



**khaitan (India) Limited**

CIN No. L10000WB1936PLC008775

Phone : (033) 4050 5000  
Fax : (033) 2288 3961

Ref: KIL: SEC: 40:2023-24  
Date: 01-09-2023

To,  
The Manager  
Listing Department,  
National Stock Exchange of India Limited  
5<sup>th</sup> Floor, C/1, G Block,  
Bandra Kurla Complex, Bandra (E),  
Mumbai - 400051, Maharashtra India  
NSE Symbol: KHAITANLTD

To,  
The Secretary,  
Listing Department  
BSE Limited  
Phiroze Jeejeebhoy Towers,  
Dalal Street, Mumbai - 400001  
Maharashtra India  
BSE Symbol: 590068

**Sub: SUBMISSION OF A COPY OF THE ANNUAL REPORT ALONG WITH NOTICE OF THE 86<sup>TH</sup> ANNUAL GENERAL MEETING OF THE COMPANY FOR THE FINANCIAL YEAR 2022-23 WHICH IS SCHEDULED TO BE HELD ON FRIDAY 29<sup>TH</sup> SEPTEMBER, 2023.**

Respected Sir,

As per requirement of Regulation 34(1) (a) of SEBI (Listing Obligations and Disclosure Requirements) Regulations 2015, please find enclosed herewith a copy of the Annual Report along with Notice of the 86<sup>th</sup> Annual General Meeting of the company for the financial year 2022-23 which is scheduled to be held on Friday, 29<sup>th</sup> September, 2023. The Annual report is also available on the website of the Company i.e., [khaitansugar.in](http://khaitansugar.in) under "FINANCIAL RESULTS" tab (File Name: Annual Report for the Year of 2022-2023).

Kindly take the same on record.

Thanking You,  
Yours faithfully  
For KHAITAN (INDIA) LIMITED

*anugandh*

ANKIT SUGANDH  
(Company Secretary & Compliance Officer)



C.C.:

To,  
National Securities Depository Ltd  
Trade World, 4<sup>th</sup> Floor, Kamala Mills Compound  
Senapati Bapat Marg, Lower Parel, Mumbai - 400013.

To,  
Central Depository Services (I) Ltd  
Phiroze Jeejeebhoy Towers  
Dalal Street, Mumbai - 400001.

Visit us at [www.khaitan.com](http://www.khaitan.com)

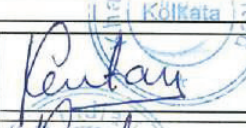


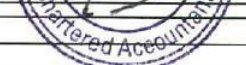
Regd. Office : 20th Floor, 46C, J. L. Nehru Road, Kolkata-700 071

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## ANNEXURE I

## Statement on Impact of Audit Qualifications (for audit report with modified opinion) submitted along-with Annual Audited Financial Results

(Amount in Rs. Lakhs)

Statement on Impact of Audit Qualifications for the Financial Year ended March 31, 2023 [See Regulation 33 / 52 of the SEBI (LODR) (Amendment) Regulations, 2016]			
i. Sl. No.	Particulars	Audited Figures (as reported before adjusting for qualifications)	Adjusted Figures (audited figures after adjusting for qualifications)
1	Turnover / Total income	6,508.68	6,508.68
2	Total Expenditure	6,440.82	6,440.82
3	Net Profit/(Loss) After Tax	67.86	67.86
4	Earnings Per Share (in Rs.)	1.43	1.43
5	Total Assets	7,140.48	7,140.48
6	Total Liabilities	5,277.28	5,277.28
7	Net Worth	1,863.20	1,863.20
8	Any other financial item(s) (as felt appropriate by the management)	NIL	NIL
II. Audit Qualification (each audit qualification separately):			
a. Details of Audit Qualification:			
Reference is invited to Note No – 4 to the financial results regarding the non-operation of sugar mill of the company for more than 5 years. In our opinion, the reported balances of asset, liabilities, amount of income and expenses and cash flows in so far as relating to the said Sugar Division should have been recognized and disclosed as under Discontinued Operations, instead the same has been considered as part of continuing/regular business operation by the company.			
b. Type of Audit Qualification : Qualified Opinion			
c. Frequency of qualification: The above Point is appearing since Year 2020-21			
d. For Audit Qualification(s) where the impact is quantified by the auditor, Management's Views:			
Nil			
e. For Audit Qualification(s) where the impact is not quantified by the auditor:			
(i) Management's estimation on the impact of audit qualification:			
Sugar division is one of the core business divisions of the Company. The management is of the view that as soon as the requirement of working capital needed for running the operations is arranged the operation shall be resumed. Therefore this segment is considered as a going concern.			
(ii) If management is unable to estimate the impact, reasons for the same: Not Applicable			
(iii) Auditors' Comments on above: No Comments to offer			
As stated herein above, the impact with respect to above and consequential adjustments cannot be ascertained by the Management and as such cannot be commented upon by us.			
III. Signatories:			
Sunay Krishna Khaitan Executive Director			
CFO			
Manoj Chhawchharia Audit Committee Chairman			
For K.C.Bhattacharjee & Paul Chartered Accountants Statutory Auditor			
Place: Kolkata			
Date: 30.05.2023			



2022-23

86<sup>th</sup> ANNUAL REPORT  
On the Path of Solid Growth

**khaitan** (India) Limited



**khaiTan** (India) Limited

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**khaitan** (India) Limited  
CIN: L10000WB1936PLC008775

**BOARD OF DIRECTORS:**

MR. SUNAY KRISHNA KHAITAN, Executive Director  
MR. MANOJ CHHAWCHHARIA  
MR. GOPAL MOR  
MR. SANDIP CHATTERJEE  
MRS. SUJATA CHATTERJEE  
MR. AASHIS NEOTIA, Additional Independent Non-Executive

**CHIEF FINANCIAL OFFICER:**

MR. SUMIT PASARI (w.e.f. 21-07-2023)

**COMPANY SECRETARY & COMPLIANCE OFFICER:**

MR. ANKIT SUGANDH (w.e.f. 21-07-2023)

**REGISTERED OFFICE:**

46 C, J. L. NEHRU ROAD, KOLKATA – 700071,  
WEST BENGAL, INDIA.  
PHONE: (033) 4050 5000  
E-mail: [kilsugar@gmail.com](mailto:kilsugar@gmail.com)  
Website: [www.khaitansugar.in](http://www.khaitansugar.in)  
Website: [www.khaitan.com](http://www.khaitan.com)

**SUGAR MILL:**

KHAITAN NAGAR-741157,  
PLASSEY (NADIA), WEST BENGAL, INDIA

**AGRICULTURAL DIVISION:**

RAMNAGAR-742163  
MURSHIDABAD, WEST BENGAL, INDIA.

**BANKERS:**

IDBI BANK LTD.  
BANK OF BARODA

**STATUTORY AUDITORS:**

M/s. K. C. BHATTACHERJEE & PAUL  
CHARTERED ACCOUNTANTS

**SECRETARIAL AUDITORS**

CS ALPANA SETHIA

**REGISTRARS & SHARE TRANSFER AGENTS**

M/s. MAHESHWARI DATAMATICS (P) LTD.  
23, R. N. MUKHERJEE ROAD, 5<sup>TH</sup> FLOOR  
KOLKATA - 700001  
PHONE NOS. 033-2243-5029/5809, 2248-2248  
Email: [mdpldc@yahoo.com](mailto:mdpldc@yahoo.com)



## NOTICE OF 86TH ANNUAL GENERAL MEETING TO THE MEMBERS

Notice is hereby given that the Eighty Six Annual General Meeting (86th AGM or e-AGM) of Khaitan (India) Limited will be held on **Friday 29th September, 2023 at 11:30 A.M.** through Video Conferencing ("VC") other Audio Means ("OAVM"), 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 Report of the Directors and Auditors thereon.
2. To appoint a Director in place of Mr. Sunay Krishna Khaitan (DIN: 07585070), who retires by rotation and being eligible, offers himself for re-appointment.

### SPECIAL BUSINESS:

3. Appointment of Mr. Ajay Ahlawat (DIN: 01227343) as Non-Executive Independent Director.

To consider and if thought fit, to pass the following resolution as an Ordinary Resolution:

**"RESOLVED THAT** pursuant to the provision of Section 149, 152, 160, 161, of the Companies (Appointment and Qualification of Directors) Rules, 2014 (including any statutory modification(s) or re-enactment thereof, for the time being in force), and other rules made there under, Schedule IV and all other applicable provisions of the Companies Act, 2013 (including any statutory modification(s) or re-enactment thereof for the time being in force) Mr. Ajay Ahlawat (DIN: 01227343) in respect of whom the Company has received a notice in writing under Section 160 of the Companies Act, 2013 from a member proposing his candidature for office of Director, be and is hereby appointed as an Independent Director of the Company, to hold office for a period of five consecutive years, for a term ending at the conclusion of Annual General Meeting to be held during the financial year 2026-27.

**"RESOLVED FURTHER THAT** the Board of Directors of the Company be and is hereby authorized to do all acts and take all such steps as may be necessary, proper or expedient to give effect to this resolution.

4. To re-appoint Mr. Sunay Krishna Khaitan as a Whole-time Director (DIN 07585070)

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

**"RESOLVED THAT** subject to the provisions of sections 196, 197, 203 and other applicable provisions of the Companies Act, 2013, [the Act] read with Schedule V of the Act and Rules made there under, including any statutory modification(s) or re-enactment(s) thereof for the time being in force, consent of the members be and is hereby accorded to the re-appointment of Mr. Sunay Krishna Khaitan (DIN 07585070) as a Whole Time Director of the Company, to be designated as Executive Director for a period of three years with effect from October 1, 2023 and payment of salary and perquisites [herein after referred to as "remuneration"] upon terms and conditions as detailed in the explanatory statement attached hereto and as set out in the draft agreement proposed to be executed between the Company and the appointee, with an authority to the Board of Directors to alter and vary the terms and conditions of the said appointment and / or agreement in such a manner as may be agreed to between the Board of Directors and the appointee."

**"RESOLVED FURTHER THAT** the remuneration payable to Mr. Sunay Krishna Khaitan (DIN 07585070), in each financial year during the occupancy of his tenure of appointment shall be as may be recommended by the Nomination and Remuneration Committee and approved by the Board of Directors based on his performance evaluation, which shall not exceed the overall ceiling of the total managerial remuneration of 5% of the net profits as provided under the provisions of section 197 and Schedule V of the Companies Act, 2013 or such other limits as may be prescribed from time to time."

**"RESOLVED FURTHER THAT** notwithstanding anything to the contrary herein contained, wherein in any financial year during the occupancy of his tenure, the Company has no profits or the profits are inadequate, the Whole Time Director will be paid Minimum Remuneration within the ceiling limit prescribed under section II of part II of Schedule V of the Companies Act, 2013 or any modification or re-enactment thereof.

Registered Office:  
46-C, J. L. Nehru Road, Kolkata-700071  
11th August, 2023

By Order of the Board of Directors  
For **Khaitan (India) Limited**  
**ANKIT SUGANDH**  
Company Secretary and Compliance Officer

## Notes:

1. The Ministry of Corporate Affairs ("MCA") has vide its General Circular Nos. 14/2020 dated April 8, 2020 and 17/2020 dated April 13, 2020, in relation to "Clarification on passing of ordinary and special resolutions by companies under the Companies Act, 2013 and the rules made thereunder on account of the threat posed by Covid-19", General Circular Nos. 20/2020 dated May 5, 2020, and subsequent circulars issued in this regard, the latest being 10/2022 dated December 28, 2022 in relation to "Clarification on holding of annual general meeting (AGM) through Video Conferencing (VC) or Other Audio Visual Means (OAVM)", (collectively referred to as "MCA Circulars") permitted the holding of the Annual General Meeting ("AGM") through VC/OAVM, without the physical presence of the Members at a common venue. In compliance with the MCA Circulars, the AGM of the Company is being held through VC /OAVM. The registered office of the Company shall be deemed to be the venue for the AGM
2. Pursuant to the provisions of the Companies Act, 2013 ("Act") a Member entitled to attend and vote at the AGM is entitled to appoint a proxy to attend and vote on his/her behalf and the proxy need not be a Member of the Company. Since this AGM is being held pursuant to the MCA Circulars and SEBI Circulars through VC/OAVM, physical attendance of Members has been dispensed with. Accordingly, the facility for appointment of proxies by the Members will not be available for the AGM and hence the Proxy Form. Attendance Slip and route map of the AGM are not annexed to this Notice.
3. Corporate members are requested to send to the Company, a certified copy of the Board Resolution/Power of Attorney authorizing their representative to attend and vote in the AGM through VC/OAVM on its behalf and to vote through remote e-voting. Members of the Company under the category of Institution Investors are encouraged to attend and vote at the AGM.
4. **The Register of Members and Share Transfer Books will remain closed from Saturday 23<sup>rd</sup> September, 2023 to Friday 29<sup>th</sup> September, 2023 (both days inclusive) on account of the Annual General Meeting.**
5. Dispatch of Notice of AGM along with Annual Report for the financial year 2022-23, to Shareholders in compliance with the MCA Circulars and SEBI Circulars, the Annual Report including the notice of the e-AGM is being sent only through electronic mode to those members whose email IDs are registered with the Company/registered with the Company/Depository Participant(s) and are holding shares of the Company as on Friday 25<sup>th</sup> August 2023 being the cut-off date for the purpose. Members may also note that the Annual Report for FY 2022-2023 and the Notice will also be available on the Company's website [www.khaitansugar.in](http://www.khaitansugar.in) on the website of Stock Exchanges BSE Limited i.e. [www.bseindia.com](http://www.bseindia.com) and National Stock Exchange of India Limited i.e. [www.nseindia.com](http://www.nseindia.com)
6. The Explanatory Statement pursuant to Section 102 of the Companies Act, 2013 which sets out details, relating to Special Business at the meeting is annexed hereto.
7. Shareholders are requested to update their Bank account details with their Depository Participant, if they are holding the shares in Demat and RTA in case they are holding the shares in physical. In this connection, the Company has already issued reminders to all shareholders, who have not updated their PAN and Bank account details of first and sole shareholder of the Company. Once again, the members are advised to update the details with RTA.
8. Further, the Company draws your attention to the notification issued by SEBI dated June 8, 2018 and the press release date 3<sup>rd</sup> December 2018 amending Regulation 40 of the SEBI (Listing obligations and Disclosure Requirements) Regulation, 2015 Pursuant to the amended provision, any request for effecting transfer of shares in physical form shall not be processed except in case of transmission or transposition of shares unless the shares are held in demat form. Hence, the Company/Registrar and Share transfer Agent would not be in position to accept/process the requests for transfer of shares held in physical form with effect 01-04-2019. Therefore, the company advises you to take immediate steps for dematerializing your shareholding in the Company. Holding of shares in dematerialized form offers lots of benefits like enhanced security, ease of handling, faster transfers and eliminating the deliveries. In view of the above, in order to ensure that you are able to deal in shares hassle-free, kindly take steps for dematerializing the shares at the earliest.
9. The Securities and Exchange Board of India (SEBI) has mandated the submission of Permanent Account Number (PAN) by every Participant in Securities Market, member holding Shares in electronic form are, therefore, requested to submit the PAN details to their Depository Participants with whom they have demat account. Members holding Shares in physical form can submit their PAN details to the Company's Registrar and Shares Transfer Agents.
10. Pursuant to Section 72 of the Companies Act, 2013. Member holding shares in physical form are advised to file nomination in the prescribed Form SH-13 with the Company's RTA. In respect of shares held in electronic/demat form, the Members may please contact their respective depository participant(s).
11. Disclosure pursuant to Regulation 36(3) of SEBI (LORD) Regulation, 2015 and Secretarial Standard-2(SS-2) with respect to the Directors seeking re-appointment at the forthcoming Annual General Meeting is appended to the Notice.
12. In compliance with the aforesaid MCA Circular and SEBI circular dated December 28, 2022, Notice of the AGM along with the Annual Report 2022-23 is being sent only through electronic mode to those Members whose email addresses are registered with the Company at <https://www.khaitansugar.in>. The Notice can also be accessed from the website of the Stock Exchange i.e. [www.evotingindia.com](http://www.evotingindia.com)
13. The Register of Directors' and Key Managerial Personnel (KMPs) and their shareholding maintained under Section 170 of the Companies Act, 2013, the Register of Contracts or arrangements in which the Directors are interested under Section 189 of the Companies Act, 2013 and all other documents referred to in the Notice will be available for inspection in electronic mode. Members can send an e-mail requesting for inspection of the Registers.
14. The attendance of the members attending the AGM through VC/OAVM will be counted for the purpose of ascertaining the Quorum under Section 103 of the Companies Act, 2013



NOTES: (cont)

15. Since the AGM will be held through VC/OAVM, the Route Map is not annexed to this Notice. Voting through Electronic means Pursuant to the provision of Section 108 of the Companies Act, 2013 read with Rule 20 of the Companies (Management and Administration) Rules, 2014 (as amended) and MCA Circulars dated April 8, 2020, April 13, 2020 the Company shall provide the facility of remote e-voting to its Members in respect of the business to be transacted at the AGM. For this purpose, the Company has entered into an agreement with Central Depository Services (India) Limited (CDSL) for facilitating voting through electronic means, as the authorized e-voting agency. The facility of casting votes by a member using remote e-voting as well as the e-voting on the date of the AGM through VC or OAVM will be provided by CDSL.
16. Members holding shares in physical form are requested to notify any change in their address including Pin Code, Bank Mandate, Income Tax Permanent Account Number, e-mail, mobile number etc. to the Company's Registrar & Share Transfer Agent (RTA) in prescribed Form ISR – 1 and other forms pursuant to SEBI Circular dated 16th March, 2023.

Maheshwari Datamatics Pvt. Ltd.  
(Unit: Khaitan India Limited)  
23, R. N. Mukherjee Road, 5th Floor, Kolkata – 700001  
E-mail: mdpldc@yahoo.com Website: www.mdpl.in

17. Members holding shares in dematerialized form are requested to furnish the aforesaid information to their respective depository participants for updation of their records.
18. Members may please note that SEBI vide Circular dated 25th January, 2022 has mandated the listed companies to issue securities only in dematerialized form only while processing service requests viz. issue of duplicate securities certificate; claim for unclaimed suspense account; renewal / exchange of securities certificate; endorsement; subdivision / 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.
19. Members holding shares in single name and in physical form are advised to make nomination in respect of their shareholding in the Company. Request for nomination may be made to the Company or its RTA in Form SH – 13. If a Member desires to opt out or cancel the earlier nomination and record afresh nomination, he / she may submit the same in Form ISR – 3 or Form SH – 14 as the case may be.
20. The SEBI has vide Circular no. MRD/DoP/Cir-05/2009 dated 20th May, 2009 mandated the submission of PAN by every participant in the security market. Members holding shares in electronic form / physical form are therefore, requested to submit their PAN to the Company or the RTA.
21. SEBI vide its notification dated 24th January, 2022 has mandated that all requests for transfer of securities including transmission and transposition requests shall be processed only in dematerialized form. Members are advised to dematerialize the shares held by them in physical form.
22. **The instructions of Shareholders for remote e-voting and e-voting during AGM and joining meeting through VC/OAVM are as under:**

In compliance with provisions of Section 108 of the Companies Act, 2013 and Rule 20 of the Companies (Management and Administration) Rules, 2014 as amended by the Companies (Management and Administration) Rules, 2015 and Regulation 44 of the SEBI (Listing Obligations and Disclosure Requirements) Regulation 2015, the Company is pleased to provide members facility to exercise their right to vote on resolutions proposed to be considered at the Annual General Meeting (AGM) by electronic means and the business may be transacted through e-voting Services. The facility of casting the votes by the members using an electronic voting system ("remote e-voting") from a place other than venue of the AGM will be provided by Central Depository Services (India) Limited (CDSL)

  - (i) The remote e-voting period commences on Tuesday 26th September, 2023 at 9:00 AM and ends on Thursday 28<sup>th</sup> September, 2023 at 5:00 PM. During this period, members of the Company, holding shares either in physical form or in dematerialized form, as on the cut-off date of Saturday 22<sup>nd</sup> September, 2023 may cast their vote by remote e-Voting. The remote e-Voting module shall be disabled by CDSL for voting thereafter. Once the vote on a resolution is cast by the member, the member shall not be allowed to change it subsequently.



NOTES: (cont)

- (ii) Pursuant to SEBI Circular No. SEBI/HO/CFD/CMD/CIR/P/2020/242 dated 09.12.2020, under Regulation 44 of Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015; listed entities are required to provide remote e-voting facility to its shareholders, in respect of all shareholders' resolutions. However, it has been observed that the participation by the public non-institutional shareholders/retail shareholders is at a negligible level.

Currently, there are multiple e-voting service providers (ESPs) providing e-voting facility to listed entities in India. This necessitates registration on various ESPs and maintenance of multiple user IDs and passwords by the shareholders.

In order to increase the efficiency of the voting process, pursuant to public consultation, it has been decided to enable e-voting to all the demat account holders, by way of a single login credential, through their demat accounts/websites of Depositories/Participants. Demat account holders would be able to cast their vote without having to register again with the ESPs, thereby, not only facilitating seamless authentication but also enhancing ease and convenience of participating in e-voting process.

- (iii) In terms of SEBI circular no. SEBI/HO/CFD/CMD/CIR/P/2020/242 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.

Pursuant to above said SEBI Circular, Login method for e-Voting and joining virtual meetings **for Individual shareholders holding securities in Demat mode** is given below:



Type of shareholders	Login Method
Individual Shareholders holding securities in Demat mode with CDSL	<ol style="list-style-type: none"> <li>1) Users who have opted for CDSL Easi/Easiest facility, can login through their existing 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 <a href="https://web.cdslindia.com/myeasi/home/login">https://web.cdslindia.com/myeasi/home/login</a> or visit <a href="http://www.cdslindia.com">www.cdslindia.com</a> and click on Login icon and select New System Myeasi</li> <li>2) After successful login the Easi/Easiest user will be able to see the e-Voting Menu. On clicking the e-voting menu, the user will be able to see his/her holdings along with links of the respective e-Voting service provider i.e. CDSL/NSDL/KARVY/LINK as per information provided by issuer/Company. Additionally, we are providing links to e-voting Service Providers, so that the user can visit the e-Voting service provider's site directly</li> <li>3) If the user is not registered for Easi/Easiest, option to register is available at <a href="https://web.cdslindia.com/myeasi/Registration">https://web.cdslindia.com/myeasi/Registration</a> /Easi Registration</li> <li>4) Alternatively, the user can directly access e-Voting page by providing Demat Account Number and PAN No. from e-Voting link available on <a href="http://www.cdslindia.com">www.cdslindia.com</a> home page. The system will authenticate the user by sending OPT on registered Mobile &amp; Email as recorded in the Demat Account. After successful authentication, user will be able to see the e-Voting option where the voting is in progress and also able to directly access the system of all e-Voting Service Provider.</li> </ol>
Individual Shareholders holding securities in Demat mode with NSDL	<ol style="list-style-type: none"> <li>1) If you are registered for NSDL Ideas facility, visit the e-service website of NSDL. Open web browser by typing the following URL <a href="https://e-services.nsdl.com">https://e-services.nsdl.com</a> either on a Personal Computer or on a mobile. Once the home page of e-Services is launched. Click on the "Beneficial Owner" icon under "Login" which is available under 'IDeAS' section. A new screen will open. You will have to enter your User ID and Password. After successful authentication, you will be able to see e-Voting service. 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 name and you will be re-directed to e-Voting service provider website for casting your vote during the remote e-Voting period or joining virtual meeting &amp; voting during the meeting.</li> <li>2) If the user is not registered for IDeAS e-Services, option to register is available at <a href="https://eservices.nsdl.com">https://eservices.nsdl.com</a> Select "Register Online for IDeAS" Portal or click at <a href="https://eservices.nsdl.com/Secure Web/ideasDirectReg.jsp">https://eservices.nsdl.com/Secure Web/ideasDirectReg.jsp</a></li> <li>3) Visit the e-Voting website of NSDL. Open the web browser by typing the following URL. <a href="https://www.evoting.nsdl.com">https://www.evoting.nsdl.com</a> /either on a Personal Computer or on a mobile. Once the home page of e-Voting system is launched. Click on the icon "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 held with NSDL), Password /OTP and a Verification Code as shown on the screen. After successful authentication, you will be redirected to NSDL Depository site wherein you can see e-Voting page. Click on company name or e-Voting service provider name and you will be redirected to e-Voting service provider website for casting your vote during the remote e-Voting period or joining virtual meeting &amp; voting during the meeting</li> </ol>
Individual Shareholders (holding securities in Demat mode) login through their <b>Depository Participants</b>	<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. After Successful login, you will be able to see e-Voting option. Once you click on e-Voting option, you will be redirected to NSDL/CDSL Depository site after successful authentication, wherein you can see e-Voting feature. Click on company name or e-Voting service provider name and you will be redirected to e-Voting service provider website for casting your vote during the remote e-Voting period or joining virtual meeting &amp; voting during the meeting.</p>

**NOTES:** (cont)

**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. CDSL and NSDL**

Login type	Helpdesk details
Individual Shareholders holding securities in Demat mode with <b>CDSL</b>	Members facing any technical issue in login can contact CDSL helpdesk <a href="mailto:evoting@cdslindia.com">evoting@cdslindia.com</a> or contact at 022-23058738 and 022-23058542-43
Individual Shareholders holding securities in Demat mode with <b>NSDL</b>	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

Login method for e-Voting and joining virtual meeting for shareholders other than individual shareholders holding in Demat form & physical shareholders

- (i) Shareholders who have already vote prior to the meeting date would not be entitled to vote through e-voting provided during VC/OAVM
- (ii) The shareholders should log on to the e-voting website [www.evotingindia.com](http://www.evotingindia.com)
- (iii) Click on "Shareholders" module to cast your votes
- (iv) Now Enter your User ID.

Details	For Members holding shares in Demat Form	For Members holding shares in Physical Form
<b>Form User ID</b>	For NSDL: 8 Character DP ID followed by 8 Digits Client ID for CDSL: 16 digits beneficiary ID	Folio Number registered with the Company

- (v) Then enter the Captcha Code as displayed and Click on Login.
- (vi) If you are holding shares in Demat Form and had logged on to [www.evotingindia.com](http://www.evotingindia.com) and vote on an earlier voting of any
- (vii) If you are a first time user follow the steps given below:

Details	For Shareholders holding shares in Demat Form other than Individual and Physical Form
<b>PAN</b>	Enter your 10 digit alpha numeric PAN issued by income Tax Department (Applicable for both Demat shareholder as well as physical shareholders). I Shareholders who have not updated their PAN with the Company/Depository Participant are requested to use the sequence number which is mentioned in the e-mail communication in the PAN field sent by Company/RTA or contact Company/RTA
<b>Dividend Bank Details of DOB</b>	Enter the Dividend Bank Details or Date of Birth as recorded in your Demat account or in the Company records for the said Demat account or folio in DD/MM/YYYY format order to login. I If both the details are not recorded with the Depository or Company, please enter the member id/folio number in the Dividend Bank details field as mentioned in instruction (v)

- (viii) After entering these details appropriately, click on "SUBMIT" tab
- (ix) Members holding shares in physical form will then reach directly to the Company selection screen. However, shares in demat form will now reach 'Password Creation' menu wherein they are required to mandatorily enter their login password in the new password field. Kindly note that this password to be also used by the demat holders for voting for Resolution of any other company on which they are eligible to vote, provided that Company opts for e-voting through CDSL platform. It is strongly recommended not to share your password with any other person and take utmost care to keep your password confidential.
- (x) For Members holding shares in physical form, the details can be used only for e-voting on the Resolutions contained in this Notice.
- (xi) Click on the relevant Company Name i.e. **Khaitan (India) Limited** on which you choose to vote.
- (xii) On the voting page, you will see "RESOLUTION DESCRIPTION" and against the same, the option "YES/NO" for voting. Select the option YES or NO as desired. The YES implies that you assent to the Resolution and option No implies that you dissent to the Resolution.



**NOTES: (cont)**

- (xiii) Click on the "RESOLUTION FILE LINK" if you wish the entire Resolution.
- (xiv) After selecting the Resolution, you have decided to vote on click on "SUBMIT" A confirmation box will be displayed. If you wish to confirm your vote, click on "OK", else to change your vote, click on "CANCEL" and accordingly modify your vote.
- (xv) Once you "CONFIRM" your vote on the Resolution, you will not be allowed to modify your vote.
- (xvi) You can also take print of the vote cast by clicking on "Click here to print" option on the voting page.
- (xvii) If a demat account holder has forgotten the login password, then Enter the User ID and the image verification code and click on Forgot Password & enter the details as prompted by the system.
- (xviii) If you are registered for CDSL's EASI/EASIEST e-service, you can login at <http://www.cdslindia.com> from Login -MYeasi using your login credentials. Once you successfully log-in to CDSL's EASI/EASIEST e-service, click one-Voting option and proceed directly to cast your vote electronically.
- (xix) Shareholders can also cast their vote using CDSL's mobile app m-voting available for android based mobiles. The m-voting app can be downloaded from Google Play store, iPhone and windows phone users can download the app from the App Store and the Windows Phone Stores respectively.
- (xx) Institutional shareholders (i.e. other than individuals HUF, NRI etc.) and Custodians are required to log on to [www.evotingindia.com](http://www.evotingindia.com) and register themselves in the "Corporates" module.
- (a) A scanned copy of the Registration Form bearing the stamp and signature of the entity should be e-mailed to [helpdesk.evoting@cdslindia.com](mailto:helpdesk.evoting@cdslindia.com)
- (b) After receiving the login details, a Compliance User should be created using the admin login and password. The Compliance User would be able to link the account(s) for which they wish to vote on. The list of accounts linked in the login should be mailed to [helpdesk.evoting@cdslindia.com](mailto:helpdesk.evoting@cdslindia.com) and on approval of the accounts they would be able to cast their vote.
- (c) A scanned copy of the Board Resolution and Power of Attorney (POA) which they issued in favour of the Custodian, If any, should be uploaded in PDF format in the system for the scrutinizer to verify the same.
- (d) Alternatively Non Individual shareholders are required to send the relevant Board Resolution/ Authority letter etc. Together with attested specimen signature of the duly authorized signatory who are authorized signatory who are authorized to vote, to the Scrutinizer ([amithmchoraria@gmail.com](mailto:amithmchoraria@gmail.com)) and to the RTA ([mdpldc@yahoo.com](mailto:mdpldc@yahoo.com)), if they have voted from individual tab & not uploaded same in the CDSL e-voting system for the scrutinizer to verify the same.
- (xxi) If you have any queries or issues regarding attending AGM & e-voting System, you may refer the Frequently Asked Questions ("FAQs") and e-voting manual available at [www.evotingindia.com](http://www.evotingindia.com), under help section of write an email to [helpdesk.evoting@cdslindia.com](mailto:helpdesk.evoting@cdslindia.com)
- (xxii) All grievances connected with the facility for voting by electronic means may be addressed to Manager, (CDSL) Central Depository Service (India) Limited. A Wing, 25th Floor, Marathon Futurex, Mafatlal Mill Compounds, N M Joshi Marg. Lower Parel (East), Mumbai - 400013 or sent an e-mail to [helpdesk.evoting@cdslindia.com](mailto:helpdesk.evoting@cdslindia.com) or call on 022-23058542/43
- Process for those shareholders whose email addresses are not registered with the depositories for obtaining login credentials for e-voting for the resolutions proposed in this Notice:
1. For Physical shareholders: Members are requested to directly register their email id / update their PAN by visiting the link of the Company's Registrar and Share Transfer Agent M/s. Maheshwari Datamatics Pvt. Ltd as given below:
- Link for email registration -<https://mdpl.in/form>
- For Demat shareholders: Register/update through respective Depository Participants (DPs) (Any such updating effected by the DPs will automatically reflect in the Company's subsequent records)
23. Instructions for shareholders attending the AGM through VC/OAVM are as under :
1. Shareholders will be provided with a facility to attend the AGM through VC/OAVM through the CDSL e-Voting system. Shareholders may access the same at <https://evotaingindia.com> under shareholders/members login by using the remote e-voting credentials. The link for VC/OAVM will be available in shareholder/members login where the EVSN of Company will be displayed.
2. Shareholders are encouraged to join the Meeting through Laptops/Desktop/I Pads for better experience.
3. Further, shareholders will be required to allow Camera and use internet with a good speed to avoid disturbance during the meeting.
4. Please note that Participants connecting from Mobile Devices or Tablets or through Laptop connecting via Mobile Hotspot may experience Audio /Video loss due to fluctuation in their respective network. It is therefore recommended to use Stable Wi-Fi or LAN Connection to mitigate any kind of aforesaid glitches.
5. The Members can join the AGM through VC/OAVM mode 15 minutes before and after the scheduled time of the commencement of the Meeting by following the procedure mentioned in the Notice. This will not include large Shareholders (Shareholders holding 2% or more shareholding), Promoters, Institutional investors, Director, Key Managerial Personnel, the Chairpersons of the Audit Committee. Nomination and Remuneration Committee and Stakeholders Relationship Committee. Auditors etc. who are allowed to attend the AGM without restriction on account of first come first served basis.

**NOTES: (cont)**

6. Shareholders who would like to express their view/ ask questions during the meeting may register themselves as a speaker by sending their request in advance at least 15 days prior to meeting mentioning their name, demat account number/folio number, email id, mobile number at kilsugar@gmail.com. The shareholders who do not wish to speak during the AGM but have queries may send their queries in advance 15 days prior to meeting mentioning their name, demat account number/folio number, email id, mobile at kilsugar@gmail.com please mention the email id of the Company.

