



September 19, 2023

To
BSE Limited
Listing Dept. / Dept. of Corporate Services
Phiroze Jeejeebhoy Towers,
25th Floor, Dalal Street,
Mumbai – 400001

Scrip Code: 533407

Dear Sir / Madam,

Sub: Submission of Annual Report for the Financial Year 2022-23

Pursuant to Regulation 34(1) of Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015, please find enclosed the Annual Report of the Company for the financial year 2022-23 along with the Notice of the 19th Annual General Meeting (“AGM”) of the Company.

Kindly take the same on record.

Thanking you,

Yours faithfully,
For CIL Nova Petrochemicals Limited

Vivekanand Chaudhary
Whole Time Director
DIN: 09815515

Encl: As above

19TH
ANNUAL REPORT
2022-2023



Company Information

BOARD OF DIRECTORS

1. Mr. Jyotiprasad Chiripal
2. Mr. Murlimanohar Goyal
3. Ms. Chinar Jethwani
4. Mr. Pooransingh Mathuria (upto 19th September, 2022)
5. Mr. Chintan Patel
6. Mrs. Pooja Shah
7. Mr. Vivekanand Chaudhary (w.e.f. 17th December, 2022)

CHIEF EXECUTIVE OFFICER

Mr. Shashank Paranjape

CHIEF FINANCIAL OFFICER

Mr. Satish Bhatt

COMPANY SECRETARY

Ms. Forum Bhuva

BANKERS

1. State Bank of India
2. Bank of Baroda

REGISTERED OFFICE & PLANT

Survey No. 396(P), 395/4(P),
Moraiya Village, Sarkhej-Bavla Highway,
Tal. Sanand, Ahmedabad-382210.
Phone : +91-9825800060
Fax : +91-2717-250556,251612
Email : investorgrievances.cilnova@chiripalgroup.com
Website: www.cnpl.com

CORPORATE IDENTIFICATION NUMBER

L17111GJ2003PLC043354

CORPORATE OFFICE

"Chiripal House", Shivranjani Cross Roads,
Satellite, Ahmedabad - 380015.
Tel : 91-079-26734660-2-3
Fax : 91-079-26768656

REGISTRAR & TRANSFER AGENT

Link Intime India Private Limited

5th floor, 506 to 508, Amarnath Business Centre - I (ABC - I),
Beside Gala Business Centre,
Nr. St. Xavier's College Corner Off C. G. Road,
Navarangpura, Ahmedabad - 380009
Tel No : 079-26465179
Fax No : 079-26465179
Email : ahmedabad@linkintime.co.in

Annual Report 2022-2023

COMMITTEES OF BOARD

AUDIT COMMITTEE

Mr. Murlimanohar Goyal	Chairman
Mr. Jyotiprasad Chiripal	Member
Ms Chinar Jethwani	Member

NOMINATION & REMUNERATION COMMITTEE

Mr. Murlimanohar Goyal	Chairman
Mr. Jyotiprasad Chiripal	Member
Ms Chinar Jethwani	Member

STAKEHOLDERS RELATIONSHIP COMMITTEE

Mr. Murlimanohar Goyal	Chairman
Mr. Jyotiprasad Chiripal	Member
Ms Chinar Jethwani	Member

CSR COMMITTEE

Mr Murlimanohar Goyal	Chairman
Mr. Jyotiprasad Chiripal	Member
Ms. Chinar Jethwani	Member

AUDITORS

J.T. Shah & Company

201/202 Lalita Complex,
Nr. Rajkot Nagarik Shahkari bank,
Mithakhali Cir, Mithakhali,
Navrangpura, Ahmedabad, Gujarat 380009

SECRETARIAL AUDITOR

K. Jatin & Co.
307, Abhijot Square, B/h. Divyabhaskar,
S.G. Highway, Ahmedabad - 380 051

CONTENTS	Page No.
Notice	1-7
Directors' Report	8-18
Management Discussion & Analysis Report	19-20
Report on Corporate Governance	21-31
Independent Auditors' Report	32-39
Balance Sheet	40
Statement of Profit & Loss	41
Cash Flow Statement	42
Notes Forming part of the Financial Statements	45-91

NOTICE OF ANNUAL GENERAL MEETING

Notice is hereby given that 19th Annual General Meeting (AGM/Meeting) of **CIL Nova Petrochemicals Limited** will be held on Friday 29th September, 2023 at 6:00 P.M. through Video Conferencing/Other Audio Visual means (VC/OAVM) to transact 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, the Reports of the Board of Directors and Auditors thereon.
2. To re-appoint Mr. Vivekanand Chaudhary (DIN: 09815515) who is liable to retire by rotation and being eligible, offers himself for re-appointment.

SPECIAL BUSINESS:

3. To Consider and if thought fit to pass with or without modification(s) or re-enactment(s) the following resolution as an Ordinary Resolution.

RESOLVED THAT, pursuant to the provisions of Section 148 and all other applicable provisions of the Companies Act, 2013 if any, and the Companies (Cost Records and Audit) Rules, 2014 (including any statutory modification(s) or re-enactment(s) thereof, for the time being in force), Consent of the Company be and is hereby accorded to the remuneration payable to M/s. A. G. Tulsian & Co., Cost Accountants (Firm Registration No. 100629) appointed by the Board of Directors of the Company to conduct the audit of the cost records of the Company for the financial year ending 31st March, 2023 as set out in the Statement annexed to the Notice convening this Annual General Meeting."

RESOLVED FURTHER THAT Board of Directors of the Company be and is hereby authorized as to do all such acts, deeds and things incidental thereto to give effect to the aforesaid resolution."

By Order of the Board
For, CIL Nova Petrochemicals Limited

Sd/-
Jyotiprasad Chiripal
Chairman
DIN: 00155695

Place: Ahmedabad
Date: 14th August, 2023

NOTES:

1. In view of the continuing COVID-19 pandemic, the Ministry of Corporate Affairs ("MCA") has vide its circular dated May 5, 2020 read with circulars dated April 8, 2020, April 13, 2020 and May 5, 2022 (collectively referred to as "MCA Circulars") permitted the holding of the Annual General Meeting ("AGM or Meeting") through VC / OAVM, without the physical presence of the Members at a common venue. In compliance with the provisions of the Companies Act, 2013 ("Act"), SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 ("SEBI Listing Regulations") and MCA Circulars, the AGM of the Company is being held through VC / OAVM.
2. **A MEMBER ENTITLED TO ATTEND AND VOTE AT THE ANNUAL GENERAL MEETING IS ENTITLED TO APPOINT ONE OR MORE PROXIES TO ATTEND AND VOTE INSTEAD OF HIMSELF/HERSELF AND THE PROXY NEED NOT BE A MEMBER.** Since this AGM is being held pursuant to the MCA 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 and Attendance Slip are not annexed to this Notice.
3. Corporate Members intending to send their authorized representatives to attend the Meeting pursuant to Section 113 of the Companies Act, 2013 are requested to send to the Company a certified copy of the relevant Board Resolution together with the specimen signatures of their authorized representatives to attend and vote on their behalf at the Meeting.
4. **The Explanatory Statement pursuant to Section 102 of the Companies Act, 2013, relating to Special Business setting out material facts is annexed hereto.**
5. Information as required under Regulation 36 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 with respect to Brief resume of Directors proposed to be appointed/re-appointed, nature of their expertise in specific functional areas, names of companies in which they hold Directorships and the Memberships of Board Committees, shareholding and relationships between directors inter-se as stipulated under SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, are provided in the Annexure to the explanatory statement attached to this Notice.

6. Shareholders may be aware that the Companies Act, 2013, permits service of the Notice of the Annual General Meeting through electronic mode. Further, in line with circular issued by the Securities and Exchange Board of India (SEBI) and consequent changes in the Rule 11 of the Companies (Accounts) Rules, 2014 as well as SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, companies can send Annual Report in electronic mode to Members who have registered their e-mail addresses for the purpose.

In view of the above, the Company would communicate the important and relevant information, events and send the documents including the intimations, notices, annual reports, financial statements etc. in electronic form, to the email address of the respective Member. To support green initiative of the Government in full measure, Members who have not registered their e-mail addresses, so far, are requested to register their e-mail addresses in the following manner:

The shareholders who are holding shares in demat form and have not yet registered their e-mail IDs with their Depository Participant are requested to register their e-mail address at the earliest. To enable the Company to use the same for serving documents to them electronically Shareholders holding shares in physical form may provide their e-mail address by sending an e-mail at novapetro23@gmail.com along with their Full Name and Folio Number.

Electronic copy of the Annual Report including Notice of the 19th Annual General Meeting of the Company inter-alia indicating the process and manner of e-voting is being sent to all the members whose email IDs are registered with the Company/Depository Participant(s) for communication purposes. The Annual Report of the Company would also be made available on the Company's website <http://cnpcil.com/annual-reports/>.

7. The Company or its Registrars and Transfer Agents, Link Intime India Private Limited ("Link Intime") cannot act on any request received directly from the Members holding shares in electronic form for any change of bank particulars or bank mandates. Such changes are to be advised only to the Depository Participants.
8. The Securities and Exchange Board of India (SEBI) has mandated the submission of Permanent Account Number (PAN) by every participant in securities market. Members holding shares in electronic form are, therefore, requested to submit their PAN to the Depository Participants with whom they maintain their demat accounts. Members holding shares in physical form should submit their PAN to Link Intime India Private Limited.
9. To prevent fraudulent transactions, members are advised to exercise due diligence and notify the Company/Registrar of any change in address or demise of any member as soon as possible. Members are also advised not to leave their demat account(s) dormant for long. Periodic statement of holdings should be obtained from the concerned Depository Participant and holdings should be verified.
10. **MEMBERS HOLDING EQUITY SHARES IN ELECTRONIC FORM, AND PROXIES THEREOF, ARE REQUESTED TO BRING THEIR DP ID AND CLIENT ID FOR IDENTIFICATION.** Members are requested to bring their Attendance Slip along with copies of their Annual Report at the meeting.
11. Member / proxy holder shall hand over the attendance slip, duly filled in all respect, at the entrance for attending the Meeting along with a valid identity proof such as the PAN card, passport, AADHAR Card or driving license.
12. With a view to serving the Members better and for administrative convenience, an attempt would be made to consolidate multiple folios. Members who hold shares in identical names and in the same order of names in more than one folio are requested to write to the Company to consolidate their holdings in one folio.
13. Since the AGM will be held through VC / OAVM, the Route Map is not annexed in this Notice.
14. During the period beginning 24 hours before the time fixed for the commencement of Meeting and ending with the conclusion of the Meeting, a Member would be entitled to inspect the proxies lodged at any time during the business hours of the Company. All documents referred to in the notice and the explanatory statement and other statutory registers shall be available for inspection by the Members at the registered office of the Company during office hours on all working days between 11.00 a.m. and 1.00 p.m., on all days except Saturdays, Sundays and public holidays, from the date hereof up to the date of the Meeting and at the venue of the Meeting for the duration of the Meeting.
15. In case of joint holders attending the meeting, only such joint holder who is higher in the order of name will be entitled to vote.
16. Members desirous for any information or queries on accounts / financial statements or relating thereto are requested to send their queries at least seven days in advance to the Company at its registered office address to enable the Company to collect the relevant information and answer them in the Meeting.
17. **Members who still hold share certificates in physical form are advised to dematerialize their shareholding to avail the benefits of dematerialization, which include easy liquidity, since trading is permitted in dematerialized form only, electronic transfer, savings in stamp duty and elimination of any possibility of loss of documents and bad deliveries.**
18. **Voting through Electronic means** In compliance with Section 108 and other applicable provisions of the Companies Act, 2013, if any, read with Rule 20 of the Companies (Management and Administration) Amendment Rules, 2015, and SEBI (LODR) Regulations, 2015,

the Company is pleased to provide its Shareholders with the facility of “remote e-voting” (e-voting from a place other than venue of the AGM), to enable them to cast their votes at the business at the 19th AGM may be transacted through such voting. The Company has entered into an agreement with Central Depository Services (India) Limited (CDSL) for facilitating e-voting to enable all its Shareholders to cast their vote electronically. The facility for voting, either through electronic voting system or ballot/polling paper shall also be made available at the venue of the AGM, apart from the remote e-voting facility provided prior to the date of AGM. The members attending the meeting, who have not already cast their vote through remote e-voting shall be able to exercise their voting rights at the meeting.

The Company has appointed M/s. K. Jatin & Co., Practicing Company Secretaries, as the Scrutinizer for conducting the remote e-voting and the voting process at the AGM in a fair and transparent manner. The Scrutinizer shall make a consolidated Scrutinizer's report of the total votes cast in favor or against, if any, during the remote e-voting, not later than three days of conclusion of the meeting, to the Chairman or a person, authorized by him in writing. The Chairman or a person, authorized by him in writing, shall declare the results of the AGM forthwith. The results declared along with the Scrutinizer's report shall be placed on the Company's website and on the website of CDSL and shall be communicated to the Stock Exchanges.

19. In accordance with Rule 20 of the Companies (Management and Administration) Amendment Rules, 2015, the Company has fixed **22nd September, 2023 as the “cut-off date”** to determine the eligibility to vote by electronic means or in the general meeting. A person whose name is recorded in the register of members or in the register of beneficial owners maintained by the depositories as on the cut-off date shall be entitled to avail the facility of remote e-voting as well as voting in the general meeting.
20. In compliance with the aforesaid MCA Circulars and SEBI Circular. 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/ Depositories. Members may note that the Notice and Annual Report 2022-23 will also be available on the Company's website www.cnpl.com, websites of the Stock Exchanges i.e. BSE Limited at www.bseindia.com and on the website of CDSL.
21. Members attending the AGM through VC / OAVM shall be counted for the purpose of reckoning the quorum under Section 103 of the Act.
22. Members holding shares in physical form are requested to promptly notify in writing any changes in their address/ bank account details to Link Intime India Private Limited, 506-508, Amarnath Business Centre - 1, Beside Gala Business Centre, Near St. Xavier's College Corner, Off C. G. Road, Navrangpura, Ahmedabad - 380 009. Members holding shares in electronic form are requested to notify the changes in the above particulars, if any, directly to their Depository Participants (DP).
23. The resolutions shall be deemed to be passed on the date of the Meeting, subject to receipt of sufficient votes.

THE INSTRUCTIONS FOR MEMBERS FOR REMOTE E-VOTING AND JOINING GENERAL MEETING ARE AS UNDER:-

1. Open the internet browser and launch the URL: <https://instameet.linkintime.co.in> & Click on “**Login**”.
- ▲ Select the “**Company**” and ‘**Event Date**’ and register with your following details: -
 - A. **Demat Account No. or Folio No:** Enter your 16 digit Demat Account No. or Folio No
 - Shareholders/ members holding shares in **CDSL demat account shall provide 16 Digit Beneficiary ID**
 - Shareholders/ members holding shares in NSDL demat account shall provide 8 Character DP ID followed by 8 Digit Client ID
 - Shareholders/ members holding shares in physical form shall provide Folio Number registered with the Company
 - B. **PAN:** Enter your 10-digit Permanent Account Number (PAN) (Members who have not updated their PAN with the Depository Participant (DP)/ Company shall use the sequence number provided to you, if applicable.
 - C. **Mobile No.:** Enter your mobile number.
 - D. **Email ID:** Enter your email id, as recorded with your DP/Company.
- ▲ Click “Go to Meeting” (You are now registered for InstaMeet and your attendance is marked for the meeting).

Instructions for Shareholders/ Members to Speak during the Annual General Meeting through InstaMeet:

1. Shareholders who would like to speak during the meeting must register their request with the company.
2. Shareholders will get confirmation on first cum first basis depending upon the provision made by the client.
3. Shareholders will receive “speaking serial number” once they mark attendance for the meeting.
4. Other shareholder may ask questions to the panellist, via active chat-board during the meeting.

5. Please remember speaking serial number and start your conversation with panellist by switching on video mode and audio of your device.

Shareholders are requested to speak only when moderator of the meeting/ management will announce the name and serial number for speaking.

Instructions for Shareholders/ Members to Vote during the Annual General Meeting through InstaMeet:

Once the electronic voting is activated by the scrutinizer during the meeting, shareholders/ members who have not exercised their vote through the remote e-voting can cast the vote as under:

1. On the Shareholders VC page, click on the link for e-Voting "Cast your vote"
2. Enter your 16 digit Demat Account No. / Folio No. and OTP (received on the registered mobile number/ registered email Id) received during registration for InstaMEET and click on 'Submit'.
3. After successful login, you will see "Resolution Description" and against the same the option "Favour/ Against" for voting.
4. Cast your vote by selecting appropriate option i.e. "Favour/Against" as desired. Enter the number of shares (which represents no. of votes) as on the cut-off date under 'Favour/Against'.
5. After selecting the appropriate option i.e. Favour/Against as desired and you have decided to vote, click on "Save". A confirmation box will be displayed. If you wish to confirm your vote, click on "Confirm", else to change your vote, click on "Back" and accordingly modify your vote.
6. Once you confirm your vote on the resolution, you will not be allowed to modify or change your vote subsequently.

Note: Shareholders/ Members, who will be present in the Annual General Meeting through InstaMeet facility and have not casted their vote on the Resolutions through remote e-Voting and are otherwise not barred from doing so, shall be eligible to vote through e-Voting facility during the meeting. Shareholders/ Members who have voted through Remote e-Voting prior to the Annual General Meeting will be eligible to attend/ participate in the Annual General Meeting through InstaMeet. However, they will not be eligible to vote again during the meeting.

Shareholders/ Members are encouraged to join the Meeting through Tablets/ Laptops connected through broadband for better experience.

Shareholders/ Members are required to use Internet with a good speed (preferably 2 MBPS download stream) to avoid any disturbance during the meeting.

Please note that Shareholders/ Members connecting from Mobile Devices or Tablets or through Laptops connecting via Mobile Hotspot may experience Audio/Visual loss due to fluctuation in their network. It is therefore recommended to use stable Wi-Fi or LAN connection to mitigate any kind of aforesaid glitches.

In case shareholders/ members have any queries regarding login/ e-voting, they may send an email to instameet@linkintime.co.in or contact on: - Tel: 022-49186175.

Remote e-Voting Instructions for shareholders:

As per the SEBI circular dated December 9, 2020, individual shareholders holding securities in demat mode can register directly with the depository or will have the option of accessing various ESP portals directly from their demat accounts.

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

1. Individual Shareholders holding securities in demat mode with NSDL
 1. Existing IDeAS user can visit the e-Services website of NSDL viz... <https://eservices.nsdl.com> either on a personal computer or on a mobile. On the e-Services home page click on the "Beneficial Owner" icon under "Login" which is available under 'IDeAS' section, this will prompt you to enter your existing User ID and Password. After successful authentication, you will be able to see e-Voting services under Value added services. Click on "Access to e-Voting" under e-Voting services and you will be able to see e-Voting page. Click on company name or e-Voting service provider name i.e. LINKINTIME and you will be re-directed to "InstaVote" website for casting your vote during the remote e-Voting period.
 2. If you are not registered for IDeAS e-Services, option to register is available at <https://eservices.nsdl.com> Select "Register Online for IDeAS Portal" or click at <https://eservices.nsdl.com/SecureWeb/IdeasDirectReg.jsp>
 3. Visit the e-Voting website of NSDL. Open web browser by typing the following URL: <https://www.evoting.nsdl.com/> either on a personal computer or on a mobile. Once the home page of e-Voting system is launched, click on the icon "Login" which is available under 'Shareholder/Member' section. A new screen will open. You will have to enter your User ID (i.e. your sixteen-digit demat

account number hold with NSDL), Password/OTP and a Verification Code as shown on the screen. 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 i.e. LINKINTIME and you will be redirected to "InstaVote" website for casting your vote during the remote e-Voting period.

2. Individual Shareholders holding securities in demat mode with CDSL

1. Users who have opted for CDSL Easi / Easiest facility, can login through their existing user id and password. The option will be made available to reach e-Voting page without any further authentication. The users to login Easi / Easiest are requested to visit CDSL website www.cdslindia.com and click on login icon & New System Myeasi Tab and then use your existing my easi username & password.
 2. After successful login the Easi / Easiest user will be able to see the e-Voting option for eligible companies where the evoting is in progress as per the information provided by the company. On clicking the evoting option, the user will be able to see e-Voting page of the e-Voting service provider i.e. LINKINTIME for casting your vote during the remote e-Voting period. Additionally, there are also links provided to access the system of all e-Voting Service Providers, so that the user can visit the e-Voting service providers' website directly.
 3. If the user is not registered for Easi/Easiest, the option to register is available at CDSL website www.cdslindia.com and click on login & New System Myeasi Tab and then click on registration option.
 4. Alternatively, the user can directly access the e-Voting page by providing Demat Account Number and PAN No. from a e-Voting link available on www.cdslindia.com home page. The system will authenticate the user by sending OTP on registered Mobile & Email as recorded in the Demat Account. After successful authentication, the user will be able to see the e-Voting option where the evoting is in progress and also able to directly access the system of all e-Voting Service Providers.
3. Individual Shareholders (holding securities in demat mode) login through their depository participants You can also login using the login credentials of your demat account through your Depository Participant registered with NSDL/CDSL for e-Voting facility. 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 the company name or e-Voting service provider name i.e. LinkIntime and you will be redirected to e-Voting service provider website for casting your vote during the remote e-Voting period.

Login method for Individual shareholders holding securities in physical form/ Non-Individual Shareholders holding securities in demat mode is given below:

Individual Shareholders of the company, holding shares in physical form / Non-Individual Shareholders holding securities in demat mode as on the cut-off date for e-voting may register for e-Voting facility of Link Intime as under:

1. Open the internet browser and launch the URL: <https://instavote.linkintime.co.in>
2. Click on "Sign Up" under 'SHARE HOLDER' tab and register with your following details: -

A. User ID:

Shareholders holding shares in physical form shall provide Event No + Folio Number registered with the Company. Shareholders holding shares in NSDL demat account shall provide 8 Character DP ID followed by 8 Digit Client ID; Shareholders holding shares in CDSL demat account shall provide 16 Digit Beneficiary ID.

B. PAN: Enter your 10-digit Permanent Account Number (PAN) (Shareholders who have not updated their PAN with the Depository Participant (DP)/ Company shall use the sequence number provided to you, if applicable.

C. DOB/DOI: Enter the Date of Birth (DOB) / Date of Incorporation (DOI) (As recorded with your DP / Company - in DD/MM/YYYY format)

D. Bank Account Number: Enter your Bank Account Number (last four digits), as recorded with your DP/Company.

**Shareholders holding shares in physical form but have not recorded 'C' and 'D', shall provide their Folio number in 'D' above*

**Shareholders holding shares in NSDL form, shall provide 'D' above*

1. Set the password of your choice (The password should contain minimum 8 characters, at least one special Character (@!#\$%&*), at least one numeral, at least one alphabet and at least one capital letter).
2. Click "confirm" (Your password is now generated).
3. Click on 'Login' under 'SHARE HOLDER' tab.
4. Enter your User ID, Password and Image Verification (CAPTCHA) Code and click on 'Submit'.

Cast your vote electronically:

1. After successful login, you will be able to see the notification for e-voting. Select 'View' icon.
2. E-voting page will appear.
3. Refer the Resolution description and cast your vote by selecting your desired option 'Favour / Against' (If you wish to view the entire Resolution details, click on the 'View Resolution' file link).
4. After selecting the desired option i.e. Favour / Against, click on 'Submit'. A confirmation box will be displayed. If you wish to confirm your vote, click on 'Yes', else to change your vote, click on 'No' and accordingly modify your vote.

Guidelines for Institutional shareholders:

Institutional shareholders (i.e. other than Individuals, HUF, NRI etc.) and Custodians are required to log on the e-voting system of LIPL at <https://instavote.linkintime.co.in> and register themselves as '**Custodian / Mutual Fund / Corporate Body**'. They are also required to upload a scanned certified true copy of the board resolution /authority letter/power of attorney etc. together with attested specimen signature of the duly authorised representative(s) in PDF format in the '**Custodian / Mutual Fund / Corporate Body**' login for the Scrutinizer to verify the same.

Helpdesk for Individual Shareholders holding securities in physical mode/ Institutional shareholders:

Shareholders facing any technical issue in login may contact Link Intime INSTAVOTE helpdesk by sending a request at enotices@linkintime.co.in or contact on: - Tel: 022 – 4918 6000.

Helpdesk for Individual Shareholders holding securities in demat mode:

Individual Shareholders holding securities in demat mode may contact the respective helpdesk for any technical issues related to login through Depository i.e. NSDL and CDSL.

Login type	Helpdesk details
Individual Shareholders holding securities in demat mode with NSDL	Members facing any technical issue in login can contact NSDL helpdesk by sending a request at evoting@nsdl.co.in or call at : 022 - 4886 7000 and 022 - 2499 7000
Individual Shareholders holding securities in demat mode with CDSL	Members facing any technical issue in login can contact CDSL helpdesk by sending a request at helpdesk.evoting@cdslindia.com or contact at toll free no. 1800 22 55 33

Individual Shareholders holding securities in Physical mode has forgotten the password:

If an Individual Shareholders holding securities in Physical mode has forgotten the USER ID [Login ID] or Password or both then the shareholder can use the "Forgot Password" option available on the e-Voting website of Link Intime: <https://instavote.linkintime.co.in>

- o Click on '**Login**' under '**SHARE HOLDER**' tab and further Click '**forgot password?**'
- o Enter User ID, select Mode and Enter Image Verification code (CAPTCHA). Click on "SUBMIT".

In case shareholders is having valid email address, Password will be sent to his / her registered e-mail address. Shareholders can set the password of his/her choice by providing the information about the particulars of the Security Question and Answer, PAN, DOB/DOI, Bank Account Number (last four digits) etc. as mentioned above. The password should contain minimum 8 characters, at least one special character (@!#\$%&), at least one numeral, at least one alphabet and at least one capital letter.*

User ID for Shareholders holding shares in Physical Form (i.e. Share Certificate): Your User ID is Event No + Folio Number registered with the Company

Individual Shareholders holding securities in demat mode with NSDL/ CDSL has forgotten the password:

Shareholders who are unable to retrieve User ID/ Password are advised to use Forget User ID and Forget Password option available at abovementioned depository/ depository participants website.

- It is strongly recommended not to share your password with any other person and take utmost care to keep your password confidential.
- For shareholders/ members holding shares in physical form, the details can be used only for voting on the resolutions contained in this Notice.
- During the voting period, shareholders/ members can login any number of time till they have voted on the resolution(s) for a particular "Event".

By Order of the Board
For, CIL Nova Petrochemicals Limited

Sd/-
Jyotiprasad Chiripal
Chairman
DIN: 00155695

Place: Ahmedabad
Date: 14th August, 2023

ANNEXURE TO THE NOTICE

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

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

Item No. 3

The Board, on the recommendation of the Audit Committee, has approved the appointment and remuneration of M/s. A.G. Tulsian & Co., Cost Accountants as a cost auditor of the Company to conduct the audit of the cost records of the company for the financial year ending 31st March, 2023, for a remuneration of ₹ 25,000/- (Rupees Twenty Five only) plus tax at applicable rate and out-of-pocket expenses incurred by them for conducting the audit of cost accounts of the company.

In accordance with the provisions of Section 148 of the Companies Act, 2013 read with the Companies (Audit and Auditors) Rules, 2014, the remuneration payable to the Cost Auditors has to be ratified by the Members of the Company. Accordingly, consent of the Members is sought for passing an ordinary resolution as set out at Item No. 3 of the Notice for ratification of the remuneration payable to the Cost Auditors for the financial year ending 31st March, 2023. The Board recommends the resolution at Item No. 3 for your ratification.

None of the Directors or any key managerial personnel of the Company or any of their relatives is concerned or interested, financially or otherwise, in the resolution at out at Item No. 3.

By Order of the Board
For, CIL Nova Petrochemicals Limited

Sd/-
Jyotiprasad Chiripal
Chairman
DIN: 00155695

Place: Ahmedabad
Date: 14th August, 2023

ANNEXURE TO THE EXPLANATORY STATEMENT

Information pursuant to Regulation 36 (3) of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 of Directors seeking appointment / re-appointment at the forthcoming Annual General Meeting

Name	Mr. Vivekanand Chaudhary
Age	49 years
Date of first appointment on Board	17 th December, 2003
Brief Profile	Mr. Vivekanand Chaudhary has done Bsc. and he has been working with the company for more than seven years. He is a head in-charge of Quality Control Department of the Company and having experience of more than fourteen years.
No. of shares held in Company	NIL
Relationship with other Directors and Key Managerial Personnel	None
List of directorship held in other listed entities	None
Chairmanship / Membership of Committees of the Board in other companies.	None

DIRECTORS REPORT

To,
The Members,

Your Directors take pleasure in presenting the 19th Annual Report on the business and operations of your Company along with Audited Financial Statements for the Financial Year ended 31st March, 2023.

1. FINANCIAL SUMMARY/HIGHLIGHTS OF PERFORMANCE OF THE COMPANY:

Financial Results	₹ in Lakhs	
Particulars	Year ended 31 st March, 2023	Year ended 31 st March, 2022
Continued Operations		
Sales/Income from operations	0.00	0.00
Other Income	7.89	8.53
Total Income	7.89	8.53
Total Expense	154.85	162.39
Depreciation	125.43	125.23
Profit/Loss Before Tax	(146.96)	(153.86)
Tax/Short/ (Excess) Provision of Income Tax	0.00	0.00
Other comprehensive income (Net of Tax)	0.00	0.00
Profit After Tax	(593.73)	(153.86)
Discontinued Operations		
Sales/Income from operations	10182.72	29615.60
Other Income	355.19	245.54
Total Income	10537.91	29861.14
Total Expense	10980.90	28757.51
Profit/Loss Before Tax	(442.99)	1103.63
Tax/Short/ (Excess) Provision of Income Tax	3.20	166.20
Profit/(Loss) for the year from Discontinued Operations	(446.19)	937.44
Profit/(Loss) for the year from Continued/Discontinued Operations	(593.15)	783.58

2. PERFORMANCE HIGHLIGHTS:

The total revenue from continued operations during the year under review was ₹ 0.00 Lakhs as against ₹ 0.00 Lakhs in the previous year. Profit/Loss after tax stood at ₹ (146.96) Lakhs as against previous year profit/loss ₹ (153.86) Lakh. The total revenue from discontinued operations during the year under review was ₹ 10182.72 Lakhs as against ₹ 29615.60 Lakhs in the previous year. Profit/Loss after tax stood at ₹ (446.19) Lakhs as against previous year profit/loss ₹ 937.44 Lakh. The Management of the Company is taking efforts for the progress of the Company. The performance of the Company is gradually improving with transient time. The improvement is evident from the financial statement of the Company.

3. DIVIDEND:

Your directors have not recommend Divided for this Financial Year as ploughing back of profits will be good strategy for future growth and development of your Company.

4. RESERVES:

Your Company does not propose to transfer any amount from the current year's profits to the General Reserve. (Previous year Nil)

5. SHARE CAPITAL:

During the year under review, the Company had Authorized Capital of ₹ 32,50,00,000 comprising of 2,75,00,000 Equity Shares of ₹10/- Each and 5,00,000 Preference Shares of ₹100/- Each. Paid-Up Equity Share Capital of the Company as on date of this report stands at ₹ 27,10,00,000 comprising of 2,71,00,000 Equity Shares of ₹ 10/- Each.

