



AANANDA LAKSHMI SPINNING MILLS LIMITED

Date: 29th August, 2023

To
The Deputy General Manager
Corporate Relationship Department
B.S.E. Limited
1st Floor, Rotunda Building,
P.J. Towers, Dalal Street, Fort
Mumbai – 400 001

Dear Sir,

Subject: Submission of 10th Annual Report along with the Notice of the Annual General Meeting (AGM) of the Company for the Financial Year 2022-23

Ref.: BSE Scrip Code: 539096

Pursuant to Regulation 30 and 34 of the Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015 ("Listing Regulations"), please find enclosed herewith the Notice convening 10th Annual General Meeting(" AGM") and the Annual Report of the Company for the Financial Year 2022-23.

The 10th AGM of the Company is scheduled to be held on Friday, 22nd September, 2023 at 10.30 A.M at Incredible One Hotel, 1-2-40, 41 & 43, Park Lane, Sandhu Apartment, Kalasiguda, Secunderabad-500003 Telangana.

This is for your information and records.

Thanking you,

Yours faithfully

For Aananda Lakshmi Spinning Mills Limited

DEVENDER KUMAR
AGARWAL

Digitally signed by DEVENDER KUMAR
AGARWAL
Date: 2023.08.29 15:11:50 +05'30'

Devender Kumar Agarwal
Managing Director
DIN: 00042156

Encl. As above

www.aanandalakshmi.com

Registered Office:
Surya Towers, 6th Floor, 105, S.P Road
Secunderabad – 500 003, Telangana, India
Telephone : (91) 40 2784333
Email : info@aanandalakshmi.com
CIN: L17121TG2013PLC086564



AANANDA LAKSHMI SPINNING MILLS LIMITED

10th Annual Report 2022-2023



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Important Communication to Members

The Ministry of Corporate Affairs has taken a "Green Initiative in the Corporate Governance" by allowing paperless compliances by the companies and has issued circular stating that service of notice/ documents including Annual Report can be sent by e-mail to its members. To support this green initiative of Government in full measure, members who have not registered their e-mail addresses, so far, are requested to register their e-mail addresses in respect of electronic holdings with the Depository through their concerned Depository Participants.



CORPORATE INFORMATION

Board of Directors

Mr. Devender Kumar Agarwal	Managing Director & CFO
Mr. Manish Gupta	Non-Executive Independent Director
Mrs. Sushma Gupta	Non-Executive Independent Director
Mr. Uttam Gupta	Non-Executive Independent Director

Company Secretary & Compliance Officer

Ms. Ashu

Auditors

M/s. K.S.Rao & Co.
Flat No. 602, Golden Green Apartments,
Irrum Manzil Colony,
Hyderabad - 500082

Bankers

State Bank of India
Union Bank of India

Registered Office

6th Floor, Surya Towers, 105
S.P.Road, Secunderabad-500003, Telangana
Website: www.aanandalakshmi.com
Email: info@aanandalakshmi.com
CIN: L17121TG2013PLC086564
Phone: 91-40-27898982

Audit Committee

Mr. Manish Gupta
Mr. Devender Kumar Agarwal
Mr. Uttam Gupta

Stakeholders' Relationship Committee

Mr. Devender Kumar Agarwal
Mr. Manish Gupta
Mr. Uttam Gupta

Nomination & Remuneration Committee

Mr. Manish Gupta
Mrs. Sushma Gupta
Mr. Uttam Gupta
Listed on BSE Limited
ISIN: INE197R01010
Scrip Code: 539096

Registrar and Share Transfer Agents

KFIN Technologies Limited
Selenium Tower B, Plot No 31 & 32,
Gachibowli, Financial District, Nanakramguda,
Serilingampally, Ranga Reddy District
Hyderabad – 500032
Tel No. 040-67162222, Fax No. 040-23420814
E-mail: einward.ris@kfintech.com
Website: www.kfintech.com

FACTORIES

Unit I:

Spinning Division
Bhongir, Nalgonda Dist.
Telangana- 508 116

NOTICE

Notice is hereby given that the 10th annual general meeting of the members of Aananda Lakshmi Spinning Mills Limited will be held on Friday the 22nd day of September 2023 at 10:30 am at Incredible One Hotel, 1-2-40, 41 & 43, Park Lane, Sandhu Apartment, Kalasiguda, Secunderabad, Telangana 500003 to transact the following business:

ORDINARY BUSINESS

1. To receive, consider and adopt the Audited financial statements of the company for the financial year ended 31st March, 2023 together with the reports of the board of directors and auditors thereon.
2. To appoint a director in place of Mr. Devender Kumar Agarwal (DIN: 00042156), who retires by rotation and being eligible, offers himself for reappointment as a Director liable to retire by rotation.

SPECIAL BUSINESS

3. **To approve the re-appointment of Mr. Devender Kumar Agarwal, (DIN: 00042156) as Managing Director of the Company**

To consider and if thought fit, to pass the following resolution as a Special Resolution:

“RESOLVED THAT pursuant to the provisions of Section 196, 197, 203 and any other applicable provisions of the Companies Act, 2013 and the rules framed thereunder (including any statutory modification(s) or re-enactment thereof for the time being in force), read with Schedule V to the Companies Act, 2013 and the Articles of Association of the Company and based on the recommendation of Nomination and Remuneration Committee and the consent of the Board of Directors of the Company be and is hereby accorded for the re-appointment of Mr. Devender Kumar Agarwal, (DIN: 00042156), as Managing Director of the Company for a period of Three years commencing from 03rd September 2023 to 02nd September 2026.

RESOLVED FURTHER THAT the Board of Directors of the Company or any committee thereof be and is hereby authorized to do all such acts, deeds and things as in its absolute discretion it may think necessary, expedient or desirable; to settle any question or doubt that may arise in relation thereto in order to give effect to the foregoing resolution.”

4. **To fix and approve the remuneration payable to Mr. Devender Kumar Agarwal, as Managing Director**

To consider and if thought fit, to pass the following resolution as a Special Resolution:

“RESOLVED THAT pursuant to the provisions of Sections 197, 198 read with Schedule V and other applicable provisions and the Rules made thereunder if any, of the Companies Act, 2013 and the Companies (Appointment and Remuneration of Managerial Personnel) Rules, 2014 (including any statutory modification(s) or reenactment(s) thereof, for the time being in force), applicable clauses of the Articles of Association of the Company and based on the recommendation of Nomination and Remuneration Committee, the consent of the Board of Directors of the Company be and is hereby accorded for Payment of remuneration to Mr. Devender Kumar Agarwal, (DIN: 00042156) Managing Director and CFO of the Company for the period of 3 (three) Years from 03rd September 2023 to 02nd September 2026 notwithstanding that such remuneration may exceed overall managerial remuneration being the limit specified under section 197 and on the terms and conditions as mentioned below:

- a. Basic Salary: Rs. 1,25,000/- (Rupees One lakh Twenty Five Thousand only) per month
- b. Commission: @ 1% (one percent) of Net Profits of the Company or 50% (Fifty percent) of the basic salary, whichever is less.
- c. Perquisites: In addition to salary and commission as stated above Mr. Devender Kumar Agarwal, shall be entitled to the following perquisites:

PART – A

- i. Rent free furnished residential accommodation with all facilities and amenities including such services such as gas, electricity, water etc. or House Rent Allowance to the extent of 40% of the basic salary whichever is higher.



- ii. Medical Reimbursement: Reimbursement of medical expenses for self and family subject to a ceiling of one month's basic salary in a year or three month's basic salary over a period of three years.
- iii. Leave Travel Concession: For self and family once in a year in accordance with the Rules of the Company.
- iv. Fees of clubs: Subject to a maximum of two clubs provided that no life membership or admission fees is paid.
- v. Personal Accident Insurance: Premium not to exceed Rs. 15000/- (Rupees Fifteen Thousand) per annum.

PART – B

- vi. Contribution to Provident Fund, Superannuation Fund or Annuity Fund as per the Rules of the Company, if any.
- vii. Gratuity payable shall not exceed half a month's basic salary for each completed year of service.

PART – C

- viii. Provision of car for use of Company's business and telephone and other communications at residence.

FURTHER RESOLVED THAT in the event of loss or inadequacy of profits in any financial year during the aforesaid period, the Company will pay Mr. Devender Kumar Agarwal remuneration and perquisites not exceeding the ceiling laid down in Schedule V to the Companies Act, 2013

FURTHER RESOLVED THAT, Board of Directors of the Company be and is hereby authorised severally to do all such acts, deeds, matters and things as may be considered necessary or desirable to give effect to this resolution and matters incidental thereto.”

**By order of the Board
For Aananda Lakshmi Spinning Mills Limited**

Devender Kumar Agarwal

Managing Director & CFO

DIN: 00042156

Place: Secunderabad

Date: 12.08.2023

NOTES:

1. An explanatory statement pursuant to Section 102 of the Companies Act, 2013 ("the Act") relating to the Special Business to be transacted at the Annual General Meeting is annexed hereto.
2. A Member entitled to attend and vote at the Annual General Meeting (AGM) is entitled to appoint a proxy to attend and vote on poll instead of himself and such proxy need not be a member of the Company.

A person can act as proxy on behalf of members not exceeding fifty and holding in the aggregate not more than 10% of the total share capital of the Company carrying voting rights. The holder of the proxy shall prove his/her identity at the time of attending the meeting.
3. A form of proxy is enclosed to this annual report. No instrument of proxy shall be valid unless:
 - a. it is signed by the member or by his / her attorney duly authorised in writing or, in the case of joint holders, the signature of any one holder on proxy form will be sufficient, but names of all the joint holders should be stated or, in the case of body corporate, it is executed under its common seal, if any, or signed by its attorney duly authorised in writing; provided that an instrument of proxy shall be sufficiently signed by any member, who for any reason is unable to write his/her name, if his / her thumb impression is affixed thereto, and attested by a judge, magistrate, registrar or sub-registrar of assurances or other government gazetted officers or any officer of a Nationalised Bank;
 - b. it is duly stamped and deposited at the Registered Office of the Company not less than 48 hours before the time fixed for the meeting i.e. by 10:30 a.m. on Wednesday, 20th September, 2023, together with the power of attorney or other authority (if any), under which it is signed or a copy of that power of attorney certified by a notary public or a magistrate unless such a power of attorney or the other authority is previously deposited and registered with the Company / Registrar & Share Transfer Agent;
4. Members / proxies are requested to bring duly filled attendance slips, sent herewith, to attend the Meeting and proxy holder shall prove his identity at the time of attending the meeting;
5. Every member entitled to vote at the Annual General Meeting of the Company can inspect the proxies lodged with the Company at any time during the business hours of the Company during the period beginning twenty-four (24) hours before the time fixed for the commencement of the Annual General Meeting and ending on the conclusion of the meeting. However, a prior notice of not less than three (3) days in writing of the intention to inspect the proxies lodged shall be required to be provided to the Company;
6. Institutional / Corporate Members (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., together with attested specimen signature(s) of the duly authorised representative(s), to attend the AGM on its behalf and to vote through remote e-voting. The said Resolution / Authorisation shall be sent by email through its registered email address to the scrutinizer email id: rashida@rna-cs.com with a copy marked to evoting@kfintech.com and to the Company at secdept@suryavanshi.com.
7. The Register of Members and Transfer Books of the Company will be closed from **Saturday, September 16, 2023, to Friday, September 22, 2023** (both days inclusive) for the purpose of the Annual General Meeting.
8. Members are requested to intimate changes, if any, pertaining to their name, postal address, e-mail address, telephone/mobile numbers, Permanent Account Number (PAN), mandates, nominations, power of attorney, bank details such as, name of the bank and branch details, bank account number, MICR code, IFSC code, etc.:
 - a. For shares held in electronic form: to their Depository Participants (DPs).
 - b. For shares held in physical form: to the Company/ KFintech in prescribed Form ISR- I and other forms pursuant to SEBI Circular. SEBI Circular mandated the furnishing of PAN, address with PIN, email address, mobile number, bank account details and nomination by holders of physical securities. Folios wherein any one of the cited document / details are not available on or after October 01, 2023, shall be frozen by KFintech.



- Further, Shareholders holding shares in physical form are requested to ensure that their PAN is linked to Aadhaar to avoid freezing of folios. Such frozen folios shall be referred by RTA/ Company to the administering authority under the Benami Transactions (Prohibitions) Act, 1988 and/or Prevention of Money Laundering Act, 2002, if the securities continue to remain frozen as on 31st December, 2025.
9. Members may please note that SEBI vide its Circular No. SEBI/HO/MIRSD/MIRSD RTAMB/P/CIR/2022/8 dated January 25, 2022 has mandated the listed companies to issue securities in dematerialized form only while processing service requests viz. issue of duplicate securities certificate; claim from unclaimed suspense account; renewal/ exchange of securities certificate; endorsement; sub-division/splitting of securities certificate; consolidation of securities certificates/ folios; transmission and transposition. Accordingly, Members are requested to make service requests by submitting a duly filled and signed Form ISR – 4 and/or ISR-5. It may be noted that any service request can be processed only after the folio is KYC compliant.
 10. In terms of Regulation 40 of LODR Regulations, except in case of transmission or transposition of securities, requests for effecting transfer of securities shall not be processed unless the securities are held in the dematerialized form with a depository. In view of this and to eliminate all risks associated with physical shares and for ease of portfolio management, all Members holding shares in physical form are requested to demat their shares at the earliest.
 11. As per the provisions of Section 72 of the Act and SEBI Circular, the facility for making nomination is available for the Members in respect of the shares held by them as under:
 - a. Members holding shares in physical mode: Members who have not yet registered their nomination are requested to register the same by submitting Form No. SH-13. If a Member desires to opt out or cancel the earlier nomination and record a fresh nomination, he/ she may submit the same in Form ISR-3 or SH-14 as the case may be.
 - b. Members holding shares in electronic mode: Members holding shares in electronic form may contact their respective Depository Participants for availing this facility.
 12. Members holding shares in physical form, in identical order of names, in more than one folio are requested to send to the Company or KFintech, the details of such folios together with the share certificates along with the requisite KYC Documents for consolidating their holdings in one folio. Requests for consolidation of share certificates shall be processed in dematerialized form.
 13. Pursuant to Section 101 and 136 of the Act read with relevant Rules made thereunder and Regulation 36(1) (a) of LODR Regulations, soft copy of the Annual Report and other communications shall be served to members through electronic mode to those members who have registered their e-mail address either with the Company or KFintech or with any Depositories. As per provisions of Section 20 of the Act read with Rules made thereunder, a document may be served on any member by sending it to him by post or by registered post or by speed post or by courier or by delivering at his office or address, or by such electronic or other mode as may be prescribed including by facsimile telecommunication or to electronic mail address, which the member has provided to his / her Depository Participant / the Company's Registrar & Share Transfer Agent from time to time for sending communications, provided that a member may request for delivery of any document through a particular mode, for which he shall pay such fees as may be determined by the Company in its Annual General Meeting. Those members, who desire to receive notice / financial statement / other documents through e-mail, are requested to communicate their e-mail ID and changes thereto, from time to time, to his / her Depository Participant (in case of Shares held in dematerialised form) / KFintech in Form ISR I (in case of Shares held in physical form).
- Accordingly, soft copy of the Annual Report including the notice of the 10th Annual General Meeting of the Company in electronic form, inter-alia, indicating the process and manner of e-voting along with Attendance Slip and Proxy Form would be sent to all members whose email IDs are registered with the Company / KFintech / Depository Participant(s). Members may also note that the Notice of the 10th Annual General Meeting and the Annual Report for the financial year 2022 - 23 will also be available on the Company's website www.aanandalakshmi.com for download and also on the website of KFintech <http://www.kfintech.com/>. Even after registering for e-communication, members are entitled to receive such communication in printed form, upon making a

request for the same to the Company's investor email id: secdept@suryavanshi.com.

14. The Company's Registrar & Share Transfer Agent is **KFIN Technologies Limited**, Selenium Tower B, Plot No 31 & 32, Gachibowli, Financial District, Nanakramguda, Serilingampally, Hyderabad – 500032, Tel No. 040-67162222, Fax No. 040-23420814, e-mail: einward.ris@kfintech.com, Website: <https://www.kfintech.com>
15. Brief resume and other requisite details of Mr. Devender Kumar Agarwal in terms of Regulation 36(3) of Securities and Exchange Board of India (Listing Obligation & Disclosure Requirement) Regulations 2015 (LODR Regulations) is provided in the Corporate Governance Report forming part of the Annual Report. None of the Directors of the Company are inter-se related to each other.
16. Members holding shares in the same name under different Ledger Folios are requested to apply for consolidation of such Folios and send the relevant share certificates to the RTA/Company.
17. **E-voting**
 - i. In terms of the provisions of Section 108 of the Act read with Rule 20 of the Companies (Management and Administration) Rules, 2014 ("the Rules"), as amended and Regulation 44 of LODR Regulations read with SEBI circular dated 9th December, 2020, the Company is providing remote e-voting facility to those members whose names appear in the register of members/list of Beneficial Owners as received from National Securities Depository Limited ("NSDL") and Central Depository Services (India) Limited ("CDSL") as on the "cut-off date" fixed for the purpose, to exercise their right to vote at the 10th AGM by electronic means. Members may transact the business through e-voting. A person who is not a member as on the cut-off date should treat this Notice for information purpose only;
 - ii. The facility for voting through Ballot form shall be made available at the Meeting and the members attending the Meeting who have not cast their vote by remote e-voting shall be able to vote at the Meeting through Ballot form.
 - iii. A Member can opt for only single mode of voting i.e., either through e-voting or by Ballot Form. If a Member cast votes by both

modes, then voting done through e-voting shall prevail and vote by Ballot shall be treated as invalid. The members who have cast their vote by remote e-voting may also attend the Meeting but shall not be entitled to cast their vote again.

- iv. The Board of Directors of the Company has appointed Smt. Rashida Adenwala, Practicing Company Secretary, Partner, R & A Associates, Hyderabad as Scrutinizer to voting process (e-voting and ballot) in a fair and transparent manner and she has communicated her willingness to be appointed and will be available for same purpose.
- v. The e-voting period commences on Monday, 18th September, 2023 (9:00 AM IST) and ends on Thursday, 21st September, 2023 (5:00 PM IST). During the e-voting period, members of the Company, holding shares either in physical form or in dematerialized form, may cast their votes electronically. The e-voting module shall be disabled by KFintech for voting after 5:00 PM IST Thursday, 21st September, 2023. Once the vote on a resolution is cast by a member, whether partially or otherwise, the Member shall not be allowed to change it subsequently or cast vote again.
- vi. Voting rights shall be reckoned on the paid-up value of shares registered in the name of the member / beneficial owner (in case of electronic shareholding) as on the cut-off date i.e., **15th September, 2023**.
- vii. A person, whose name is recorded in the register of members or in the register of beneficial owners maintained by the depositories as on the cut-off date, i.e., **15th September, 2023** only shall be entitled to avail the facility of remote e-voting as well as voting at AGM through ballot form.
- viii. Subject to receipt of requisite number of votes, the Resolutions shall be deemed to be passed on the date of the Meeting, i.e., 22nd September, 2023.
- ix. **THE INSTRUCTIONS FOR MEMBERS FOR REMOTE E-VOTING ARE AS UNDER:**
How do I vote electronically using NSDL e-Voting system?