**24. Instructions for shareholders for e-voting during the AGM are as under:**

- 1) The procedure for e-voting on the day of the AGM is same as the instructions mentioned above for Remote e-voting
- 2) The link for VC/OAVM to attend meeting will be available where the EVSN of Company will be displayed after successful login as per the instructions mentioned above for Remote e-voting
- 3) Shareholders who have voted through Remote e-voting will be eligible to attend the meeting. However, they will not be eligible to vote at the AGM.
- 4) Shareholders are encouraged to join the Meeting through Laptops/ IPads for better experience.
- 5) Further shareholders will be required to allow Camera and use Internet with a good speed to avoid any disturbance during the meeting
- 6) Please note that Participants Connecting from Mobile Devices or Tablets or through Laptop connecting via Mobile Hotspot may experience Audio/Video loss due to Fluctuation in their respective network. It is therefore recommended to use Stable Wi-Fi or LAN Connection to mitigate any kind of aforesaid glitches.
- 7) Shareholders who would like to express their views/ask questions during the meeting may register themselves as a speaker by sending their request in advance at least 15 days prior to meeting mentioning their name. Demat account number/folio number; email id, mobile number at (company email id). The shareholders who do not wish to speak during the AGM but have queries may send their queries in advance 15 days prior to meeting mentioning their name. Demat account number/folio number; email id, mobile number at (company email id). These queries will be replied to by the company suitably by email.
- 8) Those shareholders who have registered themselves as a speaker will only be allowed to express their views/ask questions during the meeting.
- 9) Only those shareholders, who are present in the AGM through VC/OAVM facility and have not cast their vote on the Resolution through remote e-Voting and are otherwise not barred from doing so, shall be eligible to vote through e-voting system available during the AGM.
- 10) If any Votes are cast by the shareholders through the e-voting available during the AGM and if the same shareholders have not participated in the meeting through VC/OAVM facility, then the votes cast by such shareholders shall be considered invalid as the facility of e-voting during the meeting is available only to the shareholders attending the meeting.

**25. General Guidelines for Shareholders:**

- a) The remote e-voting period commences on **Tuesday 26<sup>th</sup> September, 2023 at 9.00 AM and ends on Thursday 28<sup>th</sup> September, 2023 at 5.00 PM**. 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 of date only shall be entitled to avail the facility of remote e-voting as well as voting in the general meeting. The remote e-voting module shall be blocked by CDSL for e-voting thereafter, once the vote on a resolution is cast by the shareholder, the shareholder shall not be allowed to change it subsequently.
- b) After sending the notice, any person who acquires shares of the Company and becomes member of the Company as on the cut-off date i.e. **Friday 22<sup>nd</sup> September 2023** may obtain the login ID and password by sending an email to mdpldc@yahoo.com or helpdesk evoting@cdslindia.com by mentioning their Folio No./DP ID No. However, if you are already registered with CDSL for remote e-voting, then you can use your existing user ID and password for casting your vote.
- c) The voting rights of a member shall be in proportion to his shares in the paid-up equity share capital of the Company as on the cut-off i.e. **Friday 22<sup>nd</sup> September, 2023**
- d) Mr. Amit Choraria, Proprietor M/s. Amit Choraria & Co., Chartered Accountants, (Membership No. 066838) Kolkata, has been appointed as Scrutinizer to scrutinize the voting process (electronically or otherwise) in a fair and transparent manner.
- e) The Scrutinizer shall, immediately after the conclusion of voting in the Annual General Meeting held through VC/OAVM, will first count the votes cast in the meeting, and thereafter unblock the votes cast through remote e-voting in the presence of at least two witnesses not in the employment of the Company and shall make not later than two days after the conclusion of the AGM, a consolidate scrutinizer's report of the total votes cast in favour or against, if any, to the Chairperson or person authorised by him in writing, who shall countersign the same and declare the result of the voting forthwith.
- f) The results declared along with the Scrutinizer's Report shall be placed on the Company's website [www.khaitansugar.in](http://www.khaitansugar.in) website of CDSL [www.evotingindia.com](http://www.evotingindia.com) and also forward the same to The National Stock Exchange of India Limited simultaneously, where the Company's shares are listed.





NOTES: (cont)

## ANNEXURE TO NOTICE

### EXPLANATORY STATEMENT PURSUANT TO SECTION 102 OF THE COMPANIES ACT, 2013

The following explanatory Statement pursuant to provision of Section 102 of the Companies Act, 2013 (including any statutory modification(s) thereto or re-enactments(s) thereof for the time being in force), sets out all material facts relating to the business items of the accompanying Notice

#### ITEM NO: 3 - Appointment of Mr. Ajay Ahlawat as an Independent Director (Non-Executive) the Company

Mr. Ajay Ahlawat (DIN: 01227343) was appointed as Non-Executive Independent Additional Director by the board directors of the Company upon the recommendation of Nomination & Remuneration Committee w-e- f 21<sup>st</sup> October, 2022. Pursuant to the provision of Section 161 of the Companies Act, 2013 Mr. Ajay Ahlawat will hold office up to date of ensuing AGM. The Company has received from Mr. Ajay Ahlawat (i) consent in writing to act as director in Form DIR 2 pursuant to Rule 8 of the Companies (Appointment & Qualification of Directors) Rules 2014, (ii) Intimation in Form DIR 8 in terms of Companies (Appointment & Qualification of Directors) Rules 2014, to the effect that he is not disqualified under sub section (2) of Section 164 of the Companies Act, 2013 and (iii) a declaration to the effect that he meets the criteria of independence as provided in sub section 149 of the Companies Act, 2013. The Company has received notice in writing under the provisions of Section 160 of Companies Act, 2013, from a member along with requisite deposit, proposing the candidature of Mr. Ajay Ahlawat for the office of director. The resolution seeks the approval of members for the appointment of Mr. Ajay Ahlawat as an Independent Director of the Company to hold office till the conclusion of Annual General Meeting to be held during the financial year 2026-27, pursuant to section 149 and other applicable provisions of the Companies Act, 2013 and the Rules made there under. He is not liable to retire by rotation.

Copy of the draft letter of appointment of the Independent Director setting out the terms and conditions of appointment would be available for inspection by the members at the Registered Office of the Company during normal business hours on any working day, except Saturday upto the Annual General Meeting.

Mr. Ajay Ahlawat does not hold any shares in the Company either in his individual capacity or beneficially for others and is not related to any Director of the Company.

The Directors recommend the approval of the ordinary resolution. None of the Directors and Key Managerial Personnel of the Company and their relatives except Mr. Ajay Ahlawat is concerned or interested, financial or otherwise, in the resolution set out at item No.3

#### ITEM NO: 4 - Re-Appointment of Mr. Sunay Krishna Khaitan as the Whole-Time Director Company

Re-Appointment of Mr. Sunay Krishna Khaitan as Whole Time Director, designated as Executive Director, will expire on 30<sup>th</sup> September, 2023. The Remuneration Committee after considering Mr. Sunay Krishna Khaitan vast managerial experience has recommended his re-appointment for further 3 years, i.e. from 1<sup>st</sup> October, 2023 to 30<sup>th</sup> September, 2026 on the following terms and conditions.

After considering the recommendation of the Remuneration Committee, the Board at its meeting held on 11<sup>th</sup> August 2023 re-appointed (subject to the approval of shareholders), him as a whole time director of the Company for a period of three years commencing 1<sup>st</sup> October, 2023.

##### A. Term and Termination

- a. Subject as hereinafter provided, the Agreement shall remain in force up to the 30<sup>th</sup> September, 2026 i.e. for a period of 3 years from the Date of appointment unless terminated earlier.
- b. This appointment can be terminated by either party by three months' notice in writing to other.

##### B.

- a. The Executive Director shall devote his whole time and attention to the business of the Company perform such duties as may be entrusted to him by the Board from time to time separately communicated to him and exercise such powers as may be assigned to him, subject to the superintendence, control and directions of the Board in connection with and in the best interests of the Company and the business of one or more of its associated companies and /or subsidiaries, including performing duties as assigned to the Executive Director from the time to time by serving on the board of such associated companies and/or subsidiaries or any other executive body or any committee of such a company.
- b. The Executive Director undertakes to employ the best of his skill and ability and to make his utmost endeavors to promote the interests and welfare of the Company and to conform to and comply with the policies and regulations of the Company and all such orders and directions as may be given to him from time to time by Board.

**NOTES: (cont)****C. Remuneration**

Remuneration proposed: Maximum Remuneration (within which the authority has been delegated to Remuneration Committee and the Board of Directors to fix the remuneration) as approved by Remuneration Committee and the Board of Directors, subject to the approval of Shareholders (1<sup>st</sup> October, 2023 to 30<sup>th</sup> September, 2026).

- I. Salary: Rs. 3,50,000/- per month
- ii. Commission:

Such remuneration by way of commission in addition of the salary, perquisites and allowances payable, calculated with reference to the net profits of the Company in a particular year, as may be determined by the Board of Directors of the Company at the end of each financial year subject to the overall ceiling stipulated in Sections 196, 197, 203 and Schedule V and other applicable provisions of the Companies Act, 2013 read with applicable Rules (hereinafter referred to as the Act.) as amended up to date. The specific amount payable to Executive Director will be based on certain performance criteria to be laid down by the Board and will be payable annually after the annual Accounts have been approved by the Board of Directors

- iii. Perquisites:

In addition to the salary, the following Perquisites which shall be restricted to an amount equal to their individual salary

**Category I:**

- i) Rent-free residential accommodation, failing which House Rent Allowance @ 60% of the salary.
- ii) The expenditure allowance incurred by the Company on Gas, Electricity, domestic help, water and furnishing shall be valued as per Income Tax Rules, 1962 and shall not exceed 10% of the salary.
- iii) City Compensatory Allowance @ 10% of the Salary.
- iv) The reimbursement of medical expenses actually incurred for self and family, in accordance with the Rules of Company.
- v) Leave Travel Assistance for self and family once in a year, incurred in accordance with the Rules of Company.
- vi) Fee of Club subject to a maximum of two Clubs. This will not include the Admission and/or Life Membership Fee.

**Category II:**

- i. The Company's contribution to Provident, Superannuation and other funds as per the rules. Such contribution will not be included in computation of the ceiling on perquisites to the extent, not taxable under the Income Tax Act, 1961.
- ii. Gratuity at the rate of half month's salary for every completed year of service as per rules of the Company, subject to the limits prescribed by the Central Government, which will not be included in the computation of ceiling on perquisites.
- iii. Earned Leave as per Rules of the Company. Encashment of leave at the end of the tenure will not be included in the computation of ceiling on perquisites.

**Category III:**

- i) Provision of car with driver for use on Company's business, alternatively car/ conveyance expenses incurred on Company's business will be reimbursed at actual.
- ii) Group telephone facility at residence, provided that charges for all personal long distance calls shall not be borne by the Company
- iii) Group Personal Accident Insurance, Premium of which not to exceed Rs. 10000/- p.a.
- iv) He will not be entitled to receive any fee for attending any meeting of the Board or Committee thereof.
- v) The remuneration, designation, terms and conditions of his appointment can be altered and varied from time by the Board as it may, in his discretion, deem fit within the provisions of Sections 196, 197, 203 and Schedule V and other applicable of the Companies Act, 2013 read with applicable Rules.
- vi) In the event of absence or inadequacy of profits of the Company in any financial year during the period of the Executive Director's appointment, the Company shall pay to the Executive Director remuneration by way of salary, benefits, perquisites and allowances, performance linked bonus/commission, as specified above, subject to provision of the Act and Schedule V of the Act.

**D. Information relevant to the appointment of Mr. Sunay Krishna Khaitan as the Executive Director as required under Section II of Part II of Schedule V of the Companies Act, 2013**

**1. General Information**

- a) Nature of Industry:
  - i) Manufacture and Trading of Sugar and Agricultural output.



**NOTES:** (cont)

b) Date of Commencement:

The Company's business commenced commercial production since 1936

c) In case of new Companies expected date of commencement and activities as per project financial institutions appearing in the prospects: Not Applicable

d) Financial Performance based on given Indicators:

Particulars	Rs. In lakhs	
	2022-23	2021-22
Turnover	6508.68	5426.86
Net Profit/(Loss) before Tax	67.87	(328.54)
Net Profit/(Loss) after Tax as per Statement of Profit and Loss (before adjustment for other comprehensive income)	67.87	(328.54)
Amount Dividend	Nil	Nil
Rate of dividend declared (%)	Nil	Nil

e) Foreign Investment or collaborations, if any: NIL

**2. Information about the Appointee:**

- 1) Background details: Mr. Sunay Krishna Khaitan is a graduate (BSE in Economics and Finance) from Purdue University, Indiana, USA and Green belt in Lean 6 sigma. Mr. Sunay Krishna Khaitan was appointed as additional director of Khaitan (India) Limited in August, 2016.

During 2022-23 Mr. Sunay Krishna Khaitan attended 8 Meeting of the Board of Directors. He is also a Director of the following Companies:

Khaitan Lefin Limited.  
Boisar Electricals and Appliances Limited.  
Khaitan Hotels Private Limited

- 2) Past remuneration from the Company (including contribution to PF, Superannuation fund, Gratuity fund & commission)

Period	Total Rs. (p.a)
1 <sup>st</sup> April, 2022 to 31 <sup>st</sup> March, 2023	14,08,912.00
1 <sup>st</sup> April, 2021 to 31 <sup>st</sup> March, 2022	11,62,992.00

- 3) Recognition and awards: NIL

- 4) Job profile and his suitability: Mr. Sunay Krishna Khaitan, Executive Director is going to be vested with substantial powers of management under the superintendence, control and direction of the Board of Directors. He will also be involved in policy planning, vision and strategy and long term development activities of the Company.

- 5) Remuneration Proposed: As mentioned above

- 6) Comparative Remuneration Profile with respect to industry, size of the Company, profile of the position and person:

The remuneration propose is commensurate with the respect to the industry, size of Company & profile of the person.

- 7) Pecuniary Relationship directly or indirectly with the Company or relationship with managerial personnel if any:

Besides the remuneration, Sri Sunay Krishna Khaitan does not have any pecuniary relationship with the Company. He is also one of the Promoters of the Company. The Board recommends the Resolution at item No. 4 of the Notice for approval by the member of the Company, None of the Directors, Key Managerial Personal or their relatives, except Mr. Sunay Krishna Khaitan, Executive Director of the Company are concerned or interested. In the resolution

**NOTES: (cont)**

Details of Directors proposed to be appointed/re-appointed at the Annual General Meeting:

<b>Name of Director</b>	<b>SUNAY KRISHNA KHAITAN</b>	<b>AJAY AHLAWAT</b>
Date of Birth (Age in years)	09-12-1991 (31 yrs.)	13-08-1968 (54 yrs.)
Date of Appointment	12-11-2016	21-10-2022
Expertise in specific functional area (Experience in year)	7 years in Marketing of Fans and Electrical appliances.	Colonel Ajay Ahlawat served in Indian Army for more than 2 decades and has been a sports person all his life. He has a wide range of experience in electronic vehicle manufacturing and trading. He also has experience in sports, administration, and international affairs.
Qualification	BSC (Economics & Finance)	National Defence Academy Khadkaswala, Pune pass out
Shareholding in the Company (either personally or on beneficial basis)	292079	NIL
List of other Public Limited Companies in which Directorship held	Khaitan Lefin Limited Boisar Electricals and Appliances Limited	Rissala Electric Motors Limited
Chairman/ Member of the Committees of the Board across all Public Companies in which he is a Director	NIL	NIL
Chairman/ Member of the Committees of the Board of the Company	Audit Committee (Member) Shareholder Relationship Committee (Member)	NIL
Disclosure of relationships between Directors inter-se and other Key Managerial Personnel	N.A.	N.A.
Terms and Conditions of appointment/re-appointment	Re-appointed as a whole time director of the Company for a period of 3 years commencing October 1, 2023.	Being Independent Directors for a period 5 years. Being Independent Directors, entitled to sitting fees only.
Remuneration sought to be paid/ last drawn	Details as per Annexure V of the Director Report.	Details as per Annexure V of the Director Report.
Number of Board Meetings attended during the year	8 nos. of B.M.	3 nos. of B.M.



## DIRECTORS' REPORT TO THE MEMBER

TO THE MEMBERS

Your Directors present their 86th Annual Report together with the Audited Accounts for the year ended 31st March, 2023.

### SUMMARY OF FINANCIAL HIGHLIGHT

Rs. In Lacs

FINANCIAL RESULTS FOR THE YEAR ENDED 31ST MARCH	2022-2023	2021-2022
Sales & Operating Income	5945.56	5226.10
Profit / (Loss) before Interest & Depreciation	509.82	101.51
Amortization and Taxation	0.00	0.00
Interest / Finance Cost	-244.83	-250.30
Profit / (Loss) before Depreciation and Taxation	264.99	-148.79
Depreciation	-197.12	-179.75
Profit / (Loss) before Taxation	67.87	-328.54
Taxation	0.00	0.00
Profit / (Loss) for the year from continuing operations	67.87	-328.54
Profit / (Loss) from discontinued operations	0.00	0.00
Profit for the year	67.87	-328.54
Other Comprehensive Income / (Loss)	46.67	63.29
Total Comprehensive Income / (Loss)	114.55	-265.25

### STATEMENT OF RETAINED EARNINGS

At the beginning of the year	995.75	1324.29
Add: Profit for the Year	67.87	-328.54
At the end of year	1063.62	995.75

### Indian Accounting Standards

The Financial Statements are prepared in accordance with the India Accounting Standards (Ind AS) under the cost convention on accrual basis. The ministry of corporate affairs (MCA), vide is notification in the official gazette dated February 16, 2015 notified the Indian Accounting Standards (Ind AS) applicable to certain classes of companies, Ind AS is applicable from 1<sup>st</sup> April 2017

### Share Capital

There was no change in the Share Capital as on 31<sup>st</sup> March, 2023.

### Dividend and Transfer to Reserve

The Board considered it prudent (with a view to conserve the resources for the company's growth and expansions) not to recommend payment of any dividend on the Equity shares for the financial year under review. Further, Board of the company has decided not to transfer any sum to reserve.

### Economic Climate and our Performance

The Indian economy GDP growth for FY 2022-23 is 7.2% which is higher than the projected GDP by 7% for the year 2022- 23. During the Q3 (ending Dec-2022) of FY 2022-23, DGP growth accelerated to 6.1%. The Indian economy is expected to remain robust growth in a range of 6.5 - 6.7 % in the FY 2023-24. India is forecasted to be one of the fastest growing economy in FY 2023-24 by robust growth in private consumption and private investment. The Asian Development Bank projects India's GDP to moderate to 6.4% in FY 2023 and rise to 6.7% in FY 2024, driven by private consumption and private investment on the back of government policies to improve transport infrastructure, logistics, and the business ecosystem.

Fans are probably one of the few inventions that have not gone out of fashion even after 125 years of existence. To keep pace with the changing times, manufacturers have focused on improving design, efficiency, and look. Electric fan, which features in the high-market penetration product category, is an item of necessity and mass consumption. As per the report titled India Electric Fan Overview, 2022-28", the publisher the revenue from the India Electric fan market is going to cross INR 16000 Crore by the year 2027-28. India electric fans have mostly four very common types ceiling fans, table fans, Pedestal fans, and Wall fans. During the forecasted years the market is going to increase in niche categories like premium fans, Energy-efficient fans, and customized or decorative fans. Therefore we look forward to increase our share in the market.

Marketing division of the company markets electrical products like fan, cooler, pumps etc. We report that the marketing division has contributed significantly to turnover of the company. We believe that the marketing division would perform better in the time to come and shall contribute significantly in profitability also.



**DIRECTORS' REPORT: (cont)**

During the year 2022-2023 also, company could not start operation of the sugar mill (seasonal) mainly due to paucity of fund to finance the working capital requirement and other direct and operation expenses.

**Credit Rating**

No credit rating during the financial year under review was received by the company

**Cash Flow Analysis**

In conformity of the provision of Regulation 34 of the SEBI (Listing Obligation and Disclosure Requirements) Regulations 2015, the cash flow statement for the year ended 31.03.2023 is included in the financial accounts.

**Significant Events after Balance Sheet Date**

There has been no significant event after Balance Sheet Date.

**Particulars of Loans, Guarantees or Investment**

Reference is made to financial statements for loans to bodies corporate and for guarantees provided by the company. As regards details of Investments in bodies corporate, the same are given in the financial statements.

**Certification from Auditors in Relation to Corporate Governance**

The Report on Corporate Governance as stipulated in the Listing Regulations forms part of Annual Report. The requisite certificate from M/s. K.C. Bhattacharjee & Paul, Chartered Accountants, confirming compliance with the conditions of Corporate Governance as stipulated under the Listing Regulations is annexed hereto Annexure to this Report.

**Corporate Governance**

As per SEBI (Listing Obligations and Disclosure Requirements) Regulation, 2015 annexed to this is Auditors' Certification on Corporate Governance forming part of the Annual Report.

**Details in respect of Frauds reported by Auditors under section 143(12)**

During the year under review, there were no frauds reported by the auditors to the Audit Committee or the Board under section 143(12) of the Companies Act, 2013. Further, no fraud has been reported during the audit conducted by the Statutory Auditors, and Secretarial Auditors of the Company

**Management Discussion and analysis**

The Management Discussion and Analysis Report for the year under review as stipulate under SEBI (Listing and Disclosure Requirements) Regulations, 2015 is attached.

**Deposits**

The Company has not accepted any deposit from public falling within the ambit of section 73 of the Companies Act, 2013 and the Company's (Acceptance of Deposit) Rules, 2014

**Particulars of Loan and Guarantee and Investment**

Details of Loans, Guarantees and Investments covered under the provisions of section 186 of the Companies Act, 2013 are given in the notes to the Financial Statements and hence not repeated in directors report..

**Corporate Social Responsibility (CSR)**

The Company has not developed and implemented any Corporate Social Responsibility initiatives as the said provisions are not applicable to the Company.

**Whistle Blower Policy**

The Company has a Whistle blower policy which is hosted on its website [www.khaitansugar.in](http://www.khaitansugar.in)

**Directors**

There are 6 no. of Directors on Board of the company, out of which 4 are Independent Directors, 1 is Additional Independent Non-Executive Director, 1 is Whole Time Director

**(i) (a) Resignation of Directors:**

**Mr. Aashis Neotia (DIN: 00816916)** was appointed as an Independent Non-Executive Director with effect from 31-03-2022. Mr. Aashis Neotia resigned as Director of the company with effect from 28-05-2022. The Board of Director places on record their appreciation for his contribution in development of the company.



## DIRECTORS' REPORT: (cont)

### (b) Appointment of Directors:

- I **Mr. Ajay Ahlawat (DIN: 01227343)** was appointed as Additional Independent Non-Executive Director with effect from 21-10-2022 in Board Meeting and ratification in AGM to be held on 29.09.2023. Mr. Ajay Ahlawat as a candidate for the office of a director of the Company, be and is hereby appointed as an Independent Non-Executive Director of the Company up to financial year 2027 and is not liable to retire by rotation.

#### **Brief profile of Mr. Ajay Ahlawat**

Colonel Ajay Ahlawat served in Indian Army for more than 2 decades and has been a sports person all his life. He has a wide range of experience in electronic vehicle manufacturing and trading. He also has experience in sports, administration, and international affairs

Brief profiles of Directors being appointed / re-appointed at the forthcoming Annual General Meeting have been given in the Notice of AGM.

### (ii) Board and Committees Evaluation

Pursuant to the provision of the Company Act, 2013 and SEBI (Listing Obligations and Disclosure Requirements Regulation, 2015) the Board has out annual performance evaluation of its own performance, the directors individually as well as working of its Audit Committee, the Nomination & Remuneration and Shareholders Relationship Committee.

The Independent Directors carried out annual performance evaluation of the Chairperson, the Non-Independent Directors and the Board as a whole in the separate meeting held on 24-03-2023 of the Independent Directors taking into account the views of the Executive Directors and other Non-Executive Directors.

The performance of the Board, its Committees and each Board Member individually was evaluated by the Board based on the policy on performance evaluation specified by the Nomination and Remuneration Committee. The method of evaluation has been explained in Corporate Governance Report.

### (iii) Board Meetings

The details of meeting of Board and its various committees are given in Corporate Governance Report forming part of report.

### (iv) Disqualification of Directors

None of the Directors are disqualified under section 164(2) of the Companies Act, 2013

### (v) Independent Directors Declaration

All the Independent Directors have given their declaration confirming that they meet the criteria of Independence in terms of section 149(6) of the Companies Act, 2013

### (vi) Commission

Executive Director and Whole time Director were not in receipt of any commission from the company. Executive Director and Whole time Director were not in receipt of any commission from subsidiary (there in no subsidiary)

## Key Management Personnel

### (i) Appointment

- I) Mr. Sunay Krishna Khaitan, Executive Director, was appointed as Chief Financial Officer (CFO) with effect from 30-05-2023 due to resignation of Mr. Swapan Kumar Das who resigned with effect from 01-04-2023. He is a qualified BSC (Economics & Finance) More than 7 Years of Experience in Marketing of Fans and Appliances. He is also executive director of the company and is the member of audit committee. He has gained vast experience in preparation and finalization of accounts and other day to day operational matter during his tenor with the company.
- ii) Mr. Sumit Pasari was appointed as Chief Financial Officer (CFO) with effect from 21-07-2023 due to resignation of Mr. Sunay Krishna Khaitan who resigned with effect from 21-07-2023. He is a Graduate in Commerce and has more than two decades of Experience in Finance, Account and Administration of industries including consumer durables.
- iii) Mr. Ankit Sugandh was appointed as Company Secretary and Compliance Officer with effect from 21-07-2023 due to resignation of Mr. Pradip Halder who resigned with effect from 14-05-2023. He is Member of The Institute of Company Secretaries of India

**DIRECTORS' REPORT: (cont)****(ii) Resignation**

- i) Mr. Swapan Kumar Das resigned on 22-03-2023 as Chief Financial Officer (CFO) with effect from 01-04-2023 which was taken on record at the meeting held on 30-05-2023. The Board noted its appreciation for his guidance during his tenure as Chief Financial Officer (CFO).
- ii) Mr. Pradip Halder resigned on 25-04-2023 as Company Secretary & Compliance Officer with effect from 14-05-2023 which was taken on record at the meeting held on 30-05-2023. The Board noted its appreciation for his guidance during his tenure as Company Secretary & Compliance Officer.
- iii) Mr. Sunay Krishna Khaitan resigned as Chief Financial Officer (CFO) with effect from 21-07-2023 which was taken on record at the meeting held on 21-07-2023. The Board noted its appreciation for his guidance during his tenure as Chief Financial Officer (CFO).

**Conservation of Energy, Technology Absorption and Foreign Exchange Earning & outgo.**

The information on Conservation of energy, technology absorption and foreign exchange earnings and outgo stipulated under section 134(3)(m) of the Companies Act, 2013 read with Rule 8 of the Companies (Account) Rule 2014 is annexed as **Annexure - I**.

**Information of Employees**

Provision of Section 197 of the Companies Act, 2013 read with Rules 5(2) and (3) of Companies (Appointment and Remuneration of Managerial Personnel) rules, 2014 are not applicable as no employee or director of the Company was receipt of such remuneration as prescribed under the said rules.

The Company believes that its employees are a vital resource in the current business environment. The Company is enjoying good and congenial industrial relations at all the Division of the Company. The prescribed information of the employees required under section 134(3) (q) read with Rule 5 of the Companies (Appointment and Remuneration of Managerial Personnel) Rules 2014 is attached here with as **Annexure - II**.

**Establishment of Vigil Mechanism Policy**

To ensure that the activities of the Company and its employees are conducted in a fair and transparent manner by adopting high standards of professionalism, honesty, integrity, the company has adopted a vigil mechanism policy. This policy is explained in Corporate Governance and also posted on Company's website [www.khaitansugar.in](http://www.khaitansugar.in).

**Development and Implementation of Risk Management Policy**

The Company has adopted risk management policy which covers assessment of various risk impacting the business of the company. The policy covers framework to identify, evaluate and mitigate business risk. The Risk Management Policy has been uploaded on the website of the Company [www.khaitansugar.in](http://www.khaitansugar.in).

**Remuneration Policy**

The Board has on the recommendations of Nomination & Remuneration Committee framed a policy of selection / appointment of Director, Senior Management Personal and their remuneration policy is stated in Corporate Governance Report.

**Directors' Report Responsibility Statement**

Directors responsibility statement pursuant to section 134(3) (c) of the Companies Act, 2013 is attached as **Annexure - III**

**Business Responsibility Reporting (BRR)**

BRR is not applicable on the company.

**Related Party Transactions**

All Transaction entered into with related parties as defined the Companies Act, 2013 and Regulation 23 to the SEBI (Listing Obligations and Disclosure Requirements) Regulation 2015, during the financial year were in the ordinary course of business and on arm's length basis. All related party transactions are placed before the audit Committee and also the Board for approval. Particulars of contracts or arrangement with related parties referred to in sub section (i) of Section 188 have been in the prescribed form AOC-2 as **Annexure -IV**.

**Change in the nature of business**

There has been no change in the nature of business of the Company during the year under review.

**Proceeding pending under the Insolvency and Bankruptcy Code, 2016**

There is no proceeding pending under the Insolvency and Bankruptcy Code, 2016 during the year under review.

**Onetime settlement with any Bank or Financial Institution**

There was no instance of onetime settlement with any Bank or Financial Institution during the year under review.



## DIRECTORS' REPORT: (cont)

### Statutory Auditors

#### Auditors and Audit Report

M/s. K.C. Bhattacharjee & Paul, Chartered Accountants, (Reg. No. 303026E) have been appointed as the Statutory Auditors of the Company at the 83rd Annual General Meeting held on 30<sup>th</sup> September, 2020 for a period of 5 years, till 88<sup>th</sup> Annual General Meeting. The Board has duly examined the Statutory Auditor's Report to Financial Statement. The reply of the management in regard to qualification in the auditor's report is as follows:-

- I. Sugar division is one of the core business divisions of the Company. The management is of the view that as soon as the requirement of working capital needed for running the operations is arranged the operation shall be resumed. Therefore this segment is considered as a going concern.

#### Fees Paid to Auditors

Total fees paid by the Company, to the auditors during the year 2021-2022 and 2022-2023

Auditors' Remuneration	Year ended March 31, 2023 (Rs.)	Year ended March 31, 2022 (Rs.)
-As Auditors	2,00,000.00	2,00,000.00
-For Tax Audit	50,000.00	50,000.00
-For other Services	1,50,000.00	1,50,000.00

#### Secretarial Auditor

##### Secretarial Audit and Annual Certification

Pursuant to the provisions of Section 204 of the Companies Act, 2013 and The Companies (Appointment and Remuneration of Managerial Personnel) Rules, 2014, CS Alpana Sethia (ACS No. 15758, C.P.No.: 5098, peer Review No. 2650/2022) a Company Secretary-in-Practice, was appointed to undertake the Secretarial Audit. The Report of the Secretarial Auditor along with the certificate of non-disqualification of Directors for the year ended March 31, 2023 is annexed herewith as Annexure-VI  
The qualifications therein are self-explanatory and management's response is also covered therein.

#### Internal Auditors

Your Company's in house internal audit department carries out internal audits across all location of the country. Their objective is to assess the existence, adequacy and operation of financial and operating controls set up by the Company and to ensure compliance with the Companies Act, 2013, SEBI (Listing Obligations & Disclosure Requirements) Regulations, 2015 and corporate policies, Internal Auditors make presentations to the Audit Committee on their Audit Reports are reviewed by the Audit Committee.

#### Cost Auditors

As sugar mill could not start operation during year, cost audit was not conducted.

#### Subsidiary Company and Joint Venture

The Company doesn't have any subsidiary and / or Joint venture.

#### Material Changes and Commitment Affecting Financial Position of the Company

There are no material changes and commitment affecting financial position of the company which has occurred between the end of financial year of the company i.e. 31st March, 2023 and till the date of report.

#### Disclosure under the Sexual Harassment of Women at Workplace

The Company has in place a policy in line with the requirements of the Sexual Harassment of Women at Workplace (Prevention, Prohibition & Redressal) Act, 2013 Internal Complaints Committee (ICC) has been set up to redress complaints received regarding sexual harassment. All employees (permanent, contractual, trainees) are covered under this Policy. During the year under review, no complaints were received.

#### Internal Financial Controls with Reference to Financial Statement

The company has adequate financial control procedures commensurate with its size and nature of business, the company has identified and documented all key internal financial control which impact the financial statements, as a part of its Standard Operating Procedure (SOP). The SOPs are designed for all critical processes across all branches wherein financial transactions are undertaken.

#### Significant and material orders passed by the Regulators or Courts

There are no significant material orders passed by the regulators/court which would impact the going concern status of the company and its future operations.

#### Particulars of Employees

Disclosures pertaining to remuneration and other particulars as prescribed under the provisions of Section 197 of the Act read with Rule 5 of the Companies (Appointment and Remuneration of Managerial Personnel) Rules, 2014, are set out in **Annexure III** and forms part of this Report.

**DIRECTORS' REPORT:** (cont)

**Code of Conduct**

The Company has laid down a robust Code of Business Conduct and ethics, which is based on the principles of ethics, integrity and transparency.

**General**

- I The Directors have devised proper systems to ensure compliance with the provisions of all applicable Secretarial Standards and that such systems are adequate and operating effectively.
- I During the year, no revision was made in the previous financial statement of the Company.
- I Certain statements in the Board's Report describing the Company's objectives, projections, estimates, expectations or predictions may be forward-looking statements within the meaning of applicable securities laws and regulations. Actual results could differ from those expressed or implied. Important factors that could make a difference to the Company's operations include labour and material availability, and prices, cyclical demand and pricing in the Company's principal markets, changes in government regulations, tax, regimes, economic development within India and other incidental factors.

**Acknowledgements**

Your Directors wish to express their sincere appreciation for the co-operation received from the financial institutions, banks, government authorities, customers, vendors, suppliers and shareholders during the year under review. Your Directors also wish to place on record their deep sense of appreciation for the significant contribution made by each & every employee of the Company.