During the year under review, the Company has not issued shares with differential voting rights nor granted stock options nor sweat equity.

6. DEPOSITS:

Your Company has not accepted any deposits within the meaning of Section 73 of the Companies Act, 2013 and the Companies (Acceptance of Deposits) Rules, 2014.

7. FUTURE OUTLOOK:

India is the world's second-largest producer of textiles and garments. It is also the fifth-largest exporter of textiles spanning apparel, home and technical products. The textiles and apparel industry contribute 2.3% to the country's GDP, 13% to industrial production and 12% to exports. The textile industry has around 45 million of workers employed in the textiles sector, including 3.5 million handloom workers.

India's textile and apparel exports stood at US\$ 44.4 billion recorded highest ever export for the FY 2021-22, up from US\$ 21.2 billion YoY. COVID-19 has impacted the Indian textile and apparel exports and the total exports is expected to reach US\$ 65 billion by FY26. The Indian textile and apparel industry is expected to grow to US\$190 billion by FY26.

The ₹ 10,683 crore (US\$ 1.44 billion) PLI scheme is expected to be a major boost for the textile manufacturers. The scheme proposes to incentivise MMF (man-made fiber) apparel, MMF fabrics and 10 segments of technical textiles products. Segment:

- a. Women's western wear & lingerie-Increasing women participation in work force;
- b. Active wear-India's large young population base with increasing awareness towards fitness;
- c. Mobiltech products-India's emergences as global automobile manufacturing hub;
- d. Work wear/Uniform-Increasing no. of school going children & consciousness of corporate towards their image;
- e. Hygiene products-Awareness of Indian women for hygiene will cause increasing uses of hygiene products

Future course of action:

The Board of Directors in the meeting held on 17th December, 2022, proposed to change the main object of the Company consequently Company has passed the resolution via Postal Ballot for the business of manufacturing of ethanol. Further, management is in the process of obtaining the License from the Government for Ethanol business.

8. PARTICULARS OF ENERGY CONSERVATION, TECHNOLOGY ABSORPTION, EXPENDITURE ON RESEARCH AND DEVELOPMENT, FOREIGN EXCHANGE INFLOW/OUTFLOW, ETC.:

In accordance with the provisions of Section 134 (3) (m) the Companies Act, 2013 read with Rule 8 (3) Companies (Accounts) Rules, 2014, the relevant information pertaining to conservation of energy, technology absorption, foreign exchange earnings and outgo is given in ANNEXURE – I and forms part of this report.

9. MATERIAL CHANGES AND COMMITMENTS AFFECTING THE FINANCIAL POSITION OF THE COMPANY:

Management has shut down the manufacturing of Polyester Yarn from 1st July, 2022 due to high cost of coal as Company has its own Power Plant, management has explore various other options for power but due to non availability of sufficient Power from the outside agency the manufacturing of Polyester yarn was permanently closed. Further, Company is doing trading business of Polyester Yarn.

The Company continues to fulfill its obligations with respects to all existing contract and agreements as Company has sufficient stock. Company does not foresee any material impact on the account of non-fulfillment of obligation by any party in existing contracts and agreements.

The Company has also instituted across all its operations, focused cost control programs and sanctioned only necessary capital expenditure to conserve its finance.

10. MANAGEMENT DISCUSSION AND ANALYSIS REPORT:

As required under Regulation 34 of Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015 ("Listing Regulations"), the Management Discussion and Analysis Report of the Company for the year under review is presented in a separate section forming part of the Annual Report.

11. DETAILS OF SIGNIFICANT AND MATERIAL ORDERS:

No such Orders have been passed by the Regulators/Court or Tribunals which can impact the going concern status and Company's operation in future.

12. DETAILS OF SUBSIDIARY/JOINT VENTURES/ASSOCIATE COMPANIES:

The Company had no Subsidiary or Joint Ventures or Associate Companies as on 31st March, 2023.

13. PARTICULARS OF LOANS, GUARANTEES OR INVESTMENT BY THE COMPANY:

Details of Loans, Guarantees and Investments, if any covered under the provisions of Section 186 of the Act are given in the notes to the Financial Statements.

14. EXTRACTS OF ANNUAL RETURN:

In accordance with Section 134 (3) (a) of the Companies Act, 2013, an extract of the Annual Return in the prescribed format will be available on <http://cnpcl.com/annual-return/>.

15. RELATED PARTY TRANSACTIONS:

All contracts / arrangements / transactions entered by the Company during the financial year with related parties were in its ordinary course of business and on an arm's length basis. During the year, the Company had not entered into any contract / arrangement / transaction with related parties which could be considered material in accordance with the policy of the Company on materiality of related party transactions or which is required to be reported in Form No. AOC-2 in terms of Section 134(3) (h) read with Section 188 of the Act and Rule 8(2) of the Companies (Accounts) Rules, 2014.

The Board has formulated Policy on Related Party Transactions, detailed policy is also available at <http://cnpcl.com/corporate-policies/>

16. KEY MANAGERIAL PERSONNEL:

As required under Section 203 of the Companies Act, 2013, the Company has noted that Mr. Vivekanand Chaudhary, Whole-time Director (w.e.f. 17th December, 2022), Mr. Shashank Paranjape, Mr. Satish Bhatt, Chief Financial Officer and Ms. Forum Bhuvu (w.e.f. 27th January, 2023), Company Secretary were the Key Managerial Personnel of the Company for the year ended 31st March, 2023.

17. DIRECTORS:

In accordance with the provisions of Section 152 of the Companies Act, 2013 and Articles of Association of the Company, Mr. Vivekanand Chaudhary (DIN: 09815515) retires by rotation at the ensuing Annual General Meeting and being eligible in terms of Section 164 of the Act offers himself for re-appointment.

None of the Directors is disqualified for appointment/reappointment under Section 164 of the Companies Act, 2013, as required by law this position is also reflected in the Auditors' Report.

All the Independent Directors on the Board have given a declaration of their independence to the Company as required under Section 149(6) of the Companies Act, 2013.

The composition of the Board, meetings of the Board held during the year and the attendance of the Directors thereat have been mentioned in the Report on Corporate Governance in the Annual Report.

18. EVALUATION OF BOARD, COMMITTEES AND DIRECTORS:

The evaluation of Chairman, all the Directors and the Board and Committees thereof as a whole was conducted based on the criteria and framework adopted by the Board. The evaluation process has been explained in the Report on Corporate Governance in this Annual Report. The Board noted the evaluation results that were collated and presented to the Board.

19. POLICY ON APPOINTMENT AND REMUNERATION OF DIRECTORS:

The Board has on the recommendation of the Nomination & Remuneration Committee, formulated criteria for determining Qualifications, Positive Attributes and Independence of a Director and also a Policy for remuneration of Directors, Key managerial Personnel and senior management. The details of criteria laid down and the Remuneration Policy are given in the Corporate Governance Report. Further the said policy is also available at <http://cnpcl.com/corporate-policies/>

20. PARTICULARS REGARDING EMPLOYEES REMUNERATION:

The statement containing particulars of employees as required under Section 197 (12) of the Companies Act, 2013 read with Rule 5 (2) of the Companies (Appointment and Remuneration of Managerial Personnel) Rules, 2014 forms part of this Report as Annexure – II.

21. COMMITTEES OF THE BOARD:

In accordance with the Companies Act, 2013 and Listing Regulations, the Company has following Committees in place:

- Audit Committee
- Nomination and Remuneration Committee
- Stakeholders Relationship Committee

Details of the said Committees along with their charters, composition and meetings held during the financial year, are provided in the "Report on Corporate Governance", as a part of this Annual Report. Details of committee is also available at <http://cnpcl.com/>

22. CORPORATE SOCIAL RESPONSIBILITY POLICY AND INITIATIVES:

The Company has implemented Corporate Social Responsibility Policy and initiatives as the provisions of Section 135 of the Act and Rules made thereunder governing Corporate Social Responsibility and the same is available at <http://cnpcl.com/> and details are also available in Corporate Governance Report forming part of the Annual Report.

The disclosures as per Rule 9 of Companies (Corporate Social Responsibility Policy) Rules, 2014 are made and the same is enclosed as **Annexure- III**.

23. STATUTORY AUDITORS:

M/s. J.T. Shah & Co., Chartered Accountants (FRN 109616W) were appointed as Statutory Auditors of your Company at the Previous Annual General Meeting held on 29th September, 2022.

The Report given by the Auditors on the financial statements of the Company is part of the Annual Report. The notes to the accounts referred to in the Auditors' Report are self-explanatory and therefore do not call for any further comments.

There has been no qualification, reservation, adverse remark or disclaimer given by the Auditors in their Report.

24. SECRETARIAL AUDITOR:

Pursuant to the provisions of Section 204 of the Companies Act, 2013 and Rules made thereunder, the Company had appointed M/s. K. Jatin & Co., Practicing Company Secretaries as Secretarial Auditor of the Company to undertake the Secretarial Audit for the financial year 2022-23.

The Secretarial Audit Report for financial year 2022-23 issued by M/s. K. Jatin & Co., Practicing Company Secretaries has been appended as Annexure - IV to this report. There were no qualifications or adverse remarks in their Report.

25. SEXUAL HARRASMENT POLICY:

The Company has in place an Anti Sexual Harassment Policy in line with the requirements of the Sexual Harassment of Women at the Workplace (Prevention, Prohibition & Redressal) Act, 2013. Internal Complaints Committee has been set up to redress complaints received regarding sexual harassment. All employees are covered under this policy. During the year 2022-23, no sexual harassment complaints has been registered with the Company.

26. RISK MANAGEMENT AND INTERNAL CONTROL SYSTEM:

Company has implemented an integrated risk management approach through which it reviews and assesses significant risks on a regular basis to help ensure that there is a robust system of risk controls and mitigation in place. Senior management periodically reviews this risk management framework to keep updated and address emerging challenges. Major risks identified for the Company by the management are Compliances of various applicable Laws, Regulatory changes, Manufacturing & Supply, Litigation, Technological Changes and new capital investments return. The management is however, of the view that none of the above risks may threaten the existence of the Company as robust Risk mitigation mechanism is put in place to ensure that there is nil or minimum impact on the Company in case any of these risks materialize. Further, Company had formulated Risk Management Committee also, however later on it was dissolved as separate Committee for the same was not required considering the size of your Company So, Audit Committee looks for the Risk Management after dissolution of Risk Management Committee.

The Company has an Internal Control System, commensurate with size, scale and complexity of its operations. The internal financial controls are adequate and are operating effectively so as to ensure orderly and efficient conduct of business operations. The Company has appointed M/s. Jhaveri Shah and Co., Chartered Accountants as an Internal Auditors of the Company. The Audit Committee in consultation with the internal auditors formulates the scope, functioning, periodicity and methodology for conducting the internal audit. The internal auditors carry out audit, covering inter alia, monitoring and evaluating the efficiency & adequacy of internal control systems in the Company, its compliance with operating systems, accounting procedures and policies at all locations and submit their periodical internal audit reports to the Audit Committee. Based on the internal audit report and review by the Audit committee, process owners undertake necessary actions in their respective areas. The internal auditors have expressed that the internal control system in the Company is robust and effective. The Board has also put in place requisite legal compliance framework to ensure compliance of all the applicable laws and that such systems are adequate and operating effectively.

27. VIGIL MECHANISM/ WHISTLE BLOWER POLICY:

The Company has a Whistle Blower Policy to report genuine concerns and grievances. Details Whistle Blower Policy has been mentioned in the Report of Corporate Governance, the same is available at <http://cnpcl.com/corporate-policies/>

28. DIRECTORS' RESPONSIBILITY STATEMENT:

In accordance with the provisions of clause (c) of sub-section (3) of Section 134 of the Companies Act, 2013 and to the best of their knowledge and belief and according to the information and explanations obtained by them, your Directors state that-

- i. in the preparation of the annual accounts, the applicable accounting standards had been followed along with proper explanation relating to material departures;

- ii. the Directors have selected such accounting policies and applied them consistently and made judgments and estimates that are reasonable and prudent so as to give a true and fair view of the state of affairs of the Company at the end of the financial year and of the profit of the Company for that period;
- iii. the directors had taken proper and sufficient care for the maintenance of adequate accounting records in accordance with the provisions of Companies Act, 2013 and Rules made thereunder for safeguarding the assets of the company and for preventing and detecting fraud and other irregularities;
- iv. the directors had prepared the annual accounts on a going concern basis;
- v. the directors, had laid down internal financial controls to be followed by the company and that such internal financial controls are adequate and were operating effectively and
- vi. the directors had devised proper systems to ensure compliance with the provisions of all applicable laws and that such systems were adequate and operating effectively.

29. CORPORATE GOVERNANCE:

As required by Schedule V(C) of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, a detailed report on Corporate Governance is given as a part of the Annual Report. The Company is in full compliance with the requirements and disclosures that have to be made in this regard. The Secretarial Auditors' Certificate of the compliance with Corporate Governance requirements by the Company is attached to the Report on Corporate Governance.

30. GENERAL SHAREHOLDER INFORMATION:

General Shareholder Information is given in Report on Corporate Governance forming part of the Annual Report.

31. ACKNOWLEDGEMENTS:

Your Directors wish to express their grateful appreciation for the co-operation and support received from Government, Customers, Shareholders, Financial institutions, Banks, and the Society at large. Deep appreciation is also recorded for the dedicated efforts and contribution of the employees at all levels, as without their focus, commitment and hard work, the Company's consistent growth would not have been possible, despite the challenging environment.

By Order of the Board
For, CIL Nova Petrochemicals Limited

Sd/-
Jyotiprasad Chiripal
Chairman
DIN: 00155695

Place: Ahmedabad
Date: 14th August, 2023

ANNEXURE – I TO THE DIRECTORS REPORT

CONSERVATION OF ENERGY/ABSORPTION AND FOREIGN EXCHANGE EARNINGS AND OUTGO:

A. CONSERVATION OF ENERGY:

- i. **The Steps taken or impact on conservation of energy:** Not Applicable
- ii. **The Steps taken by the Company for utilizing alternate sources of energy:** Not Applicable
- iii. **The Capital investment on energy conservation equipment:** Not Applicable

B. TECHNOLOGY ABSORPTION:

- i. **The efforts made towards technology absorption:** Not Applicable
- ii. **Benefits derived like Product Improvement, Cost Reduction, Product Development or import Substitution:** Not Applicable
- iii. **In case of Imported Technology (imported during the last 3 years reckoned from the beginning of the financial year) –** Not Applicable
- iv. The expenditure incurred in Research and Development: Company has done expenditure for exploring the opportunities in manufacturing of Ethanol.

C. FOREIGN EXCHANGE EARNINGS AND OUTGO:

Details of foreign exchange earnings and outgo are given in the notes to the Financial Statements.

Annexure – II to the Directors Report

Details pertaining to remuneration as required under Section 197(12) of the Companies Act, 2013 read with Rule 5(1) of the Companies (Appointment and Remuneration of Managerial Personnel) Rules, 2014:

- i. The ratio of the remuneration of each Director to the Median Remuneration of the Employees of the Company for the Financial Year 2022-23 and
- ii. The percentage increase in remuneration of each Director, Chief Financial Officer, Chief Executive Officer, Company Secretary or Manager, if any, in the Financial Year

(₹ in Lakhs)

Sr. No.	Name of Director/KMP and its Designation	Remuneration to the Director/ KMP for the Financial Year 2022-2023	Remuneration to the Director/ KMP for the Financial Year 2021-2022	Percentage increase/decrease in remuneration in the Financial Year 2022-2023	Ratio of Remuneration of each Director to the Median Remuneration of Employees
1.	Mr. Jyotiprasad Chiripal Director and Chairman	--	--	--	--
2.	Mr. Pooran Singh Mathuria [^] Whole-time Director	5.68	19.67	N.A.	8.24
3.	Mr. Shashank Paranjape Chief Executive Officer	32.72	22.07	48.25%	47.57
4.	Mr. Satish Bhatt Chief Financial Officer	16.15	13.36	20.83%	23.49
5.	Ms. Forum Bhuva* Company Secretary	0.40	--	N.A.	0.58
6.	Mr. Vivekanand Chaudhary Whole Time Director**	7.99	--	N.A.	11.62

* Ms. Forum Bhuva, has been appointed as Company Secretary w.e.f. 27th January, 2023

**Mr. Vivekanand Chaudhary has been appointed as Whole Time Director w.e.f. 17th December, 2022

[^] Mr. Pooran Singh Mathuria resigned from the post of Whole Time Director from 19th September, 2022

- iii. The Median Remuneration of Employees (MRE) of the Company is ₹ 68759.50 for the Financial Year 2022-2023.
- iv. The number of permanent employees on the rolls of the Company is 389 for the year ended 31st March, 2023.
- v. Average percentage increase made in the salaries of employees other than the managerial personnel in the last Financial Year was approx. 8.40%. The increase in remuneration is determined based on the performance by the employees of the Company.
- vi. It is hereby affirmed that the remuneration paid is as per the Remuneration Policy of the Company. The ratio of the remuneration of the highest paid director and other details of the employees who are not directors but received remuneration in excess of the highest paid director during the year is as below;

By Order of the Board
For, CIL Nova Petrochemicals Limited

Sd/-
Jyotiprasad Chiripal
Chairman
DIN: 00155695

Place: Ahmedabad
Date: 14th August, 2023

Annexure –III to Directors Report

ANNUAL REPORT ON CSR ACTIVITIES CARRIED OUT BY THE COMPANY

- 1 A brief outline of the company's CSR policy, including overview of projects or Programmes proposed to be undertaken and a reference to the web-link to the CSR policy and projects or Programmes.**

CSR policy is stated herein below:

The Mission and philosophy of the CSR function of the Company is "To contribute positively to the development of the society, by acting as a good neighbor, considerate of others, playing the role of a good corporate citizen with passion and compassion." Hence the CSR activities undertaken by the organization essentially focus on four core areas of Environment, Health, Education and Community Development.

The focus of the Company is to contribute to various institutions and initiatives around the manufacturing locations to provide social services to the needy. The CSR vision of the Company is to strive to be a responsible corporate by proactively partnering in the Environmental, Social and Economic development of the communities through the use of innovative technologies, products as well as through activities beyond normal business.

The Company endeavors to make a positive and significant contribution to the society by targeting social and cultural issues, maintaining a humanitarian approach and focusing on areas in and around its plants and where its establishments are located. In particular, the Company will undertake CSR activities as specified in Schedule VII to the Companies Act, 2013 (including any amendments to Schedule VII and any other activities specified by the Government through its notifications and circulars) but will not be limited to the following:

1. Promoting education, including special education and employment enhancing vocational skills especially among children, women, elderly and the differently able and livelihood enhancement projects;
2. Eradicating hunger, poverty and malnutrition, promoting preventive health care and sanitation, including contribution to the Swatch Bharat Kosh set up by the Central Government for the promotion of sanitation and making available safe drinking water;
3. Promoting gender equality, empowering women, setting up homes and hostels for women and orphans, setting up old age homes, day care centers and such other facilities for senior citizens and measures for reducing inequalities faced by socially and economically backward groups;
4. Ensuring environmental sustainability, ecological balance, protection of flora and fauna, animal welfare, agro forestry, conservation of natural resources and maintaining quality of soil, air and water including contribution to the Clean Ganga Fund set up by the Central Government for rejuvenation of river Ganga;
5. Protection of national heritage, art and culture including restoration of buildings and sites of historical importance and works of art; setting up public libraries; promotion and development of traditional art and handicrafts;
6. Contribution to the Prime Minister's National Relief Fund or any other fund set up by the Central Government for socio-economic development and relief and welfare of the scheduled castes, the scheduled tribes, other backward classes, minorities and women;
7. Slum area development.

Disclosure:

CSR activities will be undertaken either by the Company itself or through a Trust/Section 8 Company to be established by the Company or through any other Trust engaged in similar projects and activities.

- 2 Composition of CSR committee:**

Name of the Member	Designation
Mr. Murlimanohar Goyal	Chairman
Ms. Chinar Jethwani	Member
Mr. Jyotiprasad Chiripal	Member

- 3 Details of Impact assessment of CSR projects carried out in pursuance of sub-rule (3) of rule 8 of the Companies (Corporate Social Responsibility Policy) Rules, 2014, if applicable (attach the report):** Not Applicable.

- 4 Details of the amount available for set off in pursuance of sub-rule (3) of rule 7 of the Companies (Corporate Social Responsibility Policy) Rules, 2014 and amount required for set off for the financial year, if any:** Not Applicable.

- 5 Average net profit of the company for last three financial years:** 409.57 Lacs

Surplus arising out of the CSR projects or programmes or activities of the previous financial years: NIL

Amount required to be set off for the financial year: Nil

- 6 Prescribed CSR Expenditure (two per cent of the amount as in item 5 above):** 8,19,130

7 Details of CSR spend for the financial year:

- a) Total amount spent for the financial year: 9,00,000
- b) Amount unspent if any: Nil
- c) Manner in which the amount spent during the financial year is detailed as below:

Sr. No.	CSR Project or activity	Sector	Location	Amount outlay (Budget)	Amount spent on the project or Programme	Cumulative Expenditure up to reporting period	Amount spent directly/or throughout implementing agency
1.	Karmaputra Charitable Trust	Education	Ahmedabad	9,00,000	9,00,000	9,00,000	Directly

- 8 CSR Policy and Committee has been formulated
- 9 Details of CSR amount spent against other than ongoing projects for the financial year: NIL
- 10 Details of Unspent CSR amount for the preceding three financial years: Not Applicable.
- 11 In case of creation or acquisition of capital asset, furnish the details relating to the asset so created or acquired through CSR spent in the financial year (asset-wise details) – Not Applicable.
- 12 Specify the reasons, in case, the Company has failed to spend two per cent of the average net profit as per section 135(5): Not Applicable.

For, CIL Nova Petrochemicals Limited

Jyotiprasad Chiripal
 Chairman
 DIN: 00155695
 Date: 14th August, 2023
 Place: Ahmedabad

For, CIL Nova Petrochemicals Limited

Murli Manohar Goyal
 Chairman
 CSR Committee
 DIN: 02329431

Annexure – IV to the Directors Report

FORM NO. MR-3 SECRETARIAL AUDIT REPORT

FOR THE FINANCIAL YEAR ENDED 31ST MARCH, 2023

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

To,
The Members,
CIL NOVA PETROCHEMICALS LIMITED

I have conducted the secretarial audit of the compliance of applicable statutory provisions and the adherence to good corporate practices by **CIL NOVA PETROCHEMICALS LIMITED** (for brevity purpose, hereinafter called the “Company”). Secretarial Audit was conducted in a manner that provided us a reasonable basis for evaluating the corporate conducts / statutory compliances and expressing my opinion thereon.

Based on my verification of the Company’s papers, minute books, forms and returns filed and other records maintained by the company and also the information provided by the company, its officers, agents and authorized representatives during the conduct of secretarial audit and as per the explanations given to me and the representations made by the Management, I hereby report that in my opinion, the Company has, during the audit period covering the financial year ended on 31st March, 2023 generally 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 made available to me and maintained by the Company for the financial year ended on 31st March, 2023 according to the applicable provisions of:

- a) The Companies Act, 2013 (‘the Act’) and the rules made there under, as applicable;
- b) The Securities Contract (Regulation) Act, 1956 (‘SCRA’) and the rules made there under;
- c) The Depositories Act, 2018 and the Regulations and Bye-laws framed there under;
- d) Foreign Exchange Management Act, 1999 and the rules and regulations made there under to the extent of Foreign Direct Investment, Overseas Direct Investment and External Commercial Borrowings;
- e) The following Regulations and Guidelines prescribed under the Securities and Exchange Board of India Act, 1992 (‘SEBI Act’):
 1. The Securities and Exchange Board of India (Substantial Acquisition of Shares and Takeovers) Regulations, 2011;
 2. The Securities and Exchange Board of India (Prohibition of Insider Trading) Regulations, 1992, Presently (Prohibition of Insider Trading) Regulations 2015;
 3. The Securities and Exchange Board of India (Issue of Capital and Disclosure Requirements) Regulations, 2009;
- f) Other laws specifically applicable to the Company namely–
 - i) Additional Duties of Excise (Textiles and Textile Articles) Act, 1978;
 - ii) Textiles Committee Act, 1963;
 - iii) Textiles (Development and Regulation) Order, 2001;
 - iv) Textiles (Consumer Protection) Regulations, 1988;
 - v) Water (Prevention and Control of Pollution) Act, 1974;
 - vi) Environment (Protection) Act, 1986;
 - vii) Employees’ Provident Funds & Misc. Provisions Act, 1952;
 - viii) Employees’ State Insurance Act, 1948;
 - ix) Factories Act, 1948;
 - x) Minimum Wages Act, 1948;
 - xi) Payment of Gratuity Act, 1972;
 - xii) Labour Laws and other incidental laws;
 - xiii) Negotiable Instruments Act, 1881

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

- a. Secretarial Standards of The Institute of Company Secretaries of India with respect to board and general meetings.
- b. The Securities and Exchange Board of India (Listing Obligation and Disclosure Requirements) Regulations, 2015.

During the period under review and as per the explanations and clarifications given to me and the representations made by the Management, the Company has generally complied with the provisions of the Act, Rules, Regulations, Guidelines, etc. mentioned above.

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 were 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 decision is carried through while the dissenting members' views are captured and recorded as part of the minutes.

I further report that as per the explanations given to me and the representations made by the Management and relied upon by me there are adequate systems and processes in the Company commensurate with the size and operations of the Company to monitor and ensure compliance with applicable laws, rules, regulations and guidelines.

Place:-Ahmedabad
Date:-30th May, 2023

Sd/-
(Jatin Kapadia)
Practicing Company Secretary
COP: 12043
MEM NO. 26725
UDIN: F011418E000422158

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

Annexure A

To,

CIL NOVA PETROCHEMICALS LIMITED

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

- (a) 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;
- (b) I have followed the audit practices and process as were 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 process and practices, I followed provide a reasonable basis for my opinion;
- (c) I have not verified the correctness and appropriateness of financial records and Books of Accounts of the Company and Where ever required, I have obtained the Management representation about the Compliance of laws, rules and regulations and happening of events etc.
- (d) The Compliance of the provisions of Corporate and other applicable laws, rules, regulations, standards is the responsibility of management. Our examination was limited to the verification of procedure on test basis;
- (e) 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.

Place:-Ahmedabad
Date:-30th May, 2023

Sd/-
(Jatin Kapadia)
Practicing Company Secretary
COP: 12043
MEM NO. 26725
UDIN: F011418E000422158

MANAGEMENT DISCUSSION AND ANALYSIS REPORT

(Management Discussion and Analysis is part of Directors Report for the Year Ended 31st March, 2023)

➤ INDUSTRIAL STRUCTURE , DEVELOPMENT AND OVERVIEW :

The Company is in business of manufacturing of Partially Oriented Yarn (POY), Micro-Filament Yarn, Draw Twisted Yarn (DTY), Texturised Yarns and Fully Drawn Yarns (FDY). However Competition in the industry is continuously increasing but overall Performance of the Company is satisfactory.

Despite global volatility, the Indian economy grew by 6.8% in 2022 – making it the fifth largest economy globally in terms of nominal GDP (US dollars). This growth has been supported by: (1) reduction in Covid-19 cases leading to opening up of the economy; (2) expansion of manufacturing footprint by both global and Indian firms, aided by Government policies (eg Production Linked Incentive (PLI) Scheme, PM Gati Shakti, corporate tax cuts); (3) capex recovery; and (4) cyclical upturn in many sectors (eg Banking, Auto). India's digital infrastructure has strengthened in the last few years and the widespread adoption of real-time digital payments is estimated to have unlocked 0.56% of GDP.

However, we saw interest rate hikes done were by the Reserve Bank of India to control inflation. The Indian rupee weakness against the US dollar also added to the inflationary pressures.

➤ FINANCIAL PERFORMANCE:

The total revenue from continued operations during the year under review was ₹ 0.00 Lakhs as against ₹ 0.00 Lakhs in the previous year. Profit/Loss after tax stood at ₹ (146.96) Lakhs as against previous year profit/loss ₹ (153.86) Lakh. The total revenue from discontinued operations during the year under review was ₹ 10182.72 Lakhs as against ₹ 29615.60 Lakhs in the previous year. Profit/Loss after tax stood at ₹ (446.19) Lakhs as against previous year profit/loss ₹ 937.44 Lakh. The Management of the Company is taking efforts for the progress of the Company. The performance of the Company is gradually improving with transient time. The improvement is evident from the financial statement of the Company.

➤ SIGNIFICANT RATIO ANALYSIS

Sr. No.	Particulars	2022-23	2021-22	Reasons
1	Current Ratio	3.83	1.35	Ratio has improved as due to the realisation of Current assets & payment of current liabilities on discontinuation of operation.
2	Debt Service Coverage Ratio	(1.40)	7.26	Due the losses made by the company, the ratio has decreased.
3	Inventory turnover Ratio	5.76	9.21	Due to the discontinued operations, the turnover & inventory both is reduced.
4	Trade Receivables turnover Ratio	5.90	9.09	Due to the discontinued operations, the turnover & trade receivable both has reduced.
5	Net Capital turnover Ratio	13.44	16.92	
6	Net Profit Ratio	(0.06)	0.03	Due to loss, the Net profit ratio has reduced.
7	Debt - Equity Ratio	0.00	0.29	Ratio has improved due payment of working capital loans.

➤ OPPORTUNITY:

Initiative of "Make in India" has received overwhelming support from Government and as textile sector is in the loop of Make in India concept overall there will be increase in consumptions of your company's products and there may be increase in demand of the same and which will lead to growth of the company.

India has become a dream market for most marketers across many product segments. In textiles and apparel specifically, domestic consumption has grown at over 13 per cent per annum over the last five years and crossed the \$60 billion level, fuelled by the demographic advantages of India's population, increasing urbanization, growing disposable income and higher marked penetration of organized retail. India's export of textiles and apparel has also grown at over 11 per cent in the last five years and currently stands at \$40 billion – a success but a long way from where China's industry stands today (just 10 per cent), and nowhere near its potential.

According to the WTO, India is the third-largest textile manufacturing industry and holds an export value of more than USD 30 billion. India is responsible for more than 6% of the total textile production, globally, and it is valued at approximately USD 150 billion.

As of today, it is estimated anywhere between 20 million and 60 million people are employed in the textile industry worldwide. Employment in the garment industry is particularly important in developing economies such as India, Pakistan, and Vietnam. The industry accounts for approximately 2% of global Gross Domestic Product and accounts for an even greater portion of GDP for the world's leading producers and exporters of textiles and garments

➤ **THREATS:**

There is continuous increase in Competition in Textile Sector, many companies are entering in textile segment due to high demand and so, in order to survive in the market company have not increased its profit margins as estimated by the management however company has managed to survive the same by taking appropriate actions.

➤ **OUTLOOK:**

Global textile industry is estimated to exhibit a CAGR of 4.3% from 2020 to 2027 owing to the increased demand for apparels, especially in developing countries such as China, India, Mexico, and Bangladesh. Asia Pacific region (APAC) will be the growth driver, which will contribute around 44% to the industry, followed by US, the EU and Latin America. To keep up the pace of a growing industry, it is necessary to adopt sustainable measures to cut operating costs and increase the economies of scale.

