

Apbml/Sec./2022-23/48  
7<sup>th</sup> September, 2022

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| <p>To,<br/>Corporate Relationship Department,<br/>BSE Limited,<br/>P.J Towers,<br/>Dalal Street, Fort,<br/>Mumbai- 400 001</p> <p>Company Code- 540824</p> | <p>To,<br/>Corporate Relationship Department<br/>National Stock Exchange of India Ltd.<br/>Exchange Plaza, C-1, Block- G,<br/>Bandra- Mumbai- 400 051</p> <p>Company Code- ASTRON</p> |
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**Sub: Submission of Annual Report for the Financial Year 2021-22 under  
Regulation 34 of the SEBI (Listing Obligations and Disclosure Requirements)  
Regulations, 2015**

Dear Sir/Madam,

We hereby inform you that 12<sup>th</sup> Annual General Meeting of the Company shall be held on Thursday, 29<sup>th</sup> September, 2022 at 11:00 am through Video Conferencing ("VC")/Other Audio Visual Means ("OAVM"), in line with the applicable circulars issued by the Ministry of Corporate Affairs and the Securities and Exchange Board of India.

We hereby enclose the soft copy of Annual Report for the financial year 2021-22 along with Notice convening 12<sup>th</sup> Annual General Meeting; which has sent electronically to the shareholders as on 06<sup>th</sup> September, 2022 through e-mail and have been uploaded on the website of the company [www.astronpaper.com](http://www.astronpaper.com).

Kindly take on your records.

**For, Astron Paper and Board Mill Limited**



**Uttam Patel  
Company Secretary and Compliance Officer**

Encl: As Above.

**Reg Office** : D-702, Ganesh Meridian, Opp High Court, S G Highway, Ahmedabad-380060.  
**Phone No** : +91 : 079 – 40081221  
**Email id**: [info@astronpaper.com](mailto:info@astronpaper.com)  
**Website**: [www.astronpaper.com](http://www.astronpaper.com)  
**CIN**: L21090GJ2010PLC063428

12<sup>th</sup>

**ANNUAL REPORT**  
**2021-22**

“

You are rooting your better future tomorrow  
by choosing paper over plastic today  
for better environment.

”



- ..... Chairman and MD's Message to Stakeholders
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## Message From Chairman



Dear Stakeholders,

At the outset, I wish everyone is safe and Healthy as world in the last 2 years has faced the pandemic and its ripple effects. This Pandemic has changed an individual life cycle in the daily routine as well as it has impacted the business working cycles badly. The government's efforts are appreciated in all the areas, but every industry is witnessing the aftereffects of Covid-19 outbreak.

As all industries are facing the challenges of after COVID effects, we too are impacted. The paper industry is impacted due to inflation, market volatility, non-availability of raw materials, high fuel prices, lower demand and many more. Paper industry is facing a tough time after almost 2 years of pandemic and facing the consequences in form of lower generation and non-availability of raw material, inconsistent sea freights, high fuel prices, high inflation, disturbed working cycle and so on. But we are trying our best to face such temporary hurdles without giving up.

As we all know, our company continued to strive for stability, during the FY 2021-22, company has recorded performance by achieving highest total revenue of INR 514.49Cr., increased by 18% as compared to the previous year and maintained revenue CAGR of 22.85%. However, the production and sales volume has declined by 15% as compared to previous year due to market challenges. This result is driven by our consistent efforts, continuous technological advancements, quality product and huge base of satisfied customers. We are constantly looking for growth opportunities in the manner most beneficial to all the Stakeholders.

Paper and paper board plays a vital role in the economic growth of our country and expected to grow in coming years due to increase in economic activities. Moreover, to combat pollution, Government of India has planned to ban single use plastic products effectively from 1st July 2022. With the ban on single-use plastic products, paper-based products will see bullish trend with increase in demand of products such as paper cups, paper bags, paper plates, etc. Also, consumer awareness regarding sustainability, use of eco-friendly products, replacement of plastic, booming e-commerce retail growth are big boosters for the demand of packaging paper and paper board. This will result in the boost of pulp and paper industry in near future.

On behalf of all of us at Astron Paper, I would like to place my gratitude to customers, vendors, dealers, investors, business associates, bankers and all the stakeholders for their continued support during the year.

  
Kirit Patel

Chairman & Managing Director

# VISION

By staying focused on quality, creativity and innovation, the group envisions itself amongst the top paper companies by driving itself towards Fiber to Container.



# MISSION

To contribute towards people, planet and organization while being sustainable and to become one of the most successful company.

# A S T R O N

## AT A GLANCE



Unit-I: Halvad Plant

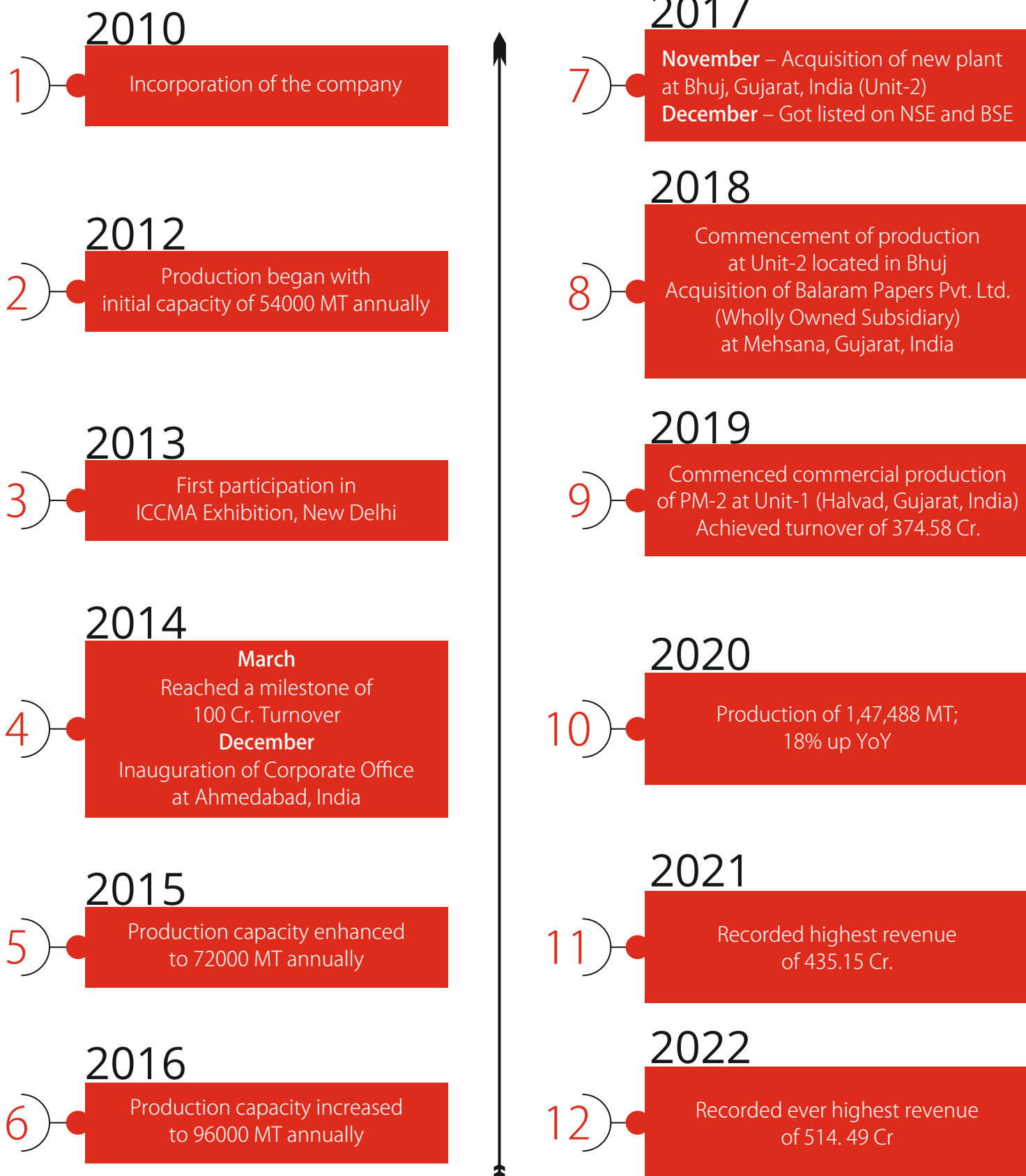
### **ASTRON PAPER & BOARD MILL LIMITED**

Incorporated in 2010, Astron Paper and Board Mill Limited is one of the largest recycled corrugated paper manufacturers in India, being listed on BSE and NSE by way of initial public offer (IPO) since Dec, 2017. Within a short span of time, the company has developed a name and brand image in packaging paper industry with innovative corrugated paper solutions. The company is having its Corporate Head Office in Ahmedabad and brings together three manufacturing units with four paper machines at three different and strategic locations in Gujarat, India with an industrial capacity of approximately 222 thousand tonnes annually. Astron Paper offers high-performance quality products and services to combine the sustainability of its operations with the highest technological levels of the industry with fulfillment of market requirements government regulations with social and environmental efficiency.

Company is promoted by Kirit Patel, Ramakant Patel, Karshanbhai Patel. Company believes that its market position has been achieved by adherence to the vision of its promoters, senior management and their experience. With their dedication and commitment, Company has shown an increasing trend in business operations which is evidenced by the growth in total income from 267.27 million in FY 2012-13 to 5144.90 million in FY 2021-22. Looking forward to fulfilling the increasing demand for recycled corrugated paper, during FY 2017-18 company has acquired a paper plant located at Bhuj by auction through Union Bank of India. Again, in FY 2018-19 company acquired Balaram Papers Pvt. Ltd., (Located at Mehsana, Gujarat) as a wholly owned subsidiary company.

In the span of 10 years, Astron has emerged as a key industrial player and aim to spread growth spree even wider. Innovative approach and methodology have created great growth opportunities for stakeholders. Apart from being a growth-centric, Company is committed to minimizing the environmental impact of its operations and its products through the adoption of sustainable practices. All in all, with smart investments in talent and technology, Astron is en route to creating a cultural progress, wherein all associated can attain highest standards of distinction.

# Our Milestone





# Infrastructure



On the Infrastructure front, Astron has invested diligently and consistently to establish some of the best production facilities in the industry. Currently we have four high-speed and high-quality production lines at three strategic locations in Gujarat, India.

Apart from the production units, Astron also has a modern Corporate Office situated in the heart of one of the India's fastest growing cities - Ahmedabad, India. On the Infrastructure front, Astron has invested diligently and consistently to establish some of the best production facilities in the industry. Currently we have four high-speed and high-quality production lines at three strategic locations in Gujarat, India.

Apart from the production units, Astron also has a modern Corporate Office situated in the heart of one of the India's fastest growing cities - Ahmedabad, India.

## ► **Unit 1** At Halvad, Gujarat

### PM-I

- BF Range - 24 to 40
- GSM – 180 to 350
- RCT – 1.2/1.4/ 1.5/2.2
- Deckle Size - 3800 mm
- Installed Capacity – 7500 MT/Month
- Grades – Test Liner, Kraft Liner, HRCT, Virgin Top Liner

### PM-II

- BF Range - 18 to 24
- GSM – 120 to 200
- RCT – 1.2/1.4/1.5/2.2
- Deckle Size - 3800 mm
- Installed Capacity
  - 4500 MT/Month Grades
  - Fluting Medium, Test Liner, Kraft Liner, HRCT

## ► **Unit 2** At Bhuj, Gujarat

- BF Range – 18 to 24
- GSM - 100 to 220
- Deckle Size - 3200 mm
- Installed Capacity - 3000 MT/Month
- Grades - Fluting Medium & Test Liner

## ► **Unit 3** At Mehsana, Gujarat

BALARAM PAPERS PRIVATE LIMITED  
(WHOLLY OWNED SUBSIDIARY)

- BF Range – 16 to 20
- GSM – 100 to 180
- Deckle Size - 3800 mm
- Installed Capacity – 3500 MT/Month
- Grades - Fluting Medium

# Brief process of our **eco-friendly** product

Company is mainly engaged in manufacturing of Kraft Papers. We offer wide range of products that includes HRCT, Kraft Liner to Corrugated Medium Paper, mainly from 80 GSM to 350 GSM and 16-40 BF.

**Invest in recycled goods today for a sustainable tomorrow.**



ISO 9001:2015, ISO 14001:2015  
Quality Management  
System Certified by SGS



We have been recognized  
for our forest management

# Brief profile of the **DIRECTORS**

## **MR. KIRIT PATEL**

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MR. KIRIT PATEL is the Promoter, Chairman and Managing Director of our Company. He has been on the Board of Directors of the Company since its incorporation. He holds a Bachelor's degree in Commerce from Gujarat University. He has over 2 (two) decades of work experience in which Company operate. He looks after Corporate Finance and Strategic Planning for the long term growth of the Company and has established a wide distribution network related to Company's product. Under his leadership, the Company is steadily evolving with exemplary business and financial outcomes as evidenced in the financial results since inception, maintaining satisfactory performance across all business and financial parameters.

## **MR. RAMAKANT PATEL**

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Mr. Ramakant Patel is the Promoter and Executive Director of our Company. He has been on the Board of Directors of our Company since its incorporation. He has over two decades of work experience in packaging and paper industry. Subsequently, he joined Shreerangam Packaging Private Limited as a Director in January, 2006 and continues to be a director till date. He currently looks after the marketing strategies of the Company.

## **MR. KARSHANBHAI PATEL**

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MR. KARSHANBHAI PATEL is the Promoter and Executive Director of the Company. He has been on the Board of Directors of our Company since its incorporation. He has approximately 8 years of experience in the industry in which the Company operates.



### **MR. SUDHIR MAHESHWARI**

He is an Independent Director of the Company. He is a member of Institute of Chartered Accountants of India. He has been a partner in M/s. Sudhir Maheshwari and Associates since 1997 till date. His areas of expertise includes Statutory Audit, Bank Audit, Concurrent Audit, Professional Consultancy, MIS Services, and Project Finance. Being Professional, he is currently Chairman of the Audit Committee.



### **MR. DHIREN PARIKH**

He is Commerce Graduate and profession by Chartered Accountant. He currently working with Bhagwati Spherocast Pvt Ltd as Finance Controller since February, 2015. He has over 2 (two) decades of work experience in delivering optimal results & business value in high-growth environments. He having in depth knowledge of finance control, preparation of Project Report, banking loan approval, identifying & evaluating risks in banking operations, and assignment related to corporate finance and accounting management. He had working with DINTEX DIE CHEM LIMITED, SHILP GRAVURES LIMITED, RUBBER KING INDIA TYRES PVT. LIMITED, Vikram Thermo (India) Ltd.



### **MR. YOGESH PATEL**

He is a managing partner at Vimal Techno Print, which is in the field of plastic packaging, he is having 20 years of rich experience in the field of various types of packaging and printing industries.



### **MS. DHYANAM VYAS**

Ms. Dhyanam Vyas holds a Bachelor's degree in Commerce from Ahmedabad University. She is an Associate Member of the Institute of Company Secretaries of India. Currently She is Practicing Company Secretary having an experience of about 3 years and having expertise in the field of Legal and Secretarial Compliances.

**Note:**

Mr. Kanubhai Patel, Director of the Company resigned from his post on 19-08-2021.

Ms. Chaitali Parikh, Woman Independent Director of the Company resigned from her post on 22-02-2022.



# Patrons



and many more ....

Disclaimer:

These are our direct/indirect clients. Some of them belong to converter and distributors.

# Network + Global Presence

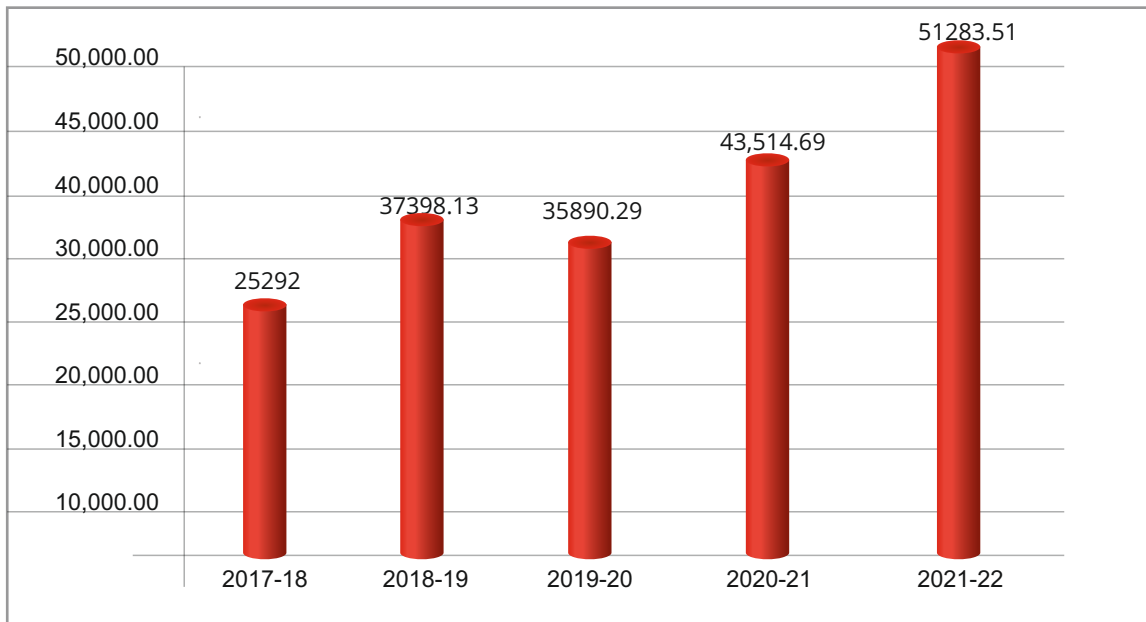
We create 'Kraft', we create Strength.

(The word kraft is derived from the German word Kraft which means strength).



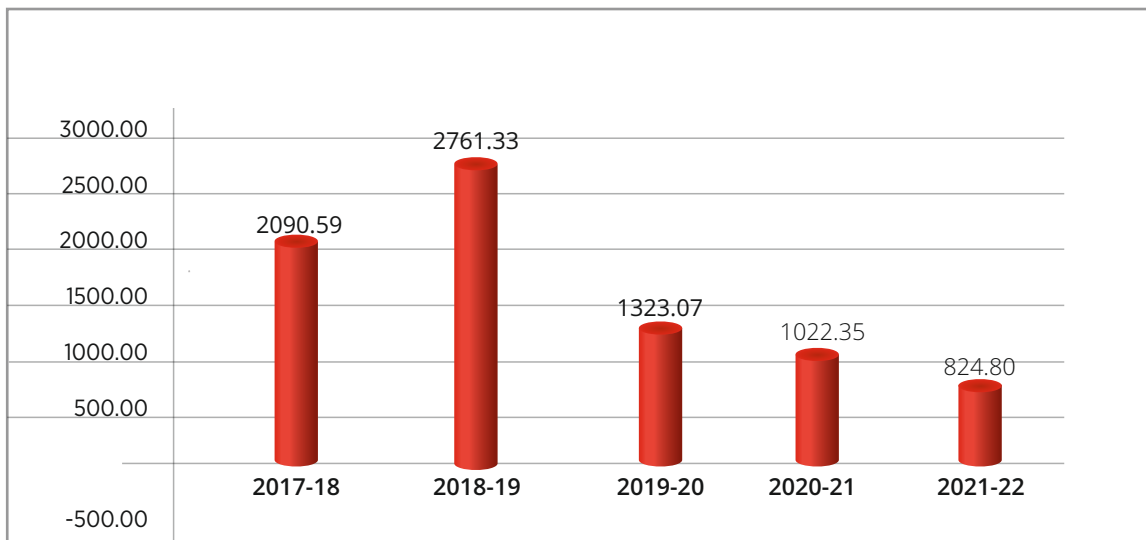
We have a dedicated marketing team who continuously interacts with customers to understand their requirements and analyze the market dynamics. We have also been active and associated with the Federation of Corrugated Box Manufacturers of India and Indian Corrugated Case Manufacturers Association. Apart from our pan India presence, we have earned international recognition for the brand as we have a strong export channel spread across the above mentioned countries.

# Key Financial Highlights

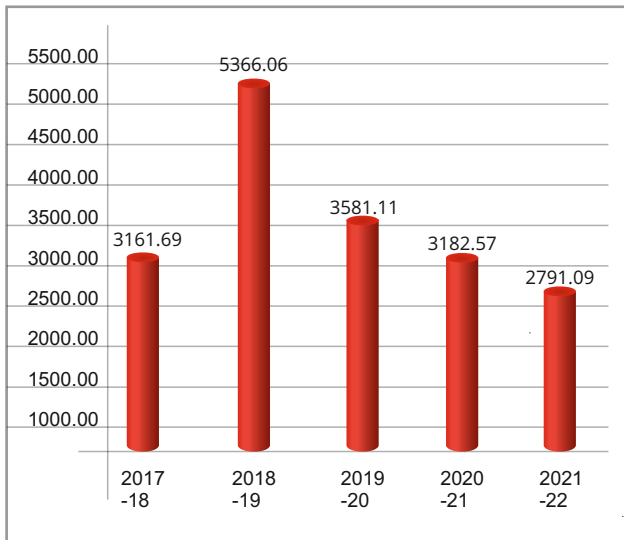


**TOTAL INCOME (in Lakhs)**

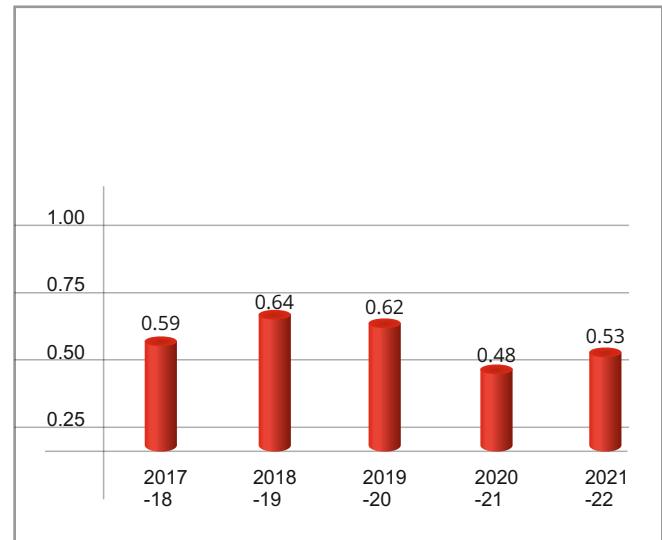
Total Income constitutes Revenue from operations



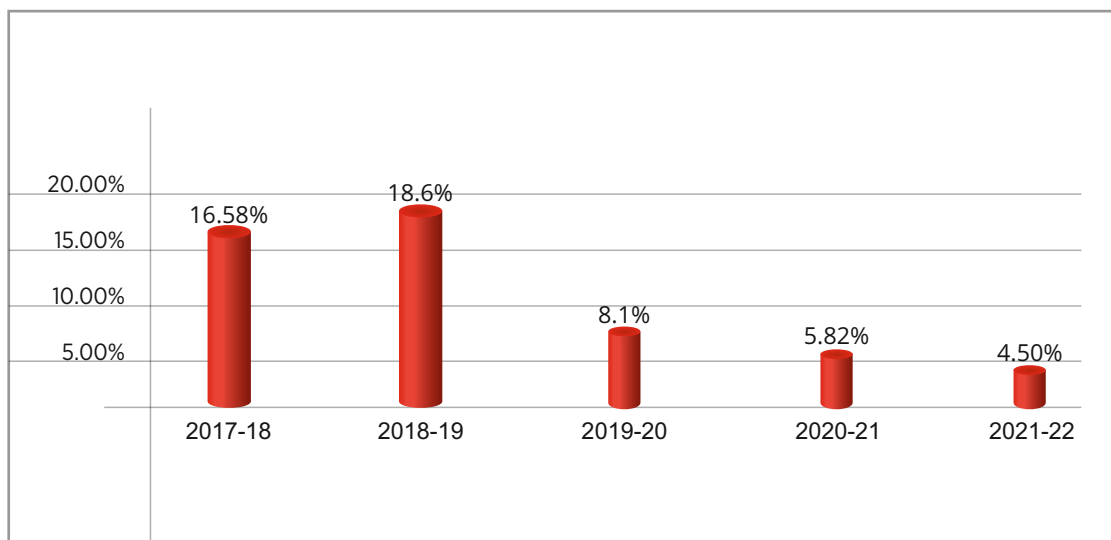
**PAT (in Lakhs)**



EBIDTA (in Lakhs)



D/E Ratio



RONW%

All data based on Consolidated Financial Statements.



# Management

## Discussion and Analysis

### **PAPER INDUSTRY:**

Indian Paper industry has 4 major segments,

- Writing-Printing Paper
- Newsprint Paper
- Packaging Paper
- Speciality paper

There are around 850-900 paper mills in India and the industry provides direct employment to 500,000 persons, and indirectly to around 1.5 million approximately. In terms of share in total production, approximately 21% are based on wood, 71% on recycled fibre and 8% on agro-residues. The per capita paper consumption in India is very low around 15 kg against the global average of 57 kg and considerably 200 kg in North America (As per Indian Paper Manufacturers Association). The paper industry has witnessed a pattern shift from the demand perspective, with demand for newsprint papers and printing writing papers declining, given the rising impact of digitisation. At the same time, the packaging paper segment has witnessed a rise, with growing demand for packaging from eCommerce, food and food products, FMCG and the pharmaceutical sector and many more.

India is the 15th largest paper producer in the world. India has emerged as the fastest growing market when it comes to consumption, posting 10.6% growth in per capita consumption of paper in 2019-2027. India's share in world production of paper is just around 5% and growing steadily, with an estimated output of 19 million tonnes per annum (TPA) and an annual turnover of about 70,000 crores wherein the domestic market size of 80,000 crores by fiscal year 2020-21 and its contribution to the exchequer is around INR 5,000 crore. (Source Indian Paper Manufacturers Association). Paper consumption is likely to witness 6-7% annual growth and will reach 30 million tonnes by FY 2026-27, largely driven by emphasis on education and literacy coupled with growth in organised retail according to IPMA and making it as the fastest growing paper sector in the world.

Since, India is a quality fibre deficient country, packaging paper mills rely on high quality imported wastepaper for its raw material requirements. Paper manufacturers handle waste and produce good quality recycled packaging paper and supply to the corrugation units to manufacture boxes for the end consumers. They are real eco-friendly turning wastepaper into quality Packaging papers. Factors such as rapid urbanization across regions and the recyclability feature of packaging papers are projected to contribute to the growth of the packaging paper market during the forecast period.

Speciality paper made products like filter paper, tea bags, tissue paper, medical grade coated paper, light weight online coated paper etc. are significantly rising in terms of usage in Indian markets. Hence Paper industry in India can look an extremely positive intent ahead. The paper industry in India can be made more competitive by improving key seaports, airways, road, railways, and communication facilities. To strive with the worldwide market and upcoming demand, the Indian paper industry is occupied with new product lines, refining its productivities and investments in expansion, and increasing production capacities.

# MARKET OUTLOOK

Recycled packaging paper was always the most significant part of Indian paper production. The rise in demand for packaging papers in various end-use industries, such as food & beverages, building & construction, cosmetics & personal care, automotive, and consumer durables, e-commerce is a key factor that is projected to drive the growth of the packaging paper market across the globe. The packaging paper market is projected to grow from USD 15.6 billion in 2019 to USD 18.7 billion by 2025, recording a CAGR of 3.0% during the forecast period (Source Niir Project Consultancy Services (NPCS)). Major challenges confronting India's pulp and paper industry are high cost of production caused by inadequate availability and high cost of raw material, power cost and concentration of mills in one particular area. Wastepaper collection / recycling and recovery mechanism is not very strong in the country and largely in totally unorganised sector and recovery rate is very low at around 38%. Industry majorly absorbing this cost internally and not passing to the end users.

Further, according to a report by IBEF, the packaging sector is recognized into two major segments- rigid and flexible, with rigid packaging accounting for 64% market share. Also, in terms of packaging materials 55% of the sector is dominated by plastics, followed by paper & cardboard (20%) and glass (10%).

With the surge in e-commerce, the Indian packaging industry is witnessing sharp growth and is one of the strongest growing segments.

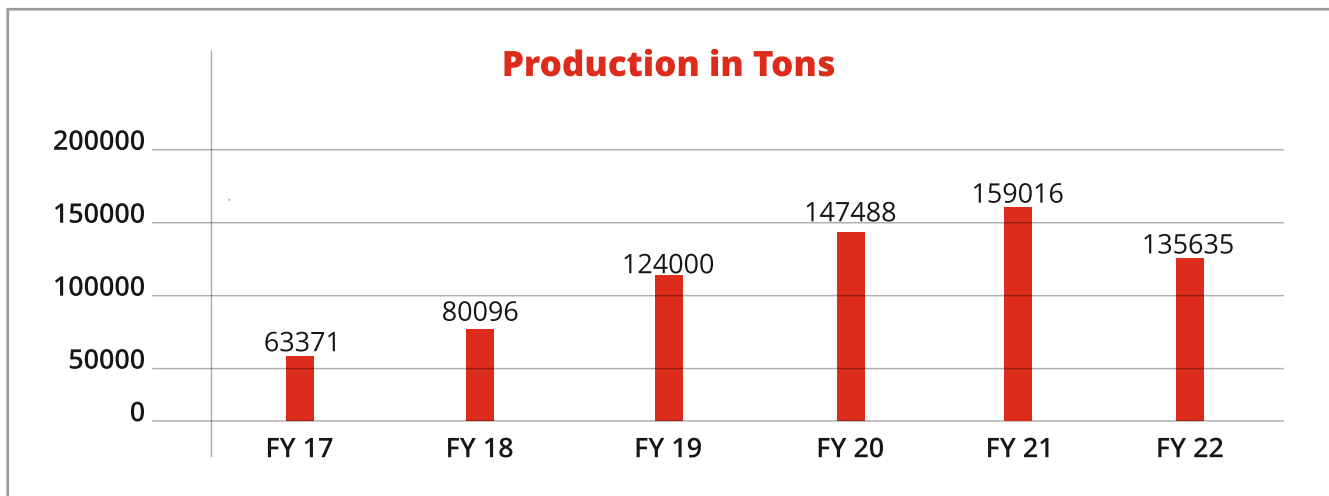
Several moves by the Indian government like 'Make in India', Demonetization, Swachh Bharat Abhiyan and adaption of Goods and Service Tax (GST) played a significant role in growth of the paper industry. With transparency and better taxation in India, it directly heads towards growth in economy of the nation as well as there will be increment in governmental revenues. Paper mills are concentrated in the states of Tamil Nadu, Andhra Pradesh, Maharashtra, Punjab, Madhya Pradesh and Gujarat. Due to the sufficient production capacities and surplus production, the packaging paper manufacturers are still optimistic and have been able to ensure adequate supplies of packaging paper in the market in such critical times (papermart.in)

## FY 2021-22 BUSINESS & FINANCIAL REVIEW

Despite the challenging period due to the second wave of COVID-19 pandemic, our company has managed to grow its production and revenue in the current financial year. The Company's revenue has increased by 18% as compared to last year. As you are aware, our company is one of the leading Packaging paper manufacturers in India, with installed capacity of 2,22,000 Metric-tons per annum. Currently the company has 3(three) strategic manufacturing units in Gujarat, India with annual capacity: Halvad, PM1 96,000 MT and PM2 with 48,000 MT; At Bhuj 36,000 MT and Mehsana (through its wholly owned subsidiary of the company) 42,000 MT. Our product portfolio includes varied products like VTL, High RCT, Kraft Liner, Test Liner to Corrugated Medium Paper, ranging mainly from 80 GSM to 350 GSM and 16-40 BF. Despite not more than 11 years of presence in the market, the company is able to operate across India through its large dealer network and its reputed customers. We are also pleased to inform you that in the limited period, the company has managed to create its brand recognition in the packaging paper market globally.

Company is aiming to improve and change wastepaper collection/recycling and recovery mechanism in India like other countries and want to make it organized business structure. Thus, company is also planning to start backward integration to fulfil its vision 'Fiber to Container' by taking sheds on lease at Odhav, Ahmedabad, Gujarat and Changodar, Ahmedabad, Gujarat for waste collection from local vendors, malls, industries etc. which will be ultimately used at our plants for Kraft Paper production purpose. With this, company will be able to control quality of local wastepaper, consistent supply chain, quantity, and pricing.

Company has also completed the trial of new product range named 'Absorbent Paper' successfully at Balaram Papers Private Limited, wholly owned subsidiary, Mehsana, Gujarat.



### REVENUE INCREASED BY 18%

As we are aware that economic activity in the last year was disturbed due to second wave of COVID 19. Total Revenues for FY 2021-22 was Rs 512.83 crores compared to Rs. 435.18 crores in the previous

year. During the year company has achieved sales volume of 136,287 tons as against 160,113 tons which is declined by 15%. The decline in the Sales volume is majorly because the demand for the product was unstable and second wave of COVID. In addition to it the competition has increased in the market whereby the market share of the got distributed.

**Profit before Tax (PBT)** for the FY 2021-2022 is Rs.13.93 crores as against Rs. 14.74 Crores which slightly dipped down by 5.50%. Apparently, the reduction in the profit was mainly due to cost pressure faced by the company because of steep increase in the prices of its main raw material i.e. Waste Paper and Coal.

## **INCREASE IN RAW MATERIAL COSTS**

There has been a drastic increase in raw material prices which includes Imported Waste paper and Coal consumption. Due to increase in the primary raw material cost our cost of consumption has shot up. Since, the prices of the raw materials are beyond our controls because global inflation we have also got the hit very badly. The price of wastepaper in the FY 2020-2021 ranges in between USD 250 to 270 however in the current FY 2021-22 it was in the range of USD 330 to USD 350 which is almost increase of 40%. As explained earlier the prices of the wastepaper have witnessed the steep upward movement due to the various global factors. Our Company mainly imports raw material for ensuring better quality of output. We have also been accredited with Authorized Economic Operator-T1 Certificate (Importer and Exporter) which provides us with certain benefits in relation to our imports and helps in cost savings. We have been environmentally conscious and our products have been certified as meeting relevant FSC Standards since 2014.

## **LAND & UTILITY**

We already have in-house captive power plant of 3MW to support our electricity and steam requirements. However, considering the power usage requirement of the company and to minimise the power cost the company had approached the authorities for setting up of 10MW of Captive Power Plant which is planned to be set up in the available land bank in the premises of the company situated at Halvad. We are pleased to inform that your company has received the environment clearance certificate from Gujarat Pollution Control Board for setting up of 10 MW Captive Power Plant. However, considering the uncertainty in market due to pandemic the company has decided to take the decision of setting power plant in future at appropriate time. Apart from that the company is also committed for minimization of Water and Air Pollution and to achieve that the company is making optimum usage of ETP and reusing the water in its production process presently your company has gained the status of zero discharge unit. Company is also planning in the year 2022-2023 to modify the Boiler and replace the Turbine for improving the production efficiency. The Budgeted expense in this activity will be around INR 4 Crores.

## RATIO ANALYSIS \*

| Particulars        | FY 19-20 | FY 20-21 | FY 21-22 |
|--------------------|----------|----------|----------|
| Operating Margin   | 8.65%    | 6.14%    | 4.36%    |
| EPS                | 2.86     | 2.07     | 1.89     |
| PAT                | 3.67%    | 2.34%    | 1.71%    |
| RONW               | 7.99%    | 5.82%    | 4.83%    |
| Interest Coverage  | 2.73     | 2.38     | 2.65     |
| CR                 | 1.19     | 1.31     | 1.31     |
| Debtors Turnover   | 4        | 5.05     | 5.71     |
| Inventory Turnover | 6.67     | 9.09     | 11.35    |
| D/E                | 0.62     | 0.5      | 0.36     |

\*Ratio is analyzed based on Standalone Financials.

The company's performance was largely affected by the ongoing second wave of COVID pandemic and hence the company could not operate at its full capacity in FY 2021 - 22. Apart from that the company also faced cost pressure due to sharp increase in the prices of wastepaper in the reporting period and the company could not pass on the increased cost to the customers and hence there is decline in operating margin, EPS, PAT, RONW.

### (EXPLANATION OF VARIOUS RATIOS)

**Operating Margin:** Used to analyse percentage earnings before interest on turnover Calculated by dividing PBIT by turnover.

**EPS:** Used to analyse per share earning calculated by dividing total comprehensive income by total number of shares.

**Net Profit Margin:** Used to analyse percentage earning on turnover calculated by dividing total comprehensive income by turnover.

**RONW:** Used to analyse percentage earning on amount invested by company calculated by dividing total comprehensive income by net worth on the last date of financial year.

**Interest coverage Ratio:** Used to analyse number of times company can able to make interest payment calculated by dividing PBIT by finance cost.

**Current Ratio:** Used to analyse liquidity of the company calculated by dividing current assets by current liabilities.

**Debtors Turnover:** Used to analyse performance of recovery from customers i.e credit period given to customers calculated by dividing turnover by average trade receivables.

**Inventory Turnover:** Used to analyse performance of inventory cycle calculated by dividing turnover by average inventory.

**Debt to Equity:** Used to analyse debt against net worth of the company calculated by dividing long term debts plus working capital limits of bank by total net worth of the company.

## **IMPACT OF COVID-19:**

Due to the outbreak of the COVID-19 every industry around the globe including the paper industry has been witnessing a huge downfall. The Covid-19 induced lockdowns have not only resulted in lower collection of wastepaper in India and globally, but also high transportation & shipping costs have resulted in high input cost for the manufacture of packaging paper. As per AS Mehta, President of Indian Paper Manufacturers Association “Among various business segments within the paper industry, the packaging industry has fared well across segments - pharma sector, FMCG and growth of the e-commerce business. However, the education, office and commercial segments have been adversely hit”.

The prices of packaging paper have been increasing as well as decreasing as per the market dynamics. According to report presented by Gujarat Paper Mills Association — the price of packaging paper, used in the packaging industry for manufacturing corrugated boxes, has decreased by Rs. 7-8 per Kg on account of low demand for packaging material in Western India. The price depends on the BF or burst factor, which means the strength at which paper bursts at certain applied pressure, this is in accordance with BIS. The 18 BF packaging paper, which is the most common packaging paper, is quoting at Rs. 30-31 per Kg in the first week of May 2021 instead of Rs. 37-38 per Kg in end March 2021.

Even during the national lockdown imposed last year, packaging paper manufacturers not only ensured regular and uninterrupted packaging paper supply to pharmaceutical companies and other users but also packaging paper beds and tables were donated to Indian Navy, Army, Brihanmumbai Municipal Corporation (BMC), etc. At the same time, these items were also exported to Middle Eastern Nations to contribute to India's “Vaccine Maitri” initiative.

## **INTERNAL CONTROL**

### **Information Technology**

Company has in place adequate internal control system to commensurate with its size and scale of Operations. Company is using Microsoft Navision (ERP system )which has been developed to fulfil maker checker concept at every point. Company has also established proper authorization concept at every point. Company also have adequate daily back up system and antivirus software to prevent any data loss. And for better chain of transactions, company is using same ERP system from gate inward till gate outward i.e. everything is properly centralized and can have real time check. Company has also maintained role centers (access control) as per employees' requirement to keep security of data.

### **Internal Control System:**

#### **1. Maker-Checker Concept-**

To reduce the risk of errors in work, Company has introduced new concept of Maker and Checker. Under which work of an employee is reviewed by either another employee or their

reporting person. This is how any of the smallest error would be traced and solved.

## 2. Physical Controls-

Company has adequate system for its inventories, machines, and other assets. This can occur using locks, safes, or other environmental controls. Access is restricted to those with authority to handle them.

### **Transactions and Physical verification**

Company has formed different committees to take collective decisions e.g., company has purchase committee to authorize the purchase transaction, value of which is in excess of specified limit. Company is also maintaining barcoding in finish inventory to properly physical check at any time and identify inventory properly. All transactions are being made by maker checker concept to avoid mistakes and control all transactions.

### **Quality Controls**

Company has in-house Lab to test finished goods for quality control and quality check for purchase items so that quality can be maintained in purchase as well as sales.

### **CCTV Network**

Company has adequately established CCTV network to cover every location in the office and factory premises and it can be accessed from anywhere by authorized personnel.

### **Internal Audit**

Company has proper third-party internal audit system to check every transaction and monthly report of the same is also discussed with authorized personnel for better improvement in internal control systems.


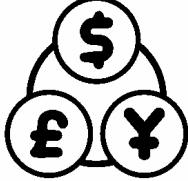




## **HUMAN RESOURCE**

Human resource management is the management of an organization's workforce, or human resources. It is responsible for the attraction, selection, training, assessment, and rewarding of employees. HR also oversees organizational leadership culture and ensures compliance with employment and labor laws. Human resource development combines training and career development to improve the effectiveness of the individual, group, and organization. A performance appraisal (PA) or performance evaluation is a systematic and periodic process that assesses an individual employee's job performance and productivity in relation to certain pre-established criteria and organizational objectives. Total around 280 plus employees were on the pay rolls of the Company in the FY 2021-2022.

## **RISK MANAGEMENT**

It is important to note that risk management is an ongoing process and does not end once risks have been identified and mitigated. An organization's risk management policies should be revisited every year to ensure policies are up-to-date and relevant.

Following are most significant risks and the Company's approach to managing them.

|   |  |  |
|---|--|--|
|  <p><b>Competitor Risk</b></p>           | <p>Competition indomestic as well as international markets could affect market presence.</p>   | <p>Focus on cost effective manufacturing of Paper by understanding the need of end user is important so we are constantly in touch with end users and their feedbacks if any.</p>  |
|  <p><b>Foreign Exchange Risk</b></p>     | <p>The risk of foreign exchange fluctuation can impact the Company as it is engaged in procuring Raw material from the overseas as well as the Company exports its product to foreign countries.</p> | <p>Hedges the net foreign exchange using forward contract reduce the risk and it is done by considering the time gap.</p>  |
|  <p><b>Economic Downturn</b></p>        | <p>A major economic downturn resulting in lower demand/ delay for various projects. For instance, the COVID-19 crisis has impacted economic activities significantly by disrupting operations.</p>   | <p>Well reputed customer base with financial soundness is strength for us. Company's product is packaging paper so in COVID -19 company was able to run plant and sell it to packaging requirements of essential items. So benefit of product available.</p> |
|  <p><b>Liquidity Risk</b></p>          | <p>The liquidity risk may hinder smooth operation of the Company due to blockage of funds resulting in delayed receivables.</p>  | <p>Focusing on good customer base and set limit according to customer financial soundness and planning working capital cycle in advance.</p>   |
|  <p><b>Input Cost Fluctuations</b></p> | <p>Significant changes in raw material costs can impact the profitability.</p>   | <p>The Company is maintaining manageable inventory to deal with price fluctuation</p>  |
|  <p><b>Sustainability Risk</b></p>     | <p>Any kind of water, soil and air pollution/leaks of harmful substances can result in legal penalties.</p>  | <p>The Company takes Environmental, Social and Governance (ESG) into consideration for its sustainable growth.<br/>The Company has installed treatment plants at its facilities to save water and be energy efficient to comply with concern norms.</p>      |



# SWOT Analysis



## LOOKING FORWARD

The future trends and key demand drivers of the paper-based packaging sector are contingent on consistent evaluation and efforts in R&D by the packaging and paper making companies which further raises a newest of indispensable parameters to accelerate value creation. In addition, it seems that a close collaboration between the corrugators and the paper mills will help in reaching a better understanding of requirements of each other. Currently, Wastepaper recycling industry is working in an unorganised way. We aim to give structural changes to the industry at large following industry norms and applicable laws of the country. The Company also seek to develop in-house strategies like foreign paper mill; which can help us to convert fibre to containers. This will lead us to make all possible arrangements including forward and backward integration at one point of time. Separate Research and Development team is going to be constituted, which will find new ways to replace banned plastic products and take care all possibilities of various other uses of packaging paper at large. By doing this, company is going to contribute in environment safety and maintenance.

# CORPORATE INFORMATION

## BOARD OF DIRECTORS.

|                             |  |
|-----------------------------|--|
| Kirit Ghanshyambhai Patel   | Chairman & Managing Director                       |
| Ramakant Kantibhai Patel    | Whole Time Director                                |
| Karshanbhai Hirabhai Patel  | Director   |
| Kanubhai Bhikhabhai Patel   | Director<br>(upto 19th August, 2021)               |
| Sudhir Omprakash Maheshwari | Independent Director                               |
| Chaitali Bharatkumar Parikh | Independent Director<br>(upto 22nd February, 2022) |
| Dhiren Narendrakumar Parikh | Independent Director                               |
| Yogeshkumar Kantilal Patel  | Independent Director                               |
| Dhyanam Sunilkumar Vyas     | Independent Director<br>(from 20th May, 2022)      |

## KEY MANAGERIAL PERSONNEL

|                  |  |
|------------------|--|
| Vashishath Raval | Chief Financial Officer<br>(from 21 <sup>st</sup> April, 2021 to 11 <sup>th</sup> April, 2022) |
| Amit Mundra      | Chief Financial Officer<br>(from 11th April, 2022)   |
| Uttam Patel      | Company Secretary & Compliance Officer   |

## AUDIT COMMITTEE

|                   |                                   |
|-------------------|-----------------------------------|
| Sudhir Maheshwari | Chairman                          |
| Chaitali Parikh   | Member (upto 22nd February, 2022) |
| Dhyanam Vyas      | Member (from 20th May, 2022)      |
| Kirit G. Patel    | Member                            |

## NOMINATION & REMUNERATION COMMITTEE

|                   |                                   |
|-------------------|-----------------------------------|
| Dhyanam Vyas      | Chairperson (from 20th May, 2022) |
| Yogesh K. Patel   | Member                            |
| Sudhir Maheshwari | Member                            |
| Chaitali Parikh   | Member (upto 22nd February, 2022) |
| Kirit Patel       | Member (from 20th May, 2022)      |

## STAKEHOLDERS RELATIONSHIP COMMITTEE

|                   |   |
|-------------------|---|
| Dhyanam Vyas      | Chairperson<br>(from 20th May, 2022)      |
| Chaitali Parikh   | Chairperson<br>(upto 22nd February, 2022) |
| Sudhir Maheshwari | Member                                    |
| Ramakant Patel    | Member                                    |

## CORPORATE SOCIAL RESPONSIBILITY COMMITTEE

|                   |                                 |
|-------------------|---------------------------------|
| Ramakant Patel    | Chairman                        |
| Karshanbhai Patel | Member                          |
| Kanubhai Patel    | Member (upto 19th August, 2021) |
| Yogesh K. Patel   | Member                          |

## STATUTORY AUDITORS

M/s S. N. Shah & Associates  
Chartered Accountants, Ahmadabad

## INTERNAL AUDITORS

M/s SNDK & Associates, LLP,  
Chartered Accountants, Ahmedabad.

## SECRETARIAL AUDITORS

M/s. Pinakin Shah & Co,  
Practicing Company Secretaries,  
Ahmedabad.

## REGISTERED OFFICE

Astron Paper & Board Mill Limited  
D-702, Ganesh Meridian,  
Opp High Court, S G Highway,  
Ahmedabad-380060  
E- mail: info@astronpaper.com ,  
Website: www.astronpaper.com  
Phone No : 079- 40081221

## BANKERS

|                     |            |
|---------------------|------------|
| Union Bank of India | ICICI Bank |
| SBM Bank (India)    | Axis Bank  |
| Bank of Maharashtra |            |

## REGISTRAR & SHARE TRANSFER AGENT

Link Intime India Pvt. Ltd.  
5th Floor, 506 TO 508,  
Amarnath Business Centre-1(ABC-1),  
Beside Gala Business Centre,  
Nr. St. Xavier's College Corner,  
Off. C G Road, Ellisbridge,  
Ahmedabad - 380006.  
079 - 2646 5179  
Email: ahmedabad@linkintime.co.in

## PLANT LOCATION:

### UNIT-I

PM - 1 & 2  
Unit-I At Halvad : Survey No. 52/1-2,  
53/1-2, 49/1-2, 50, 51/1-2-3, 54, 55,  
Village Sukhpar, Ta Halvad, Dis Morbi,  
Gujarat : 363 330.

### UNIT-II

Survey No 64/1, Chubadak, Nr. Ratnal  
Essar Petrol Pump, Bhuj-Anjar Highway,  
Bhuj- 370 105

## Balaram Papers Pvt. Ltd.

(Wholly Owned Subsidiary Company  
acquired in July, 2018)  
Plant Address: Survey No : 256 and 258,  
Dhanali Road, Nr. Deem Roll,  
At. Ganeshpura, Ta. Kadi,  
Dist. Mehsana-384001 Gujarat, India

## PAID UP EQUITY SHARE CAPITAL

4,65,00,000 Equity Shares of  
INR 10/- each

## LISTED ON (Since 29<sup>th</sup> December, 2017)

BSE Ltd (Code: 540824)  
National Stock Exchange of India Ltd  
(Code: ASTRON)

# DIRECTOR'S REPORT

Your Directors have pleasure in presenting the 12th Annual Report for your Company together the Audited Statements of Accounts for the Financial year ended 31st March, 2022.

## 1. FINANCIAL HIGHLIGHTS:

The Standalone and Consolidated Financial Results for the Year ended 31st March, 2022 are as follows:

(₹ in Lakh)

| Particulars                               | Standalone |           | Consolidated |           |
|---|------------|-----------|--------------|-----------|
|   | FY 21-22   | FY 20-21  | FY 21-22     | FY 20-21  |
| Income from Operations                    | 51,283.33  | 43,518.41 | 51,283.51    | 43,514.70 |
| Other Income                              | 165.40     | 315.10    | 117.07       | 192.60    |
| Total Revenue                             | 51,448.74  | 43,833.52 | 51,400.58    | 43,707.30 |
| Profit before Finance Cost & Depreciation | 2,847.68   | 3,052.40  | 2,908.15     | 3,369.36  |
| Finance Cost                              | 845.02     | 974.07    | 966.06       | 1,126.77  |
| Depreciation                              | 609.77     | 604.34    | 699.57       | 692.09    |
| Profit before Tax                         | 1,392.88   | 1,473.99  | 1,242.52     | 1,550.50  |
| Payment & Provision of Current Tax        | 335.81     | 322.35    | 257.81       | 324.70    |
| Deferred Tax Expenses / (Income)          | 175.01     | 182.72    | 159.91       | 204.36    |
| Profit after Tax                          | 882.06     | 968.92    | 824.80       | 1,021.45  |

## 2. CONSOLIDATED FINANCIAL AND OPERATIONAL REVIEW:

During the year under review the Company has achieved turnover of 512.83 Crores compared to the previous of 435.18 Crores. The total income on Consolidated basis for the F.Y. 2021-22 at 514.00 Crores has been increased by 17.60% compared to the total income of the previous year, while the profit after tax on consolidated basis for the year was lower by 19.25% at 8.24 Crores compared to the previous year and profit after tax on standalone basis for the year is 8.82 Crores, which is also lower by 8.96% compared to the previous year.

Consolidated Financial Statements of the Company and its Wholly Owned Subsidiary Company Balaram Papers Private Limited, which forms part of this report.

## 3. FINANCE

We have current long term borrowings outstanding on consolidated basis as on 31st March 2022 is INR 1368.75 lakh.

There is no any application made or any proceeding pending under the Insolvency and Bankruptcy Code, 2016 during the FY 2021-22.

The details of the difference between the amount of the valuation done at the time of one-time settlement and

the valuation done while taking a loan from the Banks or Financial Institutions along with the reasons thereof: **Not Applicable as there was no any such transaction took place.**

## 4. Re-classification of M/s. Asian Granito India Limited, Corporate Promoter from Promoter and Promoter Group to Public.

- The Board of Asian Granito India Limited, Corporate Promoter (herein after referred as the 'AGIL') had decided to disinvest its holding of 87,75,000 equity shares (18.87 %) in its board meeting dated 31st May, 2021 from your company i.e. Astron Paper and Board Mill Limited to focus on core business of ceramic and other tiles and products related to construction industry. The same have been intimated to BSE and NSE as outcome of Board Meeting.
- AGIL had sold all the investment by Block Deals on 10th August, 2021. AGIL has informed about the same to the stock exchanges as per Regulation 30 of SEBI (LODR) Regulations, 2015 and submitted SAST Compliance for the same vide email.
- M/s. Astron Paper and Board Mill Limited has received application from AGIL on 11th February, 2022 to re-classify it from Promoter and Promoter Group to Public.

- The Board of Directors of Astron Paper and Board Mill Limited has considered and approved the same in the Board Meeting dated 14th February, 2022.
- Astron has received members approval for the re-classification of AGIL from Promoter and Promoter Group to Public through Postal Ballot dated 25th March, 2022.
- After receiving members approval through Postal Ballot; Astron Paper and Board Mill Limited has made an application to the concerned Stock Exchange i.e. NSE Limited (being designated stock exchange for re-classification) along with BSE Limited to re-classify AGIL from Promoter and Promoter Group to Public on 14th April, 2022. The Application is under verification stage with NSE Limited for the re-classification matter.
- Further, the company will keep updating the status of application of re-classification of Promoter and Promoter Group to Public to the public at large as and when applicable.
- AGIL is following all the applicable compliances and regulations being Corporate Promoter of Astron Paper and Board Mill Limited with 0% of investment.

## 5. INCOME TAX SEARCH

The Search Proceedings by Income Tax Department was conducted under Section 132 of Income Tax Act, 1961 from 26th May, 2022 till 29th May, 2022 at the Registered Office of the Company. The Company had extended full co-operation to the income tax officials during the search period and provided all the information and data. The Company will keep updating about the same, however as on date the Company has not received any further demand from the department and the Directors does not foresee any material impact on the business operations.

## 6. DIVIDEND:

With a view to conserve resources and expansion of business, your Directors have thought it prudent not to recommend any dividend for the financial year under review.

## 7. TRANSFER TO RESERVES:

Your Company does not propose to transfer any amount to any reserve of the Company for the year under review.

## 8. SHARE CAPITAL:

The Issued, Subscribed and Paid up Equity Share Capital of the Company as on 31st March, 2022 was Rs. 4650.00

Lakh divided in to 4,65,00,000 Equity Shares of Rs. 10.00 each.

## 9. DEPOSITS:

Your Company has not accepted any deposits within the meaning of Section 73 and 74 of the Companies Act, 2013 read together with the Companies (Acceptance of Deposits) Rules, 2014 (including any statutory modification(s) or re-enactment(s) for the time being in force).

## 10. PARTICULARS OF LOANS, GAURANTEES, OR INVESTMENTS UNDER SECTION 186:

Details of Loans, Guarantees and Investments covered under the provisions of Section 186 of the Companies Act, 2013 are given in the notes to the Financial Statements.

## 11. DIRECTORS AND KEY MANAGERIAL PERSONNEL:

Pursuant to Section 152 of the Companies Act, 2013 and the Articles of Association of the Company, Shri Karshanbhai Patel, Director (DIN: 00048167) is liable to retire by rotation at the ensuing Annual General Meeting and being eligible, offers himself for re-appointment. Necessary resolution for his re-appointment is included in the Notice of 12th AGM for seeking approval of members.

On the recommendation of the Nomination and Remuneration Committee, the Board has re-appointed Shri Sudhir Maheshawari (DIN: 07827789), as an Independent Director (KMP) of the Company for a second term of five years from May 20, 2022 till the conclusion of 17th Annual General Meeting of the Company to be held in the Calendar year 2027 or up to May 19, 2027, whichever is earlier through circular resolution on 20th May, 2022 subject to the approval of the members in ensuing General Meeting as a Special Resolution or by way of Postal Ballot within a period of 3 months.

On the recommendation of the Nomination and Remuneration Committee, the Board has appointed Ms. Dhyanam Vyas (DIN: 08510955), as a Woman Independent Director (KMP) of the Company for the First Term for a period of 5 (Five) consecutive years effective from the conclusion of this Annual General Meeting till the conclusion of 17th Annual General Meeting of the Company to be held in the Calendar year 2027 or upto May 19, 2027, whichever is earlier through circular resolution on 20th May, 2022 subject to the approval of the members in ensuing General Meeting as a Special Resolution or by way of Postal Ballot within a period of 3

months.

Shri Kanubhai Patel (DIN: 00386852), Director of the Company has resigned from the post of Directorship on 19th August, 2021.

Ms. Chaitali Parikh (DIN: 07189130), Woman Independent Director of the Company has resigned from the post of Independent Directorship on 22nd February, 2022.

#### **KEY MANAGERIAL PERSONNEL**

During the year, there was no changes observed amongst the Key Managerial Personnel.

The following persons are the Key Managerial Personnel of the Company pursuant to Section 2(51) and Section 203 of the Companies Act 2013, read with the Rules framed thereunder as on 31st March, 2022.

Shri Kirit Patel, Managing Director

Shri Ramakant Patel, Whole Time Director

Shri Vashishath Raval, Chief Financial Officer

Shri Uttam Patel, Company Secretary and Compliance Officer

However, after the closure of financial year there were change in CFO.

Shri Vashishath Raval existing Chief Financial Officer has been re-designated as General Manager- Finance and Accounts of the Company with effect from 11th April, 2022.

On the recommendation of the Nomination and Remuneration Committee, Board has appointed Shri Amit Mundra, Chartered Accountant, as Chief Financial Officer (KMP) of the Company with effect from 11th April, 2022.

#### **12. ANNUAL EVALUATION BY THE BOARD OF ITS OWN PERFORMANCE, ITS COMMITTEES AND INDIVIDUAL DIRECTORS:**

In compliance of the Companies Act, 2013 and Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations 2015, the Board has put in place a mechanism for evaluation of its own performance, Committee and Individual Directors. The evaluation of the Board, Committees, Directors and Chairman of the Board was conducted based on the evaluation parameters such as Board composition and Structure, effectiveness of the Board, participation at meetings, domain knowledge, awareness and observance of governance, etc.

#### **13. FAMILIARISATION PROGRAMME:**

The Company has put in place an induction and familiarization programme for all its Directors including the Independent Directors. The familiarization programme for Independent Directors in terms of provisions of Regulation 46 (2) (i) of Listing Regulations, is available on the website of the Company.

#### **14. DIRECTORS' RESPONSIBILITY STATEMENT:**

Pursuant to the requirements under Section 134 (3) (c) of the Companies Act, 2013, with respect to Director's Responsibility Statement, your Directors hereby confirm the following:

- a) in the preparation of the annual accounts for the financial year ended 31st March, 2022, the applicable accounting standards have been followed along with proper explanation relating to material departures;
- b) the directors have selected such accounting policies and applied consistently and made judgments and estimates that are reasonable and prudent so as to give a true and fair view of the state of affairs of the Company at the end of the financial year and of the profit and loss of the Company for that period;
- c) the directors have taken proper and sufficient care towards 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) the directors have prepared the annual accounts on a going concern basis;
- e) the directors have laid down internal financial controls, which are adequate and operating effectively;
- f) the directors have devised proper systems to ensure compliance with the provisions of all applicable laws and such systems are adequate and operating effectively.

#### **15. BOARD MEETINGS:**

The Board of Directors met 4 (Four) times during the F.Y. 2021-22. The details of the board meetings and the attendance of the Directors is provided in the Corporate Governance Report forming part of this Report.

#### **16. COMMITTEES OF THE BOARD:**

Currently, the Board has five (05) Committees:

- a) Audit Committee

- b) Nomination and Remuneration Committee
- c) Stakeholder Relationship Committee
- d) Corporate Social Responsibility Committee
- e) Executive Committee of the Board

A detailed note on the Board and its committees, composition and compliances, as per the applicable provisions of the Act and Rules are provided under the Corporate Governance Report.

## 17. AUDITOR(S):

### a) STATUTORY AUDITOR

M/s, S.N Shah & Associate, Chartered Accountants (FRN:109782W) were appointed as a Statutory Auditors of the Company with the approval of members at the 7th Annual General Meeting to hold office till the conclusion of the 12th Annual General Meeting to be held in the year of 2022. The Notes on financial statement referred to in the Auditors' Report are self-explanatory and do not call for any further comments. The Auditors' Report does not contain any qualification, reservation, adverse remark or disclaimer.

During the year under review, neither the Statutory Auditor nor the Secretarial Auditor have reported to the Audit Committee under Section 143 (12) of the Companies Act, 2013 any instances of fraud committed against the Company by its officers or employees.

M/s, SNDK & Associates LLP, Chartered Accountants (FRN: W10060) were appointed as a Statutory Auditors of the Company to hold office for a period of 5 (Five) consecutive financial years (commencing from 1st April, 2022) from the conclusion of the 12th Annual General Meeting of the Company until the conclusion of the 17th Annual General Meeting of the Company by the Board in Board Meeting dated 14th February, 2022; subject to the approval of members in ensuring Annual General Meeting. Necessary resolution for approval of members is forming part of the notice of the 12th Annual General Meeting.

### b) SECRETARIAL AUDITOR

Pursuant to the provisions of Section 204 of the Companies Act, 2013 and the Companies (Appointment and Remuneration of Managerial Personnel) Rules, 2014, the Board of Directors has appointed M/s. GKV and Associates., Practicing Company Secretaries (CP No.: 19866) as the

Secretarial Auditors of the Company to undertake the Secretarial Audit of the Company for the FY 2022-23. Your Company has received consent from M/s. GKV and Associates, Company Secretaries in practice to act as the Secretarial Auditors for conducting the audit of the secretarial records for the F.Y ending on 31st March, 2023.

## 18. CREDIT RATING

Brickwork Ratings has assigned long term debt rating of 'BWR BBB- (read as BWR BBB minus) and short term rating of BWR A3 (read as BWR A three) on bank facilities as on 31st March, 2022 and expressed outlook as stable.

## 19. INTERNAL CONTROL SYSTEM AND THEIR ADEQUACY:

The Company is committed to an Internal Control System, commensurate with the size, scale and complexity of its operations. The Company's Internal Control Systems are regularly being reviewed by the Company's Internal Auditors with a view to evaluate the efficacy and adequacy of Internal Control Systems in the Company, its compliance with operating systems, accounting procedures and policies at all locations of the Company and to ensure that these are working properly and wherever required, are modified/ tighten to meet the changed business requirements.

The scope of the Internal Audit is defined and reviewed every year by the Audit Committee and inputs, wherever required, are taken from the Statutory Auditors. Based on the report of Internal Auditors, major audit observations and corrective actions thereon are presented to the Audit Committee of the Board.

Statutory Auditors' Report on Internal Financial Controls as required under Clause (i) of Sub-section 3 of Section 143 of the Act, is annexed with the Independent Auditors' Report.

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

Information required under Section 134 (3) (m) of the Companies Act, 2013 read with the Rule 8 (3) of the Companies (Accounts) Rules, 2014 as amended from time to time is attached as "ANNEXURE - A" to this Report.

## 21. RISK MANAGEMENT:

Regulation 21 is not Applicable to Company but your Company has an elaborate Risk Management procedure covering Business Risk, Operational Controls Assessment and Policy Compliance processes. Major

risks identified by the businesses and functions are systematically addressed through mitigating actions on a continuous basis within the risk appetite as approved from time to time by the Board of Directors.

## **22. SUBSIDIARY COMPANIES AND CONSOLIDATED FINANCIAL STATEMENT:**

As on March 31, 2022; the Company has wholly owned subsidiary Balaram Papers Pvt. Ltd located at Mehsana, Gujarat and which is doing 100% Job work of Astron Paper & Board Mill Limited.

Pursuant to the provisions of Section 129 (3) of the Act, a statement containing the salient features of financial statements of the Company's subsidiary in Form AOC-1 is given in **"Annexure - B"**. Your Directors have pleasure in attaching the Consolidated Financial Statements pursuant to Regulation 33 of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, which have been prepared in accordance with the applicable provisions of the Companies Act, 2013 and Indian Accounting Standards ("Ind AS") for financial year ended 31st March, 2022 and approved by the Board. These Consolidated Financial Statements have been prepared on the basis of the Audited Financial Statements of the Company and its Subsidiary Company, as approved by their respective Board of Directors.

Further, pursuant to the provisions of Section 135 of the Companies Act, 2013 the financial statements of the Company, consolidated financial statements along with relevant documents and separate audited financial statements in respect of subsidiaries, are available on the website of the company.

## **23. CORPORATE GOVERNANCE:**

Your Company is committed to good Corporate Governance and has taken adequate steps to ensure that the requirements of Corporate Governance as laid down in Regulation 27 of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 are complied with. The details are given in **"ANNEXURE- C"**.

## **24. SECRETARIAL AUDIT REPORT:**

The Secretarial Audit Report from M/s. Pinakin Shah & Co., Practicing Company Secretary for the financial year ended 31st March, 2022 is annexed with the Directors' Report and forms part of the Annual Report as given in **"ANNEXURE- D"**. There were no qualification/ observations in the report.

### **SECRETARIAL STANDARD:**

The Company is in compliance with Secretarial Standards on Meetings of Board of Directors and General Meetings

issued by the Institute of Company Secretaries of India.

