Sachdev Co., Mumbai, Chartered Accountants (Firm Reg. No. 001307C) for the further period of 5 years.

#### **INTERNAL AUDITORS:**

The board has proposed appointment of M/s. ATJ & Co LLP, Chartered Accountants (having FRN: 113553W/W100314) as an Internal Auditor of the Company for the financial year 2022-23 in place of M/s. Sayeed Khan & Associates, Chartered Accountants, Mumbai as Internal Auditors. The Internal Auditors will monitor and evaluate the efficiency and adequacy of internal control systems in the Company, its compliances with operating systems, accounting procedures and policies at all locations of the Company and reports the same on quarterly basis to the Audit Committee.

#### **SECRETARIAL AUDITORS:**

Pursuant to the provisions of Section 204 of the Companies Act, 2013 and the Companies (Appointment and Remuneration of Managerial Personnel) Rules, 2014, the Company has appointed Pankaj & Associates, Company Secretaries, Mumbai to undertake the Secretarial Audit and Secretarial Compliance of the Company. The Secretarial Audit Report is attached herewith and marked as ‘**Annexure IX**’.

#### **EXPLANATION OR COMMENTS ON QUALIFICATIONS, RESERVATIONS OR ADVERSE REMARKS OR DISCLAIMERS MADE BY THE AUDITORS AND THE PRACTICING COMPANY SECRETARY IN THEIR REPORTS**

There were no qualifications, reservations, adverse remarks made or fraud reported by the Statutory Auditors in their reports. There are also no points for which separate explanation would be given.

There were no qualifications, reservations or adverse remarks made by the Secretarial Auditors in the Secretarial Compliance Report.

With respect to observation made by Secretarial Auditor in his report, we would like to state that:

1. *The Company does not have website updated with required information under Listing Obligations and Disclosure Requirements) Regulations, 2015.*

**Reply:** Since, there some technical issue with regard to credentials of the website, because of which we were not able to access our website and update the same. Now the issue has been resolved and we are under process of updating the same and it will get updated in due course.

2. *The Company did not spend the required amount on CSR activities as per the CSR policy of the Company till 31<sup>st</sup> March 2022.*

**Reply:** During the year under review, the company had spent INR 8,40,000 on recommendation of CSR committee on the following CSR projects:

1. Shailee Medical service – donation covid 19- INR 500000 on 05.05.2021
2. Lifeline Medicare hospital against vaccine services- INR 240000 on 15.06.21
3. Lilavatii hospital and research centre as donations- INR 100000 on 04.03.22

Upon recommendation of CSR committee the board has incurred the unspent amount of INR 1,00,71,0000/- towards the CSR activities in the current financial year 2022-23 as per the provisions of section 135 of the Companies Act, 2013.

3. *The company has received notice/mail dated 27.08.2021 for non-compliance/ late compliances of certain clause of SEBI (Listing Obligations & Disclosure Requirements) Regulations, 2015 in the past years.*

*The company has represented the matter before BSE Ltd but the BSE Ltd has taken action against company by suspending the trading of company equity shares on the stock exchange & freezing the demat account of the promoters of the company.*

*The BSE Ltd Partially waived off fine levied pursuant to SEBI circular SEBI/HO/CFD/CMD/CIR/P/2020/12 dated January 22, 2020 (erstwhile SEBI circular SEBI/HO/CFD/CMD/CIR/P/2018/77 dated May 03, 2018) on 19.04.2022 against which company has filed appeal before The Securities Appellate Tribunal Mumbai.*

**Reply:** Hon'ble Tribunal had verbally directed that fines levied shall be waived partially, the demat accounts of the Promoters shall be defreezed and relief sought in respect of lifting of suspension on the trading of shares of the Applicant be allowed after payment of balance fine by the Applicant.

However, the material directions which were passed orally by this Hon'ble Tribunal during the said hearing has come to be recorded only partially in the typed copy of the Order, which was uploaded on the website of the Hon'ble Tribunal.

In view of the aforesaid, the company filed an application on 23.08.2022 for rectification of the said order.

## **CORPORATE SOCIAL RESPONSIBILITY:**

Pursuant to Section 135 of the Companies Act, 2014 read with Companies (Corporate Social Responsibility Policy) Rules, 2014, the Company has formed Corporate Social Responsibility Committee and a Policy on Corporate Social Responsibility (CSR). the Company could not spend the required amount on CSR activities as per the CSR policy of the Company because the Company could not identify proper project to make expenditure towards its CSR obligations. The brief outline of the CSR Policy of the Company and the initiatives undertaken by the Company on CSR activities during the year is set out in 'Annexure I' of this report in the format prescribed in the Rule 8 of Companies (Corporate Social Responsibility Policy) Rules, 2014.

**INFORMATION UNDER THE SEXUAL HARASSMENT OF WOMEN AT  
WORKPLACE (PREVENTION, PROHIBITION AND REDRESSAL) ACT, 2013.**

The board is under process to formulate the Internal Complaint Committee under Section 4 of the Sexual Harassment of Women at Workplace (Prevention, Prohibition and Redressal) Act, 2013. During the year, however no complaint was received by the the designated person till the time Committee is formulated.

**ACKNOWLEDGEMENTS:**

Your Directors place on record their sincere thanks to bankers, business associates, consultants, and various Government Authorities for their continued support extended to your Company's activities during the year under review. Your Directors also acknowledge gratefully the support and confidence reposed by the shareholders of the Company.

**By Order of the Board of Directors**

|                      |                          |                  |                 |
|----------------------|--------------------------|------------------|-----------------|
| Sd/-                 | Sd/-                     | Sd/-             | Sd/-            |
| <b>RAMJAN KADAR</b>  | <b>DINESH SHANKARLAL</b> | <b>SABA</b>      | <b>JAMEEL</b>   |
| <b>SHAIKH</b>        | <b>SHARMA</b>            | <b>SHAIKH</b>    | <b>JIGNESH</b>  |
| <b>WHOLETIME</b>     | <b>ADDITIONAL</b>        | <b>COMPANY</b>   | <b>DESAI</b>    |
| <b>DIRECTOR</b>      | <b>DIRECTOR</b>          | <b>SECRETARY</b> | <b>DINESH</b>   |
| <b>DIN: 08286732</b> | <b>DIN: 01231046</b>     |                  | <b>CFO(KMP)</b> |

**Place: Mumbai**

**Date: 30<sup>th</sup> August, 2022**

## **KESAR PETROPRODUCTS LIMITED**

### **ANNEXURE 'I' TO THE BOARD'S REPORT**

#### **ANNUAL REPORT ON CORPORATE SOCIAL RESPONSIBILITY [CSR] ACTIVITIES**

- 1. Brief outline of the Company's CSR Policy, including overview of the projects or programs proposed to be undertaken and a reference to a web-link to the CSR Policy and projects or programs.**

The Company has framed a CSR Policy in compliance with the provisions of section 135 of Act.

- 2. Composition of the CSR Committee:**

Mr. K. D. Fatnani - Chairman  
Mr. GK Sharma - Member  
Mrs. Neelam Arora - Member  
Mr. Surya Prakash Pandey - Member

- 3. Average net profits of the Company for the last three financial years:** Rs. Not Applicable
- 4. Prescribed CSR expenditure [2% of the amount as in item No. 3 above]:** Rs. Not Applicable
- 5. Details of CSR spent during the financial year:**

i. Total amount to be spent during the financial year 2022-21 - Rs. 8,40,000/-

ii. Amount unspent, if any: Rs. 1,00,71,000/-

( the board has incurred the unspent amount of INR 1,00,71,0000/- towards the CSR activities in the current financial year 2022-23 as per the provisions of section 135 of the Companies Act, 2013.

- 6. In case the Company has failed to spend two percent of the average net profit of the last three financial years or any part thereof, the company should provide the reasons for not spending the amount in Board's Report-**

During the Financial Year 2021-22, provisions of section 135 of the Companies Act, 2013 are not applicable to the company.

- 7. Responsibility Statement:**

The implementation and monitoring of Corporate Social Responsibility [CSR] Policy, is in compliance with CSR objectives and policy of the Company.

**By Order of the Board of Directors**

Sd/-  
**RAMJAN KADAR  
SHAIKH  
WHOLETIME  
DIRECTOR  
DIN: 08286732**

Sd/-  
**DINESH SHANKARLAL  
SHARMA  
ADDITIONAL DIRECTOR  
DIN: 01231046**

Sd/-  
**SABA JAMEEL SHAIKH  
COMPANY  
SECRETARY**

Sd/-  
**JIGNESH DINESH DESAI  
CFO(KMP)**

Place: Mumbai  
Date: 30<sup>th</sup> August, 2022

## **KESAR PETROPRODUCTS LIMITED**

### **ANNEXURE 'II' TO THE DIRECTORS' REPORT**

**[A] DISCLOSURES REGARDING REMUNERATION REQUIRED UNDER SECTION 197(12) OF THE COMPANIES ACT, 2013 READ WITH RULE 5(1) OF THE COMPANIES (APPOINTMENT AND REMUNERATION OF MANAGERIAL PERSONNEL) RULES, 2014:**

- i. Ratio of the remuneration of each director to the median remuneration of the employees of the Company –

| Sr.No. | Director & CEO             | Ratio to median remuneration of the employees |
|--------|----------------------------|---|
| 1.     | Shri Ramchandra Ghanekar   | 1:2:01  |
| 2.     | Dr Parijat Vinod Kanetkar  | 1:2:04  |
| 4.     | Shri Surya Prakash Pandey  | 1:2:1.1                                       |
| 5.     | Shri Ramjan Kadar sheikh   | 1:2:08  |
| 6      | Shri Govind Krishna Sharma | 1:2:06  |
| 8      | Shri K.D Fatnani           | 1:2:02  |
| 9.     | Shri Mohit Kaushik         | 1:2:04  |

- ii. Percentage increase in remuneration of each director, Chief Financial Officer, Chief Executive Officer, Company Secretary or Manager, if any, in the financial year –

Director - NIL

Chief Financial Officer – NIL

Company Secretary - NIL

- iii. Percentage increase in the median remuneration of employees in the financial year – NIL

- iv. Number of permanent employees on the rolls of company –

As on 31<sup>st</sup> March, 2022 there are total 161 employees on the pay roll of the Company out of which 3 are Key Managerial Personnel.

- v. Average percentile increase already made in the salaries of employees other than the managerial personnel in the last financial year and its comparison with the percentile increase in the managerial remuneration and justification thereof and point out if there are any exceptional circumstances for increase in the managerial remuneration

There is no increase in the salaries of employees other than the managerial personnel.



vi. Key parameters for any variable component of remuneration availed by the directors –

There are no variable components in remuneration to the Directors.

vii. Affirmation that the remuneration is as per the remuneration policy of the company –

Yes, Affirmed.

**By Order of the Board of Directors**

Sd/-  
**RAMJAN KADAR  
SHAIKH  
WHOLETIME  
DIRECTOR  
DIN: 08286732**

Sd/-  
**DINESH SHANKARLAL  
SHARMA  
ADDITIONAL DIRECTOR  
DIN: 01231046**

Sd/-  
**SABA JAMEEL SHAIKH  
COMPANY  
SECRETARY**

Sd/-  
**JIGNESH DINESH DESAI  
CFO(KMP)**

**Place: Mumbai**

**Date: 30<sup>th</sup> August, 2022**



|   |  |  |  |  |  |  |  |  |  |  |
|---|--|--|--|--|--|--|--|--|--|--|
| company and if so,<br>name of such<br>director or<br>manager. |  |  |  |  |  |  |  |  |  |  |
|---|--|--|--|--|--|--|--|--|--|--|

(ii) There were no employees in the Company, who were in receipt of remuneration of more than one crore and two lakhs rupees in the year 2020-21 or eight lakhs and fifty thousand rupees per month if employed for a part of the financial year.

**By Order of the Board of Directors**

|   |                                 |                           |                             |
|---|---------------------------------|---------------------------|-----------------------------|
| Sd/-                                      | Sd/-                            | Sd/-                      | Sd/-                        |
| <b>RAMJAN KADAR SHAIKH</b>                | <b>DINESH SHANKARLAL SHARMA</b> | <b>SABA JAMEEL SHAIKH</b> | <b>JIGNESH DINESH DESAI</b> |
| <b>WHOLETIME DIRECTOR</b>                 | <b>ADDITIONAL DIRECTOR</b>      | <b>COMPANY SECRETARY</b>  | <b>CFO(KMP)</b>             |
| <b>DIN: 08286732</b>                      | <b>DIN: 01231046</b>            |                           |                             |
| <b>Place: Mumbai</b>                      |                                 |                           |                             |
| <b>Date: 30<sup>th</sup> August, 2022</b> |                                 |                           |                             |

# **KESAR PETROPRODUCTS LIMITED**

## **ANNEXURE 'III' TO THE BOARD'S REPORT**

### **MANAGEMENT DISCUSSION AND ANALYSIS`**

Today, we are the leading manufacturers of Phthalocyanine Blue Crude and its downstream products in India and contribute up to 15% of the entire Copper Phthalocyanine market of India. The company has a global presence in 15 countries.

The production capacity of Kesar Petroproducts in Copper Phthalocyanine Blue Crude is 1500 metric tons per month, in Alpha Blue is 200 metric tons per month and in Pigment Green 7 is 50 metric tons per month. We also plan to expand their operations in the Beta Blue market with a production capacity of 250 metric tons per month. This rapidly growth production capacity makes us one of the most progressive players in the industry.

#### **INDUSTRY STRUCTURE AND DEVELOPMENTS**

Chemicals are an integral part of our modern day life. There is hardly any industry where chemical substances are not used. Pigments are an integral ingredient of the chemical industry. Pigments are colouring agents that can be classified into phthalo and azzo pigments. Phthalocyanine pigments are one of the largest categories of pigments manufactured in India. Your Company is engaged in the manufacture of Phthalocyanine Blue Crude and its downstream products in India.

#### **OPPORTUNITIES, THREATS, RISK & CONCERNS**

The global pigments industry produces hundreds of colourants for a wide spectrum of industries and consumers. The major markets are printing inks, paints and coatings, plastics, paper, ceramics, textiles, glass, food and cosmetics.

With more and more people are moving to urban areas there has been a hefty growth in the paints and coating industry. The Asia Pacific region is expected to grow as demand and production of pigment are shifting from the US, Europe and Japan to the emerging markets of Asia, especially China and India.

A steady increase in the large pigments markets such as paint and coating will catalyse volumes. With the printing ink industry also performing well, it will open up newer opportunities for the Company.

Raw material availability and their costs are always a concern. The key raw materials used in the manufacture of the pigments are derivatives of crude oil. Hence, prices of raw material vary with fluctuation in the international crude oil prices. The Company has an in built system of monitoring the inventory and logistics. Further production process of the Company is vertically integrated, where CPC Blue Crude is the primary raw material for the production of Pigment Blue. This helps the Company to manage the raw material cost. The future of pigment production is completely dependent on the ability to treat the waste water. The Company has been investing continuously in meeting its obligations towards protecting the environment. Towards this step, the company aims at providing a seamless integration of quality and schedule by ensuring timely deliveries, state-of-the-art manufacturing products, new age technology, constant innovation and economic viability.

The Audit Committee monitors the implementation of the risk mitigation plans.

## **OUTLOOK**

Indian economy is expected for slow revival with continued inflationary prices, rising raw material cost, depreciating rupee. The global economy shows signs of revival but with no significant upturn. Developed economics like North America and Europe which are major consumers of pigment are gradually recovering and accordingly demand for printing inks, paints and coating is expected to pick up, which will benefit the Company. The Company will continue its efforts to increase the utilization of its installed capacities, which will be crucial to achieve an improvement in the operational results.

Priority will be on the quality of the products. The disciplined focus will be cost reductions, operating efficiencies and diligent cash deployment in value creating opportunities. The Company is also taking efforts to increase the product line whereby company will be in a position to increase the margin on sales.

## **INTERNAL CONTROL SYSTEMS AND THEIR ADEQUACY**

The Company has a proper and adequate system of internal controls commensurate with its size and business operation to ensure timely and accurate financial reporting in accordance with applicable accounting standards, safeguarding of assets against unauthorized use or disposition and compliance with all applicable regulatory laws and company policies. Internal control systems are reviewed by Audit Committee on a regular basis for its effectiveness and the necessary changes suggested are incorporated into the system. Internal Audit Reports are reviewed by the Audit Committee of the Board.

## **FINANCIAL PERFORMANCE**

The financial performance of the company has been discussed and disclosed in the Director's Report.