➤ **RISK AND CONCERN:**

The risk management function is integral to the company and its objectives includes ensuring that critical risk are identified continuously, monitored and managed effectively in order to protect the company's business.

However, the changes in the tax laws, Government policies and regulatory requirement might affect the company's business. Uncontrolled variation in price of input materials could impact the company's profitability to the extent that the same are not absorbed by the market through price increase and / or could have a negative impact on the demand in the market.

The management has already taken initiatives in advance for mitigating the above mentioned risk and concerns/challenges. The company has taken major initiatives like focus on cost reduction through inventory management techniques, manufacturing process without compromising quality of products and retains talented employees etc.

➤ **INTERNAL CONTROL SYSTEMS AND THEIR ADEQUACY:**

With an aim to monitor and control day-to-day operations at CNPCL, the Company has set up internal control systems for regular tracking and reporting for that the Company has appointed an independent firm of Chartered Accountant for the same with such powers and responsibilities that are required to ensure the adequacy of the internal Control System. These systems also monitor compliance to various rules and regulations, and adherence to policy requirements and submit their report to Audit Committee and Board on Quarterly and Yearly Basis.

➤ **INITIATIVES BY THE COMPANY:**

The Company has taken the following initiatives:

- Concentration on reduction of costs by undertaking specific exercise in different fields and started to have in house paper tube plant.
- Focusing on modernization of manufacturing process to improve quality and reduction of costs.
- The Company is quite confident that the overall productivity, profitability would improve in a sustainable manner, as a result of this strategy.

➤ **HUMAN RESOURCE:**

Your Company firmly believes that employees are the most valuable assets and key players of business success and sustained growth. Various employee benefits, recreational and team building efforts are made to enhance employee skills, motivation as also to foster team spirit. Industrial relations were cordial throughout the year. The Company has 389 employees as on year ended 31st March, 2023.

➤ **CAUTIONARY STATEMENT**

Statements in Management Discussions and Analysis Report describing the Company's objectives, estimates and expectations may be "forward looking statements" within the meaning of applicable laws and regulations. Actual results might differ materially from those either expressed or implied.

By Order of the Board
For, CIL Nova Petrochemicals Limited

Sd/-
Jyotiprasad Chiripal
Chairman
DIN: 00155695

Place: Ahmedabad
Date: 14th August, 2023

REPORT ON CORPORATE GOVERNANCE

(The Report on Corporate Governance forms part of the Directors Report for the year Ended on 31st March, 2023)

Pursuant to Schedule V(C) of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, a report on Corporate Governance is given below:

COMPANY'S PHILOSOPHY ON CORPORATE GOVERNANCE

The Company believes in abiding by the Code of Governance so as to be a responsible corporate citizen and to serve the best interests of all the stakeholders, viz., the employees, shareholders, customers, vendors and the society at large. The Company seeks to achieve this goal by being transparent in its business dealings, by disclosure of all relevant information in an easily understood manner, and by being fair to all stakeholders, by ensuring that the Company's activities are managed by a professionally competent and independent Board of Directors.

BOARD OF DIRECTORS AND ITS COMPOSITION:

The Board of Directors of the Company has an optimum combination of Executive and Non-Executive Independent Directors with excellent knowledge and experience in various fields relating to the business activities of the company.

The Strength as on 31st March, 2023 the Board of Directors of the Company consisted of 6 (Six) Directors out which 4 (Four) were Independent Directors of which 1 (one) was Woman Independent Director, 1 (One) is Whole-time Director and 1 (One) is Non-Executive Director. The number of Independent Directors on the Board is in conformity with the requirement of Regulation 17 (1) (a) of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015. Four Independent Directors are Ms. Chinar Jethwani Mr. Murlimanohar Goyal, Mrs. Pooja Shah and Mr. Chintan Patel.

Certificates have also been obtained from the Independent Directors confirming their position as Independent Directors on the Board of the Company in accordance with Section 149 of the Companies Act, 2013 read with Regulation 16 (1) (b) of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015.

In terms of Schedule V (C) (2) (e) and Regulation 36 (3) of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, none of the Directors are related to each other.

During the financial year 2022-23, 5 (Five) Meetings of the Board of Directors were held on following days: 30/05/2022, 13/08/2022, 11/11/2022, 10/02/2023 and 31/03/2023

The details of the number of Board and General Meeting(s) attended by each Director during the year ended 31st March, 2023 and Directorship and/ or Membership/ Chairmanship of the Committees of Board (except Private Companies, Non-Profit Companies and Foreign Companies) held by each of them as on 31st March, 2023 are given below:

Name of Director	Category	Attendance Particulars			No. of other Director-ships (Including this Listed Company)	No. of Committee Positions held (including this Company) [®]	
		No. of Board Meetings held	No. of Board Meetings Attended	Attended Last AGM		Number of memberships in Audit/ Stakeholder Committee(s) including this listed entity	No. of post of Chairperson in Audit/ Stakeholder Committee held in listed entities including this listed entity
Mr. Jyotiprasad Chiripal	Promoter/ Chairman/ Non Executive Director	5	5	Yes	2	2	0
Mr. Pooransingh Mathuria	Whole-time Director	2	2	Yes	1	0	0
Mr. Murlimahohar Goyal	Independent Director	5	5	Yes	1	2	2
Ms. Chinar Jethwani	Independent Director	5	5	Yes	2	2	0
Mrs. Pooja Shah	Independent Director	5	5	Yes	1	0	0
Mr. Chintan Patel	Independent Director	5	5	Yes	1	0	0
Mr. Vivekanad* Chaudhary	Whole-time Director	2	2	NA	1	0	0

*Mr. Vivekanand Chaudhary has been appointed as Whole Time Director w.e.f. 17th December, 2022

^ Mr. Pooran Singh Mathuria resigned from the post of Whole Time Director from 19th September, 2022

@ As per Regulation 26(1) (b) of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, The number of directorships and the positions held on Board Committees by the directors are in conformity with the limits on the number of Directorships and Board Committee positions as laid down in the Companies Act and SEBI (Listing Obligations and Disclosure Requirements) Regulations as on 31st March, 2023.

Disclosure of Shareholding of Independent Non-Executive Directors:

Name of the Director	Shares held as on 31 st March, 2023 (Own or held by/for other persons on a beneficial basis)
Mr. Murlimanohar Goyal	Nil
Ms. Chinar Jethwani	Nil
Mrs. Pooja Shah	Nil
Mr. Chintan Patel	Nil

BOARD COMMITTEES:

Under the sponsorship of the Board of Directors, several committees have been constituted which have been delegated powers for different functional areas. The Audit Committee, Stakeholders Relationship Committee, Nomination and Remuneration Committee and CSR Committee have been constituted pursuant to and in accordance with the provisions of SEBI Listing Regulations and Companies Act, 2013.

The details of Committees of Board of Director are given below:

A. AUDIT COMMITTEE:

TERMS OF REFERENCE:

The Audit Committee acts in accordance with the provisions of Companies Act, 2013 and Listing Regulations as amended from time to time.

Further as per provisions of Section 177 of Companies Act, 2013 and Listing Regulations committee recommends appointment, remuneration and terms of appointment of auditors of the Company, review and monitor the auditor's independence and performance and effectiveness of the audit process, examination of the financial statements and the auditor's report thereon, approval or any subsequent modification of transactions of the Company with related parties, scrutiny of inter-corporate loans and investments, valuation of undertakings or assets of the Company wherever it is necessary, evaluation of internal financial controls and risk management systems, monitoring the end use of funds raised through public offers and related matters and such other as may be prescribed in Companies Act, 2013 and Listing Regulations.

COMPOSITION COMMITTEE:

The Audit Committee Comprises of the following 3 (Three) Members;

Name of Director	Designation	Category
Mr. Jyotiprasad Chiripal	Member	Promoter Non Executive Director
Mr. Murlimanohar Goyal	Chairman	Independent Director
Ms Chinar Jethwani	Member	Independent Director

Company Secretary and Compliance Officer acted as Secretary of the Committee.

The quorum for the Meeting of the Audit Committee is as per applicable laws. During the year under review, the Committee met four times, The details of the attendance of Directors at Audit Committee meetings during the financial year are as under:

Name of Director	Number of Meeting Attended
Mr. Jyotiprasad Chiripal	04
Mr. Murlimanohar Goyal	04
Ms. Chinar Jethwani	04

B. NOMINATION AND REMUNERATION COMMITTEE:

TERM OF REFERENCE:

The terms of reference of the Nomination and Remuneration Committee are in compliance with the provisions of Companies Act, 2013 and Listing Regulations as amended from time to time, and it broadly includes the following:

- Identifying and selection of candidates for appointment as Directors/ Independent Director based on certain laid down criteria;
- Performing all such functions as are required to be performed by the Committee with regard to ESPS/ ESOPs under the Regulations issued by Securities and Exchange Board of India from time to time; and
- Such other matters as specified under Listing Regulations and requirements of Section 178 of the Companies Act, 2013 and Reserve Bank of India or as may be delegated by the Board of Directors of the Company.

COMPOSITION AND ATTENDANCE AT MEETINGS:

The Nomination and Remuneration Committee comprises of following Three Members out of which Two Members are Independent Directors:

Name of Director	Designation	Category
Mr. Murlimanohar Goyal	Chairman	Independent Director
Mr. Jyotiprasad Chiripal	Member	Promoter Non Executive Director
Ms. Chinar Jethwani	Member	Independent Director

Company Secretary and Compliance Officer acted as Secretary of the Committee.

During the year under review, the Committee met one time. The details of the attendance of Directors at meeting(s) of the Committee held during the financial year are as under:

Name of Director	No. of Meeting Attended
Mr. Murlimanohar Goyal	1
Mr. Jyotiprasad Chiripal	1
Ms. Chinar Jethwani	1

A process of evaluation was followed by the Board of Directors for its own performance and that of its Committees and individual Directors and also the necessary evaluation was carried out by Nomination and Remuneration Committee and Independent Director at their respective meetings held for the purpose.

C. STAKEHOLDERS' RELATIONSHIP COMMITTEE:

TERM OF REFERENCE:

The terms of reference of the Stakeholders Relationship Committee are in compliance with the provisions of Companies Act, 2013 and Listing Regulations as amended from time to time, which inter alia includes carrying out such functions for redressal of grievances of shareholders including but not limited to, transfer of shares, non-receipt of annual report, non-receipt of dividend and any other grievance that a shareholder or investor of the Company may have against the Company.

The Committee also oversees and approves Transfer / Transmission / Dematerialisation of shares, issue of Duplicate / Consolidated / Split Share Certificate(s) etc. The Company has appointed M/s. Link Intime India Private Limited as its Registrar and Share Transfer Agent (RTA). The Stakeholders Relationship Committee recommends measures for overall improvement in the quality of investor services.

Name of Director	Designation	Category
Mr. Murlimanohar Goyal	Chairman	Independent Director
Ms. Chinar Jethwani	Member	Independent Director
Mr. Jyotiprasad Chiripal	Member	Promoter Non Executive Director

Company Secretary, acts as a Secretary to the Committee and is also the Compliance Officer of the Company under Listing Regulations. As the Compliance Officer he is responsible for overseeing the redressal of the investors' grievances.

During the year under review, the Committee met four times. The details of the attendance of Directors at meeting(s) of the Committee held during the financial year are as under:

Name of Director	No. of Meeting Attended
Mr. Murlimanohar Goyal	01
Ms. Chinar Jethwani	01
Mr. Jyotiprasad Chiripal	01

The equity shares of the Company are listed on the BSE Limited (BSE) as on 31st March, 2023.

At the beginning of the year, there were no complaints / correspondences which were pending. During the year under review, the Company and M/s. Link Intime India Private Limited, the Registrar and Share Transfer Agent, received no complaints/ correspondence/ grievances and there were no pending complaints as at 31st March, 2023.

D. OTHER COMMITTEES:

In addition to the above referred committees, the Board has also constituted committees of Directors to look into various business matters. These Committees includes Corporate Social Responsibility Committee.

The Corporate Social Responsibility Committee report is attached as Annexure-V to the Board's report

INDEPENDENT DIRECTORS' MEETING:

Pursuant to Schedule IV of the Companies Act, 2013 and the Rules made thereunder and Regulation 25 (3) of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, all the Independent Directors of the Company met once during a year, without the attendance of Non-Independent Directors and Members of the Management.

The Independent Directors reviewed performance of Non Independent Directors, Chairman of the Company and the performance of the Board as a whole. The Independent Directors also discussed the quality, quantity and timeliness of flow of information between the Company management and the Board that is necessary for the Board to effectively and reasonably perform their duties. The feedback of the Meeting was shared with the Chairman of the Company.

INDEPENDENT DIRECTORS' FAMILIARISATION PROGRAMME:

The Company has familiarized its Independent Directors with the Company, their roles, rights, responsibilities in the Company nature of the industry in which the Company operates business model of the Company, etc. The details of the said familiarization programme are provided on the website of the Company and the web link is <http://cnpcl.com/familiarization-programme>.

REMUNERATION OF DIRECTORS:

The Company has adopted a Remuneration Policy for its Directors, Key Managerial Personnel and other employees. The Remuneration Policy has laid down the criteria for determining qualifications, positive attributes, independence of Director and Board diversity. The Policy lays down the factors for determining remuneration of Whole-time Directors, Executive and Non-Executive Directors, Key Managerial Personnel and other employees. The policy also lays down the evaluation criteria of the Independent Directors and the Board. The Nomination and Remuneration Committee decides the remuneration for the Whole-time Directors.

Remuneration Policy:

A. Remuneration to Whole-time Director:

The remuneration paid to Whole-time Directors is subject to the limits laid down under Section 197 and Schedule V to the Companies Act, 2013, and in accordance with the terms of appointment approved by the Shareholders of the Company. The remuneration of the Whole-time Director is determined by the Nomination & Remuneration Committee based on track record of the Whole-time Director.

The remuneration consists of Salary, House Rent Allowance (HRA), Conveyance Allowance and other perquisites and allowances in accordance with the rules of the Company, applicable from time to time. The Whole-time Director are not paid any sitting fees for attending the meetings of the Board of Directors or Committees thereof.

The appointment of Whole-time Director is for a period not exceeding five years at a time subject to ratification by members of the Company at the ensuing Annual General Meeting.

Even if there is no breach of the Companies Code by the Whole-time Director, but the Company exercises the discretion to terminate his services during the term of appointment, without assigning any reason therefore, then and in that event, the Whole-time Director shall be paid a compensation of a sum which shall not exceed the remuneration which he would have earned if he had been in office for the unexpired residue of his term or for three years, whichever is shorter, calculated on the basis of the average remuneration actually earned by him during a period of three years immediately preceding the date on which he ceased to hold the office or where he held the office for a lesser period than three years, during such period.

Presently, the Company does not have a scheme for grant of stock options either to the Whole-time Directors or employees.

The details of remuneration (including perquisites and allowances) paid during the year ended 31st March, 2023 are as follows:

Name	Salary
Vivekanand Chaudhary , Whole Time Director	7.99 Per annum.

Mr. Vivekanand Chaudhary has been appointed as Whole Time Director w.e.f. 17th December, 2022

B. Remuneration to Non-Executive Directors

Non-Executive Directors, in their individual capacity, did not have any pecuniary relationship with the Company during the financial year 2022-23. The details of payments made to Non-Executive Directors during the year ended 31st March, 2023 are as under:

(Amount in Lakhs)

Name of the Director	Sitting Fees
Mr. Murlimanohar Goyal	0.80
Ms. Chinar Rajkumar Jethwani	0.80
Mrs. Pooja Shah	0.80
Mr. Chintan Patel	0.80

C. Remuneration to Key Managerial Personnel and other employees

The objective of the policy is to have a compensation framework that will reward and retain talent. The remuneration will be such as to ensure that the correlation of remuneration to performance is clear and meets appropriate performance benchmarks. Remuneration to Key Managerial Personnel, Senior Management and other employees will involve a balance between fixed and variable pay reflecting short and long term performance objectives of the employees in line with the working of the Company and its goals. For Directors, the Performance Pay will be linked to achievement of Business Plan. For Heads of Department, the Performance Pay will be linked to achievement of functional plan which is derived from the business plan. The functional plan includes both, short-term and long-term objectives. The above will take into consideration industry performance, customer performance and overall economic environment. For other management personnel, the Performance Pay will be linked to achievement of individual set objectives and part of this will also be linked to overall company performance.

Remuneration Policy is also available at <http://cnpcl.com/corporate-policies>.

CODE OF CONDUCT FOR BOARD OF DIRECTORS AND SENIOR MANAGEMENT

The Company has adopted a Code of Conduct for Board of Directors and Senior Management (the Code). The Code has been communicated to the Directors and the members of Senior Management. The Code has also been posted on the Company's website at www.cnpcl.com. All Board members and senior management have confirmed compliance with the Code for the year ended 31st March, 2023. Code of Conduct is available at <http://cnpcl.com/code-of-conduct>. The Annual Report contains a declaration to this effect signed by the Director.

D. Matrix containing skills/expertise/competence of the board of directors.

The list of core skills/expertise/competencies identified by the board of directors as required in the context of CIL Nova Petrochemicals Limited business (es) to function effectively and those actually available with the board are as under:

Skills/expertise/competence	Jyotiprasad Chiripal	Vivekanand Chaudhary	Murlimanohar Goyal	Chinar Jethwani	Pooja Shah	Chintan Patel
Industry knowledge/experience						
Experience	Yes	Yes	Yes			
Industry knowledge	Yes	Yes	Yes	Yes	Yes	Yes
Understanding of relevant laws, rules, regulation and policy	Yes	Yes	Yes	Yes	Yes	Yes
International Experience	Yes		Yes			
Contract management	Yes	Yes	Yes	Yes	Yes	Yes
Technical skills/experience						
Accounting and finance	Yes			Yes	Yes	Yes
Marketing	Yes	Yes	Yes			

Skills/expertise/competence	Jyotiprasad Chiripal	Vivekanand Chaudhary	Murlimanohar Goyal	Chinar Jethwani	Pooja Shah	Chintan Patel
Information Technology	Yes	Yes	Yes	Yes	Yes	Yes
Leadership	Yes	Yes	Yes	Yes	Yes	Yes
Compliance and risk	Yes	Yes	Yes	Yes	Yes	Yes
Legal	Yes			Yes	Yes	Yes
Business Strategy	Yes		Yes		Yes	Yes
Behavioral Competencies						
Integrity and ethical standards	Yes	Yes	Yes	Yes	Yes	Yes
Mentoring abilities	Yes	Yes	Yes	Yes	Yes	Yes
Interpersonal relations	Yes	Yes	Yes	Yes	Yes	Yes

a) ANNUAL GENERAL MEETING:

During last three years, Annual General Meetings of the equity shareholders of the Company were held. The details of the said Meetings and the Special Resolutions passed thereat are as follows:

General Meeting	Date, Day and Time	Venue	Special Resolution Passed
18 th Annual General Meeting	29 th September, 2022	Audio/Video means	--
17 th Annual General Meeting	28 th September, 2021		1
16 th Annual General Meeting	17 th October, 2020		2

b) POSTAL BALLOT:

Company has passed 2 resolutions via postal ballot during the Financial Year 2022-23, 1. Insertion of New Clause in the Memorandum of Association and 2. Appointment of Mr. Vivekanand Chaudhary as Whole Time Director of the Company which was duly passed by the members and result was submitted to Stock Exchange in compliance with the regulation 44 of SEBI (LODR), 2015.

MEANS OF COMMUNICATION:

Quarterly/ annual audited financial results are regularly submitted to the Stock Exchanges where the shares of the Company are listed in accordance with the Listing Regulations and are widely published in a prominent English newspaper "The Financial Express or Indian Express" and in a regional language newspaper, "The Financial Express Gujarati". The quarterly/annual results are also displayed on the Company's website www.cnpl.com soon after their declaration.

A. GENERAL INFORMATION TO SHAREHOLDERS

a)	Annual General Meeting: Date, Day and Time: Friday, 29 th September, 2023 at 6:00 PM
b)	Financial Year: The Financial Year of the Company is from 1 st April to 31 st March
c)	Listing on Stock Exchanges: BSE Limited (BSE) Phiroze Jeejeebhoy Towers, Dalal Street, Fort, Mumbai – 400001

d) Listing Fees:

Listing fees of the Stock Exchanges for the year 2023-24 have been paid.

e) Stock Code:

BSE: 533407, ISIN: INE672K01025

f) **Market price data-high, low during each month in last financial year**

Month	BSE	
	High	Low
April, 2022	44.9	37.05
May, 2022	41.85	28.6
June, 2022	37.4	26
July, 2022	31.45	25.6
August, 2022	31.9	24.35
September, 2022	29.9	22.4
October, 2022	30	21.65
November, 2022	25.95	20.65
December, 2022	24.8	21.5
January, 2023	26.65	23.35
February, 2023	25.65	18.6
March, 2023	20.65	17.58

g) **Performance of Share Price in Comparison with BSE SENSEX**

Month	SENSEX	Share Price (Closing Price)
April, 2022	60845.1	40.75
May, 2022	57184.21	32.1
June, 2022	56432.65	30
July, 2022	57619.27	28.4
August, 2022	60411.2	26.45
September, 2022	60676.12	24.45
October, 2022	60786.7	24.55
November, 2022	63303.01	23.9
December, 2022	63583.07	24.1
January, 2023	61343.96	24.35
February, 2023	61682.25	19.95
March, 2023	60498.48	18.14

h) **Distribution of Shareholding as at 31st March, 2023**

Sr. No.	Shareholding Of Shares	Shareholder	Percentage of Total	Total Shares	Percentage of Total issued Shares
1	1 – 500	6089	90.54	684957	2.52
2	501 – 1,000	298	4.4312	249361	0.92
3	1,001 – 2,000	161	2.3941	239521	0.88
4	2,001 – 3,000	44	0.6543	111096	0.40
5	3,001 – 4,000	16	0.2379	57089	0.21
6	4,001 – 5,000	22	0.3271	101982	0.37
7	5,001 – 10,000	33	0.4907	246417	0.90
8	10,001 and Above	62	0.9219	25409577	93.76
Total			100.00	2,71,00,000	100.00

i) **Dematerialization of Shares and Liquidity**

Equity shares of the promoters and promoter group are 100% in dematerialized form. As on 31st March, 2023, 2,66,45,426 a total of equity shares aggregating to 98.32% of the total issued, subscribed and paid-up equity share capital of the Company, are in dematerialised form.

j) **Outstanding GDRs / ADRs / Warrants or any Convertible instruments: NIL**

k) Category wise Shareholding as at 31st March, 2023

Category	Total Shares	Total Percent
Corporate Bodies (Promoter Co)	13443405	49.60
Clearing Members	726	0.00
Other Bodies Corporate	1455535	5.37
Foreign Promoters	1272469	4.69
Hindu Undivided Family	113173	0.41
Non Nationalised Banks	300	0.00
Non Resident Indians	243859	0.89
Non Resident (Non Repatriable)	6440	0.02
Overseas Corporate Bodies	2500	0.00
Public	2053942	7.57
Promoters	5476418	20.20
Body Corporate - Ltd Liability Partnership	29	0.00
Foreign Portfolio Investors (Corporate) - I	1829809	6.75
Foreign Portfolio Investors (Corporate) - II	1201395	4.43
TOTAL :	2,71,00,000	100.00

l) Plant Location:

Survey No. 396 (P), 395/4 (P), Moraiya Village, Sarkhej - Bavla Highway, Tal. Sanand, Ahmedabad – 382201 Gujarat.

m) Address of Correspondence:

The Company Secretary CIL Nova Petrochemicals Limited Survey No. 396 (P), 395/4 (P), Moraiya Village, Sarkhej - Bavla Highway, Tal. Sanand, Ahmedabad – 382201 Gujarat. Email: novapetro23@gmail.com Fax No.: +91-2717-251612 Tel. No.: +91-2717-250556-7-8, +91-9825800060	Registrar and Share Transfer Agent Link Intime India Private Limited 5 th floor, 506 to 508 Amarnath Business Centre - I (ABC - I), Beside Gala Business Centre, Nr. St. Xavier's College Corner, Off C. G. Road, Navarangpura, Ahmedabad - 380009 Email: ahmedabad@linkintime.co.in Fax No.: 079-26465179 Tel No. 079-26465177
---	---

n) Share Transfer System:

Shares in physical form sent for registering transfer, to the Registrar and Shares Transfer Agents, M/s. Link Intime India Private Limited are registered and returned within a period of 15 days from the date of receipt, if the documents are in order in all respects. The Share Transfer Committee of the Company meets as often as required.

DISCLOSURES:
a) Related Party Transactions

The Company has no material significant related party transactions as per Companies Act 2013, which may have a potential conflict with the interest of the Company. The details of transactions between the Company and the related parties are given under Notes to the Financial Statement for the year ended 31st March, 2023. The Board has approved a policy for related party transactions which has been uploaded on the Company's website and the web link is <http://cnpl.com/corporate-policies>.

b) Penalty or Strictures

Company has paid 3,67,070/- penalty towards non-compliance of certain provisions of SEBI (LODR), 2015, imposed on the Company by Stock Exchanges. Company has duly complied with the relevant provisions.

c) The Company has complied with all the mandatory requirements of Corporate Governance as on 31st March, 2023 and is in compliance with the requirements of Corporate Governance under SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015.

d) The Company has established vigil mechanism policy and is available at <http://cnpl.com/corporate-policies> further no personnel has been denied access to the audit committee for the said purpose however there has been no case in vigil mechanism;

e) There was no application made or proceeding pending under the Insolvency and Bankruptcy Code, 2016 during the year.

f) There was no instance of onetime settlement with any Bank or Financial Institution.

g) Details of compliance with mandatory requirements and adoption of the non-mandatory requirements of this clause. Details of any non-compliance of any requirement of corporate governance report:

All the mandatory requirements have been complied with as stated in this report on Corporate Governance. There is no non-compliance with any requirement of corporate governance report of sub-para (2) to (10) of the Corporate Governance report as given in Schedule V(C) of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015. The disclosures of the compliance with Corporate Governance requirements specified in Regulation 17 to 27 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 (the Regulations), have been made in this Corporate Governance report. Details required under clauses (b) to (i) of sub-regulation (2) of Regulation 46 of the said Regulations are displayed on the website of the Company at www.cnpcl.com.

The non-mandatory requirements as stipulated in Part E of Schedule II of the SEBI (Listing Obligations and Disclosure Requirements) Regulations have been adopted to the extent and in the manner as stated under the appropriate headings in the Report on Corporate Governance

h) CEO/CFO Certification:

A certification from the CEO and CFO as specified in Part B of Schedule II in terms of Regulation 17(8) of the SEBI (Listing Obligations and Disclosure Requirements) Regulations was placed before the Board Meeting held on 30th May, 2023 to approve the Audited Annual Accounts for the year ended 31st March, 2023.

i) Payment to Statutory Auditor:

The details of total fees for all services paid by the Company, to M/s. J.T. Shah and Co., Statutory Auditors and all entities in the network firm/network entity of which the statutory auditor is a part is as under:

Fees Paid to	Amount (in Lakhs)
M/s. J.T. Shah and Co. (includes Audit fee, certification fees and reimbursement of expenses)	3.50
Other network entities	NIL

j) Material Subsidiaries:

The Company does not have a material subsidiary as defined under Regulation 16 (1) (c) of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, at <http://cnpcl.com/corporate-policies> the Policy for determining material subsidiaries is on the website of the Company.

For and on behalf of the Board

Sd/-

Jyotiprasad Chiripal

Chairman

DIN: 00155695

Place: Ahmedabad
Date: 14th August, 2023

CEO and CFO Certification

We, Shashank Paranjape, Chief Executive Officer and Satish Bhatt, Chief Financial Officer certify that;

- A. We have reviewed the financial statements and cash flow statement for the year ended on 31st March, 2023 and that to the best of our knowledge and belief;
- these statements do not contain any materially untrue statement or omit any material fact or contain statements that might be misleading;
 - these statements together present a true and fair view of the listed entity's affairs and are in compliance with existing accounting standards, applicable laws and regulations.
- B. To the best of our knowledge and belief, no transactions entered into by the Company during the year ended on 31st March, 2023 are fraudulent, illegal or violate of the Company's code of conduct.
- C. We accept responsibility for establishing and maintaining internal controls for financial reporting and that we have evaluated the effectiveness of internal control systems of the Company pertaining to financial reporting and we have disclosed to the auditors and the audit committee, deficiencies in the design or operation of such internal controls, if any, of which they are aware and the steps have been taken to rectify these deficiencies.
- D. We further certify that we have indicated to the auditors and the Audit Committee that;
- There has not been any significant changes in internal control over financial reporting during the year under reference;
 - There has not been any significant change in accounting policies during the year requiring disclosure in the notes to the financial statements; and
 - We are not aware of any instance during the year of significant fraud with involvement therein of the management or any employee having a significant role in the Company's internal control system over financial reporting.

For, CIL Nova Petrochemicals Limited

Place: Ahmedabad
Date: 30th May, 2023

Sd/-
Satish Bhatt
Chief Financial Officer

Sd/-
Shashank Paranjape
Chief Executive Officer

CODE OF CONDUCT - DECLARATION

As required under Schedule V (D) of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, the Board Members and the Senior Management Personnel have confirmed compliance with the Code of Conduct for the Board of Directors and the Senior Management for the year ended 31st March, 2023.

For and on behalf of the Board

Place: Ahmedabad
Date: 13th August, 2023

Sd/-
Jyotiprasad Chiripal
Chairman
DIN: 00155695

Certificate of Compliance with the Corporate Governance requirements under SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015

TO THE MEMBERS OF CIL NOVA PETROCHEMICALS LIMITED

I have examined the compliance of conditions of Corporate Governance by CIL Nova Petrochemicals Limited ('the Company'), for the year ended March 31, 2023, as stipulated in relevant provisions of Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015 ('Listing Regulations') as referred to in Regulation 15(2) of the Listing Regulations for the period 1st April, 2022 to 31st March, 2023.

The compliance of conditions of Corporate Governance is the responsibility of the Management. My examination was limited to a review of the procedures and implementation thereof, adopted by the Company for ensuring the Compliance of the conditions of Corporate Governance. It is neither an audit nor an expression of opinion on the financial statements of the Company.

In my opinion and to the best of our information and according to the explanations given to us, I certify that the Company has complied with the conditions of Corporate Governance as stipulated in the above-mentioned Listing Regulations, as applicable.

I 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.

Place:-Ahmedabad
Date:- 30th May, 2023

Sd/-
(Jatin Kapadia)
Practicing Company Secretary
COP: 12043
MEM NO. 26725

CERTIFICATE OF NON-DISQUALIFICATION OF DIRECTORS

(Pursuant to Regulation 34(3) and Schedule V Para C clause (10)(i) of the
SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015)

I, Jatin Kapadia, Practicing Company Secretary, have examined the registers, records and books and papers of CIL Nova Petrochemicals Limited (the Company) as required to be maintained under the Companies Act, 2013 (the Act) and the rules made thereunder for the financial year ended on 31st March, 2023. In my opinion and to the best of my information and according to the examinations carried out by me and explanations furnished to me by the company, its directors and officers, I certify that none of the directors on the board of the company have been debarred or disqualified from being appointed or continuing as directors of companies by the Securities Exchange Board of India/ Ministry of Corporate Affairs or any such statutory authority.

