

STANDARD SURFACTANTS LTD.

8/15, ARYA NAGAR, KANPUR-208 002 (INDIA)

Tel. : 0512-2531762 • Fax : 0512-2548585

E-mail : headoffice@standardsurfactants.com

Website : www.standardsurfactants.com

CIN No. : L24243UP1989PLC010950

To

06.09.2023

BSE Limited

P. J. Towers

Dalal Street,

Mumbai- 400001

Dear Sir,

Sub: Submission of Annual Report for the financial year ended 2022-23

In terms of the regulation 34 (1) of the Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015, we furnish herewith the Annual Report for the year ended 31.03.2023.

You are requested to take the same on record and disseminate on your website.

Thanking You,

Yours faithfully

For Standard Surfactants Limited

PAWAN
KUMAR
GARG

Digitally signed
by PAWAN
KUMAR GARG
Date: 2023.09.06
17:30:46 +05'30'

(Pawan Kumar Garg)

Chairman & Managing Director

DIN-00250836

Works :

• 24 A & B New Sector, Industrial Area, Mandideep, Bhopal - 462 046 (M.P.)

34TH
ANNUAL REPORT
2022-23

STANDARD

**STANDARD SURFACTANTS
LIMITED**

STANDARD SURFACTANTS LIMITED

Corporate Information:

BOARD OF DIRECTORS	: Shri Pawan Kumar Garg, Chairman and Managing Director Shri Atul Kumar Garg, Whole time Director Shri Ankur Garg, Whole time Director Dr. Rajinder Pal Singh, Independent Director Smt. Bijal Yogesh Durgavale, Independent Director Shri Gopal Das Agarwal, Independent Director (Till 24.03.2023) Shri Sahajdeep Singh Tuteja, Independent Director (w.e.f 12.04.2023)
CHIEF FINANCIAL OFFICER	: Mr. Pradeep Verma
COMPANY SECRETARY	: Ms. Ritika Tandon (till 12.01.2023) Ms. Muskan Gupta (w.e.f 01.06.2023)
AUDITORS	: M/s. ATUL GARG & ASSOCIATES (Till 14.08.2023) Chartered Accountants Kanpur M/s MITTAL GUPTA & CO. Chartered Accountants Kanpur
BANKERS	: STATE BANK OF INDIA, IFB BRANCH, KANPUR
REGISTERED OFFICE	: 8/15, ARYA NAGAR KANPUR-208002 (U.P.) PHONES: (0512) 2531762 E- MAIL: secretarial@standardsurfactants.com
WORKS	: 24 - A & B, NEW SECTOR INDUSTRIAL AREA, MANDIDEEP RAISEN (M. P.)
REGISTRAR & TRANSFER AGENTS:	M/s SKYLINE FINANCIAL SERVICES PVT. LTD. D-153A, 1 st Floor, Okhla Industrial Area, Phase-I, New Delhi-110020

NOTICE

Notice is hereby given that the Thirty Fourth Annual General Meeting of the Members of Standard Surfactants Ltd. will be held on Saturday the 30th day of September, 2023 at 8/15, Arya Nagar, Kanpur-208002 at 02:30 P.M to transact the following business:

ORDINARY BUSINESS:

1. To receive, consider and adopt the Audited Standalone Financial Statements of the Company for the financial year ended 31st March, 2023, together with the Reports of the Auditors and Board of Directors thereon.
2. To appoint a director in place of Mr. Ankur Garg (having DIN No.00616599) who retires by rotation and being eligible, offers himself for reappointment.

SPECIAL BUSINESS:

3. Appointment of Statutory Auditor to fill casual vacancy:

To appoint Auditors of the Company and to fix their remuneration and if thought fit, to pass with or without modification, as **Ordinary Resolution:**

“RESOLVED THAT subject to the provisions of Section 139, 142 of the Companies Act, 2013 read with the Companies (Audit and Auditors) Rules, 2014 and other applicable provisions, if any, M/s. Mittal Gupta & Co., Chartered Accountants, Kanpur be and are hereby appointed as Statutory Auditors of the Company, to fill the casual vacancy caused by the resignation of M/s. Atul Garg & Associates, Chartered Accountants”.

“RESOLVED FURTHER THAT M/s. Mittal Gupta & Co., Chartered Accountants, be and are hereby appointed as Statutory Auditors of the Company to hold the office from August 14, 2023, until the conclusion of the 34th Annual General Meeting of the Company, at such remuneration plus applicable taxes, and out of pocket expenses, as may be determined and recommended by the Audit Committee in consultation with the Auditors and duly approved by the Board of Directors of the Company.”

4. Appointment of Statutory Auditor for a term of 5 consecutive years:

To appoint Auditors of the Company and to fix their remuneration and if thought fit, to pass with or without modification, as **Ordinary Resolution**:

“RESOLVED THAT subject to the provisions of Section 139, 142 of the Companies Act, 2013 read with the Companies (Audit and Auditors) Rules, 2014 and other applicable provisions, if any, M/s. Mittal Gupta & Co., Chartered Accountants, Kanpur be and are hereby appointed as the Statutory Auditor of the Company, to hold the office for a single tenure of 5 (five) years from the conclusion of 34th Annual General Meeting till the conclusion of the 39th Annual General Meeting of the company to be held in the year 2028, at such remuneration plus applicable taxes, and out of pocket expenses, as may be determined and recommended by the Audit Committee in consultation with the Auditors and duly approved by the Board of Directors of the Company.”

“RESOLVED FURTHER THAT any of the Director or Company Secretary of the Company, be and are hereby authorized to do such act, deeds and things and to file necessary e – forms with the concerned Registrar of Companies, to give effect to the aforementioned resolution.”

5. Ratification of Cost Auditor’s Remuneration:

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

“RESOLVED THAT pursuant to the provisions of Section 148 and other applicable provisions, if any, of the Companies Act, 2013 read with the Companies (Audit and Auditors) Rules, 2014, (including any statutory modification(s) or re-enactment(s) thereof, for the time being in force), the Company hereby ratifies the remuneration of Rs. 20000/- plus applicable taxes and reimbursement of out-of-pocket expenses, payable to M/s Shyam Ji Mishra & Associates, Cost Accountants (Firm Registration Number 002306), who are re-appointed by the Board of Directors of the Company as Cost Auditors, to conduct the audit of the cost records maintained by the Company for the financial year ending March 31, 2024.”

RESOLVED FURTHER THAT the Board of Directors (including any Committee thereof) be and is hereby authorized to do all acts and take all such steps as may be necessary, proper, or expedient to give effect to this resolution.”

6. Regularization of Mr. Sahajdeep Singh Tuteja (DIN 09711910) appointed as an additional director of the company (Independent Non-executive Director).

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

“RESOLVED THAT Mr. Sahajdeep Singh Tuteja (DIN 09711910), who was appointed as an Additional Director of the Company with effect from 12.04.2023 as Non-executive Independent Director of the company for a term of 5 years, by the Board of Directors, based on the recommendation of the Nomination and Remuneration Committee, and who holds office as such up to this Annual General Meeting of the Company under Section 161(1) of the Companies Act, 2013 (“the Act”) and in respect of whom the Company has received a notice in writing under Section 160(1) of the Act from a member proposing his candidature for the office of Director, be and is hereby appointed as a Director of the Company.”

RESOLVED FURTHER THAT the Board of Directors (including any Committee thereof) be and is hereby authorized to do all acts and take all such steps as may be necessary, proper, or expedient to give effect to this resolution.”

7. Re-Appointment of Mr. Rajinder Pal Singh (DIN 02135781) as an Independent Director of the Company for the second term of 5 years.

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

“RESOLVED THAT pursuant to the provisions of Section 149, 152 and any other applicable provisions of the Companies Act, 2013 (“the Act”) read with Schedule IV and the Companies (Appointment and Qualification of Directors) Rules, 2014 and the Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements), Regulations, 2015 (“Listing Regulations”) (including any statutory modification(s) or re-enactment(s) thereof, for the time being in force) and based on the recommendation of the Nomination and Remuneration Committee and the Board of Directors, the re-appointment of Mr. Rajinder Pal Singh (DIN 02135781), who has submitted a declaration confirming that he meets the criteria of independence as provided under Section 149(6) of the Act and Regulation 16 (1) (b) of the Listing Regulations, and who is eligible for re-appointment as a Non-Executive, Independent Director of the Company, not liable to retire by rotation, for the second term of five years commencing from 14.02.2024 upto 13.02.2029 be and is hereby approved.

RESOLVED FURTHER THAT pursuant to the provisions of sections 149, 197, and other applicable provisions of the Act and the Rules made thereunder, Mr. Rajinder Pal Singh (DIN 02135781), shall be entitled to receive the remuneration/ fees/ commission as permitted to be received in a capacity of Non-Executive, Independent Director under the Act and Listing Regulations, as recommended by the Nomination and Remuneration Committee and approved by the Board of Directors, from time to time.

RESOLVED FURTHER THAT the Board of Directors (including any Committee thereof) be and is hereby authorized to do all acts and take all such steps as may be necessary, proper, or expedient to give effect to this resolution.”

By order of the Board of Directors
For Standard Surfactants Limited

Place: Kanpur

Date: 06.09.2023

(Pawan Kumar Garg)

Chairman & Managing Director

(DIN-00250836)

Registered Office:

Standard Surfactants Limited

8/15 Arya Nagar, Kanpur-208002

CIN: L24243UP1989PLC010950

Tel. No: 0512-2531762

E-mail address: secretarial@standardsurfactants.com

Website: www.standardsurfactants.com

NOTES:

1. A member entitled to attend and vote at the meeting is entitled to appoint a proxy to attend and vote instead of himself and such a proxy need not be a member of the Company. Instrument of proxies in order to be effective must be lodged with the Company's registered office not less than Forty- Eight hours before the commencement of the meeting.
2. The Register of Members and Share Transfer Books of the Company will remain closed from Monday 25th September, 2023 to Saturday 30th September, 2023 (both days inclusive).
3. The route map showing directions to reach the venue of the Thirty Fourth Annual General Meeting is annexed.
4. Members who hold shares in dematerialized form are requested to write their client ID and DP ID number and those who holds shares in physical form are requested to write their folio number in the attendance slip for attending the meeting.
5. Members are requested to bring their attendance slip to the meeting.
6. Members desiring to seek information on Annual Accounts to be explained at the meeting are requested to send their queries at least ten days before the date of the meeting so that the information can be made available at the meeting.
7. Recognizing the spirit of circular issued by the MCA, the Company henceforth proposes to send documents like Notice convening the General Meetings, Directors' Report, Auditors' Report, Financial Statements etc to the email address provided by Members with their depositories.
8. To support 'Green Initiatives', the Company request the Members to expeditiously update their email addresses with their respective depository participant to ensure the annual report and other documents reach them on their preferred email. Those member who have shares in physical form are requested to expeditiously inform their email address to the Company at 8/15 Arya Nagar, Kanpur-208002, Tel.: 0512-2531762 Email: secretarial@standardsurfactants.com or the Company's Registrar and Share Transfer Agent, The Skyline Financial Services Pvt. Ltd., D-153A, 1st Floor, Okhla Industrial Area, Phase-I, New Delhi-110020. Tel. no. 011-40450193, Email: viren@skylinerta.com; admin@skylinerta.com

9. The Members may further note that SEBI vide its Circular No. SEBI/HO/MIRSD/MIRSD_RTAMB/P/CIR/2022/8 dated January 25, 2022, has mandated the listed companies to issue the securities in dematerialized form only, while processing the requests for Issue of duplicate securities certificate, claim from Unclaimed Suspense Account, Renewal/Exchange of Securities certificate, Endorsement, Sub-division/ Splitting of securities certificate, Consolidation of securities certificates/folios, Transmission, Transposition. Accordingly, Members are requested to make service request by submitting a duly filled and signed form ISR-4 format of which is available on the website of the Company at www.standardsurfactants.com. It may be noted that any service requested can be processed only after the folio is KYC compliant.
10. The Statement containing the balance sheet, the statement of profit and loss, cash flow statement and Auditors' Report is sent to the members.
11. Members are requested to register/update/intimate changes, if any, pertaining to their name, postal address, email address, telephone/mobile numbers, Permanent Account Number (PAN), signature, bank mandates, demat account details, nominations, etc., in following manner.
- a. **For Physical shareholders**- Please provide prescribed form ISR-1 along with other requisite form (available on the website of Company i.e. www.standardsurfactants.com, duly self -attested by the shareholder(s) to Company's RTA at their address; The Skyline Financial Services Pvt. Ltd., D-153A, 1st Floor, Okhla Industrial Area, Phase-I, New Delhi-110020. Tel. no. 011-40450193, Email: viren@skylinerta.com; admin@skylinerta.com
- b. **For Demat shareholders** -Please update/Contact with your respective Depository Participants.
12. As per the provisions of Section 72 of the Act and SEBI Circular dated November 3, 2021, the facility for making nomination is available for the Members in respect of the shares held by them. Members who have not yet registered their nomination are requested to register the same by submitting Form No. SH-13. If a Member desires to opt out or cancel the earlier nomination and record a fresh nomination, he/she may submit the same in Form ISR-3 or SH-14 as the case may be. The said forms can be downloaded from the Company's website www.standardsurfactants.com. Members are requested to submit the said details to their Depository Participant in case the shares held by them in dematerialized form and to the RTA in case the shares are held in physical form.

13. Voting through electronic means

In compliance with the provisions of Section 108 of the Act, read with Rule 20 of The Companies (Management and Administration) Rules, 2014, as amended from time to time, and Regulation 44 of the Listing Regulations, Members are provided with the facility to exercise their right to vote electronically on all resolutions set forth in the Notice of the 34th Annual General Meeting ('AGM'). Members may cast their votes by using the e-voting services provided by National Securities Depository Ltd. ('NSDL'), i.e. facility of casting votes by using an electronic voting system from a place other than the venue of the AGM ('remote e-voting').

THE INSTRUCTIONS FOR MEMBERS FOR REMOTE E-VOTING ARE AS UNDER:-

The remote e-voting period begins on 27.09.2023 at 09:00 AM and ends on 29.09.2023 at 05:00 P.M. The remote e-voting module shall be disabled by CDSL for voting thereafter. The Members, whose names appear in the Register of Members / Beneficial Owners as on the record date (cut-off date) i.e. 23.09.2023, may cast their vote electronically. The voting right of shareholders shall be in proportion to their share in the paid-up equity share capital of the Company as on the cut-off date, being 23.09. 2023.

Step 1: Access through Depositories CDSL/NSDL e-Voting system in case of individual shareholders holding shares in demat mode.

Step 2: Access through CDSL e-Voting system in case of shareholders holding shares in physical mode and non-individual shareholders in demat mode.

- (i) The voting period begins on 27th September, 2023 at 9:00 AM and ends on 29th September, 2023 at 05:00 PM. During this period shareholders' of the Company, holding shares either in physical form or in dematerialized form, as on the cut-off date (record date) i.e. 23rd September 2023 may cast their vote electronically. The e-voting module shall be disabled by CDSL for voting thereafter.
- (ii) Shareholders who have already voted prior to the meeting date would not be entitled to vote at the meeting venue.

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

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

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

Step 1: Access through Depositories CDSL/NSDL e-Voting system in case of individual shareholders holding shares in demat mode.

- (iv) In terms of [SEBI circular no. SEBI/HO/CFD/CMD/CIR/P/2020/242 dated December 9, 2020](#) on e-Voting facility provided by Listed Companies, Individual shareholders holding securities in demat mode are allowed to vote through their demat account maintained with Depositories and Depository Participants. Shareholders are advised to update their mobile number and email Id in their demat accounts in order to access e-Voting facility.

Pursuant to abovesaid SEBI Circular, Login method for e-Voting **for Individual shareholders holding securities in Demat mode CDSL/NSDL** is given below:

Type of shareholders	Login Method
Individual Shareholders holding securities in Demat mode with CDSL Depository	<ol style="list-style-type: none"> 1. Users who have opted for CDSL Easi / Easiest facility, can login through their existing user id and password. Option will be made available to reach e-Voting page without any further authentication. The users to login to Easi / Easiest are requested to visit cdsl website www.cdslindia.com and click on login icon & New System Myeasi Tab. 2. After successful login the Easi / Easiest user will be able to see the e-Voting option for eligible companies where the evoting is in progress as per the information provided by company. On clicking the evoting option, the user will be able to see e-Voting page of the e-Voting service provider for casting your vote during the remote e-Voting period or joining virtual meeting & voting during the meeting. Additionally, there is also links provided to access the system of all e-Voting Service Providers, so that the user can visit the e-Voting service providers' website directly. 3. If the user is not registered for Easi/Easiest, option to register is available at cdsl website www.cdslindia.com and click on login & New System Myeasi Tab and then click on registration option. 4. Alternatively, the user can directly access e-Voting page by providing Demat Account Number and PAN No. from a e-Voting link available on www.cdslindia.com home page. The system will authenticate the user by sending OTP on registered Mobile & Email as recorded in the Demat Account. After successful authentication, user will be able to see the e-Voting option where the evoting is in progress and also able to directly access the system of all e-Voting Service Providers.
Individual Shareholders holding securities in demat mode with NSDL Depository	<ol style="list-style-type: none"> 1) If you are already registered for NSDL IDeAS facility, please visit the e-Services website of NSDL. Open web browser by typing the following URL: https://eservices.nsd.com either on a Personal Computer or on a mobile. Once the home page of e-Services is launched, click on the "Beneficial Owner" icon under "Login" which is available under 'IDeAS' section. A new screen will open. You will have to enter your User ID and Password. After successful authentication, you will be able to see e-Voting services. Click on "Access to e-Voting" under e-Voting services and you will be able to see

	<p>e-Voting page. Click on company name or e-Voting service provider name and you will be re-directed to e-Voting service provider website for casting your vote during the remote e-Voting period.</p> <p>2) If the user is not registered for IDeAS e-Services, option to register is available at https://eservices.nSDL.com. Select “Register Online for IDeAS “Portal or click at https://eservices.nSDL.com/SecureWeb/IdeasDirectReg.jsp</p> <p>3) Visit the e-Voting website of NSDL. Open web browser by typing the following URL: https://www.evoting.nSDL.com/ either on a Personal Computer or on a mobile. Once the home page of e-Voting system is launched, click on the icon “Login” which is available under ‘Shareholder/Member’ section. A new screen will open. You will have to enter your User ID (i.e. your sixteen digit demat account number hold with NSDL), Password/OTP and a Verification Code as shown on the screen. After successful authentication, you will be redirected to NSDL Depository site wherein you can see e-Voting page. Click on company name or e-Voting service provider name and you will be redirected to e-Voting service provider website for casting your vote during the remote e-Voting period.</p>
<p>Individual Shareholders (holding securities in demat mode) login through their Depository Participants (DP)</p>	<p>You can also login using the login credentials of your demat account through your Depository Participant registered with NSDL/CDSL for e-Voting facility. After Successful login, you will be able to see e-Voting option. Once you click on e-Voting option, you will be redirected to NSDL/CDSL Depository site after successful authentication, wherein you can see e-Voting feature. Click on company name or e-Voting service provider name and you will be redirected to e-Voting service provider website for casting your vote during the remote e-Voting period.</p>

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

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

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

Step 2 : Access through CDSL e-Voting system in case of shareholders holding shares in physical mode and non-individual shareholders in demat mode.

(v) Login method for Remote e-Voting for **Physical shareholders and shareholders other than individual holding in Demat form.**

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

6) If you are a first-time user follow the steps given below:

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

- (vi) After entering these details appropriately, click on “SUBMIT” tab.
- (vii) Shareholders holding shares in physical form will then directly reach the Company selection screen. However, shareholders holding shares in demat form will now reach ‘Password Creation’ menu wherein they are required to mandatorily enter their login password in the new password field. Kindly note that this password is to be also used by the demat holders for voting for resolutions of any other company on which they are eligible to vote, provided that company opts for e-voting through CDSL platform. It is strongly recommended not to share your password with any other person and take utmost care to keep your password confidential.
- (viii) For shareholders holding shares in physical form, the details can be used only for e-voting on the resolutions contained in this Notice.
- (ix) Click on the EVSN for the resolutions of STANDARD SURFACTANTS LIMITED on which you choose to vote.

- (x) 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.
- (xi) Click on the “RESOLUTIONS FILE LINK” if you wish to view the entire Resolution details.
- (xii) 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.
- (xiii) Once you “CONFIRM” your vote on the resolution, you will not be allowed to modify your vote.
- (xiv) You can also take a print of the votes cast by clicking on “Click here to print” option on the Voting page.
- (xv) 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.
- (xvi) There is also an optional provision to upload BR/POA if any uploaded, which will be made available to scrutinizer for verification.
- (xvii) **Additional Facility for Non – Individual Shareholders and Custodians –For Remote Voting only.**
- Non-Individual shareholders (i.e. other than Individuals, HUF, NRI etc.) and Custodians are required to log on to www.evotingindia.com and register themselves in the “Corporates” module.
 - A scanned copy of the Registration Form bearing the stamp and sign of the entity should be emailed to helpdesk.evoting@cdslindia.com.
 - After receiving the login details a Compliance User should be created using the admin login and password. The Compliance User would be able to link the account(s) for which they wish to vote on.

- The list of accounts linked in the login will be mapped automatically & can be delink in case of any wrong mapping.
- It is Mandatory that, a scanned copy of the Board Resolution and Power of Attorney (POA) which they have issued in favour of the Custodian, if any, should be uploaded in PDF format in the system for the scrutinizer to verify the same.
- Alternatively Non Individual shareholders are required mandatory to send the relevant Board Resolution/ Authority letter etc. together with attested specimen signature of the duly authorized signatory who are authorized to vote, to the Scrutinizer and to the Company at the email address viz; secretarial@standardsurfactants.com, sarvesh_srifcs@yahoo.co.in , if they have voted from individual tab & not uploaded same in the CDSL e-voting system for the scrutinizer to verify the same.

PROCESS FOR THOSE SHAREHOLDERS WHOSE EMAIL/MOBILE NO. ARE NOT REGISTERED WITH THE COMPANY/DEPOSITORIES.

1. For Physical shareholders- please provide necessary details like Folio No., Name of shareholder, scanned copy of the share certificate (front and back), PAN (self attested scanned copy of PAN card), AADHAR (self attested scanned copy of Aadhar Card) by email to secretarial@standardsurfactants.com, admin@skylinerta.com .
2. For Demat shareholders -, Please update your email id & mobile no. with your respective Depository Participant (DP)
3. For Individual Demat shareholders – Please update your email id & mobile no. with your respective Depository Participant (DP) which is mandatory while e-Voting & joining virtual meetings through Depository.

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

All grievances connected with the facility for voting by electronic means may be addressed to Mr. Rakesh Dalvi, Sr. 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 or call at toll free no. 1800 22 55 33

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

Item No. 3 & 4:

M/s. Atul Garg & Associates, Chartered Accountants, Kanpur, Statutory Auditor of the company had tendered their resignation w.e.f. 14/08/2023. Hence, they would not be able to continue as the Statutory Auditor of the Company and conduct the Audit for the financial year 2023-24. In order to fill up such casual vacancy, the company has appointed M/s. Mittal Gupta & Co., Chartered Accountants, in the Board Meeting held on 14th August, 2023 to conduct the audit.

In pursuance to the provisions of Section 139 (8) of the Companies Act, 2013, the company needs to approve the appointment of M/s. Mittal Gupta & Co., Chartered Accountants, in the General Meeting of the Company within 3 (three) months from the date of appointment by the Board. Hence, the company has proposed their approval of the members in the item number 3 of the notice.

Further, the company has proposed their appointment in the item number 4 of the notice, for the period of 5 (five) years. The board of directors has proposed both the resolutions for your approval. None of the Directors, Key Managerial Personnel of the Company or their relatives is in any way, concerned or interested, financially or otherwise, in these resolutions.

Additional disclosure as required under Regulation 36(5) of the Listing Regulations

- **Proposed fees:** The Board of Directors has approved a remuneration of ₹200000.00 p.a.for conducting the audit, excluding applicable taxes and reimbursement of out-of-pocket expenses on actuals and no material changes in the fee payable to the new auditor.
- **Terms of Appointment:** For casual Vacancy from 14th August till 30th September 2023 and thereafter for a term of 5 years.
- **Basis of recommendation for appointment including the details in relation to and credentials of the Statutory auditor proposed to be appointed:** The Audit Committee considered various parameters like experience of the Auditors, more specifically in the Company's operating segment, market standing of the firm, clientele served, technical knowledge etc., and found M/s. Kothari Jain & Associates to be best suited to handle the scale and complexity associated with the audit of the financial statements of the Company
- **Brief Profile of Statutory Auditor:** M/s Mittal Gupta & Co., Chartered Accountants (ICAI Firm Registration No. 01874C) Established in 1982, Mittal Gupta & Co. is an Indian partnership firm registered with the Institute of Chartered Accountants of India (ICAI) having offices in Kanpur and Lucknow. The audit firm has a valid peer review certificate. The Firm primarily provides audit and assurance services, tax and advisory services, to its clients

Item No. 5

In terms of Section 148 of the Act read with the Companies (Cost Records and Audit) Rules, 2014, as amended from time to time, the Company is required to undertake the audit of its cost records for products covered under the Companies (Cost Records and Audit) Rules, 2014 to be conducted by a Cost Accountant in practice. In compliance with the above, the Audit Committee of the Company at its meeting held on 06.09.2023 considered the appointment of M/s Shyamji Mishra & Associates, Cost Accountants (Firm Registration Number – 2306) as the Cost Auditors of the Company for FY 2023-24. At the said meeting, the Audit Committee also considered the remuneration of Rs. 20000/- (Rupees Twenty Thousand) (plus applicable taxes and reimbursement of out-of-pocket expenses) payable to the Cost Auditors for FY 2023-24.

The consent of the Members is sought for passing an Ordinary Resolution as set out at Item No. 5 of the Notice for ratification of the remuneration payable to the Cost Auditor of the Company for the Financial Year ending March 31, 2024. None of the Directors and Key Managerial Personnel of the Company or their respective relatives is concerned or interested in the Resolution mentioned at Item No. 5 of the Notice.

