

**GUJCHEMDISTILLERS INDIA  
LIMITED  
81<sup>st</sup> ANNUAL REPORT**

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***CORPORATE INFORMATION***

**BOARD OF DIRECTORS** MRS. RAJASVEE SHAH, (MANAGING DIRECTOR) (W.e.f. 30/08/2019)  
MR. SAGAR SHAH, DIRECTOR (W.e.f. 30/08/2019)  
MR. MANISH MEHTA, DIRECTOR (W.e.f. 30/08/2019)  
MR. RAMESHBHAI DATHIA, DIRECTOR (W.e.f. 30/08/2019)

**CHIEF FINANCIAL OFFICER** MR. SAGAR SHAH(W.e.f. 12/02/2020)

**COMPLIANCE OFFICER** MRS. BHAVIKA LALWANI(W.e.f. 29/07/2020)

**STATUTORY AUDITOR** M/S. S.N. SHAH & ASSOCIATES  
Sapan House, OppMunicipal Market, C.G.Road  
Ahmedabad, Gujarat -380009

**REGISTERED OFFICE** Office No. 6, 2nd Floor,  
National Chambers,  
Nr. City Gold, Ashram Road,  
Ahmedabad-380009  
Phone: +91 7926580893  
E-mail : gujcheminvestors@gmail.com  
( CIN: L24230GJ1939PLC002480)

**REGISTRAR AND SHARE TRANSFER AGENT** Link Intime India Pvt. Ltd.  
5th Floor, 506 to 508, Amarnath Business Centre,  
Off C. G. Road, Ahmedabad - 380 009.  
Phone : 079-2646 5179

**NOTICE****NOTICE**

**NOTICE is hereby given that the 81<sup>st</sup>Annual General Meeting of the Members of the Company will be held on Friday, 25<sup>th</sup>September, 2020 at 4.00 P.M. through Video Conferencing / Other Audio-Visual to transact the following business:**

**ORDINARY BUSINESS:**

- 1 To receive, consider and adopt the audited financial statements of the Company including Balance Sheet as at 31<sup>st</sup>March, 2020, Statement of Profit and Loss and Cash Flow statement for the year ended on that date together with the Directors' Report and Auditors' Report thereon.
- 2 To appoint a Director in place of Mr. Sagar Samir Shah (DIN: 03082957) who retire by rotation and being eligible offers Himself for re – appointment.

**SPECIAL BUSINESS:**

- 3 To approve increase in remuneration of Mrs. Rajasvee Sagar Shah(DIN: 08265565), Managing Director of the Company.

**“RESOLVED THAT** pursuant to the recommendation of the Nomination and remuneration Committee and pursuant to Section 196, 197, 188 and 203 and other applicable provisions of the Companies Act, 2013 and the rules made thereunder (including any statutory modification or re-enactment thereof) read with Schedule- V of the Companies Act, 2013 and the Articles of Association of the Company, the consent of the shareholders be and is hereby accorded to increase remuneration of Mrs. Rajasvee Sagar Shah (DIN: 08265565), Managing Director of the Company w.e.f. 25/09/2020 till remainder of duration of her tenure as Managing Director of the Company as approved and recommended by the Nomination and remuneration Committee of the Company i.e. from upto Rs.50,000 per month to upto Rs.100,000 per month:

**RESOLVED FURTHER THAT** the remuneration as set out in the explanatory statement forming part of this resolution payable to Mrs. Rajasvee Sagar Shah (DIN: 08265565), Managing Director, w.e.f. 25/09/2020 shall be subject to following conditions:

- the total remuneration payable in any financial year by way of salary, perquisites, commission and other allowances shall not exceed the overall limit of five percent (5%) of the net profits of the Company as applicable to each of the Managing/Whole time Directors of the Company and/or ten percent (10%) of the net profits of the Company for all Managing/ Whole-time Directors in accordance with the provisions of Sections 197, 198 and other applicable provisions,

if any, of the Companies Act, 2013 read (2) with Schedule V including any statutory amendments, modifications or re-enactment thereof, as may be made thereto and for the time being in force or

- if the Remuneration exceeds the limits as prescribed in the provisions of Section 197, 198 of the Companies Act, 2013, the remuneration payable shall be within the maximum permissible limits specified under Section II of Part II of Schedule V to the Companies Act, 2013 without obtaining the approval of the Central Government in case of no profits/inadequate profits.

**RESOLVED FURTHER THAT** notwithstanding anything contained in Section 197, 198 and Schedule V of the Companies Act, 2013 or any amendment/re-enactment thereof or any revised/new schedule thereof, in the event of absence of profits or inadequate profits in any financial year, the salary, perquisites and statutory benefits, as set out in the explanatory statement forming part of this resolution be paid as minimum remuneration to Mrs. Rajasvee Sagar Shah(DIN: 08265565),,Managing Director.

**RESOLVED FURTHER THAT** the Board of Directors of the Company (including its committee thereof) of the Company, be and are hereby authorized to do all such acts, deeds, matters and things as may be considered necessary, desirable or expedient to give effect to this resolution.”

**By Oder of Board of Directors  
For, Gujchem Distillers India Ltd**

**Rajasvee Sagar Shah  
(DIN: - 08265565)  
Chairman &Managing Director**

**Date:28/08/2020  
Place: Ahmedabad  
Registered Office: Office No 6  
2<sup>nd</sup> Floor, National Chamber, Nr. City  
Gold, Ashram Road, Ahmedabad-380009**

## NOTES:

1. In view of the massive outbreak of the COVID-19 pandemic, social distancing is a norm to be followed, the Government of India, Ministry of Corporate Affairs allowed conducting Annual General Meeting through Video Conferencing (VC) or Other Audio-Visual Means (OAVM) and dispensed the personal presence of the members at the meeting. Accordingly, the Ministry of Corporate Affairs issued Circular No. 14/2020 dated April 08, 2020, Circular No. 17/2020 dated April 13, 2020 and Circular No. 20/2020 dated May 05, 2020 prescribing the procedures and manner of conducting the Annual General Meeting through VC/OAVM. In terms of the said circulars, the 81<sup>st</sup> Annual General Meeting (AGM) of the members will be held through VC/OAVM. Hence, members can attend and participate in the AGM through VC/OAVM only. The detailed procedure for participation in the meeting through VC/OAVM is as per note no. 17 and available at the Company's website [www.guichemdistillers.com](http://www.guichemdistillers.com).
2. Information regarding appointment/re-appointment of Directors and Explanatory Statement in respect of special businesses to be transacted pursuant to Section 102 of the Companies Act, 2013 and/ or Regulation 36(3) of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 is annexed hereto.
3. Pursuant to the Circular No. 14/2020 dated April 08, 2020, issued by the Ministry of Corporate Affairs, the facility to appoint proxy to attend and cast vote for the members is not available for this AGM. However, the Body Corporates are entitled to appoint authorized representatives to attend the AGM through VC/OAVM and participate thereat and cast their votes through e-voting.
4. The attendance of the Members attending the AGM through VC/OAVM will be counted for the purpose of reckoning the quorum under Section 103 of the Companies Act, 2013.
5. In line with the aforesaid Ministry of Corporate Affairs (MCA) Circulars, the Notice of AGM along with Annual Report 2019-20 is being sent only through electronic mode to those Members whose email addresses are registered with the Company/ Depositories. Member may note that Notice and Annual Report 2019-20 has been uploaded on the website of the Company at [www.guichemdistillers.com](http://www.guichemdistillers.com). The Notice can also be accessed from the websites of the Stock Exchange i.e. Bombay Stock Exchange at [www.bseindia.com](http://www.bseindia.com) respectively.
6. The Register of members and share transfer books of the Company will remain closed from Friday, 18<sup>th</sup> September, 2020 to Friday, 25<sup>th</sup> September, 2020 (both days inclusive) for the purpose of Annual General Meeting.
7. Members seeking any information with regard to accounts are requested to write to the Company at least 10 days before the meeting so as to enable the management to keep the information ready.
8. Members holding the shares in physical mode are requested to notify immediately the change of their address and bank particulars to the R & T Agent of the Company. In case shares held in dematerialized form, the information regarding change of address and bank particulars should be given to their respective Depository Participant.
9. In terms of Section 72 of the Companies Act, 2013, nomination facility is available to individual members holding shares in the physical form. The members who are desirous of availing this facility, may kindly write to Company's R & T Agent for nomination form by quoting their folio number.

- 10.** The Register of Directors' and Key Managerial Personnel and their shareholding maintained under Section 170 of the Companies Act, 2013, the Register of contracts or arrangements in which the Directors are interested under Section 189 of the Companies Act, 2013 and all other documents referred to in the Notice will be available for inspection in electronic mode.
- 11.** The Members can join the AGM through the VC/OAVM mode 15 minutes before and after the scheduled time of the commencement of the Meeting by following the procedure mentioned in the Notice. The facility of participation at the AGM through VC/OAVM will be made available for 1,000 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, Auditors etc. who are allowed to attend the AGM without restriction on account of first come first served basis.
- 12.** Process and manner for members opting for voting through Electronic means:
- I. Pursuant to the provisions of Section 108 of the Companies Act, 2013 read with Rule 20 of the Companies (Management and Administration) Rules, 2014 (as amended) and Regulation 44 of SEBI (Listing Obligations & Disclosure Requirements) Regulations 2015 (as amended), and the Circulars issued by the Ministry of Corporate Affairs dated April 08, 2020, April 13, 2020 and May 05, 2020 the Company is providing facility of remote e-voting to its Members in respect of the business to be transacted at the AGM. For this purpose, the Company has entered into an agreement with Central Depository Services (India) Limited (CDSL), as the Authorized e-voting agency for facilitating voting through electronic means. The facility of casting votes by a member using remote e-voting as well as e-voting system on the date of the AGM will be provided by CDSL.
  - II. Members whose names are recorded in the Register of Members or in the Register of Beneficial Owners maintained by the Depositories as on the Cut-off date i.e. Friday, 18th September, 2020, shall be entitled to avail the facility of remote e-voting as well as e-voting system on the date of the AGM. Any recipient of the Notice, who has no voting rights as on the Cut-off date, shall treat this Notice as intimation only.
  - III. A person who has acquired the shares and has become a member of the Company after the dispatch of the Notice of the AGM and prior to the Cut-off date i.e. Friday, 18th September, 2020, shall be entitled to exercise his/her vote either electronically i.e. remote e-voting or e-voting system on the date of the AGM by following the procedure mentioned in this part.
  - IV. The remote e-voting will commence on Tuesday, 22nd September, 2020 at 9.00 a.m. and ends on Thursday, 24th September, 2020 at 5.00 p.m. During this period, the members of the Company holding shares either in physical form or in demat form as on the Cut-off date i.e. Friday 18th September, 2020 may cast their vote electronically. The members will not be able to cast their vote electronically beyond the date and time mentioned above and the remote e-voting module shall be disabled for voting by CDSL thereafter.
  - V. Once the vote on a resolution is cast by the member, he/she shall not be allowed to change it subsequently or cast the vote again. The voting rights of the members shall be in proportion to their share in the paid-up equity share capital of the Company as on the Cut-off date i.e. Friday 18th September, 2020

13. The Company has appointed CS Devesh Khandelwal, Practicing Company Secretary (Membership No. FCS: 4202; CP No: 6897), to act as the Scrutinizer for conducting the remote e-voting process as well as the e-voting system on the date of the AGM, in a fair and transparent manner.
14. Process for those shareholders whose email ids are not registered:
- For members holding shares in Physical mode - please provide necessary details like Folio No., Name of shareholder by email to [sagarsamirshah1997@gmail.com](mailto:sagarsamirshah1997@gmail.com).
  - Members holding shares in Demat mode can get their E-mail ID registered by contacting their respective Depository Participant or by email to [sagarsamirshah1997@gmail.com](mailto:sagarsamirshah1997@gmail.com).
15. The instructions for shareholders for remote voting are as under:
- The voting period begins on Tuesday, 22nd September, 2020 at 9.00 a.m. and ends on Thursday, 24th September, 2020 at 5.00 p.m. During this period shareholders of the Company, holding shares either in physical form or in dematerialized form, as on the Cut-off date i.e. Friday 18th September, 2020 may cast their vote electronically. The e-voting module shall be disabled by CDSL for voting thereafter. Shareholders who have already voted prior to the meeting date would not be entitled to vote at the meeting.
  - The shareholders should log on to the e-voting website [www.evotingindia.com](http://www.evotingindia.com).
    - Click on Shareholders.
    - Now Enter your User ID  
For CDSL: 16 digits beneficiary ID  
For NSDL: 8 Character DP ID followed by 8 Digits Client ID,
    - Members holding shares in Physical Form should enter Folio Number registered with the Company
    - Next enter the Image Verification as displayed and Click on Login.
    - If you are holding shares in demat form and had logged on to [www.evotingindia.com](http://www.evotingindia.com) and voted on an earlier voting of any company, then your existing password is to be used.
    - If you are a first-time user follow the steps given below:

	<b>For Members holding shares in Demat Form and Physical Form</b>
<b>PAN</b>	<ul style="list-style-type: none"> <li>• Enter your 10 digit alpha-numeric PAN issued by Income Tax Department (Applicable for both dematshareholders as well as physical shareholders)</li> <li>• Members who have not updated their PAN with the Company/Depository Participant are requested to use the sequence number which is printed on Postal Ballot / Attendance Slip indicated in the PAN field.</li> </ul>
<b>Dividend Bank Details OR Date of Birth</b>	<ul style="list-style-type: none"> <li>• 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.</li> <li>• If both the details are not recorded with the depository or company please enter the member id /</li> </ul>



(DOB)	folio number in the Dividend Bank details field.
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- After entering these details appropriately, click on “SUBMIT” tab.
  - Members holding shares in physical form will then directly reach the Company selection screen. However, members 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.
  - For Members holding shares in physical form, the details can be used only for e-voting on the resolutions contained in this Notice.
  - Click on the EVSN of the Company –GUJCHEM DISTILLERS INDIA LIMITED on which you choose to vote.
  - 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.
  - Click on the “RESOLUTIONS FILE LINK” if you wish to view the entire Resolution details.
  - After selecting the resolution, you have decided to vote on, click on “SUBMIT”. A confirmation box will be displayed. If you wish to confirm your vote, click on “OK”, else to change your vote, click on “CANCEL” and accordingly modify your vote.
  - Once you “CONFIRM” your vote on the resolution, you will not be allowed to modify your vote.
  - You can also take a print of the votes cast by clicking on “Click here to print” option on the Voting page.
  - 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.
  - Shareholders can also cast their vote using CDSL’s mobile app m-Voting. The m-Voting app can be downloaded from Google Play Store. Apple and Windows phone users can download the app from the App Store and the Windows Phone Store respectively. Please follow the instructions as prompted by the mobile app while voting on your mobile.
  - Note for Non – Individual Shareholders and Custodians
- A. Non-Individual shareholders (i.e. other than Individuals, HUF, NRI etc.) and Custodian are required to log on to [www.evotingindia.com](http://www.evotingindia.com) and register themselves as Corporates.
  - B. A scanned copy of the Registration Form bearing the stamp and sign of the entity should be emailed to [helpdesk.evoting@cdslindia.com](mailto:helpdesk.evoting@cdslindia.com)
  - C. 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.

- D. The list of accounts linked in the login should be mailed to [helpdesk.evoting@cdslindia.com](mailto:helpdesk.evoting@cdslindia.com) and on approval of the accounts they would be able to cast their vote.
- E. A scanned copy of the Board Resolution and Power of Attorney (POA) which they have issued in favor of the Custodian, if any, should be uploaded in PDF format in the system for the scrutinizer to verify the same.
- F. Shareholders can also cast their vote using CDSL's Mobile app M-voting available for android based mobiles. The M-voting app can be downloaded from Google Play Store. Please follow the instructions as prompted by the mobile app while voting on your mobile. In case you have any queries or issues regarding e-voting, you may refer the Frequently Asked Questions ("FAQs") and e-voting manual available at [www.evotingindia.com](http://www.evotingindia.com), under help section or write an email to [helpdesk.evoting@cdslindia.com](mailto:helpdesk.evoting@cdslindia.com).

In case you have any queries or issues regarding e-voting, you may refer the Frequently Asked Questions ("FAQs") and e-voting manual available at [www.evotingindia.com](http://www.evotingindia.com), under help section or write an email to [helpdesk.evoting@cdslindia.com](mailto:helpdesk.evoting@cdslindia.com) or call 1800225533.

All grievances connected with the facility for voting by electronic means may be addressed to Mr. Rakesh Dalvi, Manager, (CDSL) Central Depository Services (India) Limited, 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](mailto:helpdesk.evoting@cdslindia.com) or call 1800225533.

**16.** The instructions for shareholders voting on the day of the AGM on e-voting system are as under:

- A. The procedure for e-Voting on the day of the AGM is same as the instructions mentioned above for Remote e-voting.
- B. Only those Members/ shareholders, who will be 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 in the AGM.
- C. If any Votes are cast by the members through the e-voting available during the AGM and if the same members have not participated in the meeting through VC/OAVM facility, then the votes cast by such members shall be considered invalid as the facility of e-voting during the meeting is available only to the members participating in the meeting.
- D. Members who have voted through Remote e-Voting will be eligible to attend the AGM. However, they will not be eligible to vote at the AGM.