Place:-Ahmedabad
Date:- 14th August, 2023

Sd/-
(Jatin Kapadia)
Practicing Company Secretary
COP: 12043
MEM NO. 26725
UDIN: F011418D000526779

INDEPENDENT AUDITOR'S REPORT

To,
The Members of
CIL Nova Petrochemicals Limited

REPORT ON THE AUDIT OF THE FINANCIAL STATEMENTS

Opinion

1. We have audited the financial statements of **CIL Nova Petrochemicals Limited ("the Company")**, which comprise the Balance Sheet as at **31st March, 2023**, and the Statement of Profit and Loss, the Statement of Changes in Equity and Statement of Cash Flows for the year then ended, and notes to the financial statements, including a summary of the significant accounting policies and other explanatory information.
2. 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 in conformity with the accounting principles generally accepted in India including Indian Accounting Standards ('Ind AS') specified under Section 133 of the Act, of the state of affairs of the Company as at 31st March 2023, and its Loss, total comprehensive income, its cash flows and the changes in equity for the year ended on that date.

Basis for Opinion

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

Emphasis of Matter

4. As described in the Note 53 to the financial Statement, the Income Tax Department had carried out the survey at the company's business premises from July 20, 2022 to July 22, 2022. The assessments for the period covered by survey are pending. The management does not expect any material additional liability as a result of the search and hence no provision for the additional income tax liability has been made by the company.

Our opinion is not modified in respect of the above matter.

Key Audit Matters

5. Key audit matters are those matters that, in our professional, judgment were, of most significance in our audit of the, standalone financial statements of the current period.

These matters were addressed in the context of our audit, of the standalone financial statements as a whole, and in forming our opinion thereon, and we do not provide a separate opinion, on these matters.

6. Key audit matter identified in our audit is on assessment of Non-current assets held for sale & discontinued Operations as follows:

Key audit matter	How our audit addressed the key audit matter
Non current assets held for sale & discontinued Operations	
<p>During the current year, the Board of Directors of the company has approved the sale of Polyester Yarn Unit through slump sale via Business Transfer Agreement (BTA) to its related party of its Polyester Yarn Unit. The company is in the process of obtaining necessary approval of shareholders, Banks, Courts, Tribunal, Regulators if any.</p> <p>Accordingly, the Business of Polyester Yarn Unit is presented as Held for Sale and discontinued operations from the standalone financial statements perspective in accordance with Ind AS 105: "Non-current Assets Held for Sale and Discontinued Operations."</p> <p>Considering the significance of amounts and complexities involved in carving out the results of the respective businesses, we determined this to be a Key Audit Matter.</p> <p>Refer note 2(v) accounting policies and Note 15 and 51 to the standalone Financial statements.</p>	<p>Our audit procedures include the following substantive procedures:</p> <ul style="list-style-type: none"> • We have reviewed the company's accounting policy for non-current assets held for sale & discontinued operations and its appropriateness in accordance with Ind AS 105: Non-current Assets held for sale & Discontinued Operations. • We read the minutes of meetings of Board of directors for approving the sale/disposal of the aforesaid unit & corresponding filings to the stock exchanges. • We have inquired with the Key Managerial Personnel to obtain an understanding of the company's future action plan regarding the execution of the BTA. • We have verified that the assets and liabilities pertaining to the Business of Polyester yarn Unit as of 31 March 2023 which have been disclosed separately in the standalone financial statements, in line with the afore-mentioned accounting standard and analysed if there is any impairment loss. • We verified the analysis prepared by the Company for the amounts to be disclosed as discontinued operations in the statement of profit and loss for the current and previous years. • We assessed the adequacy of the disclosures in note 15 & 51 of standalone financial statements in accordance with the requirements of Ind AS 105: Non-Current Assets Held for sale and Discontinued Operations.

Information other than the Financial Statements and Auditors' Report thereon

7. The Company's Board of Directors is responsible for the other information. The other information comprises the information included in the Annual Report, but does not include the financial statements and our auditor's report thereon.

Our opinion on the financial statements does not cover the other information and we do not express any form of assurance conclusion thereon. In connection with our audit of the financial statements, our responsibility is to read the other information identified 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 Annual Report, if we conclude that there is a material misstatement therein, we are required to communicate the matter to those charged with governance and as may be legally advised.

Responsibilities of Management and Those Charged with Governance for the Financial Statements

8. The Company's Board of Directors is responsible for the matters stated in Section 134(5) of the Act with respect to the preparation of these financial statements that give a true and fair view of the financial position, financial performance, 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 the assets of the Company and for preventing and detecting frauds and other irregularities; selection and application of appropriate implementation and maintenance of accounting policies; making judgments and estimates that are reasonable and prudent; and design, implementation and maintenance of adequate internal financial controls, that were operating effectively for ensuring the accuracy and completeness of the accounting records, relevant to the preparation and presentation of the financial statements that give a true and fair view and are free from material misstatement, whether due to fraud or error.

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

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

Auditors' Responsibilities for the Audit of the Financial Statements

11. 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.
12. As part of an audit in accordance with SAs, we exercise professional judgment and maintain professional scepticism throughout the audit. We also:
 - Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis of opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for our resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
 - Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances. Under section 143(3)(i) of the Act, we are also responsible for expressing our opinion on whether the company has adequate internal financial control 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 the management.
 - Conclude on the appropriateness of management's use of the going concern basis of accounting and based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the Company's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the financial statements or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the Company to cease to continue as a going concern.
 - Evaluate the overall presentation, structure and content of the financial statements, including the disclosures, and whether the financial statements represent the underlying transactions and events in a manner that achieves fair presentation.
13. 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.
14. 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.
15. From the matters communicated with those charged with governance, we determine those matters that were of most significance in the audit of the financial statements of the current period and are therefore the key audit matters. We describe these matters in our auditor's report unless law or regulation precludes public disclosure about the matter or when, in extremely rare circumstances, we determine that a matter should not be communicated in our report because the adverse consequences of doing so would reasonably be expected to outweigh the public interest benefits of such communication.

REPORT ON OTHER LEGAL AND REGULATORY REQUIREMENTS

16. As required by the Companies (Auditor's Report) Order, 2020 ("the Order") issued by the Central Government of India in terms of sub-section (11) of Section 143 of the Act, we give in "Annexure A" a statement on the matters specified in paragraphs 3 and 4 of the Order, to the extent applicable.
17. As required by Section 143(3) of the Act, we report that:
 - a) We have sought and obtained all the information and explanations which to the best of our knowledge and belief were necessary for the purposes of our audit.
 - b) In our opinion, proper books of account as required by law have been kept by the Company so far as it appears from our examination of those books.
 - c) The Balance Sheet, the Statement of Profit and Loss and the Statement of Cash Flow dealt with by this Report are in agreement with the books of account.

- d) In our opinion, the aforesaid Standalone financial statements comply with the Ind AS Specified under section 133 of the Act.
- e) On the basis of the written representations received from the directors and taken on record by the Board of Directors, none of the directors is disqualified as on 31st 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 other matters to be included in the Auditor's Report in accordance with the requirements of Section 197(16) of the Act, as amended, in our opinion and to the best of our information and 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 of the Act.
- h) With respect to the other matters to be included in the Auditor's Report in accordance with Rule 11 of the Companies (Audit and Auditors) Rules, 2014, in our opinion and to the best of our information and according to the explanations given to us:
- i. The Company has disclosed the impact of pending litigations on its financial position in the financial statements- Refer Note -37 to the Financial Statement;
 - ii. The Company did not have any long-term contracts including derivative contracts for which there were any material foreseeable losses.
 - iii. There has been no delay in transferring amounts, required to be transferred, to the Investor Education and Protection Fund by the Company.
 - iv.
 - (i) The management has represented that, to the best of its knowledge and belief, other than as disclosed in the notes to the accounts, 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 Intermediaries shall, whether, directly or indirectly lend or invest in the other persons or entities identified in any manner whatsoever by or on behalf of the Company ("Ultimate Beneficiaries") or provide any guarantee, security or the like on behalf of the Ultimate Beneficiaries.
 - (ii) The management has represented, that to the best of its knowledge and belief, other than as disclosed in the notes to the accounts, 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, whether directly or indirectly lend or invest in the other persons or entities identified in any manner whatsoever by or on behalf of the Funding Parties ("Ultimate Beneficiaries") or provide any guarantee, security or the like on behalf of the Ultimate Beneficiaries.
 - (iii) Based on such audit procedures applied by us, nothing has come to our notice that has caused us to believe that the representations made under sub clause (i) and (ii) contain any material misstatement.
 - v. The company has not declared or paid any dividend during the year hence the provisions of section 123 of the Companies Act, 2013 are not applicable.
 - vi. 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 April 1, 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.

For, **J. T. Shah & Co.**
Chartered Accountants
[Firm Regd. No. 109616W]

(J. J. Shah)
Partner

[M. No. 45669]

UDIN:23045669BGYLCG6419

Place: Ahmedabad
Date: 30/05/2023

ANNEXURE "A" to the Independent Auditors' Report of even date on the Financial Statements of CIL Nova Petrochemicals Limited

Referred to in paragraph 16 of our Report of even date to the Members of **CIL Nova Petrochemicals Limited** for the year ended **31st 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. In respect of Property, Plant and Equipment :

- (a) (i) The Company has maintained proper records showing full particulars including quantitative details and situation of Property, Plant & Equipment.
- (ii) The Company has maintained proper records showing full particulars of intangible assets on the basis of available information.
- (b) The property, plant and equipment were physically verified by the Management according to a phased programme at regular interval intervals which, in our opinion, is reasonable having regard to the size of the company and the nature of its assets. Pursuant to the programme, property, plant and equipment have been physically verified by the management during the year and no material discrepancies have been noticed on such verification.
- (c) Based on the examination of the registered sale deed / transfer deed / conveyance deed provided to us, we report that, the title deeds of all the immovable properties of land and buildings (other than properties where the Company is the lessee and the lease agreements are duly executed in favour of the Company) disclosed in the financial statements included in property, plant and equipment are held in the name of the Company as at the balance sheet date. In respect of immovable and movable properties that have been taken on lease and disclosed in the financial statements as right-of use asset as at the balance sheet date, the lease agreements are duly executed in favour of the Company.
- (d) Company has not revalued its Property, Plant & Equipment and intangible assets during the year.
- (e) No proceedings have been initiated or pending against the company for holding any benami property under the Benami Transaction (Prohibition) Act, 1988 and rules made there under.

2. In respect of its Inventories :

- (a) The physical verification of inventories during the year has been conducted at reasonable intervals by the management. In our opinion, the coverage and procedure of such verification by management is appropriate and no material discrepancies of 10% or more in aggregate for each class of inventories were noticed on such physical verification of inventories when compared with books of account.
- (b) The company has been sanctioned working capital limit in excess of ₹5.00 Crores in aggregate. Copies of quarterly statement and return, furnished to bank have also been made available for our verification. We have verified the same on random sampling basis. Discrepancies noticed during the verification, were reasonably explained by the management to us.

3. During the year, the company has not made any investments in, provided any guarantee or security or granted any loans or advances in the nature of loans, secured or unsecured, to companies, firms, Limited Liability Partnerships or any other parties during the year. Accordingly, the clauses 3 (iii) (a) to (f) of the Companies (Auditor's Report) Order, 2020 are not applicable to the company.

4. The Company has not granted any loan, made investments or provided guarantees or provided securities to the party covered under Section 185 and 186 of the Companies Act, 2013.

5. In respect of Deposits:

The company has not accepted any deposits or amount which are deemed to be deposits and hence the directives issued by the Reserve Bank of India and the provisions of sections 73 to 76 or any other relevant provisions of the Companies Act and the rules framed there under are not applicable to the company. Accordingly, clause 3(v) of Companies (Auditor's Report) Order, 2020 is not applicable.

6. Cost Records:

Pursuant to the rules made by the central government of India, the Company is required to maintain cost records as specified under section 148(1) of the Act.

We have broadly reviewed the same, and are of the opinion that, prima facie, the prescribed accounts and records have been made and maintained. However, we have not made a detailed examination of the cost records with a view to determine whether they are accurate or complete.

7. In respect of Statutory Dues :

- (a) The Company is by and large regular in depositing with appropriate authorities undisputed statutory dues including Goods and Service Tax, Provident Fund, Employees State Insurance, Income Tax, Tax deducted at source, Duty of Customs, Value Added tax, cess and any other material statutory dues with the appropriate authorities. According to the information and explanations given to us, no undisputed amounts payable in respect statutory dues were outstanding as at 31st March, 2023 for a period of more than six months from the date they became payable.
- (b) There were no dues of Goods and Service tax, Sales tax, Provident Fund, Employees State Insurance, Duty of Excise, Duty of Customs, Income tax, cess and any other statutory dues which have not been deposited on account of any dispute. The particulars of dues of Textile Cess and Pollution Compensation which have not been deposited on account of disputes and the forum where the dispute is pending is given below:

Name of the Statute	Nature of the Dues	Year	Amount (₹ in Lakh)	Forum where dispute is pending
The Textile Committee Amendment Act, 1973	Textile Cess	1995 to 2005	50.90	Textiles Committee, Government of India, Ministry of Textiles
Gujarat Pollution Control Act	Compensation	2004 to 2010	51.65	High Court of Gujarat

8. In respect of Undisclosed Income Discovered in Income tax Assessment:

There were no transactions that were not recorded in books of accounts and have been surrendered or disclosed as income during the year in the tax assessments under the Income Tax Act, 1961. Hence, clause 3(viii) of Companies (Auditor's Report) Order, 2020 is not applicable to the company.

9. In respect of Repayment of Loans:

- (a) In our opinion, the Company has not defaulted in repayment of loans or other borrowings or in the payment of interest thereon to any lenders.
- (b) The company has not been declared as willful defaulter by any bank or financial institution or other lenders.
- (c) The term loans taken by the company during the year has been applied for the purpose for which term loan has been obtained.
- (d) On an overall examination of the standalone financial statements of the Company, prima facie, the company has not utilized any funds raised on short term basis for long term purpose.
- (e) The company has not taken any funds from any entity or person to meet obligations of its subsidiaries, associates or joint ventures. Hence reporting under clause 3(ix)(e) of the Companies (Auditor's Report) Order, 2020 is not applicable to the Company.
- (f) The company has not has raised any loans during the year on the pledge of securities held in its subsidiaries, joint ventures or associate companies. Hence, clause 3 (ix)(f) of the Companies (Auditor's Report) Order, 2020 is not applicable to the Company.

10. In respect of Public Offerings:

- (a) The Company has not raised moneys by way of initial public offer or further public offer (including debt instruments). Accordingly, clause 3 (x)(a) of the Companies (Auditor's Report) Order, 2020 is not applicable to the Company.
- (b) The company has not made any preferential allotment or private placement of shares or convertible debentures during the year. Accordingly, clause 3(x)(b) of the Companies (Auditor's Report) Order, 2020 is not applicable to the Company.

- 11. (a) As represented to us by the management and to the best of our knowledge, no fraud by the Company or no material fraud on the company has been noticed or reported during the year.
- (b) As informed to us by the management and to the best of our knowledge, no report under sub-Section (12) of Section 143 of the Companies Act, 2013 has been filed by the auditors in Form ADT-4 as prescribed under rule 13 of Companies (Auditor and Auditor) Rules 2014 with the Central Government, during the year and up to the date of this report.
- (c) As represented to us by the management, there was no whistle-blower complaints were received during the year and up to the date of this report by the company.

12. As the company is not a Nidhi Company, the Nidhi Rules, 2014 are not applicable to it. Accordingly, provisions of clause (xii) (a) to (c) of the Company's (Auditor's Report) Order, 2020 are not applicable to the Company.
13. The company has entered into transactions with related parties in compliance with the provisions of section 177 and 188 of the Companies Act 2013 where applicable and the details of related part transactions have been disclosed in the standalone financial statements as required under Indian Accounting Standard (Ind AS) 24 "Related Party Disclosure" specified under section 133 of the act.
14. **In respect of Internal Audit:**
- (a) In our opinion, the company has an internal audit system commensurate with the size and nature of its business of the company.
- (b) The internal audit reports of the company issued till the date of audit report, for the period under audit have been considered by us.
15. The Company has not entered in to any non-cash transactions with its directors or persons connected with him. Accordingly, clause 3(xv) of the Companies (Auditor's Report) Order, 2020 is not applicable to the Company.
16. **In Respect to the Provisions of Reserve Bank Of India Act 1934:**
- (a) The company is not required to be registered under Section 45-IA of the Reserve Bank of India Act, 1934. Accordingly, clause (xvi) (a) of the Company's (Auditor's Report) Order, 2020 is not applicable to the company.
- (b) The company has not conducted any Non-Banking Financial or Housing Finance activities. Accordingly, clause (xvi)(b) of the Company's (Auditor's Report) Order, 2020 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. Hence, clause (xvi)(c) & (d) of the Company's (Auditor's Report) Order, 2020 is not applicable to the company.
17. The Company has incurred cash losses of ₹ 237.08 Lakhs in the financial year under review & no cash loss has been incurred in the immediately preceding financial year.
18. During the year, M/s. Samir M. Shah & Co, the erstwhile statutory auditors of the Company have resigned with effect from 29th September 2022 consequent to the amended rules/regulations applicable to the Company. As informed, there have been no issues, objections or concerns raised by the said outgoing auditors.
19. On the basis of the financial ratios, ageing and expected dates of realization of financial assets and payment of financial liabilities, other information accompanying the financial statements and our knowledge of the Board of Directors and Management plans and based on our examination of the evidence supporting the assumptions, nothing has come to our attention, which causes us to believe that any material uncertainty exists as on the date of the audit report indicating that Company is not capable of meeting its liabilities existing at the date of balance sheet as and when they fall due within a period of one year from the balance sheet date. We, however, state that this is not an assurance as to the future viability of the Company. We further state that our reporting is based on the facts up to the date of the audit report and we neither give any guarantee nor any assurance that all liabilities falling due within a period of one year from the balance sheet date, will get discharged by the Company as and when they fall due.
20. According to the information and explanation given to us and the records of the company examined by us, there were no unspent amount required to be transferred to special account as required by Section 135 of the Companies Act, 2013. Accordingly, provisions of sub clause (a) and (b) of clause (xx) of the Company's (Auditor's Report) Order, 2020 are not applicable to the company.

For, **J. T. Shah & Co.**
Chartered Accountants
[Firm Regd. No. 109616W]

(J. J. Shah)
Partner

[M. No. 45669]

UDIN:23045669BGYLCG6419

Place: Ahmedabad
Date: 30/05/2023

ANNEXURE "B" TO INDEPENDENT AUDITORS' REPORT

Referred to in paragraph 17(f) of "Report on Other Legal and Regulatory Requirements" of our Report of even date to the Members of CIL Nova Petrochemicals Limited for the year ended 31st March, 2023.

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

Opinion

We have audited the internal financial controls over financial reporting of CIL Nova Petrochemicals Limited ("the Company") as of March 31, 2023 in conjunction with our audit of the standalone financial statements of the Company for the year ended on that date.

In our opinion, the Company has, in all material respects, an adequate internal financial controls system over financial reporting and such internal financial controls over financial reporting were operating effectively as at March 31, 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.

Management's Responsibility for Internal Financial Controls

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

Auditors' Responsibility

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

Our audit involves performing procedures to obtain audit evidence about the adequacy of the internal financial controls system over financial reporting and their operating effectiveness. Our audit of internal financial controls over financial reporting included obtaining an understanding of internal financial controls over financial reporting, assessing the risk that a material weakness exists, and testing and evaluating the design and operating effectiveness of internal control based on the assessed risk. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error.

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

For, **J. T. Shah & Co.**
Chartered Accountants
[Firm Regd. No. 109616W]

(J. J. Shah)
Partner

[M. No. 45669]

UDIN:23045669BGYL6419

Place: Ahmedabad

Date: 30/05/2023

Balance Sheet as at March 31, 2023

(₹ in Lakhs)

Particulars	Note No.	As at March 31, 2023	As at March 31, 2022
A ASSETS			
1 Non-Current Assets			
(a) Property, Plant and Equipment	3	5,832.46	8,242.82
(b) Capital Work-In-Progress	3	4.48	368.21
(c) Intangible Assets	4	Nil	19.64
(d) Financial Assets			
(i) Other Financial Asset	5	159.68	16.88
(e) Deferred Tax Assets (net)	6	Nil	Nil
(f) Other Non-Current Assets	7	92.50	178.17
Total Non - Current Assets		6,089.12	8,825.72
2 Current assets			
(a) Inventories	8	207.64	3,327.39
(b) Financial Assets			
(i) Trade Receivables	9	622.71	2,825.10
(ii) Cash and Cash Equivalents	10	14.82	2.60
(iii) Other Bank Balances	11	8.12	190.78
(iv) Other Financial Assets	12	144.74	1.23
(c) Current Tax Assets (Net)	13	9.07	26.50
(d) Other Current Assets	14	16.92	371.95
Total Current Assets		1,024.02	6,745.55
3 Non-current assets classified as held for sale	15	1,958.41	Nil
Total Assets (1+2+3)		9,071.55	15,571.27
B EQUITY AND LIABILITIES			
1 Equity			
(a) Equity Share Capital	16	2,710.00	2,710.00
(b) Other Equity	17	6,081.45	6,624.87
Total Equity		8,791.45	9,334.87
LIABILITIES			
2 Non-Current liabilities			
(a) Financial Liabilities			
(i) Borrowings	18	13.07	130.83
(ii) Other Financial Liabilities	19	Nil	1,108.49
Total Non - Current Liabilities		13.07	1,239.32
3 Current Liabilities			
(a) Financial Liabilities			
(i) Borrowings	20	9.13	2,544.94
(ii) Trade Payables			
- Total outstanding dues to Micro & small enterprise	21	Nil	Nil
- Total outstanding due of creditor other than Micro & small enterprise	21	176.16	1,682.20
(iii) Other Financial Liabilities	22	10.57	697.95
(b) Other Current Liabilities	23	69.23	27.34
(c) Provisions	24	1.94	44.65
Total Current Liabilities		267.03	4,997.08
Total Equity and Liabilities (1+2+3)		9,071.55	15,571.27
Summary of Significant Accounting Policies	2		

As per our report of even date attached herewith.
For, **J. T. Shah & Co.**
Chartered Accountants
(Firm Regd. No.109616W)

Sd/-
(J. J. Shah)
Partner
(M.No.45669)

Place : Ahmedabad
Date : 30/05/2023

For & on behalf of the Board of Directors of
For, **CIL NOVA PETROCHEMICALS LIMITED**

Sd/-
(Jyotiprasad Chiripal)
Chairman
DIN: 00155695

Sd/-
(Shashank Paranjape)
Chief Executive Officer

Sd/-
(Foram Bhuva)
Company Secretary
Place : Ahmedabad
Date : 30/05/2023

Sd/-
(Viveknand Chaudhary)
Director
DIN: 09815515

Sd/-
(Satish Bhatt)
Chief Financial Officer

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

(₹ in Lakhs)

	Particulars	Note No.	Year ended March 31, 2023	Year ended March 31, 2022
	Continuing Operations			
I	INCOME			
	(a) Revenue From Operations	25	Nil	Nil
	(b) Other Income	26	7.89	8.53
II	Total Income		7.89	8.53
III	EXPENSES			
	(a) Cost of Materials Consumed	27	Nil	Nil
	(b) Purchases of Stock-in-Trade	28	Nil	Nil
	(c) Changes in inventories of Finished Goods, Stock-in-trade and Work-in-progress	29	Nil	Nil
	(d) Employee Benefit Expense	30	Nil	Nil
	(e) Finance Costs	31	Nil	Nil
	(f) Depreciation and Amortisation Expense	32	125.43	125.23
	(g) Other Expenses	33	29.42	37.16
IV	Total Expenses		154.85	162.39
V	Profit/(Loss) Before Tax from continuing Operations (II - IV)		(146.96)	(153.86)
	Tax Expense			
	(a) Current Tax	34	Nil	Nil
	(b) Deferred Tax	34	Nil	Nil
	(c) Short/(Excess) Provision of Income Tax	34	Nil	Nil
VI	Total Tax Expense		Nil	Nil
VII	Profit/(Loss) for the year from continuing Operations (V - VI)		(146.96)	(153.86)
	Discontinued Operations			
	(a) Revenue From Operations	25	10,182.72	29,615.60
	(b) Other Income	26	355.19	245.54
VIII	Total Income		10,537.91	29,861.14
IX	Total Expenses	27 to 33	10,980.90	28,757.51
X	Profit/(Loss) Before Tax from Discontinued Operations (VIII - IX)		(442.99)	1,103.63
XI	Tax Expense	34	3.20	166.20
XII	Profit/(Loss) for the year from Discontinued Operations (X - XI)		(446.19)	937.44
XIII	Profit/(Loss) for the year from Continuing & Discontinued Operations (VII + XII)		(593.15)	783.58
XIV	Other Comprehensive Income from Continuing Operations			
	A (i) Items that will not be reclassified to profit or loss			
	(a) Remeasurements of the defined benefit plans	35	Nil	Nil
	(ii) Income tax relating to items that will not be reclassified to profit or loss	35	Nil	Nil
	B (i) Items that may be reclassified to profit or loss		Nil	Nil
	(ii) Income tax on items that may be reclassified to profit or loss		Nil	Nil
XV	Other Comprehensive Income from Discontinued Operations			
	A (i) Items that will not be reclassified to profit or loss			
	(a) Remeasurements of the defined benefit plans	35	49.72	5.67
	(ii) Income tax relating to items that will not be reclassified to profit or loss	35	Nil	Nil
	B (i) Items that may be reclassified to profit or loss		Nil	Nil
	(ii) Income tax on items that may be reclassified to profit or loss		Nil	Nil
XVI	Total Other Comprehensive Income from continuing & discontinued (XIV + XV)		49.72	5.67
XVII	Total Comprehensive Income for the year (XIII+XVI)		(543.43)	789.24
	Basic & diluted earnings per share of face value of ₹10 each Fully Paid up from continuing operations			
	(a) Basic (in ₹)	36	(0.54)	(0.57)
	(b) Diluted (in ₹)	36	(0.54)	(0.57)
	Basic & diluted earnings per share of face value of ₹10 each Fully Paid up from discontinued operations			
	(a) Basic (in ₹)	36	(1.65)	3.46
	(b) Diluted (in ₹)	36	(1.65)	3.46
	Basic & diluted earnings per share of face value of ₹10 each Fully Paid up from continuing & discontinued operations			
	(a) Basic (in ₹)	36	(2.19)	2.89
	(b) Diluted (in ₹)	36	(2.19)	2.89

As per our report of even date attached herewith.
For, **J. T. Shah & Co.**
Chartered Accountants
(Firm Regd. No.109616W)

Sd/-
(J. J. Shah)
Partner
(M.No.45669)

Place : Ahmedabad
Date : 30/05/2023

For & on behalf of the Board of Directors of
For, **CIL NOVA PETROCHEMICALS LIMITED**

Sd/-
(Jyotiprasad Chiripal)
Chairman
DIN: 00155695

Sd/-
(Shashank Paranjape)
Chief Executive Officer

Sd/-
(Foram Bhuva)
Company Secretary
Place : Ahmedabad
Date : 30/05/2023

Sd/-
(Viveknand Chaudhary)
Director
DIN: 09815515

Sd/-
(Satish Bhatt)
Chief Financial Officer

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

(₹ in Lakhs)

Particulars	Year Ended March 31, 2023	Year Ended March 31, 2022
A: Cash from Operating Activities :		
Net Profit before Taxation from continuing operations	-146.96	-153.86
Net Profit before Taxation from Discontinued operations	-442.99	1,103.63
Adjustment For :		
Depreciation and Amortisation Expense	431.11	425.57
Finance costs	174.70	262.64
(Reversal)/ Provision for Doubtful Advances	15.14	-65.39
(Reversal)/Provision for Expected credit Loss	-6.63	61.95
(Profit)/Loss on Sales of Property, Plant & Equipment	-127.01	-0.55
Amortisation of pre received income corresponding to unwinding of financial liability under finance cost	-76.87	-91.51
Interest Income	-13.94	-81.93
	396.50	510.77
Operating Profit Before Working Capital Changes:	-193.45	1,460.55
Adjustment For :		
(Increase)/Decrease in Other Non Current Assets	0.00	40.94
(Increase)/Decrease in Non Current Financial Assets	-142.80	3.44
(Increase)/decrease in Inventories	3,119.75	-225.88
(Increase)/decrease in Trade Receivable	2,209.02	796.66
(Increase)/decrease in Other Current Financial Assets	-144.67	0.28
(Increase)/decrease in Other Current Assets	351.89	206.20
Increase/(decrease) in Trade Payable	-1,506.04	-2,361.34
Increase/(decrease) in Other Current Financial Liability	-97.05	-5.76
Increase/(decrease) in Other Current Liabilities	41.89	-1.59
Increase/(decrease) in Non Current Financial Liability	-1,200.000	Nil
Increase/(decrease) in Current Provision	7.01	5.48
	2,639.01	-1,541.58
Cash Generated From Operations	2,445.55	-81.03
Income Tax Paid	-9.07	-240.82
	-9.07	-240.82
Net Cash From Operating Activities (A)	2,436.48	-321.85
B: Cash Flow From Investment Activities :		
Purchase of Property, Plant and Equipment including Capital Advances & Capital Work in Progress	-446.76	-275.16
Purchase of Intangible Asset	Nil	₹ -21
Sale of Property, Plant & Equipment	572.99	0.55
Margin Money Deposit made	185.80	-7.63
Interest Income received	15.10	81.88
Net Cash from Investment Activities (B)	327.13	-220.86

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

(₹ in Lakhs)

Particulars	Year Ended March 31, 2023	Year Ended March 31, 2022
C: Cash Flow From Financing Activities :		
Proceeds from Non-Current Borrowings	Nil	136.79
Repayment of Non-Current Borrowings	-117.57	-3.97
Proceeds/(Repayment) from Short term Borrowings	-2,535.99	583.10
Finance Costs Paid	-97.83	-171.17
Net Cash from Financing Activities (C)	-2,751.39	544.76
Net Increase in Cash & Cash Equivalents	12.22	2.05
Cash & Cash Equivalents at the Beginning	2.60	0.55
Cash & Cash Equivalents at the End	14.82	2.60

Reconciliation of cash and cash equivalents as per the cash flow statement	(₹ in Lakhs)	
Cash and cash equivalents as per above comprise of the following:	As At March 31, 2023	As At March 31, 2022
Cash and cash equivalents (Note 10)	14.82	2.60
Fixed deposits with less than 3 month from date of origination	Nil	Nil
Balances per statement of cash flows	14.82	2.60

Notes :

- 1 The above cash flow statement has been prepared under the "Indirect Method" as set out in the Indian Accounting Standard - 7 Cash Flow Statements specified under Section 133 of the Companies Act, 2013, read with Rule 7 of the Companies (Indian Accounting Standards) Rules, 2015.
- 2 Backup of Net Cash Flows:

Particulars	Year Ended March 31, 2023	Year Ended March 31, 2022
	(₹ in Lakhs)	(₹ in Lakhs)
Continuing Operations		
Net Cash From Operating Activities	₹ -29.42	₹ -37.16
Net Cash from Investment Activities	7.89	8.53
Net Cash from Financing Activities	Nil	Nil
Discontinued Operations		
Net Cash From Operating Activities	2,465.90	-284.69
Net Cash from Investment Activities	319.24	-229.39
Net Cash from Financing Activities	-2,751.39	544.76

As per our report of even date attached herewith.
For, **J. T. Shah & Co.**
Chartered Accountants
(Firm Regd. No.109616W)

Sd/-
(J. J. Shah)
Partner
(M.No.45669)

Place : Ahmedabad
Date : 30/05/2023

For & on behalf of the Board of Directors of
For, **CIL NOVA PETROCHEMICALS LIMITED**

Sd/-
(Jyotiprasad Chiripal)
Chairman
DIN: 00155695

Sd/-
(Shashank Paranjape)
Chief Executive Officer

Sd/-
(Foram Bhuvra)
Company Secretary
Place : Ahmedabad
Date : 30/05/2023

Sd/-
(Viveknand Chaudhary)
Director
DIN: 09815515

Sd/-
(Satish Bhatt)
Chief Financial Officer

Statement of Changes in Equity for the year ended on March 31, 2023

Equity Share Capital

Particulars	(₹ in Lakhs)
Balance as on 1st April, 2021	2,710.00
Changes in Equity Share Capital due to Prior Period Errors	Nil
Changes during the year	Nil
Balance as on 31st March, 2022	2,710.00
Changes in Equity Share Capital due to Prior Period Errors	Nil
Changes during the year	Nil
Balance as on 31st March, 2023	2,710.00

Other Equity

(₹ in Lakhs)

Particulars	Reserves and Surplus					Total
	Undistributable Retained Earnings	Capital Redemption Reserve	Securities Premium Reserve	General Reserve	Retained Earnings	
Balance as at 1st April, 2021	4,108.93	500.00	1,799.45	211.78	(784.54)	5,835.62
Profit/(Loss) for the year	Nil	Nil	Nil	Nil	783.58	783.58
Other comprehensive income for the year	Nil	Nil	Nil	Nil	5.67	5.67
Total Comprehensive Income for the year	Nil	Nil	Nil	Nil	789.25	789.25
Balance as at 31st March, 2022	4,108.93	500.00	1,799.45	211.78	4.71	6,624.87
Profit/(Loss) for the year	Nil	Nil	Nil	Nil	(593.16)	(593.16)
Other comprehensive income for the year	Nil	Nil	Nil	Nil	49.72	49.72
Total Comprehensive Income for the year	Nil	Nil	Nil	Nil	(543.44)	(543.44)
Balance as at 31st March, 2023	4,108.93	500.00	1,799.45	211.78	(538.73)	6,081.43

As per our report of even date attached herewith.
For, **J. T. Shah & Co.**
Chartered Accountants
(Firm Regd. No.109616W)

Sd/-
(J. J. Shah)
Partner
(M.No.45669)

Place : Ahmedabad
Date : 30/05/2023

For & on behalf of the Board of Directors of
For, **CIL NOVA PETROCHEMICALS LIMITED**

Sd/-
(Jyotiprasad Chiripal)
Chairman
DIN: 00155695

Sd/-
(Shashank Paranjape)
Chief Executive Officer

Sd/-
(Foram Bhuva)
Company Secretary
Place : Ahmedabad
Date : 30/05/2023

Sd/-
(Viveknand Chaudhary)
Director
DIN: 09815515

Sd/-
(Satish Bhatt)
Chief Financial Officer

1. CORPORATE INFORMATION:

CIL Nova Petrochemicals Limited (referred to as 'the company') is a leading in manufacturing Polyester Oriented Yarn and Fully Drawn Yarn. The company has its registered office at 396(P)-395/4(P), Sarkhej Bavla Highway, Moraiya Village, Taluka-Sanand, Ahmedabad. -382210.