The Board recommends the Resolution set forth in Item No. 5 for the approval of the Members. None of the Directors, Key Managerial Personnel of the Company or their relatives is in any way, concerned or interested, financially or otherwise, in the resolution. The Board of Directors recommends the Ordinary Resolution for your approval.

Item No. 6

Mr. Sahajdeep Singh Tuteja (DIN 09711910) was first inducted to the Board at the Board Meeting held on 12.04.2023 and in the same meeting he was appointed as the Additional Independent Director. In terms of Section 161(1) of the Companies Act, 2013. **Mr. Sahajdeep Singh Tuteja (DIN 09711910)** can hold office only up to the date of the ensuing Annual General Meeting. With respect to the same, the Company has received a notice in writing pursuant to the provisions of Section 160 of the Companies Act, 2013 proposing his candidature for appointment as a Director of the Company.

Further, in the same meeting i.e. meeting held on 12.04.2023, the Board appointed **Mr. Sahajdeep Singh Tuteja (DIN 09711910)** as the Independent Director of the Company, with immediate effect, for a period of five years, subject to the approval of the shareholders. The Board is of the opinion that the appointment and presence of **Mr. Sahajdeep Singh Tuteja (DIN 09711910)** on the Board will be desirable, beneficial and in the best interest of the Company. The profile and specific areas of expertise of **Mr. Sahajdeep Singh Tuteja (DIN 09711910)** are provided as Annexure A to this Notice and he has given his declaration to the Board that he continues to meet the criteria of independence as provided under Section 149(6) of the Companies Act, 2013 ('the Act') and Regulation 16(1)(b) of the Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015 ('Listing Regulations'), and is not restrained from acting as a Director under any order passed by the Securities and Exchange Board of India or any such authority and is eligible to be appointed as a Director in terms of Section 164 of the Act.

The Board recommends the resolution set out in item no. 6 of the accompanying Notice for approval and adoption of the Members.

None of the Directors of the Company except **Mr. Sahajdeep Singh Tuteja (DIN 09711910)**, Key Managerial Personnel, or their respective relatives are, in any way, concerned or interested, financially or otherwise, in the said resolution. Disclosures, as required under Regulation 36 of the Listing Regulations and Secretarial Standard -2 on General Meetings issued by the Institute of Company Secretaries of India, are annexed to this Notice. The Board recommends this Resolution for your approval.

Item No. 7

Re-appointment of **Mr. Rajinder Pal Singh (DIN 02135781)** as an Independent Director of the Company for a second term of 5 years **Mr. Rajinder Pal Singh (DIN 02135781)**, was appointed as an Independent Director at the Board Meeting held on 14.02.2019, for a period of 5 years and he is eligible for reappointment for the second term of 5 years.

Based on the recommendation of the Nomination and Remuneration Committee (NRC), the Board of Directors at its meeting held on 06.09.2023, recommended the reappointment of **Mr. Rajinder Pal Singh (DIN 02135781)**, for the term of second term five years subject to the approval of the Members. The profile and specific areas of expertise of **Mr. Rajinder Pal Singh (DIN 02135781)** are provided as Annexure A to this Notice and he has given his declaration to the Board that he continues to meet the criteria of independence as provided under Section 149(6) of the Companies Act, 2013 ('the Act') and Regulation 16(1)(b) of the Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements)

Regulations, 2015 ('Listing Regulations'), and is not restrained from acting as a Director under any order passed by the Securities and Exchange Board of India or any such authority and is eligible to be appointed as a Director in terms of Section 164 of the Act.

In the opinion of the Board, **Mr. Rajinder Pal Singh (DIN 02135781)** is a person of integrity, possesses the relevant expertise/ experience, and fulfills the conditions specified in the Act and the Listing Regulations for appointment as an Independent Director and he is independent of the management. In terms of Regulation 25(8) of Listing Regulations.

Mr. Rajinder Pal Singh (DIN 02135781) has confirmed that he is not aware of any circumstance or situation that exists or may be reasonably anticipated that could impair or impact her ability to discharge his duties. Given his experience, the Board considers it desirable and in the interest of the Company to continue on the Board of the Company and accordingly the Board recommends the re-appointment of him as an Independent Director for a second term of 5 years, as proposed in the Item 7 for approval by the Members as a Special Resolution.

Except for **Mr. Rajinder Pal Singh (DIN 02135781)**, no other Directors, Key Managerial Personnel, or their respective relatives are, in any way, concerned or interested, financially or otherwise, in the said resolution. Disclosures, as required under Regulation 36 of the Listing Regulations and Secretarial Standard -2 on General Meetings issued by the Institute of Company Secretaries of India, are annexed to this Notice. The Board recommends this Resolution for your approval.

By order of the Board of Directors
For Standard Surfactants Limited

Place: Kanpur

Date: 06.09.2023

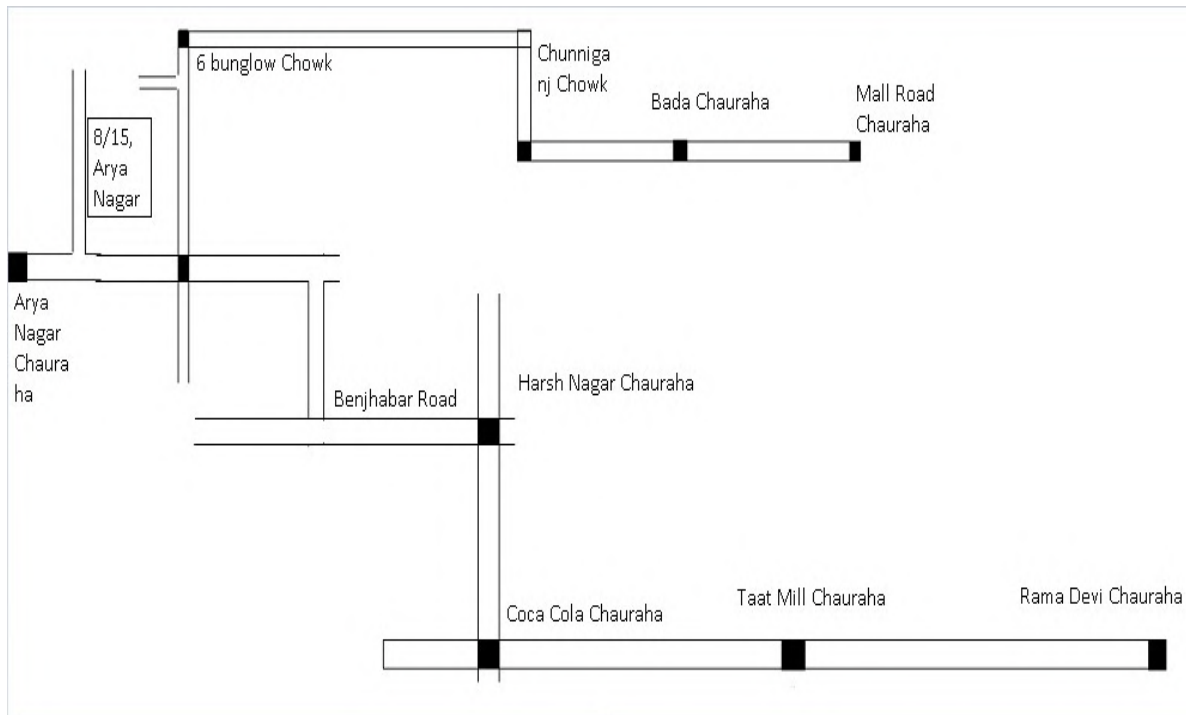
(Pawan Kumar Garg)
Chairman & Managing Director
(DIN-00250836)

Annexure-A**Additional Information on Directors recommended for appointment/re-appointment as required under Regulation 36(3) of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 and Secretarial Standard-2 on General Meeting.**

Particulars	Mr. Sahajdeep Singh Tuteja	Mr. Rajinder Pal Singh	Mr. Ankur Garg
DIN	09711910	02135781	00616599
Date of Birth	02/11/1990	19/01/1952	05/04/1978
Designation	Non-executive Independent Director	Non-executive Independent Director	Whole Time Director
Date of Appointment	12.04.2023	14.02.2019	26.07.2007
Qualification	Commerce Graduate and a Chartered Accountant.	PhD in Oil Technology from Kanpur University	Commerce Graduate and a Chartered Accountant.
Experience in specific functional area	He has an experience of more than 5 years in the field of finance, accounting and taxation. His experience is of immense value to the organisation.	Oil Processing, Oleo Chemicals, Soaps Surfactants & Detergents.	He has been guiding the company's financials for about 12 years. Under his able leadership company's financials has been improved considerably.
Recognition or Awards	None	Best Teacher Award and Best Oil Technologist Award	Award in the field of petrochemicals
Job Profile and his Suitability	He is appointed to overlook the administration and help company through financial planning.	He is appointed to overlook overall production and help the company through his vast experience in the	He is entrusted with the responsibility of financial control functions, strategic decisions formulation and discussions with

		industry	various stakeholders of the company.
Remuneration Proposed/approved	NA	NA	Rs. 18,00,000 P.A.
Comparative remuneration Profile with respect to Industry, size of the Company, profile of the position and person	NA	NA	The approved remuneration is much below the prevailing remuneration in the industry of similar size for similarly placed persons.
No. of equity shares held in the Company	NIL	NIL	16,32,870
Directorship/Partnership held in other Companies as on 31.03.2023	NIL	One Public Limited Company (RSPL Limited)	2 Private Limited Companies: i. Navsheel Standard Constructions Pvt. Ltd. ii. Icon Cars Kanpur Pvt. Ltd.

**ROUTE MAP-VENUE OF ANNUAL GENERAL MEETING OF STANDARD SURFACTANTS LIMITED TO BE HELD
AT THE REGISTERED OFFICE OF THE COMPANY AT 8/15, ARYA NAGAR, KANPUR**



DIRECTOR'S REPORT

TO THE MEMBERS,

The Directors present the Thirty Fourth Annual Report together with the Audited Financial Statements for the financial year ended 31st March, 2023.

1. Financial Results

(Rs. In Lacs)

Particulars	Current Year ended on 31.03.2023	Previous ended on 31.03.2022	Year on
Revenue from Operations	15,242.26	12,454.67	
Other Income	70.14	59.82	
Total Revenue	15,312.40	12,514.49	
Profit before Interest and depreciation	373.12	457.45	
Finance Cost	120.52	94.88	
Depreciation	43.32	42.25	
Profit/(Loss) before tax	209.28	320.32	
Profit/(Loss) before exceptional items	209.28	320.32	
Tax Expenses-			
Current Tax	57.32	78.30	
Deferred Tax	(3.87)	(3.89)	
Profit for the period	155.83	245.91	
Other comprehensive income	(3.40)	(2.10)	
Total comprehensive income for the period	159.23	243.81	

2. OPERATIONAL REVIEW:

During the year under review following were the operational performance of the company:

- i. Revenue from operations increased from Rs. 12,454.67 Lacs to Rs. 15,242.26 Lacs in comparison to previous year (according to IND- AS Financial Statements).
- ii. Net profit of the company has decreased from Rs. 243.81 Lacs to Rs. 159.23 Lacs.
- iii. Finance cost increased from Rs. 94.88 Lacs to Rs.120.52 Lacs in the previous year.
- iv. Depreciation and amortization expenses increased from Rs. 42.25 lacs to Rs. 43.32 lacs.
- v. Reserves of the company increased from Rs. 1081.52 lacs to Rs. 1240.75 lacs.

Highlights of the performance of the company has been discussed in detail in the Management Discussion and Analysis report attached herewith.

3. DIVIDEND:

Based on Company's performance and in order to conserve resources, your directors do not recommend any dividend for the year.

4. PUBLIC DEPOSITS:

The Company has not accepted any deposits from the public by invitation during the year.

5. BOARD OF DIRECTORS AND KEY MANAGERIAL PERSONS:

During the year under review, Mrs. Bijal Yogesh Durgavale, Independent Director was re-appointed for her second tenure as independent director on 09.05.2022. Further, Mr. Gopal Dass Agarwal, Independent Director, resigned from the board w.e.f. 24.03.2023 and Mr. Sahajdeep Singh Tuteja was appointed as Additional Director to hold office as Independent Director w.e.f 12.04.2023.

In addition to the above, Mr. Ankur Garg is retiring by rotation at the ensuing Annual General Meeting and is eligible for re-appointment. Mr. Ankur Garg has been guiding the company's financials and trading for about 15 years. Under his able leadership company's financials has been improved considerably.

During the year under review, Ms. Ritika Tandon resigned from the post of Company Secretary and Compliance Officer w.e.f. 12.01.2023. In her place, Ms. Muskan Gupta was appointed as Company Secretary and Compliance officer w.e.f. 01.06.2023.

6. DIRECTOR'S RESPONSIBILITY STATEMENTS:

Pursuant to Section 134 (5) of the Companies Act, 2013, the Board of Directors, to the best of their knowledge and ability, state the following:

- a) that in the preparation of the annual financial statements, the applicable accounting standards have been followed along with proper explanation relating to material departures, if any;
- b) that such accounting policies have been selected and applied consistently and judgment and estimates have been made that are reasonable and prudent so as to give a true and fair view of the state of affairs of the Company as at 31st March, 2023 and of the profit of the Company for the year ended on that date;
- c) that proper and sufficient care has been taken for the maintenance of adequate accounting records in accordance with the provisions of the Companies Act, 2013 for safeguarding the assets of the Company and for preventing and detecting fraud and other irregularities;
- d) that the annual financial statements have been prepared on a going concern basis;
- e) that proper internal financial controls were in place and that the financial control were adequate and were operating effectively;
- f) that proper systems to ensure compliance with the provisions of all applicable laws were in place and were adequate and operating effectively.

7. CHANGE IN SHARE CAPITAL OF THE COMPANY:

During the Financial under review, the company has converted 5,17,000 share warrants into equal no. of equity shares of Rs. 10/- each at a premium of Rs. 32/- per share in compliance with the Companies Act, 2013 and the SEBI Regulations as applicable. Therefore, the paid-up capital of the company increased from Rs. 7,11,26,200 to Rs. 7,62,96,200 as on the end of financial year 2022-23.

8. MEETINGS DURING THE YEAR:

The Board met Eight (8) times during the financial year ending on 31st March, 2023. The intervening gap between two meetings was within the period prescribed by the Companies Act, 2013 and SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 (hereinafter referred to as "Listing Regulations"). Further the Composition of Board, number and attendance of each director in various Committees of Board is as required in accordance with Secretarial Standard-1 on Board Meetings and Listing Regulations.

9. DETAILS OF FRAUD REPORTED BY THE AUDITORS UNDER SECTION 143(12) OTHER THAN THOSE WHICH ARE REPORTABLE TO THE CENTRAL GOVERNMENT:

No such fraud has been reported under section 143(12) of the Companies Act, 2013.

10. SUBSIDIARY, ASSOCIATES & JOINT VENTURES:

During the period under review, the Company had no subsidiary, associates & joint ventures, hence the Company is not required to provide a report on the performance and financial position of each of the subsidiaries, associates and joint venture companies included in the financial statements as required under Companies act, 2013.

11. PARTICULARS OF EMPLOYEES:

The information required pursuant to Section 197 read with rule 5 of the Companies (Appointment and Remuneration of Managerial Personnel) Rules, 2014 in respect of employees of the Company is enclosed as Annexure-B which forms part of this report.

Further, there were no employee getting salary in excess of the limit as specified under the provisions of Section 197 (12) of the Companies Act, 2013 read with rule 5(2) and 5(3) of the Companies (Appointment and Remuneration of Managerial Personnel) Rules, 2014.

12. BOARD EVALUATION:

Regulation 10, 19(4) and 20(4) of LODR Regulations mandates that the board shall monitor and review the board evaluation framework. The Companies Act, 2013 states that an annual evaluation needs to be made by the board of its own performance and that of its committees and individual directors, Schedule IV of the Companies Act, 2013 states that the performance evaluation of independent directors shall be done by the entire Board of Directors, excluding the director being evaluated.

The evaluation of all the directors and the Board as a whole was conducted based on the criteria and framework adopted by the Board. The said criteria also contemplate evaluation of the directors based on their performance as director apart from their specific role as independent, non-executive and executive directors as mentioned below: -

1. Executive Director, being evaluated as directors as mentioned above, will also be evaluated on basis of targets/criteria given to them by board from time to time as well as their terms of appointment.
2. Independent Director, as director will be evaluated on meeting their obligations connected with their independence criteria as well as adherence with the requirements of professional conduct, roles, etc. applicable to independent directors as described in the Schedule IV of the Companies Act, 2013.

13. DECLARATION OF INDEPENDENT DIRECTORS:

The Independent Directors have submitted their disclosure to the Board that they fulfill all the requirements as stipulated in Section 149(6) of the Companies Act, 2013 so as to qualify themselves to be appointed as Independent Directors under the provisions of Companies Act, 2013 and the relevant rules.

14. BOARD AND ITS COMMITTEES:

During the financial year under review the Board and its committees were as follows:-

Sl.	Name of Committee	Members		Meeting Held
1.	Audit Committee	Dr. Rajinder Pal Singh	Chairman	09.05.2022
		Mr. Pawan Kumar Garg	Member	30.05.2022,
		Mr. Gopal Dass Agarwal (Resigned on 24.03.2023)	Member /NED	13.08.2022, 14.11.2022, 14.02.2023
2.	Nomination and Remuneration Committee	Dr. Rajinder Pal Singh	Chairman	09.05.2022
		Mr. Gopal Dass Agarwal (Resigned on 24.03.2023)	Member /NED	
		Mrs. Bijal Y. Durgavale	Member /NED	
3.	Stakeholders' Relationship Committee	Mr. Pawan Kumar Garg	Chairman	30.05.2022
		Mr. Ankur Garg	Member /ED	
		Dr. Rajinder Pal Singh	Member /NED	
4.	Executive Committee	Mr. Pawan Kumar Garg	Chairman	04.04.2022
		Mr. Ankur Garg	Member	13.08.2022 14.09.2022 14.10.2022

The Board has accepted all recommendations made by the Audit Committee from time to time.

15. AUDITORS:

i) STATUTORY AUDITORS

Pursuant to the provisions of Section 139 of the Act and the rules framed thereunder, M/s Atul Garg & Associates, Chartered Accountants (ICAI Firm Registration No. 01544C), were re-appointed as statutory auditors of the Company from the conclusion of 33rd Annual General Meeting held on 30-09-2022 till the conclusion of 38th Annual General Meeting to be held in the year 2027. However, the said statutory auditors have resigned vide their resignation letter dated 14.08.2023 citing the reasons of health issues of senior partner and other reasons.

Based on the recommendations of the Audit Committee, the Board of Directors, at its meeting held on 14th August, 2023 noted and accepted the resignation of M/s Atul Garg & Associates. The Board also placed on record its appreciation to outgoing Auditors for their contribution to the Company with their audit processes and standards of auditing.

In this regard, after obtaining their consent and eligibility certificate under Section 139(1) of the Companies Act, 2013, the Board of Directors of the Company at their meeting held on August 14, 2023 appointed M/s Mittal Gupta & Co, Chartered Accountants, Kanpur as the Statutory Auditors of the Company under Section 139(8) of the Companies Act, 2013, to fill the casual vacancy consequent to the resignation of M/s Atul Garg & Associates.

As required by Section 139(8) of the Companies Act, 2013, the appointment is also to be ratified and approved at a general meeting of the Company. Accordingly, the Board of Directors recommends the said appointment for the ratification and approval of shareholders at the ensuing AGM of the Company.

Further, the Board, on the recommendation of the Audit Committee and subject to the approval of the shareholders, approved appointment of M/s Mittal Gupta & Co. as the Statutory Auditors of the Company for a period of 5 (five) years from the conclusion of the ensuing 34th AGM till the conclusion of the 39th AGM to be held in the year 2028 at such remuneration plus out of pocket expenses and applicable taxes, as may be mutually agreed between the Board of Directors of the Company and the Auditors.

Appropriate resolution seeking Members approval for the appointment of M/s Mittal Gupta & Co. as the Statutory Auditors of the Company is appearing in the Notice convening the ensuing AGM of the Company.

The Audit for FY 2022-23 was conducted by M/s Atul Garg & Associates and there are no qualifications, reservations, adverse remarks or disclaimers made by the Statutory Auditor in their Audit Report. The Notes to the financial statements referred in the Auditors Report are self-explanatory and therefore do not call for any comments under Section 134 of the Companies Act, 2013. The Auditors' Report is enclosed with the financial statements in the Annual Report.

ii) SECRETARIAL AUDITORS

The Company had appointed Mr. Sarvesh S. Srivastava, Practicing Company Secretaries as the Secretarial Auditors of your Company for the Financial Year 2022-23. The Secretarial Audit Report is annexed as **Annexure -C** which forms part of this Report. Further, the Comments made in the Secretarial Auditor's Report are self-explanatory and need no further elucidation

iii) INTERNAL AUDITORS:

The Company has appointed M/s Harsh Agarwal & Associates, Chartered Accountants, Kanpur as the Internal Auditors of the Company for the year 2022-23.

iv) COST AUDITORS:

Pursuant to section 148 of the Companies Act, 2013, the Board of Directors on the recommendation of the Audit Committee, appointed M/s Shyam Ji Mishra & Associates, Cost Accountants (Firm Registration Number 002306) as the Cost Auditors of the company for the Financial Year 2023-24 and has recommended their remuneration to the Shareholders for ratification at the ensuing Annual General Meeting.

M/s Shyam Ji Mishra & Associates, Cost Accountants (Firm Registration Number 002306) have confirmed that their appointment is within the limits of the Section 139 of the Companies Act, 2013, and have also certified that they are free from any disqualifications specified under Section 141 of the Companies Act, 2013. The Audit Committee has also received a certificate from the Cost Auditor certifying their independence and arm's length relationship with the Company. The Cost Audit Report for the financial year 2022-23 is being filed with Ministry of Corporate Affairs

16. MATERIAL CHANGES AND COMMITMENTS, AFFECTING FINANCIAL POSITION OF THE COMPANY OCCURRING BETWEEN THE END OF THE FINANCIAL YEAR OF THE COMPANY AND THE DATE OF THE REPORT:

No material change has occurred affecting the financial position of the company between the end of the financial year of the company and date of the report which this Financial Statements relate and the date of this Report. However, during the year under review the company has converted 5,17,000 share warrants into equal no. of equity shares of Rs. 10/- each at a premium of Rs. 32/- per share. Further, after the end of financial year, the company converted remaining 5,97,000 share warrants into equal no. of equity shares of Rs. 10/- each at a premium of Rs. 32/- per share. The same were allotted on preferential basis and converted into equity shares on 12.04.2023.

17. DETAILS OF SIGNIFICANT AND MATERIAL ORDERS PASSED BY THE REGULATORS OR COURTS OR TRIBUNALS IMPACTING THE GOING CONCERN STATUS AND COMPANY'S OPERATIONS IN FUTURE:

No such order has been passed against the Company.

18. INTERNAL CONTROL SYSTEM AND THEIR ADEQUACY & BUSINESS RISK MANAGEMENT:

The Company has adequate system of internal control with reference to the financial statements. All the transactions are properly authorized, recorded and reported to the Management. The internal auditor of the Company checks and verifies the internal control and monitors them in accordance with Accounting Standards for properly maintaining the books of accounts and reporting financial statement.

Our management assessed the effectiveness of the Company's internal control over financial reporting (as defined in Clause 17 of SEBI Regulations, 2015) as of March 31, 2023. The statutory auditors of the Company has audited the financial statements included in this annual report and has issued an attestation report on our internal control over financial reporting (as defined in section 143 of the Companies Act 2013).

Our Risk Management framework encompasses practices relating to the identification, analysis, evaluation, treatment, mitigation and monitoring of the strategic, operational, and legal and compliance risks to achieving our key business objectives. The details and its terms of reference are set out in the Management Discussion and Analysis which form part of this report.

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

The Company has taken adequate steps during the year regarding conservation of energy which has resulted in less consumption of electricity. The particulars relating to the Conservation of Energy, Technology absorption, Foreign Exchange Earnings and Outgo as required u/s 134 (3) (m) of the Companies Act, 2013 are enclosed as **Annexure- A** which forms part of this Report.

20. CORPORATE SOCIAL RESPONSIBILITY:

CSR in terms of Section 135 and Schedule VII of the Companies Act, 2013 read with the Companies (Corporate Social Responsibility (Rules), 2014 is not applicable to the company for the period under review.

21. PARTICULARS OF LOANS, GURANTEES OR INVESTMENTS:

Details of Loans and Investments have been provided in the financial statement of the company which forms part of this annual report.

22. RELATED PARTY TRANSCATIONS:

All related party transactions that were entered into during the financial year were on arm's length basis and were in the ordinary course of the business. There were no related party transactions made by the company with Promoters, Key Managerial Personnel or other designated persons which may have potential conflict with interest of the company at large. Form AOC-2 is annexed as **Annexure -D** which forms part of this Report.

23. CORPORATE GOVERNANCE:

Your Company has always endeavored to adhere to high standards of Corporate Governance and ensured its compliance in both spirit and law. However, Your Company is claiming exemption under regulation 15 (2) of SEBI (Listing Obligations and Disclosure Requirement) Regulations 2015.

24. VIGIL MECHANISM (WHISTLE BLOWER POLICY):

In pursuant to the provisions of Section 177 (9) & (10) of the Companies Act, 2013 read with Rule 7 of the Companies (Meeting of Board and its Powers) Rules, 2014 and SEBI (Listing Obligations and Disclosures Requirement), 2015, a Vigil Mechanism for directors and employee to report genuine concerns about unethical behavior, actual or suspected fraud or violation of the Company's code of conduct or ethics policy has been established.

25. ANNUAL RETURN:

Pursuant to Section 92(3) of the Companies Act, 2013 read with read with Rule 12 of the Companies (Management and Administration) Rules, 2014, a copy of the Annual Return of the Company for financial year 2022-23 prepared in accordance with Section 92(1) of the Act has been placed on the website at the web link- <https://www.standardsurfactants.com>

26. OBLIGATION OF COMPANY UNDER THE SEXUAL HARASSMENT OF WOMEN AT WORKPLACE (PREVENTION, PROHIBITION AND REDRESSAL) ACT, 2013:

In order to prevent sexual harassment of women at work place a new act The Sexual Harassment of Women at Workplace (Prevention, Prohibition and Redressal) Act, 2013 has been notified on 9th December, 2013. Under the said Act every company is required to set up an Internal Complaints Committee to look into complaints relating to sexual harassment at work place of any women employee.