**17.** The results declared along with the Scrutinizer's Report shall be placed on the Company's website [www.gujchemdistillers.com](http://www.gujchemdistillers.com) within three days of the passing of the Resolutions at the 81st Annual General Meeting of the Company and shall also be communicated to the Stock Exchanges where the shares of the Company are listed.

**18.** Instructions for members for attending the AGM through VC / OAVM are as under:

1. Member will be provided with a facility to attend the AGM through VC/OAVM or view the live webcast of AGM through the CDSL e-Voting system. Members may access the same at <https://www.evotingindia.com> under shareholders'/ members login by using the remote e-voting credentials. The link for VC/OAVM will be available in shareholder/members login where the EVSN of Company will be displayed.
  2. Members are encouraged to join the Meeting through Laptops for better experience.
  3. Further Members will be required to allow Camera and use Internet with a good speed to avoid any disturbance during the meeting.
  4. Please note that Participants Connecting from Mobile Devices or Tablets or through Laptop connecting via Mobile Hotspot may experience Audio/Video loss due to Fluctuation in their respective network. It is therefore recommended to use Stable Wi-Fi or LAN Connection to mitigate any kind of aforesaid glitches.
  5. For ease of conduct, members who would like to ask questions may send their questions in advance at least (7) days before AGM mentioning their name, demat account number / folio number, email id, mobile number at [sagarsamirshah1997@gmail.com](mailto:sagarsamirshah1997@gmail.com) and register themselves as a speaker. Those Members who have registered themselves as a speaker will only be allowed to express their views/ask questions during the AGM.
  6. Since the AGM will be held through VC/OAVM, the Route Map is not annexed in this Notice.
19. If you have any queries or issues regarding attending AGM & e-Voting from the e-Voting System, you may refer the Frequently Asked Questions ("FAQs") and e-voting manual available at [www.evotingindia.com](http://www.evotingindia.com), under help section or write an email to [helpdesk.evoting@cdslindia.com](mailto:helpdesk.evoting@cdslindia.com) or contact Mr. Nitin Kunder (022- 23058738 ) or Mr. Mehboob Lakhani (022-23058543) or Mr. Rakesh Dalvi (022-23058542). Central Depository Services (India) Limited, 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](mailto:helpdesk.evoting@cdslindia.com) or call on 022-23058542/43.

**By Oder of Board of Directors  
For, Gujchem Distillers India Ltd**

**Rajasvee Sagar Shah  
(DIN: - 08265565)  
Chairman & Managing Director**

**Date: 28/08/2020  
Place: Ahmedabad  
Registered Office: Office No 6  
2<sup>nd</sup> Floor, National Chamber, Nr. City  
Gold, Ashram Road, Ahmedabad-380009**

**EXPLANATION STATEMENT PURSUENT TO SECTION 102 OF THE COMPANIES ACT, 2013****ITEM NO.3**

Mrs. Rajasvee Sagar Shah was appointed as the Director of the Company with effect from 30/08/2019. She was appointed as the Managing Director of the Company for the period of 3 Years with effect from 16/09/2019. Mrs. Rajasvee Sagar Shah has been Drawing Remuneration of 50,000 per month since her appointment as the Managing Director of the Company.

Further considering the contribution of Mrs. Rajasvee Sagar Shah and progress made by the Company under her leadership and guidance, the Board of Directors of the Company in its meeting held on 27/07/2020 approved the payment of remuneration to Mrs. Rajasvee Sagar Shah, Managing Director w.e.f 25/09/2020 as recommended by the Nomination and Remuneration Committee in its meeting held on 27/07/2020 in terms of Section 197, 198, Schedule V and any other applicable provisions of the Companies Act, 2013 at the terms and conditions set out below:

- Salary and Perquisites: Within the maximum permissible remuneration as per Schedule V of the Companies Act, 2013 in case of no profits/inadequate profits pursuant to the approval of the shareholders.
- The Chairman and Managing Director shall also be eligible to the following perquisites which are not included in the computation of ceiling remuneration specified in the said Part II Section IV of Schedule V of the Companies Act, 2013:
  - ➔ Contribution to Provident Fund, Superannuation Fund or Annuity Fund to the extent these either singly or put together are not taxable under the Income Tax Act, 1961.
  - ➔ Gratuity payable at a rate not exceeding half a month's salary for each completed year of service.
  - ➔ Encashment of the leave at the end of the tenure.
- Other terms:
  - ➔ She shall be entitled to re-imbursment of actual out of pocket expenses incurred in connection with the business of the Company.
  - ➔ She shall be entitled to re-imbursment of entertainment expenses incurred for the business of the Company.
  - ➔ As long as She functions as Chairman and Managing Director, She shall not be paid any sitting fees to attend any meeting of the Board and/or Committee thereof.
  - ➔ In the event of inadequacy or absence of profits in any financial year, She will be entitled to the payment of salary and perquisites, as set out under point above, as minimum remuneration, subject to necessary approvals, if required notwithstanding the fact that it may exceed the limits prescribed under Section 196, 197 of the Companies Act, 2013, along with the perquisites stated under point (B) above which are not included in the computation of limits for the remuneration or perquisites aforesaid.
  - ➔ He shall be entitled to earned/privileged leave as per the Rules of the Company.
  - ➔ He shall be entitled for telephone facility as per Company's policy.

None of the Directors, Key Managerial Personnel and their relatives except Mrs. Rajasvee Sagar Shah and Mr. Sagar Shah are in any way concerned or interested in the said resolution. The relevant documents are available for inspection by the members during working hours at registered office of the company.

Company is expecting that with increase in the remuneration of the managing Director , company will achieve its desired progress and success.

The Directors recommend the aforesaid resolution for the approval by the members as Special Resolution.

**By Oder of Board of Directors  
For, Gujchem Distillers India Ltd**

**Rajasvee Sagar Shah  
(DIN: - 08265565)  
Chairman &Managing Director**

**Date: 28/08/2020  
Place: Ahmedabad  
Registered Office: Office No 6  
2<sup>nd</sup> Floor, National Chamber, Nr. City  
Gold, Ashram Road, Ahmedabad-380009**

**DIRECTOR REPORT**

To,  
The Members,

Your Directors present herewith the 81<sup>st</sup> Annual Report together with the Audited Statement of Accounts for the year ended on 31<sup>st</sup> March, 2020.

**FINANCIAL RESULTS:**

The operating results of the Company for the year ended on 31<sup>st</sup> March, 2020 are briefly indicated below:

(Rs. In lakh)

Particulars	For the year ended March 31, 2020 (Rs in lakh)	For the year ended March 31, 2019 (Rs in lakh)
Total Income including exceptional items	24.59	25.78
Profit / (Loss) Before Depreciation	(48.89)	(38.11)
Less : Depreciation	7.35	7.55
Profit / (Loss) Before Tax	<b>(56.24)</b>	<b>(45.74)</b>
Exceptional Item	50.75	-

Less : Income Tax	-	-
Less : Deferred Tax	-	-
Profit / (Loss) After Tax	<b>(5.49)</b>	<b>(45.74)</b>
Other Comprehensive Income Net of Tax	-	-
Total Comprehensive Income for the year	<b>(5.49)</b>	<b>(45.74)</b>

**DIVIDEND:**

In view of losses, your Directors regret their inability to recommend dividend for the year under review.

**TRANSFER TO RESERVE:**

During the year under review, the Company has not transferred any amount to Reserves.

**OPERATIONS /STATE OF COMPANY'S AFFAIRS:**

During the year under review, there was gross revenue of Rs. 24.59 Lakh (previous year Rs.25.78 Lakh and has incurred net loss of Rs 5.49Lakh (Previous year loss of Rs.45.74lakh) after providing Depreciation of Rs. 7.35 Lakh (Previous year Rs7.55 Lakh).

**MATERIAL CHANGES AFFECTING THE FINANCIAL POSITION:**

There were no material changes affecting the financial position of the Company occurred

between the end of financial year to which the statement relates and the date of Directors' Report.

**MANAGEMENT DISCUSSIONS AND ANALYSIS REPORT:**

The Management Discussions & Analysis Report forms part of the Corporate Governance report annexed to this report.

**SECRETARIAL STANDARDS:**

The Board of Directors of the company has complied with applicable Secretarial Standards issued by The Institute of Company Secretaries of India.

**DEPOSITS:**

The Company has not accepted or renewed any deposits from public falling within the purview of Section 73 of Companies Act, 2013 during the financial year under review.

**CORPORATE SOCIAL RESPONSIBILITY:**

Your Company does not fall under the criteria mentioned in the provision of Section 135 of the Companies Act, 2013 read with the Companies (Corporate Social Responsibility) Rules, 2014, and accordingly the Company is not required to constitute CSR Committee nor is it required to spend any amount in CSR Activity.

**DIRECTORS and KMP's:**

Due to the takeover of the Company during financial year new promoter group has taken over the old promoter group and accordingly following Director has put their resignation to the Company.

The Board of Directors of the Company has an optimum combination of Executive, Non-Executive and Independent Directors as on 31<sup>st</sup> March, 2020 and the Board comprises of 4(Four) Directors, out of which 1 is Executive Woman

Director and 3 are Non-Executive Director including 2 Independent Directors. The Chairman of the Board is promoter and executive director.

**1. Cessation:****During the year following cessation were held:**

- Mr. Tapas Chokshi (Independent Non Executive Director), Smt Sachi Parikh (Independent Non Executive Director), Ms Hetsvi Navnitlal (Independent Non Executive Director), resigned from the post of Directorship with effect from 30/08/2019.
- Mrs Hem Manish has tender their resignation from the post of Managing Directorship w.e.f. 15/09/2019.
- Ms. Manali Shah resigned as a company secretary and compliance officer of the company effective from 15/09/2019.
- Ms. Tatu Arvind Resign from the position of Chief Financial Officer w.e.f. 4/9/2019.

**2. Induction:****During the year following appointment were made:**

- Ms. Rajasvee Sagar Shah (Executive Director) was appointed as the Managing Director effective from 16/09/2019.

- Mr. Sagar Samir Shah (Non-Executive Director under promoter category), Mr. Ramesh Dathia (Non Executive Independent Director), and Manish Mehta (Non-Executive Independent Director) were appointed as the additional Director in the Board Meeting held on 30/08/2019 whose appointment was confirmed by the Shareholders in the Annual General Meeting held on 30/09/2019.
- Mr. Sagar Samir Shah was appointed as the Chief Financial Officer of the Company 12/02/2020.

Further after the end of the year, Ms. Bhavika Lalwani, a member of Institute of Company Secretaries of India was appointed as the Company Secretary and Compliance Officer of the Company effective from 29/07/2020.

### **3. Retire by Rotation:**

In accordance with the provisions of the Companies Act 2013 and Companies Articles of Association, Mr. Sagar Samir Shah retires by rotation at the ensuing Annual General Meeting and being eligible offers himself for re-appointment. The Board recommends his re-appointment. Necessary resolution for his re-appointment is placed before the shareholder for approval.

### **DECLARATION BY INDEPENDENT DIRECTORS:**

The Independent Directors have submitted their declaration to the Board that they fulfill all the requirements as stipulated in Section 149 (6) of the Companies Act, 2013 read with Rules framed there under and under SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015.

### **EXTRACT OF THE ANNUAL RETURN:**

Extract of the Annual Return as on 31st March, 2020 in the prescribed form MGT - 9, pursuant to provisions of Section 92(3) of the Companies Act, 2013 and the Companies (Management and Administration) Rules 2014, is annexed to this report as Annexure 1.

### **CORPORATE GOVERNANCE REPORT:**

As per Regulation 15(2) of SEBI (Listing Obligation and Disclosures requirement) Regulation, 2015, Report on Corporate Governance is not applicable on the Company as the Company is not having the paid-up share capital exceeding Rs. 10 crores and Net worth is exceeding Rs. 25 crores.

### **DIRECTORS' RESPONSIBILITY STATEMENT:**

Pursuant to the provisions of Section 134(5) of the Companies Act, 2013 with respect to the Directors' responsibility Statement, the Directors confirm that:

- i. in the preparation of the annual financial statement, the applicable accounting standards have been followed and that no material departures have been made for the same;
- ii. they have selected such accounting policies and applied them consistently and made judgments and estimates that are reasonable and prudent so as to give a true and fair view of the state of affairs of the Company at the end of



the financial year and of the loss of the Company for the financial year:

iii. they have taken proper and sufficient care to the best of their knowledge and ability for the maintenance of adequate accounting records in accordance with the provisions of the Act. They confirm that there are adequate systems and controls for safeguarding the assets of the Company and for preventing and detecting fraud and other irregularities;

iv. they have prepared the annual accounts on a going concern basis:

v. they have laid down internal financial controls to be followed by the Company and that such internal financial controls are adequate and operating properly; and

vi. they have devised proper systems to ensure compliance with the provisions of all applicable laws and that such systems were adequate and operating effectively.

**NUMBER OF BOARD MEETINGS:**

Regular meetings of the Board are held to discuss and decide on various business policies, strategies, financial matters and other businesses. During the year, the Board duly met Eight (8) times on 20th May, 2019, 02<sup>nd</sup> July, 2019, 14th August, 2019, 30<sup>th</sup> August, 2019, 04<sup>th</sup> September, 2019, 14th November, 2019, 30<sup>th</sup> November 2019 and 12<sup>th</sup> February, 2020, in respect of said meetings proper notices were given and proceedings were properly recorded and signed in the Minute Book maintained for the purpose.

**PERFORMANCE EVALUATION OF THE BOARD COMMITTEES AND INDEPENDENT DIRECTORS:**

Pursuant to the provisions of the Companies Act, 2013 and Rules framed thereunder read with the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 formal annual evaluation is to be made by the Board of its own performance and that of its Committees and Individual Directors. The Board after taking into consideration the criteria of evaluation laid down by the Nomination and Remuneration Committee in its policy such as Board Composition, level of involvement, performance of duties, attendance etc. had evaluated its own performance, the performance of its committees and Independent Directors (excluding the Director being evaluated).

The performance evaluation of the Managing Director & Non-Independent Directors was also carried out by the independent Directors. The Directors expressed their satisfaction with the evaluation process and performance of the Board as a whole.

**POLICY ON DIRECTORS APPOINTMENT AND REMUNERATION:**

Pursuant to the requirements of Section 134 and 178 of the Companies Act, 2013, the policy on appointment of Board Members and policy on remuneration of the Directors, KMPs and other employees as attached as Annexure 1 to this report.

**CONTRACTS OR AGREEMENTS WITH RELATED PARTIES:**

There were no material Related Party Transactions entered into during the financial year under review.

Hence the Company is not required to report under this head. The Board has approved policy on related party transactions & the same has been uploaded on the website i.e. [www.gujchemdistillers.com](http://www.gujchemdistillers.com).

**DISCLOSURE UNDER RULE 5 OF THE COMPANIES (APPOINTMENT AND REMUNERATION OF MANAGERIAL PERSONNEL) RULES, 2014:**

Details pertaining to remuneration and other details as required under Section **197 (12)** of the Companies Act, 2013 and the Companies (Appointment and Remuneration of Managerial Personnel) Rules, 2014 is attached as **Annexure 2** to this report.

**INTERNAL FINANCIAL CONTROL AND THEIR ADEQUACY:**

The Company has adopted internal control system considering the nature of its business and the size and complexity of operations. The Board has adopted the policies and procedures for ensuring the orderly and efficient conduct of its business, including adherence to the Company's policies, the safeguarding of its assets, the prevention and detection of frauds and errors, the accuracy and completeness of the accounting records and the timely preparation of reliable financial disclosures etc. The management is taking further steps to strengthen the internal control system.

**RISK MANAGEMENT POLICY:**

The Company has structured risk management policy as per the requirements of the Companies Act, 2013. The Risk management Policy is designed to safeguard the organization from various risks through timely actions. In the opinion of the Board there has been no identification of element of Risk that may threaten the existence of the Company.

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

Details of loans, guarantees & investments made, if any, are disclosed in the notes forming part of financial statement.

**STATUTORY AUDITORS:**

M/S. S. N Shah & Associates., Chartered Accountants (Firm Registration Number: 109782W) , the statutory Auditors of the Company were appointed at the 80<sup>th</sup> Annual General Meeting held on 30/09/2019 to hold office from the conclusion of 80<sup>th</sup> Annual General Meeting till the conclusion of 85<sup>th</sup> Annual General Meeting to be held in the year 2024.

In accordance with the Companies Amendment Act, 2017, enforced on 7th May, 2018 by the Ministry of Corporate Affairs, the appointment of Statutory Auditors is not required to be ratified at every Annual General Meeting.

**STATUTORY AUDITORS' OBSERVATIONS:**

The Statutory Auditors' Report to the Shareholders for the year under review, does not contain any qualifications / observations requiring explanation from the Board of Directors.

**SECRETARIAL AUDIT REPORT:**

M/s. Khandelwal Devesh & Associates, Company Secretaries, were appointed as Secretarial Auditors of the Company upto the financial year 2022-23 pursuant to the provisions of Section 204 of the Companies Act, 2013. The Secretarial Audit Report submitted by them in prescribed form MR-3 is attached as **Annexure 3** to this report. As per the audit report the following qualification were reported: -

- a) **Non-Compliance of regulation 6(1) SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, which stipulates that a listed entity shall appoint a qualified**

**company secretary as the compliance officer, however the company does not appoint the same w.e.f. 30th November, 2019, further the Company has appointed the same w.e.f. 29th July, 2020**

The Board of Directors of the Company would like to inform you that due to resignation of Mrs. Manali Shah as Company Secretary and Compliance officer on 30th November, 2019, the Company could not appoint a qualified Company Secretary as Compliance officer and then after on appointment of Ms. Bhavika Lalwani as Company Secretary w.e.f. 29th July, 2020 appointed her as **Compliance** officer.