On March 31, 2023, the meeting of its Board of Directors was held whereby the Board has passed resolution to begin formal process for sale/dispose off of the Polyester Yarn unit through Slump Sale vis Business Transfer Agreement (BTA). The sale/disposal shall be subject to approval of Shareholders, Banks, Courts, Tribunal, Regulators (if any). Therefore, the Polyester yarn operating business is reported as discontinued operations & corresponding non-current assets are classified as held for sale. The prior-year figures of the Statement of Profit & Loss & Statement of Cash Flows have been restated to report the discontinued operations separately.

These financial statements are presented in Indian rupee with figures rounded off to nearest rupee in lakhs except otherwise indicated and same were approved by board of the Company in their meeting held on 30th May 2023.

2. SIGNIFICANT ACCOUNTING POLICIES

(i) Basis of Accounting:

a) Statement of Compliance:

The financial statements have been prepared with all material aspect with Indian Accounting Standards (Ind As) notified under section 133 of the Companies Act, 2013 (the Act) read with the Companies (Indian Accounting Standards) Rules, 2015 and amendments thereto. The accounting policies are applied consistently to all the periods presented in the financial statements.

b) Basis of Preparation:

The financial statements have been prepared on accrual basis of accounting under historical cost convention, except for the following where the fair valuation have been carried out in accordance with the requirements of respective Ind As:

1. Employee defined benefit plans – plan assets;

The Operating cycle is the time between the acquisition of assets for processing and their realization in cash and cash equivalents. Accordingly, all assets and liabilities have been classified as current or non-current as per the Company's operating cycle and other criteria set out in Ind AS 1- 'Presentation of Financial Statements' and Schedule III to the Companies Act,2013.

(ii) Use of Estimates:

The preparation and presentation of financial statements are in conformity with the Ind As which required management to make estimates and assumptions that affect the reported amounts of assets and liabilities (including contingent liabilities) on the date of the financial statements and the reported amount of revenues and expenses during the reporting year.

Estimates and underlying assumptions are reviewed on an ongoing basis. Revisions to the accounting estimates are recognised in the period in which the estimates are revised and in any future periods affected. Management believes that the estimates used in the preparation of financial statements are prudent and reasonable. Future results could differ due to these estimates and differences between the actual results and estimates are recognized in the year in which the results are known / materialized.

Information about assumptions and estimation uncertainties that have a significant risk of resulting in a material adjustment within the next financial year are included in the following notes:

Note 6- Current / Deferred tax liabilities

Note 30- Measurement of defined benefit obligations

Note 9- Expected credit loss for receivables

(iii) Property, Plant and Equipment & Depreciation:

a) Property Plant and Equipment:

Property, plant and equipment are tangible items that are held for use in the production or supply of goods and services, rental to others or for administrative purposes and are expected to be used during more than one period. The cost of an item of property, plant and equipment is recognised as an asset if and only, if it is probable that future economic benefits associated with the item will flow to the Company and the cost of the item can be measured reliably. Freehold land is carried at revalued cost less accumulated impairment losses. All other items of property, plant and equipment are stated at cost less accumulated depreciation and accumulated impairment losses.

Cost of an item of property, plant and equipment comprises:

- Freehold land is carried at carrying value as on the date of transition which has been previously revalued based on the report issued by the registered valuer.

- in respect of all other Property, plant and equipment except Freehold land are stated at its purchase price, all costs including financial costs till commencement of commercial production are capitalized to the cost of qualifying assets. Tax credit, if any, are accounted for by reducing the cost of capital goods;
- Any other costs directly attributable to bringing the asset to the location and condition necessary for it to be capable of operating in the manner intended by management.

All other repairs and maintenance are charged to profit or loss during the reporting period in which they are incurred.

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

b) Capital work in progress:

Capital work in progress is stated at cost, comprising direct cost, related incidental expenses, attributable borrowing cost and net of accumulated impairment losses, if any. All the direct expenditure related to implementation including incidental expenditure incurred during the period of implementation of a project, till it is commissioned, is accounted as Capital work in progress (CWIP) and after commissioning the same is transferred / allocated to the respective item of property, plant and equipment. Pre-operating costs, being indirect in nature, are expensed to the statement of profit and loss as and when incurred.

c) Compensation for impairment:

The Company recognises compensation from third parties for items of property, plant and equipment that were impaired, lost or given up in profit or loss when the compensation becomes receivable.

d) Derecognition of Property, Plant and Equipment:

The carrying amount of an item of property, plant and equipment is derecognized on disposal or when no future economic benefits are expected from its use or disposal. The gain or loss from the derecognition of an item of property, plant and equipment is recognised in the statement of profit and loss account when the item is derecognized.

e) Depreciation methods, estimated useful life and residual value:

Depreciation on Assets other than Land, Electrical Installation and Plant and Machinery has been provided on "Straight Line Method" so as to expense the cost over their estimated useful lives based on evaluation which are as indicated in Schedule II to Companies Act, 2013. Depreciation on Electrical Installation has been provided on "Straight Line Method" by taking the total life of assets at 28 years based on internal technical evaluation. Depreciation on Plant and Machinery has been provided on "Written down Value Method" by taking the total life of assets at 28 years based on internal technical evaluation and land is not depreciated. The residual values, useful lives and methods of depreciation of property, plant and equipment are reviewed at each financial year end and adjusted prospectively, if appropriate.

The estimated useful lives are mentioned below:

Asset Class	Useful life (years)
Plant Buildings	30
Other Buildings- RCC Structure	60
Furniture and Fixtures	10
Electric Installation	28
Computer	3
Plant & Machinery	28
Equipments	5
Vehicles	8

Depreciation is calculated on pro rata basis with reference to the date of addition/disposal. The residual values are not more than 5% of the original cost of asset.

(iv) Intangible Assets and Amortisation :

a) Intangible Assets:

The Company identifies an identifiable non-monetary asset without physical substance as an intangible asset. The Company recognises an intangible asset if it is probable that expected future economic benefits attributable to the asset will flow to the entity and the cost of the asset can be measured reliably. An intangible asset is initially measured at cost unless acquired in a business combination in which case an intangible asset is measured at its fair value on the date of acquisition. The Company identifies research phase and development phase of an internally generated intangible asset. Expenditure incurred on research phase is recognised as an expense in the profit or loss for the period in which incurred. Expenditure on

development phase are capitalised only when the Company is able to demonstrate the technical feasibility of completing the intangible asset, the ability to use the intangible asset and the development expenditure can be measured reliably. The Company subsequently measures all intangible assets at cost less accumulated amortisation less accumulated impairment.

b) Amortisation methods, estimated useful life and residual value:

An intangible asset is amortised on a straight-line basis over its useful life. Amortisation commences when the asset is in the location and condition necessary for it to be capable of operating in the manner intended by management. Amortisation ceases at the earlier of the date that the asset is classified as held for sale (or included in a disposal group that is classified as held for sale) and the date that the asset is derecognised. The amortisation charge for each period is recognised in profit or loss unless the charge is a part of the cost of another asset. The amortisation period and method are reviewed at each financial year end. Any change in the period or method is accounted for as a change in accounting estimate prospectively. The Company derecognises an intangible asset on its disposal or when no future economic benefits are expected from its use or disposal and any gain or loss on derecognition is recognised in statement of profit and loss account as gain /loss on derecognition of asset.

(v) Non-current assets held for sale and discontinued operations

The Company classifies non-current assets and disposal groups as held for sale if their carrying amounts 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.

The criteria for held for sale classification is considered to have met only when the assets or disposal group is available for immediate sale in its present condition, subject only to terms that are usual and customary for sale of such assets (or disposal groups), its sale or distribution is highly probable; and it will genuinely be sold, not abandoned. The group treats sale of the asset or disposal group to be highly probable when:

- i) The management is committed to a plan to sell the asset (or disposal group),
- ii) An active programme to locate a buyer and complete the plan has been initiated (if applicable),
- iii) The asset (or disposal group) is being actively marketed for sale at a price that is reasonable in relation to its current fair value,
- iv) The sale is expected to qualify for recognition as a completed sale within one year from the date of classification, and
- v) Actions required to complete the plan indicate that it is unlikely that significant changes to the plan will be made or that the plan will be withdrawn.

Non-current assets held for sale and disposal groups 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/ distribution are presented separately in the balance sheet.

Property, plant and equipment and intangible assets once classified as held for sale are not depreciated or amortized after the date of classification as asset held for sale.

A disposal group qualifies as discontinued operation if it is a component of an entity that either has been disposed of, or is classified as held for sale, and:

- 1) represents a separate major line of business or geographical area of operations,
- 2) is part of a single co-ordinated plan to dispose of a separate major line of business or geographical area of operations.

Discontinued operations are excluded from the results of continuing operations and are presented as a single amount as profit or loss after tax from discontinued operations in the statement of profit and loss.

(vi) Impairment of non – financial assets

The Company reviews the carrying amount of its Property, Plant and Equipment, including Capital Work in progress of a “Cash Generating Unit” (CGU) at the end of each reporting period to determine whether there is any indication that those assets have suffered an impairment loss. If any such indication exists, the recoverable amount of the asset is estimated in order to determine the extent of the impairment loss (if any). When it is not possible to estimate the recoverable amount of an individual asset, the Company estimates the recoverable amount of the Cash Generating Unit to which the asset belongs.

Recoverable Amount is determined:

- i) In case of individual asset, at higher of the fair value less cost of disposal and value in use; and
- ii) In case of cash generating unit (a company of assets that generates identified, independent cash flows), at the higher of the cash generating unit’s fair value less cost of disposal and the value in use.

If the recoverable amount of an asset (or cash generating unit) is estimated to be less than its carrying amount, the carrying amount of the asset (or cash-generating unit) is reduced to its recoverable amount. An impairment loss is recognized immediately in the Statement of Profit and Loss.

(vii) Financial Instruments :

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

1. Financial Assets:

i. Initial recognition and measurement:

At initial recognition, the Company measures a financial asset (which are not measured at fair value through profit or loss) at its fair value plus or minus transaction costs that are directly attributable to the acquisition or issue of the financial asset.

ii. Subsequent measurement:

For purposes of subsequent measurement, financial assets are classified in following categories:

- i) Financial assets measured at amortised cost;
- ii) Financial assets at fair value through profit or loss (FVTPL) and
- iii) Financial assets at fair value through other comprehensive income (FVOCI)

The Company classifies its financial assets in the above mentioned categories based on:

- a) The Company's business model for managing the financial assets, and
- b) The contractual cash flows characteristics of the financial asset.

i) *Financial assets measured at amortised cost :*

A financial asset is measured at amortised cost if both of the following conditions are met:

- a) A financial asset is measured at amortised cost if the financial asset is held within a business model whose objective is to hold financial assets in order to collect contractual cash flows and the Contractual terms of the financial assets give rise on specified dates to cash flows that are solely payments of principal and interest (SPPI) on the principal amount outstanding.
- b) Financial assets are subsequently measured at amortised cost using the effective interest rate (EIR) method. Amortised cost is calculated by taking into account any discount or premium on acquisition and fees or costs that are an integral part of the EIR. The EIR amortisation is included in finance income in the profit or loss. The losses arising from impairment are recognised in the profit or loss.

ii) *Financial assets at fair value through profit or loss (FVTPL):*

Financial assets are measured at fair value through profit and loss unless it is measured at amortised cost or at fair value through other comprehensive income on initial recognition. The transaction costs directly attributable to the acquisition of financial assets and liabilities at fair value through profit or loss are immediately recognized in profit or loss.

iii) *Financial assets at fair value through other comprehensive income (FVOCI):*

Financial assets are measured at fair value through other comprehensive income if these financial assets are held within a business model whose objective is achieved by collecting both contractual cash flows that gives rise on specified dates to solely payments of principal and interest on the principal amount outstanding and by selling financial assets.

In addition, The Company may elect to designate a financial asset, which otherwise meets amortised cost or FVOCI criteria, as at FVTPL. However, such election is allowed only if doing so reduces or eliminates a measurement or recognition inconsistency (referred to as 'accounting mismatch')

iii. Equity Instruments:

All equity investments in scope of Ind AS 109 are measured at fair value. Equity instruments which are held for trading and contingent consideration recognised by an acquirer in a business combination to which Ind AS 103 applies are classified as at FVTPL. For all other equity instruments, the company may make an irrevocable election to present in other comprehensive income subsequent changes in the fair value. The company makes such election on an instrument by-instrument basis. The classification is made on initial recognition and is irrevocable.

If the company decides to classify an equity instrument as at FVTOCI, then all fair value changes on the instrument, excluding dividends, are recognized in the OCI. There is no recycling of the amounts from OCI to P&L, even on sale of investment. However, the company may transfer the cumulative gain or loss within equity. Equity instruments included within the FVTPL category are measured at fair value with all changes recognized in the Profit & Loss.

The company has elected to measure its equity instruments through FVPTL.

iv. Derecognition:

The Company derecognizes a financial asset when 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 derecognition of a financial asset in its entirety, the difference between the assets's carrying amount and the sum of the consideration received and receivable is recognized in the Statement of Profit and Loss.

v. Impairment of financial assets:

The company assesses at the end of each reporting period whether a financial assets or group of financial assets is impaired. In accordance of Ind AS 109, the company applies expected credit loss (ECL) model for measurement and recognition of impairment loss.

In case of trade receivables, the Company follows a simplified approach wherein an amount equal to lifetime ECL is measured and recognised as loss allowance. As a practical expedient, the company uses a provision matrix to determine impairment loss on portfolio of its trade receivables. The provision matrix is based on its historically observed default rates over the expected life of trade receivables. ECL impairment loss allowances (or reversal) recognized during the period is recognized as an expense / income respectively in the statement of profit and loss. Provision for ECL is presented as deduction from carrying amount of trade receivables.

For all other financial assets, expected credit losses are measured at an amount equal to 12 month expected credit losses or at an amount equal to lifetime expected losses, if the credit risk on the financial asset has increased significantly since initial recognition.

Subsequently, if the credit quality of the financial asset improves such that there is no longer a significant increase in credit risk since initial recognition, the Company reverts to recognizing impairment loss allowance based on 12-month ECL.

2. Financial Liabilities:

i. Initial recognition and measurement:

All financial liabilities are recognised initially at fair value and subsequently all financial liabilities carried at amortised cost or fair value through profit or loss.

ii. Subsequent measurement:

The measurement of financial liabilities depends on their classification, as described below:

i) Financial liabilities measured at amortised cost :

Subsequently, all financial liabilities are measured at amortised cost. Any discount or premium on redemption/ settlement is recognised in the Statement of Profit and Loss as finance cost over the life of the liability using the effective interest method and adjusted to the liability figure disclosed in the Balance Sheet.

iii. Derecognition:

Financial liabilities are derecognised when the liability is extinguished, that is, when the contractual obligation is discharged or cancelled or expiry. When an existing financial liability is replaced by another from the same lender on substantially different terms, or the terms of an existing liability are substantially modified, such an exchange or modification is treated as the derecognition of the original liability and the recognition of a new liability. The difference in the respective carrying amounts is recognised in the statement of profit and loss.

(viii) Derivative financial instruments:

The Company enters into a variety of derivative financial instruments to manage its exposure to foreign exchange rate risks.

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

(ix) Off-setting of financial instruments:

Financial assets and financial liabilities are offset and the net amount is reported in the standalone balance sheet if there is a currently enforceable legal right to offset the recognised amounts and there is an intention to settle on a net basis, to realize the assets and settle the liabilities simultaneously.

(x) 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 in their measurement which are described as follows:

- (a) Level 1 inputs are quoted prices (unadjusted) in active markets for identical assets or liabilities.
- (b) Level 2 inputs are inputs that are observable, either directly or indirectly, other than quoted prices included within level 1 for the asset or liability.
- (c) Level 3 inputs are unobservable inputs for the asset or liability reflecting significant modifications to observable related market data or Company's assumptions about pricing by market participants.

(xi) Inventories:

Inventories are valued at lower of cost and net realizable value. Cost in respect of raw materials, stores, spares, fuel and packing material are determined on FIFO basis. Costs in respect of finished goods and work-in-progress are also computed on FIFO basis. Net realizable value is the estimated selling price in the ordinary course of business less estimated cost necessary to make sale.

Finished goods and process stock include cost of conversion and other costs incurred in acquiring the inventory and bringing them to their present location and condition.

Spares (not meeting the definition of property, plant and equipment) are accounted as inventory and expensed to the statement of profit and loss when issued for consumption.

(xii) Borrowing Cost :

Interest and other costs that the Company incurs in connection with the borrowing of funds are identified as borrowing costs. The Company capitalises borrowing costs that are directly attributable to the acquisition, construction or production of a qualifying asset as part of the cost of that asset. Other borrowing costs are recognised as an expense in the period in which it is incurred. A qualifying asset is an asset that necessarily takes a substantial period of time to get ready for its intended use. The Company identifies the borrowings into specific borrowings and general borrowings. Specific borrowings are borrowings that are specifically taken for the purpose of obtaining a qualifying asset. General borrowings include all other borrowings except the amount outstanding as on the balance sheet date of specific borrowings for assets that are not yet ready for use. Borrowing cost incurred actually on specific borrowings are capitalised to the cost of the qualifying asset. For general borrowings, the Company determines the amount of borrowing costs eligible for capitalisation by applying a capitalisation rate to the expenditures on the qualifying asset based on the weighted average of the borrowing costs applicable to general borrowings. The capitalisation on borrowing costs commences when the Company incurs expenditure for the asset, incurs borrowing cost and undertakes activities that are necessary to prepare the asset for its intended use or sale. The capitalisation of borrowing costs is suspended during extended periods in which active development of a qualifying asset is suspended. The capitalisation of borrowing costs ceases when substantially all the activities necessary to prepare the qualifying asset for its intended use or sale are complete.

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

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

(xiii) Cash and cash equivalents:

Cash comprises cash on hand and demand deposits with banks. Cash equivalents are short-term balances (with an original maturity of three months or less from the date of acquisition), which are subject to an insignificant risk of changes in value.

For the purpose of the statement of cash flows, cash and cash equivalents consist of cash and short-term deposits, as defined above, net of outstanding bank overdrafts as they are considered an integral part of the company's cash management.

(xiv) Statement of Cash flows:

Cash flows are reported using the indirect method, whereby profit / (loss) before tax is adjusted for the effects of transactions of non cash nature and any deferrals or accruals of past or future cash receipts or payments. The cash flows from operating, investing and financing activities of the Company are segregated based on the available information.

(xv) Revenue recognition :

Revenue from contracts with customers is recognized when control of the goods or services are transferred to the customer at an amount that reflects the consideration to which the company expects to be entitled in exchange for those goods or services.

The revenue towards satisfaction of performance is measured at the amount of transaction price (net of variable consideration) allocated to that performance obligations. The transaction price of goods sold and service rendered is net of variable consideration on account of various discounts offered by the company as part of contract. This variable consideration is estimated based on the expected value of outflow. Revenue (net of variable consideration) is recognised only to the extent that it is highly probable that amount will not be subject to significant reversal when uncertainty relating to its recognition resolved.

Sale of Goods

The company manufactures Polyester Oriented Yarn, Fully Drawn Yarn, Draw Twisted Yarn, Draw Texturised Yarn and Paper Tube. The company also render job work service. Revenue from the sale of goods is recognized at a point in time when the control of

the products has transferred which generally coincides with dispatch of products to customers in case of domestic sales and on the basis of bill of lading in the case of export sales.

At that point in time, the customer has the ability to direct the use of, and obtain substantially all of the remaining benefits from, the asset or to restrict the access of other entities to those benefits. The reconciliation between the contract price and revenue recognised is given in Note 25.

The time taken from entering into order and sale is less than 12 months and the normal credit period offered to customers is also less than 12 months. The company offers trade Discount, Quantity Discount, cash Discount, Discount for Shortage or quality issue discount which are factored while determining transaction price. Revenue is recognised such that significant reversal is not highly probable.

When the consideration is received, before the Company transfers goods to the customer, the Company presents the consideration as a contract liability.

Rendering of Service

Revenue from Job work service contracts::

- i) The revenue relating to Job Work service contracts are recognised at point in time as control is transferred to the customer on dispatch of goods to them and
- ii) the revenue relating to supplies are measured in line with policy set out above from sale of goods.

In respect of indivisible contracts, the revenues are recognised over a period of time, as set out from sale of goods.

When the consideration is received, before the Company transfers goods to the customer, the Company shall present the consideration as a contract liability and when the services rendered by the Company exceed the payment, a contract asset is recognised excluding any amount presented as receivable.

(xvi) Interest income

Interest income is calculated by applying the effective interest rate to the gross carrying amount of the financial assets except when the financial asset is credit-impaired in which case the effective interest rate is applied to the amortised cost of the financial asset. Effective interest rate is the rate that exactly discounts estimated future cash receipts through the expected life of the financial asset to that asset's gross carrying amount on initial recognition.

(xvii) Export Incentives

Export entitlements are recognized when the right to receive the credits as per the terms of the scheme is established in respect of exports made by the company and when there is no significant uncertainty in receiving the same.

(xviii) Insurance Claim

Insurance claims are recognized when there is reasonable certainty regarding the realization of the same at an amount estimated by the management to the extent that it is highly probable that a significant reversal in the amount recognised will not occur at the time of actual receipt of the claim amount. At the end of each reporting period, the estimated amount is updated, if required, to represent faithfully the circumstances present at the end of the reporting period and the changes in circumstances during the reporting period.

(xix) Dividend:

The Company recognises a liability for dividends to equity holders of the Company when the dividend is approved by the shareholders. A corresponding amount is recognized directly in equity.

(xx) Foreign Currency transactions and translations:

Functional currency of the Company is Indian rupee. The financial statements have been presented under its functional currency. Any transaction that is denominated in a currency other than the functional currency is regarded as foreign currency transaction. All foreign currency transactions are recorded, on initial recognition in the functional currency, by applying to the foreign currency amount the spot exchange rate between the functional currency and the foreign currency at the date of the transaction. In case of consideration received or paid in advance, the exchange rate prevailing on the date of receipt or payment of advance is considered when subsequently the related asset is given up or received to the extent of advance consideration.

At the end of the reporting period:

1. Foreign currency monetary items are translated using the exchange rate for immediate delivery at the end of the reporting period;
2. Non-monetary items that are measured in terms of historical cost in a foreign currency are translated using the exchange rate at the date of the transaction; and
3. Non-monetary items that are measured at fair value in a foreign currency are translated using the exchange rates at the date when the fair value was measured.

Exchange difference arising on the settlement of monetary items or on translating monetary items at rates different from those at which they were translated on initial recognition during the period or in previous financial statements are recognised in statement of profit and loss in the period in which they arise.

(xxi) Goods & Service tax:

Goods and Service Tax credit on materials purchased for production / service availed for production / input service are taken into account at the time of purchase and GST credit on purchase of capital items wherever applicable are taken into account as and when the assets are acquired.

Goods and Service Tax credits so taken are utilized for payment of GST Liability on Sale of on goods. The unutilized GST credit is carried forward in the books.

(xxii) Employee Benefits:**i. Short term employee benefits:**

Short Term benefits are recognised as an expense at the undiscounted amounts in the Statement of Profit and Loss of the year in which the related service is rendered.

ii. Post employment benefits:**a) Defined contribution plan:**

The Employee and Company make monthly fixed Contribution to Government of India Employee's Provident Fund equal to a specified percentage of the Cover employee's salary, Provision for the same is made in the year in which service are render by employee.

b) Defined benefit plans:

The Liability for Gratuity to employees, which is a defined benefit plan, as at Balance Sheet date determined on the basis of actuarial Valuation based on Projected Unit Credit method is funded to a Gratuity fund administered by the trustees and managed by Life Insurance Corporation of India and the contribution thereof paid/payable is absorbed in the accounts.

The present value of the defined benefit obligations is determined by discounting the estimated future cash flows by reference to market yields at the end of the 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 expenses in the statement of profit and loss.

Remeasurement gains and losses arising from experience adjustments and changes in actuarial assumptions 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 balance sheet. Changes in present value of the defined benefit obligation resulting from plan amendment or curtailments are recognized immediately in profit or loss as past service cost.

iii. Other long term employee benefits:

Other long term employee benefits comprises of leave encashment towards un-availed leave and compensated absences, these are recognized based on the present value of defined obligation which is computed using the project unit credit method, with actuarial valuations being carried out at the end of each annual reporting period. These are accounted either as current employee cost or included in cost of assets as permitted.

Remeasurement of leave encashment towards un-availed leave and compensated absences are recognized in the statement of profit and loss except those included in cost of assets as permitted in the period which they occur.

(xxiii) Earnings per Share

Basic earnings per share is calculated by dividing the profit or loss for the period attributable to the equity holders of the Company by the weighted average number of ordinary shares outstanding during the year. For the purpose of calculating diluted earnings per share, the net profit or loss for the period attributable to equity shareholders and the weighted average number of shares outstanding during the period are adjusted for the effects of all dilutive potential equity shares.

(xxiv) Provisions, Contingent Liabilities and Contingent Assets :

Provisions are recognised when the Company has a present obligation as a result of a past event, it is probable that an outflow of resources embodying economic benefits will be required to settle the obligation and a reliable estimate can be made of the amount of the obligation. Contingent liability is disclosed for (i) Possible obligation which will be confirmed only by future events not wholly within the control of the Company or (ii) Present obligations arising from past events where it is not probable that an outflow of resources will be required to settle the obligation or a reliable estimate of the amount of the obligation cannot be made. Contingent assets are not recognised in the financial statements.

(xxv) Taxes on Income :**Current tax:**

Current tax is determined on income for the year chargeable to tax in accordance on the basis of the tax laws enacted or substantively enacted at the end of the reporting period. Current tax items are recognised in correlation to the underlying transaction either in profit or loss or OCI or directly in equity. The Company has provided for the tax liability based on the significant judgment that the taxation authority will accept the tax treatment.

Deferred tax:

Deferred tax is recognised 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 recognised for all taxable temporary differences. Deferred tax assets are generally recognised 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 utilised.

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.

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 realised, based on tax rates (and tax laws) that have been enacted or substantively enacted by the end of the reporting period.

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

Deferred tax assets include Minimum Alternative Tax (MAT) paid in accordance with the tax laws in India, which is likely to give future economic benefits in the form of availability of set off against future income tax liability. Accordingly, MAT is recognised as deferred tax asset in the balance sheet when the asset can be measured reliably and it is probable that the future economic benefit associated with asset will be realised.

Deferred tax relating to items recognised outside profit or loss is recognised outside profit or loss (either in other comprehensive income or in equity).

(xxvi) Segment reporting:

The Chief Operational Decision Maker (CODM) monitors the operating results of its business Segments separately for the purpose of making decisions about resource allocation and performance assessment. Segment performance is evaluated based on profit or loss and is measured consistently with profit or loss in the financial statements. Operating segments are reported in a manner consistent with the internal reporting to the CODM.

Accordingly, the Board of Directors of the Company is CODM for the purpose of segment reporting. Refer note 38 for segment information presented.

(xxvii) Leases :**As a Lessee**

At inception of a contract, the company assesses whether a contract is, or contains, a lease. A contract is or contains, a lease if the contract conveys the right to control the use of an identified asset for a period of time in exchange for consideration. To assess whether a contract conveys the right to control the use of an identified asset, the company assesses whether: (i) the contract involves the use of an identified asset (ii) the company has the right to obtain substantially all of the economic benefits from use of the asset throughout the period of use; and (iii) the company has the right to direct the use of the asset.

