

August 12, 2024

BSE Limited,
Phiroze Jeejeebhoy Towers,
Dalal Street, Fort,
Mumbai - 400 001.

Dear Sir/ Madam,

Sub: Notice of 64th Annual General Meeting and Annual Report for Financial Year 2023-24
Ref: Dai-ichi Karkaria Limited (Scrip Code 526821)

Pursuant to Regulation 30 and 34 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, please find enclosed Notice of 64th Annual General Meeting (AGM), which is to be held on Friday, September 6, 2024 at 11:30 a.m. (IST) through Video Conferencing / Other Audio Visual Means ("VC/ OAVM") facility and Annual Report for Financial Year 2023-24.

In compliance with relevant circulars issued by Ministry of Corporate Affairs and the Securities and Exchange Board of India, the aforesaid documents are being sent through electronic mode to those Members whose e-mail addresses are registered with the Company/Registrar and Transfer Agent/Depository Participant(s).

The Notice of 64th AGM along with the Annual Report for the financial year 2023-24 is also available on the website of the Company at <http://www.dai-ichiindia.com/investors>

This is for your information and records.

Thanking you,

For **Dai-ichi Karkaria Limited**

Ankit Shah
Company Secretary and Compliance Officer

Encl: As above



DAI-KI

Specialty Chemicals

64th ANNUAL REPORT

2023-2024

DAI-ICHI KARKARIA LIMITED

(CIN: L24100MH1960PLC011681)

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64th Annual General Meeting

Date & Time:

Friday, September 6, 2024 at 11:30 a.m. (IST) through Video Conferencing/ Other Audio Visual Means ("VC/OAVM")

BOARD OF DIRECTORS:

Mrs. Shernaz Vakil	Chairperson & Whole-time Director
Ms. Meher Vakil	Managing Director
Mr. Adi Jehangir	Non-Executive Director
Mr. Ashok Hiremath	Independent Director
Mr. Kavas Patel	Independent Director
(upto 22.9.2023)	
Mr. Keki Elavia	Independent Director
(upto 22.9.2023)	
Mr. Cyrus Bagwadia	Independent Director
(w.e.f. 11.8.2023)	
Mr. Behram Sorabji	Independent Director
(w.e.f. 11.8.2023)	

Chief Financial Officer:

Mr. Farokh Gandhi

Company Secretary & Compliance Officer:

Mr. Ankit Shah

Bankers:

Axis Bank Ltd.

Statutory Auditors:

B S R & Co. LLP, Mumbai

Solicitors:

Bharucha & Partners

Registered Office:

Liberty Building,
Sir Vithaldas Thackersey Marg,
Mumbai - 400 020.
Tel: 022-69117130
E-mail: investor@dai-ichiindia.com
Website: www.dai-ichiindia.com

Works:

1. D-2/20, GIDC - II, Dahej, Vagra,
District Bharuch, Gujarat - 392 130.
2. Kurkumbh Industrial Area, Plot No. D-13,
Village Kurkumbh, Tal. Daund, Dist. Pune 413 105.

Registrars and Transfer Agents:

Link Intime India Private Limited
C 101, 247 Park, L B S Marg,
Vikhroli West, Mumbai 400 083.
Tel: 022 - 49186000
Fax: 022 - 4918 6060
E-mail: mt.helpdesk@linkintime.co.in
Website: <https://www.linkintime.co.in/>

From the Managing Director's Desk

Dear Shareholders,

As we conclude another year at Dai-ichi Karkaria Limited, I am pleased to share some key highlights and insights on our progress and performance for Financial Year 2023-24.

Despite the challenging economic landscape, particularly in the chemical industry, we have managed to report a small profit in the past Financial Year 2023-24. Our revenue for the year has remained steady, reflecting resilience in our core industry segments despite fluctuations in demand due to global market conditions. Prudent cost management measures have enabled us to sustain our bottom line.

Our commitment to operational excellence continues to drive efficiencies across our value chain. We have made significant strides in optimizing production processes, resulting in the reduction of the cost of our products and eventually increased profit margins. These process improvements have also helped to significantly debottleneck capacity constraints that we faced at our Ethoxylation unit. There has been an overall decrease in our overheads due to these efficiencies.

At Dai-ichi, Innovation remains at the core of our strategy. Our dedicated R&D initiatives have yielded promising results, with multiple new products developed in the year across our various industry segments. We remain focused on harnessing cutting-edge technology to further expand our new product portfolio and address the evolving needs of our customers.

We recognize the importance of sustainability and environmental stewardship. We have intensified our efforts to minimize our carbon footprint, optimize resource utilization, and promote eco-friendly practices across our operations. This year, through the implementation of sustainable practices, we have achieved a reduction in our ratios for power, fuel, steam, and effluent generation. In addition, our R&D has been focused on creating chemicals that not only meet stringent regulatory standards but also support our customers in their sustainability goals.

Looking ahead, we remain cautiously optimistic about the future despite prevailing uncertainties. With a robust portfolio of high-quality products, a strong balance sheet, and a talented team, we are well-positioned to navigate challenges and capitalize on emerging opportunities. Our strategic focus on innovation, operational excellence, and sustainability will continue to deliver value to our shareholders over the long term. As we embark on the next phase of our journey, I am confident that together, we will overcome challenges, seize opportunities, and achieve new milestones of success.

Thank you for your continued trust and partnership.

Regards,

Ms. Meher Vakil
Managing Director



NOTICE

NOTICE is hereby given that the Sixty-Fourth Annual General Meeting of DAI-ICHI KARKARIA LIMITED (L24100MH1960PLC011681) will be held on Friday, September 6, 2024 at 11:30 a.m. (IST) through Video Conferencing / Other Audio Visual Means ("VC/ OAVM") facility, to transact the following business:

ORDINARY BUSINESS:

1. To receive, consider and adopt:

- a) the Audited Standalone Financial Statements of the Company for the Financial Year ended March 31, 2024 and the Reports of Board of Directors and Auditors thereon; and
- b) the Audited Consolidated Financial Statements of the Company for the Financial Year ended March 31, 2024 and the Report of the Auditors thereon.

2. To declare dividend of ₹ 2 (20%) per equity share of face value of ₹ 10 each of the Company for the Financial Year ended March 31, 2024.

3. To appoint a Director in place of Ms. Meher Vakil (DIN: 07778396), who retires by rotation and, being eligible, offers herself for re-appointment.

SPECIAL BUSINESS:

4. To ratify remuneration payable to M/s. Diwanji & Associates, Cost Accountants, (Firm Registration no. 100227) appointed as Cost Auditor of the Company for the Financial Year ending March 31, 2025 and in this regard to consider and if thought fit, to pass 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 and the Companies (Audit and Auditors) Rules, 2014 (including any statutory modification(s) or re-enactment thereof, for the time being in force), remuneration payable to M/s. Diwanji & Associates, Cost Accountants, (Firm's Registration No. 100227), appointed by the Board of Directors based on recommendation of Audit Committee, to conduct the audit of the cost records of the Company amounting to ₹ 1,50,000 (Rupees One Lakh Fifty Thousand Only) plus applicable taxes and reimbursement of actual out of pocket expenses incurred in connection with the Cost Audit of the Company for the financial year ending March 31, 2025, be and is hereby ratified.

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

5. To approve Material Related Party Transactions for Sale of Goods to ChampionX Dai-ichi India Private Limited and in this regard to consider and if thought fit, to pass the following resolution as an **ORDINARY RESOLUTION:**

"RESOLVED THAT pursuant to the provisions of Regulation 23(4) of the Securities and Exchange Board of India (Listing Obligations and Disclosure Requirement), Regulations 2015 ("Listing Regulations"), as amended till date, provisions of Section 188 of the Companies Act, 2013 read with Companies (Meeting of Board and its Powers) Rules, 2014 and other applicable provisions, if any, of the Companies Act, 2013 (including statutory modification(s) or re-enactments thereof for the time being in force) and the Company's policy on Related Party Transactions, approval of the Members of the Company be and is hereby accorded to the Board of Directors of the Company (hereinafter referred to as "the Board" which term shall be deemed to include any committee of the Board), to enter into transactions for Sale of Goods to ChampionX Dai-ichi India Private Limited ("CXDI") a related party within the meaning of Section 2(76) of the Companies Act, 2013 and Regulation 2(1)(zb) of the Listing Regulations on such terms and conditions as the Board may deem fit up to a maximum aggregate value of ₹ 50 Crores (Rupees Fifty Crores only) from the conclusion of this 64th Annual General Meeting upto the date of the next 65th Annual General Meeting for a period not exceeding fifteen months, at arm's length basis and in the ordinary course of business.

RESOLVED FURTHER THAT the Board of Directors and/or Key Managerial Personnel of the Company be and are hereby authorized to do all acts and take all such steps as may be necessary, proper or expedient to give effect to this resolution.

RESOLVED FURTHER THAT all actions taken by the Board in connection with any matter referred to or contemplated in this resolution are hereby approved, ratified and confirmed in all respects."

Registered Office:

Liberty Building,
Sir Vithaldas Thackersey Marg,
Mumbai – 400 020.

Place: Mumbai

Date: May 27, 2024

By Order of the Board
For **Dai-ichi Karkaria Limited**

Ankit Shah
Company Secretary

NOTES:

1. In compliance with the Circular Nos.14/2020, 17/2020, 20/2020 and 09/2023 dated April 8, 2020, April 13, 2020, May 5, 2020 and September 25, 2023 respectively, and all other relevant circulars, issued by the Ministry of Corporate Affairs ("MCA Circulars") and Circular No. SEBI/HO/CFD/CMD1/CIR/P/2020/79 dated May 12, 2020 and Circular No. SEBI/HO/CFD/CFD-PoD-2/P/CIR/2023/167 dated October 7, 2023 issued by the Securities and Exchange Board of India ("SEBI Circulars") and in compliance with the relevant provisions of the Companies Act, 2013 ("The Act") and the Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015 ("Listing Regulations"), the 64th Annual General Meeting ("AGM") of the Company is being conducted on September 6, 2024 at 11:30 a.m. (IST) through Video Conferencing (VC) / Other Audio Visual Means (OAVM) Facility, which does not require physical presence of members at a common venue. The deemed venue for the 64th AGM shall be the Registered Office of the Company.
2. Pursuant to the provisions of the Act, a Member entitled to attend and vote at the AGM is entitled to appoint a proxy to attend and vote on his/her behalf and the proxy need not be a Member of the Company. Since this AGM is being held pursuant to the MCA Circulars 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. In pursuance of Section 112 and Section 113 of the Companies Act, 2013, representatives of the Corporate Members can attend the AGM through VC/OAVM and cast their votes through e-voting.
4. Since the AGM will be held through VC/OAVM Facility, the Route Map is not annexed to this Notice.
5. The attendance of the Members attending the AGM through VC/OAVM will be counted for the purpose of ascertaining the quorum under Section 103 of the Companies Act, 2013.
6. Central Depository Services (India) Limited ("CDSL") will be providing facility for voting through remote e-voting, participation in the 64th AGM through VC/OAVM Facility and e-voting during the 64th AGM.
7. The Members can join the AGM in the VC/OAVM mode 30 minutes before and after the scheduled time of the commencement of the Meeting by following the procedure mentioned in the below Instructions. The facility of participation at the AGM through VC/OAVM will be made available to 1000 members on first come first served basis. This will not include Large shareholders (Shareholders holding 2% or more shareholding), Promoters, Institutional Investors, Directors, Key Managerial Personnel, the Chairpersons of the Audit Committee, Nomination and Remuneration Committee and Stakeholders Relationship Committee, Scrutinizer, Auditors etc. who are allowed to attend the AGM without restriction on account of first come first served basis.
8. In line with the said MCA and SEBI Circulars, the Notice of the 64th AGM along with the Annual Report for Financial Year 2023-24 is being sent only through electronic mode to those Members whose e-mail addresses are registered with the Company/Depository Participant(s)/ Registrars and Transfer Agents (RTA). The Notice convening the 64th AGM has been uploaded on the website of the Company at www.dai-ichiindia.com under 'Investors' section and may also be accessed on the website of BSE Limited at www.bseindia.com and on the website of CDSL at www.evotingindia.com.
9. The Explanatory Statement pursuant to Section 102 of the Companies Act, 2013 and Regulation 36 of SEBI Listing Regulations in respect of business to be transacted with respect to the item of Special Business is annexed hereto.
10. As per Regulation 40(1) of SEBI Listing Regulations, as amended from time to time, transfer, transmission and transposition of securities held in physical or dematerialised form shall be effected only in dematerialised form.
11. Members may please note that SEBI vide its Circular No. SEBI/HO/MIRSD/MIRSD_RTAMB/P/CIR/2022/8 dated January 25, 2022 has mandated the listed companies to issue securities in demat form only while processing service requests viz. Issue of duplicate securities certificate; claim from Unclaimed Suspense Account; Renewal/ Exchange of securities certificate; Endorsement; Sub-division/ Splitting of securities certificate; Consolidation of securities certificates/ folios; Transmission and Transposition. Accordingly, Shareholders are requested to make service requests by submitting a duly filled and signed Form ISR-4, which is hosted on the website of the Company's RTA at www.linkintime.co.in. After processing the service request, a letter of confirmation will be issued to the Shareholder that shall be valid for a period of 120 days, within which the Shareholder shall make a request to the Depository Participant for dematerializing those shares. If the Shareholder fail to submit the dematerialisation request within 120 days, then the Company shall credit those shares in the Suspense Escrow Demat Account held by the Company which can be claimed by the Shareholders on submission of necessary documentation.



12. Members whose shareholding is in physical mode are requested to immediately notify any change pertaining to their postal address, e-mail address, telephone/mobile numbers, Bank Mandate details, etc. to Company's Registrar and Transfer Agent, M/s. Link Intime India Private Limited at C-101, 247 Park, L B S Marg, Vikhroli West, Mumbai 400 083 or email at rnt.helpdesk@linkintime.co.in and Members whose shareholding is in electronic mode are requested to direct change of the aforesaid details to their respective Depository Participants. 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 M/s. Link Intime India Private Limited.
13. The Company has sent individual letters to all the Members holding shares of the Company in physical form for furnishing their PAN, KYC details and Nomination pursuant to SEBI Circular No. SEBI/HO/MIRSD/MIRSD_RTAMB/P/CIR/2021/655 dated November 3, 2021 as amended from time to time, the latest being SEBI/HO/MIRSD/POD-1/P/CIR/2023/181 dated November 17, 2023.
14. As per the provisions of Section 72 of the Act, the facility for making nomination is available for the Members in respect of the shares held by them. Members may register their nomination by submitting Form No. SH-13. If a Member desires to cancel the earlier nomination and record a fresh nomination, he/she may submit the same in Form No. SH-14. Members are requested to submit the said form to their DP in case the shares are held in electronic form and to the Registrar at rnt.helpdesk@linkintime.co.in in case the shares are held in physical form, quoting their folio number.
15. (i) In pursuance of Regulation 42 of SEBI (Listing Obligations & Disclosure Requirements) Regulations, 2015, the Register of Members and Share Transfer Books of the Company will remain closed from August 31, 2024 to September 6, 2024 (both days inclusive) for the purpose of Annual General Meeting and Dividend. The dividend recommended by the Board of Directors, if declared at 64th AGM, will be payable on or after September 11, 2024, to those Members whose names are registered as such in the Register of Members of the Company/ Beneficiary list provided by National Securities Depository Limited (NSDL) and Central Depository Services (India) Limited (CDSL) as on August 30, 2024, subject to deduction of tax at source where applicable.
(ii) Payment of dividend through electronic means:
 - a) Pursuant to the SEBI Master Circular no. SEBI/HO/MIRSD/POD-1/P/CIR/2023/70 dated 17th May, 2023 (superseding the SEBI Circular No. SEBI/HO/MIRSD/MIRSDPoD1/P/CIR/2023/37 dated 16th March, 2023) read with SEBI Circular No. SEBI/HO/MIRSD/POD-1/P/CIR/2023/181 dated 17th November, 2023, SEBI has mandated all listed companies to maintain a record of PAN, Nomination, Contact details, Bank A/c details and Specimen signature of its Shareholders holding physical securities. Further, with effect from 1st April, 2024, Shareholders holding physical securities shall be eligible for dividend payment only in electronic mode.

Shareholders holding shares in physical form are requested to update their PAN, nomination details, contact details, mobile number, bank account details and specimen signature (collectively called as "details") with the Company/ RTA so as to enable the Company to process the dividend payments through electronic medium. Please note, as per the SEBI mandate, the Company shall not process dividend through warrants or demand drafts or banker's cheque to the Shareholders holding shares in physical mode, whose details are not updated with the Company/RTA against their folio(s). The forms for updation of PAN, KYC, bank details and nomination viz., Forms ISR-1, ISR-2, ISR-3, SH-13 are available on RTA's website at <https://liiplweb.linkintime.co.in/KYC-downloads.html>.

In view of the above, we request the Shareholders holding shares in physical form to submit the required forms along with the supporting documents at the earliest to the RTA. The Company has sent letters to the Members holding shares in physical form in relation to the applicable SEBI Circular(s).
 - b) Shareholders holding shares in dematerialised form are hereby informed that bank particulars registered against their respective depository accounts will be used by the Company for payment of dividend. The Company/ RTA cannot act on any request received directly from the Shareholders holding shares in dematerialised form for any change of bank particulars or bank mandates. Such changes are to be advised only to the Depository Participant(s) of the Shareholders.
- (iii) Pursuant to Finance Act 2020, Dividend income will be taxable in the hands of Shareholders w.e.f. April 1, 2020 and the Company is required to deduct tax at source from Dividend paid to Shareholders at the prescribed rates. For the prescribed rates for various categories, Shareholders are requested to refer to the Finance Act, applicable to current financial year. The Shareholders are requested to update their Permanent Account Number (PAN) with the Company / Linkintime India Private Limited, Registrar and Transfer Agent (in case of shares held in physical mode) and Depositories (in case of shares held in demat mode).

A separate e-mail is being sent at the registered e-mail id of the Members describing about the detailed process to submit/upload the documents/declarations along with the formats in respect of deduction of tax at source on the dividend payout. Sufficient time will be provided for submitting the documents/declarations by the Members who are desiring to claim beneficial tax treatment. The intimation will also be uploaded on the website of the Company www.dai-ichiindia.com.

- (iv) A Resident Individual Shareholder with PAN and who is not liable to pay income tax can submit a yearly declaration in Form No. 15G/15H, to avail the benefit of non-deduction of tax at source by updating the details on the following link provided by the Company's RTA namely www.linkintime.co.in/client-downloads.html latest by August 29, 2024. Shareholders are requested to note that in case their PAN is not registered, the tax will be deducted at a higher rate of 20%.
- (v) Non-resident Shareholders can avail beneficial rates under tax treaty between India and their country of residence, subject to providing necessary documents i.e. No Permanent Establishment and Beneficial Ownership Declaration, Tax Residency Certificate, Form 10F, any other document which may be required to avail the tax treaty benefits by sending it on the link provided by the Company's RTA namely www.linkintime.co.in/client-downloads.html latest by August 29, 2024.

16. Pursuant to the provisions of Section 124 and 125 of the Act, Investor Education and Protection Fund Authority (Accounting, Audit, Transfer and Refund) Rules, 2016 ("IEPF Rules") read with the relevant circulars and amendments thereto, the amount of dividend remaining unpaid or unclaimed for a period of seven years from the due date is required to be transferred to the Investor Education and Protection Fund ("IEPF"), constituted by the Central Government. Also, pursuant to the provisions of IEPF Rules, all the corresponding shares (including shares lying in Unclaimed Suspense Account) in respect of which dividend has not been paid or claimed for seven consecutive years shall be transferred by the Company to the designated Demat Account of the IEPF Authority ("IEPF Account") within a period of thirty days of such shares becoming due to be transferred to the IEPF Account.

The Company has been sending reminders to Members having unpaid/ unclaimed dividends, to claim the same, before transfer of such dividend(s) to IEPF. Details of the unpaid/ unclaimed dividend are also uploaded on the website of the Company at <https://www.dai-ichiindia.com/investors>. Accordingly, Members who have not encashed Dividend for the financial year ended 31st March, 2017 or any subsequent dividend declared by the Company, are advised to write to the Company / Registrar of the Company immediately.

17. Details of Members whose shares are transferred to IEPF Suspense Account till date are uploaded on Company's website at <https://www.dai-ichiindia.com/investors>. No claim shall lie against the Company in respect of unclaimed dividend amount and Equity Shares transferred to the IEPF and IEPF Suspense Account, respectively, pursuant to the IEPF Rules.

Shareholders can however claim both unclaimed dividend amount and Equity Shares from the IEPF Authority by making an online application in web Form IEPF-5, the details of which are available on www.iepf.gov.in.

18. SEBI vide Circular Nos. SEBI/HO/OIAE/OIAE_IAD-1/P/ CIR/2023/131 dated July 31, 2023, and SEBI/HO/OIAE/ OIAE_IAD-1/P/CIR/2023/135 dated August 4, 2023, read with Master Circular No. SEBI/HO/ OIAE/OIAE_IAD-1/P/ CIR/2023/145 dated July 31, 2023 (updated as on August 11, 2023), has established a common Online Dispute Resolution Portal ("ODR Portal") for resolution of disputes arising in the Indian Securities Market.

Pursuant to above-mentioned circulars, post exhausting the option of directly resolving their grievances with the RTA/ Company and through existing SCORES platform, the investors can initiate dispute resolution through the ODR Portal (<https://smartodr.in/login>) and the same can also be accessed through the Company's website.

19. With reference to SEBI Circular No. SEBI/HO/MIRSD/MIRSD-PoD-1/P/CIR/2023/72 dated June 8, 2023, titled Online processing of investor service requests and complaints, our RTA Linkintime India Private Limited has launched investor self service portal named Swayam.

'SWAYAM' is a secure, user-friendly web-based application, developed by "Link Intime India Pvt Ltd.", our Registrar and Share Transfer Agents, that empowers shareholders to effortlessly access various services. We request you to get registered and have first-hand experience of the portal.

This application can be accessed at <https://swayam.linkintime.co.in>

- Effective Resolution of Service Request -Generate and Track Service Requests/Complaints through SWAYAM.
- Features - A user-friendly GUI.
- Track Corporate Actions like Dividend/Interest/Bonus/split.
- PAN-based investments - Provides access to PAN linked accounts, Company wise holdings and security valuations.



- Effortlessly Raise request for Unpaid Amounts.
- Self-service portal – for securities held in demat mode and physical securities, whose folios are KYC compliant.
- Statements - View entire holdings and status of corporate benefits.
- Two-factor authentication (2FA) at Login - Enhances security for investors.

20. Electronic copy of all the documents referred to in the accompanying Notice of the 64th AGM and the Explanatory Statement shall be available for inspection in the Investor Section of the website of the Company at www.dai-ichiindia.com/investors.
21. In compliance with the provisions of Section 108 of the Companies Act, 2013, (the Act), Rule 20 of the Companies (Management & Administration) Rules, 2014 and Regulation 44 of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, the Company is pleased to provide members remote e-voting facility in respect of the business to be transacted at the 64th AGM, facility for Members participating in the 64th AGM and to cast vote through e-voting system during the 64th AGM.

A. THE INTRUCTIONS FOR SHAREHOLDERS FOR REMOTE E-VOTING AND E-VOTING DURING AGM AND JOINING MEETING THROUGH VC/OAVM ARE AS UNDER:

- (i) The voting period begins on Tuesday, September 3, 2024 at 9 a.m. (IST) and ends on Thursday, September 5, 2024 at 5 p.m. (IST). During this period Shareholders of the Company, holding shares either in physical form or in dematerialized form, as on the cut-off date (record date) of August 30, 2024, may cast their vote electronically. The e-voting module shall be disabled by CDSL for voting thereafter.
- (ii) Shareholders who have already voted prior to the meeting date would not be entitled to vote during the AGM.
- (iii) In terms of SEBI circular no. SEBI/HO/CFD/CMD/CIR/P/2020/242 dated December 9, 2020 on e-voting facility provided by Listed Companies, Individual shareholders holding securities in demat mode are allowed to vote through their demat account maintained with Depositories and Depository Participants. Shareholders are advised to update their mobile number and email Id in their demat accounts in order to access e-voting facility.

Pursuant to abovesaid SEBI Circular, Login method for e-voting and joining virtual meetings **for Individual Shareholders holding securities in Demat mode** is given below:

Type of Shareholders	Login Method
Individual Shareholders holding securities in Demat mode with CDSL	<p>1) Users who have opted for CDSL Easi / Easiest facility, can login through their existing user id and password. Option will be made available to reach e-voting page without any further authentication. The users to login to Easi / Easiest are requested to visit CDSL website www.cdslindia.com and click on login icon & New System Myeasi Tab.</p> <p>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 company. On clicking the evoting option, the user will be able to see e-voting page of the e-voting service provider for casting user's vote during the remote e-voting period or joining virtual meeting & voting during the meeting. 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.</p> <p>3) If the user is not registered for Easi/Easiest, option to register is available at CDSL website www.cdslindia.com by clicking on login & New System Myeasi Tab and then on registration option.</p> <p>4) Alternatively, the user can directly access 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 and Email as recorded in the Demat Account. After successful authentication, user will be able to see the e-voting option where the e-voting is in progress and also able to directly access the system of all e-voting Service Providers.</p>

<p>Individual Shareholders holding securities in demat mode with NSDL</p>	<p>A. NSDL IDeAS Facility</p> <p>If you are already registered for NSDL IDeAS facility:</p> <ol style="list-style-type: none"> 1) Please visit the e-Services website of NSDL. Open web browser by typing the following URL: https://eservices.nsdl.com either on a Personal Computer or on a mobile. Once the home page of e-Services is launched, click on the “Beneficial Owner” icon under “Login” which is available under ‘IDeAS’ section. 2) A new screen will open. You will have to enter your User ID and Password. After successful authentication, you will be able to see e-voting services. 3) Click on “Access to e-voting” under e-voting services and you will be able to see e-Voting page. 4) Click on company name or e-voting service provider name and you will be re-directed to e-voting service provider website for casting your vote during the remote e-voting period or joining virtual meeting and voting during the meeting. <p>If the user is not registered for IDeAS e-Services, follow the below stated steps;</p> <ol style="list-style-type: none"> 1) Option to register is available at https://eservices.nsdl.com. 2) Select “Register Online for IDeAS” Portal or click at https://eservices.nsdl.com/SecureWeb/IdeasDirectReg.jsp 3) Please follow steps as given in Point 1-4 above. <p>B. E-voting website of NSDL</p> <ol style="list-style-type: none"> 1) Visit the e-voting website of NSDL. 2) Open web browser by typing the following URL: https://www.evoting.nsdl.com/ either on a Personal Computer or on a mobile. 3) Once the home page of e-Voting system is launched, click on the icon “Login” which is available under ‘Shareholder/Member’ section. 4) 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. 5) After successful authentication, you will be redirected to NSDL Depository site wherein you can see e-Voting page. Click on company name or e-Voting service provider name and you will be redirected to e-Voting service provider website for casting your vote during the remote e-Voting period or joining virtual meeting & voting during the meeting.
<p>Individual Shareholders (holding securities in demat mode) login through their Depository Participants</p>	<ol style="list-style-type: none"> 1. You can also login using the login credentials of your demat account through your Depository Participant registered with NSDL/CDSL for e-voting facility. 2. 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. 3. Click on company name or e-Voting service provider name and you will be redirected to e-voting service provider’s website for casting your vote during the remote e-voting period or joining virtual meeting & voting during the meeting.

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

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

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



(iv) **Login method for e-voting and joining virtual meeting for Shareholders other than individual Shareholders & physical Shareholders.**

- 1) The Shareholders should log on to the e-voting website www.evotingindia.com.
- 2) Click on “Shareholders” module.
- 3) Now enter your User ID
 - a. For CDSL: 16 digits beneficiary ID,
 - b. For NSDL: 8 Character DP ID followed by 8 Digits Client ID,
 - c. Shareholders holding shares in Physical Form should enter Folio Number registered with the Company.
- 4) Next enter the Image Verification as displayed and Click on Login.
- 5) If you are holding shares in demat form and had logged on to www.evotingindia.com and voted on an earlier e-voting of any company, then your existing password is to be used.
- 6) If you are a first time user follow the steps given below:

	For non-individual shareholders holding shares in Demat Form and shareholders holding shares in physical Form.
PAN	Enter your 10 digit alpha-numeric PAN issued by Income Tax Department (Applicable for both demat shareholders as well as physical shareholders) <ul style="list-style-type: none">• Shareholders who have not updated their PAN with the Company/Depository Participant are requested to use the sequence number sent by Company/RTA or contact Company/RTA.
Dividend Bank Details OR Date of Birth (DOB)	Enter the Dividend Bank Details or Date of Birth (in dd/mm/yyyy format) as recorded in your demat account or in the company records in order to login. <ul style="list-style-type: none">• If both the details are not recorded with the depository or company, please enter the member id/ folio number in the Dividend Bank details field as mentioned in instruction (3).

- 7) After entering these details appropriately, click on “SUBMIT” tab.
- 8) Shareholders holding shares in physical form will then directly reach the Company selection screen. However, Shareholders holding shares in demat form will now reach ‘Password Creation’ menu wherein they are required to mandatorily enter their login password in the new password field. Kindly note that this password is to be also used by the demat holders for voting for resolutions of any other company on which they are eligible to vote, provided that company opts for e-voting through CDSL platform. It is strongly recommended not to share your password with any other person and take utmost care to keep your password confidential.
- 9) For Shareholders holding shares in physical form, the details can be used only for e-voting on the resolutions contained in this Notice.
- 10) Click on the EVSN for the relevant Company **DAI-ICHI KARKARIA LIMITED** on which you choose to vote.
- 11) On the voting page, you will see “RESOLUTION DESCRIPTION” and against the same the option “YES/NO” for voting. Select the option YES or NO as desired. The option YES implies that you assent to the Resolution and option NO implies that you dissent to the Resolution.
- 12) Click on the “RESOLUTIONS FILE LINK” if you wish to view the entire Resolution details.
- 13) After selecting the resolutions, you have decided to vote on, click on “SUBMIT”. A confirmation box will be displayed. If you wish to confirm your vote, click on “OK”, else to change your vote, click on “CANCEL” and accordingly modify your vote.
- 14) Once you “CONFIRM” your vote on the resolution, you will not be allowed to modify your vote.
- 15) You can also take a print of the votes cast by clicking on “Click here to print” option on the Voting page.
- 16) If a demat account holder has forgotten the login password, then Enter the User ID and the image verification code and click on Forgot Password & enter the details as prompted by the system.
- 17) There is also an optional provision to upload BR/POA if any uploaded, which will be made available to scrutinizer for verification.

18) Facility for Non – Individual Shareholders and Custodians –Remote Voting

- Non-Individual shareholders (i.e. other than Individuals, HUF, NRI etc.) and Custodians are required to log on to www.evotingindia.com and register themselves in the “Corporates” module.
- A scanned copy of the Registration Form bearing the stamp and sign of the entity should be emailed to helpdesk.evoting@cdslindia.com.
- After receiving the login details a Compliance User should be created using the admin login and password. The Compliance User would be able to link the account(s) for which they wish to vote on.
- The list of accounts linked in the login should be mailed to helpdesk.evoting@cdslindia.com and on approval of the accounts they would be able to cast their vote.
- A scanned copy of the Board Resolution and Power of Attorney (POA) which they have issued in favour of the Custodian, if any, should be uploaded in PDF format in the system for the scrutinizer to verify the same.
- Alternatively, Non Individual shareholders are required to send the relevant Board Resolution/ Authority letter etc. together with attested specimen signature of the duly authorized signatory who are authorized to vote, to the Scrutinizer and to the Company at the email address viz; investor@dai-ichiindia.com (designated email address by company), if they have voted from individual tab & not uploaded same in the CDSL e-voting system for the scrutinizer to verify the same.

B. PROCESS FOR THOSE SHAREHOLDERS WHOSE EMAIL ADDRESSES ARE NOT REGISTERED WITH THE DEPOSITORIES/ COMPANY FOR OBTAINING LOGIN CREDENTIALS FOR E-VOTING FOR THE RESOLUTIONS PROPOSED IN THIS NOTICE:

1. **For Physical Shareholders** - Shareholders holding shares in physical mode and who have not registered/ updated their e-mail address are requested to register/ update the same by sending duly filled Form ISR-1 to Linkintime India Private Limited, Company’s Registrar and Transfer Agent at rnt.helpdesk@linkintime.co.in along with copies of the requisite documents in support of address of the shareholder.

Shareholders may download the prescribed forms at the website of the Company under Investors Section at http://www.dai-ichiindia.com/wp-content/uploads/2023/02/Form_ISR-1.pdf or through RTA's website at <https://liiplweb.linkintime.co.in/KYC-downloads.html>

2. **For Demat Shareholders** - Shareholders are requested to register/update their email id & mobile number with the respective Depository Participants (DP) and updation of email id & mobile number are mandatory for Individual Demat shareholders for e-voting & joining virtual meetings through Depository.

C. INSTRUCTIONS FOR SHAREHOLDERS ATTENDING THE AGM THROUGH VC/OAVM ARE AS UNDER:

1. The procedure for attending meeting & e-voting on the day of the AGM is same as the instructions mentioned above for e-voting.
2. The link for VC/OAVM to attend meeting will be available where the EVSN of Company will be displayed after successful login as per the instructions mentioned above for e-voting.
3. Shareholders who have voted through Remote e-Voting will be eligible to attend the meeting. However, they will not be eligible to vote at the AGM.
4. Shareholders are encouraged to join the Meeting through Laptops / IPads for better experience.
5. Further Shareholders will be required to allow Camera and use Internet with a good speed to avoid any disturbance during the meeting.
6. Please note that Participants Connecting from Mobile Devices or Tablets or through Laptop connecting via Mobile Hotspot may experience Audio/Video loss due to Fluctuation in their respective network. It is therefore recommended to use Stable Wi-Fi or LAN Connection to mitigate any kind of aforesaid glitches.
7. Shareholders who would like to express their views/ask questions during the meeting may register themselves as a speaker by sending their request in advance atleast **7 days prior to meeting i.e. on or before August 29, 2024** mentioning their name, demat account number/folio number, email id, mobile number at investor@dai-ichiindia.com. The Shareholders desiring any information are requested to write to the Company at an early date so as to enable the Management to keep the information ready.
8. Those Shareholders who have registered themselves as a speaker will only be allowed to express their views/ask questions during the meeting.
9. Only those Shareholders, who are present in the AGM through VC/OAVM facility and have not casted their vote on the Resolutions through remote e-voting and are otherwise not barred from doing so, shall be eligible to vote through e-voting system available during the AGM.



10. If any Votes are cast by the Shareholders through the e-voting available during the AGM and if the same Shareholders have not participated in the meeting through VC/OAVM facility, then the votes cast by such Shareholders shall be considered invalid, as the facility of e-voting during the meeting is available only to the Shareholders attending the meeting.

If you have any queries or issues regarding attending AGM & e-voting from the CDSL e-voting System, you can write an email to helpdesk.evoting@cdslindia.com or contact toll free no. 1800 22 55 33.

All grievances connected with the facility for voting by electronic means may be addressed to Mr. Rakesh Dalvi, Manager, Central Depository Services (India) Limited (CDSL), A Wing, 25th Floor, Marathon Futurex, Mafatlal Mill Compounds, N M Joshi Marg, Lower Parel (East), Mumbai - 400013 or send an email to helpdesk.evoting@cdslindia.com or call on toll free no. 1800 22 55 33.

Those persons, who have acquired shares and have become Members of the Company after the despatch of Notice of the AGM by the Company and whose names appear in the Register of Members or Register of beneficial holders as on cut-off date i.e. August 30, 2024 can view the Notice of the 64th AGM on the Company's website or on the website of CDSL. Such Members shall exercise their voting rights through remote e-voting by following the procedures as mentioned above or by voting at the AGM.

Ms. Vinita Nair (Membership No. F10559 and COP No. 11902), Senior Partner, or in her absence any other Partner of M/s Vinod Kothari & Company, Practising Company Secretaries, has been appointed as a Scrutinizer to scrutinize the remote e-voting process and process of e-voting during the 64th AGM in a fair and transparent manner. Remote e-voting is optional to the shareholders; the shareholders can alternatively undertake the process of e-voting during the AGM. The Shareholders 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 Shareholders who have already cast their vote through remote e-voting may attend the meeting but shall not be entitled to cast their vote again at the AGM.

A Member can opt for only one mode of voting i.e. either through remote e-voting or e-voting during the AGM. If a Member casts his / her vote by both modes, then voting done through remote e-voting shall prevail and the e-voting done during the AGM shall be treated as invalid.

The Voting Results along with the Consolidated Scrutinizer's report shall be placed on the Company's website www.dai-ichiindia.com and on the website of CDSL within two days from the conclusion of the AGM of the Company and communicated to BSE Limited.

22. In terms of Regulation 36 of SEBI (Listing Obligation and Disclosure Requirements) Regulations, 2015 and pursuant to Clause 1.2.5 of the Secretarial Standard on General Meetings (SS-2) and Circular No. SEBI/HO/CFD/CMD1/CIR/P/2021/662 dated November 22, 2021, details of Director seeking re-appointment at the 64th Annual General Meeting are as under:

Name of the Director	Ms. Meher Vakil (DIN: 07778396)
Age	38 years
Brief resume, Qualification and Expertise	Ms. Meher Vakil has a Bachelor of Arts in Economics and Business Institutions from Northwestern University, Illinois, U.S.A. She has significant experience in Marketing and Business Development.
Terms and conditions of appointment/ reappointment	As per Postal ballot resolution no. 2 dated March 30, 2023 read with respective explanatory statement thereto.
Last drawn remuneration (F.Y. 2023-24)	₹ 273.38 lakhs which includes salary, perquisites and performance linked incentive
Date of first appointment on the Board	April 1, 2019
Number of shares held	145000 equity shares (1.95%)
Relationship with Directors inter-se	Ms. Meher Vakil is the daughter of Mrs. Shernaz Vakil, Chairperson and Whole-time Director of the Company.
Number of Board Meetings attended during F.Y. 2023-24	4 (four) Board meetings were held and attended during F.Y. 2023-24
List of Directorships held in other companies/ LLP	i. Rose Investments Limited ii. Natch Products and Services Private Limited iii. SFV Properties Private Limited
Chairman/ Member of the Committees of Boards of other companies	Nil

EXPLANATORY STATEMENT PURSUANT TO SECTION 102 OF THE COMPANIES ACT, 2013 REGARDING SPECIAL BUSINESS

Item no. 4:

The Board, on recommendation of the Audit Committee, has approved the appointment of M/s. Diwanji & Associates, Cost Accountants, (Firm Registration no. 100227) to conduct the audit of the cost records of the Company, for the financial year ending March 31, 2025, on a remuneration of ₹ 1,50,000/- (Rupees One Lakh Fifty Thousand Only) (plus applicable taxes and reimbursement of actual out of pocket expenses).

In accordance with the provisions of Sections 148 of the Companies Act, 2013 read with the Companies (Audit and Auditors) Rules, 2014, the remuneration is required to be ratified by the Shareholders of the Company.

Accordingly, consent of the shareholders is sought for passing an Ordinary Resolution as set out at Item no. 4 for ratification of the remuneration payable to M/s. Diwanji & Associates, Cost Auditor for the Financial Year ending March 31, 2025.

None of the Directors and Key Managerial Personnel of the Company or their relatives are concerned or interested, in the Resolution set out at Item No. 4 of the Notice. The Board recommends the Ordinary Resolution set out at item no. 4 of the Notice for approval by the Members.

Item No 5:

Pursuant to the provisions of Regulation 23(4) of Securities and Exchange Board of India (Listing Obligations and Disclosure Requirement) Regulations, (“SEBI Listing Regulations”) all material related party transactions and subsequent material modifications shall require prior approval of Shareholders. Further, explanation provided to Regulation 23(1) of SEBI Listing Regulations, states that a transaction with a related party shall be considered material if the transaction(s) to be entered into individually or taken together with previous transactions during the financial year, exceeds ₹ 1000 crore or 10% of the annual consolidated turnover of the Company as per the last audited financial statements of the Company, whichever is lower. According to this definition, the relevant turnover was ₹ 131.58 Crores for the financial year 2023-24 and 10% of which is equal to ₹ 13.15 Crores.

Dai-ichi Karkaria Limited has a Joint venture with CTI Chemicals Asia Pacific Pte. Ltd., in ChampionX Dai-ichi India Private Limited (CXDI) in the ratio of 50:50 and both the Joint Venture partners supply key raw materials to CXDI. The Company expects to enter into transactions for Sale of Goods to CXDI up to a maximum aggregate value of ₹ 50 Crores (Rupees Fifty Crores Only). The transactions proposed to be carried out will be on an arm’s length basis, in the ordinary course of business and in the best interest of the Company. Hence, it is proposed to secure Members approval for the following related party contracts/ arrangements to be entered by the Company.

Accordingly, on recommendation of Audit Committee, the Board of Directors at their meeting held on May 27, 2024, have approved the above mentioned related party transactions to be entered into with CXDI subject to the approval of Members. Members’ approval is sought by way of Ordinary Resolution under Regulation 23(4) of SEBI Listing Regulations, Section 188 of the Companies Act, 2013, the Companies (Meetings of Board and its Powers) Rules, 2014, to enable the Company to enter into the transactions for Sale of Goods to CXDI in one or more tranches from the conclusion of forthcoming 64th AGM upto the date of the next 65th AGM for a period not exceeding fifteen months. However, transactions for Purchase of Goods from CXDI is within the aforesaid limits of 10%, accordingly transactions from Purchase of Goods from CXDI will not be considered material.

Pursuant to SEBI Circular SEBI/HO/CFD/CMD1/CIR/P/2021/662 dated November 22, 2021 and Rule 15 of Companies (Meetings of Board and its Powers) Rules, 2014, as amended till date, the particulars of the transactions proposed to be entered with CXDI are as follows:

Name of the Related Party	ChampionX Dai-ichi India Private Limited (CXDI)
Name of the Director/KMP who is related	Mrs. Shernaz Vakil and Mr. Cyrus Bagwadia are also Directors of ChampionX Dai-ichi India Private Limited
Nature of relationship with the Company	Associate/Joint Venture Company as per Section 2(76)(viii) of the Companies Act 2013
Value of proposed transaction	Maximum aggregate value of ₹ 50 crores (Rupees Fifty Crores only)
Type, material terms and particulars of proposed transactions	The transaction involves Sale of goods pursuant to Joint Venture Agreement entered with CXDI
Nature of concern or interest of the related party (financial/otherwise)	The Related Party would be the buyer of the goods sold by the Company.



The percentage of Company's annual consolidated turnover, for the immediately preceding financial year 2023-24, that is represented by the value of the proposed transaction	37.99%
Justification as to why the proposed transaction is in the interest of the Company	It involves Sale of goods to CXDI under ordinary course of business and at arms' length basis
Any other information relevant or important for Members to take a decision on the proposed resolution	All important information forms part of the statement setting out material facts pursuant to Section 102(1) of the Companies Act, 2013 which has been mentioned in the foregoing paragraphs

None of the Directors and / or Key Managerial Personnel except Mrs. Shernaz Vakil and Mr. Cyrus Bagwadia and their relatives, to the extent of their Directorship in both the Companies are concerned or interested, financially or otherwise in the Resolution as set out in Item no. 5. The Board recommends the Ordinary Resolution set out at Item no. 5 of the Notice for approval by the Members.

The Members may note that as per the provisions of the Listing Regulations, all related parties (whether such related party is a party to the above-mentioned transaction or not) shall not vote to approve the resolution set out at Item No. 5.

Registered Office:

Liberty Building,
Sir Vithaldas Thackersey Marg,
Mumbai – 400 020.

Place: Mumbai

Date: May 27, 2024

By Order of the Board
For **Dai-ichi Karkaria Limited**

Ankit Shah
Company Secretary

DIRECTORS' REPORT**Dear Members,**

The Directors are pleased to present the Sixty-fourth Annual Report together with the Audited Financial Statements for the year ended March 31, 2024.

FINANCIAL HIGHLIGHTS (STANDALONE):

(₹ in lakhs)

Particulars	As on March 31, 2024	As on March 31, 2023
Revenue from operations	13,158	18,394
Other Income	627	644
Total Income	13,785	19,038
Profit before Depreciation/ Amortization, Interest and Tax	1,256	2,233
Profit after exceptional item and Tax	1,597	1,847
Earnings per equity share: Basic and Diluted (₹ 10/- each)	21.44	24.79
Book Value of shares (₹)	215.89	198.53

DIVIDEND:

The Directors are pleased to recommend a dividend of ₹ 2 per equity share of ₹ 10/- each for the year ended March 31, 2024, subject to the approval of Members at the ensuing Annual General Meeting. The dividend payout will aggregate to ₹ 149.02 lakhs. In view of the changes made under the Income-tax Act, 1961, by the Finance Act, 2020, dividends paid or distributed by the Company shall be taxable in the hands of the Shareholders. The Company shall, accordingly, make the payment of the Dividend after deduction of tax at source, as applicable.

MANAGEMENT DISCUSSION AND ANALYSIS REPORT:

It is predicted that the year 2024, will be a year of technology, notwithstanding the slowdown that could happen with the escalating global conflicts in Gaza and Ukraine.

As inflation gets tamed worldwide, and recession seems at bay in most economies, some focus will be on the generative capabilities of AI, and the digital changes taking place in the manufacturing sector.

Industry Structure and Development, Opportunities and Threats, Risk and Concerns:

The specialty chemical market in India, has been growing exponentially, over the years, and is expected to grow at more than 12% over the next five years. This is driven by the growth in demand in several end use sectors such as Textiles Cosmetics, Food, Real estate, mirroring the upward mobility of the Indian middle class.

However, 2023 has been a year of challenges.

China's excess capacity and its inability to find markets globally, has found them entering India, with very low prices, which is affecting many markets, specifically in Agro industries.

In the last 6-8 months, however, the situation has become very challenging with huge over capacity in China not just in agrochemicals but also in petrochemicals and organic chemicals. The Chinese demand is not catching up and China is going to become a major world supplier at throw away prices.

From the growing instability of global conflict and the resulting uncertainty, to the recession in Europe, and the inflationary trends in the US, demand has been sluggish.

In addition, the major impact has been felt by the earlier overstocking, and high inventories of most customers, resulting in trends of lower chemical output.

This has been felt in many of the verticals that the company services. The last quarter however, showed small signs of recovery and local and global demand seems to have improved.

Meanwhile there are incessant demands on chemical companies, as competition increases to differentiate themselves and to upgrade their product portfolios to grow their revenue streams.

As innovation continues to drive change within the value chain, there is much to be done to keep a competitive edge, and continue to stay relevant in the market. There is a need to develop new approaches to align market change and technological innovation with corporate strategy. The company is looking to restructure its internal capabilities, examine disruptive technologies, and develop a collaborative approach to working and innovating. For several years, the company has customised its development to its clients' needs, often ignoring the changing trends in the global space. There were times when new innovations were introduced through technology transfers, allowing the company to be well ahead of the local trends and requirements, underscoring the need to cultivate a business culture that prioritized sustainable growth.



Today as India steps up its game, and need based innovation is even more relevant, the company will once again look at outsourcing advanced technologies to strengthen our portfolio of solutions.

As the Company serves diverse sectors, product portfolio rationalisation, and strategic focus on new areas of product development especially in the area of EVs and batteries are being studied.

Company's Outlook:

Dai-ichi Karkaria Limited, has completed its capacity expansion for its key Oil field specialities, and is committed to grow its presence in several global markets. Supported by our existing infrastructure and experienced workforce in Dahej, the company's new strategy to work with several new customers and distributors worldwide, will ensure the full utilisation of the newly installed capacities. In this regard, the company is in the process of signing several new agreements with prospective distributors in various countries. Prioritizing their supply chains and adding talent and tech tools to ensure visibility and ultimately success, the company is on a growth path after years of restructuring after its move to Dahej.