**a) Non-Compliance of Regulation 74 (5) of SEBI (Depositories and Participants) Regulations, 2018 for the quarter ended June, 2019 i.e. the Company has not uploaded the same.**

The Board of Directors of the Company would like to inform you that due to inadvertent error, Company failed to upload Certificate under Regulation 74 (5) of SEBI (Depositories and Participants) Regulations, 2018 for the quarter ended June, 2019. Company will correct its mistake and will upload the same in near future.

**INTERNAL AUDITOR:**

Mr. Sagar Samir Shah, was appointed as an Internal Auditor of the Company upto the financial year 2022-23.

**COMPOSITION OF BOARD AND VARIOUS COMMITTEE:**

**(A) BOARD COMPOSITION**

The Board of Directors of your Company as on 31<sup>st</sup> March 2020 consist of 4 Directors. The Composition of Board of Directors is in compliance with the requirement of SEBI (Listing Obligation and Disclosure Requirements) Regulations 2015.

Name of Directors	Designation	Category	No. of Board Meeting Held	No. of Board Meeting Attended
Smi. Hem Manish@	Managing Director Promoter Executive Director	Promoter Executive	5	5
Shri Tapas Choksi*	Independent and Non-Executive	Independent	4	4
Smt Sachi Parikh*	Independent and Non-Executive	Promoter Non-Executive	4	4
Ms. Hetsvi Navnitlal*	Non Independent	Independent	4	4
Mrs. Rajasvee Sagar Shah#	Promoter and Managing Director	Promoter Executive	6	6
Mr. Sagar Samir Shah#	Non Executive Director	Promoter Non-Executive	6	6
Mr. Manish Kumar Indravadan Mehta#	Independent Director	Independent and Non-Executive	6	6
Mr. Ramesh bai Chimanlal Dathia#	Independent Director	Independent and Non-Executive	6	6

\* Resign w.e.f. 30/08/2019

# Appointed w.e.f. 30/08/2019

@ Resign w.e.f. 15/09/2019

**(B) AUDIT COMMITTEE**

The Audit Committee of Directors was constituted pursuant to the provisions of Section 177 of the Companies Act, 2013. The composition of the Audit Committee is in conformity with the provisions of the said section.

The details of composition of Audit Committee as on 31/03/2020 are as follows:

NAME OF THE DIRECTORS	CATEGORY OF DIRECTORSHIP	Position	NUMBER OF MEETINGS HELD ATTENDED	
Shri Tapas Choksi*	Independent and Non-Executive	Chairman	3	3
Smt Hem Manish @	Promoter and Managing Director	Member	3	3
Smt Sachi Parikh*	Independent and Non-Executive	Member	3	3
Manishkumar Indravadan Mehta#	Independent and Non-Executive	Chairman	2	2
Rameshbhai Chimanlal Dathia#	Independent and Non-Executive	Member	2	2
Rajasvee Sagar Shah#	Promoter and Managing Director	Member	2	2

\* Resign w.e.f. 30/08/2019

# Appointed w.e.f. 30/08/2019

@Resign w.e.f. 15/09/2019

**(C) NOMINATION AND REMUNERATION COMMITTEE**

The Nomination and Remuneration Committee of Directors was constituted pursuant to the provisions of Section 178 of the Companies Act, 2013. The composition of the Committee is in conformity with the provisions of the said section.

The details of composition of Nomination and Remuneration Committee as on 31/03/2020 are as follows:

NAME OF THE DIRECTORS	CATEGORY OF DIRECTORSHIP	Position
Shri Tapas Choksi*	Independent Non-Executive	Chairman
Smt Sachi Parikh*	Independent Non-Executive	Member
MsHetsvi Navnitlal*	Non Independent	Member
Manishkumar Indravadan Mehta#	Independent Non-Executive	Chairman
Rameshbhai Chimanlal Dathia#	Independent Non-Executive	Member
Sagar Samir Shah#	Promoter Non-Executive	Member

\* Resign w.e.f. 30/08/2019

# Appointed w.e.f. 30/08/2019

**Terms of reference:**

The broad terms of reference of the Nomination and Remuneration Committee are as under:

- Formulation of the criteria for determining the qualifications, positive attributes and independence of Director;
- Devising a policy on Board diversity;
- Formulation of Remuneration policy;
- Review the structure, size and composition of the Board;

- Identifying and selection of candidates for appointment as Directors;

- Identifying potential individuals for appointment as Key Managerial Personnel and Senior Management;

- Formulation of criteria for evaluation of Independent Directors and the Board.

-  
During the Year, 3 (three) meeting of the committee was held on 30/08/2019, 04/09/2019 and 30/11/2019

The Board has on the recommendation of Nomination and Remuneration Committee framed a policy on director's appointment and remuneration of Directors including criteria for determining qualification, positive attributes, independence of directors and remuneration for directors, Key Managerial Personnel and other employees.

**(D) STAKEHOLDERS RELATIONSHIP COMMITTEE:**

The Stakeholders Relationship Committee of Directors was constituted pursuant to the provisions of Section 178 of the Companies Act, 2013. The composition of the Committee is in conformity with the provisions of the said section.

The details of composition of Stakeholders Relationship Committee are as follows:

NAME OF THE DIRECTORS	CATEGORY OF DIRECTORSHIP	Position
Shri Tapas Chokshi*	Independent Non-Executive	Chairman
Smt Hem Manish@	Promoter And Managing Director	Member
Smt Sachi Parikh*	Independent Non-Executive	Member
Manishkumar Indradan Mehta#	Independent Non-Executive	Chairman
Rameshbhai Chimanlal Dathia#	Independent And Non-Executive	Member
Rajasvee Sagar Shah#	Promoter And Managing Director	Member

\* Resign w.e.f. 30/08/2019

# Appointed w.e.f. 30/08/2019

@ Resign w.e.f. 15/09/2019

During the Year, Ten (10) meeting of the committee was held on 30/04/2019, 30/05/2019, 30/06/2019, 30/07/2019, 30/08/2019, 30/09/2019, 30/11/2019, 30/12/2019, 31/01/2020 and 30/02/2020.

**Details of Investor's grievances/ Complaints:**

The Company has not received any complaints during the year. The pending complaints of the

Shareholders/Investors registered with SEBI at the end of the current financial year ended on 31st March, 2020 are NIL.

During the Year Manali Shah was the Company Secretary and the Compliance officer for the above purpose till 30/11/2019. Ms. Rajasvee Sagar Shah was the Compliance officer of the Company for the above purpose from 30/11/2019 to 29/07/2020.

Ms..BhavikaLalwani is the CompanySecretaryand Compliance Officer of the Company for the above purpose from 29/07/2020.

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

The Company has adopted a policy on Prevention of Sexual Harassment of Women at Workplace in accordance with the Sexual Harassment of Women at Workplace (Prevention, Prohibition and Redressal) Act, 2013. The policy aims at the protection of the women employees at work place and providing the safe working environment where women feels secure.

The Company regularly conducts awareness programmes for its employees and the Company

has not received any complaint so far in connection with the sexual harassment.

**MAINTENANCE OF COST RECORDS:**

The provisions of Section 148 of the Companies Act, 2013 and the rules framed thereunder are not applicable to the Company and hence the Company was not required to maintain any Cost records for the year under review

**VIGIL MECHANISM:**

Pursuant to provisions of Section 177(9) of the Companies Act, 2013 read with Rule 7 of the Companies (Meetings of Board and its Powers) Rules, 2014 the Board of Directors had approved the Policy on Vigil Mechanism/ Whistle Blower Policy. Through this policy Directors, Employees or business associates may report the unethical behavior, malpractices, wrongful conduct, frauds, violations of the Company's code etc. to the Chairman of the Audit Committee.

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

The information pertaining to conservation of energy, technology absorption, Foreign

exchange Earnings and outgo as required under Section 134 (3)(m) of the Companies Act, 2013 read with Rule 8(3) of the Companies (Accounts) Rules, 2014 is furnished herein below:

**Conservation of energy-**

Since there were no activities carried out during the year, there is nothing to be reported by the Company here.

**Technology absorption-**

Since there were no activities carried out during the year, there is nothing to be reported by the Company here.

**FOREIGN EXCHANGE EARNINGS AND OUTGO:**

There were no foreign exchange earnings or outgo during the year under review.

**SIGNIFICANT AND MATERIAL ORDERS PASSED BY THE REGULATORS OR COURTS OR TRIBUNALS:**

During the year under review, there were no significant or material order passed by any regulatory authority, court or tribunal which shall affect the going concern status of the Company's operations in future.

**ACKNOWLEDGEMENT:**

The Board acknowledges with thanks the overall support extended by the shareholders, employees, and other stakeholders

**By Order of Board of Directors  
For, Gujchem Distillers India Ltd**

**Rajasvee Sagar Shah  
(DIN: - 08265565)  
Chairman & Managing Director  
Date: 28/08/2020  
Place: Ahmedabad  
Registered Office: Office No 6  
2<sup>nd</sup> Floor, National Chamber, Nr. City  
Gold, Ashram Road, Ahmedabad-380009**

## “Annexure-1”

**Form No.MGT-9****EXTRACT OF ANNUAL RETURN**

As on the financial year ended on 31/03/2020  
[Pursuant to section 92(3) of the Companies  
Act, 2013 and rule 12(1) of the Companies  
(Management and Administration) Rules,  
2014]

**I. REGISTRATION AND OTHER DETAILS:**

1.	<b>CIN:</b>	L24230GJ1939PLC002480
2.	<b>Registration Date</b>	04/04/1939
3.	<b>Name Of The Company</b>	GUJCHEM DISTILLERS INDIA LIMITED
4.	<b>Category / Sub-Category Of The Company</b>	Public limited/ Limited by shares
5.	<b>Address Of The Registered Office And Contact Details</b>	Office No. 6, 2nd Floor, National Chambers Nr. City Gold, Ashram Road Ahmedabad Gujarat -380009 Contact:- E mail- sagarsamirshah1997@gmail.com Phone- 9998933378
6.	<b>Whether Listed Company</b>	Yes
7.	<b>Name, Address And Contact Details Of Registrar And Transfer Agent, If Any</b>	LINK INTIME INDIA PRIVATE LIMITED C 101, 247 Park, LBS Rd, Surya Nagar, Gandhi Nagar, Vikhroli West, Mumbai, Maharashtra - 400083 Tel:-022- 4918 6000

**II. PRINCIPAL BUSINESS ACTIVITIES OF THE COMPANY** (All the business activities contributing 10 % or more of the total turnover of the company shall be stated)

Sl. No.	Name and Description of main products / services	NIC Code of the Product/ service	% to total turnover of the company
1.	N.A.		



## III. PARTICULARS OF HOLDING, SUBSIDIARY AND ASSOCIATE COMPANIES

Sr. No.	Name and address of the company	CIN/GLN	Holding/ Subsidiary/ Associate	% of share held	Applicable section
			N I L		

## IV. SHARE HOLDING PATTERN (Equity Share Capital Breakup as percentage of Total Equity)

## I. Category-wise Share Holding

Category of Shareholders	No. of Shares held at the beginning of the year (01/04/2019)				No. of Shares held at the end of the year (31/03/2020)				% Change during the year
	Demat	Physical	Total	% of Total Shares	Demat	Physical	Total	% of Total Shares	
<b>A. Promoters</b>									
(1) Indian									
a) Individual/ HUF	84329	0	84329	52.09	92,084	0	92,084	56.88	4.79
b) Central Govt									
c) State Govt(s)									
d) Bodies Corp.	-	-	-	-	-	-	-	-	-
e) Banks / FI									
f) Any other...									
<b>Sub-total (A) (1):-</b>	<b>84329</b>	<b>0</b>	<b>84329</b>	<b>52.09</b>	<b>92,084</b>	<b>0</b>	<b>92,084</b>	<b>56.88</b>	<b>4.79</b>
(2) Foreign									
a) NRIs-Individuals	-	-	-	-	-	-	-	-	-
b) Other-Individuals	-	-	-	-	-	-	-	-	-
c) Bodies Corp.	-	-	-	-	-	-	-	-	-
d) Banks/ FI	-	-	-	-	-	-	-	-	-
e) Any Other....	-	-	-	-	-	-	-	-	-
<b>Sub-total</b>									

<b>(A) (2):-</b>									
<b>Total shareholding of Promoter</b>	84329	0	84329	52.09	92,084	0	92,084	56.88	4.79
<b>(A)=(A)(1)+(A)(2)</b>									
<b>B. Public Shareholding</b>									
<b>1. Institutions</b>									
a) Mutual Funds	-	-	-	-	-	-	-	-	-
b) Banks/FI	1434	197	1631	1.0075	0	197	197	0.1217	(0.8858)
C) Central Govt.	-	-	-	-	-	-	-	-	-
d) State Govt.(s)	-	-	-	-	-	-	-	-	-
e) Venture Capital Fund	-	-	-	-	-	-	-	-	-
f) Insurance Companies	-	-	-	-	-	-	-	-	-
g) FIIS	-	-	-	-	-	-	-	-	-
h) Foreign Venture Capital Funds	-	-	-	-	-	-	-	-	-
i) Others (specify)	-	-	-	-	-	-	-	-	-
<b>Sub-total (B)(1):-</b>	<b>1434</b>	<b>197</b>	<b>1631</b>	<b>1.0075</b>	<b>0</b>	<b>197</b>	<b>197</b>	<b>0.1217</b>	<b>(0.8858)</b>
<b>2. Central Government /State Government/ President of India</b>	-	<b>01</b>	<b>01</b>	<b>0.0006</b>	-	<b>01</b>	<b>01</b>	<b>0.0006</b>	<b>0.0000</b>
<b>3. Non-Institutions</b>									
a) Bodies Corp.									
i) Indian	150	0	150	0.0927	3625	0	3625	2.23	2.14
ii) Overseas	-	-	-	-	-	-	-	-	-
b) Individuals	-	-	-	-	-	-	-	-	-
i) Individual shareholders holding nominal share capital uptoRs. 1lakh	19032	53303	72335	44.683	14246	51311	65557	40.496	(4.1870)

ii) Individual shareholders holding nominal share capital in excess of Rs 1lakh	-	-	-	-	-	-	-	-	-
c) NBFC Registered with RBI	30	-	30	0.0185	30	-	30	0.0185	0.00
d) Others (specify)									
i)HUF	343	0	343	0.2119	348	0	348	0.2150	-
ii) Non Resident Non Repatriates	13	30	43	0.02	13	30	43	0.02	-
iii)Clearing Members	3023	0	3023	1.86	0	0	0	0	(1.86)
<b>Sub-total (B)(2):-</b>	<b>22591</b>	<b>53333</b>	<b>75924</b>	<b>46.900</b>	<b>18262</b>	<b>51341</b>	<b>69603</b>	<b>42.99</b>	<b>(3.90)</b>
<b>Total Public Shareholding (B)=(B)(1)+(B)(2)</b>	<b>24025</b>	<b>53531</b>	<b>77556</b>	<b>47.90</b>	<b>18262</b>	<b>51539</b>	<b>69801</b>	<b>43.11</b>	<b>(4.79)</b>
C. Shares held by Custodian for GDRs & ADRs	-	-	-	-	-	-	-	-	-
<b>Grand Total (A+B+C)</b>	<b>108354</b>	<b>53531</b>	<b>161885</b>	<b>100</b>	<b>110346</b>	<b>51539</b>	<b>161885</b>	<b>100</b>	<b>0.00</b>

Sl No.	Shareholder's Name	Shareholding at the beginning of the year			Share holding at the end of the year			% change in share holding during the year
		No. of Shares	% of total Shares Of the company	% of Shares Pledged / encumbered to total shares	No. of Shares	% of total Shares of the company	% of Shares Pledged/ encumbered to total shares	
1	HEM MANISH	61727	38.13	0	0	0	0	(38.13)
2	DEVIKA NAVNITLAL	10028	6.19	0	0	0	0	(6.19)
3.	BELA SANDIP	5305	3.27	0	0	0	0	(3.27)
4	HEMANGINI SAMEER SINHA	4476	2.76	0	0	0	0	(2.76)
5.	CHAULA NAVNITLAL	2793	1.72	0	0	0	0	(1.72)
6	SAGAR SAMIR SHAH	0	0	0	49653	30.67	0	(30.67)
7	RAJASVEE SAGAR SHAH	0	0	0	42431	26.21	0	(26.21)
	<b>Total</b>	<b>84329</b>	<b>52.09</b>	<b>0</b>	<b>92084</b>	<b>56.88</b>	<b>0</b>	<b>4.7905</b>

## II. Shareholding of Promoters

## III. Change in Promoters' Shareholding (please specify, if there is no change)

Sr. No.	Particulars	Shareholding at the beginning of the year		Cumulative Shareholding during the year	
		No. of shares	% of total shares of the company	No. of shares	% of total shares of the company
	At the beginning of the year	84329	52.09	84329	52.09
	Change During the Year	7755	4.79	7755	4.79
	At the end of the year	92084	56.88	92084	56.88