For and behalf of the Board



Sunay Krishna Khaitan  
Executive Director  
(Din: 07585070)

Place: Kolkata  
Date: 11<sup>th</sup> August 2023





**ANNEXURE – I**

**DETAILS OF CONSERVATION OF ENERGY, TECHNOLOGY, ABSORPTION, FOREIGN EXCHANGE EARNINGS AND OUTGO**  
**[Pursuant to Section 134 of the Companies Act, 2013 read with Companies (Accounts) Rules, 2014]**

	For the year ending 31.03.2023	For the year ending 31.03.2022
<b>A CONSERVATION OF ENERGY *</b>		
<b>POWER &amp; FUEL CONSUMPTION</b>		
<b>1. ELECTRICITY</b>	<b>N.A.</b>	
a) PURCHASED UNITS (IN LACS)	<b>N.A.</b>	
TOTAL AMOUNT RS.(IN LACS)	<b>N.A.</b>	
EFFECTIVE RATE PER UNIT (RS)	<b>N.A.</b>	
b) <b>OWN GENERATION</b>		
I) THROUGH DIESEL GENERATOR UNITS (IN LACS)	<b>N.A.</b>	<b>N.A.</b>
UNIT PER LITRE OF DIESEL OIL	<b>N.A.</b>	<b>N.A.</b>
COST / UNIT (RS)	<b>N.A.</b>	<b>N.A.</b>
II) THROUGH STEAM TURBINE/ GENERATOR UNITS (IN LACS)	<b>N.A.</b>	<b>N.A.</b>
<b>2. COAL</b>	<b>N.A.</b>	<b>N.A.</b>
QUANTITY TONNES		
TOTAL COST		
AVERAGE RATE	<b>N.A.</b>	<b>N.A.</b>
<b>3. FURNACE OIL</b>		
QUANTITY (KILO LITRE)		
TOTAL COST		
AVERAGE RATE	<b>N.A.</b>	<b>N.A.</b>
<b>4. OTHERS/ INTERNAL GENERATION</b>		
QUANTITY OF PADDY HUSK (MT)		
TOTAL VALUE (RS/ LACS)		
RATE UNIT (RS)		
CONSUMPTION PER UNIT OF PRODUCTION	<b>N.A.</b>	<b>N.A.</b>
PRODUCT – SUGAR (QTLS)	<b>N.A.</b>	<b>N.A.</b>
ELECTRICITY (UNITS / QTLS. OF SUGAR)	<b>N.A.</b>	<b>N.A.</b>
FURNACE OIL	<b>N.A.</b>	<b>N.A.</b>
COAL	<b>N.A.</b>	<b>N.A.</b>
OTHERS	<b>N.A.</b>	<b>N.A.</b>

\* As the sugar mill has not been into operation during the financial years 2021-2022 and 2022-2023 the said information is not provided.

**DIRECTORS' REPORT: (cont)**

**B TECHNICAL ABSORPTION**

**I. Research & development (R&D)**

- a) Specific areas where R&D carried out by the Company  
Development of better varieties of sugarcane and higher productivity per unit of land and in the plant side or improving quality of sugar
- b) Benefits derived as result of the above R&D  
Improvement in cane yields and in quantity of sugar
- c) Future plan of action  
Development of cane in Company's reserved Area and Captive Farms.
- d) Expenditure on R&D: NIL

**II. Technology absorption, adaptation and Innovation:**

The Company is trying to adopt the latest technology for improving productivity /quality and reducing the consumption of raw materials and energy. No technology has been imported.

**C FOREIGN EXCHANGE EARNINGS AND OUTGO**

FOB Value of Exports	:	NILL
Expenditure in foreign currency	:	NILL

For and on behalf of the Board



Sunay Krishna Khaitan  
(DIN: 07585070)

Place: Kolkata

Date: The 11<sup>th</sup> August 2023



**ANNEXURE – II**

**Particulars of Employees as required U/s 134 of the Companies Act, 2013 and forming part of Directors' Report for the year ended 31.03.2023**

**A. Top ten employees in terms of remuneration drawn during the year.**

Sl. No.	Name	Qualification	Designation	Age (years)	Remuneration (Rs.)	Experience (years)	Date of Joining	Last Employment
1	Mr. Shekhar Kumar	M.B.A.	Senior G.M.	54	2794920	26	14/01/2022	Maxstar Appliance Ltd
2	Mr. Pankaj Taneja	Graduate	Dy. Gen Manager	43	1826160	20	05/01/2017	Khaitan Electricals Ltd.
3	Mr. B Sanjay Kumar	B.Com	Dy. Gen Manager	45	1800072	20	23/12/2019	Surya Roshni Ltd
4	Mr.Chitta Ranjan Sahoo	Electrical Engineer / PGDM in Marketing Management	General Manager (Technical & Procurement)	60	1680036	33	04/10/2019	Havells India Ltd
5	Mr. D Sridhar	M.B.A.	State Head National	48	1641492	26	06/11/2019	Crompton Greaves Consumer Electricals Limited
6	Mr. SUNAY KRISHNA KHAITAN	BSC (Economics & Finance), Purdue University, Indiana USA, Green belt in Lean Six Sigma	Executive Director	31	1449456	7	05/12/2017	Khaitan Electricals Ltd
7	Mr. Sumit Pasari	Graduate	Manager- Accounts	42	1352348	20	05/1/2017	Khaitan Electricals Ltd
8	Mr. Radhey Shyam	Graduate, Diploma Engineer	Service Head	46	1211396	25	17/06/2019	Telecare Network India Ltd
9	Mr. MD Shamim Ahmed	M.B.A.	Branch Head	41	1110858	19	15/10/2022	Syska Led.
10	Mrs. Vageesha Khaitan	Graduate	Manager of special duty	37	975036	12	05/1/2017	Khaitan Electricals Ltd.

B. Employed throughout the financial year and were in receipt of remuneration not less than Rupees One Crore and Two lacs per annum : NONE

C. Employed for the part of the financial year and were in receipt of remuneration not less than Rupees eight lacs fifty thousand per month : NONE

**Note:**

- Remuneration includes actual payment and /or taxable values of perquisites and the company's contribution to provident and other funds but excludes gratuity.
- Other terms and conditions: As per rules of the company.

**Other Details pertaining to remuneration**

- The percentage increase in remuneration of each Director and Company Secretary during the financial year 2021-22, ratio of the remuneration or each employee of the financial year 2022-23 and the comparison of remuneration of each Key Management Personnel (KMP) against the performance of the company are as under:

Sl.No	"Name of Director/KMP"	Director	"Remuneration of Director/KMP for FY 2022-23 (Rs. In lacs)"	% Increase in remuneration in FY 2022-23	Ratio of remuneration of Each Director/to median remuneration of employee
1	Mr. Sunay Krishna Khaitan	Executive Director	14.09	21.15	4:1
2	Mr. Swapan Kumar Das	CFO	5.34	35.87	-
3	Mr. Pradip Halder	Company Secretary and Compliance Officer	5.82	27.63	-

- (ii) The Median remuneration of the employees of the company during the financial year was Rs.3.60 lacs p.a.
- (iii) In the financial year there was an increase of 37.62 % in the median remuneration of employees.
- (iv) There were 105 permanent employees on the payroll of the company as on 31.03.2023
- (v) It is affirmed the remuneration paid is as per remuneration policy of the company for Director, Key Management Personnel.
- (vi) The compensation of the KMP is as per the compensation philosophy of the Company. The remuneration is benchmarked against market and also based on the performance of the Company and the individual.

**ANNEXURE -III**

**DIRECTORS' RESPONSIBILITY STATEMENT**

**Pursuant to Section 134(5) of the Companies Act, 2013, Directors of your Company hereby state and confirm that:**

- a) In the preparation of the annual Financial Statements for the year ended 31st March, 2023, the applicable accounting standards have been followed along with proper explanation relating to material departures;
- b) They have selected such accounting policies and applied them consistently and made judgments and estimates that are reasonable and prudent so as to give a true and fair view of the state of affairs of the company at the end of the financial year ended 31<sup>st</sup> March 2023 and of the Profit/loss of the company for the same period;
- c) The directors have taken proper and sufficient care for the maintenance of adequate accounting records in accordance with the provisions of the Companies Act, 2013 for safeguarding the assets of the company and for preventing and detecting fraud and other irregularities;
- d) They have prepared the annual accounts on a going concern basis;
- e) They have laid down proper internal financial controls (IFC) in the company that are adequate and were operating effectively.
- f) They have devised proper systems to ensure compliance with the provisions of all applicable laws and these are adequate and are operating effectively.

**Sunay Krishna Khaitan**

Executive Director

**ANNEXURE-IV**

**FORM No, AOC-2**

[Pursuant to clause (h) of sub-section 134 of the act and rule 8(2) of the Companies (Accounts) Rules, 2014 Disclosure of particulars of contract/arrangement/entered into by the company with related parties referred to in sub-section188 of the Companies Act, 2013 including arms length transaction under third proviso thereto

Details of material contracts or arrangement or transaction at Arm's Length Basis:

Name(s) of the Related Party & Nature of Relationship	Nature of contracts/ arrangements/ transactions	Duration of contracts/ arrangements / transactions	Salient terms of contracts/arrangements/ transactions	Salient terms of contracts/arrange ments/ transaction including values, if any	Date of Approval of the Board, if any	Amount paid as Advance, if any
Mr. Sunay Krishna Khaitan	Remuneration	01.04.22 to 31.03.23	Service Rendered in Capacity of Director	Rs. 14,08,912.00	Not Required as all the transactions were on Arm's Length basis of ordinary business	NIL
Mr. Swapan Kumar Das	Remuneration	01.04.22 to 31.03.23	Service Rendered in Capacity of CFO	Rs.5,34,394.00		
Mr. Pradip Halder	Remuneration	01.04.22 to 31.03.23	Service Rendered in Capacity of Company Secretary and Compliance Officer	Rs. 5,82,000.00		
Ms. Vageesha Khaitan	Remuneration	01.04.22 to 31.03.23	Service Rendered in special duty	Rs.8,26,152.00		
Mr. Sandip Chatterjee	Sitting Fees	01.04.22 to 31.03.23	Service Rendered in Capacity of Director	Rs. 60,000.00		
Mrs. Sujata Chatterjee	Sitting Fees	01.04.22 to 31.03.23	Service Rendered in Capacity of Director	Rs.60,000.00		



Name(s) of the Related Party & Nature of Relationship	Nature of contracts/ arrangements/ transactions	Duration of contracts/ arrangements/ transactions	Salient terms of contracts/arrangements/ transactions	Salient terms of contracts/arrangements/ transaction including values, if any	Date of Approval of the Board, if any	Amount paid as Advance, if any
Mr. Sunay Krishna Khaitan	Loan Taken	01.04.22 to 31.03.23	Loan for Working Capital need	Rs. 36,90,000.00	Not Required as all the transactions were on Arm's Length basis of ordinary business	NIL
M/s Khaitan Hotel Pvt. Ltd	Loan Taken	01.04.22 to 31.03.23	Loan for Working Capital need	Rs. 10,30,000.00		
M/s Khaitan Lefin Limited	Loan Taken	01.04.22 to 31.03.23	Loan for Working Capital need	Rs. 1,11,25,019.00		
Mr. Sunay Krishna Khaitan	Loan Paid	01.04.22 to 31.03.23	Loan for Working Capital need	Rs. 2,77,03,000.00		
M/s Khaitan Hotel Pvt. Ltd	Loan Paid	01.04.22 to 31.03.23	Loan for Working Capital need	Rs.10,77,000.00		
M/s Khaitan Lefin Limited	Loan Paid	01.04.22 to 31.03.23	Loan for Working Capital need	Rs.10,94,977.00		
M/s Khaitan Hotel Pvt. Ltd.	Interest Paid	01.04.22 to 31.03.23	Loan for Working Capital need	Rs. 34,17,538.00		
M/s. Boisar Electricals & Appliances Ltd.	Royalty Received	01.04.22 to 31.03.23	Loan for Working Capital need	Rs.21,16,474.00		
M/s Khaitan Lefin Ltd.	Rent Paid	01.04.22 to 31.03.23	Rental Property	Rs.6,00,000.00		

FORM NO. MR - 3

**SECRETARIAL AUDIT REPORT  
For The Financial Year Ended 31<sup>st</sup> Day of March, 2023**

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

To,  
The Members,  
**Khaitan (India) Limited**  
46-C, J.L. Nehru Road, Kolkata – 700071  
CIN: L10000WB1936PLC008775

I have conducted the **Secretarial Audit** of the compliance of applicable statutory provisions and the adherence to good corporate practices by **Khaitan (India) Limited (hereinafter called “the Company”)**. The Audit was conducted in a manner that provided us a reasonable basis for evaluating the corporate conducts/statutory compliances and expressing my opinion thereon.

Based on my verification of 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, 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 **31<sup>st</sup> 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 Company for the financial year ended **31<sup>st</sup> March, 2023** according to the provisions of:

- I. The Companies Act, 2013 (the Act) and rules made thereunder;
- II. The Securities Contracts (Regulation) Act, 1956 and the rules made thereunder;
- III. The Depositories Act, 1956 and the regulations and bye laws framed under the Act;
- 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 (as amended from time to time) and Guidelines prescribed under the Securities and Exchange Board of India Act ('SEBI Act')
  - a) SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015
  - b) SEBI (Substantial Acquisition of Shares and Takeovers) Regulations, 2011
  - c) SEBI (Prohibition of Insider Trading) Regulations, 2015;
  - d) SEBI (Issue of Capital and Disclosure Requirements) Regulations, 2018 (Not applicable to the Company during the Audit Period);
  - e) SEBI (Employee Stock Option Scheme and Employee Stock Purchase Scheme) Guidelines, 2021 (Not applicable to the Company during the Audit Period);
  - f) SEBI (Issue and Listing of Debt Securities) Regulations, 2008 (Not applicable to the Company during the Audit Period);
  - g) SEBI (Registrars to an issue and Share Transfer Agents) Regulations, 1993;
  - h) SEBI (Delisting of Equity Shares) Regulations, 2021 (Not applicable to the Company during the Audit Period);
  - i) SEBI (Buyback of Securities) Regulations, 2018 (Not applicable to the Company during the Audit Period);
- VI. We have also examined the secretarial compliance on test check basis of the records maintained by the Company for the financial year ended on March 31, 2023, with the provisions of the following laws specifically applicable to the Company and as shown to us during our audit;
  - a) The Environment (Protection) Act, 1986
  - b) The Water (Prevention and Control of Pollution) Act, 1974





- c) The Air (Prevention and Control of Pollution Act, 1981
- d) The Industrial Employment (Standing Orders) Act, 1946
- e) The Sexual Harassment of Women at Workplace (Prevention, Prohibition and Redressal) Act, 2013
- f) Hazardous Wastes (Management, Handling and Transboundary Movement) Rules, 2008

And to the best of our knowledge, belief and understanding, we are of the view that the Company has complied with the specific laws mentioned above, during the aforesaid audit period.

- VII. We have also examined the Structured Digital Database pursuant to Regulation 3(5) and 3(6) of the Securities and Exchange Board of India (Prohibition of Insider Trading) Regulation, 2015 maintained by the Company for the financial year ended on March 31, 2023 and to the best of our knowledge, belief and understanding, we are of the view that the Company has complied with the provisions pursuant to Regulation 3(5) and 3(6) of Securities and Exchange Board of India (Prohibition of Insider Trading) Regulation, 2015, during the aforesaid audit period.

I have also examined the compliance by the company of the following statutory standards:

- i. The Secretarial Standards as mandated and issued by the Institute of Company Secretaries of India.
- ii. The Listing agreement entered into by the Company with National Stock Exchange and Bombay Stock Exchange Limited.

**During the period under review, the Company has complied with the provisions of the Act, Rules, Regulations, Guidelines, Standards, Listing Agreements etc. mentioned above, save and except the following observations:**

1. **There have been one instance, where a Form was filed with some delay, thereby paying the additional fees. The Management has informed that the required filings have been done after making the payment of additional fees.**

**I further report that:**

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

Adequate Notice is given to all Directors to schedule the Board Meetings. Agenda and detailed Notes on agenda were 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 decisions is carried through while the dissenting members' views are captured and recorded as part of the minutes.

**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, regulations and guidelines as also represented by the management.

**This report is to be read with my letter of even date which is "Annexure A" and forms and integral part of this report.**

**CS Alpana Sethia**  
**Practicing Company Secretary**  
**ACS:15758, C.P. No.: 5098**  
**Peer Review No. 2650/2022**  
**Date: 24-06-2023**  
**UDIN: A015758E000491750**  
**Place – Kolkata**

**Annexure –A**  
**(TO THE SECRETARIAL AUDIT REPORT OF KHAITAN (INDIA) LIMITED FOR THE FINANCIAL YEAR ENDED 31<sup>ST</sup> DAY OF MARCH, 2023)**

**To**  
**The Members**  
**Khaitan (India) Limited**  
**46-C, J.L. Nehru Road, Kolkata – 700071**  
**CIN: L10000WB1936PLC008775**

My report of even date is to be read along with this letter,

1. Maintenance of secretarial record is the responsibility of the management of the company. My responsibility is to express an opinion on these secretarial records based on my audit.
2. I have followed the audit practices and processes as appropriate to obtain reasonable assurance about the correctness of the contents of the Secretarial records. The verification was done on test basis to ensure that correct facts are reflected in secretarial records. I believe that the processes and practices, I followed provide a reasonable basis of my opinion.
3. I have not verified the correctness and appropriateness of financial records and Books of Accounts of the Company.
4. Wherever required, I have obtained the management representation about the compliance of laws, rules and regulations and happening of events etc.
5. The compliance of the provisions of Corporate and other applicable laws, rules, regulations standards in the responsibility of management. My examination was limited to the verification of procedures on test basis.
6. The Secretarial Audit report is neither an assurance as to the future viability of the company nor of the efficacy or effectiveness with which the management has conducted the affairs of the Company.

**CS Alpana Sethia**  
**Practicing Company Secretary**  
**ACS:15758, C.P. No.: 5098**  
**Peer Review No. 2650/2022**  
**Date: 24-06-2023**  
**UDIN: A015758E000491750**  
**Place – Kolkata**



## CERTIFICATE OF NON DISQUALIFICATION OF DIRECTORS

[Pursuant to Regulation 34(3) and Schedule V Para C Clause (10) (i) of Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulation, 2015]

To  
The Members,  
Khaitan (India) Ltd.  
46C, J. L. Nehru Road  
Kolkata – 700071

1. Declaration of non-disqualification as required under section 164 of the companies Act 2013.
2. Disclosure of concern of interest as required under section 184 of the Act, (hereinafter referred to as relevant documents)

As received from the Directors of Khaitan (India) Ltd bearing CIN-L10000WB1936PLC008775, having its registered office at 46C, J.L. Nehru Road, Kolkata – 700071 and the relevant registers, records, forms, and returns maintained by the Company and made available to us by the Company for the purpose of issuing this certificate in accordance with regulation 34(3) read with schedule V Part C Clause 10(i) of the Securities and Exchange Board of India (Listing Obligations and Disclosure requirements) Regulations 2015.

Based on the examination as aforesaid, and such other verification carried out by us as deemed necessary and adequate (including Director Identification Number (DIN) status of the respective at the portal [www.mca.gov.in](http://www.mca.gov.in) in our opinion and best of our belief, information and knowledge and according to the explanations provided by the Company its officers, we hereby certify that none of the Directors on the board of the Company as stated below for the financial year ending **31<sup>st</sup> March 2023** have been debarred or disqualified from being appointed or continuing as the director of the Company by the securities and Exchange Board of India (SEBI), Ministry of Corporate Affairs or any such other statutory authority.

Sl. No	Name of the Director	DIN	Date of Appointment	Date of Cessation
	Mr. Sunay Krishna Khaitan	07585070	12-11-2016	
	Mr. Manoj Chhawchharia	00214867	07-04-2021	
	Mr. Gopal Mor	00555282	07-04-2021	
	Mr. Sandip Chatterjee	06875010	27-04-2018	
	Mrs. Sujata Chatterjee	00245656	31-07-2020	
	Mr. Aashis Neotia	00816916	31-03-2022	28-05-2022
	Mr. Ajay Ahlawat	01227343	31-10-2022	

Ensuring the eligibility of /for the appointment/continuity of every Director on the Board of the Company is the responsibility of the management of the Company. We further state that such compliance is neither an assurance as to the future viability of the Company nor of the efficiency or effectiveness with which the management has conducted the affairs of the Company.

Date: 8<sup>th</sup> May, 2023  
Place: Kolkata

CS Alpana Sethia  
Practicing Company Secretary  
ACS: 15758 COP: 5098  
Peer Review No.2650/2022

**Secretarial Compliance Report of Khaitan (India) Limited  
(CIN: L10000WB1936PLC008775)  
For the Financial year ended 31st March, 2023**

I have examined:

- a) All the documents and records made available to me and explanation provided by **Khaitan (India) Limited** ("the listed entity").
- b) The filings/submissions made by the listed entity to the stock exchanges,
- c) Website of the listed entity,
- d) Any other document/ filing, as may be relevant, which has been relied upon to make this certification,

For the year ended **March 31, 2023** ("Review Period") in respect of compliance with the provisions of:

- a) The Securities and Exchange Board of India Act, 1992 ("SEBI Act") and the Regulations, circulars, guidelines issued there under; and
- b) The Securities Contracts (Regulation) Act, 1956("SCRA"), rules made there under and the Regulations, circulars, guidelines issued there under by the Securities and Exchange Board of India ("SEBI")

The specific Regulations, whose provisions and the circulars/ guidelines issued there under, have been examined, include:-

- a) Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements Regulations, 2015;
- b) Securities and Exchange Board of India (issue of Capital and Disclosure Requirements) Regulations, 2018 **(there were no events requiring compliance during the Review Period)**;
- c) Securities and Exchange Board of India (Substantial Acquisition of Shares and Takeovers) Regulations, 2011 **(there were no events requiring compliance during the Review Period)**;
- d) Securities and Exchange Board of India (Buyback of Securities) Regulations, 2018 as amended **(there were no events requiring compliance during the Review Period)**;
- e) Securities and Exchange Board of India (Share Based Employee Benefits and Sweat Equity) Regulations, 2021 **(there were no events requiring compliance during the Review Period)**;
- f) Securities and Exchange Board of India (Issue and Listing of Debt Securities) Regulations, 2008 as amended **(there were no events requiring compliance during the Review Period)**;
- g) Securities and Exchange Board of India (Issue and Listing of Non-Convertible and Redeemable Preference Shares) Regulations, 2021 **(there were no events requiring compliance during the Review Period)**;
- h) Securities and Exchange Board of India (Prohibition of Insider Trading) Regulations, 2015;

and based on the above examination, I hereby report that, during the Review Period:

- a) The listed entity has complied with the provisions of the above Regulations and circulars/guidelines issued thereunder, except in respect of matters specified below:  
**Refer Annexure "A" annexed to the Report**
- b) The listed entity has taken the following actions to comply with the observations made in previous reports:



Further we have examined:

Sr. No	Particulars	Compliance Status (Yes/No/NA)	Observations/Remarks by PCS*
1.	Secretarial Standards: The compliances of the listed entity are in accordance with the applicable Secretarial Standards (SS) issued by the Institute of Company Secretaries India (ICSI)	Yes	Not any
2.	Adoption and timely Updation of the Policies: <ul style="list-style-type: none"> <li>● All applicable policies under SEBI Regulations are adopted with the approval of board of directors of the listed entities</li> <li>● All the policies are in conformity with SEBI Regulations and has been reviewed &amp; timely updated as per the regulations/circulars/guidelines issued by SEBI</li> </ul>	Yes Yes	Not any
3.	Maintenance and disclosures on Website: <ul style="list-style-type: none"> <li>● The listed entity is entity is maintaining a functional website</li> <li>● Timely dissemination of the documents/information under a separate section on the website</li> <li>● Web-links provided in annual corporate governance report under regulation 27(2) are accurate and specific which re-directs to the relevant document(s)/section of the website</li> </ul>	Yes Yes Yes	Not any
4.	Disqualification of Director: None of Director of the Company are disqualified under Section 164 of Companies Act, 2013	Yes	Not any
5.	To examine details related to Subsidiaries of listed entities: (a)Identification of material subsidiary companies (b)Requirements with respect to disclosure of material as well as other subsidiaries	NA	The Company does not have any Subsidiary
6.	Preservation of Documents: The listed entity is preserving and maintaining records as prescribed under SEBI Regulations and disposal of records as per Policy of Preservation of documents and archival policy prescribed under SEBI LODR Regulations,2015	Yes	Not any
7.	Performance Evaluation: The listed entity has conducted performance evaluation of the Board, Independent Directors and the Committees at the start of every financial year as prescribed in SEBI Regulations	Yes	Not any
8.	Related Party Transactions: (a)The listed entity has obtained prior approval of Audit Committee for all Related party transactions (b)In case no prior approval obtained, the listed entity shall provide detailed reasons along with confirmation whether the transactions were subsequently approved /ratified/rejected by the Audit committee	Yes No such case	Not any
9.	Disclosure of event or information: The listed entity has provided all the required disclosure(s) under regulation 30 along with Schedule III of SEBI LODR Regulations, 2015 within the time limits prescribed thereunder.	Yes	Not any
10.	Prohibition of Insider Trading: The listed entity is in compliance with Regulation 3(5) & 3(6) SEBI (Prohibition of Insider Trading) Regulations,2015	Yes	Not any

Sr. No	Particulars	Compliance Status (Yes/No/NA)	Observations/Remarks by PCS*
11.	Actions taken by SEBI or Stock Exchange(s), if any: No Actions taken against the listed entity / its promoters/directors/subsidiaries either by SEBI or by Stock Exchange (including under the Standard Operating Procedures issued by SEBI through various circulars) under SEBI Regulations and circulars/ guidelines issued thereunder)	Yes	Not any
12.	Additional Non-compliances, if any: No any additional non-compliance observed for all SEBI regulation/circular/ guidance note etc.	N/A	Not any

**Annexure "A"**

The listed entity has complied with the provisions of the above Regulations and circulars/ guidelines issued thereunder, except in respect of matters specified below: –

Sr. No	Compliance Requirement (Regulations /circulars/ guidelines including specific clause)	Regulation /Circular No.	Deviations	Action Taken by	Type of Action Advisory /Clarification /Fine/Show Cause Notice/ Warning. Etc.	Details of Violation	Fine Amount	Observations /Remarks of the Practicing Company Secretary	Fine Amount	Remarks
Not Applicable										

**Annexure "B"**

The listed entity has taken the following actions to comply with the observations made in previous reports: –

Sr. No	Compliance Requirement (Regulations /circulars/ guidelines including specific clause)	Regulation /Circular No.	Deviations	Action Taken by	Type of Action Advisory /Clarification /Fine/Show Cause Notice/ Warning. Etc.	Details of Violation	Fine Amount	Observations /Remarks of the Practicing Company Secretary	Fine Amount	Remarks
Not Applicable										

**CS Alpana Sethia**  
**Practicing Company Secretary**  
**ACS:15758, C.P. No.: 5098**  
**Peer Review No. 2650/2022**  
**Date: 30-05-2023**  
**UDIN: AO15758E000426190**  
**Place - Kolkata**





## MANAGEMENT DISCUSSION AND ANALYSIS

### Overall Economy

India's gross domestic product (GDP) has touched the \$3.75 trillion-mark in 2023 so far from around \$2 trillion in 2014, said finance minister [Nirmala Sitharaman](#) on June 12. FM Sitharaman has called India a 'bright spot' in the global economy, highlighting its position as the fifth largest economy in the world. At current prices, India's GDP ranks above the UK (\$3,159 billion), France (\$2,924 billion), Canada (\$2,089 billion), Russia (\$1,840 billion), and Australia (\$1,550 billion) at current prices.

Recent government data revealed that India's GDP grew by 6.1 per cent in the fourth quarter of fiscal year 2022-23 beating Street estimates. For the entire fiscal 2022-23, the growth rate came in at 7.2 per cent underscoring the country's economic resilience amid geopolitical conflicts and global headwinds.

### Indian Sugar Industry Structure

According to the latest release by Indian Sugar Mills Association (ISMA), sugar mills across the country have produced 311 lakh tons of sugar (after diversion for ethanol) between October 1, 2022 and April 15, 2023 during the current sugar season, as against 328.7 lakh tons in the same period of the last sugar season. The Indian Sugar Mills' Association said in its update that in the current season, which began on October 1 last year, 532 sugar mills started production and 132 of them continued to operate. In the last season 305 mills were operating as of April 15, 2022.

The sugar mills need to buy cane from farmers at state advised price (SAP) but have to sell their produce at either marginal cost above production or in loss. Thus, higher price purchase of sugarcane but low price sale of sugar in open market creates stress on sugar mills and they are unable to make payments to farmers. This leads to accumulation of arrears. Though government decontrolled sugar industry partially in 2013 and allowed them to sell their produce in open, market, the sugar industry faces a bizarre problem that price of its raw material (cane) is fixed by state and central governments as State Advise Price (SAP) and Fair and Remunerative Price (FRP) respectively. The government supported cane prices are attractive to farmers, but loss due to any fall in the prices of sugar in open market has to be borne by the sugar industry. Sugar Industry is also going to be effected by prolonged Corona pandemic, economic crisis developed due to war situation in the world and the production is also expected to decline in near future.

### Fan Industry

The electric fan industry is well-established in the country and has grown significantly over the years. Large number of players in both, organized and unorganized market, has helped the fan industry to come a long way. However, much of the growth has been through organized players now as consumers move towards branded and more technologically efficient fans. A concerted move has been seen towards widening distribution reach and improving rural penetration by the organized players. Also threat from Chinese fans lowered. According to "India Electric Fan Market Outlook, 2022-28," the revenues for organized electric fan market are growing with a CAGR of more than 10% from the last five years. Higher disposable incomes, increased availability of continuous power and a faster shift to the organized sector has propelled the electric fan market in India. The electric fan industry is divided into product types like ceiling fans, table fans, pedestal fans, wall fans and others. Others include fans like industrial, exhaust, multi-utility, tower, bladeless, etc. in India, ceiling fans dominate the market heavily both in organized and unorganized sector. According to region, south India caters to the largest revenue share, followed by west and north. Eastern region is expected to grow fast in the coming few years.

Fan Industry is also expected to be effected by prolonged war situation in Ukraine and the production and sale is also expected to decline in near future.

### Review and Analysis of Our Performance:

#### Marketing Division

This is the Sixth full year of operation of the marketing division. This division markets Fans, cooler and Pumps and gets royalty. Fans contribute the highest business in the segment. The company has pan India network of distributors and dealers to market the products. The division achieved turnover of Rs. 5920.51 lacs in FY 2022-23 as against Rs. 5183.70 lacs in FY 2021-22. The Sales are expected to increase in coming periods. The Company is in the process of expanding the footprint of this division pan India and expects to do better in time to come. The Royalty income was Rs. 687.34 lacs as compared to Rs. 611.90 lacs last year.

#### Sugar Division

During the year and immediately preceding year, company could not start operation of the sugar mill (seasonal) mainly due to paucity of fund to finance the working capital requirement and other direct and operational expenses.

DETAILS	2022-2023	2021-2022
Start of Crushing Season	-	-
Close of Crushing Season	-	-
Cane Crushed (in lacs Qtls.)	-	-
Recovery (%)	-	-
Sugar Production (in Qtls.)	-	-

**MANAGEMENT DISCUSSION AND ANALYSIS: (cont)**

**Agriculture Division:**

The agricultural Division was also not stable and contributed Rs. 25.05 lacs to revenue as compared to Rs. 42.39 lacs in FY 2021-22

**Profitability:**

The PBIDT for 2022-23 was – Rs.509.82 lac as against Rs.101.51 lac (loss) in FY 2021-22.

**Outlook:**

The Outlook for Marketing Division is positive and we expect good demand in electrical products specially fans. However Sugar division would continue to be pain area. Focus would be on reducing costs by increasing crushing. Agricultural division is expected to be stable due to better monsoon.

**Opportunity and Threats:**

The demand for electrical products like fans and cooler is fairly stable. The company had been focusing on economy segment in fans sees a good opportunity in decorative fans. The company is in the process of marketing decorative fans which would improve profit margins also.

The Support price to farmers to buy sugar cane which is ever increasing due to government policy without any consideration to depressed sugar process is big threat to the sugar industry. Due to labour issues and lack of working capital the sugar mill is not in operations for the last 5 years.

**Human Resource and Industrial Relation:**

Industrial relation had been harmonious and company gives due credence to betterment of its workforce.

**Internal Control and their adequacy:**

The Company has adequate internal control system which provides reasonable assurance with regard to safeguarding company's assets. The company has appointed in-house internal auditor who reviews the internal control on regular basis. Report of Internal Auditors is reviewed by the senior management at regular intervals.

For and on Behalf of the Board



Sunay Krishna Khaitan  
Executive Director  
(DIN: 07585070)

Place: Kolkata

Date: The 30<sup>th</sup> May, 2023



## REPORT ON CORPORATE GOVERNANCE

### Philosophy on corporate Governance

The company believes that Corporate Governance is a set of process customs, polices, regulation and laws for ensuring transparency, professionalism and accountability in its dealing with its customers, employees, shareholders, and with every individual who comes in contact with the company. The detailed report on corporate governance as per SEBI (Listing Obligations and Disclosure Requirements) Regulation, 2015 (as amended) is as under:

### Board of Director's

The company has 6 (Six) Directors of which 4 (Four) are non-executive Independent Directors (including one woman Director) and 1 (one) whole time Director and 1 (one) additional Director. The composition of the Board is in conformity with SEBI (Listing Obligation and Disclosure Requirements) regulation, 2015.

The Board believes that Regulation 7(1)(c) of amended SEBI (LODR) Regulation 2015 is not applicable on the company as it is not falling under top 2000 companies in India.

During the year under review Eight Board Meetings were held on **30<sup>th</sup> May, 2022, 19<sup>th</sup> July, 2022, 13<sup>th</sup> August, 2022, 21<sup>st</sup> October, 2022, 14<sup>th</sup> November, 2022, 6<sup>th</sup> January, 2023, 14<sup>th</sup> February, 2023, and 11<sup>th</sup> March, 2023**. The maximum time gap between any two consecutive meeting did not exceed 120 days. The composition of Board, attendance at the last Annual General Meeting, number of other directorships and committee memberships are below.

Name of Directors	DIN	Category	Attendance at Meeting	Attendance at AGM	Number of Committee member	Membership in Other Boards*	Membership in Other Committee
Mr. Sunay Krishna Khaitan	07585070	WTD	8/8	Yes	2	2	0
Mr. Manoj Chhawchharia	00214867	ID&NED	8/8	Yes	3	0	0
Mr. Gopal Mor	00555282	ID&NED	8/8	Yes.	3	0	0
Mr. Sandip Chatterjee	06875010	ID&NED	8/8	No	3	0	0
Mr. Ajay Ahlawat	01227343	NED	3/8	No	3	1	0
Mrs. Sujata Chatterjee	00245656	ID&NED	8/8	No.	3	1	0
Mr. Aashish Neotia	00816916	NED	0/8	N.A	3	0	0

\*Excluding Directorship in private limited companies, foreign companies and section 8 companies act.

### Category Details:

C& NED – Chairman & Non Executive Director, ID&NED – Independent & Non Executive Director, WTD – Whole Time Director and ED – Executive Director.

Mr. Ajay Ahlawat was appointed as Additional Non Independent Non-Executive Director with effect from 21.10.2022.

Mr. Aashish Neotia was appointed as an Independent Non Executive Director with effect from 31.03.2022. Mr. Aashish Neotia resigned as Director of the company with effect from 28.05.2022

Details of Remuneration and Meeting Fees paid to Directors during the Financial Year 2022-23 is given in related party transaction section of financials.