Most manufacturing companies today are looking at digital technologies to improve efficiency and meet some of their sustainability goals. We are looking at how to leverage our capabilities by analysing available data through AI models with a view to focus in the right direction. We are examining the role of AI in predictive maintenance.

We are working on reducing costs by examining production batch data and finding ways to reduce batch cycle times and improve yields. Working towards being a net zero emissions Company our goal is to ensure we use low-carbon or renewable fuel technologies for our products. We continue to embrace sustainability not only for its own sake but for the sake of efficiency and reducing costs.

OVERALL COMPANY'S PERFORMANCE:

During F.Y. 2023-24, Company has optimized plant efficiency by identifying and carrying out de-bottlenecking exercises along with other major initiatives like reducing the batch time cycle, installation of storage tanks for key raw materials, and reducing the load on ETP by reduction in water consumption. This has resulted in an increased capacity for the company, overcoming any limitations in production.

We are now able to focus on gainfully utilising the company's core technological strengths and experience in the industry, as the company continues to develop high performance specialty products, based on the evolving needs of the market.

The segments of Oilfield, Paints, Agro and Personal Care will remain the targeted segments for achieving profitable growth in the coming years.

VERTICAL-WISE PERFORMANCE:

AGRO:

In the Agro vertical the sales have witnessed a growth of around 50% over the previous year. New grades of emulsifiers and dispersing agents were introduced, and key players in the segments have been added to our customer base.

Though Emulsifiable Concentrate (EC) formulations are still widely in use, the industry focus is shifting to Suspension Concentrate (SC) formulations to replace aromatic solvents with water. The trend is moving towards newer formulations like Emulsion in Water (EW), Oil Dispersion (OD) and Capsule Suspension (CS) formulations. We are working towards developing suitable surfactants for these novel formulations to participate in the growth of the segment. We are also considering production of powder grade surfactants. Agro will continue to remain one of the focus segments for the company.

HOME AND PERSONAL CARE:

Sales in this vertical have grown by more than 35% in volumes over the previous year. In addition, the Budgeted sales volumes have been achieved. A key product, our oleoresin solubilizer which meets stringent global specifications, has grown by approximately 50% in volume. The competition in this segment has increased with the entry of a few more suppliers, resulting in price competition.

We have appointed distributors in new markets for this segment, and business is expected to start in the new financial year. Domestic key players have been targeted to expand our existing customer base.

ENERGY AND OIL SECTOR:

India continues to be one of the fastest-growing major economies, but its share in the global oil demand is only 5%. For this segment the reliance is on exports, which are dependent on geopolitical conditions, and the ongoing wars have contributed to uncertainties.

The sales in this segment are slightly lower than the budgeted figures due to various factors including tender uncertainties and delays.

We have been able to add new export customers for our downstream products in this year. The volumes for these products are expected to pick up in the new financial year. We have developed new products for Upstream and Downstream applications, which are expected to get commercialised in the new financial year.

Orders are in the pipeline for both upstream and downstream products and we hope for a successful next financial year.

PAINTS AND COATINGS:

In this segment the sales have registered a growth of over 20% in volumes in F.Y. 2023-24 over the previous year.

Sales to leading emulsion polymerization units have increased and we now supply to almost all the major players in this segment in India. Exports to Gulf customers have also witnessed a growth.

Moving towards Green Surfactants, we have introduced newer grades of emulsifiers which are APEO free and can substitute the industry standards. We expect these to be commercialised in the coming financial year.

KEY FINANCIAL RATIOS:

Details of significant changes in key financial ratios alongwith explanation thereof are provided in Note 45 of Notes to Financial Statements as per Schedule III.

INTERNAL FINANCIAL CONTROLS:

The Board of Directors have laid down Internal Financial Controls (“IFC”) within the meaning of the explanation to Section 134(5)(e) of the Companies Act, 2013. The Board believes the Company has sound IFC commensurate with the nature and size of its business. Business is however dynamic. The Board is seized of the fact that IFC are not static and are in fact a fluid set of tools which evolve over time as the business, technology and fraud environment changes in response to competition, industry practices, legislation, regulation and current economic conditions. There will therefore be gaps in the IFC as Business evolves. The Company has a process in place to continuously identify such gaps and implement newer and or improved controls wherever the effect of such gaps would have a material effect on the Company’s operations.

MATERIAL DEVELOPMENTS ON HUMAN RESOURCES INCLUDING NUMBER OF PEOPLE EMPLOYED:

All manpower requirements have been assessed and filed in a timely manner. Over the years, Dai-ichi has nurtured a pool of experienced employees, which help to maintain consistency of high standards in performance across all disciplines. We have built a team of employees, who work with commitment and dedication towards the growth of the Company.

We have focused on the following areas, to help enhance the performance of our employees:

- Identification of training and development needs, including job specific skills, through the appropriate execution of skill metrics.
- Dai-ichi ensures competitive compensation to its employees and contract workmen.
- Career growth plans through annual assessments and succession planning are executed.
- Supporting employment related legislative compliance is maintained.
- Promoting excellence in human resource management through implementing Standard Operating Procedures for each activity.
- Dai-ichi has extended its facility for the Apprentice Scheme, to needy and economical weak youth, to pursue special industrial training.
- The company commits to the promotion of an atmosphere of mutual respect, fairness and concern through its policies.

Employee Engagement:

- Employee uniforms and ID cards are provided for identification for all employees.
- GMC Group Insurance Policy has been introduced.
- National safety week and Environment week was celebrated with full enthusiasm and participation of employees at all levels.
- The Company implements a healthy practice of rewards and recognition to deserving employees.



INDUSTRIAL RELATIONS:

- The Industrial Relations at Dahej and Kurkumbh Plant remained cordial and amicable during the financial year 2023-24.
- The Company stands committed to the adherence of all statutory compliances.

NUMBER OF PEOPLE EMPLOYED:

As on March 31, 2024, the total number of employees on the payrolls of the company was 168.

CHANGES IN CAPITAL STRUCTURE:

During the financial year under review there was no change in the authorized and paid-up share capital of the Company.

JOINT VENTURE / ASSOCIATE/ SUBSIDIARY COMPANIES:

Dai-ichi Karkaria Limited has a Joint venture with CTI Chemicals Asia Pacific Pte. Ltd., in ChampionX Dai-ichi India Private Limited in the ratio of 50:50.

The Company has a Subsidiary, Dai-ichi Goseichemicals (India) Limited. The Financial Statements of the Subsidiary Company are placed on the website of the Company and will be provided to the Members on request.

As per the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, Companies Act, 2013 and applicable Accounting Standards, the Consolidated Financial Statements of the Company with its Joint Venture Company, ChampionX Dai-ichi India Private Limited and Subsidiary Company, Dai-ichi Goseichemicals (India) Limited, duly audited by the Statutory Auditors are attached to the financials.

Statements containing salient features of the financial statement of subsidiary/ associate company/ joint venture are also attached to the financials.

DIRECTORS AND KEY MANAGERIAL PERSONNEL:

Ms. Meher Vakil retires by rotation at the 64th Annual General Meeting, in accordance with the provisions of the Companies Act, 2013 and Articles of Association of the Company and being eligible has offered herself for re-appointment. The Board of Directors recommends her re-appointment. A resolution seeking Shareholders' approval for her reappointment along with other required information required to be furnished under SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 and Secretarial Standards, forms part of the Notice.

Mr. Kavas Patel and Mr. Keki Elavia ceased to be Independent Directors upon completion of their second consecutive term, with effect from conclusion of 63rd Annual General Meeting of the Company held on September 22, 2023. The Board acknowledged their significant contribution and guidance as Board and Committee members of the Company during their association as Independent Directors of the Company.

Pursuant to the recommendations of the Nomination and Remuneration Committee, the Board of Directors, at its meeting held on August 11, 2023, appointed Mr. Cyrus Bagwadia and Mr. Behram Sorabji as Additional Independent Directors of the Company. The Shareholders at the Annual General Meeting held on September 22, 2023, approved the appointment of Mr. Cyrus Bagwadia and Mr. Behram Sorabji as Independent Directors of the Company, not liable to retire by rotation, for a period of five years commencing from August 11, 2023 till August 10, 2028.

The Members of the Company had appointed Mr. Ashok Hiremath as Independent Director of the Company to hold office upto the conclusion of 65th Annual General Meeting, not liable to retire by rotation. All Independent Directors have given declarations that they continue to meet the criteria of independence as laid down under the Companies Act, 2013 and SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015. In the opinion of the Board, all Independent Directors possess requisite qualifications, experience, expertise and hold high standards of integrity for the purpose of Rule 8(5)(iii) of the Companies (Accounts) Rules, 2014. List of key skills, expertise and core competencies of the Board, including that of Independent Directors, is provided as part of the Corporate Governance Report.

Pursuant to the provisions of Regulation 34(3) read with Schedule V to the Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015, the Company has obtained a Certificate from M/s. Vinod Kothari & Company, Practicing Company Secretaries certifying that none of the Directors of the Company has been debarred or disqualified from being appointed or continuing as Directors of companies by the Securities and Exchange Board of India (SEBI) or by the Ministry of Corporate Affairs (MCA) or by any such statutory authority. The said Certificate is annexed to the Corporate Governance Report of the Company for the Financial Year 2023-24.

Pursuant to the provisions of Section 203 of the Act, as on March 31, 2024 the Key Managerial Personnel of the Company were Mrs. Shernaz Vakil, Chairperson & Whole-time Director, Ms. Meher Vakil, Managing Director, Mr. Farokh Gandhi, Chief Financial Officer and Mr. Ankit Shah, Company Secretary.

DIRECTORS' RESPONSIBILITY STATEMENT:

To the best of their knowledge and belief and according to the information and explanations obtained by the Directors, the Board of Directors make the following statements in terms of Section 134(5) of the Companies Act, 2013:

- In the preparation of the annual accounts, for the financial year ended March 31, 2024, the applicable accounting standards had been followed along with proper explanation relating to material departures;
- 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 March 31, 2024 and of the profit and loss of the company for that period;
- Proper and sufficient care has been taken for the maintenance of adequate accounting records in accordance with the provisions of the Companies Act, 2013 for safeguarding the assets of the Company and for preventing and detecting fraud and other irregularities;
- The annual accounts have been prepared on a 'going concern' basis;
- Proper internal financial controls laid down by the Directors were followed by the Company and that such internal financial controls are adequate and operating effectively;
- Proper systems to ensure compliance with the provisions of all applicable laws were in place and that such systems are adequate and operating effectively.

BOARD EVALUATION:

Pursuant to the provisions of the Companies Act, 2013 and SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, the Board has carried out an annual performance evaluation of its own performance, individual directors and its committees. In a separate meeting of Independent Directors, performance of non-independent directors, the Board as a whole and the Chairperson & Whole-time Director and Managing Director of the Company were evaluated, taking into account the views of Executive Directors and Non-Executive Directors.

The manner in which the evaluation has been carried out has been explained in the Corporate Governance Report forming part of the Annual Report.

NUMBER OF MEETINGS OF THE BOARD AND COMMITTEES OF THE BOARD:

Details regarding Board / Committees, its composition, number of meetings held, terms of reference, policies adopted are provided under the Corporate Governance Report forming part of the Annual Report.

CORPORATE SOCIAL RESPONSIBILITY (CSR):

The Company has constituted a Corporate Social Responsibility (CSR) Committee pursuant to Section 135 of the Companies Act, 2013. Details regarding CSR Committee, its composition, terms of reference, policy adopted are provided under the Corporate Governance Report forming part of the Annual Report.

In view of average net losses for the last three financial years as computed under Section 198 of the Companies Act, 2013, the Company was not mandated to undertake Corporate Social Responsibility activities during the Financial Year 2023-24, accordingly the provisions for calling CSR Committee meeting, spending and reporting on Corporate Social Responsibility activities are not applicable for F.Y. 2023-24.

PARTICULARS OF EMPLOYEES AND REMUNERATION:

The remuneration paid to Directors and Key Managerial Personnel of the Company during the Financial Year 2023-24 was in conformity with the Nomination and Remuneration Policy of the Company.

The disclosures pertaining to remuneration and other details as required under Section 197(12) of the Act read with Rule 5(1) (2) and (3) of the Companies (Appointment and Remuneration of Managerial Personnel) Rules, 2014 as amended and forming part of the Directors' Report for the year ended March 31, 2024 is annexed herewith as "**Annexure – I**" to this Report.

AUDITORS AND AUDIT REPORTS:

STATUTORY AUDITORS AND THEIR REPORT:

At the 62nd Annual General Meeting of the Shareholders of the Company held on June 29, 2022, B S R & Co. LLP were appointed as the Statutory Auditors of the Company to hold office from the conclusion of 62nd Annual General Meeting upto the conclusion of 67th Annual General Meeting of the Company. Details of the remuneration paid to B S R & Co. LLP, Chartered Accountants, Statutory Auditors, during financial year 2023-24 are disclosed in the Corporate Governance Report, which forms part of the Annual Report.

During the year under review, the Statutory Auditors have not reported any instances of frauds committed in the Company by its Officers or Employees, to the Audit Committee or Board under Section 143(12) of the Act. The Auditors' Report on the Financial Statements, both Standalone and Consolidated for the Financial Year ended March 31, 2024 does not contain any qualifications, reservations or adverse remarks and forms part of Annual Report.

The Notes to the Financial Statements (Standalone and Consolidated) are self-explanatory and do not call for any further comments.



INTERNAL AUDITORS:

Mazars, Chartered Accountants are the Internal Auditors of the Company for the F.Y. 2023-24. The Management regularly reviews the findings of the Internal Auditors and effective steps to implement any suggestions/observations of the Internal Auditors are taken and monitored regularly. In addition, the Audit Committee of the Board regularly addresses significant issues raised by the Internal Auditors.

SECRETARIAL AUDITORS AND THEIR REPORT:

Pursuant to the provisions of Section 204 of the Companies Act, 2013 and the Companies (Appointment and Remuneration of Managerial Personnel) Rules, 2014, the Company had appointed M/s. Vinod Kothari & Company, a firm of Practicing Company Secretaries to undertake the Secretarial Audit of the Company for the F.Y. 2023-24 and the Secretarial Audit Report is annexed herewith as '**Annexure II**'. There is no reservation, qualification or adverse remark in their Report.

Further, in terms of the provisions of Regulations 24A of SEBI Listing Regulations, the Company has obtained the Annual Secretarial Compliance Report from M/s. Vinod Kothari & Company, for the financial year ended March 31, 2024, confirming compliance of the applicable SEBI Regulations and circulars/ guidelines issued thereunder, by the Company. The said report can be accessed at website of Company at www.dai-ichiindia.com/investors.

COST AUDITORS:

Pursuant to Section 148 of the Companies Act, 2013 read with the Companies (Audit and Auditors) Rules, 2014 and the Companies (Cost Records and Audit) Rules, 2014, the cost records are required to be maintained by your Company and the same are required to be audited. The Company, accordingly, maintains the required cost accounts and records. The Company had appointed M/s. Diwanji & Associates, Cost Accountants, Firm's Registration No. 100227, as the Cost Auditor for the financial year ended March 31, 2024, and the Cost Audit Report when submitted by them, will be duly filed with the Ministry of Corporate Affairs.

In terms of the provisions of Section 148(3) of the Companies Act, 2013 read with the Companies (Audit and Auditors) Rules, 2014, as amended, the remuneration payable to the Cost Auditor has to be ratified by the Members of the Company. Accordingly, the matter relating to ratification of the remuneration payable to M/s. Diwanji & Associates as the Cost Auditor of the Company for the financial year ending March 31, 2025 is being placed at the 64th Annual General Meeting.

HEALTH, SAFETY AND ENVIRONMENT:

Health, Safety and Protection of the Environment are priority areas for the Company. The Company continues to put special emphasis on these areas, from conception and designing of new products, optimization of processes, to commercial manufacturing and delivery of goods to customers. Dai-ichi has successfully completed DNV-GL Periodic Recertification Audit of ISO 14001:2018 & ISO 45001:2018 and certificate has been awarded.

a) Health:

A special committee ensures good sanitation and hygienic conditions at the plant and canteen. Six monthly medical examinations are conducted for the employees who are working in hazardous areas. Health awareness trainings and programs are being conducted regularly. The occupational health center is functional, with a 24x7 male nurse, factory medical officer visits twice in a week.

b) Safety:

A GAP audit is being carried out to assess Responsible Care ("RC") logo by an outside expert agency. A requirement based action plan is being mapped and the process has started for departmental documentation strengthening with respect to the RC codes requirement.

Our MOC procedure has been strengthened with process risk analysis, conducted before any modification of equipment, followed by pre startup safety review.

Un-planned Mock drills are conducted on a quarterly basis which are twice the frequency of the regulatory requirement, so that we can ensure emergency preparedness of all employees. In addition, regular in class room exercises are conducted to train the employees.

A central safety committee meeting is being conducted on every alternate month which is twice the frequency of regulatory requirement. Safety observation trend analysis is being carried out through bar charts and pie-charts and a presentation is being shared during central safety committee meeting.

Every year safety week is celebrated from March 4 to March 10 during which competitions, lectures and training sessions are organized to inculcate and enforce the need for a safe working environment.

We have an elaborate firefighting system comprising of alarm systems, manual call points, sprinkler systems, and pressurized fire hydrant system to handle emergencies.

Our goal is to ensure a safe and healthy work environment for all employees through safe work practices.

c) Environment:

Regular environment monitoring is carried out to ensure pollution levels for air and water are below the specified limits required by the State Pollution Control Board. Strict adherence to environment rules is ensured by conducting regular inspections and environmental audits.

The Effluent Treatment Plant is equipped with SUF (submersible ultra-filtration) technology and treated effluent is used in various processes, thus supporting water conservation. In addition, vacuum pumps are being operated in closed loop circulation to minimize the water consumption. Our ETP operation is contractually operated with equipped monitoring laboratory facility operate to carry environment monitoring functions.

We have complied with all legal obligations concerning environment, health and safety. Our commitment to manufacturing of products in a safe and environmentally conscious manner is paramount.

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

The particulars relating to conservation of energy, technology absorption, foreign exchange earnings and outgo for F.Y. ended March 31, 2024, as required to be disclosed under the Act, is annexed as '**Annexure III**'

LOANS, GUARANTEES OR INVESTMENTS UNDER SECTION 186 OF THE COMPANIES ACT, 2013:

The Company has not provided any loan or given any guarantee / security to any person.

Details of investment made by the Company are provided in the financial statements, under Investment Schedule.

DEPOSITS:

The Company has not accepted any deposits covered under Chapter V of the Companies Act, 2013, during the financial year ended March 31, 2024.

RELATED PARTIES TRANSACTIONS:

All Related Party Transactions that were entered into during the financial year ended March 31, 2024, were on an arm's length basis, in the ordinary course of business and were in compliance with the applicable provisions of Companies Act, 2013 and the SEBI (Listing Obligations and Disclosures Requirement) Regulation 2015 ("Listing Regulations"). Therefore, disclosure of Related Party Transactions in Form AOC-2 as per the provisions of Sections 134(3)(h) and Section 188 of the Companies Act, 2013 read with Rule 8(2) of the Companies (Accounts) Rules, 2014 is not applicable.

As per the Regulation 23(4) of the Listing Regulations, the Company sought approval of Shareholders at the 63rd Annual General Meeting, by passing necessary resolution for Material Related Party Transactions for Sale of Goods to ChampionX Dai-ichi India Private Limited, to be entered from the conclusion of the 63rd Annual General Meeting (AGM) upto the date of the 64th AGM. The transactions for F.Y. 2023-24 were within the approved limits.

The approval of members is being sought for Material Related Party Transactions for Sale of Goods to ChampionX Dai-ichi India Private Limited at the ensuing AGM.

All the Related Party Transactions are placed before the Audit Committee for approval. Prior omnibus approval of the Audit Committee is obtained for the transactions which are repetitive in nature. A statement of all Related Party Transactions is placed before the Audit Committee for its review on a quarterly basis, specifying the nature, value and terms and conditions of the transactions.

Details of Related Party Transaction Policy are provided in Corporate Governance Report.

ANNUAL RETURN:

As required under Section 92(3) read with Section 134(3)(a) of the Companies Act, 2013, the Annual Return is hosted on the website of the Company - www.dai-ichiindia.com/investors .

CORPORATE GOVERNANCE:

In accordance with provisions of the Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015 ('Listing Regulations'), a detailed report on Corporate Governance for the financial year ending on March 31, 2024, is included in the Annual Report. M/s. Vinod Kothari & Company, Practicing Company Secretaries, who are also the Secretarial Auditors of your Company, have certified that your Company is in compliance with the requirements of Corporate Governance in terms of Listing Regulations and their Compliance Certificate is annexed to the Report on Corporate Governance.

RISK MANAGEMENT POLICY:

The Company has in place a Risk Management Policy which identifies elements of risk and the measures to counter it. The policy is reviewed by the Board every year, at the first Board Meeting held after the commencement of the financial year.

VIGIL MECHANISM/ WHISTLE BLOWER POLICY:

The Vigil Mechanism as envisaged in the Companies Act, 2013, the rules prescribed thereunder and the SEBI Listing Regulations is implemented through the Vigil Mechanism/ Whistle Blower Policy of the Company to enable the Directors and employees to report genuine concerns, to provide for adequate safeguards against victimisation of persons who use such mechanism and make provision for direct access to the Chairman of the Audit Committee.

Vigil Mechanism/ Whistle Blower Policy of the Company is available on the Company's website at www.dai-ichiindia.com/investors.



DISCLOSURE UNDER THE SEXUAL HARASSMENT OF WOMEN AT WORKPLACE (PREVENTION, PROHIBITION AND REDRESSAL) ACT, 2013:

The Company has in place a Prevention of Sexual Harassment Policy in line with the requirements of the Sexual Harassment of Women at Workplace (Prevention, Prohibition and Redressal) Act, 2013. An Internal Committee has been set up to redress complaints received regarding sexual harassment. All employees (permanent, contractual, temporary, trainees) are covered under this policy.

During the financial year 2023-24, there were no complaints with allegations of any sexual harassment received or reported.

CREDIT RATING:

The Company's Banking loan facilities are rated by CRISIL Rating Limited (CRISIL). During the F.Y. 2023-24, CRISIL has reviewed our company's credit rating and has provided their review letter, wherein our short term rating is re-affirmed as CRISIL A4+ and the long term rating has been upgraded to CRISIL BB+/Stable.

UNPAID AND UNCLAIMED AMOUNTS OF DIVIDEND TO IEPF:

The dividend amount for the Financial Year 2016-17 remaining unclaimed shall become due for transfer to the Investor Education and Protection Fund established by the Central Government in terms of Section 124 of the Companies Act, 2013 on expiry of 7 (Seven) years from the date of its declaration.

The Company has sent reminders to all such Shareholders at their registered addresses for claiming the unpaid/unclaimed dividend, which will be transferred to IEPF in the due course, details of which are also uploaded on the website of the company www.dai-ichiindia.com/investors.

TRANSFER OF EQUITY SHARES TO INVESTOR EDUCATION AND PROTECTION FUND (IEPF) ACCOUNT:

The Company has sent reminders to those Shareholders who have not claimed their dividend for consecutive period of 7 (Seven) financial years, at their registered addresses and newspaper advertisement was published for claiming such unclaimed and unpaid dividends. The Company, accordingly will transfer such shares to Investor Education and Protection Fund (IEPF), who have not claimed the dividend for consecutive period of 7 (Seven) years since dividend declared for the financial year 2016-17. The details of which are also uploaded on the website of the company at www.dai-ichiindia.com/investors.

The Company is in compliance with the aforesaid provisions and the IEPF Rules.

SIGNIFICANT AND MATERIAL ORDERS PASSED BY THE REGULATORS/COURTS/TRIBUNALS:

During the financial year under review, there are no significant and material orders passed by the regulators or courts or tribunals which impact the Company's going concern status and its operations in the future.

PROCEEDINGS UNDER INSOLVENCY & BANKRUPTCY CODE:

No application has been made under the Insolvency and Bankruptcy Code; hence the requirement to disclose the details of application made or any proceeding pending under the Insolvency and Bankruptcy Code, 2016 (31 of 2016) during the year alongwith their status as at the end of the financial year is not applicable.

ONE-TIME SETTLEMENT:

The requirement to disclose the details of difference between amount of the valuation done at the time of one-time settlement and the valuation done while taking loan from the Banks or Financial Institutions along with the reasons thereof, is not applicable.

COMPLIANCE WITH SECRETARIAL STANDARDS:

During the financial year under review, the Company has complied with the applicable Secretarial Standards issued by Institute of Company Secretaries of India, as amended from time to time and notified by the Ministry of Corporate Affairs of India.

LISTING:

The Equity Shares of your company are presently listed on BSE Limited and the Company has paid the annual listing fees for the financial year 2024-25.

ACKNOWLEDGEMENT:

Your Directors wish to place on record their appreciation of the contribution made by the employees of the Company at all levels. The Directors wish to convey their appreciation to the Banks, dealers and other business associates and the Shareholders for their continuous trust and support.

CAUTIONARY NOTE:

Certain statements in the Directors' Report and Management & Discussion Analysis section may be forward looking and are stated as required by applicable laws and regulations. Many factors may affect the actual results, which could be different from what the Directors envisage in terms of future performance and outlook.

For and on behalf of the Board

Place : Mumbai
Date : May 27, 2024

Mrs. Shernaz Vakil
Chairperson & Whole-time Director

Ms. Meher Vakil
Managing Director

ANNEXURE 'I' TO THE DIRECTORS' REPORT

I. Disclosure as per the provisions of Section 197 of the Companies Act, 2013 and Rule 5(1) of the Companies (Appointment and Remuneration of Managerial Personnel) Rules, 2014:

(i) Percentage increase in remuneration of each Director, Chief Financial Officer and Company Secretary during the Financial Year 2023-24 and the Ratio of the Remuneration of each Director and KMP to the Median remuneration of the employees of the Company for the Financial Year 2023-24 are as under:

Sr. No	Name of Director / KMP and Designation	Remuneration of Director / Key Managerial Personnel (KMP) for the Financial Year 2023-24 (₹ in Lakh)	% Increase in Remuneration in the Financial Year 2023-24	Ratio of Remuneration of each Director to Median Remuneration of Employees
1	Mrs. Shernaz Vakil (Chairperson & Whole-time Director)	294.82	14.97%	65.51:1
2	Ms. Meher Vakil* (Managing Director)	273.38	86.82%	60.75:1
3	Mr. Adi Jehangir @ (Non-Executive Non-Independent Director)	1.5	NA	0.33:1
4	Mr. Kavas Patel @ (Independent Director) (retired w.e.f. 22.9.2023)	1.6	NA	0.36:1
5	Mr. Keki Elavia @ (Independent Director) (retired w.e.f. 22.9.2023)	1.6	NA	0.36:1
6	Mr. Ashok Hiremath @ (Independent Director)	3.2	NA	0.71:1
7	Mr. Cyrus Bagwadia@ (Independent Director) (Appointed w.e.f. 11.8.2023)	1.6	NA	0.36:1
8	Mr. Behram Sorabji@ (Independent Director) (Appointed w.e.f. 11.8.2023)	0.75	NA	0.17:1
9	Mr. Farokh Gandhi (Chief Financial Officer)	72.69	16.93%	16.15:1
10	Mr. Ankit Shah (Company Secretary)	27.62	37.59%	6.14:1

*** Change in designation of Ms. Meher Vakil from Whole-time Director to Managing Director and revision in terms of remuneration effective from April 1, 2023.**

@ Only sitting fees paid to all Non-Executive Directors during the financial year.

(ii) Percentage increase/(decrease) in the Median remuneration of employees during the Financial Year 2023-24	34.61 %
(iii) Number of permanent employees on the rolls of Company as on March 31, 2024	168
(iv) Average percentile increase already made in the salaries of employees other than the managerial personnel in the last Financial Year and its comparison with the percentile increase in the managerial remuneration and justification thereof and point out if there are any exceptional circumstances for increase in the managerial remuneration	The average percentage increase in the salaries of employees other than the managerial personnel in the last financial year is 15.78% as against an increase of 58.22% in the salary of the managerial personnel which includes Whole-time Director and Managing Director. The remuneration of the managerial personnel is within the overall limits approved by the shareholders of the Company.
(v) Affirmation	It is hereby affirmed that the remuneration is as per the Remuneration policy for Directors, Key Managerial personnel and other employees, adopted by the Company.



II. Statement of particulars of employees in terms of remuneration drawn pursuant to provisions of Section 197(12) of Companies Act, 2013 read with Rule 5(2) & (3) of Companies (Appointment and Remuneration of Managerial Personnel) Rules, 2014, as amended till date

A. Employed throughout the financial year 2023-24 with an aggregate remuneration not less than ₹ 1,02,00,000/- per annum:

1.	Name of the employee	Mrs. Shernaz Vakil (DIN: 00002519)	Ms. Meher Vakil (DIN: 07778396)
2.	Age of the employee	72 years	38 years
3.	Designation of the employee	Chairperson & Whole-time Director	Managing Director
4.	Remuneration received p.a.	₹ 294.82 lakhs	₹ 273.38 lakhs
5.	Nature of employment	Full time Employment	Full time Employment
6.	Qualification and Expertise	Mrs. Shernaz Vakil holds an M.A. degree in Industrial Psychology from Bombay University and M.B.A. degree from U.S.A. and has more than 40 years of experience in business.	Ms. Meher Vakil has a Bachelor of Arts in Economics and Business Institutions from Northwestern University, Illinois, U.S.A. She has significant experience in Marketing and Business Development.
7.	Date of commencement of employment	26.2.1979	1.4.2019
8.	The percentage of equity shares held by the employee in the Company	36,24,179 equity shares (48.64%)	1,45,000 equity shares (1.95%)
9.	Whether such employee is a relative of any director or manager of the Company and if so, name of such director or manager	Mrs. Shernaz Vakil is the mother of Ms. Meher Vakil, Managing Director of the Company.	Ms. Meher Vakil is the daughter of Mrs. Shernaz Vakil, Chairperson & Whole-time Director of the Company.

B. Employed for part of the Financial Year 2023-24 with an aggregate remuneration not less than ₹ 8,50,000/- per month: NONE

C. Employed throughout the financial year and in receipt of remuneration for Financial Year 2023-24 more than the remuneration drawn by managing director and whole time director and is holding by themselves or along with their spouse and dependent children, two percent or more of the equity shares of the Company: NONE

ANNEXURE 'II' TO THE DIRECTORS' REPORT
Form No. MR-3
SECRETARIAL AUDIT REPORT
FOR THE FINANCIAL YEAR ENDED MARCH 31, 2024
[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,
Dai-ichi Karkaria Limited.

We have conducted the secretarial audit of the compliance of applicable statutory provisions and the adherence to good corporate practices by **Dai-ichi Karkaria Limited** (hereinafter called "**the Company**") for the financial year ended March 31, 2024 [**"period under review"**]. The secretarial audit was conducted in a manner that provided us a reasonable basis for evaluating the corporate conduct/ statutory compliances and expressing our opinion thereon.

Based on our verification of the Company's books, papers, minute books, forms and returns filed and other records maintained by the Company as listed in **Annexure II** and also the information provided by the Company, its officers, agents and authorized representatives during the conduct of secretarial audit, we hereby report that in our opinion, the Company has, during the period under review, has complied with the statutory provisions listed hereunder and also that the Company has proper Board-processes and compliance-mechanism in place.

We have examined the books, papers, minute books, forms and returns filed and other records maintained by the Company for the period under review, according to the provisions of applicable law provided hereunder:

1. The Companies Act, 2013 (**'the Act'**) and the rules made thereunder including any re-enactment thereof;
2. The Securities Contracts (Regulation) Act, 1956 (**'SCRA'**) and the rules made thereunder;
3. The Depositories Act, 1996 and the Regulations and Bye-laws framed thereunder;
4. Foreign Exchange Management Act, 1999 and the rules and regulations made thereunder: **Not applicable during the period under review;**
5. The following Regulations and Guidelines prescribed under the Securities and Exchange Board of India Act, 1992 (**'SEBI Act'**), to the extent applicable:
 - a. Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015;
 - b. Securities and Exchange Board of India (Substantial Acquisition of Shares and Takeovers) Regulations, 2011;
 - c. Securities and Exchange Board of India (Prohibition of Insider Trading) Regulations, 2015;
 - d. Securities and Exchange Board of India (Depositories & Participants) Regulations, 2018; and
 - e. Securities and Exchange Board of India (Registrars to an Issue and Share Transfer Agents) Regulations, 1993 regarding the Act and dealing with client.
6. Specific laws applicable to the industry to which the Company belongs, as identified and compliance whereof as confirmed by the management, that is to say:
 - a. Environment (Protection) Act, 1986 and Manufacture, Storage and Import of Hazardous Chemicals Rules, 1989;
 - b. Environment (Protection) Act, 1986 and Bio-Medical Waste Management Rules, 2016;
 - c. Environment (Protection) Act, 1986 and Environment (Protection) Rules, 1986;
 - d. Environment (Protection) Act, 1986 and E-Waste (Management) Rules, 2016;
 - e. Environment (Protection) Act, 1986 and Hazardous and Other Wastes (Management and Transboundary Movement) Rules, 2016;
 - f. Environment (Protection) Act, 1986 & Environment (Protection) Rules, 1986;
 - g. Explosives Act, 1884 and Static and Mobile Pressure Vessels (Unfired) Rules, 2016;
 - h. Collection of Statistics Act, 2008 and Collection of Statistics (Central) Rules, 1959;
 - i. Air (Prevention and Control of Pollution) Act, 1981 and Air (Prevention and Control of Pollution) Rules, 1982;



- j. Environment (Protection) Act, 1986 and Plastic Waste Management Rules 2016;
- k. Environment (Protection) Act, 1986 and Batteries (Management and Handling) Rules, 2001;
- l. Water (Prevention and Control of Pollution) Act, 1974 and Water (Prevention and Control of Pollution) Rules, 1975;
- m. Environment (Protection) Act, 1986 and Solid Waste Management Rules, 2016;
- n. Explosives Act, 1884 and Gas Cylinders Rules, 2016;
- o. Environment (Protection) Act, 1986 and Noise Pollution (Regulation and Control) Rules, 2000;
- p. Food Safety & Standards Act, 2006 and Food Safety and Standards (Licensing and Registration of Food Businesses) Regulations, 2011;
- q. Air (Prevention and Control of Pollution) Act, 1981 read with Notification No. B-29016/20/90/PCI-I, dated November 18, 2009;
- r. Petroleum Act, 1934 and Petroleum Rules, 2002;
- s. Public Liability Insurance Act, 1991 and Public Liability Insurance Rules, 1991.

We have also examined compliance with the applicable clauses of the Secretarial Standard 1 and 2 issued by the Institute of Company Secretaries of India.

We report that during the period under review, the Company has complied with the provisions of the Act, Rules, Regulations, Guidelines, Standards etc. mentioned above.

We 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 hold the Board and Committee 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.

All the decisions were unanimous and there was no instance of dissent in the Board and/or Committee meetings.

We further report that there are adequate systems and processes in the Company, which commensurate with its size and operations to monitor and ensure compliance with applicable laws, rules, regulations and guidelines.

We further report that during the period under review, the Company has not undertaken any specific events/ actions that can have a major bearing on the Company's compliance responsibility in pursuance of the above referred laws, rules, regulations, guidelines, standards, etc.

**For M/s Vinod Kothari & Company
Practicing Company Secretaries
Unique Code: P1996WB042300**

**Vinita Nair
Senior Partner
Membership No.: F10559
CP No.: 11902
UDIN: F010559F000383613**

Peer Review Certificate No.:4123/2023

**Place: Mumbai
Date: May 16, 2024**

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

Annexure I
ANNEXURE TO SECRETARIAL AUDIT REPORT (NON-QUALIFIED)

To,
The Members,
Dai-ichi Karkaria Limited

Our Secretarial Audit Report of even date is to be read along with this letter.

1. Maintenance of secretarial records is the responsibility of the management of the Company. Our responsibility is to express an opinion on these secretarial records based on our audit. The list of documents for the purpose, as seen by us, is listed in **Annexure II**;
2. We have followed the audit practices and the processes 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. We believe that the processes and practices, we followed provide a reasonable basis for our opinion;
3. Our Audit examination is restricted only upto legal compliances of the applicable laws to be done by the Company, we have not checked the practical aspects relating to the same.
4. Wherever our Audit has required our examination of books and records maintained by the Company, we have also relied upon electronic versions of such books and records, as provided to us through online communication. Considering the effectiveness of information technology tools in the audit processes, we have conducted physical as well as online verification and examination of records, as facilitated by the Company, for the purpose of issuing this Report. In doing so, we have followed the guidance as issued by the Institute.
5. We have not verified the correctness and appropriateness of financial records and books of accounts of the Company as well as correctness of the values and figures reported in various disclosures and returns as required to be submitted by the Company under the specified laws, though we have relied to a certain extent on the information furnished in such returns.
6. Wherever required, we have obtained the management representation about the compliance of laws, rules and regulation and happening of events etc.
7. The compliance of the provisions of Corporate and other applicable laws, rules, regulations, standards is the responsibility of the management. Our examination was limited to the verification of procedure on test-check basis.
8. Due to the inherent limitations of an audit including internal, financial, and operating controls, there is an unavoidable risk that some misstatements or material non-compliances may not be detected, even though the audit is properly planned and performed in accordance with audit practices.
9. The contents of this Report have to be read in conjunction with and not in isolation of the observations, if any, in the report(s) furnished/to be furnished by any other auditor(s)/agencies/authorities with respect to the Company.
10. 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.



Annexure II

List of Documents

1. Signed Minutes for the meetings of the following held during the period under review (except for the meetings held in Q4):
 - a. Board of Directors;
 - b. Audit Committee;
 - c. Nomination and Remuneration Committee;
 - d. Stakeholders' Relationship Committee;
 - e. Annual General Meeting;
2. Agenda papers for Board and Committee Meeting along with notice on a sample basis;
3. Proof of circulation of draft minutes of the Board and Committee meetings on a sample basis;
4. Annual Report for financial year 2022-23;
5. Directors' disclosures under the Act and rules made thereunder;
6. Statutory Registers under the Act and SEBI regulations;
7. Forms filed with the ROC and intimations made to stock exchange;
8. Policies/ Codes framed and disclosures under SEBI regulations.

ANNEXURE 'III' TO THE DIRECTORS' REPORT

INFORMATION REQUIRED AS PER SECTION 134(3)(m) OF THE COMPANIES ACT, 2013 AND FORMING PART OF THE DIRECTORS' REPORT FOR THE YEAR ENDED MARCH 31, 2024.

Form A & B Report:

Conservation of Energy, Technology Absorption and Foreign Exchange Earnings and Outgo:

FORM 'A' FOR DISCLOSURE OF CONSERVATION OF ENERGY

I. Conservation of Energy:

(a) ENERGY CONSERVATION MEASURES TAKEN:

- i. Raw water consumption has reduced by close monitoring and adoption of proper cleaning methods of process equipment.
- ii. Soft water consumption has been reduced by collecting pure steam condensate from main reactors. For the financial year 2023-2024 condensate recovery is 20-25%
- iii. Reduced Biomass pallet consumption against per kg of product by proper monitoring of boiler operations.
- iv. Functioning of steam trap and arresting any steam leakages immediately.
- v. Vacuum pump water cooling arrangement has been done at the plant to reduce water consumption as well as effluent.
- vi. Cooling water utility supply to vacuum pumps is given through main cooling tower, avoiding the use of a separate cooling tower.
- vii. Improved power factor by modification in APFC Panel.
- viii. Storage and direct transfer facility provided for key raw material to reduce batch process time.
- ix. Increased productivity of plant through additional storage holding vessels.
- x. Storage and direct transfer facility provided for key raw materials.
- xi. Direct lines provide at reactor to reduce batch cycle time.

(b) ADDITIONAL INVESTMENT PROPOSAL IF ANY, BEING IMPLEMENTED FOR REDUCTION OF ENERGY:

- i. To increase the capacity of MPP plant, we have modified agitators.
- ii. To reduce the batch time cycle of certain products, we have installed additional vessels.
- iii. Storage and direct transfer facility provide for key raw materials to reduce raw material cost as well as reduce batch cycle time.
- iv. To provide storage tank at plant level to increase storage facility of plant.
- v. Direct jacketed line for intermediate transfer with flow meter to reduce the charging time of products.

(c) IMPACT OF THE MEASURES AT (a) & (b) ABOVE FOR REDUCTION OF ENERGY CONSERVATION AND CONSEQUENT IMPACT ON THE COST OF PRODUCTION OF GOODS.

The above measures will result in energy, manpower, water saving and consequent reduction in the cost of production.

(d) TOTAL ENERGY CONSUMPTION PER UNIT OF PRODUCTION AS PER FORM A:

(₹ in lakhs)

Sr. No	Description	2023-24	2022-23
A.	Power and fuel consumption		
1.	ELECTRICITY		
(a)	Purchased		
	Units (KWH)	35,18,742	38,89,536
	Purchased cost of units (₹)	334.17	313.06
	Rate per unit purchased	9.50	8.05
(b)	Own generation		
(i)	Through Diesel Generator		
	No of units Generated (KWH)	1,50,551	1,31,319
	Diesel Oil consumed (KL)	94.43	45.90
	Cost of Diesel Oil consumed (₹)	87.62	43.30
	Cost of Diesel/Unit generated (₹)	58.20	32.39
(ii)	Through Steam Turbine Generator	NIL	NIL
2.	COAL USED		
	No of Units consumed (MT)	Nil	Nil
	Purchase cost (₹) lacs	Nil	Nil
	Rate per unit (₹/MT)	Nil	Nil



3.	FURNACE OIL		
	Furnace oil consumed (KL)	42.48	100.03
	Cost of Furnace oil consumed (₹)	19.63	54.06
	Average rate (₹/Lt.)	46.22	54.05
4.	BIO-FUEL BRIQUETTES		
	Bio fuel briquettes consumed (MT)	2,855.19	2971.233
	Cost of B.F. briquettes consumed (₹ Lacs)	371.06	423.68
	Average rate (₹/MT)	13.00	14.25
B	Consumption per unit of production in MT		
	Electricity-KWH/Ton	523.20	551.24
	Furnace Oil -(Lt./ Ton)	6.32	13.71
	Briquettes – (Ton / Ton)	0.42	0.42
	Coal - (Ton/Ton)	Nil	Nil

FORM 'B' FOR DISCLOSURE OF PARTICULARS WITH RESPECT OF TECHNOLOGY ABSORPTION

II. RESEARCH & DEVELOPMENT:

1. Specific areas in which research & development activities were carried out by the Company:

- i. **Surfactants & Specialty Chemicals:** Paints & Pigments dispersant, Emulsifier for acrylic emulsion, Wetting and dispersing agent for Agrochemicals, Modifications of Textile chemicals, Personal care products, Emulsifier for food and spices Industries are developed and some of which are already commercialized.
- ii. **Oilfield Chemicals and other related products:** Certain downstream and upstream chemical products are developed as per the Customers' requirements. These products include:
 - A) **Downstream-**
 - i) Cold Flow Improver
 - ii) Lubricity Improvers for Diesel
 - iii) Octane Boosters
 - iv) New Types of Lube Oil PPD's
 - v) Viscosity Index Improvers
 - B) **Upstream -**
 - i) Asphaltene Dispersants
 - ii) Pour Point depressants suitable for a variety of waxy crude oils.
 - iii) New types of H₂S Scavengers
 - iv) Upgradation of existing PPD's synergistically using certain materials available in the market.
 - v) Newer types of Emulsion Breakers.
 - vi) Liquid Flow Improvers.
 - iii) Processes are standardized and production of certain products is scaled up. Some of the products are already commercialized.

2. Benefits derived from research and development projects:

Some of the new range, application & industry-wise are resulting into higher volume of business and improving the market share in various areas.

3. Future Plan of research & development activities:

R&D will continue to focus on the development of new products in the areas of specialty products in various fields as has been done so far including Oil field.

4. Expenditure on R&D during the year:

Capital – ₹ 16 lakhs

Recurring – ₹ 169.10 lakhs

Total R&D expenditure as a percentage of turnover: 1.41%

5. Technology absorption, adaptation and Innovation

- a. In the process of new products development and improving process and quality of existing products, the Company absorbs and adapts to new technologies on a continuous basis.
- b. During last 5 years no technology was imported.

III. Foreign Exchange Earning and Outgo:

Foreign Exchange received: ₹ 5484 lakhs

Foreign Exchange paid for imports and other remittance: ₹ 878 Lakhs

CORPORATE GOVERNANCE REPORT

The following Corporate Governance Report is attached and forms a part of the Directors’ Report of the Company for the year 2023-24.

CORPORATE GOVERNANCE DISCLOSURE:

In accordance with the provisions of Regulation 34(3) of Chapter IV read with Para C of Schedule V of Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015 (“Listing Regulation”), the Board of Directors present the Company’s report on Corporate Governance for the financial year ended March 31, 2024.

1. BRIEF STATEMENT ON COMPANY’S PHILOSOPHY ON CODE OF GOVERNANCE:

Since its inception, the Company has been founded on moral and ethical codes that strongly emphasize total transparency and complete value based governance. The Company understands that Corporate Governance is a combination of voluntary practices and full compliance with laws and regulations leading to effective control and management of the organization. Good corporate governance leads to long term shareholder value and enhances interest of stakeholders. The Company continues to place uncompromising emphasis on integrity and regulatory compliances. The Company is committed to provide high quality products and services to its customers and stakeholders.

2. BOARD OF DIRECTORS:

As on March 31, 2024, Board of Directors consisted of 6 (Six) Directors. The Board comprises of a Managing Director, a Whole-time Director and four Non-Executive Directors. Out of four Non-Executive Directors, three are Independent Directors. The Managing Director and the Whole-time Director are the Women Directors. The Board’s composition is in conformity with the applicable provisions of Companies Act, 2013 as well as Regulation 17 of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015.

Number of Board Meetings:

During the financial year under review, 4 (Four) Board Meetings were held on May 30, 2023, August 11, 2023, October 26, 2023 and February 9, 2024.

Composition, Attendance and Shareholding of Directors:

The composition of the Board, attendance at Board Meetings held during the Financial Year under review and at the last 63rd Annual General Meeting (AGM) and their shareholding as at March 31, 2024 in the Company are given hereunder:

Name of Director	Board meetings Attended	Attendance at last AGM	No. of Directorships in other Boards#	No. of Chairmanship/ Membership in other Board Committees##	Name of the Listed Companies in which Directors of the Company are Directors & category of Directorship.
Promoter- Executive Directors					
Mrs. Shernaz Vakil Chairperson & Whole-time Director (DIN: 00002519)	4	Yes	2	1/0	Chairperson & Whole-time Director: • Dai-ichi Karkaria Limited
Ms. Meher Vakil Managing Director (DIN: 07778396)	4	Yes	1	Nil	Managing Director: • Dai-ichi Karkaria Limited
Promoter- Non-Executive Director					
Mr. Adi Jehangir (DIN: 00001752)	3	Yes	Nil	Nil	Non-Executive Director: • Dai-ichi Karkaria Limited
Independent Non-Executive Directors					
Mr. Ashok Hiremath (DIN: 00349345)	4	Yes	1	0/1	Independent Director: • Dai-ichi Karkaria Limited Non-Executive Director • Astec LifeSciences Limited



Name of Director	Board meetings Attended	Attendance at last AGM	No. of Directorships in other Boards#	No. of Chairmanship/ Membership in other Board Committees##	Name of the Listed Companies in which Directors of the Company are Directors & category of Directorship.
Mr. Kavas Patel (DIN: 00002634) (Retired w.e.f. 22.9.2023)	2	Yes			NA
Mr. Keki Elavia (DIN: 00003940) (Retired w.e.f. 22.9.2023)	2	Yes			NA
Mr. Cyrus Bagwadia (DIN: 01565989) (Appointed w.e.f. 11.8.2023)	2	Yes	Nil	Nil	Independent Director: • Dai-ichi Karkaria Limited
Mr. Behram Sorabji (DIN: 02035239) (Appointed w.e.f. 11.8.2023)	1	Yes	Nil	Nil	Independent Director: • Dai-ichi Karkaria Limited

The Directorships held by Directors as mentioned above, do not include Alternate Directorships, Directorships of Foreign Companies, Section 8 Companies and Private Limited Companies.