## IV. Shareholding Pattern of top ten Shareholders (other than Directors, Promoters and Holders of GDRs and ADRs):

Sr No.	For Each of the Top 10 Shareholders	Shareholding at the beginning of the year (01/04/2019)		Cumulative Shareholding during the Year	
		No. of shares	% of total shares of the company	No. of shares	% of total shares of the company
1.	SILKON TRADES LLP				
	At the beginning of the year	0	0	0	0

	Transfer on 27 Sep 2019	3476	2.1472	3476	2.1472
	Transfer on 25 Oct 2019	10	0.006	3486	2.1534
	Transfer on 08 Nov 2019	2	0.0012	3488	2.1546
	Transfer on 15 Nov 2019	50	0.030	3538	2.1855
	At the end of the year	3538	2.1855	3538	2.1855
<b>2.</b>	<b>DIVYA KANDA</b>				
	At the beginning of the year	0	0	0	0
	Transfer on 21 Jun 2019	19	0.0117	19	0.0117
	Transfer on 30 Aug 2019	1253	0.77	1272	0.7857
	Transfer on 13 Sep 2019	13	0.008	1285	0.7938
	Transfer on 27 Sep 2019	1	0.00	1286	0.7944
	Transfer on 11 Oct 2019	20	0.012	1306	0.8067
	Transfer on 25 Oct 2019	55	0.033	1361	0.8407
	Transfer on 01 Nov 2019	313	0.1933	1674	1.0341
	Transfer on 08 Nov 2019	(20)	(0.012)	1654	1.0217
	Transfer on 22 Nov 2019	(10)	(0.006)	1644	1.0155
	Transfer on 29 Nov 2019	43	0.026	1687	1.0421
	Transfer on 13 Dec 2019	18	0.011	1705	1.0532
	Transfer on 20 Dec 2019	(4)	(0.002)	1701	1.0507
	Transfer on 27 Dec 2019	5	0.003	1706	1.0538
	Transfer on 31 Dec 2019	3	0.001	1709	1.0557
	Transfer on 03 Jan 2020	(24)	0.014	1685	1.0409
	Transfer on 10 Jan 2020	1	0.00	1686	1.0415
	Transfer on 31 Jan 2020	5	0.003	1691	1.0446

	Transfer on 07 Feb 2020	(1)	0.00	1690	1.0440
	Transfer on 21 Feb 2020	2	0.001	1692	1.0452
	Transfer on 06 Mar 2020	(100)	0.061	1592	0.9834
	Transfer on 13 Mar 2020	(1)	0.00	1591	0.9828
	At the end of the year	1591	0.9828	1591	0.9828
<b>3.</b>	<b>DIVYANSH RUNGTA</b>				
	At the beginning of the year	0	0	0	0
	Transfer on 30 Aug 2019	90	0.05	90	0.0556
	Transfer on 01 Nov 2019	600	0.37	690	0.4262
	Transfer on 08 Nov 2019	(60)	0.037	630	0.3892
	Transfer on 10 Jan 2020	(1)	0.00	629	0.3885
	At the end of the year	629	0.3885	629	0.3885
<b>4.</b>	<b>MONA KETAN SHAH</b>				
	At the beginning of the year	0	0	0	0
	Transfer on 08 Nov 2019	102	0.0630	102	0.0630
	Transfer on 15 Nov 2019	13	0.008	115	0.0710
	Transfer on 22 Nov 2019	462	0.28	577	0.3564
	Transfer on 08 Nov 2019	10	0.006	587	0.3626
	Transfer on 27 Dec 2019	(5)	0.003	582	0.3595
	Transfer on 03 Jan 2020	(5)	0.003	577	0.3564
	At the end of the year	577	0.3564	577	0.3564
<b>5.</b>	<b>VISHWANATH SHANKAR SAPRE</b>				
	At the beginning of the year	548	0.3385	548	0.3385
	Increase/Decrease in Shareholding during the year	NIL			

	At the end of the year	548	0.3385	548	0.3385
<b>6.</b>	VINODCHANDRA MULJIBHAI SHAH				
	At the beginning of the year	500	0.3089	500	0.3089
	Increase/Decrease in Shareholding during the year	NIL			
	At the end of the year	500	0.3089	500	0.3089
<b>7.</b>	CHANDRIKABEN DHIRESHCHANDRA PATEL				
	At the beginning of the year	484	0.2990	484	0.2990
	Increase/Decrease in Shareholding during the year	NIL			
	At the end of the year	484	0.2990	484	0.2990
<b>8.</b>	RAEESABANU MOHAMEDHANIF MAHIDA				
	At the beginning of the year	453	0.2798	453	0.2798
	Transfer on 30 Aug 2019	20	0.012	473	0.2922
	At the end of the year	473	0.2922	473	0.2922
<b>9.</b>	BHARTI ARVIND				
	At the beginning of the year	411	0.2539	411	0.2539
	At the end of the year	411	0.2539	411	0.2539
<b>10.</b>	KALAVATI BHAGUBHAI				
	At the beginning of the year	410	0.2533	410	0.2533
	Increase/Decrease in Shareholding during the year	NIL			
	At the end of the year	410	0.2533	410	0.2533

**V. Shareholding of Directors and Key Managerial Personnel:**

SI No.	For Each of the Directors and KMP	Shareholding at the Beginning of the year		Shareholding at the end of the year	
		No. of shares	% of total shares of the company	No. of shares	% of total shares of the company

1.	<b>SAGAR SAMIR SHAH(DIRECTOR AND CHIEF FINANCIAL OFFICER)</b>				
	At the beginning of the year	-	-		
	Date wise Increase / Decrease in Shareholding during the year				
	<b>23/08/2019</b>	42165	26.04		
	<b>30/08/2019</b>	7488	4.63		
	At the end of the year			49653	30.67
2.	<b>RAJASVEE SAGAR SHAH (MANAGING DIRECTOR)</b>				
	At the beginning of the year	-	-		
	Date wise Increase / Decrease in Shareholding during the year				
	<b>30/08/2019</b>	37955	23.44		
	<b>06/09/2019</b>	4476	2.77		
	At the end of the year			42431	26.21
3.	<b>RAMESHBHAI CHIMANLAL DATHIA (INDEPENDENT DIRECTOR)</b>	-	-	-	-
	Date wise Increase / Decrease in Shareholding during the year	-	-	-	-



	At the end of the year	-	-	-	-
4.	<b>MANISHKUMAR INDRAVADAN MEHTA (INDEPENDENT DIRECTOR)</b>	0	0	0.00	0.00
	Date wise Increase / Decrease in Shareholding during the year	-	-	-	-
	At the end of the year	-	-	-	-
6	<b>BHAVIKA LALWANI (COMPANY SECRETARY)*</b>	0	0	0.00	0.00
	Date wise Increase / Decrease in Shareholding during the year	-	-	-	-
	At the end of the year	-	-	-	-

\*Ms. BhavikaLalwani was appointed as company secretary on 29/07/2020.

#### VI. INDEBTEDNESS:

Indebtedness of the Company including interest outstanding/acrued but not due for payment

	Secured Loans excluding deposits	Unsecured Loans	Deposits	Total Indebtedness
<b>Indebtedness at the beginning of the financial year</b>				
i) Principal Amount	-	-	-	-
ii) Interest due but not paid	-	-	-	-
iii) Interest accrued but not due	-	-	-	-
<b>Total (i+ii+iii)</b>	-	-	-	-
<b>Change in Indebtedness during the financial year</b>	-	-	-	-
* Addition	-	-	-	-
* Reduction	-	-	-	-
Net Change	-	-	-	-
<b>Indebtedness at the end of the financial year</b>	-	-	-	-
i) Principal Amount	-	-	-	-
ii) Interest due but not paid	-	-	-	-
iii) Interest accrued but not due	-	-	-	-
<b>Total (i+ii+iii)</b>	-	-	-	-

#### V. REMUNERATION OF DIRECTORS AND KEY MANAGERIALPERSONNEL

##### A. Remuneration to Managing Director, Whole-time Directors and/orManager:

SN.	Particulars of Remuneration	Name of MD/WTD/ Manager		Total Amount
		Rajasveesagar Shah	Hem Manish*	
1	Gross salary	1,40,000	16,71,000	18,11,000
	(a) Salary as per provisions contained in section 17(1) of the Income-tax Act, 1961	-	-	NIL
	(b) Value of perquisites u/s 17(2) Income-tax Act, 1961	-	-	NIL
	(c) Profits in lieu of salary under section 17(3) Income- tax Act, 1961	-	-	NIL
2	Stock Option	-	-	NIL
3	Sweat Equity	-	-	NIL
4	Commission -as % of profit - others, specify...	-	-	NIL
5	Others, please specify	-	-	NIL
	Total (A)	1,40,000	16,71,000	18,11,000

\*Resign From the Company

**B. Remuneration to other directors:**

Sl. No.	Particulars of Remuneration	Name of Directors		
		Mr.RameshbhaiC himanlalDathia	Sagar Samir Shah	Mr.ManishkumarIndravadan Mehta
	1. Independent Directors	√		√
	• Fee for attending board committee meetings	-	-	-
	• Commission	-	-	-
	• Others, please specify	-	-	-
	Total (1)	-	-	-
	2. Other Non-Executive Directors		√	
	• Fee for attending board committee meetings	-	-	-
		-	-	-

	<ul style="list-style-type: none"> <li>• Commission</li> <li>• Others, please specify</li> </ul>	-	-	-
	Total (2)	-	-	-
	Total (B)=(1+2)	-	-	-
	Total Managerial Remuneration	-	-	-
	Overall Ceiling as per the Act	<b>Rs.100000/- Per meeting</b>	<b>Rs.100000/- per meeting</b>	<b>Rs.100000/- per meeting</b>
<b>TOTAL</b>		-	-	-

**C. Remuneration to Key Managerial Personnel Other than MD/ Manager/WTD:**

Sr No	Particulars of Remuneration	Key Managerial Personnel		
		CS Ms. Manali Shah	CFO Tatu Arvind*	Total
1	Gross salary			
	(a) Salary as per provisions contained in section 17(1) of the Income-tax Act, 1961	1,35,000	12,25,000	13,60,000
	(b) Value of perquisites u/s 17(2) Income-tax Act, 1961	-		-
	(c) Profits in lieu of salary under section 17(3) Income-tax Act, 1961	-		-
2	Stock Option	-		-
3	Sweat Equity	-		-
4	Commission	-		-
	- as % of profit	-		-
	Others specify...	-		-
5	Others, please specify	-		-
	Total	1,35,000	12,25,000	13,60,000

**\*Resign from the Company**

## A. PENALTIES / PUNISHMENT/ COMPOUNDING OF OFFENCES:

Type	Section of the Companies Act	Brief Description	Details of Penalty/ Punishment/ Compounding fees imposed	Authority [RD/NCLT /COURT]	Appeal made, if any (give details)
<b>A.COMPANY</b>					
Penalty					
Punishment					
Compounding			NIL		
<b>B.DIRECTORS</b>					
Penalty					
Punishment					
Compounding					
<b>C.OTHER OFFICERS IN DEFAULT</b>					
Penalty					
Punishment					
Compounding					

## "Annexure-2"

**Disclosures Regarding Remuneration Required Under Section 197(12) Of The Companies Act, 2013 Read with Rule 5(1) of the Companies (Appointment and Remuneration of Managerial Personnel) Rules, 2014:**

Sr. No.	Requirements	Disclosure	
I.	The ratio of remuneration to each director to the median remuneration of the employees for the financial year	MD	1times
II.	The percentage increase in remuneration of each director, Chief Financial Officer, Chief Executive Officer, Company Secretary in the financial year	MD	No Increase
III.	The percentage increase in the median remuneration of employees in the financial year	No Increase	
IV.	The number of permanent employees on the rolls of the Company as on 31 <sup>st</sup> March, 2020	1	
V.	Average percentile increase already made in the salaries of employees other than the managerial personnel in the last financial year and its managerial remuneration and justification thereof and point out if there are any exceptional circumstances for increase in the managerial remuneration.	Nil	
VI.	Affirmation that the remuneration is as per the remuneration policy of the Company	Yes, it is confirmed	

**By Oder of  
Board of Directors  
For, Gujchem Distillers India Ltd**

**Rajasvee Sagar Shah  
(DIN: - 08265565)  
Managing Director**

**Date: 28/08/2020**

**Place: Ahmedabad**

**Registered Office: Office No 6**

**2<sup>nd</sup> Floor, National Chamber, Nr. City Gold, Ashram Road, Ahmedabad-380009**

“Annexure-3”

## SECRETARIAL AUDITREPORT

Form No. MR-3

For the financial year ended on 31st March, 2020

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

To,  
The Members,  
GUJCHEM DISTILLERS INDIA LIMITED,  
(CIN:-L24230GJ1939PLC002480)  
Office No. 6, 2nd Floor, National Chambers  
Nr. City Gold, Ashram Road Ahmedabad-380009

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

Based on my verification of the Company’s books, papers, minute books, forms and returns filed and other records maintained by the company and also the information provided by the Company, its officers, agents and authorized representatives during the conduct of secretarial audit, I hereby report that in my opinion, the company has, during the audit period covering the financial year ended on 31st March, 2020 (‘Audit Period’) complied with the statutory provisions listed hereunder and also that the Company has proper Board-processes and compliance-mechanism in place to the extent, in the manner and subject to the reporting made hereinafter:

I have examined the books, papers, minute books, forms and returns filed and other records maintained by the Company for the financial year ended on 31st March, 2020 according to the provisions of:

- (i) The Companies Act, 2013 (the Act) and the Rules made thereunder.
- (ii) The Securities Contracts (Regulation) Act, 1956 (‘SCRA’) and the Rules made thereunder
- (iii) The Depositories Act, 1996 and the Regulations and Bye-Laws framed thereunder;
- (iv) Foreign Exchange Management Act, 1999 and the Rules and Regulations made there under to the extent of Foreign Direct Investment, Overseas Direct Investment and External Commercial Borrowing.
- (v) The following Regulations and Guidelines prescribed under the Securities and Exchange Board of India Act, 1992 (‘SEBI Act’):-
  - (a) The Securities and Exchange Board of India (Substantial Acquisition of Shares and Takeovers) Regulations, 2011;
  - (b) The Securities and Exchange Board of India (Prohibition of Insider Trading) Regulations, 2015.
  - (c) The Securities and Exchange Board of India (Issue of Capital and Disclosure Requirements) Regulations, 2009 (not applicable to the company during the audit period);
  - (d) The Securities and Exchange Board of India (Share Based Employee Benefits) Regulations, 2014 (not applicable to the company during the audit period);
  - (e) The Securities and Exchange Board of India (Issue and Listing of Debt Securities) Regulations, 2008

- (not applicable to the company during the audit period);
- (f) The Securities and Exchange Board of India (Registrars to an Issue and Share Transfer Agents) Regulations, 1993 regarding the Companies Act and dealing with client;
  - (g) The Securities and Exchange Board of India (Delisting of Equity Shares) Regulations, 2009 (not applicable to the company during the audit period);
  - (h) The Securities and Exchange Board of India (Buyback of Securities) Regulations, 1998 (not applicable to the company during the audit period);
  - (iv) I have relied on the representations made by the Company and its officers for systems and mechanism formed by the Company for compliances of other specific applicable Acts, Laws and Regulations to the Company as mentioned hereunder

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

- I. Secretarial Standards issued by The Institute of Company Secretaries of India;
- II. Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015

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

- A. Non-Compliance of regulation 6(1) SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, which stipulates that a listed entity shall appoint a qualified company secretary as the compliance officer, however the company does not appoint the same w.e.f. 30th November, 2019, further the Company has appointed the same w.e.f. 29<sup>th</sup> July, 2020**
- B. Non-Compliance of Regulation 74 (5) of SEBI (Depositories and Participants) Regulations, 2018 for the quarter ended June, 2019 i.e. the Company has not uploaded the same.**

I further report that:

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

Adequate notice is given to all the directors to schedule the Board Meetings, agenda and detailed notes on agenda were sent at least seven days in advance, and a system exists for seeking and obtaining further information and clarifications on the agenda items before the meeting and for meaningful participation at the meeting boards take decision by majority of directors while the dissenting directors' views are captured and recorded as part of the minutes.

I further report that:

There are adequate systems and processes in the company commensurate with the size and operations of the company to monitor and ensure compliance with applicable Laws, Rules, Regulations and guidelines.

I further report that:

During the audit period, there were no instances of:

- Public/Rights/Preferential issue of Shares/debentures/sweatequity.
- Redemption/buy-back of securities.
- Merger/ amalgamation/ reconstruction etc. however there was change in management of the Company as the Company was takeover by new promoter group through an open offer as per SEBI (Substantial Acquisition of Shares and Takeovers) Regulations, 2011
- Foreign technical collaborations.

For, Khandelwal Devesh and Associates,  
Company secretaries,

Devesh Khandelwal  
Proprietor  
ACS: 6897,  
COPNo.:4202

Place: Ahmedabad  
Date: 28/08/2020  
UDIN: F006897B000627033

Note: This report is to be read with our letter of even date which is annexed as Annexure herewith and forms and integral part of this report.