## **25. MANAGEMENT DISCUSSION AND ANALYSIS REPORT:**

As per Regulation 34 (2) (e) of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, the Management Discussion and Analysis Report is set out in a separate section included in this Annual Report and forms part of this Report.

## **26. CORPORATE SOCIAL RESPONSIBILITY (CSR):**

The Company has constituted Corporate Social Responsibility (CSR) Committee and framed a CSR Policy. The details of Corporate Social Responsibility Committee has been provided under Corporate Governance section of this Annual Report. The CSR Policy can be access on the Company's website at the web link: <http://astronpaper.com/pdf/CSR-Policy.pdf>. The report as per Section 135 of the Companies Act, 2013 read with Companies (Corporate Social Responsibility Policy) Rules, 2014 is attached as **"ANNEXURE- E"**.

## **27. EXTRACT OF ANNUAL RETURN:**

In accordance with Companies Act, 2013 the Annual Return of the Company as on 31st March, 2022 in the prescribed format is available on the website of the Company at [www.astronpaper.com](http://www.astronpaper.com).

## **28. PARTICULARS OF EMPLOYEES:**

Disclosure pertaining to remuneration and other details in terms of the provision of Section 197 (12) of the Companies Act, 2013 read with Rule 5 of the Companies (Appointment and Remuneration of Managerial Personnel) Rules, 2014 are provided in **"ANNEXURE-F"** to this Report.

The focus for the year was on Capability Building, Employee Engagement and Key Talent Management. The total number of employees as on 31st March 2022 were 280.

## **29. INSURANCE:**

The Fixed Assets and Stocks of your Company are adequately insured.

## **30. VIGIL MECHANISM POLICY / WHISTLE BLOWER POLICY:**

The Vigil Mechanism of the Company, which also incorporates a whistle blower policy in terms of the Companies Act, 2013 and SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015. It has been communicated to the Directors and employees of the Company.

The Policy on vigil mechanism and whistle blower policy may be accessed on the Company's website at the web link: <http://astronpaper.com/pdf/Whistle-Blower-Policy.pdf>.

### **31. CONTRACTS OR ARRANGEMENT WITH RELATED PARTIES:**

All the related party transactions that were entered during the financial year were on arm's length basis and in the ordinary course of business. There were no materially significant related party transactions made by the Company with Promoters, Directors or Key Managerial Personnel or other designated persons etc. which may have potential conflict with the interest of the Company at large or which requires the approval of the shareholders. Accordingly, no transactions are being reported in Form AOC- 2 in terms of Section 134 of the Act read with Rule 8 of the Companies (Accounts) Rules, 2014. However, the details of the transactions with Related Party are provided in the Company's financial statements in accordance with the Accounting Standards.

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

The Company has framed a Related Party Transactions policy for the purpose of identification and monitoring of such transactions. The policy on materiality of related party transactions as approved by the Board and may be accessed on the Company's website at web link: <http://astronpaper.com/pdf/Material-Related-Party-Transaction-Policy-1.pdf>.

### **32. POLICY RELATING TO PREVENTION OF SEXUAL HARASSMENT:**

Your Company has adopted a policy on prevention, prohibition and redressal of sexual harassment at the workplace in line with the provision of the Sexual Harassment at Workplace in line with the provisions of the Sexual Harassment of Women at Workplace (Prevention, Prohibition and Redressal) Act, 2013 and Rules made there under.

Further, the Company has Internal Complaints Committee for various locations of the Company in compliance with the above-mentioned Act and Rules.

During the financial year 2021-22, there was no complaint / case of sexual harassment and hence no complaint remains pending as on 31st March, 2022.

### **33. SIGNIFICANT / MATERIAL ORDERS PASSED BY THE REGULATORS:**

There are no significant and material orders passed by any regulator or court or tribunal impacting the going concern status and your Company's operations in future.

### **34. GENERAL:**

Your Directors state that no disclosure or reporting is required in respect of the following items as there were no transactions/instances on these items during the year under review:

- a) There has been no material change in the nature of business during the year under review.
- b) Issue of equity shares with differential rights as to dividend, voting or otherwise nor issued shares (including sweat equity shares) to the employees or Directors of the Company, under any Scheme.
- c) Neither the Managing Director nor the Whole Time Directors of the Company receive any remuneration or commission from any of its subsidiaries.
- d) The Company does not have any scheme of provision of money for the purchase of its own shares by employees or by trustees for the benefit of employees.

### **35. ACKNOWLEDGEMENT:**

Your Company has maintained healthy, cordial and harmonious industrial relations at all levels. Your Directors express their gratitude to customers, vendors, dealers, investors, business associates and bankers for their continued support during the year. We thank the Government of India, the State Governments and statutory authorities and other government agencies for their support and look forward to their continued support in the future. The Directors look forward to the continued support of all stakeholders in future also.

For and on behalf of the Board,

**Shri Kirit Patel,**

Chairman & Managing Director  
DIN: 03353684

Date: 11-06-2022  
Place: Ahmedabad



## ADDITIONAL INFORMATION AS REQUIRED UNDER SECTION 134 (3) (M) OF THE COMPANIES ACT, 2013 READ WITH RULE 8 (3) OF THE COMPANIES (ACCOUNTS) RULES, 2014

### A Conservation of Energy:

The Company is constantly striving to have high degree of optimization, conservation of energy and absorption of technology. Some of the specific measures undertaken by the Company during the Financial Year 2021-22 are listed below:

#### I. The steps taken or impact on conservation of energy;

- (i) Installation of energy efficient lights.
- (ii) Use of energy efficient motors to reduce electrical power consumption and regular updation in all motors for efficiency of motors.
- (iii) Putting upgraded technology at work place. Scada system is installed to avoid and detect inefficiency of any part in any equipment.
- (iv) Company replaced higher KW DC drives with lower KW AC drives in various places of plant to reduce power consumption.
- (v) Company has installed flow meters and auto control valves to take maximum accurate output with minimum power.
- (vi) Auto loading system is adopted in pulp mill to avoid power losses.
- (vii) Increase in press roll dia for more speed of machine with the same power consumption.

#### II. The steps taken by the company for utilizing alternate sources of energy;

- (i) Company is running its own 3 MW thermal power plant for power and steam requirement.
- (ii) In addition to that Company has received "Environmental Clearance" certificate from Gujarat Pollution Control Board for additional 10 MW power plant at Unit-I situated at Halvad.

### B Technology Absorption

#### I. The efforts made towards technology absorption

- (i) Applying automation in wet end section.
- (ii) From scada system every information is available on screen to analyze the working of the machine every time.
- (iii) In pulp mill consistency trans-meter installed for avoiding quality variation in production.
- (iv) Company is using online Quality Control Scanner (QCS) for quality maintenance.

#### II. The Benefits derived like product improvement, cost reduction, product development or import substitution

- (i) By automation in wet end to maintained GSM quality paper.
- (ii) By scada online information efficiency of every part of machine can be analyzed and inefficient part can be deducted to avoid extra cost.
- (iii) QCS is helpful to major quality parameters during the time of production so to avoid quality variation in final product like moisture and GSM and speed.

#### III. In case of imported technology (imported during the last three years reckoned from the beginning of the financial year)

Company has not imported any technology.

#### IV. The expenditure incurred on research & development

Company has in house lab and for adding new product in product range and variation in product of Kraft Paper involves no major R & D expense.

### C Foreign exchange earnings and Outgo:

The Foreign Exchange earned in terms of actual inflows during the year and the Foreign Exchange outgo during the year in terms of actual outflows:

#### Total foreign exchange used and earned (Rs. In Lacs):

| Particulars                     | Current Year 2021-22 | Current Year 2020-21 |
|---------------------------------|----------------------|----------------------|
| Foreign Exchange Earnings (FOB) | 4092.47              | 5706.14              |
| Foreign Exchange Outgo          | 25896.94             | 19507.71             |

For and on behalf of the Board,  
**Shri Kirit Patel,**  
Chairman & Managing Director  
DIN: 03353684

Date: 11-06-2022  
Place: Ahmedabad

## ANNEXURE: B

**STATEMENT PURSUANT TO FIRST PROVISIO TO SUB-SECTION (3) OF SECTION 129 OF THE COMPANIES ACT, 2013, READ WITH RULE 5 OF COMPANIES (ACCOUNTS) RULES, 2014 IN THE PRESCRIBED FORM AOC-1 RELATING TO SUBSIDIARY COMPANY**

| Sr. No. | Particulars                                 | Details                        |
|---------|---|--------------------------------|
| 1.      | Name of the subsidiary                      | Balaram Papers Private Limited |
| 2.      | The date since when subsidiary was acquired | 23-07-2018                     |
| 3.      | Reporting period                            | 2021-22                        |
| 4.      | Reporting currency                          | INR (Rs. in Lacs.)             |
| 5.      | Share Capital                               | 403.50                         |
| 6.      | Other Equity                                | 159.02                         |
| 7.      | Total Assets                                | 3902.06                        |
| 8.      | Total Liabilities                           | 3339.54                        |
| 9.      | Investments                                 | -                              |
| 10.     | Turnover                                    | 2475.26                        |
| 11.     | Profit before taxation                      | (150.36)                       |
| 12.     | Provision for taxation                      | -                              |
| 13.     | Profit after taxation                       | (20.62)                        |
| 14.     | Proposed Dividend                           | -                              |
| 15.     | % of Shareholding                           | 100 %                          |

**Note:**

- 1) The Company has no Joint venture/Associates Companies.
- 2) None of the subsidiaries have been liquidated or sold during FY 2021-22.

FOR, S.N. SHAH & ASSOCIATES,  
CHARTERED ACCOUNTANTS,

FRN: 109782W

**S.N. SHAH**

PARTNER  
M. NO. :035181

PLACE: AHMEDABAD  
DATE: 11TH JUNE, 2022

FOR AND ON BEHALF OF THE BOARD  
**ASTRON PAPER & BOARD MILL LIMITED**

**KIRIT G. PATEL**

MANAGING DIRECTOR  
DIN: 03353684

**RAMAKANT K. PATEL**

DIRECTOR  
DIN: 00233423

**AMIT MUNDRA**

CHIEF FINANCIAL OFFICER

**UTTAM N. PATEL**

COMPANY SECRETARY

PLACE: AHMEDABAD  
DATE: 11TH JUNE, 2022

## CORPORATE GOVERNANCE REPORT

### COMPANY'S PHILOSOPHY ON CORPORATE GOVERNANCE

A system of direction and control that dictates how a board of directors governs and oversees a company

We believe that Corporate Governance is about to shareholder primacy, transparency and security, accountability to stakeholders, Board Performance, risk management across the organisation, which leads to increasing employee and customer satisfaction.

The Board have tried to blend growth and efficiency with governance and transparency. Our Board of Directors, guided by the vision and mission, formulate strategies and policies having focus on optimising value for various stakeholders like consumers, shareholders and the society at large.

The Corporate Governance Report as per SEBI (LODR) 2015 is as follows.

### 1) BOARD OF DIRECTORS:

The business of the Company is managed and lead by the Board of Directors. The Board formulates strategies, projected targets and goal to enhance stakeholders' as well as company's value. The Board has constituted various committees, which guide the matters delegated to them in accordance with their terms of reference.

#### MATRIX OF SKILLS / EXPERTISE / COMPETENCIES OF THE BOARD:

It is necessary to the Board to hold the appropriate skills and experience for effective implementation and running of company. The following are some qualifications, skills and expertise which are taken into consideration while nominating a person to represent Company on the Board.

|  |  |
|--|--|
| Appropriate Knowledge about Understanding of the Company's business, policies, and culture.                  | Understanding of the Company's business, policies, and culture, mission, vision, Company's SWOT analysis and knowledge of the industry in which the Company operates.  |
| Leadership Quality   | Significant leadership experience is necessary to lead and implement the necessary to change in organization for the Moto of the Company.  |
| Financial expertise Qualification / experience in accounting / finance is necessary with ability to evaluate | Qualification / experience in accounting / finance is necessary for the purpose of evaluation of internal control and financial performance of the Company.  |
| Corporate Compliance and Accountability  | To establish good corporate governance practices, management accountability, and responsibilities towards various stakeholders like customers, employees, suppliers, regulatory bodies and society at large. |
| Soft Skill   | Interaction with other Board members, with stakeholders, require to have sufficient soft skill to perform the duties.  |

These skills/expertise are broad-based, and it may vary from person to person and it is not necessary that all Directors possess such skills and expertise.

#### Composition of the Board:

The Board of Directors of your company consists of balanced mix of Executive and Non-Executive Directors which meets the requirement of the Corporate Governance as stipulated under Regulation 17 of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015. Your Company immensely benefits from the professional expertise of the Independent Directors in their individual capacity as Professionals and also from Business Executives and through their valuable experience.

The Executive Chairman heads the Board of Directors. The total strength of the Board of Directors of the Company is 6 (Six) as on 31st March 2022 comprising 3 Executive Directors and 3 Non-Executive Independent Directors.

The details of composition of the Board as at 31st March, 2022 and other information are given herein below:

| Name of Director                       | Category                           | No. of Shares Held | Total No of other Directorship* | Details of Committees** |        |
|--|------------------------------------|--------------------|---------------------------------|-------------------------|--------|
|  |                                    |                    |                                 | Chairman                | Member |
| Mr. Kirit Patel<br>DIN: 03353684       | Managing Director (Promoter)       | 76,99,650          | 1                               | -                       | 1      |
| Mr. Ramakant Patel<br>DIN: 00233423    | Whole Time Director (Promoter)     | 11,82,900          | 1                               | -                       | 1      |
| Mr. Karshanbhai Patel<br>DIN: 00048167 | Director (Promoter)                | 35,75,000          | 2                               | -                       | -      |
| Mr. Sudhir Maheshwari<br>DIN: 07827789 | Independent Non-Executive Director | 0                  | -                               | 1                       | 1      |
| Mr. Dhiren Parikh<br>DIN: 08525317     | Independent Non-Executive Director | 0                  | -                               | -                       | -      |
| Mr. Yogesh Patel<br>DIN: 03613259      | Independent Non-Executive Director | 0                  | 1                               | -                       | -      |

\*Excludes Private Limited Companies (which are not subsidiary of Public Company), Foreign Companies, Section 8 Companies and Alternate Directorships.

\*\*Includes only Audit Committee and Stakeholders' Relationship Committee of other Companies. (Including APBML)

**Note:** Ms. Chaitali Parikh, Woman Independent Director of the Company resigned from her post on 22nd February, 2022 and as per SEBI Guideline, Company require to appoint Woman Independent Director within a period of three months, accordingly Ms.Dhyanam Vyas was appointed as additional Woman Independent Director w.e.f 20th May, 2022.

**Notes:**

- None of the Directors on the Board holds directorships in more than ten public companies. None of the Independent Directors serves as an independent director on more than seven listed entities. Necessary disclosures regarding Committee positions in other public companies as on March 31, 2022 have been made by the Directors.
- None of the Directors are related to each other.
- None of the Directors on the Board is a member of more than 10 (Ten) Committees and Chairman of more than 5 (Five) Committees (as specified in Regulation 26(1) of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015) across all the Companies in which he/she is a Director. The necessary disclosures regarding Committee positions have been made by the Directors.

**DATE OF BOARD MEETINGS AND ATTENDANCE AT THE BOARD MEETING AND THE LAST AGM:**

During the Financial Year 2021-22, the Board of Directors of your Company met 4 (Four) times on on 31-05-2021, 19-07-2021, 13-11-2021 and 14-02-2022.

| Sr. No. | Name of Director(s)  | Date of Board Meeting & Attendance |            |                |                | Presence at the Last Annual General Meeting dated 25-09-2021 |
|---------|--|------------------------------------|------------|----------------|----------------|--|
|         |  | 31-05-2021                         | 19-07-2021 | 13-11-2021     | 14-02-2022     |  |
| 1       | Shri Kirit Patel<br>Chairman & Managing Director               | ✓                                  | ✓          | ✓              | ✓              | ✓  |
| 2       | Shri Ramakant Patel<br>Whole Time Director                     | ✓                                  | ✓          | ✓              | ✓              | ✓  |
| 3       | Shri Kanu Patel <sup>1</sup><br>Director                       | ✓                                  | ✓          | Not Applicable | Not Applicable | Not Applicable   |
| 4       | Shri Karshanbhai Patel<br>Director                             | ✓                                  | ✓          | ✓              | ✓              | ✓  |
| 5       | Ms. Chaitali Parikh <sup>2</sup><br>Independent Woman Director | ✓                                  | ✓          | ✓              | ✓              | ✓  |
| 6       | Shri Sudhir Maheshwari<br>Independent Director                 | ✓                                  | ✓          | ✓              | ✓              | ✓  |
| 7       | Shri Dhiren Parikh<br>Independent Director                     | ✓                                  | ✓          | ✓              | ✓              | ✓  |
| 8       | Shri Yogesh Patel<br>Independent Director                      | ✓                                  | ✓          | ✓              | ✓              | Not Present  |

<sup>1</sup> Mr. Kanubhai Patel resigned from the post of Directorship on 19-08-2021.

<sup>2</sup> Ms. Chaitali Parikh resigned from the post of Independent Director on 22-02-2022.

<sup>3</sup> Ms. Dhyanam Vyas was appointed as Woman Independent Director on 20-05-2022.

#### **SEPARATE MEETING OF INDEPENDENT DIRECTOR'S:**

During the year under review the Independent Directors of your Company met on 14th February, 2022 without presence of Non- Independent Directors and members of the management as required under Schedule IV to the Act (Code for Independent Directors) and Regulation 25(3) of the Listing Regulations. The meeting was conducted to review below points:

- The performance of Non- Independent Directors and the Board as a whole;
- The performance of the Chairman of the Company after taking into account the views of the Executive and Non- Executive Directors;
- Evaluation of the quality, quantity and timelines of flow of information between the Company management and the Board that is necessary for the Board to effectively and reasonably perform their duties.

All the Independent Directors were present at the meeting.

The Company have received declarations from all the independent directors that they fulfill the criteria prescribed per Section 149 (6) of the Companies Act, 2013.

During the year, Ms. Chaitali Parikh, Woman Independent Director (DIN: 07189130) has resigned from her post due to certain personal pressing engagements.

#### **FAMILIARISATION PROGRAMME FOR INDEPENDENT DIRECTORS:**

Pursuant to Regulation 25 (7) of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 and Schedule IV of the Companies Act, 2013, the Company has to conduct a familiarization and training programs for the Independent Directors. The objective of the programme is to familiarize the Independent Directors to enable them to understand the Company, its operations, business, industry and environment in which it functions and the regulatory requirement applicable to it. During the year, the Board members were regularly apprised with the overview of the Company and its operations by the Management. Further, the CFO made presentation to the Board during the Board meeting on a quarterly basis pertaining to the performance and future strategy for their respective business goals. The Board was also regularly apprised of all regulatory and policy changes.

Details of familiarization program imparted to Independent Directors is available on the website of the Company [www.astronpaper.com](http://www.astronpaper.com).

#### **EVALUATION OF THE BOARD'S PERFORMANCE:**

In line with the provisions of the Act and Listing Regulations and other applicable provisions, if any, the Board has carried out an annual evaluation of its own performance and that of its Committees and Independent Directors.

Performance of individual Directors have been evaluated considering their attendance, participation in the discussions, contribution at the meetings and otherwise, guiding the management on budgetary proposals, risk management, independent judgment, safeguarding of interest of all the stakeholders, and interaction with various stakeholders. etc.

The evaluation of the Independent Directors was carried out by the entire Board and that of the Chairman and the Non-Independent Directors. The performance evaluation criteria for Independent Directors is determined by the Nomination and Remuneration Committee and the same has been approved by the Board of Directors.

#### **Board Meeting, Board Committee Meetings and Procedures:**

The Board meets at least once in a quarter with a gap between two meetings not exceeding one hundred and twenty days. Additional meetings of the Board are held when deemed necessary to address the specific needs/agenda of the Company. In case of urgency of matters, resolutions are passed by circulation in Board Meetings as well as Committee Meetings. Generally the meetings are usually held at the Company's Registered Office.

The Agenda and the supporting papers for consideration at the Board Meeting are circulated to all the Directors in advance. Adequate information is circulated as part of the Board papers and is made available at the Board Meeting to enable the Members of the Board to take important decisions. Senior Heads are invited to attend the Board Meetings as and when required.

The information as required under Regulation 36 (3) of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 is being made available to the Shareholders.

The Company ensures compliance of various statutory requirements by all its business divisions.

Other provisions as to Board and Committees were complied with during the year under review.

## 2) BOARD COMMITTEES:

The Board Committees are set up to carry out clearly defined roles which are considered to be performed by members of the Board, as a part of good governance practice. The Board Committees play a vital role in strengthening the Corporate Governance practices and focus effectively on the issues and ensure expedient resolution of the diverse matters. The Committees also make specific recommendations to the Board on various matters whenever required. All observations, recommendations and decisions of the Committees are placed before the Board for information and / or for approval.

The Company has at present following Committees namely:

- i. Audit Committee
- ii. Nomination and Remuneration Committee
- iii. Stakeholders Relationship Committee
- iv. Corporate Social Responsibility Committee
- v. Risk Management Committee
- vi. Executive Committee of the Board

### 2.1 Audit Committee

The Company is having a duly constituted Audit Committee and as on March 31, 2022, majority of the members of Audit Committee are Independent Directors having expertise in financial and accounting areas. Audit Committee of the Board has been constituted as per Section 177 of the Act read with Regulation 18 of the Listing Regulations. The Audit Committee acts as a link between the statutory and internal auditors and the Board of Directors. The Audit Committee assists the Board in its responsibility for overseeing the quality and integrity of the accounting, auditing and reporting practices of the Company and its compliance with the legal and regulatory requirements.

#### Composition of the Committee:

The Audit Committee comprises of Two Non-Executive Independent Director who is eminent professionals and one Executive Director.

The members of the Audit Committee comprise of Shri. Sudhir Maheshwari, Chartered Accountant by profession who is the Chairman of the Committee, Ms. Chaitali Parikh, a Company Secretary by profession and Shri Kirit Patel, Chairman & Managing Director of the Company.

The Audit Committee Meetings were also attended by the Statutory Auditors, Internal Auditors and Chief Financial Officer of the Company.

The Company Secretary acts as the Secretary to the Committee.

**However, Ms. Chaitali Parikh, Woman Independent Director of the Company resigned from her post on 22-02-2022 along with resignation from Committee and Ms. Dhyanam Vyas was appointed as Woman Independent Director of the Company on 20-05-2022, who is also appointed as Member of the Audit Committee.**

#### Meetings and Attendance:

During the year, four meetings of Audit Committee were held on 31-05-2021, 19-07-2021, 13-11-2021 and 14-02-2022. Shri Sudhir Maheshwari who is Chairman of the Audit Committee also attended the last Annual General Meeting of the Company held on 25th September, 2021 by Video Conferencing and Other Audio Visual Means (VC/OAVM).

The following table summarizes the attendance of the Committees members:

| Name of Director       | Category                   | Status                   | No. of Meetings held | No. of Meetings attended |
|------------------------|----------------------------|--------------------------|----------------------|--------------------------|
| Shri Sudhir Maheshwari | Independent Non- Executive | Chairman                 | 4                    | 4                        |
| Ms. Chaitali Parikh    | Independent Non- Executive | Member (till 22-02-2022) | 4                    | 4                        |
| Shri Kirit Patel       | Promoter Executive         | Member                   | 4                    | 4                        |

The Audit Committee meetings during the year were held as per SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015. Minutes of each Audit Committee Meeting are placed and discussed in the meeting of the Board of Directors.

#### Terms of Reference:

The Audit Committee of the Company is entrusted with the responsibility to supervise the Company's Internal Control and Financial Reporting Process. The terms of reference of the Audit Committee are in accordance with all the items listed as per Regulation 18 of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 and it inter-alia performs the following functions.

- 1) Oversight of financial reporting process and the disclosure of its financial information to ensure that the financial statements are correct, sufficient and credible.
- 2) Recommending for appointment, remuneration and terms of appointment of auditors of the company.
- 3) Approval of payment to statutory auditors for any other service rendered by them.
- 4) Examination of the annual financial statements and auditor's report thereon.
  - Matters required to be included in the Director's Responsibility Statement to be included in the Board's Report in terms of Clause (c) of Sub-section (3) of Section 134 of the Act;
  - Changes, if any, in accounting policies and practices and reasons for the same;
  - Major accounting entries involving estimates based on the exercise of judgment by management;
  - Significant adjustments made in the Financial Statements arising out of Audit findings;
  - Compliance with Listing and other Legal requirements relating to Financial Statements;
  - Disclosure of any Related Party Transactions; and
  - Modified opinion(s) in the draft Audit Report.
- 5) Reviewing the quarterly financial statements of the Company.
- 6) Management Discussion and analysis of financial conditions and results of operation.
- 7) Internal audit report or statutory auditor's report.
- 8) Review and monitor the auditor's independence and performance, and effectiveness of audit process.
- 9) Approval or any subsequent modification or transactions of the company with related parties.
- 10) Scrutiny of inter- corporate loans and investments.
- 11) Valuation of undertakings or assets of the company, wherever it is necessary.
- 12) Evaluation of internal financial controls and risk management systems.
- 13) Reviewing statutory and internal auditor's performance and adequacy of the internal control system.
- 14) Reviewing the adequacy of internal audit function including structure of the internal audit department, staffing, reporting structure coverage and frequency of internal audit.
- 15) Reviewing finding of any internal investigations by the internal auditor into matters where there is suspected fraud or irregularity or a failure of internal control systems of a material nature and reporting matter to the Board.
- 16) Approval of appointment of CFO (i.e., the whole-time Finance Director or any other person heading the finance function or discharging that function) after assessing the qualifications, experience and background, etc. of the candidate;

- 17) Reviewing the utilization of loans and/ or advances from/investment by the holding company in the subsidiary exceeding rupees 100 crore or 10% of the asset size of the subsidiary, whichever is lower including existing loans / advances / investments existing as on the date of coming into force of this provision
- 18) Review the functioning of the whistle blower mechanism.
- 19) Carrying out any other function as is mentioned in the terms of reference of the Audit Committee
- 20) Such other terms as may be prescribed under the Act or the Listing Regulations.

## 2.2 Nomination and Remuneration Committee:

### Composition of the Committee:

Pursuant to the Section 178 of the Companies Act, 2013 and Regulation 19 of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, the Nomination and Remuneration Committee comprises of following three Independent Non-Executive Directors, namely Shri Yogesh Patel is the Chairman of the Committee, Shri Sudhir Maheshwari and Ms. Chaitali Parikh eminent professionals are the member of the Committee.

### Meetings and Attendance

The meeting of the Nomination and Remuneration Committee was held on 14-02-2022. Due to social reason, the Chairman of the Committee could not be able to attend the last Annual General Meeting of the Company held on 25th September, 2021.

| Name of Director       | Category                   | Status   | No. of Meetings held | No. of Meetings attended |
|------------------------|----------------------------|--|----------------------|--------------------------|
| Shri Yogesh Patel      | Independent Non-Executive  | Chairman (till 20-05-2022)<br>Member (from 20-05-2022) | 1                    | 1                        |
| Shri Sudhir Maheshwari | Independent Non-Executive  | Member   | 1                    | 1                        |
| Ms. Chaitali Parikh    | Independent Non- Executive | Member (till 22-02-2022)                               | 1                    | 1                        |

The Company Secretary acts as the Secretary to the Committee.

### Terms of Reference:

The terms of reference of the Committee inter alia, include the following:

- 1) To formulate the criteria for determining qualifications, positive attributes and independence of a director and to decide to extend or continue the term of appointment of the Independent director on the basis of the report of performance evaluation and to recommend to the board of directors a policy relating to the remuneration of the directors and KMP and other employees.
- 2) To evaluate of performance of Independent directors and the Board of Directors & its Committee.
- 3) To devise a policy on diversity of Board of Directors.
- 4) To identify persons who are qualified to become Directors, as and when so required, and who may be appointed in senior management in accordance with the criteria laid down by the Committee.
- 5) To consider and recommend to the Board removal of directors, other persons in senior management and key managerial personnel (KMP).
- 6) To review HR Policies and Initiatives.
- 7) Such other terms as may be required under the Act or the Listing Regulations.

### Remuneration Policy:

Remuneration Policy of your Company has been designed to ensure that the level and composition of remuneration is reasonable and sufficient to attract, retain and motivate Directors/Employees of the quality required to run the Company successfully and Relationship of remuneration to performance is clear and meets appropriate performance bench marks. Remuneration policy of the Company has been uploaded on the Company's website and can be accessed at [https://astronpaper.com/pdf/Nomination\\_and\\_Remuneration\\_Policy.pdf](https://astronpaper.com/pdf/Nomination_and_Remuneration_Policy.pdf).



### Performance Evaluation Criteria for Independent Directors:

The performance evaluation criteria for Independent Directors are determined by the Nomination and Remuneration Committee. An indicative list of factors that may be evaluated include adherence to ethical standards and code of conduct, constructive participation in board meetings, implementing good corporate governance practices, review of integrity of financial information and risk management, safeguarding interest of whistle blowers under vigil mechanism etc.

### Remuneration of Directors / Key Managerial Personnel / Senior Management / Other Employees:

(₹ in Lakh)

| Name of Director       | Salary | Commission | Perquisites | Retirement Benefits | Assignment of Key Man Insurance Policy | Sitting Fees | Total |
|------------------------|--------|------------|-------------|---------------------|--|--------------|-------|
| Shri Kirit Patel       | 38.00  | -          | -           | -                   | -                                      | -            | 38.00 |
| Shri Ramakant Patel    | 11.77  | -          | -           | -                   | -                                      | -            | 11.77 |
| Shri Kanubhai Patel    | -      | -          | -           | -                   | -                                      | -            | -     |
| Shri Karshanbhai Patel | -      | -          | -           | -                   | -                                      | -            | -     |
| Shri Dhiren Parikh     | -      | -          | -           | -                   | -                                      | 0.60         | 0.60  |
| Shri Sudhir Maheshwari | -      | -          | -           | -                   | -                                      | 1.00         | 1.00  |
| Ms. Chaitali Parikh    | -      | -          | -           | -                   | -                                      | 0.40         | 0.40  |
| Shri Yogesh Patel      | -      | -          | -           | -                   | -                                      | 0.40         | 0.40  |
| Mr. Uttam Patel        | 8.75   | -          | -           | -                   | -                                      | -            | 8.75  |
| Mr. Vashishath Raval   | 5.83   | -          | -           | -                   | -                                      | -            | 5.83  |

### 2.3 Stakeholders Relationship Committee:

#### Composition and terms of reference

The Stakeholder Relationship Committee has been constituted as per the provisions of Section 178 of the Companies Act, 2013 and Regulation 20 of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 and is entrusted with the responsibility of addressing the shareholders/ Investors complaints with respect to transfer of shares, Non-receipt of Annual Report, Non-receipt of dividend etc.

Four meeting of the Stakeholders Relationship Committee were held on 14-02-2022. The Committee also recommends steps to be taken for quality services to the investors. The composition of the said Committee and details of meeting are as under:

| Name of Director       | Category                   | Status                        | No. of Meetings held | No. of Meetings attended |
|------------------------|----------------------------|-------------------------------|----------------------|--------------------------|
| Ms. Chaitali Parikh    | Independent Non- Executive | Chairperson (till 22-02-2022) | 1                    | 1                        |
| Shri Sudhir Maheshwari | Independent Non- Executive | Member                        | 1                    | 1                        |
| Shri Ramakant Patel    | Executive                  | Member                        | 1                    | 1                        |

The Company Secretary acts as the Secretary to the Committee.

Mr. Uttam Patel, Company Secretary is Compliance Officer of the Company.

#### Terms of Reference:

The terms of reference of the Committee inter alia, include the following:

- 1) Efficient transfer of shares, including review of cases for refusal of transfer/ transmission of Shares and Debentures, de-mat/re-mat of shares.
- 2) Redressal of Shareholder and Investor complaints like transfer of shares, non-receipt of Balance Sheet, non-receipt of declared dividends
- 3) Issue of new / duplicate / split / consolidated Share Certificates;

- 4) Allotment of Shares;
- 5) Review of cases for refusal of transfer / transmission of Shares and Debentures;
- 6) Reference to Statutory and Regulatory authorities regarding Investor Grievances; and
- 7) To otherwise ensure proper and timely attendance and redressal of Investor's queries and grievances
- 8) Resolving the grievances of the security holders of the Company including complaints related to transfer/transmission of shares, non-receipt of annual report, non-receipt of declared dividends, issue of new/duplicate certificates, general meetings etc.
- 9) Review of measures taken for effective exercise of voting rights by shareholders.
- 10) Review of adherence to the service standards adopted by the Company in respect of various services being rendered by the Registrar & Share Transfer Agent.
- 11) Review of the various measures and initiatives taken by the Company for reducing the quantum of unclaimed dividends and ensuring timely receipt of dividend warrants/annual reports/statutory notices by the shareholders of the company
- 12) Such other terms as may be required under the Act or the Listing Regulations.

#### **Investors Grievance:**

Continuous efforts are being made to ensure that Investor's grievances are expeditiously redressed to the satisfaction of the Investors.

The particular of Investor's complaints received and redressed during the financial year are furnished below:

| <b>Sr. No.</b> | <b>Nature of Complaints</b>                                 | <b>Opening Balance as on 1st April, 2021</b> | <b>Received during the Year</b> | <b>Redressed / Attended during the Year</b> | <b>Pending as on 31st March, 2022</b> |
|----------------|---|--|---------------------------------|---|---------------------------------------|
| 1              | Non- receipt of share certificates after transfer of shares | NIL  | NIL                             | NIL   | NIL                                   |
| 2              | Non- receipt of dividend                                    | NIL  | NIL                             | NIL   | NIL                                   |
| 3              | Non receipt of Annual Reports                               | NIL  | NIL                             | NIL   | NIL                                   |
| 4              | Others:   |  |                                 |   |                                       |
|                | a) Query regarding Demat Credit                             | NIL  | NIL                             | NIL   | NIL                                   |
|                | b) Non- receipt of duplicate share certificate after issue  | NIL  | NIL                             | NIL   | NIL                                   |
|                | c) Non- Exchange of New Shares                              | NIL  | NIL                             | NIL   | NIL                                   |
|                | d) Non- receipt of Refund (ASBA Query)                      | NIL  | NIL                             | NIL   | NIL                                   |
|                | e) Investor Services Cell NSE                               | NIL  | 1                               | 1   | NIL                                   |
|                | <b>Total</b>  | <b>NIL</b>                                   | <b>1</b>                        | <b>1</b>                                    | <b>NIL</b>                            |

At present entire activities related to share transfers, transmission, exchange of shares, etc. handled by Registrar and Transfer Agent, a SEBI authorized Registrar, which also provides electronic connectivity with NSDL and CDSL to carry out such assigned work.

The Company obtains half- yearly certificate from a Company Secretary in Practice confirming the issue of certificates for transfer, sub- division, consolidation etc. and submits a copy thereof to the Stock Exchanges in terms of Regulation 40 (9) of the Listing Regulations. Further, the Compliance Certificate under Regulation 7 (3) of the Listing Regulations, confirming that all activities in relation to both physical and electronic share transfer facilities are maintained by Registrar and Share Transfer Agent is also submitted to the Stock Exchanges on a half yearly basis.

No Compliant from any investor during the year has been pending to resolve on the SCORES.

## 2.4 Corporate Social Responsibility Committee:

### Composition & Terms of Reference:

The Corporate Social Responsibility Committee has been constituted as per the Companies Act, 2013. The committee formulates, reviews and recommends the amount of expenditure to be incurred on CSR activities and regularly monitors CSR activities to accomplish the objectives of implementation of CSR policy. The CSR Committee comprises of Three Directors. Two Directors are executive and one is an Independent Director of the Company. Shri Ramakant Patel executive Director is the Chairman, Shri Karshanbhai Patel, Executive Director and Shri Yogesh Patel, Non- Executive Independent Director are the members of the Committee.

### Terms of Reference

The terms of reference of Corporate Social Responsibility Committee are as under:

- To formulate and recommend to the Board a Corporate Social Responsibility Policy ("CSR Policy").
- To recommend the amount of expenditure to be incurred on the activities listed in CSR Policy.
- To monitor the CSR Policy of the Company from time to time.
- Such other roles and functions as may be prescribed in the Act and Rules made thereunder

### Meeting and Attendance:

During the year, one meeting was held on 14-02-2022. All the members were present in the above meetings.

The Company Secretary acts as the Secretary to the Committee.

### Report on CSR activities

As required under the Act and Rules made thereunder, Report on the CSR activities undertaken by the Company during the year ended March 31, 2022 is annexed to the Directors' Report. (Annexure-E)

## 2.5 Risk Management Committee:

As this clause is applicable to Top 1000 Listed Companies, Company have not constituted Risk Management Committee, however Board review various risk and its corrective action plan from time to time. Approach towards various risk are mentioned in Management Discussion and Analysis Report.

## 2.6 Executive Committee of the Board:

The Executive Committee was formed for the purpose of routine day to day transaction of the Company and have powers to pass resolutions as mentioned in Section 179(3)(d) to (f) of the Companies Act, 2013.

| Name of Director      | Category                       |
|-----------------------|--------------------------------|
| Mr. Kirit Patel       | Chairman and Managing Director |
| Mr. Ramakant Patel    | Whole Time Director and Member |
| Mr. Karshanbhai Patel | Director and Member            |

During the year 2 Executive Committee of the Board meetings were held dated 26/06/2021 & 20/12/2021; the same was attended by all the members.

## 3 GENERAL MEETINGS INFORMATION:

### ➤ Annual General Meetings:

The details of date, time and place of the Annual General Meetings (AGMs) of the Company held during the preceding three years and the Special Resolution passed there are as under:

| AGM  | Financial Year | Date                             | Place  | Time        | Special Resolutions passed   |
|------|----------------|----------------------------------|--|-------------|--|
| 9th  | 2018-19        | 25 <sup>th</sup> September, 2019 | AMA Seminar Hall No. 3 & 5, ATIRA Campus. AMA Complex, Dr. V S Marg, Vastrapur, Ahmedabad-380 015. | 11: 00 a.m. | NIL  |
| 10th | 2019-20        | 28 <sup>th</sup> September, 2020 | Through video conferencing and other audiovisual means (VC/OAVM)                                   | 11:00 a.m.  | 1. To re-appoint Ms. Chaitali Parikh (DIN: 07189130) as an Independent Woman Director of the Company |
| 11th | 2020-21        | 25 <sup>th</sup> September, 2021 | Through video conferencing and other audiovisual means (VC/OAVM)                                   | 11.00 a.m.  | NIL  |

➤ **Postal Ballot:**

An Ordinary resolution was passed through Postal Ballot for the purpose of Re-classification of M/s. Asian Granito India Limited, Corporate Promoter from Promoter and Promoter Group to Public on 25th March, 2022.

Mr. Pinakin Shah, Practicing Company Secretary acted as Scrutinizer for conducting the Postal Ballot through remote e-voting process in a fair and transparent manner.

- Extra Ordinary General Meeting: No extraordinary general meeting of the members was held during F.Y. 2021-22.

#### 4 **MANDATORY & NON- MANDATORY CLAUSES:**

The mandatory requirements complied with are disclosed below:

##### **COMPLIANCE OF REGULATION 17 TO 27 AND 46 OF LISTING REGULATIONS:**

The Company has complied with the requirements specified in Regulation 17 to 27 and Clauses (b) to (i) of sub-regulation (2) of Regulation 46 of Listing Regulations.

The non-mandatory requirements complied with are disclosed below:

##### **1) Audit qualifications:**

There are no qualifications in the Auditor's Report on the Financial Statements of the Company for the F.Y 2021-22.

##### **2) Reporting of Internal Auditors:**

The Internal Auditors M/s. S.N.D.K & Associates LLP, Chartered Accountants, Ahmedabad directly report to the Chief Financial Officer of the Company and the Audit Committee.

##### **3) During the year, total fees of Rs. 2,03,500/- (exclusive of GST) have been paid to the Statutory Auditors (S N Shah and Associates) and all entities in the network firm/network entity of which the statutory auditor is a part by the company and its subsidiaries on the consolidated basis.**

#### 5 **DISCLOSURES AND POLICIES:**

##### **a) Disclosure on material significant Related Party Transactions:**

Note No: 34(b) of Financial Statements is full disclosure of related party transactions as per Indian Accounting Standard 24 issued by the Institute of Chartered Accountants of India. Related Party Transaction Policy is also available on the website of the Company at <http://astronpaper.com/pdf/Material-Related-Party-Transaction-Policy-1.pdf>

##### **b) Accounting Treatment:**

Financial Statements for the year under review were prepared in accordance with the Indian Accounting Standards and there is no deviation, nor any alternative treatment given.

##### **c) Risk Management:**

The Company regularly reviews the risks associated with business and its corrective actions for minimizing /managing/ avoiding the same. The internal control system provides support for risk management of the Company. The Board on regular basis evaluating the risk factors involved in the businesses.

**d) Strictures / Penalties:**

The Company has complied with all the requirements of the Stock Exchange(s) and the SEBI on matters related to Capital Markets. There were no penalties imposed or strictures passed against the Company by the statutory authorities in this regard during the last three years.

**e) Statutory Registers:**

All the statutory registers that are required to be maintained, particularly Registers of contracts in which Directors have interests, Registers of Directors Shareholding, Register of Investments etc. are maintained and regularly updated.

**f) Whistle Blower Policy / Vigil Mechanism:**

The Company has established a Whistle Blower Policy / Vigil Mechanism. The policy about the same is also available on Company's website [www.astronpaper.com](http://www.astronpaper.com)

**g) Policy on Preservation of Documents:**

Pursuant to the requirements under Regulation 9 of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, the Board has formulated and approved a Policy on Preservation of Documents prescribing the manner of retaining the Company's documents and the time period up to certain documents are to be retained.

**h) Training of Board Members:**

There is no formal policy at present for training the Board Members of the Company, as the members on our Board are Professionals / Business Executives. However, in addition to discussion in meetings, our Executive Directors periodically provided necessary presentation on business model and operations of the company to independent directors.

**i) Compliance of Regulation 26 (6) of Listing Regulations:**

In accordance with the provisions of Regulation 26 (6) of the Listing Regulations, the Key Managerial Personnel, Director(s) and Promoter(s) of the Company have not entered into any agreement for themselves or on behalf of any other person, with any shareholder or any other third party with regard to compensation or profit sharing in connection with dealings in the securities of the Company.

**j) Policy on "Material" Subsidiary**

The Company has Board approved policy on determining Material Subsidiary which can be accessed at <http://astronpaper.com/pdf/Policy-on-Materiality-of-Events.pdf>

**k) Certification from Company Secretary in practice:**

None of the directors on Board of the Company has been debarred or disqualified from being appointed or continuing as director of the Company by the SEBI/Ministry of Corporate Affairs or any such statutory authority.

**6 CERTIFICATION:**

The Board has received Managing Director & Chief Financial Officer Certification under Clause 17 (8) of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 and the same was placed before the Board of Directors of the Company.

**7 MEANS OF COMMUNICATIONS:**

The quarterly, half- yearly and annual financial results of the Company are sent to stock exchanges immediately after these are approved by the Board. These are widely published in the Indian Express (English) / Financial Express (Gujarati) etc.

The results are available on the Company's website at [www.astronpaper.com](http://www.astronpaper.com).

**Other communications are as under:**

|  |  |
|--|--|
| News Releases  | Official press releases are sent to stock exchanges as well as displayed on the Company's website.   |
| NSE Electronic Application Processing System (NEAPS)                                       | The listing compliances are also filed electronically on NEAPS through <a href="https://neaps.nseindia.com/NEWLISTINGCORP/">https://neaps.nseindia.com/NEWLISTINGCORP/</a>                           |
| BSE Corporate Compliance & Listing Centre  | The listing compliances are also filed electronically on BSE Corporate Compliance & Listing Centre through <a href="https://listing.bseindia.com/home.htm">https://listing.bseindia.com/home.htm</a> |
| Annual Report  | Annual Report is circulated to the members whose email IDs are registered with the Depository Participants and Company's Registrars and Transfer Agents.   |
| Management Discussion & Analysis   | Being part of Annual Report, mailed to the shareholders of the Company along with Annual Report and Notice.  |
| Investor Services  | The Company has designated an exclusive e-mail ID viz. <a href="mailto:uttam_cs@astronpaper.com">uttam_cs@astronpaper.com</a> for investor services and grievances.                                  |
| Material Events or Information in line with regulation 30 of SEBI (LODR) Regulations, 2015 | The concerned disclosures are disclosed to both the Stock Exchanges which are available to both the Exchanges website along with Company's website.  |

**1) GENERAL SHAREHOLDERS INFORMATION:**

**A. Annual General Meeting:**

The 12th Annual General Meeting of the Company will be held on Thursday, 29th September, 2022, at 11.00 AM at/through Video Conference / Other Audio Visual Means ("VC / OAVM").

Remote E-Voting Period: The voting period begins on Monday, 26th September, 2022 at 10.00 A.M. and ends on Wednesday, 28th September, 2022 at 5.00 P.M.

Remote E-Voting Cut-off date: Thursday, 22th September, 2022.

**B. Financial Year 2021-22: April 1 to March 31**

**C. Book Closure:**

The Register of Members and Share Transfer Books of the Company will remain closed from Friday, 23rd September, 2022 to Thursday, 29th September, 2022 (both days inclusive) for the purpose of 12th Annual General Meeting of the Company.

**D. Tentative Financial Calendar for the Financial Year 2022-23**

| Sr. No. | Particulars                                | Tentative Dates                       |
|---------|--|---------------------------------------|
| ➤       | Financial Year                             | 01st April, 2022 to 31st March, 2023. |
| ➤       | Financial Results                          |                                       |
| 1       | First Quarter ended on 30th June, 2022     | First Week of August 2022.            |
| 2       | Half Year ended on 30th September, 2022    | First week of November, 2022.         |
| 3       | Third Quarter ended on 31st December, 2022 | First week of February, 2023.         |
| 4       | Fourth Quarter ended on 31st March, 2023   | Second week of May, 2023.             |
|         | AGM for the year FY 2022-23                | August / September, 2023.             |

**E. Listing on Stock Exchanges:**

The Company's shares are listed and traded on BSE Ltd. as well as National Stock Exchange of India Ltd having the following address:

| BSE Ltd. (BSE)   | National Stock Exchange of India Ltd. (NSE)  |
|--|--|
| Phiroze Jeejeebhoy Towers, Dalal Street, Mumbai - 400 001. | Exchange Plaza, C-1, Block- G, Bandra -Kurla Complex, Bandra East, Mumbai - 400 051. |

#### F. Listing Fees to Stock Exchanges:

The Company has paid the Listing Fees for the year 2022-23 to the above stock Exchanges.

#### G. Custodial Fees to the Depositories:

The Company has paid custodial fees for the year 2022-23 to the National Securities Depository Limited (“NSDL”) and Central Depository Services (India) Limited (“CDSL”).

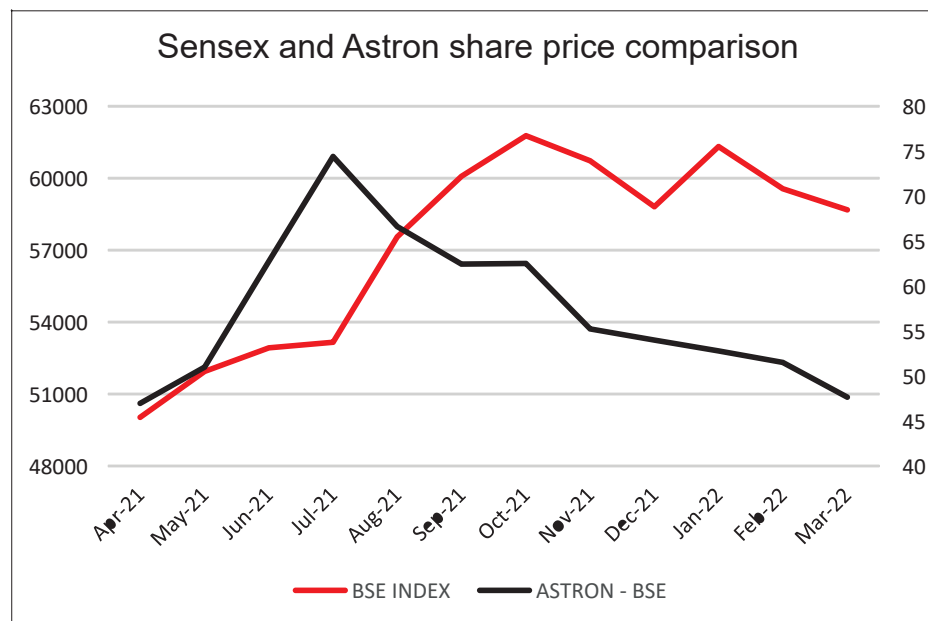
#### H. Stock Code / Symbol:

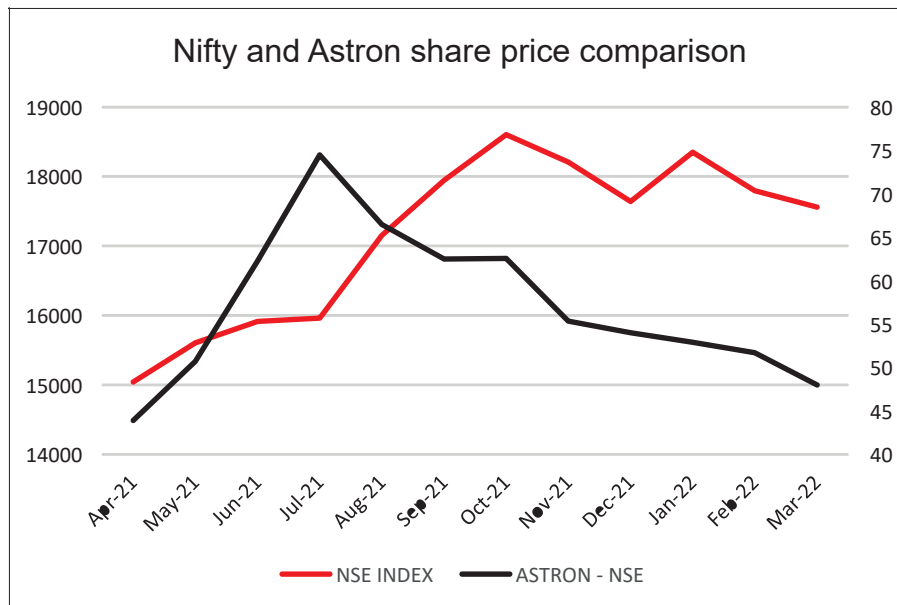
| Stock Exchanges                             | Scrip Code            |
|---|-----------------------|
| BSE Ltd. (BSE)                              | 540824                |
| National Stock Exchange of India Ltd. (NSE) | ASTRON                |
| ISIN  | INE646X01014          |
| Corporate Identity Number (“CIN”)           | L21090GJ2010PLC063428 |

#### I. Market Price Data:

Performance in comparison to broad-based indices viz. BSE Sensex

| Month     | Share price BSE |           |             | Share price NSE |           |             |
|-----------|-----------------|-----------|-------------|-----------------|-----------|-------------|
|           | High Price      | Low Price | Close Price | High Price      | Low Price | Close Price |
| April- 21 | 46.95           | 35.00     | 40.05       | 43.90           | 37.50     | 40.20       |
| May- 21   | 51.00           | 39.15     | 47.50       | 50.70           | 38.90     | 47.35       |
| June- 21  | 62.75           | 45.05     | 56.80       | 62.30           | 45.35     | 56.90       |
| July- 21  | 74.40           | 54.15     | 61.30       | 74.50           | 54.15     | 61.30       |
| Aug- 21   | 66.60           | 52.10     | 58.95       | 66.50           | 51.50     | 58.95       |
| Sept- 21  | 62.45           | 55.70     | 58.05       | 62.50           | 55.65     | 58.00       |
| Oct- 21   | 62.50           | 49.50     | 50.35       | 62.55           | 49.80     | 50.30       |
| Nov- 21   | 55.25           | 45.00     | 46.65       | 55.35           | 45.10     | 46.55       |
| Dec- 21   | 54.00           | 43.00     | 49.45       | 54.00           | 45.50     | 49.55       |
| Jan- 22   | 52.80           | 42.55     | 47.25       | 52.90           | 46.00     | 47.35       |
| Feb- 22   | 51.50           | 37.00     | 40.05       | 51.70           | 36.70     | 40.05       |
| Mar- 22   | 47.65           | 32.30     | 42.80       | 48.00           | 37.95     | 42.75       |





**J. Registrar & Share Transfer Agents (RTA)**

M/s. Link Intime (India) Private Limited as a Registrar and Transfer Agent (RTA) of the Company. Shareholder may contact our RTA for dematerialization of shares, transfer and transmission of shares, change of address, non receipt of annual report and any other query relating to the shares of the Company.

| RTA's REGISTERED OFFICE ADDRESS  | RTA's AHMEDABAD BRANCH ADDRESS  |
|--|---|
| M/s. Link Intime (India) Pvt. Ltd.<br>Unit: Astron Paper & Board Mill Limited<br>C- 101, 247 Park, L.B.S. Marg,<br>Vikhroli West, Mumbai- 400 083.<br>Tel No: 022- 4918 6000<br>Fax No: 022- 4918 6060<br>E- mail: astron.ipo@linkintime.co.in | M/s. Link Intime (India) Private Limited<br>Unit: Astron Paper & Board Mill Limited<br>5th Floor, 506 to 508, Amarnath Business Centre-1<br>(ABC- 1), Beside Gala Business Centre,<br>Nr. St. Xavier's College Corner, Off C.G Road,<br>Navrangpura, Ahmedabad- 380 009.<br>Tel No: 079- 2646 5179<br>E- mail: ahmedabad@linkintime.co.in |

**K. Share Transfer System:**

In compliance with SEBI guidelines, M/s. Link Intime (India) Private Limited as its Registrar & Transfer Agent for Physical and Electronic form of shareholding. All the shareholders of the Company are therefore requested to correspond directly with them on the matters related to transfer and transmission of shares, demat / remate of the shares. Their address for correspondence is mentioned in sub point no "J" as above. In view of the above, the work for transfer of shares in physical form is also being carried out at the above address.

Further, as per SEBI Notification No. SEBI/LAD-NRO/GN/2018/24 dated June 8, 2018 and further amendment vide Notification No. SEBI/LAD-NRO/GN/2018/49 dated November 30, 2018, requests for effecting transfer of securities (except in case of transmission or transposition of securities) shall not be processed unless the securities are held in the dematerialised form with the depositories. In view of the same, Equity Shares of the Company shall be eligible for transfer only in Dematerialised form. Therefore, Shareholders are requested to take action to dematerialize the Equity Shares of the Company.

The Company has signed necessary agreements with two depositories currently functional in India viz. National Securities Depository Limited & Central Depository Services (India) Limited. The transfer of shares in electronic mode need not be approved by the Company.

**L. Demat Suspense Account / Unclaimed Suspense Account / IEPF Suspense Account:**

There are no shares lying with demat suspense account or unclaimed suspense account.



**M. Distribution of Shareholdings as on 31st March, 2022.**

| No. of Equity Shares | No. of Shareholders | % of Shareholders | No. of Shares held | % of Shareholding |
|----------------------|---------------------|-------------------|--------------------|-------------------|
| 1 to 500             | 18435               | 87.142            | 2419010            | 5.202             |
| 501 to 1000          | 1274                | 6.022             | 1035397            | 2.226             |
| 1001 to 2000         | 604                 | 2.855             | 927784             | 1.995             |
| 2001 to 3000         | 223                 | 1.054             | 564070             | 1.213             |
| 3001 to 4000         | 118                 | 0.557             | 430006             | 0.924             |
| 4001 to 5000         | 111                 | 0.524             | 521673             | 1.121             |
| 5001 to 10000        | 177                 | 0.836             | 1355043            | 2.914             |
| 10001 & above        | 213                 | 1.007             | 39247017           | 84.403            |
| <b>Total</b>         | <b>21155</b>        | <b>100.00</b>     | <b>4,65,00,000</b> | <b>100.00</b>     |

**N. Category wise Shareholders as on 31<sup>st</sup> March, 2022.**

| Category Code | Category   | No. of Shares      | % of Shareholding |
|---------------|--|--------------------|-------------------|
| A             | Shareholding of Promoter & Promoter Group          | 1,25,83,250        | 27.06             |
|               | 1. Indian Promoter                                 |                    |                   |
|               | 2. Foreign Promoter                                | -                  | -                 |
|               | <b>Sub- Total (A)</b>                              | <b>1,25,83,250</b> | <b>27.06</b>      |
| B             | Public Shareholding                                |                    |                   |
|               | 1. Institutions                                    |                    |                   |
|               | 1) Financial Institutions / Banks                  | 0                  | 0                 |
|               | 2) Foreign Institutional Investors                 | 0                  | 0                 |
|               | 3) Mutual Funds                                    | 0                  | 0                 |
|               | 4) Foreign Portfolio Investor                      | 23,433             | 0.05              |
|               | 2. Non Institutions                                |                    |                   |
|               | a) Bodies Corporate                                | 1,07,13,018        | 23.04             |
|               | b) Individuals                                     |                    |                   |
|               | i. Nominal Share Capital up to Rs.2 Lacs.          | 76,61,932          | 16.48             |
|               | ii. Nominal Share Capital in excess of Rs. 2 Lacs. | 1,19,77,875        | 25.75             |
|               | c) Qualified Foreign Investor                      | 0                  | 0                 |
|               | d) NBFC registered with RBI                        | 0                  | 0                 |
|               | e) Others  |                    |                   |
|               | i. Trusts  | 1,02,477           | 0.22              |
|               | ii. Hindu Undivided Family                         | 30,20,517          | 6.49              |
|               | iii. Clearing member                               | 1,24,107           | 0.26              |
|               | iv. Non Resident (Repat)                           | 2,03,803           | 0.43              |
|               | v. Non Resident (Non Repat)                        | 77,238             | 0.17              |
|               | vi. Other Directors and Relatives                  | 3500               | 0.00              |
|               | vii. Body Corp-Ltd Liability Partnership           | 8850               | 0.02              |
|               | <b>Sub- Total (B)</b>                              | <b>3,39,16,750</b> | <b>72.94</b>      |
|               | <b>Total (A + B)</b>                               | <b>4,65,00,000</b> | <b>100.00</b>     |

#### O. Dematerialization of Shares and liquidity;

The Equity Shares of the Company are traded compulsorily in the dematerialized form. The Company has entered into an agreement with both National Securities Depository Ltd. (NSDL) and Central Depository Services (India) Ltd. (CDSL) whereby the shareholders have an option to dematerialize their shares with either of the depository.

**The Demat ISIN No. for both NSDL and CDSL for the Company's Equity Shares is INE646X01014.**

Status of Dematerialization and Physical of the Company's Equity Shares as on 31st March, 2022 is as under:

| Particulars                                 | No. of Shares as on 31 <sup>st</sup> March, 2022 | % of Total Capital as on 31 <sup>st</sup> March, 2022 |
|---|--|---|
| A. National Securities Depository Ltd.      | 17806113   | 38.29   |
| B. Central Depository Services (India) Ltd. | 28693577   | 61.71   |
| 1. Total Dematerialized Shares              | 46499690   | 100   |
| 2. Physical                                 | 310  | 0 (R/off)   |
| <b>Total</b>                                | <b>4,65,00,000</b>                               | <b>100</b>  |

**Total 4,65,00,000 equity shares having face value of INR 10/- each.**

Market Lot: 1 equity shares

#### P. Outstanding GDRs /ADR / Warrants or any Convertible instruments, as on 31<sup>st</sup> March, 2022:

There were no outstanding GDRs / ADRs / Warrants or any convertible instruments as on 31<sup>st</sup> March, 2022.

#### Q. Foreign Exchange Risk and Hedging Activity

The risk of foreign exchange fluctuation can impact the Company as it is engaged in procuring raw material from overseas as well as the Company exports its products to foreign countries.

By Hedging the foreign exchange using forward contract will reduce the risk and it is done by considering the time gap.

#### R. Plant Locations:

| Sr. No. | Division                      | Address  |
|---------|-------------------------------|--|
| 1       | Unit- I (PM- 1 & 2)<br>Halvad | 52/1-2, 53/1-2, 49/1-2, 50, 51/1-2-3, 54, 55, Village Sukhpar, Ta Halvad, Dis Morbi, Gujarat : 363 330.      |
| 2       | Unit- II<br>Bhuj              | Survey No. 64/1, Chubdak, Nr. Ratnal Essar Petrol Pump, Bhuj – Anjar Highway, Bhuj- Kutch, Gujarat- 370 105. |

#### S. Address and Contact details of the Registered Office of the Company:

Astron Paper & Board Mill Limited

D-702, Seventh Floor, Ganesh Meridian, Opp. High Court, S.G Highway, Ahmedabad- 380 060.

E- mail: info@astronpaper.com , Website: www.astronpaper.com

Phone No : 079- 40081221

#### T. Details of Holding/Subsidiary/Associates Companies (as on 31<sup>st</sup> March 2022):

##### **BALARAM PAPERS PRIVATE LIMITED (WHOLLY OWNED SUBSIDIARY)**

##### **Registered Office:**

D-702, Ganesh Meridian, Opp. Gujarat High Court, S G Highway, Sola, Ahmedabad, India – 380060.

Phone No : 079- 40081221

##### **Plant Location:**

Survey No: 256 and 258, Dhanali Road, Nr. Deem Roll, At. Ganeshpura, Ta. Kadi, Dist. Mehsana-384001 Gujarat, India

## 8 CORPORATE ETHICS:

#### a. Code of conduct for Board Members and Senior Management

The Board has formulated Code of Conduct for all Board Members and Senior Management of the Company and the same is posted on the website of the Company. All the Board Members and Senior Management Personnel

have affirmed compliance with the said Code of Conduct during the Year 2021-22. A declaration signed by the Managing Director in terms of the Schedule V of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 is addressed to the Board of Directors. The said declaration has been received by the Company.

**b. Prevention of Insider Trading:**

In compliance with the SEBI (Prohibition of Insider Trading) (Amendment) Regulations, 2018, the Company has amended the Code of Conduct to Regulate, Monitor and Report Trading by Designated Persons (“Insider Trading Code”) and Code of Practices and Procedures for Fair Disclosure of Unpublished Price Sensitive Information (“Fair Disclosure Code”), effective from 1<sup>st</sup> April, 2019. The Insider Trading Code is aimed to avoid any insider trading and it is applicable to all the designated persons who are expected to have access to the unpublished price sensitive information relating to the Company. The Company lays down the guidelines, which advises them on procedures to be followed and disclosures to be made, while dealing in shares of the Company. The Company has also adopted the policy for determination of legitimate purposes which forms part of Fair Disclosure Code.

The said “Code” is also been uploaded on the Company’s website at [www.astronpaper.com](http://www.astronpaper.com) .

**c. Reconciliation of Share Capital Audit Report**

As stipulated by SEBI, a qualified Practicing Company Secretary carries out Secretarial Audit to reconcile total admitted capital with National Securities Depository Ltd. (NSDL) and Central Depository Services (India) Ltd. (CDSL) and the total issued and listed capital. The audit is carried out every quarter and the report thereon is submitted to the Stock Exchanges. The audit confirms that the total listed and paid- up capital is in agreement with the aggregate of the total number of shares in dematerialized form (held with NSDL and CDSL) and total number of shares in physical form.

**d. Internal Checks**

The Company has both external and internal audit systems in place. The Company has adequate Internal Control Systems to ensure that all assets are safeguarded and transactions are authorized, recorded and reported properly. The Internal controls are periodically reviewed to enhance efficiency and to ensure statutory compliances. The Internal Audit plan is designed in consultation with the Statutory Auditors and Audit Committee. Regular operational and transactional audits are conducted by professionally qualified and technical persons and the results are used for effective control and improvements. Board and the management periodically reviews the findings and recommendation of Auditors and take corrective actions necessary.

**e. Statement of Complaints in relation to the Sexual Harassment of Women at Workplace (Prevention, Prohibition and Redressal) Act, 2013:**

| Sr. No. | Particulars  | Details |
|---------|--|---------|
| 1       | No. of complaints filed during the financial year 2021-22        | Nil     |
| 2       | No. of Complaints disposed off during the financial year 2021-22 | Nil     |
| 3       | No. of pending complaints as on March 31, 2022                   | Nil     |

**f. Certification by Practicing Company Secretary**

As required under Regulation 27 (2) of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 and Schedule V of SEBI (Listing Obligations and Disclosure Requirements) the Company has obtained a Corporate Governance Compliance Certificate from M/s. Pinakin Shah & Co., Company Secretaries in Practice, regarding compliance of conditions of Corporate Governance as stipulated and is annexed herewith.