## **HUMAN RESOURCES DEVELOPMENT**

The Industrial relations climate of your Company continues to remain harmonious with focus on productivity, quality and safety. During the year under review, there were, no significant labour issues outstanding or remaining unresolved during the year. The Board records their appreciation of the commitment and support of the employees and looks forward to their continued support. As on 31<sup>st</sup> March 2021, the Company had 148 permanent employees.

## **CAUTIONARY STATEMENT**

Some of the statements in this "Management Discussion and Analysis", describing the Company's objectives, projections, estimates, expectations and predictions may be "forward looking statements" within the meaning of applicable securities laws and regulations. Although the expectations are based on reasonable assumptions, the actual results could materially differ from those expressed or implied, since the Company's operations are influenced by many external and internal factors beyond the control of the Company. The Company assumes no responsibility to publicly amend, modify or revise any forward looking statements, on the basis of any subsequent developments, information or events.

**By Order of the Board of Directors**

Sd/-  
**RAMJAN KADAR  
SHAIKH  
WHOLETIME  
DIRECTOR  
DIN: 08286732**

Sd/-  
**DINESH SHANKARLAL  
SHARMA  
ADDITIONAL DIRECTOR  
DIN: 01231046**

Sd/-  
**SABA JAMEEL SHAIKH  
COMPANY  
SECRETARY**

Sd/-  
**JIGNESH DINESH DESAI  
CFO(KMP)**

Place: Mumbai  
Date: 30<sup>th</sup> August, 2022

# **KESAR PETROPRODUCTS LIMITED**

## **ANNEXURE 'IV' TO THE BOARD'S REPORT**

### **REPORT ON CORPORATE GOVERNANCE FOR THE YEAR ENDED 31<sup>ST</sup> MARCH, 2022**

(Pursuant to Schedule V of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015)

#### **1. A BRIEF STATEMENT ON COMPANY'S PHILOSOPHY ON CODE OF GOVERNANCE:**

The Company is committed to benchmarking itself with the best in all areas including Corporate Governance. The Company's philosophy of Corporate Governance is aimed at strengthening the confidence among shareholders, customers, employees and ensuring a long-term relationship of trust by maintaining transparency and disclosures. The Company believes in maintaining highest standards of quality and ethical conduct in all the activities of the Company.

#### **2. BOARD OF DIRECTORS:**

- Composition:**

The Board of Directors consisted of 7 (Seven) Directors. The composition of the Board, attendance at Board Meetings held during the year and at the last Annual General Meeting, number of directorships in other companies and Chairmanship/Membership in Committees are given below:

| Name of Director                 | Category                                 | No. of Board Meetings held | Attendance Particulars |          | No. of other Directorship (s)* | Committee Positions (including Company)** |          |
|----------------------------------|--|----------------------------|------------------------|----------|--------------------------------|---|----------|
|                                  |  |                            | Board Meeting          | Last AGM |                                | Memberships                               | Chairman |
| Mrs. Snehlata D. Sharma          | Non Executive Director & Chairperson     | 7                          | 3                      | Yes      | -                              | 1   | 0        |
| Mr. Mohit P. Kaushik             | Executive Director & CEO                 | 7                          | 1                      | No       | -                              | 2   | -        |
| Mrs. Neelam Yashpal Arora        | Independent Director                     | 7                          | 6                      | Yes      | -                              | 4   | 0        |
| Mr. K. D. Fatnani                | Independent Director                     | 7                          | 6                      | Yes      | -                              | 4   | 4        |
| Mr. Ramjan Kadar Shaikh          | Wholetime Director                       | 7                          | 4                      | Yes      | -                              | 3   | 0        |
| Mr. Surya Prakash Sitaram Pandey | Non-Executive - Non Independent Director | 7                          | 4                      | Yes      | -                              | 1   | 0        |

|                                 |  |   |   |     |   |   |   |
|---------------------------------|--|---|---|-----|---|---|---|
| Mr. Govind Krishna Sharma       | Non-Executive - Independent Director                   | 7 | 4 | Yes | - | 3 | 0 |
| Mr. Parijat Vinod Kanetkar      | Non-Executive - Non Independent Director, Chair person | 7 | 2 | No  | - | 0 | - |
| Mr. Ramchandra Dhondur Ghanekar | Executive Director                                     | 7 | 1 | No  | - | 0 | - |

\*The directorship held by Directors as mentioned above do not include Directorships of Private Companies/Foreign Companies and Section 8 Companies.

\*\*Membership/Chairmanship of only the Audit Committee and Stakeholders' Relationship Committee of all Public Limited Companies has been considered.

- **Number and date of Board Meetings held:**

During the year 2021-22, 7 (Seven) Board Meetings were held on 30.06.2021, 12.08.2021, 18.08.2021, 11.11.2021, 03.01.2022, 11.02.2022, 11.03.2022.

- **Disclosure of relationship between directors inter se:**

None of the directors of the Company are related with each other.

- **Number of shares and convertible instruments held by Non-Executive Director:**

As on 31<sup>st</sup> March, 2022, no Non-Executive Director held any share/convertible instruments in the Company.

- **Web-link where details of familiarization programmes imparted to independent Directors is disclosed:**

The details of the programmes for familiarization of Independent Directors with the Company, their roles, rights, responsibilities in the Company, nature of the industry in which the Company operates, business model of the Company are put up on the website of the Company at the link: <http://www.kesarpetroproducts.com>.

### 3. AUDIT COMMITTEE:

- **Brief description of terms of reference:**

The broad terms and reference of the Audit Committee are to review the financial statements before submission to Board, to review reports of the Internal Auditors, to review the weakness in internal controls reported by Internal and Statutory Auditors and to review the remuneration of Internal and Statutory Auditors. In addition of the above, the other powers and role of the Audit Committee are as laid down under Regulation 18 and Part C of Schedule II of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 read with Section 177 of the Companies Act, 2013.

- **Composition:**

The Audit Committee comprised of Mrs. Neelam Yashpal Arora, K. D. Fatnani, Independent Directors and Mr. Mohit P. Kaushik, Executive Director & CEO. Mr. K. D. Fatnani is the Chairman of the Committee. The Company Secretary acts as the Secretary to the Committee.

- **Meeting and attendance during the year:**

The Audit Committee met 4 (four) times viz. on 30<sup>th</sup> June, 2021, 12<sup>th</sup> August, 2021, 11<sup>th</sup> November, 2021 and 11<sup>th</sup> February, 2022 during the year under review. The number of meetings attended by each member during the year is as follows:

| <b>Name of the member</b> | <b>Designation</b> | <b>No. of Meetings Attended</b> |
|---------------------------|--------------------|---------------------------------|
| Mrs. Neelam Yashpal Arora | Chairperson        | 4                               |
| Mr. K. D. Fatnani         | Member             | 4                               |
| Mr. Mohit P. Kaushik      | Member             | 1                               |
| Mr. Govind Krishna Sharma | Member             | 2                               |
| Mr. Ramjan Kadar Shaikh   | Member             | 3                               |

#### 4. **NOMINATION AND REMUNERATION COMMITTEE:**

- **Brief description of terms of reference:**

The terms of reference of the Nomination and Remuneration Committee are as specified for Remuneration to the Directors under Regulation 19 and Part D of Schedule II of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 read with Section 178 of Companies Act, 2013.

- **Composition:**

The Nomination and Remuneration Committee comprised of Mrs. Neelam Yashpal Arora, Mr. K. D. Fatnani, Independent Directors, Ramjan Kadar Shaikh –Executive Director and Govind Krishna Sharma-Non executive Director

Mr. K. D. Fatnani is a Chairman of the Committee. The Company Secretary acts as the Secretary to the Committee.

- **Meeting and attendance during the year:**

During the year under review, 4 (four) meeting of the Committee was held on 12<sup>th</sup> August, 2021, 18<sup>th</sup> August, 2021, 11<sup>th</sup> November, 2021, 03<sup>rd</sup> January, 2022. The attendance at the Committee meeting was as follows:

| <b>Name of the member</b> | <b>Designation</b> | <b>No. of Meetings Attended</b> |
|---------------------------|--------------------|---------------------------------|
| Mrs. Neelam Yashpal Arora | Member             | 4                               |
| Mr. K. D. Fatnani         | Chairperson        | 4                               |
| Mr. Ramjan Kadar Shaikh   | Member             | 3                               |
| Mr. Govind Krishna Sharma | Member             | 2                               |



- **Performance evaluation criteria for Independent Directors:**

Pursuant to the Companies Act, 2013 and Regulation 17(10) of the SEBI (Listing Obligation and Disclosure Requirements) Regulations, 2015, the Board of Directors of the Company has evaluated the performances of each Independent Director. The questionnaires are prepared considering the business of the Company. The Evaluation framework for assessing the performance of Independent Directors, inter alia, comprise of the following key areas:

1. Attendance of Board and Committee Meetings;
2. Quality of contribution to Board deliberations;
3. Strategic perspectives or inputs regarding future growth of the Company and its performances;
4. Providing perspectives and feedback going beyond information provided by the management.

- **Remuneration to Directors:**

- a) The Non-Executive Directors had no pecuniary relationship or transactions with the Company during the year 2021-2022.
- b) Non-Executive Directors did not draw any remuneration from the Company.
- c) Details of remuneration paid to Directors during the year ended 31<sup>st</sup> March, 2022 and shares held by them on that date are as follows:

| Name                       | Salary Rs. | Perquisites or Allowances | Contribution to PF & Others | Commission | Sitting Fees | Total     | Total no. of shares held |
|----------------------------|------------|---------------------------|-----------------------------|------------|--------------|-----------|--------------------------|
| Mr. Mohit P. Kaushik       | 1,35,000   | -                         | -                           | -          | -            | 1,35,000  | -                        |
| Shri Ramchandra Ghanekar   | 83,056     | -                         | -                           | -          | -            | 83,056    | -                        |
| Dr Parijat Vinod Kanetkar  | 2,20,0000  | -                         | -                           | -          | -            | 2,20,0000 | -                        |
| Shri Surya Prakash Pandey  | 60,4012    | -                         | -                           | -          | -            | 60,4012   | -                        |
| Shri Ramjan Kadar shaikh   | 4,29,000   | -                         | -                           | -          | -            | 4,29,000  | -                        |
| Shri Govind Krishna Sharma | 3,34,929   | -                         | -                           | -          | -            | 3,34,929  | -                        |
| Shri K.D Fatnani           | 3,60,000   | -                         | -                           | -          | -            | 3,60,000  | -                        |

|                           |   |   |   |   |   |   |   |
|---------------------------|---|---|---|---|---|---|---|
|                           |   |   |   |   |   |   |   |
| Mrs. Neelam Yashpal Arora | - | - | - | - | - | - | - |
| Mrs. Snehtala Sharma      | - | - | - | - | - | - | - |

- (i) Apart from the above mentioned remuneration paid, there are no other fixed component and performance linked incentives based on the performance criteria;
- (ii) The tenure of office of the Executive Director is for three years from the date of appointment, and can be terminated by either party by giving one months' notice in writing. There is no separate provision for payment of severance fees.
- (iii) There are no stock options offered to the any Directors of the Company.

## 5. STAKEHOLDERS' RELATIONSHIP COMMITTEE:

- Composition:**

The Stakeholders' Relationship Committee comprises of Mrs. Neelam Yashpal Arora, Mr. K. D. Fatnani, Independent Directors and Mr. Mohit P. Kaushik, Executive Director & CEO upto 20/07/2021, Ramjan Kadar Shaikh Executive Director, Govind Krishna Sharma Non Executive Director.

Mrs. K. D. Fatnani is a Chairman of the Committee. The Company Secretary acts as Secretary to the Committee.

Address and contact details of Compliance Officer for investors are:

Name and designation of Compliance Officer: Ms. Saba Jameel Shaikh, Company Secretary and Compliance Officer

Address : D-7/1, M.I.D.C., Lote Parshuram, Ratnagiri-415722

Phone : 02356-272339

Email: [info@kesarpetroproducts.com](mailto:info@kesarpetroproducts.com)

Status of investors' complaints/services requests:

| At the beginning of the year | Received during the year | Resolved during the year | Pending at the ending of the year |
|------------------------------|--------------------------|--------------------------|-----------------------------------|
| 00                           | 00                       | 00                       | 00                                |

- Meeting and attendance during the year:**

During the year under review, 3 (Three) meetings of the Committee were held on 30<sup>th</sup> June, 2021, 12<sup>th</sup> August, 2021 and 11<sup>th</sup> November, 2021. The attendance at the Committee meeting was as follows:

| Name of the member | Designation | No. of Meetings |
|--------------------|-------------|-----------------|
|--------------------|-------------|-----------------|

|                           |             | <b>Attended</b> |
|---------------------------|-------------|-----------------|
| Mrs. Neelam Yashpal Arora | Member      | 3               |
| Mr. K. D. Fatnani         | Chairperson | 3               |
| Mr. Mohit Kaushik         | Member      | 1               |

## 6. CORPORATE SOCIAL RESPONSIBILITY COMMITTEE:

The Corporate Social Responsibility Committee comprises of Mrs. Neelam Yashpal Arora), Mr. K. D. Fatnani, Independent Directors, G. K. Sharma, Neelam Arora and Mr. Surya Prakash Pandey, Executive Director, Mr. K. D. Fatnani is a Chairman of the Committee. The Company Secretary acts as Secretary to the Committee.

During the year, the CSR Committee met on 12<sup>th</sup> August, 2021 All the members of the Committee were present at the meeting.

## 7. GENERAL BODY MEETINGS:

- Location and time, where last three Annual General Meetings (AGM) held:

| <b>Financial year</b> | <b>Time</b> | <b>Date</b>                      | <b>Location</b>   | <b>Special resolutions passed</b>                                 |
|-----------------------|-------------|----------------------------------|---|---|
| 2018-19               | 01.00 p.m.  | 30 <sup>th</sup> September, 2019 | D-7/1, M.I.D.C., Lote Parshuram, Taluka Khed, District Ratnagiri. | No special resolution was passed                                  |
| 2019-20               | 01.00 p.m.  | 30 <sup>th</sup> September, 2020 | through Video Conferencing (VC) / Other Audio Visual Means (OAVM) | No special resolution was passed                                  |
| 2020-2021             | 11.00 a.m.  | 30 <sup>th</sup> September, 2021 | through Video Conferencing (VC) / Other Audio Visual Means (OAVM) | through Video Conferencing (VC) / Other Audio Visual Means (OAVM) |

No Extra Ordinary General Meeting of the Company was held during the year under review.

None of the businesses proposed to be transacted in the ensuing Annual General Meeting require passing a Special Resolution through Postal Ballot.

## 8. MEANS OF COMMUNICATION:

The Company's has published its quarterly/half yearly/Annual results in newspaper i.e. Business Standard and Daily Sagar.

Website: The Company's website ([www.kesarpetroproducts.com](http://www.kesarpetroproducts.com)) contains a separate dedicated section 'Investor Relations' where shareholders' information is available. The Company's Annual Report is also available in a user-friendly and downloadable form.

New releases, presentations, among others: All Corporate Announcements made to the Stock Exchanges during the year 2021-22 are be made available on the website of the Company.