**Annexure to Secretarial Audit Report**

To,  
The Members,  
GUJCHEM DISTILLERS INDIA LIMITED,  
(CIN: -L24230GJ1939PLC002480)  
Office No. 6, 2nd Floor,  
National Chambers Nr. City Gold,  
Ashram Road Ahmedabad- 380009

My 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. My responsibility is to express an opinion on these secretarial records based on my audit.
2. We have followed the audit practices and 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 my opinion.
3. We have not verified the correctness and appropriateness of financial records and Books of Accounts of the Company.
4. Wherever required, we have obtained the Management representations about the compliance of Laws, Rules and Regulations and happening of events etc.
5. The compliance of the provisions of corporate and other applicable Laws, Rules, Regulations and Standards is the responsibility of management. My examination was limited to the verification of procedures on test basis.
6. The Secretarial Audit report is neither an assurance as to the future viability of the Company nor of the efficacy or effectiveness with which the management has conducted the affairs of the Company.

For, Khandelwal Devesh and Associates,  
Company secretaries,

CS Devesh Khandelwal Proprietor  
ACS: 6897  
COP No.: 4202

Place: Ahmedabad  
Date: 28/08/2020  
UDIN: F006897B000627033

## Annexure-4"

## MANAGEMENT DISCUSSIONS AND ANALYSIS REPORT

### Industry structure and Developments:

The January 2020 growth forecast of FY 2020-21 for the Indian economy has slashed to 1.9% from 5.8%. This comes at a time when the global economy has hit the worst recession since the Great Depression as a result of the collapse in economic activity due to the coronavirus-induced lockdown. In its latest World Economic Outlook report, the IMF projects a rebound in the growth of the Indian economy in CY 2021, at a rate of 7.4% and FY 2019-20 growth at 4.2%, down from 4.8% as estimated in January 2020. India has been placed among the fastest-growing emerging economies of the world. India is among the handful of countries which is projected to cling on to a positive growth rate at 1.9% and this is the highest GDP growth rate among the G-20 economies, as estimated by the IMF. GDP in India is expected to reach US\$ 2,950 billion by the end of CY 2020, according to Trading Economics global macro models and analysts' expectations. In the long term, India's GDP is projected to trend around US\$ 3,100 billion in CY 2021 and US\$ 3,200 billion in CY 2022. India's foreign exchange reserves slumped by US\$11.98 billion during the week ended March 20 and stood at US\$ 469.9 billion as the central bank sold to arrest the slide of the rupee, but it was still better compared to US\$ 447.8 billion at end-March 2019. India's Foreign Direct Investment (FDI) equity inflows reached US\$ 436.47 billion between April 2000 and June 2019 with maximum contribution from services, computer software and hardware, telecommunications, construction, trading and automobiles. Merchandise exports and imports (in US\$ terms) declined by 1.9% and 8.1%, respectively, in April 2019-January 2020. Oil imports declined by 9.2% and non-oil imports declined by 7.7% in April 2019-January 2020. During April 2019-January 2020, merchandise trade deficit was US\$ 133.3 billion, lower as compared to US\$ 163.3 billion in April 2018-January 2019.

### Opportunities and outlook:

The Company is exploring possibilities of undertaking activity relating to trading business and commission based activities. Under the present scenario the said segment of activities are appeared to be profitable to the Company.

The company has curtailed expenditure substantially.

### Segment:

There are no different segments and hence details are not provided.

**Risk and Concerns:**

As the Company is not carrying on any activities, there is no operational or market risk attracted to the Company.

**Internal control System and their adequacy:**

The company has adequate system of internal control commensurate with the size and nature of business of the company.

The system of internal control of the company is adequate keeping in mind the size and current activities of the company.

**Financial Performance:**

Financial performance with respect to its income is discussed in the main part of the Director's report.

**Material Developments in Human Resources / Industrial Relations:**

Upon finalization of future activities, the company would build technical team with high quality talent. Present team is well verse with operations being carried out by the company. The company is putting thrust on providing training both in –house and outside.

The company maintains cordial and harmonious relation with its employees.

**Fees to Statutory Auditors:**

The details of fees paid to the Statutory Auditors are given in the Note no. 19 forming part of the financial statement.

**By Oder of  
Board of Directors  
For, Gujchem Distillers India Ltd**

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**Rajasvee Sagar Shah  
(DIN: - 08265565)  
Chairman &Managing Director**

**Date: 28/08/2020  
Place: Ahmedabad  
Registered Office: Office No 6  
2<sup>nd</sup> Floor, National Chamber, Nr. City Gold, Ashram Road, Ahmedabad-380009**

**INDEPENDENT AUDITOR'S REPORT**

**To the Members of  
GUJCHEM DISTILLERS INDIA LIMITED  
AHMEDABAD**

**REPORT ON THE STANDALONE FINANCIAL STATEMENTS:****OPINION**

We have audited the standalone financial statements of GUJCHEM DISTILLERS INDIA LIMITED (“the Company”), which comprise the Standalone Balance Sheet as at March 31, 2020, 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 for the year then ended and notes to the standalone financial statements, including a summary of significant accounting policies and other explanatory information (hereinafter referred to as “Standalone Financial Statements”).

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 including Indian Accounting Standards (‘Ind AS’) specified under Section 133 of the Act, of the state of affairs of the Company as at March 31, 2020, and its loss and other comprehensive income, changes in equity and its cash flows for the year ended on that date.

**BASIS OF OPINION**

We conducted our audit in accordance with the Standards on Auditing (SAs) specified under Section 143(10) of the 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.

**EMPHASIS OF MATTERS**

We draw attention to the fact that the Company has closed its manufacturing operations and sold/disposed off land, plant & machinery and other fixed assets in earlier years as well as in current year and since then not resumed the manufacturing activities. These events or conditions, along with other

matters as set forth in Notes to the financial statements, indicate that a material uncertainty exists that may cast significant doubt on the Company's ability to continue as a going concern.

Our opinion is not modified in respect of this matter.

**KEY AUDIT MATTERS**

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

On the basis of audit procedures carried out and discussion with the management, we determined that there are no matters which are to be classified as Key Audit Matters for current financial year.

**INFORMATION OTHER THAN THE STANDALONE FINANCIAL STATEMENTS AND AUDITORS' REPORT THEREON**

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 our auditor's report thereon.

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

In connection with our audit of the standalone financial statements, our responsibility is to read the other information 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. If, based on the work we have performed, we conclude that there is a material misstatement of this other information, we are required to report that fact. We have nothing to report in this regard.

**MANAGEMENT'S AND BOARD OF DIRECTOR'S RESPONSIBILITY 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 Companies Act, 2013 ("the Act") with respect to the preparation of these standalone financial statements that give a true and fair view of the financial position, financial performance including other comprehensive income, cash flows and changes in equity of the Company in accordance with the Indian Accounting Standards (Ind AS), accounting principles generally accepted in India, including the Indian Accounting Standards specified under Section 133 of the Act, read with the Companies (Indian Accounting Standard) Rules, 2015 as amended.

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

error.

In preparing the standalone financial statements, 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 management 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 management.
- Conclude on the appropriateness of management's use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the Company's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the 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 auditors' 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, 2016 issued by The Central Government Of India in term of section 143 (11) of The Companies Act, 2013, we enclose in the Annexure-A hereto a statement on the matters specified in paragraphs 3 and 4 of the said order, to the extent applicable to the company.
2. As required by section 143(3) of the Act, based on our audit we report that:
  - a) We have sought and obtained all the information and explanations which to the best of our knowledge and belief were necessary for the purposes of our audit;
  - b) In our opinion proper books of account as required by law have been kept by the Company so far as appears from our examination of those books;
  - c) The Standalone Balance Sheet, Standalone the Statement of Profit and Loss including Other Comprehensive Income, the Standalone Statement of Changes in Equity & the Standalone Statement of Cash Flows dealt with by this Report are in agreement with the books of account;
  - d) In our opinion, aforesaid Standalone Balance Sheet, the Standalone Statement of Profit and Loss including Other Comprehensive Income, the Standalone Statement of Changes in Equity & the Standalone Statement of Cash Flows, comply with the Indian Accounting Standards prescribed under section 133 of the Act;
  - e) On the basis of written representations received from the directors of the Company as on March 31, 2020, and taken on record by the Board of Directors, none of the directors is disqualified as on March 31, 2020, from being appointed as a director in terms of sub-section (2) of section 164 of Act;

- f) With respect to the adequacy of internal financial control over financial reporting of the Company and the operating effectiveness of such controls, refer to our separate report in Annexure-B;
- g) With respect to the other matters included in the Auditor's Report in accordance with Rule 11 of the Companies (Audit and Auditors) Rules, 2014, as amended, in our opinion and to the best of our information and according to the explanations given to us:
- I. The Company had no litigations pending as at the end of the financial year which may impact its financial position on final disposal of the respective matters.
  - II. The Company did not have any long-term contracts including derivatives contracts for which there were any material foreseeable losses.
  - III. As at 31st March, 2020 there were no amounts which were required to be transferred to the Investor Education and Protection Fund by the Company.
3. With respect to the matter to be included in the Auditors' 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 And On Behalf Of**  
**S. N. Shah & associates,**  
**Chartered accountants,**  
**Firm reg. No. 109782W**

**Firoj g. Bodla**

**Partner**

**M. No. 126770**

**Place: Ahmedabad**

**Dated: 29<sup>TH</sup> July, 2020**

**UDIN: 20126770AAAACS2751**



**ANNEXURE-A TO THE INDEPENDENT AUDITOR'S REPORT**

[Referred to in paragraph 1 under "Report On Other Legal And Regulatory Requirements" section of our report of even date to the members of GUJCHEM DISTILLERS INDIA LIMITED on the Standalone financial statements of the company for the year ended 31st March, 2020:

On the basis of such checks of the books and records of the company as we considered appropriate and according to the information and explanation given to us during the course of audit and to the best of our knowledge and belief, we further report that:

i. In respect of its fixed assets:

- a) According to the information and explanations given to us, the company has maintained proper records showing full particulars including quantitative details and situation of property, plant and equipment.
- b) As explained to us, the management in accordance with a phased programme of verification adopted by the company has physically verified the property, plant and equipment. To the best of our knowledge and, no material discrepancies have been noticed on such verification or have been reported to us.
- c) According to the information and explanations given to us and on the basis of the examination of the records of the company, the title deeds of immovable properties are held in the name of the Company as at the balance sheet date.

ii. In respect of its Inventories:

According to the information and explanations given to us, the company did not carry any inventory at any time during the year. Accordingly, the Paragraph 3(ii) of the order is not applicable to the Company.

iii. Loans/Advances Granted:

As informed to us, during the year the company has not granted any secured or unsecured loans to any Company, Firms, Limited Liability Partnerships or Other Parties covered in the register maintained under section 189 of the Companies Act, 2013 and hence other matters related thereto referred to in clause III (a), (b) and (c) of The Companies (Auditor's Report) Order, 2016 are not applicable.

iv. According to the information and explanations given to us, the company has complied with the provisions of Sections 185 and 186 of The Companies Act, 2013 in respect of grant of any loans, investments, guarantees and securities, as applicable.

v. According to the information and explanations given to us, the company has not accepted any deposits from the public within the meaning of section 73,74,75 & 76 of the Act and Rules

framed thereunder during the year and therefore, the provisions of clause 3(v) of the Order are not applicable to the Company.

- vi. According to the information and explanations given to us, as there are no manufacturing activities carried out during the year, the requirements of maintenance of cost records under Section 148(1) of the Act are not applicable to the Company.
- vii. In respect of Statutory Dues:
  - a. As per the information & explanations furnished to us, in our opinion the company is generally regular in depositing with appropriate authorities undisputed statutory dues of T.D.S., GST, Employee Provident Fund, ESIC and other material statutory dues as applicable to it. According to the information and explanations given to us, no undisputed statutory liabilities were outstanding for more than six months as at 31<sup>st</sup> March, 2020 from the date they were due for payment.
  - b. According to information and explanations given to us and so far, as appears from our examination of books of account, there were no statutory dues outstanding as at 31<sup>st</sup> March, 2020 which have not been deposited on account of any dispute.
- viii. According to the information and explanations given to us, the Company has not defaulted in the repayment of loans or borrowings to Banks and payment of interest to the Banks. The Company has not taken any loans or borrowings from Government. The Company has not issued any debentures.
- ix. According to the information and explanations given to us and based on our examination of the records of the Company, the Company has not raised any moneys by way of initial public offer or further public offer (including debt instruments) and has not obtained any term loans during the year. Accordingly, paragraph 3 (ix) of the Order is not applicable to the Company.
- x. According to the information and explanations given to us, no material fraud by the company or on the company by its Officers or Employees has been noticed or reported to us by the management during the year.
- xi. In our opinion and according to the information and explanations given to us, the company had paid/provided managerial remuneration in accordance with the provisions of Section 197 of the Companies Act, 2013 read with Schedule V of the Companies Act, 2013.
- xii. As the company is not the Nidhi Company, clause (xii) of paragraph 3 of The Companies (Auditor's Report) Order, 2016 is not applicable to it.
- xiii. According to the information and explanations given to us, the company is in compliance with the provisions of sections 177 and 188 of the Companies Act, 2013, where applicable, for related party transactions and the details of related party transactions have been disclosed in the Notes to the Financial Statements in accordance with the applicable Ind AS.
- xiv. The company has not made any preferential allotment or private placement of shares or fully or partly convertible debentures during the year. Accordingly, clause (xiv) of paragraph 3 of The Companies (Auditor's Report) Order, 2016 is not applicable to it for the year.

- xv. According to the information and explanations given to us, the company has not entered into any non-cash transaction with directors or persons connected with them and hence clause (xv) of paragraph 3 of The Companies (Auditor's Report) Order, 2016 is not applicable to it during the year.
- xvi. As the company is not required to be registered under section 45-IA of the Reserve Bank of India, 1934, clause (xvi) of paragraph 3 of The Companies (Auditor's Report) Order, 2016 is not applicable to it.

**For And On Behalf Of**

**S. N. Shah & Associates,  
Chartered Accountants,  
Firm Reg. No. 109782W**

**Place: Ahmedabad**

**Dated: 29<sup>TH</sup> July, 2020**

**UDIN: 220126770AAAACS2751**

**Firoj G. Bodla**

**Partner**

**M. No. 126770**

## **ANNEXURE-B TO THE INDEPENDENT AUDITOR'S REPORT**

[REFERRED TO IN PARAGRAPH 2(f) UNDER "REPORT ON OTHER LEGAL AND REGULATORY REQUIREMENTS SECTION OF OUR REPORT OF EVEN DATE]

**FINANCIAL YEAR ENDED 31<sup>ST</sup> MARCH 2020**

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

We have audited the internal financial controls over financial reporting of **GUJCHEM DISTILLERSLIMITED ("the Company")** as of March 31, 2020 in conjunction with our audit of the Standalone Ind AS financial statements of the company for the year ended on that date.

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

The Board of Directors of the company is responsible for establishing and maintaining internal financial controls based on the internal control over financial reporting criteria established by the company considering the essential components of internal control stated in the Guidance Note on Audit of Internal Financial Controls over Financial Reporting issued by the Institute of Chartered Accountants of India.

These responsibilities include the design, implementation and maintenance of adequate internal financial controls that were operating effectively for ensuring the orderly and efficient conduct of its business, including adherence to company's policies, the safeguarding of its assets, the prevention and detection of frauds and errors, the accuracy and completeness of the accounting records, and the timely preparation of reliable financial information, as required under the Companies Act, 2013.

### **Auditors' Responsibility**

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

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

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

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

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

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

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

### **Opinion**

In our opinion and to the best of our information and according to the information and explanations given to us, the company has, in all material respects, an adequate internal financial controls system over financial reporting and such internal financial controls over financial reporting were commensurate with the nature of the business of the company and operating effectively as at March 31, 2020, based on the internal control over financial reporting criteria established by the company considering the essential components of internal control stated in the Guidance Note on Audit of Internal Financial Controls Over Financial Reporting issued by the Institute of Chartered Accountants of India.