The way to vote electronically on NSDL

e-Voting system is mentioned below:

Step 1: Access to NSDL e-Voting system

A) Login method for e-Voting 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:

Type of shareholders	Login Method
Individual Shareholders holding securities in demat mode with NSDL.	<ol style="list-style-type: none"> 1. Existing IDeAS user can visit the e-Services website of NSDL Viz. https://eservices.nsdl.com either on a Personal Computer or on a mobile. On the e-Services home page click on the “Beneficial Owner” icon under “Login” which is available under ‘IDeAS’ 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 “Access to e-Voting” under e-Voting services and you will be able to see e-Voting page. Click on company name or e-Voting service provider i.e., Kfin Technologies Limited and you will be re-directed to e-Voting website of Kfin Technologies Limited for casting your vote during the remote e-Voting period or joining virtual meeting & voting during the meeting. 2. If you are not registered for IDeAS e-Services, option to register is available at https://eservices.nsdl.com. Select “Register Online for IDeAS Portal” or click at https://eservices.nsdl.com/SecureWeb/IdeasDirectReg.jsp 3. 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. Once the home page of e-Voting system is launched, click on the icon “Login” which is available under ‘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. On successful authentication, you will enter the e-voting module of NSDL. Click on “Active E-voting Cycles / VC or OAVMs” option under E-voting. You will see Company Name on the next screen. Click on the e-voting link available against Aananda Lakshmi Spinning Mills Ltd and you will be re- directed to the e-voting page of KFin to cast your vote without any further authentication. 4. Shareholders/Members can also download NSDL Mobile App “NSDL Speede” facility by scanning the QR code mentioned below for seamless voting experience. <p style="text-align: center; color: blue;">NSDL Mobile App is available on</p> <div style="display: flex; justify-content: center; gap: 20px;">   </div> <div style="display: flex; justify-content: center; gap: 20px; margin-top: 10px;">   </div>

<p>Individual Shareholders holding securities in demat mode with CDSL</p>	<ol style="list-style-type: none"> 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 https://web.cdslindia.com/myeasi/home/login or www.cdslindia.com and click on New System Myeasi. After successful login of Easi/Easiest the user will be also able to see the E Voting Menu. The Menu will have links of e-Voting service provider i.e., NSDL. Click on NSDL to cast your vote. If the user is not registered for Easi/Easiest, option to register is available at https://web.cdslindia.com/myeasi/Registration/EasiRegistration Alternatively, the user can directly access e-Voting page by providing demat Account Number and PAN No. from a link in www.cdslindia.com home page. The system will authenticate the user by sending OTP on registered Mobile & Email as recorded in the demat Account. After successful authentication, user will be provided links for the respective ESP i.e., Kfin Technologies Limited where the e-Voting is in progress.
<p>Procedure to login through their demat accounts / website of depository participant</p>	<p>You can also login using the login credentials of your Demat account through your Depository Participant registered with NSDL/ CDSL for e-voting facility. An option for “e-voting” will be available once you have successfully logged-in through your respective logins. Click on the option “e-voting” and you will be redirected to e-voting modules of NSDL/CDSL (as may be applicable). Click on options available against the Company’s Name: Aananda Lakshmi Spinning Mills Limited or E-Voting Service Provider – KFin. You will be redirected to e-voting website of KFin for casting your vote during the remote e-voting period without any further authentication</p>

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

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

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

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

Procedure for Members whose email IDs are registered with the Company / Depository Participant(s), and who receives email from KFinTech which will include details of E-Voting Event Number (EVEN), User ID and password:

- Launch internet browser by typing / clicking the URL: <https://evoting.kfintech.com>
- Enter the login credentials (i.e. User ID and password). In case of physical folio, User ID will be EVEN (E-Voting Event Number), followed by folio number. In case of Demat account, User ID will be your DP ID and Client ID. However, if you are already registered with KFinTech for e-voting, you can use your existing User ID and password for casting the vote.
- After entering these details appropriately, click on “LOGIN”.



4. You will now reach password change menu wherein you are required to mandatorily change your password. The new password shall comprise of minimum 8 characters with at least one upper case (A-Z), one lower case (a-z), one numeric value (0-9) and a special character (@, #, \$, etc.). The system will prompt you to change your password and update your contact details like mobile number, email ID etc. on first login. You may also enter a secret question and answer of your choice to retrieve your password in case you forget it. It is strongly recommended that you do not share your password with any other person and that you take utmost care to keep your password confidential.
5. You need to login again with the new credentials.
6. On successful login, the system will prompt you to select the E-voting Event Number (EVEN) for Aananda Lakshmi Spinning Mills Limited” and click on “Submit”.
7. On the voting page, enter the number of shares (which represents the number of votes) as on the Cut-off Date under “FOR/AGAINST” or alternatively, you may partially enter any number in “FOR” and partially “AGAINST” but the total number in “FOR/ AGAINST” taken together shall not exceed your total shareholding as mentioned herein above. You may also choose the option “ABSTAIN”. If the Member does not indicate either “FOR” or “AGAINST” it will be treated as “ABSTAIN” and the shares held will not be counted under either head.
8. Members holding multiple folios/demat accounts shall choose the voting process separately for each folio/demat accounts.
9. Voting has to be done for each item of the notice separately. In case you do not desire to cast your vote on any specific item, it will be treated as abstained.
10. You may then cast your vote by selecting an appropriate option and click on “Submit”.
11. A confirmation box will be displayed.
12. Click “OK” to confirm or else “CANCEL” to modify. Once you have voted on the resolution(s), you will not be allowed to modify your vote. During the voting period, Members can login any number of times till they have voted on the Resolution(s).

In case email ID of Members is not registered with the Company/Depository Participants, then such Members are requested to register/update their email addresses with the Depository Participant(s) (in case of shares held in Dematerialised form) and inform KFintech at the email id: evoting@kfintech.com (in case of Shares held in physical form):

1. Upon registration, Member will receive an e-mail from KFintech which includes details of E-Voting Event Number (EVEN), USER ID and password.
2. Please follow all steps mentioned above to cast your vote by electronic means.

Any member who has forgotten the user id and password, may obtain / generate / retrieve the same from KFintech in the manner as mentioned below:

1. If the mobile number of the member is registered against Folio No. / DP ID / Client ID, the member may send SMS: MYEPWD E-Voting Event Number + Folio No. or DP ID Client ID to the mobile no. 9212993399

Example for NSDL: MYEPWD IN12345612345678

Example for CDSL: MYEPWD I402345612345678

Example for Physical: MYEPWD XXXX1234567890

2. If e-mail address or mobile number of the member is registered against Folio No. / DP ID Client ID, then on the home page of <https://evoting.kfintech.com>, the member may click “Forgot Password” and enter Folio No. or DP ID Client ID and PAN to generate a password.

3. Members who may require any technical assistance or support before or during the AGM are requested to contact KFinTech at toll free number 1800-309-4001 or write to them at evoting@kfintech.com

General Guidelines for shareholders

1. Members holding shares as on the cut-off date shall be entitled to vote through e-voting or during the AGM. In case of joint holders, the Member whose name appears as the first holder in the order of names as per the Register of Members / List of Beneficial Owner of the Company will be entitled to vote during the AGM.
2. Details of persons to be contacted for issues relating to e-voting:
 - i. Further, in case of queries and / or grievance, in respect of voting by electronic means, members may refer to the Help & Frequently Asked Questions (FAQs) and E-voting user manual available at the download section of <https://evoting.kfintech.com> or contact at evoting@kfintech.com.
 - ii. For any further clarification, Members may contact Ms. Sheetal Doba, Manager Corporate Registry, KFin Technologies Limited, Selenium Tower B, Plot 31-32, Gachibowli, Financial District, Nanakramguda, Hyderabad – 500 032. Contact No. 040-6716 1500/1509 Toll Free No.: 1800-309-4001, E-mail: einward.ris@kfintech.com.
3. 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 rashida@rna-cs.com with a copy marked to evoting@nsdl.co.in.
4. 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 to reset the password.
5. The Board of Directors of the Company has appointed Smt. Rashida Adenwala, Practicing Company Secretary, Partner, R & A Associates, Hyderabad as Scrutinizer to voting process (e-voting and ballot) in a fair and transparent manner and she has communicated her willingness to be appointed and will be available for same purpose.
6. The Scrutinizer shall immediately after the conclusion of voting at the general meeting, first count the votes cast during the meeting, thereafter unblock the votes cast through remote e-voting in the presence of at least two (2) witnesses not in the employment of the Company and make, not later than two working days of conclusion of the meeting, submit a consolidated scrutiniser’s report of the total votes cast in favour or against, if any, to the Chairman or to any person authorised by him, who shall countersign the same.
7. The Chairman or authorized person shall declare the result of the voting forthwith on receiving of the Scrutinizer’s Report. The Results declared along with the Scrutinizer’s Report shall be placed on the Company’s website www.aanandalakshmi.com and on the website of KFin at <https://evoting.kfintech.com/public/Downloads.aspx> and shall be communicated to the Stock Exchanges. If, as per the report of the scrutinizer, a resolution is passed, then the resolution shall be deemed to have been passed at the AGM of the Company scheduled on Friday, 22nd September, 2023.

KPRISM- MOBILE SERVICE APPLICATION BY KFIN:

Members are requested to note that, KFin has a mobile application - KPRISM and website <https://kprism.kfintech.com> for online service to Members.

Members can download the mobile application, register themselves (onetime) for availing host of services viz., consolidated portfolio view serviced by KFin, dividends status etc. through the mobile app, members can also download Annual reports, standard forms and keep track of upcoming General Meetings and dividend disbursements. The mobile application is available for download from Android Play Store. Alternatively, Investors can also visit the link <https://kprism.kfintech.com/app/> to download the mobile application.



Instructions and other information relating to Ballot Form:

- (i) A member desiring to exercise voting by using Ballot Form shall complete the enclosed Ballot Form with assent (FOR) or dissent (AGAINST) and send it to the Scrutinizer, Smt. Rashida Adenwala, Practising Company Secretary, Partner at R&A Associates, Hyderabad, duly appointed by the Board of Directors of the Company, to the given address Office No. T 202, Technopolis, I-10-74/B, Above Ratnadeep Super Market, Chikoti Gardens, Begumpet, Hyderabad, Telangana 500016. Ballot Forms deposited in person or sent by post or courier at the expense of the member will also be accepted at the Registered Office of the Company.
 - (ii) Please convey your assent in Column "FOR" or dissent in the column "AGAINST" by placing a tick ("") mark in the appropriate column in the Ballot Form only. The assent / dissent received in any other form / manner will not be considered.
 - (iii) Duly completed and signed Ballot Forms shall reach the Scrutinizer on or before 21st September 2023 (5.00 PM. IST). The Ballot Forms received after the said date /time shall be strictly treated as if the reply from the Member has not been received. Alternatively, the members may cast their votes by ballot at the venue during the proceedings of Annual General Meeting
 - (iv) Unsigned/incomplete Ballot Forms will be rejected. Scrutinizer's decision on validity of the Ballot Form shall be final.
 - (v) A member may request duplicate Ballot Form, if so required, by writing to the Company at its Registered Office or by sending an email on secdept@suryavanshi.com by mentioning their Folio No. / DP ID and Client ID. However, the duly filled in duplicate Ballot Form should reach the scrutinizer not later than 21st September 2023 (5.00PM. IST).
- 18.** Members/proxies/Authorized representatives should bring their soft/hard copy of the Annual Report and Attendance Slip and sent herein for attending the Meeting. Proxy or Authorized representatives of members should state on the Attendance Slip as 'Proxy' or 'Authorized Representative', as the case may be. Further, those who hold shares in demat form are requested to write their client Id and DP Id and those who hold shares in physical forms are requested to write their Folio number on the Attendance Slip for easy identification at the meeting.
- 19.** A route map showing directions to reach the venue of the 10th AGM is given at the end of the Notice.

**By order of the Board
For Aananda Lakshmi Spinning Mills Limited**

**Devender Kumar Agarwal
Managing Director & CFO
DIN: 00042156**

**Place: Secunderabad
Date: 12.08.2023**

EXPLANATORY STATEMENT PURSUANT TO SECTION 102 OF THE COMPANIES ACT, 2013**ITEM NO. 3 & 4**

The Company had appointed Mr. Devender Kumar Agarwal, at the 07th AGM held on 2nd December, 2020 as Managing Director of the Company for a period of three years from 03rd September, 2020. The present terms of appointment of Mr. Devender Kumar Agarwal is expiring on 02nd September, 2023. Considering his knowledge of various aspects relating to the Company's affairs and long business experience, the Board of Directors has, based on the recommendation of the Nomination and Compensation Committee and subject to the approval of the Members of the Company, approved the re-appointment of Mr. Devender Kumar Agarwal as Managing Director for a further period of 3 (Three) years with effect from 03rd September, 2023.

Mr. Devender Kumar Agarwal is not disqualified from being re-appointed as a Director in terms of Section 164 of the Companies Act, 2013 and has given his consent to act as a Managing Director.

In terms of the provisions of the Act and the Articles of Association of the Company, the Board of Directors of the Company at its meeting held on 30th May 2023 and on the recommendation of the Nomination and Remuneration Committee in its meeting held on 30th May 2023, approved the re-appointment of Mr. Devender Kumar Agarwal as Managing Director (KMP) of the Company subject to the approval of members/shareholders of the Company in Annual General Meeting to be held on Friday, 22nd day of September, 2023 as a Special Resolution for a period of three years from 03rd September 2023 to 02nd September 2026.

Reference to the provision of section 196, 197 and 203 of the Companies act, 2013, read with schedule V to the companies act 2013 along with the Ministry of Corporate Affairs (MCA) through its notification dated 12 September 2018 notified provisions of the Companies (Amendment) Act, 2017 (Amendment Act, 2017) and amended schedule V of Companies Act, 2013, requires members approval for payment of managerial remuneration to the managerial person for period of not exceeding 3 years by way of special resolution. Hence the Board recommends the resolution for member approval by way of special resolution, provided that such variation or increase in remuneration may be beyond the specified limit as specified under the relevant provisions of Section 196, 197 and Schedule V to the Companies Act, 2013 pursuant to notification issued by Ministry of Corporate Affairs (MCA) dated 12 September 2018.

Since the company had defaulted in the repayment of the loans to financial institutions and banks and had entered in the One Time Settlement with Union Bank of India (formerly Andhra bank), he was not drawing remuneration or salary from the company. Now, the company has cleared the outstanding dues under the OTS scheme and is no longer in default, it is proposed that the members consider the remuneration to be provided to Mr. Devender Kumar Agarwal as mentioned in the resolution. It is submitted that based on the projections, the overall managerial remuneration may exceed the limits specified in Section 197 of the Companies Act, 2013, therefore pursuant to Section 196, 197 read with Schedule V of the Companies Act, 2013, the remuneration as recommended by the Nomination and remuneration committee and decided by the Board is required to be approved by the Members.

Mr. Devender Kumar Agarwal is one of the promoter directors of Aananda Lakshmi Spinning Mills Limited and has vast knowledge of textile industry of more than 30 years and his experience in diverse fields and guidance is considered vital for the Company's growth. He is the Managing Director and has been associated with the Company from inception.

Brief resume of Mr. Devender Kumar Agarwal, nature of his expertise in specific functional areas, names of companies in which he holds directorships and memberships / chairmanships of Board Committees and shareholding etc. as stipulated under the Listing Regulations, are provided as an Annexure I to this notice.

Additional Disclosure about the appointee as per Schedule V of the Companies Act, 2013



I. General Information

1. Nature of industry	The company is in the business of trading in the textiles sector and Real Estate sector.
2. Date or expected date of commencement of commercial production	Not applicable, Company is in existence and operations since 2013
3. In case of new companies, expected date of commencement of activities as per project approved by financial institutions appearing in the prospectus	Not Applicable
4. Financial performance based on given indicators	As on 31st March, 2023, Total revenue from Operations – Rs. 194.59 lakh Profit Before Tax – Rs. 501.39 lakh Profit After Tax – Rs. 501.39 lakh
5. Foreign investments or collaborations, if any	At present the Company does not have any Collaboration, either technical or financial.

Information about Managing Director:

S.No	Particular	Details
1.	Background details	Mr. Devender Kumar Agarwal is the Chairman and Managing Director of the Company. He holds a bachelor degree
2.	Past remuneration	Rs.1,65,000/- P.M. Plus applicable allowances and perquisites paid in F.Y 2018-2019. Later, due to default in payment of loans to financial institution, no remuneration drawn by them
3.	Recognition or awards	Nil
4.	Job profile and his suitability	He has vast experience in Textile Industry. He has been associated with group company from last 25 years and he is serving as executive director of the company from inception. In addition to the above he looks after ginning operations of Group, Administration and Export Activities of the Company.
5.	Remuneration proposed	a) Basic Salary: 1,25,000/- (Rupees One Lakhs Twenty Five Thousand only) per month b) Commission: @ 1% (one percent) of Net Profits of the Company or 50% (Fifty percent) of the basic salary, whichever is less. c) Perquisites: In addition to salary and commission as stated above Mr. Devender Kumar Agarwal, shall be entitled to perquisite.
6.	Comparative remuneration profile with respect to industry, size of the company, profile of the position and person (in case of expatriates the relevant details would be with respect to the country of his origin)	Taking into consideration the qualification, knowledge, experience and the responsibilities shouldered by said Directors, remuneration paid to him with respect to this industry and size
7.	Pecuniary relationship directly or indirectly with the company, or relationship with the managerial personnel, if any	Mr. Devender Kumar Agarwal, Managing Director has the direct pecuniary relationship by way of remuneration from the company.

Other Information:

1	Reasons of loss	Not Applicable
2	Steps taken or proposed to be taken for improvement	Not Applicable
3	Expected increase in productivity and profits in measurable terms	Not Applicable

The Board recommends the Resolution at Item No. 03 & 04 for approval of the shareholders as special resolution.

None of the Directors/Key Managerial Personnel of the Company/their relatives, except Mr. Devender Kumar Agarwal and his relative, is in any way concerned or interested, in the said resolution.



DETAILS OF DIRECTORS SEEKING RE-APPOINTMENT AT THE ANNUAL GENERAL MEETING

(Pursuant to Regulation 36(3) of the SEBI (Listing Obligation and Disclosure Requirement) Regulations, 2015, the brief profile of Directors eligible for re-appointment vide item no. 2 is as follows:)

Name of the Director	Mr. Devender Kumar Agarwal
DIN	00042156
Date of Birth	26.11.1967
Date of Appointment on the Board	21.03.2013
Nationality	Indian
Qualification	B.Com
Expertise in specific functional area	Experience of more than 25 years in Textiles business.
Number of shares held in the Company as on 31.03.2023	14,86,088
List of the directorships held in other companies	Suryavanshi Industries Limited
Chairman/ Member in the Committees of the Boards of companies in which he is Director*	Nil

* Committee memberships/chairmanships includes only Audit Committee and Stake holders' Relationship Committee of other Public Limited Company (whether Listed or not).

There is no inter-se relationship between Board Members.

BOARD'S REPORT

Dear Member,

Your directors are pleased to present the 10th Directors Report of the Company for the year ended March 31, 2023.

FINANCIAL HIGHLIGHTS AND COMPANY AFFAIRS

The financial highlights of the company are as follows:-

(Rs. In lakhs)

PARTICULARS	2022-2023	2021-2022
Turnover/Revenue	194.59	752.22
Gross Profit before financial charges & depreciation & exceptional items	-85.21	191.67
Less: Depreciation	8.27	34.52
Financial charges	129.59	112.12
Exceptional items	724.46	86.25
Profit / (Loss) before taxation	501.39	131.28
Tax expenses	-	-
Profit / (Loss) after taxation	501.39	131.28

OPERATIONS

During the year under review the company achieved total turnover of Rs. 194.59 Lakhs which is lower than that of the previous year. The operations in the year have ended with a profit of Rs. 501.39 Lakhs as against profit of Rs. 131.28 Lakhs in previous year.

DIVIDEND

Keeping in view the future growth and expansion of company, The Board of Directors has decided to retain profits. Hence does not recommend any dividend during the financial year under review.

TRANSFER TO RESERVES

The Company has not proposed to transfer any amount to the general reserve for the year ended March, 2023.

SHARE CAPITAL

There is no change in paid up Share Capital of the company during the year under review.

PUBLIC DEPOSITS

The Company has not accepted any deposits covered under Chapter V of the Companies Act, 2013 ("Act"). Accordingly, there is no disclosure or reporting required in respect of details relating to deposits.

CHANGE IN THE NATURE OF BUSINESS, IF ANY

During the year, your company decided to carry its business activities in two business segments i.e. textiles and real estate activities.

MATERIAL CHANGES AND COMMITMENTS AFFECTING THE FINANCIAL POSITION OF THE COMPANY

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

PARTICULARS OF LOANS, GUARANTEES OR INVESTMENTS

The Company has not made any loan pursuant to the provisions of Section 186 of Companies Act, 2013.

Corporate Guarantee given by Aananda Lakshmi Spinning Mills Limited, in favour of Kotak Mahindra bank as security for repayment of financial facilities granted by the Bank to Suryavanshi Spinning Mills Ltd of Rs. 800 Lakhs and to Sheshadri Industries Ltd of Rs. 1200 Lakhs.



OTHER MANAGEMENT POLICES

The following policies are placed in company's website at <http://www.aanandalakshmi.com>

- Policy for determination of materiality
- Policy on code of conduct
- Policy on Code of Fair disclosure
- RPT Policy

CORPORATE GOVERNANCE

The Company's paid-up equity share capital is less than Rs. 10 crores and net worth is less than Rs. 25 crores as on the last day of the previous financial year. As such, according to Regulation 15(2)(a) of the SEBI(Listing Obligations and Disclosure Requirements) Regulations,2015, the compliances with respect to Corporate Governance disclosures are not applicable to your Company. However, your Company strives to incorporate the appropriate standards for Corporate Governance in the interest of the stakeholders of the Company.

DEPOSITORY SYSTEM

Your Company's shares are tradable compulsorily in electronic form and your Company has connectivity with both the Depositories i.e. National Securities Depository Limited (NSDL) and Central Depository Service (India) Limited (CDSL). As per the SEBI (Listing Obligations & Disclosure Requirements) (Fourth Amendment) Regulations, 2018, vide Gazette notification dated June 8, 2018 & 30th November, 2018 mandated that Share transfer shall be mandatorily carried out in dematerialized form only w.e.f. from April 1, 2019. In view of the numerous advantages offered by the Depository System, members are requested to avail the facility of Dematerialization of the Company's shares on either of the Depositories mentioned as aforesaid.