None of the present Directors are Relatives of each other as defined in section 2(77) of Companies Act, 2013 and Rule 4 of the Companies (Specification of definitions details) Rules, 2014

During the year information as mentioned in applicable clause of SEBI (Listing Obligations and Disclosure Requirements) Regulation, 2015 has been placed before the Board its consideration.

### Details of Shares held by Directors:

Name of Directors	No. of Shares Held
Mr. Sunay Krishna Khaitan	2,92,079
Mr. Sandip Chatterjee	NIL
Mr. Manoj Chhawchharia	400
Mr. Gopal Mor	NIL
Mr. Ajay Ahlawat	NIL
Mrs. Sujata Chatterjee	NIL

**REPORT ON CORPORATE GOVERNANCE: (cont)**

**Familiarization Programme:**

The company has formulated a policy to familiarize the directors with the company, their roles, rights, responsibilities in the company nature of the industry which has been disclosed on the website of the company [www.khaitansugar.in](http://www.khaitansugar.in)

**List of core skills / expertise / competencies required in the Company's Board to enable it function effectively and those actually available:**

The Board identifies the following core skills / expertise / competencies that it perceives it ought to have in the process of governing the Company. It is further of the view that as a whole it possesses these skills / expertise / competencies and is applying them in governing the Company:

Directors Skill Sets	Mr. Sunay Krishna Khaitan	Mr. Manoj Chhawchharia	Mr. Gopal Mor	Mr. Sandip Chatterjee	Mr. Ajay Ahlawat	Mrs. Sujata Chatterjee
Strategizing capability	✓	✓	✓	✓	✓	✓
Capacity to identify risks and macro level concerns in the Company.	✓	✓	✓	✓	✓	✓
Aptitude in the arenas of finance, control, information technology and governance mechanisms so as to be able to examine and analyse these areas in the context of the Company's requirements and be in a position to determine gaps in the Management's thought process or the approach to these.	✓	✓	✓	✓	✓	✓
Ability to judge the degree of adroitness and clear thinking that go into taking business decisions taken by the Management, identify discontinuities and anomalies, critique such decisions where necessary and thereafter direct initiation of the required action as deemed best under the circumstances.	✓	✓	✓	✓	✓	✓
Encouraging diversity in the methodologies of the Company looking at operational and related constraints and suggesting ways forward.	✓	✓	✓	✓	✓	✓
Ability to engage in a healthy and cogent debate within itself (including in Board Committees) on the various governance processes with the objective of finding solutions to issues affecting the Company.	✓	✓	✓	✓	✓	✓



## REPORT ON CORPORATE GOVERNANCE: (cont)

### Board Committees:

The Company had Three Committees i.e. Audit Committee, Nomination & Remuneration Committee and Stakeholders Relationship Committee. Details on role and composition of these committees including the number of meeting held during the financial year and the related attendance are mentioned below:-

#### Audit Committee:

The committee discharge such duties and functions generally described in SEBI (Listing Obligations and Disclosure Requirements) Regulation, 2015 with the stock exchanges. The major task performed by the audit committee may be grouped as under:-

1. Oversight of the Company's financial reporting process and the disclosure of the financial information to ensuring that the financial statement is correct, sufficient and credible and ensuring timely submission to statutory auditors.
2. Reviewing the management discussion & analysis of financial and operation performance.
3. Reviewing with the Management, the quarterly financial statements and annual statements and auditor's report thereon before submission to the board for approval.
4. Review the adequacy and effectiveness of the company's system and internal control.
5. Evaluation of internal financial controls and risk management systems.
6. To review the functioning of the Whistle Blower mechanism.

#### Audit & other duties:

1. Discussion with statutory auditors before the audit commences, about the nature scope of audit as well as post-audit discussion to ascertain any area of concern.
2. Discussion with internal auditors of any significant findings and follow up there on.
3. Review and recommend to the Board the appointment / reappointment of the Statutory Auditors considering their independence and effectiveness and there replacement and removal.
4. To recommend to the Board the remuneration of the statutory auditors and internal auditors.
5. To grant approval for related party transactions which are in the ordinary course of business and on an arm's length pricing basis and to review and approve such transaction subject to the approval of the Board.

#### Present Composition of the Audit Committee

Mr. Manoj Chhawchharia	Chairman	Independent, Non Executive Director
Mr. Gopal Mor	Member	Independent, Non Executive Director
Mr. Sandip Chatterjee	Member	Independent, Non Executive Director
Mr. Sunay Krishna Khaitan	Member	Whole Time Director
Mrs. Sujata Chatterjee	Member	Independent, Non Executive Director

During the year under review the committee comprised of four independent directors & one whole time director. All of whom are financially literate and have relevant finance and /or audit exposure. The Statutory Auditors, Internal Auditors and other relevant Senior Management Persons of the Company are invited to attend the meetings of the Audit Committee. The Company Secretary of the Company acts as Secretary to the Committee Mr. Manoj Chhawchharia Chairman of the Audit Committee also attended the last Annual General Meeting of the Company held on 24<sup>th</sup> September, 2022. During the period under review. seven Audit Committee meetings were held on **30<sup>th</sup> May, 2022, 19<sup>th</sup> July, 2022 13<sup>th</sup> August, 2022, 21<sup>st</sup> October, 2022, 14<sup>th</sup> November, 2022, , 14<sup>th</sup> February, 2023, and 11<sup>th</sup> March, 2023.** The composition of the Audit Committee and attendance at its meetings as follows:-

Members	Designation	Category	No. of Committee Meeting attended during 2022-2023
Mr. Manoj Chhawchharia	Chairman	Independent, Non Executive Director	7/7
Mr. Sunay Krishna Khaitan	Member	Independent, Non Executive Director	7/7
Mr. Gopal Mor	Member	Independent, Non Executive Director	7/7
Mr. Sandip Chatterjee	Member	Independent, Non Executive Director	7/7
Mrs. Sujata Chatterjee	Member	Independent, Non Executive Director	7/7

**REPORT ON CORPORATE GOVERNANCE: (cont)**

**Nomination & Remuneration Committee:**

The terms of reference of the committee are follows:

1. Formulation of the criteria for determining qualifications, positive and independence of a director and recommend the Board a policy, relating to the remuneration of the directors, key managerial personnel and other employee.
2. Formulation of criteria for evaluation of Independent Directors and the Board
3. Devising a policy on Board diversity.
4. Identifying persons who are qualified to become directors and who may be appointed in senior management in accordance with the criteria laid down, and recommend to the Board their appointment and removal.

The remuneration policy as adopted by the company envisages payment of remuneration according to qualification, experience and performance at different levels of the organization. The workers at the factory as well as those rendering clerical, Administrative and professional services are paid as per the Agreement with the Union, Remuneration is paid to a whole time director at present.

**Present Composition of the Nomination & Remuneration Committee:**

Mr. Manoj Chhawchhari	Chairman	Independent, Non Executive Director
Mr. Gopal Mor	Member	Independent, Non Executive Director
Mr. Sapdip Chatterjee	Member	Independent, Non Executive Director
Mrs. Sujata Chatterjee	Member	Independent, Non Executive Director

During the year under review the committee comprised of four independent directors and other relevant Senior Management Persons of the Company are invited to attend the meetings of the Audit Committee. The Company Secretary of the Company acts as Secretary to the Committee. Mr. Manoj Chhawchhari Chairman of the Nomination & Remuneration committee also attended the last Annual General Meeting of the Company held on 24<sup>th</sup> September, 2022. During the period under review, Three Nomination & Remuneration Committee meetings were held on **13<sup>th</sup> August, 2022, 21<sup>st</sup> October, 2022 and, 6<sup>th</sup> January, 2023**, The composition of the Nomination & Remuneration Committee and attendance at its meetings are as follows:-

Members	Designation	Category	No. of Committee Meeting attended during 2022-2023
Mr. Manoj Chhawchhari	Chairman	Independent, Non Executive Director	3/3
Mr. Gopal Mor	Member	Independent, Non Executive Director	3/3
Mr. Sapdip Chatterjee	Member	Independent, Non Executive Director	3/3
Mrs. Sujata Chatterjee	Member	Independent, Non Executive Director	3/3

**Stakeholders' Relationship Committee:**

**Present Composition of the Stakeholders Relationship Committee**

Mr. Manoj Chhawchhari	Chairman	Independent, Non Executive Director
Mr. Gopal Mor	Member	Independent, Non Executive Director
Mr. Sapdip Chatterjee	Member	Independent, Non Executive Director
Mr. Sunay Krishna Khaitan	Member	Whole Time Director
Mrs. Sujata Chatterjee	Member	Independent, Non Executive Director

During the year committee met Three times i.e. **30<sup>th</sup> May, 2022, 21<sup>th</sup> October, 2022. And 6<sup>th</sup> January, 2023**. The composition of the Committee and attendance at its meeting as follows:

Members	Designation	Category	No. of Committee Meeting attended during 2022-2023
Mr. Manoj Chhawchhari	Chairman	Independent, Non Executive Director	1/3
Mr. Sunay Krishna Khaitan	Member	Whole Time Director	3/3
Mr. Gopal Mor	Member	Independent, Non Executive Director	0/3
Mr. Sandip Chatterjee	Member	Independent, Non Executive Director	3/3
Mrs. Sujata Chatterjee	Member	Independent, Non Executive Director	3/3





## **REPORT ON CORPORATE GOVERNANCE: (cont)**

Mr. Pradip Halder Company Secretary was the Compliance Officer during year under review. He performed the function of monitoring the complaints received vis-a vis Share transfer and other related processes and reported them to the Board. He also carried out his responsibility as liaison officer with the investors and regulatory authorities, such as SEBI, Stock Exchange, Registrar of Companies in respect of implementing laws, rule and regulations and directives of such authorities concerning investor service and complaints.

During the Financial Year 2022-23, the company had received no complaint from the shareholder and the company successfully redressed the same.

### **Independent Directors' Meeting**

During the year under review, the Independent Directors met on 23<sup>rd</sup> March, 2023 inter alia to discuss:

1. Review of performance of Non- Independent Director and Board as whole.
2. Review of performance of the Chairperson of the Company, taking into account the view of Executive Director and non executive director.
3. Assess the quality, quantity and timeliness of flow of information between the company management and the Board that is necessary for the Board of effectively and reasonably perform their duties.

### **Annual evaluation of the Board, its Committees and individual Directors**

Pursuant to the provisions of the Companies Act, 2013 and SEBI LODR Regulations, the Board has carried out an annual performance evaluation of its own performance; of the Directors individually; as well as the evaluation of the Committees.

The Nomination and Remuneration Committee has devised criteria for evaluation of the performance of the Directors including the Independent Directors and the same has been approved by the Board. The performance evaluation of the Independent Directors was carried out by the entire Board, excluding the Director being evaluated. Independent Directors fulfill the criteria of independence and they are independent of management. The performance evaluation of the Chairman and non-independent Directors was also carried out by the Independent Directors at their separate meeting. The Directors expressed their satisfaction with the evaluation process.

### **Formation of Policy for selection and appointment of Directors including Independent Director KMP/Senior Management Personnel**

The nomination and Remuneration Committee discussed and there after decided upon the policy for selection and appointment of directors and their remuneration. The highlights of the policy are as follows:

- i) Person of eminence, eminence, standing and knowledge with sufficient achievements in business, professions and /or public service. Their financial and business literacy/skill.
- ii) Relative Industry experience
- iii) To build team and carry the team members along for achieving the goals/ objectives and corporate mission.

### **Remuneration Policy**

To ensure that the level and components of remunerations is reasonable and sufficient to attract, retain and motivate Directors, KMP and other employees of the quality to run the company successfully.

To ensure that relationship of remuneration to performance is clear and meets appropriate performance benchmark. Improved performance should be rewarded.

Remuneration packages should strike a balance between fixed and incentive pay, where ever applicable.

To ensure that the remuneration structure is simple and cost to company (CTC) is not shown inflated and effective take home pay is not low.

### **Corporate Social Responsibility**

The Company has not developed and implemented any Corporate Social Responsibility initiatives as the said provisions are not applicable.

### **Related Party Transaction**

All transaction entered into with Related Parties as defined in SEBI (Listing Obligations and Disclosure Requirements) Regulation, 2015 during the financial year under reviewed were in the ordinary course of business and do not attract the provisions of section 188 of the Companies Act 2013. There were no materially significant transactions with related parties during the financial year which were in conflict with the interest of the Company. Suitable disclosure as required by the Accounting Standard (AS-18 has been made in the in the notes to Financial Statements.

The Board has approved a policy for related party transactions which has been reported on the company's website.

### **Prevention of Insider Trading**

The company has always ensured fair code of conduct for prevention of Insider Trading with a view to regulated trading securities by the Directors and designated employees of the company.

**REPORT ON CORPORATE GOVERNANCE: (cont)****Compliance with Accounting Standards**

In the preparation to the Financial Statement, the Company has followed the Accounting Standards notified pursuant to Companies (Accounting Standards) Rules, 2006 (as amended) and the relevant provisions of the Companies Act, 2013 read with General Circular, 2014 dated April 04, 2014, issued by the Ministry of Corporate Affairs. The significant accounting policies which are consistently applied have been set out in the Notes to the Financial Statement.

**General Body Meeting**

Details of last three Annual General Meetings and the Special resolution passed thereat are as follows:

YEAR	LOCATION	DATE	TIME	Whether Special Resolution Passed
2021-2022	Through Video Conference at Registered Office	24/09/2022	11.30 A.M	YES
2020-2021	Through Video Conference at Registered Office	30/09/2021	11.30 A.M	NO
2019-2020	Through Video Conference at Registered Office	30/09/2020	11.30 A.M	NO

**CEO/CFO Certification**

The Executive Director and Chief Financial Officer have issued certificate pursuant to Regulation 17(8) of the SEBI (Listing Obligations and Disclosure Requirements) Regulation 2015 certifying that the financial statement do not contain any materially untrue statement and these statement represent a true and fair view of the company's affairs. The said certificate is annexed herewith.

**Code of conduct for Board members and Senior Management**

A code of conduct as applicable to the Directors and the members of the senior management was approved by the board and the same is being duly abided by all of them. Declaration to this effect was obtained from the Executive Director and is annexed herewith.

**Compliance Certificate**

Compliance Certificate for corporate Governance from auditors of the company is annexed herewith.

**Means of Communications**

The quarterly/half yearly/ annual un-audited/ audited financial results of the company are posted to the stock exchanges immediately after they are approved by the Board of Directors and are published in "The Echo of India, Kolkata, English Newspaper and published in "Arthik Lipi Kolkata, Bengali Newspaper.

**Management discussion & Analysis**

The Management Discussion and Analysis Report (MD & AR) is part of this report is provided separately.

**General Shareholder Information**



**REPORT ON CORPORATE GOVERNANCE: (cont)**

a	EVENT	86 <sup>TH</sup> ANNUAL GENERAL MEETING				
	Mode of Meeting	VIDEO CONFERENCE (VC) OR OTHER AUDIO-VISUAL MEANS (OAVM)				
	Day	Friday				
	Date	29 <sup>th</sup> September, 2023				
	Meeting Commencement Time	11:30 AM				
	Place	Kolkata				
b	Date of Book Closing	23 <sup>rd</sup> September, 2023 to 29 <sup>th</sup> September, 2023				
c	Financial Year	2022-2023				
d	Dividend Payment Date	Dividend has not been recommended				
e	Listing on Stock Exchanges	<p><b>The National Stock Exchange of India Limited (NSE-India)</b> Exchange Plaza, Bandra-Kurla Complex, Bandra (East). Mumbai – 400 001</p> <p><b>The Bombay Stock Exchange Limited (BSE-India)</b> Phiroze Jeejeebhoy Towers, Dalal Street, Mumbai – 400 051 (The shares of the Company are traded in permitted category at BSE Limited)</p> <p><b>Calcutta Stock Exchange Limited (CSE-India)</b> 7, Lyons Range, Kolkata – 700001 (The Company had applied for de-listing with the Calcutta Stock Exchange Ltd. which is pending)</p>				
f	Stock Code	NSE Symbol	KHAITANLTD			
		BSE Security Code	590068			
		ISIN	INE731C01018			
g	Financial Calendar 2023 -2024	<b>Results for the quarter ending</b>				
		First Quarterly Results	Before August 14, 2023			
		Second Quarterly Results	Before November 14, 2023			
		Third Quarterly Results	Before February 14, 2024			
		Audited Yearly Results for the year ending March 31, 2023	Before May 30, 2024			
h	Market price data- high, low during month in last financial year	<b>Month – Year</b>	<b>NSE-KHAITANLTD</b>		<b>NSE-NIFTY 50</b>	
			<b>HIGH</b>	<b>LOW</b>	<b>HIGH</b>	<b>LOW</b>
		April - 2022	58.50	35.05	18,114.65	16,824.70
		May - 2022	51.15	42.50	17,132.85	15,735.75
		June - 2022	50.95	39.50	16,793.85	15,183.40
		July - 2022	49.75	43.40	17,172.80	15,551.05
		August - 2022	55.40	44.65	17,992.20	17,154.80
		September - 2022	52.00	43.05	18,096.15	16,747.70
		October - 2022	52.15	42.90	18,022.80	16,855.55
		November - 2022	73.80	38.55	18,816.05	17,959.20
		December - 2022	54.90	46.00	18,887.60	17,744.25
		January - 2023	53.60	48.00	18,251.95	17,405.55
		February - 2023	50.90	43.15	18,134.75	17,255.20
March - 2023 40	49.70	41.80	17,772.05	16,828.35		

**REPORT ON CORPORATE GOVERNANCE: (cont)**

		According to Category					
		Category		Shareholders		Shares	
				Nos.	%	Nos.	%
i	(l) Distribution of Shareholding as 31 <sup>st</sup> March, 2023	Promoters Group	11	0.25	2861630	60.24	
		Bank, Financial Institution	2	0.05	1234	0.03	
		Private Corporate	49	1.13	309697	6.52	
		NRI	14	0.32	4454	0.09	
		Indian Public	4264	98.0	1556376	32.77	
		Other / Clearing Members	9	0.21	16609	0.35	
		Grand Total	4349	100.00	4750000	100.00	
		ii) Pattern of Shareholdings as on 31 <sup>st</sup> March, 2023	Pattern of Shareholding				
No of Shares			Shareholders		Shares		
			Nos.	%	Nos.	%	
Upto	To		500	3973	91.36	511194	10.76
500	To		1000	181	4.16	150488	3.17
1001	To		2000	80	1.84	124084	2.61
2001	To		3000	33	0.76	82029	1.73
3001	To		4000	11	0.25	38900	0.82
4001	To		50007	5	0.11	22511	0.47
5001	To		10000	24	0.55	192203	4.05
10001	and		above	42	0.97	3628591	76.39
Grand Total			4349	100.00	4750000	100.00	
j	Registrar and Share Transfer Agents	M/s. Maheshwari Datamatics (p) Ltd, R. N. Mukherjee Road, 5 <sup>th</sup> Floor, Kolkata – 700001 Phone: 033-2243 5029/5809, 2248-2248, Fax:033-2248-4787, Email: mdpldc@yahoo.com					
k	Share Transfer System	SEBI has mandated that w.e.f. 1st April, 2019, shares shall be transferred only in demat form. The request for share transfer in physical form received up-to 31st March, 2019 were processed and transferred by Registrar and Share Transfer Agents in accordance with SEBI circulars in this regard and the share certificates were returned within the stipulated period, if the documents were accurate in all respects. No fresh requests for transfer of shares in physical form can be lodged by the shareholders.  Stakeholders' Relationship Committee has delegated power to Registrar and Share Transfer Agents to effect requests for transmission, name deletion, duplicate share certificates, etc					
j	Dematerialization of Shares and liquidity	The Company's shares are compulsorily traded in dematerialized form and are available for trading under both Depository Systems. NSDL and CDSL as on 31.03.2023 a total of 4324991, Equity Shares of the Company were held in demat mode and is highly liquid.					
m	Outstanding GDR's/ DR's/Warrants or any convertible instruments, conversion data and impact on equity	NIL					
n	Plant Location	Khaitan Nagar, Plassey, Dist: Nadia, West Bengal					
o	Address for Correspondence / Investor Correspondence	Secretarial Department Khaitan (India) Limited 46C, J. L. Nehru Road, Kolkata Phone: (033) 40505000, Email: kilsugar@gmail.com					



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## REPORT ON CORPORATE GOVERNANCE: (cont)

### Disclosures

- (i) The company has always ensured fair code of conduct and maintained transparency. There are no transactions of the Company of material nature with promoters, directors, subsidiaries or relatives etc. which would have potential complaints with the interest of the Company at large.
- (ii) In accordance with requirement of Companies Act as well listing agreement a vigil mechanism has been adopted by the board of directors and accordingly a Whistle Blower Policy has been formulated with a view to provide a mechanism for employees of the company to approach Internal Auditor or Chairman of the Audit Committee of the Company to report any grievance. The same has been uploaded on company's website.
- (iii) The Company has complied with various rules and regulation prescribed by the Stock Exchanges, Securities and exchange Board of India or other statutory authority relation to the capital markets during the last 3years. No strictures have been imposed by them on the Company.
- (iv) The Board has obtained certificate/ disclosure from key management personnel confirming they do not have any material financial and commercial interest in transaction with the Company at large.
- (v) The Company is complying with few of the non mandatory requirement and shall endeavor to company balance non mandatory requirements.
- (vi) The Company has no subsidiary hence no policy on dealing is require to be disclosed.
- (vii) Commodity price risks and commodity hedging activities. Is not applicable to the company.
- (viii) The company is in compliance of requirement of corporate governance report of sub-pares (2) to (10)
- (ix) The company the discretionary requirements as specified in Part E of Schedule II have been adopted.
- (x) The Company has complied with all relevant Indian Accounting Standards notified by the Companies (Indian Accounting Standards) Rules, 2015, as amended, while preparing the Financial Statements.
- (xi) There are/were no pecuniary relationships or transactions of Non-Executive Directors vis-à-vis the Company which have or could have potential conflict with the interests of the Company at large.
- (xii) The Company has voluntarily complied with Corporate Governance Requirements specified in Regulations 17 to 27 and Regulation 46(2)(b) to (i) of LODR Regulations.
- (xiii) All recommendations of the Board Committees made during the year were accepted by the Board. There were no instances of any disagreement between the Committees and the Board.

Place: Kolkata  
Date : 30<sup>th</sup> day of May, 2023

For and behalf of the Board  
Sunay Krishna Khaitan  
Executive Director  
(Din: 07585070)



## Independent Auditor's Report

To  
The Members  
Khaitan (India) Limited

### Report on the Audit of the Financial Statements

#### Qualified Opinion

We have audited the accompanying financial statement of Khaitan (India) Limited (the "Company") which comprise the Balance Sheet as at 31 March, 2023, and the Statement of Profit and Loss (including Other Comprehensive Income), Statement of Changes in Equity and the Statement of Cash Flows for the year then ended, and notes to the financial statements, including a summary of significant accounting policies and other explanatory information (Financial Statement).

In our opinion and to the best of our information and according to the explanations given to us, the aforesaid Financial Statements give the information required by the Companies Act, 2013 ("the Act") in the manner so required and give a true and fair view subject to qualification as mention in the basis for qualified opinion paragraph, in conformity with the accounting principles generally accepted in India including the Indian Accounting Standards specified in the Companies (Indian Accounting Standards) Rule 2015 (as amended) under section 133 of the Act,, of the state of affairs of the Company as at 31 March 2023, and net profit (including other comprehensive income), changes in equity and its cash flows for the year ended on that date.

#### Basis for Qualified Opinion

Reference is invited to Note No. 45 to the financial results regarding the non-operation of sugar mill of the company for more than 5 years. In our opinion, the reported balances of the assets, liabilities, amount of income and expenses and cash flows in so far as relating to the said sugar division should have been recognised and disclosed as under discontinued operation, instead of the same has been considered as part of continuing/ regular business operation by the Company. Had the Sugar Mill business of the company being considered a discontinued operation, the reported balances of profit from continuing operations would have undergone change.

We conducted our audit in accordance with the Standards on Auditing (SAs), as specified under Section 143(10) of the Companies Act, 2013, as amended ("the Act"). Our responsibilities under those Standards are further described in the "Auditor's Responsibilities for the Audit of the Financial Results" section of our report. We are independent of the Company in accordance with the 'Code of Ethics' issued by the Institute of Chartered Accountants of India together with the ethical requirements that are relevant to our audit of the financial statements under the provisions of the Act and the Rules 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 obtained by us is sufficient and appropriate to provide a basis for our opinion.

#### Material Uncertainty related to Going Concern

We draw attention to Note no. 47 of the financial statements which indicates that the company's net worth has been gradually reduced and the company has incurred loss upto the immediately preceding few financial years. As the Management has reasons to believe of the improved results in forthcoming years, the financial statements of the company have been prepared on going concern basis.

#### Emphasis of Matter

Without modifying our opinion attention is drawn to following matters:

- a) Reference is invited to Note No.-48 to financial statements, balances of trade receivables, trade payables, loans and advances, claims recoverable are subject to reconciliation and confirmation.

#### Key Audit Matters

Key audit matters are those matters that, in our professional judgment, were of most significance in our audit of the Ind AS financial statements for the financial year ended 31<sup>st</sup> March, 2023. These matters were addressed in the context of our audit of the Ind AS financial statements as a whole, and in forming our opinion thereon, and we do not provide a separate opinion on these matters. For each matter below, our description of how our audit addressed the matter is provided in that context.



**Independent Auditor's Report : (cont)**

Key Audit Matters	Auditor response to key audit matters
<p><b>Revenue Recognition</b></p> <p>As disclosed in note 2(xv) of the financial statement, revenue is recognized at the fair value of consideration received or receivable when the significant risk, rewards and ownership of the goods have been transferred and the amount thereof can be measured reliably. This represents the net invoice value of goods supplied to third parties after deducting trade discounts, returns, volume rebates and outgoing taxes and is inclusive of packing charges.</p> <p>At year-end, amounts for volume based discounts, rebates and other promotion incentives that have been incurred and not provided to the customers are estimated and accrued. We have considered this as a key audit matter on account of significant judgement and estimate involved in calculation of provision for such discounts, rebates and other promotion incentives as at the Balance Sheet date.</p>	<p>Our audit procedures included:</p> <ul style="list-style-type: none"> <li>• Understanding the process followed by the Company to determine the amount of accrual for discounts and rebates.</li> <li>• Evaluating the design and implementation and testing operating effectiveness of Company's general IT controls, key manual and application controls over the Company's IT systems including controls over rebates agreements/ arrangements, rebate payments/ settlements and Company's review over the rebate accruals.</li> <li>• Inspecting on a sample basis, key customer contracts. Based on the terms and conditions relating to discounts and rebates, assessing the Company's revenue recognition policies with reference to the requirements of the applicable accounting standards.</li> <li>• Performing substantive testing by selecting samples of discounts and rebates transactions recorded during the year as well as period end discounts and rebates accruals and matching the parameters used in the computation with the relevant source documents.</li> <li>• Examining historical rebate-discount accrual together with our understanding of current year developments to form an expectation of the rebate-discount accrual as at year-end and comparing this expectation against the actual rebate-discount accrual, completing further inquiries and obtaining underlying documentation, on a sample basis, as appropriate. Further, we also performed retrospective review to evaluate the precision with which management makes estimates.</li> </ul>
<p><b>Provisions and contingent liabilities</b></p> <p>The provisions and contingent liabilities relate to ongoing litigations and claims with various authorities and third parties.</p> <p>As at the year ended 31 March 2023, the determination of a provision or contingent liability requires significant judgment by the Company because of the inherent complexity in estimating future costs. The amount recognized as a provision is the best estimate of the expenditure. The provisions and contingent liabilities are subject to changes in the outcomes of litigations and claims and the positions taken by the Company.</p> <p>It involves significant judgment and estimation to determine the likelihood and timing of the cash outflows and interpretations of the legal aspects, tax legislations and judgments previously made by authorities.</p>	<p>Our audit procedures included:</p> <ul style="list-style-type: none"> <li>• Understanding the process followed by the Company for assessment and determination of the amount of provisions and contingent liabilities relating to taxation, litigations and claims.</li> <li>• Evaluating the design and implementation and testing operating effectiveness of key internal controls around the recognition and measurement of provisions and re-assessment of contingent liabilities.</li> <li>• Involving tax professionals with specialized skills and knowledge to assist in the assessment of the value of significant provisions and contingent liabilities relating to taxation matter, on sample basis, in light of the nature of the exposures, applicable regulations and related correspondence with the authorities.</li> </ul>



#### Independent Auditor's Report : (cont)

Key Audit Matters	Auditor response to key audit matters
	<p>Inquiring the status in respect of significant provisions and contingent liabilities with the Company's internal tax and legal team, including challenging the assumptions and critical judgments made by the Company which impacted the computation of the provisions and inspecting the computation.</p> <p>Assessing the assumptions used and estimates of outcome and financial effect, including considering judgment of the Company, supplemented by experience of similar decisions previously made by the authorities and, in some cases, relevant opinions given by the Company's advisors and legal counsels.</p> <p>Evaluating judgments made by the Company by comparing the estimates of prior year to the actual outcome. Evaluating the Company's disclosures in the standalone financial statements in respect of provisions and contingent liabilities.</p>

#### Information other than the Financial Statements and Auditors' Report thereon

The Company's management and Board of Directors are responsible for preparation of the other information. The other information comprises the information included in the Directors' report, Management Discussion & Analysis etc, but does not include the financial statements and our auditors' report thereon. Such other Information's are expected to be made available to us after the date of this auditor's report. 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 identified as above when it becomes available and, in doing so, consider whether the other information is materially inconsistent with the financial statements or our knowledge obtained in the audit, or otherwise appears to be materially misstated.

When we read the other information, if we conclude that there is a material misstatement therein, we are required to communicate the matter to those charged with governance and take appropriate actions necessitated by the circumstances and the applicable laws and regulations

#### 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, changes in equity and cash flows of the Company in accordance with the accounting principles generally accepted in India, including the Indian Accounting Standards (Ind AS) specified under section 133 of the Act.

This responsibility also includes maintenance of adequate accounting records in accordance with the provisions of the Act for safeguarding of the assets of the Company and for preventing and detecting frauds and other irregularities; selection and application of appropriate accounting policies; making judgments and estimates that are reasonable and prudent; and design, implementation and maintenance of adequate internal financial controls, that were operating effectively for ensuring the accuracy and completeness of the accounting records, relevant to the preparation and presentation of the Ind AS 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.

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

**Independent Auditor's Report : (cont)****Auditor's Responsibilities 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 financial statements.

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

- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances. Under Section 143(3)(i) of the Companies Act, 2013, we are also responsible for expressing our opinion on whether the company has adequate internal financial controls system in place and the operating effectiveness of such controls.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by management.
- Conclude on the appropriateness of management and Board of Directors use of the going concern basis of accounting in preparation of financial statements and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the Company's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the financial statements or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the Company to cease to continue as a going concern.
- Evaluate the overall presentation, structure and content of the financial statements, including the disclosures, and whether the financial statements represent the underlying transactions and events in a manner that achieves fair presentation.

Materiality is the magnitude of misstatements in the standalone financial statements that, individually or in aggregate, makes it probable that the economic decisions of a reasonably knowledgeable user of the standalone financial statements may be influenced. We consider quantitative materiality and qualitative factors in (i) planning the scope of our audit work and in evaluating the results of our work; and (ii) to evaluate the effect of any identified misstatements in the standalone financial statement

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 standalone 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**

- l) As required by the Companies (Auditor's Report) Order, 2020 ("the Order"), issued by the Central Government of India in terms of section 143(11) of the Companies Act, 2013, and on the basis of such checks of the books and records of the Company as we considered appropriate and according to the information and explanations given to us, we give in "Annexure A" a statement on the matters specified in paragraphs 3 and 4 of the Order, to the extent applicable.



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**Independent Auditor's Report : (cont)**

- ii) As required by section 143(3) of the Act and based on our audit we report that:
- a) We have sought and obtained all the information and explanations which to the best of our knowledge and belief were necessary for the purposes of our audit.
  - b) In our opinion, proper books of account as required by law have been kept by the Company so far as it appears from our examination of those books
  - c) The Balance Sheet, the Statement of Profit and Loss including Other Comprehensive Income, Statement of Changes in Equity and the Cash Flow Statement dealt with by this Report are in agreement with the books of account.
  - d) In our opinion, the aforesaid financial statements comply with the Ind AS specified under section 133 of the Act, read with Rule 7 of the Companies (Accounts) Rules, 2014.
  - e) On the basis of the written representations received from the directors as on 31<sup>st</sup> March, 2023 taken on record by the Board of Directors, none of the directors is disqualified as on 31<sup>st</sup> March, 2023 from being appointed as a director in terms of Section 164(2) of the Act
  - f) With respect to the adequacy of the internal financial controls over financial reporting of the Company and the operating effectiveness of such controls, refer to our separate Report in "**Annexure B**".
  - g) With respect to the matter to be included in the Auditor's Report In our opinion and to the best of our information and according to the explanations given to us, the remuneration paid by the Company to its directors during the year is in accordance with the provisions of section 197 read with Schedule V to the Act. In respect of one director, aggregate remuneration of Rs. 14,08,912/- paid / provided during the year, is subject to the approval of the Members at the forthcoming Annual General Meeting.
  - 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, as amended, in our opinion and to the best of our information and according to the explanations given to us:
    1. Reference to the Note no 35, the Company has disclosed the impact of pending litigations as at 31<sup>st</sup> March, 2023 on its financial position in its financial statements in accordance with the generally accepted accounting practice in the financial statements.
    2. The Company did not have any long-term contracts including derivative contracts for which there were any material foreseeable losses.
    3. There were no amounts, which were required to be transferred to the Investor Education and Protection Fund by the Company.
    4. (i) The management has represented that, to the best of its knowledge and belief, no funds 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 persons or entities, including foreign entities ("Intermediaries"), with the understanding, whether recorded in writing or otherwise, that the Intermediary shall:
      - directly or indirectly lend or invest in other persons or entities identified in any manner whatsoever ("Ultimate Beneficiaries") by or on behalf of the Company or
      - provide any guarantee, security or the like to or on behalf of the Ultimate Beneficiaries;
    - (ii) The management has represented that, to the best of its knowledge and belief, no funds have been received by the Company from any persons or entities, including foreign entities ("Funding Parties"), with the understanding, whether recorded in writing or otherwise, that the Company shall:
      - directly or indirectly, lend or invest in other persons or entities identified in any manner whatsoever ("Ultimate Beneficiaries") by or on behalf of the Funding Party or
      - provide any guarantee, security or the like from or on behalf of the Ultimate Beneficiaries; and
    - (iii) Based on such audit procedures as 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 4(i) and 4(ii) contain any material misstatement; and



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**Independent Auditor's Report : (cont)**

5. No dividend declared or paid during the year by the Company.

I) Proviso to Rule 3(1) of the Companies (Accounts) Rules, 2014 for maintaining books of account using accounting software which has a feature of recording audit trail (edit log) facility is applicable to the Company with effect from 1 April 2023, and accordingly, reporting under Rule 11(g) of Companies (Audit and Auditors) Rules, 2014 is not applicable for the financial year ended March 31, 2023.

