

STANDARD SURFACTANTS LTD.

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

Tel. : 0512-2531762 Fax : 0512-2548585

E-mail : headoffice@standardsurfactants.com

Website : www.standardsurfactants.com

CIN No.: L24243UP1989PLC010950

To

08.09.2022

BSE Limited

P. J. Towers

Dalal Street,

Mumbai- 400001

Dear Sir,

Sub: Submission of Annual Report for the financial year ended 2020-21

In terms of the regulation 34 (1) of the Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015, we furnish herewith the Annual Report for the year ended 31.03.2022.

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

Thanking You,

For **Standard Surfactants Limited**



(Pawan Kumar Garg)

Chairman & Managing Director

DIN-00250836

Works :

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



33rd
Annual Report
2021-2022

Standard

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CIN: L24243UP1989PLC010950

CORPORATE INFORMATION :

- BOARD OF DIRECTORS** : Shri PAWAN KUMAR GARG, *Chairman and Managing Director*
Shri ATUL KUMAR GARG, *Whole time Director*
Shri ANKUR GARG, *Whole time Director*
Dr. RAJINDER PAL SINGH, *Independent Director*
Smt. BIJAL YOGESH DURGAVALA, *Independent Director*
Mr. GOPAL DASS AGARWAL, *Independent Director (w.e.f 03.12.2021)*
- CHIEF FINANCIAL OFFICER** : Mr. PRADEEP VERMA *(w.e.f 12.08.2021)*
- COMPANY SECRETARY** : MS. RITIKA TANDON *(w.e.f 03.12.2021)*
- AUDITORS** : M/s. ATUL GARG & ASSOCIATES
Chartered Accountants
Kanpur
- BANKERS** : STATE BANK OF INDIA, IFB Branch
KANPUR
- REGISTERED OFFICE** : 8/15, ARYA NAGAR
KANPUR-208002 (U.P.)
PHONES: (0512) 2531762
E- MAIL: secretarial@standardsurfactants.com
- WORKS** : 24 - A & B, NEW SECTOR
INDUSTRIAL AREA, MANDIDEEP
RAISEN (M. P.)
- REGISTRAR & TRANSFER AGENTS** : M/s SKYLINE FINANCIAL SERVICES PVT. LTD.
D-153A, 1ST FLOOR, OKHLA INDUSTRIAL AREA,
PHASE-I,
NEW DELHI-110020

NOTICE

Notice is hereby given that the Thirty Third Annual General Meeting of the Members of Standard Surfactants Ltd. will be held on Friday the 30th day of September, 2022 at 8/15, Arya Nagar, Kanpur-208002 at 02:30 P.M to transact the following business:

ORDINARY BUSINESS:

1. To receive, consider and adopt the Audited Standalone Financial Statements of the Company for the financial year ended 31st March, 2022, together with the Reports of the Auditors and Board of Directors thereon.
2. To appoint a director in place of Mr. Atul Kumar Garg (having DIN No.00250868) who retires by rotation and being eligible, offers himself for reappointment.
3. Re-appointment of Statutory Auditors for the second term of 5 years

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

“RESOLVED THAT pursuant to the provisions of Sections 139, 142 and other applicable provisions, if any, of the Companies Act, 2013 read with the Companies (Audit and Auditors) Rules, 2014 (including any statutory modification(s) or reenactment(s) thereof for the time being in force) and based on the recommendation of the Audit Committee and the Board of Directors, M/s Atul Garg & Associates, Chartered Accountants, (Firm Registration No. 001544C), be and are hereby re-appointed as the Statutory Auditors of the Company, for the second term of 5 years i.e. from the conclusion of this 33rd Annual General Meeting until the conclusion of 38th Annual General Meeting to be held in the year 2027 at a remuneration and reimbursement of out-of-pocket expenses as mutually decided and the Board of Directors be and is hereby further authorized to finalize the terms and conditions of re-appointment, including remuneration of the Statutory Auditor for the remaining period, based on the recommendation of the Audit Committee during the tenure.

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

SPECIAL BUSINESS:

4. **Ratification of Cost Auditor's Remuneration:**

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

“RESOLVED THAT pursuant to the provisions of Section 148 and other applicable provisions, if any, of the Companies Act, 2013 read with the Companies (Audit and Auditors) Rules, 2014, (including any statutory modification(s) or re-enactment(s) thereof, for the time being in force), the Company hereby ratifies the remuneration of Rs. 20000/- plus applicable taxes and reimbursement of out-of-pocket expenses, payable to M/s Shyam Ji Mishra & Associates, Cost Accountants (Firm Registration Number 002306), who are re-appointed by the Board of Directors of the Company as Cost Auditors, to conduct the audit of the cost records maintained by the Company for the financial year ending March 31, 2023.”

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

5. **Regularisation of Mr. Gopal Dass Agarwal (DIN 06545901) appointed as an additional director of the company (Independent Non-executive Director).**

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

“RESOLVED THAT Mr. Gopal Dass Agarwal (DIN 06545901), who was appointed as an Additional Director of the Company with effect from 03.12.2022 as Non-executive Independent Director of the company for a term of 5 years, by the Board of Directors, based on the recommendation of the Nomination and Remuneration Committee, and who holds office as such up to this Annual General Meeting of the Company under Section 161(1) of the Companies Act, 2013 (“the Act”) and in respect of whom the Company has received a notice in writing under Section 160(1) of the Act from a member proposing his candidature for the office of Director, be and is hereby appointed as a Director (Independent Non Executive) of the Company.”

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

6. **Re-Appointment of Mrs. Bijal Yogesh Durgavale (DIN 07403891) as an Women Independent Director of the Company for the second term of 5 years.**

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

“RESOLVED THAT pursuant to the provisions of Section 149, 152 and any other applicable provisions of the Companies Act, 2013 (“the Act”) read with Schedule IV and the Companies (Appointment and Qualification of Directors) Rules, 2014 and the Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements), Regulations, 2015 (“Listing Regulations”) (including any statutory modification(s) or re-enactment(s) thereof, for the time being in force) and based on the recommendation of the Nomination and Remuneration Committee and the Board of Directors, the re-appointment of Mrs. Bijal Yogesh Durgavale (DIN 07403891), who has submitted a declaration confirming that she meets the criteria of independence as provided Section 149(6) of the Act and Regulation 16(1)(b) of the Listing Regulations, and who is eligible for re-appointment as a Non-Executive, Women Independent Director of the Company, not liable to retire by rotation, for the second term of five years second term commencing from 09.05.2022 upto 09.05.2027 be and is hereby approved.

RESOLVED FURTHER THAT pursuant to the provisions of sections 149, 197, and other applicable provisions of the Act and the Rules made thereunder, Mrs. Bijal Yogesh Durgavale (DIN 07403891), shall be entitled to receive the remuneration/ fees/ commission as permitted to be received in a capacity of Non-Executive, Women Independent Director under the Act and Listing Regulations, as recommended by the Nomination and Remuneration Committee and approved by the Board of Directors, from time to time.

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

7. Re-appointment of Mr. Pawan Kumar Garg (DIN: 00250836) as a Chairman and Managing Director of the Company.

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

“RESOLVED THAT subject to the provisions of Sections 196, 203 read other applicable provisions, if any, of the Companies Act, 2013 and Rules framed thereunder and pursuant to the recommendation of the Nomination and Remuneration Committee of the Company and the Board of Directors, the approval of the members of the Company be and is hereby accorded for the re-appointment of Mr. Pawan Kumar Garg, as a Chairman and Managing Director of the Company for a further period of Five years w.e.f 31.12.2022 to 31.12.2027.”

8. Re-appointment of Mr. Atul Kumar Garg (DIN: 00250868) as a Whole time Director of the Company.

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

“RESOLVED THAT pursuant to the provision of Section 196, and 203 read with all other applicable provision of the Companies Act, 2013 and the Companies (Appointment and Remuneration of Managerial Personnel) Rules, 2014 (including any statutory modification(s) or re-enactment thereof for the time being in force), consent of the shareholders of the Company be and is hereby accorded for the reappointment of Mr. Atul Kumar Garg, as a Whole time Director of the Company for a further period of Five years w.e.f 31.12.2022 to 31.12.2027.

9. Variation in terms of Appointment of Managing Director and Whole time Directors of the company

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

“RESOLVED THAT, in accordance with the provisions of Section 197 and 198 of the Companies Act, 2013 read with Schedule V and all other applicable provision of the Companies Act, 2013 and the Companies (Appointment and Remuneration of Managerial Personnel) Rules, 2014 (including any statutory modification(s) or re-enactment thereof for the time being in force) , consent of shareholders be and is hereby accorded for variation in the terms of remuneration payable to Mr. Pawan Kumar Garg, Chairman & Managing Director, Mr. Ankur Garg and Mr. Atul Kumar Garg, Whole-time Directors, with effect from 01.04.2022 upto 31.03.2025 as set out in the Explanatory Statement annexed to the Notice convening this Meeting.”

Pawan Kumar Garg

Chairman and Managing Director

Place: Kanpur

(DIN-00250836)

Date: 06.09.2022

NOTES:

1. A member entitled to attend and vote at the meeting is entitled to appoint a proxy to attend and vote instead of himself and such a proxy need not be a member of the Company. Instrument of proxies in order to be effective must be lodged with the Company's registered office not less than Forty- Eight hours before the commencement of the meeting.
2. The Register of Members and Share Transfer Books of the Company will remain closed from Thursday 15th September, 2022 to Friday 30th September, 2022 (both days inclusive).
3. The route map showing directions to reach the venue of the Thirty Third Annual General Meeting is annexed.
4. Members who hold shares in dematerialized form are requested to write their client ID and DP ID number and those who holds shares in physical form are requested to write their folio number in the attendance slip for attending the meeting.
5. Members are requested to bring their attendance slip to the meeting.
6. Members desiring to seek information on Annual Accounts to be explained at the meeting are requested to send their queries at least ten days before the date of the meeting so that the information can be made available at the meeting.
7. Recognizing the spirit of circular issued by the MCA, the Company henceforth proposes to send documents like Notice convening the General Meetings, Directors' Report, Auditors' Report, Financial Statements etc to the email address provided by Members with their depositories.
8. To support 'Green Initiatives', the Company request the Members to expeditiously update their email addresses with their respective depository participant to ensure the annual report and other documents reach them on their preferred email. Those member who have shares in physical form are requested to expeditiously inform their email address to the Company at 8/15 Arya Nagar, Kanpur-208002, Tel.: 0512-2531762 Email: secretarial@standardsurfactants.com or the Company's Registrar and Share Transfer Agent, The Skyline Financial Services Pvt. Ltd., D-153A, 1st Floor, Okhla Industrial Area, Phase-I, New Delhi-110020. Tel. no. 011-40450193, Email: viren@skylinerta.com; admin@skylinerta.com
9. The Statement containing the balance sheet, the statement of profit and loss, cash flow statement and Auditors' Report is sent to the members.
10. **Voting through electronic means**

In compliance with the provisions of Section 108 of the Act, read with Rule 20 of The Companies (Management and Administration) Rules, 2014, as amended from time to time, and Regulation 44 of the Listing Regulations, Members are provided with the facility to exercise their right to vote electronically on all resolutions set forth in the Notice of the 33rd Annual General Meeting ('AGM'). Members may cast their votes by using the e-voting services provided by National Securities Depository Ltd. ('NSDL'), i.e. facility of casting votes by using an electronic voting system from a place other than the venue of the AGM ('remote e-voting').

Instructions for remote e-voting are as under:

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

The remote e-voting period begins on 27.09.2022 at 09:00 Am and ends on 29.09.2022 at 05:00 P.M. The remote e-voting module shall be disabled by NSDL for voting thereafter. The Members, whose names appear in the Register of Members / Beneficial Owners as on the record date (cut-off date) i.e. 22.09.2022, may cast their vote electronically. The voting right of shareholders shall be in proportion to their share in the paid-up equity share capital of the Company as on the cut-off date, being 22.09.2022.

How do I vote electronically using NSDL e-Voting system?





The way to vote electronically on NSDL e-Voting system consists of "Two Steps" which are mentioned below:

Step 1: Access to NSDL e-Voting system**A) Login method for e-Voting and joining virtual meeting for Individual shareholders holding securities in demat mode**

In terms of SEBI circular 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.

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

Type of shareholders	Login Method
<p>Individual Shareholders holding securities in demat mode with NSDL.</p>	<ol style="list-style-type: none"> Existing IDEAS user can visit the e-Services website of NSDL Viz. https://eservices.nSDL.com either on a Personal Computer or on a mobile. On the e-Services home page click on the “Beneficial Owner” icon under “Login” which is available under 'IDEAS' section , this will prompt you to enter your existing User ID and Password. After successful authentication, you will be able to see e-Voting services under Value added services. Click on “Access to e-Voting” under e-Voting services and you will be able to see e-Voting page. Click on company name or e-Voting service provider i.e. NSDL and you will be re-directed to e-Voting website of NSDL for casting your vote during the remote e-Voting period If you are not registered for IDEAS e-Services, option to register is available at https://eservices.nSDL.com. Select “Register Online for IDEAS Portal” or click at https://eservices.nSDL.com/SecureWeb/IdeasDirectReg.jsp Visit the e-Voting website of NSDL. Open web browser by typing the following URL: https://www.evoting.nSDL.com/ either on a Personal Computer or on a mobile. Once the home page of e-Voting system is launched, click on the icon “Login” which is available under 'Shareholder/Member' section. A new screen will open. You will have to enter your User ID (i.e. your sixteen digit demat account number hold with NSDL), Password/OTP and a Verification Code as shown on the screen. After successful authentication, you will be redirected to NSDL Depository site wherein you can see e-Voting page. Click on company name or e-Voting service provider i.e. NSDL and you will be redirected to e-Voting website of NSDL for casting your vote during the remote e-Voting period. Shareholders/Members can also download NSDL Mobile App “NSDL Speede” facility by scanning the QR code mentioned below for seamless voting experience. <div style="text-align: right; margin-top: 5px;"> <small>NSDL Mobile App is available on</small>     </div>
<p>Individual Shareholders holding securities in demat mode with CDSL</p>	<ol style="list-style-type: none"> Existing users who have opted for Easi / Easiest, they can login through their user id and password. Option will be made available to reach e-Voting page without any further authentication. The URL for users to login to Easi / Easiest are https://web.cdslindia.com/myeasi/home/login or www.cdslindia.com and click on New System Myeasi. After successful login of Easi/Easiest the user will be also able to see the E Voting Menu. The Menu will have links of e-Voting service provider i.e. NSDL. Click on NSDL to cast your vote. If the user is not registered for Easi/Easiest, option to register is available at https://web.cdslindia.com/myeasi/Registration/EasiRegistration Alternatively, the user can directly access e-Voting page by providing demat Account Number and PAN No. from a link in www.cdslindia.com home page. The system will authenticate the user by sending OTP on registered Mobile & Email as recorded in the demat Account. After successful authentication, user will be provided links for the respective ESP i.e. NSDL where the e-Voting is in progress.

Type of shareholders	Login Method
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. upon logging in, you will be able to see e-Voting option. 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 i.e. NSDL and you will be redirected to e-Voting website of NSDL for casting your vote during the remote e-Voting period.

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. NSDL and CDSL

Login type	Helpdesk details
Individual Shareholders holding securities in demat mode with NSDL	Members facing any technical issue in login can contact NSDL helpdesk by sending a request at evoting@nsdl.co.in or call at toll free no.: 1800 1020 990 and 1800 22 44 30
Individual Shareholders holding securities in demat mode with CDSL	Members facing any technical issue in login can contact CDSL helpdesk by sending a request at helpdesk.evoting@cdslindia.com or contact at 022- 23058738 or 022-23058542-43

B) Login Method for e-Voting for shareholders other than Individual shareholders holding securities in demat mode and shareholders holding securities in physical mode.

How to Log-in to NSDL e-Voting website?

1. Visit the e-Voting website of NSDL. Open web browser by typing the following URL: <https://www.evoting.nsdl.com/> either on a Personal Computer or on a mobile.
2. Once the home page of e-Voting system is launched, click on the icon “Login” which is available under 'Shareholder/Member' section.
3. A new screen will open. You will have to enter your User ID, your Password/OTP and a Verification Code as shown on the screen.