LISTING AT STOCK EXCHANGE

The Equity shares of the Company are listed on Bombay Stock Exchange Limited, Mumbai.

BOARD OF DIRECTORS AND KEY MANAGERIAL PERSONNEL

• CHANGES IN DIRECTORS

Retire by Rotation

Pursuant to provisions of the Companies Act, 2013, Mr. Devender Kumar Agarwal, Managing Director will retire at this Annual General Meeting and being eligible, offers himself for re-appointment, subject to the approval of shareholders at the forthcoming 10th AGM. For reference of the shareholders, a brief profile of Mr. Devender Kumar Agarwal is given in the Notice convening the 10th AGM.

Resignation of Director

Mr. Jeetender Kumar Agarwal resigned from the Company, from close of business hours on June 16, 2022. The Board placed on record its appreciation for the work done by him during his tenure.

• DISQUALIFICATIONS OF DIRECTORS

None of the directors are disqualified under Section 164(2) of the Act. They are not debarred from holding the office of Director pursuant to order of SEBI or any other authority.

• KEY MANAGERIAL PERSONNEL

As on 31st March, 2023, following are the Key Managerial Personnel of the Company:

- i. Mr. Devender Kumar Agarwal- Managing Director & Chief Financial Officer
- ii. Ms. Ashu- Company Secretary & Compliance Officer

- **DECLARATION BY INDEPENDENT DIRECTORS**

All Independent Directors of your Company have given a declaration pursuant to Section 149(7) of the Companies Act, 2013 and Regulation 25(8) SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 affirming compliance to the criteria of Independence as laid down under Section 149(6) of the Companies Act, 2013 and Regulation 16(1)(b) of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015.

Based on the declaration(s) of Independent Directors, the Board of Directors recorded its opinion that all Independent Directors are independent of the Management and have fulfilled the conditions as specified in the Companies Act, 2013 and the Rules made there under.

Independent Directors are not liable to retire by rotation, in terms of Section 149(13) of the Act.

- **BOARD EVALUATION**

Pursuant to the provisions of the Companies Act, 2013 and the Listing Regulations, the Board has carried out performance evaluation of its own performance, the Directors (including the Chairman) individually, as well as the evaluation of the working of the Committees. The performance evaluation process has been designed in such a manner which helps to measure effectiveness of the entire Board, its Committees and Directors. Such processes help in ensuring the overall performance of the Board and demonstrates a high level of corporate governance standards. There are various key performance areas and evaluation criteria which are measured and analysed during the performance evaluation process.

- **NOMINATION AND REMUNERATION POLICY**

The Board on the recommendation of the Nomination & Remuneration Committee framed a policy for selection and appointment of Directors, Senior Management and their remuneration as required under Sec 178 of the Companies Act, 2013 and Regulation 19(4) read with Schedule II of the SEBI (Listing Obligations and Disclosures Requirements) Regulations, 2015.

- **FAMILIARIZATION PROGRAMME OF INDEPENDENT DIRECTORS**

The Company has formulated a familiarization program for Independent Directors to provide insights into the Company's manufacturing, marketing, finance and other important aspects to enable the Independent Directors to understand its business in depth and contribute significantly to the Company. The details of such program are available on the Company's website (www.aanandalakshmi.com)

BOARD AND THEIR COMMITTEES

- **COMPOSITION OF BOARD AND THEIR MEETINGS**

As on 31st March, 2023, the board of Directors comprises of 4 (Four) Directors of these, 1 (One) is Executive Director and 3 (Three) are Independent Directors. The Chairman is an Executive Director.

The Board of Directors met eight (8) times during the financial year. The intervening gap between the meetings was within the period prescribed under the Act and Listing Regulations. Details of no. of board meeting and Directors' attendance at Board meetings given below:-

Sr. No.	Date of Board Meeting	No. of Directors present at meeting
1.	30/05/2022	5
2.	17/06/2022	4
3.	21/07/2022	4
4.	25/07/2022	4
5.	13/08/2022	4
6.	14/11/2022	4
7.	18/11/2022	4
8.	08/02/2023	4



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

There is no inter-se relationship between Board Members.

- **AUDIT COMMITTEE**

As on March 31, 2023, the Audit Committee consisted of Mr.Devender Kumar Agarwal, Mr. Uttam Gupta and Mr. Manish Gupta. All the recommendations made by the Audit Committee were accepted by the Board.

The Committee met 5 (five) times during the financial year. Details of no. of Audit Committee meeting and members' attendance at meetings given below:-

Sr.No.	Date of Meeting	No. of Members present at meeting
1.	30/05/2022	3
2.	17/06/2022	3
3.	13/08/2022	3
4.	14/11/2022	3
5.	08/02/2023	3

- **NOMINATION & REMUNERATION COMMITTEE**

As on March 31, 2023, the Nomination & Remuneration Committee consisted of Mrs. Sushma Gupta, Mr. Uttam Gupta and Mr. Manish Gupta. All the recommendations made by the Committee were accepted by the Board.

The Committee met 3 (three) times during the financial year. Details of no. of Nomination & Remuneration Committee meeting and members' attendance at meetings given below:-

Sr.No.	Date of Meeting	No. of Members present at meeting
1.	30/05/2022	3
2.	13/08/2022	3
3.	18/11/2022	3

- **STAKEHOLDERS' RELATIONSHIP COMMITTEE**

Your company has constituted a Stakeholders' Relationship Committee to specifically look into the mechanism of redressal of grievances of shareholders and other security holders.

As on March 31, 2023, the Stakeholders' Relationship Committee of the Board of Directors consisted of Mr. Devender Kumar Agarwal, Mr. Uttam Gupta and Mr. Manish Gupta.

The Committee met four times during the financial year. Details of no. of Stakeholders' Relationship Committee meeting and members' attendance at meetings given below:-

Sr.No.	Date of Meeting	No. of Members present at meeting
1.	07/04/2022	3
2.	12/07/2022	3
3.	05/10/2022	3
4.	17/01/2023	3

- **SEPARATE MEETING OF INDEPENDENT DIRECTOR**

During the year under review, a separate meeting of Independent Directors was held on 08th February 2023 wherein the performance of Chairman, Board and Executive Directors was evaluated and all Independent Directors were present at the meeting.

DIRECTORS' RESPONSIBILITY STATEMENT

In terms of Section 134(5) of the Act, your Directors state that:

- a. Applicable accounting standards have been followed in the preparation of the annual accounts;
- b. Accounting policies have been selected and applied consistently. Judgments and estimates made are reasonable and prudent, so as to give a true and fair view of the state of affairs of the Company at the end of FY2023 and of the profit of the Company for that period;
- c. Proper and sufficient care has been taken to maintain adequate accounting records in accordance with the provisions of the Act for safeguarding the assets of the Company and for preventing and detecting fraud and other irregularities
- d. Annual accounts have been prepared on a going concern basis;
- e. Adequate internal financial controls for the Company to follow have been laid down and these are operating effectively; and
- f. Proper and adequate systems have been devised to ensure compliance with the provisions of all applicable laws and these systems are operating effectively.

ADEQUACY OF INTERNAL FINANCIAL CONTROL SYSTEMS

The Company has adopted the policies and procedures for ensuring the orderly and efficient conduct of its business, including adherence to the Company's policies, the safeguarding of its assets, the prevention and detection of frauds and errors, the accuracy and completeness of the accounting records and the timely preparation of reliable financial information.

The Company has in place adequate internal financial controls with reference to financial statements. The Company's internal control systems, including internal financial controls, are commensurate with the nature of its business and the size and complexity of its operations and the same are adequate and operating effectively. These systems are periodically tested and no reportable material weakness in the design or operation was observed. The internal auditors of the company conduct audit on regular basis and the Audit Committee reviews adequacy and effectiveness of the Company's internal control system including internal financial controls.

RISK MANAGEMENT

The Company recognizes that risk is an integral and unavoidable component of business and is committed to managing the risk in a proactive and efficient manner. The Company as part of business strategy has in place a mechanism to identify, assess, monitor risks and mitigate various risks with timely action.

RELATED PARTY TRANSACTIONS

All related party transactions that were entered into during the financial year were on an arm's length basis and were in the ordinary course of business. Your Company did not enter into any material related party transactions with Promoters, Directors, Key Managerial Personnel or other designated persons during the financial year under review. Hence, the form AOC-2 is not required to be attached to this report separately

VIGIL MECHANISM/ WHISTLE-BLOWER

The Company has a 'Whistle Blower Policy'/'Vigil Mechanism' in place. The objective of the Vigil Mechanism is to provide the employees, Directors, customers, contractors and other stakeholders of the Company an impartial and fair avenue to raise concerns and seek their redressal, in line with the Company's commitment to the highest possible standards of ethical, moral and legal business conduct and fair dealings with all its stakeholders and constituents and its commitment to open communication channels. The Company is also committed to provide requisite safeguards for the protection of the persons who raise such concerns from reprisals or victimization, for whistle blowing in good faith. The Board of Directors affirms and confirms that no personnel have been denied access to the Audit Committee. The Policy contains the provision for direct access to the Chairman of the Audit Committee in appropriate or exceptional cases.

The Policy on vigil mechanism cum Whistle Blower may be accessed on the Company's website at the link: <https://www.aanandalakshmi.com> there were no complaints received during the year 2022-23.



STATUTORY AUDITORS

M/s K.S. Rao & Co., Chartered Accountants, Hyderabad (ICAI Firm Registration No.003109S) were appointed as Statutory Auditors in the AGM held on 29th September 2017 for a period of 5 years until the conclusion of 9th AGM.

The Company reappointed M/s K.S.Rao & Co., Chartered Accountants as Statutory Auditor for second term of Five years in the 9th AGM held on 30th September 2022 until the conclusion of 14th AGM of the company.

EXPLANATION TO AUDITORS' QUALIFICATIONS, RESERVATIONS, ADVERSE REMARKS OR DISCLAIMERS

Following are the replies / clarifications in respect of the observations made by the statutory auditor in their audit report.

1. The management would like to inform that the interest payable on statutory dues would be verified with individual statutory authorities and all the provisions relating to the same shall be made in the financial year 2022-23.
2. The management has agreed with the directors that keeping in mind the financial position and future operations of the company, interest will not be provided on the unsecured loans.
3. The management would like to inform that in an attempt to obtain confirmation from, company has written and sent intimations to all the debtors and creditors, most of them have not yet responded and hence the workings for financials have been completed as per the available balances in the company's books.
4. Though company has not obtained any formal quotes from third parties but the company based on the prevailing market prices has paid or received the payments with the transactions carried out with related parties.

REPORTING OF FRAUD BY STATUTORY AUDITORS

There was no fraud in the Company, which was required to be reported by statutory auditors of the Company under sub-section (12) of section 143 of Companies Act, 2013.

SECRETARIAL AUDITOR

During the year, the Company has appointed M/s Harikshit and Associates, Practicing Company Secretaries as Secretarial Auditor in compliance with the provision of Section 204 of the Companies Act, 2013 and Rule 9 of the Companies (Appointment and Remuneration of Managerial Personnel) Rules, 2014, The Secretarial Audit report in form MR-3 for the financial year ended 31st March 2023 is annexed herewith as **Annexure I** to this Report. The Secretarial Audit Report does not contain any qualification or adverse remark.

INTERNAL AUDITOR

In compliance with the provisions of Section 138 of the Act read with Rule 13(1)(a) of Companies (Accounts) Rules, 2014. The Board of Directors of the Company has appointed M/s. LANS & Co., Chartered Accountant as Internal Auditors to conduct Internal Audit of the Company for the Financial Year 2023-24.

COST AUDITOR

The Company is not required to maintain cost records under Section 148(1) of the Companies Act, 2013.

SECRETARIAL STANDARDS

The Company has complied with all the applicable Secretarial Standards issued by The Institute of Company Secretaries of India and notified by the Central Government

SIGNIFICANT/ MATERIAL ORDERS PASSED BY COURTS/ REGULATORS/ TRIBUNALS

During the financial Year, no significant or material orders were passed by the Regulators or Courts or Tribunals which impact the going concern status and Company's operations in future.

SEXUAL HARASSMENT OF WOMEN AT WORKPLACE (PREVENTION, PROHIBITION AND REDRESSAL) ACT, 2013

The Company has in place a policy on Prevention of Sexual Harassment of Employees at workplace in accordance with The Sexual harassment of Women at Workplace (Prevention, Prohibition and Redressal) Act, 2013. Internal Compliant Committee has been set to redress complains received regarding sexual harassment.

During the year under review, the Company has not received any complaints pertaining to sexual harassment.

PARTICULARS OF EMPLOYEES AND RELATED DISCLOSURES:

The information required pursuant to Section 197(12) of Companies Act, 2013 read with Rule 5(1) and Rule 5(2) of the Companies (Appointment and Remuneration of Managerial Personnel) Rules, 2014 in respect of the employees of the Company, will be provided upon request. In terms of Section 136 of the Act, the Report and Accounts are being sent to the members and others entitled thereto, excluding the information on employees' particulars which is available for inspection by the members at the Registered Office of the Company during business hours on working days of the Company up to the date of the ensuing Annual General Meeting. If any member is interested in obtaining a copy thereof, such member may write to the Company Secretary in this regard.

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

The particulars relating to conservation of energy, technology absorption, foreign exchange earnings and outgo required to be given pursuant to the provisions of Section 134 of the Companies Act, 2013 read with the Companies (Account) Rules, 2014 is annexed hereto and marked **Annexure II** and forms part of this Report.

MANAGEMENT DISCUSSION AND ANALYSIS REPORT

Management's Discussion and Analysis Report for the year under review, as stipulated under Regulation 34 read with Schedule V of SEBI (Listing Obligations and Disclosure Requirements), 2015 is presented in a separate section forming part of the Annual Report as **Annexure – III**.

ENVIRONMENT AND POLLUTION CONTROL

The manufacturing facility has obtained environmental clearance from the Pollution Control Board concerned and is in compliance with all current environmental legislation. As an integral part of its environment protection drive, the Company ensures the very minimum quantity of generation of waste, low emission levels and low noise pollution levels during operations of its manufacturing facility.

ANNUAL RETURN

The Annual Return of the Company as on March 31, 2023, in terms of the provisions of Section 134(3)(a) of the Act, is available on the Company's website: www.aanandalakshmi.com

GENERAL

Your Directors state that no disclosure or reporting is required in respect of the following items as there were no transactions on these items during the year under review:

- The Company has no subsidiaries, joint ventures or associate companies.
- During the year under review the Company has not given loan to any employee for purchase of its own shares as per section 67(3) (c) of Companies Act, 2013.
- The Company has not issued shares under employee's stock options scheme pursuant to provisions of Section 62 read with Rule 12 of Companies (Share Capital and Debenture) Rules, 2014.
- The Company has not issued sweat equity shares pursuant to provisions of Section 54 read with Rule 8 of Companies (Share Capital and Debenture) Rules, 2014 & SEBI (issue of sweat equity) Regulations, 2002 during the Financial Year.
- The Business Responsibility Reporting as required by Regulation 34(2) of the SEBI (Listing Obligations & Disclosure Requirements) Regulations, 2015, is not applicable to your Company for the financial year ending March 31, 2022.
- Details in respect of frauds reported by the Auditors under section 143(12) other than those which are reportable to the Central Government, as there were no such frauds reported by the Auditors.
- There was no application made / proceeding pending under the Insolvency and Bankruptcy Code, 2016.
- During the financial year the company had settled the One time settlement with Union Bank of India (formerly Andhra Bank) by paying the outstanding amount on 30th June, 2022 and has also received the No dues certificate to the effect.



ACKNOWLEDGMENT

Your directors place on record their sincere appreciation for the significant contribution made by your Company's employees through their dedication, hard work and commitment. The Board of Directors is pleased to place on record their appreciation for the co-operation and support extended by All Financial Institutions, Banks and various State and Central Government Agencies.

The Board would also like to thank the Company's shareholders, customers, suppliers for the support and the confidence which they have reposed in the management.

**By the order of Board of Directors
Aanandalakshmi Spinning Mills Limited**

**Devender Kumar Agarwal
Managing Director & CFO
DIN: 00042156**

**Date: 12.08.2023
Place: Secunderabad**

**Manish Gupta
Director
DIN:00526638**

Annexure –I

Form No. MR-3

SECRETARIAL AUDIT REPORT

FOR THE FINANCIAL YEAR ENDED 31st MARCH, 2023

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

To,

The Members,

Aananda Lakshmi Spinning Mills Limited

CIN: L17121TG2013PLC086564

Surya Towers, 6th Floor, 105,

Sardar Patel Road Secunderabad

Telangana 500003

I have conducted the secretarial audit of the compliance of applicable statutory provisions and the adherence to good corporate practices by Aananda Lakshmi Spinning Mills Limited (hereinafter called the “Company”). Secretarial Audit was conducted in a manner that provided me a reasonable basis for evaluating the corporate conducts/statutory compliances and expressing my opinion thereon.

Based on my verification of the Company’s books, papers, minute books, forms and returns filed and other records maintained by the company and also the information provided by the Company, its officers, agents and authorized representatives during the conduct of secretarial audit, I hereby report that in my opinion, the company has, during the audit period covering the financial year ended on 31st March, 2023 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:

I have examined the books, papers, minute books, forms and returns filed and other records maintained by (“the Company”) for the financial year ended on 31st March, 2023, 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:
Not Applicable;



- (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: **Not Applicable**
- (g) The Securities and Exchange Board of India (Delisting of Equity Shares) Regulations, 2009: **Not Applicable**;
- (h) The Securities and Exchange Board of India (Buyback of Securities) Regulations, 1998: **Not Applicable**;
- (i) The Securities and Exchange Board of India (Listing Obligation & Disclosure Requirements) Regulations, 2015.

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

- (a) Secretarial Standards issued by The Institute of Company Secretaries of India with respect to Board and General Meetings.
- (b) The Listing Agreements entered into by the Company with BSE India Limited.

During the period under review the Company has complied with the applicable provisions of the Act, Rules, Regulations, Guidelines, Standards, etc. mentioned above.

We further report that, having regard to the compliance system prevailing in the Company and on examination of the relevant documents and records in pursuance thereof, on test-check basis.

The management has identified and confirmed the following laws as being specifically applicable and based on representation of the Management the said laws are duly complied:

- a) Textiles (Development and Regulation) Order, 2001; and
- b) Hank Yarn Packing Notification issued under Essential Commodities Act, 1955.

I further report that

1. The Board of Directors of the Company is duly constituted with proper balance of Executive Directors, Non-Executive Directors and Independent Directors. There is no change in the composition of the Board of Directors and in composition of Committees during the review period.

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

Majority decision is carried through requisite majority. There were no dissenting views from the Board members during the period under review

2. In review, there were no delays in intimation of information/report/certificate to Stock Exchange.
3. The auditor of the Company has given qualified report under point Material Uncertainty Related to Going Concern.
4. Information given by the Management that, company has defaulted in payments of undisputed statutory dues at March 31, 2023 which includes Provident Fund, Income-Tax, Sales-tax, and Value added tax.
5. We further report that based on our limited review of the compliance mechanism established by the

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Company, there appear 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.

6. There was no instance of Demerger/Restructuring/ Scheme of Arrangement.
7. The Company has not altered its Memorandum and Article of Association
8. We further report that, our Audit was subjected only to verifying adequacy of systems and procedures that are in place for ensuring proper compliances on the part of the Company.

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

**For Harikshit & Associates
Practicing Company Secretaries**

**Harikshit Sinha
Partner**

**Mno. 60604 CP No. 22768
UDIN: A060604E000796944**

Place: Raipur

Date: 12.08.2023



ANNEXURE-A TO SECRETARIAL AUDIT REPORT

To,

The Members,

AANANDA LAKSHMI SPINNING MILLS LIMITED

CIN: LI7121TG2013PLC086564

Surya Towers, 6th Floor, 105, Sardar Patel Road

Secunderabad Telangana 500003

Our report of even date is to be ready along with this supplementary testimony:

1. Maintenance of Secretarial record is the responsibility of 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 that were appropriate to obtain reasonable assurance about the correctness of the contents of the secretarial records. The verification was done on a test basis to ensure that correct facts are reflected in secretarial records. We believe that the processes and practices we followed provide a reasonable basis for our opinion.
3. We have not verified the correctness and appropriateness of Financial Records and Books of Accounts of the Company.
4. Whenever required, we have obtained Management representation about the compliance of laws, rules and regulations and happenings of events etc. We have also verified the applicable provisions of IEPF which is compiled by the Company.
5. The Compliance of the provisions of Corporate and other applicable laws, rules and regulations, standards are the responsibility of management. Our examination was limited to the verification of procedures on test basis.
6. The Secretarial Audit is neither an assurance as to the future viability of the Company nor of the efficacy or effectiveness with which the management conducted the affairs of the Company.