Chairmanships/ Memberships of Audit Committees and Stakeholders Relationship Committees of all other Public Limited Companies have been considered.

Except Ms. Meher Vakil, Managing Director who is daughter of Mrs. Shernaz Vakil, Chairperson & Whole-time Director of the Company, none of the directors is related to any other director.

Mrs. Shernaz Vakil holds 3624179 (48.64%), Ms. Meher Vakil holds 145000 (1.95%) and Mr. Adi Jehangir holds 100 (0.001%) Equity Shares of the Company. No other Director holds any shares in the Company. The Company has not issued any convertible instruments.

Familiarization Programme for Independent Directors:

Details of familiarization programmes imparted to the Independent Directors with the working of the Company during financial year 2023-24, are available on the website of the Company and can be accessed through web link: http://www.dai-ichiindia.com/wp-content/uploads/2023/02/Familiarisation-Programme_2023-24.pdf

Confirmation as regards independence of Independent Directors:

Based on the annual confirmations received from the Independent Directors and due assessment of the veracity undertaken by the Board, in terms of Regulation 25(9) of the Listing Regulations, the Board is of the opinion that the Independent Directors fulfil the criteria or conditions specified under the Companies Act, 2013 and under the Listing Regulations and are independent from the management.

Meeting of Independent Directors:

As mandated by the Companies Act, 2013 and Regulation 25(3) of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, a separate meeting of Independent Directors was held on April 3, 2024 for annual evaluation of the following;

- Performance of Non-Independent & Non-Executive Director and the Board of Directors as a whole;
- Performance of the Chairperson & Whole-time Director and Managing Director of the Company;
- Quality, quantity and timeliness of flow of information between the company management and the Board of Directors that is necessary for the Board to effectively and reasonably perform its duties.

After summarizing the above evaluations, the meeting arrived to a finding that the Performance of Non-Independent & Non-Executive Director, Chairperson & Whole-time Director and Managing Director of the Company were satisfactory and the quality and quantum of Financial Information provided to the Board are accurate and adequate.

Board of Directors skills/expertise/competencies:

The Board has identified the following skills / expertise / competencies fundamental for the effective functioning of the Company which are currently available with each of the members of the Board of Directors:

Skill Areas	Shernaz Vakil	Meher Vakil	Adi Jehangir	Ashok Hiremath	Cyrus Bagwadia	Behram Sorabji
Leadership Experience	√	√	√	√	√	√
Risk Assessment	√	√	√	√	√	√
Strategy & Planning	√	√	√	√	√	√
Governance	√	√	√	√	√	√
Financial expertise	√	√	√	√	√	√

Board and Director’s evaluation and criteria for evaluation:

During the year, the Board has carried out an annual evaluation of its own performance, performance of Individual Directors, as well as the evaluation of the working of its Committees.

The Nomination and Remuneration Committee has defined the evaluation criteria, procedure and time schedule for the performance evaluation process for the Board, its Committees and Directors. The criteria for evaluation of Board, individual Directors and Committees include, inter alia, the following:

Board Evaluation	Evaluation of Independent Directors	Committee Evaluation
<ul style="list-style-type: none"> Board Structure – qualifications, experience and competencies Meetings – regularity, frequency, agenda, discussion and recording of minutes Functions – strategy, governance, compliances, evaluation of risks, stakeholder value and responsibility, conflict of interest Accounting systems - Integrity of accounting and financial reporting systems, independent audit, Internal Financial Controls. 	<ul style="list-style-type: none"> Professional qualifications and experience Knowledge, skills and competencies Fulfillment of functions, ability to function as a team Attendance Commitment, contribution, integrity and independence. <p>In addition to the above, the Chairperson of the Board Meetings evaluated on key aspects of the role, including effectiveness of leadership and ability to steer meetings, impartiality and ability to keep shareholders’ interests in mind.</p>	<ul style="list-style-type: none"> Mandate and composition Effectiveness of the Committee Structure of the Committee Meetings – regularity, frequency, agenda, discussion and dissent, recording of minutes Independence of the Committee from the Board and contribution to decisions of the Board

3. BOARD COMMITTEES:

The Company follows procedures & practices in conformity with the Code of Corporate Governance. In accordance with the provisions of SEBI Listing Regulations and Companies Act, 2013, the Board has constituted the following committees:

(i) Audit Committee:

The terms of reference cover the matters specified for Audit Committee under Regulation 18 of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 as well as in Section 177 of the Companies Act, 2013. It broadly includes reviewing of (i) the financial results and statements and the Auditors Report before submission to the Board; (ii) evaluation of internal financial controls; (iii) management discussion and analysis report; (iv) related party transactions; (v) the internal audit reports; and (vi) the appointment, removal and terms of remuneration of the internal auditor/ statutory auditor and (vii) Other financial related matters.

As at March 31, 2024, the Audit Committee comprises of Mr. Ashok Hiremath as Chairman, Mr. Cyrus Bagwadia and Mr. Behram Sorabji as members.

During the financial year under review, 4 (Four) Audit Committee Meetings were held on May 30, 2023, August 11, 2023, October 26, 2023 and February 9, 2024.



The attendance at the Audit Committee Meetings was as under:

Name of the Director	No. of meetings attended
Mr. Ashok Hiremath	4
Mr. Kavas Patel (retired w.e.f. 22.9.2023)	2
Mr. Keki Elavia (retired w.e.f. 22.9.2023)	2
Mr. Cyrus Bagwadia (appointed w.e.f. 11.8.2023)	2
Mr. Behram Sorabji (appointed w.e.f. 11.8.2023)	1

The Statutory auditors, Internal auditors, Chairperson & Whole-time Director, Managing Director and Chief Financial Officer of the Company are invitees to Audit Committee Meetings. The Company Secretary & Compliance officer acts as Secretary to the Committee.

(ii) Stakeholders Relationship Committee:

The terms of reference cover the matters specified for Stakeholders Relationship Committee under Regulation 20 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 and Section 178 of the Companies Act, 2013. The terms of reference broadly include (i) to resolve the grievances of the security holders of the Company including complaints related to transfer/transmission of shares, non-receipt of annual report, non-receipt of declared dividends, issue of new/duplicate certificates (ii) to review the measures taken for effective exercise of voting rights by shareholders (iii) to review adherence to the service being rendered by the Registrar & Share Transfer Agent and (iv) to review various measures and initiatives taken for reducing the quantum of unclaimed dividends and ensuring timely receipt of dividend warrants/annual reports/statutory notices to the shareholders.

As at March 31, 2024, the Stakeholders Relationship Committee comprises of Mr. Adi Jehangir as Chairman, Mrs. Shernaz Vakil, Mr. Ashok Hiremath and Ms. Meher Vakil as members. Mr. Ankit Shah, Company Secretary & Compliance Officer acts as Secretary to the Committee.

The Committee had 6 meetings during the financial year under review on April 11, 2023, June 5, 2023, June 26, 2023, August 24, 2023, September 11, 2023 and October 9, 2023, details of attendance is as under:

Name of the Director	No. of meetings attended
Mr. Adi Jehangir	6
Mrs. Shernaz Vakil	3
Mr. Kavas Patel (retired w.e.f. 22.9.2023)	-
Mr. Ashok Hiremath	1
Ms. Meher Vakil	6

There are no pending complaints/grievances received during the F.Y. ended March 31, 2024.

(iii) Nomination and Remuneration Committee:

The terms of reference cover the matters specified for Nomination and Remuneration Committee under Regulation 19 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 and Section 178 of the Companies Act, 2013. The terms broadly include recommending to the Board the setup and composition of the Board and its committees, the appointment / re-appointment of Directors, Key Managerial Personnel and Senior Management Personnel, setting the criteria for evaluation of the performance of the Board, its Committees and individual Directors, recommend to the Board all remuneration payable to Senior management, Directors and Key Managerial Personnel and the Remuneration Policy for Directors and Key Managerial Personnel.

The Nomination and Remuneration Committee comprises of Mr. Ashok Hiremath as Chairman, Mr. Cyrus Bagwadia, Mr. Behram Sorabji and Mrs. Shernaz Vakil as members.

During the financial year under review, meetings were held on August 11, 2023 and February 9, 2024. The attendance at the Nomination and Remuneration Committee is as under:

Name of the Director	No. of meetings attended
Mr. Ashok Hiremath	2
Mr. Kavas Patel (retired w.e.f. 22.9.2023)	1
Mr. Keki Elavia (retired w.e.f. 22.9.2023)	1
Mrs. Shernaz Vakil	2
Mr. Cyrus Bagwadia (appointed w.e.f. 11.8.2023)	1
Mr. Behram Sorabji (appointed w.e.f. 11.8.2023)	-

The policy which was approved and adopted by the Board of Directors is uploaded on the Company's website at the following link: <http://www.dai-ichiindia.com/wp-content/uploads/2014/08/NRC-Policy-2.pdf>

(iv) Corporate Social Responsibility (CSR) Committee:

The terms of reference cover the matters specified under Section 135 of the Companies Act, 2013 and the Companies (Corporate Social Responsibility Policy) Rules 2014 and other relevant provisions. Broadly the terms include formulating and recommending to the Board a CSR Policy indicating the activities to be undertaken by the Company as specified in Schedule VII of the Act, recommend the amount of expenditure to be incurred on the activities mentioned in the CSR Policy and monitoring the CSR Policy.

As at March 31, 2024, the Corporate Social Responsibility Committee (CSR) comprises of Mr. Ashok Hiremath as Chairman, Mr. Adi Jehangir, Mr. Cyrus Bagwadia and Mrs. Shernaz Vakil as members.

In view of average net losses for the last three financial years as computed under Section 198 of the Companies Act, 2013, the Company was not mandated to undertake Corporate Social Responsibility activities during the financial year 2023-24, accordingly the provisions for calling CSR Committee meeting, spending and reporting on Corporate Social Responsibility activities are not applicable for FY 2023-24.

The policy which was approved and adopted by the Board of Directors has been uploaded on the Company's website at the following link: <http://www.dai-ichiindia.com/wp-content/uploads/2014/08/CSR-Policy.pdf>

4. REMUNERATION PAID TO DIRECTORS OF THE COMPANY:

a) Executive Directors:

The Company pays remuneration by way of salary, perquisites and performance linked incentive to Mrs. Shernaz Vakil, Chairperson & Whole-time Director and Ms. Meher Vakil, Managing Director of the Company. The amount of performance linked incentive is based on the performance criteria of Chairperson & Whole-time Director and Managing Director of the Company, during the financial year 2023-24 evaluated by the Nomination and Remuneration Committee and Board of Directors, keeping in view of the Company's performance.

Following are the details of remuneration paid for the financial year ended March 31, 2024:

(Amount in ₹)

Particulars	Mrs. Shernaz Vakil Chairperson & Whole-time Director	Ms. Meher Vakil Managing Director
Salary	1,27,75,350	1,11,09,000
Perquisites	1,26,81,420	1,27,29,055
Performance Linked Incentive	40,25,000	35,00,000
Total	2,94,81,770	2,73,38,055
Service Contract / Notice Period	Term of 3 years w.e.f. April 1, 2022 to March 31, 2025/ 3 months' notice period	Term of 3 years w.e.f. April 1, 2023 to March 31, 2026/ 3 months' notice period

b) Non-Executive Directors:

The Company only pays sitting fees to the Non-Executive Directors and sitting fees paid during the year under review are as under:

(Amount in ₹)

Name of Directors	Sitting Fees for Board meeting	Sitting Fees for other Committees
Mr. Adi Jehangir	1,50,000	-
Mr. Ashok Hiremath	2,00,000	1,20,000
Mr. Kavas Patel (retired w.e.f. 22.9.2023)	1,00,000	60,000
Mr. Keki Elavia (retired w.e.f. 22.9.2023)	1,00,000	60,000
Mr. Cyrus Bagwadia (appointed w.e.f. 11.8.2023)	1,00,000	60,000
Mr. Behram Sorabji (appointed w.e.f. 11.8.2023)	50,000	25,000
Total	7,00,000	3,25,000

The criteria for making payments to Non-Executive Directors forms a part of Nomination and Remuneration Committee (NRC) Policy of the Company available on the website and can be accessed through web link <http://www.dai-ichiindia.com/wp-content/uploads/2014/08/NRC-Policy-2.pdf>



5. a) GENERAL BODY MEETINGS:

The last three Annual General Meetings were held as under:

Financial year	Date	Time (IST)	Venue	Special Resolutions passed at the last three Annual General Meeting
2020 – 2021	26.8.2021	11:30 a.m.	Through Video Conferencing	None
2021 – 2022	29.6.2022	11:30 a.m.	Through Video Conferencing	None
2022 - 2023	22.9.2023	11:30 a.m.	Through Video Conferencing	1. Appointment of Mr. Cyrus Bagwadia (DIN: 01565989) as an Independent Director of the Company for a period of five years commencing from August 11, 2023 till August 10, 2028. 2. Appointment of Mr. Behram Sorabji (DIN: 02035239) as an Independent Director of the Company for a period of five years commencing from August 11, 2023 till August 10, 2028.

- b) **POSTAL BALLOT:** During the financial year ended March 31, 2024, no special resolution was passed through postal ballot and as on date none of special resolution is proposed to be conducted through postal ballot.

6. RELATED PARTY TRANSACTIONS:

All transactions entered into with Related Parties as defined under the Companies Act, 2013 and Regulation 23 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 during the financial year, were under ordinary course of business and on an arm's length basis.

Details of Related Party Transactions are disclosed in the notes to the financial statements. The policy approved and adopted by the Board of Directors has been uploaded on the Company's website at the following link: <http://www.dai-ichiindia.com/wp-content/uploads/2014/08/RPT-Policy-2.pdf>

7. MEANS OF COMMUNICATION:

- Quarterly results are taken on record by the Board of Directors and submitted to the stock exchange in terms of the requirements of Regulation 33 of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015. As per the requirements of the Listing Regulations, the unaudited quarterly and half yearly results are announced within 45 days from the close of the quarter and the audited annual results are announced within 60 days from the close of the Financial Year or any such time prescribed as per Listing Regulations.
- Quarterly results have been published in Financial Express and Mumbai Lakshadeep, newspapers.
- Website of the company is www.dai-ichiindia.com.
- Exclusive email id for investor correspondence/grievance redressal is investor@dai-ichiindia.com.
- No presentations have been made to institutional investors or to analysts.
- The Management Discussion and Analysis Report forms part of Directors' Report.

8. GENERAL SHAREHOLDER INFORMATION:

A. Annual General Meeting:

Date, Time and Venue:	Friday, September 6, 2024 at 11:30 a.m. (IST) through VC/OAVM pursuant to the MCA Circular dated May 5, 2020, December 14, 2021, May 5, 2022, December 28, 2022 and September 25, 2023. Deemed Venue for Meeting: Registered office of the Company at Liberty Building, Sir Vitaldas Thackersey Marg, Mumbai- 400020.
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B. Financial Calendar (tentative):

Financial Year:	April 1, 2024 to March 31, 2025
Board Meeting for consideration of unaudited quarterly results for three quarters of the financial year 2024-25 i.e. June, 2024; September, 2024 and December, 2024.	Within 45 days from the end of the quarter or within such other time as stipulated under the Listing Regulations.
Board meeting for consideration of Annual Audited results for the period ending March 31, 2025:	Within 60 days from the end of the financial year or within such other time as stipulated under the Listing Regulations.

C. Date of Book Closure:

August 31, 2024 to September 6, 2024
(both days inclusive)

D. Dividend Payment Date:

on or after September 11, 2024

E. Listing on Stock Exchange:

BSE Limited
Phiroze Jeejeebhoy Towers,
Dalal Street, Mumbai – 400 001

Payment of Annual Listing Fee:

The Company had paid the annual listing fees for the financial year 2024-2025.

F. Stock Code:

526821

Demat ISIN Number for NSDL & CDSL

INE928C01010

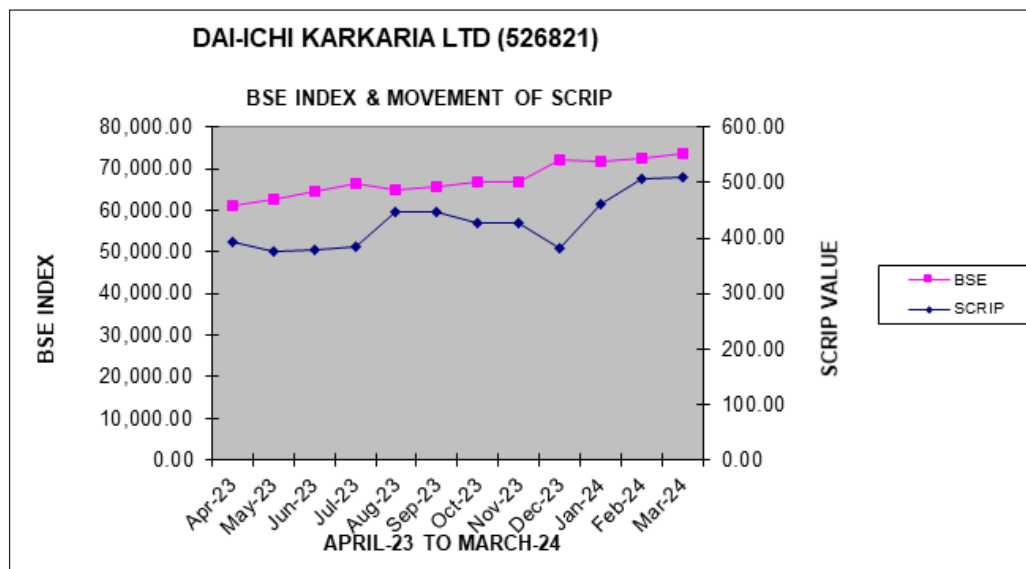
G. Market Price Data:

High/Low Share price of the Company during the last Financial Year 2023-24 on BSE Limited (Face value ₹ 10/-)

Month	High (₹)	Low (₹)
April 2023	417	360.7
May 2023	419.95	352.65
June 2023	410.95	363
July 2023	415	364.6
August 2023	469.95	326.65
September 2023	520	416
October 2023	479	382.3
November 2023	450	396.1
December 2023	464.4	374
January 2024	499	372.1
February 2024	540	412.4
March 2024	575	475



H. Stock performance:



I. Registrar and Share Transfer Agents:

Registrars and Transfer Agents:

Link Intime India Private Limited
C 101, 247 Park, L B S Marg,
Vikhroli West, Mumbai 400 083.

Telephone No.

022 – 49186000/022 - 49186060

E-mail address:

mt.helpdesk@linkintime.co.in

Website:

www.linkintime.co.in

J. Share Transfer System:

Share Transfer System and updation of records: The Company has sent individual letters to all the Members holding shares of the Company in physical form for furnishing their PAN, KYC details and Nomination pursuant to SEBI Circular No. SEBI/HO/MIRSD/MIRSD_RTAMB/P/CIR/2021/655, SEBI/HO/MIRSD/MIRSD_RTAMB/P/CIR/2021/687, SEBI HO/MIRSD/MIRSD-PoD-1/P/CIR/2023/37 and SEBI Circular Nos. SEBI/HO/MIRSD/POD-1/P/CIR/2023/181 dated November 3, 2021, December 14, 2021, March 16, 2023 and November 17, 2023 respectively. Members may please note that SEBI vide its Circular No. SEBI/ HO/MIRSD/MIRSD_RTAMB/P/CIR/2022/8 dated January 25, 2022 has mandated the Listed Companies to issue securities in demat form only, while processing service requests viz. Issue of duplicate securities certificate, claim from Unclaimed Suspense Account, Renewal/ Exchange of securities certificate, Endorsement with Sub-division/ Splitting of securities certificate, Consolidation of securities certificates/folios, Transmission and Transposition. Accordingly, Shareholders are requested to make service requests by submitting a duly filled and signed Form ISR-4, the format is available at: https://www.dai-ichiindia.com/wp-content/uploads/2023/02/Form_ISR-4.pdf. Members holding equity shares of the Company in physical form are requested to kindly get their equity shares converted into demat/ electronic form to get inherent benefits of dematerialisation and also considering that physical transfer of equity shares/ issuance of equity shares in physical form have been disallowed by the SEBI.

K. DISTRIBUTION OF SHAREHOLDING AS ON MARCH 31, 2024:

No. of shares slab	Number of shareholders	(%) of shareholders	Number of shares	(%) of shares
upto to 100	3051	60.00	1,54,580	2.08
101 to 200	702	13.81	1,23,400	1.66
201 to 500	691	13.59	2,47,594	3.32
501 to 1000	282	5.55	2,22,356	2.98
1001 to 5000	287	5.64	6,55,434	8.80
5001 to 10000	39	0.77	2,90,246	3.89
10001 to 100000	26	0.51	7,76,583	10.42
100001 to above	7	0.14	49,81,036	66.85
TOTAL	5085	100	74,51,229	100

L. SHAREHOLDING PATTERN AS ON MARCH 31, 2024:

Categories of Shareholders		No. of shares held	%
A	Promoters Holding		
(i)	Indian Promoters	47,59,822	63.88
(ii)	Foreign Promoters	Nil	Nil
(iii)	Persons acting in concert	Nil	Nil
	Sub Total	47,59,822	63.88
B	Non-Promoters Holding		
	Institutional Investors:	-	-
(i)	Mutual Funds and UTI	-	-
(ii)	Alternate Investment Funds	-	-
(iii)	Banks, Financial Institutions, Insurance Companies	-	-
(iv)	FIs	-	-
	Sub Total	-	-
	Others:		
(i)	Private Corporate Bodies	2,99,072	4.01
(ii)	Indian Public(including HUF)	21,60,673	29.00
(iii)	NRIs	1,40,292	1.88
(iv)	Any other (LLP, KMP & IEPF)	91,370	1.23
	Sub Total	26,91,407	36.12
	GRAND TOTAL	74,51,229	100.00

M. Dematerialization of shares:

The trading on Company shares are permitted only in dematerialized form. The Company has established connectivity with both the depositories i.e. National Securities Depository Limited and Central Depository Services (India) Limited. The International Securities Identification Number (“ISIN”) allotted to the Company’s shares under the Depository System is INE928C01010.

The percentage of shares held in physical and dematerialization form as on March 31, 2024 are as mentioned below;

Particulars	Number of shares	% of Listed Capital
National Securities Depository Limited	60,37,436	81.03%
Central Depository Services (India) Limited	13,28,192	17.82%
Total Demat mode (A)	73,65,628	98.85%
Physical mode (B)	85,601	1.15%
Total (A + B)	74,51,229	100%

N. Plant locations

A. D – 2/20, GIDC – II, Dahej, Vagra, District Bharuch, Gujarat – 392130.

B. Kurkumbh Industrial Area, Plot No.D-13, Village Kurkumbh, Tal Daund, Dist Pune-413105.

O. Address for correspondence: For information on share transactions in electronic form and physical form and general correspondence:

Link Intime India Pvt. Ltd. at
 C 101, 247 Park, L B S Marg,
 Vikhroli West, Mumbai 400 083.
 Tel: 022-49186000
 Fax: 022-49186060
 E-mail: mt.helpdesk@linkintime.co.in

Compliance Officer of the Company is
 Mr. Ankit Shah (Company Secretary)
 3rd Floor, Liberty Building,
 S. V. T. Marg, New Marine Lines,
 Mumbai – 400 020
 Tel: 022-69117130
 Email: investor@dai-ichiindia.com



- P:** The Company has not issued any debt instruments or invited any fixed deposits or floated any scheme or proposal for mobilization of funds. Accordingly, there are no credit ratings obtained by the Company on such instruments / deposits/schemes.
- Q:** The Company does not have any exposure to commodity price risk or hedging activities. The details of derivative instruments and unhedged foreign currency exposures are disclosed in the Notes of Annual Financial Statements.
- R:** The Company's Banking loan facilities are rated by CRISIL Ratings Limited (CRISIL). The ratings given by CRISIL for short term borrowings and long-term borrowings of the Company are CRISIL A4+ and CRISIL BB+/Stable respectively.

9. DISCLOSURES:

- There were no materially significant related party transactions that may have potential conflict with the interest of the Company. The policy for dealing with related party transaction is uploaded on the website of the Company at the following link: <http://www.dai-ichiindia.com/wp-content/uploads/2014/08/RPT-Policy-2.pdf>
- The policy for determining 'material' subsidiaries is uploaded on the website of the Company at the following link: www.dai-ichiindia.com/wp-content/uploads/2014/08/Policy-for-determining-Material-Subsidiary.pdf
- During the past 3 (three) years there have been no instances of non-compliance, penalties, strictures imposed on the Company by stock exchange or Securities and Exchange Board of India (SEBI) or any other statutory authority on any matter related to capital markets.
- The Company has a Vigil Mechanism / Whistle Blower Policy. No personnel have been denied access to the audit committee to lodge their grievances. The policy is uploaded on the website of the Company at the following link: <https://www.dai-ichiindia.com/wp-content/uploads/2023/02/Vigil-Mechanism-Policy..pdf>
- The Company in accordance with Regulation 30 of the Listing Regulations, as amended, has framed the Policy for determination for materiality of event or information for the purpose of making disclosures of event or information to the Stock Exchange under Listing Regulations, as amended. The Policy includes criteria for determination of the materiality of event and information and the manner for making disclosure of such events and information to the Stock Exchange. The policy is available on the Company's website under the web link: www.dai-ichiindia.com/wp-content/uploads/2023/02/Policy-for-determination-of-Material-Events.pdf.
- The Company has complied with all the mandatory corporate governance requirements specified in Regulations 17 to 27 and clauses (b) to (i) of sub regulation (2) of Regulation 46 of the Listing Regulations. The Company has complied with all the requirements of the corporate governance report as specified in sub-paras (2) to (10) of Part C of Schedule V of the Listing Regulations. The Company has not adopted the non-mandatory requirements of the Listing Regulations.
- The Company has in place a Risk Management Policy which identifies elements of risk and the measures to counter them. The policy is reviewed by the Board every year, at the first Board Meeting held after the commencement of the financial year.
- The Company has not raised/utilised any funds through preferential allotment or qualified institutions placement as specified under Regulation 32 (7A) of the Listing Regulations.
- The Company has received a certificate dated May 16, 2024 from M/s Vinod Kothari & Company, Practising Company Secretaries 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 Board/Ministry of Corporate Affairs or any such statutory authority is enclosed to this report.
- The Board has accepted all the recommendations of the Committees of the Board given from time to time during the financial year under review.
- The details of the total fees paid to B S R & Co. LLP, Chartered Accountant, Statutory Auditor of the Company during the financial year ended March 31, 2024 is given below;

Particulars	Amount (in ₹)
Statutory Audit fees	23,02,869
Other Services including quarterly limited review and certification	25,61,428
Reimbursement and Out of pocket expenses	3,61,050
Total	52,25,347

There were no fees paid to network firms of the Statutory Auditors. The Subsidiary Company has not paid any fees to B S R & Co. LLP, Statutory Auditor of the Company.

Dai-ichi Goesichemicals India Limited, a subsidiary of the Company, has made payment of ₹ 10,000/- towards Statutory Audit Fees to M/s Mahesh C. Mathur & Co, Chartered Accountants, the Statutory Auditors of the subsidiary Company during the Financial Year 2023-24.

The Company paid ₹ 4,00,000/- to B K Khare & Co., Chartered Accountant, towards tax audit of the Company for FY 2022-23, during the financial year ended March 31, 2024.

- During the financial year ended March 31, 2024, there were no changes in Senior Management Personnel of the Company. The Senior Management Personnel includes following;

Name	Designation
Mrs. Shernaz Vakil	Chairperson & Whole-time Director
Ms. Meher Vakil	Managing Director
Mr. Farokh Gandhi	Chief Financial Officer
Mr. Ankit Shah	Company Secretary

- Disclosure in relation to the Sexual Harassment of Women at the Workplace (Prevention, Prohibition & Redressal) Act, 2013, for the financial year ended March 31, 2024;

No of complaints filed	NIL
No of complaints disposed off	NIL
No of complaints pending	NIL

- The Company and its subsidiary has not taken or given any loans and advances to firms/Companies/ Body Corporates in which directors are interested or deemed to be interested.
- The Company has no material subsidiaries for the financial year ended March 31, 2024.
- Details of shares that were required to be transferred to the demat suspense account or unclaimed suspense account during the financial year ended March 31, 2024 is as follows:

Particulars	No. of Shareholders	No. of Shares
Aggregate number of Shareholders and the outstanding shares lying in the Unclaimed Suspense Account as at April 1, 2023	-	-
(Less): Number of Shareholders who approached the Issuer for transfer of shares from the Unclaimed Suspense Account and to whom the shares were transferred from the Unclaimed Suspense Account	-	-
Add: Number of Shareholders and their shares transferred to Unclaimed Suspense Account during the year	2	700
(Less): Number of shares transferred from Unclaimed Suspense Account to the IEPF authority during the financial year 2023-24	-	-
Aggregate number of outstanding equity shares in the Unclaimed Suspense Account as at March 31, 2024	2	700

- There were no agreements entered by the Company that are binding and required to be reported under clause 5A of paragraph A of Part A of Schedule III of Listing Regulations.
- The Company has complied with all the requirements of the corporate governance report as specified in sub-paras (2) to (10) of Part C of Schedule V of the Listing Regulations.
- All mandatory requirements are complied with.

10. CODE OF CONDUCT:

During the financial year under review, the Board of Directors has adopted the Code of Conduct for Directors and Senior Management Personnel. The Code has also been posted on the Company's website at the following link: www.dai-ichiindia.com/wp-content/uploads/2014/08/Code-of-conduct.pdf

The said Code has been communicated to the Directors and Senior Management Personnel and they have also affirmed the compliance thereto for F.Y. ended March 31, 2024.

Sd/-
Meher Vakil
Managing Director

11. CERTIFICATE ON CORPORATE GOVERNANCE:

The Company has obtained a certificate from Practicing Company Secretary confirming compliances with conditions of Corporate Governance as stipulated in the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015.



CERTIFICATE OF NON-DISQUALIFICATION OF DIRECTORS
[Pursuant to Regulation 34(3) and Para C (10)(i) of Schedule V to the SEBI
(Listing Obligations and Disclosure Requirements) Regulations, 2015]

To,
The Members

DAI-ICHI KARKARIA LIMITED

We have examined the relevant registers, records, forms, returns, and disclosures received from the Directors of Dai-ichi Karkaria Limited having CIN L24100MH1960PLC011681 and having registered office at Liberty Building, Sir Vithaldas Thackersey Marg, Mumbai- 400020 (hereinafter referred to as 'the Company'), produced before us by the Company for the purpose of issuing this Certificate, in accordance with Regulation 34(3) read with clause 10(i) of Para C of Schedule V to the Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015.

In our opinion and to the best of our information and according to the verifications (including Directors Identification Number (DIN) status at the portal www.mca.gov.in) as considered necessary and explanations furnished to us by the Company & its officers, we hereby certify that none of the Directors on the Board of the Company as stated below for the Financial Year ended March 31, 2024 have been debarred or disqualified from being appointed or continuing as Directors of companies by the Securities and Exchange Board of India or the Ministry of Corporate Affairs.

Sr. No.	Name of the Director as on March 31, 2024	DIN	Category of Directorship as on March 31, 2024	Date of Appointment
1	Mrs. Shernaz Firoze Vakil	00002519	Executive Director, Chairperson	February 26, 1979
2	Ms. Meher Firoze Vakil	07778396	Managing Director	April 1, 2019
3	Mr. Adi Hirji Jehangir	00001752	Non-Executive Non-Independent Director	February 19, 1986
4	Mr. Ashok Vishwanath Hiremath	00349345	Non-Executive Independent Director	September 9, 2020
5	Mr. Cyrus Adi Bagwadia	01565989	Non-Executive Independent Director	August 11, 2023
6	Mr. Behram Maneck Sorabji	02035239	Non-Executive Independent Director	August 11, 2023

Ensuring the eligibility for the appointment/ continuity of every Director on the Board is the responsibility of the management of the Company. Our responsibility is to express an opinion on these based on our verification. This certificate is neither an assurance as to the future viability of the Company nor of the efficiency or effectiveness with which the management has conducted the affairs of the Company.

For M/s Vinod Kothari & Company
Practicing Company Secretaries
Unique Code: P1996WB042300

Vinita Nair
Senior Partner
Membership No.: F10559
C P No.: 11902

UDIN: F010559F000383723
Peer Review Certificate No.: 4123/2023

Place: Mumbai
Date: May 16, 2024

CERTIFICATE ON CORPORATE GOVERNANCE

**To,
The Members,
Dai-ichi Karkaria Limited
Mumbai**

We have examined the compliance of Corporate Governance by **Dai-ichi Karkaria Limited** ("the Company") for the financial year ending on March 31, 2024, as stipulated in Regulations 17 to 27 and clauses (b) to (i) and (t) of sub-regulation (2) of regulation 46 of the Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015 ("Listing Regulations").

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

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

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

**For M/s Vinod Kothari & Company
Practicing Company Secretaries
Unique Code: P1996WB042300**

**Vinita Nair
Senior Partner
Membership No.: F10559
CP No.: 11902
UDIN: F010559F000383681
Peer Review Certificate No.: 4123/2023**

**Place: Mumbai
Date: May 16, 2024**



Independent Auditors' Report

To the Members of Dai-Ichi Karkaria Limited

Report on the Audit of the Standalone Financial Statements

Opinion

We have audited the standalone financial statements of Dai-Ichi Karkaria Limited (the "Company") which comprise the standalone balance sheet as at 31 March 2024, and the standalone statement of profit and loss (including other comprehensive income), standalone statement of changes in equity and standalone statement of cash flows for the year then ended, and notes to the standalone financial statements, including material accounting policies and other explanatory information.

In our opinion and to the best of our information and according to the explanations given to us, the aforesaid standalone financial statements give the information required by the Companies Act, 2013 ("Act") in the manner so required and give a true and fair view in conformity with the accounting principles generally accepted in India, of the state of affairs of the Company as at 31 March 2024, and its profit and other comprehensive loss, changes in equity and its cash flows for the year ended on that date.

Basis for Opinion

We conducted our audit in accordance with the Standards on Auditing (SAs) specified under Section 143(10) of the Act. Our responsibilities under those SAs are further described in the Auditor's Responsibilities for the Audit of the Standalone 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 standalone financial statements under the provisions of the Act and the Rules thereunder, and we have fulfilled our other ethical responsibilities in accordance with these requirements and the Code of Ethics. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion on the standalone financial statements.

Key Audit Matter

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.

Revenue Recognition	
See Note 3 (H) and Note 26 to standalone financial statements	
The key audit matter	How the matter was addressed in our audit
<p>Revenue is recognized when the control of the products being sold has been transferred to the customer. Due to the Company's sales being under various contractual terms across the country and globally, delivery to customers in different regions might take different time periods and may result in undelivered goods at the period end. We consider a risk of misstatement in the Standalone Financial Statements related to transactions occurring close to the year end, as these transactions could be recorded in the incorrect financial period (cut-off).</p> <p>There is also a risk of revenue being fraudulently overstated due to pressure on the Company to achieve performance targets throughout the period and towards the period end. Accordingly, fraud and cut-off risks in revenue recognition is considered as a key audit matter.</p>	<p>In view of the significance of the matter, we applied the following audit procedures in this area, among others, to obtain sufficient audit evidence :</p> <ul style="list-style-type: none"> – Focusing on the Company's revenue recognition for compliance with Ind AS; – Testing the design, implementation and operating effectiveness of the Company's controls on recording revenue. We focused on controls around existence of revenue; – Performing testing on selected statistical samples of revenue transactions recorded during the year. We verified terms of invoices, acknowledged delivery receipts and tested the transit time to deliver the goods. Our tests of detail focused on cut-off samples to verify only revenue pertaining to current year is recognised based on terms set out in sales invoices and delivery documents; – Assessing high risk journals posted to revenue to identify any unusual items.

Other Information

The Company's Management and Board of Directors are responsible for the other information. The other information comprises the information included in the annual report, but does not include the financial statements and auditor's report thereon. The annual report is expected to be made available to us after the date of this auditor's report.

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

In connection with our audit of the standalone 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 standalone financial statements or our knowledge obtained in the audit, or otherwise appears to be materially misstated.

Management's and Board of Directors Responsibilities for the Standalone Financial Statements

The Company's Management and Board of Directors are responsible for the matters stated in Section 134(5) of the Act with respect to the preparation of these standalone financial statements that give a true and fair view of the state of affairs, profit/loss and other comprehensive income, changes in equity and cash flows of the Company in accordance with the accounting principles generally accepted in India, including the Indian Accounting Standards (Ind AS) specified under Section 133 of the Act. This responsibility also includes maintenance of adequate accounting records in accordance with the provisions of the Act for safeguarding of the assets of the Company and for preventing and detecting frauds and other irregularities; selection and application of appropriate accounting policies; making judgments and estimates that are reasonable and prudent; and design, implementation and maintenance of adequate internal financial controls, that were operating effectively for ensuring the accuracy and completeness of the accounting records, relevant to the preparation and presentation of the standalone financial statements that give a true and fair view and are free from material misstatement, whether due to fraud or error.

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

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

Auditor's Responsibilities for the Audit of the Standalone Financial Statements

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

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

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

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

We also provide those charged with governance with a statement that we have complied with relevant ethical requirements regarding independence, and to communicate with them all relationships and other matters that may reasonably be thought to bear on our independence, and where applicable, related safeguards.



From the matters communicated with those charged with governance, we determine those matters that were of most significance in the audit of the standalone financial statements of the current period and are therefore the key audit matters. We describe these matters in our auditor's report unless law or regulation precludes public disclosure about the matter or when, in extremely rare circumstances, we determine that a matter should not be communicated in our report because the adverse consequences of doing so would reasonably be expected to outweigh the public interest benefits of such communication.

Report on Other Legal and Regulatory Requirements

1. As required by the Companies (Auditor's Report) Order, 2020 ("the Order") issued by the Central Government of India in terms of Section 143(11) of the Act, we give in the "Annexure A" a statement on the matters specified in paragraphs 3 and 4 of the Order, to the extent applicable.
- 2 A. 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 except for the matters stated in the paragraph 2B(f) below on reporting under Rule 11(g) of the Companies (Audit and Auditors) Rules, 2014.
 - c. The standalone balance sheet, the standalone statement of profit and loss (including other comprehensive income), the standalone statement of changes in equity and the standalone statement of cash flows 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 as on 1 April 2024, 3 April 2024 and 5 April 2024 taken on record by the Board of Directors, none of the directors is disqualified as on 31 March 2024 from being appointed as a director in terms of Section 164(2) of the Act.
 - f. the modifications relating to the maintenance of accounts and other matters connected therewith are as stated in the paragraph 2A(b) above on reporting under Section 143(3)(b) and paragraph 2B(f) below on reporting under Rule 11(g) of the Companies (Audit and Auditors) Rules, 2014.
 - g. With respect to the adequacy of the internal financial controls with reference to financial statements of the Company and the operating effectiveness of such controls, refer to our separate Report in "Annexure B".
- B. 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:
 - a. The Company has disclosed the impact of pending litigations as at 31 March 2024 on its financial position in its standalone financial statements - Refer Note 34 to the standalone financial statements.
 - b. The Company did not have any long-term contracts including derivative contracts for which there were any material foreseeable losses.
 - c. There has been no delay in transferring amounts, required to be transferred, to the Investor Education and Protection Fund by the Company.
 - d (i) The management has represented that, to the best of its knowledge and belief, as disclosed in the Note 49 to the standalone financial statements, 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 person(s) or entity(ies), including foreign entities ("Intermediaries"), with the understanding, whether recorded in writing or otherwise, that the Intermediary shall directly or indirectly lend or invest in other persons or entities identified in any manner whatsoever 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, as disclosed in the Note 49 to the standalone financial statements, no funds have been received by the Company from any person(s) or entity(ies), including foreign entities ("Funding Parties"), with the understanding, whether recorded in writing or otherwise, that the Company shall directly or indirectly, lend or invest in other persons or entities identified in any manner whatsoever 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 the audit procedures performed that have been considered reasonable and appropriate in the circumstances, nothing has come to our notice that has caused us to believe that the representations under sub-clause (i) and (ii) of Rule 11(e), as provided under (i) and (ii) above, contain any material misstatement.

- e. The final dividend paid by the Company during the year, in respect of the same declared for the previous year, is in accordance with Section 123 of the Act to the extent it applies to payment of dividend.

As stated in Note 36 to the standalone financial statements, the Board of Directors of the Company has proposed final dividend for the year which is subject to the approval of the members at the ensuing Annual General Meeting. The dividend declared is in accordance with Section 123 of the Act to the extent it applies to declaration of dividend.

- f. Based on our examination which included test checks, except for the instances mentioned below, the Company has used an accounting software for maintaining its books of account, which has a feature of recording audit trail (edit log) facility and the same has operated throughout the year for all relevant transactions recorded in the software:

- i. the feature of audit trail (edit log) facility was not enabled at the database level to log any direct data changes;
- ii. the audit trail (edit log) was not available for more than 99 changes, if any, for every master data or transaction at application level;and
- iii. authorised privileged user(s) had rights to make changes to the audit trail feature. However, the edit logs for changes made to the audit trail feature were not available throughout the year, and hence, we are unable to determine whether changes to the audit trail feature were made during the year.

Further, where audit trail (edit log) facility was enabled and except for sub-paragraph (iii) above, we did not come across any instance of audit trail feature being tampered with.

- C. With respect to the matter to be included in the Auditor's Report under Section 197(16) of the Act:

In our opinion and according to the information and explanations given to us, the remuneration paid by the Company to its directors during the current year is in accordance with the provisions of Section 197 of the Act. The remuneration paid to any director is not in excess of the limit laid down under Section 197 of the Act. The Ministry of Corporate Affairs has not prescribed other details under Section 197(16) of the Act which are required to be commented upon by us.

For B S R & Co. LLP

Chartered Accountants

Firm's Registration No.:101248W/W-100022

Farhad Bamji

Partner

Membership No.: 105234

ICAI UDIN:24105234BKCLLY3677

Place : Mumbai

Date : 27 May 2024



Annexure A to the Independent Auditors' report on the standalone financial statements of Dai-ichi Karkaria Limited for the year ended 31 March 2024

(Referred to in paragraph 1 under 'Report on Other Legal and Regulatory Requirements' section of our report of even date)

- (i) (a) (A) The Company has maintained proper records showing full particulars, including quantitative details and situation of Property, Plant and Equipment.
- (B) The Company has maintained proper records showing full particulars of intangible assets.
- (i) (b) According to the information and explanations given to us and on the basis of our examination of the records of the Company, the Company has a regular programme of physical verification of its Property, Plant and Equipment by which all property, plant and equipment are verified in a phased manner over a period of three years. In accordance with this programme, certain property, plant and equipment were verified during the year. In our opinion, this periodicity of physical verification is reasonable having regard to the size of the Company and the nature of its assets. No material discrepancies were noticed on such verification.
- (c) According to the information and explanations given to us and on the basis of our examination of the records of the Company, the title deeds of immovable properties (other than immovable properties where the Company is the lessee and the leases agreements are duly executed in favour of the lessee) disclosed in the standalone financial statements are held in the name of the Company.
- (d) According to the information and explanations given to us and on the basis of our examination of the records of the Company, the Company has not revalued its Property, Plant and Equipment (including Right of Use assets) or intangible assets or both during the year.
- (e) According to the information and explanations given to us and on the basis of our examination of the records of the Company, there are no proceedings initiated or pending against the Company for holding any benami property under the Prohibition of Benami Property Transactions Act, 1988 and rules made thereunder.
- (ii) (a) The inventory, except goods-in-transit has been physically verified by the management during the year. For goods-in-transit subsequent evidence of receipts has been linked with inventory records. In our opinion, the frequency of such verification is reasonable and procedures and coverage as followed by management were appropriate. No discrepancies were noticed on verification between the physical stocks and the book records that were more than 10% in the aggregate of each class of inventory
- (b) According to the information and explanations given to us and on the basis of our examination of the records of the Company, the Company has been sanctioned working capital limits in excess of five crore rupees, in aggregate, from banks or financial institutions on the basis of security of current assets. In our opinion, the quarterly returns or statements filed by the Company with such banks or financial institutions are in agreement with the books of account of the Company.
- (iii) According to the information and explanations given to us and on the basis of our examination of the records of the Company, the Company has not made any investments, provided 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, provisions of clauses 3(iii)(a) to 3(iii)(f) of the Order are not applicable to the Company.
- (iv) According to the information and explanations given to us and on the basis of our examination of the records of the Company, the Company has not given any loans, or provided any guarantee or security as specified under Section 185 and 186 of the Companies Act, 2013 ("the Act"). In respect of the investments made by the Company, in our opinion the provisions of Section 186 of the Act have been complied with.
- (v) The Company has not accepted any deposits or amounts which are deemed to be deposits from the public. Accordingly, clause 3(v) of the Order is not applicable.
- (vi) We have broadly reviewed the books of accounts maintained by the Company pursuant to the rules prescribed by the Central Government for maintenance of cost records under Section 148(1) of the Act in respect of its manufactured goods and are of the opinion that prima facie, the prescribed accounts and records have been made and maintained. However, we have not carried out a detailed examination of the records with a view to determine whether these are accurate or complete.
- (vii) (a) The Company does not have liability in respect of Service tax, Duty of excise, Sales tax and Value added tax during the year since effective 1 July 2017, these statutory dues has been subsumed into GST.
- According to the information and explanations given to us and on the basis of our examination of the records of the Company, in our opinion amounts deducted / accrued in the books of account in respect of undisputed statutory dues including Goods and Service Tax, Provident Fund, Employees State Insurance, Income-Tax, Duty of Customs or Cess or other statutory dues have been regularly deposited by the Company with the appropriate authorities.
- According to the information and explanations given to us and on the basis of our examination of the records of the Company, no undisputed amounts payable in respect of Goods and Service Tax, Provident Fund, Employees State

Insurance, Income-Tax, Duty of Customs or Cess or other statutory dues were in arrears as at 31 March 2024 for a period of more than six months from the date they became payable.

- (b) According to the information and explanations given to us and on the basis of our examination of the records of the Company, statutory dues relating to Goods and Service Tax, Provident Fund, Employees State Insurance, Income-Tax, Duty of Customs or Cess or other statutory dues which have not been deposited on account of any dispute are as follows:

Name of the statute	Nature of the dues	Amount (₹ in Lakhs)	Period to which the amount relates	Forum where dispute is pending	Remarks, if any
Income Tax Act,1961	Income tax, Interest, and Penalty	29.81	FY 2005-06	High Court	-
Income Tax Act,1961	Income tax, Interest, and Penalty	1.84	FY 2006-07	DCIT	-
Income Tax Act,1961	Income tax, Interest, and Penalty	245.06	FY 2008-09	CIT(A)	-
Income Tax Act,1961	Income tax, Interest, and Penalty	239.43	FY 2008-09	CIT(A)	-
Income Tax Act,1961	Income tax, Interest, and Penalty	13.09	FY 2010-11	AO	-
Income Tax Act,1961	Income tax, Interest, and Penalty	25.32	FY 2011-12	DCIT	-
Income Tax Act,1961	Income tax, Interest, and Penalty	19.78	FY 2012-13	CIT(A)	-
Income Tax Act,1961	Income tax, Interest, and Penalty	5.85	FY 2016-17	CIT(A)	-
Income Tax Act,1961	Income tax, Interest, and Penalty	72.52	FY 2017-18	CIT(A)	-
Service Tax under Finance Act	Service Tax	54.45	FY 2008-09 to FY 2011-12	High Court	-

- (viii) According to the information and explanations given to us and on the basis of our examination of the records of the Company, the Company has not surrendered or disclosed any transactions, previously unrecorded as income in the books of account, in the tax assessments under the Income Tax Act, 1961 as income during the year.
- (ix) (a) According to the information and explanations given to us and on the basis of our examination of the records of the Company, the Company has not defaulted in repayment of loans and borrowing or in the payment of interest thereon to any lender.
- (b) According to the information and explanations given to us and on the basis of our examination of the records of the Company, the Company has not been declared a wilful defaulter by any bank or financial institution or government or government authority.
- (c) In our opinion and according to the information and explanations given to us by the management, term loans were applied for the purpose for which the loans were obtained.
- (d) According to the information and explanations given to us and on an overall examination of the balance sheet of the Company, we report that no funds raised on short-term basis have been used for long-term purposes by the Company.
- (e) According to the information and explanations given to us and on an overall examination of the standalone financial statements of the Company, we report that the Company has not taken any funds from any entity or person on account of or to meet the obligations of its subsidiaries or joint ventures as defined under the Act.
- (f) According to the information and explanations given to us and procedures performed by us, we report that the Company has not raised loans during the year on the pledge of securities held in its subsidiaries or joint ventures (as defined under the Act).
- (x) (a) The Company has not raised any moneys by way of initial public offer or further public offer (including debt instruments). Accordingly, clause 3(x)(a) of the Order is not applicable.
- (b) According to the information and explanations given to us and on the basis of our examination of the records of the Company, the Company has not made any preferential allotment or private placement of shares or fully or partly convertible debentures during the year. Accordingly, clause 3(x)(b) of the Order is not applicable.