## 9. GENERAL SHAREHOLDER INFORMATION:

- a. Annual General Meeting: Thursday, 29<sup>th</sup> day of September, 2022 at 11.00 a.m. by Video Conference / Other Audio Visual Means and was deemed to be held at D-7/1, M.I.D.C., LoteParshuram, TalukaKhed, District Ratnagiri, Maharashtra.
- b. Financial Year: 1<sup>st</sup> April to 31<sup>st</sup> March
- c. Date of Book Closure: Friday, the 23<sup>rd</sup> September, 2022 to Thursday, the 29<sup>th</sup> September, 2022 (both days inclusive)
- d. Cut-off date for remote e-voting: The remote e-voting / voting rights of the shareholders / beneficial owners shall be reckoned on the equity shares held by them as on the Cut-off Date i.e. Thursday, the 22<sup>nd</sup> day of September, 2022.
- e. Dividend Payment Date: N.A.
- f. Name and address of the Stock Exchanges at which the Company's securities are listed and confirmation about payment of listing fees: The equity shares of the Company are listed on BSE Limited, Phiroze Jeejeebhoy Towers, Dalal Street, Mumbai 400001. The Company has paid the listing fees for the year 2021-22 to the stock exchange where the shares are listed.
- g. Stock Code: BSE: 524174; ISIN: INE133C01033
- h. Stock Market Price Data And Performance Comparison With BSE Sensex:

The monthly high/low of market price of shares traded on the BSE Limited and performance comparison with BSE Sensex, Mumbai are as follows:

| Month  | Stock Open Price | Stock High Price | Stock Low Price | Stock Close Price | Sensex Close |
|--------|------------------|------------------|-----------------|-------------------|--------------|
| Apr-21 | 4.98             | 6.33             | 4.75            | 5.05              | 48782        |
| May-21 | 5.00             | 5.47             | 4.91            | 5.25              | 51937        |
| Jun-21 | 5.15             | 5.15             | 4.30            | 4.74              | 52482        |
| Jul-21 | 4.97             | 5.42             | 4.70            | 4.88              | 52586        |
| Aug-21 | 4.68             | 5.30             | 4.59            | 4.60              | 57552        |
| Sep-21 | 4.50             | 5.13             | 4.41            | 5.13              | 59126        |
| Oct-21 | 4.94             | 5.92             | 4.89            | 5.37              | 59306        |
| Nov-21 | 5.37             | 5.63             | 4.86            | 5.63              | 57064        |
| Dec-21 | 5.91             | 5.91             | 5.70            | 5.91              | 58254        |

- i. Trading of Securities: The securities of the Company were suspended from trading during from the month of December in the year 2021-22.
- j. Registrar and Share Transfer Agents:

Link Intime India Private Limited  
C-101, 247 Park, L.B.S Marg,  
Vikroli (West), Mumbai 400083  
Tel: +91 22 49186000

Fax: +91 22 49186060  
Email: rnt.helpdesk@linkintime.co.in

k. Share Transfer System:

All shares sent or transferred in physical form are registered by the Registrar and Share Transfer Agent (RTA) within 15 days of the lodgment, if documents, are found in order.

l. Distribution of Shareholding as at 31st March, 2022:

| Shareholding Of Nominal Shares | Shareholder  | Percentage of Total | Totalshares     | Percentage of Total |
|--------------------------------|--------------|---------------------|-----------------|---------------------|
| 1-500                          | 35836        | 97.8057             | 11044481        | 11.4246             |
| 501-1000                       | 391          | 1.0671              | 2915832         | 3.0162              |
| 1001-2000                      | 226          | 0.6168              | 3214339         | 3.3250              |
| 2001-3000                      | 75           | 0.2047              | 1905421         | 1.9710              |
| 3001-4000                      | 29           | 0.0791              | 1005027         | 1.0396              |
| 4001-5000                      | 22           | 0.0600              | 1010139         | 1.0449              |
| 5001-10000                     | 35           | 0.0955              | 2793064         | 2.8892              |
| 10001 and above                | 26           | 0.0710              | 72784867        | 75.2896             |
| <b>Total</b>                   | <b>36640</b> | <b>100.000</b>      | <b>96673170</b> | <b>100.000</b>      |

m. Dematerialization of Shares:

As on 31<sup>st</sup> March, 2022, 94.32% of the total shares of the Company were in dematerialized form.

n. Convertible instruments:

The Company has no convertible securities outstanding as on 31<sup>st</sup> March, 2022.

The Company has not issued any ADRs, GDRs, or any other convertible instruments during the financial year ended 31<sup>st</sup> March, 2022.

o. Commodity Price risk or foreign exchange risk and hedging activities:

The Company did not engage in Commodity, foreign exchange risk and hedging activities during the year.

p. Plant Location: D-7/1, M.I.D.C., Lote Parshuram, Taluka Khed, District Ratnagiri, Maharashtra.

q. Regd. Office & Address for Investors' Correspondence:

Kesar Petroproducts Limited,  
D-7/1, MIDC Lote Parshuram, Taluka Khed,  
Ratnagiri-415722  
Phone : 02356-272339  
Email : info@kesarpertoproducts.com  
Website: [www.kesarpetroproducts.com](http://www.kesarpetroproducts.com)

Link Intime India Private Limited  
C-101, 247 Park, L.B.S Marg,  
Vikroli (West), Mumbai 400083

Tel: +91 22 49186000  
Fax: +91 22 49186060  
Email: [rnt.helpdesk@linkintime.co.in](mailto:rnt.helpdesk@linkintime.co.in)

## 8. DISCLOSURES:

### a) Related party transactions:

During the year under review, there were no material transactions with related parties that may have potential conflict with the interest of the Company at large. The policy on dealing with Related Party Transaction is be made available on Company's website at [www.kesarpetroproducts.com](http://www.kesarpetroproducts.com) under Investor Relation Section.

### b) Compliance by the Company:

The Company has complied with all the requirements of SEBI (Listing Obligation and Disclosure Requirement) Regulations, 2015 entered into with the Stock Exchange. There were no penalties or strictures imposed on the Company by the Stock Exchange, SEBI or other statutory authorities for non-compliances of any matter related with capital market during the last three years except as disclosed hereunder:

1. The company has submitted Statement of Investor complaints for the quarter ended September 2019 after due date as per the provisions of Regulation 13(3) SEBI (LODR) Regulations. For which BSE Ltd imposed a fine of Rs. 1,180/- on the company and the fine is duly paid.
2. The SEBI has Vide ADJUDICATION ORDER NO: Order/KS/VC/2019-20/6662) imposed a penalty of Rs. 9,50,000/- (Rs. Nine Lakh Fifty Thousand Only) on the company for violating the provisions of Section 23E of SCR Act, Section 23H of SCR Act and Section 15HB of SEBI Act. The Company has filed an appeal before the Securities Appellate Tribunal and the matter is pending thereat.
3. Securities appellate tribunal passed order "The impugned order in so far as imposition of Rs. 3 lacs for violation of MPS requirement, Rs. 3.5 lacs for violation of the circulars by using the non-prescribed method to meet MPS norms are quashed. The violation of Rs. 3 lac for reclassifying the promoter to a shareholder without seeking prior approval from the stock exchange is affirmed. The penalty of Rs. 9.50 lacs is reduced to Rs. 3 lacs which would be paid by the appellant within a period of four weeks from today." The Company, then paid the fine as levied above.

### c) Whistle-Blower Policy/Vigil Mechanism and affirmation that no personnel have been denied access to the Audit Committee:

The Company has established a mechanism for employees to report concerns about unethical behavior, actual or suspected fraud, or violation of code of conduct or ethics policy. The mechanism also provides for adequate safeguards against victimization of employees who avail of the mechanism and also provide for direct access to the Chairman of the Audit Committee in the exceptional cases. We affirm that during the financial year 2021-22, no employee was denied access to the Audit Committee.

### d) Details of Compliance with mandatory requirements and adoption of non mandatory requirements:

The Company has complied with all mandatory requirements of Regulation 27 of SEBI (Listing

Obligations & Disclosure Requirements) Regulations, 2015. The Details of these compliances along with the non-mandatory requirements adopted by the Company have been given in the relevant section of this report.

e) Material Subsidiaries:

The Company does not have any subsidiary.

**10. Compliance of the requirement of Corporate Governance Report:**

The Company has complied with the requirements of Corporate Governance Report of sub paras (2) to (10) of the Point C of Schedule V of SEBI (Listing Obligations & Disclosure Requirements) Regulations, 2015.

**11. Discretionary Requirements as specified in Part E of Schedule II:**

The Company has adopted following non-mandatory requirements of Regulation 27 and Part E of Schedule II of SEBI (Listing Obligations & Disclosure Requirements) Regulations, 2015:

(a) Audit Qualification - The Company is in the regime of unqualified financial statements.

(b) Reporting of Internal Auditor – The Internal Auditor directly reports to the Audit Committee.

**12. Disclosure of the Compliance with Corporate Governance**

The Company has complied with the Regulations 17 to 20, 22, 23, 25 to 27 and Clauses (b) and (i) sub-regulations 46 of SEBI (Listing Obligations & Disclosure Requirements) Regulations, 2015 during the year 2021-22, whenever applicable. Regulations 21 and 24 of SEBI (Listing Obligations & Disclosure Requirements) Regulations, 2015 are not applicable to the Company.

**13. Disclosure of Accounting treatment:**

In the preparation of the financial statement, the Company has followed accounting standards issued by Institute of the Chartered Accountants of India to the extent applicable.

**14. Related Party Disclosures:**

The disclosures as required by Accounting Standard (AS-18) on “Related Party” are given in appended financial statements under notes to accounts.

**15. Disclosure with respect to demat suspense account/unclaimed suspense account:**

The Company does not have any of its securities lying in demat / unclaimed suspense account arising out of public/bonus/right issues as at 31st March, 2022. Hence, the particulars relating to aggregate number of shareholders and the outstanding securities in suspense account and other related matters does not arise.

**16. Compliance Certificate by Auditors:**

The Company has obtained a certificate from the Statutory Auditors regarding compliance of conditions of Corporate Governance as stipulated in Regulation 27 of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, which is annexed herewith and forming part of Annual Report **17.** Compliance Certificate for Code of Conduct:

The declaration by Whole-Time Director affirming compliance of Board and Senior Management Personnel to the Code is also annexed herewith and forming part of Annual Report as per Schedule V of SEBI (Listing Obligations & Disclosure Requirements) Regulations, 2015.

**By Order of the Board of Directors**

Sd/-  
**RAMJAN KADAR  
SHAIKH  
WHOLETIME  
DIRECTOR  
DIN: 08286732**

Sd/-  
**DINESH SHANKARLAL  
SHARMA  
ADDITIONAL DIRECTOR  
DIN: 01231046**

Sd/-  
**SABA JAMEEL SHAIKH  
COMPANY  
SECRETARY**

Sd/-  
**JIGNESH DINESH DESAI  
CFO(KMP)**

**Place: Mumbai  
Date: 30<sup>th</sup> August, 2022**



**KESAR PETROPRODUCTS LIMITED**

**ANNEXURE 'VI' TO THE BOARD'S REPORT  
Code of Conduct**

**Declaration – Code of Conduct**

As per the Securities Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015, the Board Members and the Senior Management Personnel have confirmed compliance with the Code of Conduct during the year ended 31st March, 2022.

**By Order of the Board of Directors**

**Place: Mumbai**

**Date: 30th August, 2022**

**RAMJAN KADAR SHAIKH**

**Wholetime Director**

**DIN: 08286732**

**ANNEXURE ‘VII’ TO THE BOARD’S REPORT**  
**PRACTICING COMPANY SECRETARY’S CERTIFICATE UNDER SUB-PARA 10(i) OF**  
**PART C OF SCHEDULE V OF SEBI (LODR), REGULATIONS, 2015**

To,  
The Members  
Kesar Petroproducts Limited

I, Shri. Pankaj S. Desai, Practicing Company Secretary, hereby certify that I have examined and verified the records, books and papers of the Company KESAR PETROPRODUCTS LIMITED as required to be maintained under the Companies Act, 2013, SEBI Regulations, other applicable rules and regulations made thereunder, as regards the Directors of the Company for the Financial Year ended on 31st March, 2022.

I further certify that based on the examinations carried out by me and the explanations and representations furnished to me by the said Company, its officers and agents, none of the following Directors of the Company:

| Sr. No. | Name of the Director       | DIN      | Category             |
|---------|----------------------------|----------|----------------------|
| 1       | Mrs. Neelam Yashpal Arora  | 01603068 | Independent Director |
| 2.      | Mrs. Snehalata D. Sharma   | 01854393 | Non-Executive        |
| 3       | Mr. Mohit P. Kaushik       | 06463483 | Executive Director   |
| 4       | Mr. Kanayo Dayaram Fatnani | 07818627 | Independent Director |

have been debarred or disqualified from being appointed or continuing as Directors of Company by the SEBI or Ministry of Corporate Affairs or any such statutory authority as on 31st March, 2022.

SD/-  
Pankaj S. Desai  
Practicing Company Secretary:  
ACS No.: 3398  
C.P.No.: 4098  
UDIN: A003398D000832041

Place: Mumbai  
Date: 23<sup>rd</sup> August, 2022

**KESAR PETROPRODUCTS LIMITED**

**ANNEXURE 'VIII' TO THE BOARD'S REPORT**

**AUDITORS' CERTIFICATE ON COMPLIANCE OF CONDITIONS OF CORPORATE GOVERNANCE**

To,  
The Members of Kesar Petroproducts Limited,

We have examined the compliance of the conditions of Corporate Governance by Kesar Petroproducts Limited ('The Company'), for the year ended on March 31, 2022, as stipulated in:

Regulations 17 to 27 and clauses (b) to (i) of regulation 46 (2) and paragraphs C, D and E of Schedule V of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 for the year.

The Compliance of conditions of Corporate Governance is the responsibility of the Management. Our examination was limited to a review of the procedures and implementation there of adopted by the Company for ensuring the compliance of the conditions of Corporate Governance as stipulated in the said Clause. It is neither an audit nor an expression of opinion on the financial statements of the Company.

We have examined the relevant records of the Company in accordance with the Generally Accepted Auditing Standards in India, to the extent relevant and as per the Guidance Note on Certification of Corporate Governance issued by the Institute of the Chartered Accounts of India.

In our opinion and to the best of our information and according to the explanations given to us and based on the representations made by Directors and the Management we certify that the Company has complied with the conditions of Corporate Governance as stipulated in the above-mentioned Listing Regulations, as applicable during the year ended March 31, 2022.

We further state that such compliance is neither an assurance as to the future viability of the Company nor of the efficiency or effectiveness with which the management has conducted the affairs of the Company.

**FOR A. SACHDEV & CO.  
CHARTERED ACCOUNTANTS  
FRN: 001307C**

**MANISH AGARWAL  
PARTNER  
M.NO.078628  
PLACE: MUMBAI  
DATE: 30<sup>TH</sup> AUGUST, 2022**

# **KESAR PETROPRODUCTS LIMITED**

## **ANNEXURE 'IX' TO THE BOARD'S REPORT**

### **SECRETARIAL AUDITORS' REPORT**

**Form No. MR-3**

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

### **SECRETARIAL AUDIT REPORT FOR THE FINANCIAL YEAR ENDED 31.03.2022**

**To,**  
The Members,  
Kesar Petroproducts Limited,

We have conducted the secretarial audit of the compliance of applicable statutory provisions and the adherence to good corporate practices by Kesar Petroproducts Limited (hereinafter called the company). Secretarial Audit was conducted in a manner that provided us a reasonable basis for evaluating the corporate conducts/statutory compliances and expressing our opinion thereon.

Based on our verification of the Kesar Petroproducts Limited's books, papers, minute books, forms and returns filed and other records maintained by the Company and also the information provided by the Company, its officers, agents and authorized representatives during the conduct of secretarial audit, We hereby report that in our opinion, the company has, during the audit period covering the financial year ended on 31<sup>st</sup> March, 2022 complied with the statutory provisions listed hereunder and also that the Company has proper Board-processes and compliance mechanism in place to the extent, in the manner and subject to the reporting made hereinafter:

We have examined the books, papers, minute books, forms and returns filed and other records maintained by Kesar Petroproducts Limited ("the Company") for the financial year ended on 31<sup>st</sup> March, 2022 according to the provisions of:

- (i) The Companies Act, 2013 (the Act) and the rules made thereunder;
- (ii) The Securities Contracts (Regulation) Act, 1956 ('SCRA') and the rules made thereunder;
- (iii) The Depositories Act, 1996 and the Regulations and Bye-laws framed thereunder;
- (iv) Foreign Exchange Management Act, 1999 and the rules and regulations made thereunder to the extent of Foreign Direct Investment, Overseas Direct Investment and External Commercial Borrowings;
- (v) The following Regulations and Guidelines prescribed under the Securities and Exchange Board of India Act, 1992 ('SEBI Act'):-
  - (a) The Securities and Exchange Board of India (Substantial Acquisition of Shares and Takeovers) Regulations, 2011;
  - (b) The Securities and Exchange Board of India (Prohibition of Insider Trading) Regulations,

1992;

- (c) The Securities and Exchange Board of India (Issue of Capital and Disclosure Requirements) Regulations, 2009;
- (d) The Securities and Exchange Board of India (Employee Stock Option Scheme and Employee Stock Purchase Scheme) Guidelines, 1999; - ***Not Applicable***
- (e) The Securities and Exchange Board of India (Issue and Listing of Debt Securities) Regulations, 2008; - ***Not Applicable***
- (f) The Securities and Exchange Board of India (Registrars to an Issue and Share Transfer Agents) Regulations, 1993 regarding the Companies Act and dealing with client;
- (g) The Securities and Exchange Board of India (Delisting of Equity Shares) Regulations, 2009; - ***Not Applicable and***
- (h) The Securities and Exchange Board of India (Buyback of Securities) Regulations, 1998;- ***Not Applicable***
- (i) As informed and certified by the management the following are the laws applicable specifically to the Company as per its business activity:
  - Factories Act, 1948;
  - Industrial Disputes Act, 1947;
  - The Minimum Wages Act, 1948;
  - Boiler Act 1923 and Maharashtra Boiler Rules, 1962
  - The Industrial Employment (Standing Order) Act, 1946;
  - The Child Labour (Prohibition and Regulation) Act, 1986;
  - The Maternity Benefit Act, 1961;
  - The Environment (Protection) Act, 1986;
  - Water (Prevention and Control of Pollution) Act, 1974;
  - Air (Prevention and Control of Pollution) Act, 1981;
  - Hazardous Wastes (Management, Handling and Transboundary Movement) Rules, 2008
  - The Employees Provident Fund & Miscellaneous Provisions Act, 1952;
  - The Payment of Gratuity Act, 1972;
  - The Payment of Bonus Act, 1965;
  - The Central Sales Tax Act, 1956 & other applicable state Sales Tax Acts;
  - The Professional Tax Act, 1975;
  - The Income Tax Act, 1961;
  - The Finance Act, 1994 (Service Tax);
  - Central Excise and Customs Act;
  - Standard of Weight And Measures Act, 1976;
  - Essential Commodities Act, 1955;
  - Explosive Act 1884;
  - Explosive Substance Act, 1908;
  - The Sexual Harassment of Women at Workplace (Prevention, Prohibition & Redressal) Act, 2013;
  - Maharashtra Shops and Establishments Act, 1948.