**For Harikshit & Associates
Practicing Company Secretaries**

**Harikshit Sinha
Partner**

Place: Raipur

Date: 12.08.2023

**Mno. 60604 CP No. 22768
UDIN: A060604E000796944**

ANNEXURE - II

Particulars of Energy Conservation, Technology Absorption and Foreign Exchange Earnings and Outgo required under the Companies (Accounts) Rules, 2014

A. CONSERVATION OF ENERGY

1. Company ensures that the manufacturing operations are conducted in the manner whereby optimum utilization and maximum possible savings of energy is achieved.
2. No specific investment has been made on reduction in energy consumption.
3. As the impact of measures taken for conservation and optimum utilization of energy are not quantitative, its impact on cost cannot be stated accurately

B. TECHNOLOGY ABSORPTION

The Company is continuously making efforts for adaptation of latest technology at its unit to improve the performance, quality and cost effectiveness of its products, upgrading its plant and Machinery. The Company focuses to pioneer the launch of new products that have been successful in the market to adapt at its unit.

The Company has been continuously improving the quality of its existing products and entered into new products and also to reduce the cost of production and optimum energy utilization.

The Company has not imported any technology from the beginning of this financial year 2022-23. Therefore, no such disclosure on details of technology imported, year of import and absorption of technology are applicable.

During the year the company has not made any expenditure on research & development.

C. FOREIGN EXCHANGE EARNINGS AND OUTGO: NIL



ANNEXURE- III

AANANDA LAKSHMI SPINNING MILLS LIMITED

**MANAGEMENT DISCUSSION ANALYSIS FORMING
PART OF THE ANNUAL REPORT**

I. INDUSTRY STRUCTURE OVERVIEW AND DEVELOPMENT

Textile

The domestic apparel & textile industry in India contributes approx. 2% to the country's GDP, 7% of industry output in value terms. The share of textile, apparel and handicrafts in India's total exports was 11.4% in 2020-21. The textiles and apparel industry in India is the 2nd largest employer in the country providing direct employment to 45 Mn people and 100 Mn people in allied industries. India stands as the 3rd largest exporter of Textiles & Apparel in the world. The production of textiles as measured by the Index of Industrial Production (IIP) for textile has seen a consistent decline since March 2022. The index value, which was 118.5 in March 2022, has fallen to 102.3 in October 2022.

Real Estate

The Real Estate Industry In India is estimated at USD 265.18 billion in 2023, and is expected to reach USD 828.75 billion by 2028, growing at a CAGR of 25.60% during the forecast period (2023-2028). Real estate sector in India is expected to reach US\$ 1 trillion in market size by 2030, up from US\$ 200 billion in 2021 and contribute 13% to the country's GDP by 2025. Retail, hospitality, and commercial real estate are also growing significantly, providing the much-needed infrastructure for India's growing needs. The growth of this sector is well complemented by the growth in the corporate environment and the demand for office space as well as urban and semi-urban accommodation. The construction industry ranks third among the 14 major sectors in terms of direct, indirect, and induced effects in all sectors of the economy.

2. GOVERNMENT INITIATIVES

Real Estate

The high demand for affordable housing dominates the housing market. The current shortage of housing in urban areas is estimated to be 10 million units by India Brand Equity Foundation. An additional 25 million units of affordable housing are required by 2030 to meet the growth in the country's urban population. The real estate industry has benefited from the push for policy that has resulted in legislation like the Real Estate Regulatory Authority (RERA), the introduction of Real Estate Investment Trusts (REITs), and housing initiatives like PMAY (Pradhan-Mantri Awas Yojana) and SWAMIH (Special Window for Completion of Construction of Affordable and Mid-Income Housing Projects). In 2022, the total number of completed houses in urban areas of India under the Pradhan Mantri Awas Yojana (PMAY, The Prime Minister's Housing Plan) reached 6.5 million. The Government has allowed FDI of up to 100% for townships and settlements development projects. In the Union Budget 2023-24, a commitment of Rs. 79,000 crore (US\$ 9.64 billion) for PM Awas Yojana has been announced, which represents a 66% increase compared to the last year.

Textile

The Indian government has come up with several export promotion policies for the textiles sector. It has also allowed 100% FDI in the sector under the automatic route. Government has launched the Production Linked Incentive (PLI) Scheme with an approved outlay of INR 10,683 crore to promote production of MMF Apparel, MMF Fabrics and Products of Technical Textiles in the country to enable Textiles Industry to achieve size and scale and to become competitive. Achievements. Government has notified uniform goods and services tax rate at 12% on man-made fabrics (MMF), MMF yarns and apparel, which came into effect from January 1, 2022. In order to attract private equity and employ more people, the government introduced various schemes such as the Scheme for Integrated Textile Parks (SITP), Technology Upgradation Fund Scheme (TUFS) and Mega Integrated Textile Region and Apparel (MITRA) Park scheme.

3. OPPORTUNITIES AND THREATS**Opportunities:****Textile**

China plus one policy, Economic collapse /volatility in Sri Lanka, Myanmar, Bangladesh, and Pakistan has played out in favour of India as the world has started looking at India as reliable partner for their requirement. Rising demand for low cost, sustainable and eco-friendly products. This presents an opportunity for textile manufacturers to develop new products that are made from renewable materials and produced using sustainable manufacturing processes. Cost can be reduced by blending with cheaper man-made fibre. Emergence of new Markets: FTA with Australia, Comprehensive Economic Partnership Agreement (CEPA) with UAE and expected favourable trade agreements with UK / Europe present an opportunity for textile manufacturers to expand into new markets and diversify their customer base.

Real Estate

The affordable housing segment is a significant opportunity in the Indian real estate sector. The government's focus on providing "Housing for All" by 2022 has created a huge demand for affordable housing. Developers who focus on this segment can benefit from government incentives and tax breaks. With the growth of e-commerce, there is an increasing demand for warehouses and logistics parks. Co-living and co-working spaces are gaining popularity in India, especially in urban areas. Developers who focus on this segment can cater to the growing demand for flexible and affordable living and working spaces. Real Estate Investment Trusts (REITs) have been introduced in India to provide investors with an opportunity to invest in the Indian real estate market. Developers can benefit from REITs by monetizing their assets and attracting long-term investors.

Threats:**Textile**

The biggest threat to cotton products is competition from other low-cost man-made fibres. Consumers are shifting their focus to low-cost products which has led to intense competition and pricing pressure in the global textile industry. There is a high cost to comply with environmental, social and labour regulations which can be costly and time - consuming. Further the textile industry is highly sensitive to global economic conditions and can be significantly impacted by global demand and pricing.

Real Estate

The real estate market has been struggling with all the primary factors like High dependency on the physical workforce, the surge in the cost of construction materials, Unavailability of land, Insufficiency of funds, Inflation and interest rates.

4. RISKS AND CONCERNS:**Textile**

The Company has identified key risks such as Market risks, Regulatory risks, Human resource risks, Commodity price risks. Key Risks include fluctuation in raw materials prices, increased global and local competition, sales channel disruption. Retaining the existing talent pool and attracting new talent. Regulatory Risks include changes in taxation regime, government policies with respect to textiles, pollution control, Industrial Relation issues & regulatory compliances. Preference is shifting from Cotton fibres to manmade fibres i.e. synthetic, polyester etc. which are available at lower prices. This is putting pressure on margin. Power and Fuel are also major manufacturing costs while producing textiles. Any increase in these costs has a negative impact on the profits of the company. Cotton/power and fuel costs are of concern

Real Estate

Risks that may impact a real estate industry are market fluctuations, changes in interest rates, legal and regulatory changes,, political risk and natural disasters.



5. OUTLOOK:

India's outlook is positive for the upcoming financial year, the global outlook, especially the advanced economy are weighed down on account of a combination of a unique set of challenges expected to impart a few downside risks. This would have an impact on the export market for textile industry. However, the inclusive and higher expected domestic consumption would compensate for the reduced exports. The manufacturers, who will be able to address these challenges, while also differentiating themselves through innovation and quality, are likely to be successful in times to come.

The commercial real estate market in India is expected to reach new heights in 2023 and beyond, with some interesting trends likely to shape the future of the segment. This market is now amongst the most favoured when it comes to seeing some really positive growth both in rentals and commercial real estate.

6. INTERNAL CONTROL SYSTEMS AND THEIR ADEQUACY

The Company has an adequate and effective internal control system commensurate with the size and complexity of the organization. The Company has undertaken a comprehensive review of all internal control systems to take care of the needs of the expanding size of the Company and believes that these systems provide, among other things, a reasonable assurance that transactions are executed with management authorization. It also ensures that they are recorded in all material respect to permit preparation of financial statements in conformity with established accounting principles along with the assets of the Company being adequately safeguarded against significant misuse or loss. The company has also upgraded the IT support systems. A system of internal audit to meet the statutory requirement as well as to ensure proper implementation of management and accounting controls is in place. The Audit Committee periodically reviews the adequacy of the internal audit functions.

7. MATERIAL DEVELOPMENTS IN HUMAN RESOURCES / INDUSTRIAL RELATIONS FRONT, INCLUDING NUMBER OF PEOPLE EMPLOYED:

The aim is to create an inclusive working environment that attracts and retains the best people, enhances their flexibility, capability and motivation and encourages them to be involved in the growth of the Company. We believe in sophisticated equipment and skilled employee resources, together with strong management and design capabilities. As on 31.03.2023 the Company has 2 employees on rolls of the company.

8. ACCOUNTING TREATMENT

In the preparation of the financial statements the Company has followed the Indian Accounting Standards (IND AS) specified under Section 133 of the Act, read with relevant rules made there under. The Significant Accounting policies which are consistently applied have been set out in the notes to the financial statements.

9. DISCUSSION ON FINANCIAL PERFORMANCE WITH RESPECT TO OPERATIONAL PERFORMANCE

In view of change in operations the company's revenue from operations was Rs. 477.57 lakhs in the previous financial year and it is decreased to Rs. 20.94 lakhs during the financial year 2022-2023.

10. HEALTH, SAFETY AND SECURITY MEASURES:

The Company continues to accord the highest priority to health and safety of its employees and communities it operates in. The Company has been fully committed to comply with all applicable laws and regulations and maintains the highest standard of Occupational Health and Safety and ensures safer plants by conducting safety audits, risk assessments and periodic safety awareness campaigns and training to employees. We believe in good health of our employees. Modern occupational health and medical services are accessible to all employees through well-equipped occupational health centers at all manufacturing units.

Further, the Company had taken all precautionary and safety measures for its employees during pandemic and continue to ensure all preventive and protective safeguards for all employees against such threats at its plant and sites.

CAUTIONARY STATEMENT

1. Readers are advised to kindly note that the above discussion contains statements about risks, concerns, opportunities, etc., which are valid only at the time of making the statements. These statements are based on certain assumptions and expectation of future events. Actual results could, however, differ materially from those expressed or implied. A variety of factors known / unknown, expected or otherwise may influence the financial results. These statements are not expected to be updated or revised to take care of any changes in the underlying presumptions.
2. Readers may therefore appreciate the context in which these statements are made before making use of the same. The company assumes no responsibility in respect of the forward-looking statements herein, which may undergo changes in future based on subsequent developments, information or events.



INDEPENDENT AUDITOR'S REPORT

To

the Members of

AANANDALAKSHMI SPINNING MILLS LIMITED.

Report on the Audit of the Financial Statements

Qualified Opinion

We have audited the accompanying financial statements of **AANANDALAKSHMI SPINNING MILLS LIMITED**. ("the company"), which comprise the Balance Sheet as at March 31, 2023, the Statement of Profit and Loss (including other comprehensive income), the Statement of Changes in Equity and the Statement of Cash Flows for the year ended on that date, and a summary of the significant accounting policies and other explanatory information (herein after referred to as "the financial statements")

In our opinion and to the best of our information and according to the explanations given to us, except for the effects/ possible effects of our observations stated in "Qualified Opinion" section below, the accompanying financial statements give the information required by the Companies Act, 2013 ("the Act") in the manner so required and give a true and fair view in conformity with the Indian Accounting Standards prescribed under section 133 of the Act read with the Companies (Indian Accounting Standard) Rules, 2015, as amended, ("Ind AS") and other accounting principles generally accepted in India, of the state of affairs of the Company as at March 31, 2023, its profits including total comprehensive income, changes in equity and its cash flows for the year ended on that date.

Basis for Qualified Opinion

- i. The company has not made any interest provision on outstanding unpaid statutory dues of Rs.13.24 Lakhs
- ii. The company has not made any interest provision for Loan from Directors, Related parties and others Rs.1278.35 Lakhs

Consequent to the above, profit for the year ended is overstated and Liabilities as on 31st March 2023 was understated and Shareholders funds are overstated to this extent.

We conducted our audit of the financial statements in accordance with the Standards on Auditing (SAs) specified under Section 143(10) of the Act. Our responsibilities under those standards are further described in the Auditors responsibility for the Audit of 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 (ICAI) together with the ethical requirements that are relevant to our audit of financial statements under the provisions of the Act and the Rules made thereunder, 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 qualified opinion.

Key Audit Matters

Key Audit matters are those matters that in our professional judgment, were of most significance in our audit of the standalone 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. We have not identified any key audit matters to be communicated in our report except matters specified in basis for qualified opinion.

Other information

The Company's Board of Directors is responsible for the other information. The other information comprises the information included in the Annual 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 during the course of our audit or otherwise appears to be materially misstated. If, based on the work we have performed, we conclude that there is a material misstatement of this other information, we are required to report that fact. We have nothing to report in this regard.

Responsibilities of Management and those charged with Governance 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 relevant rules issued there under 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 of the assets of the company and for preventing and detecting the 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 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, the Board of Directors 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 the Board of Directors either intends to liquidate the company or to cease operations, or has no realistic alternative but to do so.

The Board of Directors are responsible for overseeing the Company's financial reporting process.

Auditor's Responsibility for the Audit of the Financial Statements

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

As part of an audit in accordance with SAs, we exercise professional judgment 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 procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
- Obtain an understanding of internal financial controls 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 system in place and the operating effectiveness of such controls.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by management.
- Conclude on the appropriateness of management's use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the Company's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the financial statements or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the Company to cease to continue as a going concern.
- Evaluate the overall presentation, structure and content of the standalone financial statements, including the disclosures, and whether the financial statements represent the underlying transactions and events in a manner that achieves fair presentation.

We communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that we identify during our audit. We also provide those charged with governance with a statement that we have complied with relevant ethical requirements regarding independence, and to communicate with them all relationships and other matters that may reasonably be thought to bear on our independence, and where applicable, related safeguards.

From the matters communicated with those charged with governance, we determine those matters that were of most significance in the audit of the financial statements of the current period and are therefore the key audit matters. We describe these matters in our auditor's report unless law or regulation precludes public disclosure about the matter or when, in extremely rare circumstances, we determine that a matter should not be communicated in our report because



the adverse consequences of doing so would reasonably be expected to outweigh the public interest benefits of such communication.

Report on Other Legal and Regulatory Requirements

- 1) As required by the Companies (Auditor's Report) Order, 2020 ("the Order") issued by the Central Government of India in terms of sub-section (1) of section 143 of the Act, we give in the **Annexure A**, a statement on the matters specified in the paragraph 3 and 4 of the Order, to the extent applicable.
- 2) As required by Section 143(3) of the Act we report that:
 - a) We have sought and except for the matters described in the Basis for qualified opinion paragraph, obtained all the information and explanations which to the best of our knowledge and belief were necessary for the purposes of our audit,
 - b) Except for the effects of the matters described in the Basis for qualified opinion paragraph above, In our opinion, proper books of account as required by law have been kept by the Company so far as it appears from our examination of those books,
 - c) the balance sheet, the statement of profit and loss including other comprehensive income, statement of changes in equity and the cash flow statement dealt with by this Report are in agreement with the books of account,
 - d) Except for the effects of the matters described in the basis for qualified opinion paragraph, in our opinion, the aforesaid financial statements comply with the Indian Accounting Standards (Ind AS) prescribed under Section 133 of the Act.
 - e) On the basis of written representations received from the directors as on March 31, 2023 taken on record by the Board of Directors, none of the directors is disqualified as on March 31, 2023 from being appointed as a director in terms of Section 164(2) of the Act,
 - f) With respect to the adequacy of internal financial controls with reference to financial statements of the company and the operating effectiveness of such controls, refer to our separate report in "Annexure B".
 - g) with respect to the other matters to be included in the Auditor's Report in accordance with the requirements of Section 197(16) of the Act, as amended;

In our opinion and to the best of our information and explanations given to us, the remunerations paid / provided by the Company to its directors during the reporting period is in accordance with the provision of Section 197 of the Act. The remuneration paid to any directors is not in excess of the limit laid down under section 197 of the Act. The Ministry of Corporate Affairs ("MCA") has not prescribed other details under section 197(16) of the Act which are required to be commented upon by us.

- h) With respect to the other matters to be included in the Auditor's report in accordance with Rule 11 of the Companies (Audit and Auditors) Rules, 2014, in our opinion and to the best of our information and according to the explanations given to us:
 - i. The Company has disclosed the impact of pending litigations on its financial position in its financial statements. Refer Note no 33 of financial statements
 - ii. The Company did not have any long-term contracts including derivative contracts for which there were any material foreseeable losses.
 - iii. There were no amounts which were required to be transferred to the Investor Education and Protection Fund by the Company.
- 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;

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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 under (a) and (b) above, contain any material misstatement.

v. During the year the company has not declared any dividend.

for K.S.RAO & CO.
Chartered Accountants
Firm's Regn No.003109S

(M.NAGA PRASADU)
Partner

Place : Hyderabad

Date : 30.05.2023

Membership No.231388
UDIN: 23231388BGYLDM2173



Annexure - A to the Auditor's Report:

The Annexure referred to in Para 1 under the heading of "Report on Other Legal and Regulatory Requirements" of our report of even date, to the members **AANANDALAKSHMI SPINNING MILLS LIMITED**, for the year ended March 31, 2023.

1. a. In respect of the Company's Property, Plant and Equipment and Intangible Assets:
 - (A) The Company has maintained proper records showing full particulars, including quantitative details and situation of Property, Plant and Equipment and relevant details of right-of-use assets.
 - (B) The Company has maintained proper records showing full particulars of intangible assets.
 - b. The Company has a regular program of physical verification of its property, plant and equipment, and right of use assets under which the assets are physically verified in a phased manner over a period of three years, which, in our opinion, is reasonable having regard to the size of the Company and the nature of its assets. In accordance with this program, certain property, plant and equipment were verified during the year and no material discrepancies were noticed on such verification.
 - c. According to the information and explanation given to us and on the basis of our examination of the records of the Company, the immovable properties have been transferred to Aananda Lakshmi Spinning Mills Ltd (resulting company 1) as per the scheme of demerger approved by Hon'ble High Court at Hyderabad.
 - d. The company did not revalue its Property, Plant and Equipment (including right of use assets) or intangible assets during the year. Accordingly, paragraph 3 (i)(d) of the Order is not applicable.
 - e. There are no proceedings initiated or are pending against the Company for holding any benami property under the Prohibition of Benami Property Transactions Act, 1988 and rules made thereunder.
2. a. The Company does not have any inventory as on Balance sheet date. Therefore, the provisions of paragraph 3(ii)(a) of the order is not applicable to the company.
 - b. The Company has not availed any working capital limits on the security of current assets. Hence Para 3(ii) (b) of said order is not applicable regarding the submission of quarterly returns.
3. According to the information and explanations given to us and on the basis of our examination of the records of the Company, the Company has not provided any security or granted any advances in the nature of loans, secured or unsecured to companies, limited liability partnership, and other parties during the year.
4. a) Based on the audit procedures carried on by us and as per the information and explanations given to us, the company has not provided loans but stood guarantee to body corporate (Related Parties) as below:

Particulars	Guarantees
Aggregate amount during the year –	1600 lakhs
Balance outstanding as at balance sheet date	1169 Lakhs

The Company has not provided advances in the nature of loans or security to any other entity during the year

- b) The investments made, guarantees provided and the terms and conditions of the grant of all the above-mentioned loans and guarantees provided during the year are, in our opinion, prima facie, not prejudicial to the Company's interest.
- c) The Company does not have any outstanding loans and advances in the nature of loans at the beginning of the current year nor has granted any loans or advances in the nature of loans during the year. Accordingly, reporting under clauses 3(iii)(c), 3(iii)(d), 3(iii)(e) and 3(iii)(f) of the Order is not applicable to the Company.

During the year the Company has not granted loans or provided any guarantees or securities to parties covered under section 185 of the Act except as stated in clause 3(a) above. The Company has complied with

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the provisions of section 186 of the Companies Act, 2013 in respect of loans granted, investments made and guarantees and securities provided, as applicable.

5. As explained to us the Company has not accepted any deposit or amounts which are deemed to be deposits. Hence, reporting under clause 3(v) of the Order is not applicable.
6. We have broadly reviewed the cost records maintained by the Company pursuant to sub-section (1) of section 148 of the Companies Act, 2013 and are of the opinion that prime facie the prescribed accounts and records have been made and maintained. We have however not made a detailed examination of the cost records with a view to determine whether they are accurate or Complete.
7. a. According to the records, the company is not regular in depositing undisputed statutory dues including Goods and Services Tax, provident fund, employees' state insurance, Income-tax, Sales-tax, Service tax, Duty of customs, Duty of excise, Value added tax, Cess and all other material statutory dues with the appropriate authorities. However, the extent of arrears of outstanding statutory dues as at March 31, 2023 for a period more than six months from the date they became payable are as below.