Company has adopted a policy for prevention of Sexual Harassment of Women at workplace and has set up Committee for implementation of said policy. During the year Company has not received any complaint of harassment.

27. PREVENTION OF INSIDER TRADING:

The Company has adopted a Code of Conduct for Prevention of Insider Trading with a view to regulate trading in securities by the Directors and designated employees of the Company. The Code requires pre-clearance for dealing in the Company's shares and prohibits the purchase or sale of Company shares by the Directors and the designated employees while in possession of unpublished price sensitive information in relation to the Company. The Board is responsible for implementation of the Code.

28. COMPANY'S POLICY ON DIRECTORS' APPOINTMENT AND REMUNERATION:

The current policy is to have an appropriate mix of executive and independent directors to maintain the independence of the Board, and separate its functions of governance and management. The Company has duly constituted the Nomination and Remuneration Committee of the Board and the committee which periodically evaluates the requirement for changes in the composition and size of the Board, review remuneration of the Managing Director and Whole-time Director(s) based on their performance and Recommend the policy for remuneration of Directors, KMPs & other senior level employees of the Company and review the same in accordance with performance of the Company and industry trend. The policy is available at the website of the company at <https://standardsurfactants.com/>

29. HUMAN RESOURCES:

Our Vision and values form the basis of our attitudes and actions. Mutual trust and respect are essential for successful cooperation, which your company demonstrates in all its dealings. By building high levels of commitments and creating a passion for excellence the sustainable progress of your Company is brought about through its people.

30. CODE OF CONDUCT:

The Board of Directors has approved a Code of Conduct which is applicable to the Members of the Board and all employees in the course of day-to-day business operations of the company. The Code has been placed on the Company's website www.standardsurfactants.com. The Code lays down the standard procedure of business conduct which is expected to be followed by the Directors and the designated employees in their business dealings and in particular on matters relating to integrity in the work place, in business practices and in dealing with stakeholders. All the Board Members and the Senior Management personnel have confirmed compliance with the Code.

31. LISTING:

The Equity Share of the Company continued to be listed at BSE Ltd.

32. DETAILS OF UTILIZATION OF FUNDS RAISED THROUGH PREFERENTIAL ALLOTMENT OR QUALIFIED INSTITUTIONS PLACEMENT AS SPECIFIED UNDER REGULATION 32 (7A) OF LISTING REGULATIONS:

As per the SEBI Circular No. CIR/CFD/CMD1/162/2019 dated December 24, 2019, issued by the SEBI titled "Format on Statement of Deviation or Variation for proceeds of public issue, rights issue, preferential issue, Qualified Institutions Placement (QIP) etc." and pursuant to Regulation 32 of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, the Company hereby confirms that there is no deviation or variation in use of proceeds raised through preferential issue. The funds are parked and utilized for general corporate purposes in due course.

33. MAINTENANCE OF COST RECORDS:

The Company has maintained cost records under sub-section (1) of Section 148 of the Companies Act, 2013 as its turnover during the Financial Year under report exceeds the threshold limit prescribed under Rule 3 of the Companies (Cost Records and Audit) Rules, 2014.

34. REPORTING OF FRAUDS BY AUDITORS:

During the year under review, the Auditors have not reported any instances of frauds committed in the Company by its Officers or Employees to the Audit Committee or to the Board or Central Government under section 143(12) of the Companies Act, 2013.

35. DETAILS OF AN APPLICATION MADE OR ANY PROCEEDING PENDING UNDER THE INSOLVENCY AND BANKRUPTCY CODE, 2016:

During the year under review, your Company has not made any application nor any proceeding that has been pending in respect of the company under Insolvency and Bankruptcy Code, 2016.

ACKNOWLEDGEMENTS:

Yours directors would like to express their sincere appreciation of the co-operation and assistance received from shareholders, bankers, regulatory bodies and other business constituents during the year under review.

Your directors also wish to place on record their deep sense of appreciation for the commitment displayed by all executives, officers and staffs, during the year.

By Order of the Board of Directors
For STANDARD SURFACTANTS LIMITED

Date: 06.09.2023

Place: Kanpur

(PAWAN KUMAR GARG)	(ANKUR GARG)
Chairman & Managing Director	Whole time Director
DIN-00250836	DIN-00616599

TO THE DIRECTORS' REPORT FOR THE YEAR ENDED 31.03.2023

CONSERVATION OF ENERGY:**CONSERVATION OF FUEL CONSUMPTION:**

	Current Year	Previous Year
(1) ELECTRICITY		
(A) Purchased:		
Unit	1420083.00	925641.00
Amount(cost)	12219438.00	8325755.00
Rate/Unit	8.60	8.99
(B) Own Generation		
(I) Through Diesel Generator		
Unit Generated	7144.00	5348.00
Amount(Cost)	290097.79	222377.97
Cost/Unit	40.61	41.58
(II) Through Steam Turbine:	Not Used	Not Used
Unit	-	-
Unit per litre of fuel Oil/Gas	-	-

(2) COAL/WOOD/Brequetts

(Used in Boiler)

Qty. Consumed (Kg.)	609029.00	371234.00
Amount(Cost)	4036714.50	2176331.65
Cost/Unit	6.63	5.86

(3) FURNANCE OIL

(Used in Boiler)

Unit Consumed (Ltrs.)	36669.00	27282.00
Amount(cost)	2291949.87	1137918.25
Cost/Unit	62.50	41.71

TECHNOLOGY ABSORPTION

Nil

Nil

FOREIGN EXCHANGE EARNINGS:

Nil

Nil

FOREIGN EXCHANGE EARNINGS OUTGO:

64439012

58112424

Note

Qty of HSD 2470 Ltr amounting Rs-230399 /- used in Pre Heating of Plant reduced from Consumption of Diesel Generator during the year.

STATEMENT OF PARTICULARS OF EMPLOYEES AS REQUIRED UNDER SECTION 197(12) OF THE COMPANIES ACT, 2013 READ WITH RULE 5(1) OF THE COMPANIES (APPOINTMENT & REMUNERATION OF MANAGERIAL PERSONNEL) RULES, 2014:

The information required under Section 197 of the Companies Act 2013 and the Rules made there-under, in respect of employees of the Company are as follows:-

- a) The Ratio of the Remuneration of each Director to the Median Remuneration of the Employees of the Company for the financial year 2022-23 are as under:

Director	Designation	Remuneration of Directors in Financial Period 2022-23	Ratio of Remuneration to Median Remuneration of Employees
Mr. Pawan Kumar Garg	Chairman & Managing Director	18,00,000	18.75
Mr. Atul Kumar Garg	Whole Time Director	18,00,000	18.75
Mr. Ankur Garg	Whole Time Director	18,00,000	18.75

- b) The percentage increase in Remuneration of each Director, Whole Time Director, Chief Financial Officer and Company Secretary in the financial year:

Director/KMP	Designation	Remuneration of Directors/KMPs in Financial Period 2022-23	% Increase in Remuneration
Mr. Pawan Kumar Garg	Chairman & Managing Director	18,00,000	Nil
Mr. Atul Kumar Garg	Whole Time Director	18,00,000	Nil
Mr. Ankur Garg	Whole Time Director	18,00,000	Nil
Mr. Pradeep Verma	Chief Financial Officer	3,12,000	Nil
Miss. Ritika Tandon	Company Secretary	4,10,000	Nil

- c) The percentage increase in the Median Remuneration of Employees in the financial period was around 8%
- d) The number of Permanent Employees on the Rolls of Company as on 31stMarch, 2023 was 60.
- e) The average increase in salaries of employees in 2022-23 was around 1 %.
- f) The Company affirms that the Remuneration paid during the period were as per the Remuneration Policy of the Company.

Form No. MR-3**SECRETARIAL AUDIT REPORT****FOR THE FINANCIAL YEAR ENDED ON 31ST March, 2023**

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

To,

The Members

Standard Surfactants Limited

CIN: L24243UP1989PLC010950

Regd. Off. 8/15, Arya Nagar, Kanpur-208002

We have conducted the secretarial audit of the compliance of applicable statutory provisions and the adherence to good corporate practices by **Standard Surfactants Limited** (hereinafter called the Company). Secretarial Audit was conducted in a manner that provided us a reasonable basis for evaluating the corporate conducts/statutory compliances and expressing our opinion thereon.

Based on our verification of the Company's books, papers, minute books, forms and returns filed and other records maintained by the Company and also the information provided by the Company, its officers, agents and authorized representatives during the conduct of secretarial audit, We hereby report that in our opinion, the company has, during the audit period covering the financial year ended on 31st March, 2023 complied with the statutory provisions listed hereunder and also that the Company has proper Board-processes and compliance-mechanism in place to the extent, in the manner and subject to the reporting made hereinafter:

We have examined the books, papers, minute books, forms and returns filed and other records maintained by Standard Surfactants Limited for the financial year ended on 31st March,2023 according to the provisions of:

- (i) The Companies Act, 2013(the Act) and the rules made there under
- (ii) The Securities Contracts (Regulation) Act, 1956 ('SCRA') and the rules made there under;
- (iii) The Depositories Act, 1996 and the Regulations and Bye-laws framed there under;
- (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 Borrowings;
- (v) The Regulations and Guidelines prescribed under the Securities and Exchange Board of India Act,1992 ('SEBI Act') viz.:-
 - a) The Securities and Exchange Board of India(Substantial Acquisition of Shares And Takeovers) Regulations, 2011;
 - b) The Securities and Exchange Board of India (Prohibition of Insider Trading) Regulations,1992;
 - c) he Securities and Exchange Board of India (Issue of Capital and Disclosure Requirements) Regulations, 2009;
 - d) The Securities and Exchange Board of India (Employee Stock Option Scheme And Employee Stock Purchase Scheme) Guidelines, 1999; (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; and
- h) The Securities and Exchange Board of India (Buy back of Securities) Regulations, 1998; (not applicable to the company during the audit period)

(vi) Management has identified and confirmed the following laws as specifically applicable to the Company and timely compliance thereof has been made. :

1. Air (Prevention and Control of Pollution) Act, 1981 and the rules and standards made There under.
2. Water (Prevention and Control of Pollution) Act, 1974 and Water (Prevention and Control of Pollution) Rules, 1975
3. Environment Protection Act, 1986 and the rules, notifications issued thereunder.
4. Factories Act, 1948 and allied State Laws
5. Hazardous waste (Management and Handling) Rules 1989.

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

- (i) Secretarial Standards issued by The Institute of Company Secretaries of India with respect to Board Meeting and General Meeting
- (ii) The Listing Agreements\entered into by the Company with BSE Limited, and
- (iii) SEBI (Listing Obligations and Disclosure Requirements) Regulation,2015

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

We further report that

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

Adequate notice is given to all directors to 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.

Decisions at the Board Meeting carried through unanimously.

We 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 guideline show ever the compliance reports were not submitted to the Board in time.

We further report that during the audit period the company has

- i) Converted 5,17,000 share warrants into equal number of equity shares of Rs. 10/- each at a premium of Rs. 32/- each out of the 11,14,000 convertible share warrants issued during the financial year 2021-22.
- ii) No instances of Redemption / buy-back of securities.
- iii) No major decisions were taken by the members in pursuance to section 180 of the Companies Act, 2013.

iv) No instances of Mergers/ Amalgamations/ Reconstruction etc.

v) No instances of Foreign Technical Collaboration

**For Sarvesh S. Srivastava & Co.
Company Secretaries**

**(Sarvesh S. Srivastava)
Proprietor**

ACS No. : 7719

C.P.No. : 20291

UDIN : A0019E000796397

Place: Kanpur

Date :12-08-2023

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

To,

The Members

Standard Surfactants Limited

CIN :L24243UP1989PLC010950

Regd. Off. 8/15, Arya Nagar, Kanpur-208002

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

1. Maintenance of secretarial record is the responsibility of the management of the company. Our responsibility is to express an opinion on the secretarial records based on our 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 our opinion.
3. We have not verified the correctness and appropriateness of financial records and Books of Accounts of the company.
4. Where ever required, we have obtained the Management representation about the compliance of laws, rules and regulations and happening of events etc.
5. The compliance of the provisions of Corporate and other applicable laws, rules, regulations, standards is the responsibility of management. Our examination was limited to the verification of procedures on test basis.

6. The Secretarial Audit report is neither an assurance 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 Sarvesh S. Srivastava & Co.
Company Secretaries**

**(Sarvesh S. Srivastava)
Proprietor**

ACS No. : 7719

C.P.No. : 20291

UDIN : A0019E000796397

Place: Kanpur

Date :12-08-2023

FORM AOC-2

Form for disclosure of particulars of contracts / arrangements entered into by the Company with related parties referred to in sub-section (1) of section 188 of the Companies Act, 2013 including certain arms length transactions under third proviso thereto:

1. Details of contracts or arrangements or transaction not at arm's length basis:

Name of the Related Party	Nature of Relationship	Nature of Contract/arrangement/transaction	Duration of the Contract/arrangement/transaction	Salient terms of the contracts or arrangements or transactions including the value, if any	Justification for entering into such contracts or arrangements or transactions	Date (s) of approval by the Board	Amount paid as advanced, if any	Date on which the resolution was passed in general meeting as required under first proviso to section 188
-----NIL-----								

2. Details of material contracts or arrangement or transactions at arm's length basis:

Name of the Related Party	Nature of Relationship	Nature of Contract/arrangement/transaction	Duration of the Contract/arrangement/transaction	Salient terms of the contracts or arrangements or transactions including the value, if any	Date (s) of approval by the Board	Amount paid as advanced, if any
-----NIL-----						

All related party transactions that were entered into during the financial year were on arm's length basis and were in the ordinary course of the business. However, Details of the same are given in Note No. 40 of the financial statements which forms a part of the Annual Report.

DECLARATION FOR COMPLIANCE WITH CODE OF CONDUCT

To the Members of STANDARD SURFACTANTS LIMITED

Pursuant to Regulation 17 (5) of SEBI (Listing Obligations and Disclosure Requirements) Regulation, 2015, I hereby declare that all the members of the Board and senior management personnel of the Company have affirmed compliance with the Company's Code of Conduct for the financial year ended 31st March, 2023.

Place: Kanpur

Date: 06.09.2023

**For STANDARD SURFACTANTS LIMITED
(PAWAN KUAMR GARG)
Chairman and Managing Director
DIN- 00250836**

CERTIFICATION BY THE CHAIRMAN AND MANAGING DIRECTOR OF THE COMPANY

I, Pawan Kumar Garg, Chairman & Managing Director of M/s Standard Surfactants Limited do hereby certify to the Board that:

- a) I have reviewed financial statements and the cash flow statement for the year and to the best of my knowledge and belief:
 - i. These statements do not contain any materially untrue statement or omit any material fact or contain statement that might be misleading.
 - ii. These statements together present a true and fair view of the company's affairs and are in compliance with existing Accounting Standards, applicable laws and Regulations
- b) There are to the best of my knowledge and belief, no transactions entered into by Standard Surfactants Limited during the year which are fraudulent, illegal or violative of the Company's code of conduct.
- c) I am responsible for establishing and maintaining internal controls for financial reporting of Standard Surfactants Limited and I have evaluated the effectiveness of the internal control system of the company pertaining to financial reporting. I have disclosed to the Auditors and the Audit Committee, deficiencies' in the design or operation of such internal controls, if any, of which I am aware and the steps I have taken or propose to take to rectify these deficiencies.
- d) We have indicated to the Auditors and the Audit Committee:
 - i. Significant changes if any, in internal control over financial reporting during the year
 - ii. Significant changes if any, in Accounting Policies during the year and the same have been disclosed in the notes to the financial statements. And
- e) I affirm that I have not denied any personnel access to the Audit Committee of the company in respect of matters involving alleged misconduct, if any.
- f) I further declare that all Board members and senior management have affirmed compliance with the code of conduct for the current year.

For STANDARD SURFACTANTS LIMITED

Place: Kanpur

Date: 06.09.2023

**Pradeep Verma
Chief Financial Officer**

**Pawan Kumar Garg
Chairman and Managing Director
DIN- 00250836**

MANAGEMENT DISCUSSION AND ANALYSIS REPORT

FOR THE YEAR 2022-23

(i) Industry structure and developments:

Your company is primarily engaged in the business of manufacturing of Surface-Active Agents and Consignment Stockiest of Indian Oil Corporation Limited. In recent years, the surfactants market has witnessed significant growth. The global surfactants market, valued at USD 46.67 billion in 2022, is projected to reach USD 67.92 billion by 2030, exhibiting a CAGR of 4.80% during the period 2022-30. Several factors are driving the expansion of the market. The Indian chemical industry has numerous opportunities, considering the supply chain disruption in China and the trade conflict among the US, Europe and China. Anti-pollution measures in China will also create opportunities for the Indian chemical industry in specific segments.

(ii) Vision

Our Company aims to be recognized as the best Organisation, measured by customer satisfaction, employee pride and shareholders value.

Our aim is to be a dependable source of quality surfactants for home care, personal care, oral care, oil & gas, agro, and other industries. We strive to develop trustworthy relationships with our customers, employees, and stakeholders for sustainable growth in the global market. We also strive to be ahead in the market by providing competitive prices with consistent quality and timely deliveries.

(iii) Opportunities and Threats:

In India, with increasing demand, defending the Company's market position is a prime focus area. The Company is pursuing the execution of its capacity addition plans for key products. The Company's value-driven growth opportunity in the specialty segments will ensure scale and consolidation. The company has proposed to expand through diversification in the existing Business line and including new products and expand its market presence. On the other side, logistics, market coverage, sales monitoring, and channel management becomes challenging and will play crucial role for the sustained viability and continuing success of the Company's businesses.

(iv) Segment wise or product wise performance:

The Company operates in two primary business segments viz. Manufacturing of Surface Active Agents and Consignment Stockiest of Indian Oil Corporation Limited, for High Density Polyethylene, Linear Low Density Polyethylene, Poly Propylene, Paraffin wax and other petroleum products. Further, Segment wise or product wise performance are self explanatory under the Financial Statements which forms a part of the Annual Report and need no further comments.

(v) Outlook:

The global surface active market is expected to grow considerably owing to its vast applications in sectors such as home care, Agro industries and other connected fields. Surfactants reduce the surface tension of the liquid and remain stable in solutions containing relatively high concentration of electrolytes. Owing to these characteristics, the surface active agents are being used as hard surface cleaners, in textile scouring, and as metal cleansers. Further, in developing countries such as India demand for personal care products is increasing due to expanding middle-class consumer base and rising disposable income of general populace, which in turn is driving the market.

(v) Risk and concerns:

The risks that may affect the functioning of the Company include, but are not limited to :

- Economic conditions;
- Increasing cost of raw materials and logistics;
- Volatile forex fluctuations;
- Competitive market conditions;

Your Company has a defined risk management strategy with senior management identifying potential risk, evolving mitigation responses and monitoring the occurrence of risk. The risks are identified on a regular basis, across functions and business segments and the Company strives to link each risk with mitigation step to ensure business continuity.

(vi) Internal Control System:

The Company's Internal Financial Control framework is commensurate with the size and the nature of its operations. These have been designed to provide reasonable assurance about recording and providing reliable financial and operational information, complying with applicable statutes, safeguarding assets from unauthorized use, executing transactions with proper authorization and ensuring compliance of Corporate Policies.

(vii) Financial and Operational Performance:

The Director's Report has specifically dealt with subject matter the headings 'Operational Review'.

(v) Human Resources:

Human capital is pivotal for the growth and success of the Organisation. Your Company strives to foster a safe, congenial, and inclusive work environment and promotes trust, transparency, and a sense of teamwork through comprehensive and well-documented HR policies. During the year, your Company maintained a harmonious relationship with its worker.

(vi) Significant changes in Key Financial Ratios:

There was change of more than 25% in the following ratios during the year under review:

- **Debt service coverage ratio:** Due to decrease in term loans
- **Net profit margin:** Due to decrease in profit
- **Return on equity ratio:** Due to decrease in profit
- **Return on capital employed:** Due to decrease in profit
- **Return on investment:** Due to decrease in profit

(vii) Cautionary Statement:

The statements made in this report describe the company's objectives and projections that may be forward looking statement within the meaning of applicable laws and regulations. The actual result might differ materially from those expressed or implied depending on the economic conditions, government policies, tax regime and other incidental factors, price conditions, domestic and international markets which are beyond the control of the company.

Finally, we would like to express our deepest gratitude to our shareholders, business partners, bankers, suppliers, customers, and, most importantly, our talented employees for their unstinted trust and support. With enhanced strengths and capabilities, we are quite confident of rising to the challenges and driving a stronger and prosperous future.

For Standard Surfactants Limited

(Pawan Kumar Garg)

Chairman & Managing Director

DIN: 00250836

(Ankur Garg)

Whole Time Director

DIN: 00616599

Place: Kanpur

Date: 06.09.2023

ACCOUNTS

INDEPENDENT AUDITOR'S REPORT

To

The Members of

STANDARD SURFACTANTS LIMITED

Kanpur

Report on the Audit of the Financial Statements

Opinion

We have audited the accompanying financial statements of **STANDARD SURFACTANTS LIMITED** (“the Company”), which comprise the Balance Sheet as at March 31, 2023, the Statement of Profit and Loss (including Other Comprehensive Income), the Statement of Changes in Equity and the Statement of Cash Flows for the year ended on that date, and a summary of the significant accounting policies and other explanatory information (hereinafter referred to as “the financial statements”).

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

Basis for Opinion

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

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

The Company's Board of Directors is responsible for the matters stated in section 134(5) of the Act with respect to the preparation of these financial statements that give a true and fair view of the financial position, financial performance, total comprehensive income, changes in equity and cash flows of the Company in accordance with the Ind AS and other accounting principles generally accepted in India.

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

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

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

Auditor's Responsibility for the Audit of the Financial Statements

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with SAs will always detect a material misstatement when it exists.

Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these financial statements.

A further description of our responsibilities for the audit of financial statements is included in Annexure "A" of this Auditors report of STANDARD SURFACTANTS LIMITED for the financial year ending March 31, 2023.

Report on Other Legal and Regulatory Requirements

1. As required by Section 197(16) of the Act, we report that the Company has paid remuneration to its directors during the year in accordance with the provisions of and limits laid down under Section 197 read with Schedule V to the Act.
2. As required by the Companies (Auditor's Report) Order, 2020 ("the Order"), issued by the Central Government of India in terms of section 143(11) of the Act, we give in the Annexure – 'B' a statement on the matters specified in paragraphs 3 and 4 of the Order;
3. As required by Section 143(3) of the Act, we report that:
 - a) We have sought and obtained all the information and explanations which to the best of our knowledge and belief were necessary for the purposes of our audit.
 - b) In our opinion, proper books of account as required by law have been kept by the Company so far as it appears from our examination of those books.
 - c) The Balance Sheet, the Statement of Profit and Loss including Other Comprehensive Income, Statement of Changes in Equity and the Statement of Cash Flow dealt with by this Report are in agreement with the relevant books of account.
 - d) In our opinion, the aforesaid financial statements comply with the Ind AS specified under Section 133 of the Act, read with Rule 7 of the Companies (Accounts) Rules, 2014 as amended.
 - e) On the basis of the written representations received from the directors as on March 31, 2023 taken on record by the Board of Directors, none of the directors is disqualified as on March 31, 2023 from being appointed as a director in terms of Section 164 (2) of the Act.
 - f) With respect to the adequacy of the internal financial controls with reference to financial statements of the Company and the operating effectiveness of such controls, refer to our separate Report in "Annexure C". Our report expresses an unmodified opinion on the adequacy and operating effectiveness of the Company's internal financial controls with reference to financial statements.
 - g) With respect to the other matters to be included in the Auditor's Report in accordance with Rule 11 of the Companies (Audit and Auditors) Rules, 2014, as amended in our opinion and to the best of our information and according to the explanations given to us:
 - i. The Company has disclosed the impact of pending litigations on its financial position in its financial statements.

- ii. The Company did not have any long-term contracts including derivative contracts for which there were any material foreseeable losses as at March 31, 2023.
- iii. There has been no amount during the year, which is required to be transferred to the Investor Education and Protection Fund by the Company.
- iv. (a) The Management has represented to us that, to the best of its knowledge and belief, no funds have been advanced or loaned or invested (either from borrowed funds or share premium or any other sources or kind of funds) by the company to or in any other persons or entities, including foreign entities (“Intermediaries”), with the understanding, whether recorded in writing or otherwise, that the Intermediary shall, whether, directly or indirectly lend or invest in other persons or entities identified in any manner whatsoever by or on behalf of the company (“Ultimate Beneficiaries”) or provide any guarantee, security or the like on behalf of the Ultimate Beneficiaries;

(b) The Management has represented to us that, to the best of its knowledge and belief, no funds (which are material either individually or in aggregate) have been received by the company from any person(s) or entities, including foreign entities (“Funding Parties”), with the understanding, whether recorded in writing or otherwise, that the company shall, whether, directly or indirectly, lend or invest in other persons or entities identified in any manner whatsoever by or on behalf of the Funding Party (“Ultimate Beneficiaries”) or provide any guarantee, security or the like on behalf of the Ultimate Beneficiaries;

(c) Based on our audit procedure conducted that are considered reasonable and appropriate in the circumstances, nothing has come to our attention that cause us to believe that the representation under sub- clause (i) and (ii) of Rule 11 (e) as provided under paragraph (2) (g) (iv) (a) & (b) above, contain any material misstatement.

(d) The company has not declared or paid any dividend during the year in contravention of the provisions of section 123 of the Companies Act, 2013.

e) As proviso to rule 3(1) of the Companies (Accounts) Rules, 2014 is applicable for the company only w.e.f. April 1, 2023, reporting under this clause is not applicable.

FOR ATUL GARG AND ASSOCIATE

Chartered Accountants

FRN 001544C

(Atul Garg)

Partner

Membership No. 070757

Place of signature: Kanpur

Date: 30.05.2023

UDIN: 23070757BGYKTX4533

Annexure A to the Independent Auditor's Report to the members of STANDARD SURFACTANTS LIMITED on its financial statements dated 31.03.2023.