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

- (i) Secretarial Standards issued by The Institute of Company Secretaries of India.

- (ii) The Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015.

We have relied on the representations made by the Company and its Officers for the system and mechanism framed by the Company for compliances under other Acts, Laws and Regulations applicable to the Company.

During the period under review, the Company has complied with the provisions of the Act, Rules, Regulations, Guidelines, clauses, Standards, etc. mentioned above subject to the following **observations**:

4. *The Company does not have website updated with required information under Listing Obligations and Disclosure Requirements) Regulations, 2015.*
5. *The Company did not spend the required amount on CSR activities as per the CSR policy of the Company till 31<sup>st</sup> March 2022*
6. *The company has received notice/mail dated 27.08.2021 for non-compliance/ late compliances of certain clause of SEBI (Listing Obligations & Disclosure Requirements) Regulations, 2015 in the past years.*

*The company has represented the matter before BSE Ltd but the BSE Ltd has taken action against company by suspending the trading of company equity shares on the stock exchange & freezing the demat account of the promoters of the company.*

*The BSE Ltd Partially waived off fine levied pursuant to SEBI circular SEBI/HO/CFD/CMD/CIR/P/2020/12 dated January 22, 2020 (erstwhile SEBI circular SEBI/HO/CFD/CMD/CIR/P/2018/77 dated May 03, 2018) on 19.04.2022 against which company has filed appeal before The Securities Appellate Tribunal Mumbai.*

#### **We further report that**

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

We also report that as regards the provisions of notices of board meeting, sending of agenda papers, holding of board meetings as laid down in the Act, are concerned, they are strictly and properly followed by the company.

Majority decisions are carried through while the dissenting members' views are captured and recorded as part of the minutes.

**We further report that** there are adequate systems and processes in the company commensurate with the size and operations of the company to monitor and ensure compliance with applicable

laws, rules, regulations and guidelines.

**We further report that** during the audit period there were no major specific events / actions, having a major bearing on the company's affairs in pursuance of the above referred laws, rules, regulations, guidelines, standards.

**Pankaj S Desai**  
**Practising Company Secretary**  
**ACS No.:3398**  
**C.P. No.:4098**  
**UDIN No: A003398D000832041**

**Place:- Mumbai**  
**Date:- 23.08.2022**

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

## **Annexure I (Integral part of Secretarial Audit Report)**

To,  
The Members,  
Kesar Petroproducts Limited,

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

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

**Sd/  
Pankaj S Desai  
Practising Company Secretary  
ACS No.:3398  
C.P. No.:4098  
UDIN No: A003398D000832041**

**Place:- Mumbai  
Date:- 23.08.2022**



## **INDEPENDENT AUDITOR'S REPORT**

### **TO THE MEMBERS OF KESAR PETROPRODUCTS LIMITED**

#### **Opinion**

We have audited the accompanying financial statements of **KESAR PETROPRODUCTS LIMITED** ('the Company'), which comprise the balance sheet as at 31st March 2022, the statement of profit and loss (including other comprehensive income), the statement of cash flows and the statement of changes in equity for the year then 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 Act in the manner so required and give a true and fair view in conformity with the accounting principles generally accepted in India including the Ind As, of the state of affairs (financial position) of the company as at 31<sup>st</sup> March 2022, and its profit (financial performance including other comprehensive income), its cash flow and the changes in equity for the year ended on that date.

#### **Basis of Opinion**

We conducted our audit in accordance with the Standards on Auditing (SAs) specified under section 143 (10) of the Companies Act, 2013 ("the Act"). 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 Rules there under, and we have fulfilled our other ethical responsibilities in accordance with these requirements and the code of Ethics. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

#### **Key Audit Matters**

Key audit matters are those matters that, in our professional judgement, were 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.

#### **Other Information**

The Company's Board of Directors is responsible for the other information. The other information comprises the information included in the Director Report and Corporate Governance 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 Financial Statements or our knowledge obtained in the audit or otherwise appears to be materially misstated.

When we read the other information, if 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 is responsible for the matters stated in Section 134(5) of the Companies Act, 2013 ("the Act") with respect to the preparation of these financial statements that give a true and fair view of the financial position, financial performance including other comprehensive income, cash flows and changes in equity of the Company in accordance with the Indian Accounting Standards (Ind AS) prescribed under section 133 of the Act read with the Companies (Indian Accounting Standards) Rules, 2015, as amended, and other accounting principles generally accepted in India.

This responsibility also includes maintenance of adequate accounting records in accordance with the provisions of the Act for safeguarding the assets of the Company and for preventing and detecting frauds and other irregularities; selection and application of appropriate accounting policies; making judgments and estimates that are reasonable and prudent; and design, implementation and maintenance of adequate internal financial controls, that were operating effectively for ensuring the accuracy and completeness of the accounting records, relevant to the preparation and presentation of the financial statements that give a true and fair view and are free from material misstatement, whether due to fraud or error.

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.

### **Auditor's Responsibilities for the Audit of the Financial Statements**

Our objective 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.

A further description of our responsibilities for the audit of the Financial Statements is included in Appendix -1 of this auditor's report.

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

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

- (a) We have sought and obtained all the information and explanations which to the best of our knowledge and belief were necessary for the purposes of our audit.
- (b) in our opinion proper books of account as required by law have been kept by the Company so far as it appears from our examination of those books;

- (c) the Balance Sheet, the Statement of Profit and Loss including other Comprehensive Income, Statement of Changes in Equity and the Statement of Cash Flow dealt with by this Report are in agreement with the books of account.;
- (d) in our opinion, the aforesaid financial statements comply with the Indian Accounting Standards prescribed under section 133 of the Act.
- (e) on the basis of the written representations received from the directors as on 31st March 2022 taken on record by the Board of Directors, none of the directors is disqualified as on 31st March 2022 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 A". Our report expresses an unmodified opinion on the adequacy and operating effectiveness of the Company's internal financial controls over financial reporting; 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, as amended, in our opinion and to the best of our information and according to the explanations given to us :
  - i. The company has no pending litigation which would impact its financial position except those disclosed in financial statements;
  - ii. The company did not have any long-term contract including derivative contract for which there were any material foreseeable losses;
  - iii. There were no amounts which were required by the company to be transferred to the Investor Education and Protection Fund, and;
  - iv. a) The Management has represented that, to the best of its knowledge and belief, no funds (which are material either individually or in the aggregate) have been advanced or loaned or invested (either from borrowed funds or share premium or any other sources or kind of funds) by the Company to or in any other person or entity, including foreign entity ("Intermediaries"), with the understanding, whether recorded in writing or otherwise, that the Intermediary shall, whether, directly or indirectly lend or invest in other persons or entities identified in any manner whatsoever by or on behalf of the Company ("Ultimate Beneficiaries") or provide any guarantee, security or the like on behalf of the Ultimate Beneficiaries.  
  
b) The Management has represented, that, to the best of its knowledge and belief, no funds (which are material either individually or in the aggregate) have been received by the Company from any person or entity, including foreign entity ("Funding Parties"), with the understanding, whether recorded in writing or otherwise, that the Company shall, whether, directly or indirectly, lend or invest in other persons or entities identified in any manner whatsoever by or on behalf of the Funding Party ("Ultimate Beneficiaries") or provide any guarantee, security or the like on behalf of the Ultimate Beneficiaries.  
  
c) Based on the audit procedures that have been considered reasonable and appropriate in the circumstances, nothing has come to our notice that has caused us to believe that the representations under sub-clause (i) and (ii) of Rule 11(e), as provided under (a) and (b) above, contain any material misstatement.
- v. The company has not declared or paid any dividend during the year in contravention of the provisions of section 123 of the Companies Act, 2013.

2. As required by Section 143(3) of the Act, based on our audit we report that:

As required by the Companies (Auditor's Report) Order, 2016 ("the Order") issued by the Central Government of India in terms of section 143(11) of the Act, we give in the Annexure B, a statement on the matters specified in the paragraph 3 and 4 of the Order.

**For A Sachdev & Co.  
Chartered Accountants  
(Firm's Registration No. 001307C)**

**Place: Mumbai  
Date : 26<sup>th</sup> May 2022**

**CA Manish Agarwal  
(Partner)  
(M.No. 078628)**

**UDIN:-22078628AJRBT5656**

## **Appendix-1**

(Referred to in 'Auditor's Responsibilities for the Audit of the Financial Statements paragraph of the independent Auditor's Report)

**As part of an audit in accordance with SAs, we exercise professional judgement and maintain professional scepticism 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 procedure responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.

Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances. Under section 143 (3)(i) of the Act, we are also responsible for expressing our opinion on whether the Company has adequate Internal Financial Controls with reference to Financial Statements 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 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.

**For A Sachdev & Co**  
**Chartered Accountants**  
**FRN: 001307C**

**CA Manish Agarwal**  
**Partner**  
**M.No. 078628**

**Place: Mumbai**  
**Date: 26<sup>TH</sup> May 2022**  
**UDIN:-22078628AJRBT5656**

## **ANNEXURE “A” TO THE INDEPENDENT AUDITOR’S REPORT**

(Referred to in paragraph 1(f) under ‘Report on Other Legal and Regulatory Requirements’ section of our report to the Members of **KESAR PETROPRODUCTS LIMITED** of even date)

### **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 **KESAR PETROPRODUCTS LIMITED** (“the Company”) as of March 31, 2022 in conjunction with our audit of the financial statements of the Company for the year ended on that date.

#### **Management’s Responsibility for Internal Financial Controls**

The Company’s management is responsible for establishing and maintaining internal financial controls based on the internal control over financial reporting criteria established by the Company considering the essential components of internal control stated in the Guidance Note on Audit of Internal Financial Controls over Financial Reporting issued by the Institute of Chartered Accountants of India. These responsibilities include the design, implementation and maintenance of adequate internal financial controls that were operating effectively for ensuring the orderly and efficient conduct of its business, including adherence to 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 my /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 March 31, 2022, based on the internal control over financial reporting criteria established by the Company considering the essential components of internal control stated in the Guidance Note on Audit of Internal Financial Controls Over Financial Reporting issued by the Institute of Chartered Accountants of India.

**For A Sachdev & Co.  
Chartered Accountants  
(Firm's Registration No. 001307C)**

**Place: Mumbai  
Date : 26<sup>th</sup> May 2022**

**CA Manish Agarwal  
(Partner)  
(M.No. 078628)**



**Annexure 'B' to the Independent Auditor's Report of KESAR PETROPRODUCTS LIMITED for the Year ended as on 31<sup>st</sup> March 2022**

**Annexure referred to in paragraph 2 under the heading "Report on Other Legal and Regulatory Requirements" of our report on even date:-**

- i. a) i. The company is maintaining proper records showing full particulars, including quantitative details and situation of Property, Plant and Equipment;
- ii. The Company has maintained proper records, showing full particulars of its intangible Assets.
- b) The Property, Plant and Equipment are been physically verified by the management at regular intervals based on the programme of verification which in our opinion is reasonable. All the major Property, Plant and Equipment have been verified by the management in the current year and discrepancies noticed on such physical verification were not material and the same have been properly dealt with in the books of accounts.
- c) The title deeds of immoveable properties are held in the name of the company.
- d) The Company has not revalued its Property, Plant and Equipment (including Right-of-use assets) or intangible assets during the year. Accordingly, the reporting under Clause 3(i)(d) of the Order is not applicable to the Company.
- e) The title deeds of immovable properties are held in the name of the company. Based on the information and explanations furnished to us, no proceedings have been initiated on or are pending against the Company for holding benami property under the Prohibition of Benami Property Transactions Act, 1988 (as amended in 2016) (formerly the Benami Transactions (Prohibition) Act, 1988 (45 of 1988)) and Rules made thereunder, and therefore the question of our commenting on whether the Company has appropriately disclosed the details in its standalone financial statements does not arise.
- ii. a) The inventories have been physically verified by the management during the year at reasonable interval. According to information & explanations given to us, the discrepancies noticed on verification between the physical stock and books record, have been properly dealt with in the Books of accounts.
- b) The Company has been sanctioned working capital limits in excess of five crore rupees, in aggregate, from banks on the basis of security of current assets; and the Company has filed quarterly returns or statements with such banks. No material differences have been observed therein. The Company has not taken borrowings from financial institution.
- iii. According to information & explanations given to us, the Company has not granted any loans, secured or unsecured to companies, firms, limited liabilities partnership or other parties covered in the register maintained under section 189 of the Companies Act, 2013. Hence, reporting under clause (a) to (f) of Para 3(iii) are not applicable.
- iv. The Company has not entered into any transaction in respect of loans, investments, guarantee and securities, which attracts compliance to the provisions of the sections 185 and 186 of the Companies Act, 2013. Therefore the paragraph 3(iv) of the Order is not applicable to the company.
- v. In our opinion and according to information and explanations given to us, the Company has not accepted deposits in terms of the provisions of section 73 to 76 of the Companies Act, 2013 and

rules framed there under. Therefore, the paragraph 3(v) of the Order is not applicable to the company.