Name of Statute	Nature of the dues	Amount (In Lakhs)	Period to which the amount relates (Financial Year)	Due Since	Date of Payment
Professional Tax	Professional Tax	0.74	2016-17, To 2022-23	April, 2017	Not yet Paid
Income tax Act, 1961	TDS	27.50	2016-17 To 22-23	Oct, 2016	Not Yet Paid

- b. According to the records of the Company and the information and explanations given to us, the dues of Sales tax, Income tax, Custom Duty, Wealth Tax, Service Tax, Excise Duty, Cess, which have not been deposited on account of dispute are as follows:

Name of Statute	Nature of the dues	Amount (In Lakhs)	Period to which the amount relates (Financial Year)	Forum where dispute is pending
Andhra Pradesh General sales Tax (AP GST) Act, 1957	Sales Tax dues	3.25	2001-02	Hon'ble High Court Hyderabad
Andhra Pradesh General sales Tax (AP GST) Act, 1957 (Case filed by Bharat Petroleum Corporation Ltd)	Sales Tax dues	40.28	1997-98	Additional Chief Judge, City Civil Court, Secunderabad
Telangana state General sales Tax	Sales Tax dues	10.05	2014-2015	Hon'ble High Court Hyderabad

8. According to the information and explanations given to us, no transactions were surrendered or disclosed as income during the year in the tax assessments under the Income Tax Act, 1961 (43 of 1961) which have not been recorded in the books of accounts.
9. a) In our opinion and according to the information and explanation given to us by the Company, during the year the Company has not defaulted in repayment of any loans or other borrowings or in the payment of interest there onto any lender.



- b) According to the information and explanations given to us including representation received from the management of the Company, and on the basis of our audit procedures, we report that the Company has not been declared a wilful defaulter by any bank or financial institution or other lender.
 - c) The company does not raise any term loans or working capital loans during the year. Hence Para 3{ix)c,(d), the above mentioned Order is not applicable;
 - d) The Company the does not have subsidiaries, associates, or joint ventures. Hence Para 3{ix) (e) the above-mentioned Order is not applicable;
10. a) The Company did not raise any money by way of initial public offer or further public offer (including debt instruments) during the year. Accordingly, para 3 (x)(a) of the Order is not applicable
- b) The Company has not made any preferential allotment or private placement of shares or convertible debentures (fully, partially or optionally convertible) during the year. Hence, reporting under para 3(x)(b) of the order doesn't arise.
- 11 a) No fraud by the Company and no material fraud on the Company has been noticed or reported during the year.
- b) No report under section 143(12) of the Act has been filed with the Central Government for the period covered by our audit.
- c) According to the information and explanations given to us including the representation made to us by the management of the Company, there are no whistle-blower complaints received by the Company during the year
12. In our opinion and according to the information and explanations given to us, the Company is not a Nidhi Company. Accordingly, para 3(xii) of the Order is not applicable
13. According to the information and explanations given to us and based on our examination of the records of the Company, transactions with the related parties are in compliance with sections 177 and 188 of the Act where applicable and details of such transactions have been disclosed in the financial statements as required by the applicable accounting standards.
14. a) In our opinion, the company has an adequate internal audit system commensurate with the size and nature of its business.
- b) We have considered the reports of the Internal Auditors for the period under audit.;
15. According to the information and explanations given to us and based on our examination of the records of the Company, the Company has not entered into any non-cash transactions with its directors or persons connected with them. Therefore, the provision of clause 3{xv) of the Order is not applicable;
16. a) The Company is not required to be registered under section 45-IA of the Reserve Bank of India Act 1934.
- b) The Company is not engaged in any Non-Banking Financial or Housing Finance activities. Accordingly, para 3 (xvi)(b) of the Order is not applicable.
- c) The company is not a Core Investment Company (CIC) as defined in the regulations made by the Reserve Bank of India. Hence Para 3(xvi)
- (c) of the said Order is not applicable.
- d) The Company is not part of any group (as per the provisions of the Core Investment Companies (Reserve Bank) Directions, 2016 as amended). Accordingly, para 3(xvi) (d) is not applicable.
17. The company has not incurred any cash losses in the financial year and also in the immediately preceding financial year
18. There is no resignation of statutory auditors of the Company during the year. Accordingly, clause 3(xviii) of the Order is not applicable.

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19. 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 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.
20. According to the information and explanations given to us, the Company does not have any unspent amount in respect of any ongoing or other than ongoing project as at the expiry of the financial year. Accordingly, Para 3(xx)(a) and (b) of the Order is not applicable for the year.
21. The Company does not have subsidiaries, associates or joint ventures. Hence para 3 {xxi} of the above said Order with regard to qualifications or adverse remarks in CARO reports of the companies included in the consolidated financial statements, is not applicable.

for K.S.RAO & CO.
Chartered Accountants
Firm's Regn No. 003109S

(M.NAGA PRASADU)
Partner

Membership No. 231388

UDIN: 23231388BGYLDM2173

Place : Hyderabad

Date : 30.05.2023



Annexure – B

to the Auditor's Report

Report on the Internal Financial Controls under Clause (i) of Sub-section 3 of Section 143 of the Companies Act, 2013 ("the Act")

We have audited the internal financial controls with reference to financial statements of **AANANDALAKSHMI SPINNING MILLS LIMITED, SECUNDERABAD** ("the Company") as of March 31, 2023 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 ('ICAI'). These responsibilities include the design, implementation and maintenance of adequate internal financial controls that were operating effectively for ensuring the orderly and efficient conduct of its business, including adherence to company's policies, the safeguarding of its assets, the prevention and detection of frauds and errors, the accuracy and completeness of the accounting records, and the timely preparation of reliable financial information, as required under the Companies Act, 2013.

Auditor's Responsibility

Our responsibility is to express an opinion on the Company's internal financial controls with reference to financial statements 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, 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 with reference to financial statements was established and maintained and if such controls operated effectively in all material aspects.

Our audit involves performing procedures to obtain audit evidence about the adequacy of the internal financial controls system with reference to financial statements and their operating effectiveness. Our audit of internal financial controls with reference to financial statements included obtaining an understanding of internal financial controls with reference to financial statements, 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 judgement, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud and error.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion on the Company's internal financial control system with reference to financial statements.

Meaning of Internal Financial Controls with reference to financial statements

A company's internal financial control with reference to financial statements 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 controls with reference to financial statements 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 expenditure 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 With Reference to Financial Statements

Because of the inherent limitations of internal financial controls with reference to financial statements, 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 with reference to financial statements to future periods are subject to the risk that the internal financial control with reference to financial statements may become inadequate because of changes in conditions, or that the degree of compliance with policies or procedures may deteriorate.

Qualified Opinion

According to the information and explanations given to us and based on our audit, the following weaknesses has been identified as at March 31, 2023.

- a) The Company did not obtain comparative quotes for the prices paid/ received relating to the transactions with related parties to ensures that those transactions were entered into at armlength prices.
- b) As stated in Note no 36 Pending confirmations/ reconciliation of balances of trade receivables, trade payables (including micro and small) and receivables/payables from/to related parties.

In this regard as stated in the note, internal control is being strengthen.

The management is confident that on confirmation/reconciliation there will not be any material impact on the financial statements for the year ended March 31, 2023.

In our opinion, except for the possible effects of the material weakness described above on the achievement of the objectives of the control criteria, the Company has maintained, in all material respects, an adequate internal financial controls with reference to financial statements and such internal financial controls with reference to financial statements were operating effectively as at March 31, 2023, based on "the internal control over financial reporting criteria established by the Company considering the essential components of internal control stated in the Guidance Note on Audit of Internal Financial Controls Over Financial Reporting issued by the Institute of Chartered Accountants of India".

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

for K.S.RAO & CO.
Chartered Accountants
Firm's Regn No. 003109S

(M.NAGA PRASADU)
Partner

Place : Hyderabad
Date : 30.05.2023

Membership No. 231388
UDIN: 23231388BGYLDM2173



BALANCE SHEET AS AT MARCH 31, 2023

Amounts in ₹ Lakhs

Particulars	Note No.	As at March 31,2023	As at March 31,2022
ASSETS			
Non-current assets			
(a) Property, Plant and Equipment	1	231.76	612.16
(d) Financial Assets			
(i) Loans & Advances	2	64.45	4.43
TOTAL Non - Current Assets		296.21	616.59
Current assets			
(a) Inventories	3	2.96	26.84
(b) Financial Assets			
(i) Trade receivables	4	90.67	194.45
(ii) Cash and cash equivalents	5	5.24	3.45
(iii) Others financial assets	6	5.86	4.56
(c) Current tax assets		26.93	10.29
(d) Other current assets	7	603.61	397.77
TOTAL Current Assets		735.27	637.35
Total Assets		1,031.47	1,253.94
EQUITY AND LIABILITIES			
Equity			
(a) Equity Share capital	8	349.93	349.93
(b) Other Equity	9	(2,602.09)	(3,103.49)
Total Equity		(2,252.17)	(2,753.56)
Liabilities			
Non - current liabilities			
(a) Financial Liabilities			
(i) Borrowings	10	2,531.59	2,534.76
(b) Other Non-Current Liabilities	11	-	1.21
Total Non - Current Liabilities		2,531.59	2,535.96
Current liabilities			
(a) Financial Liabilities			
(i) Borrowings	12	-	228.34
(b) Trade payables	13		
i) MSME		25.57	14.37
ii) Other than MSME		244.34	409.94
(c) Other financial liabilities	14	-	300.30
(d) Other current liabilities	15	426.43	419.27
(e) Provisions	16	55.71	99.30
Total Current liabilities		752.05	1,471.54
Contingent Liabilities and Commitments			
Total Equity and Liabilities		1,031.47	1,253.94
Significant Accounting Policies	2&3		

The notes referred to above, form an integral part of these financial statements.

per our report of even date

For **K.S.Rao & Co.**

Chartered Accountants

Firms' Registration Number: 0031095

For and behalf of Board of Directors

Aananda Lakshmi Spinning Mills Ltd

M.Naga Prasadu

Partner

Membership Number:231388

D.K.Agarwal

Managing Director & CFO

Manish Gupta

Director

Ashu

Company Secretary

Place: Secunderabad

Date: 30th May, 2023

STATEMENT OF PROFIT AND LOSS FOR THE PERIOD ENDED MARCH 31, 2023 Amounts in ₹ Lakhs

Particulars		Note No.	For the year ended March 31,2023	For the year ended March 31,2022
I.	Revenue from Operations	17	20.94	477.57
II.	Other Income	18	173.65	274.66
III.	Total Income (I + II)		194.59	752.22
IV.	Expenses			
	Cost of Materials Consumed	19	1.36	-
	Purchases of Stock-in-Trade		-	412.67
	Changes in inventories of Stock-In-Trade	20	-	-
	Employee Benefits Expense	21	10.49	31.45
	Finance Cost	22	129.59	112.12
	Depreciation and amortisation expense	23	8.27	34.52
	Other expenses	24	267.94	116.43
	Total expenses (IV)		417.66	707.19
V.	Profit /Loss before exceptional items and tax (III - IV)		(223.06)	45.03
VI.	Exceptional items		724.46	86.25
VII.	Profit/Loss before tax (V + VI)		501.39	131.28
VIII.	Tax Expenses:			
	a. Current Tax			
	i. Relating to current period		-	-
	ii. Relating to Prior period		-	-
	b. Deferred tax liability /(Asset)			
	i. On Temporary Differences		-	-
	Total Tax Expenses (VIII)		-	-
IX.	Profit for the period (VII - VIII)		501.39	131.28
X.	Other Comprehensive income	25		
	i. Items that will not be reclassified subsequently to profit or loss		-	-
	ii. Income tax relating to items that will not be reclassified to profit or loss		-	-
	Total Other Comprehensive Income for the period (VIII)		-	-
XI.	Total Comprehensive Income for The Period (VII + VIII)		501.39	131.28
XII.	Earnings per equity share from Continuing operations:	26		
	Basic and Diluted		14.33	3.75

The notes referred to above, form an integral part of these financial statements.

As per our report of even date

For **K.S.Rao & Co.**

Chartered Accountants

Firms' Registration Number: 003109S

For and behalf of Board of Directors

Aananda Lakshmi Spinning Mills Ltd

M.Naga Prasadu

Partner

Membership Number:231388

D.K.Agarwal

Managing Director & CFO

Manish Gupta

Director

Ashu

Company Secretary

Place: Secunderabad

Date: 30th May, 2023

**Statement of Changes in Equity for the year ended March 31, 2023** Amounts in ₹ Lakhs**I Equity Share capital**

Particulars	At the beginning of the year	Changes during the year	At the end of the year
For the year ended March 31, 2023	349.93	-	349.93
For the year ended March 31, 2022	349.93	-	349.93

II Other Equity

Particulars	Reserves and Surplus			Other comprehensive Income	Equity Portion on Interest free unsecured Loan from Directors	Total Equity
	Securities Premium	Export Allowance Reserve	Surplus in Statement of Profit and Loss			
Balance as on 01.04.2022	1,438.40	5.50	(4,667.81)	(1.93)	122.37	(3,103.49)
Profit/Loss for the year	-	-	501.39	-	-	501.39
Other comprehensive income	-	-	-	-	-	-
Total comprehensive income	-	-	501.39	-	-	501.39
Equity portion of loan from Directors	-	-	-	-	-	-
As at March 31, 2023	1,438.40	5.50	(4,166.42)	(1.93)	122.36	(2,602.09)

See accompanying notes forming part of financial statements

As per our report of even date

For **K.S.Rao & Co.**

Chartered Accountants

Firms' Registration Number: 003109S

For and behalf of Board of Directors

Aananda Lakshmi Spinning Mills Ltd

M.Naga Prasadu

Partner

Membership Number:231388

D.K.Agarwal

Managing Director & CFO

Manish Gupta

Director

Place: Secunderabad

Date: 30th May, 2023

Ashu

Company Secretary

Cash flow Statement for the Quarter Year ended March 31, 2023 Amounts in ₹ Lakhs

Particulars	For the Year ended March 31, 2023 (Audited)	For the Year ended March 31, 2022 (Audited)
I Cash flow from operating activities:		
A. Profit before tax	501.39	131.28
B. Adjustment for:		
a. Depreciation and amortisation	8.27	34.52
b. Interest income	(4.19)	(3.39)
c. (Profit)/Loss on sale of fixed assets (net)	(153.85)	(179.71)
d. Provisions Written back	(500.82)	(15.59)
e. Finance cost	0.32	107.00
f. Debit Balance written off	4.65	63.12
g. Grant Income	(1.21)	(2.58)
h. Interest on unsecured loan	125.64	1.72
i. Interest on Deferred Sales Tax	1.75	3.40
	(18.05)	139.77
C. Adjustment for movements in Working capital		
a. Trade payables,	655.22	43.00
b. Other liabilities and Provisions	(336.74)	(294.98)
c. Trade receivables	(108.43)	31.81
d. Inventories	23.88	0.00
e. Financial and other current assets	(207.15)	326.78
(Net of fair value adjustment on deposits)	-	
D. Cash generated from Operations	8.72	246.39
Less: Direct taxes Paid	(16.64)	(13.09)
Effect of Extraordinary / Exceptional Item	724.46	-
Net cash flow from operating activities (I)	716.54	233.30
II Cash flows from investing activities		
a. Purchase of fixed assets, including CWIP		(0.63)
b. Proceeds from sale of fixed assets	5.29	196.40
c. Non Current assets	(60.03)	-
d. Interest received	3.39	3.67
Net cash flow from/ (used in) investing activities (II)	(51.34)	199.45



Particulars	For the Year ended March 31, 2023 (Audited)	For the Year ended March 31, 2022 (Audited)
III Cash flows from financing activities		
a. Interest paid	(426.49)	(54.04)
b. Repayments of Loans & borrowings	(238.12)	(393.59)
c. Grant Income	1.21	2.58
Net cash flow from/ (used in) financing activities (III)	(663.40)	(445.06)
IV Net (decrease) in cash and cash equivalents (I + II + III)	1.79	(12.32)
Cash and cash equivalents at the beginning of the year	3.45	15.77
V Cash and cash equivalents at the end of the year	5.24	3.45
VI Components of cash and cash equivalents:		
a. Cash on hand	0.53	0.04
b. With banks		
i. on current account	4.71	3.41
Total cash and cash equivalents (note no.12)	5.24	3.45

Significant accounting policies 2&3

The notes referred to above, form an integral part of financial statements

As per our report of even date

For **K.S.Rao & Co.**

Chartered Accountants

Firms' Registration Number: 003109S

M.Naga Prasadu

Partner

Membership Number:231388

Place: Secunderabad

Date: 30th May, 2023

For and behalf of Board of Directors

Aananda Lakshmi Spinning Mills Ltd

D.K.Agarwal

Managing Director & CFO

Manish Gupta

Director

Ashu

Company Secretary

Notes forming part of the financial statement as at 31st March, 2023**01. Corporate Information**

Aananda Lakshmi Spinning Mills Limited (The 'Company') is a Public Limited Company incorporated on 21.03.2013 and its Registered Office is at 6th Floor, Surya towers, 105, S.P.Road, Secunderabad-500003, Telangana State. The Company is engaged in manufacturing Cotton and Polyester Yarn at its manufacturing unit located at Bhongir, Yadadri Bhongir District in Telangana. The Company is listed on BSE

The Financial Statements of the company for the year ended March 31, 2023 are approved by the Board of Directors of the company on May 30, 2023

02. Basis of Preparation:

This IND AS financial statements of the company have been prepared in accordance with Indian Accounting Standards (Here in after referred to as the "IND AS") as notified by the Ministry of Corporate Affairs pursuant to the Section 133 of the Companies Act, 2013 ("The Act") read along with the Companies (Indian Accounting Standards) Rules, 2015 and the Companies (Indian Accounting Standard) Amendment Rules , 2016 and other relevant provisions of the Companies Act as applicable in India.

These standalone financial statements are presented in Indian Rupees (INR), which is also the Company's functional currency. All amounts have been rounded-off to the nearest lakhs, unless otherwise indicated.

03. Significant Accounting policies:**a) Significant accounting estimates and assumptions**

The preparation of financial statements requires management to make judgements, estimates and assumptions that affect the reported amounts of revenues, expenses, assets, liabilities and the disclosures of contingencies at the end of the each reporting year. Although these estimates are based on the management's best knowledge of current events and actions, uncertainty about these assumptions and estimates could result in outcomes that requiring a material adjustment to the carrying amounts of assets or liabilities affected in future periods.

Estimates and assumptions:

The key assumptions concerning the future and other key sources of estimation of uncertainty at the reporting date, that have a significant risk of causing a material adjustment to the carrying amounts of assets and liabilities within the next financial year, are described below. The assumptions and estimates made by the company are based on parameters available when the financial statements were prepared. Existing circumstances and assumptions about future developments, however, may change due to market change or circumstances arising that are beyond the control of the Company. Such changes are reflected in the assumptions when they occur.

i. Impairment of non-current assets:

Impairment exists when the carrying value of an asset or cash generating unit exceeds its recoverable amount, which is the higher of its fair value less costs of disposals and its value in use. The fair value less costs of disposal is calculated based on available data from binding sales transactions, conducted at arm's length price, for similar assets or observable market prices less incremental costs for disposing of the asset. The value in use calculation is based on a Discounted Cash Flow ("DCF") model. The value in use is sensitive to the discount rate (generally weighted average cost of capital) used for the DCF model as well as the expected future cash-inflows and the growth rate used for exploration purposes.

ii. Defined Benefit Plans:

The present value of the gratuity obligation is determined using actuarial valuation. An actuarial valuation involves making various assumptions that may differ from actual developments in the future. These include the determination of the discount rate, rate of increment in salaries and mortality rates. Due



to complexities involved in the valuation and its long-term nature, a defined benefit obligation is highly sensitive to changes in these assumptions. All the assumptions are reviewed at each reporting date.

iii. Fair Value measurement of financial instruments:

When the fair values of financial assets and financial liabilities on reporting date cannot be measured based on quoted prices in active markets, their fair value is measured using valuation techniques i.e., the DCF model. The inputs to these models are taken from observable markets.

iv. Contingencies:

Management judgement is required for estimating the possible inflow/outflow of resources, if any, in respect of contingencies/claim/litigations against the company/by the company as it is not possible to predict the outcome of pending matters with accuracy.

v. Property, Plant and Equipment:

Based on evaluations done by technical assessment team, the management has adopted the useful life and residual value of its Property, Plant and Equipment. Management believes that the assigned useful lives and residual value are reasonable.

vi. Intangibles:

Internal technical or user team assesses the useful lives of Intangible assets. Management believes that assigned useful lives are reasonable.

vii. Income Taxes:

Management judgment is required for the calculation of provision for income taxes and deferred tax assets/liabilities. The Company reviews at each balance sheet date the carrying amount of deferred tax assets/liabilities. The factors used in estimates may differ from actual outcome which could lead to significant adjustment to the amounts reported in the financial statements.

viii. Provision for Warranty expenditure:

Due to the nature of industry the company operates, it needs to incur warranty expenditure on regular basis. Company applies rational judgement and past experience in determining the extent of provision to be created at the end of each reporting period.

b) Current Vs Non-current classifications:

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

- i. Expected to be realized or intended to be sold or consumed in normal operating cycle;
- ii. Held primarily for the purpose of trading;
- iii. Expected to be realized within twelve months after the reporting period, or
- iv. Cash or cash equivalent unless restricted from being exchanged or used to settle a liability for at least twelve months after the reporting period.