- (xi) (a) Based on examination of the books and records of the Company and according to the information and explanations given to us, no fraud by the Company or on the Company has been noticed or reported during the course of the audit.
- (b) According to the information and explanations given to us, no report under sub-section (12) of Section 143 of the Act has been filed by the auditors in Form ADT-4 as prescribed under Rule 13 of the Companies (Audit and Auditors) Rules, 2014 with the Central Government.
- (c) As represented to us by the management, there are no whistle blower complaints received by the Company during the year.
- ((xii) According to the information and explanations given to us, the Company is not a Nidhi Company. Accordingly, clause 3(xii) of the Order is not applicable.
- (xiii) In our opinion and according to the information and explanations given to us, the transactions with related parties are in compliance with Section 177 and 188 of the Act, where applicable, and the details of the related party transactions have been disclosed in the standalone financial statements as required by the applicable accounting standards.
- (xiv) (a) Based on information and explanations provided to us and our audit procedures, in our opinion, the Company has an internal audit system commensurate with the size and nature of its business.
- (b) We have considered the internal audit reports of the Company issued till date for the period under audit.
- (xv) In our opinion and according to the information and explanations given to us, the Company has not entered into any non-cash transactions with its directors or persons connected to its directors and hence, provisions of Section 192 of the Act are not applicable to the Company.
- (xvi) (a) The Company is not required to be registered under Section 45-IA of the Reserve Bank of India Act, 1934. Accordingly, clause 3(xvi)(a) of the Order is not applicable.
- (b) The Company is not required to be registered under Section 45-IA of the Reserve Bank of India Act, 1934. Accordingly, clause 3(xvi)(b) of the Order is not applicable.
- (c) The Company is not a Core Investment Company (CIC) as defined in the regulations made by the Reserve Bank of India. Accordingly, clause 3(xvi)(c) of the Order is not applicable.
- (d) The Company is not part of any group (as per the provisions of the Core Investment Companies (Reserve Bank) Directions, 2016 as amended). Accordingly, the requirements of clause 3(xvi)(d) are not applicable.
- (xvii) The Company has not incurred cash losses in the current and in the immediately preceding financial year.
- (xviii) There has been no resignation of the statutory auditors during the year. Accordingly, clause 3(xviii) of the Order is not applicable.
- (xix) According to the information and explanations given to us and on the basis of the financial ratios, ageing and expected dates of realisation of financial assets and payment of financial liabilities, other information accompanying the standalone financial statements, our knowledge of the Board of Directors and management plans and based on our examination of the evidence supporting the assumptions, nothing has come to our attention, which causes us to believe that any material uncertainty exists as on the date of the audit report that the Company is not capable of meeting its liabilities existing at the date of balance sheet as and when they fall due within a period of one year from the balance sheet date. We, however, state that this is not an assurance as to the future viability of the Company. We further state that our reporting is based on the facts up to the date of the audit report and we neither give any guarantee nor any assurance that all liabilities falling due within a period of one year from the balance sheet date, will get discharged by the Company as and when they fall due.
- (xx) The requirements as stipulated by the provisions of Section 135 are not applicable to the Company. Accordingly, clauses 3(xx)(a) and 3(xx)(b) of the Order are not applicable.

For B S R & Co. LLP

Chartered Accountants

Firm's Registration No.:101248W/W-100022

Farhad Bamji

Partner

Membership No.: 105234

ICAI UDIN:24105234BKCLLY3677

Place : Mumbai

Date : 27 May 2024

Annexure B to the Independent Auditors' report on the standalone financial statements of Dai-Ichi Karkaria Limited for the year ended 31 March 2024

Report on the internal financial controls with reference to the aforesaid standalone financial statements under Clause (i) of Sub-section 3 of Section 143 of the Companies Act,

(Referred to in paragraph 2(A)(g) under 'Report on Other Legal and Regulatory Requirements' section of our report of even date)

Opinion

We have audited the internal financial controls with reference to financial statements of Dai-Ichi Karkaria Limited ("the Company") as of 31 March 2024 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, adequate internal financial controls with reference to financial statements and such internal financial controls were operating effectively as at 31 March 2024, based on the internal financial controls with reference to financial statements 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 (the "Guidance Note").

Management's and Board of Directors' Responsibilities for Internal Financial Controls

The Company's Management and the Board of Directors are responsible for establishing and maintaining internal financial controls based on the internal financial controls with reference to financial statements criteria established by the Company considering the essential components of internal control stated in the Guidance Note. 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 Act.

Auditor's Responsibility

Our responsibility is to express an opinion on the Company's internal financial controls with reference to financial statements based on our audit. We conducted our audit in accordance with the Guidance Note and the Standards on Auditing, prescribed under Section 143(10) of the Act, to the extent applicable to an audit of internal financial controls with reference to financial statements. Those Standards and the Guidance Note require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether adequate internal financial controls with reference to financial statements were 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 with reference to financial statements and their operating effectiveness. Our audit of internal financial controls with reference to financial statements included obtaining an understanding of internal financial controls with reference to financial statements, assessing the risk that a material weakness exists, and testing and evaluating the design and operating effectiveness of internal control based on the assessed risk. The procedures selected depend on the auditor's judgement, including the assessment of the risks of material misstatement of the standalone 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 with reference to financial statements.

Meaning of Internal Financial Controls with Reference to Financial Statements

A company's internal financial controls with reference to financial statements is a process designed to provide reasonable assurance regarding the reliability of financial reporting and the preparation of financial statements for external purposes in accordance with generally accepted accounting principles. A company's internal financial controls with reference to financial statements include those policies and procedures that (1) pertain to the maintenance of records that, in reasonable detail, accurately and fairly reflect the transactions and dispositions of the assets of the company; (2) provide reasonable assurance that transactions are recorded as necessary to permit preparation of financial statements in accordance with generally accepted accounting principles, and that receipts and expenditures of the company are being made only in accordance with authorisations of management and directors of the company; and (3) provide reasonable assurance regarding prevention or timely detection of unauthorised acquisition, use, or disposition of the company's assets that could have a material effect on the financial statements.



Inherent Limitations of Internal Financial Controls with Reference to Financial Statements

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

For B S R & Co. LLP

Chartered Accountants

Firm's Registration No.:101248W/W-100022

Farhad Bamji

Partner

Membership No.: 105234

ICAI UDIN:24105234BKCLLY3677

Place : Mumbai

Date : 27 May 2024

Standalone Balance Sheet as at 31 March 2024

(₹ in lakhs)

Particulars	Note No.	As at 31 March 2024	As at 31 March 2023
A. ASSETS			
NON-CURRENT ASSETS			
(a) Property, plant and equipment	4	12,029	12,766
(b) Capital work-in-progress	4	238	35
(c) Investment property	4	26	32
(d) Intangible assets	4	* -	* -
(e) Right to use assets.....	4	1,125	1,138
(f) Financial assets			
(i) Investments in Subsidiary & Joint Venture	5(a)	68	68
(ii) Other Investments	5(b)	1	1
(iii) Other financial assets.....	6	668	409
(g) Deferred tax assets (net)	7	214	666
(h) Non current tax assets (net)	8	555	556
(i) Other non-current assets	9	19	27
Total non-current assets		14,943	15,698
CURRENT ASSETS			
(a) Inventories	10	1,666	1,917
(b) Financial Assets			
(i) Investments	11	26	15
(ii) Trade receivables	12	2,245	2,672
(iii) Cash and Cash Equivalents	13	629	572
(iv) Bank balances other than (iii) above	14	13	267
(v) Other financial assets	15	91	103
(c) Other current assets	16	628	1,300
Total current assets		5,298	6,846
Total assets		20,241	22,544
B. EQUITY AND LIABILITIES			
EQUITY			
(a) Equity Share capital	17	745	745
(b) Other equity	18	15,342	14,048
Total equity		16,087	14,793
LIABILITIES			
Non-current liabilities			
(a) Financial Liabilities			
(i) Borrowings	19(a)	134	1,725
(ii) Other financial liabilities.....	19(b)	-	79
(b) Provisions	20	155	176
Total non-current liabilities		289	1,980
CURRENT LIABILITIES			
(a) Financial liabilities			
(i) Borrowings	21	1,759	2,096
(ii) Trade payables			
Total outstanding dues of micro enterprises and small enterprises; and	22	95	79
Total outstanding dues of creditors other than micro enterprises and small enterprises	22	1,505	2,733
(iii) Other financial liabilities	23	286	545
(b) Other current liabilities.....	24	61	184
(c) Provisions.....	25	159	134
Total current liabilities		3,865	5,771
Total liabilities		4,154	7,751
Total equity and liabilities		20,241	22,544

Summary of material accounting policies 3

Notes forming part of the standalone financial statements 1-51

The accompanying notes are an integral part of these standalone financial statements

As per our report of even date attached

For B S R & Co. LLP

Chartered Accountants

Firm's Registration No: 101248W/W-100022

Farhad Bamji

Partner

Membership No: 105234

For and on behalf of the Board of Directors

Dai-Ichi Karkaria Limited

CIN: L24100MH1960PLC011681

S. F. Vakil

Chairperson and
Wholetime Director

(DIN: 00002519)

Meher Vakil

Managing Director

(DIN: 07778396)

Farokh P Gandhi

Chief Financial Officer

Membership No. 47573

Ankit Shah

Company Secretary

Membership No. A35008

Place : Mumbai

Date : 27 May 2024

Place : Mumbai

Date : 27 May 2024



Standalone Statement of Profit and Loss for the year ended 31 March 2024

Particulars	Note No.	(₹ in lakhs)	
		Year ended 31 March, 2024	Year ended 31 March, 2023
Income			
Revenue from operations.....	26	13,158	18,394
Other income.....	27	627	644
Total income.....		13,785	19,038
Expenses			
Cost of materials consumed.....	28	7,940	11,572
Changes in inventories of finished goods, semi-finished goods and work-in-progress.....	29	(88)	277
Employee benefits expense.....	30	1,967	1,568
Finance costs.....	31	306	304
Depreciation and amortisation expense.....	32	923	745
Other expenses.....	33	2,710	3,388
Total expenses.....		13,758	17,854
Profit before exceptional items and tax		27	1,184
Exceptional items (Refer Note 48)			
Insurance claim received.....		2,058	285
Profit on sale of properties (Net)		-	742
Profit after exceptional items before tax.....		2,085	2,211
Tax expenses			
Income tax adjustment of earlier years		36	(66)
Deferred tax (net).....		452	430
Total tax expenses		488	364
Profit after tax for the year		1,597	1,847
Other comprehensive income/expense (loss)			
Items that will not be reclassified to profit and loss			
Remeasurements of post-employment benefit obligation.....		(7)	1
Income tax related to items that will not be reclassified to profit or loss....		2	-
Other comprehensive income/(loss) for the year (net of income tax)		(5)	1
Total comprehensive income for the year.....		1,592	1,848
Earnings per equity share Basic and Diluted (of ₹ 10/- each)	38	21.44	24.79

Summary of material accounting policies

Notes forming part of the standalone financial statements 1-51

The accompanying notes are an integral part of these standalone financial statements

As per our report of even date attached

For B S R & Co. LLP

Chartered Accountants

Firm's Registration No: 101248W/W-100022

Farhad Bamji

Partner

Membership No: 105234

For and on behalf of the Board of Directors

Dai-Ichi Karkaria Limited

CIN: L24100MH1960PLC011681

S. F. Vakil

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Wholetime Director
(DIN: 00002519)

Meher Vakil

Managing Director
(DIN: 07778396)

Farokh P Gandhi

Chief Financial Officer
Membership No. 47573

Ankit Shah

Company Secretary
Membership No. A35008

Place : Mumbai
Date : 27 May 2024

Place : Mumbai
Date : 27 May 2024

**Standalone Statement of Changes in Equity
for the Year ended 31 March 2024**

A - Equity share capital

Particulars	As at 31 March, 2024		As at 31 March, 2023	
	Number of shares	₹ in lakhs	Number of shares	₹ in lakhs
(A) Authorised				
Equity shares of ₹ 10/- each with voting rights	10,000,000	1,000	10,000,000	1,000
(B) Issued, subscribed and fully paid				
Equity shares of ₹ 10/- each with voting rights				
Balance at the beginning of the reporting year	7,451,229	745	7,451,229	745
Changes in equity share capital during the year	-	-	-	-
Balance at the end of the reporting year	7,451,229	745	7,451,229	745

B - Other Equity (Refer note 18)

(₹ in lakhs)

Particulars	Reserves and Surplus					Total other equity
	Capital Reserve	Securities Premium Reserve	Capital Redemption Reserve	General Reserve	Retained Earnings	
Balance as at 1 April 2022	77	2,594	16	519	8,994	12,200
Profit for the year ended	-	-	-	-	1,847	1,847
Other Comprehensive Income for the year (net of tax)	-	-	-	-	1	1
Total comprehensive income for the year	-	-	-	-	1,848	1,848
Transactions with owners of the Company						
Dividend on Equity Shares	-	-	-	-	-	-
Balance as at 31 March 2023	77	2,594	16	519	10,842	14,048
Profit for the year ended	-	-	-	-	1,597	1,597
Other Comprehensive income/(loss) for the year (net of tax)	-	-	-	-	(5)	(5)
Total Comprehensive income for the year	-	-	-	-	1,592	1,592
Transactions with owners of the Company						
Dividend on Equity Shares	-	-	-	-	(298)	(298)
Balance as at 31 March 2024	77	2,594	16	519	12,136	15,342

Summary of material accounting policies

3

Notes forming part of the Standalone financial statements

1-51

As per our report of even date attached.

For B S R & Co. LLP

Chartered Accountants
Firm's Registration No: 101248W/W-100022

Farhad Bamji

Partner
Membership No: 105234

Place : Mumbai
Date : 27 May 2024

For and on behalf of the Board of Directors

Dai-Ichi Karkaria Limited
CIN: L24100MH1960PLC011681

S. F. Vakil

Chairperson and
Wholtime Director
(DIN: 00002519)

Farokh P Gandhi

Chief Financial Officer
Membership No. 47573

Meher Vakil

Managing Director
(DIN: 07778396)

Ankit Shah

Company Secretary
Membership No. A35008

Place : Mumbai
Date : 27 May 2024



Standalone Statement of Cash Flow for the year ended 31 March 2024

(₹ in lakhs)

Particulars	For the year ended 31 March, 2024	For the year ended 31 March, 2023
A Cash Flow from Operating Activities:		
Profit after exceptional items before tax	2,085	2,211
<u>Adjustments for:</u>		
Depreciation and amortisation	923	745
Profit on sale of property, plant and equipments	(23)	(742)
Property, plant and equipment written off	16	20
Insurance claim receipt	(2,058)	-
Change in fair value of financials assets at FVTPL	(11)	2
Dividend income	(248)	-
Interest income	(62)	(25)
Interest expenses	305	303
Inventory assets written off during the year	65	104
Provision for non-moving inventories	-	1
Provision for doubtful trade receivables	(31)	(1)
Sundry balance written off	-	12
Liabilities no longer payable written back	(54)	(24)
Unrealised foreign currency loss/(gain) on revaluation (net)	17	(11)
Subtotal of Adjustments	(1,161)	384
Operating Profit before working capital changes	924	2,595
Changes in working capital:		
Adjustments for increase/decrease in:		
Decrease/(Increase) in trade receivables	329	(818)
Decrease in loans, other financial assets and other assets	591	496
Decrease in inventories	186	259
(Decrease) in trade payable, other financial liabilities and other liabilities	(1,241)	(99)
Increase/(Decrease) in provisions	3	(45)
Subtotal of Adjustments	(132)	(207)
Net cash generated from operations	792	2,388
Less : Income tax paid	(35)	(69)
Net cash generated from operating activities	757	2,319
B Cash Flow from Investing Activities:		
Purchases of property, plant and equipment	(588)	(3,629)
Proceeds from sale of property, plant and equipment	61	326
Insurance claim receipt	2,058	-
Investment/(Proceeds) in fixed deposit with bank	(3)	18
Dividend received	248	* -
Interest received	62	27
Net Cash generated from/(used in) investing activities	1,838	(3,258)

Standalone Statement of Cash Flow for the year ended 31 March, 2024 (Contd.)

(₹ in lakhs)

Particulars	For the year ended 31 March, 2024	For the year ended 31 March, 2023
C Cash Flow from Financing Activities:		
(Repayment)/Proceeds of non-current borrowings (net)	(1,591)	1,318
(Repayment)/Proceeds of current borrowings (net)	(337)	330
Dividend paid	(298)	-
Interest paid	(305)	(303)
Net Cash (used in)/generated from financing activities	(2,531)	1,345
D Net Increase in cash and cash equivalents (A+B+C)	64	406
E Cash and cash equivalents as at beginning of the year	572	183
Net comprehensive expense	(5)	-
Effect of movements in exchange rates on cash held	(2)	(17)
F Cash and cash equivalents as at end of the year (D+E) (Refer Note 13)	629	572

* Amount below Rupees One Lakh

Reconciliation of liabilities from financing activities	Non-current borrowing (including current portion) (a)	Current borrowings (b)	Total liabilities from financing activities (a+b)
Opening Balance (as at 1 April 2023)	1,725	2,096	3,821
Add : Proceeds during the year	-	-	-
Less : Repayment during the year	1,591	337	1,928
Closing Balance (as at 31 March 2024)	134	1,759	1,893

Notes:

- The above Cash Flow Statement has been prepared under the "Indirect Method" as set out in the Indian Accounting Standard (Ind AS-7) - "Statement of Cash Flows"
- Purchase of property, plant and equipment includes movements of capital work-in-progress (including capital advances) during the year.
- Cash and cash equivalents are cash and bank balance as per balance sheet

Summary of material accounting policies 3

Notes forming part of the Standalone financial statements 1-51

The accompanying notes are an integral part of these standalone financial statements

As per our report of even date attached.

For B S R & Co. LLP

Chartered Accountants

Firm's Registration No: 101248W/W-100022

Farhad Bamji

Partner

Membership No: 105234

Place : Mumbai

Date : 27 May 2024

For and on behalf of the Board of Directors

Dai-Ichi Karkaria Limited

CIN: L24100MH1960PLC011681

S. F. Vakil

Chairperson and
Wholetime Director
(DIN: 00002519)

Farokh P Gandhi

Chief Financial Officer
Membership No. 47573

Meher Vakil

Managing Director
(DIN: 07778396)

Ankit Shah

Company Secretary
Membership No. A35008

Place : Mumbai

Date : 27 May 2024



Notes forming part of the Standalone financial statements for the year ended 31 March 2024

1. Company overview

Dai-ichi Karkaria Limited ('the Company') is domiciled in India with its registered office situated at 3rd Floor, Liberty Building, Sir Vithaldas Thackersey Marg, Mumbai 400 020, India. The Company was incorporated on 13 May 1960 under the provisions of Indian Companies Act, 1956 and its equity shares is listed on Bombay Stock Exchange (BSE) in India. The Company is engaged in manufacturing of specialty chemicals.

The manufacturing activities of the Company are carried out from its plants located at Dahej (Gujarat) and Kurkumbh, District Pune (Maharashtra).

2. Basis of preparation

A. Statement of compliance

These standalone financial statements have been prepared in accordance with Indian Accounting Standards (Ind AS) as per the Companies (Indian Accounting Standards) Rules, 2015 and Companies (Indian Accounting Standards) (Amendment) Rules, 2016 notified under Section 133 of the Companies Act, 2013 ('the Act') and the other relevant provisions of the Act.

The standalone financial statements were authorised for issue by the Company's Board of Directors on 27 May 2024. Details of the Company's accounting policies are included in Note 3

B. Functional and presentation currency

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

C. Basis of measurement

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

Items	Measurement basis
i) Certain Financial assets and liabilities	Fair value
ii) Net defined benefit asset / (obligation)	Fair Value of plan assets less present value of defined benefit obligations

D. Current and non-current classification

All assets and liabilities have been classified as current or non-current as per the Company's normal operating cycle and other criteria set out in Schedule III of the Act. Based on the nature of its activities and the time between the acquisition of assets for processing and their realisation in cash or cash equivalents, the Company has ascertained its operating cycle as 12 months for the purpose of current or non-current classification of assets and liabilities.

E. Use of estimates and judgements

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

Estimates and underlying assumptions are reviewed on an ongoing basis. Revisions to accounting estimates are recognized prospectively.

Key sources of estimation of uncertainty at the date of the standalone financial statements, which may cause a material adjustment to the carrying amounts of assets and liabilities within the next financial year, is in respect of useful lives of property, plant and equipment, recoverability of deferred tax assets, provision and contingent liabilities and fair value measurement of financial instruments have been discussed below. Key source of estimation of uncertainty in respect of revenue recognition and employee benefits have been discussed in their respective policies.

Useful lives of property, plant and equipment

The Company estimates the useful lives of property, plant and equipment based on the period over which the assets are expected to be available for use. The estimation of the useful lives of property, plant and equipment is based on collective assessment of industry practice, internal technical evaluation and on the historical experience with similar assets. It is possible, however, that future results from operations could be materially affected by changes in estimates brought about by changes in factors mentioned above. The amounts and timing of recorded expenses for any period would be affected by changes in these factors and circumstances. The estimated useful lives are reviewed periodically and are updated if expectations differ from previous estimates due to physical wear and tear, technical or commercial obsolescence and legal or other limits on the use of the assets

Notes forming part of the Standalone financial statements for the year ended 31 March 2024 (Contd.)**Recoverability of deferred tax assets**

In determining the recoverability of deferred income tax assets, the Company primarily considers current and expected profitability of applicable operating business segments and their ability to utilize any recorded tax assets. The Company reviews its deferred income tax assets at every reporting period end, considering sufficient current and projected taxable profits, reversals of taxable temporary differences and tax planning strategies.

Fair value Measurement of financial instrument

When the fair values of financial assets and financial liabilities recorded in the balance sheet cannot be measured based on quoted prices in active markets, their fair value is measured using valuation techniques including the Discounted Cash Flow model. The inputs to these models are taken from observable markets where possible, but where this is not feasible, a degree of judgement is required in establishing fair values. Judgements include considerations of inputs such as liquidity risk, credit risk and volatility.

Changes in assumptions about these factors could affect the reported fair value of financial instruments. The policy has been further explained in detail under note 3 (A).

Provisions and contingent liabilities

A provision is recognised when the Company has a present obligation as a result of past event and it is probable that an out of resources will be required to settle the obligation, in respect of which a reliable estimate can be made. These are reviewed at each balance sheet date and adjusted to reflect the current best estimates. Contingent liabilities are not recognised in the standalone financial statements. Contingent assets are neither recognised nor disclosed in the standalone financial statements.

F. Recent accounting pronouncements

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, 2024, MCA has not issued any standards/ amendments to accounting standards which are effective from 1 April 2024.

3. Material Accounting Policies**A. Financial instruments**

Financial assets and liabilities are recognised when the Company becomes a party to the contractual provisions of the instrument. Financial assets and liabilities are initially measured at fair value. Transaction costs that are directly attributable to the acquisition or issue of financial assets and financial liabilities (other than financial assets and financial liabilities at fair value through profit or loss) are added to or deducted from the fair value measured on initial recognition of financial asset or financial liability.

Cash and cash equivalents

The Company considers all highly liquid financial instruments, which are readily convertible into known amounts of cash that are subject to an insignificant risk of change in value and having original maturities of three months or less from the date of purchase, to be cash equivalents. Cash and cash equivalents consist of balances with banks which are unrestricted for withdrawal and usage.

Financial assets at amortised cost

Financial assets are subsequently measured at amortised cost if these financial assets are held within a business whose objective is to hold these assets 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 on the principal amount outstanding.

Financial assets at fair value through other comprehensive income

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

Financial assets at fair value through profit or loss

Financial assets are measured at fair value through profit or loss unless they are 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 recognised in standalone statement of profit and loss.

The Company has made an election to present subsequent changes in the fair value of equity investments as other income in the standalone statement of profit and loss.

Financial liabilities

Financial liabilities are measured at amortised cost using the effective interest method.



Notes forming part of the Standalone financial statements for the year ended 31 March 2024 (Contd.)

Equity instruments

An equity instrument is a contract that evidences residual interest in the assets of the Company after deducting all of its liabilities. Equity instruments recognised by the Company are recognised at the proceeds received net off direct issue cost.

Derecognition of financial instruments

The Company derecognises a financial asset when the contractual rights to the cash flows from the asset expire, or when it transfers the financial asset and substantially all the risk and rewards of ownership of the asset to another party. On derecognition of a financial asset, the difference between assets carrying amount and the sum of consideration received or receivable or the cumulative gain or loss that had been recognised in the standalone statement of profit and loss.

The Company derecognises financial liabilities when and only when the Company's obligations are discharged, cancelled or have expired. The difference between the carrying amount of the financial liability derecognised and the consideration paid and payable is recognised in the standalone statement of profit and loss.

Offsetting

Financial assets and financial liabilities are offset and the net amount presented in the balance sheet when and only when, the Company currently has a legally enforceable right to set off the amounts and it intends either to settle them on a net basis or to realise the asset and settle the liability simultaneously.

B. Impairment

Financial assets (other than at fair value)

The Company assesses at each date of balance sheet whether a financial asset or a group of financial assets is impaired. Ind AS 109 requires expected credit losses to be measured through a loss allowance. In determining the allowances for doubtful trade receivables, the Company has computed the expected credit loss allowance for trade receivables based on a provision matrix. The provision matrix takes into account historical credit loss experience and is adjusted for forward looking information. The expected credit loss allowance is based on the ageing of the receivables that are due and rates used in the provision matrix. For all other financial assets, expected credit losses are measured at an amount equal to the 12-months expected credit losses or at an amount equal to the life time expected credit losses if the credit risk on the financial asset has increased significantly since initial recognition.

Non-financial assets

Tangible and intangible assets

Property, plant and equipment and intangible assets with finite life are evaluated for recoverability whenever there is any indication that their carrying amounts may not be recoverable. If any such indication exists, the recoverable amount (i.e. higher of the fair value less cost to sell and the value-in-use) is determined on an individual asset basis unless the asset does not generate cash flows that are largely independent of those from other assets. In such cases, the recoverable amount is determined for the cash generating unit (CGU) to which the asset belongs.

If the recoverable amount of an asset (or CGU) is estimated to be less than its carrying amount, the carrying amount of the asset (or CGU) is reduced to its recoverable amount. An impairment loss is recognised in the standalone statement of profit and loss.

C. Property, plant and equipment / Depreciation

(i) Recognition and measurement

Items of property, plant and equipment are measured at cost, less accumulated depreciation, and accumulated impairment losses, if any.

Cost of an item of property, plant and equipment comprises its purchase price, including import duties and non-refundable purchase taxes, after deducting trade discounts and rebates, any directly attributable cost of bringing the item to its working condition for its intended use and estimated costs of dismantling and removing the item and restoring the site on which it is located.

The cost of a self-constructed item of property, plant and equipment comprises the cost of materials and direct labour, and other costs directly attributable to bringing the item to working condition for its intended use, and estimated costs of dismantling and removing the item and restoring the site on which it is located.

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

Any gain or loss on disposal of an item of property, plant and equipment is recognised in standalone statement of profit or loss.

Capital work-in-progress:- Projects under which Property, plant and equipment are not yet ready for their intended use are carried at cost, comprising direct cost, related incidental expenses and attributable interest.

Notes forming part of the Standalone financial statements for the year ended 31 March 2024 (Contd.)

(ii) Subsequent expenditure

Subsequent expenditure is capitalised only if it is probable that the future economic benefits associated with the expenditure will flow to the Company.

(iii) Expenditure during construction period

Expenditure/Income during construction period (including financing cost related to borrowed funds for construction or acquisition of qualifying PPE) is included under capital work-in-progress, and the same is allocated to the respective PPE on the completion of their construction. Advances given towards acquisition or construction of PPE outstanding at each reporting date are disclosed as capital advances under “other non-current assets”.

(iv) Depreciation

Depreciation of property, plant and equipment is calculated using the straight-line method, except few assets transferred from Kasarwadi plant to Dahej plant which continue to be depreciated using diminishing value method. Freehold land is not depreciated.

Depreciation is charged on the cost of the property plant and equipment less estimated residual value over the useful lives as per Schedule II of the Companies Act, 2013, this useful life are shown below. Depreciation on additions (disposals) is provided on pro-rata basis i.e. from (upto) the date on which the asset is ready for use (disposed-off).

Asset	Management estimate of useful life (years)	Useful life (years) – as per schedule II
Leasehold land	Amortised over the lease period	-
Leasehold improvements	Amortised over lower of the lease period or 7 years	-
Building	3-60	30 – 60
Road	3-10	10
Plant and machinery	10-20	8-20
Furniture and fixture	10	10
Vehicles	8	10
Office equipment	3-15	8-20

Depreciation method, useful lives and residual values are reviewed at each financial year-end and adjusted if appropriate. Based on technical evaluation and assessment management believes that its estimates of useful lives as given above best represent the period over which management expects to use these assets and in such cases the useful life differs from useful life as per schedule II.

D. Intangible assets

(i) Recognition and measurement

Intangible assets including those acquired by the Company are initially measured at cost. Such intangible assets are subsequently measured at cost less accumulated amortisation and any accumulated impairment losses.

(ii) Subsequent expenditure

Subsequent expenditure is capitalised only when it increases the future economic benefits embodied in the specific asset to which it relates. All other expenditures are recognised in standalone statement of profit or loss as incurred.

(iii) Amortisation

Amortisation is calculated to write off the cost of intangible assets less their estimated residual values over the estimated useful lives using the straight-line method, and is included in depreciation and amortisation in standalone statement of profit and loss.

The estimated useful lives are as follows:

Software	6 years
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Amortisation method, useful lives and residual values are reviewed at the end of each financial year and adjusted if appropriate.

E. Inventories

Inventories are measured at the lower of cost and net realisable value. The cost of raw materials are computed basis the moving average cost, and includes expenditure incurred in acquiring the inventories, production or conversion costs and other costs incurred in bringing them to their present location and condition. In the case of finished products and work-in-progress, costs includes an appropriate share of fixed production overheads based on normal operating capacity.

Net realisable value is the estimated selling price in the ordinary course of business, less the estimated selling expenses.



Notes forming part of the Standalone financial statements for the year ended 31 March 2024 (Contd.)

The net realisable value of work-in-progress is determined with reference to the selling price of related finished goods. Raw materials, components and other supplies held for use in production of finished goods are not written down below cost except in cases where material prices have declined and it is estimated that the cost of the finished products will exceed their net realisable value.

The comparison of cost and net realisable value is made on an item-by-item basis.

F. Employee benefits

i. Short-term employee benefits

Short-term employee benefit obligations are measured on an undiscounted basis and are expensed as the related service is provided. A liability is recognised for the amount expected to be paid e.g., under short-term cash bonus, if the Company has a present legal or constructive obligation to pay this amount as a result of past service provided by the employee, and the amount of obligation can be estimated reliably.

ii. Defined contribution plans

A defined contribution plan is a post-employment benefit plan under which an entity pays fixed contributions into a separate entity and will have no legal or constructive obligation to pay further amounts.

The Company's contributions to provident fund, superannuation fund and employee state insurance scheme are considered as defined contribution plans and is charged to the standalone statement of profit and loss based on the amount of contribution required to be made and when services are rendered by the employee.

iii. Defined benefit plan

For defined benefit plans, the cost of providing benefits is determined using the projected unit credit method, with actuarial valuations being carried out at each balance sheet date. Re measurement, comprising actuarial gains and losses, the effect of the changes to the asset ceiling (if applicable) and the return on plan assets (excluding net interest), is reflected immediately in the balance sheet with a charge or credit recognised in other comprehensive income (OCI) in the period in which they occur. Re-measurement recognised in OCI is reflected immediately in retained earnings and will not be reclassified to standalone statement of profit and loss. Past service cost is recognised in the standalone statement of profit and loss in the period of a plan amendment. Net interest is calculated by applying the discount rate at the beginning of the period to the net defined benefit liability or asset.

Gratuity

The Company's liability towards Gratuity, which is a defined benefit plan, is determined on the basis of valuations, as at Balance Sheet date, carried out by an independent actuary using Projected Unit Credit Method. Remeasurement of the net defined benefit liability which comprise actuarial gains and losses are recognised immediately in Other Comprehensive Income in the period in which they occur.

iv. Other long-term employee benefits – Compensated absences

Compensated absences which are not expected to occur within twelve months after the end of the period in which the employee renders the related service are recognised as a liability at the present value of the defined benefit obligation determined based on percentage unit credit method with independent actuarial valuation as at the balance sheet date. The discount rates used for determining the present value of the obligation under defined benefit plan, are based on the market yields on government securities as at the balance sheet date. Remeasurements gains or losses are recognised in standalone statement of profit or loss in the period in which they arise.

G. Provisions, contingent liabilities and contingent assets

A provision is recognised if, as a result of a past event, the Company has a present legal or constructive obligation that can be estimated reliably, and it is probable that an outflow of economic benefits will be required to settle the obligation. Provision are recognised at the best estimates of the expenditure required to settle the present obligation at the balance sheet date. If the effect of the time value of money is material, provisions are discounted using a pre-tax rate that reflects, when appropriate, the risks specific to the liabilities.

A present obligation that arises from past events where it is either not probable that an outflow of resources will be required to settle or a reliable estimate of the amount cannot be made, is disclosed as a contingent liability. Contingent liabilities are also disclosed when there is a possible obligation arising from past events, the existence of which will be confirmed only by the occurrence or non - occurrence of one or more uncertain future events not wholly within the control of the Company.

Claims against the Company where the possibility of any outflow of resources in settlement is remote, are not disclosed as contingent liabilities.

Contingent assets are not recognised in standalone financial statements since this may result in the recognition of income that may never be realised. However, when the realisation of income is virtually certain, then the related asset is not a contingent asset and is recognised. Provisions, contingent liabilities and contingent assets are reviewed at each Balance Sheet date

Notes forming part of the Standalone financial statements for the year ended 31 March 2024 (Contd.)**H. Revenue****i. Sale of goods**

Revenue is measured at the fair value of consideration received or receivable net off trade discounts, volume rebates, outgoing taxes on sales. Any amounts receivable from the customer are recognised as revenue after the control over the goods sold are transferred to the customer. Revenue is recognised on the basis of approved contracts regarding the transfer of goods or services to a customer for an amount that reflects the consideration to which the entity expects to be entitled in exchange for those goods or services.

ii. Rendering of services

Revenue for job work services is recognised as and when services are rendered, in accordance with the terms of the contract. The amount recognised as revenue is exclusive of goods and service tax (GST) and its net of returns and trade discounts.

iii. Rental income

Rental income is recognised as part of other income on a straight-line basis over the term of the lease except where the rentals are structured to increase in line with expected general inflation.

iv. Export benefits

Export benefits available under prevalent schemes are accrued when no significant uncertainty exist regarding its ultimate collection.

v. Dividend

Dividend from investment is recognised as revenue when right to receive the payments is established.

vi. Interest income

Interest income is recognised using the effective interest rate method.

I. Income tax

Income tax comprises current and deferred tax. It is recognised in profit or loss except to the extent that it relates to a business combination or to an item recognised directly in equity or in other comprehensive income.

Current tax

Current tax comprises the expected tax payable or receivable on the taxable income or loss for the year and any adjustment to the tax payable or receivable in respect of previous years. The amount of current tax reflects the best estimate of the tax amount expected to be paid or received after considering the uncertainty, if any, related to income taxes. It is measured using tax rates (and tax laws) enacted or substantively enacted by the reporting date.

Current tax assets and current tax liabilities are offset only if there is a legally enforceable right to set off the recognised amounts, and it is intended to realise the asset and settle the liability on a net basis or simultaneously.

Deferred tax

Deferred tax is recognised in respect of temporary differences between the carrying amounts of assets and liabilities for financial reporting purposes and the corresponding amounts used for taxation purposes. Deferred tax is also recognised in respect of carried forward tax losses and tax credits.

Deferred tax assets are recognised to the extent that it is probable that future taxable profits will be available against which they can be used. Deferred tax assets - unrecognised or recognised, are reviewed at each reporting date and are recognised/ reduced to the extent that it is probable/ no longer probable respectively that the related tax benefit will be realised.

Deferred tax is measured at the tax rates that are expected to apply to the period when the asset is realised or the liability is settled, based on the laws that have been enacted or substantively enacted by the reporting date.

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

Deferred tax assets or liabilities are offset if there is a legally enforceable right to offset current tax liabilities and assets, and they relate to income taxes levied by the same tax authority on the same taxable entity, or on different taxable entities, but they intend to settle current tax liabilities and assets on net basis or their tax assets and liabilities will be realised simultaneously.

The Company has adopted Deferred Tax related to Assets and Liabilities arising from a Single Transaction (Amendments to Ind AS 12) from 1 April 2023. The amendments narrow the scope of the initial recognition exemption to exclude transactions that give rise to equal and offsetting differences- e.g., leases and decommissioning liabilities. For leases and decommissioning liabilities, an entity is required to recognise the associated deferred tax assets and liabilities from the beginning of the earliest comparative period presented, with any cumulative effect recognised as an adjustment to retained



Notes forming part of the Standalone financial statements for the year ended 31 March 2024 (Contd.)

earnings or other components of equity at that date. For all other transactions, an entity applies the amendments to transactions that occur on or after the beginning of the earliest period presented.

The Company previously accounted for deferred tax on leases and decommissioning liabilities by applying the 'integrally linked' approach, resulting in a similar outcome as under the amendments, except that the deferred tax asset or liability was recognised on a net basis. Following the amendments, the Company has recognised a separate deferred tax asset in relation to its lease liabilities and a deferred tax liability in relation to its right-to-use assets as at 1 April 2022 and thereafter. However, there was no impact on the balance sheet because of the balances qualify for offset under paragraph 74 of Ind AS 12. There was also no impact on the opening retained earnings as at 1 April 2022 as a result of the change. The key impact for the Company relates to disclosure of the deferred tax assets and liabilities recognised.

Minimum alternate tax Credit Entitlement

Minimum alternate tax (MAT) paid in a year is charged to the standalone statement of profit and loss as current tax. The Company recognises a deferred tax asset on the MAT credit available only to the extent that there is convincing evidence that the Company will pay normal income tax during the specified period, i.e., the period for which MAT credit is allowed to be carried forward. The Company reviews the deferred tax asset created on MAT credit entitlement asset at each reporting date and writes down the asset to the extent the Company does not have convincing evidence that it will pay normal tax during the specified period.

J. Borrowing costs

Borrowing cost are interest and other costs (including exchange differences relating to foreign currency borrowings to the extent that they are regarded as an adjustment to interest cost) incurred in connection with the borrowing of funds. Borrowing costs directly attributable to acquisition or construction of asset which necessarily take a substantial period of time to get ready for their intended use are capitalised as part of cost of asset. Other borrowing costs are recognised as an expense in the period in which they are incurred.

K. Earnings per share

The basic earnings per share ('EPS') is computed by dividing the net profit / (loss) after tax for the year attributable to the equity shareholders by the weighted average number of equity shares outstanding during the year.

For the purpose of calculating diluted earnings per share, net profit/(loss) after tax for the year attributable to the equity shareholders and the weighted average number of equity shares outstanding during the year are adjusted for the effects of all dilutive potential equity shares.

L. Foreign currency transactions

In preparing the standalone financial statements of the Company, transactions in currencies other than the Company's functional currency (i.e. foreign currencies) are recognised at the rates of exchange prevailing at the dates of the transactions. At the end of each reporting period, monetary items denominated in foreign currencies are translated at the rates prevailing at that date. Non-monetary items carried at fair value that are denominated in foreign currencies are translated at the rates prevailing at the date when the fair value was determined. Non-monetary items that are measured in terms of historical cost in a foreign currency are translated using the exchange rate as at the date of initial transactions.

Exchange differences on monetary items are recognised in the standalone statement of profit and loss in the period in which they arise.

M. Investment in subsidiary and joint venture

The Company's investment in its subsidiary and joint venture are carried at cost.

N. Cash and cash equivalents

Cash and cash equivalents in the balance sheet comprise cash at bank and in hand and short-term deposits with banks that are readily convertible into cash which are subject to insignificant risk of changes in value and are held for the purpose of meeting short-term cash commitments.

O. Cash flow statement

Cash flow statement Cash Flows are reported using the indirect method, whereby net Profit before tax is adjusted for the effects of transactions of a non-cash nature, such as deferrals or accruals of past or future operating cash receipts or payments and items of income or expenses associated with investing or financing cash flows. In the statements 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 as integral part of the Company cash management.

Notes forming part of the Standalone financial statements for the year ended 31 March 2024(Contd.)

4. Property, plant and equipment, capital work in progress and Intangible Assets (₹ in lakhs)

Particulars	Gross block			Accumulated depreciation/amortisation				Net Block	
	As at 1 April 2023	Additions	Disposal	As at 31 March 2024	As at 1 April 2023	For the year	Disposal	As at 31 March 2024	As at 31 March 2023
A. Tangible Assets									
Buildings Residential	24	-	-	24	21	2	-	23	1
Buildings: Non Residential	5,103	18	-	5,121	556	167	-	722	4,547
Road	585	-	-	585	260	58	-	318	325
Plant and Machinery	10,144	180	136	10,188	2,592	649	80	3,159	7,552
Furniture and Fixtures	190	-	-	190	83	14	-	97	107
Laboratory, office and factory equipment and air conditioners	351	22	-	373	138	11	-	149	213
Vehicles	107	-	-	107	88	3	-	91	19
Total Tangible Assets	16,504	220	136	16,588	3,738	904	80	4,559	12,029
B. Intangible Assets									
Computer Software	38	-	-	38	38	-	-	38	-
Total	16,542	220	136	16,626	3,776	904	80	4,597	12,766
C. Capital Work- in-Progress (Refer note 45 (C))	35	423	220	238	-	-	-	-	35
D. Investment property									
Building (Refer note 2)	153	-	-	153	121	6	-	127	32
E. Right of use assets									
Leasehold land	1,233	-	-	1,233	95	13	-	108	1,138

* Amount below Rupees One Lakh

Notes

- 1) Kindly refer note no 19 on Borrowings, for the details related to hypothecated property, plant and equipment of the Company
- 2) (i) Building includes commercial property which is classified as investment in property by the Company in accordance with IND AS 40 "Investment property"
 (ii) The rental income recognised by the Company during the year ended March 31 2024 was ₹ 70 lakhs (March 31 2023 ₹ 124 lakhs) and was included in "Other income"
 (iii) Total fair value of Investment Property is ₹ 1,490 lakhs and the Company has not recognised any impairment loss during the year (March 31 2023 ₹ Nil)

Notes forming part of the Standalone financial statements for the year ended 31 March 2024 (Contd.)

(₹ in lakhs)

4 (a) Property, plant and equipment, capital work in progress and Intangible Assets (Continued)

Particulars	Gross block			Accumulated depreciation/amortisation			Net Block		
	As at 1 April 2022	Additions	Disposal	As at 31 March 2023	As at 1 April 2022	For the year	Disposal	As at 31 March 2023	As at 31 March 2023
A. Tangible Assets									
Buildings Residential	46	-	22	24	36	2	17	21	3
Buildings: Non Residential	3,472	1,632	*	5,103	432	124	*-	556	4,547
Road	585	-	-	585	202	58	-	260	325
Plant & Machinery	7,793	2,507	156	10,144	2,218	513	139	2,592	7,552
Furniture & Fixtures	186	4	-	190	69	14	-	83	107
Laboratory, Office and factory equipment and air conditioners	344	25	18	351	148	7	17	138	213
Vehicles	120	1	14	107	95	5	12	88	19
Total Tangible Assets	12,546	4,169	211	16,504	3,200	723	185	3,740	12,766
B. Intangible Assets									
Computer Software	38	-	-	38	36	2	-	38	-
Total	12,584	4,169	211	16,542	3,236	725	185	3,778	12,766
C. Capital Work-in-Progress (Refer note 45 (C))	205	35	3,965	35	-	-	-	-	35
D. Investment property									
Building	153	-	-	153	114	7	-	121	32
E. Right of use assets									
Leasehold land	1,233	-	-	1,233	82	13	-	95	1,138

*Amount below Rupees One Lakh

Notes

- Kindly refer note no 19 on Borrowings, for the details related to hypothecated property, plant and equipment of the Company
- (i) Building includes commercial property which is classified as investment in property by the Company in accordance with IND AS 40 "Investment property"
(ii) The rental income recognised by the Company during the year ended March 31 2023 was ₹ 124 lakhs (March 31 2022 ₹ 31 lakhs) and was included in "Other income"
(iii) Total fair value of Investment Property is ₹ 1,490 lakhs and the Company has not recognised any impairment loss during the year (March 31 2022 ₹ Nil)
- The Company has disposed off its land parcel at Pune with Book Value of ₹ 54 lakhs during the Financial Year 2022-23.



Notes forming part of the Standalone financial statements for the year ended 31 March 2024 (Contd.)

(₹ in lakhs)

Particulars	As at 31 March 2024	As at 31 March 2023
5(a). Investments - Non-current		
In Equity Shares, Unquoted (at cost)		
In Subsidiary		
(i) Dai-Ichi Gosei Chemicals (India) Limited 48,500 shares (31 March 2023 : 48,500 shares).....	5	5
In Joint Venture		
(ii) ChampionX Dai-Ichi India Private Limited 1,125,000 shares (31 March 2023 : 1,125,000 shares).....	68	68
	73	73
Less : Provision for diminution in value of investment - Investment in Equity Shares of Dai-Ichi Gosei Chemicals (India) Limited	(5)	(5)
Total	68	68
5(b). Other Investments		
(a) Unquoted :		
The Zoroastrian Co-operative Bank Limited, unquoted (at fair value through profit and loss)		
4,000 shares (31 March 2023 : 4,000 shares)	1	1
	1	1
6. Financial Assets - Non-current		
(Unsecured and considered good)		
To parties other than related parties		
Security Deposits	252	251
Margin money deposits with maturity greater than twelve months	416	158
Total	668	409
7. Deferred tax assets (net)		
Deferred Tax Assets		
Insurance claim receivable.....	-	517
Retirement benefits.....	79	71
Loss allowance on trade receivables.....	4	11
Bonus.....	7	6
MSME Balance.....	5	-
Income tax loss.....	1,244	1,135
Others.....	-	6
Total deferred tax assets (a).....	1,339	1,746



Notes forming part of the Standalone financial statements for the year ended 31 March 2024 (Contd.)