### **For And On Behalf Of**

**S. N. Shah & Associates,  
Chartered Accountants,  
Firm Reg. No. 109782W**

**PLACE: Ahmedabad**

**DATED: 29<sup>TH</sup> July, 2020**

**UDIN: 20126770AAAACS2751**

**Firoj G. Bodla**

**Partner**

**M. No. 126770**

**BALANCE SHEET AS AT 31<sup>st</sup> MARCH, 2020**

SR.NO.	P A R T I C U L A R S	Notes No.	31-Mar-20		31-Mar-19	
			AMOUNT	AMOUNT	AMOUNT	AMOUNT
<b>A.</b>	<b>ASSETS:</b>					
<b>I.</b>	<b>NON-CURRENT ASSETS</b>					
	Property, Plant and Equipment	2	266,206	<b>266,206</b>	1,085,251	
						<b>1,085,251</b>
	<b>FINANCIAL ASSETS</b>					
	(i) Investments	3	29,100		222,310	
	(ii) Other Financial Assets	4	9,002,000		13,002,000	
				9,031,100		13,224,310
	TOTAL [I]			9,297,306		14,309,561
<b>II.</b>	<b>CURRENT ASSETS</b>					
	<b>FINANCIAL ASSETS</b>					
	(i) Cash & Cash Equivalents	5	5,393,853		15,706,672	
	(ii) Loans & Advances	6	22,050,000		8,605,000	
	(iii) Other Financial Assets	7	1,579,889		2,233,626	
			<b>29,023,741</b>		<b>26,545,298</b>	
	<b>CURRENT TAX ASSETS [NET]</b>	8	467,093		569,314	
	<b>OTHER CURRENT ASSETS</b>	9	-		92,437	
	TOTAL [II]			<b>29,490,835</b>		<b>27,207,049</b>
	<b>TOTAL ASSETS</b>			<b>38,788,141</b>		<b>41,516,610</b>
<b>B.</b>	<b>EQUITY AND LIABILITIES:</b>					
<b>I.</b>	<b>EQUITY</b>					
	Equity Share Capital	10	1,633,545		1,633,545	
	Other Equity		36,937,571		37,558,958	
	TOTAL [I]			<b>38,571,116</b>		<b>39,192,503</b>
<b>II.</b>	<b>NON-CURRENT LIABILITIES</b>					

	PROVISIONS	11		-	50,000	
	TOTAL [II]			-		50,000
II.	CURRENT LIABILITIES					
1	FINANCIAL LIABILITIES					
	(i) Borrowings	12		-	1,433,902	
	(ii) Trade Payables	13				
	Due to Micro & Small Enterprise					
	Due to Others		212,825		797,462	
			212,825		797,462	
2	OTHER CURRENT LIABILITIES	14	4,200		42,743	
	TOTAL [II]			217,025		2,274,107
	TOTAL EQUITY AND LIABILITIES			38,788,141		41,516,610
C.	SIGNIFICANT ACCOUNTING POLICIES	1				
D.	CONTINGENT LIABILITIES	20				
E.	NOTES TO THE FINANCIAL STATEMENTS	21				

IN TERMS OF OUR REPORT ATTACHED

FOR AND ON BEHALF OF THE BOARD  
GUJCHEM DISTILLERS INDIA LIMITED

FOR, S.N. SHAH & ASSOCIATES,  
CHARTERED ACCOUNTANTS,  
FRN: 109782W

RAJASVEE SAGAR SHAH  
MANAGING DIRECTOR  
DIN: 08265565

FIROJ G. BODLA  
Partner

SAGAR SAMIR SHAH  
CHIEF FINANCIAL  
OFFICER/DIRECTOR  
DIN:3082957

M. NO. : 126770



**PLACE: AHMEDABAD**

**DATE: 29/07/2020**

**BHAVIKA LALWANI**

**COMPANY SECRETARY**

**MEM. NO.A54235**

**STATEMENT OF PROFIT AND LOSS ENDED AS AT 31<sup>st</sup> MARCH, 2020**

SR. NO.	PARTICULARS	NOTE NO.	FOR THE YEAR ENDED		FOR THE YEAR ENDED	
			31-Mar-20		31-Mar-19	
			AMOUNT	AMOUNT	AMOUNT	AMOUNT
<b>I.</b>	<b>INCOME:</b>					
	Revenue From Operations		-		-	
	Other Income	15	7,533,698		2,578,262	
	<b>TOTAL INCOME ... ..</b>			<b>7,533,698</b>		<b>2,578,262</b>
<b>II.</b>	<b>EXPENSES</b>					
	Employee Benefit Expense	16	3,694,078		3,460,006	
	Finance Costs	17	33,729		63,227	
	Depreciation and Amortisation Expense	18	735,280		755,243	
	Other Expenses	19	3,620,389		2,866,074	
	<b>TOTAL EXPENSES ... ..</b>			<b>8,083,476</b>		<b>7,144,550</b>
<b>III.</b>	<b>PROFIT BEFORE TAX[I-II]</b>			<b>(549,778)</b>		<b>(4,566,288)</b>
<b>IV.</b>	<b>TAX EXPENSES</b>					
	Current Tax		-		-	
	Deferred Tax		-	-	-	
<b>V.</b>	<b>PROFIT(LOSS) AFTER TAX FOR THE YEAR [III-IV]</b>			<b>(549,778)</b>		<b>(4,566,288)</b>
<b>VI.</b>	<b>OTHER COMPREHENSIVE INCOME (OCI)</b>					
	(A) (i) Items that will not be reclassified to Profit or Loss:					
	- Remeasurements of the defined benefit plans					
	- Equity instruments through other comprehensive income				-	

	(ii) Income tax relating to items that will not be reclassified to profit or loss			-		-
	(B) (i) Items that will be reclassified to Profit or Loss:					
	- Effective portion of Gains/(Losses) on designated portion of hedging instruments in a cash flow hedge			-		-
	(ii) Income tax relating to items that will not be reclassified to profit or loss					
VII.	<b>TOTAL OTHER COMPREHENSIVE INCOME (NET OF TAX) [A+B]</b>				-	-
VIII.	<b>TOTAL COMPREHENSIVE INCOME (NET OF TAX) [V+VII]</b>			(549,778)		(4,566,288)
IX.	<b>EARNING PER EQUITY SHARE: (FACE VALUE OF RS. 10 EACH)</b>					
	Basic			(3.39)		(28.21)
	Diluted			(3.39)		(28.21)

FOR AND ON BEHALF OF THE BOARD

IN TERMS OF OUR REPORT ATTACHED

GUJCHEM DISTILLERS INDIA LIMITED

FOR, S.N. SHAH & ASSOCIATES,  
 CHARTERED ACCOUNTANTS,  
 FRN: 109782W

RAJASVEE SAGAR SHAH  
 MANAGING DIRECTOR  
 DIN: 08265565

FIROJ G. BODLA  
 Partner

SAGAR SAMIR SHAH  
 CHIEF FINANCIAL  
 OFFICER/DIRECTOR  
 DIN:3082957

M. NO. : 126770

PLACE: AHMEDABAD

DATE: 29/07/2020

BHAVIKA LALWANI  
 COMPANY SECRETARY  
 MEM. NO.A54235

**CASHFLOW STATEMENT FOR THE YEAR ENDED 31<sup>st</sup> MARCH, 2020**

SR. NO.	PARTICULARS	FOR THE YEAR ENDED		FOR THE YEAR ENDED	
		31-Mar-20		31-Mar-19	
		AMOUNT	AMOUNT	AMOUNT	AMOUNT
<b>A.</b>	<b>PROFIT BEFORE TAX</b>		(549,778)		(4,566,288)
	<b>ADJUSTMENTS FOR:</b>				
	Depreciation and Amortization Expense		735,280		755,243
	Interest Expenses		33,729		63,227
	Dividend Income From Investments		-		(2,650)
	Interest Received		(2,397,198)		(2,517,618)
	Net loss/ (Gain) arising on financial assets measured at FVTPL		(440)		22,966
	Balance Written off		-		(29,240)
	Profit on sale/disposal of investments		-		(28,754)
	Profit on Sale of Property, Plant & Equipment		(116,819)		-
	Profit on Sale of Immovable Property		(4,253,210)		-
	Profit on Sale of Vehicle		(705,031)		-
	Loss on Sale of Investment		4,882		-
	Sundry debit balance Written Off A/C.		244,026		-
	<b>OPERATING PROFIT BEFORE WORKING CAPITAL CHANGES</b>		<b>(7,004,559)</b>		<b>(6,303,114)</b>
	<b>ADJUSTMENTS FOR CHANGES IN WORKING CAPITAL:</b>				
	(Increase) / Decrease in Financial Assets	(13,445,000)		60,000	
	(Increase) / Decrease in Other Assets	92,437		789	
	Increase / (Decrease) in Trade payables	(410,780)		(94,845)	
	(Increase) / Decrease in Other Financial Assets	197,306		-	
	Current Provisions	(50,000)		-	
			<b>(13,616,037)</b>		<b>(34,056)</b>

	<b>CASH GENERATED FROM OPERATIONS</b>		<b>(20,620,595)</b>	<b>(6,337,170)</b>
	Income Tax Paid (Net)		30,611	(238,215)
	<b>NET CASH FROM OPERATING ACTIVITIES</b>		<b>(20,589,985)</b>	<b>(6,575,385)</b>
<b>B.</b>	<b>CASHFLOW FROM INVESTING ACTIVITIES</b>			
	Sale of Immovable Property		4,317,010	-
	Sale of Property, Plant & Equipment		116,820	-
	Sale of Vehicle		725,000	
	Sale of Non-Current/Current Investments		188,768	156,182
	Interest Received		2,397,198	1,990,324
	Dividend		-	2,650
	(Increase)/Decrease in Fixed Deposits		19,500,000	2,997,534
	<b>NET CASH USED IN INVESTING ACTIVITIES</b>		<b>27,244,796</b>	<b>5,146,690</b>
<b>C.</b>	<b>CASHFLOW FROM FINANCING ACTIVITIES</b>			
	Interest Paid		(33,729)	(63,227)
	<b>NET CASH FROM/(USED) FINANCING ACTIVITIES</b>		<b>(33,729)</b>	<b>(63,227)</b>
	<b>NET INCREASE/(DECREASE) IN CASH AND CASH EQUIVALENTS [A+B+C]</b>		<b>6,621,082</b>	<b>(1,491,922)</b>
	<b>CASH AND CASH EQUIVALENTS AS AT THE BEGINNING OF THE YEAR</b>		<b>(1,227,230)</b>	<b>264,692</b>
	<b>CASH AND CASH EQUIVALENTS AS AT THE END OF THE YEAR</b>		<b>5,393,853</b>	<b>(1,227,230)</b>

**Notes:**

1. The above Cash Flow Statement has been prepared under the "Indirect Method" as set out in Ind AS - 7 "Statements of Cash Flow". Cash And Cash Equivalents.
2. Direct Taxes Paid are treated as arising from Operating Activities without their bifurcation into Investing and Financing Activities.

**IN TERMS OF OUR REPORT ATTACHED**

**FOR, S.N. SHAH& ASSOCIATES,**

**FOR AND ON BEHALF OF THE BOARD**

**GUJCHEM DISTILLERS INDIA LIMITED**

**RAJASVEE SAGAR SHAH  
MANAGING DIRECTOR**

**CHARTERED ACCOUNTANTS,  
FRN: 109782W**

**DIN: 08265565**

**FIROJ G. BODLA  
Partner**

**SAGAR SAMIR SHAH  
CHIEF FINANCIAL  
OFFICER/DIRECTOR  
DIN:3082957**

**M. NO. : 126770**

**PLACE: AHMEDABAD  
DATE: 29/07/2020**

**BHAVIKA LALWANI  
COMPANY SECRETARY  
MEM. NO.A54235**

**NOTES TO ACCOUNTS****EQUITY SHARE CAPITAL AND OTHER EQUITY FOR THE YEAR ENDED  
MARCH 31, 2020**

SR. NO.	PARTICULARS	EQUITY SHARE CAPITAL	RESERVES & SURPLUS			OCI	TOTAL OTHER EQUITY
			CAPITAL RESERVE	SHARE FORFEITURE RESERVE	RETAINED EARNINGS	RESERVE FOR EQUITY INSTRUMENTS THROUGH OCI	
I.	<b>Balance as at 1st April, 2019</b>	1,618,850	17,130,990	-	20,427,968	-	37,558,958
II.	<b>ADDITIONS</b>						
	Proceeds from Issue Of Shares During The Year	-		-			-
	Profit For The Year				(549,778)		(549,778)
	Other Comprehensive Income For The Year					-	-
	Income Tax Provision Of Earlier Years Written Back [Net]				-		-
	Changes in Accounting Policies & Prior Period Errors						
III.	<b>Total Comprehensive Income For The Year [I+II]</b>	<b>1,618,850</b>	<b>17,130,990</b>	<b>-</b>	<b>19,878,191</b>	<b>-</b>	<b>37,009,181</b>
IV.	<b>DEDUCTIONS</b>						
	Loss For The Year						
	Income Tax Provision Of Earlier Years Written Off [Net]				(71,610)		(71,610)
	Changes in Accounting Policies & Prior Period Errors						
	Transfer to Retained Earnings						
	Deduction/Adjustments to Total Comprehensive Income For the Year	-	-	-	(71,610)	-	(71,610)
V.	<b>Balance As At 31st March, 2020 [III-IV]</b>	<b>1,618,850</b>	<b>17,130,990</b>	<b>-</b>	<b>19,806,581</b>	<b>-</b>	<b>36,937,571</b>

## EQUITY SHARE CAPITAL AND OTHER EQUITY FOR THE YEAR ENDED MARCH 31, 2019

SR. NO	PARTICULARS	EQUITY SHARE CAPITAL	RESERVES & SURPLUS			OCI RESERVE FOR EQUITY INSTRUMENTS THROUGH OCI	TOTAL OTHER EQUITY
			CAPITAL RESERVE	SHARE FORFEITURE RESERVE	RETAINED EARNINGS		
I.	<b>Balance As At 1st April, 2018</b>	1,618,850	17,130,990	-	24,994,256		42,125,246
II.	<b>ADDITIONS</b>						
	Profit For The Year				-		-
					4,566,288		4,566,288
	Other Comprehensive Income For The Year					-	-
	Income Tax Provision Of Earlier Years Written Back [Net]				-		-
	Changes in Accounting Policies & Prior Period Errors						-
III.	<b>Total Comprehensive Income For The Year</b>	<b>1,618,850</b>	<b>17,130,990</b>	<b>-</b>	<b>20,427,968</b>	<b>-</b>	<b>37,558,958</b>
	[I+II]						
IV.	<b>DEDUCTIONS</b>						
	Loss For The Year						-
	Income Tax Provision Of Earlier Years Written Off [Net]				-		-
	Changes in Accounting Policies & Prior Period Errors						-
	Transfer to Retained Earnings						-
	Deduction/Adjustments to Total Comprehensive Income For the Year	-	-	-	-	-	-
V.	<b>Balance As At 31st March, 2019 [III-IV]</b>	<b>1,618,850</b>	<b>17,130,990</b>	<b>-</b>	<b>20,427,968</b>	<b>-</b>	<b>37,558,958</b>



**Notes No.2 PROPERTY, PLANT & EQUIPMENTS**

SR. NO.	DESCRIPTION OF ASSETS	GROSS BLOCK				DEPRECIATION				NET BLOCK	
		AS AT 1ST APRIL, 2019	ADDITIONS	ADJUSTMENTS/SALE DURING THE YEAR	AS AT 31ST MARCH, 2020	AS AT 1ST APRIL, 2019	ADDITIONS	ADJUSTMENTS/SALE DURING THE YEAR	AS AT 31ST MARCH, 2020	AS AT 31ST MARCH, 2020	AS AT 31ST MARCH, 2019
1	Land	63,800	-	(63,800)	-	-	-	-	-	-	63,800
2	Building	759,633	-	-	759,633	500,973	14,084	-	515,057	244,576	258,660
3	Plant & Machinerie s	7,748,775	-	(7,217,287)	531,488	7,748,769	-	(7,217,286)	531,483	5	6
4	Furniture & Fixtures	697,053	-	-	697,053	690,304	3,355	-	693,659	3,394	6,749
5	Office Equipments	184,186	-	-	184,186	156,842	9,113	-	165,955	18,231	27,344
6	Vehicles	5,423,779	-	(5,423,779)	-	4,695,087	708,728	(5,403,815)	-	-	728,692
	TOTAL ... ..	14,877,226	-	(12,704,866)	2,172,360	13,791,975	735,280	(12,621,101)	1,906,154	266,206	1,085,251
	PREVIOUS YEAR	14,877,226	-	-	14,877,226	13,036,732	755,243	-	13,791,975	1,085,251	1,840,494

**Notes No.3 NON-CURRENT FINANCIAL ASSETS: INVESTMENTS**

NON-CURRENT FINANCIAL ASSETS: INVESTMENTS						
SR. NO	PARTICULARS	UNITS	AS AT		AS AT	
			31-Mar-20	UNITS	31-Mar-19	
<b>A.</b>	<b>QUOTED:</b>					
	INVESTMENTS IN EQUITY INSTRUMENTS AT FAIR VALUE THROUGH PROFIT & LOSS (FVTPL)					
	RashtriyaChemical& Fertilizers Limited (Face value of Rs.10 each)	-	-	-	1,500	87,750
	Sintex Limited (Face value of Rs.1 each)	-	-		1,000	8,470
	Sintexplastocs Technology Limited (Face value of Rs.1 each)	-	-		1,000	19,850
	Adani Power Limited( Face value of Rs.10 each)	-	-		1,000	48,200
	Bharat Immunologicals and Biologicals Corporation Ltd. (Face Value of Rs. 10 each)	-	-		2,000	15,380
	Dena Bank Ltd (Face value of Rs.10 each)	-	-		1,000	12,590
	Reliance Communication Ltd (Face value of Rs. 5 each)	500	1,100		500	2,070
	<b>Total Investment in Quoted Equity Shares(A)</b>		<b>1,100</b>			<b>194,310</b>
<b>B</b>	<b>UNQUOTED</b>					
	Baroda Chemical Industries Limited ( Face Value of Rs.100 each)	10	972		10	972
	Kaveri Engineers Limited ( face value of Rs. 100 each)	90	9,000		90	9,000
	Co-operative Bank of Ahmedabad Ltd (face value of Rs.25 each)	1,080	27,000		1,080	27,000
	Kapole Commercial Co-operative Bank Ltd (Face value of Rs. 10 each)	100	1,000		100	1,000
	Less: Provision for Diminution in the value of Investment		(9,972)			(9,972)
	<b>Total Investment in Unquoted Equity Shares(B)</b>		<b>28,000</b>			<b>28,000</b>
	<b>Total Non Current Investment (A+B)</b>					
			<b>29,100</b>			<b>222,310</b>
	Aggregate amount of Quoted Investment-At cost		67475			488,961
	Aggregate amount of Quoted Investment-At market Value		1,100			194,310
	Aggregate amount of Un-quoted Investment		37,972			37,972

	Aggregate amount of provision for diminution in the value of investment		9,972			9,972
	*Refer Note 1(m),(n),21(c) - Financial Instruments, fair values and risk measurement					