The annexure referred to in the auditor's report of STANDARD SURFACTANTS LIMITED for the year ended March 31, 2023.

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

- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances. Under section 143(3)(i) of the Companies Act, 2013, we are also responsible for expressing our opinion on whether the company has adequate internal financial controls system 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 financial statements or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the Company to cease to continue as a going concern.
- Evaluate the overall presentation, structure and content of the financial statements, including the disclosures, and whether the financial statements represent the underlying transactions and events in a manner that achieves fair presentation.

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.

FOR ATUL GARG AND ASSOCIATE

Chartered Accountants

FRN 001544C

(Atul Garg)

Partner

Membership No. 070757

Place of signature: Kanpur

Date: 30.05.2023

Annexure B to the Independent Auditor's Report to the members of STANDARD SURFACTANTS LIMITED on its financial statements dated 31.03.2023.

Report on the matters specified in paragraph 3 of the Companies (Auditor's Report) Order, 2020 ("the Order") issued by the Central Government of India in terms of section 143(11) of the Companies Act, 2013 ("the Act") as referred to in paragraph 3 of 'Report on Other Legal and Regulatory Requirements' section.

To the best of our information and according to the explanations provided to us by the Company and the books of account and records examined by us in the normal course of audit, we state that:

- i) (a) (A) The Company has maintained proper records showing full particulars including quantitative details and situation of property, plant and equipment and relevant details of right-of use assets.
(B) The Company has maintained proper records showing full particulars of intangible assets.
- (b) The property, plant and equipment and right-of use assets have been physically verified by the management according to the programme of periodical verification in phased manner which, in our opinion, is reasonable having regard to the size of the company and the nature of its property, plant and equipment. No material discrepancies were noticed on such verification.
- (c) According to the information and explanation given to us and on the basis of our examination of the records of the Company, all the title deed of immovable properties (other than properties where the company is the lessee and the lease agreements are duly executed in favour of the lessee) are held in the name of the company
- (d) The Company has not revalued its property, plant and equipment (including right-of use assets) and intangible assets during the year.
- (e) There are no proceedings initiated or are pending against the Company for holding any benami property under the Prohibition of Benami Property Transactions Act, 1988 and rules made thereunder.
- ii) (a) According to the information and explanation given to us, inventory has been physically verified at reasonable intervals by the management. In our opinion, coverage and procedure of such verification of inventory followed by the management are reasonable and adequate in relation to the size of the company and nature of its business. No discrepancies of 10% or more in the aggregate for each class of inventory were noticed on such verification.

(b) According to the information and explanations given to us and based on our examinations of the records, the company has been sanctioned working capital limits in excess of five Crore rupees, in aggregate, from banks or financial institutions on the basis of security of current assets and the quarterly returns or statements filed by the company with such banks or financial institutions are not in agreement with the books of account of the Company. The details are :

(Rs. in Lakhs)

Quarter ending	Value as per books of accounts	Value as per quarterly statement submitted with lenders	Difference
June 30, 2022	290.23	288.50	1.73
September 30, 2022	528.68	536.74	(8.06)
December 31, 2022	441.43	461.17	(19.74)
March 31, 2023	778.11	784.83	(6.72)

- iii) According to the information and explanations given to us and based on our examinations of the records, the company has not made investments in, provided any guarantee or security or granted any loans or advances in the nature of loans, secured or unsecured, to companies, firms, Limited Liability Partnerships or any other parties. Accordingly, the provisions of clause 3(iii) (a) to (e) of the said order are not applicable to the Company
- iv) According to the information and explanations given to us and based on our examinations of the records, the Company has not granted any loan or made any investment, or provide any guarantee or security to the parties covered under section 185 and 186 of the Companies Act 2013. Accordingly, the provisions of clause 3(iv) of the said order are not applicable to the Company
- v) According to the information and explanations given to us, in our opinion, the Company has not accepted any deposits from the public within the meaning of section 73, 74, 75 and 76 of the Act read with the Companies (Acceptance & Deposit) Rules 2014 and other relevant provisions of the Act, to the extent notified. Accordingly, the provisions of clause 3(v) of the said order are not applicable to the Company.
- vi) The maintenance of cost records has been specified by the Central Government under section 148(1) of the Companies Act, 2013. We have broadly reviewed the books of account maintained

by the Company pursuant to the Companies (Cost Records and Audit) Rules, 2014, as amended, prescribed by the Central Government for maintenance of cost records under Section 148(1) of the Companies Act, 2013, and are of the opinion that prima facie, the prescribed cost records have been made and maintained by the Company. We have, however, not made a detailed examination of the cost records with a view to determine whether they are accurate or complete.

- vii) In respect of statutory dues:
 - a) According to the records of the company and information and explanations given to us, the Company has generally been regular in depositing undisputed statutory dues, including Goods and Services Tax, provident fund, employees' state insurance, income-tax, sales- tax, service tax, duty of customs, duty of excise, value added tax, cess and any other statutory dues applicable to it, with the appropriate authorities though there has been slight delay in few cases. Further, no undisputed amounts payable in respect thereof were outstanding at the year-end for a period of more than six months from the date they become payable.
 - b) According to the information and explanations given to us, the particulars of the statutory dues referred to in sub-clause (a), which have not been deposited on account of any dispute as on March 31, 2023 is attached in "Annexure A 1"
- viii) According to the information and explanations given to us, Company has not surrendered or disclosed any transaction, previously unrecorded in the books of accounts, in the tax assessments under the Income Tax Act, 1961, as income during the year. Accordingly, the provisions of clause 3(viii) of the Order are not applicable to the company.
- ix) (a) According to the information and explanations given to us and as per the books and records examined by us, in our opinion, the company has not defaulted in repayment of loans or other borrowings or in the payment of interest thereon to any lender. Accordingly, the provisions of clause 3(ix)(a) of the Order are not applicable to the company.
 - (b) According to the information and explanations given to us and the records of the Company examined by us including representation received from the management, the Company has not been declared willful defaulter by any bank, financial institution or other lenders.
 - (c) According to the information and explanations given to us and the records of the Company, term loans were applied for the purpose for which the loans were obtained.

(d) On overall examination of the financial statement of the Company, prima facie, no funds raised on short term basis have been used for long term purposes by the Company.

(e) The Company does not have any subsidiary, associate or joint venture. Accordingly, the provisions of clause 3(ix)(e) of the Order are not applicable to the company.

x) (a) According to the information and explanations given to us and as per the books and records examined by us, the company has not raised money by way of initial public offer or further public offer (including debt instruments). Accordingly, the provisions of paragraph 3(x) (a) of the Order are not applicable to the company.

(b) According to the information and explanations given to us and as per the books and records examined by us, the company has made preferential allotment during the year and the requirements of section 42 and section 62 of the Companies Act, 2013 have been complied with and the funds raised have been used for the purposes for which the funds were raised.

xi) To the best of our knowledge and according to the information and explanations given to us, no fraud by the Company or any fraud on the Company has been noticed or reported during the year. Accordingly, the provisions of paragraph 3(xi) (a) and (b) of the Order are not applicable to the company.

(b) According to the information & explanations and representation made by the management, no whistle- blower complaints have been received during the year (and up to the date of the report) by the company.

xii) In our opinion, the Company is not a Nidhi Company. Accordingly, the provisions of paragraph 3(xii) (a) to (c) of the Order are not applicable to the company.

xiii) According to the information and explanations given to us and based on our examination of the records of the Company, transactions with the related parties are in compliance with sections 177 and 188 of the Act where applicable and details of such transactions have been disclosed in the financial statements as required by applicable accounting standards.

xiv) (a) The Company does not have a formal internal audit system commensurate with the size and nature of its business. Accordingly, the provisions of paragraph 3(xvi) (b) of the Order are not applicable to the company.

xv) In our opinion, and according to the information and explanations given to us, the Company has not entered into any non-cash transactions with directors or persons connected with him and hence the provisions of paragraph 3 (xv) of the Order is not applicable to the Company.

- xvi) (a) The provisions of section 45-IA of the Reserve Bank of India Act, 1934 (2 of 1934) are not applicable to the Company. Accordingly, the provision of paragraph 3 (xvi) (a) to (d) of the Order is not applicable to the Company.
- xvii) In our opinion, and according to the information and explanations provided to us, The Company has not incurred cash losses in the current financial year and in the immediately preceding financial year.
- xviii) There has been no resignation of the statutory auditors during the year. Accordingly, provisions of paragraph (xviii) of the Order are not applicable to the Company.
- xix) According to the information and explanations given to us and on the basis of the financial ratios, ageing and expected dates of realization of financial assets and payment of financial liabilities, other information accompanying the financial statements, our knowledge of the Board of Directors and management plans and based on our examination of the evidence supporting the assumptions, nothing has come to our attention, which causes us to believe that any material uncertainty exists as on the date of the audit report that company is not capable of meeting its liabilities existing at the date of balance sheet as and when they fall due within a period of one year from the balance sheet date. We, however, state that this is not an assurance as to the future viability of the company. We further state that our reporting is based on the facts up to the date of the audit report and we neither give any guarantee nor any assurance that all liabilities falling due within a period of one year from the balance sheet date, will get discharged by the company as and when they fall due.
- xx) To the best of our knowledge and according to the information and explanations given to us Section 135 of the Companies Act 2013 is not applicable to the company Act.

FOR ATUL GARG AND ASSOCIATE

Chartered Accountants

FRN 001544C

(Atul Garg)

Partner

Membership No. 070757

Place of signature: Kanpur

Date: 30.05.2023

Annexure 1

Details of Pending Cases and disputed amount before Adjudicating Authority of Central Excise, Service Tax and Trade tax/ Sales tax department/ authority.				
Particulars	Financial Year to which matter pertains	Adjudicating authority where dispute is pending	Unit	Amount (Rs. in lacs) 2022-2023
(A) Trade tax Demand in dispute,	2005-2006	Case Reopen	Trade	4.04
			Total of (E)	4.04
(B) Trade tax (CST) Mandideep, Bhopal	2001-2002	Dy Comm Commercial Tax ,Bhopal	(SPL Div)	1.88
	2003-2004	Dy Comm Commercial Tax ,Bhopal	(SPL Div)	3.25
	2006-2007	Dy Comm Commercial Tax ,Bhopal	(SPL Div)	0.50
	2009-2010	Dy Comm Commercial Tax ,Bhopal	(SPL Div)	0.02
	2010-2011	Dy Comm Commercial Tax ,Bhopal	(SPL Div)	3.15
	2011-2012	CTO Commercial Tax ,Mandideep	(SPL Div)	1.87
	2012-2013	CTO Commercial Tax ,Mandideep	(SPL Div)	0.67
	2013-2014	CTO Commercial Tax ,Mandideep	(S03 Div)	4.87
	2015-2016	CTO Commercial Tax ,Mandideep	(SPL Div)	0.02
	2015-2016	CTO Commercial Tax ,Mandideep	(S03 Div)	0.26
			Total of (F)	16.49
(C) Trade tax state(MPST) Mandideep, Bhopal	2009-2010	Dy Comm Commercial Tax ,Bhopal	(SPL Div)	0.02
	2010-2011	Dy Comm Commercial Tax ,Bhopal	(SPL Div)	0.92
	2011-2012	Dy Comm Commercial Tax ,Bhopal	(SPL Div)	0.30
	2011-2012	CTO Commercial Tax ,Mandideep	(S03 Div)	1.02
	2015-2016	CTO Commercial Tax ,Mandideep	(SPL Div)	0.02
	2015-2016	CTO Commercial Tax ,Mandideep	(S03 Div)	0.54
	2016-2017	CTO Commercial Tax ,Mandideep	(S03 Div)	2.95
			Total of (G)	5.77
(D) Entry tax demand in dispute Mandideep, Bhopal	2009-2010	Dy Comm Commercial Tax ,Bhopal	(SPL Div)	1.76
	2010-2011	Dy Comm Commercial Tax ,Bhopal	(SPL Div)	1.25
				Total of (H)
Grand total of A+B+C+D+E+F				29.31

Annexure C to the Independent Auditor's Report to the members of STANDARD SURFACTANTS LIMITED on its financial statements dated 31.03.2023.

Report on the Internal Financial Controls Over Financial Reporting under Clause (i) of Sub-section 3 of Section 143 of the Companies Act, 2013 ("the Act") as referred to in paragraph 4(f) of 'Report on Other Legal and Regulatory Requirements' section

We have audited the internal financial controls with reference to financial statements of STANDARD SURFACTANTS LIMITED ("the Company") as of March 31, 2023 in conjunction with our audit of the Ind AS financial statements of the Company for the year ended on that date.

Management's Responsibility for Internal Financial Controls

The Management and 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 the Company's policies, the safeguarding of its assets, the prevention and detection of frauds and errors, the accuracy and completeness of the accounting records, and the timely preparation of reliable financial information, as required under the Act.

Auditor's Responsibility

Our responsibility is to express an opinion on the Company's internal financial controls over financial reporting of the Company 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 Act, to the extent applicable to an audit of internal financial controls, both applicable to an audit of Internal Financial Controls and, both issued by the Institute of Chartered Accountants of India.

Those Standards and the Guidance Note require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether adequate internal financial controls over financial reporting was established and maintained and if such controls operated effectively in all material respects.

Our audit involves performing procedures to obtain audit evidence about the adequacy of the internal financial controls system over financial reporting and their operating effectiveness.

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

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

Meaning of Internal Financial Controls System over Financial Reporting with reference to standalone financial statements

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

Inherent Limitations of Internal Financial Controls Over Financial Reporting with reference to these financial statements

Because of the inherent limitations of internal financial controls over financial reporting with reference to these financial statements, including the possibility of collusion or improper management override of controls, material misstatements due to error or fraud may occur and not be detected. Also, projections of any evaluation of the internal financial controls over financial reporting with reference to these financial statements 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, the Company has, in all material respects, an adequate internal financial controls system over financial reporting with reference to these standalone financial statements and such internal financial controls over financial reporting were operating effectively as at March 31, 2023, based on the internal control over financial reporting criteria established by the Company considering the essential components of internal control stated in the Guidance Note on Audit of Internal Financial Controls Over Financial Reporting issued by the Institute of Chartered Accountants of India.

FOR ATUL GARG AND ASSOCIATE

Chartered Accountants

FRN 001544C

(Atul Garg)

Partner

Membership No. 070757

Place of signature: Kanpur

Date: 30.05.2023

1) Corporate Information:

Standard Surfactants Limited (“SSL” or “the Company”) having CIN No. L24243UP1989PLC010950 is a public company domiciled in India and incorporated under the provisions of the Companies Act applicable in India and has its registered office at Kanpur, Uttar Pradesh, India. Its shares are listed on the Bombay Stock Exchange of India. The company is engaged mainly in the manufacturing and selling of Detergents and Organic Chemicals.

2) Significant Accounting Policies:

The significant accounting policies applied by the Company in the preparation of its financial statements are listed below. Such accounting policies have been applied consistently to all the periods presented in these financial statements, unless otherwise indicated.

i. Basis of preparation and presentation

a) Compliance with Ind AS

The financial statements comply in all material aspects with Indian Accounting Standards (Ind AS) notified under section 133 of the Companies Act, 2013 (the Act) read with the Rule 3 of the Companies (Indian Accounting Standards) Rules, 2015 (as amended) and relevant amendment rules thereafter and accounting principles generally accepted in India.

Accounting policies have been consistently applied except where a newly issued Indian Accounting Standard is initially adopted or a revision to an existing Indian Accounting Standard requires a change in the accounting policy hitherto in use.

b) Basis of preparation

The financial statements have been prepared on the historical cost basis except for certain financial assets and liabilities that are measured at fair values at the end of each reporting period, assets for defined benefit plans and Biological assets that are measured at fair value, assets held for sale which is measured at lower of cost and fair value less cost to sell as explained further in notes to financial statements.

c) Functional and presentation currency

The financial statements are presented in Indian rupees (₹) and all values are rounded to the nearest crores and two decimals thereof, except if otherwise stated.

ii. Current versus non-current classification

The company presents assets and liabilities in the balance sheet based on current/ non-current classification.

An asset is treated as current when it satisfies any of the following criteria:

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

Current assets include the current portion of non-current financial assets. All other assets are classified as non-current.

A liability is treated as current when it satisfies any of the following criteria:

- Expected to be settled in the company's normal operating cycle;
- Held primarily for the purpose of trading;
- Due to be settled within twelve months after the reporting date; or
- The Company does not have an unconditional right to defer settlement of the liability for at least twelve months after the reporting date.
- Terms of a liability that could, at the option of the counterparty, result in its settlement by the issue of equity instruments do not affect its classification.

Current liabilities include the current portion of non-current financial liabilities. All other liabilities are classified as non-current.

The Company has ascertained its operating cycle as 12 months for the purpose of current and non-current classification of assets and liabilities.

iii. Property, plant and equipment & capital work-in-progress

Property, plant and equipment are tangible items that are held for use in the production or supply for goods and services, rental to others or for administrative purposes and are expected to be used during more than one period.

The cost of an item of property, plant and equipment is being recognized as an asset if and only if it is probable that future economic benefits associated with the item will flow to the Company and the cost of the item can be measured reliably. Subsequent costs are included in the asset's carrying amount only when it is probable that future economic benefits associated with the item will flow to the entity and the cost of the item can be measured reliably.

Freehold lands are stated at cost. All other items of property, plant and equipment are stated at cost, net of recoverable taxes less accumulated depreciation, and impairment loss, if any.

The cost of an asset includes the purchase cost of material, including import duties and non-refundable taxes, and any directly attributable costs of bringing an asset to the location and condition of its intended use. For this purpose, cost includes carrying value as Deemed cost on the date of transition. Interest on borrowings used to finance the construction of qualifying assets are capitalized as part of the cost of the asset until such time that the asset is ready for its intended use.

Items of spare parts, stand-by equipment and servicing equipment which meet the definition of property, plant and equipment are capitalized. Other spare parts are carried as inventory and recognized in the statement of profit and loss on consumption. When parts of an item of PPE have different useful lives, they are accounted for as separate component.

The carrying amount of the replaced part is derecognized. All other repair and maintenance costs are recognized in the Statement of Profit and Loss as incurred.

The present value of the expected cost for the decommissioning of an asset after its use, if any, is included in the cost of the respective asset if the recognition criteria for a provision are met.

The cost and related accumulated depreciation are eliminated from the financial statement upon sale or retirement of the asset and resultant gain or loss are recognized in the Statement of Profit and Loss.

Assets identified and technically evaluated as obsolete are retired from active use and held for disposal are stated at the lower of its carrying amount and fair value less cost to sell.

Capital work-in-progress, representing expenditure incurred in respect of assets under development and not ready for their intended use, are carried at cost. Cost includes related acquisition expenses, construction cost, related borrowing cost and other direct expenditure.

iv. Intangible assets

Intangible assets acquired separately are measured on initial recognition at cost. Following initial recognition, intangible assets are carried at cost less accumulated amortisation and accumulated impairment losses. For this purpose, cost includes carrying value as Deemed cost on the date of transition.

Internally generated intangible assets, excluding capitalized development costs, are not capitalized and expenditure is reflected in the statement of profit and loss in the year in which the expenditure is incurred.

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

v. Depreciation and amortization

The classification of plant and machinery into continuous and non-continuous process is done as per their use and depreciation thereon is provided accordingly. Depreciation commences when the assets are available for their intended use. Depreciation is calculated using the straight-line method except in respect of plant & machinery of SO3 unit depreciation is provided on written down value method on the basis of life given and in the manner prescribed in schedule II to the Company Act, 2013

The management has estimated the useful lives and residual values of all property, plant and equipment and adopted useful lives as stated in Schedule II of the Companies Act, 2013, along with residual values of 5%.

The Company has used the following useful lives to provide depreciation on its tangible assets:

Assets	Useful Lives
Building	30 years
Plant & equipment	15 years
Furniture & fixtures	10 years
Computers	03 years
Office equipment	05 years
Vehicles	08 years

Intangible assets are amortized on a straight-line basis over the estimated useful economic life of the assets. The Company uses a rebuttable presumption that the useful life of intangible assets is ten years from the date when the assets is available for use. Leasehold land is amortised over the period of lease

The estimated useful lives, residual values and depreciation method are reviewed at the end of each financial year and are given effect to wherever appropriate.

vi. Foreign currency translations

Transactions and balances

Transactions in foreign currencies are initially recorded at the functional currency spot rate prevailing at the date the transaction first qualifies for recognition.

Monetary assets and liabilities related to foreign currency transactions remaining outstanding at the balance sheet date are translated at the functional currency spot rate of exchange prevailing at the balance sheet date. Any income or expense arising on account of foreign exchange difference either on settlement or on translation is recognised in the Statement of Profit and Loss.

Non-monetary items which are carried at historical cost denominated in a foreign currency are translated using the exchange rate at the date of the initial transaction.

vii. Inventories

Traded and finished goods (other than byproducts and scraps) are valued at lower of cost and the net realizable value after providing for obsolescence and other losses, where considered necessary.

Cost of inventory includes all charges in bringing the inventories to their respective present location and condition, including octroi and other levies, transit insurance and receiving charges. The basis of determining cost of inventory is as follows: -

Stock-in-trade (Traded good for resale): - First in first out (FIFO)

Net realizable value (NRV) is the estimated selling price in the ordinary course of business less estimated costs of completion and the estimated costs necessary to make the sale.

Borrowing Costs are not included in the value of inventories.

viii. Revenue recognition

Revenue is recognized upon transfer of control of promised products or services to customers in an amount that reflects the consideration, the company expect to receive in exchange of those products or services. Revenue is inclusive of excise duty and excluding estimated discount, pricing incentives, rebates, other similar allowances to the customers and excluding goods and service tax and other taxes and amounts collected on behalf of third parties or government, if any.

Revenue is recognized only when it can be reliably measured and is reasonable to expect ultimate collection. Revenue from sale of goods is recognized on transfer of significant risk and reward of ownership to the customer.

Sale of goods

Revenue from the sale of goods is recognised when the goods are delivered and titles have passed, at which time all the following conditions are satisfied:

- the Company has transferred to the buyer the significant risks and rewards of ownership of the goods;
- the Company retains neither continuing managerial involvement to the degree usually associated with ownership nor effective control over the goods sold;
- the amount of revenue can be measured reliably;
- it is probable that the economic benefits associated with the transaction will flow to the Company; and
- the costs incurred or to be incurred in respect of the transaction can be measured reliably.

Rendering of services

Revenue from rendering of services is recognised when the performance of agreed contractual task has been completed.

Interest income

Interest income from a financial asset is recognised when it is probable that the economic benefits will flow to the company and the amount of income can be measured reliably. Interest income is accrued on a time basis, by reference to the principal outstanding and at the effective interest rate applicable, which is the rate that exactly discounts estimated future cash receipts through the expected life of the financial asset to that asset's net carrying amount on initial recognition.

Insurance claims

Insurance claim are accounted for on the basis of claims admitted / expected to be admitted and to the extent that the amount recoverable can be measured reliably and it is reasonable to expect ultimate collection.

Export incentives

Export incentives are accounted for in the year of exports based on eligibility and when there is no significant uncertainty in receiving the same.

Other incomes

All other incomes are accounted on accrual basis.

ix. Expenses

All expenses are accounted for on accrual basis.

x. Long term borrowings

Long term borrowings are initially recognised at net of material transaction costs incurred and measured at amortised cost. Any difference between the proceeds (net of transaction costs) and the redemption amount is recognised in the Statement of Profit and Loss over the period of the borrowings using the effective interest method.

xi. Borrowing costs

Borrowing costs directly attributable to the acquisition, construction or production of a qualifying asset are capitalised during the period that is required to complete and prepare the asset for its intended use or sale. Qualifying assets are assets that necessarily take a substantial time to get ready for their intended use or sale. Borrowing costs consist of interest and other costs that the Company incurs in connection with the borrowing of funds. Borrowing costs also include exchange differences to the extent regarded as an adjustment to the borrowing costs. Other borrowing costs are expensed in the period in which they are incurred. Transaction costs incurred for long term borrowing until are not material are expensed in the period in which they are incurred.

xii. Leases

The Company has adopted the new accounting standard Ind AS 116 “Leases” on April 1, 2019 as per Companies (Indian Accounting Standards) Amendment Rules, 2019, notified by MCA on March 30, 2019. Ind AS 116 is a single lessee accounting model and sets out the principles for the recognition, measurement, presentation and disclosure of leases for both lessees and lessors. On application of Ind AS 116, the nature of expenses has changed from lease rent in previous periods to depreciation cost for the right-of-use assets (ROU), and finance cost for interest accrued on lease liability.

A contract is, or contains, a lease if the contract conveys the right to control the use of an identified asset for a period of time in exchange for consideration. The determination of whether an arrangement is (or contains) a lease is based on the substance of the arrangement at the inception of the lease. The arrangement is, or contains, a lease if fulfilment of the arrangement is dependent on the use of a specific asset and the arrangement conveys a right to use the asset even if that right is not explicitly specified in an arrangement.

Company as a lessee

The Company accounts for each lease component within the contract as a lease separately from non-lease components of the contract and allocates the consideration in the contract to each lease component based on the relative stand-alone price of the lease component and the aggregate stand-alone price of the non-lease components.

The Company recognises right-of-use asset representing its right to use the underlying asset for the lease term at the lease commencement date. The cost of the right-of-use asset measured at inception shall comprise of the amount of the initial measurement of the lease liability adjusted for any lease payments made at or before the commencement date less any lease incentives received, plus any initial direct costs incurred and an estimate of costs to be incurred by the lessee in dismantling and removing the underlying asset or restoring the underlying asset or site on which it is located. The right-of-use assets is subsequently measured at cost less any accumulated depreciation, accumulated impairment losses, if any and adjusted for any Remeasurement of the lease liability. The right-of-use assets is depreciated using the straight-line method from the commencement date over the shorter of lease term or useful life of right-of-use asset. The estimated useful lives of right-of-use assets are determined on the same basis as those of property, plant and equipment. Right-of-use assets are tested for impairment whenever there is any indication that their carrying amounts may not be recoverable. Impairment loss, if any, is recognised in the statement of profit and loss.