**g. Certification by Practicing Company Secretary regarding appointment and continuation of Directors:**

The Company has obtained the Certificate from M/s. Pinakin Shah & Co., Company Secretaries in Practice, certifying that none of the Directors on the Board of the Company for the Financial Year ending on 31<sup>st</sup> March, 2022 have been debarred or disqualified from being appointed or continuing as Directors of Companies by Securities and Exchange Board of India, Ministry of Corporate Affairs or any such other Statutory Authority.

Date: 11-06-2022  
Place: Ahmedabad

For and on behalf of the Board,  
**Shri Kirit Patel,**  
Chairman & Managing Director  
DIN: 03353684

## CORPORATE GOVERNANCE COMPLIANCE CERTIFICATE

To  
The Members  
Astron Paper & Board Mill Limited  
Ahmedabad

We have examined the compliance of the conditions of Corporate Governance by Astron Paper & Board Mill Limited (“the Company”), for the year ended on 31st March 2022, as stipulated in Chapter IV of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015.

The compliance of conditions of Corporate Governance is the responsibility of the management of the Company. Our examination has been limited to a review of the procedures and implementation thereof, adopted by the Company for ensuring the compliance of the conditions of Corporate Governance as stipulated in the said Clause and applicable Regulations. It is neither an audit nor an expression of the opinion on the financial statements of the Company.

In our opinion and to the best of our information and according to the explanations given to us and the representations made by the Directors and the Management, we certify that the Company has complied with the conditions of Corporate Governance as stipulated in Chapter IV of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015.

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

**For, Pinakin Shah & Co.**

**Pinakin Shah,**

Practicing Company Secretary

(FCS: 2562, COP: 2932)

UDIN: F002562D000583527

Date: 07-07-2022

Place: Ahmedabad

## CERTIFICATE OF NON-DISQUALIFICATION OF DIRECTORS

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

To,  
The Members of,  
**Astron Paper & Board Mill Limited,**  
D-702, Seventh Floor,  
Ganesh Meridian,  
Opp. High Court, S.G Highway,  
Ahmedabad- 380060,  
Gujarat, India.

I have examined the relevant registers, records, forms, returns and disclosures received from the Directors of **Astron Paper & Board Mill Limited (CIN: L21090GJ2010PLC063428)** and having registered office at **D- 702, Seventh Floor, Ganesh Meridian, Opp. High Court, S.G Highway, Ahmedabad- 380060, Gujarat, India** (hereinafter referred to as "the Company"), produced before me by the Company for the purpose of issuing this Certificate, in accordance with Regulation 34(3) read with Schedule V Para C Sub Clause 10(i) of the Securities Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015.

In my opinion and to the best of my information and according to the verifications (including Directors Identification Number (DIN) status at the portal [www.mca.gov.in](http://www.mca.gov.in)) as considered necessary and explanations furnished to me by the Company and its officers, I hereby certify that none of the Directors on the Board of the Company as stated below for the Financial year ending on 31st March, 2022 have been debarred or disqualified from being appointed or continuing as Directors of companies by the Securities and Exchange Board of India, Ministry of Corporate Affairs, or any such other Statutory Authority.

| Sr. No. | Name of Director             | DIN      | Date of Appointment in Company. |
|---------|------------------------------|----------|---------------------------------|
| 1.      | Kirit Ghanshyambhai Patel    | 03353684 | 29-12-2010                      |
| 2.      | Ramakant Kantibhai Patel     | 00233423 | 29-12-2010                      |
| 3.      | Karshanbhai Hirabhai Patel   | 00048167 | 29-12-2010                      |
| 4.      | Kanubhai Bhikhabhai Patel1   | 00386852 | 01-04-2017                      |
| 5.      | Sudhir Omprakash Maheshwari  | 07827789 | 29-05-2017                      |
| 6.      | Chaitali Bharatkumar Parikh2 | 07189130 | 20-05-2015                      |
| 7.      | Yogeshkumar Kantilal Patel   | 03613259 | 03-08-2019                      |
| 8.      | Dhiren Narendrakumar Parikh  | 08525317 | 03-08-2019                      |

1. Mr. Kanubhai Patel, (DIN: 00386852) was resigned from his post of Directorship from 19th August, 2021.
2. Ms. Chaitali Parikh, (DIN: 07189130) was resigned from her post of Independent Director from 22nd February, 2022.

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

**For, Pinakin Shah & Co.**

**Pinakin Shah,**

Practicing Company Secretary

(FCS: 2562, COP: 2932)

UDIN: F002562D000583527

Date: 07-07-2022

Place: Ahmedabad

**FORM NO.MR-3**  
**SECRETARIAL AUDIT REPORT**  
**FOR THE FINANCIAL YEAR ENDED MARCH 31, 2022**  
[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,  
Astron Paper Board Mill Limited,  
D- 702, Seventh Floor,  
Ganesh Meridian,  
Opp. High Court, S.G Highway,  
Ahmedabad- 380 060.  
Gujarat, India.

We have conducted the secretarial audit of the compliance of applicable statutory provisions and the adherence to good corporate practices by Astron Paper & Board Mill Limited CIN: L21090GJ2010PLC063428 (Hereinafter called the company). Secretarial Audit was conducted in a manner that provided me a reasonable basis for evaluating the corporate conduct/ statutory compliances and expressing my 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 my opinion, the company has, during the audit period covering the financial year ended on March 31, 2022 ('Audit Period') complied with the statutory provisions listed hereunder and also that the Company has proper Board-processes and compliance-mechanism in place to the extent, in the manner and subject to the reporting made hereinafter:

We have examined the books, papers, minute books, forms and returns filed and other records maintained by "the Company" for the financial year ended on March 31, 2022 according to the provisions of:

- i. The Companies Act, 2013 (the Act) and the rules made thereunder;
- ii. The Securities Contracts (Regulation) Act, 1956 ('SCRA') and the rules made thereunder;
- iii. The Depositories Act, 1996 and the Regulations and Bye-laws framed thereunder;
- iv. Foreign Exchange Management Act, 1999 and the rules and regulations made thereunder to the extent of Foreign Direct Investment, Overseas Direct Investment and External Commercial Borrowings;
- v. The following Regulations and Guidelines prescribed under the Securities and Exchange Board of India Act, 1992 ('SEBI Act'):-
  - a) The Securities and Exchange Board of India (Substantial Acquisition of Shares and Takeovers) Regulations, 2011;
  - b) The Securities and Exchange Board of India (Prohibition of Insider Trading) Regulations, 2015;
  - c) The Securities and Exchange Board of India (Issue of Capital and Disclosure Requirements) Regulations, 2009;
  - d) The Securities and Exchange Board of India (Share Based Employee Benefits) Regulations, 2014; (Not applicable to the Company during the Audit Period);
  - e) The Securities and Exchange Board of India (Issue and Listing of Debt Securities) Regulations, 2008; (Not applicable to the Company during the Audit Period);
  - f) The Securities and Exchange Board of India (Registrars to an Issue and Share Transfer Agents) Regulations, 1993 regarding the Companies Act and dealing with client;

- g) The Securities and Exchange Board of India (Delisting of Equity Shares) Regulations, 2009; (Not applicable to the Company during the Audit Period);
  - h) The Securities and Exchange Board of India (Buyback of Securities) Regulations, 1998; (Not applicable to the Company during the Audit Period);
- vi. The Company has complied with the following specifically other applicable laws to the Company:
- a) Indian Boilers Act, 1923;
  - b) Environment (Protection) Act, 1986;
  - c) Hazardous Waste Management & Handling Rules, 2008;
  - d) Factories Act, 1948 and Rules made there under;
  - e) Air (Prevention & Control of Pollution) Act, 1981;
  - f) Water (Prevention & Control of Pollution) Act, 1974;
  - g) Sexual Harassment of Women At workplace (Prevention, Prohibition and Redressal) Act, 2013.

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

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

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

**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 usually 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.
- There were no dissenting member's views on any matter during the year under review; hence, the same was not required to be captured and recorded as part of the minutes.

**We further report that:**

- Based on our review of Compliance Mechanism established by the Company and on the Compliance Certificate(s) issued by the MD / CFO and taken on record by the Board of Directors at their meeting(s), We are of opinion that, there are adequate systems and processes in the company commensurate with the size and operations of the company to monitor and ensure compliance with applicable laws, rules, regulations and guidelines.

**We further report that:**

- During the audit period, there are no specific events / action reported having major bearing on Company's operations in pursuance of the above referred Laws, Rules, Regulations, Guidelines etc. referred above.

**For, Pinakin Shah & Co.**

**Pinakin Shah,**

Practicing Company Secretary

Proprietor

(FCS: 2562, COP: 2932)

UDIN: F002562D000487629

Date: 13-06-2022

Place: Ahmedabad

To,  
The Members,  
**Astron Paper Board Mill Limited,**  
D- 702, Seventh Floor,  
Ganesh Meridian,  
Opp. High Court, S.G Highway,  
Ahmedabad- 380 060.  
Gujarat, India.

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

**Management Responsibility:**

1. Maintenance of Secretarial Record is the responsibility of the management of the Company. Our responsibility is to express an opinion on Secretarial Records based on our Audit.

**Auditor's Responsibility:**

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. Wherever required, we have obtained the Management Representation about the compliances of laws, rules and regulations and happening of events.
5. The compliance of the provisions of Corporate and other applicable laws, rules, regulations, standards, is the responsibility of the management. Our examination was limited to the verification of the procedures on test basis.
6. The Secretarial Audit Report is neither an assurance as to the future viability of the Company nor of the efficacy or effectiveness with which the management has conducted the affairs of the Company.

**For, Pinakin Shah & Co.**

**Pinakin Shah,**

Practicing Company Secretary

Proprietor

(FCS: 2562, COP: 2932)

UDIN: F002562D000487629

Date: 13-06-2022

Place: Ahmedabad



## CORPORATE SOCIAL RESPONSIBILITY REPORT

AS PER SECTION 135 OF THE COMPANIES ACT, 2013 WITH COMPANIES (CORPORATE SOCIAL RESPONSIBILITY POLICY) RULES, 2014

### 1. BRIEF ABOUT CSR POLICY OF THE COMPANY:

The Company is committed to operate and grow its business in a socially responsible way. Over the years Company is focusing on the growth of the business with minimum environmental impact and increasing positive social impact by fulfilling the needs and expectations of the communities around us. The aim of the company is to expand the operations with social responsibility by encouraging people to take small actions everyday that will lead to make a big difference.

#### Principles of CSR Policy:

- We are committed to conducting our operations with integrity and respect, in the interest of our stakeholders.
- We believe growth and environmental sustainability need not be conflicting. Our business model is designed to deliver sustainable growth. The inputs to the model are our people and our operations. The outputs to the model are sustained growth, lower environmental impact and positive social impact.
- We collaborate and engage with different stakeholders including Governments, NGOs, IGOs, Suppliers, Farmers, and Distributors to tackle the challenges faced by the society.

### 2. COMPOSITION OF COMMITTEE:

| Sr No | Name                   | Designation                 | Number of meetings of CSR Committee held during the year | Number of meetings of CSR Committee attended during the year |
|-------|------------------------|-----------------------------|--|--|
| 1.    | Shri Ramakant Patel    | Chairman                    | 1  | 1  |
| 2.    | Shri Karshanbhai Patel | Member                      | 1  | 1  |
| 3.    | Shri Kanubhai Patel*   | Member                      | Not Applicable   | Not Applicable   |
| 4.    | Shri Yogesh Patel      | Independent Director/Member | 1  | 1  |

\*Mr. Kanubhai Patel, Director has resigned from his post on 19th August, 2021.

|    |  |   |
|----|--|---|
| 3. | (a) Web-links of CSR Committee and CSR Policy of the company   | <a href="http://astronpaper.com/pdf/CSR-Policy.pdf">http://astronpaper.com/pdf/CSR-Policy.pdf</a> |
|    | (b) CSR Projects approved by the board are disclosed on the website of the company   | Yes and available on the website of the Company.  |
| 4. | Provide the details of impact assessment of CSR projects carried out in pursuance of sub-rule (3) of rule 8 of the Companies (Corporate Social Responsibility Policy) Rules, 2014, if applicable (attach the report)   | Not Applicable  |
| 5  | Details of the amount available for set off in pursuance of sub rule (3) of rule 7 of the companies (Corporate Social Responsibility Policy) Rules, 2014 and amount required to set off for the financial year, if any | Nil   |
| 6  | Average net profit of the company as per section 135(5) (Amount in Lakhs)  | 2365.81   |
| 7  | (a) Two percent of average net profit of the company as per section 135(5) (Amount in Lakhs)   | 47.32   |
|    | (b) Surplus arising out of the CSR projects or programs or activities of the previous financial year   | Nil   |
|    | (c) Amount required to be set off for the financial year, if any   | 1.56  |
|    | (d) Total CSR obligation for the financial year (7a+7b-7c) (Amount in Lakhs)   | 45.76   |

**8. (a) CSR amount spent or unspent for the financial year:**

| Total Amount spent for the Financial Year (Amount in Lakh) | Amount Unspent  |   |
|--|---|---|
|  | Total Amount Transferred to Unspent CSR Account as per Section 135(6) | Amount transferred to any fund specified under Schedule VII as per second proviso to Section 135(5) |
| Rs. 46.70  | Nil   | Not Applicable  |

**(b) Details of CSR amount spent against ongoing projects for the financial year: Nil**

**(c) Details of CSR Amount spent against other than ongoing projects for the financial year:**

| Sr. No       | Name of the Project  | CSR Project / Activities identified           | Local Area Yes/No | Location             | Amount spent on the project | Mode of Implementation - Direct (Yes/No) | Mode of Implementation - through implementing agency |
|--------------|--|---|-------------------|----------------------|-----------------------------|--|--|
| 1.           | Promotion of Education   | Vocational Training for Reaching to unreached | No                | Botad                | 11.00                       | Yes                                      | Brahmarshi Gyan Savrdhak Trust                       |
| 2.           | Promotion of Healthcare  | Preventive Health                             | Yes               | Ahmedabad            | 10.00                       | No                                       | Karmaputra Charitable Trust                          |
| 3.           | Promotion of Education   | Vocational Training for Reaching to unreached | No                | Gandhinagar, Gujarat | 7.50                        | Yes                                      | Motiba Memorial Seva Samaj Trust                     |
| 4.           | Promotion of Opreventive Healthcare and Promotion of Education | Healthcare and Education                      | No                | Madhya Pradesh       | 7.50                        | No                                       | Prayas Organisation For Sustainable Development      |
| 5.           | Promotion of Art and Culture                                   | Art and Culture                               | Yes               | Ahmedabad            | 10.00                       | No                                       | Raginiben Bipinchandra Sevakarya Trust               |
| 6.           | Ensuring environmental sustainability                          | Environment                                   | Yes               | Ahmedabad            | 0.70                        | No                                       | Tree Gaurd Distribution At Gram Panchayat            |
| <b>TOTAL</b> |  |   |                   |                      | <b>46.70</b>                |  |  |

**(d) Amount spent in administrative overheads: Nil**

**(e) Amount spent on Impact Assessment, if applicable:** Not Applicable as according to the January, 2022 amendment, Impact Assessment is mandatory for the companies having CSR budget of Rs. 1 crore or more in any financial year and all projects with outlays of Rs. 1 crore or more.

**(f) Total amount spent for the Financial Year (8b+8c+8d+8e):** Rs. 46.70 lakh

**(g) Excess amount for set off are as follows:**

| Sr. No. | Particulars  | Amount (in lakhs) |
|---------|--|-------------------|
| 1       | 2% of average net profit of the Company as per Section 135(5)                                | Rs. 47.32         |
| 2       | Total Amount spent for the financial year  | Rs. 46.70         |
| 3       | Excess amount spent for the financial year (2-1)   | Rs. -0.62         |
| 4       | Surplus arising out of the CSR projects or activities of the previous financial year, if any | Rs. 1.56          |
| 5       | Amount available for set-off in succeeding financial year (3-4)                              | Rs. 0.95          |

9. (a) **Details of Unspent CSR amount for the preceding 3 (three) Financial years: Nil**
- (b) **Details of CSR amount spent in the financial year for ongoing projects of the preceding financial years:** Not applicable, as the concept of 'ongoing projects' has been introduced in CSR Amendment Rules, relevant from fiscal 2022. Details of spend on all ongoing projects during fiscal 2022 are covered under 8(b) above.
10. **In case of creation or acquisition of capital asset, furnish the details relating to the asset so created or acquired through CSR spent in the financial year:** No capital asset was created / acquired for fiscal 2022 through CSR spend.
11. **Specify the reason(s), if the company has failed to spend two per cent of the average net profit as per section 135(5):** Not Applicable.

Date: 11-06-2022  
Place: Ahmedabad

For and on behalf of the Board,

**Ramakant Patel**  
Whole Time Director  
Chairman of CSR Committee  
(DIN : 00233423)

**Karshanbhai Patel**  
Director  
(DIN: 00048167)

**DETAILS PERTAINING TO REMUNERATION AS REQUIRED UNDER SECTION 197 (12) OF THE COMPANIES ACT, 2013 READ WITH RULE 5 (1) OF THE COMPANIES (APPOINTMENT AND REMUNERATION OF MANAGERIAL PERSONNEL) RULES, 2014.**

**1. The ratio of the remuneration of each director to the median remuneration of the employees for the financial year 2021-22**

| Sr. No. | Name of Director  | Remuneration of KMPs in FY 2021-22 <sup>1</sup> | Ratio of remuneration of each Director to median of remuneration of employees | % increase in remuneration in FY 2021-22 |
|---------|---|---|---|--|
| 1       | Shri Kirit Patel<br>Chairman & Managing Director                    | 38.00   | 7.01  | 58.33%                                   |
| 2       | Shri Ramakant Patel - Director                                      | 11.77   | 2.17  | 52.70%                                   |
| 3       | Shri Karshanbhai Patel - Director                                   | -   | -   | -  |
| 4       | Shri Kanu Patel <sup>3</sup> - Director                             | -   | -   | -  |
| 5       | Ms. Chaitali Parikh <sup>4</sup> - Independent Director             | NA  | NA  | NA                                       |
| 6       | Shri Dhiren Parikh - Independent Director                           | NA  | NA  | NA                                       |
| 7       | Shri Sudhir Maheshwari<br>Independent Director                      | NA  | NA  | NA                                       |
| 8       | Shri Yogesh Patel<br>Independent Director                           | NA  | NA  | NA                                       |
| 9       | Shri Uttam Patel - CS   | 8.75  | 1.61  | 22.00%                                   |
| 10      | Shri Vashishath Raval <sup>2</sup><br>Chief Financial Officer (CFO) | 5.83  | 1.08  | NA                                       |

<sup>1</sup> Excluding sitting fees, special incentives and accumulated leave encashment.

<sup>2</sup> Appointed as Chief Financial Officer w.e.f. 21st April, 2021.

<sup>3</sup> Resigned from the post of Director w.e.f. 19th August, 2021.

<sup>4</sup> Resigned from the post of Independent Director w.e.f. 22nd February, 2022.

2. In the Financial Year, there was decrease of 31.94% in the median remuneration of employees.
3. There were 280 permanent employees on the rolls of the Company as on March 31, 2022.
4. Average Percentile increase in the salaries of employees other than Managerial Personnel in the last Financial Year was 9.25% and average percentile increase in remuneration of Managerial Personnel was 27.68%.
5. It is affirmed that the remuneration is as per the Nomination and Remuneration Policy of the Company.

For and on behalf of the Board,

**Shri Kirit Patel,**

Chairman & Managing Director

DIN: 03353684

Date: 11-06-2022

Place: Ahmedabad

## MD & CFO CERTIFICATE

To,  
Board of Directors,  
**Astron Paper & Board Mill Limited,**  
Ahmedabad,

Dear Sir / Madam,

In compliance with Regulation 17 (8) of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 ("the Listing Regulations") read with Schedule II Part B of the Listing Regulations, we hereby certify the following for the financial year ended on 31st March, 2022:

- a. We have reviewed financial statements and the cash flow statement of Astron Paper & Board Mill Limited for the year ended 31st March 2022 and that to the best of our knowledge and belief we state that:
  - 1) these statements do not contain any materially untrue statement or omit any material fact or contain statements that might be misleading;
  - 2) these statements together present a true and fair view of the Company's affairs and are in compliance with current accounting standards, applicable laws and regulations.
- b. There are, to the best of our knowledge and belief, no transactions entered into by the Company during the year, which are fraudulent, illegal or in violation of the Company's code of conduct.
- c. We accept responsibility for establishing and maintaining internal controls for financial reporting. We have evaluated the effectiveness of the internal control systems of the Company pertaining to financial reporting and we have disclosed to the Auditors and the Audit Committee, deficiencies in the design or operation of the internal control, if any, of which we are aware and the steps taken or propose to be taken to rectify these deficiencies.
- d. We have indicated to the Auditors and the Audit Committee:
  - 1) significant change in internal control over financial reporting during the year;
  - 2) significant change in accounting policies made during this year and that the same have been disclosed in the notes to the financial statement; and
  - 3) instances to significant fraud of which we have become aware and the involvement therein, if any, of management or an employee having a significant role in the Company's internal control system over financial reporting.

Date: 11-06-2022  
Place: Ahmedabad

**Shri Kirit Patel**  
Chairman & Managing Director  
(DIN: 03353684)

**Shri Amit Mundra**  
CFO

# INDEPENDENT AUDITOR'S REPORT

To the Members of

**ASTRON PAPER & BOARD MILL LIMITED**

**REPORT ON THE STANDALONE FINANCIAL STATEMENTS:**

## OPINION

We have audited the standalone financial statements of ASTRON PAPER & BOARD MILL LIMITED ("the Company"), which comprise the Standalone Balance Sheet as at March 31, 2022, the Standalone Statement of Profit and Loss (Including Other Comprehensive Income), the Standalone Statement of Changes In Equity and the Standalone Statement of Cash Flows for the year then ended and notes to the standalone financial statements, including a summary of significant accounting policies and other explanatory information (hereinafter referred to as "Standalone Financial Statements").

In our opinion and to the best of our information and according to the explanations given to us, the aforesaid standalone financial statements give the information required by the Companies Act, 2013 ("Act") in the manner so required and give a true and fair view in conformity with the accounting principles generally accepted in India including Indian Accounting Standards ('Ind AS') specified under Section 133 of the Act, of the state of affairs of the Company as at March 31, 2022, and its profit and other comprehensive income, changes in equity and its cash flows for the year ended on that date.

## BASIS OF OPINION

We conducted our audit in accordance with the Standards on Auditing (SAs) specified under Section 143(10) of the Act. Our responsibilities under those SAs are further described in the Auditor's Responsibilities for the Audit of the Standalone Financial Statements section of our report.

We are independent of the Company in accordance with the Code of Ethics issued by the Institute of Chartered Accountants of India ("ICAI") together with the ethical requirements that are relevant to our audit of the standalone financial statements under the provisions of the Act and the Rules thereunder, and we have fulfilled our other ethical responsibilities in accordance with these requirements and the Code of Ethics. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

## EMPHASIS OF MATTER:

We draw attention to the following matters in the Notes to the Financial Statements:

- I. Note No. 32(d)(1) relating to the disputed CENVAT of Excise amounting to Rs. 26,43,260/- and appropriate interest as per Excise Law and Penalty of Rs. 26,43,260/-.
- II. Note No. 32(d)(2) relating to RCM Liabilities on Ocean Freight Rs. 30,59,267/-.
- III. Note No. 32(o) relating to Revenue from Operations in the form of GST Subsidy Claim amounting to Rs. 8,25,00,000/-.
- IV. Non-provision for expected credit loss if any in respect of trade receivables outstanding for more than one year.
- V. Note No. 32(m) relating to income tax search carried out at the registered office of the company subsequent to the balance sheet date. [Refer to Note No. 32(m)]

Our opinion is not modified in respect of the above referred matters.

## KEY AUDIT MATTERS:

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

## Description of Key Audit Matters:

| The Key Audit Matter   | How the matter was addressed in our audit   |
|--|---|
| <b>1. Impairment Evaluation of Investment in a Subsidiary (Refer to Note No. 6)</b>  |   |
| <p>The carrying amount of the investments (held at cost less impairment, if any) made in a subsidiary as at 31st March, 2022 was Rs. 4.04 Crores. The initial cost of investment was also Rs. 4.04 Crores.</p> <p>We do not consider the valuation of these investments to be at a high risk of significant misstatement, or to be subject to a significant level of judgment. However, due to their materiality in the context of total assets of the Company, this is considered to be significant to our overall audit strategy and planning.</p>   | <ul style="list-style-type: none"> <li>Comparing the carrying amounts of investments with the balance sheet of the subsidiary to identify whether their net assets were in excess of their carrying amount and assessing whether that subsidiary has historically been profit-making.</li> <li>Considering the adequacy of disclosures in respect of the investments in the subsidiary.</li> </ul>  |
| <b>2. Litigations and Claims (Refer to Note No. 31 &amp; 32(d))</b>  |   |
| <p>The Company operates in various States within India as well as export of goods which exposes the company to a variety of different Laws and Regulations and implications and interpretations thereof. In such regulatory environment, the Company is subject to some legal and tax related claims which have been disclosed for in the financial statements based on the facts and circumstances of each case.</p> <p>Taxation and litigations have been identified as a key audit matter due to the status of legal proceedings, timescales involved for resolution and the potential financial impact of these on the financial statements. Further, such tax litigations involve significant management judgment in assessing the exposure of each case and thus a risk that such cases may not be adequately provided for or disclosed.</p>   | <ul style="list-style-type: none"> <li>Gained an understanding of the process of identification of claims, litigations and contingent liabilities and identified key controls in the process. For selected controls we have performed tests of controls.</li> <li>Obtained the summary of Company's legal and tax cases and critically assessed management's position through discussions with the Legal Counsel, appropriate senior management and operational management, on both the probability of success in significant cases, and the magnitude of any potential loss.</li> <li>Assessed management's estimate of the possible outcome of the litigations, the relevant disclosures made within the financial statements to address whether they appropriately reflect the facts and circumstances of the respective tax and legal exposures and the requirements of relevant accounting standards.</li> </ul> |
| <b>3. Claims Receivable on Imported Raw Materials:</b>   |   |
| <p>The Company imports raw materials i.e. waste paper and some of the chemicals which constituted 78.40% of the total cost of raw materials consumed for the financial year 2021-22.</p> <p>In cases of quality differences, the company files quality claims with the respective suppliers. After due verification process, the quality claims are allowed and paid by the respective supplier depending upon the quality differences. The amounts of claims filed and actual claims received varies depending upon the final quality assessment and its acceptance by the respective suppliers and the company.</p> <p>In respect of claims filed but not accepted/approved by the suppliers and the company as at the end of the financial year, the company accounts for such claims at the estimated amount of claim likely to be realized based on the past trend and management estimate of the likely recoverability of claims. Such treatment involves significant management judgment in assessing the recoverability in each case and thus a risk that such claims may not be adequately accounted for.</p> | <ul style="list-style-type: none"> <li>Gained an understanding of the process of identification of claims, identified key controls in the process and past trend of amounts at which claims were finally settled with the amount for which claims were filed. For selected controls we have performed tests of controls.</li> <li>Assessed management's estimate of the amount of overall claims receivable as at the end of the financial year, the possibility of recoverability, assessed overall past trend of claims filed and amounts recovered and the requirements of relevant accounting standards.</li> </ul>   |

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

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

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

In connection with our audit of the standalone financial statements, our responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the standalone financial statements or our knowledge obtained in the audit or otherwise appears to be materially misstated. If, based on the work we have performed, we conclude that there is a material misstatement of this other information, we are required to report that fact. We have nothing to report in this regard.

## **MANAGEMENT'S RESPONSIBILITY FOR THE STANDALONE FINANCIAL STATEMENTS:**

The Company's Management and Board of Directors are responsible for the matters stated in section 134(5) of the Companies Act, 2013 ("the Act") with respect to the preparation of these standalone financial statements that give a true and fair view of the financial position, financial performance including other comprehensive income, cash flows and changes in equity of the Company in accordance with the Indian Accounting Standards (Ind AS), accounting principles generally accepted in India, including the Indian Accounting Standards specified under Section 133 of the Act, read with the Companies (Indian Accounting Standard) Rules, 2015 as amended.

This responsibility also includes the maintenance of adequate accounting records in accordance with the provision of the Act for safeguarding of the assets of the Company and for preventing and detecting the frauds and other irregularities; selection and application of appropriate accounting policies; making judgments and estimates that are reasonable and prudent; and design, implementation and maintenance of adequate internal financial control, that were operating effectively

for ensuring the accuracy and completeness of the accounting records, relevant to the preparation and presentation of the financial statements that give a true and fair view and are free from material misstatement, whether due to fraud or error.

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

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

## **AUDITOR'S RESPONSIBILITIES FOR THE AUDIT OF THE STANDALONE FINANCIAL STATEMENTS:**

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

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

- Identify and assess the risks of material misstatement of the standalone financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures



that are appropriate in the circumstances. Under Section 143(3)(i) of the Act, we are also responsible for expressing our opinion on whether the Company has adequate internal financial controls with reference to financial statements in place and the operating effectiveness of such controls.

- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by management.
- Conclude on the appropriateness of management's use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the Company's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the standalone financial statements or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the Company to cease to continue as a going concern.
- Evaluate the overall presentation, structure and content of the standalone financial statements, including the disclosures, and whether the standalone financial statements represent the underlying transactions and events in a manner that achieves fair presentation.

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

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

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

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

### **REPORT ON OTHER LEGAL AND REGULATORY REQUIREMENTS:**

1. As required by The Companies (Auditor's Report) Order, 2020 issued by The Central Government Of India in term of section 143 (11) of The Companies Act, 2013, we enclose in the Annexure-A hereto a statement on the matters specified in paragraphs 3 and 4 of the said order, to the extent applicable to the company.
2. As required by section 143(3) of the Act, based on our audit we report that:
  - a) We have sought and obtained all the information and explanations which to the best of our knowledge and belief were necessary for the purposes of our audit;
  - b) In our opinion proper books of account as required by law have been kept by the Company so far as appears from our examination of those books;
  - c) The Standalone Balance Sheet, Standalone the Statement of Profit and Loss including Other Comprehensive Income, the Standalone Statement of Changes in Equity & the Standalone Statement of Cash Flows dealt with by this Report are in agreement with the books of account;
  - d) In our opinion, aforesaid Standalone Balance Sheet, the Standalone Statement of Profit and Loss including Other Comprehensive Income, the Standalone Statement of Changes in Equity & the Standalone Statement of Cash Flows comply with the Indian Accounting Standards prescribed under section 133 of the Act;
  - e) On the basis of written representations received from the directors of the Company as on March 31, 2022, and taken on record by the Board of

Directors, none of the directors are disqualified as on March 31, 2022, from being appointed as a director in terms of sub-section (2) of section 164 of Act;

- f) With respect to the adequacy of internal financial control over financial reporting of the Company and the operating effectiveness of such controls, refer to our separate report in Annexure-B. Our report expresses an unmodified opinion on the adequacy and operating effectiveness of the Company's internal financial controls over financial

reporting;

- g) With respect to the other matters included in the Auditor's Report in accordance with Rule 11 of the Companies (Audit and Auditors) Rules, 2014, as amended, in our opinion and to the best of our information and according to the explanations given to us:
- i. The Company had the following litigations pending as at the end of the financial year which may impact its financial position on final disposal of the respective matters.

| Sr. No. | Name of The Party /Department  | Brief Facts of the Case  | Financial Impact |
|---------|--|--|------------------|
| 1.      | Star Papers  | Suit Filed under Section 138 of the Negotiable Instruments Act, 1881 For Recovery of Dues For Sales of Goods   | 33,58,877/-      |
| 2.      | Hi Tech Multi Forms  | Suit Filed under Section 138 of the Negotiable Instruments Act, 1881 For Recovery of Dues For Sales of Goods (Suit Continuing but amount written off in the books of account)      | 14,65,029/-      |
| 3.      | Shreeji Enterprise   | Suit Filed For Recovery Of Dues For Sales of Goods   | 21,67,194/-      |
| 4.      | Videocon Industries Limited  | Operational Creditor in NCLT Proceedings For Recovery Of Dues For Sales of Goods   | 8,00,221/-       |
| 5.      | Royal Sundaram General Insurance Company-Vehicle Claim                                     | Claim for Loss of Vehicle  | 5,88,750/-       |
| 6.      | C.C.E. & S.T.  | Disputed CENVAT Claim on Fixed Assets & Penalty Thereon (Company has reversed CENVAT credit of Rs. 26,43,260/- under protest) (CENVAT Rs. 26,43,260/- and Penalty Rs. 26,43,260/-) | 52,86,520/-      |
| 7.      | Office of the Commissioner of Central Goods and Service Tax, Audit Commissionerate, Rajkot | RCM Liability on Ocean Freight (Company has paid Rs. 30,59,267/- under protest)  | 30,59,267/-      |

ii. The Company did not have any long-term contracts including derivatives contracts for which there were any material foreseeable losses.

iii. As at 31st March, 2022 there were no amounts which were required to be transferred to the Investor Education and Protection Fund by the Company.

iv. Management Representation:

- a. The Management of the Company has represented to us that to the best of its knowledge and belief, no funds (which

are material either individually or in the aggregate) have been advanced or loaned or invested (either from borrowed funds or share premium or any other sources or kind of funds) by the Company to or in any other person(s) or entity(ies), including foreign entities ("Intermediaries"), with the understanding, whether recorded in writing or otherwise, that the Intermediary shall, directly or indirectly lend or invest in other persons or entities identified in any manner whatsoever by or on behalf of the Company ("Ultimate

Beneficiaries”) or provide any guarantee, security or the like on behalf of the Ultimate Beneficiaries.

- b. The management of the Company has represented, that, to the best of its knowledge and belief no funds (which are material either individually or in the aggregate) have been received by the company from any person(s) or entity(ies), including foreign entities (“Funding Parties”), with the understanding, whether recorded in writing or otherwise, that the company shall, 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 audit procedures which we considered reasonable and appropriate

in the circumstances, nothing has come to our notice that has caused us to believe that the representations under sub-clause (i) and (ii) of Rule 11(e) Companies (Audit and Auditors) Rules, 2014 (as amended) and provided in clauses (a) and (b) above contain any material mis-statement.

- v. The company has not declared or paid any dividend during the year.
3. With respect to the matter to be included in the Auditors’ Report under Section 197(16) of the Act:

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

**FOR AND ON BEHALF OF**  
**S. N. SHAH & ASSOCIATES,**  
**CHARTERED ACCOUNTANTS,**  
**FIRM REG. NO. 109782W**

**PLACE: AHMEDABAD**  
**DATED: 11TH JUNE, 2022**  
**UDIN: 22035181AKTHHO9933**

**S. N. SHAH**  
**PARTNER**  
**M. No. 035181**

# ANNEXURE-A

## TO THE INDEPENDENT AUDITOR'S REPORT

**[Referred to in paragraph 1 under "Report On Other Legal And Regulatory Requirements" section of our report of even date to the members of ASTRON PAPER & BOARD MILL LIMITED on the Standalone financial statements of the company for the year ended 31st March, 2022:**

In terms of the information and explanations sought by us and given to us by the management of the company and on the basis of such checks of the books and records of the company during the course of audit and to the best of our knowledge and belief, we further report that:

i. In respect of its Property, Plant & Equipment, Capital Work-in-Progress, Investment Properties and Intangible Assets:

a) Maintenance of Records:

A. According to the information and explanations given to us, the company has maintained proper records showing full particulars including quantitative details and situation of property, plant & equipment, capital work-in-progress and investment properties.

B. According to the information and explanations given to us, the company has maintained proper records showing full particulars of intangible assets.

b) As explained to us, the management in accordance with a phased programme of verification adopted by the company has physically verified the property, plant & equipment, capital work-in-progress and investment properties. To the best of our knowledge and according to the information and explanation given to us, no material discrepancies have been noticed on such verification or have been reported to us.

c) According to the information and explanations given to us and on the basis of the examination of the records of the company, the title deeds

of immovable properties are held in the name of the Company as at the balance sheet date.

d) The Company has not revalued any of its property, plant & equipment and intangible assets during the year.

e) According to the information and explanations given to us no proceedings have been initiated during the year or are pending against the Company as at March 31, 2022 for holding any benami property under the Benami Transactions (Prohibition) Act, 1988 (as amended in 2016) and rules made thereunder.

ii. In respect of its Inventories:

a) As explained to us, the inventories have been physically verified by the management of the company during the year at reasonable interval. In our opinion, the coverage and procedure of such verification by the Management of the company is appropriate having regard to the size of the Company and the nature of its operations. According to the information and explanations given to us, no discrepancies of 10% or more in the aggregate for each class of inventories were noticed on such physical verification of inventories when compared with books of account.

b) According to the information and explanations given to us, the company has been sanctioned working capital limits in excess of Rs. 5 Crores, in aggregate from banks on the basis of security of its current assets. According to the information and explanations given to us, the quarterly returns or statements filed by the Company with such banks in materiality are in agreement with the unaudited books of account of the company of the respective quarters.

iii. Investments/Guarantee/Security/Loans/Advances Granted:

According to information and explanations given to us, during the year the company has made

investments in Life Insurance Fund but not provided any guarantee or security or granted or provided any loans or advances in the nature of loan to any Company, Firms, Limited Liability Partnerships or Other Parties hence other matters related thereto referred to in clause sub-clauses (a), (b), (c), (d), (e) and (f) of clause (iii) of The Companies (Auditor's Report) Order, 2020 are not applicable.

- iv. According to the information and explanations given to us, the company has complied with the provisions of Sections 185 and 186 of The Companies Act, 2013 in respect of grant of any loans, investments, guarantees and securities, as applicable.
- v. According to the information and explanations given to us, the company has not accepted any deposits from the public within the meaning of section 73,74,75 & 76 of the Act and Rules framed thereunder during the year and therefore, the provisions of clause 3(v) of the Order are not applicable to the Company.
- vi. We have broadly reviewed the cost records maintained by the Company pursuant to rules made by the Central Government under section

148 (1). We are of the opinion that prima facie the prescribed accounts and records have been maintained and made. We have however, not made a detailed examination of these records with a view to determine whether they are accurate or complete.

**vii. In respect of Statutory Dues:**

- a) As per the information & explanations furnished to us, in our opinion the company is generally regular in depositing with appropriate authorities undisputed statutory dues of Custom Duty, T.D.S., GST, Employee Provident Fund, Employees' State Insurance, Cess and other material statutory dues applicable to it. There has been no outstanding as at 31st March, 2022 of undisputed liabilities outstanding for more than six months.
- b) According to information and explanations given to us and so far as appears from our examination of books of account, there were no statutory dues outstanding as at 31st March, 2022 which have not been deposited on account of any dispute except the following disputed dues.

| Sr. No. | Name of the Act          | Nature of Dues               | Amount (Rs.) | Period to Which Amount Relates | Forum where dispute is pending |
|---------|--------------------------|------------------------------|--------------|--------------------------------|--------------------------------|
| 1.      | Central Excise Act, 1944 | Penalty on CENVAT Disallowed | 26,43,260/-  | F.Y. 2011-12 & 2012-13         | C.C.E. & S.T.                  |

viii. According to the information and explanations given to us and so far as appears from our examination of books of account and other records as applicable and produced before us by the Company, there were no transactions relating to previously unrecorded income that were surrendered or disclosed as income in the tax assessments under the Income Tax Act, 1961 (43 of 1961) during the year.

**ix. In respect of Loans & Other Borrowings:**

- a) According to the information and explanations given to us, the company has not defaulted in repayment of loans or in the payment of interest thereon and has repaid the principal amount and made payment of interest on loans or borrowings taken by it from banks.

- b) According to the information and explanations given to us so far as appears from our examination of relevant records, we are of the opinion that the company has not been declared willful defaulter by any bank or financial institution or any other lender.
- c) The company has not raised any new term loan during the year and hence reporting as per clause 3(ix)(c) of the Order is not applicable to the Company.
- d) According to the information and explanations given to us, and the audit procedures performed by us, and on an overall examination of the financial statements of the company for the year, we are of the opinion that funds raised on short-term basis have, prima facie, not been used during the year for long-term purposes by

the company.

- e) According to the information and explanations given to us and on an overall examination of the financial statements of the company, we report that the company has not taken any funds during the year from any entity or person on account of or to meet the obligations of its subsidiaries, associates or joint ventures, if any and hence reporting under clause 3(ix)(e) of the Order is not applicable to the company.
- f) According to the information and explanations given to us and audit procedures performed by us, we report that the company has not raised any loan during the year on the pledge of securities held in its subsidiaries, joint ventures or associate companies, if any and hence reporting under clause 3(ix)(f) of the Order is not applicable.
- x.** In respect of moneys raised by issue of securities:
- a) According to the information and explanations given to us and based on our examination of the records of the Company, the Company has not raised any moneys by way of initial public offer or further public offer (including debt instruments) during the year and hence reporting under clause 3(x)(a) of the Order is not applicable.
- b) According to the information and explanations given to us and based on our examination of the records of the Company, the Company has not made any preferential allotment or private placement of shares or convertible debentures (fully, partially or optionally convertible) during the year and hence reporting under clause 3(x)(b) of the Order is not applicable.
- xi.** In respect of Frauds and Whistle Blower Complaints:
- a) According to the information and explanations given to us and to the best of our knowledge, no material fraud by the Company or on the Company has been noticed or reported to us by the management during the year.
- b) According to the information and explanations given to us, no report under sub-section (12) of Section 143 of the Companies Act, 2013 has been filed by the auditors in Form ADT- 4 as prescribed under rule 13 of Companies (Audit and Auditors) Rules, 2014 with the Central Government.
- c) According to the information and explanations given to us, the Company has not received any whistle-blower complaints from any party during the year.
- xii. As the company is not the Nidhi Company, clause (xii) of paragraph 3 of The Companies (Auditor's Report) Order, 2020 is not applicable to it.
- xiii. According to the information and explanations given to us, the company is in compliance with the provisions of sections 177 and 188 of the Companies Act, 2013, where applicable, for related party transactions and the details of related party transactions have been disclosed in the Notes to the Financial Statements in accordance with the applicable Accounting Standards.
- xiv.** In respect of Internal Audit:
- a) In our opinion the Company has an adequate internal audit system commensurate with the size and the nature of its business.
- b) We have considered the internal audit reports for the year under audit issued to the company in determining the nature, timing and extent of our audit procedure.
- xv.** According to the information and explanations given to us, the Company has not entered into any non-cash transaction with directors or persons connected with them and hence clause (xv) of paragraph 3 of The Companies (Auditor's Report) Order, 2020 is not applicable to it during the year.
- xvi.** In respect of Registration Under Section 45-IA of the Reserve Bank of India Act, 1934/CIC:
- a) As the company is not required to be registered under section 45-IA of the Reserve Bank of India Act, 1934 (2 of 1934), clause (xvi)(a) of paragraph 3 of The Companies (Auditor's Report) Order, 2020 is not applicable to it.
- b) According to the information and explanations given to us, the Company has not conducted any Non-Banking Financial or Housing Finance activities during the year and clause (xvi)(b) of paragraph 3 of The Companies (Auditor's

Report) Order, 2020 is not applicable to it.

- c) As the company is not a Core Investment Company (CIC) as defined in the regulations made by the Reserve Bank of India, clause (xvi) (c) of paragraph 3 of The Companies (Auditor's Report) Order, 2020 is not applicable to it.
- d) According to the information and explanations given to us, the company has no Core Investment Company (CIC) as part of its group, clause (xvi)(c) of paragraph 3 of The Companies (Auditor's Report) Order, 2020 is not applicable to it.

**xvii.** The Company has not incurred cash losses during the financial year covered by our audit and also in the immediately preceding financial year.

**xviii.** There has been no resignation of the statutory auditors of the Company during the year and hence reporting under clause (xviii) of paragraph 3 of The Companies (Auditor's Report) Order, 2020 is not applicable.

**xix.** According to the information and explanations given to us and on the basis of the financial ratios, ageing and expected dates of realisation of financial assets and payment of financial liabilities, financial position of the company as at the year end, 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 the Company is not capable of meeting its liabilities existing at the date of balance sheet as and when they fall due within a period of one year from the balance sheet date. We, however,

state that this is not an assurance as to the future viability of the Company. We further state that our reporting is based on the facts up to the date of the audit report and we neither give any guarantee nor any assurance that all liabilities falling due within a period of one year from the balance sheet date, will get discharged by the Company as and when they fall due.

**xx.** In respect of CSR Activities:

- a) There are no unspent amounts towards Corporate Social Responsibility (CSR) requiring transfer of such unspent amounts to a Fund specified in Schedule VII to the Companies Act, 2013 within a period of six months of the expiry of the financial year in compliance with second proviso to sub-section (5) of section 135 of the said Act.
- b) There are no ongoing project under CSR where amount remaining unspent under sub-section (5) of section 135 of the Companies Act, 2013, is required to be transferred to special account in compliance with the provision of sub-section (6) of section 135 of the said Act.

**xxi.** According to the information and explanations given to us, and based on the reports issued by the auditors of a subsidiary company "Balaram Papers Private Limited", included in the consolidated financial statements of the company, to which reporting on the matters specified in paragraph 3 and 4 of the Order is applicable, provided to us by the management of the Company and based on the consideration of such audit report, we report that the audit report of the subsidiary does not have any qualifications or adverse remarks as reported in para 3 and 4 of the Companies (Auditors' Report) Order, 2020.

**FOR AND ON BEHALF OF**  
**S. N. SHAH & ASSOCIATES,**  
**CHARTERED ACCOUNTANTS,**  
**FIRM REG. NO. 109782W**

**PLACE: AHMEDABAD**  
**DATED: 11TH JUNE, 2022**  
**UDIN: 22035181AKTHHO9933**

**S. N. SHAH**  
**PARTNER**  
**M. No. 035181**

# ANNEXURE-B

## TO THE INDEPENDENT AUDITOR'S REPORT

**[REFERRED TO IN PARAGRAPH 2(f) UNDER "REPORT ON OTHER LEGAL AND REGULATORY REQUIREMENTS SECTION OF OUR REPORT OF EVEN DATE] FINANCIAL YEAR ENDED 31ST MARCH 2022**

**REPORT ON THE INTERNAL FINANCIAL CONTROLS UNDER CLAUSE (I) OF SUB-SECTION 3 OF SECTION 143 OF THE COMPANIES ACT, 2013 ("THE ACT")**

We have audited the internal financial controls over financial reporting of ASTRON PAPER & BOARD MILL LIMITED ("the Company") as of March 31, 2022 in conjunction with our audit of the Standalone Ind AS financial statements of the company for the year ended on that date.

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

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

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

### **Auditors' Responsibility**

Our responsibility is to express an opinion on the company's internal financial controls over financial reporting based on our audit. We conducted our audit in accordance with the Guidance Note on Audit of Internal Financial Controls Over Financial Reporting (the "Guidance Note") and the Standards on Auditing

prescribed under section 143(10) of the Companies Act, 2013, to the extent applicable to an audit of internal financial controls. Those Standards and the Guidance Note require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether adequate internal financial controls over financial reporting was established and maintained and if such controls operated effectively in all material respects.

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

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

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

A company's internal financial control over financial reporting is a process designed to provide reasonable assurance regarding the reliability of financial reporting and the preparation of financial statements for external purposes in accordance with generally accepted accounting principles. A company's internal financial control over financial reporting includes those policies and procedures that (1) pertain to the maintenance of records that, in reasonable detail, accurately and fairly reflect the transactions and dispositions of the assets of the company; (2) provide reasonable assurance that transactions are recorded as necessary to permit preparation of financial statements in accordance



with generally accepted accounting principles, and that receipts and expenditures of the company are being made only in accordance with authorisations of management and directors of the company; and (3) provide reasonable assurance regarding prevention or timely detection of unauthorised acquisition, use, or disposition of the company's assets that could have a material effect on the financial statements.

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

Because of the inherent limitations of internal financial controls over financial reporting, including the possibility of collusion or improper management override of controls, material misstatements due to error or fraud may occur and not be detected. Also, projections of any evaluation of the internal financial controls over financial reporting to future periods are subject to the risk that the internal financial control over

financial reporting may become inadequate because of changes in conditions, or that the degree of compliance with the policies or procedures may deteriorate.

### **Opinion**

In our opinion and to the best of our information and according to the information and explanations given to us, the company has, in all material respects, an adequate internal financial controls system over financial reporting and such internal financial controls over financial reporting were commensurate with the nature of the business of the company and operating effectively as at March 31, 2022, based on the internal control over financial reporting criteria established by the company considering the essential components of internal control stated in the Guidance Note on Audit of Internal Financial Controls Over Financial Reporting issued by the Institute of Chartered Accountants of India.

**FOR AND ON BEHALF OF**  
**S. N. SHAH & ASSOCIATES,**  
CHARTERED ACCOUNTANTS,  
FIRM REG. NO. 109782W

PLACE: AHMEDABAD  
DATED: 11TH JUNE, 2022  
UDIN: 22035181AKTHHO9933

**S. N. SHAH**  
PARTNER  
M. No. 035181

# STANDALONE BALANCE SHEET

## AS AT 31ST MARCH, 2021

(in ₹)

| SR. NO.     | PARTICULARS   | NOTE NO. | AS AT 31ST MARCH, 2022 |                       | AS AT 31ST MARCH, 2021 |                       |
|-------------|---|----------|------------------------|-----------------------|------------------------|-----------------------|
|             |   |          | AMOUNT                 | AMOUNT                | AMOUNT                 | AMOUNT                |
| <b>A.</b>   | <b>ASSETS:</b>  |          |                        |                       |                        |                       |
| <b>I.</b>   | <b>NON-CURRENT ASSETS</b>   |          |                        |                       |                        |                       |
| 1.          | Property, Plant and Equipment                                       | 2        | 1,21,46,68,005         |                       | 1,25,97,15,431         |                       |
| 2.          | Capital Work-in-Progress  | 3        | 7,51,59,810            |                       | 6,78,96,641            |                       |
| 3.          | Investment Property   | 4        | 20,92,346              |                       | 21,32,107              |                       |
| 4.          | Intangible Assets   | 5        | 16,69,282              |                       | 21,19,841              |                       |
| 5.          | <b>FINANCIAL ASSETS</b>   |          |                        | <b>1,29,35,89,443</b> |                        | <b>1,33,18,64,019</b> |
|             | (i) Investments   | 6        | 5,84,94,803            |                       | 5,65,55,611            |                       |
|             | (ii) Loans & Advances   | 7        | 11,14,73,797           |                       | 10,57,81,571           |                       |
|             | (iii) Other Financial Assets  | 8        | 1,77,648               |                       | 1,74,648               |                       |
|             | <b>TOTAL .... [I]</b>   |          |                        | <b>17,01,46,248</b>   |                        | <b>16,25,11,830</b>   |
| <b>II.</b>  | <b>CURRENT ASSETS</b>   |          |                        |                       |                        |                       |
| <b>1.</b>   | <b>INVENTORIES</b>  | 9        | 45,92,81,726           |                       | 44,45,13,233           |                       |
| <b>2.</b>   | <b>FINANCIAL ASSETS</b>   |          |                        |                       |                        |                       |
|             | (i) Trade Receivables   | 10       | 97,07,07,001           |                       | 78,69,19,384           |                       |
|             | (ii) Cash & Cash Equivalents  | 11       | 8,63,14,236            |                       | 10,31,99,923           |                       |
|             | (iii) Loans & Advances  | 12       | 23,69,82,593           |                       | 10,48,69,760           |                       |
|             |   |          | <b>1,29,40,03,830</b>  |                       | <b>99,49,89,067</b>    |                       |
| <b>3.</b>   | <b>OTHER CURRENT ASSETS</b>   | 13       | 10,01,67,386           |                       | 11,79,82,789           |                       |
|             | <b>TOTAL .... [II]</b>  |          |                        | <b>1,85,34,52,941</b> |                        | <b>1,55,74,85,089</b> |
|             | <b>TOTAL ASSETS ....</b>  |          |                        | <b>3,31,71,88,632</b> |                        | <b>3,05,18,60,938</b> |
| <b>B.</b>   | <b>EQUITY AND LIABILITIES:</b>                                      |          |                        |                       |                        |                       |
| <b>I.</b>   | <b>EQUITY</b>   |          |                        |                       |                        |                       |
| 1.          | Equity Share Capital  | 14       | 46,50,00,000           |                       | 46,50,00,000           |                       |
| 2.          | Other Equity  |          | 1,35,30,06,216         |                       | 1,26,55,41,794         |                       |
|             | <b>TOTAL .... [I]</b>   |          |                        | <b>1,81,80,06,216</b> |                        | <b>1,73,05,41,794</b> |
| <b>II.</b>  | <b>NON-CURRENT LIABILITIES</b>                                      |          |                        |                       |                        |                       |
| 1.          | <b>FINANCIAL LIABILITIES</b>  |          |                        |                       |                        |                       |
|             | (i) Borrowings  | 15       | 1,87,68,482            |                       | 5,60,23,829            |                       |
|             |   |          | <b>1,87,68,482</b>     |                       | <b>5,60,23,829</b>     |                       |
| 2.          | <b>PROVISIONS</b>   | 16       | 57,65,396              |                       | 45,68,860              |                       |
| 3.          | <b>DEFERRED TAX LIABILITIES [NET]</b>                               | 17       | 10,71,76,683           |                       | 8,96,75,993            |                       |
|             | <b>TOTAL .... [II]</b>  |          |                        | <b>13,17,10,561</b>   |                        | <b>15,02,68,682</b>   |
| <b>III.</b> | <b>CURRENT LIABILITIES</b>  |          |                        |                       |                        |                       |
| 1.          | <b>FINANCIAL LIABILITIES</b>  |          |                        |                       |                        |                       |
|             | (i) Borrowings  | 18       | 63,67,40,667           |                       | 39,49,53,822           |                       |
|             | (ii) Trade Payables   | 19       |                        |                       |                        |                       |
|             | - Total Outstanding Dues of Micro Enterprises and Small Enterprises |          | 15,43,72,559           |                       | 5,95,74,781            |                       |
|             | - Total Outstanding Dues of Creditors Other Than Above              |          | 53,94,99,695           |                       | 63,41,92,557           |                       |
|             | (iii) Other Financial Liabilities                                   | 20       | 93,09,054              |                       | 4,93,51,089            |                       |
|             |   |          | <b>1,33,99,21,975</b>  |                       | <b>1,13,80,72,248</b>  |                       |
| 2.          | <b>OTHER CURRENT LIABILITIES</b>                                    | 21       | 1,00,38,607            |                       | 62,69,174              |                       |
| 3.          | <b>CURRENT TAX LIABILITIES [NET]</b>                                | 22       | 1,75,11,273            |                       | 2,67,09,041            |                       |
|             | <b>TOTAL .... [III]</b>   |          |                        | <b>1,36,74,71,855</b> |                        | <b>1,17,10,50,463</b> |
|             | <b>TOTAL EQUITY AND LIABILITIES ....</b>                            |          |                        | <b>3,31,71,88,632</b> |                        | <b>3,05,18,60,938</b> |
| <b>C.</b>   | <b>SIGNIFICANT ACCOUNTING POLICIES</b>                              | 1        |                        |                       |                        |                       |
| <b>D.</b>   | <b>CONTINGENT LIABILITIES</b>                                       | 31       |                        |                       |                        |                       |
| <b>E.</b>   | <b>NOTES TO THE FINANCIAL STATEMENTS</b>                            | 32       |                        |                       |                        |                       |

The accompanying notes 1 to 32 are an integral part of the Financial Statements.  
AS PER OUR REPORT OF EVEN DATE ATTACHED

FOR, S.N. SHAH & ASSOCIATES,  
CHARTERED ACCOUNTANTS,

FRN: 109782W

**S.N. SHAH**

PARTNER  
M. NO. :035181

PLACE: AHMEDABAD  
DATE: 11TH JUNE, 2022

FOR AND ON BEHALF OF THE BOARD  
**ASTRON PAPER & BOARD MILL LIMITED**  
**KIRIT G. PATEL**

MANAGING DIRECTOR  
DIN: 03353684

**RAMAKANT K. PATEL**

DIRECTOR  
DIN: 00233423

**AMIT MUNDRA**

CHIEF FINANCIAL OFFICER

**UTTAM N. PATEL**

COMPANY SECRETARY

PLACE: AHMEDABAD  
DATE: 11TH JUNE, 2022

# STANDALONE STATEMENT OF PROFIT AND LOSS

For The Year Ended March 31, 2022

(in ₹)

| SR. NO.      | PARTICULARS   | NOTE NO. | FOR THE YEAR ENDED 31ST MARCH, 2022 |                       | FOR THE YEAR ENDED 31ST MARCH, 2021 |                       |
|--------------|---|----------|-------------------------------------|-----------------------|-------------------------------------|-----------------------|
|              |   |          | AMOUNT                              | AMOUNT                | AMOUNT                              | AMOUNT                |
| <b>I.</b>    | <b>INCOME:</b>  |          |                                     |                       |                                     |                       |
|              | Revenue From Operations   | 23       | 5,12,83,33,405                      |                       | 4,35,18,41,269                      |                       |
|              | Other Income  | 24       | 1,65,40,343                         |                       | 3,15,10,413                         |                       |
|              | <b>TOTAL INCOME ... ..</b>  |          |                                     | <b>5,14,48,73,749</b> |                                     | <b>4,38,33,51,682</b> |
| <b>II.</b>   | <b>EXPENSES</b>   |          |                                     |                       |                                     |                       |
|              | Cost of Raw Materials Consumed  | 25       | 3,59,49,30,869                      |                       | 2,74,88,41,496                      |                       |
|              | Changes in Inventories of Finished Goods & Work-in-Progress   | 26       | 20,31,419                           |                       | 8,98,031                            |                       |
|              | Employee Benefit Expense  | 27       | 15,72,08,226                        |                       | 16,51,71,441                        |                       |
|              | Finance Costs   | 28       | 8,45,02,340                         |                       | 9,74,06,868                         |                       |
|              | Depreciation and Amortisation Expense   | 29       | 6,09,77,376                         |                       | 6,04,34,162                         |                       |
|              | Other Expenses  | 30       | 1,10,59,35,510                      |                       | 1,16,32,00,758                      |                       |
|              | <b>TOTAL EXPENSES ... ..</b>  |          |                                     | <b>5,00,55,85,740</b> |                                     | <b>4,23,59,52,755</b> |
| <b>III.</b>  | <b>PROFIT BEFORE TAX [I-II]</b>   |          |                                     | <b>13,92,88,009</b>   |                                     | <b>14,73,98,928</b>   |
| <b>IV.</b>   | <b>TAX EXPENSES</b>   |          |                                     |                       |                                     |                       |
|              | Current Tax   |          | (3,35,81,000)                       |                       | (3,22,35,000)                       |                       |
|              | Deferred Tax  |          | (1,75,00,689)                       |                       | (1,82,72,176)                       |                       |
|              |   |          |                                     | <b>(5,10,81,689)</b>  |                                     | <b>(5,05,07,176)</b>  |
| <b>V.</b>    | <b>PROFIT (LOSS) AFTER TAX FOR THE YEAR [III-IV]</b>  |          |                                     | <b>8,82,06,319</b>    |                                     | <b>9,68,91,752</b>    |
| <b>VI.</b>   | <b>OTHER COMPREHENSIVE INCOME (OCI)</b>   |          |                                     |                       |                                     |                       |
|              | (A) (i) Items that will not be reclassified to Profit or Loss:  |          |                                     |                       |                                     |                       |
|              | - Remeasurements of the defined benefit plans   |          | (5,36,151)                          |                       | (6,91,854)                          |                       |
|              | - Effective portion of Gains/(Losses) on designated portion of hedging instruments in a cash flow hedge |          |                                     |                       |                                     |                       |
|              | (ii) Income tax relating to items that will not be reclassified to profit or loss                       |          | 1,56,127                            |                       | 2,01,468                            |                       |
|              |   |          | (3,80,024)                          |                       | (4,90,386)                          |                       |
|              | (B) (i) Items that will be reclassified to Profit or Loss:  |          |                                     |                       |                                     |                       |
|              | - Effective portion of Gains/(Losses) on designated portion of hedging instruments in a cash flow hedge |          | -                                   |                       | -                                   |                       |
|              | (ii) Income tax relating to items that will be reclassified to profit or loss                           |          | -                                   |                       | -                                   |                       |
| <b>VII.</b>  | <b>TOTAL OTHER COMPREHENSIVE INCOME (NET OF TAX) [A+B]</b>  |          |                                     | (3,80,024)            |                                     | (4,90,386)            |
| <b>VIII.</b> | <b>TOTAL COMPREHENSIVE INCOME (NET OF TAX) [V+VII]</b>  |          |                                     | 8,78,26,295           |                                     | 9,64,01,365           |
| <b>IX.</b>   | <b>EARNING PER EQUITY SHARE: (FACE VALUE OF RS. 10 EACH)</b>  |          |                                     |                       |                                     |                       |
|              | Basic   |          |                                     | 1.89                  |                                     | 2.07                  |
|              | Diluted   |          |                                     | 1.89                  |                                     | 2.07                  |

The accompanying notes 1 to 32 are an integral part of the Financial Statements.  
AS PER OUR REPORT OF EVEN DATE ATTACHED

FOR, S.N. SHAH & ASSOCIATES,  
CHARTERED ACCOUNTANTS,

FRN: 109782W

**S.N. SHAH**

PARTNER  
M. NO. :035181

PLACE: AHMEDABAD  
DATE: 11TH JUNE, 2022

FOR AND ON BEHALF OF THE BOARD  
**ASTRON PAPER & BOARD MILL LIMITED**

**KIRIT G. PATEL**

MANAGING DIRECTOR  
DIN: 03353684

**RAMAKANT K. PATEL**

DIRECTOR  
DIN: 00233423

**AMIT MUNDRA**

CHIEF FINANCIAL OFFICER

**UTTAM N. PATEL**

COMPANY SECRETARY

PLACE: AHMEDABAD  
DATE: 11TH JUNE, 2022

# STANDALONE STATEMENT OF CASH FLOW

For The Year Ended March 31, 2022

(in ₹)

| SR. NO.     | PARTICULARS   | FOR THE YEAR ENDED 31ST MARCH, 2022 |                       | FOR THE YEAR ENDED 31ST MARCH, 2021 |                       |
|-------------|---|-------------------------------------|-----------------------|-------------------------------------|-----------------------|
|             |   | AMOUNT                              | AMOUNT                | AMOUNT                              | AMOUNT                |
| <b>I.</b>   | <b>PROFIT BEFORE TAX</b>  |                                     | 13,92,88,009          |                                     | 14,73,98,928          |
|             | <b>ADJUSTMENTS FOR:</b>   |                                     |                       |                                     |                       |
|             | Depreciation and Amortization Expenses                                  | 6,09,77,376                         |                       | 6,04,34,162                         |                       |
|             | Interest Expenses   | 6,30,49,919                         |                       | 7,66,03,533                         |                       |
|             | Interest Income   | (1,17,64,597)                       |                       | (1,22,61,387)                       |                       |
|             | Rent Income   | (3,72,000)                          |                       | (1,24,001)                          |                       |
|             | (Gain)/Loss On Investments(FVTPL)                                       | (10,75,317)                         |                       | (16,09,731)                         |                       |
|             | Prior Period Expenses   | (13,26,949)                         |                       | (2,07,755)                          |                       |
|             | Provision for Doubtful Debts  | -                                   |                       | 63,80,712                           |                       |
|             | Provision for Doubtful Debts Written Back                               | (54,420)                            |                       | -                                   |                       |
|             | Loss On Sale Of Property, Plant And Equipment                           | 28,69,689                           |                       | 12,91,770                           |                       |
|             | Impairment Loss on Investment in Subsidiary                             | -                                   |                       | -                                   |                       |
|             | Reversal of Impairment Loss on Investment in Subsidiary                 | -                                   |                       | (74,98,644)                         |                       |
|             | Provision for Grauity   | 14,68,813                           |                       | 11,96,213                           |                       |
|             |   |                                     | 11,37,72,515          |                                     | 12,42,04,872          |
|             | <b>OPERATING PROFIT BEFORE WORKING CAPITAL CHANGES</b>                  |                                     | <b>25,30,60,524</b>   |                                     | <b>27,16,03,800</b>   |
|             | <b>ADJUSTMENTS FOR CHANGES IN WORKING CAPITAL:</b>                      |                                     |                       |                                     |                       |
|             | Inventories   | (1,47,68,493)                       |                       | 3,03,49,252                         |                       |
|             | Trade Receivables   | (18,37,33,197)                      |                       | 13,63,23,266                        |                       |
|             | Non-Current Loans & Advances  | (56,92,226)                         |                       | 32,19,737                           |                       |
|             | Other Non Current Assets  | (3,000)                             |                       | (41,000)                            |                       |
|             | Current Loans & Advances  | (12,32,21,168)                      |                       | (7,57,76,706)                       |                       |
|             | Trade Payables  | 1,04,916                            |                       | 16,32,747                           |                       |
|             | Other Current Liabilities   | (3,62,72,602)                       |                       | (9,68,234)                          |                       |
|             |   |                                     | (36,35,85,769)        |                                     | 9,47,39,062           |
|             | <b>CASH GENERATED FROM OPERATIONS</b>                                   |                                     | <b>(11,05,25,245)</b> |                                     | <b>36,63,42,861</b>   |
|             | Income Tax Paid (Net)   |                                     | (3,33,04,623)         |                                     | (3,56,71,917)         |
|             | <b>NET CASH FROM OPERATING ACTIVITIES</b>                               |                                     | <b>(14,38,29,868)</b> |                                     | <b>33,06,70,944</b>   |
| <b>II.</b>  | <b>CASHFLOW FROM INVESTING ACTIVITIES</b>                               |                                     |                       |                                     |                       |
|             | Purchase of Property, Plant and Equipment                               | (2,87,33,956)                       |                       | (10,60,52,268)                      |                       |
|             | Purchase of Intangible Assets   | (93,593)                            |                       | (11,17,359)                         |                       |
|             | Sale of Property, Plant and Equipment                                   | 30,17,428                           |                       | 2,25,000                            |                       |
|             | Purchase of Non-Current/Current Investments                             | (8,63,876)                          |                       | (50,28,466)                         |                       |
|             | Bank FDR With Maturity Of More Than Twelve Months [Regrouped]           | -                                   |                       | 6,33,62,359                         |                       |
|             | Rent Received   | 3,72,000                            |                       | 1,24,001                            |                       |
|             | Interest Received   | 1,17,64,597                         |                       | 1,22,61,387                         |                       |
|             | <b>NET CASH USED IN INVESTING ACTIVITIES</b>                            |                                     | <b>(1,45,37,399)</b>  |                                     | <b>(3,62,25,346)</b>  |
| <b>III.</b> | <b>CASHFLOW FROM FINANCING ACTIVITIES</b>                               |                                     |                       |                                     |                       |
|             | Proceeds/(Repayment) Of Non-Current Borrowings                          | (5,68,09,903)                       |                       | 1,15,84,295                         |                       |
|             | Proceeds/(Repayment) Of Current Borrowings                              | 26,13,41,402                        |                       | (17,15,99,813)                      |                       |
|             | Interest Paid   | (6,30,49,919)                       |                       | (7,66,03,533)                       |                       |
|             | <b>NET CASH FROM/(USED) FINANCING ACTIVITIES</b>                        |                                     | <b>14,14,81,579</b>   |                                     | <b>(23,66,19,051)</b> |
|             | <b>NET INCREASE/(DECREASE) IN CASH AND CASH EQUIVALENTS [(+II+III)]</b> |                                     | <b>(1,68,85,688)</b>  |                                     | <b>5,78,26,547</b>    |
|             | <b>CASH AND CASH EQUIVALENTS AS AT THE BEGINNING OF THE YEAR</b>        |                                     | <b>10,31,99,923</b>   |                                     | <b>4,53,73,377</b>    |
|             | <b>CASH AND CASH EQUIVALENTS AS AT THE END OF THE YEAR</b>              |                                     | <b>8,63,14,235</b>    |                                     | <b>10,31,99,923</b>   |
|             | [REFER TO NOTE NO. 1(q)]  |                                     |                       |                                     |                       |

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

The accompanying notes 1 to 32 are an integral part of the Financial Statements.  
AS PER OUR REPORT OF EVEN DATE ATTACHED

FOR, S.N. SHAH & ASSOCIATES,  
CHARTERED ACCOUNTANTS,

FRN: 109782W

**S.N. SHAH**  
PARTNER  
M. NO. :035181  
PLACE: AHMEDABAD  
DATE: 11TH JUNE, 2022

FOR AND ON BEHALF OF THE BOARD  
**ASTRON PAPER & BOARD MILL LIMITED**  
**KIRIT G. PATEL**

MANAGING DIRECTOR  
DIN: 03353684

**RAMAKANT K. PATEL**

DIRECTOR  
DIN: 00233423

**AMIT MUNDRA**  
**UTTAM N. PATEL**

CHIEF FINANCIAL OFFICER  
COMPANY SECRETARY

PLACE: AHMEDABAD  
DATE: 11TH JUNE, 2022

## STANDALONE STATEMENT OF CHANGES IN EQUITY

For The Year Ended March 31, 2022

### EQUITY SHARE CAPITAL AND OTHER EQUITY

FOR THE YEAR ENDED 31ST MARCH, 2022

(in ₹)

| SR. NO. | PARTICULARS   | EQUITY SHARE CAPITAL | RESERVES & SURPLUS  |                     | OCI  | TOTAL OTHER EQUITY    |
|---------|---|----------------------|---------------------|---------------------|--|-----------------------|
|         |   |                      | SECURITIES PREMIUM  | RETAINED EARNINGS   | RESERVE FOR EQUITY INSTRUMENTS THROUGH OCI |                       |
| I.      | <b>BALANCE AS AT 1ST APRIL, 2021</b>                                    | 46,50,00,000         | 45,97,32,869        | 80,60,66,937        | (2,58,012)                                 | 1,26,55,41,794        |
| II.     | <b>ADDITIONS</b>  |                      |                     |                     |  |                       |
|         | Profit For The Year   | -                    | -                   | 8,82,06,319         | -  | 8,82,06,319           |
|         | Excess Provision for Income Tax   | -                    | -                   | 9,65,076            | -  | 9,65,076              |
|         | Other Comprehensive Income For The Year                                 | -                    | -                   | -                   | (3,80,024)                                 | (3,80,024)            |
| III.    | <b>Total Comprehensive Income For The Year [I+II]</b>                   | <b>46,50,00,000</b>  | <b>45,97,32,869</b> | <b>89,52,38,332</b> | <b>(6,38,036)</b>                          | <b>1,35,43,33,165</b> |
| IV.     | <b>DEDUCTIONS</b>   |                      |                     |                     |  |                       |
|         | Changes in Accounting Policies & Prior Period Errors                    | -                    | -                   | (13,26,949)         | -  | (13,26,949)           |
|         | <b>Deduction/Adjustments to Total Comprehensive Income For the Year</b> | <b>-</b>             | <b>-</b>            | <b>(13,26,949)</b>  | <b>-</b>                                   | <b>(13,26,949)</b>    |
| V.      | <b>Balance As At 31st March, 2022 [III-IV]</b>                          | <b>46,50,00,000</b>  | <b>45,97,32,869</b> | <b>89,39,11,383</b> | <b>(6,38,036)</b>                          | <b>1,35,30,06,216</b> |

### EQUITY SHARE CAPITAL AND OTHER EQUITY

FOR THE YEAR ENDED 31ST MARCH, 2021

(in ₹)

| SR. NO. | PARTICULARS   | EQUITY SHARE CAPITAL | RESERVES & SURPLUS  |                     | OCI  | TOTAL OTHER EQUITY    |
|---------|---|----------------------|---------------------|---------------------|--|-----------------------|
|         |   |                      | SECURITIES PREMIUM  | RETAINED EARNINGS   | RESERVE FOR EQUITY INSTRUMENTS THROUGH OCI |                       |
| I.      | <b>BALANCE AS AT 1ST APRIL, 2020</b>                                    | 46,50,00,000         | 45,97,32,869        | 70,93,82,940        | 2,32,374                                   | 1,16,93,48,183        |
| II.     | <b>ADDITIONS</b>  |                      |                     |                     |  |                       |
|         | Profit For The Year   | -                    | -                   | 9,68,91,752         | -  | 9,68,91,752           |
|         | Other Comprehensive Income For The Year                                 | -                    | -                   | -                   | (4,90,386)                                 | (4,90,386)            |
| III.    | <b>Total Comprehensive Income For The Year [I+II]</b>                   | <b>46,50,00,000</b>  | <b>45,97,32,869</b> | <b>80,62,74,692</b> | <b>(2,58,012)</b>                          | <b>1,26,57,49,549</b> |
| IV.     | <b>DEDUCTIONS</b>   |                      |                     |                     |  |                       |
|         | Changes in Accounting Policies & Prior Period Errors                    | -                    | -                   | (2,07,755)          | -  | (2,07,755)            |
|         | <b>Deduction/Adjustments to Total Comprehensive Income For the Year</b> | <b>-</b>             | <b>-</b>            | <b>(2,07,755)</b>   | <b>-</b>                                   | <b>(2,07,755)</b>     |
| V.      | <b>Balance As At 31st March, 2021 [III-IV]</b>                          | <b>46,50,00,000</b>  | <b>45,97,32,869</b> | <b>80,60,66,937</b> | <b>(2,58,012)</b>                          | <b>1,26,55,41,794</b> |

AS PER OUR REPORT OF EVEN DATE ATTACHED

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

FRN: 109782W

**S.N. SHAH**

PARTNER  
M. NO. :035181

PLACE: AHMEDABAD  
DATE: 11TH JUNE, 2022

FOR AND ON BEHALF OF THE BOARD

**ASTRON PAPER & BOARD MILL LIMITED**

**KIRIT G. PATEL**

MANAGING DIRECTOR  
DIN: 03353684

**RAMAKANT K. PATEL**

DIRECTOR  
DIN: 00233423

**AMIT MUNDRA**

CHIEF FINANCIAL OFFICER  
COMPANY SECRETARY

**UTTAM N. PATEL**

PLACE: AHMEDABAD  
DATE: 11TH JUNE, 2022

# NOTES TO STANDALONE FINANCIAL STATEMENTS

For The Year Ended March 31, 2022

## CORPORATE INFORMATION:

Astron Paper & Board Mill Limited is a public company domiciled in India and is incorporated under the provisions of the Companies Act applicable in India. The shares of the company are listed in two recognized stock exchanges in India i.e. the Bombay Stock Exchange Limited ('BSE') and the National Stock Exchange of India Limited ('NSE').