All other assets are classified as non-current assets.

A liability is classified as current when it satisfies below criteria:

- i. Expected to settle the liability in normal operating cycle;

- ii. Held primarily for the purpose of trading;
- iii. Due to be settled within twelve months after the reporting period, or
- iv. There is no unconditional right to defer the settlement of the liability for at least twelve months after the reporting period.

All other liabilities are classified as non-current liabilities.

Deferred tax assets and liabilities are classified as non-current assets and liabilities.

The operating cycle is the time between the acquisition of assets for processing and their realisation in cash and cash equivalents.

c) Property, Plant and Equipment:

Property, Plant and Equipment are stated at cost net of GST input credit, less accumulated depreciation and impairment losses if any. Cost comprises the purchase price, any attributable cost of bringing the asset to its working condition for its intended use and cost of borrowing till the date of capitalization in the case of assets involving material investment and substantial lead time.

Subsequent costs are included in the carrying amount of an asset or recognised as a separate asset, as appropriate, only if it is probable that the future economic benefits associated with the item will flow to the company and the cost of the item can be measured reliably. All other repairs and maintenance are charged to the statement of profit and loss in the period in which they are incurred.

The company adopted cost model as its accounting policy, in recognition of the Property, Plant and Equipment and recognises at the transaction value as the cost.

Direct expenditure incurred and other attributable costs on projects under construction or in the process of installation are termed as Capital work in progress and shown at cost in the Balance Sheet.

Depreciation is provided on the straight line method as per the useful life prescribed in the schedule II to the Companies Act, 2013 except in respect of the following categories of assets in whose case the life of certain assets has been assessed based on technical advice taking into account the nature of the asset, the estimated usage of the asset, the operating condition of the asset, the estimated usage of the asset, the operating condition of the asset, past history of replacement, maintenance supports etc.

Estimated useful life of the assets are as follows:

Type of the Asset	Method of Depreciation	Useful life considered
Buildings	Straight line Method	3 – 60 Years
Plant and Machinery	Straight line Method	5 - 15 Years
Data processing equipment	Straight line Method	3 Years
Furniture and fixtures	Straight line Method	10 Years
Vehicles	Straight line Method	8 Years
Office Equipment	Straight line Method	5 Years

An item of Property, Plant and Equipment is derecognised upon disposal or when no future economic benefits are expected from its use or disposal. Any gain or loss arising on derecognition of the asset (calculated as the difference between the net disposal proceeds and the carrying amount of the asset) is recognised in the Statement of Profit and Loss. Property, Plant and Equipment which are found to be not usable or retired from active use or when no further benefits are expected from their use are removed from the books of account and the carrying value if any is charged to Statement of Profit and Loss.



Transition to Ind AS:

On transition to Ind AS, the Company has elected to continue with the carrying value of all its property, plant, and equipment recognised as at March 31, 2016 measured as per Previous GAAP as the deemed cost of property plant and equipment.

d) Intangible Assets:

Intangible assets are carried at cost, net of accumulated amortisation expenses and impairment losses, if any. Cost of an intangible asset comprise of purchase price and attributable expenditure on making the asset ready for its intended use.

Computer software:

Costs incurred towards purchase of computer software are amortised over the useful life as estimated by the Management which is about 3 years for all of the intangible computer software assets.

An intangible asset is derecognised on disposal, or when no future economic benefits are expected from use of disposal. Gains or losses arising from derecognition of an intangible asset, measured as the difference between the net disposal proceeds and the carrying amount of the asset, and are recognized in the Statement of Profit and Loss when the asset is derecognised.

e) Impairment of tangible and intangible assets:

- i. The carrying amounts of assets are reviewed at each balance sheet date if there is any indication of impairment based on internal/external factors. An impairment loss is recognised wherever the carrying amount of an asset exceeds its recoverable amount. The recoverable amount is the greater of the asset's net selling price and its value in use. In assessing value in use, the estimated future cash flows are discounted to their present value using appropriate discounting factor. After impairment, depreciation is provided on the revised carrying amount of the asset over its remaining useful life.
- ii. When there is an indication that previously recognised impairment losses no longer exists or may have decreased, then such impairment losses are recognised in the Statement of profit and loss.

f) Borrowing Cost:

Borrowing costs directly attributable to the acquisition, construction or production of qualifying assets, which are assets that necessarily take substantial period of time to get ready for their intended use or sale, are added to the cost of those assets, until such time as the assets are substantially ready for their intended use or sale.

Interest income earned on the temporary investment of specific borrowings pending their expenditure on qualifying assets is deducted from the borrowing costs eligible for capitalisation.

All other borrowing costs are recognised in statement of profit and loss in the period in which they are incurred.

g) Inventories:

i. Stock-in-Trade:

Stock-in-Trade are stated at the lower of cost and net realizable value. Net realisable value represents the estimated selling price of inventories less estimated costs of completion and costs necessary to make the sale. Cost is determined on weighted average basis.

ii. Stores and Spares:

Spare parts, stand-by equipment and servicing equipment are recognised in accordance with Ind AS 16 when they meet the definition of Property, Plant and Equipment. Otherwise, such items are classified as

inventory. Spare parts, stand-by equipment and servicing equipment classified as inventory are stated at the lower of cost or net realisable value. Cost is determined on weighted average basis.

h) Fair Value Measurement:

The Company measures financial instruments at fair value at each balance sheet date. Fair value is the price that would be received on selling an asset or paid to transfer a liability in an orderly transaction between market participants at the measurement date, regardless of whether that price is directly observable or estimated using another valuation technique. In estimating the fair value of an asset or a liability, the Company takes into account the characteristics of the asset or a liability if market participants would take those characteristics into account when pricing the asset or liability at the measurement date. Fair value for measurement and / or disclosure purpose in these financials statements is determined on such basis, except for share-based payment transactions that are within the scope of Ind AS 102, leasing transactions that are within the scope of Ind AS 17, and measurements that have some similarities to fair value, such as net realisable value in Ind AS 2, or value in use in Ind AS 36.

In addition, for financial reporting purpose, fair value measurements are categorised into Level 1, 2 or 3 based on the degree to which the inputs to the fair value measurement are observable and the significance of the inputs to the fair value measurement in its entirety.

All assets and liabilities for which fair value is measured or disclosed in the financial statements are categorised within the fair value hierarchy, described as follows, based on the lowest level input that is significant to the fair value measurement as a whole:

- i. Level 1 – Quoted (unadjusted market prices) in active markets for identical assets or liabilities.
- ii. Level 2 – Valuation techniques for which the lowest level input that is significant to the fair value measurements is directly or indirectly observable.
- iii. Level 3 – Valuation techniques for which the lowest level input that is significant to the fair value measurement is unobservable.

i) Revenue recognition:

i. Revenue from operations:

Revenue is recognized when all the significant risks and rewards of ownership in the goods are transferred to the buyer as per the terms of the contract, the amount of revenue can be reliably measured and it is probable that future economic benefits will flow to the entity. Revenue from operations includes sale of goods and services, net of Goods and Service Tax (GST) and trade discounts, cash discounts and other discounts.

- ii. Interest/dividend: Interest income is recognized on a time proportion basis taking into account the amount outstanding and the rate applicable.

Dividend income is recognised when the right to receive payment is established by the balance sheet date.

j) Foreign currency transactions:

In preparing the financial statements of the Company, transactions in currencies other than the entity's functional currency (foreign currencies) are recognised 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 carried at fair value that are denominated in foreign currencies are retranslated at the rates prevailing at the date when fair value is determined. Non-monetary items are measured in terms of historical cost in a foreign currency are not retranslated.

Exchange differences on monetary items are recognised in the statement of profit and loss in which they arise except for exchange differences on transactions entered into in order to hedge certain foreign currency risks.

k) Retirement and other employee benefits:

1. Employer's contribution to Provident Fund, Employee State Insurance and Labour Welfare Fund has not been provided for as the company does not have any permanent employees on the rolls who are eligible for the said benefits.
2. Gratuity liability which is in the nature of defined benefit obligation has not been provided for as the company does not have any permanent employees on the rolls who are eligible for the said benefits.
3. Compensated absences which are in the nature of defined benefit obligation have also not been provided for as the company does not have any permanent employees on the rolls who are eligible for the said benefits.

l) Earnings Per Share:

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

For the purpose of calculating diluted earnings per share, the profit for the period attributable to equity shareholders and the weighted average number of shares outstanding during the period are adjusted for the effects of all dilutive potential equity shares.

m) Provisions:

Provisions are recognised when there is a present legal or constructive obligation that can be estimated reliably, as a result of a past event, when it is probable that an outflow of resources embodying economic benefits will be required to settle the obligation and a reliable estimate can be made of the amount of the obligation. Provisions are not recognised for future operating losses.

Any reimbursement that the Company can be virtually certain to collect from a third party with respect to the obligation is recognised as a separate asset. However, this asset may not exceed the amount of the related provisions.

Provisions are reviewed at each reporting date and adjusted to reflect the current best estimate. If it is no longer probable that an outflow of economic resources will be required to settle the obligation, the provisions are reversed. Where the effect of the time of money is material, provisions are discounted using a current pre-tax rate that reflects, where appropriate, the risks specific to the liability. When discounting is used, the increase in the provisions due to the passage of time is recognised as a finance cost.

n) Contingencies:

Where it is not probable that an inflow or an outflow of economic resources will be required, or the amount cannot be estimated reliably, the asset or the obligation is not recognized in the balance sheet and is disclosed as a contingent asset or contingent liability, unless the probability of inflow or outflow of economic benefits is remote. Possible outcomes on obligations/rights, whose existence will only be confirmed by the occurrence or non-occurrence of one or more future events, are also disclosed as contingent assets or contingent liabilities unless the probability of inflow or outflow of economic benefits is remote.

o) Taxes on Income:

Tax expense comprises of current and deferred tax. Current income tax is measured at the amount expected to be paid to the tax authorities in accordance with the Income Tax Act, 1961. Current tax includes taxes to be paid on the profit earned during the year and for the prior periods.

Deferred income taxes are provided based on the balance sheet approach considering the temporary differences between the tax bases of assets and liabilities and their carrying amounts for financial reporting purposes at the reporting date.

Deferred tax is measured based on the tax rates and the tax laws enacted or substantively enacted at the balance sheet date. Deferred tax assets are recognised only to the extent that there is reasonable certainty that sufficient future taxable income will be available against which such deferred tax assets can be realised. In situations where the company has unabsorbed depreciation or carry forward tax losses, all deferred tax assets are recognized only if it is probable that they can be utilized against future taxable profits.

The carrying amount of deferred tax assets are reviewed at each balance sheet date. The company writes-off the carrying amount of a deferred tax asset to the extent that it is no longer probable that sufficient future taxable income will be available against which deferred tax asset can be realized. Any such write-off is reversed to the extent that it becomes reasonably certain that sufficient future taxable income will be available.

p) Prior period items:

In case prior period adjustments are material in nature the company prepares the restated financial statement as required under Ind AS 8 - "Accounting Policies, Changes in Accounting Estimates and Errors". In case of immaterial items pertaining to prior periods are shown under respective items in the Statement of Profit and Loss.

q) Cash and cash equivalents:

Cash and cash equivalents includes cash on hand and at bank, deposits held at call with banks, other short-term highly liquid investment with original maturities of three months or less that are readily convertible to a known amount of cash as are subject to an insignificant risk of changes in value and are held for meeting short-term cash commitments.

For the Statement of Cash Flows, cash and cash equivalents consists of short term deposits, as defined above, net of outstanding bank overdraft (if any) as they being considered as integral part of the company's cash management.

r) Financial instruments:

A financial instrument is any contract that gives rise to a financial asset of one entity and a financial liability or equity instrument of another entity.

Financial Assets:

A. Initial recognition and measurement:

Financial assets are recognised when the Company becomes a party to the contractual provisions of the instrument. Financial assets are recognised initially at fair value plus, in the case of financial assets not recorded at fair value through profit or loss, transaction costs that are attributable to the acquisition of the financial asset. Transaction costs of financial assets carried at fair value through profit or loss are expensed in statement of profit or loss. Purchases or sales of financial assets that require delivery of assets within a time frame established by regulation or convention in the market place (regular way trades) are recognized on the trade date, i.e., the date that the company commits to purchase or sell the asset.

B. Subsequent measurement:

For subsequent measurement, financial assets are classified into following categories:

- a. Debt instruments at amortized cost

- b. Debt instruments at fair value through profit and loss
- c. Equity instruments at fair value through profit and loss
 - a. Debt Instruments at amortized cost:

A 'debt instrument' is measured at the amortised cost if both the following conditions are met:

- i. The asset is held within a business model whose objective is to hold assets for collecting contractual cash flows, and
- ii. Contractual terms of the asset give rise on specified dates to cash flows that are solely payments of principal and interest (SPPI) on the principal amount outstanding.

After initial measurement, such financial assets are subsequently measured at amortized cost using the effective interest rate (EIR) method. Amortized cost is calculated by taking into account any discount or premium on acquisition and fees or costs that are an integral part of the EIR. The EIR amortisation is included in finance income in the profit or loss. The losses arising from impairment are recognized in the Statement of Profit and Loss.

- b. Debt instrument at fair value through profit and loss (FVTPL):

AS per the Ind AS 101 and Ind AS 109 company is permitted to designate the previously recognised financial asset at initial recognition irrecoverably at fair value through profit or loss on the basis of facts and circumstances that exists on the date of transition to Ind AS. Debt instruments included within the FVTPL category are measured at fair value with all changes recognized in the Statement of Profit and Loss.

- c. Equity Instruments at fair value through profit and loss (FVTPL):

Equity instruments/Mutual funds in the scope of Ind AS 109 are measured at fair value. The classification is made on initial recognition and is irrevocable. Subsequent changes in the fair values at each reporting date are recognised in the statement of profit and loss.

C. Derecognition:

A financial asset or where applicable, a part of a financial asset is primarily derecognised when:

- a. The rights to receive cash flows from the asset have expired, or
- b. The company has transferred its rights to receive cash flows from the asset or has assumed an obligation to pay the received cash flows in full without material delay to a third party under a 'pass-through' arrangement; and either (a) the Company has transferred substantially all the risks and rewards of the asset, or (b) the company has neither transferred nor retained substantially all the risks and rewards of the asset, but has transferred control of the asset.

When the company has transferred its rights to receive cash flows from an asset or has entered into a pass-through arrangement, it evaluates if and to what extent it has retained the risks and rewards of ownership. When it has neither transferred nor retained substantially all of the risks and rewards of the asset, nor transferred control of the asset, the company continues to recognise the transferred asset to the extent of the company's continuing involvement.

D. Impairment of financial assets:

In accordance with Ind AS 109, the Company applies expected credit loss (ECL) model for measurement and recognition of impairment loss on the debt instruments, that are measured at amortised cost e.g., loans, debt securities, deposits, trade receivables and bank balance.

Expected credit loss is the difference between all contractual cash flows that are due to the company in accordance with the contract and all the cash flows that the entity expects to receive.

The management uses a provision matrix to determine the impairment loss on the portfolio of trade and other receivables. Provision matrix is based on its historically observed expected credit loss rates over the expected life of the trade receivables and is adjusted for forward looking estimates.

Expected credit loss allowance or reversal recognised during the period is recognised as income or expense, as the case may be, in the statement of profit and loss. In case of balance sheet it is shown as reduction from the specific financial asset.

Financial liabilities:

A. Initial recognition and measurement:

At initial recognition, all financial liabilities are recognised at fair value and in the case of loans, borrowings and payables, net of directly attributable transaction costs.

B. Subsequent measurement:

a. Financial liabilities at fair value through profit or loss:

Financial liabilities at fair value through profit or loss include financial liabilities held for trading and financial liabilities designated upon initial recognition as at fair value through profit or loss. Gain or losses on liabilities held for trading are recognised in the statement of profit and loss.

The company doesn't designate any financial liability at fair value through profit or loss.

b. Financial liabilities at amortised cost:

Amortised cost, in case of financial liabilities with maturity more than one year, is calculated by discounting the future cash flows with effective interest rate. The effective interest rate amortisation is included as finance costs in the statement of profit and loss.

Financial liability with maturity of less than one year is shown at transaction value.

C. Derecognition:

A financial liability is de-recognised when the obligation under the liability is discharged or cancelled or expires. The difference between the carrying amount of a financial liability that has been extinguished or transferred to another party and the consideration paid, including any non-cash assets transferred or liabilities assumed, is recognised in statement of profit and loss as other income or finance costs.

s) Warranty:

The company periodically assesses and provides for the estimated liability on warranty given on sale of its products based on past experience of claims.

t) Segment reporting:

The Company has only one reportable business segment, which is manufacturing and trading of agriculture machinery and operates in a single business segment. Accordingly, the amounts appearing in the financial statements relate to the company's single business segment.

u) Exceptional Items

Significant gains/losses or expenses incurred arising from external events that is not expected to recur are disclosed as 'Exceptional Item'.

Recent accounting pronouncements

On March 31, 2023, Ministry of Corporate Affairs ('MCA') issued the Companies (Indian Accounting Standards) Amendment Rules, 2023 ('the Rules'), applicable for annual reporting periods beginning on or after April 01, 2023, which are as below:

a. Ind AS 1 – Presentation of Financial Statements:

Entities are required to disclose its 'material accounting policy information' instead of its 'significant accounting policies'. Guidance has been added to explain how an entity can identify material accounting policy information and to give examples of when accounting policy information is likely to be material. The amendments also clarify that (a) accounting policy information may be material because of its nature, even if the related amounts are

immaterial; (b) accounting policy information is material if users of an entity's financial statements would need it to understand other material information in the financial statements; and (c) if an entity discloses immaterial accounting policy information, such information shall not obscure material accounting policy information. These amendments are not expected to have any material impact on the financial statements of the Company.

b. Ind AS 8 – Accounting policies, Changes in Accounting estimates and Error:

The definition of 'change in accounting estimates' is replaced with a definition of 'accounting estimates'. As per the new definition accounting estimates are "monetary amounts in financial statements that are subject to measurement uncertainty". The amendments have also added explanation for treatment and recognition of changes in accounting estimates. These amendments are not expected to have any material impact on the financial statements of the Company.

c. Ind AS 12 – Income taxes:

Transactions which give rise to equal taxable and deductible temporary differences (at time of the transaction) have been added to exceptions to the initial recognition exemption provided in the Ind AS 12. The amendments also apply to taxable and deductible temporary differences associated with right-of-use assets and lease liabilities, and decommissioning obligations and corresponding amounts recognised as assets at the beginning of the earliest comparative period presented and requires recognition of the cumulative effect of initially applying the amendments as an adjustment to the opening balance of retained earnings (or other component of equity, as appropriate) at that date. These amendments are not expected to have any impact on the financial statements of the Company.

d. Other Ind AS:

Amendments pertaining to other Ind AS [i.e. Ind AS 34 - Interim Financial Reporting, Ind AS 101 – First Time Adoption of Indian Accounting Standards, Ind AS 102 – Share-based Payments, Ind AS 103 – Business Combinations, Ind AS 107 – Financial Instruments Disclosures, Ind AS 109 – Financial Instruments and Ind AS 115 – Revenue from Contracts with Customers] contained the said Rules are in the nature of either certain corrections of errors/references or consequential changes in respect of the above mentioned amendments and do not have any material impact on existing accounting principles.