K. C. Bhattacharjee & Paul  
Chartered Accountants  
**For K. C. Bhattacharjee & Paul**  
Chartered Accountants  
FRN: 303026E

**Biswajit Datta**  
(Partner)  
Membership No.: 055582  
UDIN: 23055582BGQZGN9664  
Place: Kolkata  
Date: 30<sup>th</sup> day of May, 2023

**“Annexure A” referred to in paragraph (i) under the heading “Report on Other Legal and Regulatory requirements” of our Independent Auditors' Report of even date on the financial statements of Khaitan India Ltd. for the year ended 31<sup>st</sup> March 2023**

In terms of the information and explanations sought by us and given by the company and the books of account and records examined by us in the normal course of audit and to the best of our knowledge and belief, we state that:

1	a)	<p>i) The Company is maintaining proper records showing full particulars, including quantitative details and situation of Property, plant and equipment.</p> <p>ii) The Company has no intangible assets.</p>
	b)	<p>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 a regular programme of physical verification of its Property, Plant and Equipment by which all property, plant and equipment are verified in a phased manner over a period of three years. In our opinion, this periodicity of physical verification is reasonable having regard to the size of the Company and the nature of its assets. In accordance with this programme, certain property, plant and equipment were verified during the year and same is under the process of reconciliation with fixed asset register. Pending such reconciliation, discrepancies, if any are not identified and adjusted.</p>
	c)	<p>According to the information and explanations given to us, the records examined by us and based on the examination of the records of the Company, the lands measuring 8053.54 acres approximately are held by the company originally in the name of Ramnagar Cane &amp; Sugar Company Limited as per the order no. 4572-L dated 12th March 1964 of Land Reform Branch, Land and Revenue Department, Government of West Bengal and thereafter the name of the company was changed to Khaitan Agro Complex Limited as per the certificate of incorporation issued by the Registrar of the Companies on 1st October 1994. Further M/s Khaitan (India) Limited was amalgamated with Khaitan Agro Complex limited with effect from 1st January 1994 as per the order of Hon'ble Calcutta High Court dated 17th October 1994 and as per the order of the Court the name of the company was retained as Khaitan (India) Limited. The registrar of the Companies, West Bengal issued the Fresh Certificate of Incorporation on 14th November, 1994 and changed the name of the company from Khaitan Agro Complex Limited to Khaitan (India) Limited. Subsequently the Government of West Bengal in its Calcutta Gazette published on 17th April, 1995, vide its Notification no. 186-Ci/C dated 24th march, 1995 issued by the commerce and Industries Department, Group C made the amendments and substitute the Word and brackets from Khaitan Agro Complex Limited (Sugar Division) to Khaitan (India) Limited.</p> <p>Further, as per the letter issued by the Government of West Bengal, Memo No.- 158/BL &amp; LRO/Be-II/18 dated – 19.04.2018, the “retainer” mill is a “lessee” directly under the State for such land with the terms and conditions specified in rules made under section 4B of the WBLR Act, 1955.</p> <p>However, based on legal advice, the management is of the opinion that pending completion of necessary legal formalities and resolution of the demands as made by the Government of West Bengal, the Company continued to consider the said parcel of land freehold in character.</p> <p>Based on the examination of the sale deed / transfer deed / conveyance deed / the property tax receipts etc. we report that, the title deeds, of all immovable properties disclosed in the financial statements included under Property, Plant and Equipment are held in the name of the Company as at the balance sheet date.</p> <p>The deeds of freehold land measuring 2067.21 acres have been mortgaged with the lenders and as such were not made available to us for verification.</p>
	d)	<p>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 evaluated its Property, Plant and Equipment relating to the sugar division and provision for impairment amounting to Rs. 14,07,500/- has been made during the year.</p>
	e)	<p>According to information and explanations given to us and on the basis of our examination of the records of the Company, there are no proceedings initiated or pending against the Company for holding any Benami property under the Prohibition of Benami Property Transactions Act, 1988 and rules made thereunder.</p>
2	a)	<p>The inventory mainly including stocks lying with third parties that has been physically verified by the management during the year wherever possible and written confirmations have been obtained from such parties. In our opinion, the frequency of such verification is reasonable and procedures and coverage as followed by management were appropriate. No discrepancies were noticed on verification between the physical stocks and the book records that were more than 10% in the aggregate of each class of inventory in respect of such confirmations. Discrepancies of 10% or more in aggregate for each class of inventory were not noted on physical verification of inventories.</p>
	b)	<p>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 been sanctioned any working capital limits in excess of five crore rupees in aggregate from banks and financial institutions on the basis of security of current assets at any point of time of the year. Accordingly, clause 3(ii)(b) of the Order is not applicable to the Company.</p>



**Independent Auditor's Report : (cont)**

3	According to the information and explanation given to us and on the basis of our examination of the records of the company, the company has not provided any guarantee or security or granted any advances in the nature of loans, secured or unsecured, to companies, firms, limited liability partnership or any other parties during the year. The Company has made investments in companies and granted secured and unsecured loans to companies and other parties, in respect of which the requisite information is as below. The company has not made any investments in or granted any loans, secured or unsecured, to firms and limited liability partnership																							
	a) Based on the audit procedures carried on by us and as per the information and explanations given to us, the Company has provided loans to any other entity as below:																							
	<table border="1" style="width: 100%; border-collapse: collapse;"> <thead> <tr> <th rowspan="2" style="width: 70%;">Particulars</th> <th colspan="2" style="text-align: center;">Amount in Rs</th> </tr> <tr> <th style="width: 15%;">Investments</th> <th style="width: 15%;">Loans</th> </tr> </thead> <tbody> <tr> <td>Aggregate amount during the year ended 31 March 2023</td> <td></td> <td></td> </tr> <tr> <td>- Subsidiaries</td> <td style="text-align: center;">-</td> <td style="text-align: center;">-</td> </tr> <tr> <td>- Others</td> <td style="text-align: right;">2,45,79,943</td> <td style="text-align: center;">-</td> </tr> <tr> <td>Balance outstanding as at balance sheet date 31 March 2022</td> <td></td> <td></td> </tr> <tr> <td>- Subsidiaries</td> <td style="text-align: center;">-</td> <td style="text-align: center;">-</td> </tr> <tr> <td>- Others</td> <td style="text-align: right;">2,88,73,063</td> <td style="text-align: right;">1,06,78,042</td> </tr> </tbody> </table>	Particulars	Amount in Rs		Investments	Loans	Aggregate amount during the year ended 31 March 2023			- Subsidiaries	-	-	- Others	2,45,79,943	-	Balance outstanding as at balance sheet date 31 March 2022			- Subsidiaries	-	-	- Others	2,88,73,063	1,06,78,042
Particulars	Amount in Rs																							
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Aggregate amount during the year ended 31 March 2023																								
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Balance outstanding as at balance sheet date 31 March 2022																								
- Subsidiaries	-	-																						
- Others	2,88,73,063	1,06,78,042																						
	b) According to the information and explanations given to us and based on the audit procedures conducted by us, in our opinion the investments made and the terms and conditions of the grant of secured and unsecured loans are, prima facie, not prejudicial to the interest of the Company.																							
	c) According to the information and explanations given to us and on the basis of our examination of the records of the Company, in the case of unsecured loans given, the stipulated terms of repayment of principal and payment of interest is on demand basis. Further, the Company has not given any advance in the nature of loan to any party during the year.																							
	d) According to the information and explanations given to us and on the basis of our examination of the records of the Company, there is no overdue amount for more than ninety days in respect of unsecured loans given which is repayable on demand. Further, the Company has not given any advances in the nature of loans to any party during the year.																							
	e) According to the information and explanations given to us and on the basis of our examination of the records of the Company, there is no loan granted falling due during the year, which has been renewed or extended or fresh loans granted to settle the overdue of existing loans given to same parties. Further, the Company has not given any advances in the nature of loans to any party.																							
	f) 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 granted any loans or advances in the nature of loans either repayable on demand or without specifying any terms or period of repayment.																							
4	According to the information and explanations given to us and on the basis of our examination of records of the Company, the Company has not provided any guarantee or security as specified under Sections 185 and 186 of the Act. In respect of the investments made and loans given by the Company, in our opinion the provisions of Sections 185 and 186 of the Act have been complied with.																							
5	The Company has not accepted any deposits or amounts, which are deemed to be deposits from the public. Accordingly, clause 3(v) of the Order is not applicable to the Company.																							
6	We were unable to review the books of account maintained by the Company in respect of the products where the maintenance of cost records has been specified by the Central Government under Section 148(1) of the Companies Act, 2013 and the rules framed thereunder due to the operation of Sugar Mills was under suspension for more than 5 years and we are not able to express our opinion that whether the prescribed books of accounts and cost records have been made and maintained or not.																							
7	a) 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 been irregular in depositing amounts deducted / accrued in the books of account in respect of undisputed statutory dues including Goods and Services Tax, Provident fund, Income-Tax with the appropriate authorities.																							
	According to the records, the following statutory dues were outstanding as at 31st March, 2023 for a period of more than more six months from the day they became payable are given below:																							

**Independent Auditor's Report : (cont)**

		Nature of Statute	Nature of Dues	Amount (Rs.)	Period to which the Amount Relates	Due Dates
		State Tax	Professional Tax	9,16,100	01.03.2017 to 30.09.2022	21st of Next Month
		Income Tax	Tax deducted at Source	1,54,278	01.08.2022 to 30.09.2022	7th of Next Month
		Goods and Service Tax	Goods and Service Tax	3,28,87,376	01.09.2017 to 30.07.2022	20th of Next Month
		Sales Tax	Value Added Tax	26,01,804	01.04.2016 to 30.06.2017	21st of Next Month
8		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 surrendered or disclosed any transactions, previously unrecorded as income in the books of account, in the tax assessments under the Income Tax Act, 1961 as income during the year.				
9	a)	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 defaulted in repayment of loans to any financial institution, bank, Government or dues to debenture holders.				
	b)	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 been declared a wilful defaulter by any bank or financial institution or government or government authority.				
	c)	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 taken any term loans from banks.				
	d)	According to the information and explanations given to us and on an overall examination of the balance sheet of the Company, we report that no funds raised on short-term basis have been used for long-term purposes by the Company.				
	e)	According to the information and explanations given to us and on an overall examination of the financial statements of the Company, we report that the Company has not taken any funds from any entity or person on account of or to meet the obligations of its subsidiaries or associates as defined under the Act. The Company does not hold any investment in any joint venture (as defined under the Act) during the year ended 31 March 2023.				
	f)	According to the information and explanations given to us and procedures performed by us, we report that the Company has not raised loans during the year on the pledge of securities held in its subsidiaries or associate companies (as defined under the Act). The Company does not hold any investment in any joint venture (as defined under the Act) during the year ended 31 March 2023.				
10	a)	The Company has not raised any moneys by way of initial public offer or further public offer (including debt instruments). Accordingly, clause 3(x)(a) of the Order is not applicable to the Company.				
	b)	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 made any preferential allotment or private placement of shares or fully or partly convertible debentures during the year. Accordingly, clause 3(x)(b) of the Order is not applicable to the Company.				
11	a)	During the course of our examination of the books and records of the Company, carried out in accordance with the generally accepted auditing practices in India and according to the information and explanations given to us and representation obtained from the management, no instances of fraud by the Company or any fraud on the company by its officers or employees have been noticed or reported during the year.				
	b)	According to the information and explanations given to us, no report under sub-section (12) of Section 143 of the Act has been filed by the auditors in Form ADT-4 as prescribed under rule 13 of Companies (Audit and Auditors) Rules, 2014 with the Central Government.				
	c)	According to the information and explanations given to us, the company has not received any whistle blower complaints during the year. Accordingly, clause 3(xi)(c) of the Order is not applicable to the Company.				
12		According to the information and explanations given to us, the Company is not a Nidhi Company. Accordingly, clause 3(xii) (a), (b) and (c) of the Order is not applicable to the Company.				
13		In our opinion and according to the information and explanations given to us, the transactions with related parties are in compliance with Sections 177 and 188 of the Act, where applicable, and the details of the related party transactions have been disclosed in the financial statements as required by the applicable accounting standards. (Refer note no. 42 notes to financial statements)				





**Independent Auditor's Report : (cont)**

14	a)	Based on information and explanations provided to us and our audit procedures, in our opinion, the Company has an internal audit system commensurate with the size and nature of its business.
	b)	We have considered the internal audit reports of the Company issued till date for the period under audit.
15		In our opinion and according to the information and explanations given to us, the Company has not entered into any non-cash transactions with its directors or persons connected to its directors and hence, provisions of Section 192 of the Companies Act, 2013 are not applicable to the Company.
16	a)	The Company is not required to be registered under Section 45-IA of the Reserve Bank of India Act, 1934. Accordingly, clause 3(xvi) (a) of the Order is not applicable to the Company.
	b)	The Company is not required to be registered under Section 45-IA of the Reserve Bank of India Act, 1934. Accordingly, clause 3(xvi) (b) of the Order is not applicable to the Company.
	c)	The Company is not a Core Investment Company (CIC) as defined in the regulations made by the Reserve Bank of India. Accordingly, clause 3(xvi) (c) of the Order is not applicable to the Company.
	d)	According to the information and explanations provided to us during the course of audit, the Group (as per the provisions of the Core Investment Companies (Reserve Bank) Directions, 2016) does not have any CIC.
17		The Company has incurred cash losses in the immediately preceding financial year amounting to Rs. 28,44,407.
18		There has been no resignation of the statutory auditors during the year. Accordingly, clause 3(xviii) of the Order is not applicable to the Company.
19	a)	According to the information and explanations given to us and 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 standalone financial statements, 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 that Company is not capable of meeting its liabilities existing at the date of balance sheet as and when they fall due within a period of one year from the balance sheet date. We, however, state that this is not an assurance as to the future viability of the Company. We further state that our reporting is based on the facts up to the date of the audit report and we neither give any guarantee nor any assurance that all liabilities falling due within a period of one year from the balance sheet date, will get discharged by the Company as and when they fall due.
20		The provision of Section 135 of the Companies Act, 2013 not is applicable on the Company, accordingly, clause 3(xx) (a) and (b) of the Order is not applicable.
21		There is no consolidation of financial statements, accordingly reporting under clause 3(xxi) is not applicable.

**For K. C. Bhattacharjee & Paul**

Chartered Accountants

FRN: 303026E

**Biswajit Datta**

(Partner)

Membership No.: 055582

UDIN: 23055582BGQZGN9664

Place: Kolkata

Date: 30<sup>th</sup> day of May 2023



## Independent Auditor's Report : (cont)

### "ANNEXURE B" TO THE INDEPENDENT AUDITOR'S REPORT

[Referred to in paragraph (ii) (f) under 'Report on other Legal and Regulatory Requirements' in the Independent Auditors' Report of even date on the Ind AS financial statements of Khaitan (India) Limited.]

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

We have audited the internal financial controls over financial reporting of Khaitan (India) Limited ("the Company") as of 31 March 2023 in conjunction with our audit of the Ind AS financial statements of the Company for the year ended on that date.

#### Management's Responsibility for Internal Financial Controls

The Company's management is responsible for establishing and maintaining internal financial controls based on the internal control over financial reporting criteria established by the Company considering the essential components of internal control stated in the Guidance Note on Audit of Internal Financial Controls over Financial Reporting issued by the Institute of Chartered Accountants of India ('ICAI'). These responsibilities include the design, implementation and maintenance of adequate internal financial controls that were operating effectively for ensuring the orderly and efficient conduct of its business, including adherence to Company's policies, the safeguarding of its assets, the prevention and detection of frauds and errors, the accuracy and completeness of the accounting records, and the timely preparation of reliable financial information, as required under the Companies Act, 2013.

#### Auditors' Responsibility

Our responsibility is to express an opinion on the Company's internal financial controls over financial reporting based on our audit. We conducted our audit in accordance with the Guidance Note on Audit of Internal Financial Controls Over Financial Reporting (the "Guidance Note") and Standards on Auditing, issued by the Institute of Chartered Accountants of India and deemed to be prescribed under section 143(10) of the Companies Act, 2013, to the extent applicable to an audit of internal financial controls, both applicable to an audit of Internal Financial Controls and, both issued by the Institute of Chartered Accountants of India. Those Standards and the Guidance Note require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether adequate internal financial controls over financial reporting was established and maintained and if such controls operated effectively in all material respects.

Our audit involves performing procedures to obtain audit evidence about the adequacy of the internal financial controls system over financial reporting and their operating effectiveness. Our audit of internal financial controls over financial reporting included obtaining an understanding of internal financial controls over financial reporting, assessing the risk that a material weakness exists, and testing and evaluating the design and operating effectiveness of internal control based on the assessed risk. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the standalone Ind AS financial statements, whether due to fraud or error. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion on the Company's internal financial controls system over financial reporting.

#### Meaning of Internal Financial Controls over Financial Reporting

A company's internal financial control over financial reporting is a process designed to provide reasonable assurance regarding the reliability of financial reporting and the preparation of financial statements for external purposes in accordance with generally accepted accounting principles. A company's internal financial control over financial reporting includes those policies and procedures that

1. Pertain to the maintenance of records that, in reasonable detail, accurately and fairly reflect the transactions and dispositions of the assets of the Company;
2. Provide reasonable assurance that transactions are recorded as necessary to permit preparation of financial statements in accordance with generally accepted accounting principles, and that receipts and expenditures of the company are being made only in accordance with authorizations of management and directors of the company; and
3. Provide reasonable assurance regarding prevention or timely detection of unauthorized acquisition, use, or disposition of the company's assets that could have a material effect on the financial statements.

#### Inherent Limitations of Internal Financial Controls over Financial Reporting

Because of the inherent limitations of internal financial controls over financial reporting, including the possibility of collusion or improper management, override of controls, material misstatements due to error or fraud may occur and not be detected. Also, projections of any evaluation of the internal financial controls over financial reporting to future periods are subject to the risk that the internal financial control over financial reporting may become inadequate because of changes in conditions, or that the degree of compliance with the policies or procedures may deteriorate.

#### Opinion

In our opinion, to the best of our information and according to the explanations given to us, the Company has, in all material respects, an adequate internal financial controls system over financial reporting and such internal financial controls over financial reporting were operating effectively as at 31 March 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.

#### For K. C. Bhattacharjee & Paul

Chartered Accountants

FRN: 303026E

**Biswajit Datta**

(Partner)

Membership No.: 055582

UDIN: 23055582BGQZGN9664

Place: Kolkata

Date: 30<sup>th</sup> May 2023



**Balance Sheet as at March 31, 2023**

Particulars	Notes	As at Mar-31,2023 Amount in Rs.	As at Mar-31,2022 Amount in Rs.
<b>ASSETS</b>			
<b>1. Non-current assets</b>			
(a) Property, Plant and Equipment	3	46,31,07,733	47,86,99,651
(b) Capital work-in-progress		-	-
(c) Investment property	4	50,65,000	50,65,000
(d) Intangible Assets		-	-
(e) Biological Assets other than bearer plants	5	1,20,71,209	1,27,06,536
(f) Financial Assets			
(i) Investments	6	2,45,79,943	2,88,73,063
(ii) Loans	7	-	-
(iii) Other financial assets	8	1,46,20,752	22,64,978
(g) Deferred Tax Assets (net)		-	-
(h) Other Non-Current Assets	9	1,18,53,437	1,72,99,951
		<b>53,12,98,074</b>	<b>54,49,09,179</b>
<b>2. Current assets</b>			
(a) Inventories	10	5,68,98,519	3,83,27,173
(b) Financial Assets			
(i) Trade receivables	11	8,89,01,479	12,32,40,736
(ii) Cash and Cash equivalents	12	31,55,997	40,80,701
(iii) Loans	13	3,18,85,468	5,27,84,407
(c) Other current assets	14	19,08,397	23,97,613
		<b>18,27,49,860</b>	<b>22,08,30,630</b>
<b>Total Assets</b>		<b>71,40,47,934</b>	<b>76,57,39,809</b>
<b>EQUITY AND LIABILITIES</b>			
<b>1 EQUITY</b>			
(a) Equity Share Capital	15	4,75,00,000	4,75,00,000
(b) Other Equity	16	13,88,19,584	12,73,65,036
<b>Total Equity</b>		<b>18,63,19,584</b>	<b>17,48,65,036</b>
<b>2 LIABILITIES</b>			
<b>2 Non-current liabilities</b>			
(a) Financial Liabilities			
(i) Borrowings	17	6,08,77,573	11,29,44,363
(b) Provisions	18	29,96,026	48,10,862
(c) Other Non-Current Liabilities	19	72,59,063	73,39,065
		<b>7,11,32,662</b>	<b>12,50,94,290</b>
<b>3. Current Liabilities</b>			
(a) Financial Liabilities			
(i) Borrowings	20	4,15,52,583	4,09,18,694
(ii) Trade Payables	21		
(A) total outstanding dues of micro enterprises and small enterprises		16,57,24,278	15,37,69,851
(B) total outstanding dues of creditors other than micro enterprises and small enterprises		4,59,38,395	4,77,85,404
(iii) Other financial liabilities	22	7,45,22,547	11,52,41,128
(b) Other Current Liabilities	23	12,74,57,580	10,63,06,711
(c) Provisions	24	14,00,305	17,58,695
		<b>45,65,95,688</b>	<b>46,57,80,483</b>
<b>Total Liabilities</b>		<b>52,77,28,350</b>	<b>59,08,74,773</b>
<b>Total equity and liabilities</b>		<b>71,40,47,934</b>	<b>76,57,39,809</b>
Summary of Significant Accounting Policies	1 & 2		
Notes on Financial Statements	3-52		
The accompanying notes referred to above form an integral part of the financial statements			

As per our Report of even date attached

For and on Behalf of the Board of Directors

**For K.C. Bhattacharjee & Paul**  
Chartered Accountants  
Firm Regn. No. 303026E

**Sunay K. Khaitan**  
Director Cum Chief Financial Officer  
DIN:07585070

**Sandip Chattopadhyay**  
Director  
DIN : 06875010

**Biswajit Datta**  
(Partner)  
Membership No. 055582  
UDIN : 23055582BGQZGN9664

**Place: Kolkata**  
**30th day of May, 2023**

**Statement of Profit and Loss for the year ended March 31, 2023**

Particulars	Notes	As at Mar 31,2023 Amount in Rs.	As at Mar 31,2022 Amount in Rs.
<b>I. Income</b>			
Revenue from Operations	25	59,45,56,256	52,26,09,627
Other Income	26	5,63,12,313	2,00,76,614
<b>Total Income</b>		<b>65,08,68,569</b>	<b>54,26,86,241</b>
<b>II. Expenses</b>			
Cost of material consumed	27	-	-
Purchase of stock in trade		47,53,57,363	39,27,22,695
Changes in inventories of finished goods, stock-in-trade and work-in-progress	28	(1,85,71,346)	86,29,444
Employee benefits expense	29	6,44,23,715	5,58,24,947
Finance costs	30	2,44,82,686	2,50,29,879
Depreciation / Impairment and Amortisation Expenses	3	1,97,11,519	1,79,75,286
Other expenses	31	7,86,77,333	7,53,58,544
<b>Total Expenses</b>		<b>64,40,81,270</b>	<b>57,55,40,795</b>
<b>III. Profit/(Loss) before exceptional item or tax (I-II)</b>		<b>67,87,299</b>	<b>(3,28,54,554)</b>
<b>IV. Exceptional items</b>		-	-
<b>V. Profit before tax (III-IV)</b>		<b>67,87,299</b>	<b>(3,28,54,554)</b>
<b>VI. Tax expenses</b>	33		
Current tax		-	-
Deferred tax		-	-
<b>Total tax expenses</b>		-	-
<b>VII. Profit/ (loss) for the year from continued operations (V-VI)</b>		<b>67,87,299</b>	<b>(3,28,54,554)</b>
<b>VIII. Profit/ (loss) from discontinued operations</b>		-	-
<b>IX. Tax expense for discontinued operations</b>		-	-
<b>X. Profit/ (loss) from discontinued operations (after tax)</b>		-	-
<b>XI. Profit/ (loss) for the year (VII+X)</b>		<b>67,87,299</b>	<b>(3,28,54,554)</b>
<b>XII. Other Comprehensive Income</b>			
A (i) Items that will not be reclassified to profit or loss			
Remeasurement of the defined benefit plan	32	46,67,248	63,28,923
(ii) Income tax relating to items that will not be reclassified to profit or loss			
B (i) Items that will be reclassified to profit or loss			
(ii) Income tax relating to items that will be reclassified to profit or loss			
<b>Other Comprehensive Income for the year</b>		<b>46,67,248</b>	<b>63,28,923</b>
<b>XIII. Profit/ (loss) &amp; other comprehensive Income for the year (XI + XII)</b>		<b>1,14,54,547</b>	<b>(2,65,25,631)</b>
<b>XIV. Earnings per equity share of face value of Rs. 10/- each (from continued operations)</b>	34		
<b>Basic</b>		<b>1.43</b>	<b>(6.92)</b>
<b>Diluted</b>		<b>1.43</b>	<b>(6.92)</b>
Summary of Significant Accounting Policies	1 & 2		
Notes on Financial Statements	3 - 52		
The accompanying notes referred to above form an integral part of the financial statements			

As per our Report of even date attached

For and on Behalf of the Board of Directors

**For K.C. Bhattacharjee & Paul**  
**Chartered Accountants**  
 Firm Regn. No. 303026E

**Sunay K. Khaitan**  
**Director Cum Chief Financial Officer**  
 DIN:07585070

**Sandip Chattopadhyay**  
**Director**  
 DIN : 06875010

**Biswajit Datta**  
 (Partner)  
 Membership No. 055582  
 UDIN : 23055582BGQZGN9664

**Place: Kolkata**  
**30th day of May, 2023**



## Statement of Changes in Equity for the year ended 31st March 2023

### (a) Equity Share Capital

Particulars	Notes	As at	As at
		March 31, 2023	March 31, 2022
		Amount in Rs.	Amount in Rs.
Balance as at the beginning of the year	16	4,75,00,000	4,75,00,000
Changes in equity share capital due to prior period errors		-	-
<b>Restated balance at the beginning of the year</b>		<b>4,75,00,000</b>	<b>4,75,00,000</b>
Changes in equity share capital during the year	16	-	-
<b>Balance as at the end of the year</b>	<b>16</b>	<b>4,75,00,000</b>	<b>4,75,00,000</b>

### (a) Other Equity

Particulars	Reserves and Surplus		Other Comprehensive Income	Total Amount in Rs.
	General Reserve	Retained Earnings		
Balance as at 1st April 2021	15,06,56,224	13,24,29,236	(12,91,94,792)	15,38,90,668
Changes in accounting policy/ prior period errors	-	-	-	-
<b>Restated balance as at 1st April 2021</b>	<b>15,06,56,224</b>	<b>13,24,29,236</b>	<b>(12,91,94,792)</b>	<b>15,38,90,668</b>
Profit / (Loss) for the year	-	(3,28,54,554)	-	(3,28,54,554)
Other Comprehensive Income for the year	-	-	63,28,923	63,28,923
<b>Total Comprehensive Income for the year</b>	<b>15,06,56,224</b>	<b>9,95,74,682</b>	<b>(12,28,65,869)</b>	<b>12,73,65,037</b>
Dividend on equity shares for the year	-	-	-	-
<b>Balance as at 31st March 2022</b>	<b>15,06,56,224</b>	<b>9,95,74,682</b>	<b>(12,28,65,869)</b>	<b>12,73,65,037</b>
<b>Balance as at 1st April 2022</b>	<b>15,06,56,224</b>	<b>9,95,74,682</b>	<b>(12,28,65,869)</b>	<b>12,73,65,037</b>
Changes in accounting policy/ prior period errors	-	-	-	-
<b>Restated balance as at 1st April 2022</b>	<b>15,06,56,224</b>	<b>9,95,74,682</b>	<b>(12,28,65,869)</b>	<b>12,73,65,037</b>
Profit / (Loss) for the year	-	67,87,299	-	67,87,299
Other Comprehensive Income for the year	-	-	46,67,248	46,67,248
<b>Total Comprehensive Income for the year</b>	<b>15,06,56,224</b>	<b>10,63,61,981</b>	<b>(11,81,98,621)</b>	<b>13,88,19,584</b>
Dividend on equity shares for the year	-	-	-	-
<b>Balance as at 31st March 2023</b>	<b>15,06,56,224</b>	<b>10,63,61,981</b>	<b>(11,81,98,621)</b>	<b>13,88,19,584</b>

The notes referred to above form an integral part of the financial statement

As per our Report of even date attached

For and on Behalf of the Board of Directors

**For K.C. Bhattacharjee & Paul**  
Chartered Accountants  
Firm Regn. No. 303026E

**Sunay K. Khaitan**  
Director Cum Chief Financial Officer  
DIN:07585070

**Sandip Chattopadhyay**  
Director  
DIN : 06875010

**Biswajit Datta**  
(Partner)  
Membership No. 055582  
UDIN : 23055582BGQZGN9664

**Place: Kolkata**  
**30th day of May, 2023**

**Cash Flow Statement for the year ended March 31, 2023**

Particulars	Year ended March 31, 2023	Year ended March 31, 2022
	Amount in Rs.	Amount in Rs.
<b>A. Cash Flow from Operating Activities</b>		
Profit / (Loss) before tax for the period	67,87,299	(3,28,54,554)
Adjustments for:		
Depreciation and Amortization Expense	1,97,11,519	1,79,75,286
Finance Costs	2,44,82,686	2,50,29,879
Interest Income	(24,06,641)	(61,295)
Rent received	(18,43,220)	(14,91,228)
(Gain)/Loss on sale of Property, Plant and Equipment	(14,812)	-
<b>Operating Profit/ (Loss) before changes in operating assets and liabilities</b>	<b>4,67,16,831</b>	<b>85,98,088</b>
<b>Adjustments for changes in operating assets and liabilities:</b>		
(Increase) in trade and other receivables	5,37,46,600	(1,26,63,475)
(Increase) / Decrease in Inventories	(1,85,71,346)	1,49,99,048
Transfer of Bearer Plant from Biological Assets to PPE	-	1,29,94,318
Increase/(Decrease) in trade and other payables	(70,46,275)	3,82,28,747
<b>Cash from / (used in) Operations</b>	<b>7,48,45,811</b>	<b>6,21,56,726</b>
Direct Taxes (paid)/ refund	-	-
<b>Net Cash from / (used in) Operating Activities</b>	<b>7,48,45,811</b>	<b>6,21,56,726</b>
<b>B. Cash Flow from Investing Activities</b>		
(Purchase)/ Sale of property, plant and equipment	(41,33,789)	(2,82,786)
Transfer of Bearer Plant from Biological Assets	-	(1,14,66,953)
Sale of property, plant and equipment	29,000	-
Interest Income	24,06,641	61,295
Rent income	18,43,220	14,91,228
<b>Net Cash from / (used in) Investing Activities</b>	<b>1,45,072</b>	<b>(1,01,97,216)</b>
<b>C. Cash Flow from Financing Activities</b>		
Repayment of non-current borrowings	(5,20,66,790)	(2,55,33,440)
Repayment of current borrowings (net)	6,33,889	14,67,085
Finance Costs	(2,44,82,686)	(2,50,29,879)
<b>Net Cash from / (used in) Financing Activities</b>	<b>(7,59,15,587)</b>	<b>(4,90,96,234)</b>
Net increase / (decrease) in cash and cash equivalent (A + B + C)	(9,24,704)	28,63,276
<b>D. Cash and cash equivalents</b>		
Net increase / (decrease) in cash and cash equivalent	(9,24,704)	28,63,276
Cash and cash equivalents at the beginning of the year	40,80,701	12,17,425
Cash and cash equivalents at the end of the year	31,55,997	40,80,701
<b>Cash and cash equivalents consist of cash on hand and balance with banks and deposits with banks.</b>		
In Current Accounts	13,25,911	40,31,917
In Fixed Deposit	16,00,000	-
Cash on Hand	2,30,086	48,784
<b>Cash and cash equivalents as at 31st March-23</b>	<b>31,55,997</b>	<b>40,80,701</b>
(I) The above Cash Flow Statement has been prepared under the 'Indirect Method' as set out in the Indian Accounting Standard on 'Statement of Cash Flows (Ind AS-7)' issued by The Institute of Chartered Accountants of India.		

As per our Report of even date attached

For and on Behalf of the Board of Directors

**For K.C. Bhattacharjee & Paul**

**Chartered Accountants**

Firm Regn. No. 303026E

**Sunay K. Khaitan**

**Director Cum Chief Financial Officer**

DIN:07585070

**Sandip Chattopadhyay**

**Director**

DIN : 06875010

**Biswajit Datta**

(Partner)

Membership No. 055582

UDIN : 23055582BGQZGN9664

**Place: Kolkata**

**30th day of May, 2023**

## Summary of Significant Accounting Policies

### 1.1 Corporate Overview

Khaitan (India) Limited ('KIL' or 'the Company') having domicile presence in the State of West Bengal, India, has been incorporated under the Companies Act in the year 1936. The Company is manufacturer of Sugar and also cultivates sugarcane in its captive farms for utilizing the same for manufacturing sugar in its factory. The Company has also commenced trading activities of Electrical Goods. The Company is the owner of 'Khaitan' brand and getting royalty from its users.

### 1.2 Statement of Compliance and Recent Pronouncements

#### i. Statement of Compliance

The Company has adopted Indian Accounting Standards (referred to as "Ind AS") notified under the Companies (Indian Accounting Standards) Rules, 2015 (as amended) read with Section 133 of the Companies Act, 2013 ("the Act") with effect from April 1, 2017 and therefore Ind AS issued, notified and made effective till the financial statements are authorized have been considered for the purpose of preparation of these financial statements.