The company is engaged in the manufacturing of Kraft Paper from waste paper.

## NOTE 1: SIGNIFICANT ACCOUNTING POLICIES:

### I BASIS OF PREPARATION & PRESENTATION OF FINANCIAL STATEMENTS

#### a) Accounting Conventions:

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

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

- Certain Financial Assets and Liabilities that are measured at Fair Value and
- Defined Benefit Plans that are measured at Fair Value

The accounting policies are applied consistently to all the periods reported in the financial statements unless otherwise stated.

#### b) Use of Estimates:

The preparation of financial statements requires management to make estimates and assumptions that are believed to be reasonable under the circumstances and such estimates and assumptions may affect the reported amount of assets and liabilities, classification of assets and liabilities into non-current and current and disclosures relating to contingent liabilities as at the date of financial statements and the reported amounts of income and expenses during the reporting period. Although the financial statements have been prepared based on the management's best knowledge of current events and procedures/actions, the actual results may differ on the final outcome of the matter/transaction to which the estimates relate.

#### c) 1. Property, Plant and Equipment (PPE):

The cost of an item of property, plant and equipment is recognized as an asset if, and only if:

- (a) it is probable that future economic benefits associated with the item will flow to the entity; and
- (b) the cost of the item can be measured reliably.

The acquisition of property, plant and equipment, directly increasing the future economic benefits of any particular existing item of property, plant and equipment, which are necessary for the Company to obtain the future economic benefits from its other assets, are recognized as property, plant and equipment.

The Freehold land is carried/stated at historical cost/cost of acquisition. The other items of Property, Plant and Equipment are stated at cost of acquisition/construction (less Accumulated Depreciation and Impairment, if any). The cost of Property, Plant and Equipment comprises of their purchase price including freight, duties, taxes or levies, directly attributable to cost of bringing the assets to their working conditions for their intended use. The Company capitalises its Property, Plant and Equipment at a value net of GST/Other Tax Credits received/receivable during the year in respect of eligible item of Property, Plant and Equipment. Subsequent costs are included in the carrying amount of respective Property, Plant and Equipment or recognized as separate assets as appropriate, only if such costs increase the future economic benefits from the existing items beyond their previously assessed standard of performance and cost of such items can be measured reliably.

Machinery spares that meet the definition of Property, Plant & Equipment are capitalised and depreciated over the useful life

of the principal item of an asset. All other repair and maintenance costs, including regular servicing, are recognised in the Statement of Profit and Loss as incurred.

The items of Property, Plant and Equipment that are under construction/erection or not fully acquired and therefore not available for productive use are classified as “Capital Work in Progress” under Property, Plant and Equipment and will be transferred to respective item of Property, Plant and Equipment on completion of the construction/erection/acquisition activities.

Advances given to acquire property, plant and equipment are stated as non-current assets and subsequently transferred to respective Property, Plant & Equipment and CWIP on acquisition of related assets.

The carrying amounts of items of Property, Plant & Equipment have been eliminated from the books of account on disposal and the losses arising from the disposal are recognised in the Statement of Profit and Loss of the period.

## **2. Investment Properties:**

The property that is held by the company for rental yields or for capital appreciation for the relevant period is classified as investment property. The investment property is initially recognized at cost and subsequently carried at cost less accumulated depreciation and accumulated impairment losses, if any.

Subsequent expenditures on such assets are capitalized to the asset's carrying value only when it is probable that future economic benefits associated with the expenditure will flow to the company and cost of such items can be measured reliably. All other repairs and maintenance cost are expensed as and when incurred.

### 3. Intangible Assets:

The Intangible Assets of Accounting Software, Server Software, Website Development, Trade Mark-Logo etc. resulting in future economic benefits have been recognised at their cost of acquisition and subsequently are carried at cost less accumulated amortisation and accumulated impairment losses, if any. On the basis of the availability of these assets for their intended use, relevant contractual agreements and technological changes that may affect the usefulness of these assets, the useful lives of these assets have been assumed to be of five years from the date of their acquisition.

The estimated useful life is reviewed annually by the management of the company.

### 4. Depreciation & Amortization:

The Depreciation on tangible items of Property, Plant and Equipment is provided on straight line method for the period of acquisition/construction i.e. from the period from which such assets were available for their intended use on pro-rata basis on the basis of useful life of each

of the items of Property, Plant and Equipment as per Schedule II of the Companies Act, 2013 and in the manner specified in Schedule II of the Companies Act, 2013 except freehold land and other related development on that land.

The plant & machineries are depreciated at the rates applicable to continuous process plant for the period for which respective plant & machineries were available for use.

The intangible assets have been amortized on pro-rata basis over period of their estimated useful lives on straight line basis i.e. @ 20.00% assuming useful life of five years.

### d) Inventories

The Inventories of Raw Materials, Packing Materials, Stores & Spares, Fuel and Work-in-Process have been valued at cost. Finished Goods have been valued at cost or net realisable value whichever is lower. Costs in respect of all items of inventories have been computed on FIFO basis. The cost of Raw Materials, Packing Materials, Fuel, Consumable Stores and items of Spares comprises of the purchase price including duties and taxes, freight inwards and other expenditure directly attributable to the acquisition. The purchase price does not include GST/Other Tax credits availed of by the Company during the year. The value of Work-in-Process includes cost of Raw Materials and conversion cost depending upon the stage of completion as determined by the management. The cost of Finished Goods includes cost of conversion and other costs incurred in bringing the



inventories to their present location and conditions. The Finished Goods are valued at cost after availing of GST/ Other Tax credits on input materials.

**e) Revenue Recognition:**

Revenue is measured at the fair value of the consideration received or receivable from the customers/parties net of returns, rebates, value added taxes and discount to the customers and amounts collected on behalf of third parties. The Revenue is recognised to the extent that it is probable that the economic benefits will flow to the Company and the revenue can be measured reliably, regardless of when the payment is being made.

**Sale of Goods:**

The revenue from the sale of goods is recognized at transaction price when the company had transferred the property in Goods to the buyer for a price and all significant risks and rewards of ownership had been transferred to the buyer and no significant uncertainty existed as to the amount of consideration that would be derived from such sale. The recognition event is usually the dispatch of goods to the buyer such that the Company retains no effective control over the goods dispatched.

**Interest Income:**

Income from investments and deposits, where appropriate, is taken into revenue in full on declaration or accrual on time basis and tax deducted at source thereon is treated as advance tax. The interest income from a financial asset is recognized when it is probable that the economic benefits will flow to the company and the amount interest income can be measured reliably.

**Claims Against the Imported Raw Materials:**

The claims against the imported raw materials on account of quality difference have been accounted on the basis of claims filed and accepted by the supplier of materials except in case claims pending for acceptance which have been accounted on the basis of claims filed and at estimated value expected to be realized as determined by the management.

**Subsidy Income:**

Subsidy incomes available to the Company are accounted on the basis:

- i) Where there is reasonable assurance that the company will comply with the Conditions attached to them,
- ii) where such benefits have been earned by the company and it is reasonably certain that the ultimate collection will be made and
- iii) nature of the grant i.e. whether in the nature of capital contribution or in the form of revenue.

**f) Foreign Currency Transactions**

The Company's financial statements have been prepared and presented in Indian Rupees (₹) which is also its functional currency.

The transactions in foreign currency initially have been recorded using the rate of exchange prevailing on the date of transactions. The differences arising on the settlement/restatement of the foreign currency denominated Financial Assets/Liabilities into Indian Rupees have been recognized as expenses/ income (net) of the year and carried to the statement of profit and loss.

The monetary items denominated

in foreign currencies outstanding as at the end of the reporting period, are translated at the exchange rates prevailing as at the end of the reporting period.

**g) Investments in Subsidiary**

Investments in subsidiary is recognised at cost as per Ind AS 27 "Separate Financial Statements" initially and subsequently carried at cost less accumulated impairment losses measured at the end of each year, if any.

**h) Employee Benefits:**

**1. Short Term Obligations:**

Short term employee benefits like wages, salaries, production incentives and other monetary and non-monetary benefits are recognized in the period during which services are rendered by the employees and are recognized at the value at which liabilities have been settled or are expected to be settled.

**2. Post-Employment and Other Long -Term Employee Benefits:**

**2.1 Contribution to Provident Fund & ESIC:**

The Company's contribution to the Provident Fund and ESIC is remitted as per the applicable provisions relating to the Employee Provident Fund Scheme and ESIC and such contributions are charged to the Statement of Profit & Loss of the period to which contributions relates.

**2.2 Defined Benefit Plan for Gratuity:**

The Company operates defined benefit plans for Gratuity. The Liabilities in respect of retirement benefits to eligible employees in the form of Gratuity are provided on the basis of Actuarial Valuation as per Ind AS-19 "Employee Benefits". The employee's gratuity fund scheme is managed by IndiaFirst Life Insurance Company Limited. The cost of providing defined benefits plans in the form of gratuity is determined using the Projected Unit Credit Method with actuarial valuation being carried out at each reporting date.

The re-measurements, comprising of actuarial gains and losses, the effect of the asset ceiling (excluding amounts included in net interest on the net defined benefit liability) and the return on plan assets (excluding amounts included in net interest on the net defined benefit liability), are recognised immediately in the balance sheet with a corresponding debit or credit to retained earnings through OCI in the period in which they occur. The remeasurements are not reclassified to profit or loss in subsequent periods.

The changes in net defined benefit obligations in the form of services costs comprising of current service cost, past service cost, net interest cost and gains/(losses) on curtailments and settlements are recognized in the Statement of Profit & Loss.

**i) Borrowing Costs**

The Borrowing costs are interest and ancillary costs incurred in connection with the arrangement of borrowings. The borrowing costs are recognised in the Statement of Profit and Loss in the period in which they are incurred.

## j) **Operating Segment**

The Company identifies operating segments on the basis of dominant source, nature of risks and returns and the internal organization. The operating segments are the segments for which separate financial information is available and for which operating profit/loss amounts are evaluated regularly by the Managing Director/Chief Executive Officer who is Company's chief operating decision maker in deciding how to allocate resources and in assessing performance.

The dominant source of income of the company is from the sale of kraft paper of various quality which do not materially differ in respect of risk perception and the return realized/to be realized. Even the geographical/regulatory environment in which the company operates does not materially differ considering the political and economic environment, the type of customers, the nature of business, assets employed and the risk and return associated in respect of each of the geographical area. So, the disclosure requirements pursuant to Ind AS-108-"Operating Segments" are not applicable.

## k) **Taxes On Income:**

### 1. **Current Tax:**

The provision for current tax is made as per the provisions of the Income Tax Act, 1961.

Taxes on income have been determined based on the tax rates and tax laws that have been enacted or substantively enacted by the financial statements date. The current tax liabilities and assets are measured at the amounts expected to be paid or to be recovered from

the taxation authorities as at the financial statements date.

The current tax liabilities and assets are offset where the entity has a legally enforceable right to offset and intends either to settle on a net basis or to realise the assets and settle the liabilities simultaneously.

The current income tax relating to items recognized outside profit or loss is recognized either in the Other Comprehensive Income or in Other Equity Directly.

### 2. **Deferred Tax:**

Deferred tax is provided on temporary differences between the tax bases of assets and liabilities as per the provisions of the Income Tax Act, 1961 and their carrying amounts for financial reporting purposes as at the financial statements date.

Deferred tax liabilities are recognized for all taxable temporary timing differences. Deferred tax assets are recognized for all deductible taxable temporary timing differences, the carry forward of unused tax losses and unused tax credits to the extent to which future taxable profits are expected to be available against which the deductible temporary differences and the carry forward of unused tax losses and unused tax credits can be utilized/set-off.

Deferred tax is calculated at the tax rates that are expected to apply in the period when the liability is settled or the asset is realised based on the tax rates and tax laws that have been enacted or substantially enacted by the end of the reporting period.

## **l) Impairment:**

Company assesses, at each reporting date, whether there is an indication that an asset may have been impaired. If any indication exists, or when annual impairment testing for an asset is required, the company estimates the asset's recoverable amount. An asset's recoverable amount is the higher of an asset's or cash-generating unit's (CGU) fair value less costs of disposal and its value in use. Recoverable amount is determined for an individual asset, unless the asset does not generate cash inflows that are largely independent of those from other assets or groups of assets.

Impairment loss is recognized when the carrying amount of an asset exceeds recoverable amount.

## **m) Provisions, Contingent Liabilities and Contingent Assets**

The Company recognises a provision when it has a present obligation as a result of a past event that probably requires an outflow of the Company's resources embodying economic benefits at the time of settlement and a reliable estimate can be made of the amount of the obligation. The provisions are measured at the best estimate of the amounts required to settle the present obligation as at the financial statement date and are not discounted to its present value.

Contingent liabilities are disclosed when there is a possible obligation arising from past events, the existence of which will be confirmed only on the occurrence or non-occurrence of one or more future uncertain events not wholly or substantially within the control of the Company or a present obligation that arises from the past

events where it is either not probable that an outflow of resources will be required to settle the obligation or a reliable estimate of the amount cannot be made.

When demand notices are issued by the Government Authorities and demand is disputed by the company and it is probable that the company will not be required to settle/pay such demands then these are classified as disputed obligations.

Contingent Assets, if any, are not recognised in the financial statements. If it becomes certain that inflow of economic benefit will arise then such asset and the relative income are recognised in financial statements.

## **n) Current/Non-Current Classifications:**

The Company presents assets and liabilities in the balance sheet on the basis of their classifications into current and non-current.

### **Assets:**

An asset is treated as current when it is:

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

All other assets are classified as non-current.

## Liabilities:

A liability is treated as current when it is:

- Expected to be settled in normal operating cycle
- Held primarily for the purpose of trading
- Due to be settled within twelve months after the reporting period
- No unconditional right to defer the settlement of the liability for at least twelve months after the reporting period.

All other liabilities are classified as non-current.

## **o) Financial Instruments, Financial Assets, Financial Liabilities and Equity Instruments**

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

### **A. Financial Assets:**

#### **Initial Recognition:**

Financial Assets include Investments, Trade Receivables, Security Deposits, Cash and Cash Equivalents and eligible current and non-current assets. The financial assets are initially recognized at the transaction

price when the Company becomes party to contractual obligations. The transaction price includes transaction costs unless the asset is being valued at fair value through the Statement of Profit and Loss.

#### **Subsequent Measurement:**

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

- i. Financial Assets At Amortized Cost where the financial assets are held solely for collection of cash flows and contractual terms of the assets give rise on specified dates to cash flows that are solely payments of principal and interest on principal amount outstanding.
- ii. Fair value through other comprehensive income (FVTOCI), where the financial assets are held not only for realization of principal and interest but also from the sale of such assets. Such assets are subsequently measured at fair value, with unrealised gains and losses arising from changes in the fair value being recognised in other comprehensive income.
- iii. Fair value through profit or loss (FVTPL), where the assets are managed in accordance with an approved investment strategy that triggers purchase and sale decisions based on the fair value of such assets. Such assets are subsequently measured at fair

value, with unrealised gains and losses arising from changes in the fair value being recognised in the Statement of Profit and Loss in the period in which they arise.

Trade Receivables, Security Deposits, Cash and Cash Equivalents, Investments in Equity where reliable data for fair value is not available and eligible current and non-current assets are classified for measurement at amortized cost.

### **Investments in equity instruments are classified for measurement at FVTPL.**

#### **Impairment:**

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

Financial assets, other than those at Fair Value through Profit and Loss (FVTPL), are assessed for indicators of impairment at the end of each reporting period. Financial assets are considered to be impaired when there is objective evidence that, as a result of one or more events that occurred after the initial recognition of the financial asset, the estimated future cash flows of the investment have been affected.

The company recognises impairment loss on trade receivables using expected credit loss model.

#### **B. Financial Liabilities:**

Financial liabilities, which include long and short-term loans and borrowings, trade payables, eligible current and non-current liabilities. The borrowings, trade payables and other financial liabilities are initially recognised at the value of the respective contractual obligations. They are subsequently measured at amortised cost. Financial liabilities are derecognised when the liability is extinguished, that is, when the contractual obligation is discharged, cancelled and on expiry of the terms.

#### **p) Fair Value Measurement:**

The Company measures financial instruments, such as, derivatives at fair value at each financial statement 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
- The principal or the most advantageous market must be accessible by the Company.

The fair value of an asset or a liability is measured using the assumptions that market participants would use when pricing the asset or liability, assuming that market participants act in their economic best interest. A fair value measurement of a non-financial asset takes into account a market participant's ability to generate economic benefits by using the asset in its highest and best use or by selling it to another market participant that would use the asset in its highest and best use.

The company uses valuation techniques that are appropriate in the circumstances and for which sufficient data are available to measure fair value, maximizing the use of relevant observable inputs and minimizing the use of unobservable inputs.

All assets and liabilities for which fair value is measured or disclosed in the financial statements are categorised within the fair value hierarchy, described as follows, based on the lowest level input that is significant to the fair value measurement as a whole:

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 assets and liabilities that are recognised in the financial statements on a recurring basis, the Company determines whether transfers have

occurred between levels in the hierarchy by re-assessing categorisation (based on the lowest level input that is significant to the fair value measurement as a whole) at the end of each reporting period.

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

**q) Cash and Cash Equivalents-For the Purpose of Cash Flow Statements:**

Cash and cash equivalent in the balance sheet comprise cash at banks and in hand and short-term deposits with an original maturity of three months or less or deposits with bank held as margin money against the import of goods or as security against the supply of goods, which are subject to an insignificant risk of changes in value.

**r) Operating Cycle:**

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

**s) Prior Period Errors:**

Prior period errors are in the form of omission of certain items in the financial statements of prior periods which were not available when the financial statements were approved for issue and which could reasonably be expected to have been obtained and

taken into account in the preparation and presentation of financial statement of prior period.

The Prior period errors have been corrected retrospectively by restating the respective amounts of the prior period presented in which the error occurred. If the errors have occurred before the earliest prior period presented, the errors have been corrected by restating the opening balances of assets, liabilities and equity of the earliest prior period presented.

**t) Events Subsequent to Financial Statements Period:**

Events after the reporting period are those events, both favourable and unfavourable that have occurred between the end of the reported financial statements year and the date when financial statements are approved for issue by the Board of Directors of the company.

Events after the reporting period can be identified as those that provide evidence of conditions that existed as at the end of the financial year i.e. adjusting events after the financial year end and those are indicative of conditions that arose after the financial year end i.e. non-adjusting events after the financial year end.

The company adjusts the amounts of assets, liabilities, incomes and expenses recognised in the financial statements of the reporting period to reflect the effects of adjusting events to the respective assets, liabilities, incomes and expenses of the reporting period.

The non-adjusting events are not recognised in the financial statement of the reporting period but the nature of event and an estimate of its financial effect are disclosed in the notes of accounts.

**u) Government Grants:**

Government grants are recognised in the period where it is determined that there is reasonable assurance that the grant will be received and all attached conditions relating to grant will be complied with.

The revenue grant relating to or arising from business operations is recognised as operating income in the Statement of Profit and Loss of the period in which is determined that it is reasonably certain that grant will be received and all attached conditions relating to grant will be complied with.



**NOTE NO. 2 : PROPERTY, PLANT & EQUIPMENT**

| SR. NO. | DESCRIPTION OF ASSETS               | GROSS BLOCK           |                    |                                   | DEPRECIATION           |                       |                    | NET BLOCK                         |                        |                        |
|---------|-------------------------------------|-----------------------|--------------------|-----------------------------------|------------------------|-----------------------|--------------------|-----------------------------------|------------------------|------------------------|
|         |                                     | AS AT 1ST APRIL, 2021 | ADDITIONS          | ADJUST-MENTS/SALE DURING THE YEAR | AS AT 31ST MARCH, 2022 | AS AT 1ST APRIL, 2021 | ADDITIONS          | ADJUST-MENTS/SALE DURING THE YEAR | AS AT 31ST MARCH, 2022 | AS AT 31ST MARCH, 2021 |
| 1       | Freehold Land & Land Development    | 7,65,99,985           | -                  | -                                 | 7,65,99,985            | -                     | -                  | -                                 | 7,65,99,985            | 7,65,99,985            |
| 2       | Factory Building Premises           | 22,71,01,841          | 55,48,846          | -                                 | 23,26,50,687           | 3,64,89,787           | 72,91,988          | 4,37,81,775                       | 18,88,68,912           | 19,06,12,054           |
| 3       | Office Building                     | 86,18,575             | 71,36,298          | -                                 | 1,57,54,873            | 11,84,309             | 2,17,059           | 14,01,369                         | 1,43,53,504            | 74,34,266              |
| 4       | Labour/Staff Quarters               | 4,14,47,405           | -                  | -                                 | 4,14,47,405            | 36,07,493             | 6,55,439           | 42,62,932                         | 3,71,84,473            | 3,78,39,912            |
| 5       | Plant & Machineries                 | 1,11,26,21,765        | 83,13,379          | (54,34,976)                       | 1,11,55,00,168         | 24,48,46,992          | 4,64,84,559        | 29,03,74,071                      | 82,51,26,097           | 86,77,74,773           |
| 6       | Laboratory Equipments               | 17,00,406             | -                  | -                                 | 17,00,406              | 12,68,264             | 1,76,713           | 14,44,977                         | 2,55,429               | 4,32,142               |
| 7       | Electrification-Plant & Machineries | 8,51,67,738           | -                  | (24,92,669)                       | 8,26,75,069            | 1,71,04,199           | 31,35,612          | 1,93,94,395                       | 6,32,80,674            | 6,80,63,559            |
| 8       | Borewell                            | 12,89,517             | -                  | -                                 | 12,89,517              | 44,413                | 20,292             | 64,705                            | 12,24,812              | 12,45,104              |
| 9       | Furniture & Fixtures                | 66,37,807             | 22,420             | -                                 | 66,60,227              | 37,73,959             | 5,83,330           | 43,57,288                         | 23,02,938              | 28,63,848              |
| 10      | Vehicles                            | 1,30,09,176           | -                  | -                                 | 1,30,09,176            | 92,70,517             | 6,76,140           | 99,46,657                         | 30,62,518              | 37,38,658              |
| 11      | Office Equipments                   | 76,51,648             | 1,72,478           | -                                 | 78,24,126              | 55,28,708             | 7,36,886           | 62,65,594                         | 15,58,531              | 21,22,939              |
| 12      | Computer Systems                    | 50,50,896             | 2,77,366           | -                                 | 53,28,262              | 40,62,685             | 4,15,446           | 44,78,130                         | 8,50,131               | 9,88,211               |
|         | <b>TOTAL ... ..</b>                 | <b>1,58,68,96,757</b> | <b>2,14,70,787</b> | <b>(79,27,645)</b>                | <b>1,60,04,39,899</b>  | <b>32,71,81,326</b>   | <b>6,03,93,463</b> | <b>38,57,71,894</b>               | <b>1,21,46,68,005</b>  | <b>1,25,97,15,431</b>  |
|         | <b>PREVIOUS YEAR</b>                | <b>1,54,90,15,779</b> | <b>3,95,05,978</b> | <b>(16,25,000)</b>                | <b>1,58,68,96,757</b>  | <b>26,72,93,806</b>   | <b>5,99,95,750</b> | <b>32,71,81,326</b>               | <b>1,25,97,15,431</b>  | <b>1,28,17,21,972</b>  |

### NOTE NO. 3 : CAPITAL WORK IN PROGRESS

(in ₹)

| SR. NO.              | DESCRIPTION OF ASSETS             | AS AT 1ST APRIL, 2021 | ADDITIONS          | ADJUSTMENTS DURING THE YEAR | AS AT 31ST MARCH, 2022 |
|----------------------|-----------------------------------|-----------------------|--------------------|-----------------------------|------------------------|
| 1.                   | Plant & Machineries               |                       |                    |                             |                        |
|                      | Plant & Machineries (Power Plant) | 6,74,96,641           | 72,63,169          |                             | 7,47,59,810            |
|                      | Plant & Machineries-Accessories   | 4,00,000              | -                  | -                           | 4,00,000               |
| <b>TOTAL ... ..</b>  |                                   | <b>6,78,96,641</b>    | <b>72,63,169</b>   | <b>-</b>                    | <b>7,51,59,810</b>     |
| <b>PREVIOUS YEAR</b> |                                   | <b>13,50,351</b>      | <b>6,65,46,290</b> | <b>-</b>                    | <b>6,78,96,641</b>     |

### NOTE NO. 3(A) : CAPITAL WORK IN PROGRESS

Capital work-in-progress ageing schedule for the year ended March 31, 2022 and March 31, 2021:

#### I. As At March 31, 2022

(in ₹)

| SR. NO.             | CWIP PROJECT DESCRIPTION       | AMOUNT IN CWIP FOR THE PERIOD OF |                    |                 |                   | TOTAL              |
|---------------------|--------------------------------|----------------------------------|--------------------|-----------------|-------------------|--------------------|
|                     |                                | LESS THAN 1 YEAR                 | 1-2 YEARS          | 2-3 YEARS       | MORE THAN 3 YEARS |                    |
| 1.                  | Projects In Progress           |                                  |                    |                 |                   |                    |
|                     | I. Plant & Machineries (Power) | 72,63,169                        | 6,65,46,290        | 9,50,351        | -                 | 7,47,59,810        |
|                     | II. Plant & Machineries        | -                                |                    |                 | 4,00,000          | 4,00,000           |
| <b>TOTAL ... ..</b> |                                | <b>72,63,169</b>                 | <b>6,65,46,290</b> | <b>9,50,351</b> | <b>4,00,000</b>   | <b>7,51,59,810</b> |

#### II. As At March 31, 2021

| SR. NO.             | CWIP PROJECT DESCRIPTION       | AMOUNT IN CWIP FOR THE PERIOD OF |                 |                 |                   | TOTAL              |
|---------------------|--------------------------------|----------------------------------|-----------------|-----------------|-------------------|--------------------|
|                     |                                | LESS THAN 1 YEAR                 | 1-2 YEARS       | 2-3 YEARS       | MORE THAN 3 YEARS |                    |
| 1.                  | Projects In Progress           |                                  |                 |                 |                   |                    |
|                     | I. Plant & Machineries (Power) | 6,65,46,290                      | 9,50,351        | -               | -                 | 6,74,96,641        |
|                     | II. Plant & Machineries        | -                                | -               | 4,00,000        | -                 | 4,00,000           |
| <b>TOTAL ... ..</b> |                                | <b>6,65,46,290</b>               | <b>9,50,351</b> | <b>4,00,000</b> | <b>-</b>          | <b>6,78,96,641</b> |

#### NOTE NO. 4 : INVESTMENT PROPERTIES

(in ₹)

| SR. NO. | DESCRIPTION OF ASSETS | GROSS BLOCK           |           |                                   | DEPRECIATION           |                       |               | NET BLOCK                         |                        |                        |
|---------|-----------------------|-----------------------|-----------|-----------------------------------|------------------------|-----------------------|---------------|-----------------------------------|------------------------|------------------------|
|         |                       | AS AT 1ST APRIL, 2021 | ADDITIONS | ADJUST-MENTS/SALE DURING THE YEAR | AS AT 31ST MARCH, 2022 | AS AT 1ST APRIL, 2021 | ADDITIONS     | ADJUST-MENTS/SALE DURING THE YEAR | AS AT 31ST MARCH, 2022 | AS AT 31ST MARCH, 2021 |
| 1       | Residential Premises  | 25,43,938             | -         | -                                 | 25,43,938              | 4,11,831              | 39,761        | -                                 | 20,92,346              | 21,32,107              |
|         | <b>TOTAL ... ..</b>   | <b>25,43,938</b>      | -         | -                                 | <b>25,43,938</b>       | <b>4,11,831</b>       | <b>39,761</b> | -                                 | <b>20,92,346</b>       | <b>21,32,107</b>       |
|         | <b>PREVIOUS YEAR</b>  | <b>25,43,938</b>      | -         | -                                 | <b>25,43,938</b>       | <b>3,72,070</b>       | <b>39,761</b> | -                                 | <b>21,32,107</b>       | <b>21,71,868</b>       |

#### NOTE NO. 5 : INTANGIBLE ASSETS

(in ₹)

| SR. NO. | DESCRIPTION OF ASSETS | GROSS BLOCK           |                  |                                   | DEPRECIATION           |                       |                 | NET BLOCK                         |                        |                        |
|---------|-----------------------|-----------------------|------------------|-----------------------------------|------------------------|-----------------------|-----------------|-----------------------------------|------------------------|------------------------|
|         |                       | AS AT 1ST APRIL, 2021 | ADDITIONS        | ADJUST-MENTS/SALE DURING THE YEAR | AS AT 31ST MARCH, 2022 | AS AT 1ST APRIL, 2021 | ADDITIONS       | ADJUST-MENTS/SALE DURING THE YEAR | AS AT 31ST MARCH, 2022 | AS AT 31ST MARCH, 2021 |
| 1       | Software & Website    | 36,23,743             | 93,593           | -                                 | 37,17,336              | 15,58,439             | 5,33,083        | -                                 | 16,25,814              | 20,65,304              |
| 2       | Trade Mark-Logo       | 58,300                | -                | -                                 | 58,300                 | 3,763                 | 11,069          | -                                 | 43,468                 | 54,537                 |
|         | <b>TOTAL ... ..</b>   | <b>36,82,043</b>      | <b>93,593</b>    | -                                 | <b>37,75,636</b>       | <b>15,62,202</b>      | <b>5,44,152</b> | -                                 | <b>16,69,282</b>       | <b>21,19,841</b>       |
|         | <b>PREVIOUS YEAR</b>  | <b>25,64,684</b>      | <b>11,17,359</b> | -                                 | <b>36,82,043</b>       | <b>11,63,551</b>      | <b>3,98,651</b> | -                                 | <b>21,19,841</b>       | <b>14,01,133</b>       |

## NOTE NO. 6 : NON-CURRENT FINANCIAL ASSETS: INVESTMENTS

(in ₹)

| SR. NO.    | PARTICULARS  | Face Value/<br>Paid Up Value | No. of Shares/<br>Units | AS AT 31-Mar-22 |                    | AS AT 31-Mar-21 |                    |
|------------|--|------------------------------|-------------------------|-----------------|--------------------|-----------------|--------------------|
| <b>A.</b>  | <b>QUOTED:</b>   |                              |                         |                 |                    |                 |                    |
| <b>I.</b>  | <b>INVESTMENTS IN MUTUAL FUND (AT FVTPL)</b>   |                              |                         |                 |                    |                 |                    |
|            | SBI Life Equity Fund-Smart Privilege (ULIP)<br>(Previous Year 47093.73 Units)                          |                              | 47,093.73               | 65,50,267       |                    | 55,24,151       |                    |
| <b>II.</b> | <b>INVESTMENTS IN CORPORATE BONDS (AT FVTPL)</b>   |                              |                         |                 |                    |                 |                    |
|            | Union Corporate Bond Fund Regular Plan-Growth  | 10                           | 1,00,000                | 12,49,200       |                    | 12,00,000       |                    |
| <b>B.</b>  | <b>Investments -Unquoted</b>   |                              |                         |                 | 77,99,467          |                 | 67,24,151          |
| <b>I.</b>  | <b>In Wholly Owned Subsidiary Company (At Cost-Less Impairment)<br/>Balaram Papers Private Limited</b> |                              |                         |                 |                    |                 |                    |
|            | Equity Shares of Rs. 10 Each Fully Paid  | 10                           | 40,35,000               | 4,03,50,000     |                    | 4,03,50,000     |                    |
|            | Less: Impairment Losses  |                              |                         | -               |                    | -               |                    |
|            |  |                              |                         | 4,03,50,000     |                    | 4,03,50,000     |                    |
| <b>II.</b> | <b>Others-(At Cost)</b>  |                              |                         |                 |                    |                 |                    |
|            | Shares of OPGS Power Gujarat Private Limited   |                              | 38,000                  | 30,324          |                    | 30,324          |                    |
|            | Canara HSBC Oriental Bank of Commerce Jivan Nivesh Plan  |                              |                         | 10,60,000       |                    | 10,60,000       |                    |
|            | Investments in UBI Life Insurance-Sud Life   |                              |                         | 92,55,012       |                    | 83,91,136       |                    |
|            |  |                              |                         |                 | 5,06,95,336        |                 | 4,98,31,460        |
|            | <b>TOTAL .....</b>   |                              |                         |                 | <b>5,84,94,803</b> |                 | <b>5,65,55,611</b> |

## NOTE NO. 7 : NON-CURRENT FINANCIAL ASSETS: LOANS & ADVANCES

(in ₹)

| SR. NO.    | PARTICULARS                            | AS AT 31-Mar-22 |                     | AS AT 31-Mar-21 |                     |
|------------|--|-----------------|---------------------|-----------------|---------------------|
| <b>I.</b>  | <b>LOANS &amp; ADVANCES</b>            |                 |                     |                 |                     |
|            | <b>Loan to Wholly Owned Subsidiary</b> |                 |                     |                 |                     |
|            | Balaram Papers Private Limited         |                 | 10,44,10,840        |                 | 9,65,87,271         |
| <b>II.</b> | <b>Advances for Capital Expenses</b>   |                 | 70,62,957           |                 | 91,94,300           |
|            | <b>TOTAL .....</b>                     |                 | <b>11,14,73,797</b> |                 | <b>10,57,81,571</b> |

## NOTE NO. 8 : OTHER NON-CURRENT FINANCIAL ASSETS

| SR. NO.   | PARTICULARS                                | AS AT 31-Mar-22 |                 | AS AT 31-Mar-21 |                 |
|-----------|--|-----------------|-----------------|-----------------|-----------------|
|           | <b>Unsecured but Considered Good</b>       |                 |                 |                 |                 |
| <b>I.</b> | <b>DEPOSITS</b>                            |                 |                 |                 |                 |
|           | GMDC-Coal Deposit                          | 35,604          |                 | 35,604          |                 |
|           | Deposit for PGVCL Connection-Staff Quarter | 2,244           |                 | 2,244           |                 |
|           | Other Deposit-Torrent Power                | 60,000          |                 | 60,000          |                 |
|           | Rent Deposit                               | 41,000          |                 | 41,000          |                 |
|           | Bar Code Registration                      | 3,000           |                 | -               |                 |
|           | Sundry Deposits-GAS Deposit                | 35,800          |                 | 35,800          |                 |
|           |  |                 | 1,77,648        |                 | 1,74,648        |
|           | <b>TOTAL .....</b>                         |                 | <b>1,77,648</b> |                 | <b>1,74,648</b> |

## NOTE NO. 9 : INVENTORIES

| SR. NO.     | PARTICULARS   | AS AT 31-Mar-22     |                     | AS AT 31-Mar-21     |                     |
|-------------|---|---------------------|---------------------|---------------------|---------------------|
| <b>I.</b>   | <b>-Inventories taken as Physically Verified, Valued and Certified by the management of the company</b> |                     |                     |                     |                     |
| 1.          | Raw Materials   |                     |                     |                     |                     |
|             | (a) Waste Paper   | 22,68,21,281        |                     | 23,61,33,424        |                     |
|             | (b) Chemicals   | 1,86,43,328         |                     | 90,97,050           |                     |
| 2           | Work-in-Process   | 35,16,806           |                     | 40,01,103           |                     |
| 3           | Finished Goods  | 11,60,31,671        |                     | 11,75,78,793        |                     |
| 4           | Coal & Fuel   | 1,71,06,001         |                     | 60,49,308           |                     |
| 5           | Packing Materials   | 15,75,379           |                     | 21,57,416           |                     |
| 6           | Stores & Spares   | 7,55,87,260         |                     | 6,94,96,139         |                     |
|             |   |                     | <b>45,92,81,726</b> |                     | <b>44,45,13,233</b> |
| <b>II.</b>  | <b>Details of Raw Materials</b>   |                     |                     |                     |                     |
|             | Indian Waste Paper  | 1,85,09,604         |                     | 2,09,99,970         |                     |
|             | Imported Waste Paper  | 20,83,11,677        |                     | 21,51,33,454        |                     |
|             | Imported Chemicals  | 12,94,727           |                     | 6,57,204            |                     |
|             | Indian Chemicals  | 1,73,48,600         |                     | 84,39,846           |                     |
|             |   | <b>24,54,64,609</b> |                     | <b>24,52,30,474</b> |                     |
|             | <b>Imported</b>   | 20,96,06,404        |                     | 21,57,90,658        |                     |
|             | <b>Indigenous</b>   | 3,58,58,204         |                     | 2,94,39,816         |                     |
|             |   | <b>24,54,64,609</b> |                     | <b>24,52,30,474</b> |                     |
| <b>III.</b> | <b>Details of Coal &amp; Fuel</b>   |                     |                     |                     |                     |
|             | Imported Coal   | 1,71,06,001         |                     | 60,49,308           |                     |
|             |   | <b>1,71,06,001</b>  |                     | <b>60,49,308</b>    |                     |
| <b>IV.</b>  | <b>Details of Work-in-Process</b>   |                     |                     |                     |                     |
|             | Uncut Kraft Paper   | 35,16,806           |                     | 40,01,103           |                     |
|             |   | <b>35,16,806</b>    |                     | <b>40,01,103</b>    |                     |
| <b>V.</b>   | <b>Details of Finished Goods</b>  |                     |                     |                     |                     |
|             | Multi Layer Kraft Paper   | 11,60,31,671        |                     | 11,75,78,793        |                     |
|             |   | <b>11,60,31,671</b> |                     | <b>11,75,78,793</b> |                     |
|             | <b>TOTAL .....</b>  |                     | <b>45,92,81,726</b> |                     | <b>44,45,13,233</b> |

## NOTE NO. 10 : CURRENT FINANCIAL ASSETS: TRADE RECEIVABLES

| SR. NO.   | PARTICULARS   | AS AT 31-Mar-22 |                     | AS AT 31-Mar-21 |                     |
|-----------|---|-----------------|---------------------|-----------------|---------------------|
| <b>1.</b> | <b>Unsecured but Considered Good</b>  |                 |                     |                 |                     |
|           | -Outstanding for a period Exceeding Six Months (From the date from which they became due for payment) | 7,39,18,782     |                     | 9,10,31,022     |                     |
|           | -Others   | 89,67,88,219    |                     | 69,58,88,362    |                     |
|           |   |                 | 97,07,07,001        |                 | 78,69,19,384        |
|           | Due by Parties in which Directors are Director/ Interested  |                 |                     |                 |                     |
|           | Due by Others   | 97,07,07,001    |                     | 78,69,19,384    |                     |
| <b>2.</b> | <b>Doubtful</b>   |                 |                     |                 |                     |
|           | -Outstanding for a period Exceeding Six Months (From the date from which they became due for payment) | 63,26,292       |                     | 63,80,712       |                     |
|           | -Others   | (63,26,292)     |                     | (63,80,712)     |                     |
|           | <b>TOTAL .....</b>  |                 | <b>97,07,07,001</b> |                 | <b>78,69,19,384</b> |

Trade Receivables have been offered as security against the working capital facilities provided by the banks.

## NOTE 10[A]: AGEING FOR TRADE RECEIVABLES OUTSTANDING

AS AT MARCH 31, 2022:

(in ₹)

| SR. NO. | PARTICULARS                                       | Outstanding for following periods from due date of payment# |                      |                    |           |                    | TOTAL               |
|---------|---|---|----------------------|--------------------|-----------|--------------------|---------------------|
|         |   | Less than Six Months  | Six Months- One Year | 1-2 Years          | 2-3 Years | More than 3 Years  |                     |
| I.      | Undisputed Trade Receivables- Considered Good     | 89,67,88,219  | 10,01,513            | 1,24,34,746        | -         | 6,04,82,522        | 97,07,07,001        |
| II.     | Undisputed Trade Receivables- Considered Doubtful | -   | -                    | -                  | -         | -                  | -                   |
| III.    | Disputed Trade Receivables- Considered Good       | -   | -                    | -                  | -         | -                  | -                   |
| IV.     | Disputed Trade Receivables- Considered Doubtful   | -   | -                    | -                  | -         | 63,26,292          | 63,26,292           |
|         | <b>TOTAL .....</b>                                | <b>89,67,88,219</b>   | <b>10,01,513</b>     | <b>1,24,34,746</b> | <b>-</b>  | <b>6,68,08,814</b> | <b>97,70,33,293</b> |
| LESS:   | Allowance For Bad & Doubtful Debts                | -   | -                    | -                  | -         | 63,26,292          | 63,26,292           |
|         | <b>NET TRADE RECEIVABLES</b>                      | <b>89,67,88,219</b>   | <b>10,01,513</b>     | <b>1,24,34,746</b> | <b>-</b>  | <b>6,04,82,522</b> | <b>97,07,07,001</b> |

**AS AT MARCH 31, 2021:**

(in ₹)

| SR. NO. | PARTICULARS                                      | Outstanding for following periods from due date of payment# |                     |           |                  |                    | TOTAL               |
|---------|--|---|---------------------|-----------|------------------|--------------------|---------------------|
|         |  | Less than Six Months  | Six Months-One Year | 1-2 Years | 2-3 Years        | More than 3 Years  |                     |
| I.      | Undisputed Trade Receivables-Considered Good     | 69,58,88,362  | 1,30,52,882         | -         | 38,40,698        | 7,41,37,443        | 78,69,19,384        |
| II.     | Undisputed Trade Receivables-Considered Doubtful | -   | -                   | -         | -                | -                  | -                   |
| III.    | Disputed Trade Receivables-Considered Good       | -   | -                   | -         | -                | -                  | -                   |
| IV.     | Disputed Trade Receivables-Considered Doubtful   | -   | -                   | -         | -                | 63,80,712          | 63,80,712           |
|         | <b>TOTAL .....</b>                               | <b>69,58,88,362</b>   | <b>1,30,52,882</b>  | <b>-</b>  | <b>38,40,698</b> | <b>8,05,18,155</b> | <b>79,33,00,096</b> |
| LESS:   | Allowance For Bad & Doubtful Debts               | -   | -                   | -         | -                | 63,80,712          | 63,80,712           |
|         | <b>NET TRADE RECEIVABLES</b>                     | <b>69,58,88,362</b>   | <b>1,30,52,882</b>  | <b>-</b>  | <b>38,40,698</b> | <b>7,41,37,443</b> | <b>78,69,19,384</b> |

**NOTE 10[B]: MOVEMENT IN ALLOWANCE FOR BAD & DOUBTFUL DEBTS**

(in ₹)

| SR. NO. | PARTICULARS   | AS AT 31-Mar-22  | AS AT 31-Mar-21  |
|---------|---|------------------|------------------|
| I.      | Opening Balance of Allowance For Bad & Doubtful Debts | 63,80,712        | -                |
| II.     | Loss Allowance Recognised During the Year             | -                | 63,80,712        |
| III.    | Loss Allowance Reversed During the Year               | -                | -                |
| IV.     | Closing Balance of Allowance For Bad & Doubtful Debts | <b>63,80,712</b> | <b>63,80,712</b> |

**NOTE NO. 11 : CURRENT FINANCIAL ASSETS: CASH & BANK BALANCES**

(in ₹)

| SR. NO. | PARTICULARS   | AS AT 31-Mar-22 |                    | AS AT 31-Mar-21 |                     |
|---------|---|-----------------|--------------------|-----------------|---------------------|
| I.      | <b>Balance with Banks</b>                               |                 |                    |                 |                     |
|         | In Current Accounts/Debit Balances in Loan Accounts     | 1,03,68,583     |                    | 40,75,005       |                     |
|         | Term Deposits-As Margin Against Import of Raw Materials | 7,53,66,640     |                    | 9,87,83,269     |                     |
|         |   |                 | 8,57,35,223        |                 | 10,28,58,274        |
| II      | Cash on Hand  |                 | 5,79,013           |                 | 3,41,649            |
|         | <b>TOTAL .....</b>                                      |                 | <b>8,63,14,236</b> |                 | <b>10,31,99,923</b> |

**NOTE NO. 12 : CURRENT FINANCIAL ASSETS: LOANS & ADVANCES**

(in ₹)

| SR. NO. | PARTICULARS                              | AS AT 31-Mar-22 |                     | AS AT 31-Mar-21 |                     |
|---------|--|-----------------|---------------------|-----------------|---------------------|
| I.      | <b>Unsecured but Considered Good</b>     |                 |                     |                 |                     |
|         | Sundry Advances to Staff                 | 6,19,999        |                     | 7,95,000        |                     |
|         | Claims Receivables/Sundry Debit Balances | 23,06,60,067    |                     | 9,83,72,233     |                     |
|         | Balance With Government Authorities      |                 |                     |                 |                     |
|         | Pre Deposit-Service Tax [Under Protest]  | 30,59,267       |                     | 30,59,267       |                     |
|         | Pre Deposit-Excise [Under Protest]       | 26,43,260       |                     | 26,43,260       |                     |
|         |  |                 | 23,69,82,593        |                 | 10,48,69,760        |
|         | <b>TOTAL .....</b>                       |                 | <b>23,69,82,593</b> |                 | <b>10,48,69,760</b> |

## NOTE NO. 13 : OTHER CURRENT ASSETS

| SR. NO. | PARTICULARS                                  | AS AT 31-Mar-22 |                     | AS AT 31-Mar-21 |                     |
|---------|--|-----------------|---------------------|-----------------|---------------------|
|         |  |                 |                     |                 |                     |
| 1       | Advances to Suppliers for Goods              |                 | 2,44,48,721         |                 | 3,24,36,308         |
| 2       | Advances for Expenses & Other Debit Balances |                 | 2,14,49,241         |                 | 1,55,46,524         |
| 3.      | Balance With Government Authorities          |                 |                     |                 |                     |
|         | MAT Credit Available                         | 4,71,55,861     |                     | 5,60,79,598     |                     |
|         | VAT Deposit Receivable                       | 25,000          |                     | 25,000          |                     |
|         | GST Credit Receivable                        | -               |                     | 41,15,521       |                     |
|         |  |                 | 4,71,80,861         |                 | 6,02,20,120         |
| 4       | Prepaid Expenses                             |                 | 70,88,563           |                 | 97,79,837           |
|         | <b>TOTAL .....</b>                           |                 | <b>10,01,67,386</b> |                 | <b>11,79,82,789</b> |

## NOTE NO. 14 : EQUITY SHARE CAPITAL

| SR. NO. | PARTICULARS                                       | AS AT 31-Mar-22    |                     | AS AT 31-Mar-21    |                     |
|---------|---|--------------------|---------------------|--------------------|---------------------|
|         |   | NO. OF SHARES      | AMOUNT RS.          | NO. OF SHARES      | AMOUNT RS.          |
| I.      | <b>EQUITY SHARES</b>                              |                    |                     |                    |                     |
|         | <b>AUTHORISED</b>                                 |                    |                     |                    |                     |
|         | Equity Shares of ` 10/= Each At Par               | 5,00,00,000        | 50,00,00,000        | 5,00,00,000        | 50,00,00,000        |
|         | <b>Issued, Subscribed and Paid Up Capital</b>     |                    |                     |                    |                     |
|         | Equity Shares of ` 10/= Each At Par Fully Paid Up | 4,65,00,000        | 46,50,00,000        | 4,65,00,000        | 46,50,00,000        |
|         | <b>TOTAL .....</b>                                | <b>4,65,00,000</b> | <b>46,50,00,000</b> | <b>4,65,00,000</b> | <b>46,50,00,000</b> |

### II. Reconciliation of Number Shares Outstanding

| SR. NO. | PARTICULARS                                 | NO. OF SHARES      | AMOUNT RS.          | NO. OF SHARES      | AMOUNT RS.          |
|---------|---|--------------------|---------------------|--------------------|---------------------|
|         | Outstanding As At The Beginning Of The Year | 4,65,00,000        | 46,50,00,000        | 4,65,00,000        | 46,50,00,000        |
|         | Add: Issue of Shares (Face Value )          | -                  | -                   |                    | -                   |
|         | <b>TOTAL .....</b>                          | <b>4,65,00,000</b> | <b>46,50,00,000</b> | <b>4,65,00,000</b> | <b>46,50,00,000</b> |

### III. Rights, Preferences and Restrictions Attached to Shares:

The Company has one class of equity shares having a par value of Re 10 each. Each shareholder is eligible for one vote per share held.



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

| Name of the Shareholder               | As At 31st March, 2022 |                    | As At 31st March, 2021 |                    |
|---------------------------------------|------------------------|--------------------|------------------------|--------------------|
|                                       | No. of Shares          | % of Total Holding | No. of Shares          | % of Total Holding |
| Kirit Ghanshyambhai Patel             | 76,99,650              | 16.56%             | 76,99,650              | 16.56%             |
| Navyug Vyapaar Private Limited        | 44,00,000              | 9.46%              | 44,00,000              | 9.46%              |
| Karshanbhai Hirabhai Patel            | 35,75,000              | 7.69%              | 35,75,000              | 7.69%              |
| Vyanktesh Corrugators Private Limited | 27,59,999              | 5.94%              | -                      | 0.00%              |
| Govind Maheshwari                     | 23,75,000              | 5.11%              | -                      | 0.00%              |
| Asian Granito India Limited           | -                      | 0.00%              | 87,75,000              | 18.87%             |

#### V. Details of Shareholding by Promoters and Promoter Group in the Company

| SR. NO. | NAME OF THE PROMOTER / PROMOTER GROUP | CLASS OF SHARES | As At 31st March, 2022 |                   | % Change During the Financial Year 2021-22 |
|---------|---------------------------------------|-----------------|------------------------|-------------------|--|
|         |                                       |                 | No. of Shares          | % of Total Shares |  |
| 1       | Kirit G. Patel                        | Equity Shares   | 76,99,650              | 16.56%            | -  |
| 2       | Ramakant K. Patel                     | Equity Shares   | 11,82,900              | 2.54%             | -  |
| 3       | Karshanbhai H. Patel                  | Equity Shares   | 35,75,000              | 7.69%             | -  |
| 4       | Haresh Patel                          | Equity Shares   | 1,000                  | 0.00%             | -  |
| 5       | Shreerangam Packaging Private Limited | Equity Shares   | 1,24,700               | 0.27%             | -  |
| 6       | Asian Granito India Limited           | Equity Shares   | -                      | 0.00%             | -18.87%                                    |

# 87,75,000 Shares held by Asian Granito India Limited as promoter sold on 10/08/2021. The promoter reclassification application of Asian Granito India Limited is pending with BSE and NSE under Regulation 31A of SEBI (LODR) Regulations, 2015.

| SR. NO. | NAME OF THE PROMOTER / PROMOTER GROUP | CLASS OF SHARES | As At 31st March, 2021 |                   | % Change During the Financial Year 2020-21 |
|---------|---------------------------------------|-----------------|------------------------|-------------------|--|
|         |                                       |                 | No. of Shares          | % of Total Shares |  |
| 1       | Kirit G. Patel                        | Equity Shares   | 76,99,650              | 16.56%            | 2.15%                                      |
| 2       | Ramakant K. Patel                     | Equity Shares   | 11,82,900              | 2.54%             | -  |
| 3       | Karshanbhai H. Patel                  | Equity Shares   | 35,75,000              | 7.69%             | -  |
| 4       | Haresh Patel                          | Equity Shares   | 1,000                  | 0.00%             | -  |
| 5       | Shreerangam Packaging Private Limited | Equity Shares   | 1,24,700               | 0.27%             | -  |
| 6       | Asian Granito India Limited           | Equity Shares   | 87,75,000              | 18.87%            | -  |

## NOTE NO. 15 : NON-CURRENT FINANCIAL LIABILITIES: BORROWINGS

| SR. NO.   | PARTICULARS  | AS AT 31-Mar-22 |                    | AS AT 31-Mar-21 |                    |
|-----------|--|-----------------|--------------------|-----------------|--------------------|
|           |  | NO. OF SHARES   | AMOUNT RS.         | NO. OF SHARES   | AMOUNT RS.         |
| <b>I.</b> | <b>SECURED</b>   |                 |                    |                 |                    |
| <b>1</b>  | <b>TERM LOANS</b>  |                 |                    |                 |                    |
|           | From UBI, Ellis Bridge Branch, Ahmedabad   | 1,87,68,482     |                    | 5,10,89,825     |                    |
|           | From State Bank of India, Comm. Branch, Ahmedabad  | -               |                    | 49,34,004       |                    |
|           |  |                 | 1,87,68,482        |                 | 5,60,23,829        |
|           | (Nature of Security)*  |                 |                    |                 |                    |
|           | (Guaranteed by Directors & Others)**   |                 |                    |                 |                    |
|           | (Guaranteed by Others)   |                 |                    |                 |                    |
|           | (Terms of repayment of term loans) ***   |                 |                    |                 |                    |
|           | (Also Refer to Note No. 18 on Balance due in next twelve months classified as current maturities of long term debts) |                 |                    |                 |                    |
|           | <b>TOTAL .....</b>   |                 | <b>1,87,68,482</b> |                 | <b>5,60,23,829</b> |

### \* Nature of Security

#### A Primary Security & Collateral-First Pari Passu Charge

- Secured by Paripassu Charge Over Entire Fixed Assets (Present and Future) of the Company.
  - a Secured by Paripassu Equitable Mortgage of Factory Land & Building situated at R.S. No. 52/1, 52/2, 53/1, 53/paiki 2, 54, & 55 Village Sukhpar, Tal.: Halvad, Dist.:Morbi
  - b Factory Land Situated at Survey No. 49/1 & 50 Village Sukhpar, Tah.: Halvad, Dist.: Morbi
  - c Secured by Paripassu Equitable Mortgage of Office Premises at D-704, Ganesh Meridian, S.G. Road, Ahmedabad
  - d Secured by Paripassu Equitable Mortgage of Office Premises at D-702, Ganesh Meridian, S.G. Road, Ahmedabad
  - e Secured by Paripassu Equitable Mortgage of Residential Complexes at Plot No. 72 to 75, 82 to 84, Umiya Township, Village Sukhpar, Viramgam Halvad Highway, Ta.: Halvad, Dist. Morbi
  - f Secured By Exclusive Charge on Land, Building and Plant & Machinery situated at Survey No. 64/1, Village: Chubdak, Bhuj in Favour Union Bank of India for new term loan availed for Building & Plant & Machinery for plant at above address.

#### B Collateral Security

Pari Passu Second Charge over the entire current assets of the company.

Common Collateral Security for all of the Credit Facilities Including Working Capital Facilities except for Term Loan Taken As Per point No. A(f) above:

- \*\* Entire Term loans secured by personal guarantees of the following persons/parties.

- Directors
  - Mr. Kiritbhai G. Patel
  - Mr. Ramakant K. Patel
  - Mr. Karshanbhai H. Patel

Term Loan from UBI of Rs. 9.00 Crores (For Bhuj Plant) to be repaid by 20 Quarterly Instalment of Rs. 45 Lacs and Instalment to Commence from 31/10/2018.

Term Loan from UBI of Rs. 3.10 Crores to be repaid by 12 Monthly Instalment (Excluding Moratorium Period of Six Months) of Rs. 17.22 Lacs and Instalment to Commence from November-2020.