Alternatively, if you are registered for NSDL eservices i.e. IDEAS, you can log-in at <https://eservices.nsdl.com/> with your existing IDEAS login. Once you log-in to NSDL eservices after using your log-in credentials, click on e-Voting and you can proceed to Step 2 i.e. Cast your vote electronically.

4. Your User ID details are given below :

Manner of holding shares i.e. Demat (NSDL or CDSL) or Physical	Your User ID is:
a) For Members who hold shares in demat account with NSDL.	8 Character DP ID followed by 8 Digit Client ID For example if your DP ID is IN300*** and Client ID is 12***** then your user ID is IN300***12*****.
b) For Members who hold shares in demat account with CDSL.	16 Digit Beneficiary ID For example if your Beneficiary ID is 12***** then your user ID is 12*****

c) For Members holding shares in Physical Form.	EVEN Number followed by Folio Number registered with the company For example if folio number is 001*** and EVEN is 101456 then user ID is 101456001***
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5. Password details for shareholders other than Individual shareholders are given below:
- If you are already registered for e-Voting, then you can use your existing password to login and cast your vote.
 - If you are using NSDL e-Voting system for the first time, you will need to retrieve the 'initial password' which was communicated to you. Once you retrieve your 'initial password', you need to enter the 'initial password' and the system will force you to change your password.
 - How to retrieve your 'initial password'?
 - If your email ID is registered in your demat account or with the company, your 'initial password' is communicated to you on your email ID. Trace the email sent to you from NSDL from your mailbox. Open the email and open the attachment i.e. a .pdf file. Open the .pdf file. The password to open the .pdf file is your 8 digit client ID for NSDL account, last 8 digits of client ID for CDSL account or folio number for shares held in physical form. The .pdf file contains your 'User ID' and your 'initial password'.
 - If your email ID is not registered, please follow steps mentioned below in **process for those shareholders whose email ids are not registered.**
6. If you are unable to retrieve or have not received the “Initial password” or have forgotten your password:
- Click on “Forgot User Details/Password?”(If you are holding shares in your demat account with NSDL or CDSL) option available on www.evoting.nsdl.com.
 - Physical User Reset Password?” (If you are holding shares in physical mode) option available on www.evoting.nsdl.com.
 - If you are still unable to get the password by aforesaid two options, you can send a request at evoting@nsdl.co.in mentioning your demat account number/folio number, your PAN, your name and your registered address etc.
 - Members can also use the OTP (One Time Password) based login for casting the votes on the e-Voting system of NSDL.
7. After entering your password, tick on Agree to “Terms and Conditions” by selecting on the check box.
8. Now, you will have to click on “Login” button.
9. After you click on the “Login” button, Home page of e-Voting will open.

Step 2: Cast your vote electronically and join General Meeting on NSDL e-Voting system.**How to cast your vote electronically and join General Meeting on NSDL e-Voting system?**

- After successful login at Step 1, you will be able to see all the companies “EVEN” in which you are holding shares and whose voting cycle and General Meeting is in active status.
- Select “EVEN” of company for which you wish to cast your vote during the remote e-Voting period and casting your vote during the General Meeting. For joining virtual meeting, you need to click on “VC/OAVM” link placed under “Join General Meeting”.
- Now you are ready for e-Voting as the Voting page opens.
- Cast your vote by selecting appropriate options i.e. assent or dissent, verify/modify the number of shares for which you wish to cast your vote and click on “Submit” and also “Confirm” when prompted.
- Upon confirmation, the message “Vote cast successfully” will be displayed.
- You can also take the printout of the votes cast by you by clicking on the print option on the confirmation page.

7. Once you confirm your vote on the resolution, you will not be allowed to modify your vote.

General Guidelines for shareholders

1. Institutional shareholders (i.e. other than individuals, HUF, NRI etc.) are required to send scanned copy (PDF/JPG Format) of the relevant Board Resolution/ Authority letter etc. with attested specimen signature of the duly authorized signatory(ies) who are authorized to vote, to the Scrutinizer by e-mail sarvesh_srifcs@yahoo.co.in with a copy marked to evoting@nsdl.co.in. Institutional shareholders (i.e. other than individuals, HUF, NRI etc.) can also upload their Board Resolution / Power of Attorney / Authority Letter etc. by clicking on "Upload Board Resolution / Authority Letter" displayed under "e-Voting" tab in their login.
2. It is strongly recommended not to share your password with any other person and take utmost care to keep your password confidential. Login to the e-voting website will be disabled upon five unsuccessful attempts to key in the correct password. In such an event, you will need to go through the "Forgot User Details/Password?" or "Physical User Reset Password?" option available on www.evoting.nsdl.com to reset the password.
3. In case of any queries, you may refer the Frequently Asked Questions (FAQs) for Shareholders and e-voting user manual for Shareholders available at the download section of www.evoting.nsdl.com or call on toll free no.: 1800 1020 990 and 1800 22 44 30 or send a request to Ms. Himali Singh at evoting@nsdl.co.in

Process for those shareholders whose email ids are not registered with the depositories for procuring user id and password and registration of e mail ids for e-voting for the resolutions set out in this notice:

1. In case shares are held in physical mode please provide Folio No., Name of shareholder, scanned copy of the share certificate (front and back), PAN (self attested scanned copy of PAN card), AADHAR (self attested scanned copy of Aadhar Card) by email to secretarial@standardsurfactants.com.
2. In case shares are held in demat mode, please provide DPID-CLID (16 digit DPID + CLID or 16 digit beneficiary ID), Name, client master or copy of Consolidated Account statement, PAN (self attested scanned copy of PAN card), AADHAR (self attested scanned copy of Aadhar Card) to secretarial@standardsurfactants.com. If you are an Individual shareholders holding securities in demat mode, you are requested to refer to the login method explained at step 1 (A) i.e. **Login method for e-Voting and joining virtual meeting for Individual shareholders holding securities in demat mode.**
3. Alternatively shareholder/members may send a request to evoting@nsdl.co.in for procuring user id and password for e-voting by providing above mentioned documents.
4. In terms of SEBI circular 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 required to update their mobile number and email ID correctly in their demat account in order to access e-Voting facility.

EXPLANATORY STATEMENT PURSUANT TO SECTION 102 (1) OF THE COMPANIES ACT, 2013**Item No. 4**

In terms of Section 148 of the Act read with the Companies (Cost Records and Audit) Rules, 2014, as amended from time to time, the Company is required to undertake the audit of its cost records for products covered under the Companies (Cost Records and Audit) Rules, 2014 to be conducted by a Cost Accountant in practice. In compliance with the above, the Audit Committee of the Company at its meeting held on 13.08.2022 considered the appointment of M/s Shyamji Mishra & Associates, Cost Accountants (Firm Registration Number – 2306) as the Cost Auditors of the Company for FY 2022-23. At the said meeting, the Audit Committee also considered the remuneration of Rs. 20000/- (Rupees Twenty Thousand) (plus applicable taxes and reimbursement of out-of-pocket expenses) payable to the Cost Auditors for FY 2022-2023.

The consent of the Members is sought for passing an Ordinary Resolution as set out at Item No. 4 of the Notice for ratification of the remuneration payable to the Cost Auditor of the Company for the Financial Year ending March 31, 2023. None of the Directors and

Key Managerial Personnel of the Company or their respective relatives is concerned or interested in the Resolution mentioned at Item No. 4 of the Notice.

The Board recommends the Resolution set forth in Item No. 4 for the approval of the Members.

Item No. 5

Mr. Gopal Dass Agarwal (DIN 06545901) was first inducted to the Board at the Board Meeting held on 03.12.2021 and in the same meeting he was appointed as the Additional Independent Director. In terms of Section 161(1) of the Companies Act, 2013. Mr. Gopal Dass Agarwal (DIN 06545901) can hold office only up to the date of the ensuing Annual General Meeting. With respect to the same, the Company has received a notice in writing pursuant to the provisions of Section 160 of the Companies Act, 2013 proposing his candidature for appointment as a Director of the Company.

Further, in the same meeting i.e. meeting held on 03.12.2021, the Board appointed Mr. Gopal Dass Agarwal (DIN 06545901) as the Independent Director of the Company, with immediate effect, for a period of five years.

The Board is of the opinion that the appointment and presence of Mr. Gopal Dass Agarwal (DIN 06545901) on the Board will be desirable, beneficial and in the best interest of the Company.

The Board recommends the resolution set out in item no. 5 of the accompanying Notice for approval and adoption of the Members.

None of the Directors of the Company except Mr. Gopal Dass Agarwal (DIN 06545901), Key Managerial Personnel, or their respective relatives are, in any way, concerned or interested, financially or otherwise, in the said resolution. Disclosures, as required under Regulation 36 of the Listing Regulations and Secretarial Standard -2 on General Meetings issued by the Institute of Company Secretaries of India, are annexed to this Notice. The Board recommends this Resolution for your approval.

Item No. 6

Re-appointment of **Mrs. Bijal Yogesh Durgavale (DIN 07403891)** as an Independent Director of the Company for a second term of 5 years **Mrs. Bijal Yogesh Durgavale (DIN 07403891)**, was appointed as an Independent Director at the Board Meeting held on 11.02.2017, for a period of 5 years and she is eligible for reappointment for the second term of 5 years.

Based on the recommendation of the Nomination and Remuneration Committee (NRC), the Board of Directors at its meeting held on 09.05.2022, recommended the reappointment of **Mrs. Bijal Yogesh Durgavale (DIN 07403891)**, for the term of second term five years subject to the approval of the Members. The profile and specific areas of expertise of **Mrs. Bijal Yogesh Durgavale (DIN 07403891)** are provided as Annexure to this Notice and she has given his declaration to the Board that she continues to meet the criteria of independence as provided under Section 149(6) of the Companies Act, 2013 ('the Act') and Regulation 16(1)(b) of the Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015 ('Listing Regulations'), and is not restrained from acting as a Director under any order passed by the Securities and Exchange Board of India or any such authority and is eligible to be appointed as a Director in terms of Section 164 of the Act.

In the opinion of the Board, **Mrs. Bijal Yogesh Durgavale (DIN 07403891)** is a person of integrity, possesses the relevant expertise/experience, and fulfills the conditions specified in the Act and the Listing Regulations for appointment as an Independent Director and she is independent of the management. In terms of Regulation 25(8) of Listing Regulations.

Mrs. Bijal Yogesh Durgavale (DIN 07403891) has confirmed that she is not aware of any circumstance or situation that exists or may be reasonably anticipated that could impair or impact her ability to discharge her duties. Given her experience, the Board considers it desirable and in the interest of the Company to continue on the Board of the Company and accordingly the Board recommends the re-appointment her as an Women Independent Director for a second term of 5 years, as proposed in the Item 7 for approval by the Members as a Special Resolution.

Except for **Mrs. Bijal Yogesh Durgavale (DIN 07403891)** and/or her relatives, no other Directors, Key Managerial Personnel, or their respective relatives are, in any way, concerned or interested, financially or otherwise, in the said resolution. Disclosures, as required under Regulation 36 of the Listing Regulations and Secretarial Standard -2 on General Meetings issued by the Institute of Company Secretaries of India, are annexed to this Notice. The Board recommends this Resolution for your approval.

Item No 7

The Board of Directors of the Company ('the Board') on the recommendation of the Nomination & Remuneration Committee and subject to the approval of the Members of the Company, has appointed Mr. Pawan Kumar Garg as the Chairman & Managing Director of the Company for a period of five years, i.e from 31.12.2022 to 31.12.2027 (both days inclusive) at the remuneration as set out in the Item No. 9 subject to the limits prescribed under the provisions of Schedule V Part II Section II to the Companies Act, 2013. Mr. Pawan Kumar Garg has been playing a key role in operating, production, finance, marketing, commercial, trading, legal and sales functions. Therefore, it is suggested to reappoint him as the Managing Director of the Company to encourage and promote his sincerest investment of the best efforts in the efficient and prudent corporate management, in providing solutions of various business-related issues and to take steps to minimize the risks associated with the business of the Company. His Profile in brief is given below:

Mr. Pawan Kumar Garg, is Chairman & Managing Director of the Company is proposed to be vested with all the key responsibilities and shall work under the guidance of Board of Directors of the Company. Mr. Pawan Kumar Garg is holding 549547 Equity Shares in the Share Capital of the Company. It is proposed to re-appoint Mr. Pawan Kumar Garg as the Chairman & Managing Director of the Company for a period of five years, on a remuneration as set out in the Item No. 9 subject to the limits prescribed under the provisions of Schedule V Part II Section II to the Companies Act, 2013.

Therefore, the required additional information pursuant to Schedule V Part II Section II of the Companies Act, 2013 is annexed to this notice as Annexure A. The disclosure under Regulation 36 of the SEBI (Listing Obligations & Disclosure Requirements) Regulations 2015 is annexed to this notice as Annexure B.

The role and responsibility of the Managing Director shall be to perform the responsibilities assigned by the Board from time to time, including but not limited to making recommendations to the Board with respect to the investments/disinvestments decisions, senior level appointments, retrenchments and increments, collaborations/joint ventures, dilution of equity, further capital issues, borrowings, appointment of internal auditors/statutory auditors/security agencies, to take all extraordinary decisions and undertake activities, which are independent to the day to day operations of the Company, to carry out other supervisory and regulatory function, including delegation/assignment of any function in the manner as may be required to run the affairs of the Company. Accordingly, resolution set out under item number 8 is recommended for approval of the members as a special resolution.

None of the Promoters, Directors, Key Managerial personnel or their relatives, except Mr. Pawan Kumar Garg, Mr. Atul Kumar Garg, their relatives and their jointly controlled entities are concerned or interested, financially or otherwise, in passing of the aforesaid. The Board recommends this Resolution for your approval.

Item No. 8

Mr. Atul Kumar Garg has been playing a key role in marketing, commercial and administration functions. Therefore, it is suggested to reappoint him as the Whole Time Director of the Company to encourage and promote his sincerest investment of the best efforts in the efficient and prudent corporate management, in providing solutions of various business related issues and to take steps to minimize the risks associated with the business of the Company. His Profile in brief is given below:

Mr. Atul Kumar Garg, Whole Time Director of the Company is proposed to be vested with all the key responsibilities and shall work under the guidance of Board of Directors of the Company. Therefore, the required additional information pursuant to Schedule V Part II Section II to the Companies Act, 2013 is annexed to this notice as Annexure-A. The disclosure under Regulation 36 of the SEBI (Listing Obligations & Disclosure Requirements) Regulations, 2015 is annexed to this Notice as Annexure-B.

The Whole Time Director shall implement the functions assigned by the Board from time to time, including but not limited to making recommendations to the Board with respect to the investments/disinvestments decisions, collaborations/joint ventures and to take all extraordinary decisions and undertake activities, which are necessary to run the day to day operations of the Company and to carry out other supervisory and regulatory functions, including delegation/assignment of duties in the manner as may be required from time to time.

Accordingly, resolution set out under item number 9 is recommended for approval of the members as a special resolution. None of the Promoters, Directors, Key Managerial personnel or their relatives, except Mr. Atul Kumar Garg, Mr. Pawan Kumar Garg their

relatives and their jointly controlled entities are concerned or interested, financially or otherwise, in passing of the aforesaid resolution except to the extent of their shareholding as the members of the Company. The Board recommends this Resolution for your approval.

Item No. 9:

The Board of Directors of the Company ('the Board') at the meeting held on 06.09.2022, on the recommendation of the Nomination & Compensation Committee, recommended for the approval of the Members, variation in the terms of remuneration payable to Mr. Pawan Kumar Garg Chairman & Managing Director, and Mr. Atul Kumar Garg and Mr. Ankur Garg, Whole-time Directors, with effect from 1st April, 2022, as detailed hereunder.

The proposed variation in remuneration is based on the Company's remuneration strategy subject to the Maximum limits prescribed under Section 197 of the Companies Act, 2013 and rules made thereunder as amended from time to time read along with the Schedule V of the Companies Act, 2013. The said variation in remuneration also cognises for market benchmarks, compensation trends and the Company's context and the Board shall be authorised to decide the remuneration of the managing director and whole time directors subject to the maximum ceiling laid down under Schedule V.