Particulars	(₹ in lakhs)	
	As at 31 March 2024	As at 31 March 2023
Deferred tax liabilities		
Property, plant and equipment and Intangible assets	1,123	1,078
Fair valuation of investments	1	2
Others	1	-
Total deferred tax liabilities (b)	1,125	1,080
Net deferred tax assets (a-b)	214	666
Deferred tax assets recognised (net) (Refer note 46)	214	666
8. Non Current Tax Assets		
(Unsecured, considered good)		
Advance Tax (Net of provision ₹ 1,695 lakhs (31 March 2023 : ₹ 2,608 lakhs)	555	556
Total	555	556
9. Other non current assets		
(Unsecured, considered good)		
Balance with Government Authorities	4	4
Prepaid expenses	15	23
Total	19	27
10. Inventories		
(At lower of cost and net realisable value)		
Raw materials (including goods-in-transit ₹ 29.56 Lakhs ;31 March 2023 ₹ 58 Lakhs)	728	1,037
Packing material.....	17	28
Work-in-progress.....	63	41
Finished goods (including goods-in-transit ₹ 40 Lakhs; 31 March 2023 ₹ 32 Lakhs)	438	374
Semi finished goods.....	277	274
Spare and consumables.....	143	163
Total	1,666	1,917
Note: Inventories are hypothecated against cash credit facility from bank		
11. Current investments		
(a) In equity instruments (at fair value through profit and loss)		
(i) Quoted:		
2,412 shares (31 March 2023: 2,412 shares) of ₹ 10 each fully paid up in Heubach Colorants India Limited (formerly known as Clariant Chemicals (India) Limited).....	11	6
8,100 shares (31 March 2023: 8,100 shares) of ₹ 10 each fully paid up in Bank of India.....	12	6
2,000 shares (31 March 2023: 2,000) of ₹ 2 each in Bharat Seats Limited.....	3	2

Notes forming part of the Standalone financial statements for the year ended 31 March 2024 (Contd.)

(₹ in lakhs)

Particulars	As at 31 March 2024	As at 31 March 2023
(ii) Unquoted		
1,000 shares (31 March 2023: 1,000 shares) of ₹ 25 each fully paid up of The Shamrao Vithal Co-operative Bank Limited.....	* -	* -
2,500 shares (31 March 2023: 2,500 shares) of ₹ 10 each fully paid up of The Saraswat Co-operative Bank Limited.....	* -	* -
Total	26	14
1) Aggregate cost of quoted investments	4	4
2) Aggregate market value of listed and quoted investments	26	14
3) Aggregate cost of unquoted investments	* -	* -
4) Aggregate cost of unquoted investments (net of diminution in value written off)	* -	* -
* Amount below Rupees One Lakh		
12. Trade receivables		
(unsecured)		
Considered good	2,245	2,672
Credit impaired	14	45
Less :- Loss allowance	(14)	(45)
Total	2,245	2,672
(i) Of the above, dues include amount due from related parties ₹ 49 lakhs (31 March 2023: ₹ 486 lakhs)		
(ii) Trade Receivables include ₹ 1,045 lakhs (31 March 2023: ₹ 843 lakhs) due from the one customer.		
(iii) Trade receivables are hypothecated as security for borrowings		
(iv) Ageing of trade receivable is disclosed in Note 45 D for schedule III disclosure.		
13. Cash and cash equivalents		
Balances with Banks		
(i) In current accounts	8	28
(ii) In exchange earners foreign currency account	392	451
(iii) Deposits with maturity of less than three months	229	93
Cash on hand	* -	* -
Total	629	572
* Amount below Rupees One Lakh		
14. Bank balances other than cash and cash equivalents		
Unpaid dividend	10	8
Deposits with banks with original maturity of more than three months but less than twelve months	3	259
(Balances held as margin money against guarantees and other commitments)		
Total	13	267



Notes forming part of the Standalone financial statements for the year ended 31 March 2024 (Contd.)

(₹ in lakhs)

Particulars	As at	
	31 March 2024	31 March 2023
15. Other financial assets - current		
(unsecured, considered good)		
From parties other than related parties:		
Export Incentive receivable	91	103
Interest Receivable on investments and deposits	* -	* -
Total	91	103

* Amount below Rupees One Lakh

Particulars	As at	
	31 March 2024	31 March 2023
16. Other current assets		
(unsecured, considered good)		
Prepaid expenses	82	168
Advance to suppliers	28	14
Advance to employees	1	* -
Balances with government authorities		
i) Goods and service tax act	501	1,097
ii) Value added tax	* -	* -
iii) Duty drawback receivable	16	21
Total	628	1,300

* Amount below Rupees One Lakh

17. Share capital

(₹ in lakhs)

Particulars	As at 31 March, 2024		As at 31 March, 2023	
	Number of shares	Amount	Number of shares	Amount
(A) Authorised				
Equity shares of ₹ 10/- each with voting rights	1,00,00,000	1,000	1,00,00,000	1,000
(B) Issued, Subscribed and fully paid				
Equity shares of ₹ 10/- each with voting rights	74,51,229	745	74,51,229	745
Total	74,51,229	745	74,51,229	745

(C) Reconciliation of number of shares and amount outstanding at the beginning and at the end of the reporting period

Particulars	As at 31 March, 2024		As at 31 March, 2023	
	Number of shares	Amount	Number of shares	Amount
Equity shares				
At the commencement of period.....	74,51,229	745	74,51,229	745
Add / (Less): Equity shares issued / bought back during the year	-	-	-	-
At the end of the period	74,51,229	745	74,51,229	745

Notes forming part of the Standalone financial statements for the year ended 31 March 2024(Contd.)

(₹ in lakhs)

(D) Details of equity shares held by each shareholder holding more than 5% shares:

Class of shares / Name of shareholder	As at 31 March, 2024		As at 31 March, 2023		% change during the year
	Number of shares held	% holding	Number of shares held	% holding	
Equity shares with voting rights					
Mrs. S. F Vakil (Promoter shareholder)	36,24,179	48.64%	36,24,179	48.64%	0.00%

- (E) There were no equity shares allotted as fully paid up pursuant to contracts without payment received in cash, there were no bonus shares allotted and there were no equity shares bought back, during the period of 5 years immediately preceding the Balance Sheet date.
- (F) The Company has one class of equity shares having par value of ₹ 10/- per share. In the event of liquidation of the Company, equity shareholders will be entitled to receive remaining assets of the Company after distribution of all preferential amounts. The distribution will be in proportion to the number of equity share held by the shareholders.

18. Other equity

(₹ in lakhs)

Particulars	As at 31 March 2024	As at 31 March 2023
(a) Capital reserve		
Balance as at the commencement and end of the year	77	77
(b) Capital redemption reserve		
Balance as at the commencement and end of the year	16	16
(c) Securities premium account		
Balance as at the commencement and end of the year	2,594	2,594
(d) General reserve		
Balance as at the commencement and end of the year	519	519
(e) Retained Earnings		
Balance as at the commencement of the year.....	10,929	9,082
Add: Profit for the year.....	1,597	1,847
	12,526	10,929
Less : Dividend to equity shareholders (₹ 4 per share) (Previous year ₹ Nil per share) (Refer note 39)	(298)	-
Balance as at the end of the year	12,228	10,929
(f) Other terms of other comprehensive income /(Loss)		
Balance as at the commencement of the year	(87)	(88)
Add: Remeasurement of employment benefit obligation (net of tax).....	(5)	1
Balance as at the end of the year	(92)	(87)
Total	15,342	14,048

Nature and Purpose of Reserves

- (a) Capital reserve
Any profit or loss on purchase, sale, issue or cancellation of the Company's own equity instruments is transferred to capital reserve.
- (b) Capital redemption reserve
A statutory reserve created to the extent of sum equal to the nominal value of the share capital extinguished on buyback of company's own shares pursuant to Section 69 of the Companies Act, 2013. The reserve is utilised in accordance with the provisions of section 69 of the Companies Act, 2013.



Notes forming part of the Standalone financial statements for the year ended 31 March 2024(Contd.)

- (c) Securities premium account
Securities premium reserve is credited when shares are issued at a premium. It is utilized in accordance with the provisions of the Act, to issue bonus shares, to provide for premium on redemption of shares, write-off equity related expenses like underwriting costs, etc.
- (d) General reserve
General reserve is a free reserve, which is created by transferring funds from retained earnings to be used time to time to transfer profits from retained earnings for appropriation purposes.
- (e) Retained earnings
Retained earnings are the profits that the Company has earned till date, less any transfers to General Reserve and payment of dividend.
- (f) Other items of other comprehensive income
Other items of other comprehensive income consist of re-measurement of net defined benefit liability/asset.
- (g) Dividends declared by the Company are based on profits available for distribution. During financial year 2023-24 Company has paid final dividend of ₹ 4 per share in respect of the year ended 31 March 2023.
- (h) The Board of Directors of the Company at the meeting held on 27 May 2024 proposed a dividend of ₹ 2 per share (previous year ₹ 4 per share) subject to approval of the members at the ensuing Annual General Meeting.

19(a). Non - current financial liabilities - borrowings

(₹ in lakhs)

Particulars	As at 31 March 2024	As at 31 March 2023
(a) Term loan from banks - Secured (Refer note (i) A).....	-	1,521
(b) Working capital term loan from banks - Secured (Refer note (i) B).....	134	204
Total	134	1,725

Note (i)

(A) The term loan from Axis Bank is secured by:

- First pari-passu charge by way of hypothecation/mortgage of entire movable and immovable property, plant and equipment of the Company, both present and future at Dahej, Kurkumbh and Ceejay House
- Second pari-passu charge by way of hypothecation charge on entire current assets of the Company, including inventories and trade receivables, both present and future.
- Escrow of monthly rental to be received from Ceejay House, property, Worli, Mumbai.
- Rate of interest payable is REPO + 4.5%
- Term loan was applied for the purpose for which the loan was obtained
- Bank returns/stock statements filed by the Company with its bankers are in agreement with books of account.
- Company has repaid entire Term Loan in October 2023, from proceeds of insurance claim

(B) The working capital term loan from Axis Bank is secured by:

- Second charge on Primary and Collateral Securities as above
- Rate of interest payable is REPO + 4.5%

Axis Bank term loan and working capital repayment schedule

(₹ in lakhs)

Particulars	Total No of Installment	Outstanding Nos of Installment	Monthly Installment	Principal Loan amount
Working capital term loan				
Financial Year 2024-25	12	12	5.83	70
Financial Year 2025-26	12	12	5.83	70
Financial Year 2026-27	11	11	5.83	64
				204

Note (ii)

Loan from Director of ₹ 320 lakhs carries interest rate of 8.50 % per annum.

Note (iii)

The Company has not defaulted on repayment of interest and loans as at the balance sheet date.

Notes forming part of the Standalone financial statements for the year ended 31 March 2024(Contd.)

Note (iv)

(₹ in lakhs)

Current maturities of long term borrowings

Particulars	As at 31 March 2024	As at 31 March 2023
- Term loans from banks and others	70	465

19(b). Non - current financial liabilities - others

	As at 31 March 2024	As at 31 March 2023
Security Deposit.....	-	75
Deferred rent.....	-	4
Total	-	79

20. Provision - non current

Provision for employee benefits		
Gratuity.....	24	38
Compensated absences	131	110
Provision for taxation.....	-	28
Total	155	176

21. Current financial liabilities - borrowings

Loan From Director (Refer note 41).....	327	346
Cash credit (secured).....	1,362	1,285
Total	1,689	1,631
Current maturities of long term borrowings		
- Term loans from banks & others (Refer note 19 (a) for repayment schedule)	70	465
Total	1,759	2,096

22. Trade payables

i) total outstanding dues of micro enterprises and small enpterises (Refer note)	95	79
ii) total outstanding dues of creditors other than micro enpterises and small enterprises (Refer note 41 for Related party transactions).....	1,505	2,733
Total	1,600	2,812

Note

Ageing of trade payable is disclosed in Note 45 B for schedule III disclosure.
Micro enterprises and small enterprises

Information in respect of micro, small and medium enterprises as defined under micro, small and medium enterprises development act, 2006 (MSMED Act, 2006) has been determined to the extent such parties have been identified on the basis of information available with the Company.

The following disclosures are made for the amounts due to the micro, small and medium enterprises:

(i) Principal Amount remaining unpaid to any supplier as at the end of the year.....	74	79
(ii) Interest due thereon remaining unpaid to any supplier as at the end of the year	21	21
(iii) The amount of interest paid by the buyer under MSMED Act 2006 along with the amounts of the payment made to the supplier beyond the appointed day during the year	-	-



Notes forming part of the Standalone financial statements for the year ended 31 March 2024 (Contd.)

(₹ in lakhs)

Particulars	As at 31 March 2024	As at 31 March 2023
(iv) The amount of interest due and payable for the period of the delay in making payment (which have been paid but beyond the appointed date during the year but without adding the interest specified under the MSMED Act	21	21
(v) The amount of interest accrued and remaining unpaid at the end of the year ..	21	21
(vi) The amount of further interest remaining due and payable even in the succeeding year, until such date when the interest dues as above are actually paid to the small enterprise, for the purpose of disallowance as a deductible expenditure under section 23 of MSMED Act 2006	-	-

Dues to Micro and Small Enterprises have been determined to the extent such parties have been identified on the basis of information collected by the Management. This has been relied upon by the auditors.

23. Other financial liabilities - current

Unpaid dividends**	10	8
Interest accrued but not due on Term Loan	-	-
Employee benefits payable	181	224
Security deposits	3	4
Payables on purchase of property, plant and equipment (***)	92	302
Deferred rent	-	7
Total	286	545

** There are no amounts due for payment to the Investor education and protection fund ("IEPF") under Section 125 of the Companies Act, 2013.

*** Payables on purchase of property, plant and equipment includes MSME vendor balance of ₹ 3 lakhs (31 March 2023 ₹ 2 lakhs)

24. Other current liabilities

Advance from customers.....	12	127
Payable to statutory authorities.....	49	57
Total	61	184

25. Provisions - current

Provision for employee benefits		
Gratuity	63	54
Compensated absences.....	96	80
Total	159	134

26. Revenue from operations

	For the year ended 31 March 2024	For the year ended 31 March 2023
(a) Sale of products	13,083	18,074
(b) Sale of services (Job work)	-	4
(c) Other operating revenues (Refer Note (i) below)	75	316
Total	13,158	18,394

Notes:

(i) Other operating revenues comprises:

Scrap sales	71	307
Others	4	9
Total	75	316

Notes forming part of the Standalone financial statements for the year ended 31 March 2024 (Contd.)

(₹ in lakhs)

(B) Reconciliation of revenue as per contract price and as recognised in statement of profit and loss:

Particulars	For the year ended 31 March 2024	For the year ended 31 March 2023
Revenue from contract with customer as per Contract price.....	13,137	17,965
Add/(Less) : Discounts and other adjustments.....	(54)	298
Less : Sales Returns /Credits / reversals.....	-	(189)
Revenue from contract with customer as per statement of profit and loss...	13,083	18,074

Disaggregation of revenue - Revenue from major products

Particulars	For the year ended 31 March 2024	For the year ended 31 March 2023
Pour point depressant for crude oil.....	1,611	4,098
Pour point depressant for lube oil.....	1,155	682
Emulsifier for oleoresins.....	560	380
Component for brake fluid oil.....	415	833
Pour point depressant.....	409	995
Emulsifier for emulsion polymerization (for paints).....	401	374
Others.....	8,532	10,712
	13,083	18,074

27. Other income

	For the year ended 31 March 2024	For the year ended 31 March 2023
Interest income - others (Refer Note (i) below).....	63	25
Dividend income from		
-Joint venture.....	248	-
-Others.....	* -	* -
Profit on Revulation of Investments.....	11	* -
Export Incentive.....	74	191
Rental Received.....	70	124
Profit on sales of property, plant and equipment.....	23	-
Other non-operating Income (Including exchange gain) (Refer note (ii)).....	138	304
Total	627	644
Note (i) Interest income comprises:		
Interest from banks on deposits	42	24
Others interest (Interest on income tax refund).....	21	* -
	63	25
Note (ii) Other non-operating Income		
Net gain on foreign currency transactions and translation.....	52	280
Liabilities no longer payable written back.....	54	25
Provision for doubtful trade receivables	31	
Miscellaneous receipts	* -	* -
Total	138	304

* Amount below Rupees One Lakh



Notes forming part of the Standalone financial statements for the year ended 31 March 2024 (Contd.)

(₹ in lakhs)

Particulars	For the year ended 31 March 2024	For the year ended 31 March 2023
28. Cost of materials consumed		
Opening Stock.....	1,065	1,133
Add : Purchases.....	7,620	11,504
Less : Closing Stock.....	(745)	(1,065)
Total	7,940	11,572
Raw Materials consumed comprises of the following:		
Fatty Alcohol, Phenol & Glycol	813	3,236
Ethylene Oxide	1,627	1,544
Solvents.....	696	1,318
Oils & Fatty Acids	813	480
Acrylamide	99	260
Amines	127	89
Other items	3,765	4,645
Total	7,940	11,572
29. Changes in inventories of finished goods, semi finished goods and work-in-progress		
Inventories at the end of the year		
Finished goods	438	374
Semi finished goods	277	274
Work-in-progress	63	41
	778	690
Inventories at the beginning of the year		
Finished goods	374	657
Semi finished goods	274	260
Work-in-progress.....	41	50
	690	967
Net (Decrease)/Increase	(88)	277
30. Employee Benefits Expense		
Salaries, wages and bonus	1,747	1,380
Contribution to provident and other funds.....	121	101
Staff welfare expenses	99	87
Total	1,967	1,568
31. Finance costs		
Interest expenses - On borrowings	252	215
- Others	54	89
Total	306	304
32. Depreciation and amortisation expense		
Depreciation on Property, plant and equipment.....	923	743
Amortisation of intangible asset	-	2
Total	923	745

Notes forming part of the Standalone financial statements for the year ended 31 March 2024 (Contd.)

(₹ in lakhs)

Particulars	For the year ended 31 March 2024	For the year ended 31 March 2023
33. Other expenses		
Consumption of stores and spare parts.....	90	61
Power and fuel.....	838	941
Repairs to plant and machinery.....	1	2
Repairs to others.....	157	125
Effluent treatment expenses.....	22	36
Job work charges.....	-	2
Insurance.....	125	229
Rates and taxes, excluding, taxes on income.....	38	15
Rent expense.....	37	32
Traveling expenses.....	63	70
Legal and professional fees.....	193	126
Payment to auditors.....		
Audit fees.....	23	20
Tax audit.....	4	4
Limited review of quaterly results.....	26	15
Reimbursement of expenses.....	4	1
Freight and forwarding expense.....	284	846
Commission expense.....	45	58
Contract labour charges.....	409	360
Directors sitting fees.....	10	12
Donation.....	* -	1
Security charges.....	73	63
Property, plant and equipment written off	16	20
Provision for non-moving inventory.....	-	1
Inventory assets written off during the year.....	65	104
Loss on revaluation of investments.....	-	2
Fire related expenses.....	-	35
Miscellaneous expenses.....	187	207
Total	2,710	3,388

* Amount below Rupees One Lakh

34. Contingent Liabilities and Capital Commitments

(₹ in lakhs)

a) Contingent Liabilities

Sr. No	Particulars	As at 31 March 2024	As at 31 March 2023
(i)	Claims against the Company not acknowledged as debt: Octroi (classification of raw materials)* * Includes ₹ 142 lakhs (31 March 2023: ₹ 142 lakhs) for which bank guarantee has been given and shown under note below 34 (a)(vi)	243	243
(ii)	Disputed income tax demands in respect of deductions/disallowances for earlier years pending with Appellate Tribunals (Determination of nature of receipt)	30	30
(iii)	Disputed income tax demands in respect of deductions/disallowances for earlier years pending with Income Tax Authorities	623	623
(iv)	Disputed Sales Tax demands for set off claimed	-	15
(v)	Service Tax (Dispute on availment of cenvat on exempt goods)	54	54



Notes forming part of the Standalone financial statements for the year ended 31 March 2024 (Contd.)

(vi)	Guarantees issued to others by Bank secured by counter guarantee of the Company and by charge on the property, plant and equipment, inventories and trade receivables of the company	404	328
(vii)	Bond for availing duty exemption under Exemption Entitlement certificate Scheme	89	89
(viii)	Bond for availing duty benefit under Manufacture and Other Operations in Warehouse regulation scheme	300	300
	Total	1,743	1,682

b) Capital Commitments

(₹ in lakhs)

Particulars	As at 31 March 2024	As at 31 March 2023
Estimated amount of contracts remaining to be executed on capital account and not provided for tangible assets - Property, plant and equipment (net of advances)	388	4

35. Details on derivative instruments and unhedged foreign currency exposures

I. The year-end foreign currency exposures that have not been hedged by a derivative instrument or otherwise are given below:

	As at 31 March, 2024		As at 31 March, 2023	
	(INR in Lakhs)	(USD in Lakhs)	(INR in Lakhs)	(USD in Lakhs)
Receivables	1791	USD 21.52	1,794	USD 21.88
(Payables)	(194)	USD 2.32	(175)	USD 2.13
(Payables)	* -	CHF 0.01	-	CHF 0.01

Note : Receivables includes balance of Exchange Earner Foreign Currency account

* Amount below Rupees One Lakh

36. Dividend paid and proposed:

Dividends on equity shares were declared and paid by the Company during the year

Particulars	Dividend per Equity Shares (₹.)	Year ended	Dividend per Equity Shares (₹.)	Year ended
Final dividend on equity shares	4.00	298	-	-
Total	-	298	-	-

The Board of Directors at the meeting held on 27 May, 2024 proposed a dividend of ₹ 2 per share (previous year ₹ 4 per share) subject to approval of the members at the ensuing Annual General Meeting.

37. Disclosure of Employee Benefits as per Ind AS 19 is as under:

i) Defined contribution plans:

The Company makes contributions towards provident fund and Employees State Insurance Scheme Contributions which are defined benefit contribution plan for qualifying employees. Under the plan, the Company is required to contribute a specified percentage of payroll cost to the retirement benefit plan to fund the benefits. The provident fund plan is operated by the Government administered employee provident fund. Eligible employees receive the benefits from the said Provident Fund. Both the employees and the Company make monthly contribution to the Provident Fund plan equal to a specific percentage of the covered employee's salary. The Company has no obligations other than to make the specified contributions.

The Company has recognised the following amounts in the standalone statement of Profit and Loss

(₹ in lakhs)

Particulars	For the year ended 31 March 2024	For the year ended 31 March 2023
- Contribution to Provident Fund	97	85
- Contribution to Employee State Insurance Corporation	* -	* -
Total	97	85

* Amount below Rupees One Lakh

Notes forming part of the Standalone financial statements for the year ended 31 March 2024 (Contd.)

ii) Defined benefit plan:

The Company earmarks liability towards funded group gratuity and provides for payment to vested employees as under:

a) On Normal retirement/ early retirement/ withdrawal/resignation:

As per the provisions of Payment of Gratuity Act, 1972 with vesting period of 5 years of service.

b) On death in service:

As per the provisions of Payment of Gratuity Act, 1972 without any vesting period.

"The Company also provided for protected Gratuity calculated based on additional 15 days of service for all employees upto 1 December 2003.

The Company has established an income tax approved irrevocable trust fund to which it regularly contributes to finance liabilities of the plan. The fund's investments are managed by insurance company as per the mandate provided to them by the trustees and the asset allocation is within the permissible limits prescribed in the insurance regulations.

The most recent actuarial valuation of the present value of the defined benefit obligation for gratuity was carried out as at 31 March 2024 by an independent actuary. The present value of the defined benefit obligations and the related current service cost and past service cost, were measured using the Projected Unit Credit Method.

The following table sets out the status of the gratuity plan and the amounts recognised in the Group's financial statements as at 31 March 2024

(₹ in lakhs)

Sr. No.	Particulars	As at 31 March 2024	As at 31 March 2023
i)	Reconciliation in present value of obligations (PVO) – defined benefit obligation :		
	Current Service Cost.....	12	12
	Interest Cost.....	12	10
	Actuarial loss/(gain).....	6	(2)
	Benefits paid.....	(25)	(38)
	PVO at the beginning of the year	168	185
	PVO at end of the year.....	173	168
ii)	Change in fair value of plan assets:		
	Expected return on plan assets.....	6	4
	Return on plan assets.....	(1)	(1)
	Contributions by the employer.....	27	42
	Benefits paid.....	(25)	(38)
	Fair value of plan assets at beginning of the year.....	86	79
	Fair value of plan assets at end of the year.....	94	86
iii)	Analysis of defined benefit obligation :		
	Defined benefit obligation at the end of the year.....	173	168
	Provision for protected gratuity.....	9	10
	Fair value of plan assets at the end of the year.....	94	86
	Current / Non current classifications		
	Current	63	54
	Non current	26	38
	Total	89	92



Notes forming part of Standalone financial statements for the year ended 31 March 2024 (Contd.)

(₹ in lakhs)

Sr. No.	Particulars	As at 31 March 2024	As at 31 March 2023
iv)	Reconciliation of PVO and fair value of plan assets:		
	PVO at end of year.....	173	168
	Provision for protected gratuity.....	9	10
	Fair Value of plan assets.....	94	86
	Funded status.....	79	86
	Net liability recognised in the balance sheet	89	92
V)	Expense recognised in the statement of profit or loss:		
	Current Service cost	12	12
	Net interest.....	6	6
	Expense recognised in the statement of profit or loss.....	18	18
VI)	Other comprehensive income (OCI):		
	Actuarial Loss/(Gain) recognised for the period.....	6	(2)
	Return on plan assets excluding interest income.....	1	1
	Total actuarial Loss/(Gain) recognised in OCI.....	7	(1)
VII)	Assumption used in accounting for the gratuity plan:		
	Discount rate (%)	7.29%	7.29%
	Expected return on plan assets	7.16%	7.29%
	Salary escalation rate (%)	7.00%	7.00%
	Attrition	21.8%	21.8%
	Mortality Table	Indian Assured Lives Mortality (2012-14)	Indian Assured Lives Mortality (2012-14)

Discount rate: The discount rate is based on the prevailing market yields of Indian government securities as at the balance sheet date for the estimated term of the obligations.

Salary Escalation Rate: The estimates of future salary increases, considered in actuarial valuation, takes into account the inflation, seniority, promotion and other relevant factors such as supply and demand in the employment market.

The amounts of the present value of the obligation and experience adjustment arising on plan liabilities are as below :

(₹ in lakhs)

Experience adjustments	As at 31 March 2024	As at 31 March 2023	As at 31 March 2022	As at 31 March 2021	As at 31 March 2020
Gratuity					
Expected gain / (loss) adjustments on plan liabilities	5	4	(33)	20	8
Experience gain / (loss) adjustments on plan assets	(1)	(1)	1	3	(12)
Defined Benefits at the end of the year	173	168	185	171	192
Plan Assets at the end of the year	94	86	79	96	105
Funded status Deficit	(89)	(92)	(107)	(75)	(87)
Contribution expected to be paid to the plan during next financial year	63	53	51	45	48

"Reasonably possible changes at the reporting date to one of the relevant actuarial assumptions, holding other assumptions constant, would have affected the defined benefit obligation by the amounts shown below.

Notes forming part of Standalone financial statements for the year ended 31 March 2024 (Contd.)

As at 31 March 2024 the weighted average duration of the defined benefit obligation is four years (31 March 2023 : three years)

Sensitivity Analysis

Particulars	As at 31 March 2024	As at 31 March 2023
Delta Effect of +1% Change in Rate of Discounting	(4)	(4)
Delta Effect of -1% Change in Rate of Discounting	4	4
Delta Effect of +1% Change in Rate of Salary Increase	4	3
Delta Effect of -1% Change in Rate of Salary Increase	(4)	(3)
Delta Effect of +1% Change in Rate of Employee attrition	* -	* -
Delta Effect of -1% Change in Rate of Employee attrition	* -	* -

* Amount below Rupees One Lakh

38. Earnings per share (EPS)

(₹ in lakhs)

Particulars			Year ended 31 March 2024	Year ended 31 March 2023
Profit after tax attributable to equity shareholders	₹ in lakhs	A	1,597	1,847
Weighted average number of equity shares outstanding during the year	Nos.	B	7,451,229	7,451,229
Basic and diluted earnings per equity share	In ₹	(A / B)	21.43	24.81
Face value per equity share	In ₹		10	10

39. Corporate Social Responsibility expenditure

Provisions of Section 135 of the Companies Act, 2013 relating to Corporate Social Responsibility are not applicable to the Company for the year ended 31 March 2024.

40. Segment Reporting

The Company management, pursuant to 'Ind AS 108 – Operating Segments' has concluded that the Company has only one reportable segment which is Specialty Chemicals. Accordingly, no separate disclosures of segment information have been made.

41. Related party disclosures

Description of relationship	Names of related parties
(i) Subsidiary	Dai-ichi Gosei Chemicals (India) Limited (DGCIL)
(ii) Jointly controlled entities (JCE)	ChampionX Dai-ichi India Private Ltd. (CXDI)
(iii) Key Management Personnel (KMP)	i) Mrs. S. F. Vakil - Chairperson and Managing Director (SFV) - (w.e.f. from 1st April 2023 - Chairman and Wholetime Director)
	ii) Ms. Meher F. Vakil - COO- Daughter of Managing Director (MFV) (w.e.f. from 1st April 2023 - Managing Director)
	iii) Mr. A H Jehangir (AHJ)
	iv) Mr. Kavas Patel (Independent Director) (KP) (upto - 22 September 2023)
	v) Mr. Keki Elavia (Independent Director) (KE) (upto - 22 September 2023)
	vi) Mr. Ashok V. Hiremath (Independent Director) (AVH)
	vii) Mr. Cyrus Bagwadia (Independent Director) (CB) (w.e.f. - 11 August 2023)
	viii) Mr. Behram Sorabji (Independent Director) (BS) (w.e.f. - 11 August 2023)
	ix) Mr Farokh P Gandhi (Chief Financial Officer) (FG)
	x) Mr. Ankit P Shah (Company Secretary) (AS)



Notes forming part of Standalone financial statements for the year ended 31 March 2024 (Contd.)

(iv) Relatives of KMP	i) Mr. Firoze Adi Vakil - Husband of Managing Director (FAV)
	ii) Mr. Jahangir F. Vakil - Son of Managing Director (JFV)
	iii) Mrs. P. R. Mehta -Sister of Managing Director (PRM)
	iv) Mr. Matthew I. Taff - Husband of Ms. Meher F Vakil (MT)
(v) Entities in which KMP / Relatives of KMP can exercise significant influence	i) Indian Oxides & Chemicals Private Limited (IOCL)
	ii) Rose Investments Limited (RIL),
	iii) General Pharmaceuticals Pvt. Ltd. (GPPL)
	iv) Netal (India) Limited (NIL)
	v) Neterwala Consulting & Corporate Services Limited (NCCL) (merged with CFAPL in FY 2023-24)
	vi) Chemicals and Ferro Alloys Pvt. Ltd (CFAPL)
	vii) Uni Klinger Limited (UKL)
	viii) Natch Products & Services Pvt. Ltd. (NPSPL)
(vi) Enterprises over which director can exercise significant influence	i) Maneckji & Shirinbai Neterwala Foundation (MSNF)

(₹ in lakhs)

Particulars	Subsidiaries (DGCIL)	CXDI	KMP	Relatives of KMP	Entities in which KMP / relatives of KMP can exercise significant influence	Enterprises over which director can exercise significant influence	Total
Purchase of goods:							
CXDI	-	6	-	-	-	-	6
	-	(70)	-	-	-	-	(70)
IOCL	-	-	-	-	331	-	331
	-	-	-	-	(185)	-	(185)
GPPL	-	-	-	-	76	-	76
	-	-	-	-	(64)	-	(64)
UKL	-	-	-	-	1	-	1
	-	-	-	-	(37)	-	(37)
Sale of goods:							
CXDI	-	697	-	-	-	-	697
	-	(1,219)	-	-	-	-	(1,219)
GPPL	-	-	-	-	9	-	9
	-	-	-	-	(21)	-	(21)
Sale of Property							
IOCL	-	-	-	-	-	-	-
	-	-	-	-	(321)	-	(321)

Notes forming part of Standalone financial statements for the year ended 31 March 2024 (Contd.)

(₹ in lakhs)

Particulars	Subsidiaries (DGCIL)	JCE (CXDI)	KMP	Relatives of KMP	Entities in which KMP / relatives of KMP can exercise significant influence	Enterprises over which director can exercise significant influence	Total
Rendering of services/ Reimbursement of expenses:							
CXDI	-	14	-	-	-	-	14
	-	(12)	-	-	-	-	(12)
CFAPL	-	-	-	-	* -	-	* -
	-	-	-	-	* -	-	* -
IOCL	-	-	-	-	10	-	10
	-	-	-	-	(7)	-	(7)
Receiving of services/ Reimbursement of expenses :							
SFV	-	-	2	-	-	-	2
	-	-	(2)	-	-	-	(2)
MFV	-	-	13	-	-	-	13
	-	-	(7)	-	-	-	(7)
NPSPL	-	-	* -	-	1	-	1
	-	-	* -	-	-	-	-
NIL	-	-	-	-	-	* -	* -
	-	-	-	-	-	-	-
Rent							
SFV	-	-	37	-	-	-	37
	-	-	(31)	-	-	-	(31)
Interest Paid							
SFV	-	-	30	-	-	-	30
	-	-	(28)	-	-	-	(28)
Remuneration :							
SFV	-	-	295	-	-	-	295
	-	-	(254)	-	-	-	(254)
MFV	-	-	273	-	-	-	273
	-	-	(145)	-	-	-	(145)
FG	-	-	73	-	-	-	73
	-	-	(62)	-	-	-	(62)
AS	-	-	28	-	-	-	28
	-	-	(20)	-	-	-	(20)
Directors' Sitting Fees :							
AHJ	-	-	2	-	-	-	2
	-	-	(2)	-	-	-	(2)
KP (upto - 22 September 2023)	-	-	2	-	-	-	2
	-	-	(3)	-	-	-	(3)



Notes forming part of Standalone financial statements for the year ended 31 March 2024 (Contd.)

(₹ in lakhs)

Particulars	Subsidiaries (DGCIL)	JCE (CXDI)	KMP	Relatives of KMP	Entities in which KMP / relatives of KMP can exercise significant influence	Enterprises over which director can exercise significant influence	Total
KE (upto - 22 September 2023)	-	-	2	-	-	-	2
	-	-	(3)	-	-	-	(3)
AVH	-	-	3	-	-	-	3
	-	-	(3)	-	-	-	(3)
CB (w.e.f. 11 August 2023)	-	-	2	-	-	-	2
	-	-	-	-	-	-	-
BS (w.e.f. 11 August 2023)	-	-	1	-	-	-	1
	-	-	-	-	-	-	-
Dividend received :							
CXDI	-	248	-	-	-	-	248
	-	-	-	-	-	-	-
Deposit Given :							
SFV	-	-	-	-	-	-	-
	-	-	* -	-	-	-	* -
Loan Taken :							
SFV	-	-	-	-	-	-	-
	-	-	(200)	-	-	-	(200)
Loan Repaid :							
SFV	-	-	-	-	-	-	-
	-	-	(625)	-	-	-	(625)
Balances outstanding at the end of the year							
Investments :							
CXDI	-	68	-	-	-	-	68
	-	(68)	-	-	-	-	(68)
Trade receivables:							
CXDI	-	47	-	-	-	-	47
	-	(478)	-	-	-	-	(478)
IOCL	-	-	-	-	2	-	2
	-	-	-	-	* -	-	* -
GPPL	-	-	-	-	-	-	-
	-	-	-	-	(7)	-	(7)
Deposits for office :							
SFV	-	-	32	-	-	-	32
	-	-	(32)	-	-	-	(32)
Trade payable :							
CXDI	-	-	-	-	-	-	-
	-	-	-	-	-	-	-

Notes forming part of the Standalone financial statements for the year ended 31 March 2024 (Contd.)

(₹ in lakhs)

Particulars	Subsidiaries (DGCIL)	JCE (CXDI)	KMP	Relatives of KMP	Entities in which KMP / relatives of KMP can exercise significant influence	Enterprises over which director can exercise significant influence	Total
IOCL	-	-	-	-	21	-	21
	-	-	-	-	(117)	-	(117)
UKL	-	-	-	-	1	-	1
	-	-	-	-	(10)	-	(10)
NIL	-	-	-	-	* -	-	* -
	-	-	-	-	-	-	-
GPPL	-	-	-	-	13	-	13
	-	-	-	-	(16)	-	(16)
CFAPL	-	-	-	-	-	-	-
	-	-	-	-	* -	-	* -
MFV	-	-	* -	-	-	-	* -
	-	-	* -	-	-	-	* -

* Amount below Rupees One Lakh

Note: Figures in bracket relate to the previous year

(₹ in lakhs)

Payment of sitting fees to Independent directors	Year ended 31 March 2024	Year ended 31 March 2023
Sitting fees	10	12

Key management personnel compensation

Key management personnel compensation comprised the following :

(₹ in lakhs)

Particulars	Year ended 31 March 2024	Year ended 31 March 2023
Post-employment benefits	44	41
Other long-term benefits	122	79

Based on the recommendation of the Nomination and Remuneration committee, all decisions relating to the remuneration of the directors are taken by the Board of Directors of the Company, in accordance with shareholders' approval, wherever necessary.

All other related party transactions are made in the normal course of business and on terms equivalent to those that prevail in an arm's length transactions.

Note : Figures in the brackets are the corresponding figures of the previous year.

42. Interest in joint ventures

(₹ in lakhs)

Name and country of incorporation	% of interest / ownership	Amount of interest based on accounts for the year ended 31 March 2024					
		Assets	Liabilities	Income	Expenditure	Contingent liabilities	Capital commitments
ChampionX Dai-ichi India Private Ltd (India)	50	4,719	4,719	3,620	3,506	356	-
Previous year	50	2,858	2,858	1,882	1,661	1,021	-



Notes forming part of the Standalone financial statements for the year ended 31 March 2024 (Contd.)

43. Financial instruments – Fair values and risk management

A. Accounting classification and fair values

The Company uses the following hierarchic structure of valuation methods to determine and disclose information about the fair value of financial instruments:

Level 1: inputs to valuation are quoted (unadjusted) prices in active markets for identical assets and liabilities;

Level 2: inputs to valuation are other than quoted prices included in level 1 that are observable for asset or liability, either directly or indirectly;

Level 3: inputs are not based on observable market data. Fair value are determined in whole or in part using a valuation model based on assumption that are either supported by prices from observable current market transaction in the same instruments nor are they based on available market data.

The carrying value of financial instruments by categories is as follows :

(₹ in lakhs)

Particulars	As at 31 March 2024							
	Carrying amount				Fair value			
	FVTPL	FVTOCI	Amortised Cost	Total	Level 1	Level 2	Level 3	Total
Financial assets								
Cash and cash equivalents	-	-	629	629	-	-	-	-
Other bank balances	-	-	13	13	-	-	-	-
Current investments	26	-	-	26	26	-	-	26
Non current investments (other than in subsidiary and joint venture)	-	-	1	1	-	-	-	-
Financial Assets - Non-current	-	-	668	668	-	-	-	-
Trade receivables	-	-	2,245	2,245	-	-	-	-
Other current financial assets	-	-	91	91	-	-	-	-
	26	-	3,647	3,673	26	-	-	26
Financial liabilities								
Non current borrowings (Including current maturity of long term debts)	-	-	134	134	-	-	-	-
Current borrowings	-	-	1,759	1,759	-	-	-	-
Other non current financial liabilities	-	-	-	-	-	-	-	-
Trade payables	-	-	1,600	1,600	-	-	-	-
Other current financial liabilities	-	-	286	286	-	-	-	-
	-	-	3,779	3,779	-	-	-	-
	As at 31 March 2023							
	Carrying amount				Fair value			
	FVTPL	FVTOCI	Amortised Cost	Total	Level 1	Level 2	Level 3	Total
Financial assets								
Cash and cash equivalents	-	-	572	572	-	-	-	-
Other bank balances	-	-	267	267	-	-	-	-
Current investments	15	-	-	15	15	-	-	15
Non current investments (other than in subsidiary and joint venture)	-	-	1	1	-	-	-	-
Financial Assets - Non-current	-	-	409	409	-	-	-	-
Trade receivables	-	-	2,672	2,672	-	-	-	-
Other current financial assets	-	-	103	103	-	-	-	-
	15	-	4,024	4,039	15	-	-	15

Notes forming part of the Standalone financial statements for the year ended 31 March 2024 (Contd.)

(₹ in lakhs)

Financial liabilities								
Non current borrowings (Including current maturity of long term debts)	-	-	1,725	1,725	-	-	-	-
Current borrowings	-	-	2,096	2,096	-	-	-	-
Other non current financial liabilities			79	79				
Trade payables	-	-	2,812	2,812	-	-	-	-
Other current financial liabilities	-	-	545	545	-	-	-	-
	-	-	7,257	7,257	-	-	-	-

B. Measurement of fair values

The Management assessed that cash and bank balances, trade receivables, trade payables, cash credit and other financial assets and liabilities approximate their carrying amounts largely due to short-term maturities of these instruments.

The following methods and assumptions were used to estimate the fair value

- a) The fair value of the quoted investments/units of mutual fund scheme are based on market price/net asset value at the reporting date.

i. Risk management framework

The Company's board of directors has overall responsibility for the establishment and oversight of the Company's risk management framework.

The Company's risk management policies are established to identify and analyse the risks faced by the Company, to set appropriate risk limits and controls and to monitor risks and adherence to limits. Risk management policies and systems are reviewed regularly to reflect changes in market conditions and the Company's activities. The Company, through its training and management standards and procedures, aims to maintain a disciplined and constructive control environment in which all employees understand their roles and obligations.

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.

i. Credit risk

Credit risk is the risk of financial loss to the Company if a customer or counterparty to a financial instrument fails to meet its contractual obligations, and arises principally from the Company's receivables from customers and investments in debt securities.

The carrying amount of following financial assets represents the maximum credit exposure:

Trade and other receivables

Trade receivables are consisting of a large number of customers. The Company's exposure to credit risk is influenced mainly by the individual characteristics of each customer. However, management also considers the factors that may influence the credit risk of its customer base, including the default risk of the industry and country in which customers operate.

The Risk Management Committee has established a credit policy under which each new customer is analysed individually for creditworthiness before the Company's standard payment and delivery terms and conditions are offered. Sale limits are established for each customer and reviewed quarterly.

The Company establishes an allowance for impairment that represents its estimate of expected losses in respect of trade and other receivables.

At 31 March 2024, the maximum exposure to credit risk for trade and other receivables by geographic region was as follows.

(₹ in lakhs)

Particulars	As at 31 March 2024	As at 31 March 2023
India	842	1,329
Other regions	1,403	1,343
	2,245	2,672



Notes forming part of the Standalone financial statements for the year ended 31 March 2024 (Contd.)

Impairment

At 31 March 2024, the ageing of trade and other receivables that were not impaired was as follows.

(₹ in lakhs)

Particulars	As at 31 March 2024	As at 31 March 2023
Neither past due nor impaired		
Past due 1–180 days	2,202	2,672
Past due more than 180 days	43	-
	2,245	2,672

Management believes that the un-impaired amounts that are past due by more than 180 days are still collectible in full, based on historical payment behaviour and extensive analysis of customer credit risk.

The movement in the allowance for impairment in respect of trade and other receivables during the year was as follows.

(₹ in lakhs)

Particulars	As at 31 March 2024	As at 31 March 2023
Balance as at the beginning of the year.....	45	46
Impairment loss recognised.....	-	-
Amounts written off / (back).....	(31)	(1)
Balance as at the end of the year.....	14	45

ii. Liquidity 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.

The majority of the Company's Trade receivables are due for maturity within 60 days from the date of billing to the customer. Further, the general credit terms for Trade payables are approximately 45 days. The difference between the above mentioned credit period provides sufficient headroom to meet the short-term working capital needs for day-to-day operations of the Company. Any short-term surplus cash generated, over and above the amount required for working capital management and other operational requirements, are retained as Cash and Investment in short term deposits with banks. The said investments are made in instruments with appropriate maturities and sufficient liquidity.

Exposure to liquidity 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)

31 March 2024	Contractual cash flows						
	Carrying amount	Total	Due in 1st year	Due in 2nd year	Due in 3rd year	Due in 4th year	Due in 5th year
Non-derivative financial liabilities							
Working capital term loan	204	204	70	70	64	-	-
Working capital loan from banks	1,362	1,362	1,362	-	-	-	-
Loan From director	327	327	327	-	-	-	-
Trade payables	1,600	1,600	1,600	-	-	-	-
Other current financial liabilities	286	286	286	-	-	-	-

Notes forming part of the Standalone financial statements for the year ended 31 March 2024 (Contd.)

31 March 2023	Contractual cash flows						
	Carrying amount	Total	Due in 1st year	Due in 2nd year	Due in 3rd year	Due in 4th year	Due in 5th year
Non-derivative financial liabilities							
Term loan from bank	1,916	1,916	378	555	555	428	-
Working capital term loan	274	274	70	70	70	64	-
Vehicle loan	1,285	1,285	1,285	-	-	-	-
Working capital loan from banks	346	346	346	-	-	-	-
Loan From director	2,812	2,812	2,812	-	-	-	-
Trade payables	545	545	545	-	-	-	-
Other current financial liabilities							

Interest rate risk

Interest rate risk can be either fair value interest rate risk or cash flow interest rate risk. Fair value interest rate risk is the risk of changes in fair values of fixed interest bearing investments because of fluctuations in the interest rates. Cash flow interest rate risk is the risk that the future cash flows of floating interest bearing investments will fluctuate because of fluctuations in the interest rates.

Exposure to interest rate risk

Company's interest rate risk arises from borrowings and fixed income securities. Fixed income securities exposes the Company to fair value interest rate risk. The interest rate profile of the Company's interest-bearing financial instruments as reported to the management of the Company is as follows.

(₹ in lakhs)

Particulars	As at 31 March 2024	As at 31 March 2023
	Fixed-rate instruments	
Financial liabilities - vehicle loan and loan from director	327	346
	327	346
Variable-rate instruments		
Financial liabilities - term loan, working capital demand loan and cash credit	(1,566)	(3,475)
	(1,566)	(3,475)
Total	(1,239)	(3,129)

Fair value sensitivity analysis for fixed-rate instruments

The Company does not account for any fixed-rate financial assets or financial liabilities at fair value through profit or loss. Therefore, a change in interest rates at the reporting date would not affect profit or loss.

Fair value sensitivity analysis for variable rate instruments

(₹ in lakhs)

INR	Profit or loss		Equity, net of tax	
	100 bp increase	100 bp decrease	100 bp increase	100 bp decrease
31 March 2024				
Variable-rate instruments	(16)	16	(12)	12
Cash flow sensitivity (net)	(16)	16	(12)	12
31 March 2023				
Variable-rate instruments	(35)	35	(26)	26
Cash flow sensitivity (net)	(35)	35	(26)	26



Notes forming part of the Standalone financial statements for the year ended 31 March 2024 (Contd.)

The risk estimates provided assume a change of 100 basis points interest rate for the interest rate benchmark as applicable to the borrowings summarised above. This calculation also assumes that the change occurs at the balance sheet date and has been calculated based on risk exposures outstanding as at that date. The period end balances are not necessarily representative of the average debt outstanding during the period.

44. Capital Management

The Company's policy is to maintain a strong capital base so as to maintain investor, creditor and market confidence and to sustain future development of the business. Management monitors the return on capital as well as the level of dividends to ordinary shareholders.

The Company monitors capital using a ratio of 'adjusted net debt' to 'total equity'. For this purpose, adjusted net debt is defined as total liabilities, comprising interest-bearing loans and borrowings and obligations under finance leases, less cash and cash equivalents. Adjusted equity comprises all components of equity.

The Company's adjusted net debt to equity ratio at 31 March 2024 was as follows..