## NOTE NO. 16 : NON-CURRENT: PROVISIONS

(in ₹)

| Sr. No. | PARTICULARS  | AS AT 31-Mar-22 |                  | AS AT 31-Mar-21 |                  |
|---------|--|-----------------|------------------|-----------------|------------------|
|         | Provision For Employee Benefits                                |                 |                  |                 |                  |
|         | Gratuity (Net of Contribution)<br>(As Per Actuarial Valuation) |                 | 57,65,396        |                 | 45,68,860        |
|         | <b>TOTAL .....</b>   |                 | <b>57,65,396</b> |                 | <b>45,68,860</b> |

## NOTE NO. 17 : DEFERRED TAX LIABILITIES

(in ₹)

| Sr. No. | PARTICULARS  | AS AT 31-Mar-22 |                     | AS AT 31-Mar-21 |                    |
|---------|--|-----------------|---------------------|-----------------|--------------------|
|         | OPENING BALANCE  |                 | 8,96,75,993         |                 | 7,14,03,817        |
|         | DEFERRED TAX LIABILITIES/(ASSETS) RELATING TO                                |                 |                     |                 |                    |
|         | Property, Plant and Equipments, Intangible Assets &<br>Investment Properties | 6,84,54,111     |                     | 7,80,06,260     |                    |
|         | Expenditure Allowed on Payment Basis   | 7,48,110        |                     | 7,20,495        |                    |
|         | MAT Credit Entitlement   | (5,17,01,531)   |                     | (6,04,54,578)   |                    |
|         | Financial Assets At Fair Value Through Profit or Loss                        | -               |                     | -               |                    |
|         |  |                 | 1,75,00,689         |                 | 1,82,72,176        |
|         | <b>TOTAL .....</b>   |                 | <b>10,71,76,683</b> |                 | <b>8,96,75,993</b> |

## NOTE NO. 18 : CURRENT FINANCIAL LIABILITIES: SHORT TERM BORROWINGS

(in ₹)

| Sr. No. | PARTICULARS   | AS AT 31-Mar-22 |  | AS AT 31-Mar-21 |  |
|---------|---|-----------------|--|-----------------|--|
| I.      | SECURED   |                 |  |                 |  |
|         | Loans repayable on Demand   |                 |  |                 |  |
|         | Working Capital   |                 |  |                 |  |
|         | From Banks  |                 |  |                 |  |
| A.      | CASH CREDIT/WORKING CAPITAL   |                 |  |                 |  |
|         | Multiple Banking Arrangement  |                 |  |                 |  |
|         | From UBI, Ellis Bridge Branch, Ahmedabad<br>(Account No. 312805010077461) | 18,09,03,061    |  | 23,95,45,564    |  |
|         | From SBM Bank (India) Limited, Ahmedabad<br>(Account No. 20082621000014)  | 9,64,36,527     |  | -               |  |
|         | From Bank of Maharashtra<br>(Account No. 60398395995)                     | 5,40,19,599     |  | -               |  |
|         | From Axis Bank Limited<br>(Account No. 921030057794201)                   | 14,45,07,563    |  | -               |  |
|         | From ICICI Bank Limited<br>(Account No. 582469638)                        | 8,08,65,053     |  | -               |  |

|            |   |             |                     |              |                     |
|------------|---|-------------|---------------------|--------------|---------------------|
|            | From State Bank of India, Comm. Branch, Ahmedabad<br>(Account No. 32963037574 ) | -           |                     | 10,57,19,009 |                     |
| B.         | BUYERS CREDIT   |             |                     |              |                     |
|            | From Union Bank of India  | 4,98,74,171 |                     | -            |                     |
|            |   |             | 60,66,05,974        |              | 34,52,64,573        |
|            | (Nature of Security)*   |             |                     |              |                     |
|            | (Guaranteed by Directors & Others)**  |             |                     |              |                     |
|            | Guaranteed by Others Rs.)   |             |                     |              |                     |
| <b>II.</b> | <b>SECURED</b>  |             |                     |              |                     |
|            | <b>TERM LOANS \$</b>  |             |                     |              |                     |
|            | CURRENT MATURITIES OF LONG TERM DEBTS   |             |                     |              |                     |
|            | From UBI, Ellis Bridge Branch, Ahmedabad  | 3,01,34,693 |                     | 4,68,33,249  |                     |
|            | From State Bank of India, Comm. Branch, Ahmedabad                               | -           |                     | 28,56,000    |                     |
|            |   |             | 3,01,34,693         |              | 4,96,89,249         |
|            | <b>TOTAL ..... ..</b>   |             | <b>63,67,40,667</b> |              | <b>39,49,53,822</b> |

**\* Nature of Security**

**A Primary Security**

Working Capital secured by way of First Pari Passu charge on all the current assets of the company including all kind of stocks, stores, spares, packing materials, movable properties and all book debts, bills, other current assets, monies and claims receivable.

**B Collateral Security**

Common Collateral Security for all of the Credit Facilities Including Term Loans:

- Secured by Paripassu Equitable Mortgage of Factory Land & Building situated at R.S. No. 52/1, 52/2, 53/1, 53/paiki 2, 54, & 55 Village Sukhpar, Tal.: Halvad, Dist.:Morbi
  - Factory Land Situated at Survey No. 49/1 & 50 Village Sukhpar, Tah.: Halvad, Dist.: Morbi
  - Secured by Paripassu Equitable Mortgage of Office Premises at D-704, Ganesh Meridian, S.G. Road, Ahmedabad
  - Secured by Paripassu Equitable Mortgage of Office Premises at D-702, Ganesh Meridian, S.G. Road, Ahmedabad
  - Secured by Paripassu Equitable Mortgage of Residential Complexes at Plot No. 72 to 75, 82 to 84, Umiya Township, Village Sukhpar, Viramgam Halvad Highway, Ta.: Halvad, Dist. Morbi
- C Pari Passu Second Charge over the entire fixed assets (present & future) of the company.

\*\* Outstanding balances of working capital secured by personal guarantees of the following:

- Directors

Mr. Kiritbhai G. Patel

Mr. Ramakant K. Patel

Mr. Karshanbhai H. Patel

\*\*\* Working capital loans repayable on demand.

\$ Refer Note No. 15 for Security Offered, Personal Guarantee and Terms of Repayment.

## NOTE NO. 19 : CURRENT FINANCIAL LIABILITIES: TRADE PAYABLES

(in ₹)

| SR. NO. | PARTICULARS                         | AS AT 31-Mar-22 |                     | AS AT 31-Mar-21 |                     |
|---------|-------------------------------------|-----------------|---------------------|-----------------|---------------------|
| I       | Sundry Creditors for Goods          |                 |                     |                 |                     |
|         | -Micro & Small Enterprises          | 11,29,41,348    |                     | 4,00,93,586     |                     |
|         | -Others                             | 31,86,72,530    |                     | 38,31,93,278    |                     |
|         |                                     |                 | <b>43,16,13,878</b> |                 | <b>42,32,86,864</b> |
| II      | Sundry Creditors for Other Expenses |                 |                     |                 |                     |
|         | -Micro & Small Enterprises          | 4,14,31,211     |                     | 1,94,81,195     |                     |
|         | -Others                             | 22,08,27,165    |                     | 25,09,99,278    |                     |
|         |                                     |                 | 26,22,58,376        |                 | 27,04,80,474        |
|         | <b>TOTAL .....</b>                  |                 | <b>69,38,72,254</b> |                 | <b>69,37,67,338</b> |

### NOTE: DUES TO MICRO AND SMALL ENTERPRISES

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

| SR. NO. | PARTICULARS  | AS AT 31-Mar-22 |                     | AS AT 31-Mar-21 |                    |
|---------|--|-----------------|---------------------|-----------------|--------------------|
| I       | The principal amount remaining unpaid to any supplier at the end of the year.  |                 | 15,43,72,559        |                 | 5,95,74,781        |
| II      | Interest due as claimed remaining unpaid to any supplier at the end of the year.   |                 | -                   |                 | -                  |
| III     | The amount of interest paid by the company in terms of section 16 of the MSMED Act, 2006, along with the amount of the payment made to the suppliers beyond the appointed day during the year.   |                 | -                   |                 | -                  |
| IV      | The amount of interest due and payable for the period of delay in making payment (which have been paid but beyond the appointed day during the year) but without adding the interest specified under the MSMED Act, 2006.  |                 | -                   |                 | -                  |
| V       | The amount of interest accrued and remaining unpaid at the end of accounting year.   |                 | -                   |                 | -                  |
| VI      | The amount of further interest remaining due and payable even in the succeeding years, until such date when the interest dues above are actually paid to the small enterprises, for the purpose of disallowance of a deductible expenditure under section 23 of the MSMED Act, 2006. |                 | -                   |                 | -                  |
|         | <b>TOTAL .....</b>   |                 | <b>15,43,72,559</b> |                 | <b>5,95,74,781</b> |

- I Trade payables are non-interest bearing and are normally settled within the normal credit period.
- II Disclosure of payable to vendors as defined under the "Micro, Small and Medium Enterprise Development Act, 2006" is based on the information available with the Company regarding the status of registration of such vendors under the said Act, as per the intimation received from them on requests made by the Company.

## NOTE 19[A]: AGEING FOR TRADE PAYABLES OUTSTANDING

AS AT MARCH 31, 2022:

(in ₹)

| SR. NO.    | PARTICULARS                        | Outstanding for following periods from due date of payment# |                    |                  |                   | TOTAL               |
|------------|------------------------------------|---|--------------------|------------------|-------------------|---------------------|
|            |                                    | Less than 1 year  | 1-2 Years          | 2-3 Years        | More than 3 Years |                     |
| <b>I.</b>  | <b>Trade Payable for Goods:</b>    |   |                    |                  |                   |                     |
|            | MSME-Others                        | 11,11,57,892  | 17,83,456          | -                | -                 | 11,29,41,348        |
|            | MSME-Disputed                      | -   | -                  | -                | -                 | -                   |
|            | Other than MSME-Others             | 30,85,76,556  | 1,00,95,975        | -                | -                 | 31,86,72,531        |
|            | Other than MSME-Disputed           | -   | -                  | -                | -                 | -                   |
| <b>II.</b> | <b>Trade Payable for Expenses:</b> |   |                    |                  |                   |                     |
|            | MSME-Others                        | 4,14,06,073   | 25,138             | -                | -                 | 4,14,31,211         |
|            | MSME-Disputed                      | -   | -                  | -                | -                 | -                   |
|            | Other than MSME-Others             | 20,49,67,098  | 44,27,984          | 24,51,808        | 89,80,274         | 22,08,27,164        |
|            | Other than MSME-Disputed           | -   | -                  | -                | -                 | -                   |
|            | <b>TOTAL ... ..</b>                | <b>66,61,07,619</b>   | <b>1,63,32,553</b> | <b>24,51,808</b> | <b>89,80,274</b>  | <b>69,38,72,254</b> |

AS AT MARCH 31, 2021:

(in ₹)

| SR. NO.    | PARTICULARS                        | Outstanding for following periods from due date of payment# |                    |                  |                   | TOTAL               |
|------------|------------------------------------|---|--------------------|------------------|-------------------|---------------------|
|            |                                    | Less than 1 year  | 1-2 Years          | 2-3 Years        | More than 3 Years |                     |
| <b>I.</b>  | <b>Trade Payable for Goods:</b>    |   |                    |                  |                   |                     |
|            | MSME-Others                        | 4,00,93,586   | -                  | -                | -                 | 4,00,93,586         |
|            | MSME-Disputed                      | -   | -                  | -                | -                 | -                   |
|            | Other than MSME-Others             | 37,55,90,975  | 76,02,303          | -                | -                 | 38,31,93,278        |
|            | Other than MSME-Disputed           | -   | -                  | -                | -                 | -                   |
| <b>II.</b> | <b>Trade Payable for Expenses:</b> |   |                    |                  |                   |                     |
|            | MSME-Others                        | 1,87,03,625   | 2,55,008           | 5,22,562         | -                 | 1,94,81,195         |
|            | MSME-Disputed                      | -   | -                  | -                | -                 | -                   |
|            | Other than MSME-Others             | 23,81,66,756  | 39,95,247          | 76,76,296        | 11,60,980         | 25,09,99,279        |
|            | Other than MSME-Disputed           | -   | -                  | -                | -                 | -                   |
|            | <b>TOTAL ... ..</b>                | <b>67,25,54,942</b>   | <b>1,18,52,558</b> | <b>81,98,858</b> | <b>11,60,980</b>  | <b>69,37,67,338</b> |

# From the Date of bill accounted in the books of account.

## NOTE NO. 20 : CURRENT FINANCIAL LIABILITIES: OTHERS

(in ₹)

| SR. NO.  | PARTICULARS                              | AS AT 31-Mar-22 |                  | AS AT 31-Mar-21 |                    |
|----------|--|-----------------|------------------|-----------------|--------------------|
| <b>I</b> | Sundry Creditors for Capital Expenditure |                 |                  |                 |                    |
|          | -Micro & Small Enterprises               |                 | -                | 33,984          |                    |
|          | -Others                                  | 93,09,054       |                  | 4,93,17,105     |                    |
|          |  |                 | 93,09,054        |                 | 4,93,51,089        |
|          | <b>TOTAL .....</b>                       |                 | <b>93,09,054</b> |                 | <b>4,93,51,089</b> |

## NOTE NO. 21 : OTHER CURRENT LIABILITIES

(in ₹)

| SR. NO. | PARTICULARS                                    | AS AT 31-Mar-22 |                    | AS AT 31-Mar-21 |                  |
|---------|--|-----------------|--------------------|-----------------|------------------|
| I       | Advances from Customers/Sundry Credit Balances |                 | 23,53,724          |                 | 19,08,580        |
| II      | Rent Deposit                                   |                 | 17,000             |                 | 62,000           |
| III     | Other Payables-Statutory Liabilities           |                 |                    |                 |                  |
|         | Provident Fund                                 | 5,38,899        |                    | 5,24,557        |                  |
|         | ESIC   | 4,953           |                    | 2,960           |                  |
|         | Unpaid Bonus                                   | 5,64,094        |                    | 5,86,161        |                  |
|         | Professional Tax                               | 58,840          |                    | 53,340          |                  |
|         | T.D.S./T.C.S. Payable                          | 19,14,598       |                    | 31,31,576       |                  |
|         | GST Payable                                    | 45,86,499       |                    | -               |                  |
|         |  |                 | 76,67,883          |                 | 42,98,594        |
|         | <b>TOTAL .....</b>                             |                 | <b>1,00,38,607</b> |                 | <b>62,69,174</b> |

## NOTE NO. 22 : CURRENT TAX LIABILITIES [NET]

(in ₹)

| SR. NO. | PARTICULARS                        | AS AT 31-Mar-22 |                    | AS AT 31-Mar-21 |                    |
|---------|------------------------------------|-----------------|--------------------|-----------------|--------------------|
| I       | Current Income Tax Liabilities     |                 |                    |                 |                    |
|         | Provision for Current Year         |                 | 3,35,81,000        |                 | 3,22,35,000        |
|         | Provision for Income Tax-OCI Items |                 | (1,56,127)         |                 | (2,01,468)         |
|         | Less: MAT Credit Utilised          |                 | (89,23,737)        |                 | (40,68,456)        |
|         | Less: Advance Tax Paid             |                 | (20,00,000)        |                 | -                  |
|         | Less: TDS/TCS Receivable           |                 | (49,89,863)        |                 | (12,56,036)        |
|         | <b>TOTAL .....</b>                 |                 | <b>1,75,11,273</b> |                 | <b>2,67,09,041</b> |

## NOTE NO. 23 : REVENUE FROM OPERATIONS

(in ₹)

| SR. NO.   | PARTICULARS                      | FOR THE YEAR ENDED 31-Mar-22 |                       | FOR THE YEAR ENDED 31-Mar-21 |                       |
|-----------|----------------------------------|------------------------------|-----------------------|------------------------------|-----------------------|
| <b>A.</b> | <b>SALE OF PRODUCTS</b>          |                              |                       |                              |                       |
|           | Sales                            | 5,63,45,56,014               |                       | 4,83,33,62,566               |                       |
|           | Insurance on Sales (Net)         | 30,96,603                    |                       | 27,24,308                    |                       |
|           | Less: Rate Difference on Sales   | (6,07,51,702)                |                       | (6,37,82,760)                |                       |
|           | Less: GST on Sales               | (56,10,24,005)               |                       | (43,49,56,660)               |                       |
|           |                                  |                              | 5,01,58,76,909        |                              | 4,33,73,47,454        |
| -         | <b>Details of Sales Of Goods</b> |                              |                       |                              |                       |
|           | <b>Class of Goods</b>            |                              |                       |                              |                       |
|           | Multi Layer Kraft Paper          | 5,01,58,76,909               |                       | 4,33,73,47,454               |                       |
| <b>B.</b> | <b>OTHER OPERATING INCOME</b>    |                              |                       |                              |                       |
|           | Duty Draw Back Income            |                              | 2,02,21,803           |                              | 81,20,818             |
|           | Export Incentive (DEPB)          |                              | 97,09,693             |                              | 63,72,997             |
| <b>C.</b> | <b>Subsidy Income (GST)</b>      |                              | 8,25,25,000           |                              | -                     |
|           | <b>TOTAL .....</b>               |                              | <b>5,12,83,33,405</b> |                              | <b>4,35,18,41,269</b> |

## NOTE NO. 24 : OTHER INCOME

(in ₹)

| SR. NO.  | PARTICULARS   | FOR THE YEAR ENDED<br>31-Mar-22 |                    | FOR THE YEAR ENDED<br>31-Mar-21 |                    |
|----------|---|---------------------------------|--------------------|---------------------------------|--------------------|
| <b>1</b> | <b>INTEREST INCOME</b>                                      |                                 |                    |                                 |                    |
|          | <b>From Current Investments/Deposits</b>                    |                                 |                    |                                 |                    |
|          | Interest on Fixed Deposits With Banks                       | 30,71,743                       |                    | 42,36,596                       |                    |
|          | Interest on Loans & Advances                                | 86,92,854                       |                    | 80,24,791                       |                    |
|          |   |                                 | 1,17,64,597        |                                 | 1,22,61,387        |
| <b>2</b> | <b>Other Non-Operating Income (Net of Related Expenses)</b> |                                 |                    |                                 |                    |
|          | Rent Income From Investment Property                        | 3,72,000                        |                    | 1,24,001                        |                    |
|          | Foreign Exchange Fluctuations (Net)                         | -                               |                    | 99,61,370                       |                    |
|          | Sundry Credit/Debit Balances Written Off/Back (Net)         | 30,16,389                       |                    | -                               |                    |
|          | Provision for Doubtful Debts Written Back                   | 54,420                          |                    | -                               |                    |
|          | Other Miscellaneous Income                                  | 15,245                          |                    | 9,096                           |                    |
|          | Kasar/Discount  | 2,42,376                        |                    | 46,184                          |                    |
|          |   |                                 | <b>37,00,429</b>   |                                 | <b>1,01,40,651</b> |
| 3        | Net Gain On Investments(Measured at FVTPL)                  |                                 | 10,75,317          |                                 | 16,09,731          |
| 4        | Reversal of Impairment of Investments in Subsidiary         |                                 | -                  |                                 | 74,98,644          |
|          | <b>TOTAL .....</b>  |                                 | <b>1,65,40,343</b> |                                 | <b>3,15,10,413</b> |

## NOTE NO. 25 : COST OF MATERIALS CONSUMED

(in ₹)

| SR. NO.    | PARTICULARS   | FOR THE YEAR ENDED<br>31-Mar-22 |                       | FOR THE YEAR ENDED<br>31-Mar-21 |                       |
|------------|---|---------------------------------|-----------------------|---------------------------------|-----------------------|
| <b>I.</b>  | <b>RAW MATERIALS CONSUMED:</b>                          |                                 |                       |                                 |                       |
| <b>A.</b>  | <b>WASTE PAPER</b>                                      |                                 |                       |                                 |                       |
|            | Opening Stock   | 23,61,33,424                    |                       | 24,43,21,838                    |                       |
|            | Add : Purchases (Net of Tax Credit )                    | 3,15,81,36,830                  |                       | 2,22,80,27,320                  |                       |
|            | Add:Freight, Custom Duty, Clearing & Forwarding Charges | 27,61,30,320                    |                       | 32,81,15,088                    |                       |
|            |   | <b>3,67,04,00,574</b>           |                       | <b>2,80,04,64,246</b>           |                       |
|            | Less: Rate /Quality Rate Difference on Raw Materials    | (8,55,59,663)                   |                       | (3,76,01,652)                   |                       |
|            | Less: Quality Claim                                     | -                               |                       | (16,87,947)                     |                       |
|            | Less: Quantity Discount                                 | (97,07,938)                     |                       | -                               |                       |
|            | Add : Loss of Materials                                 | 7,63,634                        |                       | 18,58,937                       |                       |
|            | Less : Closing Stocks                                   | (22,68,21,281)                  |                       | (23,61,33,424)                  |                       |
|            |   |                                 | <b>3,34,90,75,325</b> |                                 | <b>2,52,69,00,159</b> |
| <b>B.</b>  | <b>OTHER RAW MATERIALS-CHEMICALS</b>                    |                                 |                       |                                 |                       |
|            | Opening Stock   | 90,97,050                       |                       | 2,20,43,888                     |                       |
|            | Add : Purchases (Net of Tax Credit )                    | 25,89,04,094                    |                       | 20,89,56,312                    |                       |
|            | Add: Freight & Other Purchase Charges                   | 11,80,156                       |                       | 38,63,013                       |                       |
|            | Add/Less:Quality Rate Difference on Raw Materials       | (35,75,480)                     |                       | (18,35,186)                     |                       |
|            | Less: Sales of Raw Materials                            | (11,06,949)                     |                       | (19,89,640)                     |                       |
|            |   | 26,44,98,871                    |                       | 23,10,38,386                    |                       |
|            | Less : Closing Stock                                    | (1,86,43,328)                   |                       | (90,97,050)                     |                       |
|            |   |                                 | <b>24,58,55,544</b>   |                                 | <b>22,19,41,336</b>   |
| <b>II.</b> | <b>Details of Raw Materials Consumed</b>                |                                 |                       |                                 |                       |
|            | Class of Raw Materials                                  |                                 |                       |                                 |                       |
|            | Indian Waste Paper                                      | 53,60,27,137                    |                       | 27,14,46,131                    |                       |
|            | Imported Waste Paper                                    | 2,81,30,48,188                  |                       | 2,25,54,54,028                  |                       |
|            | Indian Chemicals  | 24,05,63,707                    |                       | 22,19,41,336                    |                       |
|            | Imported Chemicals                                      | 52,91,837                       |                       | -                               |                       |
|            |   | <b>3,59,49,30,869</b>           |                       | <b>2,74,88,41,496</b>           |                       |



| III. | Details of Imported & Indigenous Materials |                |                       |                |                       |
|------|--|----------------|-----------------------|----------------|-----------------------|
|      |  | AMOUNT [RS.]   | %                     | AMOUNT [RS.]   | %                     |
|      | Imported                                   | 2,81,83,40,025 | 78.40%                | 2,25,54,54,028 | 82.05%                |
|      | Indigenous                                 | 77,65,90,844   | 21.60%                | 49,33,87,468   | 17.95%                |
|      | <b>TOTAL .....</b>                         |                | <b>3,59,49,30,869</b> |                | <b>2,74,88,41,496</b> |

### NOTE NO. 26 : CHANGES IN INVENTORIES OF FINISHED GOODS AND WORK IN PROCESS

(in ₹)

| Sr. No. | PARTICULARS                   | FOR THE YEAR ENDED<br>31-Mar-22 |                  | FOR THE YEAR ENDED<br>31-Mar-21 |                 |
|---------|-------------------------------|---------------------------------|------------------|---------------------------------|-----------------|
|         | OPENING INVENTORIES           |                                 |                  |                                 |                 |
|         | - Finished Goods              | 11,75,78,793                    |                  | 11,76,56,525                    |                 |
|         | - Work-in-Process             | 40,01,103                       |                  | 48,21,401                       |                 |
|         |                               |                                 | 12,15,79,895     |                                 | 12,24,77,926    |
| 2       | LESS:                         |                                 |                  |                                 |                 |
|         | CLOSING INVENTORIES           |                                 |                  |                                 |                 |
|         | - Finished Goods              | (11,60,31,671)                  |                  | (11,75,78,793)                  |                 |
|         | - Work-in-Process             | (35,16,806)                     |                  | (40,01,103)                     |                 |
|         |                               |                                 | (11,95,48,477)   |                                 | (12,15,79,895)  |
|         | <b>CHANGES IN INVENTORIES</b> |                                 | <b>20,31,419</b> |                                 | <b>8,98,031</b> |

### NOTE NO. 27 : EMPLOYEE BENEFIT EXPENSES

(in ₹)

| Sr. No. | PARTICULARS   | FOR THE YEAR ENDED<br>31-Mar-22 |                     | FOR THE YEAR ENDED<br>31-Mar-21 |                     |
|---------|---|---------------------------------|---------------------|---------------------------------|---------------------|
| 1       | Salaries, Wages & Labour Charges                    |                                 |                     |                                 |                     |
|         | -To Directors-Remuneration                          | 49,77,294                       |                     | 31,71,000                       |                     |
|         | -To Directors-Sitting Fees                          | 2,40,000                        |                     | 2,95,000                        |                     |
|         | -To Others-Plant                                    | 12,48,33,254                    |                     | 13,67,12,163                    |                     |
|         | -To Others-Administrative/Office Staff              | 1,44,78,648                     |                     | 1,32,03,281                     |                     |
|         |   |                                 | 14,45,29,196        |                                 | 15,33,81,444        |
| 2       | Company Contribution to Provident Fund & ESIC       |                                 | 30,15,322           |                                 | 30,99,355           |
| 3       | Bonus/Gratuity & Exgratia                           |                                 | 11,79,639           |                                 | 10,29,399           |
| 4       | Employee Leave Encashment & Leave Travel Allowances |                                 | 9,56,269            |                                 | 5,44,056            |
| 5       | Employee Gratuity                                   |                                 | 14,68,813           |                                 | 11,96,213           |
| 6       | Staff Welfare Expenses (Net)                        |                                 | 36,95,983           |                                 | 37,01,107           |
| 7       | Security Charges                                    |                                 | 23,63,004           |                                 | 22,19,867           |
|         | <b>TOTAL .....</b>                                  |                                 | <b>15,72,08,226</b> |                                 | <b>16,51,71,441</b> |

### NOTE NO. 28 : FINANCE COST

(in ₹)

| Sr. No. | PARTICULARS                    | FOR THE YEAR ENDED<br>31-Mar-22 |                    | FOR THE YEAR ENDED<br>31-Mar-21 |                    |
|---------|--------------------------------|---------------------------------|--------------------|---------------------------------|--------------------|
| 1       | Bank & Other Financial Charges |                                 | 2,14,52,420        |                                 | 2,08,03,335        |
| 2       | Interest                       |                                 |                    |                                 |                    |
|         | On Term Loans                  | 77,16,916                       |                    | 1,75,88,472                     |                    |
|         | On Working Capital Facilities  | 5,16,76,114                     |                    | 5,05,39,876                     | 12,24,77,926       |
|         | On Unsecured Loans             | -                               |                    | 61,250                          |                    |
|         | On Vehicle Loans               | -                               |                    | 44,235                          |                    |
|         | To Others                      | 36,56,890                       |                    | 83,69,700                       |                    |
|         |                                |                                 | 6,30,49,919        |                                 | 7,66,03,533        |
|         | <b>TOTAL .....</b>             |                                 | <b>8,45,02,340</b> |                                 | <b>9,74,06,868</b> |

## NOTE NO. 29 : DEPRECIATION AND AMORTISATION EXPENSES

(in ₹)

| SR. NO. | PARTICULARS                                  | FOR THE YEAR ENDED 31-Mar-22 |                    | FOR THE YEAR ENDED 31-Mar-21 |                    |
|---------|--|------------------------------|--------------------|------------------------------|--------------------|
| 1       | Depreciation on Property, Plant & Equipments |                              | 6,03,93,463        |                              | 5,99,95,750        |
| 2       | Depreciation on Investment Properties        |                              | 39,761             |                              | 39,761             |
| 3       | Amortisation of Intangible Assets            |                              | 5,44,152           |                              | 3,98,651           |
|         | <b>TOTAL .....</b>                           |                              | <b>6,09,77,376</b> |                              | <b>6,04,34,162</b> |

## NOTE NO. 30 : OTHER EXPENSES

(in ₹)

| SR. NO.    | PARTICULARS                                       | FOR THE YEAR ENDED 31-Mar-22 |                       | FOR THE YEAR ENDED 31-Mar-21 |                     |
|------------|---|------------------------------|-----------------------|------------------------------|---------------------|
| <b>I.</b>  | <b>MANUFACTURING EXPENSES</b>                     |                              |                       |                              |                     |
| 1          | Stores & Spares And Packing Materials Consumed:   |                              |                       |                              |                     |
|            | Stores & Spares                                   | 4,43,48,071                  |                       | 7,12,86,350                  |                     |
|            | Packing Materials                                 | 4,45,40,731                  |                       | 4,04,18,692                  |                     |
|            |   |                              | <b>8,88,88,802</b>    |                              | <b>11,17,05,042</b> |
| 2          | Power, Fuel & Utilities :                         |                              |                       |                              |                     |
|            | Electricity Charges                               | 23,46,85,151                 |                       | 24,10,24,622                 |                     |
|            | Fuel Consumed                                     | 37,43,47,715                 |                       | 32,50,86,084                 |                     |
|            | Water Charges                                     | 17,97,161                    |                       | 7,75,294                     |                     |
|            |   |                              | <b>61,08,30,027</b>   |                              | <b>56,68,86,000</b> |
| 3          | REPAIRS & MAINTENANCE:                            |                              |                       |                              |                     |
|            | To Machineries                                    | 4,15,49,734                  |                       | 5,51,58,658                  |                     |
|            | To Buildings                                      | 22,04,411                    |                       | 1,05,77,818                  |                     |
|            | To Others   | 10,42,573                    |                       | 20,03,094                    |                     |
|            |   |                              | <b>4,47,96,719</b>    |                              | <b>6,77,39,570</b>  |
| 4          | Machinery Hire Charges                            |                              | 89,14,998             |                              | 82,51,413           |
| 5          | Jobwork Charges                                   |                              | 24,75,08,839          |                              | 24,47,80,913        |
| 6          | Other Manufacturing Expenses                      |                              | 1,21,185              |                              | 6,24,798            |
|            |   |                              | <b>1,00,10,60,570</b> |                              | <b>99,99,87,736</b> |
| <b>II.</b> | <b>ADMINISTRATIVE, SELLING AND OTHER EXPENSES</b> |                              |                       |                              |                     |
| 1          | Postage & Telephone/Communications                |                              | 15,92,419             |                              | 15,37,225           |
| 2          | Stationery & Printing                             |                              | 5,73,835              |                              | 15,34,303           |
| 3          | Travelling, Conveyance & Vehical Expenses         |                              |                       |                              |                     |
|            | Travelling & Conveyance                           | 14,93,430                    |                       | 6,24,667                     |                     |
|            | Vehicle Expenses (Including Repairs & Fuel)       | 30,46,159                    |                       | 36,41,188                    |                     |
|            |   |                              | <b>45,39,589</b>      |                              | <b>42,65,856</b>    |
| 4          | Legal & Professional Charges                      |                              | 1,22,11,072           |                              | 1,36,92,141         |
| 5          | Rent, Rates & Taxes                               |                              | 17,13,651             |                              | 4,65,565            |
| 6          | Auditor's Remuneration                            |                              |                       |                              |                     |
|            | Statutory Audit Fees                              | 1,60,000                     |                       | 1,60,000                     |                     |
|            | Tax Audit Fees                                    | 40,000                       |                       | 40,000                       |                     |
|            |   |                              | <b>2,00,000</b>       |                              | <b>2,00,000</b>     |
| 7          | Insurance   |                              | 62,06,586             |                              | 38,15,176           |

(in ₹)

| SR. NO. | PARTICULARS                           | FOR THE YEAR ENDED 31-Mar-22 |                       | FOR THE YEAR ENDED 31-Mar-21 |                       |
|---------|---------------------------------------|------------------------------|-----------------------|------------------------------|-----------------------|
|         |                                       |                              |                       |                              |                       |
| 8       | Selling & Distribution Expenses       |                              |                       |                              |                       |
|         | Sales Promotion Expenses              | 3,00,000                     |                       | 12,40,134                    |                       |
|         | Advertisement Expenses                | 2,63,960                     |                       | 1,81,880                     |                       |
|         | Commission on Sales                   | 93,00,272                    |                       | 1,81,24,925                  |                       |
|         | Rebate & Discount                     | 63,32,374                    |                       | 65,06,376                    |                       |
|         | Quality Complaints                    | 16,85,672                    |                       | 1,95,43,081                  |                       |
|         | Freight & Cartage on Sales            | 3,98,04,489                  |                       | 7,53,85,527                  |                       |
|         |                                       |                              | 5,76,86,767           |                              | 12,09,81,922          |
| 9       | Expenditure Towards CSR/Donations     |                              | 47,71,900             |                              | 53,35,450             |
| 10      | Loss On Foreign Exchange Fluctuations |                              | 1,00,95,996           |                              | -                     |
| 11      | Bad Debts Written Off                 |                              | -                     |                              | 14,65,029             |
| 12      | Provision For Doubtful Debts          |                              | -                     |                              | 63,80,712             |
| 13      | Loss On Sale of Fixed Assets          |                              | 28,69,689             |                              | 12,91,770             |
| 14      | Other Expenses                        |                              | 24,13,437             |                              | 22,47,872             |
|         | <b>TOTAL .....</b>                    |                              | <b>1,10,59,35,510</b> |                              | <b>1,16,32,00,758</b> |

**NOTE NO. 31 : CONTINGENET LIABILITIES**

(in ₹)

| SR. NO. | PARTICULARS  | AS AT 31-Mar-22 |                     | AS AT 31-Mar-21 |                     |
|---------|--|-----------------|---------------------|-----------------|---------------------|
|         |  |                 |                     |                 |                     |
| I.      | CENVAT Disallowed - The Matter Pending for Re-adjudication with the Office of C.C.E. & S.T.  |                 | 26,43,260           |                 | 26,43,260           |
| II.     | Penalty On CENVAT Disallowed-The Matter Pending for Re-adjudication with the Office of C.C.E. & S.T.   |                 | 26,43,260           |                 | 26,43,260           |
| III.    | Bank Guarantee to PGVCL As Security Deposit for Electricity Supply   |                 | 3,32,16,574         |                 | 3,32,16,574         |
| IV.     | Bank Guarantee to GPCB For Compliance of Consent Conditions  |                 | 6,50,000            |                 | 6,50,000            |
| V.      | Corporate Guarantee to Canara Bank, Mehsana for Working Capital Loan and Term Loan Availed by Subsidiary Balaram Papers Private Limited  |                 | 14,95,00,000        |                 | 14,95,00,000        |
| VI.     | Excise/Service Tax Liability-Audit Objection-RCM Liability on Ocean Freight -Office of the Commissioner of Central Goods and Service Tax, Audit Commissionerate, Rajkot dated 30.01.2019 |                 | 30,59,267           |                 | 30,59,267           |
|         | <b>TOTAL .....</b>   |                 | <b>19,17,12,361</b> |                 | <b>19,17,12,361</b> |

## NOTE NO. 32 : OTHER NOTES

(in ₹)

### a) Earnings Per Share (EPS):

The Basic and Diluted Earnings Per Share (EPS) has been computed on the basis of total comprehensive income for the year attributable to equity holders divided by the weighted average number of shares outstanding during the year.

| PARTICULARS                                 |           | FOR THE YEAR ENDED<br>31-Mar-22 |                    | FOR THE YEAR ENDED<br>31-Mar-21 |                    |
|---|-----------|---------------------------------|--------------------|---------------------------------|--------------------|
| Net Profit After Tax for the period         | (A)       |                                 | 8,78,26,295        |                                 | 9,64,01,365        |
| Weighted Average Number of Shares           | (B)       |                                 |                    |                                 |                    |
| Opening Balance of Share Outstanding        |           | 4,65,00,000                     |                    | 4,65,00,000                     |                    |
| No. of Days for which Shares Outstanding    |           | 365                             |                    | 365                             |                    |
| <b>Total No. of Weighted Average Shares</b> |           |                                 | <b>4,65,00,000</b> |                                 | <b>4,65,00,000</b> |
| Basic and Diluted Earnings per Share        | (C) (A/B) |                                 | 1.89               |                                 | 2.07               |

### b) Related Party Disclosures:

The Related Party Disclosures in compliance with Ind AS-24 "Related Party Disclosures"

#### A. List of Related Parties

(in ₹)

| Sr. No. | Name of the Related Party  | Nature of Relationship  | Transactions Entered During The Year (Yes/No) |
|---------|--|---|---|
| i.      | Balaram Papers Private Limited                                       | Wholly Owned Subsidiary   | Yes   |
| ii.     | Asian Granito India Limited  | Company In Which Director Is Director (Mr. Kanubhai B. Patel resigned as director with effect from 19th August, 2021) | No  |
| iii.    | Krupal Trading Co.   | Firm in which relatives of Key Management Personnel Are Partners  | Yes   |
| iv.     | Shreerangam Packaging Private Limited                                | Company In Which Director Is Director   | No  |
| v.      | Beaim International Private Limited                                  | Company In Which Son of Director Is Director  | No  |
| vi.     | Krishna Builders   | Firm in which Key Management Personnel Is Partner   | No  |
| vii.    | Specific Ceramics Limited  | Company In Which Director Is Director   | No  |
| viii.   | Jyoti Industries   | Firm in which relatives of Key Management Personnel Are Partners  | Yes   |
| ix.     | Sarathi Agrotech   | Firm in which relatives of Director Are Partners  | No  |
| x.      | Shreeji Industries   | Firm in which relatives of Key Management Personnel Are Partners  | No  |
| xi.     | Pokar Agrotech Private Limited                                       | Company In Which Director Is Director   | No  |
| xii.    | Mr. Kirit G. Patel   | Key Management Personnel- Chairman & Managing Director  | Yes   |
| xiii.   | Mr. Ramakant K. Patel  | Executive Director  | Yes   |
| xiv.    | Mr. Karshanbhai H. Patel   | Executive Director  | No  |
| xv.     | Mr. Kanubhai B. Patel  | Executive Director (Resigned with effect from 19th August, 2021)  | No  |
| xvi.    | Mr. Vashishath P. Raval (Resigned with effect from 11th April, 2022) | CFO   | Yes   |

(in ₹)

| Sr. No. | Name of the Related Party                                     | Nature of Relationship  | Transactions Entered During The Year (Yes/No) |
|---------|---|---|---|
| xvii.   | Mr. Amit Mundra (Appointed with effect from 11th April, 2022) | CFO   | No  |
| xviii.  | Mr. Uttam N. Patel  | Company Secretary   | Yes   |
| xix.    | Mr. Mitul K. Patel  | Son of Key Management Personnel   | Yes   |
| xx.     | Mr. Rohit K. Patel  | Son of Director   | Yes   |
| xxi.    | Mr. Dhiren Parikh   | Non-Executive Director*   | No  |
| xxii.   | Mr. Yogesh Patel  | Non-Executive Director*   | No  |
| xxiii.  | Mr. Sudhir Maheshwari   | Non-Executive Director*   | No  |
| xxiv.   | Ms. Chaitali Parikh   | Non-Executive Director* (Resigned with effect from 22nd February, 2022) | No  |

\* Independent Directors

### B. Transaction with Related Parties

(in ₹)

| Nature of Transaction   | Name of the Party              | 2021—22         | 2020-21         |
|---|--------------------------------|-----------------|-----------------|
| <b>Corporate Guarantee</b>  | Balaram Papers Private Limited | 14,95,00,000    | 14,95,00,000    |
| Corporate Guarantee to Canara Bank, Mehsana for Working Capital Loan and Term Loan Availed by Subsidiary Company.                             |                                |                 |                 |
| <b>Salary Paid</b>  | Mr. Mitul K. Patel             | 17,41,636       | 13,00,000       |
|   | Mr. Rohit K. Patel             | 6,06,000        | 6,03,000        |
| <b>Purchase of Raw Materials/Goods/Stores/Chemicals/Property, Plant &amp; Equipment Items</b>   | Balaram Papers Private Limited | 11,48,514       | 27,47,399       |
|   | Krupal Trading Co.             | 44,74,546       | 2,84,59,624     |
|   | Jyoti Industries               | 22,87,33,332    | 11,70,25,226    |
| <b>Job-work Charges Paid</b>  | Balaram Papers Private Limited | 29,20,60,488    | 28,88,41,477    |
| <b>Sales of Goods (Net)</b>   | Asian Granito India Limited    | NIL             | 88,32,691       |
| <b>Interest Received</b>  | Balaram Papers Private Limited | 86,92,854       | 80,24,791       |
| <b>Sale of Stores Items, Raw Materials, Property, Plant &amp; Equipment Items</b>   | Balaram Papers Private Limited | 74,31,812       | 26,20,070       |
| <b>Director/Key Managerial Personnel /CFO/ Company Secretary Remuneration</b>   | Mr. Kirit G. Patel             | 38,00,000       | 24,00,000       |
|   | Mr. Ramakantbhai K. Patel      | 11,77,294       | 6,00,000        |
|   | Mr. Vashishath P. Raval        | 5,83,265        | NIL             |
|   | Mr. Uttam N. Patel             | 8,75,944        | 7,18,988        |
| <b>Outstanding Balances as at the year end-Purchase of Goods/Capital Goods/Job Work Charges Paid</b>  | Krupal Trading Co.             | NIL             | 52,25,633 Cr.   |
|   | Balaram Papers Private Limited | 2,48,49,768 Cr. | 4,37,51,896 Cr. |
|   | Jyoti Industries               | 8,76,56,357 Cr. | 2,57,01,386 Cr. |
| <b>Outstanding Balances as at the year end-Sale of Goods</b>  | Asian Granito India Limited    | NIL             | 20,92,814 Dr.   |
| <b>Outstanding Balances as at the year end-Director/Key Managerial Personnel /CFO/ Company Secretary Remuneration/Salary to Related Party</b> | Mr. Ramakant K. Patel-Salary   | 79,050 Cr.      | 49,800 Cr.      |
|   | Mr. Ramakant K. Patel-Rent     | 30,000 Cr.      | 90,000 Cr.      |
|   | Mr. Kiritbhai G. Patel         | 2,79,800 Cr.    | NIL             |
|   | Mr. Vashishath P. Raval        | 51,135 Cr.      | NIL             |
|   | Mr. Uttam N. Patel             | 69,722 Cr.      | 55,802 Cr.      |
|   | Mr. Rohit K. Patel             | 50,300 Cr.      | 50,300 Cr.      |

| Nature of Transaction  | Name of the Party              | 2021—22          | 2020-21         |
|--|--------------------------------|------------------|-----------------|
| <b>Outstanding Balances as at the year end-Loans Given</b>               | Balaram Papers Private Limited | 10,44,10,840 Dr. | 9,65,87,271 Dr. |
| <b>Outstanding Balances as at the year end-Investment Made</b>           | Balaram Papers Private Limited | 4,03,50,000 Dr.  | 4,03,50,000 Dr. |
| <b>Outstanding Balances as at the year end-Corporate Guarantee Given</b> | Balaram Papers Private Limited | 14,95,00,000     | 14,95,00,000    |

**c. Debtors of Sale of Goods**

The company has initiated legal proceedings/taken actions for recovery against the doubtful debtors amounting to Rs. 63,26,292/- (Previous Year Rs. 63,80,712/-). In respect of debts of Rs. 63,26,292/-, though the company has initiated legal proceedings/taken actions for the recovery, the company had made provision for doubtful debts against that in the books of account pending outcome of the litigation in respect of each of the debtor.

**d. Disputed Government Liabilities:**

**1. Disputed Central Excise Liabilities:**

The Central Excise Department had disallowed CENVAT credit of Rs. 26,43,260/- on capital goods in respect of which the company had preferred an appeal before the Assistant Commissioner of Central Excise, Surendranagar. The Assistant Commissioner vide his order dated 25th January, 2017 has confirmed the disallowance of CENVAT Credit of Rs. 26,43,260/-. The company has reversed the CENVAT Credit of Rs. 26,43,260/- in the books on 01/06/2016 which has been shown as Pre-deposit of Excise as "Short Term Loans & Advances" in the financial statements. Further, Assistant Commissioner had ordered charging of interest as per the Central Excise Law and imposed penalty of Rs. 26,43,260/-. Being not legally in agreement with the order, the company had preferred an appeal before Commissioner of Appeals, Central Excise, Rajkot on 27th March, 2017 who had rejected the appeal of the company and upheld the order. Against the order of Commissioner of Appeals, Central Excise, Rajkot, the company had preferred appeal before the CESTAT, West Zone Bench, Ahmedabad. The CESTAT vide its order dated 20.08.2018 has remanded back the matter to the office of C.C.E. & S.T. for re-adjudication. The matter was pending before the office of C.C.E. & S.T. for re-adjudication as at the end of the financial year.

**2. RCM Liability on Ocean Freight**

In the course of audit by the Office of the Commissioner of Central Goods and Service Tax, Audit Commissionerate, Rajkot dated 30th January, 2019, it had raised audit objections regarding non-payment of RCM on Ocean Freight amounting to Rs. 30,59,267/- and requested the company to provide suitable explanations/clarifications in case of disagreement by the company. The company did not concur with the audit objections raised by the office of Commissioner of Central Goods and Service Tax, Audit Commissionerate, Rajkot since the similar matter in cases of other parties were going on for adjudication at the jurisdictional Hon'able High Court of Gujarat. However, upto the date of authorization of Financial Statements for issue by the Board of Directors i.e. 11th June, 2022, the company has paid Rs. 30,59,267/- under protest. There has been no further proceeding in the matter subsequent to the date of initial report upto the date of authorization of Financial Statements for issue by the Board of Directors i.e. 11th June, 2022.

**e. Defined Contribution Benefit Plans-Gratuity:**

The position of Defined Benefit Plans in respect of Gratuity as per Ind AS-19 recognised in the Balance Sheet, Statement of Profit & Loss and Other Comprehensive Income is as under:

| Sr. No.   | Particulars  | 2021—22            | 2020-21            |
|-----------|--|--------------------|--------------------|
| <b>A.</b> | <b>Changes in Present Value of Projected Benefit Obligation</b>                    |                    |                    |
| 1.        | Opening Balance of Present Value of Obligation                                     | 64,86,314          | 47,30,332          |
| 2.        | Interest Cost  | 3,93,071           | 2,95,173           |
| 3.        | Current Service Cost   | 11,91,940          | 10,12,083          |
| 4.        | Past Service Cost  | -                  | -                  |
| 5.        | Liability Transferred In/ Acquisitions   | -                  | -                  |
| 6.        | (Liability Transferred Out/ Divestments)   | -                  | -                  |
| 7.        | (Gains)/ Losses on Curtailment   | -                  | -                  |
| 8.        | Liabilities Extinguished on Settlement   | -                  | -                  |
| 9.        | Benefit Paid Directly by the Employer  | (8,08,428)         | (2,70,000)         |
| 10.       | Benefit Paid From the Fund   | -                  | -                  |
| 11.       | The Effect Of Changes in Foreign Exchange Rates                                    | -                  | -                  |
| 12.       | Actuarial (Gains)/Losses on Obligations - Due to Change in Demographic Assumptions | (98)               | -                  |
| 13.       | Actuarial (Gains)/Losses on Obligations - Due to Change in Financial Assumptions   | (1,32,970)         | 57,289             |
| 14.       | Actuarial (Gains)/Losses on Obligations - Due to Experience                        | 6,84,339           | 6,61,437           |
| 15.       | <b>Closing Balance of Present Value of Obligation</b>                              | <b>78,14,168</b>   | <b>64,86,314</b>   |
| <b>B.</b> | <b>Changes in Fair Value of Plan Assets</b>  |                    |                    |
| 1.        | Fair Value of Plan Assets at the Beginning of the Period                           | 19,17,454          | 17,79,539          |
| 2.        | Interest Income  | 1,16,198           | 1,11,043           |
| 3.        | Contributions by The Employer  | -                  | -                  |
| 4.        | Expected Contributions by the Employees  | -                  | -                  |
| 5.        | Assets Transferred In/Acquisitions   | -                  | -                  |
| 6.        | Assets Transferred Out/ Divestments  | -                  | -                  |
| 7.        | Benefit Paid from the Fund   | -                  | -                  |
| 8.        | Assets Distributed on Settlements  | -                  | -                  |
| 9.        | Effects of Asset Ceiling   | -                  | -                  |
| 10.       | The Effect Of Changes In Foreign Exchange Rates                                    | -                  | -                  |
| 11.       | Actuarial Gains/(Losses) on Plan Assets - Due to Experience                        | -                  | -                  |
| 12.       | Return on Plan Assets, Excluding Interest Income                                   | 15,120             | 26,872             |
| 13.       | <b>Fair Value of Plan Assets at the End of the Period</b>                          | <b>20,48,772</b>   | <b>19,17,454</b>   |
| <b>C.</b> | <b>Amount Recognized in the Balance Sheet</b>                                      |                    |                    |
| 1.        | Present Value of Benefit Obligation at the end of the Period                       | (45,68,860)        | (29,50,793)        |
| 2.        | Fair Value of Plan Assets at the end of the Period                                 | 20,48,772          | 19,17,454          |
| 3.        | Funded Status (Surplus/ (Deficit))   | (57,65,396)        | (45,68,860)        |
| 4.        | <b>Net (Liability)/Asset Recognized in the Balance Sheet</b>                       | <b>(57,65,396)</b> | <b>(45,68,860)</b> |
| <b>D.</b> | <b>Net Interest Cost for Current Period</b>  |                    |                    |
| 1.        | Present Value of Benefit Obligation at the Beginning of the Period                 | 64,86,314          | 47,30,332          |
| 2.        | Fair Value of Plan Assets at the Beginning of the Period                           | (19,17,454)        | (17,79,539)        |
| 3.        | Net Liability/(Asset) at the Beginning   | 45,68,860          | 29,50,793          |
| 4.        | Interest Cost  | 3,93,071           | 2,95,173           |
| 5.        | Interest Income  | (1,16,198)         | (1,11,043)         |
| 6.        | <b>Net Interest Cost for Current Period</b>  | <b>2,76,873</b>    | <b>1,84,130</b>    |

|           |   |                  | (in ₹)           |  |
|-----------|---|------------------|------------------|--|
| Sr. No.   | Particulars   | 2021—22          | 2020-21          |  |
| <b>E.</b> | <b>Expenses Recognized in the Statement of Profit or Loss for Current Period</b>      |                  |                  |  |
| 1.        | Current Service Cost  | 11,91,940        | 10,12,083        |  |
| 2.        | Net Interest Cost   | 2,76,873         | 1,84,130         |  |
| 3.        | Past Service Cost   | -                | -                |  |
| 4.        | Expected Contributions by the Employees   | -                | -                |  |
| 5.        | (Gains)/Losses on Curtailments And Settlements  | -                | -                |  |
| 6.        | Net Effect of Changes in Foreign Exchange Rates                                       | -                | -                |  |
| 7.        | <b>Expenses Recognized</b>  | <b>14,68,813</b> | <b>11,96,213</b> |  |
| <b>F.</b> | <b>Expenses Recognized in the Other Comprehensive Income (OCI) for Current Period</b> |                  |                  |  |
| 1.        | Actuarial (Gains)/Losses on Obligation For the Period                                 | 5,51,271         | 7,18,726         |  |
| 2.        | Actuarial (Gains)/Losses on Plan Asset For the Period                                 | -                | -                |  |
| 3.        | Return on Plan Assets, Excluding Interest Income                                      | (15,120)         | (26,872)         |  |
| 4.        | Change in Asset Ceiling   | -                | -                |  |
| 5.        | <b>Net (Income)/Expense For the Period Recognized in OCI</b>                          | <b>5,36,151</b>  | <b>6,91,854</b>  |  |
| <b>G.</b> | <b>Balance Sheet Reconciliation</b>   |                  |                  |  |
| 1.        | Opening Net Liability   | 45,68,860        | 29,50,793        |  |
| 2.        | Expenses Recognized in Statement of Profit or Loss                                    | 14,68,813        | 11,96,213        |  |
| 3.        | Expenses Recognized in OCI  | 5,36,151         | 6,91,854         |  |
| 4.        | Net Liability/(Asset) Transfer In   | -                | -                |  |
| 5.        | Net (Liability)/Asset Transfer Out  | -                | -                |  |
| 6.        | Benefit Paid Directly by the Employer   | (8,08,428)       | (2,70,000)       |  |
| 7.        | Others  | -                | -                |  |
| 8.        | Employer's Contribution   | -                | -                |  |
| 9.        | <b>Net Liability/(Asset) Recognized in the Balance Sheet</b>                          | <b>57,65,396</b> | <b>45,68,860</b> |  |
| <b>H.</b> | <b>Category of Assets</b>   |                  |                  |  |
| 1.        | Government of India Assets  | -                | -                |  |
| 2.        | State Government Securities   | -                | -                |  |
| 3.        | Special Deposits Scheme   | -                | -                |  |
| 4.        | Debt Instruments  | -                | -                |  |
| 5.        | Corporate Bonds   | -                | -                |  |
| 6.        | Cash And Cash Equivalents   | -                | -                |  |
| 7.        | Insurance fund  | 20,48,772        | 19,17,454        |  |
| 8.        | Asset-Backed Securities   | -                | -                |  |
| 9.        | Structured Debt   | -                | -                |  |
| 10.       | Others  | -                | -                |  |
|           | <b>TOTAL .... ....</b>  | <b>20,48,772</b> | <b>19,17,454</b> |  |
| <b>I.</b> | <b>Other Details</b>  |                  |                  |  |
| 1.        | No of Active Members (Nos.)   | 281              | 287              |  |
| 2.        | Per Month Salary For Active Members (Rs.)   | 33,57,567        | 31,29,629        |  |
| 3.        | Weighted Average Duration of the Projected Benefit Obligation                         | 6                | 6                |  |
| 4.        | Average Expected Future Service   | 5                | 5                |  |
| 5.        | Defined Benefit Obligation (DBO)-Total (Rs.)  | 78,14,168        | 64,86,314        |  |
| 6.        | Defined Benefit Obligation (DBO)-Due But Not Paid (Rs.)                               | -                | -                |  |



|           |   |  |  |
|-----------|---|--|--|
| 7.        | Expected Contribution For Next Year (12 Months) (Rs.) | 33,57,567                                | 31,29,629                                |
| <b>J.</b> | <b>Principal Actuarial Assumptions</b>                |  |  |
| 1.        | Expected Return on Plan Assets                        | 6.41%                                    | 6.06%                                    |
| 2.        | Rate Of Discounting (%)                               | 6.41%                                    | 6.06%                                    |
| 3.        | Rate Of Increase In Salaries                          | 6.00%                                    | 6.00%                                    |
| 4.        | Rate of Employee Turnover                             | 15.00%                                   | 15.00%                                   |
| 5.        | Mortality Rate During Employment                      | Indian Assured Lives Mortality (2006-08) | Indian Assured Lives Mortality (2006-08) |
| 6.        | Mortality Rate After Employment                       | N.A.                                     | N.A.                                     |

## f. Financial Instruments and Related Disclosures:

### Financial Risk Management:

The company activities are exposed various financial risks: credit risk, liquidity risk and foreign exchange fluctuation risk. The Company's primary focus is to foresee the unpredictability of financial markets and seek to minimize potential adverse effects on its financial performance.

#### I. Credit Risk:

##### Trade Receivables:

Credit risk refers to the risk of default on its obligation by the counterparty resulting in a financial loss to the Company. The maximum exposure to the credit risk as at the reporting date is primarily from trade receivables. Trade receivables are unsecured and are derived from revenue earned from customers from sale of goods. Trade receivables generally are impaired after three years when recoverability is considered doubtful based on general trend. The Company considers that trade receivables stated in the financial statements are not impaired and past due for each reporting dates under review are of good credit quality subject to outcome of the litigations where the company has initiated legal proceedings for recovery.

##### Other Financial Assets:

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

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

#### II. Liquidity Risk:

The company's principal sources of liquidity are from Short Term Bank Borrowings, Cash and Cash Equivalents and Cash generated from operations.

The Short- term liquidity requirements consist mainly of Trade Payables, Expense Payables, Employee Dues, Servicing of Interest on Short -Term and Long -Term Borrowings and payment of instalments of term loans and vehicle loans and other payments arising during the normal course of business.

#### III. Foreign Exchange Rate Risk:

The Company undertakes transactions denominated in foreign currency mainly for purchase of raw materials and sale of goods which are subject to the risk of exchange rate fluctuations. Financial assets and liabilities denominated in foreign currency are also subject to reinstatement risks. Hedging is regularly carried out to mitigate the risks of exchange rate fluctuations.

**g. Corporate Social Responsibility Expenditure:**

**i. Details of Corporate Social Responsibility Expenditure:**

(in ₹)

| Sr. No. | Particulars   | 2021—22   | 2020-21    |
|---------|---|-----------|------------|
| 1.      | Amount required to be spent during the year   | 47,31,615 | 50,02,713  |
| 2.      | Opening Surplus balance if any  | 1,56,037  | --         |
| 3.      | Amount of expenditure incurred on CSR during the year   | 46,70,800 | 51,58,750  |
| 4.      | Shortfall/(Surplus) at the end of the year  | (95,223)  | (1,56,037) |
| 5.      | Total of previous years shortfall   | --        | --         |
| 6.      | Reason for Shortfall  | NA        | NA         |
| 7.      | Detail of Related Party transactions in relation to CSR expenditure as per relevant Accounting Standard | --        | --         |

**ii. The company had incurred following expenditures in terms of section 135 of the Companies Act, 2013 on Corporate Social Responsibility:**

(in ₹)

| Sr. No.           | Particulars  | Amount of Expenditure For The Year Ended 31st March, 2022 | Amount of Expenditure For The Year Ended 31st March, 2021 |
|-------------------|--|---|---|
| i                 | Contribution to Brahmarshi Gyan Savrdhak Trust                       | 11,00,000   | NIL   |
| ii                | Contribution to Karmaputra Charitable Trust                          | 10,00,000   | NIL   |
| iii               | Contribution to Motiba Memorial Seva Samaj Trust                     | 7,50,000  | NIL   |
| iv                | Contribution to Prayas Organisation For Sustainable Development      | 7,50,000  | NIL   |
| v                 | Contribution to Raginiben Bipinchandra Sevakarya Trust               | 10,00,000   | NIL   |
| vi                | Tree Plantation  | 70,800  | NIL   |
| vii               | Contribution to Aadhar Foundation                                    | NIL   | 15,00,000   |
| viii              | Contribution to Late Smt. Pravinaben Navnitlal Shah Charitable Trust | NIL   | 22,00,000   |
| ix                | Contribution to Akshay Patra   | NIL   | 1,00,000  |
| x                 | Contribution to Swacch Bharat Abhiyan Mission                        | NIL   | 50,000  |
| xi                | Contribution to National Clean Ganga Mission                         | NIL   | 50,000  |
| xii               | Contribution to High on Life   | NIL   | 7,50,000  |
| xiii              | Contribution to Institute of Companies Secretaries of India          | NIL   | 1,00,000  |
| xiv               | Contribution to Vishv Umiya Foundation                               | NIL   | 1,00,000  |
| xv                | Contribution to Blind People Association                             | NIL   | 1,00,000  |
| xvi               | Contribution to Gram Seva Trust                                      | NIL   | 50,000  |
| xvii              | Contribution to Dardionu Rahat Fund                                  | NIL   | 50,000  |
| xviii             | Contribution to Aवाल Foundation                                      | NIL   | 50,000  |
| xix               | Contribution to Indian Rental Foundation                             | NIL   | 50,000  |
| xx.               | Contribution to Manav Seva Charitable Trust for Bird Feeder          | NIL   | 8,750   |
| <b>TOTAL ....</b> |  | <b>46,70,800</b>  | <b>51,58,750</b>  |

#### h. Disclosure under Regulation 34(3) & Schedule V of the SEBI (LODR) Regulations, 2015:

Amount of Loans and Advances in nature of loans outstanding from subsidiaries as at March 31, 2022:

(in ₹)

| Sr. No. | Particulars                    | Amount Outstanding As At 31st March, 2022 | Maximum Outstanding Balance (Including Interest, if any) during the year |
|---------|--------------------------------|---|--|
| 1.      | Balaram Papers Private Limited | Rs. 10,44,10,840                          | Rs. 10,44,10,840   |

#### i. Reconciliation Total Comprehensive Income For The Year Ended 31st March, 2021 for effects of Prior Period Errors and Omissions:

(in ₹)

| Sr. No. | Particulars  | Amount (Rs.) | Amount (Rs.)       |
|---------|--|--------------|--------------------|
| i.      | Total Comprehensive As Reported in the Audited Financial Statements for the Year Ended 31st March, 2021      |              | 9,69,82,021        |
| ii.     | Less: Effect of Prior Period Errors and Omissions  |              |                    |
|         | Transportation Charges on Raw Materials Purchase   | 38,575       |                    |
|         | Clearing & Forwarding Charges  | 1,59,155     |                    |
|         | Cargo Handling Charges   | 23,984       |                    |
|         | Legal & Professional Fees  | 1,10,714     |                    |
|         | Detention Charges  | 72,000       |                    |
|         | Staff Welfare  | 5,662        |                    |
|         | Stores Purchase  | 12,916       |                    |
|         | Internet Expenses  | 7,611        |                    |
|         | Telephone Expenses   | 8,606        |                    |
|         | Travelling Expenses  | 5,196        |                    |
|         | Repairs & Maintenance  | 5,696        |                    |
|         | Employee Incentive   | 1,30,541     |                    |
|         | <b>TOTAL .... [ii]</b>   |              | <b>5,80,656</b>    |
| iii.    | Total Comprehensive For the Period Ended 31st March, 2021 After Effects of Prior Period Errors and Omissions |              | <b>9,64,01,365</b> |

j. In the opinion of the Board of Directors, Current Assets & Loans and Advances have a value on realisation in the ordinary course of business equal to the amount at which they are stated in the balance sheet. In the opinion of the Board of Directors, claims receivable against property/goods are realizable as per the terms of the agreement and/or other applicable relevant factors and have been stated in the financial statements at the value which is most probably expected to be realized.

k. The company has obtained balance confirmation from some of the parties for Sundry Creditors, Sundry Debtors and parties to whom loans/advance have been granted. All other balances of debtors and creditors and loans and advances are subject to confirmation and subsequent reconciliation, if any.

#### l. Expenses in foreign currency:

CIF Value of Imports:

Raw Materials ₹ 2,61,44,51,450/- (Previous Year ₹ 1,95,07,71,845/-)

Foreign Travelling:

₹ 7,57,318/- (Previous Year ₹ NIL /-)

Income in Foreign Currency:

FOB Value of Exports:

₹ 39,77,57,172/- (Previous Year ₹ 57,06,14,608/-)

### m. Income Tax Search Proceedings and Delay in Holding Meeting of Board of Directors:

The Board of Directors had called meeting on 28th May, 2022 to approve audited financial statements for the financial year 2021-22. However, on 26th May, 2022 and Income Tax search was carried out at the registered office of the company which continued upto 29th May, 2022. On account of this unavoidable circumstances, the Board Meeting had been postponed to 11th June, 2022 after obtaining necessary approvals from SEBI.

The Income Tax Authorities have seized certain documents relating to the company during the course of search. The post-search proceedings were just initiated upto the date of approval of financial statements for the financial year 2021-22 and hence liability of any nature has neither been envisaged by the management of the company nor determined by the Income Tax Authorities. Based on the legal consultations and the documents seized and proceedings carried out during the course of search, in the opinion of the management of the company it is more likely that the company may not be required to pay any liability towards income tax on completion of the applicable income tax proceedings and hence no provision of income tax liability could either be determined or made or disclosed.

### n. Disclosure of Financial Ratios:

(in ₹)

| Sr. No. | Particulars                              | Numerator                           | Denominator              | As At/For The Year Ended |            | % Change Compared to Last Year |
|---------|--|-------------------------------------|--------------------------|--------------------------|------------|--------------------------------|
|         |  |                                     |                          | 31/03/2022               | 31/03/2021 |                                |
| i       | Current Ratio (times)                    | Current Assets                      | Current Liabilities      | 1.31                     | 1.31       | --                             |
| ii      | Debt-Equity Ratio (times)                | Total Debt                          | Total Equity             | 0.72                     | 0.68       | 6.84%                          |
| iii     | Debt Service Coverage Ratio (times) @    | Earnings available for debt Service | Debt Service             | 0.37                     | 0.54       | (32.03%)                       |
| iv      | Return on Equity Ratio (%)               | Profit for the year                 | Average Total Equity     | 4.95%                    | 5.73%      | (13.61%)                       |
| v       | Inventory Turnover Ratio (times)         | COGS                                | Average Inventory        | 10.48                    | 8.48       | 23.57%                         |
| vi      | Trade Receivables Turnover Ratio (times) | Revenue from Operations             | Average Trade Receivable | 5.71                     | 5.05       | 12.94%                         |
| vii     | Trade Payables Turnover Ratio (times) \$ | Purchases during the year           | Average Trade Payables   | 9.31                     | 7.37       | 26.28%                         |
| viii    | Net Capital Turnover Ratio (times)       | Revenue from Operations             | Average Working Capital  | 11.42                    | 13.18      | (13.36%)                       |
| ix      | Net Profit Ratio (%)                     | Net Profit After Tax                | Revenue from Operations  | 1.75%                    | 2.22%      | (21.22%)                       |
| x       | Return on Capital Employed (%)           | EBIT                                | Capital Employed         | 6.75%                    | 8.03%      | (15.91%)                       |
| xi      | Return on Investments (%)                | Net Profit After Tax                | Average Total Equity     | 4.95%                    | 5.73%      | (13.61%)                       |

@ On Account of Increase in Short Term Borrowings and Marginal Decline in Operating Profit during the year.