- vi. We have reviewed the books of account maintained by the Company pursuant to the rules prescribed by the Central Government for maintenance of cost records u/s 148(1) of the Companies Act 2013 in relation to products manufactured and are of the opinion that prima facie, the prescribed accounts and records have been made and maintained. We have not, however, made a detailed examination of the records.
- vii.
  - a) According to the information and explanations given to us and on the basis of our examination of the books of accounts, the company has been generally regular in depositing undisputed statutory dues including provident fund, employee state insurance, income tax, service tax, value added tax, cess and other statutory dues during the year with the appropriate authorities. As on 31<sup>st</sup> March 2022, there are no undisputed statutory dues payables for a period exceeding more than six month from the date they become payable.
  - b) According to the information and explanations given to us, there were no statutory dues pending in respect of income tax, sales tax, VAT, GST, custom duty and cess etc. on account of any dispute.
- viii. According to the information and explanations given to us and the records of the Company examined by us, there are no transactions in the books of account that has been surrendered or disclosed as income during the year in the tax assessments under the Income Tax Act, 1961, that has not been recorded in the books of account.
- ix.
  - a) Based on our audit procedures and on the basis of information and explanations given to us and on the basis of our examination of the records, we are of the opinion that the Company has not defaulted in the repayment of loans or other borrowings or in the repayment of interest thereon to the lenders and hence reporting under clause 3(ix) of the Order is not applicable to the Company.
  - b) The Company has not been declared as willful defaulter by any bank or financial institution or other lender.
  - c) In our opinion, and according to the information and explanations given to us, the term loans have been applied, on an overall basis, for the purposes for which they were obtained.
  - d) In our opinion, and according to the information and explanations given to us, funds raised on short term basis have not been utilised for long term purposes.
  - e). According to the information and explanations given to us and on an overall examination of the standalone 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 the Company has not raised loans during the year on the pledge of securities held in its subsidiaries, joint ventures or associate companies
- xi.
  - a). During the course of our examination of the books and records of the Company, carried out in accordance with the generally accepted auditing practices in India, and according to the information and explanations given to us, we have neither come across any instance of fraud by the Company or any fraud on the Company by its officers or employees, noticed or reported during the year, nor have we been informed of any such case by the management.
  - b). During the course of our examination of the books and records of the Company, carried out in accordance with the generally accepted auditing practices in India, and according to the information and explanations given to us, a report under Section 143(12) of the Act, in Form ADT-4, as prescribed under rule 13 of Companies (Audit and Auditors) Rules, 2014 was not required to be filed with the Central Government. Accordingly, the

- reporting under Clause 3(xi)(b) of the Order is not applicable to the Company.
- c). During the course of our examination of the books and records of the Company, carried out in accordance with the generally accepted auditing practices in India, and according to the information and explanations given to us, the Company has not received any whistle-blower complaints during the year
- xii. The company is not a Nidhi Company, therefore para 3(xii) of the Order is not applicable.
- xiii. In our opinion and according to the information provided to use, the transaction entered with the related parties are in compliance with section 177 and 188 of the Act and are disclosed in the financial statements as required by the applicable accounting standards.
- xiv. a). In our opinion and according to the information and explanation given to us, the Company has an internal audit system commensurate with the size and nature of its business.
- b). The reports of the Internal Auditor for the period under audit have been considered by us.
- xv. According to the information provided to us, the company has not entered into any non-cash transaction with directors or the persons connected with him covered under section 192 of the Companies Act 2013. Therefore, paragraph 3(xv) of the Order is not applicable to the company.
- xvi. a) According to the information provided to us, the company is not required to be registered under section 45IA of the Reserve Bank of India Act, 1934. Therefore, paragraph 3(xvi) (a) of the Order is not applicable to the company.
- b) The Company has not conducted non-banking financial / housing finance activities during the year. Accordingly, the reporting under Clause 3 (xvi) (b) of the Order is not applicable to the Company.
- c) The Company is not a Core Investment Company (CIC) as defined in the regulations made by the Reserve Bank of India. Accordingly, the reporting under Clause 3 (xvi) (c) of the Order is not applicable to the Company.
- d). Based on the information and explanations provided by the management of the Company, the Group has no CICs as part of the Group.
- xvii. The Company has not incurred cash losses during the financial year and in the immediately preceding financial year.
- xviii. There has been no resignation of the statutory auditors during the year and accordingly the reporting under Clause 3(xviii) of the Order is not applicable to the Company.
- xix. On the basis of the financial ratios, ageing and expected dates of realisation of financial assets and payment of financial liabilities, other information accompanying the financial statements and our knowledge of the Board of Directors and Management plans and based on our examination of the evidence supporting the assumptions, nothing has come to our attention, which causes us to believe that any material uncertainty exists as on the date of the audit report indicating 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. a) There are no unspent amounts towards Corporate Social Responsibility (CSR) on other than ongoing projects requiring a transfer to a Fund specified in Schedule VII to the Companies Act in compliance with second proviso to sub-section (5) of Section 135 of the said Act. Accordingly, reporting under clause 3(xx)(a) of the Order is not applicable for the year.

- (b) The Company does not have any ongoing projects as at the end of the previous financial year.
- xxi. The Company is not required to prepare consolidated Ind AS financial statement. Therefore, paragraph 3(xxi) of the Order is not applicable to the Company.

**For A Sachdev & Co  
Chartered Accountants  
(Firm's Registration No. 001307C)**

**Place: Mumbai  
Date : 26<sup>th</sup> May 2022**

**CA Manish Agarwal  
(Partner)  
(M.No. 078628)**

## **NOTES TO ACCOUNTS**

### **GENERAL INFORMATION**

KESAR PETROPRODUCTS LIMITED (Corporate identity number: L23209PN1990PLC054829) having registered office at D-7/1, MIDC, Lote Parshuram, Taluka Khed, District Ratnagiri, Maharashtra - 415722, is a public company incorporated and domiciled in India.

The Company is in the business of manufacturing and marketing Organic Chemicals and Pigments.

The financial statements for the year ended March 31, 2022 were approved for issue by Company's Board of Directors on May 26, 2022.

The Equity Shares of the Company are listed on Bombay Stock Exchange Limited.

### **A. BASIS FOR PREPARATION OF FINANCIAL STATEMENTS**

#### **a. Statement of Compliance**

The shares of the company are listed on Bombay Stock Exchange (BSE).

The Company's financial statements complies in all material aspects with Indian Accounting Standards (Ind AS) notified under Companies (Indian Accounting Standards) Rules, 2015 as amended and other relevant provisions of the Companies Act, 2013 (the Act).

#### **b. Basis of measurement**

The financial statements have been prepared on a historical cost basis, except for the following items :

| <b>Item</b>                              | <b>Measurement</b>                           |
|--|--|
| Certain financial assets and liabilities | Fair value                                   |
| Net defined benefit (asset)/liability    | Present value of defined benefit obligations |

#### **c. Use of estimates and judgments**

Preparation of these financial statements is in conformity with IndAS. It requires the management to make estimates and assumptions considered in the reported amounts of assets, liabilities (including contingent liabilities), income and expenses. The Management believes that the estimates used in preparation of the financial statements are prudent and reasonable. Actual results could differ due to these estimates and the differences between the actual results and the estimates are recognized in the periods in which the results are known / materialize. Estimates include the useful lives of property plant and equipment and intangible fixed assets, allowance for expected credit loss, future obligations in respect of retirement benefit plans, fair value measurement etc.

#### **d. Measurement of Fair values**

Accounting Policies and disclosures requires measurement of fair values for both financial and non-financial assets and liabilities. Fair value measurements are categorized into Level 1, 2 or 3 based on the degree to which the inputs to the fair value measurements are observable and the significance of the inputs to the fair value measurement in its entirety, which are described as follows:

- Level 1 inputs are quoted prices (unadjusted) in active markets for identical assets or liabilities that entity can access at measurement date.

- Level 2 inputs other than quoted prices included in Level 1, that are observable for the asset or liability, either directly (as prices) or indirectly (derived from prices); and
- Level 3 inputs for the asset or liability that are not based on observable market data (unobservable inputs).

**e. Operating Cycle**

Based on the nature of products/ activities of the Company and the normal time between acquisition of assets and their realization in cash or cash equivalents, the Company has determined its operating cycle as 12 months for the purpose of classification of its assets and liabilities as current and non-current

**Presentation of financial statements**

The Balance Sheet and the Statement of Profit and Loss are prepared and presented in the format prescribed in Schedule III to the Companies Act, 2013 modified in accordance with the requirements of Ind AS. The Cash Flow Statement has been prepared and presented as per the requirements of Ind AS 7 “Statement of Cash Flows”. The disclosure requirements with respect to items in the Balance Sheet and Statement of Profit and Loss, as prescribed in Schedule III to the Act, are presented by way of notes forming part of accounts along with the other notes required to be disclosed under the notified Accounting Standards.

Amounts in the financial statements are presented in Indian Rupees.

**B. SIGNIFICANT ACCOUNTING POLICIES**

**B1. REVENUE RECOGNITION**

Revenue is measured at the fair value of the consideration received or receivable. Revenue is reduced for rebates and other similar allowances.

**Sale of goods**

Revenue from the sale of goods is recognized when the goods are dispatched and titles have passed, at which time all the following conditions are satisfied:

- The Company has transferred to the buyer the significant risks and rewards of ownership of the goods;
- The Company retains neither continuing managerial involvement to the degree usually associated with ownership nor effective control over the goods sold;
- The amount of revenue can be measured reliably;
- It is probable that the economic benefits associated with the transaction will flow to the Company; and
- The costs incurred or to be incurred in respect of the transaction can be measured reliably.

**Rendering of services**

Revenue from a contract to provide services is recognized by reference to the stage of completion of the contract. Servicing fees included in the price of products sold are recognized by reference to the proportion of the total cost of providing the servicing for the product sold.

### **Dividend and interest income**

Dividend income from investments is recognized when the shareholder's right to receive payment has been established.

Interest income from a financial asset is recognized when it is probable that the economic benefits will flow to the Company and the amount of income can be measured reliably. Interest income is accrued on, time basis, by reference to the principal outstanding and at the effective interest rate applicable, which is the rate that exactly discounts estimated future cash receipts through the expected life of the financial asset to that asset's net carrying amount on initial recognition.

## **B2. PROPERTY, PLANT AND EQUIPMENT (PPE)**

Property, plant and equipment (including furniture, fixtures, vehicles, etc.) held for use in the production or supply of goods or services, or for administrative purposes, are stated in the balance sheet at cost less accumulated depreciation and accumulated impairment losses. Cost of acquisition is inclusive of freight, duties, taxes and other incidental expenses. Freehold land is not depreciated.

Properties in the course of construction for production, supply or administrative purposes are carried at cost, less any recognized impairment loss. Cost includes items directly attributable to the construction or acquisition of the item of property, plant and equipment, and, for qualifying assets, borrowing costs capitalized in accordance with the Company's accounting policy. Such properties are classified to the appropriate categories of property, plant and equipment when completed and ready for intended use. Depreciation of these assets, on the same basis as other property assets, commences when the assets are ready for their intended use.

Depreciation is recognized so as to write off the cost of assets (other than freehold land and properties under construction) less their residual values over their useful lives, using the straight-line method. Depreciation is charged on a pro-rata basis at the straight line method over estimated economic useful lives of its property, plant and equipment generally in accordance with that provided in the Schedule II to the Act.

Depreciation of an asset begins when it is available for use. Depreciation of an asset ceases at the earlier of the date that the asset is classified as held for sale (or included in a disposal group that it is classified as held for sale) in accordance with Ind AS 105 and the date that the asset is de-recognized. Therefore depreciation does not cease when the asset becomes idle or is retired from active use unless the asset is fully depreciated.

However under usage methods of depreciation the depreciation charge can be zero while there is no production.

Depreciation on additions/ deductions is calculated pro-rata from/ to the month of additions/ deductions.

An item of property, plant and equipment is derecognized upon disposal. Any gain or loss arising on the disposal of an item of property plant and equipment is determined as the difference between the sale proceeds and the carrying amount of the asset and is recognized in the statement of profit and loss. The estimated useful lives, residual values and depreciation method are reviewed at the end of each reporting period, with the effect of any changes in estimate accounted for on a prospective basis

**B3. INTANGIBLE ASSETS**

Intangible assets with finite useful lives that are acquired separately are carried at cost less accumulated amortization and accumulated impairment losses. Amortization is recognized on a straight-line basis over their estimated useful lives. The estimated useful life and amortization method are reviewed at the end of each reporting period, with the effect of any changes in estimate being accounted for on a prospective basis. Intangible assets with indefinite useful lives that are acquired separately are carried at cost less accumulated impairment losses.

**B4. IMPAIRMENT OF TANGIBLE AND INTANGIBLE ASSETS**

The carrying amount of assets are reviewed at each Balance Sheet date, to assess, if there is any indication of impairment based on internal/external factors. An asset is impaired when the carrying amount of the assets exceeds the recoverable amount. Recoverable amount is the higher of fair value less costs of disposal and value in use. If the recoverable amount of an asset is estimated to be less than its carrying amount, the carrying amount of the asset is reduced to its recoverable amount.

An impairment loss is charged to the Profit and Loss Account in the year in which an asset is identified as impaired.

When an impairment loss subsequently reverses, the carrying amount of the asset is increased to the revised estimate of its recoverable amount, but so that the increased carrying amount does not exceed the carrying amount that would have been determined had no impairment loss been recognized for the asset in prior years. A reversal of an impairment loss is recognized immediately in profit or loss.

**B5. INVENTORIES**

Inventories are valued at the lower of cost, determined on the weighted average basis and Net Realisable Value (NRV).

The cost of Finished Goods and Work in Progress comprises raw material, direct labour, other direct cost and appropriate proportion of variable and fixed overhead expenditure, the latter being allocated on the basis of normal operating capacity. Costs of Inventories also include all the cost incurred in bringing the inventories to their present location and condition. Costs of purchased inventory are determined after deducting rebates and discounts. NRV is the estimated selling price in the ordinary course of business less the estimated costs of completion and estimated cost necessary to make the sale.

**B6. FOREIGN CURRENCY TRANSACTIONS**

In preparing the financial statements of the Company, transactions in currencies other than the company's functional currency (foreign currencies) are recognized at the rates of exchange prevailing at the dates of the transactions. At the end of each reporting period, monetary items denominated in foreign currencies are retranslated at the rates prevailing at that date. Non-monetary items that are measured in terms of historical cost in a foreign currency are not retranslated. Exchange differences on monetary items are recognized in profit or loss in the period in which they arise.

Foreign currency derivatives are initially recognized at fair value at the date the derivative contracts are entered into and are subsequently re-measured to their fair value at the end of each reporting period. The resulting gain or loss is recognized in profit or loss immediately unless the derivative is designated and effective as a hedging instrument, in which event the timing of the recognition in profit or loss depends on the nature of the hedging relationship and the nature of the hedged item



**B7. EMPLOYEES BENEFITS**

Company's contributions paid/ payable during the year to Provident Fund and Employees' State Insurance Corporation (ESIC) are recognized in the Profit & Loss Account; Provident Fund contributions are made to Regional Provident Fund Commissioner. The remaining contributions are made to a Government Administered Employee Pension Fund towards which the company has no further obligations beyond its monthly contributions.

Defined benefits and other long term employee benefits are provided on the basis of actuarial valuation made at the end of each financial year. Actuarial gain or losses arising from such valuation are charged to Other Comprehensive Income in the year in which they arise

**B8. RESEARCH & DEVELOPMENT EXPENDITURE**

Expenditure on research activities is recognized as an expense in the period in which it is incurred where no internally generated asset can be recognized.

**B9. FINANCIAL INSTRUMENTS**

Financial assets and financial liabilities are recognized when the Company becomes a party to the contractual provisions of the instruments. Financial assets and financial liabilities are initially measured at fair value. Transaction costs that are directly attributable to the acquisition or issue of financial assets and financial liabilities (other than financial assets and financial liabilities at fair value through profit or loss) are added to or deducted from the fair value of the financial assets or financial liabilities, as appropriate, on initial recognition. Transaction costs directly attributable to the acquisition of financial assets or financial liabilities at fair value through profit or loss are recognized immediately in profit or loss.

**Financial Assets**

All recognized financial assets are subsequently measured in their entirety at either amortized cost or fair value, depending on the classification of the financial assets

Investments in debt instruments that meet the following conditions are subsequently measured at amortized cost (unless the same are designated as fair value through profit or loss (FVTPL)):

- The asset is held within a business model whose objective is to hold assets in order to collect contractual cash flows; and
- The contractual terms of instrument give rise on specified dates to cash flows that are solely payments of principal and interest on the principal amount outstanding.

Debt instruments that meet the following conditions are subsequently measured at fair value through other comprehensive income (unless the same are designated as fair value through profit or loss)

- The asset is held within a business model whose objective is achieved both by collecting contractual cash flows and selling financial assets; and
- The contractual terms of instrument give rise on specified dates to cash flows that are solely payments of principal and interest on the principal amount outstanding.

Debt instruments at FVTPL are a residual category for debt instruments and all changes are recognized in profit or loss.

Investments in equity instruments are classified as FVTPL, unless the Company irrevocably elects on initial recognition to present subsequent changes in fair value in Other Comprehensive Income (OCI) for equity instruments which are not held for trading.

Interest income, dividend income and exchange difference (on debt instrument) on Fair Value Through Other Comprehensive Income (FVTOCI) debt instruments is recognized in profit or loss and other changes in fair value are recognized in OCI and accumulated in other equity. On disposal of debt instruments FVTOCI the cumulative gain or loss previously accumulated in other equity is reclassified to profit & loss. However in case of equity instruments at FVTOCI cumulative gain or loss is not reclassified to profit & loss on disposal of investments.

## **Financial Liabilities and Equity Instruments**

### **Classification as debt or equity**

Debt and equity instruments issued by Company are classified as either financial liabilities or as equity in accordance with the substance of the contractual arrangements and the definitions of a financial liability and an equity instrument.

### **Equity instruments**

An equity instrument is any contract that evidences a residual interest in the assets of an entity after deducting all of its liabilities.

### **Financial liabilities**

All financial liabilities are recognized initially at fair value and, in the case of loans and borrowings and payables, net of directly attributable transaction costs. The carrying amounts of financial liabilities that are subsequently measured at amortised cost are determined based on the effective interest method. Interest expense that is not capitalized as part of costs of an asset is included in the 'Finance Costs' Line item.

The effective interest method is a method of calculating the amortized cost of a financial liability and of allocating interest expense over the relevant period. The effective interest rate is the rate that exactly discounts estimated future cash payments (including all fees and points paid or received that form an integral part of the effective interest rate, transaction costs and other premiums or discounts) through the expected life of the financial liability.