(₹ in lakhs)

Particulars	As at 31 March 2024	As at 31 March 2023
Total Borrowing	1,893	3,821
Less : Cash and cash equivalent	(629)	(572)
Adjusted net debt	1,264	3,249
Total equity	16,087	14,793
Net debt to equity ratio	0.08	0.22

45 Additional Regulatory information

A Ratios

Particulars	Numerator	Denominator	Current year	Previous year	% Change	Reason for variance
Current ratio (in times)	Total current Asset	Total current liabilities	1.37	1.19	15%	Due to repayment of term loan and improved working capital cycle
Debt-Equity ratio (in times)	Debt consist of borrowings	Total equity	0.12	0.26	-54%	Due to repayment of term loan debt equity ratio has improved
Debt service coverage ratio (in times)	Earning for Debt Service = Net Profit after taxes + Non cash Operating expenses + Interest + Other non cash adjustments	Debt service = Interest payment & principal repayment during the year	9.2	9.6	-4%	Current year due to profit the Debt service coverage ratio has improved
Return on equity ratio (in %)	Profit/(Loss) for the year	Total equity	10%	12%	-17%	The ratio was higher due to Net Profit in Current year
Inventory turnover ratio (in times)	Average inventory	Cost of raw material consumed + Changes in inventories	4.4	5.60	-21%	Due to lower turnover; the turnover ratio has declined

Notes forming part of the Standalone financial statements for the year ended 31 March 2024 (Contd.)

Trade receivables turnover ratio (in times)	Revenue from operations	Average trade receivables	5.4	8.3	-35%	Due to reduction in debtors, the turnover ratio has improved
Trade payables turnover ratio (in times)	Cost of goods sold	Average trade payables	3.6	4.0	-10%	Due to reduction in creditors, the turnover ratio has improved
Net capital turnover ratio (in times)	Revenue from Operations	Working capital (ie Total current assets less Total current liabilities)	9.2	17.1	-46%	Due to lower turnover; the ratio has declined
Net profit ratio (in %)	Profit/(Loss) for the year	Revenue from operations	12%	10%	20%	Current year due to profit from exceptional income the ratio as improved
Return on capital employed (in %)	Profit before tax and finance costs	Closing capital employed = Net worth + Current and Non Current Borrowings	13%	14%	-7%	Current year due to profit from operations the ratio has improved
Return on investment (in %)	Income generated from invested funds	Invested funds in treasury investments	9%	6%	50%	Current year due to increase in dividend income and interest income

B Trade payable ageing schedule :

a) As at 31-March-2024

(₹ in lakhs)

Particulars	Outstanding for following periods from due date of payment					
	Not Due	Less than 1 year	1 -2 years	2 -3 years	More than 3 year	Total
i) MSME	70	6	5	16	1	98
ii) Others trade payables	1,199	286	17	-	3	1,505
iii) Disputed MSME	-	-	-	-	-	-
iv) Disputed dues - Others	-	-	-	-	-	-
Total	1,269	292	22	16	4	1,603

Note : MSME ageing includes payables on purchase of property, plant and equipment amounting to ₹ 3 lakhs (31 March 2023 ₹ 2 lakhs)

b) As at 31-March-2023

(₹ in lakhs)

Particulars	Outstanding for following periods from due date of payment					
	Not Due	Less than 1 year	1 -2 years	2 -3 years	More than 3 year	Total
i) MSME	29	47	-	2	1	79
ii) Others trade payables	1,237	1,471	8	7	10	2,733
iii) Disputed MSME	-	-	-	-	-	-
iv) Disputed dues - Others	-	-	-	-	-	-
Total	1,266	1,518	8	9	11	2,812

C Capital work in progress ageing schedule :

a) As on 31-March 2024

(₹ in lakhs)

Particulars	Amount in CWIP for a period of				
	Less than 1 year	1 -2 years	2 -3 years	More than 3 years	Total
Projects in progress	203	35	-	-	238
Projects temporarily suspended	-	-	-	-	-
	203	35	-	-	238

No projects are overdue or has exceeded its cost as per original plan as on date of balance sheet. All projects are expected to be completed in financial year 2024-25



Notes forming part of the Standalone financial statements for the year ended 31 March 2024 (Contd.)

b) As on 31-March 2023

(₹ in lakhs)

Particulars	Amount in CWIP for a period of				
	Less than 1 year	1 -2 years	2 -3 years	More than 3 years	Total
Projects in progress	35	-	-	-	35
Projects temporarily suspended	-	-	-	-	-
	35	-	-	-	35

No projects are overdue or has exceeded its cost as per original plan as on date of balance sheet.

D Trade receivable ageing schedule :

a) As on 31-March 2024

(₹ in lakhs)

Particulars	Outstanding for following period from due date of payments						
	Not Due	Less than 6 months	6 months < 1 year	1 - 2 years	2 -3 years	More than 3 years	Total
i) Undisputed - considered good	1,371	831	4	14	2	23	2,245
ii) Undisputed - which have significant increase in credit risk	-	-	-	-	-	-	-
iii) Undisputed Trade Receivables - credit impaired	-	-	-	-	-	14	14
iv) Disputed Trade Receivables - considered doubtful	-	-	-	-	-	-	-
v) Disputed - which have significant increase in credit risk	-	-	-	-	-	-	-
vi) Disputed - credit impaired	-	-	-	-	-	-	-
	1,371	831	4	14	2	37	2,259
Less : Loss allowance							(14)
							2,245

b) As on 31-March 2023

(₹ in lakhs)

Particulars	Outstanding for following period from due date of payments						
	Not Due	Less than 6 months	6 months < 1 year	1 - 2 years	2 -3 years	More than 3 years	Total
i) Undisputed - considered good	1,598	1,074	-	-	-	-	2,672
ii) Undisputed - which have significant increase in credit risk	-	-	-	-	-	-	-
iii) Undisputed Trade Receivables - credit impaired	2	2	-	21	11	9	45
iv) Disputed Trade Receivables - considered doubtful	-	-	-	-	-	-	-
v) Disputed - which have significant increase in credit risk	-	-	-	-	-	-	-
vi) Disputed - credit impaired	-	-	-	-	-	-	-
	1,600	1,076	-	21	11	9	2,717
Less : Loss Allowance							(45)
							2,672

Notes forming part of the Standalone financial statements for the year ended 31 March 2024 (Contd.)

46. Income Taxes

(A) Components of Income Tax Expenses

(i) Tax Expense recognised in Standalone profit and loss

(₹ in lakhs)

Particulars	For the year ended 31 March 2024	For the year ended 31 March 2023
Current tax		
Current period.....	-	-
Total Current tax expense.....		-
Income tax adjustment of earlier years.....	36	(66)
Deferred tax.....	452	390
Current period.....	-	-
Derecognition of Minimum Alternate Tax credit entitlement.....	-	40
Total deferred tax expense.....	452	430
Tax expense for the year.....	488	364

(ii) Tax recognised in other comprehensive income

(₹ in lakhs)

Particulars	For the year ended 31 March 2024			For the year ended 31 March 2023		
	Before tax	Tax (expense)/ benefit	Net of tax	Before tax	Tax (expense) / benefit	Net of tax
Items that will not be reclassified to profit or loss						
Remeasurements of the defined benefit plans	(7)	2	(5)	1	-	1
	(7)	2	(5)	1	-	1

(B) Reconciliation of effective tax rate

(₹ in lakhs)

Particulars	(%)	For the year ended 31 March 2024	(%)	For the year ended 31 March 2023
Profit before tax.....		2,085		2,211
Tax using the group's domestic tax rate (Current year 25.17% and Previous year 25.17%).....	25.17%	525	25.17%	556
Tax effect of:				
Unrecognised DTA of earlier years now utilized		(73)		70
Decrease in substantially enacted tax rate		-		-
Others		1		(236)
		452		390

The Company's domestic tax rates for the years ended 31 March 2024 is 25.17% and 31 March 2023 was 25.17%.

Based on the evaluation of the management the company has opted to avail the choice new regime under section 115BA of reduced tax rate from the financial year 2022-23; resulting into tax saving on account of absorption of previous year losses.



Notes forming part of the Standalone financial statements for the year ended 31 March 2024 (Contd.)

46 Income Taxes

(C) Movement in deferred tax assets and liabilities

(₹ in lakhs)

Particulars	31 March, 2024					
	Net balance 1 April 2023	Recognised in profit or loss	Recognised in OCI	Net	Deferred tax asset	Deferred tax liability
Deferred Tax Liabilities:						
Property, plant and equipment and Intangible assets	(1,078)	(45)	-	(1,123)	-	(1,123)
Investment and Others	(2)	-	-	(2)	-	(2)
Deferred Tax Assets:						
Insurance claim adjusted in tax WDV	517	(517)	-	-	-	-
Trade receivables	11	(7)	-	4	4	-
Income tax loss (including depreciation)	1,135	109	-	1,244	1,244	-
Other items	83	8	1	91	91	-
Deferred Tax assets (Liabilities)	666	(452)	1	214	1,339	(1,125)
Offsetting of deferred tax assets and deferred tax liabilities					(1,125)	
Net Deferred Tax assets (Liabilities)	666	(452)	1	214	214	

Particulars	31 March, 2023					
	Net balance 1 April 2022	Recognised in profit or loss	Recognised in OCI	Net	Deferred tax asset	Deferred tax liability
Deferred Tax Liabilities:						
Property, plant and equipment and Intangible assets	(969)	(109)	-	(1,078)	-	(1,078)
Investment	(2)	-	-	(2)	-	(2)
Deferred Tax Assets:						
Insurance claim adjusted in tax WDV	1,064	(547)	-	517	517	-
Trade receivables	11	-	-	11	11	-
Income tax loss (including depreciation)	795	340	-	1,135	1,135	-
Other items	110	(27)	-	83	83	-
Indexed Cost of Land	5	(5)	-	-	-	-
MAT credit entitlement	42	(42)	-	-	-	-
Deferred Tax assets (Liabilities)	1,056	(390)	-	666	1,746	(1,080)
Offsetting of deferred tax assets and deferred tax liabilities					(1,080)	
Net Deferred Tax assets (Liabilities)	1,056	(390)	-	666	666	

The Company during previous year 2023-24 has utilized deferred tax asset (DTA) ; on account of set off of losses against current year profits and recognition of insurance claim estimate as per documents submitted to insurance company.

The Company offsets tax assets and liabilities if and only if it has a legally enforceable right to set off current tax assets and current tax liabilities and the deferred tax assets and deferred tax liabilities relate to income taxes levied by the same tax authority.

Significant management judgement is required in determining provision for income tax, deferred income tax assets and liabilities and recoverability of deferred income tax assets. The recoverability of deferred income tax assets is based on estimates of taxable income by each jurisdiction in which the relevant entity operates and the period over which deferred income tax assets will be recovered.

D. Tax assets and liabilities

(₹ in lakhs)

Particulars	As at 31 March 2024	As at 31 March 2023
Non Current tax assets (net)	555	556
Non Current tax liability (net)	-	28

Notes forming part of the Standalone financial statements for the year ended 31 March 2024 (Contd.)

47. Events after the reporting period

No significant adjusting event occurred between the balance sheet date and date of the approval of these financial statements by the Board of Directors of the Company requiring adjustment or disclosure.

48. Exceptional Items

a. Loss by fire at Dahej Plant

Pursuant to a fire incident on 22 November 2020 at Dahej factory situated at Plot no. D-2/20, GIDC, Tal. Vagra, Dist. Bharuch – 392130, Gujarat, certain property, plant and equipment and inventory were damaged. It also disrupted the production process and impacted the financial performance of the Company for the year ended 31 March 2021. As a result of the incident, the Company had recognised a loss of ₹ 4,932 lakhs (₹ 4,326 lakhs towards property plant and equipment, ₹ 581 lakhs towards inventories and ₹ 25 lakhs towards other expenses) as an exceptional item in the standalone financial results for FY 2020-21. The Company's assets and inventories are covered under an Insurance policy and a claim has been lodged with the Insurance Company for the losses suffered. The Company has received an interim payment towards insurance claim of ₹ 400 lakhs in FY 2021-22 and stock insurance claim of ₹ 285 lakhs in FY 2022-23. During the previous quarter, the Company has received full and final settlement of fire insurance claim amounting to ₹ 2,058 lakhs on 12 September 2023 which is recognised as an exceptional item.

b. During previous year, the Company had sold its properties situated at Pune for a total consideration of ₹ 801 lakhs and has recognised a gain of ₹ 742 lakhs, as an exceptional item in the financial results.

49. Other Statutory Information

- (i) The Company did not have any transactions with companies struck off under section 248 of the Companies Act, 2013 or Section 560 of Companies Act, 1956 during the financial year.
- (ii) No transactions to report against the following disclosure requirements as notified by MCA pursuant to amended Schedule III:
 - (a) Crypto Currency or Virtual Currency
 - (b) Benami Property held under Prohibition of Benami Property Transactions Act, 1988 and rules made thereunder
 - (c) Registration of charges or satisfaction with Registrar of Companies
 - (d) Approved scheme(s) of Arrangements
 - (e) Number of layers of companies
 - (f) Undisclosed income
 - (g) Revaluation of PPE and intangible assets
 - (h) Title Deeds of immovable properties not held in name of the company
 - (i) Wilful defaulter
- (iii) The Company has not advanced or loaned or invested funds to any other person(s) or entity(ies), including foreign entities (Intermediaries) with the understanding that the Intermediary shall:
 - (a) directly or indirectly lend or invest in other persons or entities identified in any manner whatsoever by or on behalf of the Company (Ultimate Beneficiaries) or
 - (b) provide any guarantee, security or the like to or on behalf of the Ultimate Beneficiaries
- (iv) The Company has not received any fund from any person(s) or entity(ies), including foreign entities (Funding Party) with the understanding (whether recorded in writing or otherwise) that the Company shall:
 - (a) directly or indirectly lend or invest in other persons or entities identified in any manner whatsoever by or on behalf of the Funding Party (Ultimate Beneficiaries) or
 - (b) provide any guarantee, security or the like on behalf of the Ultimate Beneficiaries



Notes forming part of the Standalone financial statements for the year ended 31 March 2024 (Contd.)

- (v) The Company has borrowings from bank on the basis of security of current assets. The quarterly returns or statement of current assets filed by the Company with banks are in agreement with the books of accounts.
- 50** Information with regard to other matters specified in Schedule III to the Act is either nil or not applicable to the Company for the year.
- 51** The Code on Social Security, 2020 ('Code') relating to employee benefits during employment and post-employment benefits received Presidential assent in September 2020. The Code has been published in the Gazette of India. However, the date on which the Code will come into effect has not been notified. The Company will assess the impact of the Code when it comes into effect and will record any related impact in the period the Code becomes effective.

As per our report of even dated attached

For B S R & Co. LLP

Chartered Accountants

Firm's Registration No: 101248W/W-100022

Farhad Bamji

Partner

Membership No: 105234

Place : Mumbai

Date : 27 May 2024

For and on behalf of the Board of Directors

Dai-Ichi Karkaria Limited

CIN: L24100MH1960PLC011681

S. F. Vakil

Chairperson and
Wholetime Director
(DIN: 00002519)

Farokh P Gandhi

Chief Financial Officer
Membership No. 47573

Meher Vakil

Managing Director
(DIN: 07778396)

Ankit Shah

Company Secretary
Membership No. A35008

Place : Mumbai

Date : 27 May 2024

Independent Auditor’s Report

To the Members of Dai-Ichi Karkaria Limited

Report on the Audit of the Consolidated Financial Statements

Opinion

We have audited the consolidated financial statements of Dai-Ichi Karkaria Limited (hereinafter referred to as the “Holding Company”) and its subsidiary (Holding Company and its subsidiary together referred to as “the Group”) and its joint venture, which comprise the consolidated balance sheet as at 31 March 2024, and the consolidated statement of profit and loss (including other comprehensive income), consolidated statement of changes in equity and consolidated statement of cash flows for the year then ended, and notes to the consolidated financial statements, including material accounting policies and other explanatory information (hereinafter referred to as “the consolidated financial statements”).

In our opinion and to the best of our information and according to the explanations given to us, the aforesaid consolidated financial statements give the information required by the Companies Act, 2013 (“Act”) in the manner so required and give a true and fair view in conformity with the accounting principles generally accepted in India, of the consolidated state of affairs of the Group and joint venture as at 31 March 2024, of its consolidated profit and other comprehensive loss, consolidated changes in equity and consolidated cash flows for the year then ended.

Basis for Opinion

We conducted our audit in accordance with the Standards on Auditing (SAs) specified under Section 143(10) of the Act. Our responsibilities under those SAs are further described in the *Auditor’s Responsibilities for the Audit of the Consolidated Financial Statements* section of our report. We are independent of the Group and joint venture in accordance with the ethical requirements that are relevant to our audit of the consolidated financial statements in terms of the Code of Ethics issued by the Institute of Chartered Accountants of India and the relevant provisions of the Act, and we have fulfilled our other ethical responsibilities in accordance with these requirements. We believe that the audit evidence obtained by us along with the consideration of report of the other auditor referred to in paragraph (a) of the “Other Matter” section below, is sufficient and appropriate to provide a basis for our opinion on the consolidated financial statements.

Key Audit Matter

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

Revenue Recognition	
See Note 3(H) and Note 26 to consolidated financial statements	
The key audit matter	How the matter was addressed in our audit
<p>Revenue is recognized when the control over the underlying products has been transferred to the customer.</p> <p>Due to the Holding Company’s sales being under various contractual terms across the country and globally, delivery to customers in different regions might take different time periods and may result in undelivered goods at the period end. We consider a risk of misstatement in the Consolidated Financial Statements related to transactions occurring close to the year end, as these transactions could be recorded in the incorrect financial period (cut-off).</p> <p>There is also a risk of revenue being fraudulently overstated due to pressure on the Holding Company to achieve performance targets throughout the period and towards the period end. Accordingly, fraud and cut-off risks in revenue recognition is considered as a key audit matter</p>	<p>In view of the significance of the matter, we applied the following audit procedures in this area, among others, to obtain sufficient audit evidence:</p> <ul style="list-style-type: none"> • Focusing on the Holding Company’s revenue recognition for compliance with Ind AS; • Testing the design, implementation and operating effectiveness of the Holding Company’s controls on recording revenue. We focused on controls around existence of revenue; • Performing testing on selected statistical samples of revenue transactions recorded during the year. We verified terms of invoices, acknowledged delivery receipts and tested the transit time to deliver the goods. Our tests of detail focused on cut-off samples to verify only revenue pertaining to current year is recognised based on terms set out in sales invoices and delivery documents; • Assessing high risk journals posted to revenue to identify any unusual items.



Other Information

The Holding Company's Management and Board of Directors are responsible for the other information. The other information comprises the information included in the annual report, but does not include the financial statements and auditor's report thereon. The annual report is expected to be made available to us after the date of this auditor's report.

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

In connection with our audit of the consolidated 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 consolidated financial statements or our knowledge obtained in the audit, or otherwise appears to be materially misstated.

Management's and Board of Directors' Responsibilities for the Consolidated Financial Statements

The Holding Company's Management and Board of Directors are responsible for the preparation and presentation of these consolidated financial statements in term of the requirements of the Act that give a true and fair view of the consolidated state of affairs, consolidated profit/ loss and other comprehensive income, consolidated statement of changes in equity and consolidated cash flows of the Group including its joint venture in accordance with the accounting principles generally accepted in India, including the Indian Accounting Standards (Ind AS) specified under Section 133 of the Act. The respective Management and Board of Directors of the companies included in the Group and of its joint venture are responsible for maintenance of adequate accounting records in accordance with the provisions of the Act for safeguarding the assets of each company and for preventing and detecting frauds and other irregularities; the selection and application of appropriate accounting policies; making judgments and estimates that are reasonable and prudent; and the 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 consolidated financial statements that give a true and fair view and are free from material misstatement, whether due to fraud or error, which have been used for the purpose of preparation of the consolidated financial statements by the Management and Board of Directors of the Holding Company, as aforesaid.

In preparing the consolidated financial statements, the respective Management and Board of Directors of the companies included in the Group and of its joint venture are responsible for assessing the ability of each company to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless the respective Board of Directors either intends to liquidate the Company or to cease operations, or has no realistic alternative but to do so.

The respective Board of Directors of the companies included in the Group and of its joint venture are responsible for overseeing the financial reporting process of each company.

Auditor's Responsibilities for the Audit of the Consolidated Financial Statements

Our objectives are to obtain reasonable assurance about whether the consolidated 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 consolidated financial statements.

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

- Identify and assess the risks of material misstatement of the consolidated financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances. Under Section 143(3)(i) of the Act, we are also responsible for expressing our opinion on whether the company has adequate internal financial controls with reference to financial statements in place and the operating effectiveness of such controls.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by the Management and Board of Directors.
- Conclude on the appropriateness of the Management and Board of Directors use of the going concern basis of accounting in preparation of consolidated financial statements and, based on the audit evidence obtained, whether a material

uncertainty exists related to events or conditions that may cast significant doubt on the appropriateness of this assumption. 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 consolidated 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 Group and its joint venture to cease to continue as a going concern.

- Evaluate the overall presentation, structure and content of the consolidated financial statements, including the disclosures, and whether the consolidated financial statements represent the underlying transactions and events in a manner that achieves fair presentation.
- Obtain sufficient appropriate audit evidence regarding the financial statements of such entities or business activities within the Group and its joint venture to express an opinion on the consolidated financial statements. We are responsible for the direction, supervision and performance of the audit of the financial statements of such entities included in the consolidated financial statements of which we are the independent auditors. For the other entities included in the consolidated financial statements, which have been audited by other auditors, such other auditors remain responsible for the direction, supervision and performance of the audits carried out by them. We remain solely responsible for our audit opinion. Our responsibilities in this regard are further described in paragraph (a) of the section titled "Other Matter" in this audit report.

We communicate with those charged with governance of the Holding Company and such other entities included in the consolidated financial statements of which we are the independent auditors regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that we identify during our audit.

We also provide those charged with governance with a statement that we have complied with relevant ethical requirements regarding independence, and to communicate with them all relationships and other matters that may reasonably be thought to bear on our independence, and where applicable, related safeguards.

From the matters communicated with those charged with governance, we determine those matters that were of most significance in the audit of the consolidated 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.

Other Matter

- a. We did not audit the financial statements of one subsidiary, whose financial statements reflect total assets (before consolidation adjustments) of ₹ 1.11 lakhs as at 31 March 2024, total revenues (before consolidation adjustments) of ₹ Nil and net cash flows (before consolidation adjustments) amounting to ₹ 0.28 lakhs for the year ended on that date, as considered in the consolidated financial statements. These financial statements have been audited by other auditor whose report has been furnished to us by the Management and our opinion on the consolidated financial statements, in so far as it relates to the amounts and disclosures included in respect of this subsidiary, and our report in terms of sub-section (3) of Section 143 of the Act, in so far as it relates to the aforesaid subsidiary is based solely on the report of the other auditor.

Our opinion on the consolidated financial statements, and our report on Other Legal and Regulatory Requirements below, is not modified in respect of the above matter with respect to our reliance on the work done and the report of the other auditor.

Report on Other Legal and Regulatory Requirements

1. As required by the Companies (Auditor's Report) Order, 2020 ("the Order") issued by the Central Government of India in terms of Section 143(11) of the Act, we give in the "Annexure A" a statement on the matters specified in paragraphs 3 and 4 of the Order, to the extent applicable.
2. A. As required by Section 143(3) of the Act, based on our audit and on the consideration of report of the other auditor on separate financial statements of such subsidiary, as was audited by other auditor, as noted in the "Other Matter" paragraph, we report, to the extent applicable, 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 of the aforesaid consolidated financial statements.
 - b. In our opinion, proper books of account as required by law relating to preparation of the aforesaid consolidated financial statements have been kept so far as it appears from our examination of those books and the report of the other auditor except for the matters stated in the paragraph 2B(f) below on reporting under Rule 11(g) of the Companies (Audit and Auditors) Rules, 2014.



- c. The consolidated balance sheet, the consolidated statement of profit and loss (including other comprehensive income), the consolidated statement of changes in equity and the consolidated statement of cash flows dealt with by this Report are in agreement with the relevant books of account maintained for the purpose of preparation of the consolidated financial statements.
 - d. In our opinion, the aforesaid consolidated 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 of the Holding Company as on 1 April 2024, 3 April 2024 and 5 April 2024 taken on record by the Board of Directors of the Holding Company and the reports of the statutory auditor of its subsidiary company and joint venture company incorporated in India, none of the directors of the Group companies and joint venture company incorporated in India is disqualified as on 31 March 2024 from being appointed as a director in terms of Section 164(2) of the Act.
 - f. the modifications relating to the maintenance of accounts and other matters connected therewith are as stated in the paragraph 2A(b) above on reporting under Section 143(3)(b) and paragraph 2B(f) below on reporting under Rule 11(g) of the Companies (Audit and Auditors) Rules, 2014.
 - g. With respect to the adequacy of the internal financial controls with reference to financial statements of the Holding Company and its subsidiary company and the operating effectiveness of such controls, refer to our separate Report in “Annexure B”.
- B. 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 and based on the consideration of the report of the other auditor on separate financial statements of the subsidiary, as noted in the “Other Matter” paragraph:
- a. The consolidated financial statements disclose the impact of pending litigations as at 31 March 2024 on the consolidated financial position of the Group and joint venture. Refer Note 34 to the consolidated financial statements.
 - b. The Group and joint venture did not have any material foreseeable losses on long-term contracts including derivative contracts during the year ended 31 March 2024.
 - c. There has been no delay in transferring amounts to the Investor Education and Protection Fund by the Holding Company or its subsidiary company and joint venture company incorporated in India during the year ended 31 March 2024.
 - d. (i) The respective management of the Holding Company and its subsidiary company and joint venture company incorporated in India whose financial statements have been audited under the Act have represented to us and the other auditors of such subsidiary company that, to the best of their knowledge and belief, as disclosed in the Note 50 to the consolidated financial statements, 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 Holding Company or any of such subsidiary company and joint venture company to or in any other person(s) or entity(ies), including foreign entities (“Intermediaries”), with the understanding, whether recorded in writing or otherwise, that the Intermediary shall directly or indirectly lend or invest in other persons or entities identified in any manner whatsoever by or on behalf of the Holding Company or any of such subsidiary company and joint venture company (“Ultimate Beneficiaries”) or provide any guarantee, security or the like on behalf of the Ultimate Beneficiaries.
 - (ii) The respective management of the Holding Company and its subsidiary company and joint venture company incorporated in India whose financial statements have been audited under the Act have represented to us and the other auditors of such subsidiary company that, to the best of their knowledge and belief, as disclosed in the Note 50 to the consolidated financial statements, no funds have been received by the Holding Company or any of such subsidiary company and joint venture company from any person(s) or entity(ies), including foreign entities (“Funding Parties”), with the understanding, whether recorded in writing or otherwise, that the Holding Company or any of such subsidiary company and joint venture company shall directly or indirectly, lend or invest in 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 the audit procedures that have been considered reasonable and appropriate in the circumstances performed by us and that performed by the auditor of the subsidiary company and joint venture company incorporated in India whose financial statements have been audited under the Act, nothing has come to

our or other auditor notice that has caused us or the other auditor to believe that the representations under sub-clause (i) and (ii) of Rule 11(e), as provided under (i) and (ii) above, contain any material misstatement.

- e. The final dividend paid by the Holding Company incorporated in India during the year, in respect of the same declared for the previous years, is in accordance with Section 123 of the Act to the extent it applies to payment of dividend.

As stated in Note 39 to the consolidated financial statements, the respective Board of Directors of the Holding Company incorporated in India have proposed final dividend for the year which is subject to the approval of the respective members at the ensuing Annual General Meeting. The dividend declared is in accordance with Section 123 of the Act to the extent it applies to declaration of dividend.

- f. Based our examination which included test checks, and as communicated by the respective auditors of holding company, subsidiary and joint venture except for the instances mentioned below, the Company has used an accounting software for maintaining its books of account, which has a feature of recording audit trail (edit log) facility and the same has operated throughout the year for all relevant transactions recorded in the software:

- i. In case of holding company and joint venture the feature of audit trail (edit log) facility was not enabled at the database level to log any direct data changes;
- i. For holding company and joint venture the audit trail (edit log) was not available for more than 99 changes, if any, for every master data or transaction at application level;and
- ii. For holding company authorised privileged user(s) had rights to make changes to the audit trail feature. However, the edit logs for changes made to the audit trail feature were not available throughout the year, and hence, we are unable to determine whether changes to the audit trail feature were made during the year.

Further, where audit trail (edit log) facility was enabled and except for sub-paragraph (iii) above, we did not come across any instance of audit trail feature being tampered with.

- C. With respect to the matter to be included in the Auditor's Report under Section 197(16) of the Act:

In our opinion and according to the information and explanations given to us and based on the report of the statutory auditors of such subsidiary company incorporated in India which was not audited by us, the remuneration paid during the current year by the Holding Company and its subsidiary company and joint venture company to its directors is in accordance with the provisions of Section 197 of the Act. The remuneration paid to any director by the Holding Company and its subsidiary company and joint venture company is not in excess of the limit laid down under Section 197 of the Act. The Ministry of Corporate Affairs has not prescribed other details under Section 197(16) of the Act which are required to be commented upon by us.

For **B S R & Co. LLP**

Chartered Accountants

Firm's Registration No.:101248W/W-100022

Farhad Bamji

Partner

Place: Mumbai

Date: 27 May 2024

Membership No.: 105234

ICAI UDIN:24105234BKCLLZ8891



Annexure A to the Independent Auditor's Report on the Consolidated Financial Statements of Dai-Ichi Karkaria Limited for the year ended 31 March 2024

(Referred to in paragraph 1 under 'Report on Other Legal and Regulatory Requirements' section of our report of even date)

(xi) In our opinion and according to the information and explanations given to us, there are no qualifications or adverse remarks by the respective auditors in the Companies (Auditor's Report) Order, 2020 reports of the companies incorporated in India and included in the consolidated financial statements.

For **B S R & Co. LLP**

Chartered Accountants

Firm's Registration No.:101248W/W-100022

Farhad Bamji

Partner

Membership No.: 105234

ICAI UDIN:24105234BKCLLZ8891

Place: Mumbai

Date: 27 May 2024

Annexure B to the Independent Auditor's Report on the consolidated financial statements of Dai-Ichi Karkaria Limited for the year ended 31 March 2024

Report on the internal financial controls with reference to the aforesaid consolidated financial statements under Clause (i) of Sub-section 3 of Section 143 of the Act

(Referred to in paragraph 2(A)(g) under 'Report on Other Legal and Regulatory Requirements' section of our report of even date)

Opinion

In conjunction with our audit of the consolidated financial statements of Dai-Ichi Karkaria Limited (hereinafter referred to as "the Holding Company") as of and for the year ended 31 March 2024, we have audited the internal financial controls with reference to financial statements of the Holding Company and such company incorporated in India under the Act which is its subsidiary company, as of that date.

In our opinion and based on the consideration of report of the other auditor on internal financial controls with reference to financial statements of subsidiary company as was audited by the other auditor, the Holding Company and such company incorporated in India which is its subsidiary company, have, in all material respects, adequate internal financial controls with reference to financial statements and such internal financial controls were operating effectively as at 31 March 2024, based on the internal financial controls with reference to financial statements criteria established by such companies considering the essential components of such internal controls stated in the Guidance Note on Audit of Internal Financial Controls Over Financial Reporting issued by the Institute of Chartered Accountants of India (the "Guidance Note").

Management's and Board of Directors' Responsibilities for Internal Financial Controls

The respective Company's Management and the Board of Directors are responsible for establishing and maintaining internal financial controls based on the internal financial controls with reference to financial statements criteria established by the respective company considering the essential components of internal control stated in the Guidance Note. 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 the respective 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 Act.

Auditor's Responsibility

Our responsibility is to express an opinion on the internal financial controls with reference to financial statements based on our audit. We conducted our audit in accordance with the Guidance Note and the Standards on Auditing, prescribed under Section 143(10) of the Act, to the extent applicable to an audit of internal financial controls with reference to financial statements. Those Standards and the Guidance Note require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether adequate internal financial controls with reference to financial statements were 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 with reference to financial statements and their operating effectiveness. Our audit of internal financial controls with reference to financial statements included obtaining an understanding of internal financial controls with reference to financial statements, assessing the risk that a material weakness exists, and testing and evaluating the design and operating effectiveness of internal control based on the assessed risk. The procedures selected depend on the auditor's judgement, including the assessment of the risks of material misstatement of the consolidated financial statements, whether due to fraud or error.

We believe that the audit evidence we have obtained and the audit evidence obtained by the other auditor of the relevant subsidiary company in terms of their report referred to in the Other Matter paragraph below, is sufficient and appropriate to provide a basis for our audit opinion on the internal financial controls with reference to financial statements.

Meaning of Internal Financial Controls with Reference to Financial Statements

A company's internal financial controls with reference to financial statements is a process designed to provide reasonable assurance regarding the reliability of financial reporting and the preparation of financial statements for external purposes in accordance with generally accepted accounting principles. A company's internal financial controls with reference to financial statements include those policies and procedures that (1) pertain to the maintenance of records that, in reasonable detail, accurately and fairly reflect the transactions and dispositions of the assets of the company; (2) provide reasonable assurance that transactions are recorded as necessary to permit preparation of financial statements in accordance with generally accepted accounting principles, and that receipts and expenditures of the company are being made only in accordance with authorisations of management and directors of the company; and (3) provide reasonable assurance regarding prevention or timely detection of unauthorised acquisition, use, or disposition of the company's assets that could have a material effect on the financial statements.



Inherent Limitations of Internal Financial Controls with Reference to Financial Statements

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

Other Matter

Our aforesaid report under Section 143(3)(i) of the Act on the adequacy and operating effectiveness of the internal financial controls with reference to financial statements in so far as it relates to one subsidiary company, which are companies incorporated in India, is based on the corresponding reports of the auditors of such companies incorporated in India.

Our opinion is not modified in respect of this matter.

For **B S R & Co. LLP**

Chartered Accountants

Firm's Registration No.:101248W/W-100022

Farhad Bamji

Partner

Membership No.: 105234

ICAI UDIN:24105234BKCLLZ8891

Place: Mumbai

Date: 27 May 2024

Consolidated Balance Sheet as at 31 March 2024

(₹ in lakhs)

Particulars	Note	As at 31 March, 2024	As at 31 March, 2023
A. ASSETS			
NON-CURRENT ASSETS			
(a) Property, plant and equipment	4	12,029	12,766
(b) Capital work-in-progress	4	238	35
(c) Investment property		26	32
(d) Intangible assets	4	-	-
(e) Right to use assets	4	1,125	1,138
(f) Financial assets			
(i) Investments in Subsidiary & Joint Venture	5(a)	2,057	2,265
(ii) Other Investments	5(b)	1	1
(iii) Other financial assets.....	6	668	409
(g) Deferred Tax assets (net)	7	214	666
(h) Other Tax assets (net)	8	555	556
(i) Other non-current assets	9	19	27
Total non-current assets		16,932	17,895
CURRENT ASSETS			
(a) Inventories	10	1,666	1,917
(b) Financial Assets			
(i) Investments	11	26	15
(ii) Trade receivables	12	2,245	2,672
(iii) Cash and Cash Equivalents	13	629	572
(iv) Bank balances other than (iii) above	14	13	267
(v) Other financial assets	15	91	103
(c) Other current assets.....	16	628	1,300
Total Current assets		5,298	6,846
Total Assets		22,230	24,741
B. EQUITY AND LIABILITIES			
EQUITY			
(a) Equity Share capital	17	745	745
(b) Other equity	18	17,331	16,245
Total equity		18,076	16,990
LIABILITIES			
NON-CURRENT LIABILITIES			
(a) Financial Liabilities			
(i) Borrowings	19(a)	134	1,725
(ii) Other financial liabilities.....	19(b)	-	79
(b) Provisions	20	155	176
Total non-current liabilities		289	1,980
CURRENT LIABILITIES			
(a) Financial Liabilities			
(i) Borrowings	21	1,759	2,096
(ii) Trade Payables			
Total outstanding dues of Micro Enterprises and Small Enterprises	22	95	79
Total outstanding dues to other than Micro Enterprises and Small Enterprises	22	1,505	2,733
(iii) Other financial liabilities	23	286	545
(b) Other current liabilities.....	24	61	184
(c) Provisions.....	25	159	134
Total current liabilities		3,865	5,771
Total Liabilities		4,154	7,751
Total Equity And Liabilities		22,230	24,741
Summary of material accounting policies	3		
Notes forming part of the Consolidated financial statements	1-52		

The accompanying notes are an integral part of these consolidated financial statements
As per our report of even date attached

For B S R & Co. LLP
Chartered Accountants
Firm's Registration No: 101248W/W-100022
Farhad Bamji
Partner
Membership No: 105234

For and on behalf of the Board of Directors
Dai-Ichi Karkaria Limited
CIN: L24100MH1960PLC011681
S. F. Vakil
Chairperson and
Wholetime Director
(DIN: 00002519)

Meher Vakil
Managing Director
(DIN: 07778396)

Farokh P Gandhi
Chief Financial Officer
Membership No. 47573

Ankit Shah
Company Secretary
Membership No. A35008
Place : Mumbai
Date : 27 May 2024

Place : Mumbai
Date : 27 May 2024



Consolidated Statement of Profit and Loss for the year ended 31 March 2024

(₹ in lakhs)

Particulars	Note	Year ended 31 March, 2024	Year ended 31 March, 2023
Income			
Revenue from operations.....	26	13,158	18,394
Other income.....	27	379	644
Total income.....		13,537	19,038
Expenses			
Cost of materials consumed.....	28	7,940	11,572
Changes in inventories of finished goods, semi-finished goods and work-in-progress	29	(88)	277
Employee benefits expense.....	30	1,967	1,568
Finance costs.....	31	306	304
Depreciation and amortisation expense.....	32	923	745
Other expenses.....	33	2,710	3,388
Total expenses.....		13,758	17,854
(Loss)/Profit before tax and exceptional items.....		(221)	1,184
Exceptional items (Refer Note 49)			
Insurance claim received.....		2,058	285
Profit on sale of properties (Net).....		-	742
Profit after exceptional items before tax		1,837	2,211
Tax expenses:			
Income tax adjustment of earlier years.....		36	(66)
Deferred tax (Net).....		452	430
Total tax expenses		488	364
Profit after tax for the year		1,349	1,847
Share of Profit in Joint Ventures (net of tax).....		41	160
Profit for the year (including profit in joint venture)		1,390	2,007
Other comprehensive income/(expense).....			
Items that will not be reclassified to profit and loss.....			
Remeasurements of post-employment benefit obligation.....		(8)	1
Income tax related to items that will not be reclassified to profit or loss....		-	-
Share of Profit / (Loss) in Joint Ventures (net of tax).....		2	(8)
Other comprehensive income/(expense) for the year, (net of income tax).....		(6)	(7)
Total comprehensive income/(expense) for the year.....		1,384	2,000
Earnings per equity share Basic and Diluted (of ₹ 10/- each)	38	18.65	26.94

Summary of material accounting policies 3

Notes forming part of the consolidated financial statements 1-52

The accompanying notes are an integral part of these consolidated financial statements

As per our report of even dated attached

The accompanying notes are an integral part of these consolidated financial statements

As per our report of even date attached

For B S R & Co. LLP

Chartered Accountants

Firm's Registration No: 101248W/W-100022

Farhad Bamji

Partner

Membership No: 105234

For and on behalf of the Board of Directors

Dai-ichi Karkaria Limited

CIN: L24100MH1960PLC011681

S. F. Vakil

Chairperson and
Wholetime Director
(DIN: 00002519)

Meher Vakil

Managing Director
(DIN: 07778396)

Farokh P Gandhi

Chief Financial Officer
Membership No. 47573

Ankit Shah

Company Secretary
Membership No. A35008

Place : Mumbai

Date : 27 May 2024

Place : Mumbai

Date : 27 May 2024

**Consolidated Statement of Changes in Equity
as at 31 March 2024**

A - Equity share capital

Particulars	As at 31 March, 2024		As at 31 March, 2023	
	Number of shares	₹ in lakhs	Number of shares	₹ in lakhs
(A) Authorised				
Equity shares of ₹ 10/- each with voting rights	10,000,000	1,000	10,000,000	1,000
(B) Issued, subscribed and fully paid				
Equity shares of ₹ 10/- each with voting rights				
Balance at the beginning of the reporting year	7,451,229	745	7,451,229	745
Changes in equity share capital during the year	-	-	-	-
Balance at the end of the reporting year	7,451,229	745	7,451,229	745

B - Other Equity

(₹ in lakhs)

Particulars	Reserves and Surplus						Total other equity
	Capital reserve	Securities premium reserve	Capital redemption reserve	General reserve	Retained earnings	Share of joint venture	
Balance as at 1 April 2022	77	2,594	16	519	9,467	1,572	14,245
Profit for the year	-	-	-	-	1,847	160	2,007
Other Comprehensive Income for the year (net of tax)	-	-	-	-	(7)	-	(7)
Total Comprehensive Income/(Expense) for the year	-	-	-	-	1,840	160	2,000
Transactions with owners of the company							
Dividend on Equity Shares	-	-	-	-	-	-	-
Balance as at 31 March 2023	77	2,594	16	519	11,307	1,732	16,245
Profit for the year	-	-	-	-	1,349	41	1,390
Other Comprehensive Income/(Loss) for the year (net of tax)	-	-	-	-	(5)	(1)	(6)
Total Comprehensive income for the year	-	-	-	-	1,344	40	1,384
Dividend on Equity Shares	-	-	-	-	(298)	-	(298)
Balance as at 31 March 2024	77	2,594	16	519	12,353	1,772	17,331

Summary of material accounting policies 3

Notes forming part of the Consolidated financial statements 1-52

As per our report of even date attached.

For B S R & Co. LLP

Chartered Accountants

Firm's Registration No: 101248W/W-100022

Farhad Bamji

Partner

Membership No: 105234

Place : Mumbai

Date : 27 May 2024

For and on behalf of the Board of Directors

Dai-Ichi Karkaria Limited

CIN: L24100MH1960PLC011681

S. F. Vakil

Chairperson and

Wholetime Director

(DIN: 00002519)

Farokh P Gandhi

Chief Financial Officer

Membership No. 47573

Meher Vakil

Managing Director

(DIN: 07778396)

Ankit Shah

Company Secretary

Membership No. A35008

Place : Mumbai

Date : 27 May 2024



Consolidated Statement of Cash Flow for the year ended 31 March 2024

(₹ in lakhs)

Particulars	For the year ended 31 March, 2024	For the year ended 31 March, 2023
A. <u>Cash Flow from Operating Activities:</u>		
Profit after exceptional items before tax (including joint venture share)	1,878	2,371
<u>Adjustments for:</u>		
Depreciation and amortisation	923	745
Profit on sale of property, plant and equipments	(23)	(742)
Property, plant and equipment written off	16	20
Insurance claim receipt	(2,058)	-
Change in fair value of financial assets at FVTPL	(11)	2
Dividend income	* -	* -
Interest income	(62)	(25)
Interest expenses	305	303
Inventory assets written off during the year	65	104
Provision for non-moving inventories	-	1
Provision for doubtful trade receivables	(31)	(1)
Bad debts/ sundry balance written off	-	12
Liabilities no longer payable written back	(54)	(24)
Share of Profit in joint venture	(43)	(160)
Unrealised foreign currency loss/(gain) on revaluation (net)	17	(11)
Subtotal of Adjustments	(956)	224
Operating Profit before working capital changes	922	2,595
Changes in working capital:		
Adjustments for increase/decrease in:		
(Increase)/Decrease in trade receivables	329	(818)
Decrease in loans, other financial assets and other assets	841	496
Decrease in inventories	186	259
(Decrease) in trade payable, other financial liabilities and other liabilities	(1,241)	(99)
Increase/(Decrease) in provisions	3	(45)
Subtotal of Adjustments	118	(207)
Net cash generated from operations	1,040	2,388
Add: Income tax paid	(34)	(69)
Net cash generated from in operating activities	1,006	2,319
B. <u>Cash Flow from Investing Activities:</u>		
Purchases of property, plant and equipment	(588)	(3,629)
Profit on sale of property, plant and equipments (net of advance received)	61	326
Insurance claim receipt	2,058	-
Investment/(Proceeds) in fixed deposit with bank	(3)	18
Dividend received	* -	* -
Interest received	62	27
Net Cash generated from/ (used in) investing activities	1,590	(3,258)

Consolidated Statement of Cash Flow for the year ended 31 March 2024 (Contd.)

(₹ in lakhs)

Particulars	For the year ended 31 March, 2024	For the year ended 31 March, 2023
C Cash Flow from Financing Activities:		
Proceeds from non-current borrowings (net)	(1,591)	1,318
Repayment of current borrowings (net)	(337)	-
Proceeds from current borrowings (net)	-	330
Dividend and corporate dividend tax paid	(298)	* -
Interest paid	(305)	(303)
Net Cash (used in)/generated from financing activities	(2,531)	1,345
D Net (Decrease)/Increase in cash and cash equivalents (A+B+C)	65	406
E Cash and cash equivalents as at beginning of the year	572	183
Net comprehensive expenses	(6)	(17)
Add: Effect of exchange differences on cash and cash equivalents held in foreign currency	(2)	-
F Cash and cash equivalents as at end of the year (D+E) (Refer note 13)	629	572

* Amount below Rupees One Lakh

Reconciliation of liabilities from financing activities	Non-current borrowing (including current portion) (a)	Current borrowings (b)	Total liabilities from financing activities (a+b)
Opening Balance (as at 1 April 2023)	1,725	2,096	3,821
Add : Proceeds during the year	-	-	-
Less : Repayment during the year	1,591	337	1,928
Closing Balance (as at 31 March 2024)	134	1,759	1,893

Notes:

- The above Cash Flow Statement has been prepared under the "Indirect Method" as set out in the Indian Accounting Standard (Ind AS-7) - "Statement of Cash Flows"
- Purchase of property, plant and equipment includes movements of capital work-in-progress (including capital advances) during the year.
- Cash and cash equivalents are cash and bank balance as per balance sheet (Refer note no 13)

Summary of material accounting policies 3

Notes forming part of the Consolidated financial statements 1-52

As per our report of even date attached.

The accompanying notes are an integral part of these consolidated financial statements

As per our report of even date attached

For B S R & Co. LLP

Chartered Accountants

Firm's Registration No: 101248W/W-100022

Farhad Bamji

Partner

Membership No: 105234

For and on behalf of the Board of Directors

Dai-Ichi Karkaria Limited

CIN: L24100MH1960PLC011681

S. F. Vakil

Chairperson and
Wholetime Director
(DIN: 00002519)

Meher Vakil

Managing Director
(DIN: 07778396)

Farokh P Gandhi

Chief Financial Officer
Membership No. 47573

Ankit Shah

Company Secretary
Membership No.
A35008

Place : Mumbai

Date : 27 May 2024

Place : Mumbai

Date : 27 May 2024



Notes forming part of the consolidated financial statements for the year ended 31 March 2024

1. Company overview

Dai-Ichi Karkaria Limited ('the Holding Company') is domiciled in India with its registered office situated at 3rd Floor, Liberty Building, Sir Vithaldas Thackersey Marg, Mumbai 400 020, India. The Holding Company was incorporated on 13 May 1960 under the provisions of Indian Companies Act, 1956 and its equity shares is listed on Bombay Stock Exchange (BSE) in India. The Group is engaged in manufacturing of specialty chemicals.

The manufacturing activities of the Group are carried out from its plants located at Dahej (Gujarat) and Kurkumbh, District Pune (Maharashtra).

2. Basis of preparation

A. Statement of compliance

These consolidated financial statements have been prepared in accordance with Indian Accounting Standards (IndAS) as per the Companies (Indian Accounting Standards) Rules, 2015 and Companies (Indian Accounting Standards) (Amendment) Rules, 2016 notified under Section 133 of the Companies Act, 2013 ('the Act') and the other relevant provisions of the Act.

The consolidated financial statements were authorised for issue by the Holding Company's Board of Directors on 27 May 2024. Details of the Group's accounting policies are included in Note 3.

B. Functional and presentation currency

These consolidated financial statements are presented in Indian Rupees (INR), which is also the Group's functional currency. All amounts have been rounded off to the nearest lakh, unless otherwise stated.