The Company recognises a right-of-use asset and a lease liability at the lease commencement date. The right-of-use asset is initially measured at cost, which comprises the initial amount of the lease liability adjusted for any lease payments made at or before the commencement date, plus any initial direct costs incurred and an estimate of costs to dismantle and remove the underlying asset or to restore the underlying asset or the site on which it is located, less any lease incentives received.

The right-of-use asset is subsequently depreciated using the straight-line method from the commencement date to the earlier of the end of the useful life of the right-of-use asset or the end of the lease term. The estimated useful lives of right-of-use assets are determined on the same basis as those of Property, Plant and Equipment. In addition, the right-of-use asset is periodically reduced by impairment losses, if any, and adjusted for certain remeasurements of the lease liability.

The lease liability is initially measured at the present value of the lease payments that are not paid at the commencement date, discounted using the interest rate implicit in the lease or, if that rate cannot be readily determined, the Company's incremental borrowing rate. Generally, the Company uses its incremental borrowing rate as the discount rate.

The lease liability is subsequently measured as given below:

- (a) increasing the carrying amount to reflect interest on the lease liability;
- (b) reducing the carrying amount to reflect the lease payments made; and
- (c) remeasuring the carrying amount to reflect any reassessment or lease modifications.

The lease liability is subsequently measured at amortised cost using the effective interest method. It is remeasured when there is a change in future lease payments arising from a change in an index or rate, if there is a change in the Company's estimate of the amount expected to be payable under a residual value guarantee, or if the Company changes its assessment of whether it will exercise a purchase, extension or termination option.

When the lease liability is remeasured in this way, a corresponding adjustment is made to the carrying amount of the right-of-use asset, or is recorded in profit or loss if the carrying amount of the right-of-use asset has been reduced to zero.

Short-term leases and leases of low-value assets

The Company has elected not to recognise right-to-use assets and lease liabilities for short term lease that have as lease term of 12 months or less and leases of low-value assets. The Company recognises the lease payments associated with these leases on straight line basis as per the terms of the lease.

(xxviii) Standards issued but not yet effective.

Ministry of Corporate Affairs ("MCA") notifies new standard or amendments to the existing standards under Companies (Indian Accounting Standards) Rules as issued from time to time. On March 31, 2023, MCA amended the Companies (Indian Accounting Standards) Rules, 2015 by issuing the Companies (Indian Accounting Standards) Amendment Rules, 2023, applicable from April 1, 2023, as below:

Ind AS 1 – Presentation of Financial Statements:

The amendments require companies to disclose their material accounting policies rather than their significant accounting policies. Accounting policy information, together with other information, is material when it can reasonably be expected to influence decisions of primary users of general purpose financial statements. The Company does not expect this amendment to have any significant impact in its financial statements.

Ind AS 12 – Income Taxes:

The amendments clarify how companies account for deferred tax on transactions such as leases and decommissioning obligations. The amendments narrowed the scope of the recognition exemption in paragraphs 15 and 24 of Ind AS 12 (recognition exemption) so that it no longer applies to transactions that, on initial recognition, give rise to equal taxable and deductible temporary differences. The Company is evaluating the impact, if any, in its financial statements.

Ind AS 8 – Accounting Policies, Changes in Accounting Estimates and Errors:

The amendments will help entities to distinguish between accounting policies and accounting estimates. The definition of a change in accounting estimates has been replaced with a definition of accounting estimates. Under the new definition, accounting estimates are "monetary amounts in financial statements that are subject to measurement uncertainty". Entities develop accounting estimates if accounting policies require items in financial statements to be measured in a way that involves measurement uncertainty. The Company does not expect this amendment to have any significant impact in its financial statements.

3. Property, Plant and Equipment

(₹ in Lakhs)

Particulars	Free Hold Land	Buildings	Furniture & Fixtures	Electrical Installation	Computer	Plant & Machinery	Equipments	Vehicles	Total
Gross Carrying Value as on 1st April, 2021	4,254.42	2,253.54	52.54	1,183.90	9.80	2,802.97	30.14	96.55	10,683.87
Addition during the year	Nil	5.44	3.28	54.85	0.85	185.48	6.06	34.62	290.58
Deduction during the year	Nil	Nil	Nil	Nil	Nil	Nil	Nil	1.88	1.88
Gross Carrying Value as on 31st March, 2022	4,254.42	2,258.99	55.82	1,238.75	10.66	2,988.45	36.20	129.28	10,972.57
Addition during the year	Nil	4.32	Nil	41.27	Nil	359.92	Nil	Nil	405.51
Deduction during the year	Nil	Nil	Nil	Nil	Nil	671.67	Nil	87.24	758.91
Transferred to assets held for sale	Nil	Nil	55.82	1,280.02	10.66	2,676.71	36.20	Nil	4,059.41
Gross Carrying Value as on 31st March, 2023	4,254.42	2,263.30	Nil	Nil	Nil	Nil	Nil	42.04	6,559.76
Accumulated Depreciation as on 1st April, 2021	Nil	492.02	35.45	390.20	8.04	1,286.18	24.67	70.37	2,306.92
Addition during the year	Nil	113.82	4.12	80.44	0.81	209.43	4.69	11.41	424.71
Deduction during the year	Nil	Nil	Nil	Nil	Nil	Nil	Nil	1.88	1.88
Accumulated Depreciation as on 31st March, 2022	Nil	605.84	39.56	470.64	8.84	1,495.61	29.36	79.89	2,729.75
Addition during the year	Nil	114.00	3.69	83.30	0.86	209.15	1.85	11.43	424.27
Deduction during the year	Nil	Nil	Nil	Nil	Nil	229.07	Nil	83.86	312.93
Transferred to assets held for sale	Nil	Nil	43.25	553.94	9.70	1,475.69	31.21	Nil	2,113.79
Accumulated Depreciation as on 31st March, 2023	Nil	719.84	Nil	Nil	Nil	Nil	Nil	7.46	727.30
Net Carrying Value as on 31st March, 2022	4,254.42	1,653.15	16.25	768.10	1.81	1,492.85	6.85	49.39	8,242.82
Net Carrying Value as on 31st March, 2023	4,254.42	1,543.46	Nil	Nil	Nil	Nil	Nil	34.58	5,832.46

Note:

- *(a) Based on the internal technical evaluation the management has reassessed the total useful life of assets primary consist of Plant & Machinery and Electrical Installation at 28 years as against 15 years provided by the Schedule II of the Companies Act-2013 and based remaining life of the assets has been determined and depreciation is calculated for the year.
- (b) Assets pledged as Security
Refer Note. 48 for asset Pledged as security by the company.
- (c) Contractual Obligations
Refer Note 37 for disclosure of Contractual Commitments for the acquisition of Property, Plant & Equipment.
- (d) Title deeds of immovable property (other than proper taken on lease by duly executed lease agreement) are held in the name of the company.

3.1 : Capital Work in Progress

(₹ in Lakhs)

Capital Work in Progress Movement	
Particulars	Total
Balance at 1 st April, 2021	368.21
Addition during the year	Nil
Capitalised during the year	Nil
Balance at 31st March, 2022	368.21
Addition during the year	4.48
Capitalised during the year	₹ -368
Balance at 31st March, 2023	4.48

(₹ in Lakhs)

Ageing of Capital Work in Progress	As at March 31, 2023	As at March 31, 2022
For Period Less Than 1 Year	4.48	Nil
For Period Between 1 Year and 2 Years	Nil	Nil
For Period Between 2 Year and 3 Years	Nil	Nil
For Period More Than 3 Years	Nil	368.21
Total	4.48	368.21

4 Intangible Assets

(₹ in Lakhs)

Particulars	As at March 31, 2023	As at March 31, 2022
Gross block		
Gross Carrying Value as on 1 st April, 2021	Nil	Nil
Addition during the year	20.50	20.50
Deduction during the year	Nil	Nil
Gross Carrying Value as on 31st March, 2022	20.50	20.50
Addition during the year	Nil	Nil
Deduction during the year	Nil	Nil
Transferred to assets held for sale	20.50	20.50
Gross Carrying Value as on 31st March, 2023	Nil	Nil
Accumulated Amortisation		
Accumulated Amortisation as at 1st April, 2021	Nil	Nil
Amortisation for the year	0.86	0.86
Deduction during the year	Nil	Nil
Accumulated Amortisation as at 31st March, 2022	0.86	0.86
Amortisation for the year	6.83	6.83
Deduction during the year	Nil	Nil
Transferred to assets held for sale	7.69	7.69
Accumulated Amortisation as on 31st March, 2023	Nil	Nil
Net Carrying Value as on 31st March, 2022	19.64	19.64
Net Carrying Value as on 31st March, 2023	Nil	Nil
Amortisation period		
As at 31/03/2022	19.64	19.64
As at 31/03/2023	Nil	Nil

Note: (a) Assets pledged as Security

Refer Note. 48 for asset Pledged as security by the company.

5 Other Financial Asset

(₹ in Lakhs)

Particulars	As at March 31, 2023	As at March 31, 2022
Margin Money Deposits (having maturity more than 12 months)	159.68	Nil
Security Deposits		
- Unsecured, considered good	Nil	16.88
Total	159.68	16.88

6 Deferred Tax Assets (Net)

(₹ in Lakhs)

Particulars	As at March 31, 2023	As at March 31, 2022
Deferred Tax Liabilities		
Difference in respect of depreciation as per Income tax Act & Companies Act on Property, Plant & Equipment and Intangible Assets	399.99	390.85
	399.99	390.85
Deferred Tax Assets		
Carried forward of unused depreciation	Nil	Nil
Carried forward of unused Tax Credits	388.71	343.68
Unpaid liability allowable on payment basis u/s. 43B of the Income tax Act, 1961	5.01	12.97
Provision for doubtful debts	6.27	34.21
	399.99	390.85
Net Deferred Tax Assets	Nil	Nil

(₹ in Lakhs)

Movements in Deferred Tax Liabilities	Difference in respect of depreciation as per Income tax Act & Companies Act on Property, Plant & Equipment and Intangible Assets	Carried forward of unused depreciation	Carried forward of unused Tax Credits	Unpaid liability allowable on payment basis u/s. 43B of the Income tax Act, 1961	Provision for doubtful debts
At 1 st April, 2021	(202.55)	103.46	47.85	34.27	16.96
(Charged)/credited:					
- to profit and loss	(188.30)	(103.46)	295.83	(21.30)	17.25
- to other comprehensive income	-	-	-	-	-
At 31st March, 2022	(390.85)	Nil	343.68	12.97	34.21
Charged/(credited):					
- to profit and loss	(9.14)	-	45.03	(7.96)	(27.94)
- to other comprehensive income	-	-	-	-	-
At 31st March, 2023	(399.99)	Nil	388.71	5.01	6.27

Due to uncertainty about taxable income in foreseeable future, deferred tax assets had been restricted to the extent of deferred tax liabilities.

7 Other Non-Current Assets

(₹ in Lakhs)

Particulars	As at March 31, 2023	As at March 31, 2022
Advances For Property, Plant & Equipment		
- Unsecured, considered good	Nil	108.97
- Unsecured, considered doubtful	15.14	Nil
Less: Transferred to assets held for sale	(15.14)	Nil
	Nil	108.97
Less: Allowance for doubtful Advances for Property, Plant & Equipment	(15.14)	Nil
Less: Transferred to assets held for sale	15.14	Nil
	Nil	Nil
Advance Income Tax (Net) (Unsecured, considered good)		
Advance Payment Of Income Tax	370.84	181.20
Less : Provision for Income Tax	278.34	112.00
	92.50	69.20
Total	92.50	178.17

Movement Allowance for Doubtful Advances during the year	As at March 31, 2023	As at March 31, 2022
Allowance for doubtful Advances for Property, Plant & Equipment		
Opening Balance	Nil	24.45
Add: Provision during the year	15.14	Nil
Less: Reversal during the year	Nil	24.45
Closing Balance	15.14	Nil

8 Inventories

(₹ in Lakhs)

Particulars	As at March 31, 2023	As at March 31, 2022
Raw materials	1.86	1,064.85
Work-in-Process	Nil	298.44
Finished Goods	38.49	1,357.75
Stock In Trade	Nil	301.16
Stores & Spare parts	160.85	191.15
Power & Fuel	2.98	89.81
Packing Material	3.46	24.23
Total	207.64	3,327.39

(a) Inventories Pledged as Security with bank for borrowing as on 31/03/2023 of Rs 207.64 Lakhs (as on 31/03/2022 ₹ 3327.39 Lakhs)

9 Trade receivables

(₹ in Lakhs)

Particulars	As at March 31, 2023	As at March 31, 2022
(Unsecured, unless otherwise stated)		
Trade Receivable Considered Good	629.00	1,457.62
Trade Receivable Considered Good - Secured	Nil	1,200.25
Trade Receivable Credit Impaired	16.23	290.15
	645.23	2,948.03
Less: Allowance for Expected Credit Loss	(22.52)	(122.93)
Total	622.71	2,825.10

- i) For details of receivables from firms / private companies in which directors of the company are partners / directors, please refer note 39.
- ii) The Company provides an allowance for impairment of doubtful accounts based on financial condition of the customer, aging of the trade receivable and historical experience of collections from customers. The activity in the allowance for impairment of trade receivables is given below:

Allowance Movement for Trade Receivables	As at March 31, 2023	As at March 31, 2022
Balance at the beginning of the year	122.93	60.98
Add : Expected credit loss allowance made during the year	Nil	61.95
Less : Provision utilised	(93.78)	Nil
Less : Reversal of allowance made during the year	(6.63)	Nil
Closing Balance	22.52	122.93

(a) Trade receivable ageing schedule for the year ended as on 31st March, 2023 and 31st March, 2022

Particular	Disputed Trade Receivable		Undisputed Trade Receivable	
	Credit Impaired	Considered Good	Credit Impaired	Considered Good
Gross Outstanding as on 31/03/2023				
Due Less than 3 Months	Nil	Nil	Nil	239.81
Due for 3 to 6 Months	Nil	Nil	Nil	337.24
Due for more than 6 Months to 1 Year	Nil	Nil	Nil	2.27
Due for more than 1 Year to 2 Years	Nil	9.60	Nil	Nil
Due for more than 2 Years to 3 Years	Nil	Nil	40.08	Nil
Due for more than 3 Years	16.23	Nil	Nil	Nil
Total	16.23	9.60	40.08	579.32

Particular	Disputed Trade Receivable		Undisputed Trade Receivable	
	Credit Impaired	Considered Good	Credit Impaired	Considered Good
Gross Outstanding as on 31/03/2022				
Due Less than 3 Months	Nil	Nil	Nil	2,657.88
Due for 3 to 6 Months	Nil	Nil	10.41	Nil
Due for more than 6 Months to 1 Year	110.05	Nil	75.22	Nil
Due for more than 1 Year to 2 Years	Nil	Nil	83.55	Nil
Due for more than 2 Years to 3 Years	Nil	Nil	Nil	Nil
Due for more than 3 Years	10.92	Nil	Nil	Nil
Total	120.97	Nil	169.18	2,657.88

10 Cash & Cash Equivalents

(₹ in Lakhs)

Particulars	As at March 31, 2023	As at March 31, 2022
Cash on hand	0.15	2.60
Bank balance	14.67	Nil
Total	14.82	2.60

11 Other Bank Balances

(₹ in Lakhs)

Particulars	As at March 31, 2023	As at March 31, 2022
Earmarked Balances*	5.21	2.07
Margin Money Deposit (with original maturity more than 3 months but less than 12 months)	2.90	188.71
Total	8.12	190.78

Note: Earmarked Balances represents the balance of Gratuity Fund in bank.

12 Other Current Financial Assets

(₹ in Lakhs)

Particulars	As at March 31, 2023	As at March 31, 2022
Security Deposit	1.25	0.07
Interest Receivable	-	1.16
Insurance Claim Receivable	143.49	-
Total	144.74	1.23

13 Current Tax Assets (Net)

(₹ in Lakhs)

Particulars	As at March 31, 2023	As at March 31, 2022
Advance Income Tax	9.07	192.84
Less: Provision of Income Tax	Nil	(166.34)
Total	9.07	26.50

14 Other Current Assets

(₹ in Lakhs)

Particulars	As at March 31, 2023	As at March 31, 2022
Advances to Suppliers	Nil	219.56
Prepaid Expenses	8.37	55.13
Loans and Advances to Employees	Nil	1.40
Balances with Statutory Authorities	1.92	95.85
Gratuity Receivable (Excess of assets over provision)	6.63	Nil
Total	16.92	371.95

15 Non Current Assets classified as held for sale

(₹ in Lakhs)

Particulars	Property, Plant & Equipment					Intangible Assets	Other Non-current Assets	Total
	Furniture & Fixtures	Electrical Installation	Computer	Plant & Machinery	Equipments	Software	Advances For Property, Plant & Equipment	
Balance as on 1st April, 2022	Nil	Nil	Nil	Nil	Nil	Nil	Nil	Nil
Assets classified as held for sale transferred from respective assets	12.56	726.07	0.95	1,201.02	5.00	12.81	15.14	1973.55
Allowance for doubtful Advances for Property, Plant & Equipment	Nil	Nil	Nil	Nil	Nil	Nil	(15.14)	(15.14)
Balance as on 31st March, 2023	12.56	726.07	0.95	1,201.02	5.00	12.81	Nil	1,958.41

Note: Assets classified as held for sale during the reporting period were measured at the carrying value less provision for impairment loss on the date of such classification which approximates fair value less cost to sell. Consequently, no additional impairment loss was identified on these assets.

16 Equity Share Capital

(₹ in Lakhs)

Particulars	As at March 31, 2023	As at March 31, 2022
[i] Authorised :		
2,75,00,000 (PY.2,75,00,000) Equity shares of ₹10 each	2,750.00	2,750.00
5,00,000(PY.5,00,000) 8% Non Cumulative Redeemable Preference Shares of ₹ 100 each	500.00	500.00
Total	3,250.00	3,250.00
[ii] Issued, Subscribed & Paid-up Capital :		
2,71,00,000 (PY.2,71,00,000) Equity shares of ₹10 each	2,710.00	2,710.00
Total	2,710.00	2,710.00

- (a) Each Equity Shareholder is entitle to vote at the meeting shall unless a poll is demanded be decided on a show of hand and upon show of hands every member entitle to vote and present in person shall one vote, and upon a poll every member entitle to vote and persent in person or by proxy shall have one vote, for every share held by him. The Preference share holders shall not carry any right to vote on any matter except their rights are affected as provided under the provisions of Article of Association and Companies Act,2013.

- (b) In the event of liquidation of the Company, the Preference Share holders will be entitled to receive any of the remaining assets of the company prior to equity share holders, after the distribution of all other preferential amounts. The holders of equity shares will be entitled to receive any of the remaining assets of the company, after distribution of all preferential amounts and preference share capital in proportion to the number of equity shares held by the shareholders.
- (c) Reconciliation of the number of shares outstanding and the amount of share capital as at 31/03/2023 & 31/03/2022 is set out below:-

Particulars	As at March 31, 2023		As at March 31, 2022	
	No. of Shares	Amount (₹ in Lakhs)	No. of Shares	Amount (₹ in Lakhs)
Shares at the beginning	2,71,00,000	2,710.00	2,71,00,000	2,710.00
Addition	Nil	Nil	Nil	Nil
Deletion	Nil	Nil	Nil	Nil
Shares at the end	2,71,00,000	2,710.00	2,71,00,000	2,710.00

- (d) The details of shareholders holding more than 5% shares is set out below.

Name of Shareholder	As at March 31, 2023		As at March 31, 2022	
	No. of Shares	% held	No. of Shares	% held
Chiripal Exim LLP	62,35,000	23.01%	62,35,000	23.01%
Devkinandan Corporation LLP	53,57,747	19.77%	53,57,747	19.77%
Chiripal Industries Ltd.	15,14,000	5.59%	15,14,000	5.59%

- (e) Details of the Promotor and Promotor Group Share holding are as under:-

Name of Shareholder	As at March 31, 2023		As at March 31, 2022		%changes
	No.ofShares	%held	No.ofShares	%held	
Brijmohan Devkinandan Chiripal	12,29,420	4.54%	12,29,420	4.54%	0.00%
Urmiladevi Jyotiprasad Chiripal	10,00,600	3.69%	10,00,600	3.69%	0.00%
Manjudevi Jaiprakash Chiripal	10,00,400	3.69%	10,00,400	3.69%	0.00%
Jyotiprasad D Chiripal	7,39,969	2.73%	7,39,969	2.73%	0.00%
Savitridevi V Chiripal	5,00,400	1.85%	5,00,400	1.85%	0.00%
Vishal V Chiripal	5,00,200	1.85%	5,00,200	1.85%	0.00%
Jaiprakash D Chiripal	4,77,580	1.76%	4,77,580	1.76%	0.00%
Ronak B Agarwal	25,949	0.10%	25,949	0.10%	0.00%
Brijmohan Devkinandan Huf	400	0.00%	400	0.00%	0.00%
Deepak J Chiripal	400	0.00%	400	0.00%	0.00%
Pritidevi B Chiripal	400	0.00%	400	0.00%	0.00%
Aayushi Jaiprakash Agarwal	200	0.00%	200	0.00%	0.00%
Ruchi B Agarwal	200	0.00%	200	0.00%	0.00%
Vansh J Chiripal	200	0.00%	200	0.00%	0.00%
Nishi J Agarwal	100	0.00%	100	0.00%	0.00%
Chiripal Exim Llp	62,35,000	23.01%	62,35,000	23.01%	0.00%
Devkinandan Corporation Llp	53,57,747	19.77%	53,57,747	19.77%	0.00%
Chiripal Industries Limited	15,14,000	5.59%	15,14,000	5.59%	0.00%
Shanti Exports PvtLtd	2,24,808	0.83%	2,24,808	0.83%	0.00%
Nandan Denim Limited	64,000	0.24%	64,000	0.24%	0.00%
Shanti Educational Initiatives Limited	47,850	0.18%	47,850	0.18%	0.00%
Vedprakash Chiripal	12,72,469	4.70%	12,72,469	4.70%	0.00%
Total	2,01,92,292	74.51%	2,01,92,292	74.51%	
Total No. of Shares	2,71,00,000		2,71,00,000		

f) In the Period of five years immediately preceding 31st March, 2023

The company has not allotted any equity shares as fully paid up without payment being received in cash or as Bonus shares or Bought back any equity Shares. Further in the period of last five years the company has not forfeited any amount received on issue of Shares.

17 Other Equity

(₹ in Lakhs)

Particulars	As at March 31, 2023	As at March 31, 2022
(a) Undistributable Retained Earnings		
Balance as per last financial Statement	4,108.93	4,108.93
Closing Balance	4,108.93	4,108.93
Undistributable Retained Earnings: In accordance with Ind-AS transitional provisions, the Company opted to consider previous GAAP carrying value of property, plant and equipment as deemed cost on transition date owing to exemption given in Para D7AA of Ind AS 101 -First time adoption of Indian Accounting Standards. Hence the balance lying in the revaluation reserve is transferred to Undistributable Retained Earnings. These retained earnings are not distributable.		
(b) Capital Redemption Reserve		
Balance as per last financial Statement	500.00	500.00
Closing Balance	500.00	500.00
Capital Redemption Reserve: The Capital Redemption Reserve is created on redemption of preference share capital and it is non-distributable reserve.		

(₹ in Lakhs)

Particulars	As at March 31, 2023	As at March 31, 2022
(c) Securities Premium Reserve		
Balance as per last financial Statement	1,799.45	1,799.45
Closing Balance	1,799.45	1,799.45
Security Premium Reserve: The amount received in excess of face value of the equity shares is recognised in equity security premium. These reserve shall be utilised in accordance with the provisions of the Companies Act, 2013.		

(d) General Reserve		
Balance as per last financial Statement	211.78	211.78
Closing Balance	211.78	211.78
General Reserve : The general reserve is created by transfer of profits from retained earnings time to time for appropriation purposes. General reserve is created by a transfer from one component of equity to another and is not an item of other comprehensive income, and the items included in the general reserve will not be reclassified subsequently to profit or loss and it is a distributable reserve.		

(e) Retained Earnings		
Balance as per last financial Statement	4.71	(784.53)
Add : Profit for the year	(593.15)	783.58
Add : Other Comprehensive income	49.72	5.67
Net Surplus in the statement of profit and loss	(538.72)	4.71
Retained earnings: The amount of retained earning includes the component of Other Comprehensive Income, which cannot be distributed by the Company as dividend to its equity shareholders. Balance amount is available for distribution to equity share holders.		
Total	6,624.88	5,835.63

18 Non-Current Borrowings

(₹ in Lakhs)

Particulars	As at March 31, 2023	As at March 31, 2022
Secured Borrowing		
Term Loan	Nil	108.67
Vehicle Loan	22.20	31.11
Less : Current maturities of long-term debt (Refer Note: 22)	9.13	8.95
Total	13.07	130.83
Security :		
(i) Term Loan are primary security by Hypothecation of entire chargeable current assets of the company including stocks of RM, SIP FG, stores & spares and receivables. Further same is also secured by Colateral security of (a)EM of Immovable Property (Factory Land & Buildings). Total Area: 72202.83 Sq. Meters, Survey No. I House No. . 39514, 396, Moraiya,Sarkhej Bavla Highway, Sanand, Ahmedabad -382110 (b) Pledge of Shares of the company held by Promotor Group Companies (c) Hypothecation of Plant & Machinery.		
(ii) Vehicle Loans are secured by Hypothecation of Vehicles.		
Interest:		
Term Loan Carries Interest rate of Interest of 6 Months MCLR + 100 bps and Interest on Vehicle Loans ranges between 7.61 to 8.90% payable on monthly basis.		

Repayment:

Vehicle Loans are repayable in following schedule in monthly instalments as follows:-

(₹ in Lakhs)

Particulars	Upto 1 year	1-2 year	3-5 years	More than 5 years
Vehicle Loan Repayments	9.13	6.83	6.24	Nil
Term Loan Repayments	Nil	Nil	Nil	Nil

19 Other Non Current Financial Liabilites

(₹ in Lakhs)

Particulars	As at March 31, 2023	As at March 31, 2022
Deposit from Dealers	Nil	854.14
Deferred Income on Deposit from Dealers	Nil	254.35
Total	Nil	1,108.49

20 Current Borrowings

(₹ in Lakhs)

Particulars	As at March 31, 2023	As at March 31, 2022
Secured Borrowing		
Working Capital loan from Bank (Repayable on Demand)*	Nil	1,635.99
Current Maturity of long term borrowings	9.13	8.95
Inter Corporate Deposit	Nil	900.00
	9.13	2,544.94

Security:

*Working Capital loans are primary secured by Hypothecation of entire chargeable current assets of the company including stocks of RM, SIP FG, stores & spares and receivables. Further same is also secured by Colateral security of (a)EM of Immovable Property (Factory Land & Buildings). Total Area: 72202.83 Sq. Meters, Survey No. I House No. . 39514, 396, Moraiya,Sarkhej Bavla Highway, Sanand, Ahmedabad -382110 (b) Pledge of Shares of the company held by Promotor Group Companies (c) Hypothecation of Plant & Machinery and (d) Personnel Guarantee of Promoters and Corporate Guarantee of certain Group Companies.

21 Trade payables

(₹ in Lakhs)

Particulars	As at March 31, 2023	As at March 31, 2022
Payable to Micro and Small Enterprise*	Nil	Nil
Payable to others		
- Acceptance	Nil	Nil
- Other than Acceptances	176.16	1,682.20
	176.16	1,682.20

*Dues to Micro and Small enterprises have been determined to the extent such parties have been identified on the basis of the information collected by the Management. This has been relied upon by the Auditors. The disclosure in respect of the MSMED Act, 2006 has been provided at Note 47.

(a) Trade payables ageing schedule for the year ended as on 31st March, 2023 and 31st March, 2022

(₹ in Lakhs)

Particular	Other than MSME Trade Payable	
	Disputed	Undisputed
Outstanding as on 31/03/2023		
Not Due for Payment	Nil	Nil
Outstanding Less Than 1 Year	Nil	9.43
Outstanding Between 1 Year to 2 Years	Nil	141.07
Outstanding Between 2 Years to 3 Years	Nil	5.50
Outstanding More Than 3 Years	Nil	20.17
Total	Nil	176.17

(₹ in Lakhs)

Particular	Other than MSME Trade Payable	
	Disputed	Undisputed
Outstanding as on 31/03/2022		
Not Due for Payment	Nil	786.04
Outstanding Less Than 1 Year	Nil	894.76
Outstanding Between 1 Year to 2 Years	Nil	1.40
Outstanding Between 2 Years to 3 Years	Nil	-
Outstanding More Than 3 Years	Nil	Nil
Total	Nil	1,682.20

(b) Dues to Micro and Small enterprises have been determined to the extent such parties have been identified on the basis of the information collected by the Management and the same has been relied by the auditor.

- (c) Under the Micro, Small and Medium Enterprises Development Act, 2006, (MSMED) which came in to force from 02.10.2006, certain disclosures are required to be made relating to Micro, Small and Medium enterprises. On the basis of the information and records available with management, outstanding dues to the Micro and Small enterprise as defined in the MSMED Act, 2006 are disclosed as below:

(₹ in Lakhs)

Particulars	As at March 31, 2023	As at March 31, 2022
a) The Principal amount remaining unpaid to Micro and Small enterprise supplier as at the year end	Nil	Nil
b) Interest due thereon	Nil	Nil
c) Amount of interest paid by the Company in terms of section 16 of MSMED Act	Nil	Nil
d) Amount of interest due and payable for the period of delay in making payment (which have been paid but beyond the appointed day during the year) but without adding the interest specified under the MSMED 2006	Nil	Nil
e) Amount of interest accrued and remaining unpaid at the end of accounting year	Nil	Nil
f) the amount of further interest remaining due and payable even in the succeeding years, until such date when the interest dues above are actually paid to the small enterprise for the purpose of disallowance of a deductible expenditure under section 23 of Micro, Small and Medium Enterprise Development Act, 2006.	Nil	Nil

Disclosure of payable to vendors as defined under the "Micro, Small and Medium Enterprise Development Act, 2006" is based on the information available with the Company regarding the status of registration of such vendors under the said Act, as per the intimation received from them on requests made by the Company and the same has been relied by the Auditor.