#### ii. Basis of Preparation

The Financial Statements have been prepared in accordance with Indian Accounting Standards (Ind AS) under the historical cost convention on the accrual basis, except for certain financial instruments that are measured in terms of relevant IND AS at fair values/amortized costs at the end of each reporting period.

Historical cost convention is generally based on the fair value of the consideration given in exchange for goods and services.

As the operating cycle cannot be identified in normal course, the same has been assumed to have duration of 12 months.

All Assets and Liabilities have been classified as current or non-current as per the operating cycle and other criteria set out in IND AS-1 'Presentation of Financial Statements' and Schedule III to the Companies Act, 2013.

The Standalone Financial Statements are presented in Indian Rupees and all values are rounded off to the nearest rupee except otherwise stated.

#### iii. Use of Estimates

The preparation of standalone financial statements in conformity with the recognition and measurement principles of Ind AS requires management of the Company to make estimates and judgements that affect the reported balances of assets and liabilities, disclosures of contingent liabilities as at the date of standalone financial statements and the reported amounts of income and expenses for the periods presented.

Estimates and underlying assumptions are reviewed on an ongoing basis. Revisions to accounting estimates are recognised in the period in which the estimates are revised and future periods are affected.

#### iv. Critical Estimates

The preparation of financial statements requires the use of accounting estimates which, by definition, will seldom equal the actual results. Management also needs to exercise judgment in applying the Company's accounting policies.

This Note provides an overview of the areas that involved a higher degree of judgement or complexity, and of items which are more likely to be materially adjusted due to estimates and assumptions turning out to be different than those originally assessed. Detailed information about each of these estimates and judgements is included in relevant notes together with information about the basis of calculation for each affected line item in the financial statements.

The areas involving critical estimates or judgements are:

- o Estimated useful lives of property, plant and equipment and intangible assets – Note 3
- o Estimation of defined benefit obligation and leave encashment - Note 18
- o Estimation of fair values of contingent liabilities - Note 35
- o Impairment of trade receivables - Note 11
- o Estimation of fair value of investment property – Note 4

Estimates and judgements are continually evaluated. They are based on historical experience and other factors, including expectations of future events that may have a financial impact on the Company and that are believed to be reasonable under the circumstances.



## Summary of Significant Accounting Policies : (cont)

### v. Fair value measurement

Fair value is the price that would be received to sell an asset or paid to transfer a liability in an orderly transaction between market participants at the measurement date under current market conditions.

The Company categorizes assets and liabilities measured at fair value into one of three levels depending on the ability to observe inputs employed for such measurement:

- a) Level 1: quoted prices (unadjusted) in active markets for identical assets or liabilities.
- b) Level 2: inputs other than quoted prices included within level 1 that are observable either directly or indirectly for the asset or liability.
- c) Level 3: inputs for the asset or liability which are not based on observable market data.

## 2. Significant Accounting Policies

### i) Property, Plant and Equipment

Property, plant and equipment (PPE) are stated at cost of acquisition or deemed cost on the date of transition less accumulated depreciation and impairment losses, if any. Cost of an asset comprises of cost of acquisition or construction and includes, where applicable, inward freight, duties and taxes, installation expenses, professional fees, borrowing costs, initial estimates of the cost of dismantling, cost of replacing parts of the property, plant and equipments and other costs directly attributable to the bringing the asset to the location and condition necessary for it to be capable of operating in the intended manner and purposes. Capital Spare parts which are integral part of the plant and equipment are capitalized.

When significant parts of plant and equipment are required to be replaced at intervals, the same are capitalized and old component is derecognized.

When parts of an item of property, plant and equipment have different useful lives, they are accounted for as separate items (major components) of property, plant and equipment.

Assets to be disposed off are reported at the lower of the carrying value or the fair value less cost to sell.

Bearer Plants comprising of matured plants are stated at cost and disclosed under Property, plant & Equipment. The company recognised the bearer plants at fair value and have used such fair value as cost.

Depreciation on PPE commences when the assets are ready for their intended use. Depreciation on all Property, Plant and Equipment is provided as per Schedule II of Companies Act, 2013 under Straight Line Method over estimated useful lives for each category of assets as under:

Asset	Useful lives
Factory building	30
Other buildings	60
Plants and machinery	15
Office equipment	5
Furniture and fixtures	10
Vehicles	8
Bearer Plants	20

- o The residual value of assets has been considered as five percent of the original cost of the assets as per Schedule II of the Act.
- o Depreciation is provided on pro-rata basis on additions and deletions of Property, Plant and Equipment during the year.
- o In case of impairment, if any, depreciation is provided on the revised carrying amount of the assets over its remaining useful life.
- o Depreciation methods, useful lives and residual values are reviewed, and adjusted as appropriate, at each reporting date.

### ii) Intangible Assets

Intangible assets are stated at cost comprising of purchase price inclusive of duties and taxes, where applicable, less accumulated amount of amortization and impairment losses. Such assets, are amortized over the useful life using straight line method and assessed for impairment whenever there is an indication of the same.

The Company currently have intangible asset by way of Ferry Right.

### iii) De-recognition of Tangible and Intangible Assets

An item of PPE is de-recognized upon disposal or when no future economic benefits are expected to arise from its use or disposal. Gain or loss arising on the disposal or retirement of an item of PPE is determined as the difference between the sale proceeds and the carrying amount of the asset and is recognized in the Statement of Profit and Loss.



**Summary of Significant Accounting Policies : (cont)****iv) Investment properties**

Investment Property is property (comprising land or building or both) held to earn rental income or for capital appreciation or both, but not for sale in ordinary course of business, use in the production or supply of goods or services or for administrative purposes.

Any gain or loss on disposal of investment property is determined as the difference between net disposal proceeds and the carrying amount of the property and is recognized in the statement of profit and loss.

The depreciable investment property i.e., buildings, are depreciated on a straight line method at a rate determined based on the useful life as provided under Schedule II of the Act.

Investment properties are derecognized either when they have been disposed of or when they are permanently withdrawn from the use and no future economic benefit is expected from their disposal. The net difference between the net disposal proceeds and the carrying amount of the asset is recognized in profit or loss in the period of de-recognition.

**v) Impairment of Tangible and Intangible Assets**

Tangible and Intangible assets are reviewed at each balance sheet date for impairment. In case events and circumstances indicate any impairment, recoverable amount of assets is determined. An impairment loss is recognized in the statement of profit and loss, whenever the carrying amount of assets either belonging to Cash Generating Unit (CGU) or otherwise exceeds recoverable amount. The recoverable amount is the higher of assets fair value less cost of disposal and its value in use. In assessing value in use, the estimated future cash flows from the use of the assets are discounted to their present value at appropriate rate.

Impairment losses recognized earlier may no longer exist or may have come down. Based on such assessment at each reporting period the impairment loss is reversed and recognized in the Statement of Profit and Loss. In such cases the carrying amount of the asset is increased to the lower of its recoverable amount and the carrying amount that have been determined, net of depreciation, had no impairment loss been recognized for the asset in prior years.

**vi) Biological Assets other than Bearer Plant**

Biological assets other than bearer plants are measured at fair value less estimated costs to sell. Changes in fair value are recognized in the Statement of Profit and Loss.

The fair value of these assets excludes the land upon which the crops are planted or the items of PPE utilized in the upkeep of planted areas.

For biological assets other than bearer plants, where biological transformation has taken place since the initial cost was incurred (for example seedlings planted immediately before the balance sheet date), such biological assets other than bearer plants are measured at cost i.e. the total expenses incurred on such plantation up to the balance sheet date.

**vii) Financial Assets and Liabilities**

Financial assets and financial liabilities (financial instruments) are recognized when Company becomes a party to the contractual provisions of the instruments.

Financial assets and financial liabilities are initially measured at fair value. Transaction costs that are directly attributable to the acquisition or issue of financial assets and financial liabilities (other than financial assets and financial liabilities at fair value through profit or loss) are added to or deducted from the fair value of the financial assets or financial liabilities, as appropriate, on initial recognition. Transaction costs directly attributable to the acquisition of financial assets or financial liabilities at fair value through profit or loss are recognized immediately in the Statement of Profit and Loss.

The financial assets and financial liabilities are classified as current if they are expected to be realised or settled within operating cycle of the company or otherwise these are classified as non-current.

The classification of financial instruments whether to be measured at Amortized Cost, at Fair Value Through Profit and Loss (FVTPL) or at Fair Value Through Other Comprehensive Income (FVTOCI) depends on the objective and contractual terms to which they relate. Classifications of financial instruments are determined on initial recognition.

**a) Cash and cash equivalents**

All highly liquid financial instruments, which are readily convertible into determinable amounts of cash and which are subject to an insignificant risk of change in value and are having original maturities of three months or less from the date of purchase, are considered as cash equivalents. Cash and cash equivalents includes balances with banks which are unrestricted for withdrawal and usage.



#### Summary of Significant Accounting Policies : (cont)

b) **Financial Assets and Financial Liabilities measured at amortized cost**

Financial Assets held within a business whose objective is to hold these assets in order to collect contractual cash flows and the contractual terms of the financial asset give rise on specified dates to cash flows that are solely payments of principal and interest on the principal amount outstanding are measured at amortized cost.

The above Financial Assets and Financial Liabilities subsequent to initial recognition are measured at amortized cost using Effective Interest Rate (EIR) method.

The effective interest rate is the rate that exactly discounts estimated future cash payments or receipts (including all fees and points paid or received, transaction costs and other premiums or discounts) through the expected life of the Financial Asset or Financial Liability to the gross carrying amount of the financial asset or to the amortized cost of financial liability, or, where appropriate, a shorter period, to the net carrying amount on initial recognition.

c) **Financial Asset at Fair Value through Other Comprehensive Income (FVTOCI)**

Financial assets are measured at fair value through other comprehensive income if these financial assets are held within a business whose objective is achieved by both collecting contractual cash flows and selling financial assets and the contractual terms of the financial asset give rise on specified dates to cash flows that are solely payments of principal and interest on the principal amount outstanding. Subsequent to initial recognition, they are measured at fair value and changes therein are recognized directly in other comprehensive income.

For the purpose of para (b) and (c) above, principal is the fair value of the financial asset at initial recognition and interest consists of consideration for the time value of money and associated credit risk.

d) **Financial Assets or Liabilities at Fair value through profit or loss**

Financial Instruments which do not meet the criteria of amortized cost or fair value through other comprehensive income are classified as Fair Value through Profit or loss. These are recognized at fair value and changes therein are recognized in the statement of profit and loss.

viii) **Impairment of financial assets**

A financial asset is assessed for impairment at each reporting date. A financial asset is considered to be impaired if objective evidence indicates that one or more events have had a negative effect on the estimated future cash flows of that asset.

The company measures the loss allowance for a financial assets at an amount equal to the lifetime expected credit losses if the credit risk on that financial instrument has increased significantly since initial recognition. If the credit risk on a financial instrument has not increased significantly since initial recognition, the company measures the loss allowance for that financial instrument at an amount equal to 12-month expected credit losses.

However, for trade receivables or contract assets that result in relation to revenue from contracts with customers, the company has not opted to measures the loss allowance at an amount equal to lifetime expected credit losses.

ix) **De-recognition of financial instruments**

The Company de-recognizes a financial asset or a group of financial assets when the contractual rights to the cash flows from the asset expire, or when it transfers the financial asset and substantially all the risks and rewards of ownership of the asset to another party.

On de-recognition of a financial asset (except for equity instruments designated as FVTOCI), the difference between the asset's carrying amount and the sum of the consideration received and receivable are recognized in statement of profit and loss.

On de-recognition of assets measured at FVTOCI the cumulative gain or loss previously recognised in other comprehensive income is reclassified from equity to profit or loss as a reclassification adjustment.

Financial liabilities are derecognized if the Company's obligations specified in the contract expire or are discharged or cancelled. The difference between the carrying amount of the financial liability derecognized and the consideration paid and payable is recognized in Statement of Profit and Loss.

x) **Inventories**

Inventories are valued at lower of the cost or estimated net realizable value. Cost of inventories is ascertained on "Average Cost Method" basis. Materials and other supplies held for use in the production of inventories are not written down below cost if the finished products in which they will be incorporated are expected to be sold at or above cost.

Cost in respect of raw materials and stores and spares includes expenses incidental to procurement of the same.

Cost in respect of finished goods and those under progress represents prime cost, and includes appropriate portion of overheads and excise duty.

**Summary of Significant Accounting Policies : (cont)****xi) Foreign Currency Transactions****Presentation Currency:**

These financial statements are presented in Indian Rupee, the national currency of India, which is the functional currency of the company.

**Transactions and Balances:**

Transactions in foreign currencies are translated into the functional currency at the exchange rates prevailing on the date of the transactions. Foreign currency monetary assets and liabilities at the year-end are translated at the year-end exchange rates. Non-monetary items which are carried in terms of historical cost denominated in a foreign currency are reported using the exchange rate at the date of transaction. Foreign exchange gain/loss to the extent considered as an adjustment to Interest Cost are considered as part of borrowing cost. The loss or gain thereon and also on the exchange differences on settlement of the foreign currency transactions during the year are recognized as income or expense in the profit and loss account.

**xii) Equity Share Capital**

An equity instrument is a contract that evidences residual interest in the assets of the company after deducting all of its liabilities. Par value of the equity shares is recorded as share capital and the amount received in excess of par value is classified as Securities Premium.

Costs directly attributable to the issue of ordinary shares are recognized as a deduction from equity, net of any tax effects.

**xiii) Provisions, Contingent Liabilities and Contingent Assets**

Provisions involving substantial degree of estimation in measurement are recognized when there is a legal or constructive obligation as a result of past events and it is probable that there will be an outflow of resources and a reliable estimate can be made of the amount of obligation. Provisions are not recognized for future operating losses. The amount recognized as a provision is the best estimate of the consideration required to settle the present obligation at the end of the reporting period, taking into account the risks and uncertainties surrounding the obligation.

Contingent liabilities is not recognized and are disclosed by way of notes to the financial statements when there is a possible obligation arising from past events, the existence of which will be confirmed only by the occurrence or non-occurrence of one or more uncertain future events not wholly within the control of the Company or when there is a present obligation that arises from past events where it is either not probable that an outflow of resources will be required to settle the same or a reliable estimate of the amount in this respect cannot be made.

Contingent Assets are disclosed in the financial statements by way of notes to accounts when an inflow of economic benefits is probable.

**xiv) Employee Benefits**

a) Short term Employee benefits are accrued in the year services are rendered by the employees.

b) **Provident & Family Pension Fund:** In accordance with the provisions of the Employee Provident Funds and Miscellaneous Provisions Act, 1952, eligible employees of the company are entitled to receive benefits with respect to provident fund, a defined contribution plan, in which both the company and employee contribute monthly to Provident Fund Scheme by the Central Government/Trust at a determined rate. The company contributes to the Employees' Pension Scheme, 1995 for certain categories of employees. The Company's contribution is charged off to the Statement of Profit and Loss.

c) **Gratuity:** Post Employment and Retirement benefits in the form of Gratuity are considered as defined benefit obligations and is provided for on the basis of third party actuarial valuation, using the projected unit credit method, as at the date of the Balance Sheet. Every Employee who has completed five years or more of service is entitled to Gratuity on terms not less favorable than the provisions of The Payment of Gratuity Act, 1972.

The liability or asset recognized in the balance sheet in respect of defined benefit gratuity plans is the present value of the defined benefit obligation at the end of the reporting period less the fair value of plan assets. The defined benefit obligation is calculated annually by actuaries using the projected unit credit method.

The present value of the defined benefit obligation is determined by discounting the estimated future cash outflows by reference to market yields at the end of reporting period on government bonds that have terms approximating to the terms of the related obligation.

The net interest cost is calculated by applying the discount rate to the net balance of the defined benefit obligation and the fair value of plan assets. This cost is included in employee benefit expense in the statement of profit and loss.



### Summary of Significant Accounting Policies : (cont)

Re-measurement gains and losses arising from experience adjustments and changes in actuarial assumptions of the defined benefit obligation are recognized in the period in which they occur, directly in other comprehensive income. They are included in retained earnings in the statement of changes in equity and in the balance sheet.

- d) Leave encashment benefits:** The liabilities for earned leave are not expected to be settled wholly within 12 months after the end of the period in which the employees render the related service. They are therefore measured as the present value of expected future payments to be made in respect of services provided by employees up to the end of the reporting period on government bonds using the projected unit credit method. The benefits are discounted using the market yields at the end of the reporting period that have terms approximating to the terms of the related obligation. Re-measurements as a result of experience adjustments and changes in actuarial assumptions are recognized in profit or loss.

The obligations are presented as current liabilities in the balance sheet if the Company does not have an unconditional right to defer settlement for at least twelve months after the reporting period, regardless of when the actual settlement is expected to occur.

**xv) Revenue**

**a) Sale of Goods**

Revenue is recognized at the fair value of consideration received or receivable when the significant risk, rewards and ownership of goods have been transferred and the amount thereof can be measured reliably. This represents the net invoice value of goods supplied to third parties after deducting trade discounts, returns, volume rebates and outgoing sales tax and is inclusive of packing charges and excise duty there against.

**b) Interest, Dividend and Claims**

Dividend income is recognized when the right to receive payment is established. Interest has been accounted using effective interest rate method. Insurance claims/other claims are accounted as and when admitted / settled.

**xvi) Borrowing Cost**

Borrowing cost comprises of interest and other costs incurred in connection with the borrowing of the funds. All borrowing costs are recognized in the Statement of Profit and Loss using the effective interest method except to the extent attributable to qualifying Property Plant and Equipment (PPE) which are capitalized to the cost of the related assets. A qualifying PPE is an asset, that necessarily takes a substantial period of time to get ready for its intended use or sale.

**xvii) Taxes on Income**

Income tax expense representing the sum of current tax expenses and the net charge of the deferred taxes is recognized in the income statement except to the extent that it relates to items recognized directly in equity or other comprehensive income.

Current income tax is provided on the taxable income and recognized at the amount expected to be paid to or recovered from the tax authorities, using the tax rates and tax laws that have been enacted or substantively enacted by the end of the reporting period. Taxable Income differs from 'profit before tax' as reported in the statement of profit and loss because of items of income or expense that are taxable or deductible in other years and items that are never taxable or deductible.

Deferred tax is recognized on temporary differences between the carrying amounts of assets and liabilities in the Financial Statements and the corresponding tax bases used in the computation of taxable profit. Deferred tax liabilities are generally recognized for all taxable temporary differences. Deferred tax assets are generally recognized for all deductible temporary differences to the extent that it is probable that taxable profits will be available against which those deductible temporary differences can be utilized.

Deferred tax liabilities and assets are measured at the tax rates that are expected to apply in the period in which the liability is settled or the asset realized, based on tax rates (and tax laws) that have been enacted or substantively enacted by the end of the reporting period.

The carrying amount of deferred tax assets is reviewed at the end of each reporting period and reduced to the extent that it is no longer probable that sufficient taxable profits will be available to allow all or part of the deferred tax asset to be utilized.

**xviii) Earnings Per Share**

Basic earnings per share are computed by dividing the net profit attributable to the equity holders of the company by the weighted average number of equity shares outstanding during the period. Diluted earnings per share is computed by dividing the net profit attributable to the equity holders of the company by the weighted average number of equity shares considered for deriving basic earnings per share and also the weighted average number of equity shares that could have been issued upon conversion of all dilutive potential equity shares.

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**Summary of Significant Accounting Policies : (cont)**

**xix) Non-current assets held for sale**

Non-current assets held for sale are measured at the lower of their carrying amount and the fair value less costs to sell.

Assets and liabilities classified as held for sale are presented separately in the balance sheet. However, there are no such assets described as held for sale in current Financial year

The Company classifies non-current assets as held for sale if their carrying amount will be recovered principally through a sale rather than through continuing use. Actions required to complete the sale should indicate that it is unlikely that significant changes to the sale will be made or that the decision to sell will be withdrawn. Management must be committed to the sale expected within one year from the date of classification

**xx) Cash dividend and non-cash distribution to equity holders**

The Company recognizes a liability to make cash distributions to equity holders of the Company when the distribution is authorized and the distribution is no longer at the discretion of the Company. Distribution is authorized when it is approved by the shareholders. A corresponding amount is recognized directly in equity.



Notes to financial statements as at and for the year ended March 31, 2023

3. Property, Plant and Equipment and Intangible Assets-All Division

Particulars	Gross Carrying Value / Deemed Cost			Accumulated Depreciation / Amortisation			Amount in Rs.	
	As at 1st April 2022	Disposal/ Adjustments	As at 31st March 2023	As at 1st April 2022	Charge for the year	As at 31st March 2023	As at 31st March 2022	As at 31st March 2022
Property, Plant and Equipment:								
a) Freehold Land (Ref. Note 3.1)	42,45,47,492	-	42,45,47,492	-	-	-	42,45,47,492	42,45,47,492
b) Building	2,42,89,959	-	2,42,89,959	65,58,612	9,70,402	75,29,014	1,67,60,945	1,77,31,347
c) Plant & Machinery	12,90,18,110	9,65,354	12,99,83,464	10,54,40,026	1,75,74,320	12,30,14,346	69,69,118	2,35,78,084
d) Furniture & Fixtures	6,61,898	17,55,806	24,17,404	3,61,350	73,297	4,34,647	19,83,057	3,00,548
e) Vehicles	12,54,117	11,40,500	23,94,617	5,20,194	2,19,212	7,39,406	16,55,211	7,33,923
f) Office Equipment	3,38,606	1,11,619	4,50,225	2,31,501	1,11,797	3,43,298	1,06,927	1,07,105
g) Bearer Plants (Ref. Note 3.2)	1,14,66,953	-	1,14,66,953	95,558	5,73,348	6,68,906	1,07,98,047	1,13,71,395
h) Computers	13,28,838	24,929	14,64,419	10,00,179	1,89,142	11,78,580	2,85,839	3,28,659
i) Ferry Rights	1,098	-	1,098	-	-	-	1,098	1,098
<b>Total</b>	<b>59,29,07,071</b>	<b>41,33,789</b>	<b>59,70,15,931</b>	<b>11,42,07,420</b>	<b>1,97,11,519</b>	<b>13,39,08,197</b>	<b>46,31,07,733</b>	<b>47,86,99,651</b>
<b>a) As at March 31, 2022</b>	<b>Amount in Rs.</b>							
Particulars	Gross Carrying Value / Deemed Cost			Accumulated Depreciation / Amortisation			Amount in Rs.	
	As at 1st April 2021	Disposal/ Adjustments	As at 31st March 2022	As at 1st April 2021	Charge for the year	As at 31st March 2022	As at 31st March 2021	As at 31st March 2021
Property, Plant and Equipment:								
a) Freehold Land (Ref. Note 3.1)	42,45,47,492	-	42,45,47,492	-	-	-	42,45,47,492	42,45,47,492
b) Building	2,42,89,959	-	2,42,89,959	55,88,210	9,70,402	65,58,612	1,77,31,347	1,87,01,749
c) Plant & Machinery	12,90,18,110	-	12,90,18,110	8,92,03,902	1,62,36,124	10,54,40,026	2,35,78,084	3,98,14,208
d) Furniture & Fixtures	6,61,898	-	6,61,898	3,28,182	33,168	3,61,350	3,00,548	3,33,716
e) Vehicles	12,54,117	-	12,54,117	4,07,730	1,12,464	5,20,194	7,33,923	8,46,387
f) Office Equipment	3,06,656	31,950	3,38,606	1,52,302	79,199	2,31,501	1,07,105	1,54,354
g) Bearer Plants	-	1,14,66,953	1,14,66,953	-	95,558	95,558	1,13,71,395	-
h) Computers	1,078,002	2,50,836	13,28,838	5,51,808	4,48,371	10,00,179	3,28,659	5,26,194
i) Ferry Rights	1,098	-	1,098	-	-	-	1,098	1,098
<b>Total</b>	<b>58,11,57,332</b>	<b>1,17,49,739</b>	<b>59,29,07,071</b>	<b>9,62,32,134</b>	<b>1,79,75,286</b>	<b>11,42,07,420</b>	<b>47,86,99,651</b>	<b>48,49,25,198</b>

The title deeds of certain freehold land are in process of perfection of titles. Details of such freehold land is as follows:

Description of item of property	Gross Carrying acres	Gross carrying value	Deed held in the name of	Property held since	Reason for disputes
Freehold land	8,053.54	42,45,47,492.00	Khaitan (India) Ltd.	12th March 1964	Refer note 3.1 below.
<p>3.1) According to the information and explanations given to us, the records examined by us and based on the examination of the records of the Company, the lands measuring 8053.54 acres approximately are held by the company originally in the name of Rammagar Cane &amp; Sugar Company limited as per the order no. 4572-L, dated 12th March 1964 of Land Reform Branch, Land and Revenue Department, Government of West Bengal and thereafter the name of the company was changed to Khaitan Agro complex Limited as per the certificate of incorporation issued by the registrar of the companies on 1st October 1994. Further W/s Khaitan (India) Limited was amalgamated with Khaitan Agro Complex limited with effect from 1st January 1994 as per the order of Honorable Calcutta High court dated 17th October 1994 and as per the order of the court the name of the company was retained as Khaitan India Limited. The registrar of the Companies, West Bengal issued the Fresh Certificate of Incorporation on 14th November, 1994 and changed the name of the company from Khaitan Agro Complex Limited to Khaitan (India) Limited. Subsequently the Government of West Bengal in its Calcutta Gazette published on 17th April, 1995, vide its Notification no. 186-CIC dated 24th March, 1995 issued by the commerce and industries Department, Group C made the amendments and substitute the Word and brackets from Khaitan Agro Complex Limited (Sugar Division) to Khaitan (India) Limited. Further, as per the letter issued by the Government of West Bengal, Memo No. - 156/B.L. &amp; LRO/Bel-1/18 dated - 19.04.2018, the 'retainer' mill is a 'lessee' directly under the State for such land with the terms and conditions specified in rules made under section 4B of the WB.L.R. Act, 1955. However, based on legal advice, the management is of the opinion that pending completion of necessary legal formalities and resolution of the demands as made by the Government of West Bengal, the Company continued to consider the said parcel of land freehold in character.</p>					
<p>3.2. Bearer plants comprising of matured plants are stated at cost and disclosed under Property, plant &amp; equipment. Cost included deemed cost as at 25th February 2022. The company recognised the bearer plants at fair value. Depreciation on bearer plants is recognised so as to write off its useful lives using the straight line method. Management has estimated the useful lives of bearer plants to be 20 years keeping residual value @5%.</p>					

**Notes to financial statements as at and for the year ended March 31, 2023 : (cont)**

Particulars	As at March 31, 2023	As at March 31, 2022
	Amount in Rs.	Amount in Rs.
<b>4. Investment Property</b>		
Gross carrying amount		
Opening gross carrying amount / Deemed cost	50,65,000	50,65,000
Additions / other adjustments	-	-
<b>Closing gross carrying amount / Deemed cost</b>	<b>50,65,000</b>	<b>50,65,000</b>
<b>Accumulated depreciation</b>		
Opening accumulated depreciation	-	-
Depreciation charged during the year	-	-
<b>Closing accumulated depreciation</b>	<b>-</b>	<b>-</b>
<b>Net carrying amount</b>	<b>50,65,000</b>	<b>50,65,000</b>
4.1 The Companies Investment Properties consists of Land measuring 4 acres at Nadia Leased to third Parties		
4.2 The amount recognised in Statement of Profit and Loss in relation to investment properties:	Amount in Rs.	Amount in Rs.
- Lease rent of Land	80,002	80,002
	<b>80,002</b>	<b>80,002</b>
<b>5 Biological Assets other than bearer plants</b>	<b>As at March 31, 2023</b>	<b>As at March 31, 2022</b>
	<b>Amount in Rs.</b>	<b>Amount in Rs.</b>
Balance as at the beginning of the year	1,27,06,536	1,27,06,536
Transfer to bearer plants	-	-
Increase due to purchase/ physical change	-	-
Decrease due to sales/ impairment	6,35,327	-
Balance as at the closing of the year	<b>1,20,71,209</b>	<b>1,27,06,536</b>
5.1 Biological assets other than bearer plants have been considered at fair value as on date of financial statement and impairment thereon has been recognized.		

Particulars	No. of Shares	Face Value per Share Rs.	As at March 31, 2023	As at March 31, 2022
			Amount in Rs.	Amount in Rs.
<b>6. Investments</b>				
<b>Non- Current</b>				
(I) Quoted Equity Instruments				
Investments at fair value through Other Comprehensive Income				
Other Body Corporate - Fully paid-up Equity Shares				
Khaitan Electricals Limited	17,20,752	10	1	1
(ii) Unquoted Equity Instruments				
<b>Associates and Other Body Corporate - Fully paid-up Equity Shares</b>				
Naturewealth Development Corpn Ltd *	19,300	10	1	1
The Oriental Mercantile Company Ltd *	44,980	10	15,62,591	15,62,591
Khaitan Lefin Limited *	10,20,000	10	1,14,03,600	1,56,96,720
Khaitan Hotels Private Limited *	47,500	10	1,16,13,750	1,16,13,750
<b>Total (i+ii)</b>			<b>2,45,79,943</b>	<b>2,88,73,063</b>
<b>Aggregate amount of investments :</b>				
Quoted Investments and Market value thereof			56,61,274	56,61,274
Unquoted Investments			8,40,97,321	8,83,90,441
Impairment in value of investments			6,51,78,652	6,51,78,652
			<b>2,45,79,943</b>	<b>2,88,73,063</b>

\* Stated at fair value as provided by the management

6.1 10,20,000 Nos. unquoted equity shares of Khaitan Lefin Limited valued at cost. Provision for diminution in value of investment for fall in value of shares is not considered, since in the opinion of the management the fall in the value of investment is not of permanent nature.

6.2 The Oriental Mercantile Co. Limited, Khaitan Lefin Limited and Khaitan Hotels Pvt. Ltd. are the holders of 400198 nos. 1131561 nos. and 555745 nos of Equity Shares of Rs.10 each respectively of Khaitan (India) Ltd.



Notes to financial statements as at and for the year ended March 31, 2023 : (cont)

Particulars	As at March 31, 2023	As at March 31, 2022
	Amount in Rs.	Amount in Rs.
<b>7 Loans - Non-Current</b>		
Unsecured, considered good	-	-
<b>Total</b>	-	-
<b>8 Other financial assets</b>		
Security Deposit	1,03,90,604	3,65,604
Deposits	42,30,148	18,99,374
<b>Total</b>	<b>1,46,20,752</b>	<b>22,64,978</b>
<b>9 Other Non-Current Assets</b>		
<b>Balances with Statutory Authorities</b>		
Income tax/TDS	1,18,53,437	1,72,99,951
	<b>1,18,53,437</b>	<b>1,72,99,951</b>
<b>10 Inventories (Valued at lower of Cost or net realisable Value)</b>		
<b>Finished Goods</b>		
Stock in trade	5,68,98,519	3,83,27,173
<b>Stores &amp; Spares</b>		
Stores, Spares, Process Chemicals & Fuels	-	-
<b>Total</b>	<b>5,68,98,519</b>	<b>3,83,27,173</b>
For valuation of inventories please refer note no. 2.(x) in Notes on Financial Statements		
<b>11 Trade receivables</b>		
<b>Current</b>		
Trade Receivables considered good- Unsecured	9,12,30,009	12,32,40,736
Less: Allowance for expected credit loss	23,28,530	-
<b>Trade Receivables considered good- Unsecured</b>	<b>8,89,01,479</b>	<b>12,32,40,736</b>
Trade receivable-Credit Impaired-Unsecure	1,61,66,939	-
Less: Allowance for credit impaired	(1,61,66,939)	-
<b>Total Trade Receivable</b>	<b>8,89,01,479</b>	<b>12,32,40,736</b>



**Notes to financial statements as at and for the year ended March 31, 2023 : (cont)**
**11.1 Trade receivable ageing schedule for the year ended as on March 31, 2023 is as follows:**

Particulars	Outstanding for following periods from due date of payments					Total
	Less than 6 months	6 months - 1 Year	1-2 Year	2-3 Year	More Than 3 Year	
(I) Undisputed Trade receivables-considered good	7,39,28,860	59,61,660	45,92,200	44,18,758	23,28,530	9,12,30,009
(ii) Undisputed Trade receivables-considered doubtful	-	-	-	-	1,61,66,939	1,61,66,939
(iii) Disputed Trade receivables-considered good	-	-	-	-	-	-
(iv) Disputed Trade receivables-considered doubtful	-	-	-	-	-	-
<b>Total</b>	<b>7,39,28,860</b>	<b>59,61,660</b>	<b>45,92,200</b>	<b>44,18,758</b>	<b>1,61,66,939</b>	<b>10,73,96,948</b>
Less: Allowance for credit loss						1,84,95,469
<b>Total Trade Receivable</b>						<b>8,89,01,479</b>

**Trade receivable ageing schedule for the year ended as on March 31, 2022 is as follows:**

Particulars	Outstanding for following periods from due date of payments					Total
	Less than 6 months	6 months - 1 Year	1-2 Year	2-3 Year	More Than 3 Year	
(I) Undisputed Trade receivables-considered good	8,17,97,443	1,23,86,752	2,24,95,812	65,60,728	-	12,32,40,736
(ii) Undisputed Trade receivables-considered doubtful	-	-	-	-	1,05,07,496	1,05,07,496
(iii) Disputed Trade receivables-considered good	-	-	-	-	-	-
(iv) Disputed Trade receivables-considered doubtful	-	-	-	-	-	-
<b>Total</b>	<b>8,17,97,443</b>	<b>1,23,86,752</b>	<b>2,24,95,812</b>	<b>65,60,728</b>	<b>1,05,07,496</b>	<b>13,37,48,232</b>
Less: Allowance for credit loss						1,05,07,496
<b>Total Trade Receivable</b>						<b>12,32,40,736</b>

11.2 The Management has opted to apply the Expected Credit Loss (ECL) Model for the provision of Trade Receivables for the Year ended 31st March, 2023. As per ECL policy the management has made provision on trade receivable having age more than one year & above.