The Company measures the lease liability at the present value of the lease payments that are not paid at the commencement date of the lease. The lease payments are discounted using the interest rate implicit in the lease, if that rate can be readily determined. If that rate cannot be readily determined, the Company uses incremental borrowing rate. For leases with reasonably similar characteristics, the Company, on a lease by lease basis, may adopt either the incremental borrowing rate specific to the lease or the incremental borrowing rate for the portfolio as a whole. The lease payments shall include fixed payments, variable lease payments, residual value guarantees, exercise price of a purchase option where the Company is reasonably certain to exercise that option and payments of penalties for terminating the lease, if the lease term reflects the lessee exercising an option to terminate the lease.

The lease liability is subsequently remeasured by increasing the carrying amount to reflect interest on the lease liability, reducing the carrying amount to reflect the lease payments made and remeasuring the carrying amount to reflect any reassessment or lease modifications or to reflect revised in-substance fixed lease payments. The company recognises the amount of the re-measurement of lease liability due to modification as an adjustment to the right-of-use asset and statement of profit and loss depending upon the nature of modification. Where the carrying amount of the right-of-use asset is reduced to zero and there is a further reduction in the measurement of the lease liability, the Company recognises any remaining amount of the re-measurement in statement of profit and loss.

The Company has elected not to apply the requirements of Ind AS 116 Leases to short-term leases of all assets that have a lease term of 12 months or less and leases for which the underlying asset is of low value. The lease payments associated with these leases are recognized as an expense on a straight-line basis over the lease term.

xiii. Provision for current and deferred tax

(i) Current income tax :

Current income tax assets and liabilities are measured at the amount expected to be recovered from or paid to the taxation authorities. The tax rates and tax laws used to compute the amount are those that are enacted or substantively enacted, at the reporting date.

Current tax expense is recognized in profit or loss except to the extent that it relates to items recognized directly in other comprehensive income or equity, in which case it is recognized in OCI or equity.

Management periodically evaluates positions taken in the tax returns with respect to situations in which applicable tax regulations are subject to interpretation and established provisions, where appropriate, on the basis of amounts expected to be paid to the tax authorities.

The Company Offsets current tax assets and current tax liabilities, where it has a legally enforceable right to set off the recognised amounts and where it intends either to settle on a net basis or to realise the assets and settle the liabilities simultaneously.

The Company will update the amount in the financial statement if facts and circumstance change as a result of examination or action by tax authorities.

(ii) Deferred tax:

Deferred tax is recognized using the balance sheet method, providing for temporary differences between the carrying amounts of assets and liabilities for financial reporting purposes and the amounts used for taxation purposes. Deferred income tax is determined using tax rates (and laws) that have been enacted or substantially enacted by the end of the reporting period and are expected to apply when the related deferred income tax assets is realised or the deferred income tax liability is settled.

Deferred tax is recognized in Statement of profit and loss except to the extent that it relates to items recognized directly in OCI or equity, in which case it is recognized in OCI or equity.

Deferred tax liabilities are generally recognised for all taxable temporary differences. Deferred tax asset is recognized to the extent that it is probable that future taxable profits will be available against which the temporary difference can be utilized. Deferred tax assets are reviewed at each reporting date and are reduced to the extent that it is no longer probable that the related tax benefit will be realized.

Minimum Alternate Tax (MAT) credits is recognised as deferred tax assets in the Balance Sheet only when the asset can be measured reliably and to the extent there is convincing evidence that sufficient taxable profit will be available against which the MAT credits can be utilised by the company in future.

xiv. Impairment of non-financial assets

Goodwill and Intangible assets that have an indefinite useful life are not subject to amortisation but are tested annually for impairment.

Other intangible assets and property, plant and equipment are evaluated for recoverability whenever events or changes in circumstances indicate that their carrying amounts may not be recoverable. For the purpose of impairment testing, the recoverable amount (i.e. the higher of the fair value less cost to sell and the value-in-use) is determined on an individual asset basis unless the asset does not generate cash flows that are largely independent of those from other assets. In such cases, the recoverable amount is determined for the Cash Generating Unit (CGU) to which the asset belongs.

The Carrying amount of assets is reviewed at each balance sheet date, if there is any indication of impairment based on internal/external factor. An asset is impaired when the carrying amount of the assets exceeds the recoverable amount. Impairment is charged to the profit and loss account in the year in which an asset is identified as impaired.

An impairment loss is reversed in the statement of profit and loss if there has been a change in the estimates used to determine the recoverable amount. The carrying amount of the asset is increased to its revised recoverable amount, provided that this amount does not exceed the carrying amount that would have been determined (net of any accumulated amortization or depreciation) had no impairment loss been recognized for the asset in prior years.

xv. Provisions, contingent liabilities and assets

Provisions are recognized when the Company has a present obligation (legal or constructive) as a result of a past event, it is probable that an outflow of resources embodying economic benefits will be required to settle the obligation and a reliable estimate can be made of the amount of the obligation. The expense relating to a provision is presented in the statement of profit or loss net of any reimbursement. Provisions are not recognised for future operating losses.

If the effect of the time value of money is material, provisions are discounted using a current pre-tax rate that reflects, when appropriate, the risks specific to the liability. When discounting is used, the increase in the provision due to the passage of time is recognized as a finance cost.

Contingent liabilities are possible obligations that arise from past events and whose existence will only be confirmed by the occurrence or non-occurrence of one or more future events not wholly within the control of the Company. Where it is not probable that an outflow of economic benefits will be required, or the amount cannot be estimated reliably, the obligation is disclosed as a contingent liability, unless the probability of outflow of economic benefits is remote.

A contingent asset is not recognised but disclosed, when probable asset that arises from past events and whose existence will be confirmed only by the occurrence or non-occurrence of one or more uncertain future events not wholly within the control of the entity.

Provisions, contingent liabilities and contingent assets are reviewed at each balance sheet date.

xvi. Cash and cash equivalents

Cash and cash equivalents include cash on hand, cheques on hand, balance with banks on current accounts and short term, highly liquid investments with an original maturity of three months or less and which are subject to an insignificant risk of changes in value.

xvii. Dividend payable

Dividends and interim dividends payable to a Company's shareholders are recognized as changes in equity in the period in which they are approved by the shareholder's meeting and the Board of Directors respectively.

xviii. Non-current assets (or disposal group) held for sale and discontinued operations:

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

Assets and disposal groups are classified as held for sale if their carrying value will be recovered through a sale transaction rather than through continuing use. This condition is only met when the sale is highly probable and the asset, or disposal group, is available for immediate sale in its present condition and is marketed for sale at a price that is reasonable in relation to its current fair value.

Where a disposal group represents a separate major line of business or geographical area of operations, or is part of a single coordinated plan to dispose of a separate major line of business or geographical area of operations, then it is treated as a discontinued operation. The post-tax profit or loss of the discontinued operation together with the gain or loss recognised on its disposal are disclosed as a single amount in the statement of profit and loss, with all prior periods being presented on this basis.

xix. Equity Issue Expenses

Expenses incurred on issue of equity shares are charged in securities premium account in the year in which it is incurred.

xx. Financial instruments

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

A. Financial assets

Initial recognition and measurement

All financial assets, except trade receivables are initially recognized at fair value. Trade receivables are initially measured at transaction price. Transaction costs that are directly attributable to the acquisition or issue of financial assets, which are not at fair value through profit or loss, are adjusted to the fair value of the financial assets, as appropriate, on initial recognition.

Subsequent measurement

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

a) Financial assets carried at amortised cost

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

Amortised cost is determined using the Effective Interest Rate (EIR) method. Discount or premium on acquisition and fees or costs forms an integral part of the EIR.

b) Financial assets at fair value through other comprehensive income (FVTOCI)

A financial asset is measured at FVTOCI if it is held within a business model whose objective is achieved by both collecting contractual cash flows and selling financial assets and the contractual terms of the financial asset give rise on specified dates to cash flows that are solely payments of principal and interest

on the principal amount outstanding. Interest income for these financial assets is included in other income using the effective interest rate method.

c) Financial assets at fair value through profit or loss (FVTPL)

FVTPL is a residual category for financial instruments. Any financial instrument, which does not meet the criteria for categorization as at amortized cost or as FVTOCI, is classified as at FVTPL.

In addition, the Company may elect to classify a financial instrument, which otherwise meets amortized cost or FVTOCI criteria, as at FVTPL. However, such election is allowed only if doing so reduces or eliminates a measurement or recognition inconsistency (referred to as 'accounting mismatch'). Financial instruments included within the FVTPL category are measured at fair value with all changes recognized in the profit and loss.

d) Equity investments

All equity investments, except investments in subsidiaries are measured at fair value. Equity instruments which are held for trading are classified as at FVTPL. For all other equity instruments, the Company decides to classify the same either as at FVTOCI or FVTPL. The Company makes such election on an instrument-by-instrument basis. The classification is made on initial recognition and is irrevocable.

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

Equity instruments included within the FVTPL category are measured at fair value with all changes recognized in the profit and loss.

Equity investments in subsidiaries are carried at cost except for the equity investments in subsidiaries as at the transition date which are carried at deemed cost being fair value as at the date of transition.

Impairment of financial assets:

The company assesses on a forward looking basis the expected credit losses associated with the assets carried at amortised cost and FVOCI debt instruments. The impairment methodology applied depends on whether there has been a significant increase in credit risksince initial recognition. If credit risk has not increased significantly, 12-month ECL is used to provide for impairment loss.

However, if credit risk has increased significantly, lifetime ECL is used. If, in a subsequent period, credit quality of the instrument improves such that there is no longer a significant increase in credit risk since initial recognition, then the entity reverts to recognising impairment loss allowance based on 12-month ECL.

For trade receivables, the company applies the simplified approach permitted by Ind AS 109 “*Financial Instruments*” which requires expected lifetime losses to be recognised from initial recognition of receivables. The Company uses historical default rates to determine impairment loss on the portfolio of trade receivables. At every reporting date these historical default rates are reviewed and changes in the forward looking estimates are analysed.

Derecognition of financial assets:

The Company derecognizes a financial asset when, and only when the contractual rights to the cash flows from the financial asset expire or it transfers the financial asset and substantially all risks and rewards of ownership of the asset to another entity.

If the Company neither transfers nor retains substantially all the risks and rewards of ownership and continues to control the transferred asset, the Company recognises its retained interest in the assets and an associated liability for amounts it may have to pay.

B. Financial liabilities

Initial recognition and measurement

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

Subsequent measurement

Financial liabilities are carried at amortized cost using the effective interest method or at FVTPL. After initial recognition, interest-bearing loans and borrowings are subsequently measured at amortised cost using the EIR method. Gains and losses are recognised in profit or loss when the liabilities are derecognised as well as through the EIR amortisation process.

Amortised cost is calculated by considering any discount or premium on acquisition and fees or costs that are an integral part of the EIR. The EIR amortisation is included as finance costs in the statement of profit and loss.

For trade and other payables maturing within one year from the balance sheet date, the carrying amounts approximate fair value due to the short maturity of these instruments.

Derecognition of financial liabilities:

A financial liability (or a part of a financial liability) is derecognized from the Company's Balance Sheet when, and only when the obligation specified in the contract is discharged or cancelled or expires.

C. Offsetting of financial instruments

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

xxi. Fair value measurement

The Company measures financial instruments at fair value at each balance sheet date.

Fair value is the price that would be received to sell an asset or paid to transfer a liability in an orderly transaction between market participants at the measurement date. The fair value measurement is based on the presumption that the transaction to sell the asset or transfer the liability takes place either:

- 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

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.

The Entity 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.

All assets and liabilities for which fair value is measured or disclosed in the financial statements are categorized 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:

Level 1: Quoted (unadjusted) market prices in active markets for identical assets or liabilities

Level 2: Valuation techniques for which the lowest level input that is significant to the fair value measurement is directly or indirectly observable

Level 3: Valuation techniques for which the lowest level input that is significant to the fair value measurement is unobservable

For the purpose of fair value disclosures, the Company has determined classes of assets & liabilities on the basis of the nature, characteristics and the risks of the asset or liability and the level of the fair value hierarchy as explained above.

xxii. Employees benefits

a) Short-term obligations

Short-term obligations for wages and salaries, including nonmonetary benefits that are expected to be settled wholly within twelve months after the end of the period in which the employees render the related service up to the end of the reporting period are recognised and measured at the undiscounted amounts expected to be paid when the liabilities are settled.

b) Post-employment obligations

i. Defined contribution plans

The eligible employees of the Company are entitled to receive benefits in respect of provident fund, a defined contribution plan, in which both employees and the Company make contribution at a specified percentage of the covered employee's salary. The contributions, as specified under Defined Contribution Plan to Regional Provident Commissioner and the Central Provident Fund recognised as expense during the period in the statement of profit and loss.

ii. Defined benefit plans

• Non-funded defined benefits plans:

The Company provides for gratuity, a defined benefit retirement plan ('the Gratuity Plan') covering eligible employees of the company. The Gratuity Plan provides a lumpsum payment to vested employees at retirement, death, or termination of employment, of an amount based on the respective employee's salary and the tenure of employment with the company.

The cost of providing benefits is determined using the Projected Unit Credit Method, with actuarial valuation being carried out at each balance sheet date.

The net interest cost is calculated by applying the discount rate to the net balance of the defined benefit obligation.

The service cost and net interest on the net defined benefit liability/ (asset) is included in employees benefits expenses in the statement of profit and loss.

Past service cost is recognised as an expense when the plan amendment or curtailment occurs or when any related restructuring costs or termination benefits are recognised, whichever is earlier.

Re-measurement gain and loss arising from experience adjustments and change actuarial assumptions are recognised in the period in which they occur, directly in other comprehensive income. Re-measurements are not classified to the Statement of Profit and Loss in subsequent periods.

- **Funded defined benefits plans:**

The Company also made contribution to the provident fund set up as irrevocable trust. The Company is generally liable for monthly contributions and any shortfall in the fund assets based on the government specified minimum rates of return or pension and recognises such contributions and shortfall, if any, as an expense in the year incurred.

c) Compensated absences

The employees of the Company are entitled to compensated absences which are both accumulating and non-accumulating in nature. The expected cost of accumulating compensated absences is determined by actuarial valuation using projected unit credit method for the unused entitlement that has accumulated as at the balance sheet date.

The benefits are discounted using the market yields as at the end of the balance sheet date that has terms approximating to the terms of the related obligation.

Re-measurements as a result of experience adjustments and changes in actuarial assumptions are recognised in the statement of profit or loss.

d) Voluntary retirement scheme

Compensation to employees who have opted for retirement under the “Voluntary Retirement scheme” is charged to the profit and loss account in the year of retirement.

The Company required to use updated actuarial assumptions to remeasure net defined benefit liability or assets on amendments, curtailment or settlement of defined benefit plan.

The Company adopted amendment to Ind AS 19 as required by said notification to determine:

- Current Service Costs and net interest for the period after remeasurement using the assumptions used for remeasurement and
- Net interest for the remaining period based on the remeasured net defined benefit liability or asset.

xxiii. Operating segments

The Company's operating segments are established on the basis of those components of the Company that are evaluated regularly by the Board of Directors (the 'Chief Operating Decision Maker' as defined in Ind AS 108 - 'Operating Segments'), in deciding how to allocate resources and in assessing performance. These have been identified taking into account nature of products and services, the differing risks and returns and the internal business reporting systems.

The Company has two principal operating and reporting segments; viz. Chemical & Surface Active Segment and Others

The accounting policies adopted for segment reporting are in line with the accounting policy of the Company with following additional policies for segment reporting.

Revenue and Expenses have been identified to a segment on the basis of relationship to operating activities of the segment. Revenue and Expenses which relate to enterprise as a whole and are not allocable to a segment on reasonable basis have been disclosed as "Un-allocable".

Segment Assets and Segment Liabilities represent Assets and Liabilities in respective segments. Assets and liabilities that cannot be allocated to a segment on reasonable basis have been disclosed as "Un-allocable".

xxiv. Cash flow statement

Cash flows are stated using the indirect method, whereby profit/loss before tax is adjusted for the effects of transactions of a non-cash nature, any deferrals or accruals of past or future operating cash receipts or payments and items of incomes and expenses associated with investing or financing flows. The cash flows from operating, investing and financing activities of the Company are segregated.

xxv. Earnings per share

Basic earnings per share are calculated by dividing the profit/(loss) for the year (before other comprehensive income), attributable to the equity shareholders, by the weighted average number of equity shares outstanding during the year.

Diluted earnings per share are calculated by dividing the profit/(loss) for the year (before other comprehensive income), adjusting the after tax effect of interest and other financing costs associated with dilutive potential equity shares, attributable to the equity shareholders, by the weighted average number of equity shares considered for deriving basic earnings per share and also the weighted average number of equity shares which could be issued on the conversion of all dilutive potential equity shares.

xxvi. Recent Accounting Pronouncements

Ministry of Corporate Affairs ("MCA") notifies new standard or amendments to the existing standards. On July 24, 2020, the MCA has issued amendments to certain Ind AS. The amendments are effective from annual reporting periods beginning on or after April 1, 2020. The company has applied the following standards and amendments for the first time for their annual reporting period commencing April 1, 2020:

- **Ind AS 1, Presentation of Financial Statements and Ind AS 8, Accounting Policies, Changes in Accounting Estimates and Error:** Refined definition of term "Materiality"- 'Information is material if omitting, misstating or obscuring it could reasonably be expected to influence decisions that the primary users of general purpose financial statements make on the basis of those financial statements, which provide financial information about a specific reporting entity.'

- **Ind AS 103, Business Combinations:** Revised definition of a 'business' and introduction of an optional concentration test to permit a simplified assessment of whether an acquired set of activities and assets is not a business.

- **Ind AS 109, Financial Instruments:** Modification to some specific hedge accounting requirements to provide relief to the potential effects of uncertainty caused by the interest rate benchmark (IBOR) reform.

- **Ind AS 116, Leases:** Practical expedient which permits lessees not to account for COVID-19 related rent concessions as a lease modification. However, in case a lessee has not yet approved the financial statements for issue before the issuance of the amendments, then the same may be applied for annual reporting periods beginning on or after 1 April 2019.

- **Ind AS 10 - "Events after the Reporting Period"**: Disclosure for nature of the event and an estimate of its financial effect / not being able to make such an estimate will be required for all non- adjusting events.

- **Ind AS 37 - Provisions, Contingent Liabilities and Contingent Assets**: A management decision to restructure, taken before the end of the reporting period does not give rise to a constructive obligation at the end of the reporting period unless the entity has, before the end of the reporting period, started to implement the restructuring plan or announced the main features of the restructuring plan to those affected by it.

The amendments listed above did not have any impact on the amounts recognized in prior periods and are not expected to significantly affect the current or future periods.

New and revised IFRS Standards in issue but not yet effective:

Indian Accounting Standards (Ind AS) are derived from IFRS Standards issued by the International Accounting Standards Board (IASB). IFRS Standards are being issued/revised by the IASB from time to time. The Ind AS need to be issued/revised corresponding to the IFRS Standard in order to remain converged with IFRS. The IASB had issued new and revised IFRS standards which are in issue but not effective. Once they are notified by MCA, Company would analysis the impact on adoption.

3) Use of estimates and management judgements

The preparation of financial statements in conformity with Indian Accounting Standards (Ind AS) requires management of the company to make judgments, estimates and assumptions that affect the reported amount of revenues, expenses, assets, liabilities and related disclosures concerning the items involved as well as contingent assets and liabilities at the balance sheet date.

The estimates and management's judgments are based on previous experience and other factors considered reasonable and prudent in the circumstances. Actual results may differ from these estimates.

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

The areas involving critical judgement are as follows:

i. Useful lives of property plant and equipment / intangible assets

Property, plant and equipment / intangible assets are depreciated / amortised over their estimated useful lives, after taking into account estimated residual value. Management reviews the estimated useful lives and residual values of the assets annually in order to determine the amount of depreciation / amortisation to be recorded during any reporting period. The useful lives and residual values are based on the Company's historical experience with similar assets and take into account anticipated technological changes. The depreciation / amortisation for future periods is revised if there are significant changes from previous estimates.

ii. Provisions and contingencies

The assessments undertaken in recognizing provisions and contingencies have been made in accordance with Ind AS 37, 'Provisions, Contingent Liabilities and Contingent Assets'. The evaluation of the likelihood of the contingent events has required best judgment by management regarding the probability of exposure to potential loss. The timing of recognition and quantification of the liability requires the application of judgement to existing facts and circumstances, which can be subject to change.

iii. Post-employment benefit plans

Employee benefit obligations are measured on the basis of actuarial assumptions which include mortality and withdrawal rates as well as assumptions concerning future developments in discount rates, the rate of salary increases and the inflation rate. The Company considers that the assumptions used to measure its obligations are appropriate and documented. However, any changes in these assumptions may have a material impact on the resulting calculations.

iv. Provision for income taxes and deferred tax assets

The Company's tax jurisdiction is India. Significant judgements are involved in estimating budgeted profits for the purpose of paying advance tax, determining the provision for income taxes, including amount expected to be paid/recovered for uncertain tax positions

Deferred tax assets are recognised for unused tax losses and unused tax credit to the extent that it is probable that taxable profit would be available against which the losses could be utilised. Significant management judgment is required to determine the amount of deferred tax assets that can be recognised, based upon the likely timing and the level of future taxable profits together with future tax planning strategies.

v. Leases

The Company evaluates if an arrangement qualifies to be a lease as per the requirements of Ind AS 116. Identification of a lease requires significant judgment. The Company uses significant judgement in assessing the lease term (including anticipated renewals) and the applicable discount rate.

The Company determines the lease term as the non-cancellable period of a lease, together with both periods covered by an option to extend the lease if the Company is reasonably certain to exercise that option; and periods covered by an option to terminate the lease if the Company is reasonably certain not to exercise that option. In assessing whether the Company is reasonably certain to exercise an option to extend a lease, or not to exercise an option to terminate a lease, it considers all relevant facts and circumstances that create an economic incentive for the Company to exercise the option to extend the lease, or not to exercise the option to terminate the lease. The Company revises the lease term if there is a change in the non-cancellable period of a lease.

The discount rate is generally based on the incremental borrowing rate specific to the lease being evaluated or for a portfolio of leases with similar characteristics.

vi. Fair value measurement of financial instruments

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

As per our report of the even date attached

For and on behalf of the Board of Directors

For ATUL GARG & ASSOCIATES

Chartered Accountants

Firm Regn. No.: 001544C

Pawan Kumar Garg

Chairman and Managing Director

DIN : 00250836

ATUL GARG

Partner

M. No. 070757

Date :31.05.2022

Place: KANPUR

UDIN: 23070757BGYKTX4533

Ankur Garg

Whole-time Director

DIN : 00616599

STANDARD SURFACTANTS LTD.
CIN-L24243UP1989PLC010950
BALANCE SHEET AS AT MARCH 31, 2023

(Rs in lakhs)

	Particulars	Note No.	As at March 31, 2023	As at March 31, 2022
	ASSETS			
(1)	Non - current assets			
	(a) Property, plant and equipment	4	585.74	600.53
	(b) Capital work - in - progress	5	42.83	-
	(c) Right of use Asset	6	6.97	7.07
	(d) Investment Property	7	64.64	64.64
	(e) Intangible assets			
	(g) Financial assets			
	(i) Investments	8	-	-
	(ii) Others	9	55.60	45.97
	(h) Other non - current assets	10	189.04	123.42
	Sub total (Non current assets)		944.83	841.63
(2)	Current assets			
	(a) Inventories	11	815.79	779.41
	(b) Financial assets			
	(i) Investments	8	-	15.57
	(ii) Trade receivables	12	2,746.89	2,430.27
	(iii) Cash and cash equivalents	13	148.77	12.78
	(iv) Bank Balances other than (iii) above	14	989.72	503.31
	(v) Loans			
	(vi) Others Current financial assets	15	63.01	40.26
	(c) Other current assets	16	667.56	524.78
	Sub total (Current assets)		5,431.74	4,306.38
	Total assets		6,376.57	5,148.01
	EQUITY AND LIABILITIES			
	EQUITY			
	(a) Equity share capital	17	762.96	711.26
	(b) Other equity	18	1,678.18	1,407.80
	Sub total (Equity)		2,441.14	2,119.06
	LIABILITIES			
(1)	Non - current liabilities			
	(a) Financial liabilities			
	(i) Borrowings	19	559.89	652.14
	(ii) Other			
	(b) Provisions	20	36.16	33.65
	(c) Deferred tax liabilities (net)	21	35.46	38.19
	(d) Other non - current liabilities			
	Sub total (Non current liabilities)		631.51	723.98
(2)	Current liabilities			
	(a) Financial liabilities			
	(i) Borrowings	19	2,036.00	1,425.70
	(ii) Trade payables	22		
	(1) total outstanding due of micro enterprises and small enterprises			
	(2) total outstanding other than (1) above		1,039.81	750.04
	(iii) Other financial liabilities	23	22.58	15.50
	(b) Other current liabilities	24	166.38	71.67
	(c) Provisions	20	27.86	28.00
	(d) Current tax liabilities (net)	25	11.28	14.06
	Sub total (Current liabilities)		3,303.91	2,304.97
	Total Equity & Liabilities		6,376.57	5,148.01

Significant Accounting Policies and accompanying notes form an integral part of the financial statements (Note 1 to 48)

This is the Balance Sheet referred to in our report of even date

For Atul Garg & Associates

Chartered Accountants

Firm Registration No.001544C

For and on behalf of the Board of Directors

CA Atul Garg

(Partner)
M.N.070757

Pawan Kumar Garg

Chairman & Managing Director
DIN: 00250836

Ankur Garg

Whole Time Director
DIN: 00616599

Pradeep Verma

Chief Financial Officer

Place: Kanpur

Date: 30.05.2023

Udin 23070757BGYKTX4533

STANDARD SURFACTANTS LTD.
CIN-L24243UP1989PLC010950
STATEMENT OF PROFIT AND LOSS FOR THE PERIOD ENDED MARCH 31, 2023

(Rs. In lakhs)

	Particulars	Note No.	For the period ended March 31, 2023	For the period ended March 31, 2022
I	Revenue from operations	26	15,242.26	12,454.67
II	Other income	27	70.14	59.82
III	Total income (I + II)		15,312.40	12,514.49
IV	Expenses			
	Cost of material consumed		5,977.94	5,385.36
	Purchase of stock in trade	28	8,062.80	5,832.72
	Changes in inventories of finished goods, stock - in - trade and work - in - progress	29	(55.79)	60.37
	Employee benefits expenses	30	231.49	230.51
	Finance costs	31	120.52	94.88
	Depreciation and amortization expenses	4 & 5	43.32	42.25
	Other expenses	32	722.84	548.08
	Total expenses (IV)		15,103.12	12,194.17
V	Profit / (loss) before exceptional items and tax (III - IV)		209.28	320.32
VI	Exceptional items		-	-
VII	Profit / (loss) before tax (V - VI)		209.28	320.32
VIII	Tax expense	33		
	(1) Current tax		57.32	78.30
	(2) Deferred tax		(3.87)	(3.89)
	Total Tax Expense		53.45	74.41
IX	Profit / (loss) for the period (VII - VIII)		155.83	245.91
X	Other comprehensive income			
	A (i) Items that will not be reclassified to profit or loss			
	-- Remeasurement Benefit of defined obligation		4.55	(2.81)
	-- Change in Fair value of FVOCI equity investments		-	-
	(ii) Income tax relating to items that will not be reclassified to profit or loss		(1.15)	0.71
	B (i) Items that will be reclassified to profit or loss		-	-
	(ii) Income tax relating to items that will be reclassified to profit or loss		-	-
			3.40	(2.10)
XI	Total comprehensive income for the period (IX + X)		159.23	243.81
XII	Earnings per equity share	34		
	Basic and Diluted		2.09	3.44

Significant Accounting Policies and accompanying notes form an integral part of the financial statements (Note 1 to 48)

This is the Profit And Loss Account referred to in our report of even date

For Atul Garg & Associates

Chartered Accountants

Firm Registration No.001544C

CA Atul Garg

Partner

M.N.070757

Pawan Kumar Garg

Chairman & Managing Director

DIN: 00250836

Ankur Garg

Whole Time Director

DIN: 00616599

Pradeep Verma

Chief Financial Officer

Place: Kanpur

Date: 30.05.2023

Udin: 23070757BGYKTX4533

Standard Surfactants Limited
CIN-L24243UP1989PLC010950
Statement of changes in equity for the year ended March 31, 2023

A. Equity Share Capital (Rs in lakhs.)

For the year ended March 31, 2023			For the year ended March 31, 2022		
Balance as at April 1, 2022	Changes in equity share capital during the year	As at March 31, 2023	Balance as at April 1, 2021	Changes in equity share capital during the year	As at March 31, 2022
711.26	51.70	762.96	711.26	-	711.26

B. Other Equity (Rs in lakhs.)

Particulars	Reserves & Surplus			
	Security Premium Reserve	Compulsory convertible warrant	Retained Earnings	Total
Balance as at April 1, 2021	209.31	-	837.71	1,047.02
Addition during the year	-	116.97	-	116.97
Profit for the year	-	-	245.91	245.91
Other Comprehensive Income	-	-	(2.10)	(2.10)
Balance as at March 31, 2022	209.31	116.97	1,081.52	1,407.80
Conversion of warrants into Equity Shares	-	(267.14)	-	(267.14)
Addition during the year	165.44	212.86	-	378.30
Profit for the year	-	-	155.83	155.83
Other Comprehensive Income	-	-	3.40	3.40
Balance as at March 31, 2023	374.75	62.69	1,240.75	1,678.19

Note :The company has converted 2,68,698 warrants into same number of equity shares of Rs10 each (face value) at a premium of Rs32 each on February 4th 2023 and 2,48,302 warrants into same number of equity shares of Rs10 each (face value) at a premium of Rs32 on March 24th 2023.