22 Other Current Financial Liabilities

(₹ in Lakhs)

Particulars	As at March 31, 2023	As at March 31, 2022
Unsecured		
Creditors for Property, Plant & Equipment	Nil	498.82
Employee Benefits Payable	10.57	107.62
Deposit from Dealers	Nil	Nil
Deferred Income on Deposit From Dealers	Nil	91.51
Total	10.57	697.95

23 Other Current Liabilities

(₹ in Lakhs)

Particulars	As at March 31, 2023	As at March 31, 2022
Other Statutory dues	69.23	27.34
Total	69.23	27.34

24 Provisions (Current)

(₹ in Lakhs)

Particulars	As at March 31, 2023	As at March 31, 2022
Provisions for employee benefits		
For unavailed leave	1.94	36.22
For Gratuity	Nil	8.44
Total	1.94	44.65

25 Revenue from operation

(₹ in Lakhs)

Particulars		Year Ended March 31, 2023	Year Ended March 31, 2022
(a)	From Continuing Operations:	Nil	Nil
	Sub Total...	Nil	Nil
(b)	From Discontinued Operations:		
	Sale of Product		
	Sale of Goods	10,173.63	29,590.58
	Other Operating Revenue		
	Scrap Sales	9.09	25.03
	Export incentives	Nil	Nil
	Sub Total...	10,182.72	29,615.60
	Total (a+b)	10,182.72	29,615.60

(a) Reconciliation of Revenue recognised in the statement of profit and loss with the Contracted price :-

(₹ in Lakhs)

Particulars	Year Ended March 31, 2023	Year Ended March 31, 2022
Gross Revenue	10,305.76	30,000.11
	10,305.76	30,000.11
Less: Discount	123.04	384.51
Revenue recognised from Contract with Customers	10,182.72	29,615.60

(b) Reconciliation of Revenue from operation with Revenue from contracts with Customers :-

(₹ in Lakhs)

Particulars	Year Ended March 31, 2023	Year Ended March 31, 2022
Revenue from operation	10,182.72	29,615.60
Less: Export incentive	Nil	Nil
Revenue from contracts with Customers	10,182.72	29,615.60

26 Other Income

(₹ in Lakhs)

Particulars		Year Ended March 31, 2023	Year Ended March 31, 2022
(a)	From Continuing Operations:		
	Interest Income From Bank	7.89	8.53
	Sub Total...	7.89	8.53
(b)	From Discontinued Operations:		
	Interest Income From Others	6.05	73.40
	Amortisation of pre received income corresponding to unwinding of financial liability under finance cost	76.87	91.51
	Exchange Rate Difference (Net)	14.81	11.27
	Gain on Sales of Property, Plant & Equipment (Net)	127.01	0.55
	Reversal of Allowances for doubtful Advances (Net)	Nil	65.39
	Reversal of Allowances for Expected Credit Loss	6.63	Nil
	Insurance Claim Income on Finished Goods	122.98	Nil
	Other Income	0.84	3.41
	Sub Total...	355.19	245.54
	Total (a+b)	363.08	254.07

27 Cost of Material Consumed

(₹ in Lakhs)

Particulars		Year Ended March 31, 2023	Year Ended March 31, 2022
(a)	From Continuing Operations:	Nil	Nil
		Nil	Nil
(b)	From Discontinued Operations:		
	Inventory at the beginning of the year	1,064.85	2,185.58
	Add: Purchase	3,807.88	18,110.48
	Less: Inventory at the end of the year	1.86	1,064.85
	Sub Total...	4,870.87	19,231.21
	Total (a+b)	4,870.87	19,231.21

28 Purchase of Stock in Trade

(₹ in Lakhs)

Particulars		Year Ended March 31, 2023	Year Ended March 31, 2022
(a)	From Continuing Operations:	Nil	Nil
	Sub Total...	Nil	Nil
(b)	From Discontinued Operations:		
	Purchase of stock in trade	906.16	3,541.22
	Sub Total...	906.16	3,541.22
	Total (a+b)	906.16	3,541.22

29 Change In Inventories Of Finished Goods, Work In Progress And Stock In Trade

(₹ in Lakhs)

Particulars		Year Ended March 31, 2023	Year Ended March 31, 2022
(a)	From Continuing Operations:	Nil	Nil
	Sub Total...	Nil	Nil
(b)	From Discontinued Operations:		
	Inventory at the beginning of the year		
	Work-in-process	298.44	137.42
	Stock in Trade	301.16	Nil
	Finished Goods	1,357.75	530.60
		1,957.35	668.02
	Loss of Stock in trade due to fire (transferred to Other Expense refer note 33)	(139.08)	Nil
	Inventory at the end of the year		
	Work-in-process	Nil	298.44
	Stock in Trade	Nil	301.16
	Finished Goods	38.49	1,357.75
		38.49	1,957.35
	Sub Total...	1,779.78	(1,289.33)
	Total (a+b)	1,779.78	(1,289.33)

30 Employee Benefit Expense

(₹ in Lakhs)

Particulars		Year Ended March 31, 2023	Year Ended March 31, 2022
(a)	From Continuing Operations:	Nil	Nil
	Sub Total...	Nil	Nil
(b)	From Discontinued Operations:		
	Salary, Wages & Bonus	446.07	1,141.35
	Contribution to Provident Fund & Other Funds	17.92	50.45
	Staff welfare Expenses	5.34	13.38
	Sub Total...	469.33	1,205.18
		469.33	1,205.18

Ind AS 19 the Company has recognized in the financial statements in respects of Employee Benefits Schemes as per Actuarial Valuation as on 31st March, 2023.

A. Amount of Defined Benefit Obligation in respect of Gratuity liability is recognised in the balance sheet as follows:

(₹ in Lakhs)

Particulars		Projected Unit Credit Method	
		2022-23	2021-22
Period Covered		Year Ended March 31, 2023	Year Ended March 31, 2022
A.	Change in defined benefit obligation		
1.	Defined benefit obligation at beginning of period	76.84	74.46
2.	Service cost		
	a. Current service cost	3.48	10.44
	b. Past service cost	Nil	Nil
	c. (Gain) / loss on settlements	Nil	Nil
3.	Interest expenses	5.08	4.70
4.	Cash flows		
	a. Benefit payments from plan	(64.08)	(7.09)
	b. Benefit payments from employer	Nil	Nil
	c. Settlement payments from plan	Nil	Nil
	d. Settlement payments from employer	Nil	Nil
5.	Remeasurements		
	a. Effect of changes in demographic assumptions	Nil	Nil
	b. Effect of changes in financial assumptions	(0.17)	(1.97)
	c. Effect of experience adjustments	(14.24)	(3.70)
6.	Transfer In /Out		
	a. Transfer In	Nil	Nil
	b. Transfer out	Nil	Nil
7.	Defined benefit obligation at end of period	6.93	76.84

B. Change in fair value of plan assets		Year Ended March 31, 2023	Year Ended March 31, 2022
		(₹ in Lakhs)	(₹ in Lakhs)
1.	Fair value of plan assets at beginning of period	68.41	71.33
2.	Interest income	4.86	4.84
3.	Cash flows		
	a. Total employer contributions	Nil	Nil
	(i) Employer contributions	6.66	0.00
	(ii) Employer direct benefit payments	Nil	Nil
	(iii) Employer direct settlement payments	Nil	Nil
	b. Participant contributions	Nil	Nil
	c. Benefit payments from plan assets	(64.08)	(7.10)
	d. Benefit payments from employer	Nil	Nil
	e. Settlement payments from plan assets	Nil	Nil
	f. Settlement payments from employer	Nil	Nil
4.	Remeasurements		
	a. Return on plan assets (excluding interest income)	(2.29)	(0.66)
5.	Transfer In /Out		
	a. Transfer In	Nil	Nil
	b. Transfer out	Nil	Nil
6.	Fair value of plan assets at end of period	13.56	68.41

C.	Funded status of plan	As at March 31, 2023 (₹ in Lakhs)	As at March 31, 2022 (₹ in Lakhs)
1.	Defined benefit obligation	6.93	76.84
2.	Fair value of plan assets	(13.56)	(68.41)
3.	Funded status	(6.64)	8.43
4.	Effect of asset ceiling	Nil	Nil
5.	Net defined benefit liability/(asset)	(6.64)	8.43

D.	Components of defined benefit cost	Year Ended March 31, 2023 (₹ in Lakhs)	Year Ended March 31, 2022 (₹ in Lakhs)
1.	Service cost		
	a. Current service cost	3.48	10.44
	b. Past service cost	Nil	Nil
	c. (Gain) / loss on settlements	Nil	Nil
	d. Total service cost	3.48	10.39
2.	Net interest cost		
	a. Interest expense on DBO	5.08	4.70
	b. Interest (income) on plan assets	4.86	4.84
	c. Interest expense on effect of (asset ceiling)	Nil	Nil
	d. Total net interest cost	0.23	(0.14)
3.	Remeasurements (recognized in other comprehensive income)		
	a. Effect of changes in demographic assumptions	Nil	Nil
	b. Effect of changes in financial assumptions	(0.17)	(1.97)
	c. Effect of experience adjustments	(14.24)	(3.70)
	d. (Return) on plan assets (excluding interest income) *	(2.29)	(0.66)
	e. Changes in asset ceiling (excluding interest income)	Nil	Nil
	f. Total Remeasurements included in OCI	(12.12)	(5.01)
4.	Total defined benefit cost recognized in P&L and OCI	(8.41)	5.25

E.	Re-measurement	Year Ended March 31, 2023 (₹ in Lakhs)	Year Ended March 31, 2022 (₹ in Lakhs)
	a. Actuarial Loss/(Gain) on DBO	(14.40)	(5.67)
	b. Returns above Interest Income	2.29	0.66
	c. Change in Asset ceiling	Nil	Nil
	Total Re-measurements (OCI)	(12.12)	(5.01)

F.	Employer Expense (P&L)	Year Ended March 31, 2023 (₹ in Lakhs)	Year Ended March 31, 2022 (₹ in Lakhs)
	a. Current Service Cost	3.48	10.44
	b. Net Interest Cost on DBO	0.23	(0.14)
	c. Past Service Cost	Nil	Nil
	d. Total P&L Expenses	3.70	10.30

G. Net defined benefit liability (asset) reconciliation		As at March 31, 2023 (₹ in Lakhs)	As at March 31, 2022 (₹ in Lakhs)
1.	Net defined benefit liability/(asset)	8.43	3.14
2.	Defined benefit cost included in P&L	3.70	10.30
3.	Total Remeasurements included in OCI	(12.12)	(5.01)
4.	a. Employer contributions	(6.66)	(0.00)
	b. Employer direct settlement payments	Nil	Nil
5.	Net transfer	Nil	Nil
6.	Net defined benefit liability/(asset) as of end of year	(6.64)	8.43

H. Reconciliation of OCI (Re-measurement)		As at March 31, 2023 (₹ in Lakhs)	As at March 31, 2022 (₹ in Lakhs)
1.	Recognised in OCI at the beginning of period	(34.82)	(29.81)
2.	Recognised in OCI during the period	(12.12)	(5.01)
3.	Recognised in OCI at the end of the period	(46.93)	(34.82)

I. Sensitivity analysis - DBO end of Period		As at March 31, 2023 (₹ in Lakhs)	As at March 31, 2022 (₹ in Lakhs)
1.	Discount rate + 50 basis points	(0.17)	(2.66)
2.	Discount rate -50 basis points	0.19	2.84
3.	Salary Increase Rate + 0.5%	0.19	2.88
4.	Salary Increase Rate -0.5%	(0.17)	(2.72)

J. Significant actuarial assumptions		Year Ended March 31, 2023	Year Ended March 31, 2022
1.	Discount rate Current Year	7.35%	6.90%
2.	Discount rate Previous Year	6.90%	6.55%
3.	Salary increase rate	Uniform 5.0%	Uniform 5.0%
4.	Attrition Rate	40% at younger ages reducing to 5% at older ages	40% at younger ages reducing to 5% at older ages
5.	Retirement Age	60.00	60.00
6.	Pre-retirement mortality	Indian Assured Lives Mortality (2012-14)	Indian Assured Lives Mortality (2012-14)
7.	Disability	Nil	Nil

K. Data		Year Ended March 31, 2023 (₹ in Lakhs)	Year Ended March 31, 2022 (₹ in Lakhs)
1.	Number on employees	23.00	362
2.	Average Age (yrs.)	45.19	39.26
3.	Average Past Service (yrs.)	7.87	7.61
4.	Average Salary Monthly	0.13	26.99
5.	Future Service (yrs.)	14.81	20.75
6.	Weighted average duration of DBO	5.75	7.90

L.	Expected cash flows for following year	As at March 31, 2023 (₹ in Lakhs)	As at March 31, 2022 (₹ in Lakhs)
1.	Expected employer contributions / Addl. Provision Next Year	0.78	8.44
2.	Expected total benefit payments		
	Year 1	0.48	6.31
	Year 2	0.47	6.77
	Year 3	3.31	7.44
	Year 4	0.49	11.52
	Year 5	0.48	5.52
	Year 6 to 10	2.67	39.79

M.	Composition of plan assets	As at March 31, 2023 (₹ in Lakhs)	As at March 31, 2022 (₹ in Lakhs)
a.	Cash and cash equivalents	Nil	Nil
b.	Equity instruments	Nil	Nil
c.	Debt instruments	Nil	Nil
d.	Real estate	Nil	Nil
e.	Derivatives	Nil	Nil
f.	Investment funds	Nil	Nil
g.	Assets held by insurance company	100%	100%
h.	Other	Nil	Nil
i.	Total	100%	100%

N.	Defined benefit obligation at end of period	As at March 31, 2023 (₹ in Lakhs)	As at March 31, 2022 (₹ in Lakhs)
	Current Obligation	6.93	76.84
	Non-Current Obligation	Nil	Nil
	Total	6.93	76.84

SUMMARY

Assets / Liabilities		As at March 31, 2023 (₹ in Lakhs)	As at March 31, 2022 (₹ in Lakhs)
1.	Defined benefit obligation at end of period	6.93	76.84
2.	Fair value of plan assets at end of period	13.56	68.41
3.	Net defined benefit liability/(asset)	(6.64)	8.43
4.	Defined benefit cost included in P&L	3.70	10.30
5.	Total Remeasurements included in OCI	(12.12)	(5.01)
6.	Total defined benefit cost recognized in P&L and OCI	(8.41)	5.25

B. Details of the Key actuarial assumptions used in the determination of long term compensated absences are as under

Particulars		Projected Unit Credit Method	
		2021-22	2020-21
Period Covered		Year Ended March 31, 2023	Year Ended March 31, 2022
		(₹ in Lakhs)	(₹ in Lakhs)
A.	Change in defined benefit obligation		
1.	Defined benefit obligation at beginning of period	36.22	39.75
2.	Service cost		
	a. Current service cost	1.03	12.15
	b. Past service cost	Nil	Nil
	c. (Gain) / loss on settlements	Nil	Nil
3.	Interest expenses	2.30	2.40
4.	Cash flows		
	a. Benefit payments from plan	Nil	Nil
	b. Benefit payments from employer	Nil	Nil
	c. Settlement payments from plan	Nil	Nil
	d. Settlement payments from employer	Nil	Nil
5.	Remeasurements		
	a. Effect of changes in demographic assumptions	Nil	Nil
	b. Effect of changes in financial assumptions	(0.03)	(0.74)
	c. Effect of experience adjustments	(37.57)	(17.34)
6.	Transfer In /Out		
	a. Transfer In	Nil	Nil
	b. Transfer out	Nil	Nil
7.	Defined benefit obligation at end of period	1.94	36.22
B.	Change in fair value of plan assets	Year Ended March 31, 2023	Year Ended March 31, 2022
		(₹ in Lakhs)	(₹ in Lakhs)
1.	Fair value of plan assets at beginning of period	Nil	Nil
2.	Interest income	Nil	Nil
3.	Cash flows		
	a. Total employer contributions		
	(i) Employer contributions	Nil	Nil
	(ii) Employer direct benefit payments	Nil	Nil
	(iii) Employer direct settlement payments	Nil	Nil
	b. Participant contributions	Nil	Nil
	c. Benefit payments from plan assets	Nil	Nil
	d. Benefit payments from employer	Nil	Nil
	e. Settlement payments from plan assets	Nil	Nil
	f. Settlement payments from employer	Nil	Nil
4.	Remeasurements		
	a. Return on plan assets (excluding interest income)	Nil	Nil
5.	Transfer In /Out		
	a. Transfer In	Nil	Nil
	b. Transfer out	Nil	Nil
6.	Fair value of plan assets at end of period	Nil	Nil

C.	Funded status	As at March 31, 2023 (₹ in Lakhs)	As at March 31, 2022 (₹ in Lakhs)
1.	Defined benefit obligation	1.94	36.22
2.	Fair value of plan assets	Nil	Nil
3.	Funded status	1.94	36.22
4.	Effect of asset ceiling	Nil	Nil
5.	Net defined benefit liability (asset)	1.94	36.22

D.	Components of defined benefit cost	Year Ended March 31, 2023 (₹ in Lakhs)	Year Ended March 31, 2022 (₹ in Lakhs)
1.	Service cost		
	a. Current service cost	1.03	12.15
	b. Past service cost	Nil	Nil
	c. (Gain) / loss on settlements	Nil	Nil
	d. Total service cost	1.03	12.15
2.	Net interest cost		
	a. Interest expense on DBO	2.30	2.40
	b. Interest (income) on plan assets	Nil	Nil
	c. Interest expense on effect of (asset ceiling)	Nil	Nil
	d. Total net interest cost	2.30	2.40
3.	Remeasurements		
	a. Effect of changes in demographic assumptions	Nil	Nil
	b. Effect of changes in financial assumptions	(0.03)	(0.74)
	c. Effect of experience adjustments	(37.57)	(17.34)
	d. (Return) on plan assets (excluding interest income)	Nil	Nil
	e. Changes in asset ceiling (excluding interest income)	Nil	Nil
	f. Total Remeasurements included in OCI	Nil	Nil
4.	Total defined benefit cost recognized in P&L	(34.28)	(3.53)

E.	Components of actuarial Loss / (Gain) on obligation	Year Ended March 31, 2023 (₹ in Lakhs)	Year Ended March 31, 2022 (₹ in Lakhs)
	a. Effect of changes in demographic assumptions	Nil	Nil
	b. Effect of changes in financial assumptions	(0.03)	(0.74)
	c. Effect of experience adjustments	(37.57)	(17.34)
	d. (Return) on plan assets (excluding interest income)	Nil	Nil
	Net actuarial Loss / (Gain) on obligation	(37.61)	(18.08)

F.	Employer Expense (P&L)	Year Ended March 31, 2023 (₹ in Lakhs)	Year Ended March 31, 2022 (₹ in Lakhs)
	a. Current Service Cost	1.03	12.15
	b. Interest Cost on net DBO	2.30	2.40
	c. Past Service Cost	Nil	Nil
	d. Net value of remeasurements on the obligation and plan assets	(37.61)	(18.08)
	e. Total P&L Expenses	(34.28)	(3.53)

G. Net defined benefit liability (asset) reconciliation		Year Ended March 31, 2023 (₹ in Lakhs)	Year Ended March 31, 2022 (₹ in Lakhs)
1.	Net defined benefit liability (asset)	36.22	39.75
2.	Defined benefit cost included in P&L	(34.28)	(3.53)
3	a. Employer contributions		
	b. Employer direct benefit payments	Nil	Nil
	c. Employer direct settlement payments	Nil	Nil
4	Net transfer	Nil	Nil
5	Net defined benefit liability (asset) as of end of period	1.94	36.22

H. Reconciliation of OCI (Re-measurement)		Year Ended March 31, 2023 (₹ in Lakhs)	Year Ended March 31, 2022 (₹ in Lakhs)
1.	Recognised in OCI at the beginning of period	Nil	Nil
2.	Recognised in OCI during the period	Nil	Nil
3.	Recognised in OCI at the end of the period	Nil	Nil

J. Significant actuarial assumptions		Year Ended March 31, 2023	Year Ended March 31, 2022
1.	Discount rate Current Year	7.35%	6.90%
2.	Discount rate Previous Year	6.90%	6.55%
3.	Salary increase rate	Uniform 5.0%	Uniform 5.0%
4.	Retirement Age	60.00	60.00
5	Pre-retirement mortality	Indian Assured Lives Mortality (2012-14)	Indian Assured Lives Mortality (2006-08)
6	Disability	Nil	Nil

K. Data		Year Ended March 31, 2023	Year Ended March 31, 2022
1.	Number of Employees	24.00	332.00
2.	Average Age (years)	45.45	40.35
3.	Total Leave Balance (in days)	370.00	3,516.00
4.	Total Monthly Encashment Salary (₹ In Lakhs)	2.84	84.52

L. Expected cash flows for following year		As at March 31, 2023 (₹ in Lakhs)	As at March 31, 2022 (₹ in Lakhs)
1.	Expected employer contributions / Addl. Provision Next Year	1.94	36.22

N. Defined benefit obligation at end of period		As at March 31, 2023 (₹ in Lakhs)	As at March 31, 2022 (₹ in Lakhs)
	Current Obligation	1.94	36.22
	Non-Current Obligation	Nil	Nil
	Total	1.94	36.22

SUMMARY

	Assets / Liabilities	As at March 31, 2023 (₹ in Lakhs)	As at March 31, 2022 (₹ in Lakhs)
1.	Defined benefit obligation at end of year	1.94	36.22
2.	Fair value of plan assets at end of year	Nil	Nil
3.	Net defined benefit liability (asset)	1.94	36.22
4.	Defined benefit cost included in P&L	(34.28)	(3.53)
5.	Total remeasurements included in OCI	Nil	Nil
6.	Total defined benefit cost recognized in P&L and OCI	(34.28)	(3.53)

31 Finance Costs

(₹ in Lakhs)

Particulars		Year Ended March 31, 2023	Year Ended March 31, 2022
(a)	From Continuing Operations:	Nil	Nil
	Sub Total...	Nil	Nil
(b)	From Discontinued Operations:		
	Interest Paid to Bank	52.83	102.88
	Interest Paid to Others	5.16	1.08
	Unwinding of interest of financial liabilities	76.87	91.51
	Other borrowing cost	39.84	67.16
	Sub Total...	174.70	262.64
	Total (a+b)	174.70	262.64

32 Depreciation And Amortisation Expense

(₹ in Lakhs)

Particulars		Year Ended March 31, 2023	Year Ended March 31, 2022
(a)	From Continuing Operations:		
	Depreciation of Property, Plant & Equipment	125.43	125.23
	Sub Total...	125.43	125.23
(b)	From Discontinued Operations:		
	Depreciation of Property, Plant & Equipment	298.84	299.48
	Amortisation on Intangible Assets	6.84	0.86
	Sub Total...	305.68	300.34
	Total (a+b)	431.11	425.57

33 Other Expenses

(₹ in Lakhs)

Particulars		Year Ended March 31, 2023	Year Ended March 31, 2022
(a)	From Continuing Operations:		
	Repairs to Building	25.92	33.66
	Auditor's Remuneration:		
	Audit Fees	3.50	3.50
		3.50	3.50
	Sub Total...	29.42	37.16

Particulars		Year Ended March 31, 2023	Year Ended March 31, 2022
(b)	From Discontinued Operations:		
	Stores & Spares consumed	179.35	567.01
	Packing material consumed	215.21	930.40
	Electricity & Fuel charges	1,680.81	3,257.11
	Repairs To:		
	Machinery	9.39	34.51
	Other	21.24	29.62
		30.63	64.13
	Insurance Expense	13.64	22.82
	Rent	4.09	2.52
	Rates & Taxes	2.36	13.70
	Stationery & Printing Expense	1.92	4.63
	Advertisement Expenses	0.23	0.63
	Communication Expense	2.24	3.42
	Traveling & Conveyance Expense	10.39	34.51
	Legal & Professional Expenses	51.36	39.73
	Freight & Delivery charges	74.84	271.85
	Allowances for bad and doubtful Advances	15.14	Nil
	Allowances for bad and doubtful debts	Nil	61.95
	CSR Expense	9.00	1.00
	Commission paid	0.98	28.55
	Loss due to Fire of Stock-In-Trade	139.08	Nil
	Bad Debts	93.78	Nil
	Less: provision adjusted	(93.78)	Nil
		Nil	Nil
	General Charges	43.13	202.29
	(including Factory Expenses, Office Expenses, Laboratory & Testing Expenses and Sundry Balance Written off etc.)		
	Sub Total...	2,474.40	5,506.23
	Total (a+b)	2,503.82	5,543.40

Expenditure on Corporate Social Responsibilities activities

a) Gross amount required to be spent by the Company during the year ₹ 6.75 Lakhs (Previous year Rs 0.69 Lakhs)

b) Amount spent during the year:

(₹ in Lakhs)

Sr. No	Particulars	In Cash	Yet to be paid	Total
1	On Construction/acquisition of any asset	Nil	Nil	Nil
		(PY. Nil)	(PY. Nil)	(PY. Nil)
2	On Purpose other than (1) above	9.00	Nil	9.00
		(PY. 1.00)	(PY. Nil)	(PY. Nil)

34 Income tax recognised in profit or loss

(₹ in Lakhs)

Particulars	Year Ended March 31, 2023	Year Ended March 31, 2022
For continuing operations		
Current tax		
In respect of the current year	Nil	Nil
Deferred tax		
In respect of the current year	Nil	Nil
Short/ (Excess) Provision of Income Tax		
In respect of the prior year	Nil	Nil
Total	Nil	Nil
For discontinued operations:		
Current tax		
In respect of the current year	Nil	166.34
Deferred tax		
In respect of the current year	Nil	Nil
Short/ (Excess) Provision of Income Tax		
In respect of the prior year	3.20	(0.14)
Total	3.20	166.20
Total	3.20	166.20

Income tax reconciliation

(₹ in Lakhs)

Particulars	Year Ended March 31, 2023	Year Ended March 31, 2022
Profit before tax	(589.96)	949.77
Tax expenses reported during the year	3.20	166.20
Income tax expenses calculated at 27.820% (P.Y 27.820%)	(164.13)	264.23
Difference	167.33	(98.03)
Tax effect of amounts which are not deductible (taxable) in calculating taxable income:		
Expense not deductible for tax purpose	36.92	1.01
Expenses of previous years allowed during the year	(149.87)	Nil
Set off carry Forward Depreciation/Mat Credit	Nil	(108.51)
Short/(Excess) Provision Of Income Tax of earlier year	3.20	(0.14)
Others	(57.58)	9.61
Total	(167.33)	(98.03)
Effective tax rate in %	(0.54)	17.50

35 Statement of Other Comprehensive Income

(₹ in Lakhs)

Particulars	Year Ended March 31, 2023	Year Ended March 31, 2022
For continuing operations		
(i) Items that will not be reclassified to profit and loss		
Remeasurement of defined benefit plans		
Actuarial gain/(loss)	Nil	Nil
(ii) Income tax relating to these items that will not be reclassified to profit and loss		
Deferred tax impact on actuarial gain/(loss)	Nil	Nil
Total	Nil	Nil

Particulars	Year Ended March 31, 2023	Year Ended March 31, 2022
For discontinued operations:		
(i) Items that will not be reclassified to profit and loss		
Remeasurement of defined benefit plans		
Actuarial gain/(loss)	49.72	5.67
(ii) Income tax relating to these items that will not be reclassified to profit and loss		
Deferred tax impact on actuarial gain/(loss)	Nil	Nil
Total	49.72	5.67
Total	49.72	5.67

36 Earning Per Share

Particulars	Unit	Year Ended March 31, 2023	Year Ended March 31, 2022
For continuing operations			
Profit Attributable to Equity Share Holders (Profit after Tax)	₹ In Lakhs	(146.96)	(153.86)
No. of Shares outstanding as on Balance Sheet date	No. of Shares	2,71,00,000	2,71,00,000
Weighted Average No. of Shares used as denominator for calculating Basic and Diluted Earning Per Share	No. of Shares	2,71,00,000	2,71,00,000
Nominal Value per Share	in ₹	10	10
Basic and Diluted Earnings per Share	in ₹	(0.54)	(0.57)
For discontinued operations			
Profit Attributable to Equity Share Holders (Profit after Tax)	₹ In Lakhs	(446.19)	937.44
No. of Shares outstanding as on Balance Sheet date	No. of Shares	2,71,00,000	2,71,00,000
Weighted Average No. of Shares used as denominator for calculating Basic and Diluted Earning Per Share	No. of Shares	2,71,00,000	2,71,00,000
Nominal Value per Share	in ₹	10	10
Basic and Diluted Earnings per Share	in ₹	(1.65)	3.46
For continuing & discontinued operations			
Profit Attributable to Equity Share Holders (Profit after Tax)	₹ In Lakhs	(593.15)	783.58
No. of Shares outstanding as on Balance Sheet date	No. of Shares	2,71,00,000	2,71,00,000
Weighted Average No. of Shares used as denominator for calculating Basic and Diluted Earning Per Share	No. of Shares	2,71,00,000	2,71,00,000
Nominal Value per Share	in ₹	10	10
Basic and Diluted Earnings per Share	in ₹	(2.19)	2.89

37 Contingent liabilities and Commitments

(₹ in Lakhs)

Particulars	Year Ended March 31, 2023	Year Ended March 31, 2022
Excise Duty demands disputed in appeal by the Company/ Excise Authorities (Against which the Company has paid amount of ₹Nil Lakhs (31 st March, 2022: ₹ Nil Lakhs)	1,960.01	1,960.01
Textile Cess Demands disputed pending with Textiles Committee, Government of India, and Ministry of Textiles.	50.90	50.90
Gujarat Pollution Control Act	51.65	51.65
Employees Demands pending before Labor Courts	Amount not ascertainable	Amount not ascertainable
In respect of restructured debts under CDR Mechanism, the banks will have right to recompense in respect of waivers / sacrifice made by them under CDR Restructuring	Amount not ascertainable	Amount not ascertainable
Commitments		
Estimated amount of contracts remaining to be executed on Capital Account. Advance paid against such Contract is ₹ 15.14 Lakhs (31 st March, 2022: ₹ 108.97 Lakhs)	160.69	108.97

38 Segment Reporting

The Company's management monitors the operating results of the below business segments separately for the purpose of making decisions about resource allocation and performance assessment and accordingly, based on the principles for determination of segments given in Indian Accounting Standard 108 "Operating Segments" and in the opinion of management the Company is primarily engaged in the business of "Textiles". All other activities of the Company revolve around the main business and as such there is no separate reportable business segment.