C. Basis of measurement

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

Items	Measurement basis
i) Certain Financial assets and liabilities	Fair value
ii) Net defined benefit asset / (obligation)	Fair Value of plan assets less present value of defined benefit obligations

D. Current and non-current classification

All assets and liabilities have been classified as current or non-current as per the Group's normal operating cycle and other criteria set out in Schedule III of the Act. Based on the nature of its activities and the time between the acquisition of assets for processing and their realisation in cash or cash equivalents, the Group has ascertained its operating cycle as 12 months for the purpose of current or non-current classification of assets and liabilities.

E. Use of estimates and judgements

The preparation of these consolidated financial statements in conformity with the recognition and measurement principles of Ind AS requires the management of the Group's to make estimates and judgements that affect the reported balances of assets and liabilities, disclosures relating to contingent liabilities as at the date of the consolidated financial statements and the reported amounts of income and expense for the periods presented.

Estimates and underlying assumptions are reviewed on an ongoing basis. Revisions to accounting estimates are recognised prospectively.

Key sources of estimation of uncertainty at the date of the consolidated financial statements, which may cause a material adjustment to the carrying amounts of assets and liabilities within the next financial year, is in respect of useful lives of property, plant and equipment, recoverability of deferred tax assets, provision and contingent liabilities and fair value measurement of financial instruments have been discussed below. Key source of estimation of uncertainty in respect of revenue recognition and employee benefits have been discussed in their respective policies.

Useful lives of property, plant and equipment

The Group estimates the useful lives of property, plant and equipment based on the period over which the assets are expected to be available for use. The estimation of the useful lives of property, plant and equipment is based on collective assessment of industry practice, internal technical evaluation and on the historical experience with similar assets. It is possible, however, that future results from operations could be materially affected by changes in estimates brought about by changes in factors mentioned above. The amounts and timing of recorded expenses for any period would be affected by changes in these factors and circumstances. The estimated useful lives are reviewed periodically and are updated if expectations differ from previous estimates due to physical wear and tear, technical or commercial obsolescence and legal or other limits on the use of the assets.

Notes forming part of the consolidated financial statements for the year ended 31 March 2024(Contd.)**Recoverability of deferred tax assets**

In determining the recoverability of deferred income tax assets, the Group primarily considers current and expected profitability of applicable operating business segments and their ability to utilize any recorded tax assets. The Group reviews its deferred income tax assets at every reporting period end, taking into consideration the availability of sufficient current and projected taxable profits, reversals of taxable temporary differences and tax planning strategies.

Fair value Measurement of financial instrument

When the fair values of financial assets and financial liabilities recorded in the balance sheet cannot be measured based on quoted prices in active markets, their fair value is measured using valuation techniques including the Discounted Cash Flow model. The inputs to these models are taken from observable markets where possible, but where this is not feasible, a degree of judgement is required in establishing fair values. Judgements include considerations of inputs such as liquidity risk, credit risk and volatility.

Changes in assumptions about these factors could affect the reported fair value of financial instruments. The policy has been further explained in detail under note 3 (A).

Provisions and contingent liabilities

A provision is recognised when the Group has a present obligation as a result of past event and it is probable that an outflow of resources will be required to settle the obligation, in respect of which a reliable estimate can be made. These are reviewed at each balance sheet date and adjusted to reflect the current best estimates. Contingent liabilities are not recognised in the consolidated financial statements. Contingent assets are neither recognised nor disclosed in the consolidated financial statements.

F. Recent accounting pronouncements

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, 2024, MCA has not issued any standards/amendments to accounting standards which are effective from 1 April 2024.

3. Material Accounting Policies**A. Basis for Consolidation****(i) Subsidiaries**

Subsidiaries are entities controlled by the Group. The Group "controls" an entity when it is expressed to or has rights to, variable returns from its involvement with the entity and has the ability to affect those returns through its powers over the entity. The financial statements of subsidiaries are included in the consolidated financial statements from the date on which control commences until the date on which control ceases.

Consolidated procedure followed is as under:

Items of assets, liabilities equity, income, expenses and cash flows of the parent with those of its subsidiaries are combined like to like basis. For this purpose, income and expense of the subsidiary are based on the amounts of the assets and liabilities recognized in the consolidated financial statements at the acquisition date.

(ii) Equity accounted investees

The Group's interest in equity accounted investees comprise interests in associates and a joint venture.

Associates are those entities in which the Group has significant influence, but not control or joint control, over the financial and operating policies. A joint venture is an arrangement in which the Group has joint control, whereby the Group has rights to the net assets of the arrangement, rather than rights to its assets and obligations for its liabilities.

Interest in associates and the joint venture are accounted for using the equity method. They are initially recognised at cost, which includes transaction costs. Subsequent to initial recognition, the consolidated financial statements include the Group's share of the profit or loss and OCI of equity-accounted investees, until the date on which significant influence or joint control ceases.

B. Financial instruments

Financial assets and liabilities are recognised when the Group becomes a party to the contractual provisions of the instrument. Financial assets and liabilities are initially measured at fair value. Transaction costs that are directly attributable to the acquisition or issue of financial assets and financial liabilities (other than financial assets and financial liabilities at fair value through profit or loss) are added to or deducted from the fair value measured on initial recognition of financial asset or financial liability.



Notes forming part of the consolidated financial statements for the year ended 31 March 2024(Contd.)

Cash and cash equivalents

The Group considers all highly liquid financial instruments, which are readily convertible into known amounts of cash that are subject to an insignificant risk of change in value and having original maturities of three months or less from the date of purchase, to be cash equivalents. Cash and cash equivalents consist of balances with banks which are unrestricted for withdrawal and usage.

Financial assets at amortised cost

Financial assets are subsequently measured at amortised cost if these financial assets are held within a business whose objective is to hold these assets 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 on the principal amount outstanding.

Financial assets at fair value through other comprehensive income

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

Financial assets at fair value through profit or loss

Financial assets are measured at fair value through profit or loss unless they are 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 recognised in consolidated statement of profit and loss.

The Group has made an election to present subsequent changes in the fair value of equity investments as other income in the consolidated statement of profit and loss.

Financial liabilities

Financial liabilities are measured at amortised cost using the effective interest method.

Equity instruments

An equity instrument is a contract that evidences residual interest in the assets of the Group's after deducting all of its liabilities. Equity instruments recognised by the Group are recognised at the proceeds received net off direct issue cost.

Derecognition of financial instruments

The Group derecognises a financial asset when the contractual rights to the cash flows from the asset expire, or when it transfers the financial asset and substantially all the risk and rewards of ownership of the asset to another party. On derecognition of a financial asset, the difference between assets carrying amount and the sum of consideration received or receivable or the cumulative gain or loss that had been recognised in the consolidated statement of profit and loss.

The Group derecognises financial liabilities when and only when the Group's obligations are discharged, cancelled or have expired. The difference between the carrying amount of the financial liability derecognised and the consideration paid and payable is recognised in the consolidated statement of profit and loss.

Offsetting

Financial assets and financial liabilities are offset and the net amount presented in the balance sheet when and only when, the Group currently has a legally enforceable right to set off the amounts and it intends either to settle them on a net basis or to realise the asset and settle the liability simultaneously.

C. Impairment

Financial assets (other than at fair value)

The Group assesses at each date of balance sheet whether a financial asset or a group of financial assets is impaired. Ind AS 109 requires expected credit losses to be measured through a loss allowance. In determining the allowances for doubtful trade receivables, the Group has computed the expected credit loss allowance for trade receivables based on a provision matrix. The provision matrix takes into account historical credit loss experience and is adjusted for forward looking information. The expected credit loss allowance is based on the ageing of the receivables that are due and rates used in the provision matrix. For all other financial assets, expected credit losses are measured at an amount equal to the 12-months expected credit losses or at an amount equal to the life time expected credit losses if the credit risk on the financial asset has increased significantly since initial recognition.

Notes forming part of the consolidated financial statements for the year ended 31 March 2024(Contd.)**Non-financial assets****Tangible and intangible assets**

Property, plant and equipment and intangible assets with finite life are evaluated for recoverability whenever there is any indication that their carrying amounts may not be recoverable. If any such indication exists, the recoverable amount (i.e. higher of the fair value less cost to sell and the value-in-use) is determined on an individual asset basis unless the asset does not generate cash flows that are largely independent of those from other assets. In such cases, the recoverable amount is determined for the cash generating unit (CGU) to which the asset belongs.

If the recoverable amount of an asset (or CGU) is estimated to be less than its carrying amount, the carrying amount of the asset (or CGU) is reduced to its recoverable amount. An impairment loss is recognised in the consolidated statement of profit and loss.

D. Property, plant and equipment / Depreciation**(i) Recognition and measurement**

Items of property, plant and equipment are measured at cost, less accumulated depreciation, and accumulated impairment losses, if any.

Cost of an item of property, plant and equipment comprises its purchase price, including import duties and non-refundable purchase taxes, after deducting trade discounts and rebates, any directly attributable cost of bringing the item to its working condition for its intended use and estimated costs of dismantling and removing the item and restoring the site on which it is located.

The cost of a self-constructed item of property, plant and equipment comprises the cost of materials and direct labour, and other costs directly attributable to bringing the item to working condition for its intended use, and estimated costs of dismantling and removing the item and restoring the site on which it is located.

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

Any gain or loss on disposal of an item of property, plant and equipment is recognised in consolidated statement of profit or loss.

Capital work-in-progress:- Projects under which Property, plant and equipment are not yet ready for their intended use are carried at cost, comprising direct cost, related incidental expenses and attributable interest.

(ii) Subsequent expenditure

Subsequent expenditure is capitalised only if it is probable that the future economic benefits associated with the expenditure will flow to the Group.

(iii) Expenditure during construction period

Expenditure/Income during construction period (including financing cost related to borrowed funds for construction or acquisition of qualifying PPE) is included under capital work-in-progress, and the same is allocated to the respective PPE on the completion of their construction. Advances given towards acquisition or construction of PPE outstanding at each reporting date are disclosed as capital advances under "other non-current assets".

(iv) Depreciation

Depreciation of property, plant and equipment is calculated using the straight-line method, except few assets transferred from Kasarwadi plant to Dahej plant which continue to be depreciated using diminishing value method. Freehold land is not depreciated.

Depreciation is charged on the cost of the property plant and equipment less estimated residual value over the useful lives as per Schedule II of the Companies Act, 2013, this useful life are shown below. Depreciation on additions (disposals) is provided on pro-rata basis i.e. from (upto) the date on which the asset is ready for use (disposed-off).



Notes forming part of the consolidated financial statements for the year ended 31 March 2024(Contd.)

Asset	Management estimate of useful life (years)	Useful life (years) – as per schedule II
Leasehold land	Amortised over the lease period	-
Leasehold improvements	Amortised over lower of the lease period or 7 years	-
Building	3-60	30 – 60
Road	3-10	10
Plant and machinery	10-20	8-20
Furniture and fixture	10	10
Vehicles	8	10
Office equipment	3-15	8-20

Depreciation method, useful lives and residual values are reviewed at each financial year-end and adjusted if appropriate. Management believes that its estimates of useful lives as given above best represent the period over which management expects to use these assets.

Intangible assets

(v) Recognition and measurement

Intangible assets including those acquired by the Group are initially measured at cost. Such intangible assets are subsequently measured at cost less accumulated amortisation and any accumulated impairment losses.

(vi) Subsequent expenditure

Subsequent expenditure is capitalised only when it increases the future economic benefits embodied in the specific asset to which it relates. All other expenditures are recognised in consolidated statement of profit or loss as incurred.

(vii) Amortisation

Amortisation is calculated to write off the cost of intangible assets less their estimated residual values over the estimated useful lives using the straight-line method, and is included in depreciation and amortisation in consolidated statement of profit and loss.

The estimated useful lives are as follows:

Software	6 years
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Amortisation method, useful lives and residual values are reviewed at the end of each financial year and adjusted if appropriate.

E. Inventories

Inventories are measured at the lower of cost and net realisable value. The cost of raw materials are computed basis the moving average cost, and includes expenditure incurred in acquiring the inventories, production or conversion costs and other costs incurred in bringing them to their present location and condition. In the case of finished products and work-in-progress, costs includes an appropriate share of fixed production overheads based on normal operating capacity.

Net realisable value is the estimated selling price in the ordinary course of business, less the estimated selling expenses.

The net realisable value of work-in-progress is determined with reference to the selling price of related finished goods. Raw materials, components and other supplies held for use in production of finished goods are not written down below cost except in cases where material prices have declined and it is estimated that the cost of the finished products will exceed their net realisable value.

The comparison of cost and net realisable value is made on an item-by-item basis.

Notes forming part of the consolidated financial statements for the year ended 31 March 2024(Contd.)**F. Employee benefits****i. Short-term employee benefits**

Short-term employee benefit obligations are measured on an undiscounted basis and are expensed as the related service is provided. A liability is recognised for the amount expected to be paid e.g., under short term cash bonus, if the Group has a present legal or constructive obligation to pay this amount as a result of past service provided by the employee, and the amount of obligation can be estimated reliably.

ii. Defined contribution plans

A defined contribution plan is a post-employment benefit plan under which an entity pays fixed contributions into a separate entity and will have no legal or constructive obligation to pay further amounts.

The Group's contributions to provident fund, superannuation fund and employee state insurance scheme are considered as defined contribution plans and is charged to the consolidated statement of profit and loss based on the amount of contribution required to be made and when services are rendered by the employee.

iii. Defined benefit plan

For defined benefit plans, the cost of providing benefits is determined using the projected unit credit method, with actuarial valuations being carried out at each balance sheet date. Re measurement, comprising actuarial gains and losses, the effect of the changes to the asset ceiling (if applicable) and the return on plan assets (excluding net interest), is reflected immediately in the balance sheet with a charge or credit recognised in other comprehensive income (OCI) in the period in which they occur. Re-measurement recognised in OCI is reflected immediately in retained earnings and will not be reclassified to consolidated statement of profit and loss. Past service cost is recognised in the consolidated statement of profit and loss in the period of a plan amendment. Net interest is calculated by applying the discount rate at the beginning of the period to the net defined benefit liability or asset.

Gratuity

The Group's liability towards Gratuity, which is a defined benefit plan, is determined on the basis of valuations, as at Balance Sheet date, carried out by an independent actuary using Projected Unit Credit Method. Remeasurement of the net defined benefit liability which comprise actuarial gains and losses are recognised immediately in Other Comprehensive Income in the period in which they occur.

iv. Other long- term employee benefits – Compensated absences

Compensated absences which are not expected to occur within twelve months after the end of the period in which the employee renders the related service are recognised as a liability at the present value of the defined benefit obligation determined based on percentage unit credit method with independent actuarial valuation as at the balance sheet date. The discount rates used for determining the present value of the obligation under defined benefit plan, are based on the market yields on government securities as at the balance sheet date. Remeasurements gains or losses are recognised in consolidated statement of profit or loss in the period in which they arise.

G. Provisions, contingent liabilities and contingent assets

A provision is recognised if, as a result of a past event, the Group has a present legal or constructive obligation that can be estimated reliably, and it is probable that an outflow of economic benefits will be required to settle the obligation. Provision are recognised at the best estimates of the expenditure required to settle the present obligation at the balance sheet date. If the effect of the time value of money is material, provisions are discounted using a pre-tax rate that reflects, when appropriate, the risks specific to the liabilities.

A present obligation that arises from past events where it is either not probable that an outflow of resources will be required to settle or a reliable estimate of the amount cannot be made, is disclosed as a contingent liability. Contingent liabilities are also disclosed when there is a possible obligation arising from past events, the existence of which will be confirmed only by the occurrence or non - occurrence of one or more uncertain future events not wholly within the control of the Group.

Claims against the Group where the possibility of any outflow of resources in settlement is remote, are not disclosed as contingent liabilities.

Contingent assets are not recognised in consolidated financial statements since this may result in the recognition of income that may never be realised. However, when the realisation of income is virtually certain, then the related asset is not a contingent asset and is recognised.



Notes forming part of the consolidated financial statements for the year ended 31 March 2024(Contd.)

H. Revenue

i. Sale of goods

Revenue is measured at the fair value of consideration received or receivable net off trade discounts, volume rebates, outgoing taxes on sales. Any amounts receivable from the customer are recognised as revenue after the control over the goods sold are transferred to the customer. Revenue is recognised on the basis of approved contracts regarding the transfer of goods or services to a customer for an amount that reflects the consideration to which the entity expects to be entitled in exchange for those goods or services.

ii. Rendering of services

Revenue for job work services is recognised as and when services are rendered, in accordance with the terms of the contract. The amount recognised as revenue is exclusive of goods and service tax (GST) and its net of returns and trade discounts.

iii. Rental income

Rental income is recognised as part of other income on a straight-line basis over the term of the lease except where the rentals are structured to increase in line with expected general inflation.

iv. Export benefits

Export benefits available under prevalent schemes are accrued when no significant uncertainty exist regarding its ultimate collection.

v. Dividend

Dividend from investment is recognised as revenue when right to receive the payments is established.

vi. Interest income

Interest income is recognised using the effective interest rate method.

I. Income tax

Income tax comprises current and deferred tax. It is recognised in profit or loss except to the extent that it relates to a business combination or to an item recognised directly in equity or in other comprehensive income.

Current tax

Current tax comprises the expected tax payable or receivable on the taxable income or loss for the year and any adjustment to the tax payable or receivable in respect of previous years. The amount of current tax reflects the best estimate of the tax amount expected to be paid or received after considering the uncertainty, if any, related to income taxes. It is measured using tax rates (and tax laws) enacted or substantively enacted by the reporting date.

Current tax assets and current tax liabilities are offset only if there is a legally enforceable right to set off the recognised amounts, and it is intended to realise the asset and settle the liability on a net basis or simultaneously.

Deferred tax

Deferred tax is recognised in respect of temporary differences between the carrying amounts of assets and liabilities for financial reporting purposes and the corresponding amounts used for taxation purposes. Deferred tax is also recognised in respect of carried forward tax losses and tax credits.

Deferred tax assets are recognised to the extent that it is probable that future taxable profits will be available against which they can be used. Deferred tax assets - unrecognised or recognised, are reviewed at each reporting date and are recognised/ reduced to the extent that it is probable/ no longer probable respectively that the related tax benefit will be realised.

Deferred tax is measured at the tax rates that are expected to apply to the period when the asset is realised or the liability is settled, based on the laws that have been enacted or substantively enacted by the reporting date.

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

Deferred tax assets or liabilities are offset if there is a legally enforceable right to offset current tax liabilities and assets, and they relate to income taxes levied by the same tax authority on the same taxable entity, or on different taxable entities, but they intend to settle current tax liabilities and assets on net basis or their tax assets and liabilities will be realised simultaneously.

The Group has adopted Deferred Tax related to Assets and Liabilities arising from a Single Transaction (Amendments to Ind AS 12) from 1 April 2023. The amendments narrow the scope of the initial recognition exemption to exclude transactions that give rise to equal and offsetting differences- e.g., leases and decommissioning liabilities. For leases

Notes forming part of the consolidated financial statements for the year ended 31 March 2024(Contd.)

and decommissioning liabilities, an entity is required to recognise the associated deferred tax assets and liabilities from the beginning of the earliest comparative period presented, with any cumulative effect recognised as an adjustment to retained earnings or other components of equity at that date. For all other transactions, an entity applies the amendments to transactions that occur on or after the beginning of the earliest period presented.

The Group previously accounted for deferred tax on leases and decommissioning liabilities by applying the 'integrally linked' approach, resulting in a similar outcome as under the amendments, except that the deferred tax asset or liability was recognised on a net basis. Following the amendments, the Group has recognised a separate deferred tax asset in relation to its lease liabilities and a deferred tax liability in relation to its right-to-use assets as at 1 April 2022 and thereafter. However, there was no impact on the balance sheet because of the balances qualify for offset under paragraph 74 of Ind AS 12. There was also no impact on the opening retained earnings as at 1 April 2022 as a result of the change, The key impact for the Group relates to disclosure of the deferred tax assets and liabilities recognised.

Minimum alternate tax Credit Entitlement

Minimum alternate tax (MAT) paid in a year is charged to the consolidated statement of profit and loss as current tax. The Group recognises a deferred tax asset on the MAT credit available only to the extent that there is convincing evidence that the Group will pay normal income tax during the specified period, i.e., the period for which MAT credit is allowed to be carried forward. The Group reviews the deferred tax asset created on MAT credit entitlement asset at each reporting date and writes down the asset to the extent the Group's does not have convincing evidence that it will pay normal tax during the specified period.

J. Borrowing costs

Borrowing cost are interest and other costs (including exchange differences relating to foreign currency borrowings to the extent that they are regarded as an adjustment to interest cost) incurred in connection with the borrowing of funds. Borrowing costs directly attributable to acquisition or construction of asset which necessarily take a substantial period of time to get ready for their intended use are capitalised as part of cost of asset. Other borrowing costs are recognised as an expense in the period in which they are incurred.

K. Earnings per share

The basic earnings per share ('EPS') is computed by dividing the net profit / (loss) after tax for the year attributable to the equity shareholders by the weighted average number of equity shares outstanding during the year.

For the purpose of calculating diluted earnings per share, net profit/(loss) after tax for the year attributable to the equity shareholders and the weighted average number of equity shares outstanding during the year are adjusted for the effects of all dilutive potential equity shares.

L. Foreign currency transactions

In preparing the consolidated financial statements of the Group's, transactions in currencies other than the Group's functional currency (i.e. foreign currencies) are recognised at the rates of exchange prevailing at the dates of the transactions. At the end of each reporting period, monetary items denominated in foreign currencies are translated at the rates prevailing at that date. Non-monetary items carried at fair value that are denominated in foreign currencies are translated at the rates prevailing at the date when the fair value was determined. Non-monetary items that are measured in terms of historical cost in a foreign currency are translated using the exchange rate as at the date of initial transactions. Exchange differences on monetary items are recognised in the consolidated statement of profit and loss in the period in which they arise.

M. Investment in subsidiary and joint venture

The Group's investment in its subsidiary and joint venture are carried at cost.

N. Cash and cash equivalents

Cash and cash equivalents in the balance sheet comprise cash at bank and in hand and short-term deposits with banks that are readily convertible into cash which are subject to insignificant risk of changes in value and are held for the purpose of meeting short-term cash commitments.

O. Cash flow statement

Cash flow statement Cash Flows are reported using the indirect method, whereby net Profit before tax is adjusted for the effects of transactions of a non-cash nature, such as deferrals or accruals of past or future operating cash receipts or payments and items of income or expenses associated with investing or financing cash flows. In the statements 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 as integral part of the Group's cash management.

Notes forming part of the consolidated financial statements for the year ended 31 March 2024 (Contd.)

4. Property, plant and equipment, capital work in progress and Intangible Assets

(₹ in lakhs)

Particulars	Gross block			Accumulated depreciation/amortisation			Net Block		
	As at 1 April 2023	Additions	Deductions	As at 31 March 2024	As at 1 April 2023	For the Year	Deductions	As at 31 March 2024	As at 31 March 2023
A. Tangible Assets									
Buildings Residential	24	-	-	24	21	2	-	23	3
Buildings: Non Residential	5,103	18	-	5,121	556	167	-	722	4,547
Road	585	-	-	585	260	58	-	318	325
Plant & Machinery	10,144	180	136	10,188	2,592	649	80	3,159	7,552
Furniture & Fixtures	190	-	-	190	83	14	-	97	107
Laboratory, Office and Factory Equipment and Air conditioners	351	22	-	373	138	1.1	-	149	213
Vehicles	107	-	-	107	88	3	-	91	19
Total Tangible Assets	16,504	220	136	16,588	3,738	904	80	4,559	12,766
B. Intangible Assets									
Computer Software	38	-	-	38	38	38	-	38	-
Total	16,542	220	136	16,626	3,775	942	80	4,597	12,766
C. Capital Work-in-Progress (Refer note 45(C))	35	423	220	238	-	-	-	238	35
D. Investment property									
Building (Refer note 2)	153	-	-	153	121	6	-	127	32
E. Right of use assets									
Leasehold land	1,233	-	-	1,233	95	13	-	108	1,138

* Amount below Rupees One Lakh

Notes

- 1) Kindly refer note no 19 on Borrowings, for the details related to hypothecated property, plant and equipment of the Holding Company
- 2) (i) Building includes commercial property which is classified as investment in property by the Holding Company in accordance with IND AS 40 "Investment property"
(ii) The rental income recognised by the Holding Company during the year ended March 31 2024 was ₹ 70 lakhs (March 31 2023 ₹ 124 lakhs) and was included in "Other income"
(iii) Total fair value of Investment Property is ₹ 1,490 lakhs and the Holding Company has not recognised any impairment loss during the year (March 31 2023 ₹ Nil)



Notes forming part of the consolidated financial statements for the year ended 31 March 2024 (Contd.)

4(a). Property, plant and equipment, capital work in progress and Intangible Assets (₹ in lakhs)

Particulars	Gross block			Accumulated depreciation/amortisation			Net Block		
	As at 1 April 2022	Additions	Disposal	As at 31 March 2023	As at 1 April 2022	For the year	Disposal	As at 31 March 2023	As at 31 March 2023
A. Tangible Assets									
Buildings Residential	46	-	22	24	36	2	17	21	3
Buildings: Non Residential	3,472	1,632	* -	5,103	432	124	* -	556	4,547
Road	585	-	-	585	202	58	-	260	325
Plant & Machinery	7,793	2,507	156	10,144	2,218	513	139	2,592	7,552
Furniture & Fixtures	186	4	-	190	69	14	-	83	107
Laboratory, Office and Factory Equipment and Air conditioners	344	25	18	351	148	7	17	138	213
Vehicles	120	1	14	107	95	5	12	88	19
Total Tangible Assets	12,546	4,169	211	16,504	3,200	723	185	3,740	12,766
B. Intangible Assets									
Computer Software	38	-	-	38	36	2	-	38	-
Total	12,584	4,169	211	16,542	3,236	725	185	3,778	12,766
C. Capital Work-in-Progress (Refer note 45 (C))	205	35	3,965	35	-	-	-	-	35
D. Investment Property									
Building	153	-	-	153	114	7	-	121	32
E. Right of use assets									
Leasehold land	1,233	-	-	1,233	82	13	-	95	1,138

*Amount below Rupees One Lakh

Notes

- 1) Kindly refer note no 19 on Borrowings, for the details related to hypothecated property, plant and equipment of the Holding Company
- 2) (i) Building includes commercial property which is classified as investment in property by the Holding Company in accordance with IND AS 40 "Investment property"
- (ii) The rental income recognised by the Holding Company during the year ended March 31, 2022 ₹ 124 lakhs (March 31, 2022 ₹ 124 lakhs) and was included in "Other income"
- (iii) Total fair value of Investment Property is ₹ 1,490 lakhs and the Holding Company has not recognised any impairment loss during the year (March 31, 2022 ₹ Nil)
- 3) The Holding Company has disposed off its land parcel at Pune with Book Value of ₹ 54 lakhs during the Financial Year 2022-23.



Notes forming part of the consolidated financial statements for the year ended 31 March 2024 (Contd.)

(₹ in lakhs)

Particulars	As at 31 March 2024	As at 31 March 2023
5 (a). Investments - Non-current		
In Equity Shares, Unquoted (at cost)		
In Subsidiary		
(i) Dai-Ichi Gosei Chemicals (India) Limited 48,500 shares (31 March 2023 : 48,500 shares)	5	5
In Joint Venture		
(ii) ChampionX Dai-ichi India Private Limited 1,125,000 shares (31 March 2023 : 1,125,000 shares).....	68	68
Add :- Shares of Profit in Joint Venture	1,989	2,197
	<u>2,062</u>	<u>2,270</u>
Less : Provision for diminution in value of investment - Investment in Equity Shares of Dai-Ichi Gosei Chemicals (India) Limited	(5)	(5)
Total	<u><u>2,057</u></u>	<u><u>2,265</u></u>
5 (b). Other Investments		
(a) Unquoted:		
The Zoroastrian Co-operative Bank Limited, unquoted		
(at fair value through profit and loss)		
4,000 shares (31 March 2023 : 4,000 shares)	1	1
	<u>1</u>	<u>1</u>
6. Financial Assets - Non-current		
(Unsecured and considered good)		
To parties other than related parties		
Security deposits	252	251
Margin money deposits with maturity greater than twelve months.....	416	158
Total	<u><u>668</u></u>	<u><u>409</u></u>
7. Deferred tax assets (net)		
Deferred Tax Assets		
Insurance claim receivable.....	-	517
Retirement benefits.....	79	71
Loss allowance on trade receivables.....	4	11
Bonus.....	7	6
Minimum alternate tax credit entitlement	5	-
Income tax loss.....	1,244	1,135
Others.....	-	6
Total deferred tax assets (a)	<u><u>1,339</u></u>	<u><u>1,746</u></u>
Deferred tax liabilities		
Property, plant and equipment and Intangible assets	1,123	1,078
Fair valuation of investments	1	2
Others.....	1	-
Total deferred tax liabilities (b)	<u><u>1,125</u></u>	<u><u>1080</u></u>
Net deferred tax assets (a-b)	<u><u>214</u></u>	<u><u>666</u></u>
Deferred tax assets recognised (net) (Refer note 46 and 47).....	<u><u>214</u></u>	<u><u>666</u></u>

Notes forming part of the consolidated financial statements for the year ended 31 March 2024 (Contd.)

(₹ in lakhs)

Particulars	As at 31 March 2024	As at 31 March 2023
8. Non current tax assets		
(Unsecured, considered good)		
Advance Tax (Net of provision ₹ 1,695 lakhs (31 March 2023 ₹ 2,608 lakhs))	555	556
Total	555	556
9. Other non current assets		
(Unsecured, considered good)		
Balance with government authorities	4	4
Prepaid expenses	15	23
Total	19	27
10. Inventories		
(At lower of cost and net realisable value)		
Raw materials (including goods-in-transit ₹ 29.56 Lakhs; 31 March 2023 ₹ 58 Lakhs)	728	1,037
Packing material.....	17	28
Work-in-progress.....	63	41
Finished goods (including goods-in-transit ₹ 40 Lakhs; 31 March 2023 ₹ 32 Lakhs)	438	374
Semi finished goods.....	277	274
Spare and consumables.....	143	163
Total	1,666	1,917
Note: Inventories are hypothecated against cash credit facility from bank		
11. Current investments		
(a) In equity instruments (at fair value through profit and loss)		
(i) Quoted:		
2,412 shares (31 March 2023: 2,412 shares) of ₹ 10 each fully paid up in Heubach Colorants India Limited (formely known as Clariant Chemicals (India) Limited).....	11	6
8,100 shares (31 March 2023: 8,100 shares) of ₹ 10 each fully paid up in Bank of India	12	6
2,000 shares (31 March 2023: 2,000) of ₹ 2 each in Bharat Seats Limited	3	2
(ii) Unquoted		
1,000 shares (31 March 2023: 1,000 shares) of ₹ 25 each fully paid up of The Shamrao Vithal Co-operative Bank Limited	* -	* -
2,500 shares (31 March 2023: 2,500 shares) of ₹ 10 each fully paid up of The Saraswat Co-operative Bank Limited	* -	* -
Total	26	15
1) Aggregate cost of quoted investments	4	4
2) Aggregate market value of listed and quoted investments	26	14
3) Aggregate cost of unquoted investments	-	-
4) Aggregate cost of unquoted investments (net of diminution in value written off)	-	-
* Amount below Rupees One Lakh		



Notes forming part of the consolidated financial statements for the year ended 31 March 2024 (Contd.)

Particulars	(₹ in lakhs)	
	As at 31 March 2024	As at 31 March 2023
12. Trade receivables		
(unsecured)		
Considered good	2,245	2,672
Credit impaired	14	46
Less :- Loss allowance	(14)	(46)
Total	2,245	2,672
(i) Of the above, dues include amount due from related parties ₹ 49 lakhs (31 March 2023: ₹ 486 lakhs)		
(ii) Trade Receivables include ₹ 1,044 lakhs (31 March 2023: ₹ 843 lakhs) due from the one customer.		
(iii) Trade receivables are hypothecated as security for borrowings		
(iv) Ageing of trade receivable is disclosed in Note 45 D for schedule III disclosure.		
13. Cash and cash equivalents		
Balances with Banks		
(i) In current accounts	8	28
(ii) In exchange earners foreign currency account	392	451
(iii) Deposits with banks with maturity of less than three months	229	93
Cash on Hand	* -	* -
Total	629	572
* Amount below Rupees One Lakh		
14. Bank balances other than cash and cash equivalents		
Unpaid dividend	10	8
Deposits with original maturity of more than three months but less than twelve months (Balances held as margin money against guarantees and other commitments)	3	259
Total	13	267
15. Other financial assets - current		
(unsecured, considered good)		
From parties other than related parties:		
Export Incentive receivable	91	103
Interest Receivable on investments and deposits	* -	* -
Total	91	103
* Amount below Rupees One Lakh		
16. Other current assets		
(unsecured, considered good)		
Prepaid expenses	81	168
Advance to suppliers	28	14
Advance to employees	1	* -
Balances with government authorities		
ii) Goods and service tax act	501	1,097
iii) Value added tax	* -	* -
iv) Duty drawback receivable	16	21
Total	628	1,300
* Amount below Rupees One Lakh		

Notes forming part of the consolidated financial statements for the year ended 31 March 2024 (Contd.)

(₹ in lakhs)

Particulars	As at 31 March, 2024		As at 31 March, 2023	
	Number of shares	Amount	Number of shares	Amount
17. Share capital				
(A) Authorised				
Equity shares of ₹ 10/- each with voting rights	10,000,000	1,000	10,000,000	1,000
(B) Issued, Subscribed and fully paid				
Equity shares of ₹ 10/- each with voting rights	7,451,229	745	7,451,229	745
Total	7,451,229	745	7,451,229	745

(C) Reconciliation of number of shares and amount outstanding at the beginning and at the end of the reporting period

Particulars	As at 31 March, 2024		As at 31 March, 2023	
	Number of shares	Amount	Number of shares	Amount
Equity shares				
At the commencement of period	7,451,229	745	7,451,229	745
Add / (Less): Equity shares issued / bought back during the year	-	-	-	-
Closing Balance	7,451,229	745	7,451,229	745

(D) Details of equity shares held by each shareholder holding more than 5% shares:

Class of shares / Name of shareholder	As at 31 March, 2024		As at 31 March, 2023		% change during the year
	Number of shares held	% holding	Number of shares held	% holding	
Equity shares with voting rights					
Mrs. S.F. Vakil (Promoter Shareholder).....	3,624,179	48.64%	3,624,179	48.64%	0.00%

(E) There were no equity shares allotted as fully paid up pursuant to contracts without payment received in cash, there were no bonus shares allotted and there were no equity shares bought back, during the period of 5 years immediately preceding the Balance Sheet date.

(F) The Company has one class of equity shares having par value of ₹ 10/- per share.

In the event of liquidation of the Company, equity shareholders will be entitled to receive remaining assets of the Company after distribution of all preferential amounts. The distribution will be in proportion to the number of equity share held by the shareholders.



Notes forming part of the consolidated financial statements for the year ended 31 March 2024 (Contd.)

18. Other equity

Particulars	(₹ in lakhs)	
	As at 31 March 2024	As at 31 March 2023
(a) Capital reserve		
Balance as at the commencement and end of the year	77	77
(b) Capital redemption reserve		
Balance as at the commencement and end of the year	16	16
(c) Securities premium account		
Balance as at the commencement and end of the year	2,594	2,594
(d) General reserve		
Balance as at the commencement and end of the year	519	519
(e) Retained Earnings		
Balance as at the commencement of the year.....	11,399	9,553
Add: Profit for the year.....	1,349	1,846
	<u>12,748</u>	<u>11,399</u>
Less : Dividend to equity shareholders (₹ 4 per share) (Previous year ₹ Nil per share) (Refer note 39)	(298)	-
	<u>(298)</u>	<u>-</u>
Balance as at the end of the year.....	<u>12,450</u>	<u>11,399</u>
(f) Share of Joint Venture		
Share in Profit in Joint Venture	<u>1,772</u>	<u>1,731</u>
(g) Other terms of other comprehensive income/(expenses)		
Balance as at the commencement of the year	(91)	(84)
Add: Remeasurement of employment benefit obligation	(8)	1
Less: Income tax related to items that will not be classified to profit or loss	2	(8)
Balance as at the end of the year.....	<u>(97)</u>	<u>(91)</u>
Total	<u>17,331</u>	<u>16,245</u>

Nature and Purpose of Reserves

- (a) Capital reserve
Any profit or loss on purchase, sale, issue or cancellation of the Group's own equity instruments is transferred to capital reserve.
- (b) Capital redemption reserve
A statutory reserve created to the extent of sum equal to the nominal value of the share capital extinguished on buyback of company's own shares pursuant to Section 69 of the Companies Act, 2013. The reserve is utilised in accordance with the provisions of section 69 of the Companies Act, 2013.
- (c) Securities premium account
Securities premium reserve is credited when shares are issued at a premium. It is utilized in accordance with the provisions of the Act, to issue bonus shares, to provide for premium on redemption of shares, write-off equity related expenses like underwriting costs, etc.
- (d) General reserve
General reserve is a free reserve, which is created by transferring funds from retained earnings to be used time to time to transfer profits from retained earnings for appropriation purposes.
- (e) Retained earnings
Retained earnings are the profits that the Company has earned till date, less any transfers to General Reserve and payment of dividend.
- (f) Other items of other comprehensive income
Other items of other comprehensive income consist of re-measurement of net defined benefit liability/asset.
- (g) Dividends declared by the Holding Company are based on profits available for distribution. During financial year 2023-24 Company has paid final dividend of ₹ 4 per share in respect of the year ended 31 March 2023.
- (h) The Board of Directors of the Holding Company at the meeting held on 27 May 2024 proposed a dividend of ₹ 2 per share (previous year ₹ 4 per share) subject to approval of the members at the ensuing Annual General Meeting.

Notes forming part of the consolidated financial statements for the year ended 31 March 2024 (Contd.)

19 (a). Non - current financial liabilities - borrowings

(₹ in lakhs)

Particulars

	As at 31 March 2024	As at 31 March 2023
(a) Term loans from banks - Secured (Refer note (i) A)	-	1,521
(b) Working capital term loan from banks- Secured (Refer note (i) B)	134	204
Total	134	1,725

Note (i)

(A) The term loan from Axis Bank is secured by:

- a) First pari-passu charge by way of hypothecation/mortgage of entire movable and immovable property, plant and equipment of the Company, both present and future at Dahej, Kurkumbh and Ceejay House
- b) Second pari-passu charge by way of hypothecated charge on entire current assets of the Company, including inventories and trade receivables, both present and future.
- c) Escrow of monthly rental to be received from Ceejay House, property, Worli, Mumbai.
- d) Rate of interest payable is REPO + 4.5%
- e) Term loan was applied for the purpose for which the loan was obtained
- f) Bank returns/stock statements filed by the Company with its bankers are in agreement with books of account.
- g) Company has repaid entire Term Loan in October 2023, from proceeds of insurance claim

(B) The working capital term loan from Axis Bank is secured by:

- a) Second charge on Primary and Collateral Securities as above
- b) Rate of interest payable is REPO + 4.5%

Axis Bank working capital repayment schedule

(₹ in lakhs)

Particulars	Total No of Installment	Outstanding Nos of Installment	Monthly Installment	Principal Loan amount
Working capital term loan				
Financial Year 2023-24	12	12	5.83	70
Financial Year 2024-25	12	12	5.83	70
Financial Year 2025-26	12	12	5.83	70
Financial Year 2026-27	11	11	5.83	64
				274

Note (ii)

Loan from Director of ₹ 320 lakhs carries interest rate of 8.50 % per annum.

Note (iii)

The Holding Company has not defaulted on repayment of interest and loans as at the balance sheet date.

Note (iv)

Current maturities of long term borrowings

(₹ in lakhs)

Particulars

	As at 31 March 2024	As at 31 March 2023
- Term loans from banks and others.....	70	465



Notes forming part of the consolidated financial statements for the year ended 31 March 2024 (Contd.)

19 (b) Non - current financial liabilities - others

(₹ in lakhs)

	As at 31 March 2024	As at 31 March 2023
Security Deposit.....	-	75
Deferred rent.....	-	4
Total	-	79

20. Provision - non current

Provision for employee benefits		
Gratuity.....	24	38
Compensated absences	131	110
Provision for taxation	-	28
Total	155	176

21. Current financial liabilities- borrowings

Loan From director (Refer note 41).....	327	346
Cash credit (secured)	1,362	1,285
Total	1,689	1,631
Current maturities of long term borrowings		
- Term loans from banks & others (Refer note 19 (a) for repayment schedule)	70	465
	1,759	2,096

22. Trade payables- Current

i) Total outstanding dues of micro enterprises and small enterprises (Refer note below)	95	79
ii) Total outstanding dues of creditors other than micro enterprises and small enterprises (Refer note 41 for Related party transactions)	1,505	2,733
Total	1,600	2,812

Note

Ageing of trade payable is disclosed in Note 45 B for schedule III disclosure.

Micro enterprises and small enterprises

Information in respect of micro, small and medium enterprises as defined under Micro, Small and Medium Enterprises Development Act, 2006 (MSMED Act, 2006) has been determined to the extent such parties have been identified on the basis of information available with the Company.

The following disclosures are made for the amounts due to the micro, small and medium enterprises:

(i) Principal amount remaining unpaid to any supplier as at the end of the year	74	79
(ii) Interest due thereon remaining unpaid to any supplier as at the end of the year	21	21
(iii) The amount of interest paid by the buyer under MSMED Act 2006 along with the amounts of the payment made to the supplier beyond the appointed day during the year.	-	-
(iv) The amount of interest due and payable for the period of the delay in making payment which have been paid but beyond the appointed date during the year but without adding the interest specified under the MSMED Act	21	21
(v) The amount of interest accrued and remaining unpaid at the end of the year	21	21
(vi) The amount of further interest due and payable even in the succeeding year, until such date when the interest dues as above are actually paid to the small enterprise, for the purpose of disallowance as a deductible expenditure under Section 23 of MSMED Act 2006	-	-

Dues to micro and small enterprises have been determined to the extent such parties have been identified on the basis of information collected by the management. This has been relied upon by the auditors.

Notes forming part of the consolidated financial statements for the year ended 31 March 2024 (Contd.)

(₹ in lakhs)

23. Other financial liabilities - current

	As at 31 March 2024	As at 31 March 2023
Unpaid dividends**	10	8
Interest accrued but not due on Term Loan	* -	-
Employee benefits payable	181	224
Security deposits	3	4
Payables on purchase of property, plant and equipment***	92	302
Deferred rent	-	7
Total	286	545

** There are no amounts due for payment to the Investor education and protection fund ("IEPF") under Section 125 of the Companies Act, 2013.

*** Payables on purchase of property, plant and equipment includes MSME vendor balance of ₹ 3 lakhs (31 March 2023 ₹ 2 lakhs)

* Amount below Rupees One Lakh

24. Other current liabilities

	As at 31 March 2024	As at 31 March 2023
Advance from customers	12	127
Payable to statutory authorities	49	57
Total	61	184

25. Provisions - current

Provision for Employee Benefits		
Gratuity	63	54
Compensated absences.....	96	80
Total	159	134

26. Revenue from operations

	For the year ended 31 March 2024	For the year ended 31 March 2023
(a) Sale of products	13,083	18,074
(b) Sale of services (Job work)	-	4
(c) Other operating revenues (Refer Note (i) below)	75	316
Total	13,158	18,394
Notes:		
(i) Other operating revenues comprises:		
Scrap sales	71	307
Others	4	9
Total	75	316

Note: Ind AS 115 – Revenue from Contracts with Customers



Notes forming part of the consolidated financial statements for the year ended 31 March 2024 (Contd.)

(B) Reconciliation of revenue as per contract price and as recognised in statement of profit and loss:

(₹ in lakhs)

Particulars	For the year ended 31 March 2024	For the year ended 31 March 2023
Revenue from contract with customer as per contract price	13,169	17,965
Less: Discounts and other adjustments	(67)	298
Less:- Sales Returns /credits/ reversals	(19)	(189)
Revenue from contract with customer as per statement of profit & loss	13,083	18,074

Disaggregation of Revenue - Revenue from major products

Particulars	For the year ended 31 March 2024	For the year ended 31 March 2023
Pour point depressant for crude oil	1,611	4,098
Pour point depressant for lube oil	1,155	682
Emulsifier for oleoresins	560	380
Component for brake fluid oil	415	833
Pour point depressant	409	995
Emulsifier for emulsion polymerization (for paints)	401	374
Others	8,532	10,712
	13,083	18,074

Particulars	For the year ended 31 March 2024	For the year ended 31 March 2023
27. Other income		
Interest income - others (Refer Note (i))	63	25
Dividend income from		
-Others	* -	* -
Profit on revaluation of investments.....	11	* -
Export incentives	74	191
Rental income	70	124
Profit on sales of property, plant and equipment.....	23	-
Other non-operating Income (Including exchange gain) (Refer note (ii))....	138	304
Total	379	644

Note (i) Interest income comprises:

Interest from banks on deposits	41	24
Others interest (Interest on value added tax refund)	22	* -
Total	63	25

Note (ii) Other non-operating Income

Net gain on foreign currency transactions and translation.....	52	280
Liabilities no longer payable written back.....	54	24
Provisions for bad trade receivable no longer required written back	31	
Miscellaneous receipts.....	* -	* -
Total	138	304

* Amount below Rupees One Lakh

28. Cost of materials consumed

Opening Stock.....	1,065	(1,134)
Add : Purchases.....	7,620	13,770
Less : Closing Stock.....	(745)	(1,064)
Total	7,940	11,572

Notes forming part of the consolidated financial statements for the year ended 31 March 2024 (Contd.)

Particulars	(₹ in lakhs)	
	For the year ended 31 March 2024	For the year ended 31 March 2023
<u>Raw Materials consumed comprises of the following :</u>		
Fatty Alcohol, Phenol & Glycol	813	3,236
Ethylene Oxide	1,627	1,544
Solvents	696	1,318
Oils & Fatty Acids	813	480
Acrylamide	99	260
Amines	127	89
Other items	3,765	4,645
Total	7,940	11,572
29. Changes in inventories of finished goods, semi finished goods and work-in-progress		
<u>Inventories at the end of the year</u>		
Finished goods	438	374
Semi finished goods	277	274
Work-in-progress	63	41
	778	690
<u>Inventories at the beginning of the year</u>		
Finished goods	374	657
Semi finished goods	274	260
Work-in-progress.....	41	50
	690	967
Net (Decrease)/Increase	(88)	277
30. Employee benefits expense		
Salaries, wages and bonus	1,747	1,380
Contribution to provident and other funds.....	121	101
Staff welfare expenses	99	87
Total	1,967	1,568
31. Finance costs		
Interest expenses - On borrowings	252	215
- Others	54	89
Total	306	304
32. Depreciation and amortisation expense		
Depreciation on Property, plant and equipment	923	743
Amortisation of intangible asset	-	2
Total	923	745
33. Other expenses		
Consumption of stores and spare parts	90	61
Power and fuel	838	941
Repairs to plant and machinery	1	2
Repairs to others	157	125
Effluent treatment expenses	22	36
Job work charges	-	2
Insurance	125	229
Rates and taxes, excluding, taxes on income	38	15
Rent expense	37	32
Traveling expenses	63	70
Legal and professional fees	193	126



Notes forming part of the consolidated financial statements for the year ended 31 March 2024 (Contd.)

Particulars	(₹ in lakhs)	
	For the year ended 31 March 2024	For the year ended 31 March 2023
Payment to auditors		
Audit fees	23	20
Tax audit	4	4
Limited review of quaterly results	26	15
Reimbursement of expenses	4	1
Freight and forwarding expense	284	846
Commission expense	45	58
Contract labour charges	409	360
Directors sitting fees	10	12
Donation	* -	1
Security charges	73	63
Property, plant and equipment written off	16	20
Provision for non-moving inventory	-	1
Inventory assets written off during the year	65	104
Loss on revaluation of investments	-	2
Fire related expenses	-	35
Miscellaneous expenses	187	207
Total	2,710	3,388

* Amount below Rupees one lakh.