The remuneration of Mr. Pawan Kumar Garg Chairman & Managing Director, and Mr. Atul Kumar Garg and Mr. Ankur Garg, Whole-time Directors in aggregate of the remuneration and perquisites / benefits, including contributions towards Provident Fund, Superannuation Fund and Gratuity Fund, Medical and Life Insurance Benefits, Leave Travelling Allowance and any other expenses payable to the Chairman & Managing Director and the Whole-time Directors of the Company taken together, shall be within the limit prescribed under Schedule V the Companies Act, 2013 as detailed below:-

- a. Salary: Rs. 150000/- per month
- b. Commission: Payment of Commission of such amount as may be recommended and approved by the Remuneration and Nomination Committee ("R&NC") in compliance with the provisions of the Companies Act, 2013.
- c. Perquisites: Shall consist of Bonus, Leave Travelling Concessions. Mobile Electricity Bill, Medical and Life Insurance premium, and such other amount as may be approved by the Board as per the companies rules in compliance with the provisions of the Companies Act, 2013 read with Schedule V.

The Managing and Whole-time Director shall also be entitled to reimbursement of entertainment expenses actually and properly incurred by him in the course of legitimate business of the company. He shall not be paid any sitting fee for attending the meeting of the Board of Directors or of any Committee thereof, from the date of his appointment as Whole Time Managing Director.

Explanation: Perquisites shall be evaluated as per Income Tax Rules, wherever applicable and in the absence of any such rule, perquisites shall be evaluated at the cost on actual basis.

Mr. Pawan Kumar Garg Chairman & Managing Director, and Mr. Atul Kumar Garg and Mr. Ankur Garg, Whole-time Directors and their relatives, are interested in this Resolution in so far as the same relates to variation in their respective remuneration.

The Board recommends this Special Resolution for your approval.

By Order of the Board of Directors
For **Standard Surfactants Limited**
Pawan Kumar Garg
Chairman and Managing Director
Place: Kanpur
(DIN-00250836)
Date: 06.09.2022

Information under clause 1 (B) of Section II of Part II of the Schedule V to the Act and Details of Directors seeking appointment/ re-appointment at the Annual General Meeting (Pursuant to Regulation 36(3) of the SEBI (Listing Obligations and Disclosure Requirement) Regulations, 2015)

Annexure-A

I. General Information:					
Nature of industry			Manufacturing and Trading		
Date or expected date of commencement of commercial production:			Company is in operation since 1989.		
In case of new companies, expected date of commencement of activities as per project approved by financial institutions appearing in the prospectus			NA		
Financial performance based on given indicators profit			As per balance sheet attached therewith		
Foreign investments or collaborations, if any.			NA		
II. Information about the appointee:					
Name	Mr. Pawan Kumar Garg	Mr. Atul Kumar Garg	Mr. Gopal Dass Agarwal	Mrs. Bijal Y. Durgavale	Mr. Ankur Garg
Background details	Associated with the Company as Chairman Managing Director since 1989.	Associated with the Company as Whole time Director since 1992.	Associated with the Company as Non-Executive Independent Director since December 2021	Associated with the Company as Non-Executive Women Director since 2017.	Associated with the Company as Whole time Director since 2010
Other Information detailed in Annexure B					
III. Other information:					
Reasons of loss or inadequate profits, if any	The year 2021-2022 was tough for the Surface active agent industry too. Due to impact of pandemic COVID-19 during F.Y. 2020-21 and 2021-2022 the industry witnessed a significant slowdown as all other Industries in volume sales. Capacity build up over last few years by many players also resulted in excess supply.				
Steps taken or proposed to be taken for improvement	The Company sees reasonable increase in demand due to consumer requirements and proposed to enhance customer base.				
Expected increase in productivity and profits in measurable terms	App. Approx. 10% of the previous year production and profits				

Information under clause 1 (B) of Section II of Part II of the Schedule V to the Act and Details of Directors seeking appointment/ re-appointment at the Annual General Meeting (Pursuant to Regulation 36(3) of the SEBI (Listing Obligations and Disclosure Requirement) Regulations, 2015)**Annexure-B**

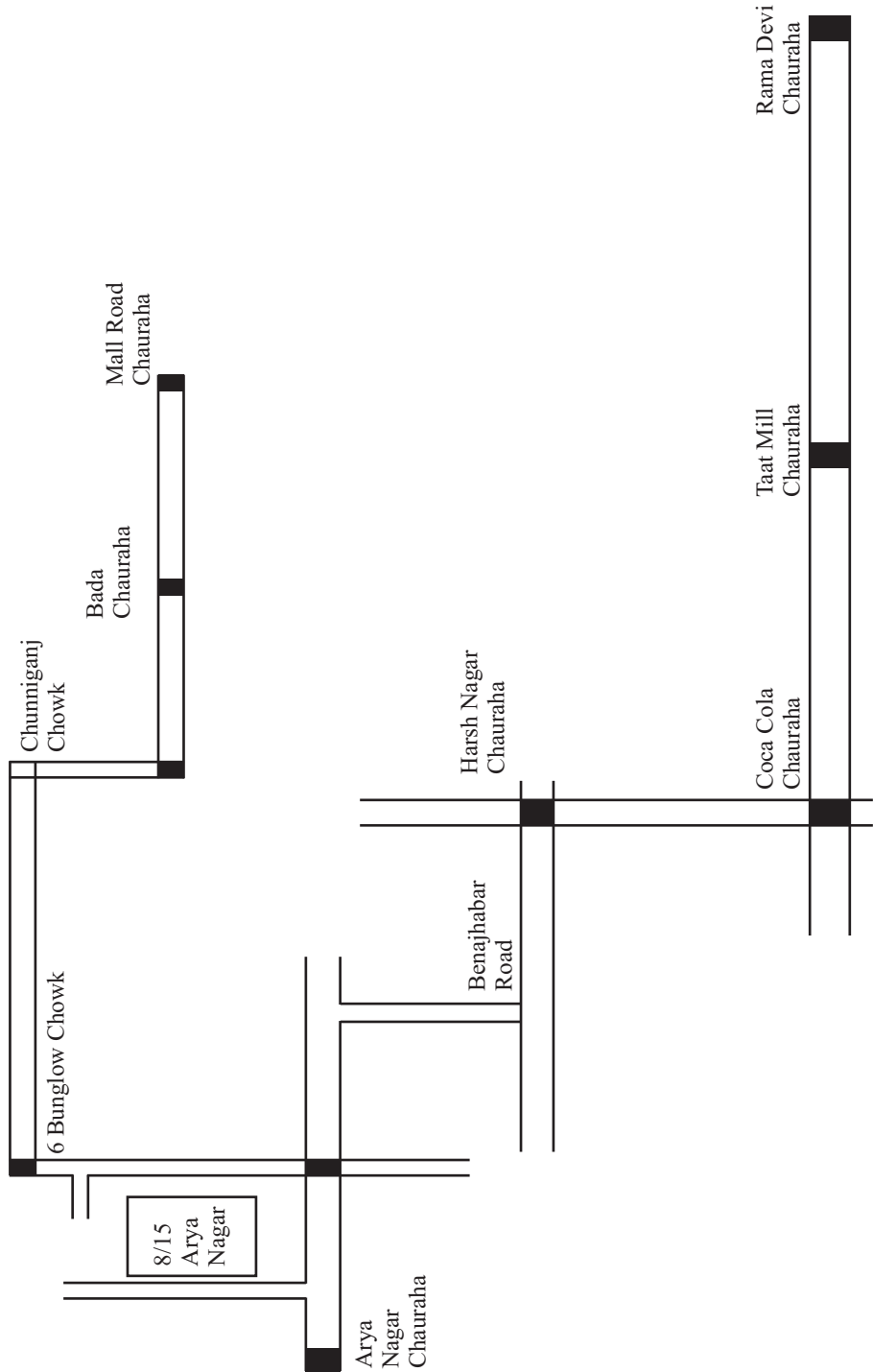
Particulars	Mr. Pawan Kumar Garg	Mr. Atul Kumar Garg	Mr. Gopal Dass Agarwal	Mr. Ankur Garg	Mrs. Bijal Yogesh Durgavale
Designation	Chairman and Managing Director	Whole-Time Director	Non-executive Independent Director	Whole-Time Director	Non-executive Independent Women Director
Date of Appointment	13.07.1989	27.05.1992	03.12.2021	01.01.2010	11.02.2017
Background Details	Mr. Pawan Kumar Garg, aged 65 years, is a Commerce Graduate. He has been guiding the company's production and administration since inception of the company.	Mr. Atul Kumar Garg, aged 68 years, is a Commerce Graduate. He has been guiding the company's administration since the year 1992.	Mr. Gopal Dass Agarwal aged 64 years, is a Commerce Graduate. He has been an experience of more than 25 years in the administration, sale and purchase relating. His experience is of immense value to the organisation.	Mr. Ankur Garg, aged 42 years, is a Chartered Accountant and commerce graduate. He has been guiding the company's financials for about 12 years. Under his able leadership company's financials has been improved considerably.	Ms. Bijal Yogesh Durgavale holds a Master of Commerce (M.Com) degree from Mumbai University and qualified Company Secretary.
Recognition or Awards	None	None	None	None	None
Job Profile and his Suitability	Mr. Pawan Kumar Garg is responsible for developing technical team and coordinating with commercial functions etc.	Mr. Atul Kumar Garg is responsible for overall administration of the company.	He is appointed to overlook the administration and help company through financial planning.	Mr. Ankur Garg is designated as Whole Time Director and is entrusted with the responsibility of financial control functions, strategic decisions formulation and discussions with various stakeholders of the company.	Company law advisor.
Remuneration Proposed	The proposed remuneration of Mr. Pawan Kumar Garg as Chairman and Managing Director of the Company is detailed in Item No. 10 above.	The proposed remuneration of Mr. Atul Kumar Garg as Whole Time Director of the Company is detailed in Item No. 10 above.		The proposed remuneration of Mr. Ankur Garg as Whole Time Director of the Company is detailed in Item No. 10 above.	

STANDARD SURFACTANTS LTD.

CIN: L24243UP1989PLC010950

Comparative remuneration Profile with respect to Industry, size of the Company, profile of the position and person	The proposed remuneration is much below the prevailing remuneration in the industry of similar size for similarly placed persons.	The proposed remuneration is much below the prevailing remuneration in the industry of similar size for similarly placed persons.		The proposed remuneration is much below the prevailing remuneration in the industry of similar size for similarly placed persons.	
Pecuniary relationship directly or indirectly with the Company, or relationship with the managerial personnel, if any	Mr. Pawan Kumar Garg has no pecuniary relationship directly or indirectly with the Company or its managerial personnel other than his Remuneration in the capacity of a Whole Time Managing Director.	Mr. Atul Kumar Garg has no pecuniary relationship directly or indirectly with the Company or its managerial personnel other than his Remuneration in the capacity of a Whole Time Director.		Mr. Ankur Garg has no pecuniary relationship directly or indirectly with the Company or its managerial personnel other than his Remuneration in the capacity of a Whole Time Director.	
No. of equity shares held in the Company	549547	NIL	NIL	1402870	NIL
Directorship/Partnership held in other Companies as on 31.03.2022	Standard Sulfonators Pvt. Ltd. Icon Cars Pvt. Ltd.	Standard Sulfonators Pvt. Ltd.	NIL	Navsheel Standard Constructions Pvt. Ltd. Icon Cars Kanpur Pvt. Ltd.	NIL
Director Identification No.	00250836	00250868	06545901	00616599	07403891

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



DIRECTOR'S REPORT**To THE MEMBERS,**

The Directors present the Thirty Third Annual Report together with the Audited Financial Statements for the financial year ended 31st March, 2022.

1. FINANCIALS RESULTS

Particulars	(Rs. In Lacs)	
	Current Year ended on 31.03.2022	Previous Year ended on 31.03.2021
Revenue from Operations	12454.67	9236.51
Other Income	59.82	39.21
Total Revenue	12514.49	9275.72
Profit before Interest and depreciation	457.45	447.83
Finance Cost	94.88	95.48
Depreciation	42.25	41.49
Profit/(Loss) before tax	320.32	310.86
Profit/(Loss) before exceptional items	320.32	310.86
Tax Expenses-		
Current Tax	78.30	90.57
Deferred Tax	(3.89)	2.83
Profit for the period	245.91	217.45
Other comprehensive income	(2.10)	2.52
Total comprehensive income for the period	243.81	219.96

2. OPERATIONAL REVIEW:

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

- i. Revenue from operations increased from Rs. 9236.51 Lacs to Rs. 12454.67 Lacs in comparison to previous year (according to IND- AS Financial Statements).
- ii. Net profit of the company has increased from Rs. 219.96 Lacs to Rs. 243.81 Lacs.
- iii. Finance cost decreased from Rs. 95.48 Lacs to Rs.94.88 Lacs in the previous year.
- iv. Depreciation and amortization expenses increased from Rs. 41.49 lacs to Rs. 42.25 lacs.
- v. Transfer to Reserves – The Reserve of the company increased from Rs. 1047.02 lacs to Rs. 1081.52 lacs during the financial year under review as the company has transferred Rs.245.91.

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

3. DIVIDEND:

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

4. PUBLIC DEPOSITS:

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

5. BOARD OF DIRECTORS AND KEY MANAGERIAL PERSONS:

During the year under review, there was no change in the board of directors of the company. However, Mr. Pramod Kumar Mishra, Independent Director of the company resigned from office on 02.07.2021 and Mr. Gopal Dass Agarwal was appointed in his place to hold office as the Independent Director w.e.f. 03rd December, 2021. The term of office of Women Independent Director Mrs. Bijal Yogesh Durgavale had completed and owing to her performance and valuable contribution to the company the Board decided to re appoint her for another term of 5 years subject to shareholders approval.

Further, Mr. Atul Kumar Garg is retiring by rotation at the ensuing Annual General Meeting and is eligible for re-appointment. Mr. Atul Kumar Garg has been guiding the company's financials and trading for about 30 years. Under his able leadership company's financials has been improved considerably.

During the year under review, Mr. Pradeep Verma was appointed to the post of Chief Financial Officer w.e.f. 12.08.2021 and Ms. Ritika Tandon was appointed to the post of Company Secretary and Compliance Officer w.e.f. 03.12.2021.

6. DIRECTOR'S RESPONSIBILITY STATEMENTS:

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

- a) that in the preparation of the annual financial statements, the applicable accounting standards have been followed along with proper explanation relating to material departures, if any;
- b) that such accounting policies have been selected and applied consistently and judgment and estimates have been made that are reasonable and prudent so as to give a true and fair view of the state of affairs of the Company as at 31st March, 2022 and of the profit of the Company for the year ended on that date;
- c) that proper and sufficient care has been taken for the maintenance of adequate accounting records in accordance with the provisions of the Companies Act, 2013 for safeguarding the assets of the Company and for preventing and detecting fraud and other irregularities;
- d) that the annual financial statements have been prepared on a going concern basis;
- e) that proper internal financial controls were in place and that the financial control were adequate and were operating effectively;
- f) that proper systems to ensure compliance with the provisions of all applicable laws were in place and were adequate and operating effectively.

7. PRIVATE PLACEMENT

During the Financial under review the company has made preferential allotment of share warrants through private placement to the promoters of the company on approval of shareholders in compliance to the Companies Act, 2013 and the SEBI Regulations as applicable.

8. MEETINGS DURING THE YEAR

The Board met Seven (7) times during the financial year ending on 31st March, 2022. The intervening gap between two meetings was within the period prescribed by the Companies Act, 2013 and SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 (hereinafter referred to as "Listing Regulations"). Further the Composition of Board, number and attendance of each director in various Committees of Board is as required in accordance with Secretarial Standard-1 on Board Meetings and Listing Regulations.