Details of customer contributing 10% or more of total revenue:

(₹ in Lakhs)

Particulars	Year Ended March 31, 2023	Year Ended March 31, 2022
No. of customers contributing 10% or more of total revenue (individually)	1	1
Amount of revenue	4,424.41	14,098.05
% of total revenue	43.45%	47.60%

39 Related Party Disclosure

Key Management Personnel

Sr. No	Name	Designation
1	Jyotiprasad Chiripal	Chairman
2	Pooran Singh Mathuria	Whole Time Director (Resigned w.e.f 19/09/2022)
3	Vivekanand Chaudhary	Whole Time Director (Appointed w.e.f 17/01/2023)
4	Shashank Paranjape	Chief Executive Officer
5	Satish Bhatt	Chief Financial Officer
6	Harsh Hirpara	Company Secretary (Resigned w.e.f 25/06/2022)
7	Foram Bhuva	Company Secretary (Appointed w.e.f 17/01/2023)

List of entities in which KMP/close members of family of KMP have control or significant influence with whom transactions have taken place during the year

Sr. No	Name
1	Chiripal Industries Limited
2	Chiripal PolyFilms Limited
3	Vishal Fabrics Limited
4	Nandan Denim Limited

Transactions with the Related Parties

Compensation to Key Management Personnel

(₹ in Lakhs)

Particulars	Transaction during 2022-23	Transaction during 2021-22
Short term employee benefits	55.73	77.48
Post-employment benefits	0.62	(1.37)
Other Long-term employee benefits	(0.21)	0.38
TOTAL	56.14	76.49

Transactions with related parties during the year

(₹ in Lakhs)

Particulars	2022-23	2021-22
Sale of Goods:		
Entities in which KMP/close members of family of KMP have control or significant influence		
Chiripal Industries Limited	597.67	2.47
Chiripal PolyFilms Limited	Nil	Nil
Nandan Denim Limited	523.37	1,221.74
	1,121.03	1,224.22

Particulars	2022-23	2021-22
Purchase of Goods :		
Entities in which KMP/close members of family of KMP have control or significant influence		
Chiripal Industries Limited	521.33	1,943.49
Chiripal PolyFilms Limited	266.51	3,556.13
Nandan Denim Limited	162.26	258.64
	950.10	5,758.26
Loan taken :		
Entities in which KMP/close members of family of KMP have control or significant influence		
Chiripal Industries Limited	1,145.00	Nil
Loan taken repaid :		
Entities in which KMP/close members of family of KMP have control or significant influence		
Chiripal Industries Limited	2,045.00	Nil
Loan given :		
Entities in which KMP/close members of family of KMP have control or significant influence		
Chiripal Industries Limited	300.00	Nil
Loan given received back:		
Entities in which KMP/close members of family of KMP have control or significant influence		
Chiripal Industries Limited	300.00	Nil
Advances given received back:		
Entities in which KMP/close members of family of KMP have control or significant influence		
Shanti Developers	100.00	Nil
Balances written off:		
Entities in which KMP/close members of family of KMP have control or significant influence		
Shanti Polytechnic Foundation	10.50	Nil
Chiripal Industries Limited	0.08	Nil
Chiripal PolyFilms Limited	0.96	Nil
	11.54	Nil
Remuneration Paid:		
Key Management Personnel		
Pradip Khandelwal	Nil	21.92
Shashank Paranjape	27.62	16.93
Satish Bhatt	14.87	13.19
Pooran Singh Mathuria	5.27	19.52
Vivekanand Chaudhary	3.07	Nil
Harsh Hirpara	1.48	5.92
Froam Bhuva	0.40	Nil
	52.71	77.48

Balance outstanding as on respective Balance Sheet date

(₹ in Lakhs)

Particulars	As at March 31, 2023	As at March 31, 2022
Trade receivables:		
Entities in which KMP/close members of family of KMP have control or significant influence		
Nandan Denim Limited	30.73	1.59
Chiripal Industries Limited	306.51	Nil
	337.24	1.59
Advances for Property, Plant & Equipment:		
Entities in which KMP/close members of family of KMP have control or significant influence		
Shanti Developers	Nil	100.00
Security Deposits:		
Entities in which KMP/close members of family of KMP have control or significant influence		
Shanti Polytechnic Foundation	Nil	10.50
	Nil	10.50
Trade Payables:		
Entities in which KMP/close members of family of KMP have control or significant influence		
Chiripal Industries Limited	Nil	126.94
Chiripal PolyFilms Limited	Nil	0.76
Nandan Denim Limited	Nil	5.26
	Nil	132.96
Creditors for Property, Plant & Equipment:		
Entities in which KMP/close members of family of KMP have control or significant influence		
Chiripal Industries Limited	Nil	498.21
	Nil	498.21
Employee Benefits Payable to Key Management Personnel:		
Shri Shashank Paranjape	0.79	2.68
Shri Satish Bhatt	0.51	1.20
Shri Pooran Singh Mathuria	Nil	1.37
Vivekanand Chaudhary	0.77	Nil
Shri Harsh Hirpara	Nil	0.49
Froam Bhuva	0.20	Nil
	2.27	5.74

40 Fair Value Measurements

Financial instrument by category and their fair value

(₹ in Lakhs)

As at 31 st March, 2023	Note reference	Carrying Amount				Fair Value			
		FVPTL	FVOCI	Amortised Cost	Total	Level 1	Level 2	Level 3	Total
Financial Assets									
Trade Receivables	9	Nil	Nil	622.71	622.71	Nil	Nil	Nil	Nil
Cash and Cash Equivalents	10	Nil	Nil	14.82	14.82	Nil	Nil	Nil	Nil
Other Bank Balances	11	Nil	Nil	8.12	8.12	Nil	Nil	Nil	Nil
Other Financial Assets									
Non-Current	5	Nil	Nil	159.68	159.68	Nil	Nil	Nil	Nil
Current	12	Nil	Nil	144.74	144.74	Nil	Nil	Nil	Nil
Total Financial Assets		Nil	Nil	950.07	950.07	Nil	Nil	Nil	Nil
Financial Liabilities									
Borrowings									
Non Current	18	Nil	Nil	13.07	13.07	Nil	Nil	Nil	Nil
Current	20	Nil	Nil	9.13	9.13	Nil	Nil	Nil	Nil
Other Financial Liabilities									
Non Current	19	Nil	Nil	Nil	Nil	Nil	Nil	Nil	Nil
Current	22	Nil	Nil	10.57	10.57	Nil	Nil	Nil	Nil
Trade Payables	21	Nil	Nil	176.16	176.16	Nil	Nil	Nil	Nil
Total Financial Liabilities		Nil	Nil	208.93	208.93	Nil	Nil	Nil	Nil

Financial instrument by category and their fair value

(₹ in Lakhs)

As at 31 st March, 2022	Note reference	Carrying Amount				Fair Value			
		FVPTL	FVOCI	Amortised Cost	Total	Level 1	Level 2	Level 3	Total
Financial Assets									
Trade Receivables	9	Nil	Nil	2,825.10	2,825.10	Nil	Nil	Nil	Nil
Cash and Cash Equivalents	10	Nil	Nil	2.60	2.60	Nil	Nil	Nil	Nil
Other Bank Balances	11	Nil	Nil	190.78	190.78	Nil	Nil	Nil	Nil
Other Financial Assets									Nil
Non-Current	5	Nil	Nil	16.88	16.88	Nil	Nil	Nil	Nil
Current	12	Nil	Nil	1.23	1.23	Nil	Nil	Nil	Nil
Total Financial Assets		Nil	Nil	3,036.59	3,036.59	Nil	Nil	Nil	Nil
Financial Liabilities									
Borrowings									
Non Current	18	Nil	Nil	130.83	130.83	Nil	Nil	Nil	Nil
Current	20	Nil	Nil	2544.94	2,544.94	Nil	Nil	Nil	Nil
Other Financial Liabilities									
Non Current	19	Nil	Nil	1,108	1,108.49	Nil	Nil	Nil	Nil
Current	22	Nil	Nil	697.95	697.95	Nil	Nil	Nil	Nil
Trade Payables	21	Nil	Nil	1682.20	1,682.20	Nil	Nil	Nil	Nil
Total Financial Liabilities		Nil	Nil	6,164.40	6,164.40	Nil	Nil	Nil	Nil

The above fair value hierarchy explains the judgements and estimates made in determining the fair values of the financial instruments that are (a) recognised and measured at fair value and (b) measured at amortised cost for which fair values are disclosed in the financial statements. To provide the indication about the reliability of the inputs used in determining fair value, the Company has classified its financial instruments in to three levels prescribed is as under:

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 assets or liabilities that are not based on observable market data (unobservable inputs)

There were no transfers between the levels during the year

Valuation process

The finance department of the Company includes a team that performs the valuations of financial assets and liabilities required for financial reporting purposes, including level 3 fair values. The fair valuation of level 1 and level 2 classified assets and liabilities are readily available from the quoted prices in the open market and rates available in secondary market respectively. The valuation method applied for various financial assets and liabilities are as follows -

1. Quoted price in the primary market considered for the fair valuation of the non current investment i.e Quoted Equity Shares. Gain / (loss) on fair valuation is recognised in profit and loss.
2. The carrying amount of trade receivable, trade payable, cash and bank balances, short term loans and advances, statutory/receivable, short term borrowing, employee dues are considered to be the same as their fair value due to their short-term nature.

41 Financial risk management

The Company has exposure to the following risks arising from financial instruments:

- I Credit Risk
- II Liquid Risk
- III Market Risk

Risk Management Framework

The Company's risk management is governed by policies and approved by the board of directors. Company's identifies, evaluates and hedges financial risks in close co-operation with the Company's operating units. The company has policies for overall risk management, as well as policies covering specific areas, such as foreign exchange risk, interest rate risk, credit risk, use of derivative financial instruments and non-derivative financial instruments.

The audit committee oversees how management monitors compliance with the company's risk management policies and procedures, and reviews the adequacy of the risk management framework in relation to the risks faced by the Company. The audit committee is assisted in its oversight role by internal audit. Internal audit undertakes both regular and ad hoc reviews of risk management controls and procedures, the results of which are reported to the audit committee.

I Credit Risk

Credit risk refers to the risk of default on its obligation by the counterparty resulting in a financial loss. The Company maintain its cash and cash equivalents and bank deposits with banks having good reputation, good past track record and high quality credit rating and also reviews their credit-worthiness on an on-going basis.

The maximum exposure to credit risk at the reporting date is primarily from trade receivables. Credit risk has always been managed by the company through credit approvals, establishing credit limits and continuously monitoring the creditworthiness of customers to which the company grants credit terms in the normal course of business.

On account of the adoption of Ind AS 109, the company uses ECL model to assess the impairment loss or gain. The company uses a provision matrix to compute the ECL allowance for trade receivables and unbilled revenues. The provision matrix takes into account available external and internal credit risk factors and the company's experience for customers.

The Company reviews trade receivables on periodic basis and makes provision for doubtful debts if collection is doubtful. The Company also calculates the expected credit loss (ECL) for non-collection of receivables. The Company makes additional provision if the ECL amount is higher than the provision made for doubtful debts. In case the ECL amount is lower than the provision made for doubtful debts, the Company retains the provision made for doubtful debts without any adjustment.

The provision for doubtful debts including ECL allowances for non-collection of receivables and delay in collection, on a combined basis, was ₹ 22.52 Lakhs as at March 31, 2023 and ₹ 122.93 Lakhs as at March 31, 2022 . The movement in allowances for doubtful accounts comprising provision for both non-collection of receivables and delay in collection is as follows:

ii) Movement in allowance for bad and doubtful debts

(₹ in Lakhs)

Particulars	As at March 31, 2023	As at March 31, 2022
Balance at the beginning of the year	122.93	60.98
Add : Expected credit loss allowance made during the year	Nil	61.95
Less : Provision utilised	(93.78)	Nil
Less : Reversal of allowance made during the year	(6.63)	Nil
Balance at the end of the year	22.52	122.93

II Liquid Risk

Liquidity risk is the risk that the Company will encounter difficulty in meeting the obligations associated with its financial liabilities that are settled by delivering cash or another financial asset. The Company's approach to managing liquidity is to ensure, as far as possible, that it will have sufficient liquidity to meet its liabilities when they are due, under both normal and stressed conditions, without incurring unacceptable losses or risking damage to the Company's reputation.

Management regularly monitors the position of cash and cash equivalents vis-à-vis projections. Assessment of maturity profiles of financial assets and liabilities including debt financing plans and maintenance of balance sheet liquidity ratios are considered while reviewing the liquidity position.

i) Exposure to Credit Risk:

The following are the remaining contractual maturities of financial liabilities at the reporting date. The amounts are gross and undiscounted, and include estimated interest payments and exclude the impact of netting agreements.

(₹ in Lakhs)

As at March 31, 2023	Carrying Amount	Contractual Cash Flows				
		< 1 year	1-2 year	3-5 years	More than 5 years	Total
Financial Liabilities						
Non Current Borrowings (refer note 18)	13.07	Nil	6.83	6.24	Nil	13.07
Current Borrowings (refer note 20)	9.13	9.13	Nil	Nil	Nil	9.13
Trade Payables (refer note 21)	176.16	176.16	Nil	Nil	Nil	176.16
Other Financial Liabilities						
Non current financial liabilities (refer note 19)	Nil	Nil	Nil	Nil	Nil	Nil
Current financial liabilities (refer note 22)	10.57	10.57	Nil	Nil	Nil	10.57
Total	208.93	195.87	6.83	6.24	Nil	208.93

(₹ in Lakhs)

As at March 31, 2022	Carrying Amount	Contractual Cash Flows				
		< 1 year	1-2 year	3-5 years	More than 5 years	Total
Financial Liabilities						
Non Current Borrowings (refer note 18)	130.83	Nil	14.64	116.19	Nil	130.83
Current Borrowings (refer note 20)	2,544.94	2,544.94	Nil	Nil	Nil	2,544.94
Trade Payables (refer note 21)	1,682.20	1,682.20	Nil	Nil	Nil	1,682.20
Other Financial Liabilities						
Non current financial liabilities (refer note 19)	1,108.49	Nil	Nil	1,108.49	Nil	1,108.49
Current financial liabilities (refer note 22)	697.95	697.95	Nil	Nil	Nil	697.95
Total	6,164.41	4,925.09	14.64	1,224.68	Nil	6,164.41

III Market Risk

Market risk is the risk that the fair value or future cash flow of a financial instrument will fluctuate because of changes in market factors. Market risk comprises three type of risks:

- Currency Risk
- Interest Risk
- Price Risk

a) Currency Risk

The functional currency of the Company is Indian Rupee. The Company is exposed to currency risk on account of payables and receivables in foreign currency. Company is exposed to currency risk on account of payables and receivables in foreign currency.

Company does not use derivative financial instruments for trading or speculative purposes.

i) Particulars of foreign currency exposures at the reporting date (₹ in Lakhs)

Particulars	Currency	As at March 31, 2023	As at March 31, 2022
a) Trade Payables	JPY	Nil	249.25
	INR	Nil	155.43
b) Advance to Supplier	JPY	Nil	246.51
	INR	Nil	153.72
Net Statement of Financial Exposure	JPY	Nil	(2.74)
	INR	Nil	(1.71)
Total INR		Nil	(1.71)

ii) Foreign Currency Risk Sensitivity

A change of 5% in Foreign currency would have following Impact on profit before tax (₹ in Lakhs)

Particulars	As at March 31, 2023		As at March 31, 2022	
	5% Increase	5% Decrease	5% Increase	5% Decrease
JPY	Nil	Nil	(0.09)	0.09
Total	Nil	Nil	(0.09)	0.09

b) Interest Risk

Interest rate risk is the risk that the fair value of future cash flows of the financial instruments will fluctuate because of changes in market interest rates. In order to optimize the Company's position with regards to interest income and interest expenses and to manage the interest rate risk, treasury performs a comprehensive corporate interest rate risk management by balancing the proportion of fixed rate and floating rate financial instruments in its total portfolio.

According to the Company interest rate risk exposure is only for floating rate borrowings. For floating rate liabilities, the analysis is prepared assuming the amount of the liability outstanding at the end of the reporting period was outstanding for the whole year. A 50 basis point increase or decrease is used when reporting interest rate risk internally to key management personnel and represents management's assessment of the reasonably possible change in interest rates.

i) Exposure to interest rate risk

(₹ in Lakhs)

Particulars	Note Reference	As at March 31, 2023	As at March 31, 2022
Fixed Rate Instruments			
Financial liabilities			
Non Current	18	13.07	22.16
Current	20	9.13	8.95
Total		22.20	31.11
Variable Rate Instruments			
Financial liabilities			
Non Current	18	Nil	108.67
Current	20	Nil	2,535.99
Total		Nil	2,644.66

The outstanding position of borrowings at variable interest rate along with proportion of total loans is given below: (₹ in Lakhs)

Particulars	As at March 31, 2023	As at March 31, 2022
Total Borrowings	22.20	2,675.77
% of Borrowings out of above bearing variable rate of interest	0.00%	98.84%

ii) Interest Rate Sensitivity

A change of 50 bps in interest rates would have following Impact on profit before tax (₹ in Lakhs)

Particulars	2021-22	2020-21
50bp increase would decrease the profit before tax by	Nil	13.22
50bp increase would increase the profit before tax by	Nil	(13.22)

c) Price Risk

i) Exposure

The Company does not have any Investment as on balance sheet date, hence there would be no exposure to equity securities price risk arises from investment held by the Company.

42 Capital management

The Company's capital management is intended to maximise the return to shareholders and benefits for other stakeholders for meeting the long-term and short-term goals of the Company; and reduce the cost of capital through the optimization of the capital structure i.e. the debt and equity balance.

The Company monitors the capital structure on the basis of Net debt to equity ratio and maturity profile of the overall debt portfolio of the Company.

The gearing ratio at the end of the reporting period was as follows:

(₹ in Lakhs)

Particulars	Note Reference	As at March 31, 2023	As at March 31, 2022
Debt	18,20	22.20	2,675.77
Cash and bank balances	10,11	(22.94)	(193.38)
Net debt		(0.74)	2,482.39
Equity	16,17	8,791.45	9,334.87
Net debt to equity ratio*		Nil	0.27

*The company is net debt free at the end of reporting period & hence the Debt to equity ratio is not applicable.

43 The following pre-commissioning expenses incurred during have been included in Capital Work in Progress

(₹ in Lakhs)

Particulars	As at March 31, 2023	As at March 31, 2022
Legal & Professional Expenses	3.06	Nil
Traveling & Conveyance Expense	1.43	Nil
Total	4.49	Nil

44 Changes in Liabilities arising from Financial Activities

(₹ in Lakhs)

Particulars	Year Ended March 31, 2023	Year Ended March 31, 2022
Opening Balance	6164.41	7833.51
Cash inflow of non-current borrowings	Nil	136.79
Cash outflow of non-current borrowings	(117.57)	(3.97)
Changes in current borrowings cash flows	(2,535.99)	583.10
Changes in trade payable cash flows	(1,506.03)	(2,361.34)
Change in Other current financial liability	(97.05)	(5.76)
Change in other non current financial liability	(1,200.00)	Nil
Others	(498.82)	(17.93)
Closing Balance	208.95	6164.41

45 Details Of Hedged And Unhedged Exposure in Foreign Currency Denominated Monetary Items
a Exposure in foreign currency - Hedged

The Company enters into forward exchange contracts to hedge against its foreign currency exposures relating to the underlying transactions and firm commitments. The Company does not enter into any derivative instruments for trading or speculative purposes.

The company does not have any forward exchange contracts used for hedging foreign currency exposure as at reporting date.

b Exposure in foreign currency - Unhedged

The foreign currency exposure not hedged are as under:

(Figures in Lakhs)

Currency	Number of Contracts	Buy Amount in Foreign Currency	Indian ₹ Equivalent
Forward contract to buy YEN - As at 31/03/2022	Nil	Nil	Nil
Forward contract to buy YEN - As at 31/03/2021	Nil	Nil	Nil

b Exposure in foreign currency - Unhedged

The foreign currency exposure not hedged are as under:

(Figures in Lakhs)

Currency	Payable (In FC)		Receivable (In FC)	
	As at March 31, 2023	As at March 31, 2022	As at March 31, 2023	As at March 31, 2022
JPY	Nil	249.25	Nil	246.51

Currency	Payable (In INR)		Receivable (In INR)	
	As at March 31, 2023	As at March 31, 2022	As at March 31, 2023	As at March 31, 2022
JPY	Nil	155.43	Nil	153.72

46. Additional Regulatory Information (Non Ind AS)

The disclosures required by amendment to Division II of Schedule III of the Companies Act, 2013, are given only to the extent applicable:

- During the year no proceedings has been initiated or pending against the Company for holding any Benami Property under the Benami Transactions (Prohibitions) Act, 1988 (45 of 1988) and the rules made thereunder.
- Company has not carried our any revaluation in respect of Property, Plant & Equipments and intangible Asset, hence during the year there has been no change of 10% or more in the aggregate of the Net Carrying value of Assets on account of revaluation of Assets in respect of Property, Plant & Equipments and intangible assets.
- There are no intangible assets under development in the Company during the current reporting period.
- The borrowing taken by the company from the banks has been used for the specific purpose for which it was taken.
- The company has not been declared as wilful defaulter by any bank or financial institution or other lender in accordance with the guidelines on wilful defaulters issued by the Reserve Bank of India.

(vi) Details in respect of difference in respect of Current Assets as per Books and details as provided in quarterly returns filed by the company, the details of the same are as under:

For the Financial Year 2022-2023							(₹ In Lakhs)
Quarter	Name of the Bank	Particulars of Security Provided	Amount as per Books	Amount Reported in Quarterly Return / Statement	Amount of Difference	Reason or Material Discrepancies	
Jun-22	Consortium Finance	Inventories	2,486.73	2,138.58	348.15	Due to Change in Valuation Rate.	
		Trade Receivable	2,687.68	2,506.95	180.73	-	
		Trade Payable	1,096.31	1,559.24	(462.93)	Due to Change in grouping of accounts into Customer, Vendor and Advance received from Customer.	
Sep-22	Consortium Finance	Inventories	813.95	779.02	34.93	-	
		Trade Receivable	2,660.96	929.36	1,731.60	Due to Change in grouping of accounts into Customer, Vendor and Advance received from Customer.	
		Trade Payable	753.36	125.06	628.30	Due to Change in grouping of accounts into Customer, Vendor and Advance received from Customer.	
Dec-22	Consortium Finance	Inventories	396.86	392.58	4.28	-	
		Trade Receivable	2,302.47	836.33	1,466.14	Due to Change in grouping of accounts into Customer, Vendor and Advance received from Customer.	
		Trade Payable	341.11	16.87	324.24	Due to Change in grouping of accounts into Customer, Vendor and Advance received from Customer.	

For the Financial Year 2021-2022							(₹ In Lakhs)
Quarter	Name of the Bank	Particulars of Security Provided	Amount as per Books	Amount Reported in Quarterly Return / Statement	Amount of Difference	Reason or Material Discrepancies	
Jun-21	Consortium Finance	Inventories	2,749.44	3,143.57	(394.14)	Due to Change in Valuation Rate	
		Trade Receivable	3,739.12	4,527.27	(788.15)	Due to Change in grouping of accounts into Customer, Vendor and Advance received from Customer.	
		Trade Payable	3,252.29	2,443.00	809.29	Due to Change in grouping of accounts into Customer, Vendor and Advance received from Customer.	
Sep-21	Consortium Finance	Inventories	2,112.04	2,111.14	0.90	-	
		Trade Receivable	4,231.58	4,251.09	(19.51)	-	
		Trade Payable	2,746.93	2,220.00	526.93	Due to Change in grouping of accounts into Customer, Vendor and Advance received from Customer.	
Dec-21	Consortium Finance	Inventories	3,718.61	3,281.81	436.80	Due to Change in Valuation Rate.	
		Trade Receivable	3,409.97	3,429.37	(19.40)	-	
		Trade Payable	4,021.57	2,352.16	1,669.41	Due to Change in grouping of accounts into Customer, Vendor and Advance received from Customer.	
Mar-22	Consortium Finance	Inventories	3,327.39	3,184.22	143.17	Due to Change in Valuation Rate	
		Trade Receivable	2,825.10	2,928.99	(103.89)	-	
		Trade Payable	1,682.19	1,576.50	105.69	Due to Change in grouping of accounts into Customer, Vendor and Advance received from Customer.	

(vii) Details in respect of pending satisfaction of charges with registrar of companies beyond the statutory period

Breif Description	Location of Registrar	Charge ID	Name of Charge Holder	Delay in Peroid by which charge to be closed in months	Amount of Charge ₹ in Lakhs
Book debts; Floating charge; Movable property (not being pledge)	RoC- Ahmedabad	10251838	State Bank of India	140.07	792.00

(ix) During the year under consideration the company has not traded or invested in crypto currency or virtual currency.

(x) There are no transactions that have been surrendered or disclosed as income during the year in the tax assessments under the Income Tax Act, 1961 which have not been recorded in the books of account.

(xi) The Company does not have any transtions or relationships with any companies struck off under section 248 of the Companies Act, 2013.

47 Details in respect of Analytical Ratios of the Company

Sr. No.	Particulars	Numerator/ Denominator	For the Year 2022-23		For the Year 2021-22		% of Variance	Explanation for any change in the ratio by more than 25% as compared to the preceding year.
			₹ in Lakhs	Current Period	₹ In Lakhs	Previous Period		
1	Current Ratio	Current Assets	1,024.02	3.83	6,745.55	1.35	184.08%	Ratio has improved as due to the realisation of Current assets & payment of current liabilities on discontinuation of operation.
		Current Liabilities	267.03		4,997.08			
2	Debt - Equity Ratio	Total Debts	22.20	0.00	2,675.77	0.29	-99.12%	Ratio has improved due payment of working capital loans.
		Shareholders Equity	8,791.45		9,334.87			
3	Debt Service Coverage Ratio	Earning available for Debt services	(300.88)	(1.40)	1,271.10	7.26	-119.25%	Due the losses made by the company, the ratio has decreased.
		Debt Service	215.40		175.14			
4	Return on Equity Ratio	Net profit After tax - Prefernce Dividend	(593.15)	(0.07)	783.58	0.09	-174.67%	Due the losses made by the company, the return on equity has decreased.
		Average of Shareholder Funds	9,063.16		8,940.25			
5	Inventory turnover Ratio	Turnover	10,173.63	5.76	29,590.58	9.21	-37.47%	Due to the discontinued operations, the turnover & inventory both is reduced.
		Average Inventory	1,767.51		3,214.45			
6	Trade Receivables turnover Ratio	Turnover	10,173.63	5.90	29,590.58	9.09	-35.09%	Due to the discontinued operations, the turnover & trade receivable both has reduced.
		Average Trade Receivables	1,723.91		3,254.40			
7	Trade payables turnover Ratio	Purchase	5,977.94	6.43	24,879.88	8.69	-25.97%	Due to the discontinued operations, the turnover & trade payable both has reduced.
		Average Trade Creditors	929.18		2,862.87			

Sr. No.	Particulars	Numerator/ Denominator	For the Year 2022-23		For the Year 2021-22		% of Variance	Explanation for any change in the ratio by more than 25% as compared to the preceding year.
			₹ in Lakhs	Current Period	₹ In Lakhs	Previous Period		
8	Net Capital turnover Ratio	Net Sales	10,173.63	13.44	29,590.58	16.92	-20.59%	-
		Working Capital	756.99		1,748.46			
9	Net Profit Ratio	Net Profit	(593.15)	(0.06)	783.58	0.03	-320.17%	Due to loss, the Net profit ratio has reduced.
		Net Sales	10,173.63		29,590.58			
10	Return on Capital employed	Earning Before Interest and Taxes	(455.10)	(0.05)	1,145.26	0.12	-142.19%	Due the loss, the Return on capital employed has reduced.
		Capital Employed	8,791.45		9,334.87			
11	Return on investment	Income generated from investment	Not Applicable	Not Applicable	Not Applicable	Not Applicable	-	-
		Average Investment	Not Applicable as no investment		Not Applicable as no investment			

48 Assets Pledged as Security

The Carrying amount of assets Pledged as Security for Current and non Current borrowing are:

(₹ in Lakhs)

Particulars	Note reference	As at March 31, 2023	As at March 31, 2022
Non-Current Assets			
Property Plant & Equipment(Including capital Work in progress)	3	7,782.53	8,611.03
Intangible Assets	4	12.81	19.64
Total Non Current Assets pledged as Security		7,795.34	8,630.67
Current Assets			
Inventories	8	207.64	3,327.39
Financial Assets			
Trade Receivable	9	622.71	2,825.10
Cash and cash equivalents	10	14.82	2.60
Other Bank Balance	11	8.12	190.78
Other Financial Assets	12	144.74	1.23
Other Current Assets	14	16.92	371.95
Total Current Assets pledged as Security		1,014.95	6,719.04
Total Assets Pledged as Security		8,810.29	15,349.71

49 On periodical basis and as and when required, the Company reviews the carrying amounts of its assets and found that there is no indication that those assets have suffered any impairment loss. Hence, no such impairment loss have been provided in the Financial Year 2022-23 (Previous Year ₹ Nil Lakhs)

50 The Company evaluates events and transactions that occur subsequent to the balance sheet date but prior to the financial statements to determine the necessity for recognition and/or reporting of any of these events and transactions in the financial statements. As of 30th May, 2023 there were no subsequent events to be recognized or reported that are not already disclosed.

- 51 On March 31, 2023, the meeting of its Board of Directors was held whereby the Board has passed resolution to begin formal process for sale/dispose off of the Polyester Yarn unit through Slump Sale vis Business Transfer Agreement (BTA). The sale/disposal shall be subject to approval of Shareholders, Banks, Courts, Tribunal, Regulators (if any). Therefore, the Polyester yarn operating business is reported as discontinued operations & corresponding non-current assets are classified as held for sale. The same has been properly valued and separately disclosed in the financial results as per the requirements of Ind AS 105. Further, as at March 31, 2023, the management is of the opinion that there is no impairment in existing assets and therefore no provision is required to be made for impairment of assets. Auditors have relied upon and accepted the same. The prior-year figures of the Statement of Profit & Loss have been restated to report the discontinued operations separately.
- 52 The management of the company has decided to enter into new line of business subject to necessary approvals for the said purpose, on January 17, 2023 the company has passed resolution through postal ballot to insert the new object clause in the Memorandum of Association and subsequently the company had amended its Memorandum of Association. During the year under consideration, the company has started the activity to study the feasibility in respect of new line of business.
- 53 The Income Tax Department had carried out the survey at the company's business premises from July 20,2022 to July 22, 2022. The assessments for the period covered by survey are pending. The management of the Company does not expect any material additional liability as a result of the survey and hence no provision for the additional income tax liability has been made by the Company.
- 54 A Fire had broken out on 11th July, 2022 at the factory located at Changodar, Ahmedabad. The inventory of the Company having carrying value of ₹ 139.08 Lakhs which was destroyed by fire have been reduced from the value of the Inventory from the head "Change In Inventories Of Finished Goods,Work In Progress And Stock In Trade". The loss in respect of inventory due to fire has been presented separately under the heads "Other Expense" in statement of Profit & Loss. The said loss on account of fire is fully covered by Insurance. The Company has accounted for this amount as amount receivable from the Insurance Company disclosed under "Other Current Financial Asset" and under statement of profit and loss under head "Other Income".
- 55 The board has not recommended dividend for the financial year ended 31st March, 2023.

Signature to notes "1" to "55"

As per our report of even date attached herewith.
For, **J. T. Shah & Co.**
Chartered Accountants
(Firm Regd. No.109616W)

Sd/-
(J. J. Shah)
Partner
(M.No.45669)

Place : Ahmedabad
Date : 30/05/2023

For & on behalf of the Board of Directors of
For, **CIL NOVA PETROCHEMICALS LIMITED**

Sd/-
(Jyotiprasad Chiripal)
Chairman
DIN: 00155695

Sd/-
(Shashank Paranjape)
Chief Executive Officer

Sd/-
(Foram Bhuva)
Company Secretary
Place : Ahmedabad
Date : 30/05/2023

Sd/-
(Viveknand Chaudhary)
Director
DIN: 09815515

Sd/-
(Satish Bhatt)
Chief Financial Officer

To,

If undelivered please return to :

CIL NOVA PETROCHEMICALS LIMITED

(Formerly Known as NOVA POLYARN LIMITED)

(CIN: L17111GJ2003PLC043354)

Regd Office :- Survey No. 396(P), 395/4(P), Moraiya Village,
Sarkhej-Bavla Highway, Tal. Sanand, Ahmedabad.

Phone : +91-9825800060, Fax: +91-2717-250556,251612.

Email : investorgrievances.cilnova@chiripalgroup.com

Website: www.cnpcl.com