- a. Loans and borrowings are subsequently measured at amortized costs using Effective Interest Rate method.
- b. Financial liabilities at fair value through profit or loss (FVTPL) are subsequently measured at fair value.
- c. Financial guarantee contracts are subsequently measured at the higher of the amount of loss allowance determined as per impairment requirements of Ind AS 109 and the amount recognized less cumulative amortization.
- d. Financial liability is derecognized when the obligation under the liability is discharged or cancelled or expires.
- e. Other Secured Loans from M/s Malvika Harbopharma (P) Ltd are secured by 1<sup>st</sup> charge all the Fixed Assets including the Housing Colony.
- f. Disclosure regarding parties and transactions as required by Ind AS-24 issued by the Institute of Chartered Accountants of India are as under:

#### A. Name of Related Party and Their Relationship

|                      |     |
|----------------------|-----|
| a. Associate Company | Nil |
|----------------------|-----|

|                             |  |
|-----------------------------|--|
| b. Directors                | 1. Shri Ramchandra Ghanekar (w.e.f 03.01.2022 to 31.03.2022)                   |
|                             | 2. Shri. Ravi Prakash Roongta (11.11.2021 to 10.12.2021)                       |
|                             | 3. Dr Parijat Vinod Kanetkar (06.12.2021 to 31.03.2022)                        |
|                             | 4. Smt Snehlata Sharma (01.04.2021 to 02.11.2021)                              |
|                             | 5. Shri Surya Prakash Pandey (18.08.2021 to 31.03.2022)                        |
|                             | 6. Shri Ramjan Kadar shaikh (12.08.2021 to 31.03.2022)                         |
|                             | 7. Shri Govind Krishna Sharma (18.08.2021 to 31.03.2022)                       |
|                             | 8. Smt Neelam Arora  |
|                             | 9. Shri K.D Fatnani  |
|                             | 10. Shri Mohit Kaushik (01.04.2021 to 20.07.2021)                              |
| c. Key Managerial Personnel | 1. Shri. Jignesh Desai (01.04.2021 to 02.11.2021 and 11.03.2022 to 31.03.2022) |
|                             | 2. Dr.V.G. Chari<br>Company Secretary (01.04.2021 to 31.03.2022)               |

#### B. Transactions with Related Party

| S.No. | Related Party              | Designation                      | Amount Paid p.a. (Rs.) |
|-------|----------------------------|----------------------------------|------------------------|
| 1.    | Shri Ramchandra Ghanekar   | Executive Director- Remuneration | 83056                  |
| 2.    | Shri. Ravi Prakash Roongta | CFO – Remuneration               | 100000                 |
| 3.    | Dr Parijat Vinod Kanetkar  | Non Independent Director         | 220000                 |
| 4.    | Smt Snehalata Sharma       | Non Independent Director         | -                      |
| 6.    | Shri Surya Prakash Pandey  | Non Independent Director         | 604012                 |
| 7.    | Shri Ramjan Kadar shaikh   | Executive Director- Remuneration | 429000                 |
| 8     | Shri Govind Krishna Sharma | Independent Director             | 334929                 |
| 9     | Smt Neelam Arora           | Independent Director             | -                      |
| 10    | Shri K.D Fatnani           | Independent Director             | 360000                 |
| 8.    | Shri. Jignesh Desai        | CFO                              | 390400                 |
| 9.    | Dr.V.G. Chari              | Company Secretary                | 166500                 |
| 10.   | Shri Mohit Kaushik         | Director                         | 1,35000                |

#### **B10. IMPAIRMENT OF FINANCIAL ASSETS (EXPECTED CREDIT LOSS MODEL)**

The Company applies the expected credit loss model for recognizing impairment loss on financial assets measured at amortized cost, debt instruments at FVTOCI, lease receivables, trade receivables, other contractual rights to receive cash or other financial asset and financial guarantees not designated at FVTPL

Expected credit losses are the weighted average of credit losses with the respective risks of default occurring as the weights. Credit loss is the difference between all contractual cash flows that are due to the Company in accordance with the contract/agreement and all the cash flows that the Company expects to receive (i.e.. all cash shortfalls), discounted at the

original effective interest rate. The Company estimates cash flows by considering all contractual terms of the financial instrument, through the expected life of the financial instrument.

The Company measures the loss allowance for a financial instrument at an amount equal to the life-time expected credit losses if the credit risk on that financial instrument has increased significantly since initial recognition. If the credit risk has not increased significantly, the Company measures the loss allowance at an amount equal to 12-month expected credit losses. 12-month expected credit losses are portion of the life-time expected credit losses and represent the life-time cash shortfalls that will result if the default occurs within 12 months after the reporting date and thus, are not cash shortfalls that are predicted over the next 12 months.

When making the assessment of whether there has been a significant increase in credit risk since initial recognition, the Company uses the change in the risk of a default occurring over the expected life of the financial instrument instead of a change in the amount of the expected credit loss. To achieve that, the Company compares the risk of a default occurring on the financial instrument as at the reporting date with the risk of a default occurring on initial recognition and considers reasonable and supportable information, that is available without undue cost or effort, that is indicative of significant increases in credit risk since initial recognition.

#### **B11. PROVISIONS**

Provisions are recognized when the Company has a present obligation (legal or constructive) as a result of a past event, it is probable that the Company will be required to settle the obligation, and a reliable estimate can be made of the amount of the obligation.

The amount recognized as a provision is the best estimate of the consideration required to settle the present obligation at the end of the reporting period, taking into account the risks and uncertainties surrounding the obligation. When provision is measured using the cash flows estimated to settle the present obligation, its carrying amount is the present value of those cash flows (when the effect of the time value of money is material).

When some or all of the economic benefits required to settle a provision are expected to be recovered from a third party, a receivable is recognized as an asset if it is virtually certain that reimbursement will be received and the amount of the receivable can be measured reliably.

#### **B12. WARRANTIES**

The estimated liability for product warranties is recorded when products are sold. These estimates are established using historical information on the nature, frequency and average cost of warranty claims and management estimates regarding possible future incidence based on corrective actions on product failures. The timing of outflows will vary as and when warranty claim will arise- being typically six months to one year.

#### **B13. CURRENT AND NON CURRENT CLASSIFICATION**

##### **Current Asset:**

An asset shall be classified as current when it satisfies any of the following criteria:

- (a) it is expected to be realized in, or is intended for sale or consumption in, the company's normal operating cycle;
- (b) it is held primarily for the purpose of being traded.
- (c) It is expected to be realized within twelve months after the reporting date, or
- (d) It is cash or cash equivalent unless it is restricted from being exchanged or used to settle a liability for at least twelve months after the reporting date.

All other assets shall be classified as non-current.

**Current Liabilities:**

A liability shall be classified as current when it satisfies any of the following criteria:

- (a) it is expected to be settled in the company's normal operating cycle;
- (b) it is held primarily for the purpose of being traded;
- (c) it is due to be settled within twelve months after the reporting date: or
- (d) the company does not have an unconditional right to defer settlement of the liability for at least twelve months after the reporting date. Terms of a liability that could at the option of the counterparty, result in its settlement by the issue of equity instruments do not affect its classification. All other liabilities shall be classified as non-current.

**B14. CORPORATE SOCIAL RESPONSIBILITY ACTIVITIES**

During the financial year, the Company has incurred expenditure of Rs..8,40,000/- towards CSR activities. The unspent amount of Rs. 1,00,71,000/- spent on csr activities in the current financial year 2022-23 as per the provisions of section 135 of the Companies act, 2013.

**B15. DEFERRED TAX & CURRENT TAX**

**Deferred tax**

Deferred tax is recognized on temporary differences between the carrying amounts of assets and liabilities in the financial statements and the corresponding tax bases used in the computation of taxable profit. Deferred tax liabilities are generally recognized for all taxable temporary differences. Deferred tax assets are generally recognized for all deductible temporary differences to the extent that it is probable that taxable profits will be available against which those deductible temporary differences can be utilized. Such deferred tax assets and liabilities are not recognized if the temporary difference arises from the initial recognition (other than in a business combination) of assets and liabilities in a transaction that affects neither the taxable profit nor the accounting profit. In addition, deferred tax liabilities are not recognized if the temporary difference arises from the initial recognition of goodwill.

The carrying amount of deferred tax assets is reviewed at the end of each reporting period and reduced to the extent that it is no longer probable that sufficient taxable profits will be available to allow all or part of the asset to be recovered. Deferred tax liabilities and assets are measured at the tax rates that are expected to apply in the period in which the liability is settled or the asset realized, based on tax rates (and tax laws) that have been enacted or substantively enacted by the end of the reporting period.

The measurement of deferred tax liabilities and assets reflects the tax consequences that would follow from the manner in which the Company expects, at the end of the reporting period, to recover or settle the carrying amount of its assets and liabilities.

**Current and deferred tax for the year**

The income tax expense or credit for the year is the tax payable on current year's taxable income based on the applicable income tax rate adjusted by changes in deferred tax assets and liabilities attributable to temporary differences and to unused tax losses.

Current and deferred tax are recognized in profit or loss, except when they relate to items that are recognized in other comprehensive income or directly in equity, in which case, the current and deferred tax are also recognized in other comprehensive income or directly in equity respectively.

**B16. PROVISIONS, CONTINGENT LIABILITIES AND CONTINGENT ASSETS**

Provisions are recognised when the Company has a present obligation (legal or constructive) as a result of a past event, it is probable that an outflow of economic benefits will be required to settle the obligation, and a reliable estimate can be made of the amount of the obligation.

The amount recognised as a provision is the best estimate of the consideration required to settle the present obligation at the end of the reporting period, taking into account the risks and uncertainties surrounding the obligation. These estimates are reviewed at each reporting date and adjusted to reflect the current best estimates.

Contingent liabilities exist when there is a possible obligation arising from past events, the existence of which will be confirmed only by the occurrence or non-occurrence of one or more uncertain future events not wholly within the control of the Company, or a present obligation that arises from past events where it is either not probable that an outflow of resources will be required or the amount cannot be reliably estimated. Contingent liabilities are appropriately disclosed unless the possibility of an outflow of resources embodying economic benefits is remote.

A contingent asset is a possible asset arising from past events, the existence of which will be confirmed only by the occurrence or non-occurrence of one or more uncertain future events not wholly within the control of the Company. Contingent assets are not recognised till the realisation of the income is virtually certain. However the same are disclosed in the financial statements where an inflow of economic benefit is possible.

**B17. SEGMENT REPORTING**

In accordance with Accounting Standard Ind AS- 108 “Segmental Reporting”, the Company has determined its business segment as manufacturing and marketing of organic chemicals and pigments. Since more than 99% of business is from manufacturing and marketing of organic chemicals and pigments, there are no other primary reportable segments. Thus, the segment revenue, total carrying amount of segment assets, total carrying amount of segment liabilities, total cost incurred to acquire segment assets, total amount of charge of depreciation and amortisation during the year are all as is reflected in the financial statements as at and for the year.

**B18. BORROWING COSTS**

Borrowing costs consist of interest, ancillary and other costs that the Company incurs in connection with the borrowing of funds and interest relating to other financial liabilities. Borrowing costs also include exchange differences to the extent regarded as an adjustment to the borrowing costs. Borrowing costs directly attributable to the acquisition, construction or production of an asset that necessarily takes a substantial period of time to get ready for its intended use or sale are capitalised as part of the cost of the asset. All other borrowing costs are expensed in the period in which they occur.

**B19. EXCEPTIONAL ITEMS**

Exceptional items are disclosed separately in the financial statements where it is necessary to do so to provide further understanding of the financial performance of the Company. These are material items of income or expense that have to be shown separately due to their nature or incidence.

Exceptional Item comprises the value of stock lost due to fire of Rs. 97,714/- and loss on sale of vehicle Rs. 5,07,987/-.

**B20. EARNINGS PER SHARE (EPS)**

Basic earnings per share are calculated by dividing the net profit or loss for the year attributable to equity shareholders by the weighted average number of equity shares outstanding during the year. For the purpose of calculating Diluted Earnings per Share, the net profit or loss for the year attributable to equity shareholders and the weighted average number of shares outstanding during the year are adjusted for the effects of all dilutive potential Equity Shares.

| Computation of Basic & Diluted EPS        | 2021-22     | 2020-21     |
|---|-------------|-------------|
| a. Profit/(Loss) after Tax as per P&L A/c | 2,67,28,164 | 49,86,695   |
| b. Number of Equity Shares                | 9,66,73,170 | 9,66,73,170 |
| c. Basic EPS                              | 0.28        | 0.05        |
| d. Diluted EPS                            | 0.28        | 0.05        |
| e. Face Value per Equity Share            | Re.1/-      | Re.1/-      |

**C. CASH FLOW STATEMENT**

Cash flow statement is prepared segregating the cash flows from operating, investing and financing activities. Cash flow from operating activities is reported using indirect method. Under the indirect method, the net profit/(loss) is adjusted for the effects of:

- (a) transactions of a non-cash nature;
- (b) any deferrals or accruals of past or future operating cash receipts or payments and,
- (c) All other items of income or expense associated with investing or financing cash flows.

The cash flows from operating, investing and financing activities of the Company are segregated based on the available information. Cash and cash equivalents (including bank balances) are reflected as such in the Cash Flow Statement. Those cash and cash equivalents which are not available for general use as on the date of Balance Sheet are also included under this category with a specific disclosure.

The figures of the previous year have been regrouped/ rearranged wherever necessary and the figures are rounded off to the nearest rupee.

**As per my report of even date  
For A Sachdev & Co  
Chartered Accountants**

**For and on behalf of the Board of Directors  
Kesar Petroproducts Limited**

**CA Manish Agarwal  
Partner  
MNo: 078628  
Firm Regn No.001307C**

**Ramjan Kadar Shaikh  
Executive Director  
  
Saba Shaikh  
Company Secretary**

**Dinesh Sharma  
Director  
  
Jignesh Desai  
Chief Financial Officer**

**Place : Mumbai  
Dated : 26<sup>th</sup> May 2022**

**KESAR PETROPRODUCTS LIMITED**  
**BALANCE SHEET AS AT 31st MARCH 2022**

| PARTICULARS   | NOTE No. | AS AT<br>31st MARCH 2022<br>(Rupees in INR) | AS AT<br>31st MARCH 2021<br>(Rupees in INR) |
|---|----------|---|---|
| <b>ASSETS</b>   |          |   |   |
| <b>I). Non Current Assets</b>   |          |   |   |
| (a) Property, Plant and Equipment Assets  | 1        | 48,81,98,553                                | 51,14,14,135                                |
| (b) Capital Work-In-Progress  | 1        | 11,35,65,608                                | 2,88,23,164                                 |
| (c) Intangible Assets Under Development   | 1        | -   | -   |
| (d) Deferred Tax Assets (Net)   | 2        | -   | -   |
| (e) Long-Term Loans and Advances  | 3        | 2,70,78,931                                 | 1,87,39,175                                 |
| (f) Other Non-Current Assets  | 4        | 3,46,02,568                                 | 6,62,24,384                                 |
| <b>Total non-current assets</b>   |          | <b>66,34,45,660</b>                         | <b>62,52,00,858</b>                         |
| <b>II). Current Assets</b>  |          |   |   |
| (a) Current Investments   | 5        | 34,63,79,448                                | 36,51,02,801                                |
| (b) Inventories   | 6        | 15,90,78,151                                | 13,53,30,711                                |
| (c) Trade Receivables   | 7        | 18,91,51,966                                | 24,01,74,762                                |
| (d) Cash and Cash Equivalents   | 8        | 70,94,977                                   | 12,78,70,428                                |
| (e) Short-Term Loans & Advances and Deposits  | 9        | 20,94,63,938                                | 2,89,50,392                                 |
| <b>Total current assets</b>   |          | <b>91,11,68,480</b>                         | <b>89,74,29,094</b>                         |
| <b>TOTAL ASSETS</b>   |          | <b>1,57,46,14,140</b>                       | <b>1,52,26,29,952</b>                       |
| <b>EQUITY &amp; LIABILITIES</b>   |          |   |   |
| <b>III). Equity</b>   |          |   |   |
| (a) Equity Share Capital  | 10       | 9,66,73,170                                 | 9,66,73,170                                 |
| (b) Other Equity  | 11       | 1,09,35,63,646                              | 1,06,68,35,482                              |
| <b>Total Equity</b>   |          | <b>1,19,02,36,816</b>                       | <b>1,16,35,08,652</b>                       |
| <b>IV). Non-current liabilities</b>   |          |   |   |
| (a) Financial Liabilities   |          |   |   |
| (i). Borrowings   | 12       | 2,88,99,113                                 | 10,69,400                                   |
| (b) Deferred Tax Liabilites (Net)   | 2        | 10,77,162                                   | 7,19,066                                    |
| (c) Other Long Term Liabilites  |          | -   | -   |
| (d) Long-Term Provisions  |          | -   | -   |
| <b>Total Non-current liabilities</b>  |          | <b>2,99,76,275</b>                          | <b>17,88,466</b>                            |
| <b>V). Current liabilities</b>  |          |   |   |
| (a) Financial Liabilities   |          |   |   |
| (i). Borrowings   | 13       | 17,86,96,016                                | 16,18,73,226                                |
| (b) Trade Payables  | 14       | 16,65,81,769                                | 17,74,56,057                                |
| (c) Other Current Liabilites  | 15       | 44,33,466                                   | 1,51,70,205                                 |
| (d) Short-Term Provisions   | 16       | 46,89,800                                   | 28,33,347                                   |
| <b>Total current liabilities</b>  |          | <b>35,44,01,050</b>                         | <b>35,73,32,834</b>                         |
| The above standalone balance sheet should be read in conjunction with the accompanying notes. |          |   |   |
| <b>TOTAL LIABILITIES</b>  |          | <b>1,57,46,14,141</b>                       | <b>1,52,26,29,952</b>                       |