Significant Accounting Policies and accompanying notes form an integral part of the financial statements (Note1 to 48)

This is the Statement Of Changes Equity referred to in our report of even date

For Atul Garg & Associates

Chartered Accountants

Firm Registration No.001544C

For and on behalf of the Board of Directors

CA Atul Garg

Partner

M.N.070757

Pawan Kumar Garg

Chairman & Mananging Director

DIN: 00250836

Ankur Garg

Whole Time Director

DIN: 00616599

Pradeep Verma

Chief Financial Officer

Place: Kanpur

Date: 30.05.2023

M/s Standard Surfactants Ltd		
CIN-L24243UP1989PLC010950		
Cash Flow Statement for the year ended 31st March 2023		(Rs. In lakhs)
Particulars	For the year ended March 31,2023	For the year ended March 31,2022
Profit before tax and exceptional item as per pnl	209.28	320.32
Add: Non cash and non operating Items		
Depreciaton	43.32	42.25
Bad Debts written off	2.45	35.74
Interest Expense	120.52	175.95
Gain on Remeasurement of Investments	-	-0.57
Remeasurent of Employee benefit	4.55	-2.81
Profit on sale of Investment	-0.08	-
Profit on sale of Fixed Asset	-	-0.65
Foreign exchange difference	5.07	-
Balances Written back	-30.11	-8.54
Interest Received	-48.13	-33.28
Expected Credit Loss	0.00	
Operating profit before working capital changes	306.87	528.41
Change in inventories	-36.38	15.44
Change in trade receivables	-319.07	-505.71
Change in other financial asset and other asset	-291.83	-25.58
Change in provision	2.37	2.12
Change in trade payables	319.88	357.42
Change in financial liabilities/other liabilities	101.27	-127.74
Cash generated from operations	83.11	244.36
Tax expense	-57.80	-111.90
Net cash generated from Operations	25.31	132.46
<u>Cash flow from Investing Activities</u>		
Investment made in Mutual funds	-	-15.00
Sale of Mutual Funds	15.65	-
Fixed Asset Purchase	-74.87	-47.43
Interest income	50.49	27.58
Sale of Property Plant and equipment	-	0.65
Change in capital advances	59.06	8.38
Bank deposit Placed	-494.96	20.17
	-444.63	-5.65
<u>Cash flow from Financiag activities</u>		
Proceeds from long term Borrowing	-92.25	47.08
Repayment of short term borrowing	605.23	-175.97
Proceeds from preferential allotment	162.85	116.97
Interest expenses paid	-120.52	-175.95
	555.31	-187.87
Net increase or decrease in cash and cash equivalent	135.99	-61.07
Opening cash and cash equivalent	12.78	73.85
Closing cash and cash equivalent	148.77	12.78
Note:		
1. The above cash flow statement has been prepared under the indirect method set out in Indian Accounting Standard (Ind As-7)		
2. Figures in brackets indicate cash outflow from respective activities.		
3. Cash and cash equivalents as at the Balance Sheet date consist of :		
(Rs. in lakhs)		
Particulars	March 31,2023	March 31,2022
Balance with bank on Current Account	139.10	4.29
Cash in Hand	9.67	8.49
Total	148.77	12.78
This is the Statement of Cash Flow referred to in our report of even date (Note 1 to 48)		
For Atul Garg & Associates		
Chartered Accountants		
Firm Registration No.001544C		
CA Atul Garg Partner M.N.070757	Pawan Kumar Garg Ankur Garg Chairman & Managing Director Whole Time Director DIN: 00250836 DIN: 00616599	Pradeep Verma Chief Financial Officer
Place: Kanpur		
Date: 30.05.2023		

Note 4 - Property, Plant and Equipment (PPE) as on March 31,2023

(Rs. In lacs)

PARTICULARS OF ASSETS	GROSS BLOCK				ACCUMULATED DEPRECIATION					NET BLOCK
	AS AT	ADDITIONS	SALES/	TRANSFERS	AS AT	UP TO	FOR THE	SALES/	UP TO	AS AT
	1.04.2022		ADJUST.		31-03-2023					
PLANT & MACHINERY	1,726.49	4.17	-	-	1,730.67	1,486.53	21.77	-	1,508.30	222.37
OFFICE EQUIPMENTS	38.17	0.99	-	-	39.15	28.11	1.79	-	29.89	9.26
OFFICE BUILDING	422.36	-	-	-	422.36	307.17	2.10	-	309.27	113.09
FACTORY BUILDING	444.10	0.97	-	-	445.07	262.07	11.17	-	273.24	171.83
BUILDING AGLO	13.22	-	-	-	13.22	5.15	0.39	-	5.54	7.68
COMPUTER	60.10	0.38	-	-	60.49	58.62	0.50	-	59.12	1.36
FURNITURE	66.28	1.28	-	-	67.56	60.76	0.61	-	61.37	6.19
FREEHOLD LAND	29.11	-	-	-	29.11	-	-	-	-	29.11
MOTOR VEHICLE	85.95	20.63	-	-	106.58	76.85	4.90	-	81.75	24.84
INTANGIBLE ASSET	35.00	-	-	-	35.00	35.00	-	-	35.00	-
GRAND TOTAL	2,920.79	28.42	-	-	2,949.21	2,320.26	43.23	-	2,363.48	585.74

Note 4 - Property, Plant and Equipment (PPE) as on March 31,2022

(Rs. In lacs)

PARTICULARS OF ASSETS	GROSS BLOCK				ACCUMULATED DEPRECIATION					NET BLOCK
	AS AT	ADDITIONS	SALES/	TRANSFERS	AS AT	UP TO	FOR THE	SALES/	UP TO	AS AT
	1.04.2021		ADJUST.		31.03.2022					
PLANT & MACHINERY	1,686.64	39.85	0.01	-	1,726.49	1,464.73	21.81	0.01	1,486.53	239.96
OFFICE EQUIPMENTS	31.40	6.76	-	-	38.17	26.73	1.38	-	28.11	10.06
OFFICE BUILDING	422.36	-	-	-	422.36	302.06	5.11	-	307.17	115.20
FACTORY BUILDING	423.44	20.67	-	-	444.10	254.13	7.94	-	262.07	182.03
BUILDING AGGLO	13.22	-	-	-	13.22	4.77	0.39	-	5.15	8.07
COMPUTER	59.76	0.34	-	-	60.10	58.13	0.50	-	58.62	1.48
FURNITURE	61.40	4.88	-	-	66.28	60.22	0.54	-	60.76	5.52
FREEHOLD LAND	29.11	-	-	-	29.11	-	-	-	-	29.11
MOTOR VEHICLE	85.95	-	-	-	85.95	72.36	4.49	-	76.85	9.10
INTANGIBLE ASSET	35.00	-	-	-	35.00	35.00	-	-	35.00	-
GRAND TOTAL	2,848.29	72.50	0.01	-	2,920.79	2,278.13	42.15	0.01	2,320.26	600.53

Note 4(i): The Company does not have any benami property, and no proceeding has been initiated against the Company for holding any benami property.

Note 4(ii): Refer to Note 19(i) & (ii) for information on Property, Plant & Equipment hypothecated as security by the Company.

Note 4(iii): All the title deed of immovable properties (other than properties where the company is the lessee and the lease agreements are duly executed in favour of the lessee) are held in the name of the company.

Note 5- Right of use asset

	Particulars	As at 31st March, 2023	As at 31st March, 2022
	Gross Carrying Cost		
	Opening Balance	7.37	7.37
	Additions during the year	-	-
	Disposals/deductions during the year	-	-
	Closing Balance	7.37	7.37
	Accumulated Depreciation		
	Opening Balance	0.30	0.21
	Charge for the year	0.10	0.09
	Disposals/deductions during the year	-	-
	Closing Balance	0.40	0.30
	Net Carrying Cost	6.97	7.07

Note 6- Capital Work in Progress

	Particulars	As at 31st March, 2023	As at 31st March, 2022
	Opening Balance	-	20.94
	Additions during the year	26.13	7.93
	Add: Interest capitalised during the year	29.60	-
	Add: Other Preoperative Expenses	7.06	-
	Less: Interest income capitalised during the year	(19.94)	-
	Less :- Capitalized during the year	-	28.87
	Closing Balance	42.83	-

Note 6.1 - Capital Work in Progress ageing schedule

Particulars	Amount in CWIP for a period of				Total
	Less than 1 year	1- 2 years	2-3 years	More than 3 years	
CWIP aging schedule as at March 31, 2023					
Projects in progress	42.83	-	-	-	42.83
Projects temporarily suspended#	-	-	-	-	-
CWIP aging schedule as at March 31, 2023					
Projects in progress	-	-	-	-	-
Projects temporarily suspended#	-	-	-	-	-

Note 7- Investment Property

	Particulars	As at 31st March, 2023	As at 31st March, 2022
	Opening Balance	64.64	64.64
	Additions during the year	-	-
	Less :- Deductions during the year	-	-
	Closing Balance	64.64	64.64

Note 8-Investments

(Rs. In lakhs)

Particulars	As at 31st March, 2023		As at 31st March, 2022	
	Non Current	Current	Non Current	Current
Investments in others(quoted)				
- SBI Mutual Funds	-	-	-	15.57
Investments in others(unquoted)	-	-	-	-
TOTAL	-	-	-	15.57

8.1 Disclosure for Valuation Method Used

(Rs. In lakhs)

Disclosure of Non Current Investments

Aggregate amount of quoted investments and market value
Aggregate amount of unquoted investments
Aggregate amount of write off and impairment in value of Investments

As at 31st March, 2023	As at 31st
-	15.57
-	-
-	-
-	15.57

8.2 Fair Value Disclosure

(Rs. In lakhs)

Investment carried at cost/ deemed cost
Investment carried at fair value through FVTPL(Market Price)
Investment carried at fair value through OCI (Market Price)

As at 31st March, 2023	As at 31st
-	-
-	15.57
-	-
-	15.57

Note-9-Other Non Current Financial Assets :

(Rs. In lakhs)

Particulars	As at 31st March, 2023	As at 31st March, 2022
(Unsecured and considered good, unless otherwise stated)		
Deposits with original maturity more than 12 months	54.11	45.56
Accrued Interest	1.34	0.41
Other Non Current Financial Asset	0.15	-
TOTAL	55.60	45.97

Note-10-Other non current assets :

(Rs. In lakhs)

Particulars	As at 31st March, 2023	As at 31st March, 2022
(Unsecured and considered good, unless otherwise stated)		
Capital Advances	79.89	20.83
Income Tax Refundable	37.29	30.31
Security Deposits	71.86	72.28
TOTAL	189.04	123.42

Note-11-Inventories :

(Rs. In lakhs)

Particulars	As at 31st March, 2023	As at 31st March, 2022
Stock in trade	716.85	429.96
Finished Goods	24.91	256.01
Raw Material	36.35	51.27
Stores, Spare Parts and Tools	33.42	30.45
Loose Tools	4.26	11.72
TOTAL	815.79	779.41

Note-12-Trade Receivables :

(Rs. In lakhs)

Particulars	As at 31st March, 2023	As at 31st March, 2022
Trade Receivables (Unsecured and considered good, unless otherwise stated)		
- Secured, considered good	-	-
- Unsecured, considered good	2,746.89	2,430.27
- Which have Significant increase in Credit Risk	-	-
- Credit Impaired	-	-
TOTAL	2,746.89	2,430.27

Trade Receivable Ageing Schedule as at March 31, 2023

(Rs. In lakhs)

Particulars	Unbilled Revenue	Less than 6 Month	6 months - 1yr -1 year	1-2 Years	2-3 years	More than 3 years	Total
As at March 31,2023							
Undisputed Trade Receivable							
-considered good	-	2,361.54	338.58	25.02	2.72	19.03	2,746.89
-which have significant increase in credit risk	-	-	-	-	-	-	-
- credit impaired	-	-	-	-	-	-	-
Disputed Trade Receivable							
-considered good	-	-	-	-	-	-	-
-which have significant increase in credit risk	-	-	-	-	-	-	-
-credit impaired	-	-	-	-	-	-	-
Total	-	2,361.54	338.58	25.02	2.72	19.03	2,746.89

(Rs. In lakhs)

Particulars	Unbilled Revenue	Less than 6 Month	6 months - 1yr -1 year	1-2 Years	2-3 years	More than 3 years	Total
As at March 31,2022							
Undisputed Trade Receivable							
-considered good	-	2,399.25	4.08	7.91	5.06	13.97	2,430.27
-which have significant increase in credit risk	-	-	-	-	-	-	-
- credit impaired	-	-	-	-	-	-	-
Disputed Trade Receivable							
-considered good	-	-	-	-	-	-	-
-which have significant increase in credit risk	-	-	-	-	-	-	-
-credit impaired	-	-	-	-	-	-	-
Total	-	2,399.25	4.08	7.91	5.06	13.97	2,430.27

Note-13-Cash and cash equivalents
(Rs. In lakhs)

	Particulars	As at 31st March, 2023	As at 31st March, 2022
	Balance with bank:		
	In current Account	139.10	4.29
	Cash in Hand	9.67	8.49
	TOTAL	148.77	12.78

Note-14 Bank Balances other than cash & cash equivalents
(Rs. In lakhs)

	Particulars	As at 31st March, 2023	As at 31st March, 2022
	Earmarked Deposits with Bank	989.72	503.31
	TOTAL	989.72	503.31

Note-15 Other Current Financial Assets
(Rs. In lakhs)

	Particulars	As at 31st March, 2023	As at 31st March, 2022
	(Unsecured and considered good, unless otherwise stated)		
	Insurance Claim Receivable	14.61	2.02
	Derivative Asset	0.66	-
	Accrued Interest	6.71	10.00
	Claim recoverable	41.03	28.24
	TOTAL	63.01	40.26

Note-16-Other current assets :
(Rs. In lakhs)

	Particulars	As at 31st March, 2023	As at 31st March, 2022
	(Unsecured and considered good, unless otherwise stated)		
	Prepaid expenses	15.00	21.37
	Balance with Revenue Authority	108.99	57.85
	Advance to Supplier	533.77	434.32
	Advance To staff	9.80	11.24
	TOTAL	667.56	524.78

Note-17-Share Capital
(Rs. In lakhs)

	Particulars	As at 31st March, 2023		As at 31st March, 2022	
		Number of shares	Amount in Rs.	Number of	Amount in
	Authorised Capital				
	Equity Shares of Rs.10 each	1,00,00,000	1,000.00	1,00,00,000	1,000.00
		1,00,00,000	1,000.00	1,00,00,000	1,000.00
	Issued and subscribed capital				
	Equity Share				
	Equity Shares of Rs.10 each fully paid up	76,64,600	766.46	71,47,600	714.76
		76,64,600	766.46	71,47,600	714.76
	Paid up capital				
	Equity Share				
	Equity Shares of Rs.10 each fully paid up	76,64,600	766.46	71,47,600	714.76
	Less : Call in arrear				
	69800 shares ₹5/share	69,800	(3.49)	69,800	(3.49)
	200 shares ₹4/share	200	(0.01)	200	(0.01)
		77,34,600	762.96	72,17,600	711.26

Note: The Company has only one class of equity share having at par value of Rs 10 per share. Each holder of equity share is entitled to one vote per share. In the event of liquidation, the shareholders of equity shares are eligible to receive the remaining assets of the company after distribution of all preferential amounts, in proportion to their shareholding.

Note -17.1 Reconciliation of number of shares outstanding at the beginning and at the end of the period

(Rs. In lakhs)

Particulars	As at 31st March, 2023		As at 31st March, 2022	
	No.	Amount(Rs.)	No.	Amount(Rs.)
Authorised Capital				
Equity Share				
No. of shares at the beginning of the year	1,00,00,000	1,000.00	1,00,00,000	1,000.00
Add: Addition during the year				
No.of Shares at the end of the year	1,00,00,000	1,000.00	1,00,00,000	1,000.00
Issued and subscribed capital				
Equity Share				
No. of shares at the beginning of the year	71,47,600	714.76	71,47,600	714.76
Add: Addition during the year	5,17,000	51.70		
Less Refunded during the year				
No.of Shares at the end of the year	76,64,600	766.46	71,47,600	714.76
Paid up capital				
Equity Share				
No. of shares at the beginning of the year	71,47,600	711.26	71,47,600	711.26
Add: Addition during the year	5,17,000	51.70		
No.of Shares at the end of the year	76,64,600	762.96	71,47,600	711.26

Details of Shareholding:

Note -17.2 No. of Equity Share held by each Shareholder holding more than 5% Shares

Particulars	As at 31st March, 2023		As at 31st March, 2022	
	No. of Equity Shares	% Holding	Shares	% Holding
Ankur Garg	15,12,870	19.74%	14,02,870	19.63%
Pawan kumar Garg	7,53,047	9.83%	5,49,547	7.69%
Kunal Garg	9,88,665	12.90%	7,85,165	10.99%

Note-17.3:- Shares held by promoters at the end of the year :

Particulars	As at 31st March, 2023		As at 31st March, 2022		% Change
	No.	% holding	No.	% holding	
Ankur Garg	15,12,870	19.74%	14,02,870	19.63%	0.11%
Kunal Garg	9,88,665	12.90%	7,85,165	10.99%	1.91%
Pawan Kumar Garg	7,53,047	9.83%	5,49,547	7.69%	2.14%
Saurabh Garg	2,08,500	2.72%	2,08,500	2.92%	-0.20%
Purshottam Das Garg	1,48,200	1.93%	1,48,200	2.07%	-0.14%
Ritu Garg	84,500	1.10%	84,500	1.18%	-0.08%
Ajay Garg	76,600	1.00%	76,600	1.07%	-0.07%
Sangeeta Garg	72,948	0.95%	72,948	1.02%	-0.07%
Vijay Garg	66,000	0.86%	66,000	0.92%	-0.06%
Purshottam Das Garg Kusum Garg	50,000	0.65%	50,000	0.70%	-0.05%
P D Garg Vijay Garg HUF	50,000	0.65%	50,000	0.70%	-0.05%
Purshottam Das Garg HUF	50,000	0.65%	50,000	0.70%	-0.05%
Vijay Garg	50,000	0.65%	50,000	0.70%	-0.05%
Sudha Garg	40,000	0.52%	40,000	0.56%	-0.04%
Purshottam Das Garg Ajay Garg	40,000	0.52%	40,000	0.56%	-0.04%
Purshottam Das Garg	40,000	0.52%	40,000	0.56%	-0.04%
Beni Madhav Garg	35,500	0.46%	35,500	0.50%	-0.04%
Saurabh Garg HUF	34,000	0.44%	34,000	0.48%	-0.04%
Beni Madhav Sudha Garg HUF	34,000	0.44%	34,000	0.48%	-0.04%
Piyush Saraf	33,300	0.43%	33,300	0.47%	-0.04%
Beni Madhav Saurabh Gautam Garg	32,000	0.42%	32,000	0.45%	-0.03%
Beni Madhav Saurabh Garg HUF	32,000	0.42%	32,000	0.45%	-0.03%
Beni Madhav Gautam Garg HUF	32,000	0.42%	32,000	0.45%	-0.03%
Gautam Garg HUF	32,000	0.42%	32,000	0.45%	-0.03%
Kavita Garg	28,600	0.37%	28,600	0.40%	-0.03%
Kusum Garg	25,000	0.33%	25,000	0.35%	-0.02%
Manju Garg	20,000	0.26%	20,000	0.28%	-0.02%
Gautam Garg	20,000	0.26%	20,000	0.28%	-0.02%
Beni Madhav Purshottam Das Garg	10,000	0.13%	10,000	0.14%	-0.01%
Gopal Das Garg HUF	10,000	0.13%	10,000	0.14%	-0.01%

Note-18 Other Equity :

(Rs. in lakhs)

	Particulars	As at 31st March, 2023		As at 31st March, 2022	
I	Securities Premium :				
	Opening Balance	211.06		211.06	
	Add: Addition during the year	165.44		-	
	Less: call in arrear				
	69800 shares ₹2.5/share	(1.75)		(1.75)	
	200 shares ₹2/share	(0.00)	374.75	(0.00)	209.31
II	Retained Earnings:				
	Opening Balance	1,081.52		837.71	
	Add:Other Comprehensive Income (net of tax)	3.40		(2.10)	
	Add: Profit for the period	155.83	1,240.75	245.91	1,081.52
III	Convertible warrant				
	Opening Balance	116.97			
	Add: Addition during the year	162.86		116.97	
	Less: equity shares issued against warrant	(217.14)	62.69		116.97
	TOTAL		1,678.18		1,407.80

Note 18.1 : Nature and purpose of reserves

I Securities Premium

Securities premium reserves is used to record the premium on issue of shares. The reserve is utilised in accordance with the provision of the

II Retained Earnings

This comprise company's undistributed profit after taxes.

Note-19-Borrowings :

(i) Non Current :

(Rs. in lakhs)

	Particulars	As at 31st March, 2023		As at 31st	
I)	Term Loans				
	Secured				
	State Bank of India		146.95		272.39
II)	Unsecured Borrowings				
	From related parties		337.94		379.75
	From Others		75.00		-
	TOTAL		559.89		652.14

Note-19.1-Rupee Term Loans from non banking financial institution is :-

(a) Covid 19 Emergency Credit lines , GECL loan and GECL1.0 Extension from State bank of India are secured by hypothecation of entire current assets (present and future) of the company including goods in transit and stock in process and book debts , first charge on fixed assets of the company and equitable mortgage of immovable properties owned by the company and M/S Standard Sulphonators Pvt Ltd and further secured by personal guarantee of the directors of the company and corporate guarantee of M/S Standard Sulphonators Pvt Ltd.

(b) The borrowings are secured against the personal guarantee of the directors.