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

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

10. SUBSIDIARY, ASSOCIATES & JOINT VENTURES:

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

11. PARTICULARS OF EMPLOYEES

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

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

12. BOARD EVALUATION

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

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

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

13. BOARD AND ITS COMMITTEES

At the end of the financial year under review the Board and its committees was as follows:-

Sl.	Name of Committee	Members		Meeting Held
1.	Audit Committee	Dr. R.P.Singh	Chairman	30.06.2021, 12.08.2021, 23.08.2021, 13.11.2021, 14.02.2021,
		Mr. Pawan Kumar Garg	Member	
		Mr. Gopal Dass Agarwal	Member /NED	
2.	Nomination and Remuneration Committee	Dr. R.P.Singh	Chairman	30.06.2021, 23.08.2021 14.10.2021
		Mr. Gopal Dass Agarwal	Member /NED	
		Mrs. Bijal Y. Durgavale	Member /NED	
3.	Stakeholders' Relationship Committee	Mr. Pawan Kumar Garg	Chairman	30.06.2021
		Mr. Ankur Garg	Member /ED	
		Dr. R.P. Singh	Member /NED	
4.	Executive Committee	Mr. Pawan Kumar Garg	Chairman	30.06.2021 14.10.2021
		Mr. Ankur Garg	Member	

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

14. DECLARATION OF INDEPENDENT DIRECTORS:

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

15. AUDITORS:**i) STATUTORY AUDITORS**

Pursuant to the provisions of Section 139 of the Act and the rules framed thereunder, M/s Atul Garg & Associates, Chartered Accountants (ICAI Firm Registration No. 01544C), were appointed as statutory auditors of the Company from the conclusion of Twenty Eighth Annual General Meeting held on 28-09-2017 till the conclusion of 33rd Annual General Meeting to be held in the year 2022. The Statutory Auditors have confirmed that they are eligible to be re-appointed as the Statutory Auditors of the Company in accordance with the provisions of the Companies Act, 2013. The Board has proposed to appoint the firm subject to shareholders approval further for a term of 5 years.

Further, the Comments made in the Auditor's Report are self-explanatory and need no further elucidation.

ii) SECRETARIAL AUDITORS

The Company had appointed Mr. Sarvesh S. Srivastava, Practicing Company Secretaries as the Secretarial Auditors of your Company for the Financial Year 2021-2022. The Secretarial Audit Report is annexed as Annexure -C which forms part of this Report.

Further, the Comments made in the Secretarial Auditor's Report are self-explanatory and need no further elucidation

iii) INTERNAL AUDITORS:

The Company has appointed M/s Harsh Agarwal & Associates, Chartered Accountants, Kanpur as the Internal Auditors of the Company for the year 2021-2022.

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

No material change has occurred affecting the financial position of the company between the end of the financial year of the company and date of the report which this Financial Statements relate and the date of this Report.

However the company has proposed and is considering expanding its business in existing surfactant market by manufacturing new products in the existing business line.

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

No such order has been passed against the Company.

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

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

Our management assessed the effectiveness of the Company's internal control over financial reporting (as defined in Clause 17 of SEBI Regulations, 2015) as of March 31, 2022. The statutory auditors of the Company has audited the financial statements included in this annual report and has issued an attestation report on our internal control over financial reporting (as defined in section 143 of the Companies Act 2013).

Our Risk Management framework encompasses practices relating to the identification, analysis, evaluation, treatment, mitigation and monitoring of the strategic, operational, and legal and compliance risks to achieving our key business

objectives. The details and its terms of reference are set out in the Management Discussion and Analysis which form part of this report.

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

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

20. CORPORATE SOCIAL RESPONSIBILITY:

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

21. PARTICULARS OF LOANS, GURANTEES OR INVESTMENTS:

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

22. RELATED PARTY TRANSCATIONS:

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

23. CORPORATE GOVERNANCE:

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

24. VIGIL MECHANISM (WHISTLE BLOWER POLICY):

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

25. Annual Return

Pursuant to Section 92(3) of the Companies Act, 2013 read with read with Rule 12 of the Companies (Management and Administration) Rules, 2014, a copy of the Annual Return of the Company for financial year 2021-22 prepared in accordance with Section 92(1) of the Act has been placed on the website at the web link- <https://www.standardsurfactants.com>

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

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

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

27. PREVENTION OF INSIDER TRADING:

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

28. COMPANYS' POLICY ON DIRECTORS' APPOINTMENT AND REMUNERATION:

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

29. HUMAN RESOURCES

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

30. CODE OF CONDUCT:

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

31. LISTING:

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

ACKNOWLEDGEMENTS:

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

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

By Order of the Board of Directors
For STANDARD SURFACTANTS LIMITED

PAWAN KUMAR GARG
Chairman and Managing Director
(DIN-00250836)

(ANKUR GARG)
Whole time Director
DIN-00616599

Place : Kanpur
Date : 06.09.2022

Annexure 'A'**TO THE DIRECTORS' REPORT FOR THE YEAR ENDED 31.03.2022****CONSERVATION OF FUEL CONSUMPTION:**

	Current Year (2021-2022)	Previous Year (2020-2021)
(1) ELECTRICITY		
(A) Purchased:		
Unit	925641.00	1231845.00
Amount(cost)	8325755.00	10254857.00
Rate/Unit	8.994583	8.324795
(B) Own Generation		
(I) Through Diesel Generator		
Unit Generated	5348.00	10476
Amount(Cost)	222377.97	331330.9
Cost/Unit	41.5815202	31.6276155
(II) Through Steam Turbine:	Not Used	Not Used
Unit	-	-
Unit per litre of fuel Oil/Gas	-	-
(2) COAL/WOOD/Brequetts		
(Used in Boiler)		
Qty. Consumed (Kg.)	371234.00	514268
Amount(Cost)	2176331.65	3260461
Cost/Unit	5.86	6.34
(3) FURNANCE OIL		
(Used in Boiler)		
Unit Consumed (Ltrs.)	27282.00	21019
Amount(cost)	1137918.25	734931
Cost/Unit	41.71	34.96507921
TECHNOLOGY ABSORPTION	Nil	Nil
FOREIGN EXCHANGE EARNINGS:	Nil	Nil
FOREIGN EXCHANGE OUTGO:	58112424	61,619,968

Note: Qty of HSD 4020 Ltr amounting Rs-370425.17/- used in Pre Heating of Plant reduced from Consumption of Diesel Generator during the year.

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

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

- (a) The Ratio of the Remuneration of each Director to the Median Remuneration of the Employees of the Company for the financial year 2021-22 are as under:

Director	Designation	Remuneration of Directors in Financial Period 2021-22	Ratio of Remuneration to Median Remuneration of Employees
Mr. Pawan Kumar Garg	Chairman & Managing Director	18,00,000	17.94
Mr. Atul Kumar Garg	Whole Time Director	18,00,000	17.94
Mr. Ankur Garg	Whole Time Director	18,00,000	17.94

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

Director/KMP	Designation	Remuneration of Directors/KMPs in Financial Period 2021-22	% Increase in Remuneration
Mr. Pawan Kumar Garg	Chairman & Managing Director	18,00,000	Nil
Mr. Atul Kumar Garg	Whole Time Director	18,00,000	Nil
Mr. Ankur Garg	Whole Time Director	18,00,000	Nil
Mr. Pradeep Verma (w.e.f.12.08.2021)	Chief Financial Officer	2,08,000	Nil
Miss Ritika Tandon (w.e.f 03.12.2021)	Company Secretary	1,68,000	Nil

- c) The percentage increase in the Median Remuneration of Employees in the financial period was 7.87%
- d) The number of Permanent Employees on the Rolls of Company as on 31st March, 2022 was 61.
- e) The average increase in salaries of employees in 2021-22 was 3.85%.
- f) The Company affirms that the Remuneration paid during the period were as per the Remuneration Policy of the Company.

Form No. MR-3

SECRETARIAL AUDIT REPORT**FOR THE FINANCIAL YEAR ENDED ON 31ST March, 2021**

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

To,
The Members
Standard Surfactants Limited
CIN :L24243UP1989PLC010950
Regd. Off. 8/15, Arya Nagar, Kanpur-208002

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

Based on our verification of the Company's books, papers, minute books, forms and returns filed and other records maintained by the Company and also the information provided by the Company, its officers, agents and authorized representatives during the conduct of secretarial audit, We hereby report that in our opinion, the company has, during the audit period covering the financial year ended on 31st March, 2022 complied with the statutory provisions listed hereunder and also that the Company has proper Board-processes and compliance-mechanism in place to the extent, in the manner and subject to the reporting made hereinafter:

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

- (i) The Companies Act, 2013(the Act) and the rules made there under
- (ii) The Securities Contracts (Regulation) Act, 1956 ('SCRA') and the rules made there under;
- (iii) The Depositories Act, 1996 and the Regulations and Bye-laws framed there under;
- (iv) Foreign Exchange Management Act, 1999 and the rules and regulations made there under to the extent of Foreign Direct Investment, Overseas Direct Investment and External Commercial Borrowings;
- (v) The Regulations and Guidelines prescribed under the Securities and Exchange Board of India Act, 1992 ('SEBI Act') viz.:-
 - a) The Securities and Exchange Board of India(Substantial Acquisition of Shares And Takeovers) Regulations, 2011;
 - b) The Securities and Exchange Board of India (Prohibition of Insider Trading) Regulations,1992;
 - c) he Securities and Exchange Board of India (Issue of Capital and Disclosure Requirements) Regulations, 2009;
 - d) The Securities and Exchange Board of India (Employee Stock Option Scheme And Employee Stock Purchase Scheme) Guidelines, 1999; (not applicable to the company during the audit period)
 - e) The Securities and Exchange Board of India (Issue and Listing of Debt Securities) Regulations, 2008; (not applicable to the company during the audit period)
 - f) The Securities and Exchange Board of India (Registrars to an Issue and Share Transfer Agents) Regulations, 1993 regarding the Companies Act and dealing with client;
 - g) The Securities and Exchange Board of India (Delisting of Equity Shares) Regulations, 2009; and
 - h) The Securities and Exchange Board of India (Buy back of Securities) Regulations, 1998; (not applicable to the company during the audit period)
- (vi) Management has identified and confirmed the following laws as specifically applicable to the Company and timely compliance thereof has been made. :
 1. Air (Prevention and Control of Pollution) Act, 1981 and the rules and standards made There under.

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

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

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

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

1. ***Provisions of section 204 of the companies Act, 2013 as to appointment of Company Secretary were complied with delay due to Covid.***
2. ***Regulation 6(1) of SEBI (LODR) Regulation, 2015 as to appointment of Company Secretary was complied with delay and subsequent penalty under the said regulation was paid.***
3. ***Regulation 29(2)/29(3) of SEBI (LODR) Regulation, 2015 for the Quarter ending Dec, 2021 was complied with delay and subsequent penalty under the said regulation was paid.***

We further report that

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

Adequate notice is given to all directors to schedule the Board Meetings, agenda and detailed notes on agenda were sent at least seven days in advance and a system exists for seeking and obtaining further information and clarifications on the agenda items before the meeting and for meaningful participation at the meeting.

Decisions at the Board Meeting carried through unanimously.

We further report that there are adequate systems and processes in the company commensurate with the size and operations of the company to monitor and ensure compliance with applicable laws, rules, regulations and guideline show ever the compliance reports were not submitted to the Board in time.

We further report that during the audit period the company has

- i) Company has issued 11,14,000 convertible share warrants convertible into equivalent no. of equity shares of the face value of Rs. 10/-
- ii) No instances of Redemption / buy-back of securities.
- iii) No major decisions were taken by the members in pursuance to section 180 of the Companies Act, 2013.
- iv) No instances of Mergers/ Amalgamations/ Reconstruction etc.
- v) No instances of Foreign Technical Collaboration

For Sarvesh S. Srivastava & Co.
Company Secretaries
(Sarvesh S. Srivastava)
Proprietor

Place : Kanpur
Date : 05.09.2022

ACS No. : 7719
C.P.No. : 20291

UDIN- A007719D000917155

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

To,

The Members

Standard Surfactants Limited

CIN :L24243UP1989PLC010950

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

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

1. Maintenance of secretarial record is the responsibility of the management of the company. Our responsibility is to express an opinion on the secretarial records based on our audit.
2. We have followed the audit practices and processes as were appropriate to obtain reasonable assurance about the correctness of the contents of the Secretarial records. The verification was done on test basis to ensure that correct facts are reflected in secretarial records. We believe that the processes and practices, we followed provide a reasonable basis for our opinion.
3. We have not verified the correctness and appropriateness of financial records and Books of Accounts of the company.
4. Where ever required, we have obtained the Management representation about the compliance of laws, rules and regulations and happening of events etc.
5. The compliance of the provisions of Corporate and other applicable laws, rules, regulations, standards is the responsibility of management. Our examination was limited to the verification of procedures on test basis.
6. The Secretarial Audit report is neither an assurances to the future viability of the company nor of the efficacy or effectiveness with which the management has conducted the affairs of the company.

For Sarvesh S. Srivstava & Co.

Company Secretaries

(Sarvesh S. Srivastava)

Proprietor

ACS No. : 7719

C.P.No. : 20291

UDIN- A007719D000917155

Place : Kanpur

Date : 05.09.2022

Annexure 'D' to Directors' Report

Form AOC-2

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

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

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

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

Name of the Related Party	Nature of Relationship	Nature of Contract/ arrangement/ transaction	Duration of the Contract/ arrangement/ transaction	Salient terms of the contracts or arrangements or transactions including the value, if any	Date (s) of approval by the Board	Amount paid as advanced, if any
All related party transactions that were entered into during the financial year were on arm's length basis and were in the ordinary course of the business. However, Details of the same are given in Note No. 37 of the financial statements which forms a part of the Annual Report.						

DECLARATION FOR COMPLIANCE WITH CODE OF CONDUCT

To the Members of STANDARD SURFACTANTS LIMITED

Pursuant to Regulation 17 (5) of SEBI (Listing Obligations and Disclosure Requirements) Regulation, 2015, I hereby declare that all the members of the Board and senior management personnel of the Company have affirmed compliance with the Company's Code of Conduct for the financial year ended 31st March, 2022.

For STANDARD SURFACTANTS LIMITED

PAWAN KUAMR GARG

Chairman and Managing Director

DIN- 00250836

Place: Kanpur

Date : 06.09.2022

CERTIFICATION BY THE CHAIRMAN AND MANAGING DIRECTOR OF THE COMPANY

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

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

For STANDARD SURFACTANTS LIMITED

PRADEEP VERMA
Chief Financial Officer

PAWAN KUMAR GARG
Chairman and Managing Director

DIN- 00250836

Place : Kanpur

Date : 06.09.2022

MANAGEMENT DISCUSSION AND ANALYSIS REPORT(2021-2022)**(i) Industry structure and developments:**

Your company is primarily engaged in the business of manufacturing of Surface Active Agents and Consignment Stockiest of Indian Oil Corporation Limited.

The Covid-19 pandemic led to an economic contraction in the Calendar Year 2022 and tested our agility, adaption and persistence. While Financial Year 2020-21 taught us to deal with the Pandemic, Financial Year 2021-22 required us to navigate a -dynamic supply chain environment racked by feedstock outages, raw material unavailability, logistical disruption, delays and regulatory bottlenecks. These factors tested every aspect of our business in terms of service and responsiveness to customers. What remains of more importance is how the Standard team prepared itself to overcome these challenges and become future-ready.

(ii) Vision

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

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

(iii) Opportunities and Threats:

In India, with increasing demand, defending the Company's market position is a prime focus area. The Company is pursuing the execution of its capacity addition plans for key products. The Company's value-driven growth opportunity in the specialty segments will ensure scale and consolidation. The company has proposed to expand through diversification in the existing Business line and including new products and expand its market presence.

On the other side, logistics, market coverage, sales monitoring, and channel management becomes challenging and will play crucial role for the sustained viability and continuing success of the Company's businesses.

(iv) Segment wise or product wise performance:

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

(v) Outlook:

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

(v) Risk and concerns:

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

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

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

(vi) Internal Control System:

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

(vii) Financial and Operational Performance:

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

(v) Human Resources:

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

(vi) Significant changes in Key Financial Ratios:

The Debt-Equity and Current Ratio of the company have improved during the year. The Interests Coverage ratio, Debt Equity Ratio, Operating Profit Margin and Net Profit Margin during the year have not changed more than 25% .

(vii) Cautionary Statement:

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

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

For STANDARD SURFACTANTS LIMITED

ANKUR GARG
Whole Time Director
DIN: 00616599

PAWANKUMAR GARG
Chairman and Managing Director
DIN- 00250836

Place : Kanpur
Date : 06.09.2022

A C C O U N T S

INDEPENDENT AUDITOR'S REPORT

To,
The Members of
STANDARD SURFACTANTS LIMITED
Kanpur

Report on the Audit of the Financial Statements

Opinion

We have audited the accompanying financial statements of STANDARD SURFACTANTS LIMITED (“the Company”), which comprise the Balance Sheet as at March 31, 2022, the Statement of Profit and Loss (including Other Comprehensive Income), the Statement of Changes in Equity and the Statement of Cash Flows for the year ended on that date, and a summary of the significant accounting policies and other explanatory information (hereinafter referred to as “the financial statements”).