Notes forming part of the financial statement as at 31st March, 2023

Amounts in ₹ Lakhs

Particulars	Gross Block			Accumulated Depreciation / Amortisation			Net Block	
	Balance As at 1 April 2022	Additions	Disposals	Balance As at 1 April 2022	Depreciation for the year	On disposals	Balance as at 31st March 2023	Balance As at 1 April 2022
I Tangible Assets								
a Land	0.29	-	0.02	0.28	-	-	0.28	0.29
b Buildings :								
Factory Buildings	769.57	-	535.54	234.03	7.29	399.06	117.13	260.90
Non Factory Buildings- Non Resident	121.18	-	35.17	86.02	1.35	7.71	65.66	94.48
- Resident	231.17	-	231.17	-	-	33.64	-	197.53
c Plant and Equipment :								
Plant And Machinery	29.70	-	-	29.70	-4.62	-	24.70	20.08
Generators	41.51	-	41.5	-	-	39.43	-	2.08
Testing Equipment	3.46	-	3.46	-	-	3.28	-	0.17
Electrical Installations	263.07	-	-	263.07	0.70	-	14.49	15.18
Canteen Equipment	3.77	-	3.77	-	-	3.58	-	0.19
Weighing Machines	4.88	-	4.88	-	-	4.64	-	0.24
Water Works	12.49	-	12.49	-	-	11.85	-	0.63
Furniture and Fixtures	41.09	-	17.11	23.98	1.71	16.26	3.43	6.00
Office Equipment	14.72	-	14.72	-	-	13.99	-	0.73
Air-Conditioners	25.63	-	11.78	13.85	1.32	11.19	10.68	5.08
Vehicles	110.70	-	60.88	49.82	0.33	55.99	47.17	7.87
Data Processing	24.01	-	5.09	18.92	0.20	4.83	18.67	0.70
Total	1,697.25	-	977.59	719.66	8.27	605.45	487.91	612.16



Notes forming part of the financial statement as at 31st March,2023 Amounts in ₹ Lakhs

PARTICULARS	As at March 31,2023	As at March 31,2022
2 Loans - Non Current:		
a. Security Deposits - Recoverable (Telephone, APSEB, Electricity ,Coal deposits and others)	64.45	4.43
Total	64.45	4.43
3 Inventories:		
a. Stores and Spares	2.96	26.84
Total	2.96	26.84
4 Trade Receivables:		
Unsecured, Considered Good		
a. Related Parties	-	-
b. Others	90.67	194.45
Total	90.67	194.45

4 a) Trade Receivables ageing Schedule: (Rs. In Lakhs)

S.No.	Particulars	Outstanding for following Periods from Due date of Payment					Total as at 31st March,2023
		Less than 6 months	6 months to one year	1-2 years	2-3 years	More than 3 years	
(i)	Undisputed Trade Receivables - Considered good	12.91		17.68	10.51	49.57	90.67
(ii)	Undisputed Trade Receivables - Considered doubtful						
(iii)	Disputed Trade Receivables - Considered doubtful						
(iv)	Disputed Trade Receivables - Considered doubtful						

Notes forming part of the financial statement as at 31st March,2023 Amounts in ₹ Lakhs

b) Trade Receivables ageing Schedule:

S.No.	Particulars	Outstanding for following Periods from Due date of Payment					Total as at 31st March,2022
		Less than 6 months	6 months to one year	1-2 years	2-3 years	More than 3 years	
(i)	Undisputed Trade Receivables - Considered good	1.65		131.33		61.48	194.45
(ii)	Undisputed Trade Receivables - Considered doubtful						
(iii)	Disputed Trade Receivables - Considered doubtful						
(iv)	Disputed Trade Receivables - Considered doubtful						

PARTICULARS		As at March 31,2023	As at March 31,2022
5	Cash and cash equivalents:		
A.	Balances in bank a/c's		
a.	Current Accounts	4.71	3.41
B.	Cash on Hand	0.53	0.04
	Total	5.24	3.45
6	Other financial assets - Current:		
a.	Staff Advances	2.10	1.59
b.	Interest Accrued	3.77	2.97
	Total	5.86	4.56
7	Other Current Assets:		
a.	Advance for purchase Capital Equipment	3.00	-
b.	Balance with Statutory Authorities	1.48	1.40
c.	Prepaid Expenses	0.15	1.55
d.	Land Held for Sale	32.93	34.29
e.	Assets held for Sale	260.00	55.72
f.	Export License Receivable	198.60	198.60
g.	Other Advances	107.45	106.22
	Total	603.61	397.77



Notes forming part of the financial statement as at 31st March,2023 Amounts in ₹ Lakhs

PARTICULARS		As at March 31,2023	As at March 31,2022
8	Share capital:		
A.	<u>Authorised Share Capital:</u>		
	50,00,000 Equity Shares of Rs. 10/- each	500.00	500.00
		500.00	500.00
B.	<u>Issue Share Capital:</u>		
	34,99,270 Equity shares of Rs 10/- each	349.93	349.93
		349.93	349.93
C.	<u>Subscribed and paid up capital:</u>		
	34,99,270 Equity shares of Rs 10/- each	349.93	349.93
		349.93	349.93
D.	Reconciliation of the shares outstanding at the beginning and at the end of year:		
	(A) Equity Share Capital		
	In no. of Shares		
	At the Beginning and at the end of the period	3,499,270	3,499,270
	In value of Shares		
	At the Beginning and at the end of the period	349.93	349.93
E.	Rights attached to the Equity Shares:		
	(i) The Company has only one class of equity shares having face value of Rs.10/- per share with one vote per each share. The Company declares and pays dividends in Indian rupees. The dividend proposed by the Board of Directors is subject to the approval of the shareholders in the ensuing Annual General Meeting.		
	(ii) In the event of liquidation of the Company, the holders of equity shares will be entitled to receive remaining assets of the company, after distribution of all preferential amounts. The distribution will be in proportion to the number of equity shares held by the shareholders.		
F.	Details of Shareholders holding more than 5% shares in the company:		
	(A) Equity Shares:		
PARTICULARS		As at March 31,2023	As at March 31,2022
a.	Sri. Devender Kumar Agarwal		
	In no.s	1,486,088	1,486,088
	In %	42.47%	42.47%
b.	Narbada Bai Agarwal		
	In no.s	4,45,233	4,45,233
	In %	12.72%	12.72%
c.	Westend Developers Ltd		
	In no.s	338,000	338,000
	In %	9.66%	9.66%

Notes forming part of the financial statement as at 31st March,2023 Amounts in ₹ Lakhs

PARTICULARS	As at March 31,2023	As at March 31,2022
9 Other Equity:		
A. Securities Premium		
At the beginning and at the end of the period	1,438.40	1,438.40
Closing Balance	1,438.40	1,438.40
B. Export Allowance Reserve		
At the Commencement of the year	5.50	5.50
Closing Balance	5.50	5.50
C. Surplus in Statement of Profit and Loss		
a. At the beginning of the period	(4,667.81)	(4,799.09)
(+) For the current period	501.39	131.28
b. At the end of the period	(4,166.42)	(4,667.81)
D. Other Comprehensive Income		
On Actuarial Gain/(loss) on post employment benefits		
a. At the beginning of the period	(1.93)	(1.93)
b. Profit Transferred from the statement of Profit and loss		-
c. At the end of the period	(1.93)	(1.93)
E. Equity portion on Interest free unsecured loan from Directors	122.36	122.36
Total	(2,602.09)	(3,103.49)
10 Borrowings - Non Current:		
A. Term loans-Secured		
a. Andhra Bank - II	-	177.93
Less: Current maturities	-	177.93
Sub total	-	-
b. Andhra Bank - Corporate Loan	-	1,031.68
Less: Current maturities	-	1,031.68
Sub total	-	-
TOTAL	-	-

NOTE:

The above Term Loans are secured by fixed assets (present and future) on first charge paripassu basis and second charge paripassu basis on current assets company with existing bankers and guaranteed by three guarantors.

Terms of Repayment :



Notes forming part of the financial statement as at 31st March,2023 Amounts in ₹ Lakhs

Particulars	Rate of Interest	Quarterly Instalments
a) Andhra Bank -II	14.50%	4
b) Andhra Bank - Corporate Loan	14.25%	20
B. Unsecured loans		
- Loans from related parties		
(i) Liability component of Unsecured Loan from Directors	1,130.13	925.39
(ii) Inter-corporate Deposits	1,401.46	1,609.36
Sub total	2,531.59	2,534.76
Total (A+B)	2,531.59	2,534.76
PARTICULARS	As at March 31,2023	As at March 31,2022
11 Other Non-current Liability		
<i>Defered Grant account</i>	-	1.21
Total	-	1.21
12 Short term borrowings repayable on demand:		
A. Secured		
(I) Andhra Bank		
Cash Credit	-	1,000.00
Sub-Total	-	1,000.00
B. Current maturities of long term borrowings		
i). Andhra Bank -II	-	177.93
ii). Andhra Bank - Corporate Loan	-	1,031.68
Less: Loan Repayment Under OTS	-	2,034.90
Sub-Total	-	174.71

NOTE:

- All Working Capital loans are secured by hypothecation of stocks of raw materials, yarn, fabric, stock-in-process, stores and spares and book debts and by a second mortgage over the (present and future) movable & immovable properties of the Company on pari-passu basis and further guaranteed by three Directors of the Company in their personal capacities.

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Notes forming part of the financial statement as at 31st March,2023 Amounts in ₹ Lakhs

PARTICULARS	As at March 31,2023	As at March 31,2022
C. Sales Tax deferement Payable	-	53.64
Total (A+B+C)	-	228.35
13 Trade Payables - Current:		
a. Small and Micro enterprises	25.57	14.37
b. Others	244.34	409.94
Total	269.92	424.32

13 a) Trade Payables ageing Schedule:

S.No.	Particulars	Outstanding for following Periods from Due date of Payment						Total as at 31st March,2023
		Unbilled dues	Less than 6 months	6 months to one year	1-2 years	2-3 years	More than 3 years	
(i)	MSME		0.86	0.86	1.72	6.79	15.34	25.57
(ii)	Others					49.79	194.55	244.34
(iii)	Disputed dues-MSME							
(iv)	Disputed dues-Others							

b) Trade Payables ageing Schedule:

S.No.	Particulars	Outstanding for following Periods from Due date of Payment						Total as at 31st March,2022
		Unbilled dues	Less than 6 months	6 months to one year	1-2 years	2-3 years	More than 3 years	
(i)	MSME						14.37	14.37
(ii)	Others		87.97	18.67	7.28	64.34	231.69	409.94
(iii)	Disputed dues-MSME							
(iv)	Disputed dues-Others							

PARTICULARS	As at March 31,2023	As at March 31,2022
14 Other financial liabilities - Current:		
Interest accrued		
a. Andhra Bank Term Loan	-	300.30
Total	-	300.30



Notes forming part of the financial statement as at 31st March,2023 Amounts in ₹ Lakhs

PARTICULARS	As at March 31,2023	As at March 31,2022
15 Other current liabilities:		
a. Advance received against sales	109.93	150.15
b. Statutory Dues	28.67	25.55
d. Other payables	287.82	243.57
Total	426.42	419.27
16 Provisions - Current:		
A. Provision for employee benefits		
a. Provision for Gratuity (Un funded)	5.60	5.60
b. Leave Encashment (unfunded)	8.87	8.87
c. Salary & Reimbursements	37.49	60.30
d. Contribution to PF & ESI	-	20.78
e. Bonus Payable	3.75	3.75
Total	55.71	99.30

PARTICULARS	For the year ended March 31,2023 IndAS	For the year ended March 31,2022 IndAS
17 Revenue from Operations:		
A. Domestic Sales		
a. Sale of Land	20.94	-
b. Cotton I		477.57
Total	20.94	477.57
18 Other Income:		
A. Interest Income on		
a. Security Deposits	4.19	3.39
B. Other Non-operating Income (Net of Expenses)		
a. Credit Balance and Excess provision Written Back	71.26	15.59
b. Rent Received	15.00	36.77
c. Profit on Sale of Assets	5.29	181.14
d. Miscellaneous Receipts	52.82	35.19
e. Sale of Stores and Spares	23.88	-
C. Government Grant Account	1.21	2.58
Total	173.65	274.66

Notes forming part of the financial statement as at 31st March,2023 Amounts in ₹ Lakhs

PARTICULARS	For the year ended March 31,2023 IndAS	For the year ended March 31,2022 IndAS
19 Cost of Materials Consumed		
Opening Stock	34.29	26.84
Add : Purchases		-
Less : Closing Stock	32.93	26.84
Total	1.36	-
20 Changes in inventories of Stock-In-Trade:		
a. Inventory at the beginning of the period		
Yarn	-	-
Cotton waste	-	-
Total	-	-
b. Inventory at the end of the period		
Yarn	-	-
Cotton waste	-	-
Total	-	-
(Increase)/Decrease in Stock	-	-
PARTICULARS	For the year ended March 31,2023 IndAS	For the year ended March 31,2022 IndAS
21 Employee Benefits Expense:		
a. Salaries, Wages and Bonus	10.49	23.95
b. Staff Welfare Expenses	-	3.18
c. Gratuity	-	4.32
Total	10.49	31.45
22 Finance Costs		
a. Interest on Borrowings	0.32	58.86
b. Other Borrowing costs	0.17	0.13
c. Interest on MSME	1.72	1.72
c. Interest on Unsecured loans	125.64	48.02
d. Interest on Deferred Sales Tax	1.75	3.39
Total	129.59	112.12
23 Depreciation and amortisation expense:		
a. Depreciation on Property ,Plant and Equipment	8.27	34.52
Total	8.27	34.52



Notes forming part of the financial statement as at 31st March,2023 Amounts in ₹ Lakhs

PARTICULARS	For the year ended March 31,2023 IndAS	For the year ended March 31,2022 IndAS
24 Other expenses:		
A. Power & Fuel		
(i) Electricity Charges	18.06	14.51
B. Payments to the auditor as		
(i) auditor	1.20	1.20
(ii) for taxation matters	0.50	0.50
C. Repairs & Maintenance	0.10	-
D. Insurance	1.07	1.57
E. Rates and taxes, excluding, taxes on income	43.29	1.30
F. Printing and Stationery	0.28	0.40
G. Postage, Telegrams and Telephones	0.59	0.48
H. Travelling and Conveyance	0.82	3.66
I. Directors' Sitting Fees	0.62	0.62
J. Advertisement	0.54	1.38
K. Legal & Professional Charges	5.17	3.99
L. Licence & Fees	3.81	3.69
M. Vehicle Maintenance	3.08	3.71
N. Bad debts and Debit balance written off	4.65	63.12
O. Loss on Sale of Fixed Assets	146.34	1.43
P. Miscellaneous expenses	26.86	5.64
Q. Prior period Expenses	10.97	9.23
Total	267.94	116.43
25 Other comprehensive income:		
a. Acturial Gain/(Losses) on Gratuity Expense for the period	-	-
b. Deferred Taxes on above	-	-
Total	-	-
26 Earnings Per Equity Share:		
a. Total Comprehensive Income for the period	501.39	131.28
b. Weighted average number of equity shares of Rs. 10/-each	3,499,270	3,499,270
Earnings per equity share (Basic and Diluted) - (a) / (b)	14.33	3.75

Notes forming part of the financial statement as at 31st March,2023 Amounts in ₹ Lakhs

27. Income tax expense and Deferred Taxes:

Particulars	For the year ended March 31, 2023	For the year Ended March 31, 2022
<u>Income Tax Expense: -</u>		
a. Current Tax	-	-
b. Deferred Tax (arising on temporary differences)	-	-
Total Tax Expense for the year	-	-
Note: The company has not recognized Deferred Tax Assets, due to lack to reasonable certainty that deferred taxes will be reversed in near future.		

Particulars	For the year ended March 31, 2023	For the year Ended March 31, 2022
<u>Effective Tax Reconciliation: -</u>		
a. Net Profit/(Loss) before taxes	496.50	131.28
b. Tax rate applicable to the company as per normal provisions	26%	26%
c. Tax expense on net profit (c = a*b)	129.09	34.13
d. Increase/(decrease) in tax expenses on account of:		
i. Accelerated Depreciation	(0.19)	20.44
ii. Effect of expenses not deductible in determining taxable profits	18.57	26.20
iii. Effect for deduction for expenses earlier disallowed	-	-
vi. Disallowances U/s 43B	(0.39)	(9.96)
vii. Other adjustments	(1.76)	-
Net Increase/(decrease) in tax expenses	16.23	36.68

28. Fair Value of Financial Instruments:

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

The fair value of the financials assets and liabilities is reported at the amount at which the instrument could be exchanged in a current transaction between willing parties, other than in a forced or liquidation sale. The following methods and assumptions were used to estimate the fair values:

- The fair values of the quoted instruments are based on price quotations at the reporting date. The fair value of unquoted instruments is based on the Net Asset Value provided by the Management as on the date of reporting.
- Fair value of Deferred Sales Tax Liability and Unsecured Loans is calculated by discounting future cash flows using rates currently available for debt on similar terms, credit risk and remaining maturities.

Description of significant observable inputs to valuation:



Notes forming part of the financial statement as at 31st March, 2023 Amounts in ₹ Lakhs

- Deferred Sales Tax Liability and Unsecured Loans:
Interest Rate factor has been considered at a rate currently available for debt on similar terms, by the company for discounting the amount receivable at the time of maturity.
The carrying amount of all financial assets and liabilities (except for those instruments carried at fair value) appearing in the financial statements is reasonable approximation of fair values.

Particulars	Carrying Value		Fair value	
	March 31, 2023	March 31, 2022	March 31, 2023	March 31, 2021
Financial Assets				
At Amortised cost				
Loans	64.45	4.43	64.45	4.43
Trade receivables	90.67	194.45	90.67	194.45
Cash and Bank Balances	5.24	3.45	5.24	3.45
Other Financial assets	5.86	4.56	5.86	4.56
Total Financial Assets	166.22	206.88	166.22	206.88
Financial Liabilities				
At Amortised cost				
Borrowings	2489.47	2723.04	2531.59	2763.10
Trade Payables	269.92	424.32	269.92	424.32
Other Financial liabilities	-	300.30	-	300.30
Total Financial Liabilities	2759.38	3447.66	2801.51	3487.73

29. Fair Value hierarchy:

The following tables provide the fair value measurement hierarchy of the company's financial assets and liabilities. Quantitative disclosures of fair value measurement hierarchy for financial instruments as at March 31, 2023:

Particulars	Total Value	Fair Value measurement using		
		Quoted prices in active markets (Level - 1)	Significant observable inputs (Level - 2)	Significant unobservable inputs (Level- 3)
Financial Assets: -				
Designated at Amortised Cost:				
Loans & Advances	64.45	-	-	64.45
Trade Receivables	90.67	-	-	90.67
Cash and Bank Balances	5.24	-	-	5.24
Other Financial Assets	5.86	-	-	5.86
Financial Liabilities: -				
Designated at Amortised Cost:				
Borrowings	2531.59	-	-	2531.59
Trade Payables	269.92	-	-	269.92

Notes forming part of the financial statement as at 31st March,2023 Amounts in ₹ Lakhs

Quantitative disclosures of fair value measurement hierarchy for financial instruments as at March 31, 2022:

Particulars	Total Value	Fair Value measurement using		
		Quoted prices inactivemarkets (Level – 1)	Significant observable inputs (Level – 2)	Significant unobservable inputs (Level- 3)
Financial Assets: -				
Designated at Amortised Cost:				
Loans		4.43	-	4.43
Trade Receivables		194.45	-	194.45
Cash and Bank Balances		3.44	-	3.44
Other Financial Assets		4.56	-	4.56
Financial Liabilities: -				
Designated at Amortised Cost:				
Borrowings		2763.10	-	2763.10
Trade Payables		424.32	-	424.32
Other Financial liabilities		300.30	-	300.30

30. Related Party Transactions:

During the year under reference the Company has entered following transactions with Related Parties:

Names of the Related parties and description of relationship:

i) Key Managerial Personnel

Name of Party	Description of relationship
Sri. Devender Kumar Agarwal	Managing Director & CFO

ii) Relatives of Key Management Personnel

Name of Party	Description of relationship
Smt. Narbada Agarwal	Mother of Sri Devender Kumar Agarwal
Smt. Latha Agarwal	Wife of Sri. D. K. Agarwal
Sri. Prateek Agarwal	Son of Sri. D. K. Agarwal

iii) Enterprises over which the Shareholders of the Company, KMP/relatives of KMP exercise Control or significant influence

1. M/s. Suryavanshi Spinning Mills Limited
2. M/s. Sheshadri Industries Limited
3. M/s. Suryalakshmi Cotton Mills Limited
4. M/s. Suryavanshi Industries Limited
5. M/s. Sheshadri Power and Infrastructure Pvt.Ltd
6. M/s. Moonglade Industries Private Limited

Note: The details of related parties with whom the company has entered into transactions during the reporting periods have been disclosed.