11.3 Refer note no. 40 for information about credit risk and market risk of trade receivable.

Particulars	As at March 31, 2023	As at March 31, 2022
	Amount in Rs.	Amount in Rs.
<b>12. Cash and Cash Equivalents</b>		
Cash on Hand (As certified by the management)	2,30,086	48,784
<b>Balances with Banks</b>		
In Current Accounts	13,25,911	40,31,917
In Fixed Deposits	16,00,000	-
<b>Total</b>	<b>31,55,997</b>	<b>40,80,701</b>
<b>13. Loans - Current</b>		
(Unsecured, considered good)		
Advance to related party (Refer note no 42)	-	1,06,78,042
Short term loans to others (Refer note 13.1)	2,55,36,871	3,43,72,678
Advances against expenses	38,64,978	49,41,545
Advances to employees	24,83,619	27,92,142
<b>Total</b>	<b>3,18,85,468</b>	<b>5,27,84,407</b>
13.1 Short term loans given to a body corporate bearing interest@9% p.a. recoverable on demand		
<b>14. Other Current Assets</b>		
(Unsecured, considered good)		
Balances with Statutory Authorities		
Sales tax / GST deposit	10,56,214	9,63,986
Prepaid Expenses	2,66,115	77,849
Rent Receivable	5,86,068	13,55,778
<b>Total</b>	<b>19,08,397</b>	<b>23,97,613</b>



Notes to financial statements as at and for the year ended March 31, 2023 : (cont)

Particulars	As at March 31, 2023	As at March 31, 2022
	Amount in Rs.	Amount in Rs.
<b>15. Share Capital</b>		
a) <b>Authorised:</b> 24,750,000 (March 31, 2022-24,750,000) Equity Shares of Rs.10/- each	<b>24,75,00,000</b>	24,75,00,000
<b>Preference Shares :</b> 4000, (March 31, 2022-4000) 6% (Tax Free) Cumulative Preference Shares of Rs. 100/- each 21,000 (March 31, 2022-21,000) Preference Share of Rs. 100/- each	<b>4,00,000</b> <b>21,00,000</b>	4,00,000 21,00,000
b) <b>Issued, Subscribed and fully paid-up Shares:</b> 4,750,000 (March31, 2022-4,750,000) Equity Shares of Rs. 10/- each fully paid up	<b>25,00,00,000</b> <b>4,75,00,000</b> <b>4,75,00,000</b>	25,00,00,000 4,75,00,000 4,75,00,000

c) Reconciliation of the shares outstanding is set out below:

	As at March 31, 2023		As at March 31, 2022	
	No. of shares	Amount	No. of shares	Amount
<b>Equity Shares</b>				
At the beginning of the year	4750000	4,75,00,000	47,50,000	4,75,00,000
Issued during the Year	-	-	-	-
Brought Back during the Year	-	-	-	-
<b>Outstanding at the end of the period</b>	<b>4750000</b>	<b>4,75,00,000</b>	<b>47,50,000</b>	<b>4,75,00,000</b>

d) Terms/rights attached to each class of shares  
Equity Shares:

The Company has only one class of equity shares having a par value of Rs.10/- each. Each holder of equity shares is entitled to one vote per 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.

In the event of liquidation of the Company, the holders of equity shares will be entitled to receive any of the 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.

e) Details of shareholders holding more than 5% shares along with number of shares held:

Name of Shareholders	As at March 31, 2023 No. of shares	% holding	As at March 31, 2022 No. of shares	% holding
Sunay Krishna Khaitan	2,92,079	6.15%	2,92,079	6.15%
Khaitan Lefin Limited	11,31,561	23.82%	11,31,561	23.82%
Khaitan Hotels Pvt. Ltd.	5,55,745	11.70%	5,55,745	11.70%
The Oriental Mercantile Company Limited	4,00,198	8.43%	4,00,198	8.43%

f) Shareholding of Promoters

Sl. No.	Shareholder's Name	Promoter or Promoter Group	No. of Shares As on 31-03-2023	% of total Shares	No. of Shares As on 31-03-2022	% of total Shares	% Change during the year
1	KHAITAN LEFIN LIMITED	Promoter Group	11,31,561	23.82	11,31,561	23.82	0.00%
2	KHAITAN HOTELS PVT. LTD.	Promoter Group	5,55,745	11.70	5,55,745	11.70	0.00%
3	THE ORIENTAL MERCANTILE CO LTD	Promoter Group	4,00,198	8.43	4,00,198	8.43	0.00%
4	SUNAY KRISHNA KHAITAN	Promoter	2,92,079	6.15	2,92,079	6.15	0.00%
5	ISHANI KHAITAN	Promoter	1,26,197	2.66	1,26,197	2.66	0.00%
6	VAGEESHA KHAITAN	Promoter	1,13,000	2.38	1,13,000	2.38	0.00%
7	SHREE KRISHNA SUNIL KRISHNA KHAITAN HUF	Promoter Group	97,500	2.05	97,500	2.05	0.00%
8	VIDITA KHAITAN	Promoter	62,100	1.31	62,100	1.31	0.00%
9	DURGADUTT CHIRANJILAL HUF	Promoter Group	52,500	1.11	52,500	1.11	0.00%
10	SARITA DABRIWAL	Promoter	20,000	0.42	20,000	0.42	0.00%
11	CHIRANJILAL SHREEKRISHNA KHAITAN HUF	Promoter Group	10,750	0.23	10,750	0.23	0.00%
		<b>Total</b>	<b>28,61,630</b>	<b>60.24</b>	<b>28,61,630</b>	<b>60.24</b>	<b>0.00%</b>

g) The company is holding 44980 nos, 1020000 nos & 47500 nos of shares of Rs. 10 each of The Oriental Mercantile Co. Limited, Khaitan Lefin Limited and Khaitan Hotels Pvt. Ltd respectively.

**Notes to financial statements as at and for the year ended March 31, 2023 : (cont)**

Particulars	As at March 31, 2023	As at March 31, 2022
	Amount in Rs.	Amount in Rs.
<b>16. OTHER EQUITY</b>		
Refer Statement of Changes in Equity for movement in balances of Reserves.		
A. General Reserve	15,06,56,224	15,06,56,224
B. Retained Earnings	10,63,61,981	9,95,74,681
C. Other Comprehensive Income	(11,81,98,621)	(12,28,65,869)
<b>Total</b>	<b>13,88,19,584</b>	12,73,65,036
<b>16.1 General Reserve</b>		
Balance at the beginning of the year	15,06,56,224	15,06,56,224
Add: Addition during the year	-	-
Less: Utilisation during the year	-	-
Balance at the end of the year	<b>15,06,56,224</b>	15,06,56,224
<b>16.2 Retained Earnings:</b> Retained earnings are the profits that the Company has earned till date, less any transfers to general reserve, dividends or other distributions paid to shareholders.		
<b>(a) Retained Earnings:</b>		
Balance at the beginning of the year	<b>9,95,74,682</b>	13,24,29,236
Add: Addition during the year	<b>67,87,299</b>	-
Less: Utilisation during the year	-	(3,28,54,554)
<b>Balance at the end of the year</b>	<b>10,63,61,981</b>	99,574,682
<b>Other Comprehensive Income:</b> Other Comprehensive Income (OCI) Comprises of the balance in equity primarily relating to remeasurement gains/(losses) on defined benefit obligations and gains and losses on fair valuation of Investment.		
<b>Remeasurements of Net Defined Benefit Plans:</b> Differences between the interest income on plan assets and the return actually achieved, and any changes in the liabilities over the year due to changes in actuarial assumptions or experience adjustments within the plans, are recognised in other comprehensive income and are adjusted to retained earnings.		
<b>(b) Other Comprehensive Income</b>		
Balance at the beginning of the year	<b>(12,28,65,869)</b>	(12,91,94,792)
Add: Addition during the year	<b>46,67,248</b>	63,28,923
Less: Utilisation during the year	-	-
<b>Balance at the end of the year</b>	<b>(11,81,98,621)</b>	(12,28,65,869)



Notes to financial statements as at and for the year ended March 31, 2023 : (cont)

Particulars	As at March 31, 2023	As at March 31, 2022
	Amount in Rs.	Amount in Rs.
<b>17. Borrowings -Non Current</b>		
Secured Loan From Non Banking Financial Company (Refer note 17.1)	6,54,857	-
Unsecured Loans from related parties (Refer note 17.2) Loans from Others (Refer note 17.3)	4,07,27,686 1,94,95,030	6,17,11,902 5,12,32,461
<b>Total</b>	<b>6,08,77,573</b>	<b>11,29,44,363</b>
17.1 Loan secured by hypothecation of vehicle purchased bearing interest @ 4.62% p.a. and repayable in equal monthly installment for 5 years.		
17.2 Loans from related parties includes interest free advance from Directors and interest bearing advance @9% from a body corporate.		
17.3 Loans from others includes interest free advance from three bodies Corporates and interest bearing advance 15% from a bodies Corporate. The Loan is repayable on demand.		
<b>18. Provisions</b>		
Provision for Employee Benefit - Gratuity (Refer Note No. 38)	11,94,226	23,37,583
Provision for Employee Benefit - Leave encashment (Refer Note 38)	18,01,800	24,73,279
<b>Total</b>	<b>29,96,026</b>	<b>48,10,862</b>
<b>19. Other Non-Current Liabilities</b>		
Pre-received lease rent (Refer note 19.1)	72,59,063	73,39,605
<b>Total</b>	<b>72,59,063</b>	<b>73,39,605</b>

19.1 The Company has leased out its land at Ramnagar 4 Acre for 99 years and have received full lease rent in advance and rent for the same is adjusted during the year Rs. 80002/- (P.Y. 80002/-).

Particulars	As at March 31, 2023	As at March 31, 2022
	Amount in Rs.	Amount in Rs.
<b>20. Borrowings-Current</b>		
At Amortised cost Secured Rupee denominated Cash Credit (Refer note no. 20.1) - From Banks Funded Interest Term Loan	2,99,18,476 -	2,94,37,593 -
Short term loan (Refer note no. 20.2) - From Non Banking Financial Company	1,16,34,107	1,14,81,101
	<b>4,15,52,583</b>	<b>4,09,18,694</b>
20.1 Secured by Hypothecation of stocks, book debts, standing crops, stores & spares and all other current assets and mortgage of agricultural land measuring about 2067.21 Acres and entire fixed assets of sugar division of the company, present & future and personal guarantee of two Director. The Company has satisfied the covenants attached to the borrowings. The borrowed fund has been used for working capital purpose. Rate of Interest of Cash credit Account 13.55% as per last renewal letter dated 25th July 2022 & 15th Dec 2022.		
20.2 Loan to the tune of Rs. 250,00,000/- has been obtained from the NBFC at interest rate of Rs. 18% p.a. at monthly advance basis for 2 year period for general corporate purposes The default amount of Rs. 125,00,000 has been renewed by said NBFC vide Letter dated 25th July 2022 for a period of one Year w.e. 1st April 2022  The Loan is secured by i) Mortgage of 3 nos. of Flats owned by the Company and Other body Corporates ii) Pledge of 940000 equity shares of the Company held by the Directors and the body Corporates. iii) Personal guarantee of two director. iv) Corporate Guarantees. v) Irrevocable and specific Power of attorney executed by the owner of the property. The borrowed fund has been used for working capital and general corporate purpose. The Company has satisfied the covenants attached to the borrowings.		
20.3 The Company has not been reported as wilful defaulter during the current year by any of the lenders of the company.		

**Notes to financial statements as at and for the year ended March 31, 2023 : (cont)**

Particulars	As at March 31, 2023	As at March 31, 2022
	Amount in Rs.	Amount in Rs.
<b>21. Trade Payables</b>		
(i) Micro, small & medium enterprise (MSME)	16,57,24,278	15,37,69,851
(ii) Others	4,59,38,395	4,77,85,404
<b>Total</b>	<b>21,16,62,673</b>	<b>20,15,55,255</b>
<b>21.1 Disclosure required by Micro, Small and Medium Enterprises Development Act 2006 (MSMED)</b> The disclosure in respect of the amounts payable to Micro, Small and Medium Enterprises as at 31st March 2023 has been made in the financial statements based on information received and available with the company. Accordingly disclosure has been made below:		
(a) Principal and interest amount remaining unpaid -Principal	16,57,24,278	15,37,69,851
- Interest	-	-
(b) The amount of interest paid by the company in terms of Section 16 of the MSMED Act, 2006 alongwith the amount of the payment made to the supplier beyond the appointed date during the year	86,02,802	1,02,90,770
(c) The amount of interest due and payable for the period of delay in making payment (which has been paid but beyond the appointed day during the year) but without adding the interest specified under MSMED Act.2006	-	-
(d) The amount of interest accrued and remaining unpaid at the end of each accounting year	-	-
(e) The amount of further interest remaining due and payable even in the succeeding years, until such date when the interest due as above are actually paid to the small enterprise for the purpose of disallowance as a deductible expenditure under section 23 of the MSMED Act,2006.	-	-

**Ageing for trade payable from the due date of payment for each of category as at march 31, 2023**

Particulars	Outstanding for the following period from due date of payment				
	Less than 1 year	1-2 years	2-3 years	More than 3 years	Total
(i) MSME	11,73,19,658.05	4,72,21,845.25	11,82,773.32	19,81,194.70	16,77,05,471
(ii) Others	2,31,59,195.17	-	-	2,07,98,005.49	4,39,57,201
(iii) Disputed dues- MSME	-	-	-	-	-
(iv) Disputed dues-Others	-	-	-	-	-

**Ageing for trade payable from the due date of payment for each of category as at march 31, 2022**

Particulars	Outstanding for the following period from due date of payment				
	Less than 1 year	1-2 years	2-3 years	More than 3 years	Total
(i) MSME	14,46,92,923.00	63,95,770.17	40,148.00	26,41,009.66	15,37,69,851
(ii) Others	2,41,18,899.76	44,39,560.93	-	1,92,26,943.91	4,77,85,405
(iii) Disputed dues- MSME	-	-	-	-	-
(iv) Disputed dues-Others	-	-	-	-	-

Particulars	As at March 31, 2023	As at March 31, 2022
	Amount in Rs.	Amount in Rs.
<b>22. Other Financial liabilities</b>		
Other Payables:		
- Trade / Security deposits received	4,01,18,784	7,22,70,165
- Dues of employees	3,44,03,763	4,29,70,963
<b>Total</b>	<b>7,45,22,547</b>	<b>11,52,41,128</b>



Notes to financial statements as at and for the year ended March 31, 2023 : (cont)

Particulars	As at March 31, 2023	As at March 31, 2022
	Amount in Rs.	Amount in Rs.
<b>23. Other Current Liabilities</b>		
Statutory Dues	4,25,19,045	4,79,66,085
Liability for expenses	2,06,46,689	2,16,69,703
Advance from customers	6,42,91,846	3,66,70,923
<b>Total</b>	<b>12,74,57,580</b>	<b>10,63,06,711</b>
23.1 Advance from customers includes advance from related party amounting to Rs 2,30,11,084/- (PY Rs 38,33,190/-)		
<b>24. Provisions</b>		
Provision for Employee Benefit - Gratuity (Refer Note 38)	-	-
Provision for Employee Benefit - Leave (Refer Note 38)	3,43,381	7,10,510
Provision for bonus	10,56,924	10,48,185
<b>Total</b>	<b>14,00,305</b>	<b>17,58,695</b>
<b>25. Revenue from Operations</b>		
Sale of products (including Agriculture Products)	25,05,234	42,39,804
Sale of trading goods	49,42,37,495	42,73,76,857
<b>Other Operating Revenue</b>		
Services (Income from Royalty)	6,87,34,020	6,11,89,535
Services (Marketing & Service for Network Development)	2,90,79,507	2,98,03,431
<b>Total</b>	<b>59,45,56,256</b>	<b>52,26,09,627</b>
<b>25.1 Particulars of Sale of Products</b>		
Manufactured goods	-	-
Sugar	25,05,234	42,39,804
Other crop sale	25,05,234	42,39,804
<b>26 Other Income</b>		
Interest Income	24,06,641	61,295
Profit on sale of Fixed Assets (Net)	14,812	-
<b>Others:</b>		
- Rental income	18,43,220	14,91,228
- Lease rent	80,002	80,002
- Profit on sale of investment	1,37,54,880	-
- Liability written back	3,47,20,902	-
- Others	34,91,856	1,84,44,089
<b>Total</b>	<b>5,63,12,313</b>	<b>2,00,76,614</b>
<b>27 Cost of material consumed</b>		
Raw & Process Materials Consumed	-	-
Power & Fuel	-	-
Stores, Spares, Chemicals & Packing Materials Consumed	-	-
Cost of Raw Material Consumed	-	-
<b>28 Changes in inventories of finished goods, work-in-progress and stock-in-trade</b>		
Closing Stock:		
- Trading goods	5,68,98,519	3,83,27,173
Less: Opening Stock:		
- Trading goods	3,83,27,173	4,69,56,617
	1,85,71,346	(86,29,444)
<b>(Increase) / Decrease</b>	<b>(1,85,71,346)</b>	<b>86,29,444</b>
<b>29 Employee benefits expense</b>		
Salaries, Wages and Bonus	6,12,87,653	5,31,45,615
Contribution to Provident and other funds	10,24,097	6,71,055
Gratuity	14,91,830	14,39,436
Staff Welfare Expenses	6,20,135	5,68,841
<b>Total</b>	<b>6,44,23,715</b>	<b>5,58,24,947</b>

**Notes to financial statements as at and for the year ended March 31, 2023 : (cont)**

Particulars	As at March 31, 2023	As at March 31, 2022
	Amount in Rs.	Amount in Rs.
<b>30 Finance costs</b>		
Interest Expenses	2,40,75,636	2,44,52,731
Bank & LC Charges	4,07,050	5,77,148
<b>Total</b>	<b>2,44,82,686</b>	<b>2,50,29,879</b>
<b>31 Other expenses</b>		
Processing charges	9,92,512	14,21,881
Repairs to Plant & Machinery	6,52,176	5,92,302
Repairs to Others	4,95,571	67,63,047
Rent	24,90,000	25,30,000
Rates & Taxes	2,52,958	6,47,820
Testing , Drawing & Development Charges	3,20,312	2,83,197
Books & Periodicals	-	-
Insurance	21,57,068	1,61,623
Advertisement, Publicity & Sales Promotion	73,97,339	23,78,622
Travelling & other incidental expenses	1,02,89,635	51,95,162
Retainership Fees	24,00,000	32,65,160
Office maintenance	10,42,433	8,31,949
Vehicle running and maintenance	6,44,963	7,73,347
Electricity Expenses	12,80,137	10,96,347
Printing & Stationery	1,65,304	4,04,242
Communication expenses	9,22,493	15,42,266
General Charges	6,62,665	10,46,190
Staff Recruitment & Training	79,500	62,959
Membership subscription	12,595	15,000
Conference & Meeting Expenses	83,900	81,796
Interest / Late Fees on Statutory dues	57,61,257	51,70,790
Auditors' Remuneration		
- As Auditors	2,00,000	2,00,000
- For Tax Audit	50,000	50,000
- For Other Services	1,50,000	1,50,000
Legal, professional and consultancy charges	42,40,577	42,18,697
Freight and Forwarding	18,87,609	35,36,971
After sales services	2,16,07,613	1,88,14,072
Sales promotion expenses	2,64,193	2,88,669
Director's sitting fees	1,20,000	1,20,000
Filing fees	3,85,216	6,00,081
Service Charges	67,41,466	-
Software Development Expenses	4,19,850	-
Exchange Fluctuation	-	-
Bad Debt written Off	-	2,48,500
Bank Charges	-	68,675
Packing charges	1,77,191	7,64,318
Commission and brokerage	4,74,431	-
Provision on Biological Assets	6,35,327	15,27,365
Provision for doubtful debt	32,21,042	1,05,07,496
	<b>7,86,77,333</b>	<b>7,53,58,544</b>
<b>32 Other Comprehensive Income</b>		
(A) Items that will not be reclassified to profit or loss		
Remeasurements of the defined benefit plans	46,67,248	63,28,923
	<b>46,67,248</b>	<b>63,28,923</b>
<b>33 Reconciliation of estimated tax expense at Indian statutory Income tax rate to income tax expense reported in statement of comprehensive income</b>		
Income before Income taxes ( PBT)	67,87,299	(3,28,54,554)
Less: Accumulated Business Loss	67,87,299	-
<b>Net Income</b>	-	(3,28,54,554)
Indian Statutory Income Tax Rate	27.82%	
Estimated income tax expense	-	
<b>Tax effect of adjustments to reconcile expected Income Tax expense to reported Income Tax expense</b>		
Income exempt	-	-
Tax payable at different rate	-	-
Effect of tax allowance	-	-
Deferred tax / MAT credit entitlement	-	-
Other	-	-
Income tax expense in the Statement of Profit and Loss	-	-



Notes to financial statements as at and for the year ended March 31, 2023 : (cont)

Particulars	For the year ended	For the year ended
	March 31, 2023	March 31, 2022
<b>34 Earnings / (loss) per equity share</b>		
<b>(I) Basic</b>		
a. Profit after tax	67,87,299	(3,28,54,554)
b. (i) Number of Equity Shares at the beginning of the year	47,50,000	47,50,000
(ii) Number of Equity Shares at the end of the year	47,50,000	47,50,000
(iii) Weighted average number of Equity Shares outstanding during the year	47,50,000	47,50,000
(iv) Face Value of each Equity Share (Rs.)	10	10
c. Basic Earning per Share [a / (b(iii))] (Rs.)	1.43	(6.92)
<b>(II) Diluted</b>		
a. Dilutive potential Equity Shares	47,50,000	47,50,000
b. Weighted Average number of Equity Shares for computing Dilutive earning per Share	47,50,000	47,50,000
c. Diluted Earning / (Loss) per Share [same as (I)(c) above] (Rs.)	1.43	(6.92)

Particulars	As at	As at
	March 31, 2023	March 31, 2022
	Amount in Rs.	Amount in Rs.
<b>35 Contingent liabilities and Commitments</b>		
<b>A. Contingent liabilities</b>		
Claims against the Company not acknowledged as debts :		
Provident Fund litigations	-	35,78,925
<b>36 Leave and License</b>		
a. The Company has leave and license agreement for 4 Acre of land at Nadia District. The tenure of Lease is for 99 Years . There is no obligation for automatic renewal of these lease agreements and is renewable by mutual consent.		
1 Gross Carrying Amount	50,65,000	50,65,000
2 Accumulated Depreciation	-	-
3 Depreciation recognised in Statement of Profit and Loss for the year ended.	-	-
b. Income earned from operating Leases recognised in statements of profit and loss during April-22 to Mar-23		
Income from Leases of investment property	80,002	80,002
<b>Total</b>	<b>80,002</b>	<b>80,002</b>

i) **Maturity Analysis of Lease payments receivable**

The maturity analysis of Lease payment receivable under operating leases from the year ending 31st March 2023 is as follows:

"As at 31st Mar- 2023"	Within 1 year	1-2 Years	2-3 years	3-4 years	4-5 years	>5 Years	Total
Undiscounted Lease Payment	80,002	80,002	80,002	80,002	80,002	68,59,053	72,59,063



**Notes to financial statements as at and for the year ended March 31, 20223 : (cont)**
**37 Segment information**

The board of directors of the Company has appointed Mr. Swapan Kumar Das as Chief Operating Decision Maker (CODM) as defined by Ind AS 108, Operating Segments. The CODM evaluates the Company's performance and allocates resources based on an analysis of various performance indicators.

The Company deals with various customers, and there was no customer to whom sales of 10% or more of the Company's Revenue were made.

**Segment Report**

<b>REPORTING OF BUSINESS SEGMENT INFORMATION</b>						
<b>Rs. In Lakh</b>						
<b>Sl. No.</b>	<b>PARTICULARS</b>	<b>Quarter ended</b>			<b>Year Ended</b>	<b>Previous Year ended</b>
		<b>31.03.2023 (Audited)</b>	<b>31.12.2022 (Unaudited)</b>	<b>31.03.2022 (Audited)</b>	<b>31.03.2023 (Audited)</b>	<b>31.03.2022 (Audited)</b>
<b>I</b>	<b>Segment Revenue</b>					
	(a) Electrical Goods	1,299.21	1,472.59	1,655.55	5,920.51	5,183.70
	(b) Sugar	(1.20)	1.20	-	-	-
	(c) Agriculture	0.99	2.18	5.77	25.05	42.40
	<b>Total</b>	<b>1,299.00</b>	<b>1,475.97</b>	<b>1,661.32</b>	<b>5,945.56</b>	<b>5,226.10</b>
	Less: Inter Segement Revenue	-	-	-	-	-
	<b>Revenue from Operations</b>	<b>1,299.00</b>	<b>1,475.97</b>	<b>1,661.32</b>	<b>5,945.56</b>	<b>5,226.10</b>
<b>II</b>	<b>Segment Results(Profit before Finance Cost and Taxes)</b>					
	(a) Electrical Goods	189.22	199.42	(37.21)	520.84	185.10
	(b) Sugar	(50.91)	(49.26)	(114.48)	(205.93)	(270.32)
	(c) Agriculture	(12.40)	(2.14)	(15.16)	(2.21)	6.98
	<b>Total</b>	<b>125.91</b>	<b>148.02</b>	<b>(166.85)</b>	<b>312.70</b>	<b>(78.24)</b>
	<b>Less:</b>					
	(a) Finance Cost	32.27	72.69	11.99	244.83	250.30
	(b) Other Unallocable (Income)	-	-	-	-	-
	<b>Profit Before Tax</b>	<b>93.64</b>	<b>75.33</b>	<b>(178.84)</b>	<b>67.87</b>	<b>(328.54)</b>
<b>III</b>	<b>Segment Assets</b>					
	(a) Electrical Goods	2,495.93	2,135.26	2,839.15	2,495.93	2,839.15
	(b) Sugar	216.70	256.52	377.34	216.70	377.34
	(c) Agriculture	4,427.86	4,439.38	4,440.90	4,427.86	4,440.90
	(d) Unallocated	-	-	-	-	-
	<b>Total Segment Assets</b>	<b>7,140.49</b>	<b>6,831.15</b>	<b>7,657.39</b>	<b>7,140.49</b>	<b>7,657.39</b>
<b>IV</b>	<b>Segment Liabilites</b>					
	(a) Electrical Goods	4,189.35	4,032.29	4,855.24	4,189.35	4,855.24
	(b) Sugar	(1,902.42)	(1,913.51)	(1,947.70)	(1,902.42)	(1,947.70)
	(c) Agriculture	2,990.36	2,989.49	3,001.20	2,990.36	3,001.20
	(d) Unallocated	-	-	-	-	-
	<b>Total Segment Liabilities</b>	<b>5,277.29</b>	<b>5,108.27</b>	<b>5,908.74</b>	<b>5,277.29</b>	<b>5,908.74</b>
<b>V</b>	<b>Segment Capital (III - IV)</b>					
	(a) Electrical Goods	(1,693.42)	(1,897.03)	(2,016.09)	(1,693.42)	(2,016.09)
	(b) Sugar	2,119.12	2,170.03	2,325.04	2,119.12	2,325.04
	(c) Agriculture	1,437.50	1,449.89	1,439.70	1,437.50	1,439.70
	(d) Unallocated	-	-	-	-	-
	<b>Total Segment Liabilities</b>	<b>1,863.20</b>	<b>1,722.88</b>	<b>1,748.65</b>	<b>1,863.20</b>	<b>1,748.65</b>



**Notes to financial statements as at and for the year ended March 31, 2023 : (cont)**

38 Employee benefit obligations / expenses

(I) Post Employment Defined Contribution Plan

The Company contributes to the Provident Fund (PF) maintained with the Regional Provident Fund Commissioner. Under the PF scheme contributions are made by both the Company and its eligible employees to the Fund, based on the current salaries. An amount of Rs. 10,24,094/- (31 March 2022 : Rs 6,71,055/-) has been charged to the Statement of Profit and Loss towards Company's contribution to the aforesaid PF scheme. Apart from making monthly contribution to the scheme, the Company has no other obligation.

(II) Post Employment Defined Benefit Plan-Gratuity (Funded)

The Company provides for Gratuity, a defined benefit retirement plan covering eligible employees. As per the scheme, the Gratuity Trust Funds managed by the Life Insurance Corporation of India (LIC) make payment to vested employees on the event of retirement, death, incapacitation or termination of employment, of an amount based on the respective employee's eligible salary for specified number of days, as per provisions of Gratuity Act depending upon the tenure of service subject to a maximum limit of Rs.2,000,000. Vesting occurs upon completion of five years of service. Liabilities with regard to the Gratuity Plan are determined by actuarial valuation as set out in Note 38 (III) and (IV), based on which, the Company makes contributions to the Gratuity Fund.

The following Table sets forth the particulars in respect of the aforesaid Gratuity fund of the Company.

<b>(III) Balance Sheet amounts - Post employment Defined benefit plan - Gratuity (Funded)</b>			
	<b>Present value of obligation</b>	<b>Fair value of plan assets</b>	<b>Net amount</b>
<b>1 April 2021</b>	94,52,797	32,45,886	62,06,911
Current service cost	10,14,609	-	10,14,609
Interest cost / income	6,52,243	2,27,416	4,24,827
Investment income	-	-	-
<b>Total amount recognised in profit or loss</b>	16,66,852	2,27,416	14,39,436
Remeasurement (gains) / losses	-	-	-
- Change in Demographic assumptions	(37,103)	-	(37,103)
- Change in Financial assumptions	(9,71,862)	-	(9,71,862)
- Experience Variance (i.e Actual Experience vs assumptions)	-	41,99,799	(41,99,799)
- Return on plan asset, excluding amount recognised in net interest expense	(10,08,965)	41,99,799	(52,08,764)
<b>Total amount recognised in Other Comprehensive Income</b>	-	1,00,000	(1,00,000)
Contribution by employer	-	-	-
Benefits paid	-	-	-
<b>31 March 2022</b>	<b>1,01,10,684</b>	<b>77,73,101</b>	<b>23,37,583</b>
<b>1 April 2022</b>	1,01,10,684	77,73,101	23,37,583
Current service cost	10,03,875	-	10,03,875
Interest cost / income	7,17,859	5,40,288	1,77,571
Investment income	-	-	-
<b>Total amount recognised in profit or loss</b>	17,21,734	5,40,288	11,81,446
Remeasurement (gains) / losses	-	-	-
- Change in Demographic assumptions	(12,315)	-	(12,315)
- Change in Financial assumptions	(22,90,637)	-	(22,90,637)
- Experience Variance (i.e Actual Experience vs assumptions)	-	21,851	(21,851)
- Return on plan asset, excluding amount recognised in net interest expense	(23,02,952)	21,851	(23,24,803)
<b>Total amount recognised in Other Comprehensive Income</b>	-	-	-
Contribution by employer	-	-	-
Benefits paid	3,26,827	3,26,827	-
<b>31 March 2023</b>	<b>92,02,639</b>	<b>80,08,413</b>	<b>11,94,226</b>

**Notes to financial statements as at and for the year ended March 31, 2023 : (cont)**

Particulars	As at March 31, 2023	As at March 31, 2022
<b>(IV) The net amount disclosed above relates to the aforesaid Gratuity Plan (Funded) is as follows:</b>		
<b>Reconciliation of the Present Value of the Defined Benefit Obligation and the Fair Value of Plan Assets:</b>		
Present Value of funded obligation at the end of the year	92,02,639	1,01,10,684
Fair Value of Plan Assets at the end of the year	80,08,413	77,73,101
<b>Net Asset/(Liability) recognised in the Balance Sheet</b>	<b>11,94,226</b>	<b>23,37,583</b>
<b>Principal Actuarial Assumption Used:</b>		
Discount Rates	7.30%	7.10%
Expected Salary increase rates	5.00%	5.00%
Mortality	IALM(06-08) Ultimate	IALM(06-08) Ultimate

The Company ensures that the investment positions are managed within an Asset - Liability Matching (ALM) framework that has been developed to achieve investment that are in line with the obligation under the Gratuity scheme. Within this framework the Company's ALM objective is to match asset with gratuity obligation. The Company actively monitor how the duration and the expected yield of instruments are matching the expected cash outflow arising from the gratuity obligations. The Company has not changed the process used to manage its risk from previous period. The Company does not use derivatives to manage its risk. The gratuity scheme is funded with LIC which has good track record of managing fund.

**Maturity Profile of Defined Benefit Obligation**

Weighted average duration (based on discounted cashflow) is 11 Years.

The expected maturity analysis of undiscounted gratuity benefit is as follows:

	1 Year	2 to 5 Year	6 to 10 Year	> 10 Year	Total
<b>As at 31 March 2023</b> Defined benefit obligation	25,54,240	40,41,321	18,92,510	-	84,88,071
<b>As at 31 March 2022</b> Defined benefit obligation	44,34,671	31,93,011	28,93,836	-	1,05,21,518
<b>As at 31 March 2021</b> Defined benefit obligation	48,06,059	28,68,215	20,01,063	-	96,75,337
<b>As at 31 March 2020</b> Defined benefit obligation	1,25,05,059	59,76,971	97,55,409	11,82,48,198	14,64,85,637
<b>As at 31 March 2019</b> Defined benefit obligation	99,74,439	1,70,66,715	64,12,009	97,69,437	4,32,22,600
<b>As at 31 March 2018</b> Defined benefit obligation	42,77,685	55,88,933	32,75,596	28,74,566	1,60,16,780

**(V) Sensitivity Analysis**

The following table present a sensitivity analysis to one of the relevant actuarial assumption, holding other assumptions constant, showing how the defined benefit obligation would have been affected by changes in the relevant actuarial assumptions that were reasonably possible at the reporting date.

	As at March 31, 2023		As at March 31, 2022	
	Decrease	Increase	Decrease	Increase
Discount Rate (-/+1%)	97,03,926	87,85,236	1,05,87,180	96,80,953
Salary Growth Rate (-/+1%)	87,48,296	97,38,326	97,05,858	1,05,58,703
Attrition Rate (-/+50%)	91,68,683	92,62,490	1,00,78,747	1,01,37,772
Mortality Rate (-/+10%)	91,93,904	92,11,366	-	-

The above sensitivity analyses are based on a change in an assumption while holding all other assumptions constant. In practice, this is unlikely to occur, and changes in some of the assumptions may be correlated. When calculating the sensitivity of the defined benefit obligation to significant actuarial assumptions the same method (present value of the defined benefit obligation calculated with the projected unit credit method at the end of the reporting period) has been applied as when calculating the defined benefit liability recognised in the balance sheet. The methods and types of assumptions used in preparing the sensitivity analysis did not change compared to the prior period.