\$ Lower Trade Payable Outstanding compared to purchases made on account of payment through short term bank borrowings.

### o. Subsidy Income:

The company had made an application for grant of subsidy to Industrial Commissionerate, Gandhinagar for grant of subsidy under the Scheme for Incentive to Industries in the form of reimbursement of Net VAT-Gujarat/Net GST-Gujarat based on gross investments in fixed assets and subject of compliance of the conditions as specified for eligibility of the

grant of subsidy. The company has been issued Provisional Eligibility Certificates under Scheme for Incentive to Industries by the Industrial Commissionerate, Gandhinagar during the year. Based on the consideration of such Provisional Eligibility Certificates and on the basis of consideration of compliance of terms and conditions of grant of subsidy and possibility of further compliance as may be required, the company has accounted an amount of Rs. 8,25,25,000/- as subsidy income for the year as an operational income and has classified the same as income from operations in the financial statements.

**p. Relationship with Struck off Companies:**

The company did not have any transaction with companies struck off under section 248 of the Companies Act, 2013 or section 560 of Companies Act, 1956, during the current year and in the previous year.

**q) The Financial Statements were authorised for issue by the Board of Directors on 11th June, 2022.**

r) The previous year's figures have been reworked, regrouped and reclassified wherever necessary so as to make them comparable with those of the current year.

The Paises are rounded up to the nearest of rupee. The figures wherever shown in bracket represent deductions.

The accompanying notes 1 to 32 are an integral part of the Financial Statements.

AS PER OUR REPORT OF EVEN DATE ATTACHED

FOR, S.N. SHAH & ASSOCIATES,  
CHARTERED ACCOUNTANTS,

FRN: 109782W

**S.N. SHAH**

PARTNER  
M. NO. :035181

PLACE: AHMEDABAD  
DATE: 11TH JUNE, 2022

FOR AND ON BEHALF OF THE BOARD  
**ASTRON PAPER & BOARD MILL LIMITED**

**KIRIT G. PATEL**

MANAGING DIRECTOR  
DIN: 03353684

**RAMAKANT K. PATEL**

DIRECTOR  
DIN: 00233423

**AMIT MUNDRA**

CHIEF FINANCIAL OFFICER

**UTTAM N. PATEL**

COMPANY SECRETARY

PLACE: AHMEDABAD  
DATE: 11TH JUNE, 2022

# INDEPENDENT AUDITOR'S REPORT

To the Members of

**ASTRON PAPER & BOARD MILL LIMITED**

**REPORT ON THE CONSOLIDATED FINANCIAL STATEMENTS:**

## OPINION

We have audited the consolidated financial statements of ASTRON PAPER & BOARD MILL LIMITED (herein after referred to as "the Holding Company") and its subsidiary (the Holding Company and its Subsidiary together hereinafter referred to as "the Group"), which comprise the Consolidated Balance Sheet as at March 31, 2022, the Consolidated Statement of Profit and Loss (Including Other Comprehensive Income), the Consolidated Statement of Changes In Equity and the Consolidated Statement of Cash Flows for the year then ended and notes to the Consolidated financial statements, including a summary of significant accounting policies and other explanatory information (hereinafter referred to as "Consolidated Financial Statements").

In our opinion and to the best of our information and according to the explanations given to us and based on the consideration of audit report of the subsidiary company, the aforesaid consolidated financial statements give the information required by the Companies Act, 2013 ("Act") in the manner so required and give a true and fair view in conformity with the accounting principles generally accepted in India including Indian Accounting Standards ('Ind AS') specified under Section 133 of the Act, of the consolidated state of affairs of the Group as at March 31, 2022, and its consolidated profit and other comprehensive income, consolidated changes in equity and its consolidated cash flows for the year ended on that date.

## BASIS OF OPINION

We conducted our audit of the consolidated financial statements in accordance with the Standards on Auditing (SAs) specified under Section 143(10) of the Act. Our responsibilities under those SAs are further

described in the Auditor's Responsibilities for the Audit of the Consolidated Financial Statements section of our report. We are independent of the Group in accordance with the Code of Ethics issued by the Institute of Chartered Accountants of India together with the ethical requirements that are relevant to our audit of the consolidated financial statements under the provisions of the Act and the Rules thereunder, and we have fulfilled our other ethical responsibilities in accordance with these requirements and the Code of Ethics. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion on the consolidated financial statements.

## EMPHASIS OF MATTER:

We draw attention to the following matters in the Notes to the Financial Statements:

- I. Notes No. 33(d)(1) relating to the disputed CENVAT of Excise amounting to Rs. 26,43,260/- and appropriate interest as per Excise Law and Penalty of Rs. 26,43,260/-.
- II. Notes No. 33(d)(2) relating to RCM Liabilities on Ocean Freight Rs. 30,59,267/-.
- III. Note No. 33(n) relating to Revenue from Operations in the form of GST Subsidy Claim amounting to Rs. 8,25,00,000/-.
- IV. Non-provision for expected credit loss if any in respect of trade receivables outstanding for more than one year.
- V. Note No. 33(l) relating to income tax search carried out at the registered office of the company subsequent to the balance sheet date. [Refer to Note No. 32(l)]

Our opinion is not modified in respect of the above referred matters.

## KEY AUDIT MATTERS:

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

## Description of Key Audit Matters:

| The Key Audit Matter   | How the matter was addressed in our audit  |
|--|--|
| <b>1. Litigations and Claims (Refer to Note No. 32 &amp; 33(d))</b>  |  |
| <p>The Group operates in various States within India as well as export of goods which exposes the Group to a variety of different Laws and Regulations and implications and interpretations thereof. In such regulatory environment, the Group is subject to some legal and tax related claims which have been disclosed for in the consolidated financial statements based on the facts and circumstances of each case.</p> <p>Taxation and litigations have been identified as a key audit matter due to the status of legal proceedings, timescales involved for resolution and the potential financial impact of these on the financial statements. Further, such tax litigations involve significant management judgment in assessing the exposure of each case and thus a risk that such cases may not be adequately provided for or disclosed.</p>  | <ul style="list-style-type: none"> <li>• Gained an understanding of the process of identification of claims, litigations and contingent liabilities and identified key controls in the process. For selected controls we have performed tests of controls.</li> <li>• Obtained the summary of Group's legal and tax cases and critically assessed management's position through discussions with the Legal Counsel, appropriate senior management and operational management of the holding company, on both the probability of success in significant cases, and the magnitude of any potential loss.</li> <li>• Assessed management's estimate of the possible outcome of the litigations, the relevant disclosures made within the financial statements to address whether they appropriately reflect the facts and circumstances of the respective tax and legal exposures and the requirements of relevant accounting standards.</li> </ul> |
| <b>2. Claims Receivable on Imported Raw Materials:</b>   |  |
| <p>The Group imports raw materials i.e. waste paper and some of the chemicals which constituted major part of the total cost of raw materials consumed for the financial year 2021-22.</p> <p>In cases of quality differences, the Group files quality claims with the respective suppliers. After due verification process, the quality claims are allowed and paid by the respective supplier depending upon the quality differences. The amounts of claims filed and actual claims received varies depending upon the final quality assessment and its acceptance by the respective suppliers and the Group.</p> <p>In respect of claims filed but not accepted/approved by the suppliers and the Group as at the end of the financial year, the Group accounts for such claims at the estimated amount of claim likely to be realized based on the past trend and management estimate of the likely recoverability of claims. Such treatment involves significant management judgment in assessing the recoverability in each case and thus a risk that such claims may not be adequately accounted for.</p> | <ul style="list-style-type: none"> <li>• Gained an understanding of the process of identification of claims, identified key controls in the process and past trend of amounts at which claims were finally settled with the amount for which claims were filed. For selected controls we have performed tests of controls.</li> <li>• Assessed management's estimate of the amount of overall claims receivable as at the end of the financial year, the possibility of recoverability, assessed overall past trend of claims filed and amounts recovered and the requirements of relevant accounting standards.</li> </ul>  |

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

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

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

In connection with our audit of the consolidated financial statements, our responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the consolidated financial statements or our knowledge obtained in the audit or otherwise appears to be materially misstated. If, based on the work we have performed, we conclude that there is a material misstatement of this other information, we are required to report that fact. We have nothing to report in this regard.

## **MANAGEMENT'S RESPONSIBILITY FOR THE CONSOLIDATED FINANCIAL STATEMENTS:**

The Holding Company's Management and Board of Directors are responsible for the matters stated in section 134(5) of the Companies Act, 2013 ("the Act") with respect to the preparation and presentation of these consolidated financial statements that give a true and fair view of the consolidated financial position, consolidated financial performance including other comprehensive income, consolidated cash flows and consolidated changes in equity of the Group in accordance with the Indian Accounting Standards (Ind AS), accounting principles generally accepted in India, including the Indian Accounting Standards specified under Section 133 of the Act, read with the Companies (Indian Accounting Standard) Rules, 2015 as amended.

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

financial statements that give a true and fair view and are free from material misstatement, whether due to fraud or error.

In preparing the consolidated financial statements, the respective management and Board of Directors of the companies included in the Group are responsible for assessing each 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 of the respective company in the group either intends to liquidate the Company or to cease operations, or has no realistic alternative but to do so.

The respective Board of Directors of the companies included in the group is also responsible for overseeing each Company's financial reporting process.

## **AUDITOR'S RESPONSIBILITIES FOR THE AUDIT OF THE CONSOLIDATED FINANCIAL STATEMENTS:**

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

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

- Identify and assess the risks of material misstatement of the consolidated financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances. Under Section 143(3)(i) of the Act, we are also responsible



for expressing our opinion on whether the Holding Company and its subsidiary company have adequate internal financial controls with reference to financial statements in place and the operating effectiveness of such controls

- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by management.
- Conclude on the appropriateness of management's use of the going concern basis of accounting in the preparation of consolidated financial statements and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the appropriateness of this assumption. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the consolidated financial statements or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the Group (the Holding Company and its Subsidiary Company) to cease to continue as a going concern.
- Evaluate the overall presentation, structure and content of the consolidated financial statements, including the disclosures, and whether the consolidated financial statements represent the underlying transactions and events in a manner that achieves fair presentation.
- Obtain sufficient appropriate audit evidence regarding the financial information of such entities or business activities within the Group to express an opinion on the consolidated financial statements. We are responsible for the direction, supervision and performance of the audit of financial information of such entities.

We believe that the audit evidence obtained by us is sufficient and appropriate to provide a basis for our audit opinion on the consolidated financial statements.

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

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

#### **OTHER MATTERS:**

The consolidated financial statements include the financial information of a subsidiary whose financial information reflect total assets of Rs. 3,422.76 Lakhs as at March 31, 2022 and total revenue from operations Rs. 32.73 Lakhs for the year ended on that date, as considered in the consolidated financial statements. The financial information of the subsidiary has been audited by us.

Our opinion on the consolidated financial statements is not modified in respect of above matters.

#### **REPORT ON OTHER LEGAL AND REGULATORY REQUIREMENTS:**

1. As required by section 143(3) of the Act, based on our audit we report that:
  - a) We have sought and obtained all the information and explanations which to the best of our knowledge and belief were necessary for the purposes of our audit;
  - b) In our opinion proper books of account as required by law relating to preparation of the aforesaid consolidated financial statements have been kept so far as appears from our examination of those books;
  - c) The Consolidated Balance Sheet, Consolidated the Statement of Profit and Loss including Other Comprehensive Income, the Consolidated

Statement of Changes in Equity & the Consolidated Statement of Cash Flows dealt with by this Report are in agreement with the books of account for the purpose of preparation of the consolidated financial statements;

- d) In our opinion, aforesaid Consolidated Balance Sheet, the Consolidated Statement of Profit and Loss including Other Comprehensive Income, the Consolidated Statement of Changes in Equity & the Consolidated Statement of Cash Flows comply with the Indian Accounting Standards prescribed under section 133 of the Act;
- e) On the basis of written representations received from the directors of the Holding Company as on March 31, 2022, and taken on record by the Board of Directors of the Holding Company and report of statutory auditors of the subsidiary company, none of the directors of the Group Companies is disqualified as on March 31, 2022,

from being appointed as a director in terms of sub-section (2) of section 164 of Act;

- f) With respect to the adequacy of internal financial control over financial reporting of the Holding Company and its subsidiary company and the operating effectiveness of such controls, which is based on the auditor's report of the holding company and its subsidiary, refer to our separate report in Annexure-A;
- g) With respect to the other matters included in the Auditor's Report in accordance with Rule 11 of the Companies (Audit and Auditors) Rules, 2014, as amended, in our opinion and to the best of our information and according to the explanations given to us:
- i. The Group had the following litigations pending as at the end of the financial year which may impact its financial position on final disposal of the respective matters.

| Sr. No. | Name of The Party / Department   | Brief Facts of the Case  | Financial Impact |
|---------|--|--|------------------|
| 1.      | Star Papers  | Suit Filed under Section 138 of the Negotiable Instruments Act, 1881 For Recovery of Dues For Sales of Goods   | 33,58,877/-      |
| 2.      | Hi Tech Multi Forms  | Suit Filed under Section 138 of the Negotiable Instruments Act, 1881 For Recovery of Dues For Sales of Goods (Suit Continuing but amount written off in the books of account)      | 14,65,029/-      |
| 3.      | Shreeji Enterprise   | Suit Filed For Recovery Of Dues For Sales of Goods   | 21,67,194/-      |
| 4.      | Videocon Industries Limited  | Operational Creditor in NCLT Proceedings For Recovery Of Dues For Sales of Goods   | 8,00,221/-       |
| 5.      | Royal Sundaram General Insurance Company-Vehicle Claim                                     | Claim for Loss of Vehicle  | 5,88,750/-       |
| 6.      | C.C.E. & S.T.  | Disputed CENVAT Claim on Fixed Assets & Penalty Thereon (Company has reversed CENVAT credit of Rs. 26,43,260/- under protest) (CENVAT Rs. 26,43,260/- and Penalty Rs. 26,43,260/-) | 52,86,520/-      |
| 7.      | Office of the Commissioner of Central Goods and Service Tax, Audit Commissionerate, Rajkot | RCM Liability on Ocean Freight (Company has paid Rs. 30,59,267/- under protest)  | 30,59,267/-      |

ii. The Group did not have any long-term contracts including derivatives contracts for which there were any material foreseeable losses.

iii. As at 31st March, 2022 there were no amounts which were required to be transferred to the Investor Education and Protection Fund by the Holding Company and its Subsidiary

Company.

iv. Management Representation:

a. The respective Managements of the Holding Company and its subsidiary which are companies incorporated in India, whose financial statements have been audited under the Act, have represented to us that, to the best of

their knowledge and belief, no funds (which are material either individually or in the aggregate) have been advanced or loaned or invested (either from borrowed funds or share premium or any other sources or kind of funds) by the Holding Company or subsidiary to or in any other person(s) or entity(ies), including foreign entities ("Intermediaries"), with the understanding, whether recorded in writing or otherwise, that the Intermediary shall, directly or indirectly lend or invest in other persons or entities identified in any manner whatsoever by or on behalf of the Holding Company or subsidiary ("Ultimate Beneficiaries") or provide any guarantee, security or the like on behalf of the Ultimate Beneficiaries.

- b. The respective Managements of the Holding Company and its subsidiary which are companies incorporated in India, whose financial statements have been audited under the Act, have represented to us that, to the best of their knowledge and belief, no funds (which are material either individually or in the aggregate) have been received by the Holding Company or subsidiary company from any person(s) or entity(ies), including foreign entities ("Funding Parties"), with the understanding, whether recorded in writing or otherwise, that the Holding Company or subsidiary 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 Party ("Ultimate Beneficiaries") or provide any guarantee, security or the like on behalf of the Ultimate Beneficiaries.
- c. Based on the audit procedures that has been considered reasonable and

appropriate in the circumstances performed by us on the financial statements of the Holding Company and its subsidiary company, which are companies incorporated in India whose financial statements have been audited under the Act, nothing has come to our notice that has caused us to believe that the representations under sub-clause (i) and (ii) of Rule 11(e), as provided under (a) and (b) above, contain any material misstatement.

- v. The company has not declared or paid any dividend during the year.
2. With respect to the matter to be included in the Auditors' Report under Section 197(16) of the Act:
- In our opinion and according to the information and explanations given to us, the remuneration paid by the Holding Company to its directors during the current year is in accordance with the provisions of Section 197 of the Act. The remuneration paid to any director is not in excess of the limit laid down under Section 197 of the Act. The Ministry of Corporate Affairs has not prescribed other details under Section 197(16) of the Act which are required to be commented upon by us.
3. With respect to the matters specified in clause (xxi) of paragraph 3 and paragraph 4 of the Companies (Auditor's Report) Order, 2020 (the "Order") issued by the Central Government in terms of Section 143(11) of the Act, according to the information and explanations given to us, and based on the CARO reports issued by us and the auditors of the subsidiary company included in the consolidated financial statements to which reporting under CARO is applicable, as provided to us by the Management of the Holding Company, we report that there are no qualifications or adverse remarks by the respective auditors in the CARO reports of the said companies included in the consolidated financial statements.

**FOR AND ON BEHALF OF  
S. N. SHAH & ASSOCIATES,  
CHARTERED ACCOUNTANTS,  
FIRM REG. NO. 109782W**

**S. N. SHAH**

**PARTNER  
M. No. 035181**

**PLACE: AHMEDABAD  
DATED: 11TH JUNE, 2022  
UDIN: 22035181AKTHLZ1531**

# ANNEXURE-A

## TO THE INDEPENDENT AUDITOR'S REPORT

[REFERRED TO IN PARAGRAPH 1(f) UNDER "REPORT ON OTHER LEGAL AND REGULATORY REQUIREMENTS SECTION OF OUR REPORT OF EVEN DATE]

FINANCIAL YEAR ENDED 31ST MARCH 2022

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

In conjunction with our audit of the Consolidated Financial Statements **ASTRON PAPER & BOARD MILL LIMITED** (hereinafter referred to as "the Holding Company") as of and for the year ended March 31, 2022, we have audited the internal financial controls over financial reporting with reference to Consolidated Financial Statements of the Holding Company and its Subsidiary Company (**the Holding Company and its Subsidiary hereinafter referred to as "Group"**).

### Management's Responsibility for Internal Financial Controls

The management of the Holding Company and Subsidiary Company respectively is responsible for establishing and maintaining internal financial controls based on the internal control over financial reporting criteria established by the respective companies 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 each company's policies, the safeguarding of its assets, the prevention and detection of frauds and errors, the accuracy and completeness of the accounting records, and the timely preparation of reliable financial information, as required under the Companies Act, 2013.

### Auditors' Responsibility

Our responsibility is to express an opinion on the internal financial controls over financial reporting of

the Holding Company and its Subsidiary 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 Companies Act, 2013, to the extent applicable to an audit of internal financial controls. Those Standards and the Guidance Note require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether adequate internal financial controls over financial reporting was established and maintained and if such controls operated effectively in all material respects.

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

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

### Meaning of Internal Financial Controls over Financial Reporting

A company's internal financial control over financial reporting is a process designed to provide

reasonable assurance regarding the reliability of financial reporting and the preparation of financial statements for external purposes in accordance with generally accepted accounting principles. A company's internal financial control over financial reporting with reference to these consolidated 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 authorisations of management and directors of the company; and (3) provide reasonable assurance regarding prevention or timely detection of unauthorised acquisition, use, or disposition of the company's assets that could have a material effect on the financial statements.

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

Because of the inherent limitations of internal financial controls over financial reporting, including the possibility of collusion or improper management

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

#### **Opinion**

In our opinion and to the best of our information and according to the information and explanations given to us and based on the consideration of our report of the Holding Company and its Subsidiary Company, have in all material respects, an adequate internal financial controls system over financial reporting and such internal financial controls over financial reporting were commensurate with the nature of the business of the Group and operating effectively as at March 31, 2022, based on the internal control over financial reporting criteria established by the respective companies considering the essential components of internal control stated in the Guidance Note on Audit of Internal Financial Controls Over Financial Reporting issued by the Institute of Chartered Accountants of India.

**FOR AND ON BEHALF OF**  
**S. N. SHAH & ASSOCIATES,**  
CHARTERED ACCOUNTANTS,  
FIRM REG. NO. 109782W

**S. N. SHAH**

**PARTNER**

**M. No. 035181**

**PLACE: AHMEDABAD**

**DATED: 11TH JUNE, 2022**

**UDIN: 22035181AKTHLZ1531**

# CONSOLIDATED BALANCE SHEET

## AS AT 31ST MARCH, 2021

(in ₹)

| SR. NO.     | PARTICULARS   | NOTE NO. | AS AT 31ST MARCH, 2022 |                       | AS AT 31ST MARCH, 2021 |                       |
|-------------|---|----------|------------------------|-----------------------|------------------------|-----------------------|
|             |   |          | AMOUNT                 | AMOUNT                | AMOUNT                 | AMOUNT                |
| <b>A.</b>   | <b>ASSETS:</b>  |          |                        |                       |                        |                       |
| <b>I.</b>   | <b>NON-CURRENT ASSETS</b>   |          |                        |                       |                        |                       |
| 1.          | Property, Plant and Equipment                                       | 2        | 1,43,89,93,500         |                       | 1,48,49,01,942         |                       |
| 2.          | Capital Work-in-Progress  | 3        | 7,51,59,810            |                       | 6,78,96,641            |                       |
| 3.          | Investment Property   | 4        | 20,92,346              |                       | 21,32,107              |                       |
| 4.          | Intangible Assets   | 5        | 16,69,282              |                       | 21,19,841              |                       |
| 5.          | <b>FINANCIAL ASSETS</b>   |          |                        | <b>1,51,79,14,938</b> |                        | <b>1,55,70,50,531</b> |
|             | (i) Investments   | 6        | 1,81,44,803            |                       | 1,62,05,611            |                       |
|             | (ii) Loans & Advances   | 7        | 1,33,48,851            |                       | 1,65,83,354            |                       |
|             | (iii) Other Financial Assets  | 8        | 1,77,648               |                       | 1,33,648               |                       |
|             | <b>TOTAL .... [I]</b>   |          |                        | <b>3,16,71,301</b>    |                        | <b>3,29,22,613</b>    |
|             |   |          |                        | <b>1,54,95,86,239</b> |                        | <b>1,58,99,73,143</b> |
| <b>II.</b>  | <b>CURRENT ASSETS</b>   |          |                        |                       |                        |                       |
| <b>1.</b>   | <b>INVENTORIES</b>  | 9        | 49,83,08,215           |                       | 46,60,84,850           |                       |
| <b>2.</b>   | <b>FINANCIAL ASSETS</b>   |          |                        |                       |                        |                       |
|             | (i) Trade Receivables   | 10       | 98,52,50,998           |                       | 80,14,63,381           |                       |
|             | (ii) Cash & Cash Equivalents  | 11       | 8,93,11,690            |                       | 10,65,60,305           |                       |
|             | (iii) Loans & Advances  | 12       | 24,12,80,278           |                       | 11,19,97,443           |                       |
|             |   |          | <b>1,31,58,42,966</b>  |                       | <b>1,02,00,21,129</b>  |                       |
| <b>3.</b>   | <b>OTHER CURRENT ASSETS</b>   | 13       | 14,01,61,430           |                       | 15,53,42,886           |                       |
|             | <b>TOTAL .... [II]</b>  |          |                        | <b>1,95,43,12,611</b> |                        | <b>1,64,14,48,864</b> |
|             | <b>TOTAL ASSETS ....</b>  |          |                        | <b>3,50,38,98,850</b> |                        | <b>3,23,14,22,007</b> |
| <b>B.</b>   | <b>EQUITY AND LIABILITIES:</b>                                      |          |                        |                       |                        |                       |
| <b>I.</b>   | <b>EQUITY</b>   |          |                        |                       |                        |                       |
| 1.          | Equity Share Capital  | 14       | 46,50,00,000           |                       | 46,50,00,000           |                       |
| 2.          | Other Equity  |          | 1,37,33,96,392         |                       | 1,29,17,64,520         |                       |
|             | <b>TOTAL .... [I]</b>   |          |                        | <b>1,83,83,96,392</b> |                        | <b>1,75,67,64,520</b> |
| 3.          | Non Controlling Interest  | 15       |                        |                       | -                      |                       |
| <b>II.</b>  | <b>NON-CURRENT LIABILITIES</b>                                      |          |                        |                       |                        |                       |
| 1.          | <b>FINANCIAL LIABILITIES</b>  |          |                        |                       |                        |                       |
|             | (i) Borrowings  | 16       | 8,19,64,566            |                       | 13,45,47,562           |                       |
|             |   |          | <b>8,19,64,566</b>     |                       | <b>13,45,47,562</b>    |                       |
| 2.          | PROVISIONS  | 17       | 57,65,396              |                       | 45,68,860              |                       |
| 3.          | DEFERRED TAX LIABILITIES [NET]                                      | 18       | 10,98,24,728           |                       | 9,38,34,049            |                       |
|             | <b>TOTAL .... [II]</b>  |          |                        | <b>19,75,54,689</b>   |                        | <b>23,29,50,471</b>   |
| <b>III.</b> | <b>CURRENT LIABILITIES</b>  |          |                        |                       |                        |                       |
| 1.          | <b>FINANCIAL LIABILITIES</b>  |          |                        |                       |                        |                       |
|             | (i) Borrowings  | 19       | 68,26,60,682           |                       | 44,26,19,868           |                       |
|             | (ii) Trade Payables   | 20       |                        |                       |                        |                       |
|             | - Total Outstanding Dues of Micro Enterprises and Small Enterprises |          | 12,34,56,890           |                       | 7,58,39,206            |                       |
|             | - Total Outstanding Dues of Creditors Other Than Above              |          | 62,56,07,773           |                       | 62,73,31,286           |                       |
|             | (iii) Other Financial Liabilities                                   | 21       | 1,50,31,805            |                       | 6,03,67,893            |                       |
|             |   |          | <b>1,44,67,57,151</b>  |                       | <b>1,20,61,58,252</b>  |                       |
| 2.          | OTHER CURRENT LIABILITIES   | 22       | 1,14,08,740            |                       | 1,12,25,212            |                       |
| 3.          | CURRENT TAX LIABILITIES [NET]                                       | 23       | 97,81,878              |                       | 2,43,23,552            |                       |
|             | <b>TOTAL .... [III]</b>   |          |                        | <b>1,46,79,47,769</b> |                        | <b>1,24,17,07,017</b> |
|             | <b>INTER UNIT BALANCES</b>  |          |                        |                       |                        |                       |
|             | <b>TOTAL EQUITY AND LIABILITIES ....</b>                            |          |                        | <b>3,50,38,98,850</b> |                        | <b>3,23,14,22,007</b> |
| <b>C.</b>   | <b>SIGNIFICANT ACCOUNTING POLICIES</b>                              | 1        |                        |                       |                        |                       |
| <b>D.</b>   | <b>CONTINGENT LIABILITIES</b>                                       | 32       |                        |                       |                        |                       |
| <b>E.</b>   | <b>NOTES TO THE FINANCIAL STATEMENTS</b>                            | 33       |                        |                       |                        |                       |

The accompanying notes 1 to 33 are an integral part of the Financial Statements.  
AS PER OUR REPORT OF EVEN DATE ATTACHED

FOR, S.N. SHAH & ASSOCIATES,  
CHARTERED ACCOUNTANTS,

FRN: 109782W

**S.N. SHAH**  
PARTNER  
M. NO. :035181

PLACE: AHMEDABAD  
DATE: 11TH JUNE, 2022

FOR AND ON BEHALF OF THE BOARD  
**ASTRON PAPER & BOARD MILL LIMITED**  
**KIRIT G. PATEL**

MANAGING DIRECTOR  
DIN: 03353684

**RAMAKANT K. PATEL**

DIRECTOR  
DIN: 00233423

**AMIT MUNDRA**  
**UTTAM N. PATEL**

CHIEF FINANCIAL OFFICER  
COMPANY SECRETARY

PLACE: AHMEDABAD  
DATE: 11TH JUNE, 2022

# CONSOLIDATED STATEMENT OF PROFIT AND LOSS

For The Year Ended March 31, 2022

(in ₹)

| SR. NO.      | PARTICULARS   | NOTE NO. | FOR THE YEAR ENDED 31ST MARCH, 2022 |                       | FOR THE YEAR ENDED 31ST MARCH, 2021 |                       |
|--------------|---|----------|-------------------------------------|-----------------------|-------------------------------------|-----------------------|
|              |   |          | AMOUNT                              | AMOUNT                | AMOUNT                              | AMOUNT                |
| <b>I.</b>    | <b>INCOME:</b>  |          |                                     |                       |                                     |                       |
|              | Revenue From Operations   | 24       | 5,12,83,50,855                      |                       | 4,35,14,69,785                      |                       |
|              | Other Income  | 25       | 1,17,06,859                         |                       | 1,92,60,116                         |                       |
|              | <b>TOTAL INCOME ... ..</b>  |          |                                     | <b>5,14,00,57,715</b> |                                     | <b>4,37,07,29,901</b> |
| <b>II.</b>   | <b>EXPENSES</b>   |          |                                     |                       |                                     |                       |
|              | Cost of Raw Materials Consumed  | 26       | 3,64,02,09,467                      |                       | 2,78,69,40,412                      |                       |
|              | Changes in Inventories of Finished Goods & Work-in-Progress   | 27       | 20,31,419                           |                       | 8,98,031                            |                       |
|              | Employee Benefit Expense  | 28       | 18,91,16,246                        |                       | 19,35,13,675                        |                       |
|              | Finance Costs   | 29       | 9,66,05,965                         |                       | 11,26,76,722                        |                       |
|              | Depreciation and Amortisation Expense   | 30       | 6,99,57,434                         |                       | 6,92,08,724                         |                       |
|              | Other Expenses  | 31       | 1,01,78,85,178                      |                       | 1,05,24,42,239                      |                       |
|              | <b>TOTAL EXPENSES ... ..</b>  |          |                                     | <b>5,01,58,05,708</b> |                                     | <b>4,21,56,79,802</b> |
| <b>III.</b>  | <b>PROFIT BEFORE TAX [I-II]</b>   |          |                                     | <b>12,42,52,006</b>   |                                     | <b>15,50,50,098</b>   |
| <b>IV.</b>   | <b>TAX EXPENSES</b>   |          |                                     |                       |                                     |                       |
|              | Current Tax   |          | (2,57,81,000)                       |                       | (3,24,70,000)                       |                       |
|              | Deferred Tax  |          | (1,59,90,679)                       |                       | (2,04,35,508)                       |                       |
|              |   |          |                                     | <b>(4,17,71,679)</b>  |                                     | <b>(5,29,05,508)</b>  |
| <b>V.</b>    | <b>PROFIT (LOSS) AFTER TAX FOR THE YEAR [III-IV]</b>  |          |                                     | <b>8,24,80,328</b>    |                                     | <b>10,21,44,591</b>   |
| <b>VI.</b>   | <b>OTHER COMPREHENSIVE INCOME (OCI)</b>   |          |                                     |                       |                                     |                       |
|              | (A) (i) Items that will not be reclassified to Profit or Loss:  |          |                                     |                       |                                     |                       |
|              | - Remeasurements of the defined benefit plans   |          | (5,36,151)                          |                       | (6,91,854)                          |                       |
|              | - Effective portion of Gains/(Losses) on designated portion of hedging instruments in a cash flow hedge |          |                                     |                       |                                     |                       |
|              | (ii) Income tax relating to items that will not be reclassified to profit or loss                       |          | 1,56,127                            |                       | 2,01,468                            |                       |
|              |   |          | (3,80,024)                          |                       | (4,90,386)                          |                       |
|              | (B) (i) Items that will be reclassified to Profit or Loss:  |          |                                     |                       |                                     |                       |
|              | - Effective portion of Gains/(Losses) on designated portion of hedging instruments in a cash flow hedge |          | -                                   |                       | -                                   |                       |
|              | (ii) Income tax relating to items that will be reclassified to profit or loss                           |          | -                                   |                       | -                                   |                       |
| <b>VII.</b>  | <b>TOTAL OTHER COMPREHENSIVE INCOME (NET OF TAX) [A+B]</b>  |          |                                     | (3,80,024)            |                                     | (4,90,386)            |
| <b>VIII.</b> | <b>TOTAL COMPREHENSIVE INCOME (NET OF TAX) [V+VII]</b>  |          |                                     | 8,21,00,304           |                                     | 10,16,54,205          |
| <b>IX.</b>   | <b>EARNING PER EQUITY SHARE: (FACE VALUE OF RS. 10 EACH)</b>  |          |                                     |                       |                                     |                       |
|              | Basic   |          |                                     | 1.77                  |                                     | 2.19                  |
|              | Diluted   |          |                                     | 1.77                  |                                     | 2.19                  |

The accompanying notes 1 to 33 are an integral part of the Financial Statements.  
AS PER OUR REPORT OF EVEN DATE ATTACHED

FOR, S.N. SHAH & ASSOCIATES,  
CHARTERED ACCOUNTANTS,

FRN: 109782W

**S.N. SHAH**

PARTNER  
M. NO. :035181

PLACE: AHMEDABAD  
DATE: 11TH JUNE, 2022

FOR AND ON BEHALF OF THE BOARD  
**ASTRON PAPER & BOARD MILL LIMITED**

**KIRIT G. PATEL**

MANAGING DIRECTOR  
DIN: 03353684

**RAMAKANT K. PATEL**

DIRECTOR  
DIN: 00233423

**AMIT MUNDRA**

CHIEF FINANCIAL OFFICER

**UTTAM N. PATEL**

COMPANY SECRETARY

PLACE: AHMEDABAD  
DATE: 11TH JUNE, 2022

# CONSOLIDATED STATEMENT OF CASH FLOW

For The Year Ended March 31, 2022

(in ₹)

| SR. NO. | PARTICULARS  | FOR THE YEAR ENDED 31ST MARCH, 2022 |                      | FOR THE YEAR ENDED 31ST MARCH, 2021 |                       |
|---------|--|-------------------------------------|----------------------|-------------------------------------|-----------------------|
|         |  | AMOUNT                              | AMOUNT               | AMOUNT                              | AMOUNT                |
| I.      | <b>PROFIT BEFORE TAX</b>   |                                     | 12,42,52,006         |                                     | 15,50,50,098          |
|         | <b>ADJUSTMENTS FOR:</b>  |                                     |                      |                                     |                       |
|         | Depreciation and Amortization Expenses                                 | 6,99,57,434                         |                      | 6,92,08,723                         |                       |
|         | Interest Expenses  | 7,48,69,695                         |                      | 9,03,28,244                         |                       |
|         | Interest Income  | (36,50,410)                         |                      | (44,85,065)                         |                       |
|         | Rent Income  | (3,72,000)                          |                      | (1,24,001)                          |                       |
|         | (Gain)/Loss On Investments(FVTPL)                                      | (10,75,317)                         |                      | (16,09,731)                         |                       |
|         | Loss On Sale Of Property, Plant And Equipment                          | 28,69,689                           |                      | 12,91,770                           |                       |
|         | Prior Period Expenses  | (14,33,507)                         |                      | (2,07,755)                          |                       |
|         | Provision for Doubtful Debts   | -                                   |                      | 63,80,712                           |                       |
|         | Provision for Doubtful Debts Written Back                              | (54,420)                            |                      | -                                   |                       |
|         | Provision fo Grauity   | 14,68,813                           |                      | 11,96,213                           |                       |
|         |  |                                     | 14,25,79,977         |                                     | 16,19,79,110          |
|         | <b>OPERATING PROFIT BEFORE WORKING CAPITAL CHANGES</b>                 |                                     | <b>26,68,31,984</b>  |                                     | <b>31,70,29,208</b>   |
|         | <b>ADJUSTMENTS FOR CHANGES IN WORKING CAPITAL:</b>                     |                                     |                      |                                     |                       |
|         | Inventories  | (3,22,23,366)                       |                      | 2,90,55,262                         |                       |
|         | Trade Receivables  | (18,37,87,617)                      |                      | 14,45,84,798                        |                       |
|         | Non-Current Loans & Advances   | 32,34,503                           |                      | 99,61,651                           |                       |
|         | Current Loans & Advances   | (11,68,66,144)                      |                      | (8,72,39,777)                       |                       |
|         | Other Non Current Assets   | (44,000)                            |                      | -                                   |                       |
|         | Trade Payables   | 4,58,94,172                         |                      | (1,72,15,536)                       |                       |
|         | Other Current Liabilities  | (4,51,52,560)                       |                      | (63,76,855)                         |                       |
|         | Current Provisions   |                                     |                      |                                     |                       |
|         |  |                                     | (32,89,45,012)       |                                     | 7,27,69,544           |
|         | <b>CASH GENERATED FROM OPERATIONS</b>                                  |                                     | <b>(6,21,13,028)</b> |                                     | <b>38,97,98,754</b>   |
|         | Income Tax Paid (Net)  |                                     | (3,69,53,083)        |                                     | (4,12,74,623)         |
|         | <b>NET CASH FROM OPERATING ACTIVITIES</b>                              |                                     | <b>(9,90,66,111)</b> |                                     | <b>34,85,24,131</b>   |
| II.     | <b>CASHFLOW FROM INVESTING ACTIVITIES</b>                              |                                     |                      |                                     |                       |
|         | Purchase of Property, Plant and Equipment                              | (3,68,52,997)                       |                      | (11,20,93,246)                      |                       |
|         | Purchase of Intangible Assets  | (93,593)                            |                      | (11,17,359)                         |                       |
|         | Sale of Property, Plant and Equipment                                  | 30,17,428                           |                      | 2,25,000                            |                       |
|         | Purchase of Non-Current/Current Investments                            | (8,63,876)                          |                      | (50,28,466)                         |                       |
|         | Bank FDR With Maturity Of More Than Twelve Months                      | -                                   |                      | 6,33,62,359                         |                       |
|         | Rent Received  | 3,72,000                            |                      | 1,24,001                            |                       |
|         | Interest Received  | 36,50,410                           |                      | 44,85,065                           |                       |
|         | <b>NET CASH USED IN INVESTING ACTIVITIES</b>                           |                                     | <b>(3,07,70,628)</b> |                                     | <b>(5,00,42,646)</b>  |
| III.    | <b>CASHFLOW FROM FINANCING ACTIVITIES</b>                              |                                     |                      |                                     |                       |
|         | Proceeds/(Repayment) Of Non-Current Borrowings                         | (7,31,93,110)                       |                      | 2,01,95,277                         |                       |
|         | Proceeds/(Repayment) Of Current Borrowings                             | 26,06,50,928                        |                      | (17,25,66,593)                      |                       |
|         | Interest Paid  | (7,48,69,695)                       |                      | (9,03,28,244)                       |                       |
|         | <b>NET CASH FROM/(USED) FINANCING ACTIVITIES</b>                       |                                     | <b>11,25,88,123</b>  |                                     | <b>(24,26,99,560)</b> |
|         | <b>NET INCREASE/(DECREASE) IN CASH AND CASH EQUIVALENTS [I+II+III]</b> |                                     | <b>(1,72,48,615)</b> |                                     | <b>5,57,81,925</b>    |
|         | <b>CASH AND CASH EQUIVALENTS AS AT THE BEGINNING OF THE YEAR</b>       |                                     | <b>10,65,60,306</b>  |                                     | <b>5,07,78,381</b>    |
|         | <b>CASH AND CASH EQUIVALENTS AS AT THE END OF THE YEAR</b>             |                                     | <b>8,93,11,690</b>   |                                     | <b>10,65,60,306</b>   |
|         | [REFER TO NOTE NO. 1(q)]   |                                     |                      |                                     |                       |

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

The accompanying notes 1 to 33 are an integral part of the Financial Statements.  
AS PER OUR REPORT OF EVEN DATE ATTACHED

FOR, S.N. SHAH & ASSOCIATES,  
CHARTERED ACCOUNTANTS,

FRN: 109782W

**S.N. SHAH**

PARTNER  
M. NO. :035181

PLACE: AHMEDABAD  
DATE: 11TH JUNE, 2022

FOR AND ON BEHALF OF THE BOARD  
**ASTRON PAPER & BOARD MILL LIMITED**

**KIRIT G. PATEL**

MANAGING DIRECTOR  
DIN: 03353684

**RAMAKANT K. PATEL**

DIRECTOR  
DIN: 00233423

**AMIT MUNDRA**

CHIEF FINANCIAL OFFICER

**UTTAM N. PATEL**

COMPANY SECRETARY

PLACE: AHMEDABAD  
DATE: 11TH JUNE, 2022



# CONSOLIDATED STATEMENT OF CHANGES IN EQUITY

For The Year Ended March 31, 2022

## EQUITY SHARE CAPITAL AND OTHER EQUITY

FOR THE YEAR ENDED 31ST MARCH, 2022

(in ₹)

| SR. NO. | PARTICULARS   | EQUITY SHARE CAPITAL | RESERVES & SURPLUS  |                     | OCI  | TOTAL OTHER EQUITY    |
|---------|---|----------------------|---------------------|---------------------|--|-----------------------|
|         |   |                      | SECURITIES PREMIUM  | RETAINED EARNINGS   | RESERVE FOR EQUITY INSTRUMENTS THROUGH OCI |                       |
| I.      | <b>BALANCE AS AT 1ST APRIL, 2021</b>                                    | 46,50,00,000         | 45,97,32,869        | 83,22,89,663        | (2,58,012)                                 | 1,29,17,64,520        |
| II.     | <b>ADDITIONS</b>  |                      |                     |                     |  |                       |
|         | Profit For The Year   | -                    | -                   | 8,24,80,327         | -  | 8,24,80,327           |
|         | Other Comprehensive Income For The Year                                 | -                    | -                   | -                   | (3,80,024)                                 | (3,80,024)            |
|         | Excess Income Tax Provision of Earlier Years Write Back                 | -                    | -                   | 9,65,076            | -  | 9,65,076              |
|         | Changes in Accounting Policies & Prior Period Errors                    |                      |                     |                     |  |                       |
| III.    | <b>Total Comprehensive Income For The Year</b>                          |                      |                     |                     |  |                       |
|         | <b>[I+II]</b>   | <b>46,50,00,000</b>  | <b>45,97,32,869</b> | <b>91,57,35,066</b> | <b>(6,38,036)</b>                          | <b>1,37,48,29,899</b> |
| IV.     | <b>DEDUCTIONS</b>   |                      |                     |                     |  |                       |
|         | Changes in Accounting Policies & Prior Period Errors                    | -                    | -                   | (14,33,507)         | -  | (14,33,507)           |
|         | <b>Deduction/Adjustments to Total Comprehensive Income For the Year</b> | -                    | -                   | (14,33,507)         | -  | (14,33,507)           |
| V.      | <b>Balance As At 31st March, 2022 [III-IV]</b>                          | <b>46,50,00,000</b>  | <b>45,97,32,869</b> | <b>91,43,01,559</b> | <b>(6,38,036)</b>                          | <b>1,37,33,96,392</b> |

AS PER OUR REPORT OF EVEN DATE ATTACHED

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

FRN: 109782W

**S.N. SHAH**

PARTNER  
M. NO. :035181

PLACE: AHMEDABAD  
DATE: 11TH JUNE, 2022

FOR AND ON BEHALF OF THE BOARD

**ASTRON PAPER & BOARD MILL LIMITED**

**KIRIT G. PATEL**

MANAGING DIRECTOR  
DIN: 03353684

**RAMAKANT K. PATEL**

DIRECTOR  
DIN: 00233423

**AMIT MUNDRA**

CHIEF FINANCIAL OFFICER

**UTTAM N. PATEL**

COMPANY SECRETARY

PLACE: AHMEDABAD  
DATE: 11TH JUNE, 2022

# CONSOLIDATED STATEMENT OF CHANGES IN EQUITY

For The Year Ended March 31, 2022

## EQUITY SHARE CAPITAL AND OTHER EQUITY

FOR THE YEAR ENDED 31ST MARCH, 2021

(in ₹)

| SR. NO.     | PARTICULARS   | EQUITY SHARE CAPITAL | RESERVES & SURPLUS  |                     | OCI  | TOTAL OTHER EQUITY    |
|-------------|---|----------------------|---------------------|---------------------|--|-----------------------|
|             |   |                      | SECURITIES PREMIUM  | RETAINED EARNINGS   | RESERVE FOR EQUITY INSTRUMENTS THROUGH OCI |                       |
| <b>I.</b>   | <b>BALANCE AS AT 1ST APRIL, 2020</b>                                    | 46,50,00,000         | 45,97,32,869        | 73,03,71,009        | 2,32,374                                   | 1,19,03,36,252        |
| <b>II.</b>  | <b>ADDITIONS</b>  |                      |                     |                     |  |                       |
|             | Proceeds from Issue Of Shares During The Year                           | -                    |                     |                     |  | -                     |
|             | Profit For The Year   | -                    | -                   | 10,21,44,591        |  | 10,21,44,591          |
|             | Other Comprehensive Income For The Year                                 | -                    | -                   |                     | (4,90,386)                                 | (4,90,386)            |
|             | Income Tax Provision Set off Against Income Tax Credits                 | -                    | -                   | -                   | -  | -                     |
|             | Excess Income Tax Provision of Earlier Years Write Back                 | -                    | -                   | -                   | -  | -                     |
|             | Changes in Accounting Policies & Prior Period Errors                    | -                    | -                   | -                   | -  | -                     |
| <b>III.</b> | <b>Total Comprehensive Income For The Year [I+II]</b>                   | <b>46,50,00,000</b>  | <b>45,97,32,869</b> | <b>83,25,15,600</b> | <b>(2,58,012)</b>                          | <b>1,29,19,90,457</b> |
| <b>IV.</b>  | <b>DEDUCTIONS</b>   |                      |                     |                     |  |                       |
|             | Changes in Accounting Policies & Prior Period Errors                    | -                    | -                   | (2,07,755)          | -  | (2,07,755)            |
|             | Short Provision For Income Tax of Earlier Years Write off               |                      |                     | (18,182)            |  | (18,182)              |
|             | Loss For The Year   |                      |                     |                     |  |                       |
|             | Changes in Accounting Policies & Prior Period Errors                    |                      |                     |                     |  |                       |
|             | Unamortized Premium on Forward Contract                                 |                      |                     |                     |  |                       |
|             | Transfer to Retained Earnings   |                      |                     |                     |  |                       |
|             | <b>Deduction/Adjustments to Total Comprehensive Income For the Year</b> | <b>-</b>             | <b>-</b>            | <b>(2,25,937)</b>   | <b>-</b>                                   | <b>(2,25,937)</b>     |
| <b>V.</b>   | <b>Balance As At 31st March, 2022 [III-IV]</b>                          | <b>46,50,00,000</b>  | <b>45,97,32,869</b> | <b>83,22,89,663</b> | <b>(2,58,012)</b>                          | <b>1,29,17,64,520</b> |

AS PER OUR REPORT OF EVEN DATE ATTACHED

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

FRN: 109782W

**S.N. SHAH**  
PARTNER  
M. NO. :035181

PLACE: AHMEDABAD  
DATE: 11TH JUNE, 2022

FOR AND ON BEHALF OF THE BOARD

**ASTRON PAPER & BOARD MILL LIMITED**  
**KIRIT G. PATEL**

MANAGING DIRECTOR  
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**UTTAM N. PATEL**

CHIEF FINANCIAL OFFICER  
COMPANY SECRETARY

PLACE: AHMEDABAD  
DATE: 11TH JUNE, 2022

# NOTES TO CONSOLIDATED FINANCIAL STATEMENTS

For The Year Ended March 31, 2022

## CORPORATE INFORMATION:

Astron Paper & Board Mill Limited, the holding company is a public company domiciled in India and is incorporated under the provisions of the Companies Act applicable in India. The shares of the company are listed in two recognized stock exchanges in India i.e. the Bombay Stock Exchange Limited ('BSE') and the National Stock Exchange of India Limited ('NSE'). The company has wholly owned subsidiary company Balaram Papers Private Limited.

The Holding Company and its Subsidiary Company (hereinafter referred to as "Group") are engaged in the business the manufacturing of Kraft Paper from waste paper.

## NOTE 1: SIGNIFICANT ACCOUNTING POLICIES:

### I BASIS OF PREPARATION OF CONSOLIDATED FINANCIAL STATEMENTS

#### a) Accounting Conventions & Basis of Consolidation:

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

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

- Certain Financial Assets and

Liabilities that are measured at Fair Value and

- Defined Benefit Plans that are measured at Fair Value

The consolidated financial statements of the Group consolidate financial statements of the Holding Company and its subsidiary line-by-line by adding together the like items of assets, liabilities, income and expenses. All intra-group assets, liabilities, income and expenses are eliminated on consolidation. The same accounting policies to subsidiary have been applied to ensure the consistency with the policies adopted by the Holding Company. The consolidated financial statements have been presented to the extent possible, in the same manner as Holding Company's standalone financial statements.

The accounting policies are applied consistently to all the periods reported in the financial statements.

#### b) Use of Estimates:

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

statements have been prepared based on the management's best knowledge of current events and procedures/actions, the actual results may differ on the final outcome of the matter/transaction to which the estimates relate.

**c) 1. Property, Plant and Equipment (PPE):**

The cost of an item of property, plant and equipment is recognized as an asset if, and only if:

- (a) it is probable that future economic benefits associated with the item will flow to the entity; and
- (b) the cost of the item can be measured reliably.

The acquisition of property, plant and equipment, directly increasing the future economic benefits of any particular existing item of property, plant and equipment, which are necessary for the Group to obtain the future economic benefits from its other assets, are recognized as assets.

The Freehold land is carried/stated at historical cost/cost of acquisition. The other items of Property, Plant and Equipment are stated at cost of acquisition/construction (less Accumulated Depreciation and Impairment, if any). The cost of Property, Plant and Equipment comprises of their purchase price including freight, duties, taxes or levies, directly attributable cost of bringing the assets to their working conditions for their intended use. The Group capitalises its Property, Plant and Equipment at a value net of GST/Other Tax Credits received/receivable during the year in respect

of eligible item of Property, Plant and Equipment. Subsequent costs are included in the carrying amount of respective Property, Plant and Equipment or recognized as separate assets as appropriate, only if such costs increase the future economic benefits from the existing items beyond their previously assessed standard of performance and cost of such items can be measured reliably.

Machinery spares that meet the definition of Property, Plant & Equipment are capitalised and depreciated over the useful life of the principal item of an asset. All other repair and maintenance costs, including regular servicing, are recognised in the Statement of Profit and Loss as incurred.

The items of Property, Plant and Equipment that are under construction/erection or not fully acquired and therefore not available for productive use are shown as "Capital Work in Progress" under Property, Plant and Equipment and will be transferred to respective item of Property, Plant and Equipment on completion of the construction/erection/acquisition activities.

Advances given to acquire property, plant and equipment are stated as non-current assets and

subsequently transferred to respective Property, Plant & Equipment and CWIP on acquisition of related assets.

The carrying amounts of items of Property, Plant & Equipment have been eliminated from the books of account on disposal and the

losses arising from the disposal are recognised in the Statement of Profit and Loss of the period.

## 2. Investment Properties:

The property that is held by the Group for rental yields or for capital appreciation for the relevant period is classified as investment property. The investment property is initially recognized at cost and subsequently carried at cost less accumulated depreciation and accumulated impairment losses, if any.

Subsequent expenditures on such assets are capitalized to the asset's carrying value only when it is probable that future economic benefits associated with the expenditure will flow to the Group and cost of such items can be measured reliably. All other repairs and maintenance cost are expensed as and when incurred.

## 3. Intangible Assets:

The Intangible Assets of Accounting Software, Server Software, Website Development, Trade Mark-Logo etc. resulting in future economic benefits have been recognised at their cost of acquisition and subsequently are carried at cost less accumulated amortisation and accumulated impairment losses, if any. On the basis of the availability of these assets for their intended use, relevant contractual agreements and technological changes that may affect the usefulness of these assets, the useful lives of these assets have been assumed to be of five years from the date of their acquisition.

The estimated useful life is reviewed annually by the management of the

respective company in the group.

## 4. Depreciation & Amortization:

The Depreciation on tangible items of Property, Plant and Equipment is provided on straight line method for the period of acquisition/construction i.e. from the period from which such assets were available for their intended use on pro-rata basis on the basis of useful life of each of the items of Property, Plant and Equipment as per Schedule II of the Companies Act, 2013 and in the manner specified in Schedule II of the Companies Act, 2013 except freehold land and other related development on that land.

The plant & machineries which are used as continuous process plant are depreciated at the rates applicable to continuous process plant for the period for which respective plant & machineries were available for use.

The intangible assets have been amortized on pro-rata basis over period of their estimated useful lives on straight line basis i.e. @ 20.00% assuming useful life of five years.

### d) Inventories

The Inventories of Raw Materials, Packing Materials, Stores & Spares, Fuel and Work-in-Process have been valued at cost. Finished Goods have been valued at cost or net realisable value whichever is lower. Costs in respect of all items of inventories have been computed on FIFO basis. The cost of Raw Materials, Packing Materials, Fuel, Consumable Stores and items of Spares comprises of the purchase price including duties and taxes, freight inwards and other expenditure directly attributable to the acquisition. The purchase price does not include GST/Other Tax credits availed

of by the Group during the year. The value of Work-in-Process includes cost of Raw Materials and conversion cost depending upon the stage of completion as determined by the management. The cost of Finished Goods includes cost of conversion and other costs incurred in bringing the inventories to their present location and conditions. The Finished Goods are valued at cost after availing of GST/Other Tax credits on input materials.

#### **e) Revenue Recognition:**

Revenue is measured at the fair value of the consideration received or receivable from the customers/parties net of returns, rebates, value added taxes and discount to the customers and amounts collected on behalf of third parties. The Revenue is recognised to the extent that it is probable that the economic benefits will flow to the Group and the revenue can be measured reliably, regardless of when the payment is being made.

#### **Sale of Goods:**

The revenue from the sale of goods is recognized at transaction price when the group had transferred the property in Goods to the buyer for a price and all significant risks and rewards of ownership had been transferred to the buyer and no significant uncertainty existed as to the amount of consideration that would be derived from such sale. The recognition event is usually the dispatch of goods to the buyer such that the Group retains no effective control over the goods dispatched.

#### **Interest Income:**

Income from investments and deposits, where appropriate, is taken into revenue in full on declaration or accrual on

time basis and tax deducted at source thereon is treated as advance tax. The interest income from a financial asset is recognized when it is probable that the economic benefits will flow to the group and the amount interest income can be measured reliably.

#### **Claims Against the Imported Raw Materials:**

The claims against the imported raw materials on account of quality difference have been accounted on the basis of claims filed and accepted by the supplier of materials except in case claims pending for acceptance which have been accounted on the basis of claims filed and at estimated value expected to be realized as determined by the management.

#### **Subsidy Income:**

Subsidy incomes available to the Company are accounted on the basis:

- i) Where there is reasonable assurance that the group will comply with the Conditions attached to them,
- ii) where such benefits have been earned by the group and it is reasonably certain that the ultimate collection will be made and
- iii) nature of the grant i.e. whether in the nature of capital contribution or in the form of revenue.

#### **f) Foreign Currency Transactions**

The Group's financial statements have been prepared and presented in Indian Rupees (₹) which is also its functional currency.

The transactions in foreign currency initially have been recorded using the

rate of exchange prevailing on the date of transactions. The differences arising on the settlement/restatement of the foreign currency denominated Financial Assets/Liabilities into Indian Rupees have been recognized as expenses/income (net) of the year and carried to the statement of profit and loss.

The monetary items denominated in foreign currencies outstanding as at the end of the reporting period, are translated at the exchange rates prevailing as at the end of the reporting period.

### **g) Government Grants:**

Revenue Grant: The government grants are recognised where there is reasonable assurance that the grant will be received and all the terms and conditions relating to the grant will be complied with.

The revenue grant relating to or arising from business operations is recognised as operating income in the Statement of Profit and Loss of the period in which is determined that it is reasonably certain that grant will be received and all attached conditions relating to grant will be complied with.

The revenue grant other than grant recognised as operating revenue is recognised as other income in the Statement of Profit and Loss of the period to which such grant relates.

### **h) Employee Benefits:**

#### **1. Short Term Obligations:**

Short term employee benefits like wages, salaries, production incentives and other monetary and non-monetary benefits are

recognized in the period during which services are rendered by the employees and are recognized at the value at which liabilities have been settled or are expected to be settled.

#### **2. Post-Employment and Other Long -Term Employee Benefits:**

##### **2.1 Contribution to Provident Fund & ESIC:**

The Group's contribution to the Provident Fund and ESIC is remitted as per the provisions relating to the Employee Provident Fund Scheme and ESIC and such contributions are charged to the Statement of Profit & Loss of the period to which contribution relates.

##### **2.2 Defined Benefit Plan for Gratuity:**

The Group operates defined benefit plans for Gratuity. The Liabilities in respect of retirement benefits to eligible employees in the form of Gratuity are provided on the basis of Actuarial Valuation as per Ind AS-19 "Employee Benefits". The employee's gratuity fund scheme is managed by IndiaFirst Life Insurance Company Limited. The cost of providing defined benefits plans in the form of gratuity is determined using the Projected Unit Credit Method with actuarial valuation being carried out at each reporting date.

The remeasurements, comprising of actuarial gains and losses, the effect of the asset ceiling (excluding amounts included in net interest on the net defined benefit liability) and the return on plan assets (excluding amounts included in net interest

on the net defined benefit liability), are recognised immediately in the balance sheet with a corresponding debit or credit to retained earnings through OCI in the period in which they occur. The remeasurements are not reclassified to profit or loss in subsequent periods.

The changes in net defined benefit obligations in the form of services costs comprising of current service cost, past service cost, net interest cost and gains/(losses) on curtailments and settlements are recognized in the Statement of Profit & Loss.

#### **i) Borrowing Costs**

The Borrowing costs are interest and ancillary costs incurred in connection with the arrangement of borrowings. The borrowing costs are recognised in the Statement of Profit and Loss in the period in which they are incurred.

#### **j) Operating Segment**

The Group identifies operating segments on the basis of dominant source, nature of risks and returns and the internal organization. The operating segments are the segments for which separate financial information is available and for which operating profit/loss amounts are evaluated regularly by the Managing Director/Chief Executive Officer/Board of Director who is respective Company's chief operating decision maker in deciding how to allocate resources and in assessing performance.

The dominant source of income of the Group is from the sale of kraft paper of various quality which do not materially differ in respect of risk perception and the return realized/to be realized.

Even the geographical/regulatory environment in which the Group operates does not materially differ considering the political and economic environment, the type of customers, the nature of business, assets employed and the risk and return associated in respect of each of the geographical area. So, the disclosure requirements pursuant to Ind AS-108-“Operating Segments” are not applicable.

#### **k) Taxes On Income:**

##### **1. Current Tax:**

The provision for current tax is made as per the provisions of the Income Tax Act, 1961.

Taxes on income have been determined based on the tax rates and tax laws that have been enacted or substantively enacted by the financial statement date. The current tax liabilities and assets are measured at the amounts expected to be paid or to be recovered from the taxation authorities as at the financial statement date.

The current tax liabilities and assets are offset where the entity has a legally enforceable right to offset and intends either to settle on a net basis or to realise the assets and settle the liabilities simultaneously.

The current income tax relating to items recognized outside profit or loss is recognized either in the Other Comprehensive Income or in Other Equity Directly.

##### **2. Deferred Tax:**

Deferred tax is provided on temporary differences between the tax bases of assets and liabilities as per the provisions of the Income



Tax Act, 1961 and their carrying amounts for financial reporting purposes as at the financial statement date.

Deferred tax liabilities are recognized for all taxable temporary timing differences. Deferred tax assets are recognized for all deductible taxable temporary timing differences, the carry forward of unused tax losses and unused tax credits to the extent to which future taxable profits are expected to be available against which the deductible temporary differences and the carry forward of unused tax losses and unused tax credits can be utilized/set-off.

Deferred tax is calculated at the tax rates that are expected to apply in the period when the liability is

settled or the asset is realised based on the tax rates and tax laws that have been enacted or substantially enacted by the end of the reporting period.

#### **l) Impairment:**

The Group assesses, at each reporting date, whether there is an indication that an asset may have been impaired. If any indication exists, or when annual impairment testing for an asset is required, the group estimates the asset's recoverable amount. An asset's recoverable amount is the higher of an asset's or cash-generating unit's (CGU) fair value less costs of disposal and its value in use. Recoverable amount is determined for an individual asset, unless the asset does not generate cash inflows that are largely independent of those from other assets or groups of assets.

Impairment loss is recognized when the carrying amount of an asset exceeds recoverable amount.

#### **m) Provisions, Contingent Liabilities and Contingent Assets**

The Group recognises a provision when it has a present obligation as a result of a past event that probably requires an outflow of the Group's resources embodying economic benefits at the time of settlement and a reliable estimate can be made of the amount of the obligation. The provisions are measured at the best estimate of the amounts required to settle the present obligation as at the balance sheet date and are not discounted to its present value.

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

When demand notices are issued by the Government Authorities and demand is disputed by the Group and it is probable that the Group will not be required to settle/pay such demands then these are classified as disputed obligations.

Contingent Assets, if any, are not recognised in the financial statements. If it becomes certain that inflow of economic benefit will arise then such asset and the relative income are recognised in financial statements.

## n) Current/Non-Current Classifications: o)

The Group presents assets and liabilities in the balance sheet on the basis of their classifications into current and non-current.

### Assets:

An asset is treated as current when it is:

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

All other assets are classified as non-current.

### Liabilities:

A liability is treated as current when it is:

- Expected to be settled in normal operating cycle
- Held primarily for the purpose of trading
- Due to be settled within twelve months after the reporting period
- No unconditional right to defer the settlement of the liability for at least twelve months after the reporting period.

All other liabilities are classified as non-current.

## Financial Instruments, Financial Assets, Financial Liabilities and Equity Instruments

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

### A. Financial Assets:

#### Initial Recognition:

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

#### Subsequent Measurement:

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

- i. Financial Assets At Amortized Cost where the financial assets

are held solely for collection of cash flows and contractual terms of the assets give rise on specified dates to cash flows that are solely payments of principal and interest on principal amount outstanding.

- ii. Fair value through other comprehensive income (FVTOCI), where the financial assets are held not only for realization of principal and interest but also from the sale of such assets. Such assets are subsequently measured at fair value, with unrealised gains and losses arising from changes in the fair value being recognised in other comprehensive income.
- iii. Fair value through profit or loss (FVTPL), where the assets are managed in accordance with an approved investment strategy that triggers purchase and sale decisions based on the fair value of such assets. Such assets are subsequently measured at fair value, with unrealised gains and losses arising from changes in the fair value being recognised in the Statement of Profit and Loss in the period in which they arise.

Trade Receivables, Security Deposits, Cash and Cash Equivalents, Investments in Equity where reliable data for fair value is not available and eligible current and non-current assets are classified for measurement at amortized cost.

**Investments in equity instruments are classified for measurement at FVTPL.**

## **Impairment:**

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

Financial assets, other than those at Fair Value through Profit and Loss (FVTPL), are assessed for indicators of impairment at the end of each reporting period. Financial assets are considered to be impaired when there is objective evidence that, as a result of one or more events that occurred after the initial recognition of the financial asset, the estimated future cash flows of the investment have been affected.

The group recognises impairment loss on trade receivables using expected credit loss model.

## **B. Financial Liabilities:**

Financial liabilities, which include long and short-term loans and borrowings, trade payables, eligible current and non-current liabilities. The borrowings, trade payables and other financial liabilities are initially recognised at the value of the respective contractual obligations. They are subsequently measured at amortised cost. Financial liabilities are derecognised when the liability is extinguished, that is,

when the contractual obligation is discharged, cancelled and on expiry of the terms.

**p) Fair Value Measurement:**

The Group measures financial instruments, such as, derivatives 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
- The principal or the most advantageous market must be accessible by the Group.

The fair value of an asset or a liability is measured using the assumptions that market participants would use when pricing the asset or liability, assuming that market participants act in their economic best interest. A fair value measurement of a non-financial asset takes into account a market participant's ability to generate economic benefits by using the asset in its highest and best use or by selling it to another market participant that would use the asset in its highest and best use.

The Group 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 categorised within the fair value hierarchy, described as follows, based on the lowest level input that is significant to the fair value measurement as a whole:

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 assets and liabilities that are recognised in the financial statements on a recurring basis, the Group determines whether transfers have occurred between levels in the hierarchy by re-assessing categorisation (based on the lowest level input that is significant to the fair value measurement as a whole) at the end of each reporting period.

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

**q) Cash and Cash Equivalents-For the Purpose of Cash Flow Statements:**

Cash and cash equivalent in the balance sheet comprise cash at banks and in hand and short-term deposits with an

original maturity of three months or less or deposits with bank held as margin money against the import of goods or as security against the supply of goods, which are subject to an insignificant risk of changes in value.