34. Contingent Liabilities and Capital Commitments

a) Contingent Liabilities

Sr. No	Particulars	(₹ in lakhs)	
		As at 31 March 2024	As at 31 March 2023
(i)	Claims against the Holding Company not acknowledged as debt: Octroi (classification of raw materials)* * Includes ₹ 142 lakhs (31 March 2023: ₹ 142 lakhs) for which bank guarantee has been given and shown under note below 34 (a)(vi)	243	243
(ii)	Disputed income tax demands in respect of deductions/disallowances for earlier years pending with appellate tribunals (Determination of nature of receipt)	30	30
(iii)	Disputed income tax demands in respect of deductions/disallowances for earlier years pending with income tax authorities	623	623
(iv)	Disputed sales tax demands for set off claimed	-	15
(v)	Service tax (Dispute on availment of cenvat on exempt goods)	54	54
(vi)	Guarantees issued to others by bank secured by counter guarantee of the Holding Company and by charge on the property, plant and equipment, inventories and trade receivables of the company	404	328
(vii)	Bond for availing duty exemption under exemption entitlement certificate Scheme	89	89
(viii)	Bond for availing duty benefit under manufacture and other operations in warehouse regulation scheme	300	300
(ix)	Group's share of Bonds for availing duty exemption under exemption entitlement certificate scheme (pertaining to 50% Joint Venture - ChampionX Dai-ichi India Private Limited)	203	823
(x)	Group's share of Central Sales Tax Demands (pertaining to 50% Joint Venture - ChampionX Dai-ichi India Private Limited)	153	195
(xi)	Group's share of Income Tax Demand (pertaining to 50% Joint Venture - ChampionX Dai-ichi India Private Limited)	-	3
	Total	2,099	2,703

Notes forming part of the consolidated financial statements for the year ended 31 March 2024 (Contd.)

b) Capital Commitments

(₹ in lakhs)

Particulars	As at 31 March 2024	As at 31 March 2023
Estimated amount of contracts remaining to be executed on capital account and not provided for Tangible assets - Property, plant and equipment (net of advances)	388	4

35. Details on derivative instruments and unhedged foreign currency exposures

i. The year-end foreign currency exposures that have not been hedged by a derivative instrument or otherwise are given below:

	As at 31 March 2024		As at 31 March 2023	
	(INR in Lakhs)	(USD in lakhs)	(INR in Lakhs)	(USD in lakhs)
Receivables	1,791	USD 21.52	1,794	USD 21.88
(Payables)	(194)	USD 2.32	(175)	USD 2.13
(Payables)	-	CHF 0.01	-	CHF 0.01

Note: Receivables includes balance of Exchange Earner Foreign Currency Account

*Amount below Rupees One Lakh

36. Corporate Social Responsibility expenditure

Provisions of Section 135 of the Companies Act, 2013 relating to Corporate Social Responsibility are not applicable to the Holding Company for the year ended 31 March 2024.

37. Disclosure of Employee Benefits as per Indian Accounting Standard 19 is as under:

i) Defined contribution plans:

The Group makes contributions towards provident fund and Employees State Insurance Scheme Contributions which are defined benefit contribution plan for qualifying employees. Under the plan, the Group is required to contribute a specified percentage of payroll cost to the retirement benefit plan to fund the benefits. The provident fund plan is operated by the Government administered employee provident fund. Eligible employees receive the benefits from the said Provident Fund. Both the employees and the Group make monthly contribution to the Provident Fund plan equal to a specific percentage of the covered employee's salary. The Group has no obligations other than to make the specified contributions.

The Group has recognised the following amounts in the consolidated statement of Profit and Loss (₹ in lakhs)

Particulars	For the year ended 31 March 2024	For the year ended 31 March 2023
- Contribution to Provident Fund	97	85
- Contribution to Employee State Insurance Corporation	* -	* -
Total	97	85

* Amount below Rupees One Lakh

ii) Defined benefit plan:

The Group earmarks liability towards funded Group Gratuity and provides for payment to vested employees as under:

a) On Normal retirement/ early retirement/ withdrawal/resignation:

As per the provisions of Payment of Gratuity Act, 1972 with vesting period of 5 years of service.

b) On death in service:

As per the provisions of Payment of Gratuity Act, 1972 without any vesting period.

The Group also provided for protected Gratuity calculated based on additional 15 days of service for all employees upto 1 December 2003.

The Group has established an income tax approved irrevocable trust fund to which it regularly contributes to finance liabilities of the plan. The fund's investments are managed by insurance company as per the mandate provided to them by the trustees and the asset allocation is within the permissible limits prescribed in the insurance regulations.

The most recent actuarial valuation of the present value of the defined benefit obligation for gratuity was carried out as at 31 March 2024 by an independent actuary. The present value of the defined benefit obligations and the related current service cost and past service cost, were measured using the Projected Unit Credit Method.



Notes forming part of the consolidated financial statements for the year ended 31 March 2024 (Contd.)

37. Disclosure of Employee Benefits as per Indian Accounting Standard 19 is as under: (Contd.)

The following table sets out the status of the gratuity plan and the amounts recognised in the Group's financial statements as at 31 March 2024

(₹ in lakhs)

Sr. No.	Particulars	As at 31 March 2024	As at 31 March 2023
i)	Reconciliation in present value of obligations (PVO) – defined benefit obligation :		
	Current Service Cost	12	12
	Interest Cost	12	10
	Actuarial loss/(gain)	6	(2)
	Benefits paid	(25)	(38)
	PVO at the beginning of the year	168	185
	PVO at end of the year	173	168
ii)	Change in fair value of plan assets		
	Expected return on plan assets	6	4
	Return on plan assets.....	(1)	(1)
	Contributions by the employer.....	27	42
	Benefits paid.....	(25)	(38)
	Fair value of plan assets at beginning of the year.....	86	79
	Fair value of plan assets at end of the year.....	94	86
iii)	Analysis of Defined Benefit Obligation :		
	Defined Benefit Obligation at the end of the year	173	168
	Provision for protected gratuity.....	9	10
	Fair Value of Plan assets at the end of the year	94	86
	Current / Non current classifications		
	Current	63	54
	Non current	26	38
	Total	89	92
iv)	Reconciliation of PVO and fair value of plan assets:		
	PVO at end of year.....	173	168
	Provision for protected gratuity.....	9	10
	Fair Value of plan assets.....	94	86
	Funded status.....	86	86
	Net liability recognised in the balance sheet.....	89	120
v)	Expense recognised in the statement of profit or loss:		
	Current Service cost	12	12
	Net interest.....	6	6
	Expense recognised in the statement of profit or loss.....	18	18
vi)	Other comprehensive income (OCI):		
	Actuarial Loss/(Gain) recognised for the period.....	6	(2)
	Return on plan assets excluding interest income.....	1	(1)
	Total actuarial Loss/(Gain) recognised in OCI.....	7	(3)
vii)	Assumption used in accounting for the gratuity plan:		
	Discount rate (%).....	7.29%	7.29%
	Expected return on plan assets.....	7.16%	7.29%
	Salary escalation rate (%).....	7.00%	7.0%
	Attrition.....	21.8%	21.8%
	Mortality Table	Indian Assured Lives Mortality (2012-14)	Indian Assured Lives Mortality (2012-14)

Notes forming part of the consolidated financial statements for the year ended 31 March 2024 (Contd.)

Discount rate: The discount rate is based on the prevailing market yields of Indian government securities as at the balance sheet date for the estimated term of the obligations.

Salary Escalation Rate: The estimates of future salary increases, considered in actuarial valuation, takes into account the inflation, seniority, promotion and other relevant factors such as supply and demand in the employment market.

The amounts of the present value of the obligation and experience adjustment arising on plan liabilities are as below :

(₹ in lakhs)

Experience adjustments	As at 31 March 2024	As at 31 March 2023	As at 31 March 2022	As at 31 March 2021	As at 31 March 2020
Gratuity					
Expected gain / (loss) adjustments on plan liabilities	5	4	(33)	20	8
Experience gain / (loss) adjustments on plan assets	(1)	(1)	1	3	(12)
Defined Benefits at the end of the year	173	168	185	171	192
Plan Assets at the end of the year	94	86	79	96	105
Funded status Deficit	(89)	(92)	(107)	(75)	(87)
Contribution expected to be paid to the plan during next financial year	63	53	51	45	48

Reasonably possible changes at the reporting date to one of the relevant actuarial assumptions, holding other assumptions constant, would have affected the defined benefit obligation by the amounts shown below.

As at 31 March 2024 the weighted average duration of the defined benefit obligation is four years (31 March 2023 : three years)

Sensitivity Analysis

(₹ in lakhs)

Particulars	As at 31 March 2024	As at 31 March 2023
Delta Effect of +1% Change in Rate of Discounting	(4)	(4)
Delta Effect of -1% Change in Rate of Discounting	4	4
Delta Effect of +1% Change in Rate of Salary Increase	4	3
Delta Effect of -1% Change in Rate of Salary Increase	(4)	(3)
Delta Effect of +1% Change in Rate of Employee attrition	* -	* -
Delta Effect of -1% Change in Rate of Employee attrition	* -	* -

* Amount below Rupees One Lakh

38. Earnings per share (EPS)

(₹ in lakhs)

Particulars	Year ended 31 March 2024	Year ended 31 March 2023
Profit after tax attributable to equity shareholders ₹ in lakhs A	1,390	2,007
Weighted average number of equity shares outstanding during the year Nos. B	7,451,229	7,451,229
Basic and diluted earnings per equity share In ₹ (A / B)	18.65	26.94
Face value per equity share In ₹	10	10

39. Dividend paid and proposed:

Dividends on equity shares were declared and paid by the Group during the year

(₹ in lakhs)

Particulars	Dividend Per Equity Shares (₹)	Year ended 31 March 2024	Dividend Per Equity Shares (₹)	Year ended 31 March 2023
Final Dividend on Equity Shares	4.00	298	-	-
Total	-	298	-	-

The Board of Directors of the Holding Company at the meeting held on 27 May 2024 proposed a dividend of ₹ 2 per share (previous year ₹ 4 per share) subject to approval of the members at the ensuing Annual General Meeting.



Notes forming part of the consolidated financial statements for the year ended 31 March 2024 (Contd.)

40. Segment Reporting

The Company's management, pursuant to 'Ind AS 108 – Operating Segments' has concluded that the Company has only one reportable segment which is specialty chemicals. Accordingly, no separate disclosures of segment information have been made.

41. Related party disclosures

Description of relationship	Names of related parties
(i) Ultimate Holding Company	
(i) Subsidiary	Dai-ichi Gosei Chemicals (India) Limited (DGCIL)
(ii) Jointly controlled entities (JCE)	ChampionX Dai-ichi India Private Limited (CXDI)
(iii) Key Management Personnel (KMP)	i) Mrs. S. F. Vakil - Chairperson and Managing Director (SFV) - (w.e.f. from 1st April 2023 - Chairman and Wholetime Director)
	ii) Ms. Meher F. Vakil - COO- Daughter of Managing Director (MFV) (w.e.f. from 1st April 2023 - Managing Director)
	iii) Mr. A H Jehangir (AHJ)
	iv) Mr. Kavas Patel (Independent Director) (KP) (upto - 22 September 2023)
	v) Mr. Keki Elavia (Independent Director) (KE) (upto - 22 September 2023)
	vi) Mr. Ashok V. Hiremath (Independent Director) (AVH)
	vii) Mr. Cyrus Bagwadia (Independent Director) (CB) (w.e.f. - 11 August 2023)
	viii) Mr. Behram Sorabji (Independent Director) (BS) (w.e.f. - 11 August 2023)
	ix) Mr Farokh P Gandhi (Chief Financial Officer) (FG)
	x) Mr. Ankit P Shah (Company Secretary) (AS)
(iv) Relatives of KMP	i) Mr. Firoze Adi Vakil - Husband of Managing Director (FAV)
	ii) Mr. Jahangir F. Vakil - Son of Managing Director (JFV)
	iii) Mrs. P. R. Mehta -Sister of Managing Director (PRM)
	iv) Mr. Matthew I. Taff - Husband of Ms. Meher F Vakil (MT)
(v) Entities in which KMP / Relatives of KMP exercise significant influence	i) Indian Oxides and Chemicals Private Limited (IOCL)
	ii) Rose Investments Limited (RIL),
	iii) General Pharmaceuticals Pvt. Ltd. (GPPL)
	iv) Netal (India) Limited (NIL)
	v) Neterwala Consulting & Corporate Services Limited (NCCL) (merged with CFAPL in FY 2023-24)
	vi) Chemicals and Ferro Alloys Pvt. Ltd (CFAPL)
	vii) Uni Klinger Limited (UKL)
	viii) Natch Products & Services Pvt. Ltd. (NPSPL)
(vi) Enterprises over which director can exercise significant influence	i) Maneckji & Shirinbai Neterwala Foundation (MSNF)

Notes forming part of the consolidated financial statements for the year ended 31 March 2024 (Contd.)

(₹ in lakhs)

Particulars	Subsidiaries (DGCIL)	JCE (CXDI)	KMP	Relatives of KMP	Entities in which KMP / relatives of KMP can exercise significant influence	Enterprises over which director can exercise significant influence	Total
Purchase of goods:							
CXDI	-	6	-	-	-	-	6
	-	(70)	-	-	-	-	(70)
IOCL	-	-	-	-	331	-	331
	-	-	-	-	(185)	-	(185)
GPPL	-	-	-	-	76	-	76
	-	-	-	-	(64)	-	(64)
UKL	-	-	-	-	1	-	1
	-	-	-	-	(37)	-	(37)
Sale of goods:							
CXDI	-	697	-	-	-	-	697
	-	(1,219)	-	-	-	-	(1,219)
GPPL	-	-	-	-	9	-	9
	-	-	-	-	(21)	-	(21)
Sale of Property							
IOCL	-	-	-	-	-	-	-
	-	-	-	-	(321)	-	(321)
Rendering of services/ Reimbursement of expenses:							
CXDI	-	14	-	-	-	-	14
	-	(12)	-	-	-	-	(12)
CFAPL	-	-	-	-	* -	-	* -
	-	-	-	-	* -	-	* -
IOCL	-	-	-	-	10	-	10
	-	-	-	-	(7)	-	(7)
Receiving of services/ Reimbursement of expenses:							
SFV	-	-	2	-	-	-	2
	-	-	(2)	-	-	-	(2)
MFV	-	-	13	-	-	-	13
	-	-	(7)	-	-	-	(7)
NPSPL	-	-	* -	-	1	-	1
	-	-	* -	-	-	-	-
NIL	-	-	-	-	* -	-	* -
	-	-	-	-	-	-	-
Rent :							
SFV	-	-	37	-	-	-	37
	-	-	(31)	-	-	-	(31)
Interest Paid:							
SFV	-	-	30	-	-	-	30
	-	-	(28)	-	-	-	(28)



Notes forming part of the consolidated financial statements for the year ended 31 March 2024 (Contd.)

(₹ in lakhs)

Particulars	Subsidiaries (DGCIL)	JCE (CXDI)	KMP	Relatives of KMP	Entities in which KMP / relatives of KMP can exercise significant influence	Enterprizes over which director can exercise significant influence	Total
Remuneration :							
SFV	-	-	295	-	-	-	295
	-	-	(254)	-	-	-	(254)
MFV	-	-	273	-	-	-	273
	-	-	(145)	-	-	-	(145)
FG	-	-	73	-	-	-	73
	-	-	(62)	-	-	-	(62)
AS	-	-	28	-	-	-	28
	-	-	(20)	-	-	-	(20)
Directors' Sitting Fees :							
AHJ	-	-	2	-	-	-	2
	-	-	(2)	-	-	-	(2)
KP (upto - 22 September 2023)	-	-	2	-	-	-	2
	-	-	(3)	-	-	-	(3)
KE (upto - 22 September 2023)	-	-	2	-	-	-	2
	-	-	(3)	-	-	-	(3)
AVH	-	-	3	-	-	-	3
	-	-	(3)	-	-	-	(3)
CB (w.e.f. 11 August 2023)	-	-	2	-	-	-	2
	-	-	-	-	-	-	-
BS (w.e.f. 11 August 2023)	-	-	1	-	-	-	1
	-	-	-	-	-	-	-
Dividend received :							
CXDI	-	248	-	-	-	-	248
	-	-	-	-	-	-	-
Deposit Given							
SFV	-	-	-	-	-	-	-
	-	-	* -	-	-	-	* -
Loan Taken :							
SFV	-	-	-	-	-	-	-
	-	-	(200)	-	-	-	(200)
Loan Repaid :							
SFV	-	-	-	-	-	-	-
	-	-	(625)	-	-	-	(625)
Balances outstanding at the end of the year							
Investments :							
CXDI	-	68	-	-	-	-	68
	-	(68)	-	-	-	-	(68)

Notes forming part of the consolidated financial statements for the year ended 31 March 2024 (Contd.)

(₹ in lakhs)

Particulars	Subsidiaries (DGCIL)	JCE (CXDI)	KMP	Relatives of KMP	Entities in which KMP / relatives of KMP can exercise significant influence	Enterprizes over which director can exercise significant influence	Total
Trade receivables:							
CXDI	-	47	-	-	-	-	47
	-	(478)	-	-	-	-	(478)
IOCL	-	-	-	-	2	-	2
	-	-	-	-	* -	-	-
GPPL	-	-	-	-	-	-	-
	-	-	-	-	(7)	-	(7)
Deposits for office :							
SFV	-	-	32	-	-	-	32
	-	-	(32)	-	-	-	(32)
Loan Taken :							
SFV	-	-	-	-	-	-	-
	-	-	-	-	-	-	-
Trade payable :							
CXDI	-	-	-	-	-	-	-
	-	-	-	-	-	-	-
IOCL	-	-	-	-	21	-	21
	-	-	-	-	(117)	-	(117)
UKL	-	-	-	-	1	-	1
	-	-	-	-	(10)	-	(10)
NIL	-	-	-	-	* -	-	-
	-	-	-	-	-	-	-
GPPL	-	-	-	-	13	-	13
	-	-	-	-	(16)	-	(16)
CFAPL	-	-	-	-	-	-	-
	-	-	-	-	* -	-	* -
MFV	-	-	* -	-	-	-	* -
	-	-	* -	-	-	-	* -

* Amount below Rupees One Lakh

Note: Figures in bracket relate to the previous year

(₹ in lakhs)

Payment of sitting fees to Independent directors	Year ended 31 March 2024	Year ended 31 March 2023
Sitting fees	10	12

Key management personnel compensation

Key management personnel compensation comprised the following :

(₹ in lakhs)

Particulars	Year ended 31 March 2024	Year ended 31 March 2023
Post-employment benefits	44	41
Other long-term benefits	122	79

Based on the recommendation of the Nomination and Remuneration committee, all decisions relating to the remuneration of the directors are taken by the Board of Directors of the Group, in accordance with shareholders' approval, wherever necessary.



Notes forming part of the consolidated financial statements for the year ended 31 March 2024 (Contd.)

All other related party transactions are made in the normal course of business and on terms equivalent to those that prevail in an arm's length transactions.

Note : Figures in the brackets are the corresponding figures of the previous year.

42. Interest in joint ventures

(₹ in lakhs)

Name and country of incorporation	% of interest / ownership	Amount of interest based on accounts for the year ended 31 March 2024					
		Assets	Liabilities	Income	Expenditure	Contingent liabilities	Capital commitments
"ChampionX Dai-ichi India Private Ltd (India)	50	4,719	4,719	3,620	3,506	356	-
Previous year	50	2,858	2,858	1,882	1,661	1,021	-

43. Financial instruments – Fair values and risk management

A. Accounting classification and fair values

The Group uses the following hierarchic structure of valuation methods to determine and disclose information about the fair value of financial instruments:

Level 1: inputs to valuation are quoted (unadjusted) prices in active markets for identical assets and liabilities;

Level 2: inputs to valuation are other than quoted prices included in level 1 that are observable for asset or liability, either directly or indirectly;

Level 3: inputs are not based on observable market data. Fair value are determined in whole or in part using a valuation model based on assumption that are either supported by prices from observable current market transaction in the same instruments nor are they based on available market data.

The carrying value of financial instruments by categories is as follows :

(₹ in lakhs)

	As at 31st March 2024							
	Carrying amount				Fair value			
	FVTPL	FVTOCI	Amortised Cost	Total	Level 1	Level 2	Level 3	Total
Financial assets								
Cash and cash equivalents	-	-	629	629	-	-	-	-
Other bank balances	-	-	13	13	-	-	-	-
Non-current investments								
Unquoted Equity Shares *								
Current investments	26	-	-	26	26	-	-	26
Non current investments (other than in subsidiary and joint venture)	-	-	1	1	-	-	-	-
Financial Assets - Non-current	-	-	668	668	-	-	-	-
Trade receivables	-	-	2,245	2,245	-	-	-	-
Other Non-current financial assets	-	-	-	-	-	-	-	-
Other current financial assets	-	-	91	91	-	-	-	-
	26	-	3,647	3,673	26	-	-	26
Financial liabilities								
Non current borrowings (Including current maturity of long term debts)	-	-	134	134	-	-	-	-
Current borrowings	-	-	1,759	1,759	-	-	-	-
Other non current financial liabilities	-	-	-	-	-	-	-	-
Trade payables	-	-	1,600	1,600	-	-	-	-
Other Non-current financial liabilities	-	-	-	-	-	-	-	-
Other current financial liabilities	-	-	286	286	-	-	-	-
	-	-	3,779	3,779	-	-	-	-

Notes forming part of the consolidated financial statements for the year ended 31 March 2024 (Contd.)

(₹ in lakhs)

	As at 31st March 2023							
	Carrying amount				Fair value			
	FVTPL	FVTOCI	Amotised Cost	Total	Level 1	Level 2	Level 3	Total
Financial assets								
Cash and cash equivalents	-	-	572	572	-	-	-	-
Other bank balances	-	-	267	267	-	-	-	-
Non-current investments	-	-	-	-	-	-	-	-
Unquoted Equity Shares *	-	-	-	-	-	-	-	-
Current investments	15	-	-	15	15	-	-	15
Non current investments (other than in subsidiary and joint venture)	-	-	1	1	-	-	-	-
Non current loans	-	-	409	409	-	-	-	-
Trade receivables	-	-	2,672	2,672	-	-	-	-
Other non-current financial assets	-	-	-	-	-	-	-	-
Other current financial assets	-	-	103	103	-	-	-	-
	15	-	4,024	4,039	15	-	-	15
Financial liabilities								
Non current borrowings (Including current maturity of long term debts)	-	-	1,725	1,725	-	-	-	-
Current borrowings	-	-	2,096	2,096	-	-	-	-
Other non current financial liabilities	-	-	79	79	-	-	-	-
Trade payables	-	-	2,812	2,812	-	-	-	-
Other current financial liabilities	-	-	545	545	-	-	-	-
	-	-	7,257	7,257	-	-	-	-

B. Measurement of fair values

The Management assessed that cash and bank balances, trade receivables, trade payables, cash credit and other financial assets and liabilities approximate their carrying amounts largely due to short-term maturities of these instruments.

The following methods and assumptions were used to estimate the fair value

a) The fair value of the quoted investments/units of mutual fund scheme are based on market price/net asset value at the reporting date.

i. Risk management framework

The Group's board of directors has overall responsibility for the establishment and oversight of the Group's risk management framework.

The Group's risk management policies are established to identify and analyse the risks faced by the Group, to set appropriate risk limits and controls and to monitor risks and adherence to limits. Risk management policies and systems are reviewed regularly to reflect changes in market conditions and the Group's activities. The Group, through its training and management standards and procedures, aims to maintain a disciplined and constructive control environment in which all employees understand their roles and obligations.

The audit committee oversees how management monitors compliance with the Group's risk management policies and procedures, and reviews the adequacy of the risk management framework in relation to the risks faced by the Group.

i. Credit risk

Credit risk is the risk of financial loss to the Group if a customer or counterparty to a financial instrument fails to meet its contractual obligations, and arises principally from the Group's receivables from customers and investments in debt securities.

The carrying amount of following financial assets represents the maximum credit exposure:

Trade and other receivables

Trade receivables are consisting of a large number of customers. The Group's exposure to credit risk is influenced mainly by the individual characteristics of each customer. However, management also considers the factors that may influence the credit risk of its customer base, including the default risk of the industry and country in which customers operate.



Notes forming part of the consolidated financial statements for the year ended 31 March 2024 (Contd.)

The Risk Management Committee has established a credit policy under which each new customer is analysed individually for creditworthiness before the Group's standard payment and delivery terms and conditions are offered. Sale limits are established for each customer and reviewed quarterly.

The Group establishes an allowance for impairment that represents its estimate of expected losses in respect of trade and other receivables.

At 31 March 2024, the maximum exposure to credit risk for trade and other receivables by geographic region was as follows.

(₹ in lakhs)

	As at 31 March 2024	As at 31 March 2023
India	842	1,329
Other regions	1,403	1,343
	2,245	2,672

Impairment

At 31 March 2024, the ageing of trade and other receivables that were not impaired was as follows. (₹ in lakhs)

	As at 31 March 2024	As at 31 March 2023
Neither past due nor impaired		
Past due 1–180 days	2,202	2,672
Past due more than 180 days	4	-
	2,206	2,672

Management believes that the un-impaired amounts that are past due by more than 180 days are still collectible in full, based on historical payment behaviour and extensive analysis of customer credit risk.

The movement in the allowance for impairment in respect of trade and other receivables during the year was as follows.

(₹ in lakhs)

	As at 31 March 2024	As at 31 March 2023
Balance as at the beginning of the year	45	46
Impairment loss recognised	-	-
Amounts written off / (back)	(31)	(1)
Balance as at the end of the year	14	45

ii. Liquidity risk

Liquidity risk is the risk that the Group will encounter difficulty in meeting the obligations associated with its financial liabilities that are settled by delivering cash or another financial asset. The Group'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 Group's reputation.

The majority of the Group's Trade receivables are due for maturity within 60 days from the date of billing to the customer. Further, the general credit terms for Trade payables are approximately 45 days. The difference between the above mentioned credit period provides sufficient headroom to meet the short-term working capital needs for day-to-day operations of the Group. Any short-term surplus cash generated, over and above the amount required for working capital management and other operational requirements, are retained as Cash and Investment in short term deposits with banks. The said investments are made in instruments with appropriate maturities and sufficient liquidity.

The Group policy is to place cash and cash equivalents and short-term deposits with reputable banks and financial institutions

Exposure to liquidity 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.

Notes forming part of the consolidated financial statements for the year ended 31 March 2024 (Contd.)

(₹ in lakhs)

	Contractual cash flows						
31 March 2024	Carrying amount	Total	Due in 1st year	Due in 2nd year	Due in 3rd year	Due in 4th year	Due in 5th year
Non-derivative financial liabilities							
Working capital term loan	204	204	70	70	64	-	-
Working capital loan from banks	1,362	1,362	1,362	-	-	-	-
Loan From director	327	327	327	-	-	-	-
Trade payables	1,598	1,598	1,598	-	-	-	-
Other current financial liabilities	286	286	286	-	-	-	-
	Contractual cash flows						
31 March 2023	Carrying amount	Total	Due in 1st year	Due in 2nd year	Due in 3rd year	Due in 4th year	Due in 5th year
Non-derivative financial liabilities							
Term loan from bank	1,916	1,916	378	555	555	428	-
Working capital term loan	274	274	70	70	70	64	-
Vehicle loan from bank	-	-	-	-	-	-	-
Working capital loan from banks	1,285	1,285	1,285	-	-	-	-
Loan From director	346	346	346	-	-	-	-
Trade payables	2,812	2,812	2,812	-	-	-	-
Other current financial liabilities	545	545	545	-	-	-	-

Interest rate risk

Interest rate risk can be either fair value interest rate risk or cash flow interest rate risk. Fair value interest rate risk is the risk of changes in fair values of fixed interest bearing investments because of fluctuations in the interest rates. Cash flow interest rate risk is the risk that the future cash flows of floating interest bearing investments will fluctuate because of fluctuations in the interest rates.

Exposure to interest rate risk

Group's interest rate risk arises from borrowings and fixed income securities. Fixed income securities exposes the Group to fair value interest rate risk. The interest rate profile of the Group's interest-bearing financial instruments as reported to the management of the Group is as follows.

(₹ in lakhs)

	As at 31 March 2024	As at 31 March 2023
Fixed-rate instruments		
Financial liabilities - vehicle loan and loan from director	327	346
	327	346
Variable-rate instruments		
Financial liabilities - term loan, working capital demand loan and cash credit	(1,566)	(3,475)
	(1,566)	(3,475)
Total	(1,239)	(3,129)

Fair value sensitivity analysis for fixed-rate instruments

The Group does not account for any fixed-rate financial assets or financial liabilities at fair value through profit or loss. Therefore, a change in interest rates at the reporting date would not affect profit or loss.



Notes forming part of the consolidated financial statements for the year ended 31 March 2024 (Contd.)

Fair value sensitivity analysis for variable rate instruments

(₹ in lakhs)

INR	Profit or loss		Equity, net of tax	
	100 bp increase	100 bp decrease	100 bp increase	100 bp decrease
31 March 2024				
Variable-rate instruments	(16)	16	(12)	12
Cash flow sensitivity (net)	(16)	16	(12)	12
31 March 2023				
Variable-rate instruments	(35)	35	(25)	25
Cash flow sensitivity (net)	(35)	35	(25)	25

The risk estimates provided assume a change of 100 basis points interest rate for the interest rate benchmark as applicable to the borrowings summarised above. This calculation also assumes that the change occurs at the balance sheet date and has been calculated based on risk exposures outstanding as at that date. The period end balances are not necessarily representative of the average debt outstanding during the period.

44. Capital Management

The Group's policy is to maintain a strong capital base so as to maintain investor, creditor and market confidence and to sustain future development of the business. Management monitors the return on capital as well as the level of dividends to ordinary shareholders.

The Group monitors capital using a ratio of 'adjusted net debt' to 'total equity'. For this purpose, adjusted net debt is defined as total liabilities, comprising interest-bearing loans and borrowings and obligations under finance leases, less cash and cash equivalents. Adjusted equity comprises all components of equity.

The Group's adjusted net debt to equity ratio at 31 March 2024 was as follows.

(₹ in lakhs)

	As at 31 March 2024	As at 31 March 2023
Total Borrowing	1,893	3,821
Less : Cash and cash equivalent	(629)	(572)
Adjusted net debt	1,264	3,249
Total equity	18,076	16,990
Net debt to equity ratio	0.07	0.19

45. Additional Regulatory information

A Ratios

Particulars	Numerator	Denominator	Current year	Previous year	% Change	Reason for variance
Current ratio (in times)	Total current Asset	Total current liabilities	1.37	1.19	15%	Due to repayment of term loan and improved working capital cycle
Debt-Equity ratio (in times)	Debt consist of borrowings	Total equity	0.10	0.22	-55%	Due to repayment of term loan debt equity ratio has improved
Debt service coverage ratio (in times)	Earning for Debt Service = Net Profit after taxes + Non cash Operating expenses + Interest+ Other non cash adjustments	Debt service = Interest payment & principal repayment during the year	8.5	10.1	-16%	Current year due to profit the Debt service coverage ratio has improved
Return on equity ratio (in %)	Profit/(Loss) for the year	Total equity	7.69%	12%	-36%	The ratio was higher due to Net Profit in Current year

Notes forming part of the consolidated financial statements for the year ended 31 March 2024 (Contd.)

Inventory turnover ratio (in times)	Average inventory	Cost of raw material consumed + Changes in inventories	4.4	5.6	-21%	Due to lower turnover; the turnover ratio has declined
Trade receivables turnover ratio (in times)	Revenue from operations	Average trade receivables	5.4	8.3	-35%	Due to reduction in debtors, the turnover ratio has improved
Trade payables turnover ratio (in times)	Cost of goods sold	Average trade payables	3.6	4.0	-10%	Due to reduction in creditors, the turnover ratio has improved
Net capital turnover ratio (in times)	Revenue from Operations	Working capital (ie Total current assets less Total current liabilities)	9.2	17.1	-46%	Due to lower turnover; the ratio has declined
Net profit ratio (in %)	Profit/(Loss) for the year	Revenue from operations	11%	10%	10%	Current year due to profit from exceptional income the ratio has improved
Return on capital employed (in %)	Profit before tax and finance costs	Closing capital employed = Net worth + Current and Non Current Borrowings	11%	12%	-8%	Current year due to profit from operations the ratio has improved
Return on investment (in %)	Income generated from invested funds	Invested funds in treasury investments	9%	6%	50%	Current year due to increase in interest income

B Trade payable ageing schedule :

a) As at 31-March-2024

(₹ in lakhs)

Particulars	Outstanding for following periods from due date of payment					
	Not Due	Less than 1 year	1 -2 years	2 -3 years	More than 3 year	Total
i) MSME	70	6	5	16	1	98
ii) Others trade payables	1,199	286	17	-	3	1,505
iii) Disputed MSME	-	-	-	-	-	-
iv) Disputed dues - Others	-	-	-	-	-	-
Total	1,269	292	22	16	4	1,603

Note: MSME ageing includes payables on purchase of property, plant and equipment amounting to ₹ 3 lakhs (31 March ₹ 2 lakhs)

b) As at 31-March-2023

(₹ in lakhs)

Particulars	Outstanding for following periods from due date of payment					
	Not Due	Less than 1 year	1 -2 years	2 -3 years	More than 3 year	Total
i) MSME	30	47	-	2	1	81
ii) Others trade payables	1,237	1,471	8	7	10	2,733
iii) Disputed MSME	-	-	-	-	-	-
iv) Disputed dues - Others	-	-	-	-	-	-
Total	1,267	1,518	8	9	11	2,814

* Amount below Rupees One Lakh



Notes forming part of the consolidated financial statements for the year ended 31 March 2024 (Contd.)

C Capital work in progress ageing schedule :

a) As at 31-March-2024

(₹ in lakhs)

Particulars	Amount in CWIP for a period of				
	Less than 1 year	1 -2 years	2 -3 years	More than 3 years	Total
Projects in progress	203	35	-	-	238
Projects temporarily suspended	-	-	-	-	-
Total	203	35	-	-	238

No projects are overdue or has exceeded its cost as per original plan as on date of balance sheet. All projects are expected to be completed in financial year 2024-25

b) As at 31-March-2023

(₹ in lakhs)

Particulars	Amount in CWIP for a period of				
	Less than 1 year	1 -2 years	2 -3 years	More than 3 years	Total
Projects in progress	35	-	-	-	35
Projects temporarily suspended	-	-	-	-	-
Total	35	-	-	-	35

No projects are overdue or has exceeded its cost as per original plan as on date of balance sheet

D Trade receivable ageing schedule :

a) As at 31-March-2024

(₹ in lakhs)

Particulars	Outstanding for following period from due date of payments						
	Not Due	Less than 6 months	6 months < 1 year	1 - 2 years	2 -3 years	More than 3 years	Total
i) Undisputed - considered good	1,371	831	4	14	2	23	2,245
ii) Undisputed - which have significant increase in credit risk	-	-	-	-	-	-	-
iii) Undisputed Trade Receivables - credit impaired	-	-	-	-	-	14	14
iv) Disputed Trade Receivables - considered doubtful	-	-	-	-	-	-	-
v) Disputed - which have significant increase in credit risk	-	-	-	-	-	-	-
vi) Disputed - credit impaired	-	-	-	-	-	-	-
	1,371	831	4	14	2	37	2,259
Less : Loss allowance							(14)
							2,245

Notes forming part of the consolidated financial statements for the year ended 31 March 2024 (Contd.)

b) As on 31-March 2023

(₹ in lakhs)

Particulars	Outstanding for following period from due date of payments						
	Not Due	Less than 6 months	6 months < 1 year	1 - 2 years	2 -3 years	More than 3 years	Total
i) Undisputed - considered good	1,598	1,074	-	-	-	-	2,672
ii) Undisputed - which have significant increase in credit risk	-	-	-	-	-	-	-
iii) Undisputed Trade Receivables - credit impaired	2	2	-	21	11	9	45
iv) Disputed Trade Receivables - considered doubtful	-	-	-	-	-	-	-
v) Disputed - which have significant increase in credit risk	-	-	-	-	-	-	-
vi) Disputed - credit impaired	-	-	-	-	-	-	-
	1,600	1,076	-	21	11	9	2,717
Less : Loss allowance							(45)
							2,672

46. Income Taxes

(A) Components of Income Tax Expenses

(i) Tax expense recognised in the console profit and loss

(₹ in lakhs)

	For the year ended 31 March 2024	For the year ended 31 March 2023
Current tax		
Current period	-	-
Total Current tax expense		
Income tax adjustment of earlier years	36	(66)
Deferred tax	452	390
Current period	-	-
Derecognition of Minimum Alternate Tax credit entitlement	-	40
Total deferred tax expense	452	430
Tax expense for the year	488	364

(ii) Tax recognised in other comprehensive income

(₹ in lakhs)

	For the year ended 31 March 2024			For the year ended 31 March 2023		
	Before tax	Tax (expense)/ benefit	Net of tax	Before tax	Tax (expense)/ benefit	Net of tax
Items that will not be reclassified to profit or loss						
Remeasurements of the defined benefit plans	(2)	2	-	1	-	1
	(2)	2	-	1	-	1



Notes forming part of the consolidated financial statements for the year ended 31 March 2024 (Contd.)

(B) Reconciliation of effective tax rate

(₹ in lakhs)

	(%)	For the year ended 31 March 2024	(%)	For the year ended 31 March 2023
Profit before tax		1,837		2,211
Tax using the group's domestic tax rate (Current year 25.17% and Previous year 25.17%)	25.17%	462	25.17%	556
Tax effect of:				
Decrease in substantially enacted tax rate		-		-
Unrecognised deferred tax assets		(73)		-
Tax effect of dividend income (Section 80 M)		-		70
Others		63		(236)
		452		390

The Company's domestic tax rates for the years ended 31 March 2024 is 25.17% and 31 March 2023 was 25.17%.

Based on the evaluation of the management the company has opted to avail the choice new regime under section 115BA of reduced tax rate from the financial year 2022-23; resulting into tax saving on account of absorption of previous year losses.

47. Income Taxes (Deferred tax)

(A) Movement in deferred tax assets and liabilities

(₹ in lakhs)

	31 March 2024					
	Net balance 1 April 2023	Recognised in profit or loss	Recognised in OCI	Net	Deferred tax asset	Deferred tax liability
Deferred Tax Liabilities:						
Property, plant and equipment and Intangible assets	(1,078)	(45)	-	(1,123)	-	(1,123)
Investment	(2)	-	-	(2)	-	(2)
Deferred tax assets:						
Insurance claim adjusted in tax (written down value)	517	(517)	-	-	-	-
Trade receivables	11	(7)	-	4	4	-
Income tax loss (including depreciation)	1,135	109	-	1,244	1,244	-
Other items	83	8	-	91	91	-
Deferred Tax assets/(liabilities)	666	(452)	-	214	1,339	(1,125)
Offsetting of deferred Tax assets and deferred Tax Liabilities					(1,125)	
Net Deferred Tax assets/(liabilities)	666	(452)	-	214	214	

Notes forming part of the consolidated financial statements for the year ended 31 March 2024 (Contd.)

	31 March, 2023					
	Net balance 1 April 2022	Recognised in profit or loss	Recognised in OCI	Net	Deferred tax asset	Deferred tax liability
Deferred Tax Liabilities:						
Property, plant and equipment and intangible assets	(969)	(109)	-	(1,078)	-	(1,078)
Investment	(2)	-	-	(2)	-	(2)
Deferred tax assets:						
Insurance claim adjusted in tax (written down value)	1,064	(547)	-	517	517	-
Trade receivables	11	-	-	11	11	-
Income tax loss (including depreciation)	795	340	-	1,135	1,135	-
Other items	110	(27)	-	83	83	-
Indexed cost of land	5	(5)	-	-	-	-
Minimum alternate tax credit entitlement	42	(42)	-	-	-	-
Deferred tax assets/(liabilities)	1,056	(390)	-	666	1,746	(1,080)
Offsetting of deferred tax assets and deferred tax liabilities					(1,080)	
Net deferred tax assets/(liabilities)	1,056	(390)	-	666	666	

The Group during previous financial year 2022-23 has utilized deferred tax asset (DTA) ; on account of set off of losses against current year profits and recognition of insurance claim estimate as per documents submitted to insurance company.

The Group offsets tax assets and liabilities if and only if it has a legally enforceable right to set off current tax assets and current tax liabilities and the deferred tax assets and deferred tax liabilities relate to income taxes levied by the same tax authority.

Significant management judgement is required in determining provision for income tax, deferred income tax assets and liabilities and recoverability of deferred income tax assets. The recoverability of deferred income tax assets is based on estimates of taxable income by each jurisdiction in which the relevant entity operates and the period over which deferred income tax assets will be recovered.

B. Tax assets and liabilities

(₹ in lakhs)

Particulars	As at 31 March 2024	As at 31 March 2023
Non Current tax assets (net)	555	556
Non Current tax liability (net)	-	28
Current tax assets (net)	-	-
Current tax liabilities (net)	-	-

48. Events after the reporting period

No significant adjusting event occurred between the balance sheet date and date of the approval of these financial statements by the Board of Directors of the Holding Company requiring adjustment or disclosure.

49. Exceptional Items

a. Loss by fire at Dahej Plant

Pursuant to a fire incident on 22 November 2020 at Dahej factory situated at Plot no. D-2/20, GIDC, Tal. Vagra, Dist. Bharuch – 392130, Gujarat, certain property, plant and equipment and inventory were damaged. It also disrupted the production process and impacted the financial performance of the Holding Company for the year ended 31 March 2021. As a result of the incident, the Holding Company had recognised a loss of ₹ 4,932 lakhs (₹ 4,326 lakhs towards property plant and equipment, ₹ 581 lakhs towards inventories and ₹ 25 lakhs towards other expenses) as an exceptional item in the standalone financial results for FY 2020-21. The Holding Company’s assets and inventories are covered under an Insurance



Notes forming part of the consolidated financial statements for the year ended 31 March 2024 (Contd.)

policy and a claim has been lodged with the Insurance company for the losses suffered. The Holding Company has received an interim payment towards insurance claim of ₹ 400 lakhs in FY 2021-22 and stock insurance claim of ₹ 285 lakhs in FY 2022-23. During the previous quarter, the Holding Company has received full and final settlement of fire insurance claim amounting to ₹ 2,058 lakhs on 12 September 2023 which is recognised as an exceptional item.

- b. During previous year, the Holding Company had sold its properties situated at Pune for a total consideration of ₹ 801 lakhs and has recognised a gain of ₹ 742 lakhs, as an exceptional item in the financial results.

50. Other Statutory Information

- (i) The Group did not have any transactions with companies struck off under section 248 of the Companies Act, 2013 or Section 560 of Companies Act, 1956 during the financial year.
- (ii) No transactions to report against the following disclosure requirements as notified by MCA pursuant to amended Schedule III:
- (a) Crypto Currency or Virtual Currency
 - (b) Benami Property held under Prohibition of Benami Property Transactions Act, 1988 and rules made thereunder
 - (c) Registration of charges or satisfaction with Registrar of Companies
 - (d) Approved scheme(s) of Arrangements
 - (e) Number of layers of companies
 - (f) Undisclosed income
 - (g) Revaluation of PPE and intangible assets
 - (h) Title Deeds of immovable properties not held in name of the Group
 - (i) Wilful defaulter
- (iii) The Group has not advanced or loaned or invested funds to any other person(s) or entity(ies), including foreign entities (Intermediaries) with the understanding that the Intermediary shall:
- (a) directly or indirectly lend or invest in other persons or entities identified in any manner whatsoever by or on behalf of the Group (Ultimate Beneficiaries) or
 - (b) provide any guarantee, security or the like to or on behalf of the Ultimate Beneficiaries
- (iv) The Group has not received any fund from any person(s) or entity(ies), including foreign entities (Funding Party) with the understanding (whether recorded in writing or otherwise) that the Group shall:
- (a) directly or indirectly lend or invest in other persons or entities identified in any manner whatsoever by or on behalf of the Funding Party (Ultimate Beneficiaries) or
 - (b) provide any guarantee, security or the like on behalf of the Ultimate Beneficiaries

The Group has borrowings from bank on the basis of security of current assets. The quarterly returns or statement of current assets filed by the Group with banks are in agreement with the books of accounts.

51. Information with regard to other matters specified in Schedule III to the Act is either nil or not applicable to the Company for the year.

52. The Code on Social Security, 2020 ('Code') relating to employee benefits during employment and post-employment benefits received Presidential assent in September 2020. The Code has been published in the Gazette of India. However, the date on which the Code will come into effect has not been notified. The Group will assess the impact of the Code when it comes into effect and will record any related impact in the period the Code becomes effective.

As per our report of even dated attached

For B S R & Co. LLP

Chartered Accountants

Firm's Registration No: 101248W/W-100022

Farhad Bamji

Partner

Membership No: 105234

For and on behalf of the Board of Directors

Dai-Ichi Karkaria Limited

CIN: L24100MH1960PLC011681

S. F. Vakil

Chairperson and
Wholetime Director
(DIN: 00002519)

Farokh P Gandhi

Chief Financial Officer
Membership No. 47573

Meher Vakil

Managing Director
(DIN: 07778396)

Ankit Shah

Company Secretary
Membership No. A35008

Place : Mumbai

Date : 27 May 2024

Place : Mumbai

Date : 27 May 2024

Form AOC-1

Statement containing salient features of the Financial Statement of Subsidiaries/Associate Companies/ Joint Ventures Pursuant to first proviso to sub-section (3) of Section 129 read with Rule 5 of Companies (Accounts) Rules, 2014

Part "A" -Subsidiaries

(₹ in lakhs)

1	Sl. No.		1
2	Name of the subsidiary	Dai-ichi Gosei Chemicals (India) Limited	
3	Reporting period for the subsidiary concerned, if different from the holding company's reporting period		NA
4	Reporting Currency and Exchange rate as on the last date of the relevant financial year in the case of foreign subsidiaries		NA
5	Share Capital		5
6	Reserves & Surplus		(4)
7	Total Assets		1
8	Total Liabilities		1
9	Investments		Nil
10	Turnover (Other Income)		* -
11	Loss before taxation		* -
12	Provision for taxation		-
13	Loss after taxation		* -
14	Proposed dividend		Nil
15	% of Shareholding		97%
1	Names of subsidiaries which is yet to commence operations		Nil
2	Names of subsidiaries which have been liquidated or sold during the year yet to commence operations		Nil

* Amount below Rupees One Lakh

Statement pursuant to Section 129(3) of Companies Act, 2013 related to Associate Companies and Joint Ventures

Part "B" - Joint Ventures

(₹ in lakhs)

	Name of Joint Venture	ChampionX Dai-ichi India Private Limited
1	Latest audited Balance Sheet date	31/03/2024
2	Shares of Joint Venture held by the Company on the year end :	
	No. of Shares	1,125,000
	Amount of investment in Joint Venture	68
	% of holding	50%
3	Description of how there is significant influence	50% holding in JV
4	Reason why the Joint venture is not consolidated	NA
5	Net worth attributable to shareholding as per last audited balance sheet	2,058
6	Profit for the year	
	1. Considered in consolidation	41
	2. Not considered in consolidation	-
1	Names of Associates Companies or Joint Ventures which is yet to commence operations	Nil
2	Names of Associates Companies or Joint Ventures which have been liquidated or sold during the years	Nil

For and on behalf of the Board of Directors

S. F. Vakil

Chairperson and
Wholtime Director
(DIN : 00002519)

Farokh Gandhi

Chief Financial Officer
Membership No. 047573

Meher Vakil

Managing Director
(DIN : 07778396)

Ankit Shah

Company Secretary
Membership No. A35008

Place : Mumbai
Date : 27 May 2024



NOTES

If undelivered please return to:
DAI-ICHI KARKARIA LIMITED
Liberty Building,
Sir Vithaldas Thackersey Marg,
Mumbai - 400 020.