Notes to financial statements as at and for the year ended March 31, 2023 : (cont)

<b>(VI) Balance Sheet amounts - Post employment Defined benefit plan - Leave (Funded)</b>			
	<b>Present value of obligation</b>	<b>Fair value of plan assets</b>	<b>Net amount</b>
<b>1 April 2021</b>	42,30,335	8,39,446	33,90,889
Current service cost	8,34,263	-	8,34,263
Interest cost / income	2,91,893	63,097	2,28,796
Investment income	-	-	-
<b>Total amount recognised in profit or loss</b>	11,26,156	63,097	10,63,059
<b>Remeasurement (gains) / losses</b>			
- Change in Demographic assumptions	-	-	-
- Change in Financial assumptions	(68,991)	-	(68,991)
- Experience Variance (i.e Actual Experience vs assumptions)	(11,91,303)	-	(11,91,303)
- Return on plan asset, excluding amount recognised in net interest expense	-	(1,40,135)	1,40,135
<b>Total amount recognised in Other Comprehensive Income</b>	(12,60,294)	(1,40,135)	(11,20,159)
Contribution by employer	-	1,50,000	(1,50,000)
Benefits paid	-	-	-
<b>31 March 2022</b>	<b>40,96,197</b>	<b>9,12,408</b>	<b>31,83,789</b>
<b>1 April 2022</b>	40,96,197	9,12,408	31,83,789
Current service cost	10,52,397	-	10,52,397
Interest cost / income	2,90,830	39,390	2,51,440
Investment income	-	-	-
<b>Total amount recognised in profit or loss</b>	13,43,227	39,390	13,03,837
<b>Remeasurement (gains) / losses</b>			
- Change in Demographic assumptions	-	-	-
- Change in Financial assumptions	(39,338)	-	(39,338)
- Experience Variance (i.e Actual Experience vs assumptions)	(23,26,080)	-	(23,26,080)
- Return on plan asset, excluding amount recognised in net interest expense	-	(22,973)	22,973
<b>Total amount recognised in Other Comprehensive Income</b>	(23,65,418)	(22,973)	(23,42,445)
Contribution by employer	-	-	-
Benefits paid	7,15,241	7,15,241	-
<b>31 March 2023</b>	<b>23,58,765</b>	<b>2,13,584</b>	<b>21,45,181</b>

<b>(VII) The net amount disclosed above relates to the aforesaid Leave Encashment Plan (Funded) is as follows:</b>		
	<b>As at March 31,2023</b>	<b>As at March 31,2022</b>
<b>Reconciliation of the Present Value of the Defined Benefit</b>		
Present Value of funded obligation at the end of the year	23,58,765	40,96,197
Fair Value of Plan Assets at the end of the year	2,13,584	9,12,408
<b>Net Asset / (Liability) recognised in the Balance Sheet</b>	<b>21,45,181</b>	<b>31,83,789</b>
	<b>As at March 31,2023</b>	<b>As at March 31,2022</b>
<b>Principal Actuarial Assumption Used:</b>		
Discount Rates	7.30%	7.10%
Expected Salary increase rates	5.00%	5.00%
Mortality	IALM(06-08) Ultimate	IALM(06-08) Ultimate

The Company ensures that the investment positions are managed within an Asset - Liability Matching (ALM) framework that has been developed to achieve investment that are in line with the obligation under the Gratuity scheme. Within this framework the Company's ALM objective is to match asset with gratuity obligation. The Company actively monitor how the duration and the expected yield of instruments are matching the expected cash outflow arising from the gratuity obligations. The Company has not changed the process used to manage its risk from previous period. The Company does not use derivatives to manage its risk. The gratuity scheme is funded with LIC which has good track record of managing fund.

**Notes to financial statements as at and for the year ended March 31, 2023 : (cont)**
**Maturity Profile of Defined Benefit Obligation**

Weighted average duration (based on discounted cashflow) is 11 Years  
The expected maturity analysis of undiscounted gratuity benefit is as follows:

	1 Year	2 to 5 Year	6 to 10 Year	> 10 Year	Total
<b>As at 31 March 2023</b> Defined benefit obligation	3,43,381	8,056	9,60,438	-	13,11,875
<b>As at 31 March 2022</b> Defined benefit obligation	7,10,560	14,25,594	17,99,051	-	39,35,205
<b>As at 31 March 2021</b> Defined benefit obligation	7,89,324	15,00,808	20,33,632	-	43,23,764
<b>As at 31 March 2020</b> Defined benefit obligation	7,72,727	4,09,069	20,71,232	1,21,00,622	1,53,53,650

**(VIII) Sensitivity Analysis**

The following table present a sensitivity analysis to one of the relevant actuarial assumption, holding other assumptions constant, showing how the defined benefit obligation would have been affected by changes in the relevant actuarial assumptions that were reasonably possible at the reporting date.

	As at March 31, 2023		As at March 31, 2022	
	Decrease	Increase	Decrease	Increase
Discount Rate (-/+1%)	50,23,080	21,76,669	44,70,586	37,72,867
Salary Growth Rate (-/+1%)	21,63,128	25,81,144	37,55,923	44,85,948
Attrition Rate (-/+50%)	23,18,351	23,94,990	40,28,295	41,56,797
Mortality Rate (-/+10%)	23,60,521	23,57,014	-	-

The above sensitivity analyses are based on a change in an assumption while holding all other assumptions constant. In practice, this is unlikely to occur, and changes in some of the assumptions may be correlated. When calculating the sensitivity of the defined benefit obligation to significant actuarial assumptions the same method (present value of the defined benefit obligation calculated with the projected unit credit method at the end of the reporting period) has been applied as when calculating the defined benefit liability recognised in the balance sheet. The methods and types of assumptions used in preparing the sensitivity analysis did not change compared to the prior period.

**(IX) Risk Exposure:**

Valuations are performed on certain basic set of pre-determined assumptions and other regulatory framework which may vary overtime. Thus, the Company is exposed to various risks in providing the above gratuity benefit, the most significant of which are as follows:

**(X) Interest Rate risk:**

The plan exposes the Company to the risk of fall in interest rates. A fall in interest rates will result in an increase in the ultimate cost of providing the above benefit and will thus result in an increase in the value of the liability (as shown in financial statements).

**(XI) Liquidity Risk:**

This is the risk that the company is not able to meet the short term gratuity pay-outs. This may arise due to non availability of enough cash/cash equivalents to meet the liabilities.

**(XII) Salary Escalation Risk:**

The present value of the defined benefit plan is calculated with the assumption of salary increase rate of plan participants in future. Deviation in the rate of increase of salary in future for plan participants from the rate of increase in salary used to determine the present value of obligation will have a bearing on the plan's liability.

**(XIII) Demographic Risk:**

The Company has used certain mortality and attrition assumptions in valuation of the liability. The Company is exposed to the risk of actual experience turning out to be worse compared to the assumption.

**(XIV) Regulatory Risk:**

Gratuity benefit is paid in accordance with the requirements of the Payment of Gratuity Act, 1972 (as amended from time to time). There is a risk of change in regulations requiring higher gratuity payouts (e.g. Increase in the maximum limit on gratuity of Rs. 20,00,000). An upward revision of maximum gratuity limit will result in gratuity plan obligation.



Notes to financial statements as at and for the year ended March 31, 2023 : (cont)

**39 Financial Instruments disclosure**

**(A) CATEGORIES OF FINANCIAL INSTRUMENTS**

Particulars	Ref Note No.	As at 31st March, 2023	As at 31st March, 2022
<b>Financial Assets</b>			
<b>Measured at Amortised Cost</b>			
Trade receivables	10	8,89,01,479	12,32,40,736
Cash and Cash Equivalents	11	31,55,997	40,80,701
Bank balances other than cash and cash equivalents		-	-
Non-Current and Current Loans	6 & 12	3,18,85,468	5,27,84,407
<b>Total financial assets measured at amortised cost</b>		<b>12,39,42,944</b>	18,01,05,844
<b>Measured at Fair Value through Other Comprehensive Income</b>			
<b>Current Investments</b>			
Non Current Investments	5	2,45,79,943	2,88,73,063
<b>Total Financial Assets measured at Fair Value through Other Comprehensive Income</b>		<b>2,45,79,943</b>	2,88,73,063
<b>Financial Liabilities</b>			
<b>Measured at Amortised Cost</b>			
Non Current borrowings	16	6,08,77,573	11,29,44,363
Current borrowings	19	4,15,52,583	4,09,18,694
Trade Payables	20	-	-
Other financial liabilities	21	7,45,22,547	11,52,41,128
<b>Total financial liabilities measured at amortised cost</b>		<b>17,69,52,703</b>	26,91,04,185
<b>Measured at Fair Value through Profit or Loss</b>			
<b>Total financial liabilities measured at Fair Value through Profit or Loss</b>		-	-

<b>(B) Fair Values</b>			
Class wise fair value of the Company's financial instruments:			
Particulars		As at 31st March, 2023	As at 31st March, 2022
Non Current Investments, other than investment in subsidiary and joint venture (quoted)		1	1
Non Current Investments, other than investment in subsidiary and joint venture (unquoted)		2,45,79,943	2,88,73,063

(C) Fair value hierarchy

The following table provides the fair value measurement hierarchy of the Company's financial assets and liabilities. The different levels have been defined below:

- Level 1: quoted prices (unadjusted) in active markets for identical assets or liabilities
- Level 2: inputs other than quoted prices included within Level 1 that are observable for the asset or liability, either directly (i.e., as prices) or indirectly (i.e., derived from prices)
- Level 3: inputs for the asset or liability that are not based on observable market data (unobservable inputs)

Particulars	Date of valuation	Fair value measurement using		
		"Quoted prices in active markets (Level 1)"	"Significant observable inputs (Level 2)"	"Significant observable inputs (Level 3)"
<b>Quantitative disclosures of fair value measurement hierarchy for assets as at 31st March 2023:</b>				
<b>A. Financial assets:</b>				
<b>Assets measured at fair value:</b>				
Non Current Investments, other than investment in subsidiary and joint venture (quoted)	31st March 2023	1	-	-
Non Current Investments, other than investment in subsidiary and joint venture (unquoted)	31st March 2023	-	-	2,45,79,943
<b>Quantitative disclosures of fair value measurement hierarchy for assets as at 31st March 2022:</b>				
<b>A. Financial assets:</b>				
<b>Assets measured at fair value:</b>				
Non Current Investments, other than investment in subsidiary and joint venture (quoted)	31st March 2022	1	-	-
Non Current Investments, other than investment in subsidiary and joint venture (unquoted)	31st March 2022	-	-	2,88,73,063

**Notes to financial statements as at and for the year ended March 31, 2023 : (cont)**

**Fair Value Technique**

The fair values of the financial assets and liabilities are included at the amount that would be received to sell an asset or paid to transfer a liability in an orderly transaction between participants at the measurement date. The following methods and assumptions were used to estimate the fair values:

- (a) The fair value of cash and cash equivalents, trade receivables, trade payables, current financial liabilities and borrowings approximate their carrying amount largely due to the short-term nature of these instruments. The board considers that the carrying amounts of financial assets and financial liabilities recognised at cost/amortised costs in the financial statements approximates their fair values.
- (b) Investments in quoted equity shares are measured using quoted market prices at the reporting date multiplied by the quantity held.
- (c) Fair Value for valuation of unquoted equity instruments is arrived based on management estimate.

**40 Financial Risk Management objectives and policies**

The Company's principal financial liabilities comprise borrowings in domestic currency, capital creditors and trade and other payables. The main purpose of these financial liabilities is to finance the Company's operations. The Company's principal financial assets include loans, trade and other receivables, cash and cash equivalents, investments at cost/fair value and deposits, that derive directly from its operations.

The Company is exposed to market risk, credit risk and liquidity risk. The Company's senior management oversees the management of these risks. The Board of Directors reviews and agrees policies for managing each of these risks, which are summarised below.

**A Market risk**

Market risk means that the fair value of future cash flows of a financial instrument will fluctuate because of changes in market prices. The goal of market risk management is optimization of profit and controlling the exposure to market risk within acceptable limits. Market risk comprises two types of risk: 'Foreign currency risk', 'Interest rate risk', and 'Price risk on traded goods'.

**Price Risk on Traded Goods**

The company is impacted by the price volatility of goods in which the Company trades. To minimize the risk related to price of traded goods, the Company obtain order for sales from buyers prior to purchase of goods with immediate despatch to buyer.

**B Credit risks**

Credit risk is the risk of financial loss to the Company if a customer or counterparty to a financial instrument fails to meet its contractual obligations, and arises principally from the Company's receivables from customers and others. In addition, credit risk arises from financial guarantees.

The Company implements a credit risk management policy under which the Company only transacts business with counterparties that have a certain level of credit worthiness based on internal assessment of the parties, financial condition, historical experience, and other factors. The Company's exposure to credit risk is influenced mainly by the individual characteristics of each customer. The Company has established a credit policy under which each new customer is analyzed individually for creditworthiness.

**(i) Credit risk exposure**

The carrying amount of financial assets represents the Companies's maximum exposure to credit risk. The maximum exposure to credit risk as of 31 March 2023 & 31 March 2022 are as follows:

Particulars	As at March 31,2023	As at March 31,2022
Trade receivables (net)	8,89,01,479	12,32,40,736
Cash and Cash Equivalents	31,55,997	40,80,701
Bank balances other than cash and cash equivalents	-	-
Non-Current and Current Loans	3,18,85,468	5,27,84,407



**Notes to financial statements as at and for the year ended March 31, 2023 : (cont)**

**C Liquidity Risk**

The Company's objective is to at all times maintain optimum level of liquidity to meet its cash and collateral requirement at all times. The need of the funds of the company are being met by internal accrual and borrowings. The short and medium term requirements are met through the committed lines of credit.

The table provides undiscounted cash flow towards non-derivative financial liability and net settled derivative financial liabilities into relevant maturities based on the remaining period at balance sheet date to contractual maturity date.

Particulars	0 - 180 days	181 - 365 days	Payable in more than 1 year	Total
<b>As at 31st March 2023</b>				
Non Current borrowings	-	-	6,08,77,573	6,08,77,573
Current borrowings	4,15,52,583	-	-	4,15,52,583
Trade Payables	21,16,62,673	-	-	21,16,62,673
Other financial liabilities	7,45,22,547	-	-	7,45,22,547
	<b>32,77,37,803</b>		<b>6,08,77,573</b>	<b>38,86,15,376</b>
<b>As at 31st March 2022</b>				
Non Current borrowings	-	-	11,29,44,363	11,29,44,363
Current borrowings	4,09,18,694	-	-	4,09,18,694
Trade Payables	20,15,55,255	-	-	20,15,55,255
Other financial liabilities	11,52,41,128	-	-	11,52,41,128
	<b>35,77,15,077</b>		<b>11,29,44,363</b>	<b>47,06,59,440</b>

**41 CAPITAL MANAGEMENT**

**A. Risk management**

The fundamental goal of capital management are to: - safeguard their ability to continue as a going concern, so that they can continue to provide returns for shareholders and benefits for other stakeholders, and - maintain an optimal capital structure to reduce the cost of capital. The Board of Directors has the primary responsibility to maintain a strong capital base and reduce the cost of capital through prudent management of deployed funds and leveraging opportunities in domestic and international financial markets so as to maintain investor, creditor and market confidence and to sustain future development of the business.

For the purpose of company's capital management, capital includes issued capital and all other equity reserves. The company manages its capital structure in light of changes in the economic and regulatory environment and the requirements of the financial covenants. The Company manages its capital on the basis of net debt to equity ratio which is net debt divided by total equity. Net debt are long-term and short-term debts as reduced by cash and cash equivalents. The Company is not subject to any externally imposed capital requirements.

The following table summarises the capital of the Company:

Particulars	As at March 31,2023	As at March 31,2022
Total borrowings	10,24,30,156	15,38,63,057
Less: Cash and cash equivalents	(31,55,997)	(40,80,701)
<b>Net Debt</b>	<b>9,92,74,159</b>	<b>14,97,82,356</b>
Equity	<b>18,63,19,584</b>	17,48,65,036
<b>Total Capital (Equity + Net Debt)</b>	<b>28,55,93,743</b>	32,46,47,392
<b>Net Debt to Equity ratio</b>	<b>53%</b>	86%

**42 Related Party Disclosure pursuant to Ind AS 24**

**(a) Related Parties**

<b>Name of entities in which Directors are interested</b>	M/s Khaitan Hotel Pvt. Ltd.	
	M/s Boisar Electricals & Appliances Ltd.	
	M/s Khaitan Lefin Limited	
<b>Key Managerial Personnel</b>	<b>Name</b>	<b>Designation</b>
	Mr. Sunay Krishna Khaitan	Director
	Ms. Vageesha Khaitan	Relative of Director
	Mr. Sandip Chatterjee	Director
	Mrs. Sujata Chatterjee	Director
	Mr. Manoj Chhawchharia	Director
	Mr. Gopal Mor	Director
	Mr. Ajay Ahlawat	Director
Mr. Swapan Kumar Das	Chief Financial Officer	
Mr. Pradip Halder	Company Secretary	



**Notes to financial statements as at and for the year ended March 31, 2023 : (cont)**
**(b) Details of Transactions with Related Parties**

Nature of Transactions	Name of related parties	Designation	31 March 2023	31 March 2022
Remuneration	Mr.Sunay Krishna Khaitan	Ex. Director	14,08,912	11,62,992
	Ms. Vageesha Khaitan	Manager	8,26,152	8,26,152
	Mr. Swapan Kumar Das	CFO	5,34,394	3,93,040
	Mr. Pradip Halдар	Company Secretary	5,82,000	4,56,181
Sitting Fees	Mr. Sandip Chatterjee	Director	60,000	60,000
	Mrs. Sujata Chatterjee	Director	60,000	60,000
Loan taken	Mr.Sunay Krishna Khaitan		36,90,000	38,50,000
	M/s Khaitan Hotel Pvt. Ltd.		10,30,000	1,87,92,000
	M/s Khaitan Lefin Limited		1,11,25,019	14,10,000
Loan paid	Mr.Sunay Krishna Khaitan		2,77,03,000	1,19,61,000
	M/s Khaitan Hotel Pvt. Ltd.		10,77,000	38,00,000
	M/s Khaitan Lefin Limited		10,94,977	7,51,055
Interest Paid	M/s Khaitan Hotel Pvt. Ltd.		34,17,538	24,71,631
Royalty Received	M/s. Boisar Electricals & Appliances Ltd.		21,16,474	26,02,799
Rent Paid	M/s.Khaitan Lefin Limited		6,00,000	6,00,000

**(c)Details of balances with Related Parties**
**Payables**

Particulars	As at March 31,2023	As at March 31,2022
	Amount	Amount
Mr.Sunay Krishna Khaitan	3,69,742	2,44,64,000
Ms. Vageesha Khaitan	18,21,046	17,52,934
Mr. Swapan Kumar Das	2,20,302	50,922
Mr. Sandip Chattopadhyay	15,000	15,000
Mrs. Sujata Chatterjee	15,000	30,000
Mr. Pradip Halдар	48,300	48,300
M/s Khaitan Hotel Pvt. Ltd.	4,04,76,686	3,74,47,902
M/s Khaitan Lefin Limited	-	(1,06,78,042)
M/s. Boisar Electricals & Appliances Ltd.	2,30,11,084	38,33,190
<b>Total:-</b>	<b>6,59,77,160</b>	<b>5,69,64,206</b>

**(c) Details of compensation paid to KMP**

	Mr.Sunay Krishna Khaitan	Ms. Vageesha Khaitan	Mr. Swapan Kumar Das	Mr. Pradip Halдар
	For the year ended March 31,2023	For the year ended March 31,2023	For the year ended March 31,2023	For the year ended March 31,2023
Short-Term Employee Benefits	6,996	6,996	705	6,996
Post-Employment Benefits	33,548	15,288	2,381	11,544
Long-Term Employee Benefits	-	-	-	-
Termination Benefits	-	-	-	-
Employee Share Based Payments	-	-	-	-
<b>Total Compensation</b>	<b>40,554</b>	<b>22,284</b>	<b>3,086</b>	<b>18,540</b>



**Notes to financial statements as at and for the year ended March 31, 2023 : (cont)**

43 As there is no certainty in utilising the deferred tax assets the same has not been recognised in the books of accounts.

44 Dues from officers Rs. 16,80,551/- (P.Y. 12,51,644/- )

45 Operational activity of the sugar division of the company is under suspension for more than 5 years as the division has incurred heavy losses because of various reasons like high cost of production and un-remunerative selling prices. The management has not considered the suspension of the activities sugar division as discontinued operation. In the opinion of the management the distressful operational & financial situation of the sugar division will improve in future as various remedial measures are being envisaged and initiated. Hence, pending implementation and conclusion of remedial measures the said sugar division has been considered as part of continuing business operations.

46 The management has carried out the impairment evaluation of Property, Plant and Equipment of the non-operative sugar division of the company as at Balance Sheet date and as per the management's assessment, recoverable amount/Value in use of such PPE assets of Sugar Division is in excess of the carrying value of such assets as at the year end date, except by an amount of Rs 14.07 Lakhs for which necessary impairment provision has been made in the financials.

47 The net worth of the company has gradually reduced and the company has incurred losses upto the half year ended 30th September 2022 and also in the immediately preceding few financial years. However, considering the financial results of the current year and the various business improvement related measures undertaken in the recent past, the Management is confident of improved results in subsequent periods and as such the accounts of the company have been prepared on going concern basis.

48 The balance of debtors, Creditors, Loan, advance, Claims and deposits are subject to confirmation/ reconciliation. In the opinion of the management, accounting adjustments, if any, arising therefrom are not likely to be material on conclusion of exercise of confirmation/reconciliation.

49 Additional disclosures required by Schedule III (Division II) of the act, as Amended

1) There was no proceeding has been initiated or pending against the company for holding any benami property under the Benami Transactions (Prohibition) Act, 1988 and rules made thereunder.

2) The Company has availed borrowings for working capital purpose from the banks on the basis of security of current assets. The Company files the statement of current assets with the bank on periodical basis. Following are the reconciliation between books of accounts and quarterly statements submitted to the lenders, where borrowings have been availed based on security of current assets:

**1 Inventory (Rs. In Lakhs)**

Sl. No.	Quarter	Name of Bank	Security Provided	Amount as per books of accounts	Amount as reported in quarterly statement	Amount of Difference	Reason for Material Difference
1	June-22	IDBI BANK & BANK OF BARODA	INVENTORY & BOOK DEBTS	474.09	601.15	(127.06)	Refer Note 1
2	Sept-22			548.08	675.14	(127.06)	
3	Dec-22			545.66	672.72	(127.06)	
4	Mar-23			568.99	703.70	(134.71)	

Sl. No.	Quarter	Name of Bank	Security Provided	Amount as per books of accounts	Amount as reported in quarterly statement	Amount of Difference	Reason for Material Difference
1	June-21	IDBI BANK & BANK OF BARODA	INVENTORY & BOOK DEBTS	711.93	772.85	(60.92)	Refer Note 2
2	Sept-21			733.61	701.06	32.55	
3	Dec-21			752.32	682.67	69.65	
4	Mar-22			712.06	510.34	201.72	

**Notes to financial statements as at and for the year ended March 31, 2023 : (cont)**

Note: 1. Bearer plant has been classified as fixed assets and same has been reported under fixed assets in Financial Statement but same was reported as biological assets under stock to bank.

Note: 2. Difference is due to provisional valuation of stock at the time of submitting the stock and receivable statement to bank.

**2 Trade Payable**
**Rs. in Lakh**

Reconciling item						
Sl. No.	Quarter	Amount as reported in the quarterly return / statement	Provision for services and expenses	others*	Amount as per books of accounts	Net difference
1	June-22	867.24	393.74	699.82	1,960.80	-
2	Sept-22	839.73	389.63	776.06	2,005.42	-
3	Dec-22	915.17	407.62	698.98	2,021.77	-
4	Mar-23	857.70	439.57	819.35	2,116.62	-

Reconciling item						
Sl. No.	Quarter	Amount as reported in the quarterly return / statement	Provision for services and expenses	others*	Amount as per books of accounts	Net difference
1	June-21	678.45	621.14	686.03	1,985.62	-
2	Sept-21	641.20	594.29	590.30	1,825.79	-
3	Dec-21	680.78	594.88	647.70	1,923.36	-
4	Mar-22	937.87	368.34	709.34	2,015.55	-

\*LC Facility taken from NBFC reported in financial statement as creditors but same is not considered in Statement submitted to Bank as the same is not in the nature of creditors but in the nature of financier.

**3 Trade Receivable (Rs. In Lakhs.)**

Reconciling item					
Sl. No.	Quarter	Amount as reported in the quarterly return / statement	Provision for doubtful debts	Amount as per books of accounts	Net difference
1	June-22	1204.23	(272.92)	931.31	-
2	Sept-22	1201.36	(233.04)	968.32	-
3	Dec-22	1247.76	(260.39)	987.37	-
4	Mar-23	1178.18	(289.17)	889.01	-

Reconciling item					
Sl. No.	Quarter	Amount as reported in the quarterly return / statement	Provision for doubtful debts	Amount as per books of accounts	Net difference
1	June-21	1038.14	(330.02)	708.12	-
2	Sept-21	1154.8	(245.68)	909.12	-
3	Dec-21	1182.49	(439.19)	743.30	-
4	Mar-22	1267.21	(34.80)	1,232.41	-

- 3) The company has not made any transactions with companies struck off under section 248 of the Companies Act, 2013 or section 560 of Companies Act, 1956.
- 4) The Company is not a holding company of any subsidiary company or not a subsidiary of a holding company. The compliance with the number of layers prescribed under clause (87) of section 2 of the Act read with the Companies (Restriction on number of Layers) Rules, 2017 is not applicable for the Company.
- 5) The Company has granted advances to and made investment in its associate and other companies which have been utilised by them in ordinary course of business for further investment as per their business requirement or for general corporate purpose. Details of the loans are as follows :

**Notes to financial statements as at and for the year ended March 31, 2023 : (cont)**
**As at 31 March 2023**

Name of intermediary	Relation	CIN	Nature of transaction	Date	Rs.
M/s Khaitan Lefin Limited	Associate upto Dec 2022	U65910WB1984PLC037480	Loan Given	Various Date	1,06,78,042
M/s Khaitan Lefin Limited	Associate upto Dec 2022	U65910WB1984PLC037480	Investment	Various Date	1,14,03,600

**As at 31 March 2022**

Name of intermediary	Relation	CIN	Nature of transaction	Date	Rs.
M/s Khaitan Lefin Limited	Associate	U65910WB1984PLC037480	Loan Given	Various Date	1,06,78,042
M/s Khaitan Lefin Limited	Associate	U65910WB1984PLC037480	Investment	Various Date	1,56,96,720

6) The Company has no transactions to report against the following disclosure requirements as notified by MCA pursuant to amended Schedule III:

- (a) Crypto Currency or Virtual Currency
- (b) Relating to borrowed funds:
  - i. Utilisation of share premium
  - ii. Discrepancy in utilisation of borrowings
  - iii. Current maturity of long term borrowings

7) The company has not applied an accounting policy retrospectively or made a restatement of any items in the financial statements.

8) The Company have not received any fund from any persons or entities with the understanding that the Company shall:

- a) directly or indirectly lend or invest in other persons or entities identified in any manner whatsoever by or on behalf of the Ultimate Beneficiaries or
- b) provide any guarantee, security or the like on behalf of the Ultimate Beneficiaries.

9) The Company have not any such transaction which is not recorded in the books of accounts that has been surrendered or disclosed as income during the year in the tax assessments under the Income Tax Act, 1961 (such as, search or survey or any other relevant provisions of the Income Tax Act, 1961).

10) As the company do not have turnover of Rs. 1000 crore or more or Net profit of Rs. 5 crore or more or Net worth of Rs. 500 crore or more in immediately preceding financial year, the provisions under section 135 of the companies act with regard to CSR activities is not applicable.

**50 Ratio analysis and its elements**

Ratio	Numerator	Denominator	Current Year	Previous Year
(a) Current Ratio	Total current assets	Total current liabilities	0.40	0.47
(b) Debt-Equity Ratio	Debt	Total Equity	0.55	0.88
(c) Debt Service Coverage Ratio	Earning for Debt Service = PAT + Depreciation + Interest + Non cash operation expenses/adjustment	Debt Service = Interest payments + Principal payments	0.39	-0.09
(d) Return on Equity Ratio	Profit for the year	Average total equity	0.04	-0.19
(e) Inventory turnover ratio	Revenue from operations	Average inventory	10.38	10.02
(f) Trade Receivables turnover ratio	Revenue from operations	Average trade receivables	5.61	4.61
(g) Trade Payable turnover ratio	Cost of goods sold = Total purchases + Change in inventory	Average trade payable	2.21	1.57
(h) Net capital turnover ratio	Revenue from operations	Average working capital = Total current assets - Total current liabilities	-1.91	-1.88
(i) Net profit ratio	Profit for the year	Revenue from operations	0.01	-0.06
(j) Return on capital employed	Profit before and finance costs	Capital employed = Net worth	0.17	-0.04
(k) Return on investment	Income generated from invested funds	Average invested fund in treasury investment	NA	NA



Notes to financial statements as at and for the year ended March 31, 2023 : (cont)

51 The Company have the following charges satisfaction which is yet to be registered with ROC beyond the statutory period :

S No	Charge Holder Name	Charge Id	Date of Creation	Date of Modification	Amount	Remarks
1	INDUSTRIAL DEVELOPMENT BANK OF INDIA LIMITED	10037472	02/02/2007	10/02/2007	7,00,00,000.00	Loan closed but Satisfaction form not filed by Bank
2	INDUSTRIAL DEVELOPMENT BANK OF INDIA LTD	80030473	16/12/2005	-	5,00,00,000.00	-DO-
3	IDBI BANK LIMITED	90253021	29/11/2005	14/08/2014	4,09,00,000.00	-DO-
4	INDUSTRIAL DEV. BANK OF INDIA LTD.	90253017	21/10/2005	-	3,00,00,000.00	-DO-
5	INDUSTRIAL DEV. BANK OF INDIA LTD.	90252968	31/03/2005	-	5,00,00,000.00	-DO-
6	STATE BANK OF PATIALA	90256120	28/01/2003	-	5,25,00,000.00	-DO-
7	WEST BENGAL INDUSTRIAL DEV. CORPORATION LTD.	90255045	03/01/2001	-	1,00,00,000.00	-DO-
8	STATE BANK OF PATIALA	90255937	08/07/1999	-	8,26,00,000.00	-DO-
9	INDUSTRIAL DEV. BANK OF INDIA LTD.	90255849	16/07/1997	-	3,00,00,000.00	-DO-
10	UCO BANK	90255696	29/09/1992	-	62,99,000.00	-DO-
11	UCO BANK	90255695	09/09/1992	-	36,98,000.00	-DO-
12	UCO BANK	90255692	22/08/1992	-	1,16,89,000.00	-DO-
13	WEST BENGAL INDUSTRIAL DEV. CORPORATION LTD.	90255594	11/12/1984	23/09/2002	60,00,000.00	-DO-
14	UNITED BANK OF INDIA	90255526	07/03/1957	08/10/2001	4,00,000.00	-DO-

**52 Previous year figures:**

The figures of previous year have been regrouped / reclassified wherever necessary to make them comparable with those of the current period.

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

**As per our Report of even date attached**

**For and on Behalf of the Board of Directors**

**For K.C. Bhattacharjee & Paul**  
Chartered Accountants  
Firm Regn. No. 303026E

**Sunay K. Khaitan**  
Director Cum Chief Financial Officer  
DIN:07585070

**Sandip Chattopadhyay**  
Director  
DIN:06875010

**Biswajit Datta**  
(Partner)  
Membership No. 055582  
UDIN: 23055582BGQZGN9664

**Place: Kolkata**  
**30th day of May, 2023**

Date: 11<sup>th</sup>, August 2023

Dear Shareholder.

**Sub:- Registration of email address**

In terms of Rule 18(3) of the Companies (Management and Administration) Rules, 2014, we request the shareholders of Khaitan (India) Limited who have till date not registered their e-mail id(s) with the Company to register their e-mail id(s) in order to receive the Notices of future Annual General Meeting and Annual Report of the Company in electronic form.

We, therefore, request you to fill up the registration form below and send it to Company's Share Registrar & Transfer Agent at M/s. Maheshwari Datamatics (P) Ltd. 23, R.N. Mukherjee Road, 5th Floor, Kolkata - 700001 for registration your email address Shareholders who hold shares in Demat form are requested approach concerned Depository Participant for updating/modifying the e-mail id(s) as the case may be.

**For KHAITAN (INDIA) LTD.**

**Ankit Sugandh**  
**Company Secretary and Compliance Officer**

**EMAIL REGISTRATION FORM**

To\*:

The Company (for Members holding shares in physical mode)/

The Depository Participants (for Members holding shares in Demat mode)

Sub: Registration of email address (Khaitan (India) Ltd.)

I/We would like to receive Notices, Annual Reports and other communication/documents from the company in electronic mode. We request you register my/our email address for receiving communication/documents electronically as per following details:

Name of the Shareholder(s)	
Folio No./DP ID/ Client ID	
Email Address	
Mobile No.	

Date:

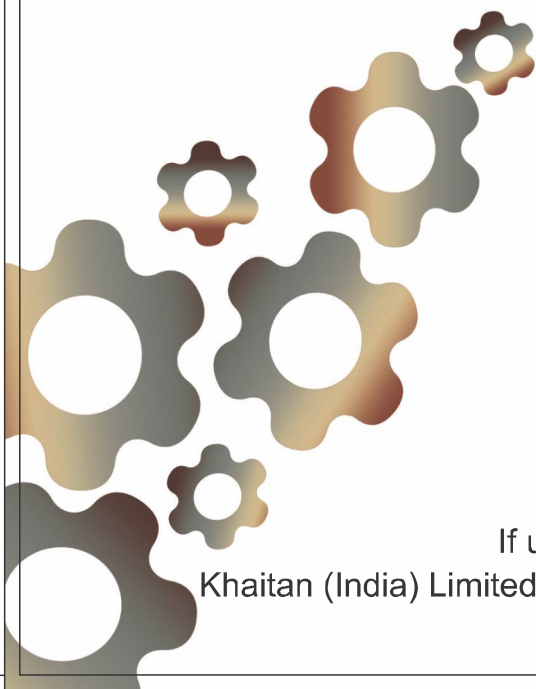
Place:

Signature of the Shareholder(s)\*\*

\* Please tick as applicable.

\*\*Please ensure that the form is signed by the registered shareholder himself, along with joint shareholder, if any

## BOOK - POST



**The name is enough**

[www.khaitansugar.in](http://www.khaitansugar.in)

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Khaitan (India) Limited. 46C, J.L.Nehru Road, Kolkata - 700 071 (India)