**r) Operating Cycle:**

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

**s) Prior Period Errors:**

Prior period errors are in the form of omission of certain items in the financial statements of prior periods which were not available when the financial statements were approved for issue and which could reasonably be expected to have been obtained and taken into account in the preparation and presentation of financial statement of prior period.

The Prior period errors have been corrected retrospectively by restating the respective amounts of the prior period presented in which the error occurred. If the errors have occurred before the earliest prior period presented, the errors have been

corrected by restating the opening balances of assets, liabilities and equity of the earliest prior period presented.

**t) Events Subsequent to Financial Statements Period:**

Events after the reporting period are those events, both favourable and unfavourable that have occurred between the end of the reported financial statements year and the date when financial statements are approved for issue by the Board of Directors of the Group.

Events after the reporting period can be identified as those that provide evidence of conditions that existed as at the end of the financial year i.e. adjusting events after the financial year end and those are indicative of conditions that arose after the financial year end i.e. non-adjusting events after the financial year end.

The Group adjusts the amounts of assets, liabilities, incomes and expenses recognised in the financial statements of the reporting period to reflect the effects of adjusting events to the respective assets, liabilities, incomes and expenses of the reporting period.

The non-adjusting events are not recognised in the financial statement of the reporting period but the nature of event and an estimate of its financial effect are disclosed in the notes of accounts.

**NOTE NO. 2 : PROPERTY, PLANT & EQUIPMENT**

| SR. NO.              | DESCRIPTION OF ASSETS               | GROSS BLOCK           |                    |                                   | DEPRECIATION           |                       |                    | NET BLOCK                         |                        |                        |
|----------------------|-------------------------------------|-----------------------|--------------------|-----------------------------------|------------------------|-----------------------|--------------------|-----------------------------------|------------------------|------------------------|
|                      |                                     | AS AT 1ST APRIL, 2021 | ADDITIONS          | ADJUST-MENTS/SALE DURING THE YEAR | AS AT 31ST MARCH, 2022 | AS AT 1ST APRIL, 2021 | ADDITIONS          | ADJUST-MENTS/SALE DURING THE YEAR | AS AT 31ST MARCH, 2022 | AS AT 31ST MARCH, 2021 |
| 1                    | Freehold Land & Land Development    | 8,74,90,735           | -                  | -                                 | 8,74,90,735            | -                     | -                  | -                                 | 8,74,90,735            | 8,74,90,735            |
| 2                    | Factory Building Premises           | 29,24,85,261          | 56,80,836          | -                                 | 29,81,66,097           | 4,11,57,695           | 93,65,188          | -                                 | 24,76,43,214           | 25,13,27,566           |
| 3                    | Office Building                     | 86,18,575             | 71,36,298          | -                                 | 1,57,54,873            | 11,84,309             | 2,17,059           | -                                 | 1,43,53,504            | 74,34,266              |
| 4                    | Labour/Staff Quarters               | 4,14,47,405           | -                  | -                                 | 4,14,47,405            | 36,07,493             | 6,55,439           | -                                 | 3,71,84,473            | 3,78,39,912            |
| 5                    | Plant & Machineries                 | 1,28,06,31,237        | 1,57,28,649        | (54,34,976)                       | 1,29,09,24,910         | 26,53,51,506          | 5,30,27,332        | (9,57,479)                        | 97,35,03,552           | 1,01,52,79,731         |
| 6                    | Laboratory Equipments               | 17,00,406             | -                  | -                                 | 17,00,406              | 12,68,264             | 1,76,713           | -                                 | 2,55,429               | 4,32,142               |
| 7                    | Electrification-Plant & Machineries | 9,13,96,744           | -                  | (24,92,669)                       | 8,89,04,075            | 1,75,72,192           | 33,72,314          | (8,45,416)                        | 6,88,04,985            | 7,38,24,552            |
| 8                    | Borewell                            | 12,89,517             | 5,40,001           | -                                 | 18,29,518              | 44,413                | 20,292             | -                                 | 17,64,813              | 12,45,104              |
| 9                    | Furniture & Fixtures                | 66,37,807             | 22,420             | -                                 | 66,60,227              | 37,73,959             | 5,83,330           | -                                 | 23,02,938              | 28,63,848              |
| 10                   | Vehicles                            | 1,30,09,176           | -                  | -                                 | 1,30,09,176            | 92,70,517             | 6,76,140           | -                                 | 30,62,518              | 37,38,658              |
| 11                   | Office Equipments                   | 80,71,422             | 1,72,478           | -                                 | 82,43,900              | 57,11,796             | 8,16,643           | -                                 | 17,15,460              | 23,59,625              |
| 12                   | Computer Systems                    | 54,54,957             | 3,09,146           | -                                 | 57,64,103              | 43,89,153             | 4,61,901           | -                                 | 9,13,049               | 10,65,804              |
| <b>TOTAL ... ..</b>  |                                     | <b>1,83,82,33,240</b> | <b>2,95,89,828</b> | <b>(79,27,645)</b>                | <b>1,85,98,95,423</b>  | <b>35,33,31,298</b>   | <b>6,93,72,350</b> | <b>(18,02,895)</b>                | <b>1,43,89,94,671</b>  | <b>1,48,49,01,942</b>  |
| <b>PREVIOUS YEAR</b> |                                     | <b>1,79,43,11,284</b> | <b>4,55,46,956</b> | <b>(16,25,000)</b>                | <b>1,83,82,33,240</b>  | <b>28,46,69,216</b>   | <b>6,87,70,311</b> | <b>(1,08,230)</b>                 | <b>1,48,49,01,942</b>  | <b>1,50,96,42,067</b>  |

### NOTE NO. 3 : CAPITAL WORK IN PROGRESS

(in ₹)

| SR. NO.              | DESCRIPTION OF ASSETS             | AS AT 1ST APRIL, 2021 | ADDITIONS          | ADJUSTMENTS DURING THE YEAR | AS AT 31ST MARCH, 2022 |
|----------------------|-----------------------------------|-----------------------|--------------------|-----------------------------|------------------------|
| 1.                   | Factory Building                  |                       |                    |                             |                        |
| 2.                   | Plant & Machineries               |                       |                    |                             |                        |
|                      | Plant & Machineries (Power Plant) | 6,74,96,641           | 72,63,169          |                             | 7,47,59,810            |
|                      | Plant & Machineries-Accessories   | 4,00,000              | -                  | -                           | 4,00,000               |
| <b>TOTAL ... ..</b>  |                                   | <b>6,78,96,641</b>    | <b>72,63,169</b>   | <b>-</b>                    | <b>7,51,59,810</b>     |
| <b>PREVIOUS YEAR</b> |                                   | <b>13,50,351</b>      | <b>6,65,46,290</b> | <b>-</b>                    | <b>6,78,96,641</b>     |

### NOTE NO. 3(A) : CAPITAL WORK IN PROGRESS

Capital work-in-progress ageing schedule for the year ended March 31, 2022 and March 31, 2021:

#### I. As At March 31, 2022

(in ₹)

| SR. NO.             | CWIP PROJECT DESCRIPTION       | AMOUNT IN CWIP FOR THE PERIOD OF |                    |                 |                   | TOTAL              |
|---------------------|--------------------------------|----------------------------------|--------------------|-----------------|-------------------|--------------------|
|                     |                                | LESS THAN 1 YEAR                 | 1-2 YEARS          | 2-3 YEARS       | MORE THAN 3 YEARS |                    |
| 1.                  | Projects In Progress           |                                  |                    |                 |                   |                    |
|                     | I. Plant & Machineries (Power) | 72,63,169                        | 6,65,46,290        | 9,50,351        | -                 | 7,47,59,810        |
|                     | II. Plant & Machineries        | -                                |                    |                 | 4,00,000          | 4,00,000           |
| <b>TOTAL ... ..</b> |                                | <b>72,63,169</b>                 | <b>6,65,46,290</b> | <b>9,50,351</b> | <b>4,00,000</b>   | <b>7,51,59,810</b> |

#### II. As At March 31, 2021

| SR. NO.             | CWIP PROJECT DESCRIPTION       | AMOUNT IN CWIP FOR THE PERIOD OF |                 |                 |                   | TOTAL              |
|---------------------|--------------------------------|----------------------------------|-----------------|-----------------|-------------------|--------------------|
|                     |                                | LESS THAN 1 YEAR                 | 1-2 YEARS       | 2-3 YEARS       | MORE THAN 3 YEARS |                    |
| 1.                  | Projects In Progress           |                                  |                 |                 |                   |                    |
|                     | I. Plant & Machineries (Power) | 6,65,46,290                      | 9,50,351        | -               | -                 | 6,74,96,641        |
|                     | II. Plant & Machineries        | -                                | -               | 4,00,000        | -                 | 4,00,000           |
| <b>TOTAL ... ..</b> |                                | <b>6,65,46,290</b>               | <b>9,50,351</b> | <b>4,00,000</b> | <b>-</b>          | <b>6,78,96,641</b> |

### NOTE NO. 4 : INVESTMENT PROPERTIES

(in ₹)

| SR. NO. | DESCRIPTION OF ASSETS | GROSS BLOCK           |           |                                   | DEPRECIATION           |                       |               | NET BLOCK                         |                        |                        |
|---------|-----------------------|-----------------------|-----------|-----------------------------------|------------------------|-----------------------|---------------|-----------------------------------|------------------------|------------------------|
|         |                       | AS AT 1ST APRIL, 2021 | ADDITIONS | ADJUST-MENTS/SALE DURING THE YEAR | AS AT 31ST MARCH, 2022 | AS AT 1ST APRIL, 2021 | ADDITIONS     | ADJUST-MENTS/SALE DURING THE YEAR | AS AT 31ST MARCH, 2022 | AS AT 31ST MARCH, 2021 |
| 1       | Residential Premises  | 25,43,938             | -         | -                                 | 25,43,938              | 4,11,831              | 39,761        | -                                 | 20,92,346              | 21,32,107              |
|         | <b>TOTAL ... ..</b>   | <b>25,43,938</b>      | -         | -                                 | <b>25,43,938</b>       | <b>4,11,831</b>       | <b>39,761</b> | -                                 | <b>20,92,346</b>       | <b>21,32,107</b>       |
|         | <b>PREVIOUS YEAR</b>  | <b>25,43,938</b>      | -         | -                                 | <b>25,43,938</b>       | <b>3,72,070</b>       | <b>39,761</b> | -                                 | <b>21,32,107</b>       | <b>21,71,868</b>       |

### NOTE NO. 5 : INTANGIBLE ASSETS

(in ₹)

| SR. NO. | DESCRIPTION OF ASSETS | GROSS BLOCK           |                  |                                   | DEPRECIATION           |                       |                 | NET BLOCK                         |                        |                        |
|---------|-----------------------|-----------------------|------------------|-----------------------------------|------------------------|-----------------------|-----------------|-----------------------------------|------------------------|------------------------|
|         |                       | AS AT 1ST APRIL, 2021 | ADDITIONS        | ADJUST-MENTS/SALE DURING THE YEAR | AS AT 31ST MARCH, 2022 | AS AT 1ST APRIL, 2021 | ADDITIONS       | ADJUST-MENTS/SALE DURING THE YEAR | AS AT 31ST MARCH, 2022 | AS AT 31ST MARCH, 2021 |
| 1       | Software & Website    | 36,23,743             | 93,593           | -                                 | 37,17,336              | 15,58,439             | 5,33,083        | -                                 | 16,25,814              | 20,65,304              |
| 2       | Trade Mark-Logo       | 58,300                | -                | -                                 | 58,300                 | 3,763                 | 11,069          | -                                 | 43,468                 | 54,537                 |
|         | <b>TOTAL ... ..</b>   | <b>36,82,043</b>      | <b>93,593</b>    | -                                 | <b>37,75,636</b>       | <b>15,62,202</b>      | <b>5,44,152</b> | -                                 | <b>16,69,282</b>       | <b>21,19,841</b>       |
|         | <b>PREVIOUS YEAR</b>  | <b>25,64,684</b>      | <b>11,17,359</b> | -                                 | <b>36,82,043</b>       | <b>11,63,551</b>      | <b>3,98,651</b> | -                                 | <b>21,19,841</b>       | <b>14,01,133</b>       |



## NOTE NO. 6 : NON-CURRENT FINANCIAL ASSETS: INVESTMENTS

(in ₹)

| SR. NO.    | PARTICULARS  | Face Value/<br>Paid Up Value | No. of Shares/<br>Units | AS AT 31-Mar-22    |             | AS AT 31-Mar-21    |           |
|------------|--|------------------------------|-------------------------|--------------------|-------------|--------------------|-----------|
| <b>A.</b>  | <b>QUOTED:</b>   |                              |                         |                    |             |                    |           |
| <b>I.</b>  | <b>INVESTMENTS IN MUTUAL FUND (AT FVTPL)</b>   |                              |                         |                    |             |                    |           |
|            | SBI Life Equity Fund-Smart Privilege (ULIP)<br>(Previous Year 47093.73 Units)                          |                              | 47,093.73               | 65,50,267          |             | 55,24,151          |           |
| <b>II.</b> | <b>INVESTMENTS IN CORPORATE BONDS (AT FVTPL)</b>   |                              |                         |                    |             |                    |           |
|            | Union Corporate Bond Fund Regular Plan-Growth  | 10                           | 1,00,000                | 12,49,200          |             | 12,00,000          |           |
| <b>B.</b>  | <b>Investments -Unquoted</b>   |                              |                         |                    | 77,99,467   |                    | 67,24,151 |
| <b>I.</b>  | <b>In Wholly Owned Subsidiary Company (At Cost-Less Impairment)<br/>Balaram Papers Private Limited</b> |                              |                         |                    |             |                    |           |
|            | Equity Shares of Rs. 10 Each Fully Paid  | 10                           | 40,35,000               | -                  |             | -                  |           |
|            | Less: Impairment Losses  |                              |                         | -                  |             | -                  |           |
|            |  |                              |                         | -                  |             | -                  |           |
| <b>II.</b> | <b>Others-(At Cost)</b>  |                              |                         |                    |             |                    |           |
|            | Shares of OPGS Power Gujarat Private Limited   |                              | 38,000                  | 30,324             |             | 30,324             |           |
|            | Canara HSBC Oriental Bank of Commerce Jivan Nivesh Plan  |                              |                         | 10,60,000          |             | 10,60,000          |           |
|            | Investments in UBI Life Insurance-Sud Life   |                              |                         | 92,55,012          |             | 83,91,136          |           |
|            |  |                              |                         |                    | 1,03,45,336 |                    | 94,81,460 |
|            | <b>TOTAL .....</b>   |                              |                         | <b>1,81,44,803</b> |             | <b>1,62,05,611</b> |           |

## NOTE NO. 7 : NON-CURRENT FINANCIAL ASSETS: LOANS & ADVANCES

(in ₹)

| SR. NO.   | PARTICULARS                   | AS AT 31-Mar-22 |                    | AS AT 31-Mar-21 |                    |
|-----------|-------------------------------|-----------------|--------------------|-----------------|--------------------|
| <b>I.</b> | <b>LOANS &amp; ADVANCES</b>   |                 |                    |                 |                    |
|           | Advances for Capital Expenses |                 | 1,33,48,851        |                 | 1,65,83,354        |
|           | <b>TOTAL .....</b>            |                 | <b>1,33,48,851</b> |                 | <b>1,65,83,354</b> |

## NOTE NO. 8 : OTHER NON-CURRENT FINANCIAL ASSETS

(in ₹)

| SR. NO.   | PARTICULARS                                | AS AT 31-Mar-22 |                 | AS AT 31-Mar-21 |                 |
|-----------|--|-----------------|-----------------|-----------------|-----------------|
|           | <b>Unsecured but Considered Good</b>       |                 |                 |                 |                 |
| <b>I.</b> | <b>DEPOSITS</b>                            |                 |                 |                 |                 |
|           | GMDC-Coal Deposit                          | 35,604          |                 | 35,604          |                 |
|           | Deposit for PGVCL Connection-Staff Quarter | 2,244           |                 | 2,244           |                 |
|           | Other Deposit-Torrent Power                | 60,000          |                 | 60,000          |                 |
|           | Rent Deposit                               | 41,000          |                 | -               |                 |
|           | Bar Code Registration                      | 3,000           |                 | -               |                 |
|           | Sundry Deposits-GAS Deposit                | 35,800          |                 | 35,800          |                 |
|           |  |                 | 1,77,648        |                 | 1,33,648        |
|           | <b>TOTAL .....</b>                         |                 | <b>1,77,648</b> |                 | <b>1,33,648</b> |

## NOTE NO. 9 : INVENTORIES

(in ₹)

| SR. NO.     | PARTICULARS   | AS AT 31-Mar-22     |                     | AS AT 31-Mar-21     |                     |
|-------------|---|---------------------|---------------------|---------------------|---------------------|
| <b>I.</b>   | <b>-Inventories taken as Physically Verified, Valued and Certified by the management of the company</b> |                     |                     |                     |                     |
| 1.          | Raw Materials   |                     |                     |                     |                     |
|             | (a) Waste Paper   | 22,68,21,281        |                     | 23,61,33,424        |                     |
|             | (b) Chemicals   | 2,19,11,350         |                     | 1,18,84,004         |                     |
| 2           | Work-in-Process   | 35,16,806           |                     | 40,01,103           |                     |
| 3           | Finished Goods  | 11,60,31,671        |                     | 11,75,78,793        |                     |
| 4           | Coal & Fuel   | 2,00,51,262         |                     | 74,29,387           |                     |
| 5           | Packing Materials   | 21,22,133           |                     | 52,25,958           |                     |
| 6           | Stores & Spares   | 10,78,53,713        |                     | 8,38,32,181         |                     |
|             |   |                     | <b>49,83,08,215</b> |                     | <b>46,60,84,850</b> |
| <b>II.</b>  | <b>Details of Raw Materials</b>   |                     |                     |                     |                     |
|             | Indian Waste Paper  | 1,86,11,371         |                     | 2,09,99,970         |                     |
|             | Imported Waste Paper  | 20,83,11,677        |                     | 21,51,33,454        |                     |
|             | Imported Chemicals  | 12,94,727           |                     | 6,57,204            |                     |
|             | Indian Chemicals  | 2,05,14,855         |                     | 1,12,26,799         |                     |
|             |   | <b>24,87,32,631</b> |                     | <b>24,80,17,427</b> |                     |
|             | <b>Imported</b>   | 20,97,08,171        |                     | 21,57,90,658        |                     |
|             | <b>Indigenous</b>   | 3,90,24,459         |                     | 3,22,26,769         |                     |
|             |   | <b>24,87,32,631</b> |                     | <b>24,80,17,427</b> |                     |
| <b>III.</b> | <b>Details of Coal &amp; Fuel</b>   |                     |                     |                     |                     |
|             | Imported Coal   | 2,00,51,262         |                     | 74,29,387           |                     |
|             |   | <b>2,00,51,262</b>  |                     | <b>74,29,387</b>    |                     |
| <b>IV.</b>  | <b>Details of Work-in-Process</b>   |                     |                     |                     |                     |
|             | Uncut Kraft Paper   | 35,16,806           |                     | 40,01,103           |                     |
|             |   | <b>35,16,806</b>    |                     | <b>40,01,103</b>    |                     |
| <b>V.</b>   | <b>Details of Finished Goods</b>  |                     |                     |                     |                     |
|             | <b>Multi Layer Kraft Paper</b>  | 11,60,31,671        |                     | 11,75,78,793        |                     |
|             | <b>TOTAL .....</b>  |                     | <b>49,83,08,215</b> |                     | <b>46,60,84,850</b> |

## NOTE NO. 10 : CURRENT FINANCIAL ASSETS: TRADE RECEIVABLES

(in ₹)

| SR. NO.   | PARTICULARS   | AS AT 31-Mar-22 |                     | AS AT 31-Mar-21 |                     |
|-----------|---|-----------------|---------------------|-----------------|---------------------|
| <b>1.</b> | <b>Unsecured but Considered Good</b>  |                 |                     |                 |                     |
|           | -Outstanding for a period Exceeding Six Months (From the date from which they became due for payment) | 7,39,20,824     |                     | 10,55,75,019    |                     |
|           | -Others   | 89,67,86,177    |                     | 69,58,88,362    |                     |
|           |   |                 | <b>97,07,07,001</b> |                 | <b>80,14,63,381</b> |
|           | Due by Parties in which Directors are Director/ Interested  |                 |                     |                 |                     |
|           | Due by Others   | 97,07,07,001    |                     | 80,14,63,381    |                     |
| <b>2.</b> | <b>Doubtful</b>   |                 |                     |                 |                     |
|           | -Outstanding for a period Exceeding Six Months (From the date from which they became due for payment) | 2,08,70,289     |                     | 63,80,712       |                     |
|           | -Others   |                 |                     |                 |                     |
|           | Less: Allowance for Bad and Doubtful Debts  | (63,26,292)     |                     | (63,80,712)     |                     |
|           |   |                 | <b>1,45,43,997</b>  |                 | <b>-</b>            |
|           | <b>TOTAL ..... ..</b>   |                 | <b>98,52,50,998</b> |                 | <b>80,14,63,381</b> |

Trade Receivables have been offered as security against the working capital facilities provided by the banks.

## NOTE 10[A]: AGEING FOR TRADE RECEIVABLES OUTSTANDING

AS AT MARCH 31, 2022:

(in ₹)

| SR. NO. | PARTICULARS                                       | Outstanding for following periods from due date of payment# |                      |                    |           |                    | TOTAL               |
|---------|---|---|----------------------|--------------------|-----------|--------------------|---------------------|
|         |   | Less than Six Months  | Six Months- One Year | 1-2 Years          | 2-3 Years | More than 3 Years  |                     |
| I.      | Undisputed Trade Receivables- Considered Good     | 89,67,88,219  | 10,01,513            | 1,24,34,746        | -         | 7,50,26,519        | 98,52,50,998        |
| II.     | Undisputed Trade Receivables- Considered Doubtful | -   | -                    | -                  | -         | -                  | -                   |
| III.    | Disputed Trade Receivables- Considered Good       | -   | -                    | -                  | -         | -                  | -                   |
| IV.     | Disputed Trade Receivables- Considered Doubtful   | -   | -                    | -                  | -         | 63,26,292          | 63,26,292           |
|         | <b>TOTAL ..... ..</b>                             | <b>89,67,88,219</b>   | <b>10,01,513</b>     | <b>1,24,34,746</b> | <b>-</b>  | <b>8,13,52,811</b> | <b>99,15,77,290</b> |
| LESS:   | Allowance For Bad & Doubtful Debts                | -   | -                    | -                  | -         | 63,26,292          | 63,26,292           |
|         | <b>NET TRADE RECEIVABLES</b>                      | <b>89,67,88,219</b>   | <b>10,01,513</b>     | <b>1,24,34,746</b> | <b>-</b>  | <b>7,50,26,519</b> | <b>98,52,50,998</b> |

AS AT MARCH 31, 2021:

(in ₹)

| SR. NO. | PARTICULARS                                      | Outstanding for following periods from due date of payment# |                     |           |                    |                    | TOTAL               |
|---------|--|---|---------------------|-----------|--------------------|--------------------|---------------------|
|         |  | Less than Six Months  | Six Months-One Year | 1-2 Years | 2-3 Years          | More than 3 Years  |                     |
| I.      | Undisputed Trade Receivables-Considered Good     | 69,58,88,362  | 1,30,52,882         | -         | 1,83,84,695        | 7,41,37,443        | 80,14,63,381        |
| II.     | Undisputed Trade Receivables-Considered Doubtful | -   | -                   | -         | -                  | -                  | -                   |
| III.    | Disputed Trade Receivables-Considered Good       | -   | -                   | -         | -                  | -                  | -                   |
| IV.     | Disputed Trade Receivables-Considered Doubtful   | -   | -                   | -         | -                  | 63,80,712          | 63,80,712           |
|         | <b>TOTAL .....</b>                               | <b>69,58,88,362</b>   | <b>1,30,52,882</b>  | <b>-</b>  | <b>1,83,84,695</b> | <b>8,05,18,155</b> | <b>80,78,44,093</b> |
| LESS:   | Allowance For Bad & Doubtful Debts               | -   | -                   | -         | -                  | 63,80,712          | 63,80,712           |
|         | <b>NET TRADE RECEIVABLES</b>                     | <b>69,58,88,362</b>   | <b>1,30,52,882</b>  | <b>-</b>  | <b>1,83,84,695</b> | <b>7,41,37,443</b> | <b>80,14,63,381</b> |

**NOTE 10[B]: MOVEMENT IN ALLOWANCE FOR BAD & DOUBTFUL DEBTS**

(in ₹)

| SR. NO. | PARTICULARS   | AS AT 31-Mar-22  | AS AT 31-Mar-21  |
|---------|---|------------------|------------------|
| I.      | Opening Balance of Allowance For Bad & Doubtful Debts | 63,80,712        | -                |
| II.     | Loss Allowance Recognised During the Year             | -                | 63,80,712        |
| III.    | Loss Allowance Reversed During the Year               | -                | -                |
| IV.     | Closing Balance of Allowance For Bad & Doubtful Debts | <b>63,80,712</b> | <b>63,80,712</b> |

**NOTE NO. 11 : CURRENT FINANCIAL ASSETS: CASH & BANK BALANCES**

(in ₹)

| SR. NO. | PARTICULARS   | AS AT 31-Mar-22    | AS AT 31-Mar-21     |
|---------|---|--------------------|---------------------|
| I.      | <b>Balance with Banks</b>                           |                    |                     |
|         | In Current Accounts/Debit Balances in Loan Accounts | 1,04,99,078        | 41,67,503           |
|         | Term Deposits Accounts                              | 7,82,33,522        | 10,16,50,151        |
|         | [As Margin Against Loans Availed]                   | 8,87,32,600        | 10,58,17,654        |
| II      | Cash on Hand  | 5,79,090           | 7,42,651            |
|         | <b>TOTAL .....</b>                                  | <b>8,93,11,690</b> | <b>10,65,60,305</b> |

**NOTE NO. 12 : CURRENT FINANCIAL ASSETS: LOANS & ADVANCES**

(in ₹)

| SR. NO. | PARTICULARS                              | AS AT 31-Mar-22     | AS AT 31-Mar-21     |
|---------|--|---------------------|---------------------|
| I.      | <b>Unsecured but Considered Good</b>     |                     |                     |
|         | Sundry Advances to Staff                 | 6,19,999            | 7,95,000            |
|         | Claims Receivables/Sundry Debit Balances | 23,49,57,752        | 10,54,99,916        |
|         | Balance With Government Authorities      |                     |                     |
|         | Pre Deposit-Service Tax [Under Protest]  | 30,59,267           | 30,59,267           |
|         | Pre Deposit-Excise [Under Protest]       | 26,43,260           | 26,43,260           |
|         |  | 24,12,80,278        | 11,19,97,443        |
|         | <b>TOTAL .....</b>                       | <b>24,12,80,278</b> | <b>11,19,97,443</b> |

## NOTE NO. 13 : OTHER CURRENT ASSETS

| SR. NO. | PARTICULARS                                  | AS AT 31-Mar-22 |                     | AS AT 31-Mar-21 |                     |
|---------|--|-----------------|---------------------|-----------------|---------------------|
|         |  |                 |                     |                 |                     |
| 1       | Advances to Suppliers for Goods              |                 | 2,77,86,512         |                 | 3,93,21,175         |
| 2       | Advances for Expenses & Other Debit Balances |                 | 2,48,19,076         |                 | 2,03,84,692         |
| 3.      | Balance With Government Authorities          |                 |                     |                 |                     |
|         | MAT Credit Available                         | 7,37,99,883     |                     | 7,65,64,648     |                     |
|         | Income Tax Refund Receivable A.Y. 2021-22    | 12,21,760       |                     | -               |                     |
|         | Income Tax Refund Receivable A.Y. 2020-21    | -               |                     | 45,85,630       |                     |
|         | VAT Deposit Receivable                       | 25,000          |                     | 25,000          |                     |
|         | GST Credit Receivable                        | 50,95,906       |                     | 41,15,521       |                     |
|         |  |                 | <b>8,01,42,549</b>  |                 | <b>8,52,90,798</b>  |
| 4       | Prepaid Expenses                             |                 | 74,13,292           |                 | 1,03,46,220         |
|         | <b>TOTAL .....</b>                           |                 | <b>14,01,61,430</b> |                 | <b>15,53,42,886</b> |

## NOTE NO. 14 : EQUITY SHARE CAPITAL

| SR. NO.   | PARTICULARS                                       | AS AT 31-Mar-22    |                     | AS AT 31-Mar-21    |                     |
|-----------|---|--------------------|---------------------|--------------------|---------------------|
|           |   | NO. OF SHARES      | AMOUNT RS.          | NO. OF SHARES      | AMOUNT RS.          |
| <b>I.</b> | <b>EQUITY SHARES</b>                              |                    |                     |                    |                     |
|           | <b>AUTHORISED</b>                                 |                    |                     |                    |                     |
|           | Equity Shares of ` 10/= Each At Par               | 5,00,00,000        | 50,00,00,000        | 5,00,00,000        | 50,00,00,000        |
|           | <b>Issued, Subscribed and Paid Up Capital</b>     |                    |                     |                    |                     |
|           | Equity Shares of ` 10/= Each At Par Fully Paid Up | 4,65,00,000        | 46,50,00,000        | 4,65,00,000        | 46,50,00,000        |
|           | <b>TOTAL .....</b>                                | <b>4,65,00,000</b> | <b>46,50,00,000</b> | <b>4,65,00,000</b> | <b>46,50,00,000</b> |

### II. Reconciliation of Number Shares Outstanding

| SR. NO. | PARTICULARS                                 | NO. OF SHARES      | AMOUNT RS.          | NO. OF SHARES      | AMOUNT RS.          |
|---------|---|--------------------|---------------------|--------------------|---------------------|
|         | Outstanding As At The Beginning Of The Year | 4,65,00,000        | 46,50,00,000        | 4,65,00,000        | 46,50,00,000        |
|         | Add: Issue of Shares (Face Value )          | -                  | -                   |                    | -                   |
|         | <b>TOTAL .....</b>                          | <b>4,65,00,000</b> | <b>46,50,00,000</b> | <b>4,65,00,000</b> | <b>46,50,00,000</b> |

### III. Rights, Preferences and Restrictions Attached to Shares:

The Company has one class of equity shares having a par value of Re 10 each. Each shareholder is eligible for one vote per share held.

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

| Name of the Shareholder               | As At 31st March, 2022 |                    | As At 31st March, 2021 |                    |
|---------------------------------------|------------------------|--------------------|------------------------|--------------------|
|                                       | No. of Shares          | % of Total Holding | No. of Shares          | % of Total Holding |
| Kirit Ghanshyambhai Patel             | 76,99,650              | 16.56%             | 76,99,650              | 16.56%             |
| Navyug Vyapaar Private Limited        | 44,00,000              | 9.46%              | 44,00,000              | 9.46%              |
| Karshanbhai Hirabhai Patel            | 35,75,000              | 7.69%              | 35,75,000              | 7.69%              |
| Vyanktesh Corrugators Private Limited | 27,59,999              | 5.94%              | -                      | 0.00%              |
| Govind Maheshwari                     | 23,75,000              | 5.11%              | -                      | 0.00%              |
| Asian Granito India Limited           | -                      | 0.00%              | 87,75,000              | 18.87%             |

#### V. Details of Shareholding by Promoters and Promoter Group in the Company

| SR. NO. | NAME OF THE PROMOTER / PROMOTER GROUP | CLASS OF SHARES | As At 31st March, 2022 |                   | % Change During the Financial Year 2021-22 |
|---------|---------------------------------------|-----------------|------------------------|-------------------|--|
|         |                                       |                 | No. of Shares          | % of Total Shares |  |
| 1       | Kirit G. Patel                        | Equity Shares   | 76,99,650              | 16.56%            | -  |
| 2       | Ramakant K. Patel                     | Equity Shares   | 11,82,900              | 2.54%             | -  |
| 3       | Karshanbhai H. Patel                  | Equity Shares   | 35,75,000              | 7.69%             | -  |
| 4       | Haresh Patel                          | Equity Shares   | 1,000                  | 0.00%             | -  |
| 5       | Shreerangam Packaging Private Limited | Equity Shares   | 1,24,700               | 0.27%             | -  |
| 6       | Asian Granito India Limited           | Equity Shares   | -                      | 0.00%             | -18.87%                                    |

# 87,75,000 Shares held by Asian Granito India Limited as promoter sold on 10/08/2021. The promoter reclassification application of Asian Granito India Limited is pending with BSE and NSE under Regulation 31A of SEBI (LODR) Regulations, 2015.

| SR. NO. | NAME OF THE PROMOTER / PROMOTER GROUP | CLASS OF SHARES | As At 31st March, 2021 |                   | % Change During the Financial Year 2020-21 |
|---------|---------------------------------------|-----------------|------------------------|-------------------|--|
|         |                                       |                 | No. of Shares          | % of Total Shares |  |
| 1       | Kirit G. Patel                        | Equity Shares   | 76,99,650              | 16.56%            | 2.15%                                      |
| 2       | Ramakant K. Patel                     | Equity Shares   | 11,82,900              | 2.54%             | -  |
| 3       | Karshanbhai H. Patel                  | Equity Shares   | 35,75,000              | 7.69%             | -  |
| 4       | Haresh Patel                          | Equity Shares   | 1,000                  | 0.00%             | -  |
| 5       | Shreerangam Packaging Private Limited | Equity Shares   | 1,24,700               | 0.27%             | -  |
| 6       | Asian Granito India Limited           | Equity Shares   | 87,75,000              | 18.87%            | -  |

## NOTE NO. 15 : NON CONTROLLING INTEREST

(in ₹)

| SR. NO. | PARTICULARS                                  | AS AT 31-Mar-22 |       | AS AT 31-Mar-21 |       |
|---------|--|-----------------|-------|-----------------|-------|
| I       | <b>Non-Controlling Interests Share-%</b>     |                 | 0.00% |                 | 0.00% |
| II      | <b>MOVEMENT OF NON CONTROLLING INTERESTS</b> |                 |       |                 |       |
|         | Opening Non-Controlling Interests            |                 | -     |                 | -     |
|         | Add/(Less):                                  |                 | -     |                 | -     |
|         | Profit For The Year                          |                 | -     |                 | -     |
|         | Other Adjustments                            |                 | -     |                 | -     |
|         | Other Comprehensive Income For The Year      |                 | -     |                 | -     |
|         | <b>TOTAL .....</b>                           |                 | -     |                 | -     |

## NOTE NO. 16 : NON-CURRENT FINANCIAL LIABILITIES: BORROWINGS

(in ₹)

| SR. NO. | PARTICULARS  | AS AT 31-Mar-22 |                    | AS AT 31-Mar-21 |                     |
|---------|--|-----------------|--------------------|-----------------|---------------------|
| I.      | <b>SECURED</b>   |                 |                    |                 |                     |
| 1       | <b>TERM LOANS</b>  |                 |                    |                 |                     |
|         | From UBI, Ellis Bridge Branch, Ahmedabad   | 1,87,68,482     |                    | 5,10,89,825     |                     |
|         | From State Bank of India, Comm. Branch, Ahmedabad  | -               |                    | 49,34,004       |                     |
|         | From Canara Bank, Mehsana  | 6,08,28,342     |                    | 7,61,55,990     |                     |
|         |  |                 | <b>7,95,96,824</b> |                 | <b>13,21,79,820</b> |
|         | (Nature of Security)*  |                 |                    |                 |                     |
|         | (Guaranteed by Directors & Others)**   |                 |                    |                 |                     |
|         | (Guaranteed by Others)   |                 |                    |                 |                     |
|         | (Terms of repayment of term loans) ***   |                 |                    |                 |                     |
|         | (Also Refer to Note No. 18 on Balance due in next twelve months classified as current maturities of long term debts) |                 |                    |                 |                     |
| II.     | <b>UNSECURED</b>   |                 |                    |                 |                     |
| 1       | From Others-Director- Associates & Relatives   | 23,67,742       |                    | 23,67,742       |                     |
|         |  |                 | <b>23,67,742</b>   |                 | <b>23,67,742</b>    |
|         | <b>TOTAL .....</b>   |                 | <b>8,19,64,566</b> |                 | <b>13,45,47,562</b> |

### \* Nature of Security

#### A-1 Primary Security & Collateral-First Pari Passu Charge

##### - Secured by Paripassu Charge Over Entire Fixed Assets (Present and Future) of the Company.

- Secured by Paripassu Equitable Mortgage of Factory Land & Building situated at R.S. No. 52/1, 52/2, 53/1, 53/paiki 2, 54, & 55 Village Sukhpar, Tal.: Halvad, Dist.:Morbi
- Factory Land Situated at Survey No. 49/1 & 50 Village Sukhpar, Tah.: Halvad, Dist.: Morbi
- Secured by Paripassu Equitable Mortgage of Office Premises at D-704, Ganesh Meridian, S.G. Road, Ahmedabad
- Secured by Paripassu Equitable Mortgage of Office Premises at D-702, Ganesh Meridian, S.G. Road, Ahmedabad
- Secured by Paripassu Equitable Mortgage of Residential Complexes at Plot No. 72 to 75, 82 to 84, Umiya Township, Village Sukhpar, Viramgam Halvad Highway, Ta.: Halvad, Dist. Morbi
- Secured By Exclusive Charge on Land, Building and Plant & Machinery situated at Survey No. 64/1, Village: Chubdak, Bhuj in Favour Union Bank of India for new term loan availed for Building & Plant & Machinery for plant at above address.

## **A-2 Primary Security & Collateral-First Pari Passu Charge-Canara Bank**

- a Exclusive Charge by way of Hypothecation of existing and proposed Plant & Machineries.
- b EMT of NA Factory Land and Building at Revenue Survey No. 112 Paiki 1/paiki 1, Dhanali Road, Mouje: Ganeshpura, Tal.: Kadi, District: Mehsana admeasuring land of 12,219.532 Sq. Yards along with construction of 2152.80 Sq. Yards in the name of Mr. Devichand S Sharma, Mr. Bhavanishankar D. Trivedi, Mr. Samirkumar D. Trivedi and Mr. Sanjivkumar A Trivedi. The ownership of the land and building transferred in the name of Balaram Papers Private Limited subsequent to the Balance Sheet Date.

## **B-2 Collateral Security-UBI & SBI**

### **Pari Passu Second Charge over the entire current assets of the company.**

Common Collateral Security for all of the Credit Facilities Including Working Capital Facilities except for Term Loan Taken As Per point No. A-1(f) above:

## **C-1 Canara Bank**

Exclusive Charge by way of hypothecation over all of the current assets.

- \*\* Entire Term loans secured by personal/corporate guarantees of the following persons/parties.

### **UBI & SBI**

#### **Directors**

Mr. Kiritbhai G. Patel  
Mr. Ramakant K. Patel  
Mr. Karshanbhai H. Patel

#### **Canara Bank**

##### **Personal Guarantee**

Mr. Kiritbhai G. Patel  
Mr. Ramakant K. Patel  
Mr. Karshanbhai H. Patel

## **- Corporate Guarantee in respect of loans availed by Balaram Papers Private Limited from Canara Bank.**

Astron Paper & Board Mill Limited

Term Loan from UBI of Rs. 9.00 Crores (For Bhuj Plant) to be repaid by 20 Quarterly Instalment of Rs. 45 Lacs and Instalment to Commence from 31/10/2018.

Term Loan from UBI of Rs. 3.10 Crores to be repaid by 12 monthly Instalment (Excluding moratorium period of 6 months) of Rs. 17.22 Lacs and Instalment to Commence from November - 2020.

Outstanding Balance of Term Loan from Canara Bank (Balaram Papers Private Limited) to be repaid by 12 Monthly Instalment of Rs. 10.00 Lakhs Each from April-2019 to March-2020, 12 Monthly Instalment of Rs. 12.00 Lakhs Each from April-2020 to March-2021, 12 Monthly Instalment of Rs. 13.00 Lakhs Each from April-2021 to March-2022, 12 Monthly Instalment of Rs. 14.00 Lakhs Each from April-2022 to March-2023 and 12 Monthly Instalment of Rs. 16.00 Lakhs Each from April-2023 to March-2024.

Working Capital Term Loan in the form of Guaranteed Emergency Credit Line (GECL) from Canara Bank to be repaid by 60 equal monthly instalment including moratorium period of 24 months from the date of First Disbursement i.e. November-2021.



## NOTE NO. 17 : NON-CURRENT: PROVISIONS

(in ₹)

| SR. NO. | PARTICULARS  | AS AT 31-Mar-22 |                  | AS AT 31-Mar-21 |                  |
|---------|--|-----------------|------------------|-----------------|------------------|
|         |  |                 |                  |                 |                  |
|         | <b>Provision For Employee Benefits</b>                         |                 |                  |                 |                  |
|         | Gratuity (Net of Contribution)<br>(As Per Actuarial Valuation) |                 | 57,65,396        |                 | 45,68,860        |
|         | <b>TOTAL .....</b>   |                 | <b>57,65,396</b> |                 | <b>45,68,860</b> |

## NOTE NO. 18 : DEFERRED TAX LIABILITIES

(in ₹)

| SR. NO. | PARTICULARS   | AS AT 31-Mar-22 |                     | AS AT 31-Mar-21 |                    |
|---------|---|-----------------|---------------------|-----------------|--------------------|
|         |   |                 |                     |                 |                    |
|         | OPENING BALANCE   |                 | 9,38,34,049         |                 | 7,33,98,541        |
|         | DEFERRED TAX LIABILITIES/(ASSETS) RELATING TO                             |                 |                     |                 |                    |
|         | Property, Plant and Equipments, Intangible Assets & Investment Properties | 8,62,52,927     |                     | 9,44,77,161     |                    |
|         | Expenditure Allowed on Payment Basis                                      | 7,59,114        |                     | 7,29,753        |                    |
|         | MAT Credit Entitlement  | (7,10,21,362)   |                     | (7,47,71,406)   |                    |
|         | Financial Assets At Fair Value Through Profit or Loss                     | -               |                     | -               |                    |
|         |   |                 | 1,59,90,679         |                 | 2,04,35,508        |
|         | <b>TOTAL .....</b>  |                 | <b>10,98,24,728</b> |                 | <b>9,38,34,049</b> |

## NOTE NO. 19 : CURRENT FINANCIAL LIABILITIES: SHORT TERM BORROWINGS

(in ₹)

| SR. NO.   | PARTICULARS  | AS AT 31-Mar-22 |  | AS AT 31-Mar-21 |  |
|-----------|--|-----------------|--|-----------------|--|
|           |  |                 |  |                 |  |
| <b>I.</b> | <b>SECURED</b>   |                 |  |                 |  |
|           | <b>Loans repayable on Demand</b>   |                 |  |                 |  |
|           | <b>Working Capital</b>   |                 |  |                 |  |
|           | <b>From Banks</b>  |                 |  |                 |  |
|           | <b>CASH CREDIT/WORKING CAPITAL</b>   |                 |  |                 |  |
|           | <b>Multiple Banking Arrangement</b>  |                 |  |                 |  |
|           | From UBI, Ellis Bridge Branch, Ahmedabad<br>(Account No. 312805010077461)      | 18,09,03,061    |  | 23,95,45,564    |  |
|           | From SBM Bank (India) Limited, Ahmedabad<br>(Account No. 20082621000014)       | 9,64,36,527     |  | -               |  |
|           | From Bank of Maharashtra<br>(Account No. 60398395995)                          | 5,40,19,599     |  | -               |  |
|           | From Axis Bank Limited<br>(Account No. 921030057794201)                        | 14,45,07,563    |  | -               |  |
|           | From ICICI Bank Limited<br>(Account No. 582469638)                             | 8,08,65,053     |  | -               |  |
|           | From State Bank of India, Comm. Branch, Ahmedabad<br>(Account No. 32963037574) | -               |  | 10,57,19,009    |  |
| -         | <b>Sole Banking Arrangement</b>  |                 |  |                 |  |
|           | From Canara Bank, Mehsana<br>(Account No. 3255261000012)                       | 1,87,75,573     |  | 1,94,66,046     |  |

|   |             |                     |             |                     |
|---|-------------|---------------------|-------------|---------------------|
| <b>B. BUYERS CREDIT</b>                           |             |                     |             |                     |
| From Union Bank of India                          | 4,98,74,171 |                     | -           |                     |
|   |             | <b>62,53,81,547</b> |             | <b>36,47,30,619</b> |
| (Nature of Security)*                             |             |                     |             |                     |
| (Guaranteed by Directors & Others)**              |             |                     |             |                     |
| Guaranteed by Others Rs.)                         |             |                     |             |                     |
| <b>II. SECURED</b>                                |             |                     |             |                     |
| <b>TERM LOANS \$</b>                              |             |                     |             |                     |
| <b>CURRENT MATURITIES OF LONG TERM DEBTS</b>      |             |                     |             |                     |
| From UBI, Ellis Bridge Branch, Ahmedabad          | 3,01,34,693 |                     | 4,68,33,249 |                     |
| From State Bank of India, Comm. Branch, Ahmedabad | -           |                     | 28,56,000   |                     |
| From Canara Bank, Mehsana                         | 2,71,44,442 |                     | 2,82,00,000 |                     |
|   |             | 5,72,79,135         |             | 7,78,89,249         |
| <b>TOTAL ..... ..</b>                             |             | <b>68,26,60,682</b> |             | <b>44,26,19,868</b> |

**\* Nature of Security**

**A Primary Security**

**In Favour of Banks in Multiple Banking Arrangement:**

Working Capital secured by way of First Pari Passu charge on all the current assets of the company including all kind of stocks, stores, spares, packing materials, movable properties and all book debts, bills, other current assets, monies and claims receivable.

**Canara Bank**

Working Capital secured by way of Exclusive charge by way of Hypothecation of Stock and Book Debts.

**B Collateral Security**

**Common Collateral Security for all of the Credit Facilities Including Term Loans:**

**In Favour of Banks in Multiple Banking Arrangement:**

- Secured by Paripassu Equitable Mortgage of Factory Land & Building situated at R.S. No. 52/1, 52/2, 53/1, 53/paiki 2, 54, & 55 Village Sukhpar, Tal.: Halvad, Dist.:Morbi
- Factory Land Situated at Survey No. 49/1 & 50 Village Sukhpar, Tah.: Halvad, Dist.: Morbi
- Secured by Paripassu Equitable Mortgage of Office Premises at D-704, Ganesh Meridian, S.G. Road, Ahmedabad
- Secured by Paripassu Equitable Mortgage of Office Premises at D-702, Ganesh Meridian, S.G. Road, Ahmedabad
- Secured by Paripassu Equitable Mortgage of Residential Complexes at Plot No. 72 to 75, 82 to 84, Umiya Township, Village Sukhpar, Viramgam Halvad Highway, Ta.: Halvad, Dist. Morbi

**Canara Bank**

- Exclusive Charge by way of Hypothecation of existing and proposed Plant & Machineries.
- EMT of NA Factory Land and Building at Revenue Survey No. 112 Paiki 1/paiki 1, Dhanali Road, Mouje: Ganeshpura, Tal.: Kadi, District: Mehsana admeasuring land of 12,219.532 Sq. Yards along with construction of 2152.80 Sq. Yards in the name of Mr. Devichand S Sharma, Mr. Bhavanishankar D. Trivedi, Mr. Samirkumar D. Trivedi and Mr. Sanjivkumar A Trivedi. The ownership of the land and building transferred in the name of Balaram Papers Private Limited subsequent to the Balance Sheet Date.

**C Pari Passu Second Charge over the entire fixed assets (present & future) of the company-In Favour of Banks in Multiple Banking Arrangement**

\*\* Outstanding balances of working capital secured by personal guarantees of the following:

**In Favour of Banks in Multiple Banking Arrangement**

- **Directors**

Mr. Kiritbhai G. Patel  
Mr. Ramakant K. Patel  
Mr. Karshanbhai H. Patel

- **Canara Bank**

**Personal Guarantee**

Mr. Kiritbhai G. Patel  
Mr. Ramakant K. Patel  
Mr. Karshanbhai H. Patel

- **Corporate Guarantee**

Astron Paper & Board Mill Limited

\*\*\* Working capital loans repayable on demand.

\$ Refer Note No. 16 for Security Offered, Personal Guarantee and Terms of Repayment.

**NOTE NO. 20 : CURRENT FINANCIAL LIABILITIES: TRADE PAYABLES**

(in ₹)

| SR. NO. | PARTICULARS                         | AS AT 31-Mar-22 |                     | AS AT 31-Mar-21 |                     |
|---------|-------------------------------------|-----------------|---------------------|-----------------|---------------------|
| I       | Sundry Creditors for Goods          |                 |                     |                 |                     |
|         | -Micro & Small Enterprises          | 10,72,66,889    |                     | 4,63,47,034     |                     |
|         | -Others                             | 35,72,86,550    |                     | 40,90,45,183    |                     |
|         |                                     |                 | <b>46,45,53,439</b> |                 | <b>45,53,92,217</b> |
| II      | Sundry Creditors for Other Expenses |                 |                     |                 |                     |
|         | -Micro & Small Enterprises          | 1,61,90,001     |                     | 2,94,92,172     |                     |
|         | -Others                             | 26,83,21,223    |                     | 21,82,86,102    |                     |
|         |                                     |                 | 28,45,11,224        |                 | 24,77,78,275        |
|         | <b>TOTAL .....</b>                  |                 | <b>74,90,64,663</b> |                 | <b>70,31,70,492</b> |

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

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

| SR. NO. | PARTICULARS  | AS AT 31-Mar-22 |                     | AS AT 31-Mar-21 |                    |
|---------|--|-----------------|---------------------|-----------------|--------------------|
| I       | The principal amount remaining unpaid to any supplier at the end of the year.  |                 | 12,34,56,890        |                 | 7,58,39,206        |
| II      | Interest due as claimed remaining unpaid to any supplier at the end of the year.   |                 | -                   |                 | -                  |
| III     | The amount of interest paid by the company in terms of section 16 of the MSMED Act, 2006, along with the amount of the payment made to the suppliers beyond the appointed day during the year.   |                 | -                   |                 | -                  |
| IV      | The amount of interest due and payable for the period of delay in making payment (which have been paid but beyond the appointed day during the year) but without adding the interest specified under the MSMED Act, 2006.  |                 | -                   |                 | -                  |
| V       | The amount of interest accrued and remaining unpaid at the end of accounting year.   |                 | -                   |                 | -                  |
| VI      | The amount of further interest remaining due and payable even in the succeeding years, until such date when the interest dues above are actually paid to the small enterprises, for the purpose of disallowance of a deductible expenditure under section 23 of the MSMED Act, 2006. |                 | -                   |                 | -                  |
|         | <b>TOTAL .....</b>   |                 | <b>12,34,56,890</b> |                 | <b>7,58,39,206</b> |

- I Trade payables are non-interest bearing and are normally settled within the normal credit period.
- II Disclosure of payable to vendors as defined under the “Micro, Small and Medium Enterprise Development Act, 2006” is based on the information available with the Company regarding the status of registration of such vendors under the said Act, as per the intimation received from them on requests made by the Company.

### NOTE 20[A]: AGEING FOR TRADE PAYABLES OUTSTANDING

AS AT MARCH 31, 2022:

(in ₹)

| SR. NO.    | PARTICULARS                        | Outstanding for following periods from due date of payment# |                    |                  |                   | TOTAL               |
|------------|------------------------------------|---|--------------------|------------------|-------------------|---------------------|
|            |                                    | Less than 1 year  | 1-2 Years          | 2-3 Years        | More than 3 Years |                     |
| <b>I.</b>  | <b>Trade Payable for Goods:</b>    |   |                    |                  |                   |                     |
|            | MSME-Others                        | 12,17,09,415  | 70,82,734          | -                | -                 | 12,87,92,149        |
|            | MSME-Disputed                      | -   | -                  | -                | -                 | -                   |
|            | Other than MSME-Others             | 32,29,82,631  | 1,27,78,660        | -                | -                 | 33,57,61,291        |
|            | Other than MSME-Disputed           | -   | -                  | -                | -                 | -                   |
| <b>II.</b> | <b>Trade Payable for Expenses:</b> |   |                    |                  |                   |                     |
|            | MSME-Others                        | 5,07,52,774   | 2,11,002           | -                | -                 | 5,09,63,776         |
|            | MSME-Disputed                      | -   | -                  | -                | -                 | -                   |
|            | Other than MSME-Others             | 21,70,60,025  | 48,41,100          | 26,58,174        | 89,88,149         | 23,35,47,448        |
|            | Other than MSME-Disputed           | -   | -                  | -                | -                 | -                   |
|            | <b>TOTAL ... ..</b>                | <b>71,25,04,845</b>   | <b>2,49,13,496</b> | <b>26,58,174</b> | <b>89,88,149</b>  | <b>74,90,64,664</b> |

AS AT MARCH 31, 2021:

(in ₹)

| SR. NO.    | PARTICULARS                        | Outstanding for following periods from due date of payment# |                    |                  |                   | TOTAL               |
|------------|------------------------------------|---|--------------------|------------------|-------------------|---------------------|
|            |                                    | Less than 1 year  | 1-2 Years          | 2-3 Years        | More than 3 Years |                     |
| <b>I.</b>  | <b>Trade Payable for Goods:</b>    |   |                    |                  |                   |                     |
|            | MSME-Others                        | 4,26,93,706   | 36,53,328          | -                | -                 | 4,63,47,034         |
|            | MSME-Disputed                      | -   | -                  | -                | -                 | -                   |
|            | Other than MSME-Others             | 40,14,42,880  | 76,02,303          | -                | -                 | 40,90,45,183        |
|            | Other than MSME-Disputed           | -   | -                  | -                | -                 | -                   |
| <b>II.</b> | <b>Trade Payable for Expenses:</b> |   |                    |                  |                   |                     |
|            | MSME-Others                        | 2,85,69,427   | 2,55,008           | 6,67,737         | -                 | 2,94,92,172         |
|            | MSME-Disputed                      | -   | -                  | -                | -                 | -                   |
|            | Other than MSME-Others             | 20,50,13,512  | 43,81,405          | 77,30,206        | 11,60,980         | 21,82,86,103        |
|            | Other than MSME-Disputed           | -   | -                  | -                | -                 | -                   |
|            | <b>TOTAL ... ..</b>                | <b>67,77,19,525</b>   | <b>1,58,92,044</b> | <b>83,97,943</b> | <b>11,60,980</b>  | <b>70,31,70,492</b> |

# From the Date of bill accounted in the books of account.

## NOTE NO. 21 : CURRENT FINANCIAL LIABILITIES: OTHERS

(in ₹)

| SR. NO. | PARTICULARS                              | AS AT 31-Mar-22 |                    | AS AT 31-Mar-21 |                    |
|---------|--|-----------------|--------------------|-----------------|--------------------|
| I       | Sundry Creditors for Capital Expenditure |                 |                    |                 |                    |
|         | -Micro & Small Enterprises               |                 | -                  |                 | 33,984             |
|         | -Others                                  |                 | 1,50,31,805        |                 | 6,03,33,909        |
|         |  |                 | 1,50,31,805        |                 | 6,03,67,893        |
|         | <b>TOTAL .....</b>                       |                 | <b>1,50,31,805</b> |                 | <b>6,03,67,893</b> |

## NOTE NO. 22 : OTHER CURRENT LIABILITIES

(in ₹)

| SR. NO. | PARTICULARS                                    | AS AT 31-Mar-22 |                    | AS AT 31-Mar-21 |                    |
|---------|--|-----------------|--------------------|-----------------|--------------------|
| I       | Advances from Customers/Sundry Credit Balances |                 | 25,40,771          |                 | 20,95,627          |
| II      | Rent Deposit                                   |                 | 17,000             |                 | 62,000             |
| III     | Other Payables-Statutory Liabilities           |                 |                    |                 |                    |
|         | Provident Fund                                 |                 | 6,68,279           |                 | 6,53,624           |
|         | ESIC   |                 | 4,953              |                 | 2,960              |
|         | Unpaid Bonus                                   |                 | 6,01,914           |                 | 6,17,952           |
|         | Professional Tax                               |                 | 79,540             |                 | 1,11,720           |
|         | T.D.S./T.C.S. Payable                          |                 | 29,09,784          |                 | 40,33,710          |
|         | GST Payable                                    |                 | 45,86,499          |                 | 36,47,619          |
|         |  |                 | 88,50,969          |                 | 90,67,585          |
|         | <b>TOTAL .....</b>                             |                 | <b>1,14,08,740</b> |                 | <b>1,12,25,212</b> |

## NOTE NO. 23 : CURRENT TAX LIABILITIES [NET]

(in ₹)

| SR. NO. | PARTICULARS                           | AS AT 31-Mar-22 |                  | AS AT 31-Mar-21 |                    |
|---------|---------------------------------------|-----------------|------------------|-----------------|--------------------|
| I       | <b>Current Income Tax Liabilities</b> |                 |                  |                 |                    |
|         | Provision for Current Year            |                 | 2,57,81,000      |                 | 3,24,70,000        |
|         | Provision for Income Tax-OCI Items    |                 | (1,56,127)       |                 | (2,01,468)         |
|         | Less: MAT Credit Utilised             |                 | (37,50,044)      |                 | (29,66,366)        |
|         | Less: Advance Tax Paid                |                 | (20,00,000)      |                 | -                  |
|         | Less: TDS/TCS Receivable              |                 | (1,00,92,951)    |                 | (49,78,614)        |
|         | <b>TOTAL .....</b>                    |                 | <b>97,81,878</b> |                 | <b>2,43,23,552</b> |

## NOTE NO. 24 : REVENUE FROM OPERATIONS

(in ₹)

| SR. NO.   | PARTICULARS                      | FOR THE YEAR ENDED    |                       |
|-----------|----------------------------------|-----------------------|-----------------------|
|           |                                  | 31-Mar-22             | 31-Mar-21             |
| <b>A.</b> | <b>SALE OF PRODUCTS</b>          |                       |                       |
|           | Sales                            | 5,63,45,56,014        | 4,83,29,00,166        |
|           | Insurance on Sales (Net)         | 30,96,603             | 27,26,383             |
|           | Sales Trading                    | 20,591                | 87,301                |
|           | Freight Outward (Net)            | -                     | 1,540                 |
|           | Less: Rate Difference on Sales   | (6,07,51,702)         | (6,37,82,760)         |
|           | Less: GST on Sales               | (56,10,27,146)        | (43,49,56,660)        |
|           |                                  | 5,01,58,94,359        | 4,33,69,75,970        |
| -         | <b>Details of Sales Of Goods</b> |                       |                       |
|           | <b>Class of Goods</b>            |                       |                       |
|           | Multi Layer Kraft Paper          | 5,01,58,94,359        | 4,33,69,75,970        |
| <b>B.</b> | <b>OTHER OPERATING INCOME</b>    |                       |                       |
|           | Duty Draw Back Income            | 2,02,21,803           | 81,20,818             |
|           | Export Incentive (DEPB)          | 97,09,693             | 63,72,997             |
| <b>C.</b> | <b>Subsidy Income (GST)</b>      | 8,25,25,000           | -                     |
|           | <b>TOTAL ..... ..</b>            | <b>5,12,83,50,855</b> | <b>4,35,14,69,785</b> |

## NOTE NO. 25 : OTHER INCOME

(in ₹)

| SR. NO.  | PARTICULARS   | FOR THE YEAR ENDED |                    |
|----------|---|--------------------|--------------------|
|          |   | 31-Mar-22          | 31-Mar-21          |
| <b>1</b> | <b>INTEREST INCOME</b>                                      |                    |                    |
|          | <b>From Current Investments/Deposits</b>                    |                    |                    |
|          | Interest on Fixed Deposits With Banks                       | 32,60,634          | 44,21,513          |
|          | Interest on Loans & Advances                                | 3,89,776           | 63,552             |
|          |   | <b>36,50,410</b>   | <b>44,85,065</b>   |
| <b>2</b> | <b>Other Non-Operating Income (Net of Related Expenses)</b> |                    |                    |
|          | Rent Income From Investment Property                        | 3,72,000           | 1,24,001           |
|          | Foreign Exchange Fluctuations (Net)                         | -                  | 99,61,370          |
|          | Subsidy Income  | 30,00,000          | 30,00,000          |
|          | Sundry Credit/Debit Balances Written Off/Back (Net)         | 30,16,389          | -                  |
|          | Provision for Doubtful Debts Written Back                   | 54,420             | -                  |
|          | Other Income  | 2,89,193           | 33,765             |
|          | Kasar/Discount  | 2,49,131           | 46,184             |
|          |   | 69,81,132          | 1,31,65,320        |
| <b>3</b> | <b>Net Gain On Investments(Measured at FVTPL)</b>           | 10,75,317          | 16,09,731          |
|          | <b>TOTAL ..... ..</b>                                       | <b>1,17,06,859</b> | <b>1,92,60,116</b> |

## NOTE NO. 26 : COST OF MATERIALS CONSUMED

(in ₹)

| Sr. No.   | PARTICULARS   | FOR THE YEAR ENDED<br>31-Mar-22 |                       | FOR THE YEAR ENDED<br>31-Mar-21 |                       |
|-----------|---|---------------------------------|-----------------------|---------------------------------|-----------------------|
| <b>I.</b> | <b>RAW MATERIALS CONSUMED:</b>                          |                                 |                       |                                 |                       |
| <b>A.</b> | <b>WASTE PAPER</b>                                      |                                 |                       |                                 |                       |
|           | Opening Stock   | 23,61,33,424                    |                       | 24,43,21,838                    |                       |
|           | Add : Purchases (Net of Tax Credit )                    | 3,15,81,36,830                  |                       | 2,22,80,27,320                  |                       |
|           | Add:Freight, Custom Duty, Clearing & Forwarding Charges | 27,61,30,320                    |                       | 32,81,15,088                    |                       |
|           |   | <b>3,67,04,00,574</b>           |                       | <b>2,80,04,64,246</b>           |                       |
|           | Less: Rate /Quality Rate Difference on Raw Materials    | (8,55,59,663)                   |                       | (3,76,01,652)                   |                       |
|           | Less: Quality Claim                                     | -                               |                       | (16,87,947)                     |                       |
|           | Add : Loss of Materials                                 | 7,63,634                        |                       | 18,58,937                       |                       |
|           | Less : Closing Stocks                                   | (22,68,21,281)                  |                       | (23,61,33,424)                  |                       |
|           |   |                                 | <b>3,35,87,83,263</b> |                                 | <b>2,52,69,00,159</b> |
| <b>B.</b> | <b>OTHER RAW MATERIALS-CHEMICALS</b>                    |                                 |                       |                                 |                       |
|           | Opening Stock   | 1,18,84,004                     |                       | 2,69,47,817                     |                       |
|           | Add : Purchases (Net of Tax Credit )                    | 30,45,39,885                    |                       | 24,57,27,238                    |                       |
|           | Add:Freight, Custom Duty, Clearing & Forwarding Charges | 12,33,051                       |                       | 44,18,212                       |                       |
|           | Add/Less:Quality Rate Difference on Raw Materials       | (35,75,480)                     |                       | (31,79,371)                     |                       |
|           | Less: Sales of Raw Materials                            | (10,35,968)                     |                       | (19,89,640)                     |                       |
|           |   | 31,30,45,492                    |                       | 27,19,24,256                    |                       |
|           | Less : Closing Stock                                    | (2,19,11,350)                   |                       | (1,18,84,004)                   |                       |
|           |   |                                 | <b>29,11,34,142</b>   |                                 | <b>26,00,40,252</b>   |
|           | <b>TOTAL .....</b>                                      |                                 | <b>3,64,99,17,405</b> |                                 | <b>2,78,69,40,412</b> |

## NOTE NO. 27 : CHANGES IN INVENTORIES OF FINISHED GOODS AND WORK IN PROCESS

(in ₹)

| Sr. No. | PARTICULARS                   | FOR THE YEAR ENDED<br>31-Mar-22 |                  | FOR THE YEAR ENDED<br>31-Mar-21 |                 |
|---------|-------------------------------|---------------------------------|------------------|---------------------------------|-----------------|
| 1       | OPENING INVENTORIES           |                                 |                  |                                 |                 |
|         | - Finished Goods              | 11,75,78,793                    |                  | 11,76,56,525                    |                 |
|         | - Work-in-Process             | 40,01,103                       |                  | 48,21,401                       |                 |
|         |                               |                                 | 12,15,79,895     |                                 | 12,24,77,926    |
| 2       | LESS:                         |                                 |                  |                                 |                 |
|         | CLOSING INVENTORIES           |                                 |                  |                                 |                 |
|         | - Finished Goods              | (11,60,31,671)                  |                  | (11,75,78,793)                  |                 |
|         | - Work-in-Process             | (35,16,806)                     |                  | (40,01,103)                     |                 |
|         |                               |                                 | (11,95,48,477)   |                                 | (12,15,79,895)  |
|         | <b>CHANGES IN INVENTORIES</b> |                                 | <b>20,31,419</b> |                                 | <b>8,98,031</b> |