Notes forming part of the financial statement as at 31st March,2023 Amounts in ₹ Lakhs

a) Transactions with Enterprises over which the Shareholders of the Company, KMP/relatives of KMP exercise Control or significant influence:

(i) Unsecured loan Received (Net of Repayments)

Particulars	For the year ended March 31, 2023	For the year ended March 31, 2022
Sri Devender Kumar Agarwal	1076.50 Cr	875.33 Cr
M/s. Sheshadri Power and Infrastructure Pvt Ltd	171.42 Cr	466.84 Cr

(ii) Other Transactions

Particulars	For the year ended March 31, 2023	For the year ended March 31, 2022
M/s. Suryavanshi Spinning Mills Ltd	Receipts: 120.00 Payments: 78.00	Payments: 101.25 Receipts: 101.00
M/s. Suryavanshi Industries Ltd	Receipts: 238.05 Payments: 198.56	Receipts: 139.60 Payments: 139.60

(iii) Interest on Unsecured loans

Particulars	For the year ended March 31, 2023	For the year ended March 31, 2022
M/s. Sheshadri Power and Infrastructure Pvt Ltd	27.58	28.70
M/s. Surya Lakshmi Cotton Mills Ltd	2.06	2.29

Outstanding balances at the year end

Particulars	As at March 31,2023	As at March 31, 2022
A. Amounts due from related parties		
M/s. Suryavanshi Industries Ltd	7.48 Dr	76.96 Dr
M/s. Sheshadri Industries Ltd	22.67 Dr	101.67 Dr
B. Amount due to related Parties		
M/s. Suryavanshi Spinning Mills Ltd	190.36 Cr	148.13 Cr
(ii) Advances		
M/s. Innovative Interiors	21.04 Dr	21.04 Dr
(iv) Unsecured Loan		
M/s. Suryalakshmi Cotton Mills Limited	38.98 Cr	36.92Cr
Sri B.N.Agarwal	8.00 Cr	8.00 Cr
Devender Kumar Agarwal (HUF)	3.50 Cr	3.50 Cr

Notes forming part of the financial statement as at 31st March,2023 Amounts in ₹ Lakhs**31. Financial Risk Management objectives and policies:**

The company is exposed to financial risks arising from its operations and the use of financial instruments. The key financial risks include interest rate risk, foreign currency risk, market risk, credit risk and liquidity risk. The company's risk management policies focus on the unpredictability of financial markets and seek to, where appropriate, minimize potential and guidelines and there has been no change to the company's exposure to these financial risks or the manner in which it manages and measures the risks or the manner in which it manages and measures the risks.

The following sections provide the details regarding the Company's exposure to the financial risks associated with financial instruments held in the ordinary course of business and the objectives, policies and processes for the management of these risks.

i. Market Risk:

Market risk is the risk that the fair value or future cash flows of a financial instrument will fluctuate because of changes in market prices. Market prices comprise three types of risk: currency rate risk, interest rate risk and other price risks, such as equity risk. Financial instruments affected by market risk include borrowings, deposits, investments in debt securities, mutual funds, and other equity funds.

a. Interest rate risk:

Interest rate risk is the risk that the fair value or future cash flows of the Company and the Company's financial instruments will fluctuate because of changes in market interest rates. The Company's exposure to interest rate risk arises primarily from the Company's long-term debt obligations, advances, security deposits and cash and cash equivalents.

The company's policy is to manage its interest rate risk by having a balanced portfolio of fixed and variable rate loans and borrowings.

ii. Credit risk:

Credit risk is the risk of loss that may arise on outstanding financial instruments when counterparty default on its obligations. The Company's exposure to credit risk arises primarily from trade and other receivables. For other financial assets (including investment securities, cash and short-term deposit), the Company minimizes the credit risk by dealing exclusively with high credit rating counterparties. The Company's objective is to seek continual revenue growth while minimizing losses incurred due to increased credit risk exposure. The Company trades only with recognised and creditworthy third parties. It is the Company's policy that all customers who wish to trade on credit terms are subject to credit verification procedures.

In addition, Outstanding customer receivables are regularly monitored and any credits to new customers are generally covered by appropriate security in the form of deposits.

a. Exposure to credit risk:

At the end of the reporting period, the Company's maximum exposure to credit risk is represented by the carrying amount of each class of financial assets recognised in the statement of financial position. No other financial assets carry a significant exposure to credit risk.

b. Credit risk concentration profile:

At the end of the reporting period, there were no significant concentrations of credit risk. The maximum exposures to credit risk in relation to each class of recognised financial assets is represented by the carrying amount of each financial assets as indicated in the balance sheet.

c. Financial assets that are neither past due nor impaired:

Trade and other receivables that are neither past due nor impaired are creditworthy debtors with good payment record with the Company. Cash and short-term deposits, investment securities that are neither

Notes forming part of the financial statement as at 31st March, 2023 Amounts in ₹ Lakhs

past due nor impaired are placed with or entered with reputable banks, financial institutions or companies with high credit ratings and no history of default.

d. Financial assets that are either past due or impaired:

Trade receivables that are past due or impaired at the end of the reporting period, for which life time expected credit loss has been provided by the company according to its policy. These are shown in the balance sheet at carrying value less impairment/expected credit loss.

iii. Liquidity risk:

The risk that an entity will encounter difficulty in meeting obligations associated with financial liabilities that are settled by delivering cash or another financial asset.

The company ensures that it has sufficient cash on demand to meet expected operational demands, including the servicing of financial obligations; this excludes the potential impact of extreme circumstances that cannot reasonably be predicted.

The table below summarizes the maturity profile of the Company's financial liabilities based on contractual undiscounted payments which are payable within 12 months.

	Less than 12 months	1 to 3 years	More than 3 years	Total	Carrying Amount
As at March 31, 2023					
Borrowings		930.93	1558.54	2489.47	2489.47
Trade Payables	1.72	58.30	209.89	269.91	269.91
Other Financial Liabilities	-	-	-	-	-
As at March 31, 2022					
Borrowings		1335.36	1387.68	2723.04	2723.04
Trade Payables	36.34	13.30	374.68	424.32	424.32
Other Financial Liabilities	58.07	242.23		300.30	300.30

32. Capital Management:

Particulars	As at March 31, 2023	As at March 31, 2022
Total Borrowings #	2531.59	2763.10
Net Debt		
Equity	349.93	349.93
Other Equity*	(2602.09)	(3103.49)
Total Equity	(2252.16)	(2753.56)
Debt/Equity ratio	(1.12)	(1.00)

Total Borrowings includes Long-term and short-term borrowings, Loans from related parties, Deferred Sales Tax Liability and Cash and packing credits.

*Other Equity includes securities premium, export allowance, equity portion of unsecured loans.

Notes forming part of the financial statement as at 31st March,2023 Amounts in ₹ Lakhs

33. Contingencies and Commitments:

Particulars	As at March 31, 2023	As at March 31, 2022
Contingent Liabilities		
a. Demand from Sales Tax Department, Andhra Pradesh in connection with levy of purchase tax on polyster staple fibre from Reliance Industries Limited, levy of tax on work contract receipts and withdrawal of deferment availed by the company for the year 2001-02. AP. Sales Tax Appellate Tribunal set aside the order passed by the Sales Tax Authorities. The Department has challenged the said order before the Hon'ble High Court of AP. and the same is pending.	3.25	3.25
b. Bharat Petroleum Corporation Limited filed a civil suit before Addl.Chief Judge City Civil Court, Secunderabad, against the company for alleged deferential sales tax dues on purchase of HSD and furnace oil made by the company during the financial years 1996-97 & 1997-98.	40.28	40.28
c. The Company has recorded a net profit of Rs. 501.39 Lakhs for the year and has accumulated losses of Rs. 4166.42 Lakhs as at March 31,2023 resulting in complete erosion of the net worth and current liabilities exceed current asset by Rs. 16.78 Lakhs. Further, there were no lower cash inflows from the existing business activities.		
Commitments		
a. The Company demerged on 01-04-2013. Before demerger, Suryavanshi Spinning Mills Ltd was a single entity. The land which is presently pledged to Kotak Mahindra Bank against a sanctioned loan was registered in the name of Suryavanshi Spinning Mills Ltd before the demerger. Due to this Bank insisted on three companies i.e., Suryavanshi Spinning Mills Ltd (demerged company) Aananda Lakshmi Spinning Mills Ltd (Resulting company) Sheshadri Industries Limited (Resulting Company) to sign and issue Corporate Guarantee deed in favor of Kotak Mahindra Bank against sanctioned loan to the Companies. The Company provided a corporate guarantee on behalf of Suryavanshi Spinning Mills Limited and Sheshadri Industries Limited in favor of Kotak Mahindra Bank in June 2022 against a short-term loan. As of 31st March 2023, the Companies repaid 80% of the loan amount to the Bank, and the remaining 20% of the loan amount shall repay till September 2023. We further opined/confirmed that financial impact from the above transaction, if any will not be material to the financial statements.	1600.00	-

**Notes forming part of the financial statement as at 31st March, 2023** Amounts in ₹ Lakhs**34. Micro, Small and Medium Enterprises Development Act, 2006 (MSMED Act):**

Particulars	As at March 31, 2023		As at March 31, 2022	
	Principal	Interest	Principal	Interest
Amount due to vendor	14.37	11.20	14.37	1.72
Principal amount paid (includes unpaid) beyond appointed date	-	-	-	-
Interest due and payable for the year	-	-	-	-
Interest accrued and remaining unpaid	-	-	-	-

*The information with regard to Micro, Small and Medium Enterprises has been determined to the extent such parties could be identified on the basis of the information available with the company. The above-mentioned amount is due to them for a period exceeding 45 days and the company has not provided any interest for the delay in payments as the company is in the process of settling the dues with the parties amicably.

35. The Company's business activity falls in a two business segment i.e. Textile products & Real Estate, in terms of IND AS 108 on operating segments.
36. The company could not obtain confirmation of balances as at 31st March, 2023 in respect of trade receivables and trade payables and the Company hopes that they would be collected and paid.
37. The Company Paid Loan amount including proposed interest under OTS scheme to Union Bank of India (formerly Andhra Bank) and received no dues certificate. The company has already filed charge satisfied form to ROC.
38. Previous year figures have been regrouped where ever necessary to conform current year classification.

As per our report of even date
For **K.S.Rao & Co.**
Chartered Accountants
Firms' Registration Number: 003109S

M.Naga Prasadu
Partner
Membership Number: 231388

Place: Secunderabad
Date: 30th May, 2023

For and behalf of Board of Directors
Aananda Lakshmi Spinning Mills Ltd

D.K.Agarwal
Managing Director & CFO

Manish Gupta
Director

Ashu
Company Secretary

Amounts in ₹ Lakhs

Notes forming part of the financial statement as at 31st March, 2023**39 Financial Ratios**

Particulars	Numerator	Denominator	As at 31st March, 2023		As at 31st March, 2022		Variance %	
			Numerator	Denominator	Numerator	Denominator		
Current Ratio (no. of times)	Current Assets	Current Liabilities	735.27	752.05	637.35	1,471.54	0.43	125.73%
Debit Equity Ratio (no. of times)	Total Debt	Shareholders' Equity	2,531.59	(2,252.16)	2,763.10	(2,753.56)	(1.00)	12.02%
Debt Service Coverage Ratio (no. of times)	Earnings available for debt Service	Debt Service	780.31	228.35	279.35	2,034.90	0.14	2389.21%
Return on Equity Ratio (%)	Net Profits after Taxes	Average Shareholders' equity	501.39	(2,502.86)	131.28	(2,819.20)	(0.05)	330.19%
Inventory Turnover Ratio (no. of times)	Cost of goods sold (or) sales	Average Inventory	1.36	14.90	412.67	26.84	15.38	-99.41%
Trade Receivables Turnover Ratio (no. of times)	Net Credit Sales	Average trade Receivables	20.94	142.56	477.57	241.92	1.97	-92.56%
Trade Payables Turnover Ratio (no. of times)	Net Credit Purchases	Average trade Payables	-	347.12	412.67	410.61	1.01	
Net Capital Turnover Ratio (no. of times)	Net Sales	Working Capital	20.94	(16.78)	477.57	(834.19)	(0.57)	117.99%
Net Profit Ratio (%)	Net Profits after Taxes	Net Sales	501.39	20.94	131.28	477.57	0.27	8610.27%

Amounts in ₹ Lakhs

Notes forming part of the financial statement as at 31st March, 2023

Particulars	Numerator	Denominator	As at 31st March, 2023			As at 31st March, 2022			Variance %
			Numerator	Denominator	Ratios	Numerator	Denominator	Ratios	
Return on Capital employed (%)	Earning before Interest and Taxes	Capital Employed	630.98	279.43	2.26	243.40	10.75	22.65	-90.03%
Return on Investment (ROI) (%)	Difference in market value adjusted with net cash flows to equity	Opening market value and sum of (Net cash flow from Equity X Weight of the net cash flow)	-	-	-	-	-	-	0.00%

AANANDA LAKSHMI SPINNING MILLS LIMITED**CIN: L17121TG2013PLC086564****Registered Office:** 6th Floor, Surya Towers, 105,S.P.Road, Secunderabad – 500003

Phone: 91-40-27898982

Website: www.aanandalakshmi.com, Email: info@aanandalakshmi.com

FORM No. MGT-12: POLLING PAPER

(Pursuant to Section 109(5) of the Companies Act, 2013 and Rule 21(1)(c) of the Companies (Management and Administration) Rules, 2014)

BALLOT PAPER

Name of the first named shareholder (in Block letters)	
Postal Address	
Registered Folio No. / *Client ID No. (*Applicable to investors holding shares in dematerialized form)	
Class of shares	Equity

I hereby exercise my vote in respect of the ordinary / special resolutions for the business enumerated below and as stated in the Notice of 10th Annual General Meeting of the Company to be held on Friday, 22nd day of September, 2023 at 10.30 AM by recording my/ assent or dissent to the said resolution by placing tick (√) at the appropriate box below:

Sl. No.	Particulars	No. of shares held by me	I/we assent to the resolution (FOR)	I/we dissent to the resolution (AGAINST)
	Ordinary Business			
1	To receive, consider and adopt the Audited financial statements of the company for the financial year ended 31 st March, 2023 together with the reports of the board of directors and auditors thereon.			
2	To appoint a director in place of Mr. Devender Kumar Agarwal (DIN: 00042156), who retires by rotation and being eligible, offers himself for reappointment as a Director liable to retire by rotation.			
	Special Business			
3	To approve the re-appointment of Mr. Devender Kumar Agarwal, (DIN: 00042156) as Managing Director of the Company			
4	To fix and approve the remuneration payable to Mr. Devender Kumar Agarwal, as Managing Director			

Place: Secunderabad

Date: 12.08.2023

Signature of the member



10th Annual General Meeting
AANANDA LAKSHMI SPINNING MILLS LIMITED

CIN: L17121TG2013PLC086564

\\Registered Office: 6th Floor, Surya Towers, 105,

\\S.P.Road, Secunderabad – 500003

\\Phone: 91-40-27898982

Website: www.aanandalakshmi.com, Email: info@aanandalakshmi.com

PLEASE COMPLETE THE ATTENDANCE SLIP AND HAND OVER AT THE ENTRANCE OF THE MEETING HALL.

ATTENDANCE SLIP

I / We hereby record my / our presence at the 10th Annual General Meeting of the Aananda lakshmi Spinning Mills Ltd held on Friday, 22nd day of September, 2023 at 10.30 A.M. at Incredible One Hotel, 1-2-40, 41 & 43, Park Lane, Sandhu Apartment, Kalasiguda, Secunderabad, Telangana-500003

For Physical Holding	For Electronic Form (Demat) NSDL / CDSL		No. of shares
Folio No.	DP ID	CLIENT ID	
Name of the member / joint member(s) (in block capitals):			

Signature of the member/ Joint member(s) / proxy

**10th Annual General Meeting
AANANDA LAKSHMI SPINNING MILLS LIMITED**

CIN: L17121TG2013PLC086564

Registered Office: 6th Floor, Surya Towers, 105,

S.P.Road, Secunderabad – 500003

Phone: 91-40-27898982

Website: www.aanandalakshmi.com, Email: info@aanandalakshmi.com

PROXY FORM

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

Name of the member(s)	
Registered Address	
Email ID	
Folio No./ Client ID	
DP ID	

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

1. Name :
Address :
Email ID :
Signature : or failing him

2. Name :
Address :
Email ID :
Signature : or failing him

3. Name :
Address :
Email ID :
Signature :

as my/ our proxy to attend and vote (on a poll) for me/ us and on my/ our behalf at the Annual General Meeting of the company, to be held on **Friday, 22nd day of September, 2023 at 10.30 A.M. at Incredible One Hotel, 1-2-40, 41 & 43, Park Lane, Sandhu Apartment, Kalasiguda, Secunderabad, Telangana- 500003**, or at any adjournment thereof in respect of such resolutions as are indicated below:



Sl. No.	Particulars	FOR	AGAINST
	Ordinary Business		
1	To receive, consider and adopt the Audited financial statements of the company for the financial year ended 31 st March, 2023 together with the reports of the board of directors and auditors thereon.		
2	To appoint a director in place of Mr. Devender Kumar Agarwal (DIN: 00042156), who retires by rotation and being eligible, offers himself for reappointment as a Director liable to retire by rotation.		
	Special Business		
3	To approve the re-appointment of Mr. Devender Kumar Agarwal, (DIN: 00042156) as Managing Director of the Company		
4	To fix and approve the remuneration payable to Mr. Devender Kumar Agarwal, as Managing Director		

Affix

Signed this _____ day of _____ 2023

Revenue stamp

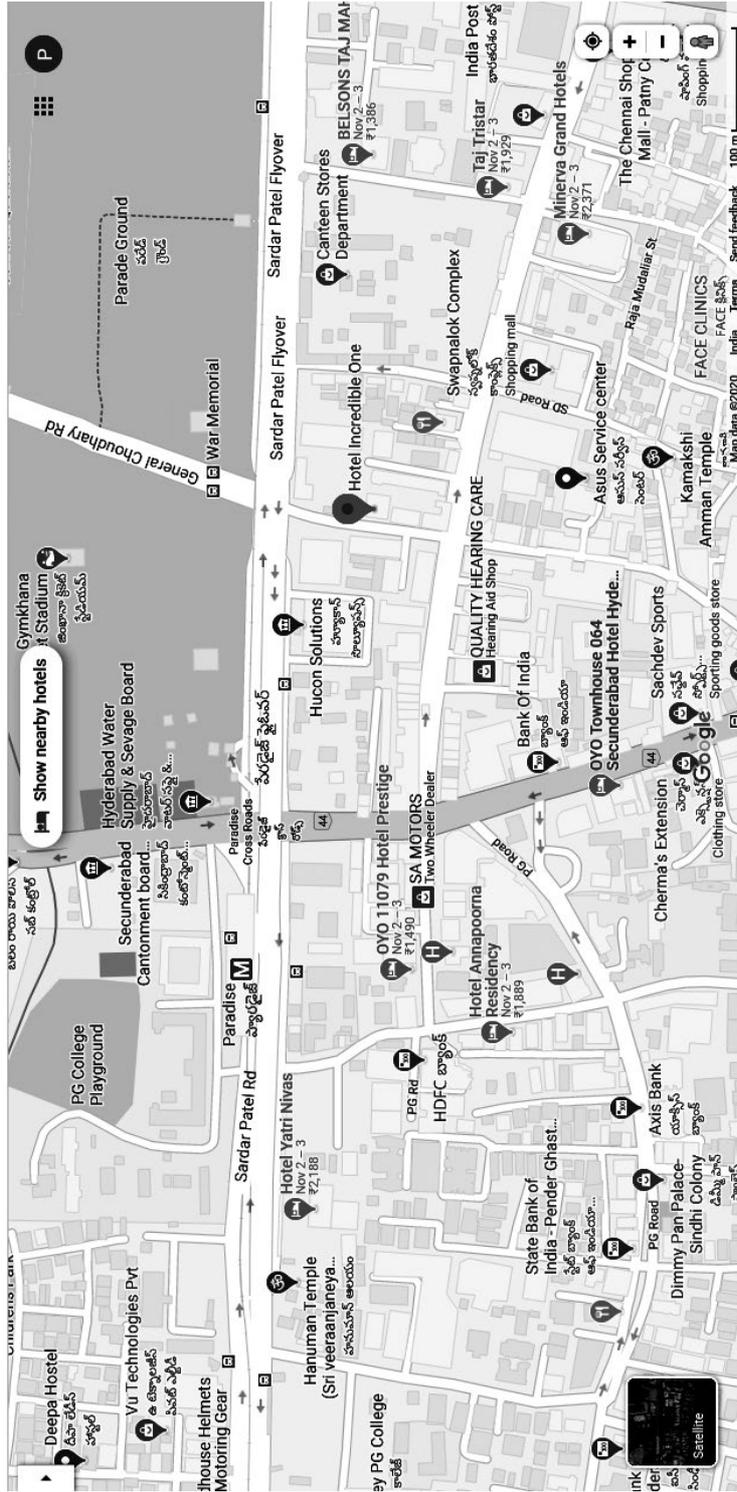
Signature of Shareholder

Signature of Proxyholder(s)

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

ROUTE MAP FOR THE VENUE OF 10TH ANNUAL GENERAL MEETING:

I-2-40, 41 & 43, Park Lane, Sandhu Apartment, Kalasiguda, Secunderabad, Telangana 500003, India





AANANDA LAKSHMI SPINNING MILLS LIMITED



AANANDA LAKSHMI SPINNING MILLS LIMITED

Registered office

Surya Towers, 105 Sardar Patel Road
Secunderabad-500 003, Telangana
Website: www.suryavanshi.com
Email: info@suryavanshi.com
CIN: L14220TG1978PLC002390
Phone: 91-40-27843333