The difference between the value of stock and book debts as per books of accounts and as per quarterly statement submitted

(Rs in Lakhs)

Quarter ending	Value as per books of accounts	Value as per quarterly statement submitted with lenders	Difference
June 30, 2022	290.23	288.50	1.73
September 30, 2022	528.68	536.74	(8.06)
December 31, 2022	441.43	461.17	(19.74)
March 31, 2023	778.11	784.83	(6.72)

Quarter ending	Value as per books of accounts	Value as per quarterly statement submitted with lenders	Difference
June 30, 2021	2,054.80	2,083.75	(28.95)
September 30, 2021	1,681.66	1,675.58	6.08
December 31, 2021	1,928.74	1,813.90	114.84
March 25, 2022	1,754.91	1,992.97	(238.06)

The differences arise due to different methodology of valuation of stock in the books and for the purpose of reporting in the bank return and due to statutory adjustment for finalisation of the results

(ii) Current :

		(Rs. in lakhs)	
	Particulars	As at 31st March, 2023	As at 31st
A	Secured:		
	Loan repayable on demand:		
	From Bank-		
	State bank of India	994.58	1,315.370
	PNB Car Loan	13.30	-
	Foreign Demand Loan	905.73	-
B	Current maturities of long term borrowing	122.39	110.330
	TOTAL	2,036.00	1,425.70

Notes:

- (i) CC Limits and e-DFS (IOCL) loan from bank are secured by hypothecation of entire current assets (present and future) of the company including goods in transit and stock in process and book debts , first charge on fixed assets of the company and equitable mortgage of immovable properties owned by the company and M/S Standard Sulphonators Pvt Ltd and further secured by personal guarantee by the directors of the company and corporate guarantee of M/S Standard Sulphonators Pvt Ltd.
- (ii) The PNB Car loan is secured by the hypothecation of vehicle (Maker: HONDA CITY5TH GENZXCVT Model: 2022) owned by the company and further secured by personal guarantee of Mr. Ankur Garg (director of the company)

Note 20- Provisions

(i) Non Current:

		(Rs. in lakhs)	
	Particulars	As at 31st March, 2023	As at 31st
i)	Gratuity	29.76	30.36
ii)	Leave Encashment	6.40	3.29
	TOTAL	36.16	33.65

(ii) Current:

		(Rs. in lakhs)	
	Particulars	As at 31st March, 2023	As at 31st
i)			-
i)	Leave encashment	0.63	4.08
ii)	Bonus	4.17	4.53
iii)	Gratuity	1.81	1.59
iv)	Others	21.25	17.80
	TOTAL	27.86	28.00

Note-21-Defered Tax Liability (Net) :

		(Rs. in lakhs)	
	Particulars	As at 31st March, 2023	As at 31st
	Defered tax liabilities :		
	i) On account of differences in written down value of fixed assets	78.80	80.01
	ii) On account of Acturial Valuation	1.15	-
	Defered tax Assets :		
	are allowable under Income Tax laws in subsequent years	(10.30)	(9.90)
	ii) On account of other assets	(34.19)	(31.21)
	iii) On account of Acturial Valuation	-	(0.71)
	Net Deferred Tax	35.46	38.19

21.1 : Movement in deferred tax Liabilities/ deferred tax assets

		(Rs. in lakhs)		
Particulars	Property Plant & Equipment	Other items	Total	
At 31st March 2021	82.39	38.76	42.79	
Charged/(reversed):-				
-to profit & loss	(2.39)	3.05	(5.44)	
-to other Comprehensive Income		(0.71)	0.71	
At 31st March 2022	80.01	41.81	38.19	
Charged/(reversed):-				
-to profit & loss	1.09	2.68	(1.58)	
-to other Comprehensive Income	1.15	-	1.15	
At 31st March 2023	79.95	44.49	35.46	

19 iii) Terms of repayment:

(Rs.in lakhs)

Name of banks / entities	Rate of Interest (ROI) % p.a.	As at March 31, 2023		As at March 31, 2022		Period of maturity w.r.t the Balance Sheet date as at 31st March, 2023	Number of Installments outstanding as at 31st March, 2022	Amount of each Installment (Rs.)	Details of security offered
		Current	Non Current	Current (Rs.)	Non Current (Rs.)				
Secured:									
1) State Bank of India (GECL) -000000393653333786	7.05%-9.25%	104.06	-	110.33	108.41	10 months	2 years 3 months	10.66	Refer note 19
2) State Bank of India (GECL 1.0) -406002772613	7.40%-9.25%	18.33	146.95	-	163.98	36 monthly installments	36 monthly installments	4.58	Refer note 19
TOTAL		122.39	146.95	110.33	272.39				
Unsecured:									
From Related Parties		-	337.94	-	379.75	As mutually agreed upon			
From Others		-	75.00	-	-	As mutually agreed upon			
Sub Total		-	412.94	-	379.75				
Total		122.39	559.89	110.33	652.14				

Note-22 Trade payables

(Rs. in lakhs)

	Particulars	As at 31st March, 2023	As at 31st March, 2022
	Trade Payables		
1)	Total outstanding dues of Micro Enterprises and Small Enterprises	-	-
2)	Total Outstanding other than (1) above	1,039.81	750.04
	TOTAL	1,039.81	750.04

Note 22.1: Trade Payables Ageing Schedule as at March 31, 2023

(Rs. in lakhs)

	Outstanding for following Periods from due date of payments					
	Not Due	Less than 1 Year	1-2 Years	2-3 years	More than 3	Total
MSME						
Other		1,037.02	2.67	0.06	0.06	1,039.81
Disputed Dues- MSME						
Disputed Dues- Other						
Total		1,037.02	2.67	0.06	0.06	1,039.81

Trade Payables Ageing Schedule as at March 31, 2022

	Not Due	Less than 1 Year	1-2 Years	2-3 years	More than 3	Total
MSME			-	-	-	-
Other		720.44	0.51	0.06	29.03	750.04
Disputed Dues- MSME		-	-	-	-	-
Disputed Dues- Other		-	-	-	-	-
Total		720.44	0.51	0.06	29.03	750.04

Following are the relevant disclosures as required under the Micro, Small and Medium Enterprises Development Act, 2006

(Rs. in lakhs)

Description	As at 31st March, 2023	As at 31st March, 2022
a) The principal amount remaining unpaid to suppliers as at the end of accounting year.	-	-
b) The interest due thereon remaining unpaid to suppliers as at the end of accounting year	-	-
c) The amount of interest paid by the company in terms of Section 16, along with the amount of	-	-
d) The amount of interest due and payable for the period of delay in making payment which have	-	-
e) The amount of interest accrued during the year and remaining unpaid at the end of the	-	-
f) The amount of further interest remaining due and payable even in succeeding years	-	-

The above mentioned outstandings are in normal course of business and the information regarding Micro and Small Enterprises have been determined to the extent such parties have been identified on the basis of information available with the Company.

Note-23-Other Current Financial Liabilities

(Rs. in lakhs)

	Particulars	As at 31st March, 2023	As at 31st March, 2022
	Payable to employees	14.31	10.98
	Accrued interest	4.66	0.39
	Creditors for capital expenditure	3.61	4.13
	TOTAL	22.58	15.50

Note-24-Other Current Liabilities

(Rs. in lakhs)

	Particulars	As at 31st March, 2023	As at 31st March, 2022
	Advance from customers	131.79	59.92
	Statutory dues payable	34.59	11.60
	Other current liabilities	-	0.15
	TOTAL	166.38	71.67

Note-25- Current Tax Liabilities

(Rs. in lakhs)

	Particulars	As at 31st March, 2023	As at 31st March, 2022
	Provision for tax	56.17	81.25
	Advance Tax	(44.89)	(67.19)
	TOTAL	11.28	14.06

Note-26- Revenue from operations- Sale**(i) Sale of Products****(Rs. in lakhs)**

Particulars	As at 31st March, 2023	As at 31st March, 2022
Finished product	14,831.33	12,152.74
TOTAL (A)	14,831.33	12,152.74

(ii) Other operating revenue**(Rs. in lakhs)**

Particulars	As at 31st March, 2023	As at 31st March, 2022
Job work charges	300.78	102.01
Commission Received	48.92	74.95
Cargo Handling and warehouse charges	5.68	81.80
Rental Income	10.74	-
WH service charges (RSC)	14.01	-
Other operating income	30.80	43.17
Other operating revenue (B)	410.93	301.93
Total Revenue from operations (A+B)	15,242.26	12,454.67

Note-27- Other income**(Rs. in lakhs)**

Particulars	As at 31st March, 2023	As at 31st March, 2022
Interest Received	48.13	35.65
Insurance claim received	16.98	11.25
Gain on Remeasurement of Investments	-	0.57
Profit on sale of PPE	-	0.65
Miscellaneous Income	24.97	11.70
Less: Adjustment for capitalisation	(19.94)	-
TOTAL	70.14	59.82

Note-28- Purchase of Stock In Trade**(Rs. in lakhs)**

Particulars	As at 31st March, 2023	As at 31st March, 2022
Purchase of goods for resale	8,062.80	5,832.72
TOTAL	8,062.80	5,832.72

Note-29- (Increase)/Decrease in inventories**(Rs. in lakhs)**

Particulars	As at 31st March, 2023	As at 31st March, 2022
Inventories at the end of the year		
Finished goods/ Stock in trade	741.76	685.97
	741.76	685.97
Inventories at the beginning of the year		
Finished goods/ Stock in trade	685.97	746.34
(Increase)/Decrease in inventories	(55.79)	60.37

Note-30- Employees benefits expense**(Rs. in lakhs)**

Particulars	As at 31st March, 2023	As at 31st March, 2022
Salary, wages and bonus	206.82	203.73
Contribution to provident and other funds	11.77	11.77
Workmen and staff welfare expenses	7.56	10.02
Gratuity	5.34	4.99
TOTAL	231.49	230.51

Note-31- Finance costs**(Rs. in lakhs)**

Particulars	As at 31st March, 2023	As at 31st March, 2022
Interest- Bank	85.00	30.65
Bank charges and other processing charges	16.19	19.32
Interest to others	48.90	44.91
Less: Interest Capitalised during the year	(29.60)	-
TOTAL	120.52	94.88

Note-32- Other expense
(Rs. in lakhs)

Particulars	As at 31st March, 2023	As at 31st March, 2022
Freight	275.82	183.09
Power and fuel	194.44	126.82
Audit Fees	2.00	2.00
Repairs and Maintenance	45.40	56.27
Travelling & Conveyance Expenses	57.08	29.58
Insurance	26.80	12.59
Miscellaneous expenses	76.77	47.82
Rent, Rates and Taxes	10.90	10.83
Security expenses	5.23	5.42
Legal & professional expenses	21.68	30.89
Bad debt & balance written off	2.45	39.20
Commission Paid	4.27	3.57
Total	722.84	548.08

Note-33- Tax Expense
(Rs. in lakhs)

Particulars	As at 31st March, 2023	As at 31st March, 2022
Current Tax	57.32	78.30
Deferred Tax	(3.87)	(3.89)
	53.45	74.41
Reconciliation of Tax Expense		
Profit before tax	209.28	320.32
Applicable Tax Rate	25.17%	25.17%
Computed Tax Expense (A)	52.67	80.62
Adjustments For-		
Expenses not allowed for tax purpose	14.96	13.79
Additional allowance for tax purpose	(11.46)	(13.17)
Effect of tax adjustments	1.15	(2.95)
Temporary difference on account of WDV of Fixed Asset	(1.21)	(2.39)
Temporary difference on account of expenses allowable in subsequent years	(2.66)	(2.21)
On account of other assets	-	-
Net Adjustments (B)	0.78	(6.21)
Tax Expense	53.45	74.41

Note- 34- Earning per share

(Rs. in lakhs)

Particulars	Details	As at March 31,2023	As at March 31,2022
i) Net Profit/ Loss(-) available to Equity Shareholders (Used as numerator for calculating EPS)	In lacs	155.83	245.91
ii) Weighted average No.of Equity Shares outstanding during the period: (Used as denominator for calculating EPS) - for Basic & Diluted EPS	No.	76,64,600	71,47,600
iii) Earning per Share before and after Extra Ordinary Items - Basic & Diluted (Equity Share of Face value of ₹ 10 each)	In Rs.	2.09	3.44

Note-35- Auditor's Remuneration

(Rs. in lakhs)

Particulars	As at March 31,2023	As at March 31,2022
Audit Fees	2.00	2.00
Tax Audit	-	-
Other Services	-	-
Reimbursement of expenses	-	-

Note-36- Finance Cost

The finance cost on Edfs financing is net of cost recovered from customer.

Note-37- Contingent Liabilities and Commitments: Not provided for in respect of:**I Contingent Liabilities**

(Rs. in lakhs)

Particulars	As at March 31,2023	As at March 31,2022
i) Demands being disputed by the Company :		
a) Excise duty and Service Tax demands		-
b) Trade Tax and Entry Tax demands	29.31	29.31
d) Estimated amount of interest on above		
ii) Claims against the company not acknowledged as debts :		
a) Statutory liability being disputed by authorities		-
b) Income Tax demand on processing of TDS Returns		
c) Other Liabilities		
d) In respect of some pending cases of employees under labour laws		

The amount shown above represents the best possible estimates arrived on the basis of available information. The uncertainties and timing of the cash flows are dependent on the outcome of the different legal process which have been invoked by the company.

In the opinion of the management, no provision is considered necessary for the disputes mentioned above on the grounds that there are fair chances of successful outcome.

II Corporate Guarantees

Particulars	As at March 31,2023	As at March 31,2022
Corporate guarantees given by the company on behalf of third parties to the banks	Nil	Nil

III Capital Commitment

Particulars	As at March 31,2023	As at March 31,2022
Estimated amount of contracts remaining to be executed on capital account and not provided for	Nil	Nil

Note 38-Employees Benefits :

The required disclosures of employees benefits as per Indian Accounting Standard (Ind AS) -19 are given hereunder :-

I) Defined Contribution Plan :

The contribution to the respective funds are made in accordance with the relevant statute and are recognised as expense when employees have rendered service entitling them to the contribution. The contribution to defined contribution plan, recognised as expense in the Statement of Profit & Loss are as under:

	(Rs. in lakhs)	
	<u>2022-23</u>	<u>2021-22</u>
Employer's Contribution to Provident Fund :	0.74	1.13
Employer's Contribution to Pension Fund :	8.13	7.27

II) Defined Benefit Plan

(i) In respect of non funded defined benefit scheme of gratuity (Based on actuarial valuation) :

The gratuity plan is governed by the Payment of Gratuity Act, 1972. Under the said Act, an employee who has completed 5 years of service is entitled to specific benefit. The gratuity plan provides a lumpsum payment to employees at retirement, death, incapacitation or termination of employment. The level of benefits provided depends on the member's length of service and salary at retirement age. It is valued as per the actuarial report.

The Group is exposed to various risks in providing the above gratuity benefit which are as follows:

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

Salary escalation risk : The present value of the defined benefit plan is calculated with the assumption of salary increase 0.50% per annum of plan participants in future. Deviation in the rate of increase of salary in future for plan participants from the rate of increase in salary used to determine the present value of obligation will have a bearing on the plan's liability.

Actual mortality & disability : deaths & disability cases proving lower or higher than assumed in the valuation can impact the liabilities.

	(Rs. in lakhs)	
	<u>2022-23</u>	<u>2021-22</u>
A) Expenses recognised during the year ended 31.03.2023		
Current Service Cost	3.05	3.05
Interest Cost	2.29	1.94
Total	5.34	4.99

	(Rs. in lakhs)	
	<u>2022-23</u>	<u>2021-22</u>
B) Other Comprehensive Income		
Actuarial gain / (loss) arising from:	-	-
. Change in financial assumptions	(0.57)	(1.20)
. Change in experience adjustments	(2.72)	4.16
Components of defined benefit costs recognized in other comprehensive income	(3.29)	2.96

	(Rs. in lakhs)	
	<u>2022-23</u>	<u>2021-22</u>
C) Change in Obligation over the year ended 31.03.2023		
Present Value of defined obligation as on 01.04.2022	31.95	28.54
Current Service Cost	3.05	3.05
Interest Cost	2.29	1.94
Actuarial losses/(Gain)	(3.29)	2.96
Benefits Paid	(2.42)	(4.55)
Present Value of defined obligation as on 31.03.2023	31.57	31.95

	(Rs. in lakhs)	
	<u>2022-23</u>	<u>2021-22</u>
D) Net liability recognized in the Balance Sheet as at the year end:		
Present value of obligation	31.57	31.95
Fair value of plan assets		
Net assets / (liability) recognized in balance sheet as provision	(31.57)	(31.95)

E) Actuarial Assumptions

	IALM (2012-14)	IALM (2012-14)
Mortality Table		
Discount Rate (per Annum)	7.18%	7.18%
Rate of Escalation in Salary (per Annum)	5%	5%
Withdrawal Rate (Age related)-		
Up to 30 Years	3%	3%
Between 31 - 44 Years	2%	2%
Above 44 Years	1%	1%
Normal Retirement Age (in Years)	65	65

The estimates of rate of escalation in salary considered in actuarial valuation, take into account inflation, seniority, promotion and other relevant factor

	(Rs. in lakhs)	
F) Maturity Profile	<u>2022-23</u>	<u>2021-22</u>
With in 0 to 1 Year	1.81	1.59
With in 1 to 2 Year	1.60	0.82
With in 2 to 3 Year	1.39	2.48
With in 3 to 4 Year	2.38	1.28
With in 4 to 5 Year	1.13	2.17
With in 5 to 6 Year	2.36	1.05
6 Year onwards	20.90	22.54
Total expected payments	31.57	31.95

	(Rs. in lakhs)	
G) Sensitivity analysis on present value of defined benefit obligations:	<u>2022-23</u>	<u>2021-22</u>
Present Value of Obligation	31.57	31.95
a) Discount rates		
0.50% increases	-1.37	-1.45
0.50% decreases	1.48	1.57
b) Salary growth rate		
0.50% increases	1.51	1.60
0.50% decreases	-1.41	-1.49

Sensitivities due to mortality & withdrawals are not material & hence impact of change due to these not calculated.

Sensitivities as rate of increase of pensions in payment, rate of increase of pensions before retirement & life expectancy are not applicable

(ii) In respect of Defined Benefit Scheme (Based on Actuarial Valuation) of Leave Encashment :

	(Rs. in lakhs)	
A) Expenses recognised during the year ended 31.03.2023	<u>2022-23</u>	<u>2021-22</u>
Current Service Cost	0.90	1.35
Interest Cost	0.53	0.61
Total	1.43	1.96

	(Rs. in lakhs)	
B) Other Comprehensive Income	<u>2022-23</u>	<u>2021-22</u>
Actuarial gain / (loss) arising from:		
. Change in financial assumptions	(0.14)	(0.32)
. Change in experience adjustments	(1.12)	0.17
Components of defined benefit costs recognized in other comprehensive income	(1.26)	(0.15)

	(Rs. in lakhs)	
C) Change in Obligation over the year ended 31.03.2023	<u>2022-23</u>	<u>2021-22</u>
Present Value of defined obligation as on 01.04.2022	7.38	8.95
Current Service Cost	0.90	1.35
Interest Cost	0.53	0.61
Actuarial Gains/losses	(1.26)	(0.15)
Benefits Paid	(0.51)	(3.38)
Present Value of defined obligation as on 31.03.2023	7.03	7.38

	(Rs. in lakhs)	
D) Net liability recognized in the Balance Sheet as at the year end:	<u>2022-23</u>	<u>2021-22</u>
Present value of obligation	7.03	7.38
Fair value of plan assets	-	-
Net assets / (liability) recognized in balance sheet as provision	(7.03)	(7.38)

E) Principal Actuarial Assumptions :		
Mortality Table	IALM (2012-14)	IALM (2012-14)
Discount Rate (per Annum)	7.18%	7.18%
Rate of Escalation in Salary (per Annum)	5%	5%
Withdrawal Rate (Age related)-		
Up to 30 Years	3%	3%
Between 31 - 44 Years	2%	2%
Above 44 Years	1%	1%
Normal Retirement Age (in Years)	65	65
Leave Availment Rate	5%	5%

The estimates of rate of escalation in salary considered in actuarial valuation, take into account inflation, seniority, promotion and other relevant factor

	(Rs. in lakhs)	
F) Maturity Profile	<u>2022-23</u>	<u>2021-22</u>
With in 0 to 1 Year	0.63	0.65
With in 1 to 2 Year	2.09	0.27
With in 2 to 3 Year	0.54	0.13
With in 3 to 4 Year	0.37	0.14
With in 4 to 5 Year	0.13	0.89
With in 5 to 6 Year	0.72	0.21
6 Year onwards	2.55	5.08
Total expected payments	7.03	7.38

	(Rs. in lakhs)	
G) Sensitivity analysis on present value of defined benefit obligations:	<u>2022-23</u>	<u>2021-22</u>
Present Value of Obligation	7.03	7.38
a) Discount rates		
0.50% increases	-0.32	-0.38
0.50% decreases	0.35	0.41
b) Salary growth rate		
0.50% increases	0.36	0.42
0.50% decreases	-0.33	-0.39

Sensitivities due to mortality & withdrawals are not material & hence impact of change due to these not calculated.

Sensitivities as rate of increase of pensions in payment, rate of increase of pensions before retirement & life expectancy are not applicable.

Note-39- DISCLOSURES AS REQUIRED BY INDIAN ACCOUNTING STANDARD (Ind AS) 108 OPERATING SEGMENTS**a) Operating Segments**

The Company is organized into two main business segments, namely:

- a) Chemical and Surface active segment
- b) Others

b) Identification of Segments

The chief operational decision maker monitors the operating results of its Business Segments separately for the purpose of making decisions about resource allocation and performance assessment. Segment performance is evaluated based on profit or loss and is measured consistently with profit or loss in the financial statements. Operating Segments have been identified by the management and reported taking into account, the nature of products and services, the differing risks and returns, the organization structure, and the internal financial

c) Segment revenue and results:

The expenses and incomes which are not directly attributable to any business segment are shown as unallocable expenditure (net of unallocated income).

d) Segment assets and liabilities:

While most assets can be directly attributed to individual segments, the carrying amount of certain assets used jointly by two or more segments is allocated to the segments on a reasonable basis. Segment Liabilities include all operating liabilities and include creditors, accrued liabilities and interest bearing liabilities.

e) Segment Accounting Policies:

- (i) The segment results have been prepared using the same accounting policies as per the Financial Statements of the Company.
- (ii) Unallocated assets include deferred tax, investments and interest bearing deposits.
- (iii) Unallocated liabilities include non-interest bearing liabilities and tax provisions.
- (iv) Capital expenditure pertains to additions made to fixed assets during the year and includes capital work in progress.
- (v) Revenues are shown net of intersegment revenue.

f) Geographical Information

The company operated only in India during the year ended 31st March, 2023 and 31st March, 2022.

g) Information about major customers

No single customer contributed 10% or more of the total revenue of the company for the year ended 31st March, 2023 and 31st March, 2022.

Summary of Segmental Information**(Rs. in lakhs)**

Particulars	Chemical and Surface active segment	Others	Total
1. Segment Revenue (including Excise Duty)			
a) External Sales	7273.39	7968.87	15,242.26
Previous Year (31.03.2022)	6134.97	6319.7	12,454.67
2. Segment Results			
(Profit+)/Loss(-) before Tax and Interest from each segment)	283.64	100.17	383.81
Previous Year (31.03.2022)	247.96	221.25	469.21
Less : Finance costs			120.52
Previous Year (31.03.2022)			94.88
Less/ Add :Other Unallocable Expense/Income net off Unallocable Income/Expenses			54.00
Previous Year (31.03.2022)			54.00
Net Profit(+)/loss(-) before Tax			209.28
Previous Year (31.03.2022)			320.33
Less: Tax expense (Net)			53.45
Previous Year (31.03.2022)			74.41
Net Profit after Tax			155.83
Previous year			245.45
3. Other Information			
a) Segment Assets	2849.51	3425.13	6,274.64
Previous Year (31.03.2022)	2082.5	2954.99	5,037.49
Unallocable Corporate Assets			101.93
Previous Year (31.03.2022)			110.52
Total Assets			6,376.57
Previous Year (31.03.2022)			5,148.01

b) Segment Liabilities	1679.39	1871.51	3,550.90
Previous Year (31.03.2022)	1131.31	1465.64	2,596.95
Unallocable Corporate Liabilities			384.52
Previous Year (31.03.2022)			432.00
Total Liabilities			3,935.42
Previous Year (31.03.2022)			3,028.95
c) Capital Expenditure	50.63	20.63	71.26
Previous Year (31.03.2022)	72.43	0.08	72.51
Unallocable capital expenditure			-
Previous Year (31.03.2022)			-
Total capital expenditure			71.26
Previous Year (31.03.2022)			72.51
d) Depreciation	41.14	2.18	43.32
Previous Year	41.28	0.96	42.24
Unallocable depreciation			-
Previous Year (31.03.2022)			-
Total depreciation			43.32
Previous Year (31.03.2022)			42.24
e) Non Cash Expenditure other than Depreciation	5.84	1.68	7.52
Previous Year (31.03.2022)	12.48	26.72	39.20
Unallocable Non Cash Expenditure other than Depreciation			-
Previous Year (31.03.2022)			-
Total Non Cash Expenditure other than Depreciation			7.52
Previous Year (31.03.2022)			39.20

Note-40- Related Party Disclosure

A) Name of the related parties with whom transactions were carried out during the year and description of relationship:

A Key Management Personnel & their relatives:

- (i) Mr. Pawan Kumar Garg, Chairman & Managing Director
- (ii) Mr. Atul Kumar Garg, Whole Time Director
- (iii) Mr. Ankur Garg, Whole Time Director
- (iv) Ms. Ritika Tondon, Company Secretary (Date of Resignation 12.01.23)

B Director & their relatives:

- (i) Mr. Pramod Kumar Misra, Director
- (ii) Mr. Bijal Yogesh Durgavale, Director
- (iii) Mr. Rajinder Pal, Director
- (iv) Mr. Gopal Das Agarwal, Director(ceased on 24/03/2023)
- (v) Mr. Aditya Garg

C Person having significant influence over the enterprises:

- (i) M/s Standard Sulphonators (P) Ltd.
- (ii) M/s Kashi Prasad Roop Kishore
- (iii) M/s Standard Ventures Ltd.
- (iv) M/s Shri Balaji Enterprises
- (v) M/s Sri Ram Enterprises
- (vi) Navsheel standard construction
- (vii) Standard organo chemicals pvt ltd
- (viii) Icon Developers
- (ix) Icon Cars (P) Ltd
- (x) Udati Infraconstruction (P) Ltd
- (xi) Udati Developers Private Limited
- (xii) Icon Polymers
- (Xiii) Icon Cars kanpur (P) Ltd

B) Details of transactions between the Company and Related Parties:

(Rs. in lakhs)

NATURE OF TRANSACTIONS	2022-2023		2021-2022	
	KMP/DIRECTOR	ENTERPRISES	KMP/DIRECTOR	ENTERPRISES
Purchase of Goods				
Icon Polymers		843.72		2,207.86
Purchase of Vehicles				
Icon Cars kanpur (P) Ltd		20.63		-
Sale of Goods				
Icon Polymers		404.02		438.16
Loan Received				
Standard organo Chemical Pvt Ltd		8.15		31.10
Pawan kumar Garg	382.24		309.77	
Ankur Garg	10.00		1.00	
Atul Garg	230.88		-	
Kunal Garg	16.00		-	
Standard Sulphonators (P) Ltd.		20.00		-
Loan Repaid				
Standard Sulphonators (P) Ltd.		4.74		
Standard organo Chemical Pvt Ltd		8.15		121.21
Pawan kumar Garg	436.81		301.79	
Ankur Garg	10.00		1.00	
Atul Garg	230.88		-	
Kunal Garg	16.00		-	
Advances given				
Icon Cars (P) Ltd		-		(0.20)
Interest Paid				
Standard organo Chemical Pvt Ltd		-		3.65
Pawan kumar Garg	31.82		29.72	
Ankur Garg	-			
Expenses- Rent Paid				

Standard Sulphonators (P) Ltd.		6.00		6.00
Commission Paid				
Standard organo Chemical Pvt Ltd		-		-
Expenses- Salary				
Ankur Garg	18.00		18.00	
Atul Garg	18.00		18.00	
Pawan kumar Garg	18.00		18.00	
Kunal Garg	7.20		7.20	
Aditya Garg	2.75		-	
Ritika Tondon	4.10		0.89	
Sitting Fees				
Bijal Yogesh Durgvale	-		0.23	
Pramod kumar	-		0.83	
Rajinder Pal	0.45		1.43	
Gopal Das Agarwal	0.45		0.15	
Amount Payable				
Standard Sulphonators (P) Ltd.		30.08		10.63
Outstanding balance				
Standard organo Chemical Pvt Ltd		-		-
Icon Cars (P) Ltd		(0.20)		(0.20)
Pawan kumar Garg	314.25		326.62	
Ankur Garg	0.02		0.58	
Atul Garg	12.18		1.72	
Security Deposit Paid				
Standard Sulphonators (P) Ltd.		(50.00)		(50.00)

C) Short Term Employee Benefits	Salary		Sitting fees	
	2023	2022	2023	2022
Atul Kumar Garg	18.00	18.00		
Pawan Kumar Garg	18.00	18.00		
Ankur Garg	18.00	18.00		
Kunal Garg	7.20	7.20		
Ritika Tondon	4.10	0.89		
Aditya Garg	2.75	-		
Gopal Das Agarwal			0.45	0.15
Bijal Yogesh Durgvale			-	0.23
Rajinder Pal Singh			0.45	1.43
Mr. Pramod Kumar Misra			-	0.83

D) Terms and Conditions and Settlement

The transactions with the related parties are made on term equivalent to those that prevail in arm's length transactions. The assessment is under taken each financial year through examining the financial position of the related party and in the market in which the related party operates. Outstanding balances at the year end are unsecured and settlement occurs in cash.