## NOTE NO. 28 : EMPLOYEE BENEFIT EXPENSES

(in ₹)

| Sr. No. | PARTICULARS   | FOR THE YEAR ENDED 31-Mar-22 |                     | FOR THE YEAR ENDED 31-Mar-21 |                     |
|---------|---|------------------------------|---------------------|------------------------------|---------------------|
| 1       | Salaries, Wages & Labour Charges                    |                              |                     |                              |                     |
|         | -To Directors-Remuneration                          | 49,77,294                    |                     | 31,71,000                    |                     |
|         | -To Directors-Sitting Fees                          | 2,40,000                     |                     | 2,95,000                     |                     |
|         | -To Others-Plant                                    | 15,46,80,202                 |                     | 16,26,76,812                 |                     |
|         | -To Others-Administrative/Office Staff              | 1,44,78,648                  |                     | 1,32,03,281                  |                     |
|         |   |                              | 17,43,76,144        |                              | 17,93,46,093        |
| 2       | Company Contribution to Provident Fund & ESIC       |                              | 38,03,588           |                              | 36,03,691           |
| 3       | Bonus/Gratuity & Exgratia                           |                              | 12,66,922           |                              | 11,28,606           |
| 4       | Employee Leave Encashment & Leave Travel Allowances |                              | 9,99,574            |                              | 5,98,681            |
| 5       | Employee Gratuity                                   |                              | 14,68,813           |                              | 11,96,213           |
| 6       | Staff Welfare Expenses (Net)                        |                              | 41,69,343           |                              | 47,11,956           |
| 7       | Security Charges                                    |                              | 30,31,862           |                              | 29,28,436           |
|         |   |                              |                     |                              |                     |
|         | <b>TOTAL .....</b>                                  |                              | <b>18,91,16,246</b> |                              | <b>19,35,13,675</b> |

## NOTE NO. 29 : FINANCE COST

(in ₹)

| Sr. No. | PARTICULARS                    | FOR THE YEAR ENDED 31-Mar-22 |                    | FOR THE YEAR ENDED 31-Mar-21 |                     |
|---------|--------------------------------|------------------------------|--------------------|------------------------------|---------------------|
| 1       | Bank & Other Financial Charges |                              | 2,17,36,270        |                              | 2,23,48,478         |
| 2       | Interest                       |                              |                    |                              |                     |
|         | On Term Loans                  | 1,73,57,336                  |                    | 2,93,20,734                  |                     |
|         | On Working Capital Facilities  | 5,35,28,613                  |                    | 5,24,43,941                  |                     |
|         | On Unsecured Loans             | -                            |                    | 61,250                       |                     |
|         | On Vehicle Loans               | -                            |                    | 44,235                       |                     |
|         | To Others                      | 39,83,746                    |                    | 84,58,084                    |                     |
|         |                                |                              | 7,48,69,695        |                              | 9,03,28,244         |
|         | <b>TOTAL .....</b>             |                              | <b>9,66,05,965</b> |                              | <b>11,26,76,722</b> |

## NOTE NO. 30 : DEPRECIATION AND AMORTISATION EXPENSES

(in ₹)

| Sr. No. | PARTICULARS                                  | FOR THE YEAR ENDED 31-Mar-22 |                    | FOR THE YEAR ENDED 31-Mar-21 |                    |
|---------|--|------------------------------|--------------------|------------------------------|--------------------|
| 1       | Depreciation on Property, Plant & Equipments |                              | 6,93,73,521        |                              | 6,87,70,311        |
| 2       | Depreciation on Investment Properties        |                              | 39,761             |                              | 39,761             |
| 3       | Amortisation of Intangible Assets            |                              | 5,44,152           |                              | 3,98,651           |
|         | <b>TOTAL .....</b>                           |                              | <b>6,99,57,434</b> |                              | <b>6,92,08,723</b> |



## NOTE NO. 31 : OTHER EXPENSES

(in ₹)

| SR. NO.    | PARTICULARS  | FOR THE YEAR ENDED 31-Mar-22 |                     | FOR THE YEAR ENDED 31-Mar-21 |                     |
|------------|--|------------------------------|---------------------|------------------------------|---------------------|
| <b>I.</b>  | <b>MANUFACTURING EXPENSES</b>                              |                              |                     |                              |                     |
| <b>1</b>   | <b>Stores &amp; Spares And Packing Materials Consumed:</b> |                              |                     |                              |                     |
|            | Stores & Spares  | 5,13,83,369                  |                     | 8,14,95,755                  |                     |
|            | Packing Materials  | 6,00,83,991                  |                     | 4,98,74,342                  |                     |
|            |  |                              | <b>11,14,67,360</b> |                              | <b>13,13,70,097</b> |
| <b>2</b>   | <b>Power, Fuel &amp; Utilities :</b>                       |                              |                     |                              |                     |
|            | Electricity Charges  | 28,21,66,599                 |                     | 28,91,83,762                 |                     |
|            | Fuel Consumed  | 45,22,67,717                 |                     | 37,87,55,483                 |                     |
|            | Water Charges  | 18,27,085                    |                     | 7,84,600                     |                     |
|            |  |                              | <b>73,62,61,401</b> |                              | <b>66,87,23,845</b> |
| <b>3</b>   | <b>REPAIRS &amp; MAINTENANCE:</b>                          |                              |                     |                              |                     |
|            | To Machineries   | 4,43,89,656                  |                     | 5,88,11,963                  |                     |
|            | To Buildings   | 22,33,641                    |                     | 1,11,47,091                  |                     |
|            | To Others  | 10,91,290                    |                     | 21,34,257                    |                     |
|            |  |                              | <b>4,77,14,588</b>  |                              | <b>7,20,93,311</b>  |
| 4          | Machinery Hire Charges                                     |                              | 1,10,94,798         |                              | 1,14,78,962         |
| 5          | Freight, Forwarding & Import Charges                       |                              | 28,02,846           |                              | 21,55,773           |
| 6          | Other Manufacturing Expenses                               |                              | 4,38,609            |                              | 13,12,092           |
|            |  |                              | <b>90,97,79,602</b> |                              | <b>88,71,34,080</b> |
| <b>II.</b> | <b>ADMINISTRATIVE, SELLING AND OTHER EXPENSES</b>          |                              |                     |                              |                     |
| 1          | Postage & Telephone/Communications                         |                              | 16,65,427           |                              | 15,89,151           |
| 2          | Stationery & Printing                                      |                              | 7,30,995            |                              | 16,26,808           |
| 3          | Travelling, Conveyance & Vehical Expenses                  |                              |                     |                              |                     |
|            | Travelling & Conveyance                                    | 15,15,344                    |                     | 6,81,873                     |                     |
|            | Vehicle Expenses (Including Repairs & Fuel)                | 31,19,151                    |                     | 36,93,348                    |                     |
|            |  |                              | <b>46,34,495</b>    |                              | <b>43,75,222</b>    |
| 4          | Legal & Professional Charges                               |                              | 1,32,61,147         |                              | 1,43,38,401         |
| 5          | Rent, Rates & Taxes  |                              | 20,16,051           |                              | 4,92,965            |
| 6          | Auditor's Remuneration                                     |                              |                     |                              |                     |
|            | Statutory Audit Fees                                       | 2,35,000                     |                     | 2,35,000                     |                     |
|            | Tax Audit Fees   | 65,000                       |                     | 65,000                       |                     |
|            |  |                              | <b>3,00,000</b>     |                              | <b>3,00,000</b>     |
| 7          | Insurance  |                              | 73,74,496           |                              | 46,47,531           |
| 8          | Selling & Distribution Expenses                            |                              |                     |                              |                     |
|            | Sales Promotion Expenses                                   | 3,00,000                     |                     | 12,40,134                    |                     |
|            | Advertisement Expenses                                     | 2,63,960                     |                     | 1,81,880                     |                     |
|            | Commission on Sales  | 93,00,272                    |                     | 1,81,24,925                  |                     |
|            | Rebate & Discount  | 63,32,374                    |                     | 65,06,376                    |                     |
|            | Loading & Unloading Charges On Sales                       | 1,05,515                     |                     | -                            |                     |
|            | Quality Complaints   | 16,85,672                    |                     | 1,95,43,081                  |                     |

(in ₹)

| SR. NO. | PARTICULARS                           | FOR THE YEAR ENDED 31-Mar-22 |                       | FOR THE YEAR ENDED 31-Mar-21 |                       |
|---------|---------------------------------------|------------------------------|-----------------------|------------------------------|-----------------------|
|         |                                       |                              |                       |                              |                       |
|         | Freight & Cartage on Sales            | 3,98,04,489                  |                       | 7,54,05,527                  |                       |
|         |                                       |                              | 5,77,92,282           |                              | 12,10,01,922          |
| 9       | Expenditure Towards CSR/Donations     |                              | 47,71,900             |                              | 53,35,450             |
| 10      | Loss On Foreign Exchange Fluctuations |                              | 1,00,95,996           |                              | -                     |
| 11      | Bad Debts Written Off                 |                              | -                     |                              | 14,65,029             |
| 12      | Provision For Doubtful Debts          |                              | -                     |                              | 63,80,712             |
| 13      | Loss On Sale of Fixed Assets          |                              | 28,69,689             |                              | 12,91,770             |
| 14      | Other Expenses                        |                              | 25,93,098             |                              | 24,63,196             |
|         | <b>TOTAL .....</b>                    |                              | <b>1,01,78,85,178</b> |                              | <b>1,05,24,42,239</b> |

### NOTE NO. 32 : CONTINGENET LIABILITIES

(in ₹)

| SR. NO. | PARTICULARS  | AS AT 31-Mar-22 |                    | AS AT 31-Mar-21 |                    |
|---------|--|-----------------|--------------------|-----------------|--------------------|
|         |  |                 |                    |                 |                    |
| I.      | CENVAT Disallowed - The Matter Pending for Re-adjudication with the Office of C.C.E. & S.T.  |                 | 26,43,260          |                 | 26,43,260          |
| II.     | Penalty On CENVAT Disallowed-The Matter Pending for Re-adjudication with the Office of C.C.E. & S.T.   |                 | 26,43,260          |                 | 26,43,260          |
| III.    | Bank Guarantee to PGVCL As Security Deposit for Electricity Supply   |                 | 3,32,16,574        |                 | 3,32,16,574        |
| IV.     | Bank Guarantee to GPCB For Compliance of Consent Conditions  |                 | 6,50,000           |                 | 6,50,000           |
| V.      | Excise/Service Tax Liability-Audit Objection-RCM Liability on Ocean Freight -Office of the Commissioner of Central Goods and Service Tax, Audit Commissionerate, Rajkot dated 30.01.2019 |                 | 30,59,267          |                 | 30,59,267          |
| VI.     | Bank Guarantee to UGVCL As Security Deposit for Electricity Supply   |                 | 95,00,000          |                 | 95,00,000          |
|         | <b>TOTAL .....</b>   |                 | <b>5,17,12,361</b> |                 | <b>5,17,12,361</b> |

### NOTE NO. 33 : OTHER NOTES

#### a) Earnings Per Share (EPS):

(in ₹)

The Basic and Diluted Earnings Per Share (EPS) has been computed on the basis of total comprehensive income for the year attributable to equity holders divided by the weighted average number of shares outstanding during the year.

| PARTICULARS                                 |           | FOR THE YEAR ENDED 31-Mar-22 |                    | FOR THE YEAR ENDED 31-Mar-21 |                    |
|---|-----------|------------------------------|--------------------|------------------------------|--------------------|
| Net Profit After Tax for the period         | (A)       |                              | 8,21,00,304        |                              | 10,16,54,205       |
| Weighted Average Number of Shares           | (B)       |                              |                    |                              |                    |
| Opening Balance of Share Outstanding        |           | 4,65,00,000                  |                    | 4,65,00,000                  |                    |
| No. of Days for which Shares Outstanding    |           | 365                          |                    | 365                          |                    |
| Weighted Average Shares-I                   |           |                              | <b>4,65,00,000</b> |                              | <b>4,65,00,000</b> |
| <b>Total No. of Weighted Average Shares</b> |           |                              | <b>4,65,00,000</b> |                              | <b>4,65,00,000</b> |
| Basic and Diluted Earnings per Share        | (C) (A/B) |                              | 1.77               |                              | 2.19               |

**b) Related Party Disclosures:**

The Related Party Disclosures in compliance with Ind AS-24 "Related Party Disclosures"

**A. List of Related Parties**

| Sr. No. | Name of the Related Party  | Nature of Relationship  | Transactions Entered During The Year (Yes/No) |
|---------|--|---|---|
| i.      | Balaram Papers Private Limited                                       | Subsidiary Company  | Yes   |
| ii.     | Asian Granito India Limited  | Company In Which Director Is Director (Mr. Kanubhai B. Patel resigned as director with effect from 19th August, 2021) | No  |
| iii.    | Krupal Trading Co.   | Firm in which relatives of Key Management Personnel Are Partners  | Yes   |
| iv.     | Shreerangam Packaging Private Limited                                | Company In Which Director Is Director   | No  |
| v.      | Beaim International Private Limited                                  | Company In Which Son of Director Is Director  | No  |
| vi.     | Krishna Builders   | Firm in which Key Management Personnel Is Partner   | No  |
| vii.    | Specific Ceramics Limited  | Company In Which Director Is Director   | No  |
| viii.   | Jyoti Industries   | Firm in which relatives of Key Management Personnel Are Partners  | Yes   |
| ix.     | Sarathi Agrotech   | Firm in which relatives of Director Are Partners  | No  |
| x.      | Shreeji Industries   | Firm in which relatives of Key Management Personnel Are Partners  | No  |
| xi.     | Pokar Agrotech Private Limited                                       | Company In Which Director Is Director   | No  |
| xii.    | Mr. Kirit G. Patel   | Key Management Personnel- Chairman & Managing Director  | Yes   |
| xiii.   | Mr. Ramakant K. Patel  | Executive Director  | Yes   |
| xiv.    | Mr. Karshanbhai H. Patel   | Executive Director  | No  |
| xv.     | Mr. Kanubhai B. Patel  | Executive Director (Resigned with effect from 19th August, 2021)  | No  |
| xvi.    | Mr. Vashishath P. Raval (Resigned with effect from 11th April, 2022) | CFO   | Yes   |
| xvii.   | Mr. Amit Mundra (Appointed with effect from 11th April, 2022)        | CFO   | No  |
| xviii.  | Mr. Uttam N. Patel   | Company Secretary   | Yes   |
| xix.    | Mr. Mitul K. Patel   | Son of Key Management Personnel   | Yes   |
| xx.     | Mr. Rohit K. Patel   | Son of Director   | Yes   |
| xxi.    | Mr. Dhiren Parikh  | Non-Executive Director*   | No  |
| xxii.   | Mr. Yogesh Patel   | Non-Executive Director*   | No  |
| xxiii.  | Mr. Sudhir Maheshwari  | Non-Executive Director*   | No  |
| xxiv.   | Ms. Chaitali Parikh  | Non-Executive Director* (Resigned with effect from 22nd February, 2022)   | No  |

\* Independent Directors

## B. Transaction with Related Parties

(in ₹)

| Nature of Transaction  | Name of the Party            | 2021—22         | 2020-21         |
|--|------------------------------|-----------------|-----------------|
| Salary Paid  | Mr. Mitul K. Patel           | 17,41,636       | 13,00,000       |
|  | Mr. Rohit K. Patel           | 6,06,000        | 6,03,000        |
| Advance Given for Purchase of Land   | Mr. Ramakant Kantibhai Patel | NIL             | 17,50,000       |
| Purchase of Raw Materials/Goods/Stores/<br>Chemicals/Property, Plant & Equipment<br>Items  | Krupal Trading Co.           | 1,07,85,047     | 3,40,27,781     |
|  | Jyoti Industries             | 27,20,46,853    | 13,96,05,177    |
| Sales of Goods (Net)   | Asian Granito India Limited  | NIL             | 88,32,691       |
| Director/Key Managerial Personnel /CFO/<br>Company Secretary Remuneration  | Mr. Kirit G. Patel           | 38,00,000       | 24,00,000       |
|  | Mr. Ramakantbhai K. Patel    | 11,77,294       | 6,00,000        |
|  | Mr. Vashishath P. Raval      | 5,83,265        | NIL             |
|  | Mr. Uttam N. Patel           | 8,75,944        | 7,18,988        |
| Outstanding Balances as at the year end-<br>Purchase of Goods/Capital Goods/Job Work<br>Charges Paid   | Krupal Trading Co.           | NIL             | 1,56,36,336 Cr. |
|  | Jyoti Industries             | 9,75,64,899 Cr. | 2,69,11,793 Cr. |
| Outstanding Balances as at the year end-<br>Sale of Goods  | Asian Granito India Limited  | NIL             | 20,92,814 Dr.   |
| Outstanding Balances as at the year end-<br>Director/Key Managerial Personnel /CFO/<br>Company Secretary Remuneration/Salary<br>to Related Party | Mr. Ramakant K. Patel-Salary | 79,050 Cr.      | 49,800 Cr.      |
|  | Mr. Ramakant K. Patel-Rent   | 30,000 Cr.      | 90,000 Cr.      |
|  | Mr. Kiritbhai G. Patel       | 2,79,800 Cr.    | NIL             |
|  | Mr. Vashishath P. Raval      | 51,135 Cr.      | NIL             |
|  | Mr. Uttam N. Patel           | 69,722 Cr.      | 55,802 Cr.      |
|  | Mr. Rohit K. Patel           | 50,300 Cr.      | 50,300 Cr.      |
| Outstanding Balances as at the year end-<br>Loans Given  | Mr. Ramakant Kantibhai Patel | 42,50,000 Dr.   | 42,50,000 Dr.   |

### c. Debtors of Sale of Goods

The Group has initiated legal proceedings/taken action for recovery against the doubtful debtors amounting to Rs. 63,26,292/- (Previous Year 63,80,712/-). In respect of debts of Rs. 63,26,292/-, though the Group has initiated legal proceedings/taken actions for the recovery, the Group had made provision for doubtful debts against that in the books of account pending outcome of the litigation in respect of each of the debtor.

### d. Disputed Government Liabilities:

#### 1. Disputed Central Excise Liabilities:

The Central Excise Department had disallowed CENVAT credit of Rs. 26,43,260/- on capital goods in respect of which the Group had preferred an appeal before the Assistant Commissioner of Central Excise, Surendranagar. The Assistant Commissioner vide his order dated 25th January, 2017 has confirmed the disallowance of CENVAT Credit of Rs. 26,43,260/-. The Group has reversed the CENVAT Credit of Rs. 26,43,260/- in the books on 01/06/2016 which has been shown as Pre-deposit of Excise as "Short Term Loans & Advances" in the financial statements. Further, Assistant Commissioner had ordered charging of interest as per the Central Excise Law and imposed penalty of Rs. 26,43,260/-.

Being not legally in agreement with the order, the Group had preferred an appeal before Commissioner of Appeals, Central Excise, Rajkot on 27th March, 2017 who had rejected the appeal of the Group and upheld the order. Against the order of Commissioner of Appeals, Central Excise, Rajkot, the Group had preferred appeal before the CESTAT, West Zone Bench, Ahmedabad. The CESTAT vide its order dated 20.08.2018 has remanded back the matter to the office of C.C.E. & S.T. for re-adjudication. The matter was pending before the office of C.C.E. & S.T. for re-adjudication as at the end of the financial year.

## 2. RCM Liability on Ocean Freight

In the course of audit by the Office of the Commissioner of Central Goods and Service Tax, Audit Commissionerate, Rajkot dated 30th January, 2019, it had raised audit objections regarding non-payment of RCM on Ocean Freight amounting to Rs. 30,59,267/- and requested the group to provide suitable explanations/clarifications in case of disagreement by the group. The group did not concur with the audit objections raised by the office of Commissioner of Central Goods and Service Tax, Audit Commissionerate, Rajkot since the similar matter in cases of other parties were going on for adjudication at the jurisdictional Hon'able High Court of Gujarat. However, upto the date of authorization of Financial Statements for issue by the Board of Directors i.e. 11th June, 2022, the Group has paid Rs. 30,59,267/- under protest. There has been no further proceeding in the matter subsequent to the date of initial report upto the date of authorization of Financial Statements for issue by the Board of Directors i.e. 11th June, 2022.

### e. Defined Contribution Benefit Plans-Gratuity:

The position of Defined Benefit Plans in respect of Gratuity as per Ind AS-19 recognised in the Balance Sheet, Statement of Profit & Loss and Other Comprehensive Income is as under:

| (in ₹)    |  |                  |                  |
|-----------|--|------------------|------------------|
| Sr. No.   | Particulars  | 2021—22          | 2020-21          |
| <b>A.</b> | <b>Changes in Present Value of Projected Benefit Obligation</b>                    |                  |                  |
| 1.        | Opening Balance of Present Value of Obligation                                     | 64,86,314        | 47,30,332        |
| 2.        | Interest Cost  | 3,93,071         | 2,95,173         |
| 3.        | Current Service Cost   | 11,91,940        | 10,12,083        |
| 4.        | Past Service Cost  | -                | -                |
| 5.        | Liability Transferred In/ Acquisitions   | -                | -                |
| 6.        | (Liability Transferred Out/ Divestments)   | -                | -                |
| 7.        | (Gains)/ Losses on Curtailment   | -                | -                |
| 8.        | Liabilities Extinguished on Settlement   | -                | -                |
| 9.        | Benefit Paid Directly by the Employer  | (8,08,428)       | (2,70,000)       |
| 10.       | Benefit Paid From the Fund   | -                | -                |
| 11.       | Actuarial (Gains)/Losses on Obligations - Due to Change in Demographic Assumptions | (98)             | -                |
| 12.       | Actuarial (Gains)/Losses on Obligations - Due to Change in Financial Assumptions   | (1,32,970)       | 57,289           |
| 13.       | Actuarial (Gains)/Losses on Obligations - Due to Experience                        | 6,84,339         | 6,61,437         |
|           | <b>Closing Balance of Present Value of Obligation</b>                              | <b>78,14,168</b> | <b>64,86,314</b> |

| (in ₹)    |   |           |           |
|-----------|---|-----------|-----------|
| Sr. No.   | Particulars   | 2021—22   | 2020-21   |
| <b>B.</b> | <b>Changes in Fair Value of Plan Assets</b>                 |           |           |
| 1.        | Fair Value of Plan Assets at the Beginning of the Period    | 19,17,454 | 17,79,539 |
| 2.        | Interest Income   | 1,16,198  | 1,11,043  |
| 3.        | Contributions by The Employer                               | -         | -         |
| 4.        | Expected Contributions by the Employees                     | -         | -         |
| 5.        | Assets Transferred In/Acquisitions                          | -         | -         |
| 6.        | Assets Transferred Out/ Divestments                         | -         | -         |
| 7.        | Benefit Paid from the Fund                                  | -         | -         |
| 8.        | Assets Distributed on Settlements                           | -         | -         |
| 9.        | Effects of Asset Ceiling                                    | -         | -         |
| 10.       | The Effect Of Changes In Foreign Exchange Rates             | -         | -         |
| 11.       | Actuarial Gains/(Losses) on Plan Assets - Due to Experience | -         | -         |
| 12.       | Return on Plan Assets, Excluding Interest Income            | 15,120    | 26,872    |

(in ₹)

| Sr. No.   | Particulars   | 2021—22            | 2020-21            |
|-----------|---|--------------------|--------------------|
| 13.       | <b>Fair Value of Plan Assets at the End of the Period</b>                             | <b>20,48,772</b>   | <b>19,17,454</b>   |
| <b>C.</b> | <b>Amount Recognized in the Balance Sheet</b>   |                    |                    |
| 1.        | Present Value of Benefit Obligation at the end of the Period                          | (45,68,860)        | (29,50,793)        |
| 2.        | Fair Value of Plan Assets at the end of the Period                                    | 20,48,772          | 19,17,454          |
| 3.        | Funded Status (Surplus/ (Deficit))  | (57,65,396)        | (45,68,860)        |
| 4.        | <b>Net (Liability)/Asset Recognized in the Balance Sheet</b>                          | <b>(57,65,396)</b> | <b>(45,68,860)</b> |
| <b>D.</b> | <b>Net Interest Cost for Current Period</b>   |                    |                    |
| 1.        | Present Value of Benefit Obligation at the Beginning of the Period                    | 64,86,314          | 47,30,332          |
| 2.        | Fair Value of Plan Assets at the Beginning of the Period                              | (19,17,454)        | (17,79,539)        |
| 3.        | Net Liability/(Asset) at the Beginning  | 45,68,860          | 29,50,793          |
| 4.        | Interest Cost   | 3,93,071           | 2,95,173           |
| 5.        | Interest Income   | (1,16,198)         | (1,11,043)         |
| 6.        | <b>Net Interest Cost for Current Period</b>   | <b>2,76,873</b>    | <b>1,84,130</b>    |
| <b>E.</b> | <b>Expenses Recognized in the Statement of Profit or Loss for Current Period</b>      |                    |                    |
| 1.        | Current Service Cost  | 11,91,940          | 10,12,083          |
| 2.        | Net Interest Cost   | 2,76,873           | 1,84,130           |
| 3.        | Past Service Cost   | -                  | -                  |
| 4.        | Expected Contributions by the Employees   | -                  | -                  |
| 5.        | (Gains)/Losses on Curtailments And Settlements  | -                  | -                  |
| 6.        | Net Effect of Changes in Foreign Exchange Rates                                       | -                  | -                  |
| 7.        | <b>Expenses Recognized</b>  | <b>14,68,813</b>   | <b>11,96,213</b>   |
| <b>F.</b> | <b>Expenses Recognized in the Other Comprehensive Income (OCI) for Current Period</b> |                    |                    |
| 1.        | Actuarial (Gains)/Losses on Obligation For the Period                                 | 5,51,271           | 7,18,726           |
| 2.        | Actuarial (Gains)/Losses on Plan Asset For the Period                                 | -                  | -                  |
| 3.        | Return on Plan Assets, Excluding Interest Income                                      | (15,120)           | (26,872)           |
| 4.        | Change in Asset Ceiling   | -                  | -                  |
| 5.        | <b>Net (Income)/Expense For the Period Recognized in OCI</b>                          | <b>5,36,151</b>    | <b>6,91,854</b>    |
| <b>G.</b> | <b>Balance Sheet Reconciliation</b>   |                    |                    |
| 1.        | Opening Net Liability   | 45,68,860          | 29,50,793          |
| 2.        | Expenses Recognized in Statement of Profit or Loss                                    | 14,68,813          | 11,96,213          |
| 3.        | Expenses Recognized in OCI  | 5,36,151           | 6,91,854           |
| 4.        | Net Liability/(Asset) Transfer In   | -                  | -                  |
| 5.        | Net (Liability)/Asset Transfer Out  | -                  | -                  |
| 6.        | Benefit Paid Directly by the Employer   | (8,08,428)         | (2,70,000)         |
| 7.        | Others  | -                  | -                  |
| 8.        | Employer's Contribution   | -                  | -                  |
| 9.        | <b>Net Liability/(Asset) Recognized in the Balance Sheet</b>                          | <b>57,65,396</b>   | <b>45,68,860</b>   |
| <b>H.</b> | <b>Category of Assets</b>   |                    |                    |
| 1.        | Government of India Assets  | -                  | -                  |
| 2.        | State Government Securities   | -                  | -                  |
| 3.        | Special Deposits Scheme   | -                  | -                  |
| 4.        | Debt Instruments  | -                  | -                  |
| 5.        | Corporate Bonds   | -                  | -                  |

(in ₹)

| Sr. No.   | Particulars   | 2021—22                                  | 2020-21                                  |
|-----------|---|--|--|
| 6.        | Cash And Cash Equivalents                                     | -  | -  |
| 7.        | Insurance fund  | 20,48,772                                | 19,17,454                                |
| 8.        | Asset-Backed Securities                                       | -  | -  |
| 9.        | Structured Debt   | -  | -  |
| 10.       | Others  | -  | -  |
|           | <b>TOTAL .... ....</b>  | <b>20,48,772</b>                         | <b>19,17,454</b>                         |
| <b>I.</b> | <b>Other Details</b>  |  |  |
| 1.        | No of Active Members (Nos.)                                   | 281                                      | 287                                      |
| 2.        | Per Month Salary For Active Members (Rs.)                     | 33,57,567                                | 31,29,629                                |
| 3.        | Weighted Average Duration of the Projected Benefit Obligation | 6  | 6  |
| 4.        | Average Expected Future Service                               | 5  | 5  |
| 5.        | Defined Benefit Obligation (DBO)-Total (Rs.)                  | 78,14,168                                | 64,86,314                                |
| 6.        | Defined Benefit Obligation (DBO)-Due But Not Paid (Rs.)       | -  | -  |
| 7.        | Expected Contribution For Next Year (12 Months) (Rs.)         | 33,57,567                                | 31,29,629                                |
| <b>J.</b> | <b>Principal Actuarial Assumptions</b>                        |  |  |
| 1.        | Expected Return on Plan Assets                                | 6.41%                                    | 6.06%                                    |
| 2.        | Rate Of Discounting (%)                                       | 6.41%                                    | 6.06%                                    |
| 3.        | Rate Of Increase In Salaries                                  | 6.00%                                    | 6.00%                                    |
| 4.        | Rate of Employee Turnover                                     | 15.00%                                   | 15.00%                                   |
| 5.        | Mortality Rate During Employment                              | Indian Assured Lives Mortality (2006-08) | Indian Assured Lives Mortality (2006-08) |
| 6.        | Mortality Rate After Employment                               | N.A.                                     | N.A.                                     |

## f. Financial Instruments and Related Disclosures:

### Financial Risk Management:

The Group activities are exposed various financial risks: credit risk, liquidity risk and foreign exchange fluctuation risk. The Group's primary focus is to foresee the unpredictability of financial markets and seek to minimize potential adverse effects on its financial performance.

#### I. Credit Risk:

##### Trade Receivables:

Credit risk refers to the risk of default on its obligation by the counterparty resulting in a financial loss to the Group. The maximum exposure to the credit risk as at the reporting date is primarily from trade receivables. Trade receivables are unsecured and are derived from revenue earned from customers from sale of goods. Trade receivables generally are impaired after three years when recoverability is considered doubtful based on general trend. The Group considers that trade receivables stated in the financial statements are not impaired and past due for each reporting dates under review are of good credit quality subject to outcome of the litigations where the Group has initiated legal proceedings for recovery.

##### Other Financial Assets:

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

The Group considers all other financial assets as at the financial statement dates to be of good credit quality.

#### II. Liquidity Risk:

The Group's principal sources of liquidity are from Short Term Bank Borrowings, Cash and Cash Equivalents and Cash generated from operations.

The Short-term liquidity requirements consist mainly of Trade Payables, Expense Payables, Employee Dues, Servicing of Interest on Short Term and Long -Term Borrowings and payment of instalments of term loans and vehicle loans and other payments arising during the normal course of business.

### III. Foreign Exchange Rate Risk:

The Group undertakes transactions denominated in foreign currency mainly for purchase of raw and sale of goods materials which are subject to the risk of exchange rate fluctuations. Financial assets and liabilities denominated in foreign currency are also subject to reinstatement risks. Hedging is regularly carried out to mitigate the risks of exchange rate fluctuations.

### g. Corporate Social Responsibility Expenditure:

#### i. Details of Corporate Social Responsibility Expenditure:

| (in ₹)  |   |           |            |
|---------|---|-----------|------------|
| Sr. No. | Particulars   | 2021-22   | 2020-21    |
| 1.      | Amount required to be spent during the year   | 47,31,615 | 50,02,713  |
| 2.      | Opening Surplus balance if any  | 1,56,037  | -          |
| 3.      | Amount of expenditure incurred on CSR during the year   | 46,70,800 | 51,58,750  |
| 4.      | Shortfall/(Surplus) at the end of the year  | (95,223)  | (1,56,037) |
| 5.      | Total of previous years shortfall   | -         | -          |
| 6.      | Reason for Shortfall  | NA        | NA         |
| 7.      | Detail of Related Party transactions in relation to CSR expenditure as per relevant Accounting Standard | -         | -          |

#### ii. The Group had incurred following expenditures in terms of section 135 of the Companies Act, 2013 on Corporate Social Responsibility.

| (in ₹)            |  |   |   |
|-------------------|--|---|---|
| Sr. No.           | Particulars  | Amount of Expenditure For The Year Ended 31st March, 2022 | Amount of Expenditure For The Year Ended 31st March, 2021 |
| i                 | Contribution to Brahmarshi Gyan Savrdhak Trust                       | 11,00,000   | NIL   |
| ii                | Contribution to Karmaputra Charitable Trust                          | 10,00,000   | NIL   |
| iii               | Contribution to Motiba Memorial Seva Samaj Trust                     | 7,50,000  | NIL   |
| iv                | Contribution to Prayas Organisation For Sustainable Development      | 7,50,000  | NIL   |
| v                 | Contribution to Raginiben Bipinchandra Sevakarya Trust               | 10,00,000   | NIL   |
| vi                | Tree Plantation  | 70,800  | NIL   |
| vii               | Contribution to Aadhar Foundation                                    | NIL   | 15,00,000   |
| viii              | Contribution to Late Smt. Pravinaben Navnitlal Shah Charitable Trust | NIL   | 22,00,000   |
| ix                | Contribution to Akshay Patra   | NIL   | 1,00,000  |
| x                 | Contribution to Swacch Bharat Abhiyan Mission                        | NIL   | 50,000  |
| xi                | Contribution to National Clean Ganga Mission                         | NIL   | 50,000  |
| xii               | Contribution to High on Life   | NIL   | 7,50,000  |
| xiii              | Contribution to Institute of Companies Secretaries of India          | NIL   | 1,00,000  |
| xiv               | Contribution to Vishv Umiya Foundation                               | NIL   | 1,00,000  |
| xv                | Contribution to Blind People Association                             | NIL   | 1,00,000  |
| xvi               | Contribution to Gram Seva Trust                                      | NIL   | 50,000  |
| xvii              | Contribution to Dardionu Rahat Fund                                  | NIL   | 50,000  |
| xviii             | Contribution to Avval Foundation                                     | NIL   | 50,000  |
| xix               | Contribution to Indian Rental Foundation                             | NIL   | 50,000  |
| xx.               | Contribution to Manav Seva Charitable Trust for Bird Feeder          | NIL   | 8,750   |
| <b>TOTAL ....</b> |  | <b>46,70,800</b>  | <b>51,58,750</b>  |



## **h. Reconciliation Total Comprehensive Income For The Year Ended 31st March, 2021 for effects of Prior Period Errors and Omissions:**

(in ₹)

| <b>Sr. No.</b> | <b>Particulars</b>   | <b>Amount (Rs.)</b> | <b>Amount (Rs.)</b> |
|----------------|--|---------------------|---------------------|
| i.             | Total Comprehensive As Reported in the Audited Financial Statements for the Year Ended 31st March, 2021      |                     | 10,22,34,861        |
| ii.            | Less: Effect of Prior Period Errors and Omissions  |                     |                     |
|                | Transportation Charges on Raw Materials Purchase   | 38,575              |                     |
|                | Clearing & Forwarding Charges  | 1,59,155            |                     |
|                | Cargo Handling Charges   | 23,984              |                     |
|                | Legal & Professional Fees  | 1,10,714            |                     |
|                | Detention Charges  | 72,000              |                     |
|                | Staff Welfare  | 5,662               |                     |
|                | Stores Purchase  | 12,916              |                     |
|                | Internet Expenses  | 7,611               |                     |
|                | Telephone Expenses   | 8,606               |                     |
|                | Travelling Expenses  | 5,196               |                     |
|                | Repairs & Maintenance  | 5,696               |                     |
|                | Employee Incentive   | 1,30,541            |                     |
|                | <b>TOTAL .... [ii]</b>   |                     | <b>5,80,656</b>     |
| iii.           | Total Comprehensive For the Period Ended 31st March, 2021 After Effects of Prior Period Errors and Omissions |                     | <b>10,16,54,205</b> |

- i. In the opinion of the Board of Directors of the respective companies in the Group, Current Assets & Loans and Advances have a value on realisation in the ordinary course of business equal to the amount at which they are stated in the balance sheet. In the opinion of the Board of Directors of the respective companies in the Group, claims receivable against property/goods are realizable as per the terms of the agreement and/or other applicable relevant factors and have been stated in the financial statements at the value which is most probably expected to be realized.
- j. The Group has obtained balance confirmation from some of the parties for Sundry Creditors, Sundry Debtors and parties to whom loans/advance have been granted. All other balances of debtors and creditors and loans and advances are subject to confirmation and subsequent reconciliation, if any.

### **k. Expenses in foreign currency:**

#### **CIF Value of Imports:**

Raw Materials ₹ 2,61,44,51,450/- (Previous Year ₹ 1,95,07,71,845/-)

#### **Foreign Travelling:**

₹ 7,57,318/- (Previous Year ₹ NIL /-)

#### **Income in Foreign Currency:**

#### **FOB Value of Exports:**

₹ 39,77,57,172/- (Previous Year ₹ 57,06,14,608/-)

### **l. Income Tax Search Proceedings and Delay in Holding Meeting of Board of Directors:**

The Board of Directors of the holding company had called meeting on 28th May, 2022 to approve audited financial statements for the financial year 2021-22. However, on 26th May, 2022 and Income Tax search was carried out at the registered office of the holding company which continued upto 29th May, 2022. On account of this unavoidable circumstances, the Board Meeting had been postponed to 11th June, 2022 after obtaining necessary approvals from SEBI.

The Income Tax Authorities have seized certain documents relating to the holding company during the course of search. The post-search proceedings were just initiated upto the date of approval of financial statements for the financial year 2021-22 and hence liability of any nature has neither been envisaged by the management of the company nor determined by the Income Tax Authorities. Based on the legal consultations and the documents seized and proceedings carried out during the course of search, in the opinion of the management of the company it is more likely that the company may not be required to pay any liability towards income tax on completion of the applicable income tax proceedings and hence no provision of income tax liability could either be determined or made or disclosed.

**m. Disclosure of Financial Ratios:**

(in ₹)

| Sr. No. | Particulars                              | Numerator                           | Denominator              | As At/For The Year Ended |            | % Change Compared to Last Year |
|---------|--|-------------------------------------|--------------------------|--------------------------|------------|--------------------------------|
|         |  |                                     |                          | 31/03/2022               | 31/03/2021 |                                |
| i       | Current Ratio (times)                    | Current Assets                      | Current Liabilities      | 1.28                     | 1.30       | (1.22%)                        |
| ii      | Debt-Equity Ratio (times)                | Total Debt                          | Total Equity             | 0.80                     | 0.75       | 7.00%                          |
| iii     | Debt Service Coverage Ratio (times) @    | Earnings available for debt Service | Debt Service             | 0.32                     | 0.47       | (31.99%)                       |
| iv      | Return on Equity Ratio (%)               | Profit for the year                 | Average Total Equity     | 4.57%                    | 5.96%      | (23.35%)                       |
| v       | Inventory Turnover Ratio (times)         | COGS                                | Average Inventory        | 9.81                     | 8.01       | 22.43%                         |
| vi      | Trade Receivables Turnover Ratio (times) | Revenue from Operations             | Average Trade Receivable | 5.61                     | 4.96       | 13.12%                         |
| vii     | Trade Payables Turnover Ratio (times) \$ | Purchases during the year           | Average Trade Payables   | 8.95                     | 6.82       | 31.28%                         |
| viii    | Net Capital Turnover Ratio (times)       | Revenue from Operations             | Average Working Capital  | 11.18                    | 12.98      | (13.89%)                       |
| ix      | Net Profit Ratio (%) &                   | Net Profit After Tax                | Revenue from Operations  | 1.64%                    | 2.34%      | (30.17%)                       |
| x       | Return on Capital Employed (%)           | EBIT                                | Capital Employed         | 6.31%                    | 8.29%      | (23.93%)                       |
| xi      | Return on Investments (%)                | Net Profit After Tax                | Average Total Equity     | 4.57%                    | 5.96%      | (23.35%)                       |

@ On Account of Increase in Short Term Borrowings and Marginal Decline in Operating Profit during the year.

\$ Lower Trade Payable Outstanding compared to purchases made on account of payment through short term bank borrowings & Lower Gross Operating Margin on Account of Increase in cost of imported raw materials.

**n. Subsidy Income:**

The holding company had made an application for grant of subsidy to Industrial Commissionerate, Gandhinagar for grant of subsidy under the Scheme for Incentive to Industries in the form of reimbursement of Net VAT-Gujarat/Net GST-Gujarat based on gross investments in fixed assets by the holding company and subject of compliance of the conditions as specified for eligibility of the grant of subsidy. The holding company has been issued Provisional Eligibility Certificates under Scheme for Incentive to Industries by the Industrial Commissionerate, Gandhinagar during the year. Based on the consideration of such Provisional Eligibility Certificates and on the basis of consideration of compliance of terms and conditions of grant of subsidy and possibility of further compliance as may be required, the holding company has accounted an amount of Rs. 8,25,25,000/- as subsidy income for the year as an operational income and has classified the same as income from operations in the financial statements.

**o. Relationship with Struck off Companies:**

The company did not have any transaction with companies struck off under section 248 of the Companies Act, 2013 or section 560 of Companies Act, 1956, during the current year and in the previous year.

**p** The Consolidated Financial Statements were authorised for issue by the Board of Directors of the Holding Company on 11th June, 2022.

**q** The previous year's figures have been reworked, regrouped and reclassified wherever necessary so as to make them comparable with those of the current year.

The Paises are rounded up to the nearest of rupee. The figures wherever shown in bracket represent deductions.

AS PER OUR REPORT OF EVEN DATE ATTACHED

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

FRN: 109782W

**S.N. SHAH**

PARTNER  
M. NO. :035181

PLACE: AHMEDABAD  
DATE: 11TH JUNE, 2022

FOR AND ON BEHALF OF THE BOARD

**ASTRON PAPER & BOARD MILL LIMITED**

**KIRIT G. PATEL**

MANAGING DIRECTOR  
DIN: 03353684

**RAMAKANT K. PATEL**

DIRECTOR  
DIN: 00233423

**AMIT MUNDRA**

CHIEF FINANCIAL OFFICER

**UTTAM N. PATEL**

COMPANY SECRETARY

PLACE: AHMEDABAD  
DATE: 11TH JUNE, 2022

## NOTICE

NOTICE is hereby given that the **12th Annual General Meeting** of the members of **ASTRON PAPER & BOARD MILL LIMITED** will be held on Thursday, **29th day of September, 2022, at 11:00 A.M.** through Video Conferencing (“VC”) / Other Audio-Visual Means (“OAVM”) to transact the following business:

### ORDINARY BUSINESS:

- To receive, consider and adopt:
  - the audited Standalone Financial Statements of the Company for the financial year ended on 31st March, 2022, together with the Reports of the Board of Directors and Auditors thereon; and
  - the audited Consolidated Financial Statements of the Company for the financial year ended on 31st March, 2022 and the Report of the Auditors thereon.
- To consider appointment of a Director in place of Shri Karshanbhai Patel (DIN: 00048167) who retires by rotation and being eligible, offers himself for reappointment.
- To appoint M/s. S N D K and Associates LLP., Chartered Accountants, Ahmedabad as Statutory Auditors of the Company to hold office for a period of 5 (Five) consecutive financial years, from the conclusion of the 12th Annual General Meeting of the Company until the conclusion of the 17th Annual General Meeting of the Company and to authorize the Board of Directors of the Company to fix their remuneration.

To consider and if thought fit, to pass with or without modification(s), the following Resolution as an Ordinary Resolution:

“RESOLVED THAT pursuant to the provisions of Section 139, 142 and other applicable provisions, if any, of the Companies Act, 2013 and the Companies (Audit and Auditors) Rules, 2014 (including any statutory modification, amendment or enactment thereof, for the time being in force), M/s. S N D K and Associates LLP., Chartered Accountants, Ahmedabad (Firm Registration No.: W10060) be and are hereby appointed as Statutory Auditor of the Company to hold the office from the conclusion of the 12th Annual General Meeting until the conclusion of the 17th Annual General Meeting of the Company to be held in the year 2027 at such remuneration plus applicable taxes and reimbursement of out-of-pocket expenses in connection with the Audit as may be mutually agreed between the Board of Directors of the Company and the Auditors.”

### SPECIAL BUSINESS:

- To appoint Mr. Anand Maheshwari (DIN: 09662124) as an Independent Director of the Company and, in this

regard, to consider and if thought fit, to pass, with or without modification(s), the following Resolution as a Special Resolution

“RESOLVED THAT, pursuant to the provisions of Section 149, 150, 152 and other applicable provisions if any, of the Companies Act, 2013 read with schedule IV of the Act (including any statutory modifications or re-enactment thereof for the time being in force) and the Companies (Appointment and Qualification of Directors) Rules, 2014, as amended from time to time and pursuant to Regulation 16 and 25 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 and pursuant to the recommendation of Nomination and Remuneration Committee and Board of Directors, Mr. Anand Maheshwari (DIN: 09662124) be and is hereby appointed as Independent Director of the Company for first term of Five (5) Consecutive Years effective from the conclusion of this Annual General Meeting till the conclusion of 17th Annual General Meeting of the Company to be held in the Calendar year 2027 or up to July 13, 2027, whichever is earlier”.

“RESOLVED FURTHER THAT, the Board of Director of the Company be and are severally authorized to sign the certified true copy of the resolution to be given as and when required.”

Date: 09/08/2022  
Place: Ahmedabad

By Order of the Board  
For, **Astron Paper & Board Mill Limited**

Sd/-  
**Shri Kirit Patel**  
Chairman & Managing Director  
DIN: 03353684

### Reg. Office:

D- 702, Seventh Floor, Ganesh Meridian,  
Opp. High Court,  
S. G Highway, Ahmedabad- 380 060.

### NOTES:

- As you are aware, in view of the situation arising due to COVID-19 global pandemic, the general meetings of the companies shall be conducted as per the guidelines issued by the Ministry of Corporate Affairs (MCA) vide Circular No. 14/2020 dated April 8, 2020, Circular No. 17/2020 dated April 13, 2020 and Circular No. 20/2020 dated May 05, 2020. The forthcoming AGM/EGM will thus be held through through video conferencing (VC) or other audio-visual means (OAVM). Hence, Members can attend and participate in the ensuing AGM/EGM through VC/OAVM.

2. The helpline number regarding any query / assistance for participation in the AGM through VC/OAVM is 079-40081221.
3. Information regarding appointment/re-appointment of Directors and Explanatory Statement in respect of special businesses to be transacted pursuant to Section 102 of the Companies Act, 2013 and/or Regulation 36(3) of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, is annexed hereto.
4. The Members can join the AGM in the VC/OAVM mode 15 minutes before and after the scheduled time of the commencement of the Meeting by following the procedure mentioned in the Notice. The facility of participation at the EGM/AGM through VC/OAVM will be made available to atleast 1000 members on first come first served basis. This will not include large Shareholders (Shareholders holding 2% or more shareholding), Promoters, Institutional Investors, Directors, Key Managerial Personnel, the Chairpersons of the Audit Committee, Nomination and Remuneration Committee and Stakeholders Relationship Committee, Auditors etc. who are allowed to attend the EGM/AGM without restriction on account of first come first served basis.
5. The attendance of the Members attending the AGM through VC/OAVM will be counted for the purpose of ascertaining the quorum under Section 103 of the Companies Act, 2013.
6. Pursuant to MCA Circular No. 14/2020 dated April 08, 2020, the facility to appoint proxy to attend and cast vote for the members is not available for this AGM. However, in pursuance of Section 112 and Section 113 of the Companies Act, 2013, representatives of the members such as the President of India or the Governor of a State or body corporate can attend the AGM/EGM through VC/OAVM and cast their votes through e-voting.
7. In line with the aforesaid Circulars of the Ministry of Corporate Affairs (MCA) and SEBI Circular No. SEBI/HO/CFD/CMD1/CIRP/2020/79 dated 12th May, 2020 and Circular No. SEBI/HO/CFD/CMD2/CIR/ P/2021/11 dated 15th January, 2021, the Notice of AGM alongwith Annual Report 2021-22 is being sent only through electronic mode to those Members whose email addresses are registered with the Company/ Depositories. Members may note that the Notice and Annual Report 2020-21 have been uploaded on the website of the Company at <https://www.astronpaper.com>. The Notice can also be accessed from the websites of the Stock Exchanges i.e. BSE Limited and National Stock Exchange of India Limited at [www.bseindia.com](http://www.bseindia.com) and [www.nseindia.com](http://www.nseindia.com), respectively. The said Notice of the AGM is also available on the website of CDSL (agency for providing the Remote e-Voting facility) at [www.evotingindia.com](http://www.evotingindia.com).
8. Members seeking any information with regard to accounts are requested to write to the Company atleast 10 days before the meeting so as to enable the management to keep the information ready.
9. Members holding the shares in physical mode are requested to notify immediately the change of their address and bank particulars to the R & T Agent of the Company. In case shares held in dematerialized form, the information regarding change of address and bank particulars should be given to their respective Depository Participant.
10. In terms of Section 72 of the Companies Act, 2013, nomination facility is available to individual members holding shares in the physical form. The members who are desirous of availing this facility, may kindly write to Company's R & T Agent for nomination form by quoting their folio number.
11. **PROCESS AND MANNER FOR MEMBERS OPTING FOR VOTING THROUGH ELECTRONIC MEANS:**
  - i. Pursuant to the provisions of Section 108 of the Companies Act, 2013 read with Rule 20 of the Companies (Management and Administration) Rules, 2014 (as amended) and Regulation 44 of SEBI (Listing Obligations & Disclosure Requirements) Regulations 2015 (as amended), and the Circulars issued by the Ministry of Corporate Affairs dated 8th April, 2020, 13th April, 2020, 5th May, 2020 and 13th January, 2021 the Company is providing facility of remote e-voting to its Members in respect of the business to be transacted at the AGM. For this purpose, the Company has entered into an agreement with Central Depository Services (India) Limited (CDSL) for facilitating voting through electronic means, as the authorized e-Voting's agency. The facility of casting votes by a member using remote e-voting as well as e-voting during AGM will be provided by CDSL.
  - ii. Members whose names are recorded in the Register of Members or in the Register of Beneficial Owners maintained by the Depositories as on the Cut-off date i.e. **Thursday, 22nd September, 2022**, shall be entitled to avail the facility of remote e-voting as well as e-voting during AGM. Any recipient of the Notice, who has no voting rights as on the Cut-off date, shall treat this Notice as intimation only.
  - iii. A person who has acquired the shares and has become a member of the Company after the despatch of the Notice of the AGM and prior to the Cut-off date i.e. **Thursday, 22nd September, 2022**, shall be entitled to exercise his/her vote either electronically i.e. remote e-voting or e-voting during AGM by following the procedure mentioned in this part.

- iv. The remote e-voting will commence on **Monday, 26th September, 2022 at 10.00 a.m. and will end on Wednesday, 28th September, 2022 at 5.00 p.m.** During this period, the members of the Company holding shares either in physical form or in demat form as on the Cut-off date i.e. **Thursday, 22nd September, 2022** may cast their vote electronically. The members will not be able to cast their vote electronically beyond the date and time mentioned above and the remote e-voting module shall be disabled for voting by CDSL thereafter.
  - v. Once the vote on a resolution is cast by the member, he/she shall not be allowed to change it subsequently or cast the vote again.
  - vi. The voting rights of the members shall be in proportion to their share in the paid up equity share capital of the Company as on the Cut-off date i.e. **Thursday, 22nd September, 2022.**
  - vii. The Company has appointed **Ishan P. Shah, Advocate, Ahmedabad** to act as the Scrutinizer for conducting the remote e-voting process as well as the venue voting system on the date of the AGM, in a fair and transparent manner.
- 12. THE INTRUCTIONS OF SHAREHOLDERS FOR REMOTE E-VOTING AND E-VOTING DURING AGM AND JOINING MEETING THROUGH VC/OAVM ARE AS UNDER:**
- (i) The voting period begins on **26th September, 2022 at 10:00 am and ends on 28th September, 2022 at 5:00 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) of **Thursday, 22nd September, 2022** 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.
- a. In terms of SEBI circular no. SEBI/HO/CFD/CMD/CIR/P/2020/242 dated December 9, 2020 on e-Voting facility provided by Listed Companies, Individual shareholders holding securities in demat mode are allowed to vote through their demat account maintained with Depositories and Depository Participants. Shareholders are advised to update their mobile number and email Id in their demat accounts in order to access e-Voting facility.
- Pursuant to abovesaid SEBI Circular, Login method for e-Voting and joining virtual meetings for Individual shareholders holding securities in Demat mode is given below:

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

**Important note:** Members who are unable to retrieve User ID/ Password are advised to use Forget User ID and Forget Password option available at 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 <a href="mailto:helpdesk.evoting@cdslindia.com">helpdesk.evoting@cdslindia.com</a> 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](mailto:evoting@nsdl.co.in) or call at toll free no.: 1800 1020 990 and 1800 22 44 30

(iv) Login method for e-Voting and joining virtual meeting for shareholders other than individual shareholders & physical shareholders.

- 1) The shareholders should log on to the e-voting website [www.evotingindia.com](http://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](http://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:

|  | <b>For Shareholders holding shares in Demat Form other than individual and Physical Form</b>   |
|--|--|
| PAN  | <p>Enter your 10digit alpha-numeric *PAN issued by Income Tax Department (Applicable for both demat shareholders as well as physical shareholders)</p> <ul style="list-style-type: none"> <li>• 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.</li> </ul>                  |
| Dividend Bank Details OR Date of Birth (DOB) | <p>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.</p> <ul style="list-style-type: none"> <li>• If both the details are not recorded with the depository or company, please enter the member id / folio number in the Dividend Bank details field as mentioned in instruction (v).</li> </ul> |

- (v) After entering these details appropriately, click on "SUBMIT" tab.
- (vi) 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.

- (vii) For shareholders holding shares in physical form, the details can be used only for e-voting on the resolutions contained in this Notice.
- (viii) Click on the EVSN of the Company – ASTRON PAPER AND BOARD MILL LIMITED (**EVSN No. 220902004**) on which you choose to vote.
- (ix) 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.
- (x) Click on the "RESOLUTIONS FILE LINK" if you wish to view the entire Resolution details.
- (xi) 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.
- (xii) Once you "CONFIRM" your vote on the resolution, you will not be allowed to modify your vote.
- (xiii) You can also take a print of the votes cast by clicking on "Click here to print" option on the Voting page.
- (xiv) 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.
- (xv) Facility for Non – Individual Shareholders and Custodians –Remote Voting
  - Non-Individual shareholders (i.e. other than Individuals, HUF, NRI etc.) and Custodians are required to log on to [www.evotingindia.com](http://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](mailto:helpdesk.evoting@cdslindia.com).
  - After receiving the login details a Compliance User should be created using the admin login and password. The Compliance User would be able to link the account(s) for which they wish to vote on.



- The list of accounts linked in the login should be mailed to helpdesk.evoting@cdslindia.com and on approval of the accounts they would be able to cast their vote.
- A scanned copy of the Board Resolution and Power of Attorney (POA) which they have issued in favour of the Custodian, if any, should be uploaded in PDF format in the system for the scrutinizer to verify the same.
- Alternatively Non Individual shareholders are required to send the relevant Board Resolution/ Authority letter etc. together with attested specimen signature of the duly authorized signatory who are authorized to vote, to the Scrutinizer and to the Company at the email address viz; Uttam\_cs@astronpaper.com/pinakincs@yahoo.in (designated email address by company), if they have voted from individual tab & not uploaded same in the CDSL e-voting system for the scrutinizer to verify the same.

**13. INSTRUCTIONS FOR SHAREHOLDERS ATTENDING THE AGM THROUGH VC/OAVM & E-VOTING DURING MEETING ARE AS UNDER:**

1. The procedure for attending meeting & e-Voting on the day of the AGM/ EGM is same as the instructions mentioned above for Remote e-voting.
2. The link for VC/OAVM to attend meeting will be available where the EVSN of Company will be displayed after successful login as per the instructions mentioned above for Remote e-voting.
3. Shareholders who have voted through Remote e-Voting will be eligible to attend the meeting. However, they will not be eligible to vote at the AGM.
4. Shareholders are encouraged to join the Meeting through Laptops / IPads for better experience.
5. Further shareholders will be required to allow Camera and use Internet with a good speed to avoid any disturbance during the meeting.
6. Please note that Participants Connecting from Mobile Devices or Tablets or through Laptop connecting via Mobile Hotspot may experience Audio/Video loss due to Fluctuation in their respective network. It is therefore recommended to use Stable Wi-Fi or LAN Connection to mitigate any kind of aforesaid glitches.
7. Shareholders who would like to express their views/

ask questions during the meeting may register themselves as a speaker by sending their request in advance atleast 7 days prior to meeting mentioning their name, demat account number/folio number, email id, mobile number at uttam\_cs@astronpaper.com. The shareholders who do not wish to speak during the AGM but have queries may send their queries in advance 7 days prior to meeting mentioning their name, demat account number/folio number, email id, mobile number at uttam\_cs@astronpaper.com. These queries will be replied to by the company suitably by email.

8. Those shareholders who have registered themselves as a speaker will only be allowed to express their views/ask questions during the meeting.
  9. Since the AGM will be held through VC/OAVM, the Route Map is not annexed in this Notice.
- 14. PROCESS FOR THOSE SHAREHOLDERS WHOSE EMAIL ADDRESSES ARE NOT REGISTERED WITH THE DEPOSITORIES FOR OBTAINING LOGIN CREDENTIALS FOR E-VOTING FOR THE RESOLUTIONS PROPOSED IN THIS NOTICE:**

1. For Physical shareholders- 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 Company/RTA email id.
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.

## ANNEXURE TO THE NOTICE

[Pursuant to Section 102 of the Companies Act, 2013 ("Act")]

**As required by Section 102 of the Act, the following Explanatory Statement sets out all material facts relating to the business mentioned under Item No 4 of the accompanying Notice dated 09th August, 2022.**

### Item No. 4

Mr. Anand Maheshwari (DIN: 09662124) aged 32 years, was appointed as Independent Director of the Company at the meeting of Board of Directors held on 14th July, 2022 for a period of 5 (Five) consecutive years till the conclusion of the 17th Annual General Meeting.

The Nomination and Remuneration Committee has recommended and the Board has approved at its meetings held on 14th July, 2022 his appointment as an Independent Director of the Company for the First Term for a period of 5 (Five) consecutive years effective from the conclusion of the 12th Annual General Meeting till the conclusion of the 17th Annual General Meeting of the Company to be held in the calendar year 2027 or up to 13th July, 2027, whichever is earlier.

Pursuant to the provisions of Section 149 of the Companies Act, 2013, the appointment of any Independent Director requires the Members' approval by way of Special Resolution.

Further, Mr. Anand Maheshwari (DIN: 09662124) is not disqualified from being appointed as a Director in terms of Section 164 of the Companies Act, 2013.

The Company has also received a declaration from Mr. Anand Maheshwari (DIN: 09662124) that he meets the criteria of independence as prescribed both under Sub-section (6) of Section 149 read with Schedule IV of the Companies Act, 2013 and also under Regulation 16 & 25 of SEBI (Listing Obligations and Disclosure Requirements) Regulation, 2015.

In the opinion of the Board, Mr. Anand Maheshwari (DIN: 09662124) fulfills the conditions for appointment as an Independent Director of the Company as specified in the Act and the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015.

A copy of the draft letter of his appointment as an Independent Director setting out the terms and conditions is available for inspection by the members at the Registered Office of the Company on all working days during normal business hours between 9.30 A.M. to 6.30 P.M. up to the date of the 12th Annual General Meeting.

The statement under Regulation 36(3) of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 is annexed to this notice.

Further, Mr. Anand Maheshwari (DIN: 09662124), Independent Director, whose period of office is not liable to retire by rotation at every Annual General Meeting.

The Board considers that his continued association would be an immense benefit to the Company and it is desirable to avail services of Mr. Anand Maheshwari (DIN: 09662124), as an Independent Director.

Except, Mr. Anand Maheshwari (DIN: 09662124), being an appointee and his relatives, none of the other Directors and Key Managerial Personnel of the Company and their relatives are concerned or interested, financially or otherwise, in this Special Resolution set out at Item No.4 of the Notice.

This statement may also be regarded as an appropriate disclosure under the Companies Act and the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015.

The Board recommends the Special Resolution set out at Item No.4 of the Notice for approval by the Members.

### **(PURSUANT TO REGULATION 36(3) OF THE SEBI (LISTING OBLIGATION AND DISCLOSURE REQUIREMENT) REGULATIONS, 2015)**

|   |   |
|---|---|
| <b>Name of the Director</b>   | <b>Mr. Anand Maheshwari</b>   |
| DIN   | 09662124  |
| Date of Appointment   | 03rd November, 1989   |
| Brief Resume of the Director including nature of expertise in specific function areas | Mr. Anand Maheshwari holds a Bachelor's degree in Commerce from Kota University. He is a Fellow Member of the Institute of Chartered Accountants of India. Currently He is Practicing Chartered Accountants having an experience of about 9 years and has vast experience in the field of Industrial Taxation, auditing and compliances and has expertise in Statutory Audits & Internal Audits, Tax Audit, GST Audit, Corporate Finance, filing of IT Returns and other statutory filings for Individuals and Companies, Attending Scrutiny Assessments. |
| No. of Shares held in the Company   | 81282 shares having face value of Rs. 10/-  |
| Directorships and Committee membership in other Companies*                            | Nil   |
| Relationships between Director Inter-se   | Does not have any relationship with any other Director.   |

## Annexure A

Information pursuant to the provisions of the SEBI (Listing Obligation and Disclosure Requirements) Regulations, 2015 read with the provisions of the Secretarial Standards on General Meeting ('SS 2') issued by the Institute of Company Secretaries of India regarding the Director proposed to be re-appointed:

|   |  |
|---|--|
| <b>Name of the Director</b>   | <b>Mr. Karshanbhai Patel</b>   |
| Director Identification Number  | 00048167   |
| Age as on 09th August, 2022   | 69 years old   |
| Date of First Appointment on Board  | 29-12-2010   |
| Qualification   | Higher Secondary Pass Out  |
| Brief Profile/Experience including expertise in specific functional areas           | He has approximately 8 years of experience in the Industry in which the Company Operates   |
| No. of Shares held as on 09th August, 2022  | 35,75,000 shares having face value of Rs. 10/ each   |
| Terms and Conditions of re-appointment  | There is no change in the terms and conditions relating to appointment of Mr. Karshanbhai Patel as Director of the Company.                                |
| Directorship held in other Companies <sup>1</sup>                                   | 1. Director in Balaram Papers Private Limited (wholly owned Subsidiary of Astron Paper and Board Mill Limited)<br>2. Director in Specific Ceramics Limited |
| Directorship of listed entities from which director has resigned in past 3 years    | None   |
| Chairman/Member of the Committees in other Companies <sup>2</sup>                   | None   |
| Remuneration sought and last drawn  | None   |
| Number of Meetings of the Board attended during the Year                            | 4 out of 4   |
| Relationship with other Directors and other Key Managerial Personnel of the Company | He is not related to any of the Director and other Key Managerial Personnel  |

### Notes:

- 1 Directorship excludes directorship held in Private/Foreign Companies
- 2 The Committee of the Board of Directors includes only Audit Committee and Stakeholder Relationship Committee as per Regulation 26 of the SEBI (Listing Obligation and Disclosure Requirements) Regulations, 2015.

Date: 09/08/2022  
Place: Ahmedabad

By Order of the Board  
For, Astron Paper & Board Mill Limited

Sd/-  
**Shri Kirit Patel**  
Chairman & Managing Director  
DIN: 03353684

### Reg. Office:

D- 702, Seventh Floor, Ganesh Meridian,  
Opp. High Court, S. G Highway, Ahmedabad- 380 060.





**ASTRON PAPER & BOARD MILL LTD.**

**Office:** Ganesh Meridian, D-702, 7<sup>th</sup> Floor, Opp. High Court, S. G. Highway, Ahmedabad- 380060, Gujarat. INDIA.  
Tel.: +91 -79-40081221 | Fax: +91-79-40081220 | E-mail: [info@astronpaper.com](mailto:info@astronpaper.com) | Website: [www.astronpaper.com](http://www.astronpaper.com)

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Unit-I: Halvad Plant : Survey No : 52/1-2, 53/1-2, 49/1-2, 50, 51/1-2-3, 54, 55, Village Sukhpar, Ta. Halvad, Dis. Morbi, Gujarat : 363330.

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Unit - II: Bhuj Plant : Survey No : 64/1, Chubdak SIM, Nr. Ratnal Essar Petrol Pump, Bhuj-Anjar Highway, Bhuj-Kutch - 370105

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**BALARAM PAPERS PRIVATE LIMITED (WHOLLY OWNED SUBSIDIARY)**

Survey No : 256 and 258, Dhanali Road, Nr. Deem Roll, At. Ganeshpura, Ta. Kadi, Dist. Mehsana-384001 Gujarat, India.