The accompanying Notes are an integral part of the financial statements

As per my report of even date  
For A Sachdev & Co  
Chartered Accountants

For and on behalf of the Board of Directors  
Kesar Petroproducts Limited

CA Manish Agarwal  
Partner  
Membership No. :078628  
Firm Regn. No. :001307C  
Place: Mumbai  
Dated : 26th MAY 2022  
UDIN:-22078628AJRBT5656

Ramjan Kadar Shaikh  
Executive Director & CEO  
  
Saba Shaikh  
Company Secretary

Dinesh Sharma  
Executive Director  
  
Jignesh Desai  
Chief Financial Officer



## KESAR PETROPRODUCTS LIMITED

### STATEMENT OF PROFIT AND LOSS FOR THE YEAR ENDED 31st MARCH 2022

| PARTICULARS   | NOTE No. | AS AT<br>31st MARCH 2022<br>(Rupees in INR) | AS AT<br>31st MARCH 2021<br>(Rupees in INR) |
|---|----------|---|---|
| <b>INCOME</b>   |          |   |   |
| Revenue from Operations   | 17       | 1,53,09,93,424                              | 1,24,28,90,494                              |
| Other Income  | 18       | 1,22,56,795                                 | 1,13,34,935                                 |
| <b>Total Revenue</b>  |          | <b>1,54,32,50,219</b>                       | <b>1,25,42,25,429</b>                       |
| <b>EXPENDITURE</b>  |          |   |   |
| Cost of Materials Consumed  | 19       | 1,22,49,62,071                              | 90,52,81,096                                |
| Changes in inventories of Finished Goods,<br>Work-in-Process and Stock-in-Trade | 20       | (2,71,82,515)                               | 5,94,75,820                                 |
| Employee Benefits Expense   | 21       | 5,79,06,820                                 | 5,01,61,026                                 |
| Finance Costs   | 22       | 24,49,985                                   | 37,79,183                                   |
| Depreciation and Amortisation Expense   | 23       | 6,02,19,274                                 | 5,93,72,816                                 |
| Other Expenses  | 24       | 19,46,86,322                                | 16,37,04,608                                |
| <b>Total Expenses</b>   |          | <b>1,51,30,41,958</b>                       | <b>1,24,17,74,549</b>                       |
| <b>Profit/Loss before exceptional items &amp; tax</b>                           |          | <b>3,02,08,261</b>                          | <b>1,24,50,880</b>                          |
| Exceptional items   | 25       | (6,05,701)                                  | (53,90,094)                                 |
| <b>Profit Before Tax</b>  |          | <b>2,96,02,560</b>                          | <b>70,60,786</b>                            |
| <u>Tax Expense:</u>   |          |   |   |
| Current Tax   |          | (25,16,300)                                 | -   |
| Deferred Tax (Cr)   |          | (3,58,096)                                  | (20,74,091)                                 |
|   |          | (28,74,396)                                 | (20,74,091)                                 |
| <b>Profit for the year after Tax</b>  |          | <b>2,67,28,164</b>                          | <b>49,86,695</b>                            |
| <b>Earnings Per Equity Share - Basic &amp; Diluted</b>                          |          | <b>0.28</b>                                 | <b>0.05</b>                                 |

The above standalone statement of profit and loss should be read in conjunction with the accompanying notes.

The accompanying Notes are an integral part of the financial statements

As per my report of even date  
For A Sachdev & Co  
Chartered Accountants

For and on behalf of the Board of Directors  
of Kesar Petroproducts Ltd

CA Manish Agarwal  
Partner  
Membership No. :078628  
Firm Regn. No. :001307C  
Place: Mumbai  
Dated : 26th MAY 2022

Ramjan Kadar Shaikh  
Executive Director  
  
Saba Shaikh  
Company Secretary

Dinesh Sharma  
Executive Director  
  
Jignesh Desai  
Chief Financial Officer

**KESAR PETROPRODUCTS LIMITED**

**CASH FLOW STATEMENT FOR THE YEAR ENDED 31st MARCH 2022**

| PARTICULARS  | AS AT<br>31st MARCH 2022<br>(Rupees in INR) | AS AT<br>31st MARCH 2021<br>(Rupees in INR) |
|--|---|---|
| <b>CASH FLOW FROM OPERATING ACTIVITIES</b>                                   |   |   |
| Net Profit/(Loss) before Tax & Extraordinary Items                           | 3,02,08,261                                 | 1,24,50,880                                 |
| Adjustments for:   |   |   |
| Depreciation & Amortizations   | 5,96,13,573                                 | 5,39,82,722                                 |
| Other Non Operating Income   | (1,22,56,795)                               | (1,13,34,935)                               |
| Interest and Finance Charges   | 7,12,232                                    | 4,80,69,011                                 |
| <b>Operating Profit before Working Capital Change</b>                        | <b>7,82,77,272</b>                          | <b>5,60,74,199</b>                          |
| (Increase)/Decrease in Current Assets  | (15,32,38,190)                              | 8,20,78,349                                 |
| Increase/(Decrease) in Current Liabilities                                   | (1,97,54,575)                               | (17,29,92,765)                              |
| <b>CASH GENERATED FROM OPERATIONS</b>  | <b>(9,47,15,493)</b>                        | <b>5,40,58,721</b>                          |
| Income Tax Paid  | (25,16,300)                                 | -   |
| <b>NET CASH FLOW FROM OPERATING ACTIVITIES (A)</b>                           | <b>(9,72,31,793)</b>                        | <b>5,40,58,721</b>                          |
| <b>CASH FLOW FROM INVESTING ACTIVITIES</b>                                   |   |   |
| Addition to Fixed Assets   | (9,01,24,321)                               | (2,13,93,893)                               |
| Increase In Investment   | 1,87,23,354                                 | (6,62,83,778)                               |
| (Increase)/Decrease in Non Current Assets                                    | -   | (34,41,870)                                 |
| Other Non Operating Income   | 1,22,56,795                                 | 1,13,34,935                                 |
| Interest Paid  | (7,12,232)                                  | (9,75,533)                                  |
| <b>NET CASH FLOW FROM INVESTING ACTIVITIES (B)</b>                           | <b>(5,98,56,406)</b>                        | <b>(8,07,60,139)</b>                        |
| <b>CASH FLOW FROM FINANCING ACTIVITIES</b>                                   |   |   |
| Increase/(Decrease) in Borrowing   | 4,46,52,503                                 | 7,95,82,485                                 |
| (Increase) / Decrease in Long Term Loans & Advances                          | (83,39,756)                                 | (87,57,684)                                 |
| <b>NET CASH FLOW FROM FINANCING ACTIVITIES (C)</b>                           | <b>3,63,12,747</b>                          | <b>7,08,24,801</b>                          |
| <b>Net (increase/decrease) in<br/>Cash &amp; Cash Equivalent (A + B + C)</b> | <b>(12,07,75,451)</b>                       | <b>4,41,23,383</b>                          |
| <b>Cash &amp; Cash Equivalent as on 01st April</b>                           | <b>12,78,70,428</b>                         | <b>8,37,47,044</b>                          |
| <b>Cash &amp; Cash Equivalent as on 31st March</b>                           | <b>70,94,978</b>                            | <b>12,78,70,428</b>                         |

The above Cash Flow Statement should be read in conjunction with the accompanying notes.

As per my report of even date  
For A Sachdev & Co  
Chartered Accountants

For and on behalf of the Board of Director:  
of Kesar Petroproducts Ltd

CA Manish Agarwal  
Partner  
Membership No. :078628  
Firm Regn. No. :001307C  
Place: Mumbai  
Dated : 26th MAY 2022  
#

Ramjan Kadar Shaikh  
Executive Director

Dinesh Sharma  
Executive Director

Saba Shaikh  
Company Secretary

Jignesh Desai  
Chief Financial Officer

**KESAR PETROPRODUCTS LIMITED**

**STATEMENT OF CHANGES IN EQUITY FOR THE YEAR ENDED 31st MARCH 2022**

**A). EQUITY SHARE CAPITAL**

| PARTICULARS                          | AS AT<br>31st MARCH 2022<br>(Rupees in INR) | AS AT<br>31st MARCH 2021<br>(Rupees in INR) |
|--------------------------------------|---|---|
| Balance at the beginning of the year | 9,66,73,170                                 | 9,66,73,170                                 |
| Add: Shares issued during the year   | -   | -   |
| Balance at the end of the year       | <b>9,66,73,170</b>                          | <b>9,66,73,170</b>                          |

**B). OTHER EQUITY**

| Particulars   | Reserves & Surplus            |                          |                               |                        |                       |
|---|-------------------------------|--------------------------|-------------------------------|------------------------|-----------------------|
|   | Securities<br>Premium Reserve | Profit & Loss<br>Account | Capital Subsidy<br>from SICOM | Revaluation<br>Reserve | Total Other Equity    |
| Balance at the beginning of the year                | 11,76,00,000                  | 66,55,79,222             | 30,00,000                     | 28,06,56,260           | <b>1,06,68,35,482</b> |
| Changes in accounting policy or prior period errors | -                             | -                        | -                             | -                      | -                     |
| On Account of Adoption of Ind AS during the year    | -                             | -                        | -                             | -                      | -                     |
| Profit after tax for the year                       | -                             | 2,67,28,164              | -                             | -                      | <b>2,67,28,164</b>    |
| Transfers to Other Reserves                         | -                             | -                        | -                             | -                      | -                     |
| Balance at the end of the year                      | <b>11,76,00,000</b>           | <b>69,23,07,386</b>      | <b>30,00,000</b>              | <b>28,06,56,260</b>    | <b>1,09,35,63,646</b> |

The above Statement of changes in Equity should be read in conjunction with the accompanying notes.

As per my report of even date  
For A Sachdev & Co  
Chartered Accountants

For and on behalf of the Board of Directors  
Kesar Petroproducts Limited

CA Manish Agarwal  
Partner  
Membership No. :078628  
Firm Regn. No. :001307C  
Place: Mumbai  
Dated : 26th MAY 2022

Ramjan Kadar Shaikh  
Executive Director

Saba Shaikh  
Company Secretary

Dinesh Sharma  
Executive Director

Jignesh Desai  
Chief Financial Officer

**KESAR PETROPRODUCTS LIMITED**

**NOTE:1 PROPERTY, PLANT AND EQUIPMENT (AT COST) AS AT 31ST MARCH 2022**

| Particulars                        | GROSS BLOCK         |                             |                             |                     | ACCUMULATED DEPRECIATION |                             |                    |                     | NET BLOCK           |                     |
|------------------------------------|---------------------|-----------------------------|-----------------------------|---------------------|--------------------------|-----------------------------|--------------------|---------------------|---------------------|---------------------|
|                                    | As at<br>01/04/2021 | Addition during<br>the year | Deletion during<br>the year | As at<br>31/03/2022 | As at<br>01/04/2021      | Deletion during<br>the year | For the year       | As at<br>31/03/2022 | As at<br>31/03/2022 | As at<br>31/03/2021 |
| <b>Tangible Assets</b>             |                     |                             |                             |                     |                          |                             |                    |                     |                     |                     |
| Building - Non Plant               | 3,21,76,620         | -                           | -                           | 3,21,76,620         | 47,54,177                | -                           | 5,08,391           | 52,62,568           | 2,69,14,052         | 2,74,22,443         |
| Building - Plant                   | 9,91,64,109         | -                           | -                           | 9,91,64,109         | 2,34,77,743              | -                           | 31,43,502          | 2,66,21,246         | 7,25,42,863         | 7,56,86,366         |
| Factory & Office Equipment         | 95,24,098           | 16,04,545                   | -                           | 1,11,28,642         | 41,15,777                | -                           | 8,00,270           | 49,16,047           | 62,12,595           | 54,08,321           |
| Furniture, Fixture & Fittings      | 2,00,53,744         | 14,700                      | -                           | 2,00,68,444         | 67,19,288                | -                           | 18,76,266          | 85,95,555           | 1,14,72,890         | 1,33,34,456         |
| Land (Lease Hold)                  | 15,62,08,800        | -                           | -                           | 15,62,08,800        | 2,83,092                 | -                           | -                  | 2,83,092            | 15,59,25,708        | 15,59,25,708        |
| Laptop & Computer System           | 10,58,706           | 2,05,569                    | -                           | 12,64,276           | 8,85,949                 | -                           | 87,374             | 9,73,322            | 2,90,953            | 1,72,757            |
| Plant & Machinery                  | 32,41,09,528        | -                           | -                           | 32,41,09,528        | 9,45,07,657              | -                           | 2,09,73,725        | 11,54,81,382        | 20,86,28,146        | 22,96,01,871        |
| Vehicles                           | 1,02,42,511         | 65,65,049                   | (81,76,997)                 | 86,30,563           | 63,80,297                | (51,69,010)                 | 12,07,930          | 24,19,217           | 62,11,345           | 38,62,213           |
| <b>Total Tangible Assets (A)</b>   | <b>65,25,38,115</b> | <b>83,89,863</b>            | <b>(81,76,997)</b>          | <b>65,27,50,982</b> | <b>14,11,23,981</b>      | <b>(51,69,010)</b>          | <b>2,85,97,458</b> | <b>16,45,52,429</b> | <b>48,81,98,553</b> | <b>51,14,14,135</b> |
| <b>Intangible Assets</b>           |                     |                             |                             |                     |                          |                             |                    |                     |                     |                     |
| Capital WIP                        | 2,88,23,164         | 8,47,42,444                 | -                           | 11,35,65,608        | -                        | -                           | -                  | -                   | 11,35,65,608        | 2,88,23,164         |
| Intangible Capital WIP             | -                   | -                           | -                           | -                   | -                        | -                           | -                  | -                   | -                   | -                   |
| <b>Total Intangible Assets (B)</b> | <b>2,88,23,164</b>  | <b>8,47,42,444</b>          | <b>-</b>                    | <b>11,35,65,608</b> | <b>-</b>                 | <b>-</b>                    | <b>-</b>           | <b>-</b>            | <b>11,35,65,608</b> | <b>2,88,23,164</b>  |
| <b>Total Assets ( A + B )</b>      | <b>68,13,61,280</b> | <b>9,31,32,307</b>          | <b>(81,76,997)</b>          | <b>76,63,16,590</b> | <b>14,11,23,981</b>      | <b>(51,69,010)</b>          | <b>2,85,97,458</b> | <b>16,45,52,429</b> | <b>60,17,64,161</b> | <b>54,02,37,299</b> |