In our opinion and to the best of our information and according to the explanations given to us, the aforesaid financial statements give the information required by the Companies Act, 2013 (“the Act”) in the manner so required and give a true and fair view in conformity with the Indian Accounting Standards prescribed under section 133 of the Act read with the Companies (Indian Accounting Standards) Rules, 2015, as amended, (“Ind AS”) and other accounting principles generally accepted in India, of the state of affairs of the Company as at March 31, 2022, the profit and total comprehensive income, changes in equity and its cash flows for the year ended on that date.

Basis for Opinion

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

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

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

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

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

Auditor's Responsibility for the Audit of the Financial Statements

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high

level of assurance, but is not a guarantee that an audit conducted in accordance with SAs will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these financial statements.

A further description of our responsibilities for the audit of financial statements is included in Annexure “A” of this Auditors report of STANDARD SURFACTANTS LIMITED for the financial year ending March 31, 2022.

Report on Other Legal and Regulatory Requirements

1. As required by Section 197(16) of the Act, we report that the Company has paid remuneration to its directors during the year in accordance with the provisions of and limits laid down under Section 197 read with Schedule V to the Act.
2. As required by the Companies (Auditor's Report) Order, 2020 (“the Order”), issued by the Central Government of India in terms of section 143(11) of the Act, we give in the Annexure – 'B' a statement on the matters specified in paragraphs 3 and 4 of the Order;
3. As required by Section 143(3) of the Act, we report that:
 - a) We have sought and obtained all the information and explanations which to the best of our knowledge and belief were necessary for the purposes of our audit.
 - b) In our opinion, proper books of account as required by law have been kept by the Company so far as it appears from our examination of those books.
 - c) The Balance Sheet, the Statement of Profit and Loss including Other Comprehensive Income, Statement of Changes in Equity and the Statement of Cash Flow dealt with by this Report are in agreement with the relevant books of account.
 - d) In our opinion, the aforesaid financial statements comply with the Ind AS specified under Section 133 of the Act, read with Rule 7 of the Companies (Accounts) Rules, 2014 as amended.
 - e) On the basis of the written representations received from the directors as on March 31, 2022 taken on record by the Board of Directors, none of the directors is disqualified as on March 31, 2022 from being appointed as a director in terms of Section 164(2) of the Act.
 - f) With respect to the adequacy of the internal financial controls with reference to financial statements of the Company and the operating effectiveness of such controls, refer to our separate Report in “Annexure C”. Our report expresses an unmodified opinion on the adequacy and operating effectiveness of the Company's internal financial controls with reference to financial statements.
 - g) With respect to the other matters to be included in the Auditor's Report in accordance with Rule 11 of the Companies (Audit and Auditors) Rules, 2014, as amended in our opinion and to the best of our information and according to the explanations given to us:
 - i. The Company has disclosed the impact of pending litigations on its financial position in its financial statements.
 - ii. The Company did not have any long-term contracts including derivative contracts for which there were any material foreseeable losses as at March 31, 2022.
 - iii. There has been no delay in transferring amounts, required to be transferred to the Investor Education and Protection Fund by the Company.
 - iv. (a) The Management has represented to us that, to the best of its knowledge and belief, no funds have been advanced or loaned or invested (either from borrowed funds or share premium or any other sources or kind of funds) by the company to or in any other persons or entities, including foreign entities (“Intermediaries”), with the understanding, whether recorded in writing or otherwise, that the Intermediary shall, whether, directly or indirectly lend or invest in other persons or entities identified in any manner whatsoever by or on behalf of the company (“Ultimate Beneficiaries”) or provide any guarantee, security or the like on behalf of the Ultimate Beneficiaries;

- (b) The Management has represented to us that, to the best of its knowledge and belief, no funds (which are material either individually or in aggregate) have been received by the company from any person(s) or entities, including foreign entities (“Funding Parties”), with the understanding, whether recorded in writing or otherwise, that the company shall, whether, directly or indirectly, lend or invest in other persons or entities identified in any manner whatsoever by or on behalf of the Funding Party (“Ultimate Beneficiaries”) or provide any guarantee, security or the like on behalf of the Ultimate Beneficiaries;
- (c) Based on our audit procedure conducted that are considered reasonable and appropriate in the circumstances, nothing has come to our attention that cause us to believe that the representation under sub- clause (i) and (ii) of Rule 11 (e) as provided under paragraph (2) (g) (iv) (a) & (b) above, contain any material misstatement.
- (d) The company has not declared or paid any dividend during the year in contravention of the provisions of section 123 of the Companies Act, 2013.

For ATUL GARG & ASSOCIATES

Chartered Accountants

Firm Registration No.001544C

FIZA GUPTA

Partner

Membership No. 429196

UDIN: 22429196AKVMLF8749

Place : Kanpur

Date : 30.05.2022

Annexure A to the Independent Auditor's Report to the members of STANDARD SURFACTANTS LIMITED on its financial statements dated 31.03.2022.

The annexure referred to in the auditor's report of STANDARD SURFACTANTS LIMITED for the year ended March 31, 2022.

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

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

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

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

For ATUL GARG & ASSOCIATES

Chartered Accountants

Firm Registration No.001544C

FIZA GUPTA

Partner

Membership No. 429196

UDIN: 22429196AKVMLF8749

Place : Kanpur

Date : 30.05.2022

Annexure B to the Independent Auditor's Report to the members of STANDARD SURFACTANTS LIMITED on its financial statements dated 31.03.2022.

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

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

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

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

- iii) According to the information and explanations given to us and based on our examinations of the records, the company has not made investments in, provided any guarantee or security or granted any loans or advances in the nature of loans, secured or unsecured, to companies, firms, Limited Liability Partnerships or any other parties. Accordingly, the provisions of clause 3(iii) (a) to (e) of the said order are not applicable to the Company
- iv) According to the information and explanations given to us and based on our examinations of the records, the Company has not granted any loan or made any investment, or provide any guarantee or security to the parties covered under section 185 and 186 of the Companies Act 2013. Accordingly, the provisions of clause 3(iv) of the said order are not applicable to the Company

- v) According to the information and explanations given to us, in our opinion, the Company has not accepted any deposits from the public within the meaning of section 73, 74, 75 and 76 of the Act read with the Companies (Acceptance & Deposit) Rules 2014 and other relevant provisions of the Act, to the extent notified. Accordingly, the provisions of clause 3(v) of the said order are not applicable to the Company.
- vi) The maintenance of cost records has not been specified by the Central Government under Section 148(1) of the Companies Act 2013 for the business activities carried out by the company. Accordingly, the provisions of clause 3(vi) of the said order are not applicable to the Company
- vii) In respect of statutory dues:
- a) According to the records of the company and information and explanations given to us, the Company has generally been regular in depositing undisputed statutory dues, including Goods and Services Tax, provident fund, employees' state insurance, income-tax, sales- tax, service tax, duty of customs, duty of excise, value added tax, cess and any other statutory dues applicable to it, with the appropriate authorities though there has been slight delay in few cases. Further, no undisputed amounts payable in respect thereof were outstanding at the year-end for a period of more than six months from the date they become payable.
- b) According to the information and explanations given to us, the particulars of the statutory dues referred to in sub-clause (a), which have not been deposited on account of any dispute as on March 31, 2022 is attached in "Annexure A1"
- viii) According to the information and explanations given to us, Company has not surrendered or disclosed any transaction, previously unrecorded in the books of accounts, in the tax assessments under the Income Tax Act, 1961, as income during the year. Accordingly, the provisions of clause 3(viii) of the Order are not applicable to the company.
- ix) (a) According to the information and explanations given to us and as per the books and records examined by us, in our opinion, the company has not defaulted in repayment of loans or other borrowings or in the payment of interest thereon to any lender. Accordingly, the provisions of clause 3(ix)(a) of the Order are not applicable to the company.
- (b) According to the information and explanations given to us and the records of the Company examined by us including representation received from the management, the Company has not been declared willful defaulter by any bank, financial institution or other lenders.
- (c) According to the information and explanations given to us and the records of the Company, term loans were applied for the purpose for which the loans were obtained.
- (d) On overall examination of the financial statement of the Company, prima facie, no funds raised on short term basis have been used for long term purposes by the Company.
- (e) The Company does not have any subsidiary, associate or joint venture. Accordingly, the provisions of clause 3(ix)(e) of the Order are not applicable to the company.
- x) (a) According to the information and explanations given to us and as per the books and records examined by us, the company has not raised money by way of initial public offer or further public offer (including debt instruments). Accordingly, the provisions of paragraph 3(x) (a) of the Order are not applicable to the company.
- (b) According to the information and explanations given to us and as per the books and records examined by us, the company has made preferential allotment during the year and the requirements of section 42 and section 62 of the Companies Act, 2013 have been complied with and the funds raised have been used for the purposes for which the funds were raised.
- xi) To the best of our knowledge and according to the information and explanations given to us, no fraud by the Company or any fraud on the Company has been noticed or reported during the year. Accordingly, the provisions of paragraph 3(xi) (a) and (b) of the Order are not applicable to the company.
- (b) According to the information & explanations and representation made by the management, no whistle- blower complaints have been received during the year (and up to the date of the report) by the company.

- xii) In our opinion, the Company is not a Nidhi Company. Accordingly, the provisions of paragraph 3(xii) (a) to (c) of the Order are not applicable to the company.
- xiii) According to the information and explanations given to us and based on our examination of the records of the Company, transactions with the related parties are in compliance with sections 177 and 188 of the Act where applicable and details of such transactions have been disclosed in the financial statements as required by applicable accounting standards.
- xiv) (a) The Company does not have a formal internal audit system commensurate with the size and nature of its business. Accordingly, the provisions of paragraph 3(xvi) (b) of the Order are not applicable to the company
- xv) In our opinion, and according to the information and explanations given to us, the Company has not entered into any non-cash transactions with directors or persons connected with him and hence the provisions of paragraph 3 (xv) of the Order is not applicable to the Company.
- xvi) (a) The provisions of section 45-IA of the Reserve Bank of India Act, 1934 (2 of 1934) are not applicable to the Company. Accordingly, the provision of paragraph 3 (xvi) (a) to (d) of the Order is not applicable to the Company.
- xvii) In our opinion, and according to the information and explanations provided to us, The Company has not incurred cash losses in the current financial year and in the immediately preceding financial year.
- xviii) There has been no resignation of the statutory auditors during the year. Accordingly, provisions of paragraph (xviii) of the Order are not applicable to the Company.
- xix) According to the information and explanations given to us and on the basis of the financial ratios, ageing and expected dates of realization of financial assets and payment of financial liabilities, other information accompanying the financial statements, our knowledge of the Board of Directors and management plans and based on our examination of the evidence supporting the assumptions, nothing has come to our attention, which causes us to believe that any material uncertainty exists as on the date of the audit report that company is not capable of meeting its liabilities existing at the date of balance sheet as and when they fall due within a period of one year from the balance sheet date. We, however, state that this is not an assurance as to the future viability of the company. We further state that our reporting is based on the facts up to the date of the audit report and we neither give any guarantee nor any assurance that all liabilities falling due within a period of one year from the balance sheet date, will get discharged by the company as and when they fall due.
- xx) To the best of our knowledge and according to the information and explanations given to us Section 135 of the Companies Act 2013 is not applicable to the company Act.

For ATUL GARG & ASSOCIATES

Chartered Accountants

Firm Registration No.001544C

FIZA GUPTA

Partner

Membership No. 429196

UDIN: 22429196AKVMLF8749

Place : Kanpur

Date : 30.05.2022

Standard Surfactants Limited

Annexure A1 - of Audit Report

Details of Pending Cases and disputed amount before Adjudicating Authority of Central Excise, Service Tax and Trade tax/ Sales tax department/ authority.

Particulars	Financial Year to which matter pertains	Adjudicating authority where dispute is pending	Unit	Amount (Rs. in lacs) 2021-2022
(A) Trade tax Demand in dispute,	2005-2006	Case Reopen	Trade	4.04
			Total of (E)	4.04
(B) Trade tax (CST) Mandideep, Bhopal	2001-2002	Dy Comm Commercial Tax, Bhopal	(SPL Div)	1.88
	2003-2004	Dy Comm Commercial Tax, Bhopal	(SPL Div)	3.25
	2006-2007	Dy Comm Commercial Tax, Bhopal	(SPL Div)	0.50
	2009-2010	Dy Comm Commercial Tax, Bhopal	(SPL Div)	0.02
	2010-2011	Dy Comm Commercial Tax, Bhopal	(SPL Div)	3.15
	2011-2012	CTO Commercial Tax, Mandideep	(SPL Div)	1.87
	2012-2013	CTO Commercial Tax, Mandideep	(SPL Div)	0.67
	2013-2014	CTO Commercial Tax, Mandideep	(S03 Div)	4.87
	2015-2016	CTO Commercial Tax, Mandideep	(SPL Div)	0.02
	2015-2016	CTO Commercial Tax, Mandideep	(S03 Div)	0.26
	Total of (F)			16.49
(C) Trade tax state (MPST) Mandideep, Bhopal	2009-2010	Dy Comm Commercial Tax, Bhopal	(SPL Div)	0.02
	2010-2011	Dy Comm Commercial Tax, Bhopal	(SPL Div)	0.92
	2011-2012	Dy Comm Commercial Tax, Bhopal	(SPL Div)	0.30
	2011-2012	CTO Commercial Tax, Mandideep	(S03 Div)	1.02
	2015-2016	CTO Commercial Tax, Mandideep	(SPL Div)	0.02
	2015-2016	CTO Commercial Tax, Mandideep	(S03 Div)	0.54
	2016-2017	CTO Commercial Tax, Mandideep	(S03 Div)	2.95
Total of (G)			5.77	
(D) Entry tax demand in dispute Mandideep, Bhopal	2009-2010	Dy Comm Commercial Tax ,Bhopal	(SPL Div)	1.76
	2010-2011	Dy Comm Commercial Tax ,Bhopal	(SPL Div)	1.25
	Total of (H)			3.01
Grand total of A+B+C+D+E+F				29.31

Annexure C to the Independent Auditor's Report to the members of STANDARD SURFACTANTS LIMITED on its financial statements dated 31.03.2022.**Report on the Internal Financial Controls Over Financial Reporting under Clause (i) of Sub-section 3 of Section 143 of the Companies Act, 2013 ("the Act") as referred to in paragraph 4(f) of 'Report on Other Legal and Regulatory Requirements' section**

We have audited the internal financial controls with reference to financial statements of STANDARD SURFACTANTS LIMITED ("the Company") as of March 31, 2022 in conjunction with our audit of the Ind AS financial statements of the Company for the year ended on that date.

Management's Responsibility for Internal Financial Controls

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

Auditor's Responsibility

Our responsibility is to express an opinion on the Company's internal financial controls over financial reporting of the Company based on our audit.