Note-41 Details of loans and advances given; investment made; guarantee given and security provided as required to be disclosed as per provision of section 186(4) of Companies Act, 2013 have been disclosed under the respective heads.

Note-42 In the opinion of the Board, current assets and loans and advances have realisable value in the ordinary course of business atleast equal to the value at which they are stated in the Balance Sheet.

Note-43- Ratios

(Rs. in lakhs)

Sr. No.	Particulars	March 31, 2023		March 31, 2022		Year ended		Variation	Reason for variation
		Numerator	Denominator	Numerator	Denominator	March 31, 2023 Audited	March 31, 2022 Audited		
i	Debt-to-Equity (D/E) Ratio (in times) (Total Debt (Long term +Short term including current maturity)/Average Shareholders' Equity)	2,595.89	2,280.10	2,077.84	1,938.67	1.14	1.07	6.22%	
ii	Debt service coverage ratio (in times) {(Profit after tax+ depreciation+ interest on term loan) /((Interest on term loan + Long term principal repayment amount during the period))}	284.15	269.34	318.81	382.72	1.05	0.83	26.65%	due to decrease in term loans
iii	Current ratio (in times) {(Current Assets/ Current Liabilities)}	5,431.74	3,303.91	4,306.38	2,304.97	1.64	1.87	-12.00%	
iv	Trade Receivables turnover ratio (in times) [Net Credit Sales / Average Accounts Receivable { (Closing Accounts Receivable + Opening Accounts	14,831.33	2,588.58	12,152.74	2,195.29	5.73	5.54	3.50%	
v	Inventory turnover (in times) [Cost of Goods sold/Average Inventory { (Closing Inventory + Opening Inventory)/2}]	13,984.95	797.60	11,278.45	787.14	17.53	14.33	22.37%	
vi	Net profit margin (%) (Net Profit after tax/ Total Revenue from operations)	155.83	15,242.26	245.91	12,454.67	1.02%	1.97%	-48.22%	due to decrease in profits
vii	Return on equity ratio (%) (Net profit after tax/Average shareholder equity)	155.83	2,280.10	245.91	1,938.67	6.83%	12.68%	-46.12%	due to decrease in profits
viii	Trade Payable turnover ratio (times) Net credit purchase/average trade payable	14,069.78	894.93	11,562.79	575.60	15.72	20.09	-21.74%	
ix	Net capital Turnover ratio (times) (Total Revenue from Operation/Average working capital)	15,242.26	2,064.62	12,454.67	1,803.53	7.38	6.91	6.91%	
x	Return on capital employed (%) Earning before interest and tax/(Total net worth+ total debt + deferred tax liability)	329.80	3,036.49	415.20	2,809.39	10.86%	14.78%	-26.51%	due to decrease in profits
xi	Return on investment (%) (Net income (PAT)/Average total assets)	155.83	5,762.29	245.91	4,934.24	2.70%	4.98%	-45.74%	due to decrease in profits

Note 44- Financial instruments - Accounting, classification and fair value measurement**I. Financial instruments by category**

The criteria for recognition of financial instruments is explained in accounting policies for Group:

II Method and assumptions used to estimate fair values:

1. Fair value of cash and cash equivalents, bank balances other than cash and cash equivalents, trade and other receivables, loans and other current financial assets, short term borrowings from banks and financial institutions, trade and other payables and other current financial liabilities approximate their carrying amounts due to the short-term nature of these instruments.
2. Borrowings (non-current) consists of loans from banks and government authorities, other financial liabilities (non-current) consists of interest accrued but not due on deposits, Loans (non-current) consists of deposits given where the fair value is considered based on the discounted cash flow.
3. The fair value of forward foreign exchange contracts is calculated as the present value determined using forward exchange rates, currency basis spreads between the respective currencies and interest rate curves.

(₹ In Crore)

Particulars	Level	Carrying Value as of		Fair Value as of	
		As at March 31, 2023	As at March 31, 2022	As at March 31, 2023	As at March 31, 2022
Financial Assets					
Fair value through OCI					
Derivative Assets					
- Foreign Currency Forward Contract	Level 2	0.66	-	0.66	-
Investments in equity instruments		-	-	-	-
Amortized cost	Level 1				
Investment			15.57		15.57
Trade receivables		2,746.89	2,430.27	2,746.89	2,430.27
Cash and Bank Balances		148.77	12.78	148.77	12.78
Bank Balances other than Bank Balances above		989.72	503.31	989.72	503.31
Loans				-	-
Others Financial Assets		117.95	86.23	117.95	86.23
Total Financial Assets		4,003.99	3,048.15	4,003.99	3,048.15
Financial Liabilities					
Fair value through OCI					
Derivative Liabilities					
- Foreign Currency Forward Contract				-	-
Amortized cost	Level 1				
Borrowings		2,595.89	2,077.84	2,595.89	2,077.84
Trade payables		1,039.81	750.04	1,039.81	750.04
Lease Liabilities				-	-
Other Financial Liabilities		22.58	15.50	22.58	15.50
Total Financial Liabilities		3,658.28	2,843.38	3,658.28	2,843.38

III Fair Value Hierarchy

The fair value of the financial assets and financial liabilities are included at the amount at which the instrument could be exchanged in a current transaction between willing parties, other than in a forced or liquidation sale.

The following table provides the fair value measurement hierarchy of Group's asset and liabilities, grouped into Level 1 to Level 3 as described below :-

Level 1: Quoted prices (unadjusted) in active markets for identical assets or liabilities.

Level 2: Inputs other than quoted prices included within Level 1 that are observable for the asset or liability, either directly or indirectly.

Level 3: Inputs for the assets or liabilities that are not based on observable market data (unobservable inputs).

Management uses its best judgement in estimating the fair value of its financial instruments. However, there are inherent limitations in any estimation technique. Therefore, for substantially all financial instruments, the fair value estimates presented above are not necessarily indicative of the amounts that the Group could have realized or paid in sale transactions as of respective dates. As such, the fair value of financial instruments subsequent to the reporting dates may be different from the amounts reported at each reporting date. In respect of investments as at the transaction date, the Group has assessed the fair value to be the carrying value of the investments as these companies are in their initial years of operations.

Note 45-FINANCIAL RISK MANAGEMENT

The Company's activities are exposed to market risk, credit risk and liquidity risk. The Company's principal financial liabilities, other than derivatives, comprise borrowings, trade and other payables. The main purpose of these financial liabilities is to manage finances for the Company's operations. The Company's principal financial assets includes Loan, trade and other receivable, and cash and other financial assets directly from its operations.

I. Market Risk

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

(a) Interest rate risk

Interest rate risk is the risk that the fair value or future cash flows of a financial instrument will fluctuate because of changes in market interest rates. The Company's exposure to the risk of changes in market interest rates relates primarily to the Company's borrowing obligations with floating interest rates.

Particulars	As at	
	31st March 2023	31st March 2022
Fixed interest rate borrowing	2,595.89	2,077.84
Variable interest rate borrowing	-	-
Total	2,595.89	2,077.84
Loss due to increase in 0.5% Interest Rate on Variable interest Borrowing	-	-
Gain due to decrease in 0.5% Interest Rate on Variable interest Borrowing	-	-

(b) Foreign currency risk

Foreign currency risk is the risk that the fair value or future cash flows of an exposure will fluctuate because of changes in foreign exchange rates. A) The Group used foreign currency forward contracts to hedge its risks associated with foreign currency fluctuations relating to certain firm commitments. The use of foreign currency forward contracts is governed by the Group's strategy approved by the Board of Directors, which provide principles on the use of such forward contracts consistent with the Group's Risk Management. The outstanding forward exchange contracts entered into by the Group at the year end and thereafter disclosed.

Foreign currency exposure	As at	
	31st March 2023	31st March 2022
Short Term Borrowings	905.73	-
Less: Hedged Portion	(905.73)	-
Net Exposure to foreign currency risk assets/(liabilities)	-	-

(c) Inventory Price Risk

The company is exposed to the movement in price of the principal finished product i.e. detergents and organic chemicals. The company monitors prices on periodical basis and formulates sales strategy to achieve maximum realization.

II. Credit risk

Credit risk arises from the possibility that the counterparty will default on its contractual obligations resulting in financial loss to the company. To manage this, the Company periodically assesses the financial reliability of customers, taking into account the financial conditions, current economic trends, and analysis of historical bad debts and ageing of accounts receivable.

The Company considers the probability of default upon initial recognition of assets and whether there has been a significant increase in credit risk on an on going basis through each reporting period. To assess whether there is significant increase in credit risk, it considers reasonable and supportive forward looking information such as:

- (i) Actual or expected significant adverse changes in business.
- (ii) Actual or expected significant changes in the operating results of the counterparty.
- (iii) Financial or economic conditions that are expected to cause a significant change to the counterparty's ability to meet its obligation
- (iv) Significant increase in credit risk on other financial instruments of the same counterparty
- (v) significant changes in the value of collateral supporting the obligation or in the quality of third party guarantees or credit enhancements

(a) Trade receivable

Management Analysis is performed at each balance sheet date on an individually basis for major clients. In addition, a large number of minor receivables are grouped into homogeneous groups. The maximum exposure to credit risk on the balance sheet date is the carrying value of each class of financial asset is disclosed as under-

The ageing analysis of the trade receivables (gross of provision) has been considered from the date the invoice falls due:

(Rs in lakhs)

Ageing	Carrying Value	Less than 6 months	More than 6 months	Total
As at March 31, 2023				
Carrying Amount	2,746.89	2,361.54	385.35	2,746.89
As at March 31, 2022				
Carrying Amount	2,430.27	2,399.25	31.02	2,430.27

(b) Balance with bank

Credit risk from balances with bank is managed in accordance with the company's policies.

The company's maximum exposure to credit risk for the components of the balance sheet as at 31st march, 2023 and 31st march, 2022 is the carrying amount as stated under note no-8

III. Liquidity Risk

Liquidity risk is defined as the risk that company will not be able to settle or meet its obligation on time or at a reasonable price. The Company's objective is to at all times maintain optimum levels of liquidity to meet its cash and collateral requirements. The Company's management is responsible for liquidity, funding as well as settlement management. In addition, processes and policies related to such risk are overseen by senior management. Management monitors the company's net liquidity position through rolling, forecast on the basis of expected cash flows.

The table below provides details regarding the remaining contractual maturities of financial liabilities at the reporting date based on contractual undiscounted payments:

(Rs in lakhs)

As at March 31, 2023	Carrying Value	Less than One Year	More than one year and less than five year	More than 5 Years	Total
Borrowings	2,595.89	2,036.00	559.89	-	2,595.89
Trade payables	1,039.81	1,037.02	2.79	-	1,039.81
Other Liabilities	22.58	22.58	-	-	22.58
Total	3,658.28	3,095.60	562.68	-	3,658.28

(Rs in lakhs)

As at March 31, 2022	Carrying Value	Less than One Year	More than one year and less than five year	More than 5 Years	Total
Borrowings	2,077.84	1,425.70	652.14	-	2,077.84
Trade payables	750.04	720.44	29.60	-	750.04
Other Liabilities	15.50	15.50	-	-	15.50
Total	2,843.38	2,161.64	681.74	-	2,843.38

IV Capital Management

Risk Management

For the purpose of the Company's capital management, capital includes issued equity capital, securities premium and all other equity reserves attributable to the equity shareholders of the Company. The Company's objective when managing capital is to safeguard its ability to continue as a going concern so that it can continue to provide returns to shareholders and other stake holders. The Company manages its capital structure and makes adjustments in light of changes in the financial condition and the requirements of the financial covenants. To maintain or adjust the capital structure, the Company may adjust the dividend payment to shareholders, return capital to shareholders (buy back its shares) or issue new shares. In order to achieve this overall objective, the Company's capital management, amongst other things, aims to ensure that it meets financial covenants attached to the interest-bearing loans and borrowings that define capital structure requirements. The Company has complied with these covenants and there have been no breaches in the financial covenants of any interest-bearing loans and borrowings. No changes were made in the objectives, policies or processes for managing capital during the year ended 31st March, 2022 and 31st March, 2023.

The Company monitors capital using a gearing ratio calculated as below:

Particulars	As at 31st March 2023	As at 31st March 2022
Net debt	2447.12	2065.06
Equity	2441.14	2119.06
Net debt to equity ratio	100.24%	97.45%
Gearing Ratio { net debt / (equity + net debt)}	50.06%	49.35%

Gearing Ratio { net debt / (equity + net debt)}	50.06%	49.35%
<i>* Net debt represents</i>		
Non Current Borrowings	559.89	652.14
Current Borrowings	2036.00	1425.70
Less: Cash and cash equivalents	-148.77	-12.78
Debt	2447.12	2065.06
Lease liabilities		
Lease liabilities- Non Current	-	-
Lease liabilities- Current	-	-
Net debt(including lease liabilities)	2447.12	2065.06

Note-46- Additional Regulatory Information

- i) The Company has not being declared wilful defaulter by any banks or any other financial institution at any time during the financial year.
- ii) The Company do not have any charges or satisfaction which is yet to be registered with ROC beyond the statutory period.
- iii) Company had not contravened the provisions of section 2(87) of the Companies Act,2013 (Restriction on number of Layers), read with Companies Rules, 2017.
- iv) The Company have not advanced or loaned or invested funds to any other person(s) or entity(ies), including foreign entities (Intermediaries) with the understanding that the intermediary shall:
- directly or indirectly lend or invest in other persons or entities identified in any manner whatsoever by or on behalf of the company (ultimate beneficiaries) or
 - provide any guarantee, security or the like to or on behalf of the Ultimate Beneficiaries.
- v) The Company has not received any funds from any other person(s) or entity(ies), including foreign entities (Intermediaries) with the understanding that the company shall:
- directly or indirectly lend or invest in other persons or entities identified in any manner whatsoever by or on behalf of the Funding Parties (ultimate beneficiaries) or
 - provide any guarantee, security or the like to or on behalf of the Ultimate Beneficiaries.
- vi) The Company have not entered into any transaction which is not recorded in the books of accounts that has been surrendered or disclosed as income during the year in the tax assessments under the Income Tax Act,1961 (such as, search or survey or any other relevant provisions of the Income Tax Act,1961.
- vii) The Company have not traded or invested in crypto currency or virtual currency during the financial year.
- viii) There were no amounts, during the year, which were required to be transferred to the Investor Education and Protection Fund by the Group.
- ix) The Company has not entered into any transaction with the struck off Companies as referred under section 248 of the Companies Act,2013.
- x) All immovable properties are held in the name of the company.

Note-47- Other Notes

- (i) In the opinion of the Board of Directors, Trade Receivables, other current financial assets, and other current assets have a value on realization in the ordinary course of the Group's business, which is at least equal to the amount at which they are stated in balance sheet.
- (ii) The balances of some of the accounts classified as Trade Payables, Trade Receivables, etc are in the process of reconciliations/ confirmation. In the opinion of Board of Directors, the result of such exercise will not have any material impact on the carrying value.
- (iii) The Board of Directors at its meeting held on May 30, 2023 has approved the Financial Statements for the year ended March 31, 2023.

Note 48-The previous year's figures have been reworked or regrouped and reclassified, wherever necessary:

The accompanying notes form an integral part of the financial statements
This is the Balance Sheet referred to in our report of even date
As per our report of the even date attached

For ATUL GARG & ASSOCIATES
Chartered Accountants
Firm Regn. No. : 001544C

For and on behalf of the Board of Directors

CA Atul Garg
Partner
M.No. 070757
Date: 30.05.2023
Place: KANPUR

Pawan Kumar Garg
Chairman & Mananging Director
DIN: 00250836

Ankur Garg
Whole Time Director
DIN: 00616599

STANDARD SURFACTANTS LIMITED

CIN-L24243UP1989PLC010950

Reg off.: 8/15, Arya Nagar, Kanpur-208002

E-mail: secretarial@standardsurfactants.com Web: www.standardsurfactants.com

BALLOT/POLLING PAPER

ASSENT/DISSENT FORM FOR VOTING ON AGM RESOLUTIONS

1. Name (s) & Registered Address of the sole/first named member:
2. Name(s) of the joint-holder(s), if any
3. I) Registered folio No.
ii) *DP ID No. & Client ID No.
[Applicable to members holding shares in dematerialized form]
4. Number of shares held
5. Class of shares
6. I/We hereby exercise my/our vote in respect of the following resolutions to be passed for the business stated in the notice of 34th Annual General Meeting dated 30th September, 2023 by convening my/our assent or dissent to the resolutions by placing (✓)tick mark in the appropriate box below:

Sl. No.	Resolution	No. of Shares	I/We assent to (FOR)	I/We dissent to (AGAINST)
	Ordinary Business			
1	To receive, consider and adopt the Audited Financial Statements of the Company for the financial year ended 31 st March, 2023, together with the Reports of the Auditors and Board of Directors thereon.			
2	To appoint a director in place of Mr. Ankur Garg, (having DIN No. 00616599) who retires by rotation and being eligible, offers himself for reappointment.			
	Special Business			
3	Appointment of Statutory Auditor to fill casual vacancy			
4	Appointment of Statutory Auditor for a period of 5 years			
5	To ratify remuneration of Cost Auditor.			

6	Regularisation of Mr. Sahajdeep Singh Tuteja (DIN 09711910) appointed as an additional director of the company (Independent Non-Executive Director).			
7	Re-Appointment of Mr. Rajinder Pal Singh (DIN 02135781) as an Independent Director of the Company for the second term of 5 years			

Place: Kanpur
Date: 06.09.2023

Signature of Member
Or
Authorized Representative

Notes:

- I. If you opt to cast your vote by e-voting, there is no need to fill up and sign this form.
- II. Last date for receipt of Assent/Dissent Form by the Scrutinizer: September, 27th 2023(5:00 pm).
- III. Please read the instructions carefully before exercising your vote.

INSTRUCTIONS

1. As per the Companies Act, 2013, Company has to provide e-voting facility to its shareholders; however the shareholders, who do not have access to e-voting facility may convey their assent/Dissent in physical Assent/Dissent Form. However, incase Shareholders cast their vote through both physical assent/dissent form & e-voting, then vote casted through e-voting shall be considered, and vote casted through physical Assent/Dissent shall be treated as invalid.
2. The notice of Annual General Meeting is e-mailed to the members whose name appear on the register of members as on 1st September, 2023 & voting rights shall be reckoned on the paid up value of the share registered in the name of shareholders as on the said date.

Instructions for voting physically on Assent/Dissent Form.

1. A member desiring to exercise vote by Assent/Dissent should complete this Assent/Dissent Form and send it in the enclosed self-addressed pre-paid postage so as to reach the scrutinizer Mr. Sarvesh S. Srivastava, Practicing Company Secretary, at the registered office of the company on or before 5:00 pm on September 27th 2023. All forms received after this date will be strictly treated as if the reply from such member has not been received.

2. This Form should be completed and sign by the Shareholder (as per the specimen signature registered with the company/depositary participants). In case of joint holding this form should be completed and signed by the first named shareholder and in his absence, by the next named shareholder.
3. In respect of shares held by corporate and institutional shareholders (companies, trusts, societies etc.) the completed Assents/Dissent Form should be accompanied by a certified copy of the relevant board resolution /appropriate authorization, with the specimen signature(s) of the authorized signatory (ies) duly attested.
4. The consent must be accorded by recording the assent in the column 'FOR' or dissent in the column 'AGAINST' by placing a tick mark (v) in the appropriate column in the form. The assent or dissent received in any other form shall not be considered valid.
5. Members are requested to fill the Form in ink and avoid filling it by using erasable writing medium(s) like pencil.
6. There will be one Assent/Dissent Form for every Folio/Client id respective of the number of joint holders.
7. Members are requested not to send any other paper along with the Assent/Dissent Form. They are also requested not to write anything in the Assent /Dissent form except giving their assent or dissent and putting their signature.
8. The Scrutinizer 'decision on the validity of Assent/Dissent form will be final and binding.
9. Incomplete, unsigned or incorrectly ticked Assent/Dissent Forms will be rejected.

STANDARD SURFACTANTS LIMITED

CIN: L24243UP1989PLC010950

Regd.Off.:8/15,Arya Nagar,Kanpur-208002,U.P(INDIA)

Email:secretarial@standardsurfactants.com •Web:www.standardsurfactants.com

FORM OF PROXY

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

Name of the Member(s)	
Registered Address	
E-mail id	
Folio no./Client id	
DPID	

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

1. Name:.....

Address:.....

E-mail id:.....

Signature:.....;or failing him,

2. Name:.....

Address:.....

E-mail id:.....

Signature:.....;or failing him,

3. Name:.....

Address:.....

E-mail id:.....

Signature:.....;or failing him,

As my/our proxy to attend and vote (on a poll) for me/us and on my/our behalf at the 34th Annual General Meeting of the Company to be held on Saturday the 30th September, 2023 at 02.30 P.M. at 8/15, Arya Nagar, Kanpur-208002 or at any adjournment thereof in respect of such resolution as are indicated below:

Resolution Number	Resolution	For	Against
1.	To receive, consider and adopt the Audited Financial Statements of the Company for the financial year ended 31 st March, 2023, together with the Reports of the Auditors and Board of Directors thereon.		
2	To appoint a director in place of Mr. Ankur Garg, (having DIN No. 00616599) who retires by rotation and being eligible, offers himself for reappointment.		
3	Appointment of Statutory Auditor to fill casual vacancy		
4	Appointment of Statutory Auditor for a period of 5 years		
5	To ratify remuneration of Cost Auditor.		
6	Regularisation of Mr. Sahajdeep Singh Tuteja (DIN 09711910) appointed as an additional director of the company (Independent Non-Executive Director).		
7	Re-Appointment of Mr. Rajinder Pal Singh (DIN 02135781) as an Independent Director of the Company for the second term of 5 years		

Signed this.....day of.....,2023

Signature of the shareholder.....

Signature of the Proxy holder(s).....

Please affix
`1/- Revenue
Stamp

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

STANDARD SURFACTANTS LIMITED

CIN: L24243UP1989PLC010950

Regd.Off.:8/15,Arya Nagar,Kanpur-208002,U.P(INDIA)

Email:secretarial@standardsurfactants.com •Web:www.standardsurfactants.com

ATTENDANCE SLIP

PLEASE COMPLETE THIS ATTENDACE SLIP AND HAND IT OVER AT THE ENTRANCE OF THE MEETING HALL (Joint Shareholders may obtain additional attendance slip on request)

I hereby record my presence at the 34th Annual General Meeting of the Company to be held on Saturday the 30th September, 2023 at 02.30 P.M. at 8/15, Arya Nagar, Kanpur,-208002.

NAME OF THE SHAREHOLDER: (IN BLOCK LETTERS)	NO. OF SHARES HELD
SIGNATURE OF THE SHAREHOLDER:	FOLIO NO.
NAME OF THE PROXY: (IN BLOCK LETTERS)	DPID
SIGNATURE OF THE PROXY	Client ID

STANDARD SURFACTANTS LIMITED

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FEEDBACK FORM

Registration / Updation of Email ID:-

Name of the Shareholder	Folio Number	Updated Email ID

Signature of the Shareholder