**KESAR PETROPRODUCTS LIMITED**

**NOTES ON FINANCIAL STATEMENTS FOR THE YEAR ENDED 31st MARCH 2022**

| <b>NOTE No.</b> | <b>PARTICULARS</b>   | <b>AS AT<br/>31st MARCH 2022<br/>(Rupees in INR)</b> | <b>AS AT<br/>31st MARCH 2021<br/>(Rupees in INR)</b> |
|-----------------|--|--|--|
| <b>2</b>        | <b>DEFERRED TAX ASSET / (LIABILITY)</b>                              |  |  |
|                 | On account of difference in depreciation as per books and income tax | (10,77,162)  | (7,19,066)   |
|                 | <b>Total</b>   | <b>(10,77,162)</b>                                   | <b>(7,19,066)</b>                                    |
| <b>3</b>        | <b>LONG TERM LOANS AND ADVANCES</b>                                  |  |  |
|                 | Balance with Government Authorities                                  | 83,81,031  | 16,64,281  |
|                 | Other Loans & Advances   | 1,86,97,900  | 1,70,74,894  |
|                 | <b>Total</b>   | <b>2,70,78,931</b>                                   | <b>1,87,39,175</b>                                   |
| <b>4</b>        | <b>OTHER NON CURRENT ASSETS</b>                                      |  |  |
|                 | Unamortized Expenses   | 3,46,02,568  | 6,62,24,384  |
|                 | <b>Total</b>   | <b>3,46,02,568</b>                                   | <b>6,62,24,384</b>                                   |
| <b>5</b>        | <b>CURRENT INVESTMENTS</b>   |  |  |
|                 | Bank Deposit Receipts  | 11,57,79,885   | 11,09,58,259   |
|                 | Mutual Funds - Unquoted (Fair value through Profit & Loss)           | 1,07,99,563  | 3,56,44,542  |
|                 | Quoted Equity Instruments  | 21,98,00,000   | 21,85,00,000   |
|                 | <b>Total</b>   | <b>34,63,79,448</b>                                  | <b>36,51,02,801</b>                                  |
| <b>6</b>        | <b>INVENTORIES</b>   |  |  |
|                 | (As certified & valued by the management)                            |  |  |
|                 | Raw Materials including Stores & Spares                              | 5,34,20,774  | 5,68,55,849  |
|                 | Work In Process  | 2,57,04,680  | 1,87,62,264  |
|                 | Finished Goods   | 7,99,52,697  | 5,97,12,598  |
|                 | <b>Total</b>   | <b>15,90,78,151</b>                                  | <b>13,53,30,711</b>                                  |
| <b>7</b>        | <b>TRADE RECEIVABLES</b>   |  |  |
|                 | Undisputed Receivables - Considered Good                             | 18,91,51,966   | 24,01,74,762   |
|                 | <b>Total</b>   | <b>18,91,51,966</b>                                  | <b>24,01,74,762</b>                                  |
|                 | <b>Ageing (Due within)</b>   |  |  |
|                 | Within 90 days   | 16,53,88,152   | 22,66,58,394   |
|                 | Within 6 months  | 1,77,29,484  | 32,24,170  |
|                 | Within 6 months - 1 year   | 65,183   | 85,83,788  |
|                 | Within 1 year - 2 years  | 55,34,488  | 16,96,384  |
|                 | Within 2 years - 3 years   | 4,34,660   | -  |
|                 | Over 3 years   | -  | 12,026   |
|                 | <b>Total</b>   | <b>18,91,51,966</b>                                  | <b>24,01,74,762</b>                                  |
| <b>8</b>        | <b>CASH AND CASH EQUIVALENTS</b>                                     |  |  |
|                 | Balance with Banks in Current Accounts:                              | 17,74,467  | 12,44,46,591   |
|                 | Cash on Hand   | 53,20,510  | 34,23,837  |
|                 | <b>Total</b>   | <b>70,94,977</b>                                     | <b>12,78,70,428</b>                                  |

| NOTE No.  | PARTICULARS  | AS AT<br>31st MARCH 2022<br>(Rupees in INR) | AS AT<br>31st MARCH 2021<br>(Rupees in INR) |
|-----------|--|---|---|
| <b>9</b>  | <b>SHORT TERM LOANS &amp; ADVANCES AND DEPOSITS</b>  |   |   |
|           | Others Loans & Advances Recoverable  | 20,94,63,938                                | 2,89,50,392                                 |
|           | <b>Total</b>   | <b>20,94,63,938</b>                         | <b>2,89,50,392</b>                          |
| <b>10</b> | <b>EQUITY SHARE CAPITAL</b>  |   |   |
|           | AUTHORISED SHARE CAPITAL:  |   |   |
|           | 35,00,00,000 Equity shares of Re. 1/- each<br>(PY 35,00,00,000 Equity shares of Re.1/- each)   | <b>35,00,00,000</b>                         | <b>35,00,00,000</b>                         |
|           | ISSUED, SUBSCRIBED & PAID UP   |   |   |
|           | 9,66,73,170 Equity Shares of Re. 1/- each fully paid up<br>(Previous Year 9,66,73,170 Equity Shares of Re.1/- each fully paid up)  | 9,66,73,170                                 | 9,66,73,170                                 |
|           | <b>Total</b>   | <b>9,66,73,170</b>                          | <b>9,66,73,170</b>                          |
| 10.1      | Terms/ rights attached to equity shares The company has only one class of equity shares having par value Rs. 1/- per share. Each holder of equity shares is entitled to one vote per share |   |   |
| 10.2      | Reconciliation of No of shares outstanding is given below:-  |   |   |
|           | Equity Shares at the beginning of the year   | 9,66,73,170                                 | 9,66,73,170                                 |
|           | Add: Shares issued during the year   | -   | -   |
|           | Less: Shares forfeited during the year   | -   | -   |
|           | Equity shares at the end of the year   | <b>9,66,73,170</b>                          | <b>9,66,73,170</b>                          |
| <b>11</b> | <b>OTHER EQUITY</b>  |   |   |
|           | Capital Subsidy from SICOM   | 30,00,000                                   | 30,00,000                                   |
|           | Securities Premium   | 11,76,00,000                                | 11,76,00,000                                |
|           | Profit & Loss Account  |   |   |
|           | As per last Balance Sheet  | 66,55,79,222                                | 66,05,92,527                                |
|           | Add/(Less): Deferred Tax Assets/Liabilities  | (3,58,096)                                  | (20,74,091)                                 |
|           | Less: Provision for Taxation   | (25,16,300)                                 | -   |
|           | Add: Profit for the year   | 2,96,02,560                                 | 70,60,786                                   |
|           | Less: Dividend & Dividend Distribution Tax   | -   | -   |
|           | Other Equity   | 28,06,56,260                                | 28,06,56,260                                |
|           | <b>Total</b>   | <b>1,09,35,63,646</b>                       | <b>1,06,68,35,482</b>                       |
| <b>12</b> | <b>NON CURRENT BORROWINGS</b>  |   |   |
|           | a) Term loans from banks/financial institutions  | 2,88,99,113                                 | 10,69,400                                   |
|           | b) Others  | -   | -   |
|           | <b>Total</b>   | <b>2,88,99,113</b>                          | <b>10,69,400</b>                            |
| <b>13</b> | <b>CURRENT BORROWINGS</b>  |   |   |
|           | (a) Working Capital Loan from Bank   | 17,86,96,016                                | 16,18,73,226                                |
|           | (b) Bill Discounting Facility against FDR  | -   | -   |
|           | <b>Total</b>   | <b>17,86,96,016</b>                         | <b>16,18,73,226</b>                         |
| <b>14</b> | <b>TRADE PAYABLES</b>  |   |   |
|           | Micro,Small and Medium Enterprises   | -   | -   |
|           | Others   | 16,65,81,769                                | 17,74,56,057                                |
|           | <b>Total</b>   | <b>16,65,81,769</b>                         | <b>17,74,56,057</b>                         |
| <b>15</b> | <b>OTHE CURRENT LIABILITIES</b>  |   |   |
|           | Other Liabilities  | 1,33,02,700                                 | 1,49,83,749                                 |
|           | Unclaimed Dividend   | 6,01,571                                    | 6,01,571                                    |
|           | Statutory Dues   | (94,70,805)                                 | (4,15,115)                                  |
|           | <b>Total</b>   | <b>44,33,466</b>                            | <b>1,51,70,205</b>                          |

| NOTE No.  | PARTICULARS  | AS AT<br>31st MARCH 2022<br>(Rupees in INR) | AS AT<br>31st MARCH 2021<br>(Rupees in INR) |
|-----------|--|---|---|
| <b>16</b> | <b>SHORT TERM PROVISIONS</b>   |   |   |
|           | Provision For Income Tax   | 46,89,800                                   | 28,33,347                                   |
|           | <b>Total</b>   | <b>46,89,800</b>                            | <b>28,33,347</b>                            |
| <b>17</b> | <b>REVENUE FROM OPERATIONS</b>   |   |   |
|           | Sale of products   | 1,53,09,93,424                              | 1,24,28,90,494                              |
|           | Other Operating Revenues   | -   | -   |
|           | <b>Total</b>   | <b>1,53,09,93,424</b>                       | <b>1,24,28,90,494</b>                       |
| <b>18</b> | <b>OTHER INCOMES</b>   |   |   |
|           | Discount Received  | 2,05,483                                    | 39,43,304                                   |
|           | Rent Received  | 1,85,172                                    | 7,000                                       |
|           | Interest Recd  | 1,07,11,575                                 | 68,19,956                                   |
|           | Exchange Rate Fluctuation  | 9,98,479                                    | 3,13,003                                    |
|           | Duty Drawback  | 1,56,085                                    | 2,51,673                                    |
|           | <b>Total</b>   | <b>1,22,56,795</b>                          | <b>1,13,34,935</b>                          |
| <b>19</b> | <b>CONSUMPTION OF RAW MATERIALS</b>  |   |   |
|           | Opening stock of Raw Materials   | 5,68,55,849                                 | 6,20,24,832                                 |
|           | Add: Purchase of Raw Materials   | 1,22,15,26,996                              | 90,01,12,113                                |
|           | Less: Closing Stock of Raw Materials   | (5,34,20,774)                               | (5,68,55,849)                               |
|           | Cost of Raw Material Consumed  | 1,22,49,62,071                              | 90,52,81,096                                |
|           | <b>Total</b>   | <b>1,22,49,62,071</b>                       | <b>90,52,81,096</b>                         |
| <b>20</b> | <b>CHANGES IN INVENTORIES OF FINISHED GOODS, STOCK IN PROCESS AND STOCK IN TRADE</b> |   |   |
|           | Opening Balance  | 7,84,74,862                                 | 13,79,50,682                                |
|           | Less : Closing Stock   | (10,56,57,377)                              | (7,84,74,862)                               |
|           | <b>Total</b>   | <b>(2,71,82,515)</b>                        | <b>5,94,75,820</b>                          |
| <b>21</b> | <b>EMPLOYEES BENEFITS EXPENSES</b>   |   |   |
|           | Salaries & Wages   | 5,59,84,907                                 | 4,86,57,714                                 |
|           | Staff Welfare  | 19,21,914                                   | 15,03,312                                   |
|           | <b>Total</b>   | <b>5,79,06,820</b>                          | <b>5,01,61,026</b>                          |
| <b>22</b> | <b>FINANCE COSTS</b>   |   |   |
|           | Bank Charges   | 14,37,753                                   | 23,78,438                                   |
|           | Interest on Bank Loans   | 7,12,232                                    | 9,75,533                                    |
|           | Listing fees   | 3,00,000                                    | 4,25,213                                    |
|           | <b>Total</b>   | <b>24,49,985</b>                            | <b>37,79,183</b>                            |
| <b>23</b> | <b>DEPRECIATIONS &amp; AMORTIZATIONS</b>   |   |   |
|           | Depreciation on Assets   | 2,85,97,458                                 | 2,77,51,000                                 |
|           | Deferred Revenue Expenses W/off  | 3,16,21,816                                 | 3,16,21,816                                 |
|           | <b>Total</b>   | <b>6,02,19,274</b>                          | <b>5,93,72,816</b>                          |

| <b>NOTE No.</b> | <b>PARTICULARS</b>                      | <b>AS AT<br/>31st MARCH 2022<br/>(Rupees in INR)</b> | <b>AS AT<br/>31st MARCH 2021<br/>(Rupees in INR)</b> |
|-----------------|---|--|--|
| <b>24</b>       | <b>OTHER EXPENSES</b>                   |  |  |
|                 | Advertisement & Publicity               | 3,72,520   | 2,11,105   |
|                 | Auditors Remuneration                   | 3,50,000   | 1,50,000   |
|                 | Commissions Paid                        | -  | 8,85,947   |
|                 | CSR Expenses incurred                   | 8,40,000   | -  |
|                 | Electricity & Water                     | 7,10,75,581  | 7,38,20,710  |
|                 | Fees, Subscriptions & Rates             | 11,70,375  | 12,92,371  |
|                 | Festival Expenses                       | 5,02,440   | 4,61,912   |
|                 | Insurance                               | 67,56,730  | 48,14,869  |
|                 | Interest paid on Statutory Dues         | 35,385   | 1,65,096   |
|                 | Labour Charges                          | 3,27,74,789  | 2,65,56,209  |
|                 | Legal & Professional Charges            | 40,69,147  | 53,77,720  |
|                 | Office Expenses                         | 13,95,430  | 13,17,909  |
|                 | Packing & Forwarding                    | 98,71,160  | 74,80,580  |
|                 | Penalty on Taxes                        | 8,40,607   | 1,92,738   |
|                 | Petrol & Diesel Exp                     | 23,86,532  | 35,46,549  |
|                 | Printing & Stationery                   | 3,44,933   | 3,34,432   |
|                 | Rates & Taxes                           | 10,65,706  | 1,50,118   |
|                 | Rent Paid                               | 1,08,00,000  | 48,00,000  |
|                 | Repairs & Maintenance                   | 2,32,16,759  | 1,04,60,564  |
|                 | Security Charges                        | 29,53,519  | 27,45,072  |
|                 | Selling & Distribution Costs            | 64,78,922  | 54,42,183  |
|                 | Stores & Spares, Other Factory Expenses | 36,74,712  | 48,72,543  |
|                 | Transport & Handling                    | 91,53,300  | 68,73,087  |
|                 | Travelling & Conveyance                 | 45,57,775  | 17,52,894  |
|                 | <b>Total</b>                            | <b>19,46,86,322</b>                                  | <b>16,37,04,608</b>                                  |
| <b>25</b>       | <b>EXCEPTIONAL EXPENSES</b>             |  |  |
|                 | Loss due to fire                        | 97,714   | 53,90,094  |
|                 | Loss on Sale of Car                     | 5,07,987   | -  |
|                 | <b>Total</b>                            | <b>6,05,701</b>                                      | <b>53,90,094</b>                                     |



| NOTE No.  | PARTICULARS  | AS AT<br>31st MARCH 2022<br>(Rupees in INR) | AS AT<br>31st MARCH 2021<br>(Rupees in INR) |
|-----------|--|---|---|
| <b>26</b> | <b>FINANCIAL RATIOS</b>  |   |   |
|           | <b>Current ratio</b><br>(Total current assets/Current liabilities)<br>[Current liabilities: Total current liabilities - Current maturities of non-current borrowings and lease obligations]<br>(Net debt/Equity)<br>[Net debt: Non-current borrowings + Current borrowings + Non-current and current lease liabilities - Current investments - Cash and cash equivalents]<br>[Equity: Equity share capital + Other equity + Hybrid perpetual (EBIT/(Net finance charges + Scheduled principal repayments of non-current borrowings and lease obligations (excluding prepayments) during the period))<br>[EBIT: Profit before taxes +/- Exceptional items + Net finance charges]<br>[Net finance charges: Finance costs (excluding interest on current borrowings) - Interest income - Dividend income from current investments - Net gain/(loss) on sale of current investments] | 2.57  | 2.51  |
|           | <b>Return on Equity (%)</b><br>(Profit after tax (PAT)/ Equity)<br>[Equity: Equity share capital + Other equity + Hybrid perpetual securities]   | 0.17  | 0.14  |
|           | <b>Inventory turnover ratio (in days)</b><br>(Inventory/Sale in days)  | 113   | 68  |
|           | <b>Debtors turnover ratio (in days)</b><br>(Average trade receivables/Turnover in days) [Turnover: Revenue from operations]  | 2.25%                                       | 0.43%                                       |
|           | <b>Trade payables turnover ratio (in days)</b><br>(Trade Payables/Expenses)<br>[Expenses: Total Expenses - Finance Cost - Depreciation and Amortisation Expense – Employee Benefit Expenses]   | 38  | 40  |
|           | <b>Net capital turnover ratio (in days)</b><br>(Working capital/Turnover)<br>[Working capital: Current assets - Current liabilities] [Current liabilities: Total current liabilities - Current maturities of long-term debt and leases]<br>[Turnover: Revenue from operations]   | 45  | 71  |
|           | <b>Net profit ratio (%)</b><br>(Net profit after tax/Turnover)<br>[Turnover: Revenue from operations]  | 44  | 57  |
|           | <b>Return on Capital Employed (%)</b><br>(EBIT/Capital employed)<br>[Capital Employed: Equity share capital + Other equity + Non current borrowings + Current borrowings ]<br>[EBIT: Profit before taxes +/- Exceptional items + Net finance   | 0.36  | 0.43  |
|           | <b>Return on investment (%)</b><br>(Net interest income / investments )  | 1.75%                                       | 0.40%                                       |
|           |  | 2.21%                                       | 1.01%                                       |
|           |  | 3.09%                                       | 1.87%                                       |