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

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

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

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

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

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

preparation of financial statements in accordance with generally accepted accounting principles, and that receipts and expenditures of the company are being made only in accordance with authorizations of management and directors of the company; and (3) provide reasonable assurance regarding prevention or timely detection of 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 with reference to these financial statements

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

Opinion

In our opinion, the Company has, in all material respects, an adequate internal financial controls system over financial reporting with reference to these standalone financial statements and such internal financial controls over financial reporting were operating effectively as at March 31, 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 ATUL GARG & ASSOCIATES

Chartered Accountants

Firm Registration No.001544C

FIZA GUPTA

Partner

Membership No. 429196

UDIN: 22429196AKVMLF8749

Place : Kanpur

Date : 30.05.2022

STANDALONE BALANCE SHEET AS AT MARCH 31, 2022

(Rs in lakhs)

Particulars	Note No.	As at March 31, 2022	As at March 31, 2021
ASSETS			
(1) Non - current assets			
(a) Property, plant and equipment	4.1	600.53	570.17
(b) Capital work - in - progress	4.1	-	20.94
(c) Right of use Asset	4.2	7.07	7.16
(c) Investment Property	4.3	64.64	64.64
(d) Intangible assets		-	-
(e) Financial assets			
(i) Investments	5	-	-
(ii) Others	6	76.92	122.50
(g) Other non - current assets	7	51.14	50.79
Total Non current assets		<u>800.30</u>	<u>836.20</u>
(2) Current assets			
(a) Inventories	8	779.41	794.86
(b) Financial assets			
(i) Investments	5	15.57	-
(ii) Trade receivables	9	2,430.27	1,960.30
(iii) Cash and cash equivalents	10	12.78	73.85
(iv) Bank Balances other than (iii) above	11	554.63	569.51
(vi) Others Current financial assets	12	30.26	63.28
(c) Other current assets	13	524.78	422.47
Total Current assets		<u>4,347.70</u>	<u>3,884.27</u>
Total assets		<u>5,148.01</u>	<u>4,720.47</u>
EQUITY AND LIABILITIES			
EQUITY			
(a) Equity share capital	14	711.26	711.26
(b) Other equity	15	1,407.80	1,047.02
Total Equity		<u>2,119.06</u>	<u>1,758.28</u>
(1) Non - current liabilities			
(a) Financial liabilities			
(i) Borrowings	16	652.14	605.06
(ii) Other	-	-	-
(b) Provisions	17	37.09	35.72
(c) Deferred tax liabilities (net)	18	38.19	42.79
(d) Other non - current liabilities		-	-
Total Non current liabilities		<u>727.42</u>	<u>683.57</u>
(2) Current liabilities			
(a) Financial liabilities			
(i) Borrowings	16	1,425.70	1,601.66
(ii) Trade payables	19	-	-
(A) total outstanding due of micro enterprises and small enterprises; and"		1.59	14.02
(B) total outstanding due of creditors other than micro enterprises and small enterprises		748.45	387.14
(iii) Other financial liabilities	20	-	2.46
(b) Other current liabilities	21	86.79	207.93
(c) Provisions	17	24.94	24.19
(d) Current tax liabilities (net)	22	14.06	41.22
Total Current liabilities		<u>2,301.53</u>	<u>2,278.62</u>
Total Equity & Liabilities		<u>5,148.01</u>	<u>4,720.47</u>
Corporate Information	1		
Significant Accounting Policies and estimates	2-3		
Other Disclosures	4 - 45		

Significant Accounting Policies and accompanying notes form an integral part of the financial statements

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

For ATUL GARG & ASSOCIATES

For and on behalf of the Board of Directors

Chartered Accountants

Firm Registration No.001544C

Fiza Gupta

Pawan Kumar Garg

Ankur Garg

Pradeep Verma

Ritika Tandon

Partner

Chairman & Mananging Director

Whole Time Director

Chief Financial Officer

Company Secretary

Membership No. 424196

DIN: 00250836

DIN: 00616599

Place : Kanpur

Date : 30.05.2022

STANDALONE STATEMENT OF PROFIT AND LOSS FOR THE PERIOD ENDED MARCH 31, 2022

Particulars	Note No.	Year ended March 31, 2022	(Rs in lakhs) Year ended March 31, 2021
I Revenue from operations	23	12,454.67	9,236.51
II Other income	24	59.82	39.21
III Total income (I + II)		12,514.49	9,275.72
IV Expenses			
Cost of material consumed		5,385.36	4,565.22
Purchase of stock in trade	25	5,832.72	3,877.10
" Changes in inventories of finished goods, stock - in - trade and work - in - progress "	26	60.37	-531.26
Employee benefits expenses	27	230.51	190.40
Finance costs	28	94.88	95.48
Depreciation and amortization expenses	4	42.25	41.49
Other expenses	29	548.08	726.44
Total expenses (IV)		12,194.17	8,964.86
V Profit / (loss) before exceptional items and tax (III - IV)		320.32	310.86
VI Exceptional items			
VII Profit / (loss) before tax (V - VI)		320.32	310.86
VIII Tax expense	30		
(1) Current tax-			
Current tax		78.30	90.57
(2) Deferred tax		(3.89)	2.84
Total Tax Expense		74.41	93.41
IX Profit / (loss) for the period (VII - VIII)		245.91	217.45
X Other comprehensive income			
A (i) Items that will not be reclassified to profit or loss			
-- Remeasurement Benefit of defined obligation		(2.81)	3.36
-- Change in Fair value of FVOCI equity investments			
(ii) " Income tax relating to items that will not be reclassified to profit or loss "		(0.71)	0.85
B (i) Items that will be reclassified to profit or loss			
(ii) Income tax relating to items that will be reclassified to profit or loss			
		(2.10)	2.52
XI Total comprehensive income for the period (IX + X)		243.81	219.96
XII Earnings per equity share	31		
Basic		3.44	3.04
Diluted		3.44	3.04

Significant Accounting Policies and accompanying notes form an integral part of the financial statements

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

For ATUL GARG & ASSOCIATES

Chartered Accountants

Firm Registration No.001544C

Fiza Gupta

Partner

Membership No. 424196

Place : Kanpur

Date : 30.05.2022

For and on behalf of the Board of Directors

Pawan Kumar Garg
Chairman & Mananging Director
DIN: 00250836

Ankur Garg
Whole Time Director
DIN: 00616599

Pradeep Verma
Chief Financial Officer

Ritika Tandon
Company Secretary

CASH FLOW STATEMENT FOR THE YEAR ENDED MARCH 31, 2021 AND MARCH 31, 2022

Particulars	For the year ended March 31, 2022	(Rs in lakhs) For the year ended March 31, 2021
Profit before tax and exceptional item as per pl	320.32	310.86
Add: Non cash and non operating Items		
Depreciaton	42.245	41.49
Bad Debts written off	35.74	11.58
Interest Expense	175.95	117.2
Gain on Remeasurement of Investments	(0.57)	-
Remeasument of Employee benefit	(2.81)	-
Loss on sale of fixed asset	-	0.10
Profit on sale of Fixed Asset	(0.65)	-
Foreign exchange difference	-	(3.74)
Balances Written back	(8.54)	-
Interest Received	(33.28)	(27.67)
Operating profit before working capital changes	528.405	449.82
Change in inventories	15.44	(477.79)
Change in trade receivables	(505.71)	(269.09)
Change in other financial asset and other asset	(25.58)	(70.82)
Change in provision	2.12	-
Change in trade payables	357.42	(21.16)
Change in financial liabilities/other liabilities	(127.74)	31.81
Cash generated from operations	244.355	(357.23)
Tax expense	(111.90)	(47.26)
Net cash generated from Operations	132.455	(404.49)
Cash flow from Investing Activities		
Investment made in Mutual funds	(15.00)	
Fixed Asset Purchase	(47.43)	(27.15)
Interest income	27.58	49.93
Sale of Property Plant and equipment	0.65	7.51
Change in capital advances	8.38	(7.27)
Bank deposit Placed	20.17	225.86
	(5.65)	248.88
Cash flow from Financiag activities		
Proceeds from long term Borrowing	13.75	489.31
Repayment of short term borrowing	(175.97)	(226.96)
Proceeds from preferential allotment	116.97	-
Interest expenses paid	(175.95)	(117.20)
	(221.20)	145.15
Net increase or decrease in cash and cash equivalent	(94.39)	(10.46)
Opening cash and cash equivalent	73.85	84.32
Closing cash and cash equivalent	-20.54	73.86

Note:

- The above cash flow statement has been prepared under the indirect method set out in Indian Accounting Standard (Ind As-7)
- Figures in brackets indicate cash outflow from respective activities.
- Cash and cash equivalents as at the Balance Sheet date consist of:

Particulars	March 31,2022	(Rs in lakhs) March 31,2021
Balance with bank on Current Account	4.29	57.25
Cash in Hand	8.49	16.60
Total	12.78	73.85

This is the Statement of Cash Flow referred to in our report of even date

For ATUL GARG & ASSOCIATES

Chartered Accountants

Firm Registration No.001544C

Fiza Gupta

Partner

Membership No. 424196

Place : Kanpur

Date : 30.05.2022

Pawan Kumar Garg

Chairman & Mananging Director

DIN: 00250836

Ankur Garg

Whole Time Director

DIN: 00616599

Pradeep Verma

Chief Financial Officer

Ritika Tandon

Company Secretary

For and on behalf of the Board of Directors

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED MARCH 31, 2022**1) Corporate Information:**

Standard Surfactants Limited (“SSL” or “the Company”) having CIN No. L24243UP1989PLC010950 is a public company domiciled in India and incorporated under the provisions of the Companies Act applicable in India and has its registered office at Kanpur, Uttar Pradesh, India.

Its shares are listed on the Bombay Stock Exchange of India.

The company is engaged mainly in the manufacturing and selling of Detergents and Organic Chemicals.

2) Significant Accounting Policies:

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

i. Basis of preparation and presentation**a) Compliance with Ind AS**

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

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

b) Basis of preparation

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

c) Functional and presentation currency

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

ii. Current versus non-current classification

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

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

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

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

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

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

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

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

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

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

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

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

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

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

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

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

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

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

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

iv. Intangible assets

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

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

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

v. Depreciation and amortization

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

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

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

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

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

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

vi. Foreign currency translations

Transactions and balances

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

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

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

vii. Inventories

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

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

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

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

Borrowing Costs are not included in the value of inventories.

viii. Revenue recognition

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

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

Sale of goods

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

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

Rendering of services

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

Interest income

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

Insurance claims

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

Export incentives

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

Other incomes

All other incomes are accounted on accrual basis.

ix. Expenses

All expenses are accounted for on accrual basis.

x. Long term borrowings

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

xi. Borrowing costs

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

xii. Leases

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

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

Company as a lessee

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

The Company recognises right-of-use asset representing its right to use the underlying asset for the lease term at the lease commencement date. The cost of the right-of-use asset measured at inception shall comprise of the amount of the initial measurement of the lease liability adjusted for any lease payments made at or before the commencement date less any lease incentives received, plus any initial direct costs incurred and an estimate of costs to be incurred by the lessee in dismantling and

removing the underlying asset or restoring the underlying asset or site on which it is located. The right-of-use assets is subsequently measured at cost less any accumulated depreciation, accumulated impairment losses, if any and adjusted for any remeasurement of the lease liability. The right-of-use assets is depreciated using the straight-line method from the commencement date over the shorter of lease term or useful life of right-of-use asset. The estimated useful lives of right-of-use assets are determined on the same basis as those of property, plant and equipment. Right-of-use assets are tested for impairment whenever there is any indication that their carrying amounts may not be recoverable. Impairment loss, if any, is recognised in the statement of profit and loss.

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

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

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

xiii. Provision for current and deferred tax

(i) Current income tax :

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

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

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

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

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

(ii) Deferred tax:

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

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

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

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

xiv. Impairment of non-financial assets

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

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

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

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

xv. Provisions, contingent liabilities and assets

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

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

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

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

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

xvi. Cash and cash equivalents

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

xvii. Dividend payable

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

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

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

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

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

xix. Equity Issue Expenses

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

xx. Financial instruments

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

A. Financial assets

Initial recognition and measurement

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

Subsequent measurement

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

a) Financial assets carried at amortised cost

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

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

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

A financial asset is measured at FVTOCI if it is held within a business model whose objective is achieved by both collecting contractual cash flows and selling financial assets and the contractual terms of the financial asset give rise on specified dates to cash flows that are solely payments of principal and interest on the principal amount outstanding. Interest income for these financial assets is included in other income using the effective interest rate method.

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

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

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

d) Equity investments

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

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

of investment. However, the Company may transfer the cumulative gain or loss within equity.

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

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

Impairment of financial assets:

The company assesses on a forward looking basis the expected credit losses associated with the assets carried at amortised cost and FVOCI debt instruments. The impairment methodology applied depends on whether there has been a significant increase in credit risksince initial recognition. If credit risk has not increased significantly, 12-month ECL is used to provide for impairment loss. However, if credit risk has increased significantly, lifetime ECL is used. If, in a subsequent period, credit quality of the instrument improves such that there is no longer a significant increase in credit risk since initial recognition, then the entity reverts to recognising impairment loss allowance based on 12-month ECL.

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

Derecognition of financial assets:

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

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

B. Financial liabilities

Initial recognition and measurement

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

Subsequent measurement

Financial liabilities are carried at amortized cost using the effective interest method or at FVTPL.

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

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

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

Derecognition of financial liabilities:

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

C. Offsetting of financial instruments

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

xxi. Fair value measurement

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

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

- In the principal market for the asset or liability or
- In the absence of a principal market, in the most advantageous market for the asset or liability

A fair value measurement of a non-financial asset takes into account a market participant's ability to generate economic benefits by using the asset in its highest and best use or by selling it to another market participant that would use the asset in its highest and best use.

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

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

- Level 1: Quoted (unadjusted) market prices in active markets for identical assets or liabilities
- Level 2: Valuation techniques for which the lowest level input that is significant to the fair value measurement is directly or indirectly observable
- Level 3: Valuation techniques for which the lowest level input that is significant to the fair value measurement is unobservable

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

xxii. Employees benefits**a) Short-term obligations**

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

b) Post-employment obligations**i. Defined contribution plans**

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

ii. Defined benefit plans

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

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

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

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

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

Re-measurement gain and loss arising from experience adjustments and change actuarial assumptions are

recognised in the period in which they occur, directly in other comprehensive income. Re-measurements are not classified to the Statement of Profit and Loss in subsequent periods.

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

c) Compensated absences

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

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

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

d) Voluntary retirement scheme

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

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

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

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

xxiii. Operating segments

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

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

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

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

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

xxiv. Cash flow statement

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

xxv. Earnings per share

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

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

xxvi. Recent Accounting Pronouncements

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

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

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

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

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

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

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

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

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

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

3) Use of estimates and management judgements

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

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

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

The areas involving critical judgement are as follows:

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

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

ii. Provisions and contingencies

The assessments undertaken in recognizing provisions and contingencies have been made in accordance with Ind AS 37,

'Provisions, Contingent Liabilities and Contingent Assets'. The evaluation of the likelihood of the contingent events has required best judgment by management regarding the probability of exposure to potential loss. The timing of recognition and quantification of the liability requires the application of judgement to existing facts and circumstances, which can be subject to change.

iii. Post-employment benefit plans

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

iv. Provision for income taxes and deferred tax assets

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

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

v. Leases

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

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

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

vi. Fair value measurement of financial instruments

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

As per our report of the even date attached
For ATUL GARG & ASSOCIATES
Chartered Accountants
Firm Regn. No.: 001544C

Fiza Gupta
Partner
M. No. 429196
Place : Kanpur
Date : 30.05.2022

For and on behalf of the Board of Directors

Pawan Kumar Garg
Chairman and Managing Director
DIN : 00250836

Ankur Garg
Whole-time Director
DIN : 00616599

Statement of changes in equity for the year ended March 31, 2022

A. Equity Share Capital

For the year ended March 31, 2022			For the year ended March 31, 2021		
Balance as at April 1, 2020	Changes in equity share capital during the year	As at March 31, 2021	Balance as at April 1, 2021	Changes in equity share capital during the year	As at March 31, 2022
711.26	-	711.26	711.26	-	711.26

B. Other Equity *

Particulars	Reserves & Surplus						Total
	Capital Reserve	Security Premium Reserve	Compulsory convertible warrant	Capital Redemption Reserve	General Reserve	Retained Earnings	
Balance as at April 1,2020	-	209.31	-	-	-	617.75	827.06
Profit for the year						217.45	217.45
Other Comprehensive Income						2.52	2.52
Total comprehensive income for the year	-	-	-	-	-	219.96	219.96
Balance as at March 31, 2021	-	209.31	-	-	-	837.71	1,047.02
Profit for the year						245.91	245.91
Other Comprehensive Income Addition				116.97	116.97	(2.10)	(2.10)
Total comprehensive income for the year	-	-	-	-	-	243.81	360.78
Balance as at March 31, 2022	-	209.31	116.97	-	-	1,081.52	1,407.80

* Refer Note no 14

Significant Accounting Policies and accompanying notes form an integral part of the financial statements

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

For ATUL GARG & ASSOCIATES

Chartered Accountants

Firm Registration No.001544C

Fiza Gupta

Partner

Membership No. 424196

Place : Kanpur

Date : 30.05.2022

For and on behalf of the Board of Directors

Pawan Kumar Garg

Chairman & Managing Director

DIN: 00250836

Ankur Garg

Whole Time Director

DIN: 00616599

NOTE-4.1 PROPERTY, PLANT AND EQUIPMENT AS ON 31.03.2022 (Rs. in lakhs)