### Notes No.4 NON-CURRENT FINANCIAL ASSETS: LOANS & ADVANCES

SR. NO.	PARTICULARS	AS AT	
		31-Mar-20	31-Mar-19
	<b>Unsecured but Considered Good</b>		
<b>I.</b>	<b>SECURITY DEPOSITS</b>		
		2,000	2,000
<b>II.</b>	<b>Bank Deposits with more than 12 months of Maturity</b>	9,000,000	13,000,000
	<b>TOTAL</b>	<b>9,002,000</b>	<b>13,002,000</b>

### Notes No.5 CURRENT FINANCIAL ASSETS: CASH & BANK BALANCES

SR. NO.	PARTICULARS	AS AT	
		31-Mar-20	31-Mar-19
<b>I</b>	Balance with Banks		
	In Current Accounts	3,527,521	170,144
	Term Deposits ( Maturity more than 3 months but less than 12 months)	-	15,500,000
<b>II</b>	Cash on Hand	1,866,331	36,528
	<b>TOTAL</b>	<b>5,393,853</b>	<b>15,706,672</b>

### Notes No.6 CURRENT FINANCIAL ASSETS: LOANS & ADVANCES

SR. NO.	PARTICULARS	AS AT	
		31-Mar-20	31-Mar-19
<b>I.</b>	<b>Unsecured but Considered Good</b>		
	Loans and Advances to Other Parties		
	Loan to Employees	50,000	105,000
	Inter Corporate Deposits	22,000,000	3,000,000
	Other Loans	-	5,500,000

			22,050,000		8,605,000
	<b>TOTAL</b>		<b>22,050,000</b>		<b>8,605,000</b>

### Notes No.7 OTHER CURRENT FINANCIAL ASSETS

SR. NO.	PARTICULARS	AS AT		
		31-Mar-20	31-Mar-19	
	Interest Accrued on fixed deposits	1,579,889	2,233,626	
	<b>TOTAL</b>	<b>1,579,889</b>	<b>2,233,626</b>	
	*Refer Note 1(m),(n),21(c) - Financial Instruments, fair values and risk measurement			

### Notes No.8 INCOME TAX ASSETS(NET)

SR. NO.	PARTICULARS	AS AT	
		31-Mar-20	31-Mar-19
1	Advance income tax(Net of Provisions)	467,093	569,314
	<b>TOTAL</b>	<b>467,093</b>	<b>569,314</b>

### Notes No.9 OTHER CURRENT ASSETS

SR. NO.	PARTICULARS	AS AT	
		31-Mar-20	31-Mar-19
1	Prepaid Financial Expenses	-	92437
		-	92,437
	<b>TOTAL</b>		

### Notes No.10 SHARE CAPITAL

SR. NO.	PARTICULARS	AS AT		AS AT	
		31-Mar-20		31-Mar-19	
		NO. OF	AMOUNT	NO. OF	AMOUNT
		SHARES	RS.	SHARES	RS.
I	<b>SHARES</b>				
	<b>AUTHORISED</b>				
	Equity Shares of Rs.10 each	9600000	96000000	9600000	96000000
	11 % Cumulative Redeemable Preference Shares of Rs.100 each - First Issue	15000	1500000	15000	1500000
	11 % Cumulative Redeemable Preference Shares of Rs.100 each - Second Issue	20000	2000000	20000	2000000

	Unclassified Shares of Rs.10 each	50000	500000	50000	500000
		-	100,000,000		100,000,000
	<b>Issued, Subscribed and Paid Up Equity Share Capital</b>				
	Equity Shares of Rs. 10 each fully paid	161,885	1,618,850	161,885	1,618,850
	Add: Forfeited Shares		14695		14695
	<b>TOTAL</b>	<b>161,885</b>	<b>1,633,545</b>	<b>161,885</b>	<b>1,633,545</b>

## II. Reconciliation of Number Shares Outstanding at the beginning and at the end of the year.

SR. NO.		NO. OF	AMOUNT	NO. OF	AMOUNT
	PARTICULARS	SHARES	RS.	SHARES	RS.
	Outstanding As At The Beginning Of The Year	161,885	1,618,850	161,885	1,618,850
	Add: Issue of Shares During The Year		-	-	-
	<b>Outstanding As At The End Of The Year</b>	<b>161,885</b>	<b>1,618,850</b>	<b>161,885</b>	<b>1,618,850</b>

## II .Details of Shareholder Holding 5% or More Shares in the Company

Name of the Shareholder	As At 31st March, 2020		As At 31st March, 2019	
	No. of Shares	% of Total Holding	No. of Shares	% of Total Holding
Sagar Samir Shah	49,653	30.67%	-	0.00%
Rajasvee Sagar Shah	42,431	26.21%	-	0.00%
DevikabenNavnitlal Patel	-	0.00%	10,028	6.19%
Hem Manishbhai Patel	-	0.00%	61,727	38.13%

**Notes No.11NON-CURRENT: PROVISIONS**

SR. NO.	P A R T I C U L A R S	AS AT		AS AT	
		31-Mar-20		31-Mar-19	
	<b>Provision For Employee Benefits</b>				
	Leave Encashment		-		50,000
	<b>TOTAL .....</b>		-		<b>50,000</b>

**Notes No.12CURRENT FINANCIAL LIABILITIES: SHORT TERM  
BORROWINGS**

SR. NO.	P A R T I C U L A R S	AS AT		AS AT	
		31-Mar-20		31-Mar-19	
<b>I.</b>	<b>SECURED</b>				
	Bank overdraft		-		1,433,902
	(secured by fixed deposit in the name of the company)				
	<b>TOTAL</b>		-		<b>1,433,902</b>

**Notes No.13CURRENT FINANCIAL LIABILITIES: TRADE PAYABLES**

SR. NO.	P A R T I C U L A R S	AS AT		AS AT	
		31-Mar-20		31-Mar-19	
	<b>Sundry Creditors for Other Expenses</b>				
	-Micro, Small & Medium Enterprises (Refer Note )		-		-
	-Others		212,825		797,462
				212,825	797,462
	<b>TOTAL</b>		<b>212,825</b>		<b>797,462</b>

**NOTE: DUES TO MICRO AND SMALL ENTERPRISES**

The Company has dues outstanding as at the reporting date to certain suppliers registered under Micro, Small and Medium Enterprises Development Act, 2006 ('MSMED Act'). The disclosures pursuant to the said MSMED Act, 2006 are as follows:

SR.		AS AT		AS AT	

NO.	PARTICULARS	31-Mar-20		31-Mar-19	
I	The principal amount remaining unpaid to any supplier at the end of the year.		-		-
II	Interest due as claimed remaining unpaid to any supplier at the end of the year.				
III	The amount of interest paid by the company in terms of section 16 of the MSMED Act, 2006, along with the amount of the payment made to the suppliers beyond the appointed day during the year.				
IV	The amount of interest due and payable for the period of delay in making payment (which have been paid but beyond the appointed day during the year) but without adding the interest specified under the MSMED Act, 2006.				
V	The amount of interest accrued and remaining unpaid at the end of accounting year.				
VI	The amount of further interest remaining due and payable even in the succeeding years, until such date when the interest dues above are actually paid to the small enterprises, for the purpose of disallowance of a deductible expenditure under section 23 of the MSMED Act, 2006.				
	<b>TOTAL</b>		-		-

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 No.14 OTHER CURRENT LIABILITIES

SR. NO.	PARTICULARS	AS AT	
		31-Mar-20	31-Mar-19
I	<b>Other Payables-Statutory Liabilities</b>		
	Statutory liabilities	200	34,743
	Other Payables	4,000	8,000
	<b>TOTAL</b>	<b>4,200</b>	<b>42,743</b>

### Notes No.15 OTHER INCOME

SR. NO.	PARTICULARS	FOR THE YEAR ENDED	
		31-Mar-20	31-Mar-19
1	Interest income from financial assets at amortised cost	2,397,198	2,517,618
2	Dividend Income	-	2,650
3	Profit on sale/disposal of investments	-	28,754
4	Profit on Sale of Plant & Machinery	116,819	-
5	Balance Written off	-	29,240
6	Net Gain on financial assets measured at FVTPL	440	-
7	Profit on Sale of immovable property	4,253,210	-
8	Profit on Sale of Vehicle	705,031	-
9	Miscellaneous Income	61,000	-
	<b>TOTAL</b>	<b>7,533,698</b>	<b>2,578,262</b>

### Notes No.16 EMPLOYEE BENEFIT EXPENSES

SR. NO.	PARTICULARS	FOR THE YEAR ENDED	
		31-Mar-20	31-Mar-19
1	Salaries, wages, bonus	2,689,000	3,206,000
2	Contributions to Provident Fund	43,775	60,701
3	Staff Welfare Expenses	961,303	193,305
	<b>TOTAL</b>	<b>3,694,078</b>	<b>3,460,006</b>

### Notes No.17 FINANCE COST

SR. NO.	PARTICULARS	FOR THE YEAR ENDED	
		31-Mar-20	31-Mar-19
1	Interest Expense	33,729	63,227
	<b>TOTAL</b>	<b>33,729</b>	<b>63,227</b>

### Notes No.18 DEPRECIATION & AMORTISATION EXPENSE

SR. NO.	PARTICULARS	FOR THE YEAR ENDED	
		31-Mar-20	31-Mar-19
1	Depreciation on Property, Plant & Equipment	735,280	755,243
	<b>TOTAL</b>	<b>735,280</b>	<b>755,243</b>

### Notes No.19 OTHER EXPENSES



SR. NO.	PARTICULARS	FOR THE YEAR ENDED	
		31-Mar-20	31-Mar-19
	<b>ADMINISTRATIVE, SELLING AND OTHER EXPENSES</b>		
1	Legal and Professional Fess	706,400	1,249,090
2	Auditor's Remmuneration	59,000	59,000
3	Listing and Registration Fees	484,620	321,154
4	Miscellaneous/Office Expense	180,300	318,925
5	Office & Genaral Expense	109,226	257,337
6	Registar& Transfer Fees	49,079	223,372
7	Travelling expenses & Coveyance	35,004	65,565
8	Insurance Expenses	103,135	97,245
9	Rates and Taxes	789,059	70,934
10	Advertisement	30,134	46,114
11	Director Sitting Fees	25,000	17,000
12	Bank charges	1,350	2,378
13	Motor car expenses	49,170	99,701
14	Sundry debit balance Written Off A/C.	244,030	15,293
15	Donation Expense	750,000	-
16	Loss on sale of investment	4,882	-
17	Net loss arising on financial assets measured at FVTPL	-	22,966
	<b>TOTAL</b>	<b>3,620,389</b>	<b>2,866,074</b>

### Notes No.20 CONTINGENT LIABILITIES

SR. NO.	PARTICULARS	FOR THE YEAR ENDED	
		31-Mar-20	31-Mar-19
i.	Claims Against the Company Not Acknowledged As Debts: in respect of Excise duty matter.	-	1,662,494
	<b>TOTAL</b>	<b>-</b>	<b>1,662,494.00</b>

**CORPORATE INFORMATION:**

Gujchem Distillers India Limited is a public limited company has been incorporated under the provisions of the Companies Act, 1956. The shares of the company are listed in the Bombay Stock Exchange Limited ('BSE').

**NOTE 1: SIGNIFICANT ACCOUNTING POLICIES:****BASIS OF PREPARATION OF FINANCIAL STATEMENTS****a) Accounting Conventions:**

The financial statements of the Company have been prepared in accordance with Indian Accounting Standards (Ind AS) notified under the Companies (Indian Accounting Standards) Rules, 2015 and with Companies (Indian Accounting Standards) (Amendment) Rules, 2017 and comply in all material aspects with the relevant provisions of the Companies Act, 2013 to the extent applicable to it.

The Financial Statements have been prepared on a historical cost basis except the following assets and liabilities which have been measured at fair values:

- Certain Financial Assets and Liabilities that are measured at Fair Value.

**b)****Use of Estimates:**

The preparation of financial statements requires management to make estimates and assumptions that are believed to be reasonable under the circumstances and such estimates and assumptions may affect the reported amount of assets and liabilities, classification of assets and liabilities into non-current and current and disclosures relating to contingent liabilities as at the date of financial statements and the reported amounts of

	<p>income and expenses and cash flows during the reporting period. Although the financial statements have been prepared based on the management's best knowledge of current events and procedures/actions, the actual results may differ on the final outcome of the matters/transactions/procedures to which the estimates relate.</p>
<b>c)</b>	<p><b>1. Property, Plant and Equipment (PPE):</b></p> <p>The Company had applied for the one-time transition exemption of considering the carrying cost on the transition date i.e. 1st April, 2017 as the deemed cost under IND AS, regarded thereafter as historical cost.</p> <p>The cost of an item of property, plant and equipment is recognized as an asset if, and only if:</p> <p>(a) it is probable that future economic benefits associated with the item will flow to the entity; and</p> <p>(b) the cost of the item can be measured reliably.</p> <p>The acquisition of property, plant and equipment, directly increasing the future economic benefits of any particular existing item of property, plant and equipment, which are necessary for the Company to obtain the future economic benefits from its other assets, are recognized as assets.</p> <p>The items of Property, Plant and Equipment are stated at cost of acquisition/construction (less Accumulated Depreciation and Impairment, if any). The cost of Property, Plant and Equipment comprises of their purchase prices including freight, duties, taxes or levies, directly attributable cost of bringing the assets to their working conditions for their intended use. The Company capitalised its Property, Plant and Equipment at a value net of GST/ Other Tax Credits received/receivable during the year in respect of eligible item of Property, Plant and Equipment. Subsequent costs are included in the carrying amount of respective Property, Plant and Equipment or recognized as separate assets as appropriate, only if such costs increase the future benefits from the existing items beyond their previously assessed standard of performance and cost of such items can be measured reliably.</p> <p>The Items of Property, Plant and equipment disposed during the year have been eliminated from books of accounts and resultant gain/loss are recognized in the statement of profit &amp; loss for the period of disposal.</p>

	<p><b>2. Depreciation &amp; Amortization:</b></p> <p>The Depreciation on tangible items of Property, Plant and Equipment is provided on straight line method for the period of acquisition/construction i.e. from the period from which such assets were available for their intended use on pro-rata basis on the basis of useful life of each of the fixed assets as per Schedule II of the Companies Act, 2013 and in the manner specified in Schedule II of the Companies Act, 2013.</p>
d)	<p><b>Inventories</b></p> <p>Inventories are measured at the lower of cost and net realisable value. The cost of inventories 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 manufactured inventories and work-in-progress, cost 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 costs of completion and selling expenses.</p> <p>The company has suspended its main business operations and hence there is no closing stock of inventories for the period ending on 31/03/2020.</p>
e)	<p><b>Revenue Recognition:</b></p> <p>Revenue is measured at the fair value of the consideration received or receivable from the</p>

	<p>customers/parties net of returns, rebates, and discount to the customers and amounts collected on behalf of third parties. The Revenue is recognised to the extent that it is probable that the economic benefits will flow to the Company and the revenue can be reliably measured, regardless of when the payment is being made.</p> <p><b>Sale of Goods:</b></p> <p>The revenue from the sale of goods is recognized at the transaction price when the company had transferred the property in Goods to the buyer for a price or all significant risks and rewards of ownership had been transferred to the buyer and no significant uncertainty existed as to the amount of consideration that would be derived from such sale. The recognition event is usually the dispatch of goods to the buyer such that the Company retains no effective control over the goods dispatched.</p> <p>The company has suspended its main business operations and hence there is no sale of goods for the period ended on 31/03/2020.</p> <p><b>Interest Income:</b></p> <p>Income from investments and deposits, where appropriate, is taken into revenue in full on declaration or accrual on time basis and tax deducted at source thereon is treated as advance tax. The interest income from financial assets is recognized when it is probable that the economic benefits will flow to the company and the amount interest income can be measured reliably.</p>
f)	<p><b>Employee Benefits:</b></p> <p><b>1. Short Term Obligations:</b></p> <p>Short term employee benefits of like wages, salaries and other monetary and non-monetary benefits are recognized in the period during which services are rendered by the employees and are recognized at the value at amounts at which liabilities have been settled or are expected to be settled.</p> <p><b>2. Post-Employment and Other Long-Term Employee Benefits:</b></p>

	<p><b>2.1 Contribution to Provident Fund:</b></p> <p>The Company's contribution to the Provident Fund is remitted as per the provisions relating to the Employee Provident Fund Scheme and such contribution is charged to the Statement of Profit &amp; Loss of the period to which contribution relates.</p> <p><b>2.2 Gratuity:</b></p> <p>The management of the company is of the view that none of the employees were eligible in respect of which the company was required to make contribution as per the provisions relating to the Payment of Gratuity and accordingly provision for gratuity was not required to be made. However, if the company is required to make payment of gratuity on happening of any event/incident due to which the provisions relating to payment of gratuity becomes applicable to the company, the same will be accounted as and when incurred.</p>
g)	<p><b>Borrowing Costs</b></p> <p>The company has suspended its main business operations and there is no present balance outstanding of borrowings hence noborrowing costs incurred during the year.</p>
h)	<p><b>Operating Segment</b></p> <p>The Company was primarily engaged in business of manufacturing and selling of Industrial Alcohol, Acetaldehyde, Acetic Acid ad Auxiliaries &amp; Chemicals. Since the inherent nature of activities as a whole are governed by the same set of risk and returns. These have been grouped as a single segment, the results of which are reflected in the financial statements.</p> <p>So, the disclosure requirements pursuant to Ind AS-108-“Operating Segments” are not applicable.</p>
i)	<p><b>Taxes On Income:</b></p>

	<b>1. Current Tax:</b>
	<p>The provision for current tax is required to be made as per the provisions of the Income Tax Act, 1961.</p> <p>Taxes on income have been determined based on the tax rates and tax laws that have been enacted or substantively enacted by the balance sheet date. The current tax liabilities and assets are measured at the amounts expected to be paid or to be recovered from the taxation authorities as at the balance sheet date.</p> <p>The current tax liabilities and assets are offset where the entity has a legally enforceable right to offset and intends either to settle on a net basis or to realise the assets and settle the liabilities simultaneously.</p>
	<b>2. Deferred Tax:</b>

	<p>Deferred tax is provided on temporary differences between the tax bases of assets and liabilities as per the provisions of the Income Tax Act, 1961 and their carrying amounts for financial reporting purposes as at the balance sheet date.</p> <p>Deferred tax liabilities are recognized for all taxable temporary timing differences. Deferred tax assets are recognized for all deductible taxable temporary timing differences, the carry forward of unused tax losses and unused tax credits to the extent to which future taxable profits are expected to be available against which the deductible temporary differences and the carry forward of unused tax losses and unused tax credits can be utilized/set-off.</p> <p>Deferred tax is calculated at the tax rates that are expected to apply in the period when the liability is settled or the asset is realised based on the tax rates and tax laws that have been enacted or substantially enacted by the end of the reporting period.</p> <p>A deferred tax asset is not recognised for the carry forward of unused tax losses to the extent that it is not probable that future taxable profit will be available against which the unused tax losses will be utilised. The Company has closed its manufacturing operations and sold/disposed off land, plant &amp; machinery and other fixed assets in earlier years as well as in current year and since then not resumed the manufacturing activities and there is no sound business plan made by the management to revive its business operations. Hence, in view of the management of the company there is no convincing other evidence that sufficient taxable profit will be available against which the unused tax losses or unused tax credits can be utilised by the entity.</p>
j)	<p><b>Impairment of Non-Financial Assets:</b></p> <p>The Company assesses, at each reporting date, whether there is an indication that an asset may be impaired. If any indication exists, or when annual impairment</p>



	<p>testing for an asset is required, the company estimates the asset's recoverable amount. An asset's recoverable amount is the higher of an asset's or cash-generating unit's (CGU) fair value less costs of disposal and its value in use. Recoverable amount is determined for an individual asset, unless the asset does not generate cash inflows that are largely independent of those from other assets or groups of assets.</p> <p>Impairment loss is recognized when the carrying amount of an asset exceeds recoverable amount.</p>
<b>k)</b>	<p><b>Provisions, Contingent Liabilities and Contingent Assets</b></p> <p>The Company recognises a provision when it has a present obligation as a result of a past event that probably requires an outflow of the Company's resources embodying economic benefits at the time of settlement and a reliable estimate can be made of the amount of the obligation. The provisions are measured at the best estimate of the amounts required to settle the present obligation as at the balance sheet date and are not discounted to their present values.</p> <p>Contingent liabilities are disclosed when there is a possible obligation arising from past events, the existence of which will be confirmed only on the occurrence or non-occurrence of one or more future uncertain events which are not wholly or substantially within the control of the Company or a present obligation that arises from the past events where it is either not probable that an outflow of resources will be required to settle the obligation or a reliable estimate of the amount cannot be made.</p> <p>When demand notices are issued by the Government Authorities and demand is disputed by the company and it is probable that the company will not be required to settle/pay such demands then these are classified as disputed obligations.</p> <p>Contingent Assets, if any, are not recognised in the financial statements. If it becomes certain that inflow of economic benefit will arise then such asset and the relative income are recognised in financial statements.</p>
<b>l)</b>	<p><b>Current/Non-Current Classifications:</b></p>

	<p>The Company presents assets and liabilities in the balance sheet on the basis of their classifications into current and non-current.</p>
	<p><b>Assets:</b></p>
	<p>An asset is treated as current when it is:</p> <ul style="list-style-type: none"> <li>• Expected to be realised or intended to be sold or consumed in normal operating cycle</li> <li>• Held primarily for the purpose of trading</li> <li>• Expected to be realised within twelve months after the reporting period</li> <li>• Cash or cash equivalent unless restricted from being exchanged or used to settle a liability for at least twelve months after the reporting period.</li> </ul> <p>All other assets are classified as non-current.</p>
	<p><b>Liabilities:</b></p>
	<p>A liability is treated as current when it is:</p> <ul style="list-style-type: none"> <li>• Expected to be settled in normal operating cycle</li> <li>• Held primarily for the purpose of trading</li> <li>• Due to be settled within twelve months after the reporting period</li> <li>• No unconditional right to defer the settlement of the liability for at least twelve months after the reporting period.</li> </ul> <p>All other liabilities are classified as non-current.</p>
<b>m)</b>	<p><b>Financial Instruments, Financial Assets, Financial Liabilities, Investments and Equity Instruments</b></p>
	<p>The financial assets and financial liabilities are recognised when the Company becomes a party to the contractual provisions of the relevant instrument and 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 measured at fair value through profit or loss) are added to or deducted from the fair value on initial recognition of financial assets or financial liabilities.</p>

**A. Financial Assets:****Initial Recognition:**

Financial Assets include Investments, Security Deposits, Cash and Cash Equivalents and eligible current and non-current assets. The financial assets are initially recognized at the transaction price when the Company becomes party to contractual obligations. The transaction price includes transaction costs unless the asset is being value at fair value through the Statement Of Profit and Loss.

**Subsequent Measurement:**

The subsequent measurement of financial assets depends upon the initial classification of financial assets. For the purpose of subsequent measurement, financial assets are classified as under:

- i. Financial Assets at Amortized Cost where the financial assets are held solely for collection of cash flows and contractual terms of the assets give rise on specified dates to cash flows that are solely payments of principal and interest on principal amount outstanding.
- ii. Fair value through profit or loss (FVTPL), where the assets are managed in accordance with an approved investment strategy that triggers purchase and sale decisions based on the fair value of such assets. Such assets are subsequently measured at fair value, with unrealised gains and losses arising from changes in the fair value being recognised in the Statement of Profit and Loss in the period in which they arise.

Security Deposits , Loans and Advances, Cash and Cash Equivalents where reliable data for fair value is not available then such eligible current and non-current assets are classified for measurement at amortized cost.

**Impairment:**

If the recoverable amount of an asset (or cash-generating unit/Fixed Assets) is estimated to be less than its carrying amount, the carrying amount of the asset (or cash-generating unit) is reduced to its recoverable amount. An impairment loss is recognized immediately in profit or loss, unless the relevant asset is carried at a re-valued amount if any, in which case the impairment loss is treated as a revaluation decrease.

	<p>Financial assets, other than those at Fair Value through Profit and Loss (FVTPL), are assessed for indicators of impairment at the end of each reporting period. Financial assets are considered to be impaired when there is objective evidence that, as a result of one or more events that occurred after the initial recognition of the financial asset, the estimated future cash flows of the investment have been affected.</p> <p><b>B. Financial Liabilities:</b></p> <p>Financial liabilities include short-term loans and borrowings, trade payables, eligible current liabilities. The borrowings, trade payables and other financial liabilities are initially recognised at the value of the respective contractual obligations. Financial liabilities are derecognised when the liability is extinguished, that is, when the contractual obligation is discharged, cancelled and on expiry of the terms.</p>
n)	<p><b>Fair Value Measurement:</b></p> <p>The Company measures financial instruments at fair value at each balance sheet date. Fair value is the price that would be received to sell an asset or paid to transfer a liability in an orderly transaction between market participants at the measurement date.</p> <p>The fair value measurement is based on the presumption that the transaction to sell the asset or transfer the liability takes place either:</p> <ul style="list-style-type: none"> <li>• In the principal market for the asset or liability, or in the absence of a principal market, in the most advantageous market for the asset or liability</li> <li>• The principal or the most advantageous market must be accessible by the Company.</li> </ul> <p>The fair value of an asset or a liability is measured using the assumptions that market participants would use when pricing the asset or liability, assuming that market participants act in their economic best interest. A fair value measurement of a non-financial asset takes into account a market participant's ability to generate economic benefits by using the asset in its highest and best use or by selling it to another market participant that would use the asset in its highest and best use.</p>

	<p>The company uses valuation techniques that are appropriate in the circumstances and for which sufficient data are available to measure fair value, maximizing the use of relevant observable inputs and minimizing the use of unobservable inputs.</p> <p>All assets and liabilities for which fair value is measured or disclosed in the financial statements are categorised within the fair value hierarchy, described as follows, based on the lowest level input that is significant to the fair value measurement as a whole:</p> <p>Level 1 — Quoted (unadjusted) market prices in active markets for identical assets or liabilities</p> <p>Level 2 — Valuation techniques for which the lowest level input that is significant to the fair value measurement is directly or indirectly observable</p> <p>Level 3 — Valuation techniques for which the lowest level input that is significant to the fair value measurement is unobservable</p> <p>For assets and liabilities that are recognised in the financial statements on a recurring basis, the Company determines whether transfers have occurred between levels in the hierarchy by re-assessing categorisation (based on the lowest level input that is significant to the fair value measurement as a whole) at the end of each reporting period.</p> <p>For the purpose of fair value disclosures, the Company has determined classes of assets and liabilities on the basis of the nature, characteristics and risks of the asset or liability and the level of the fair value hierarchy as explained above.</p>
o)	<p><b>Cash and Cash Equivalents-For the Purpose of Cash Flow Statements:</b></p> <p>Cash and cash equivalent in the balance sheet comprise cash at banks and in hand and short-term deposits, which are subject to an insignificant risk of changes in value.</p>
p)	<p><b>Operating Cycle:</b></p>

	Based on the activities of the company and normal time between incurring of liabilities and their settlement in cash or cash equivalents and acquisition/right to assets and their realization in cash or cash equivalents, the company has considered its operating cycle as 12 months for the purpose of classification of its liabilities and assets as current and non-current.
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**NOTE 21 : OTHER NOTES**

<b>a)</b>	<b>Earnings Per Share (EPS):</b>		
	The Basic and Diluted Earnings Per Share (EPS) has been computed on the basis of profit for the year attributable to equity holders divided by the weighted average number of shares outstanding during the year.		
		<b>For the year ended</b>	<b>For the year ended</b>
	<b>Particulars</b>	<b>31<sup>st</sup> March, 2020</b>	<b>31<sup>st</sup> March, 2019</b>
	Total Comprehensive Income After Tax for the period (A)	(5,49,778)	(45,66,288)
	Weighted Average Number of Shares (B)	1,61,885	1,61,885
	Opening Balance of Share Outstanding	1,61,885	1,61,885
	No. of Days for which Shares Outstanding	366	365
	Total No. of Weighted Average Shares	1,61,885	1,61,885
	Basic and Diluted Earnings per Share (C) (A/B)	<b>(3.39)</b>	<b>(28.21)</b>
<b>b)</b>	<b>Related Party Disclosures::</b>		
	<b>The Related Party Disclosures in compliance with Ind AS-24 “Related Party Disclosures”</b>		
	<b>A. List of Related Parties</b>		

Sr. No.	Name of the Related Party	Nature of Relationship	Date of Appointment/Resignation	Transactions Entered During The Year (Yes/No)
I)	<b>Key Managerial Personnel</b>			
	Hem Manishbhai*	Managing Director	15/09/2019	Yes
	Rajasvee Sagar Shah#	Promoter and Managing Director	30/08/2019	Yes
	Tatu Arvind*	Chief Financial Officer	12/02/2020	Yes
	Sagar Samir Shah#	Chief Financial Officer	12/02/2020	No
II)	<b>Independent Directors</b>			
	TapanChokshi*	Independent Director	30/08/2019	Yes
	Sachi D Parikh*	Independent Director	30/08/2019	Yes
	Shashikant D Pandya*	Independent Director	30/08/2019	No
	HetasviNavnital*	Non Executive and Independent Director	30/08/2019	Yes
	ManishkumarIndravadan Mehta#	Non Executive and Independent Director	30/08/2019	Yes
	RameshbhaiChimanlalDathia#	Non Executive and Independent Director	30/08/2019	Yes

		<b>Enterprise under significant influence of Key Management Personnel(Enterprises)</b>			
III)		Maruti Koatsu Cylinders Limited			No
		PSL Recycling Private Limited			No
		Seltron Resource Solutions LLP			No
					*Resigned from the Company # Appointed in the Company
<b>B. Transaction with Related Parties</b>					
<b>Amount(Rs.)</b>					
<b>Nature of Transaction</b>		<b>Name of the Party</b>	<b>2019-20</b>	<b>2018-19</b>	
*From 1 <sup>st</sup> April, 2019 to 31 <sup>st</sup> March,2020					
<b>Director/Key Managerial Personnel /CFO/Company Secretary Remuneration</b>		Hem Manishbhai*	16,71,000	26,08,835	
		Tatu Arvind	12,25,000	2,59,003	
		Rajasvee Sagar Shah	1,40,000	--	
<b>Director Sitting Fees</b>		TapanChokshi	5,000	6,000	
		Sachi D Parikh	5,000	6,000	
		Shashikant D Pandya	--	4,000	
		HetasviNavnitlal	3,000	1,000	
		RameshbhaiDathia	6,000	--	
		Manishkumar Mehta	6,000	--	
c)	<b>Financial Instruments and Related Disclosures:</b>				
	<b>Financial Risk Management:</b>				
	The company activities are exposed various financial risks: credit risk, liquidity risk and other price risk. The Company's primary focus is to foresee the unpredictability of				



financial markets and seek to minimize potential adverse effects on its financial performance.

### **I. Credit Risk:**

#### **Loans & Advances:**

Credit risk refers to the risk of default on its obligation by the counterparty resulting in a financial loss to the Company. The maximum exposure to the credit risk as at the reporting date is primarily from inter corporate deposits. Inter corporate deposits are unsecured and are subject to counterparty default regarding repayment of deposits. Financial assets are written off when there are no reasonable expectations of recovery. The Company categorizes a loan or receivable for write off when a debtor fails to make contractual payments greater than one year past due. Where loans or receivables have been written off, the Company continues engage in enforcement activity to attempt to recover the receivable due. Where recoveries are made, these are recognized in profit or loss.

#### **Other Financial Assets:**

Credit risk relating to cash and cash equivalents and interest accrued on bank deposits, is considered negligible since the counterparties are banks which are majorly owned by Government of India and are have oversight of Reserve Bank of India. The Company considers the credit quality of term deposits with banks to be good and the company reviews these banking relationships on an ongoing basis.

The Company considers all other financial assets as at the balance sheet dates to be of good credit quality.

### **II. Liquidity Risk:**

The company's principal sources of liquidity are from, Cash and Cash Equivalents. The Short term liquidity requirements consist mainly of Expense Payables, Employee Dues, Servicing of Interest on Short Term Borrowings and other payments arising during the normal course of business.

### **III. Other Price Risk**

Other price risk is the risk that the fair value of a financial instrument will fluctuate due to changes in market traded price. Other price risk arises from financial assets such as investments in equity instruments. The Company is mainly exposed to the price risk due to its investments in equity instruments recognised at FVTPL. As at 31<sup>st</sup> March, 2020, the

	<p>carrying value of such equity instruments amounts to Rs.1,100. The Details of such investments in equity instruments are given in Note 3. The price risk arises due to uncertainties about the future market values of these investments.</p> <p>The Company is mainly exposed to change in market rates of its investments in equity instruments recognised at FVTPL.</p>
d)	<p>In the opinion of the Board of Directors, Current Assets &amp; Loans and Advances have a value on realisation in the ordinary course of business equal to the amount at which they are stated in the balance sheet. In the opinion of the Board of Directors, claims receivable against property/goods are realizable as per the terms of the agreement and/or other applicable relevant factors and have been stated in the financial statements at the value which is most probably expected to be realized.</p>
e)	<p>All other balances of creditors and loans and advances are subject to confirmation and subsequent reconciliation, if any.</p>
f)	<p><b>Going Concern:</b></p> <p>The financial statements of the company are prepared on a going concern basis in spite of its main business operation has been suspended and not resumed thereafter. The company has incurred losses in current year as well as in preceding financial years. The management has decided to conduct a detailed study to explore various avenues for reviving its business operations. The Management is of the opinion that company will able to revive the business.</p>
g)	<p>The Financial Statements were authorised for issue by the Board of Directors on 29<sup>th</sup> July, 2020.</p>
h)	<p>The previous year's figures have been reworked, regrouped and reclassified wherever necessary so as to make them comparable with those of the current year.</p> <p>The Paises are rounded up to the nearest of rupee. The figures wherever shown in bracket represent deductions.</p>
<p><b>SIGNATURES TO NOTES '1' TO '21'</b></p>	

**For, Gujchem Distillers India Limited**

**For, S.N. Shah  
& Associates,  
Chartered  
Accountants,  
Firm Reg. No.:  
109782W**

**Rajasvee S Shah      Sagar S Shah Firoj G. Bodla**

**(Managing Director)      (Director/CFO)(Partner)**

**DIN:08265565 DIN:3082957**

**M. No. 126770**

**Place : Ahmedabad**

**Bhavika Lalwani**

**(Company Secretary)**

**M.No: A54235 Date : 29/07/2020**