Description	GROSS BLOCK AMOUNT				ACCUMULATED DEPRECIATION				NET BLOCK AMOUNT	
	As on 1.04.2021	Additions	Sales/ Adjust.	Transfer	As on 31.03.2022	Upto 1.04.2021	For the year	Sales/ Adjust.	Upto 31.03.2022	As on 31.03.2022
PLANT & MACHINERY (WDV)	1,686.64	39.85	0.01	-	1,726.49	1,464.73	21.81	0.01	1,486.53	239.96
OFFICE EQUIPMENTS	31.40	6.76	-	-	38.17	26.73	1.38	-	28.11	10.06
OFFICE BUILDING	422.36	-	-	-	422.36	302.06	5.11	-	307.17	115.20
FACTORY BUILDING	423.44	20.67	-	-	444.10	254.13	7.94	-	262.07	182.03
Building Agglo	13.22	-	-	-	13.22	4.77	0.39	-	5.15	8.07
COMPUTER	59.76	0.34	-	-	60.10	58.13	0.50	-	58.62	1.48
FURNITURE	61.40	4.88	-	-	66.28	60.22	0.54	-	60.76	5.52
FREEHOLD LAND	29.11	-	-	-	29.11	-	-	-	-	29.11
MOTOR VEHICLE	85.95	-	-	-	85.95	72.36	4.49	-	76.85	9.10
Intangible Asset	35.00	-	-	-	35.00	35.00	-	-	35.00	-
CWIP	20.94	7.93	-	28.87	-	-	-	-	-	-
GRAND TOTAL	2,869.23	80.43	0.01	28.87	2,920.79	2,278.12	42.15	0.01	2,320.26	600.53
4.2 Right to Use Asset										
LEASEHOLD LAND	7.37	-	-	-	7.37	0.21	0.09	-	0.30	7.07
4.3 Investment Property										
Investment Property	64.64	-	-	-	64.64	-	-	-	-	64.64
Grand Total	2,941.24	80.43	0.01	28.87	2,938.15	2,278.32	42.25	0.01	2,320.56	672.24

NOTE-4.1 PROPERTY, PLANT AND EQUIPMENT AS ON 31.03.2021

Description	GROSS BLOCK AMOUNT						ACCUMULATED DEPRECIATION				NET BLOCK AMOUNT	
	As on 1.04.2021	Additions	Sales/ Adjust.	Loss on sale of fire	Transfer	As on 31.03.2022	Upto 1.04.2021	For the year	Sales/ Adjust.	Loss on sale of fire	Upto 31.03.2022	As on 31.03.2022
PLANT & MACHINERY (WDV)	1,745.58	3.14	62.07	-	-	1,686.64	1,496.84	22.48	54.59	-	1,464.73	221.91
OFFICE EQUIPMENTS	52.66	1.68	8.38	14.56	-	31.40	47.26	0.76	7.96	13.32	26.73	4.67
OFFICE BUILDING	426.07	-	-	3.71	-	422.36	300.25	5.20	-	3.31	302.14	120.23
FACTORY BUILDING	423.43	-	-	-	-	423.43	246.63	7.42	-	-	254.05	169.39
Building Agglo	13.22	-	-	-	-	13.22	4.37	0.39	-	-	4.76	8.46
COMPUTER	59.56	1.21	-	1.02	-	59.76	58.03	0.72	-	0.63	58.13	1.63
FURNITURE	60.93	0.48	-	-	-	61.40	60.07	0.15	-	-	60.22	1.18
FREEHOLDLAND	29.11	-	-	-	-	29.11	-	-	-	-	-	29.11
MOTOR VEHICLE	81.65	4.30	-	-	-	85.95	68.10	4.27	-	-	72.36	13.59
CAPITAL WORK IN PROGRESS	-	20.94	-	-	-	20.94	-	-	-	-	-	20.94
GRAND TOTAL	2,892.23	31.74	70.45	19.29	-	2,834.23	2,281.55	41.39	62.55	17.27	2,243.12	591.11
4.2 Right to Use Asset												
LEASEHOLDLAND	7.37	-	-	-	-	7.37	0.10	0.10	-	-	0.20	7.16
4.3 Investment Property												
Investment Property	63.85	0.79	-	-	-	64.64	-	-	-	-	-	64.64
Grand Total	2,963.44	32.54	70.45	19.29	-	2,906.24	2,281.66	41.49	62.55	17.27	2,243.32	662.92

(Rs. in lakhs)

Notes annexed to and forming part of Accounts as at March 31, 2022

NOTE-4.4 CAPITAL WORK-IN-PROGRESS AGING SCHEDULE :

(Rs. in lakhs)

Particulars	Amount in CWIP for a period of				Total
	Less than 1 year	1-2 years	2-3 years	More than 3 years	
CWIP aging schedule as at March 31, 2021					
Projects in progress	20.94	-	-	-	20.94
Projects temporarily suspended#	-	-	-	-	-
CWIP aging schedule as at March 31, 2022					
Projects in progress	-	-	-	-	-
Projects temporarily suspended#	-	-	-	-	-

NOTE-4.5 CAPITAL WORK- IN- PROGRESS COMPLETION SCHEDULE :

(Rs. in lakhs)

Particulars	To be completed in				Total
	Less than 1 year	1-2 years	2-3 years	More than 3 years	
As at March 31, 2021					
Projects in progress	20.94	-	-	-	20.94
	-	-	-	-	-
As at March 31, 2022					
Projects in progress	Nil	Nil	Nil	Nil	Nil
	-	-	-	-	-

Note-4.6: The Company do not have any benami property, and no proceeding has been initiated against the Company for holding any benami property.

Note-4.7: Refer to Note 16 (i) for information on Property, Plant & Equipment hypothecated as security by the Company.

Note-4.8: All the the title deed of immovable properties (other than properites where the company is the lessee and the lease agreements are duly executed in favour of the lessee)are held in the name of the company

NOTE-5 NON CURRENT INVESTMENTS:

(Rs. In lakhs)

Particulars	As at 31st March 2021		As at 31st March 2020	
	Non-current	Current	Non-current	Current
Quoted Investments				
- Investments in Mutual Funds		15.57		
Unquoted Investments				
	-	15.57	-	-

Notes annexed to and forming part of Accounts as at March 31, 2022**NOTE-5.1 DISCLOSURE FOR VALUATION METHOD :**

	As at 31st March 2022	As at 31st March 2021
Aggregate amount of quoted investments and market value	15.57	-
Aggregate amount of unquoted investments	-	-
Aggregate amount of write off and impairment in value of Investments	-	-
	<u>15.57</u>	<u>-</u>

NOTE-5.2 DISCLOSURE FOR MEASUREMENT OF INVESTMENT :

	As at 31st March 2022	As at 31st March 2021
Investment carried at cost/ deemed cost	-	-
Investment carried at fair value through FVTPL	15.57	-
Investment carried at fair value through OCI	-	-
	<u>15.57</u>	<u>-</u>

NOTE-6 NON CURRENT INVESTMENTS :

Particulars	(Rs. In lakhs)	
	As at 31st March 2022	As at 31st March 2021
Security deposits		
- to others	22.28	31.17
- to related party	50.00	50.00
Fixed Deposits-		
Deposits with original maturity more than 12 months	4.23	41.33
Accrued Interest	0.41	-
TOTAL	<u>76.92</u>	<u>122.50</u>

NOTE-7 OTHER NON CURRENT ASSETS :

Particulars	(Rs. In lakhs)	
	As at 31st March 2022	As at 31st March 2021
Capital Advances	20.83	29.21
Advances other than Capital Advances		
- Income tax payments	30.31	21.58
TOTAL	<u>51.14</u>	<u>50.79</u>

Notes annexed to and forming part of Accounts as at March 31, 2022

NOTE-8 INVENTORIES :

(Rs. In lakhs)

Particulars	As at	As at
	31st March 2022	31st March 2021
Stock in trade	429.96	574.48
Finished Goods	256.01	171.86
Raw Material	51.27	24.65
Stores, Spare Parts and Tools	30.45	19.62
Loose Tools	11.72	4.25
TOTAL	<u>779.41</u>	<u>794.86</u>

NOTE-9 TRADE RECEIVABLES :

(Rs. In lakhs)

Particulars	As at	As at
	31st March 2022	31st March 2021
Trade Receivables		
- Secured, considered good	-	-
- Unsecured, considered good	2,430.27	1,960.30
- Which have Significant increase in Credit Risk	-	-
- Credit Impaired	-	-
<i>Less: Allowances for Credit Losses</i>	-	-
TOTAL	<u>2,430.27</u>	<u>1,960.30</u>

TRADE RECEIVABLE AGEING SCHEDULE AS AT MARCH 31, 2021

Particulars	Unbilled Revenue	Not due	Less than 6 Month	6 months	1-2 Years	2-3 years
As at March 31,2021						
Undisputed Trade Receivable						
- considered good	-	-	1,891.27	23.79	14.51	8.50
- which have significant increase in credit risk	-	-	-	-	-	-
- credit impaired	-	-	-	-	-	-
Disputed Trade Receivable						
- considered good	-	-	-	-	-	-
- which have significant increase in credit risk	-	-	-	-	-	-
- credit impaired	-	-	-	-	-	-
Total	-	-	1,891.27	23.79	14.51	8.50
As at March 31,2022						
Undisputed Trade Receivable						
- considered good	-	-	2,399.25	4.08	7.91	5.06
- which have significant increase in credit risk	-	-	-	-	-	-
- credit impaired	-	-	-	-	-	-
Disputed Trade Receivable						
- considered good	-	-	-	-	-	-
- which have significant increase in credit risk	-	-	-	-	-	-
- credit impaired	-	-	-	-	-	-
Total	-	-	2,399.25	4.08	7.91	5.06

Notes annexed to and forming part of Accounts as at March 31, 2022**NOTE-10 CASH AND CASH EQUIVALENTS**

	As at 31st March 2022	As at 31st March 2021
Cash and cash equivalents		
Balance with bank on Current Account	4.29	57.25
Cash in Hand	8.49	16.60
TOTAL	<u>12.78</u>	<u>73.85</u>

NOTE-11 BANK BALANCES OTHER THAN CASH & CASH EQUIVALENTS :

	As at 31st March 2022	As at 31st March 2021
Earmarked Deposits with Bank	0.14	-
Deposits earmarked for bank gyaranee and others:-	-	
- Maturity within 3 months	346.05	340.40
- Maturity within 3 months but upto 12 months	181.07	207.03
Accrued interest on Margin Money	27.37	22.08
TOTAL	<u>554.63</u>	<u>569.51</u>

NOTE-12 OTHER CURRENT FINANCIAL ASSETS :

		(Rs. In lakhs)
Particulars	As at 31st March 2022	As at 31st March 2021
Insurance Claim Receivable	2.02	2.02
Other receivable	28.24	61.26
Total	<u>30.26</u>	<u>63.28</u>

NOTE-13 OTHER CURRENT ASSETS :

		(Rs. In lakhs)
Particulars	As at 31st March 2022	As at 31st March 2021
Unsecured considered good		
Prepaid expenses	21.37	26.03
Balance with Government Authority	50.88	93.99
Income tax payments	6.97	9.26
Advance to Supplier	426.39	275.55
Advance to Related Party	0.20	-
Advance To staff	11.24	13.03
Advances to others	7.73	4.16
Other Receivables	-	0.45
	<u>524.78</u>	<u>422.47</u>

Notes annexed to and forming part of Accounts as at March 31, 2022

NOTE-14 SHARE CAPITAL :

	As at 31st March 2022	As at 31st March 2021
Authorised Capital		
10000000(10000000) Equity Shares of Rs.10 each	1,000.00	1,000.00
TOTAL-(RS)	<u>1,000.00</u>	<u>1,000.00</u>
Issued and subscribed capital		
Equity Share		
7147600(7147600) Equity Shares of Rs.10 each fully paid up	714.76	714.76
	<u>714.76</u>	<u>714.76</u>
Paid up capital		
Equity Share		
7147600(7147600) Equity Shares of Rs.10 each fully paid up	714.76	714.76
Less : Call in arrear		
69800 shares ₹5/share	(3.49)	(3.49)
200 shares ₹4/share	(0.01)	(0.01)
	<u>711.26</u>	<u>711.26</u>

NOTE -14.1 RECONCILIATION OF NUMBER OF SHARES OUTSTANDING AT THE BEGINNING AND AT THE END OF THE PERIOD

Particulars	No.	Amount (Rs.)	(Rs. In lakhs)	
			No.	Amount (Rs.)
Authorised Capital Equity Share				
No. of shares at the beginning of the year	100.00	1,000.00	100.00	1,000.00
Add: Addition during the year				
No. of Shares at the end of the year	<u>100.00</u>	<u>1,000.00</u>	<u>100.00</u>	<u>1,000.00</u>
Issued and subscribed capital Equity Share				
No. of shares at the beginning of the year	71.48	714.76	71.48	714.76
Add: Addition during the year				
Less Refunded during the year				
No. of Shares at the end of the year	<u>71.48</u>	<u>714.76</u>	<u>71.48</u>	<u>714.76</u>
Paid up capital Equity Share				
No. of shares at the beginning of the year	71.48	711.26	71.48	711.26
Add: Addition during the year				
No. of Shares at the end of the year	<u>71.48</u>	<u>711.26</u>	<u>71.48</u>	<u>711.26</u>

Notes annexed to and forming part of Accounts as at March 31, 2022

Details of Shareholding:

NOTE -14.2 NO. OF EQUITY SHARE HELD BY EACH SHAREHOLDER HOLDING MORE THAN 5% SHARES:

Particulars	(Rs. In lakhs)			
	March 31, 2022		March 31, 2021	
	No. of Equity Share	% Holding	No. of Equity Share	Current
Ankur Garg	14.03	19.63%	14.03	19.63%
Pawan kumar Garg	5.49	7.69%	5.49	7.69%
Kunal Garg	7.85	10.99%	7.85	10.99%

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

NOTE-14.3 SHARES HELD BY PROMOTERS AT THE END OF THE YEAR :

Particulars	(Rs. In lakhs)					
	As at March 31, 2022			As at March 31, 2021		
	No.	% holding	% Change during the year	No.	% holding	% Change during the year
Ankur Garg	14.03	19.63%	-	14.03	19.63%	-
Kunal Garg	7.85	10.99%	-	7.85	10.99%	-
Pawan Kumar Garg	5.49	7.69%	-	5.49	7.69%	-

NOTE-15 OTHER EQUITY :

Particulars	(Rs. In lakhs)			
	As at 31st March 2022		As at 31st March 2021	
I Securities Premium :				
Opening Balance	211.06		211.06	
Add: Addition during the year				
Less: call in arrear				
69800 shares ₹2.5/share	(1.75)		(1.75)	
200 shares ₹2/share	-	209.31	-	209.31
II Retained Earnings:				
Opening Balance	837.71		617.75	
Add: Other Comprehensive Income (net of tax)	(2.10)		2.51	
Add: Profit for the period	245.91	1,081.52	217.45	837.71
III Convertible warrant				
Opening Balance				
Add: Addition during the year	116.97	116.97	-	-
TOTAL		1,407.80		1,047.02

Notes annexed to and forming part of Accounts as at March 31, 2022

NOTE 15.1 NATURE AND PURPOSE OF RESERVES :

I Securities Premium

Securities premium reserves is used to record the premium on issue of shares. The reserve is utilised in accordance with the provision of the Companies Act, 2013.

II Retained Earnings

This comprise company's undistributed profit after taxes.

III Convertible Warrant

The company has issued 11,14,000 Equity share warrant on 14.10.2021 to the promoter group on preferential basis as per Sebi guidelines each warrant holder has an option to apply for and be allotted 1 equity share of ₹10 each at an issue price of ₹41.74/share after a period not exceeding 18 months from the date of allotment.

NOTE-16 BORROWINGS :

Particulars	(Rs. In lakhs)	
	As at 31st March 2022	As at 31st March 2021
(i) Non Current :		
I) Term Loans		
Secured		
State Bank of Inida (GECL) -000000393653333786	108.41	239.06
State Bank of India (GECL 1.0) -406002772613	163.98	-
II) Unsecured Borrowings		
From related parties	379.75	366.00
From Others	-	-
TOTAL	652.14	605.06

Note-16.1 Rupee Term Loans from non banking financial institution is :-

- secured by first charge on hypothecation of five cars owned by the company and personal guarantee of the directors.
- Covid 19 Emergency Credit lines (CCECL), GECL loan and GECL 1.0 Extension from State bank of India are secured by hypothecation of entire current assets (present and future) of the company including goods in transit and stock in process and book debts , first charge on fixed assets of the company and equitable mortgage of immovable properties owned by the company and M/S Standard Sulphonators Pvt Ltd and further secured by personal guarantee of the directors of the company and corporate guarantee of M/S Standard Sulphonators Pvt Ltd.

The difference between the value of stock and book debts as per books of accounts and as per quarterly statement submitted with lenders are given below:

(₹ in Lakhs)

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

Notes annexed to and forming part of Accounts as at March 31, 2022

(₹ in Lakhs)

Quarter ending	Value as per quarterly statement submitted with lenders	Value as per books of accounts	Difference
June 30, 2020	1,598.47	1,565.79	32.68
September 30, 2020	1,711.08	1,571.46	139.62
December 31, 2020	1,658.21	1,458.88	199.33
March 28, 2021	2,156.48	1,901.34	255.14

The Bank returns were prepared and filed before the completion of all financial statement closure activities which led to these differences between the final books of accounts and the bank return which were based on provisional books of accounts and also because in certain quarters statements to bank are submitted for the dates other than the dates of end of the quarter. Further difference also arises on account of different valuation methodology adopted for valuation of stock in the books and for the purpose of reporting in the bank return.

(Rs. In lakhs)

Particulars	As at	As at
	31st March 2022	31st March 2021
(ii) Current :		
A Secured:		
Loan repayable on demand:		
i) From Bank-		
State bank of India (e-DFS (IOCL))	1,315.37	1,448.34
B Unsecured:		
From Others (Guarantee by Directors)	-	3.01
From related parties	-	-
iii Current maturities of long term borrowing (Refer Note No.16.1(b)) *	110.33	150.31
TOTAL	1,425.70	1,601.66

Notes:

CC Limits and e-DFS (IOCL) loan from bank are secured by hypothecation of entire current assets (present and future) of the company including goods in transit and stock in process and book debts, first charge on fixed assets of the company and equitable mortgage of immovable properties owned by the company and M/S Standard Sulphonators Pvt Ltd and further secured by personal guarantee by the directors of the company and corporate guarantee of M/S Standard Sulphonators Pvt Ltd.

* These have been reclassified from other financial liabilities to borrowings pursuant to amendment introduced in Schedule III to Companies Act, 2013.

NOTE 16 (iii). Terms of repayment:

Name of banks / entities	Rate of Interest (ROI) % p.a.	As at March 31, 2022		As at March 31, 2021		Period of maturity w.r.t the Balance Sheet date as at 31st March, 2022	Number of Installments outstanding as at 31st March, 2021	Amount of each Installment (Rs.)	Details of security offered
		Current (Rs.)	Non Current (Rs.)	Current (Rs.)	Non Current (Rs.)				
		(Rs. in lakhs)							
1) Kotak Mahindra Prime Ltd	8.32%-12.41%	-	-	0.45	-		2 months	0.23	Refer note 16
2) State Bank of India Covid-19 (CCECL)-00000039278477670	7.40%	-	-	60.00	-		1 Year	5.00	Refer note 16
3) State Bank of India (GECL)-00000039365333786	7.05%-9.25%	110.33	108.41	89.86	239.06		3 years 3 months	9.19	Refer note 16
4) State Bank of India (GECL 1.0)-406002772613	7.40%-9.25%	-	163.98	-	-		4 years 7 months (36 Installment starting from Oct'2023)	4.58	Refer note 16
TOTAL		110.33	272.39	150.31	239.06				
Unsecured From Related Parties			379.75		366.00				
From Others					11.67				
Sub Total		-	379.75	-	377.67				
Total		110.33	652.14	150.31	616.73				

Notes annexed to and forming part of Accounts as at March 31, 2022

NOTE-17 PROVISIONS:

(Inon Current :

(Rs. In lakhs)

Particulars	As at	As at
	31st March 2022	31st March 2021
Provision of employee benefit		
i) Provision for Gratuity	30.36	27.28
ii) Provision for Leave Encashment	6.73	8.44
TOTAL	<u>37.09</u>	<u>35.72</u>

Particulars	As at	As at
	31st March 2022	31st March 2021
i) Provision for Gratuity	1.59	1.26
ii) Provision for leave encashment	0.65	0.51
iii) Provision for Expenses	18.17	17.92
(iv) Provision for Bonus	4.53	4.50
TOTAL	<u>24.94</u>	<u>24.19</u>

NOTE-18 DEFERRED TAX LIABILITY (NET) :

(Rs. In lakhs)

Particulars	As at	As at
	31st March 2022	31st March 2021
Deferred tax liabilities :		
i) On account of differences in written down value of fixed assets	80.01	82.39
ii) On account of Acturial Valuation		
Deferred tax Assets :		
i) On account of timing difference of expenses which are allowable under Income Tax laws in subsequent years	(9.90)	(10.28)
ii) On account of other assets	(31.92)	(29.32)
Net Deferred Tax	<u>38.19</u>	<u>42.79</u>

18.1 : MOVEMENT IN DEFERRED TAX LIABILITIES/ DEFERRED TAX ASSETS

(Rs. In lakhs)

Particulars	Property Plant & Equipment	Other items	Total
	At 31st March 2020	75.83	36.72
Charged/(reversed):-			
- to profit & loss	6.57	2.04	4.53
- to other Comprehensive Income		0.85	(0.85)
At 31st March 2021	82.39	38.76	42.79
Charged/(reversed):-			
- to profit & loss	(2.39)	3.05	(5.44)
- to other Comprehensive Income		(0.71)	0.71
At 31st March 2022	<u>80.01</u>	<u>41.81</u>	<u>38.19</u>

Notes annexed to and forming part of Accounts as at March 31, 2022

NOTE-19 TRADE PAYABLES

(Rs. In lakhs)

Particulars	As at	As at
	31st March 2022	31st March 2021
Trade Payables		
Total outstanding dues of Micro, Small and Medium Enterprises	1.59	14.02
Total Outstanding dues of creditors other than Micro, Small and Medium Enterprises	748.45	387.14
	<u>750.04</u>	<u>401.16</u>

NOTE 19.1: TRADE PAYABLES AGEING SCHEDULE AS AT MARCH 31, 2021

Particulars	Outstanding for following Periods from due date of payments					
	Unbilled Revenue	Less than 1 Year	1-2 Years	2-3 years	More than 3 years	Total
MSME		14.02				14.02
Other		356.89	14.07	15.92	0.26	387.14
Disputed Dues- MSME						
Disputed Dues- Other						
Total		370.91	14.07	15.92	0.26	401.16

TRADE PAYABLES AGEING SCHEDULE AS AT MARCH 31, 2022

Particulars	Outstanding for following Periods from due date of payments					
	Unbilled Revenue	Less than 1 Year	1-2 Years	2-3 years	More than 3 years	Total
MSME		1.59				1.59
Other		718.85	0.51	0.06	29.03	748.45
Disputed Dues- MSME						
Disputed Dues- Other						
Total		720.44	0.51	0.06	29.03	750.04

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

(Rs. In lakhs)

Particulars	As at	As at
	31st March 2022	31st March 2021
a) The principal amount remaining unpaid to suppliers as at the end of accounting year.	1.59	14.02
b) The interest due thereon remaining unpaid to suppliers as at the end of accounting year	nil	nil
c) The amount of interest paid by the company in terms of Section 16, along with the amount of payments made to the micro and small enterprise beyond the appointed date during the period	nil	nil
d) 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 period but without adding the interest specified under this Act.	nil	nil

Notes annexed to and forming part of Accounts as at March 31, 2022

e) The amount of interest accrued during the year and remaining unpaid at the end of the accounting year	nil	nil
f) The amount of further interest remaining due and payable even in succeeding years	nil	nil

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

NOTE-20 OTHER CURRENT FINANCIAL LIABILITIES :

Particulars	(Rs. In lakhs)	
	As at 31st March 2022	As at 31st March 2021
Interest accrued and due on borrowings	-	2.46
Total	<u>-</u>	<u>2.46</u>

NOTE-21 OTHER CURRENT LIABILITIES

Particulars	(Rs. In lakhs)	
	As at 31st March 2022	As at 31st March 2021
Advance from customers	59.92	177.74
Statutory dues payable	11.60	22.08
Creditors for Capital Expenditure	4.13	-
Other Payables	11.14	8.11
Total	<u>86.79</u>	<u>207.93</u>

NOTE-22 CURRENT TAX LIABILITIES

Particulars	(Rs. In lakhs)	
	As at 31st March 2022	As at 31st March 2021
Advance Tax	67.19	47.26
Provision for tax	81.25	88.48
Total	<u>14.06</u>	<u>41.22</u>

NOTE-23 REVENUE FROM OPERATIONS- SALE

Particulars	(Rs. In lakhs)	
	As at 31st March 2022	As at 31st March 2021
Revenue from operations		
Sale of finished product	12,152.74	8,872.84
Job work charges	102.01	177.39
Total	<u>12,254.75</u>	<u>9,050.23</u>

Notes annexed to and forming part of Accounts as at March 31, 2022

OTHER OPERATING REVENUE :

Particulars	(Rs. In lakhs)	
	As at 31st March 2022	As at 31st March 2021
Commission Received	74.95	56.99
Cargo Handling and warehouse charges	81.80	88.67
Referral charges	2.63	-
Balances written back	8.54	5.97
Rental Income	32.00	34.65
Other operating revenue (B)	199.92	186.28
Total Revenue from operations (Gross)(A+B)	<u>12,454.67</u>	<u>9,236.51</u>

NOTE-24 OTHER INCOME :

Particulars	(Rs. In lakhs)	
	As at 31st March 2022	As at 31st March 2021
Interest Received	35.65	27.67
Insurance claim received	11.25	-
Gain on Remeasurement of Investments	0.57	-
Foreign Exchange Difference (Net)	3.46	3.74
Profit on sale of fixed asset	0.65	-
Miscellaneous Income	8.24	7.80
Total	<u>59.82</u>	<u>39.21</u>

NOTE-25 PURCHASE OF STOCK IN TRADE

Particulars	(Rs. In lakhs)	
	As at 31st March 2022	As at 31st March 2021
Finished Products	5,832.72	3,877.10
TOTAL	<u>5,832.72</u>	<u>3,877.10</u>

NOTE-26 (INCREASE)/DECREASE IN INVENTORIES :

Particulars	(Rs. In lakhs)	
	As at 31st March 2022	As at 31st March 2021
Inventories at the end of the quarter		
Finished goods/ Stock in trade	685.97	746.34
	<u>685.97</u>	<u>746.34</u>
Inventories at the beginning of the quarter		
Finished goods/ Stock in trade	746.34	215.08
(Increase)/Decrease in inventories	<u>60.37</u>	<u>-531.26</u>

Notes annexed to and forming part of Accounts as at March 31, 2022

NOTE-27 EMPLOYEES BENEFITS EXPENSE

Particulars	(Rs. In lakhs)	
	As at 31st March 2022	As at 31st March 2021
Salary, wages and bonus	203.73	174.71
Contribution to provident and other funds	9.82	6.37
Workmen and staff welfare expenses	10.02	2.88
Gratuity	4.99	4.70
Leave Encashment	1.95	1.74
Total	<u>230.51</u>	<u>190.40</u>

NOTE-28 FINANCE COSTS

Particulars	(Rs. In lakhs)	
	As at 31st March 2022	As at 31st March 2021
Interest expenses	30.65	49.51
Bank charges and other processing charges	19.32	24.47
Interest to others	44.91	21.50
Total	<u>94.88</u>	<u>95.48</u>

NOTE-29 OTHER EXPENSE

Particulars	(Rs. In lakhs)	
	As at 31st March 2022	As at 31st March 2021
Freight	183.09	215.28
Power and fuel	126.82	153.34
Audit Fees	2.00	2.95
Repairs and Maintenance	56.27	61.67
Travelling & Conveyance Expenses	29.58	31.90
Insurance	12.59	8.11
Miscellaneous expenses	40.21	39.79
Communication expenses	4.43	4.45
Rent, Rates and Taxes	10.83	10.98
Security expenses	5.42	5.45
Legal & professional expenses	30.89	16.27
Bad debt & balance written off	39.20	99.24
Membership and subscription	2.56	-
Commission Paid	3.57	54.78
Donation	0.62	0.55
Duties and Taxes	-	21.28
Loss on sale of Fixed assets	-	0.40
Total	<u>548.08</u>	<u>726.44</u>

Notes annexed to and forming part of Accounts as at March 31, 2022

NOTE-30 TAX EXPENSE :

Particulars	(Rs. In lakhs)	
	As at 31st March 2022	As at 31st March 2021
Current Tax	78.30	90.57
Deferred Tax	(4.60)	3.69
	73.70	94.26
Reconciliation of Tax Expense		
Profit before tax	320.32	310.86
Applicable Tax Rate	25.168%	25.168%
Computed Tax Expense (A)	80.62	78.24
Adjustments For-		
Expenses not allowed for tax purpose	13.79	21.99
Additional allowance for tax purpose	(13.17)	(12.50)
Effect of tax adjustments	(2.95)	-
Temporary difference on account of WDV of Fixed Assets	(2.39)	6.57
Temporary difference on account of expenses allowable in subsequent years	(2.21)	(0.94)
On account of other assets	-	0.91
Net Adjustments (B)	(6.92)	16.02
Tax Expense	73.70	94.26

NOTE-31 EARNING PER SHARE :

Particulars	(Rs. In lakhs)	
	As at 31st March 2022	As at 31st March 2021
i) Net Profit/ Loss(-) available to Equity Shareholders (Used as numerator for calculating EPS)	245.91	217.45
ii) Weighted average No.of Equity Shares outstanding during the period: (Used as denominator for calculating EPS)		
- for Basic EPS	71.48	71.48
- for Diluted EPS	71.48	71.48
iii) Earning per Share before and after Extra Ordinary Items		
- Basic	3.44	3.04
- Diluted	3.44	3.04
(Equity Share of Face value of ₹ 10 each)		

NOTE-32 AUDITOR'S REMUNERATION :

Particulars	(Rs. In lakhs)	
	As at 31st March 2022	As at 31st March 2021
Services as Statutory Auditors (including Quarterly Audits)	2.00	2.60
Reimbursement of expenses	-	-

Notes annexed to and forming part of Accounts as at March 31, 2022

NOTE-33 FINANCE COST

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

NOTE-34 CONTINGENT LIABILITIES AND COMMITMENTS:

NOT PROVIDED FOR IN RESPECT OF :

Particulars	(Rs. In lakhs)	
	As at 31st March 2022	As at 31st March 2021
I Contingent Liabilities		
i) Demands being disputed by the Company :		
a) Excise duty and Service Tax demands	-	2.25
b) Trade Tax and Entry Tax demands	29.31	29.57
d) Estimated amount of interest on above		
ii) Claims against the company not acknowledged as debts :	-	-
a) Statutory liability being disputed by authorities		
b) Income Tax demand on processing of TDS Returns		
c) Other Liabilities		
d) In respect of some pending cases of employees under labour laws		

The amount shown above represents the best possible estimates arrived on the basis of available information. The uncertainties and timing of the cash flows are dependent on the outcome of the different legal process which have been invoked by the company. In the opinion of the management, no provision is considered necessary for the disputes mentioned above on the grounds that there are fair chances of successful outcome.

II Corporate Guarantees

Particulars	As at 31st March 2022	As at 31st March 2021
Corporate guarantees given by the company on behalf of third parties to the banks	Nil	Nil

III Capital Commitment

Particulars	As at 31st March 2022	As at 31st March 2021
Estimated amount of contracts remaining to be executed on capital account and not provided for	Nil	Nil

NOTE 35. Employees Benefits :

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

Defined Contribution Plan:

Employee Benefits in the form of Provident Fund, Employee State Insurance Corporation (ESIC) and Labour Welfare Fund are considered as defined contribution plan.

Gratuity:

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

Notes annexed to and forming part of Accounts as at March 31, 2022

(Rs. in lakhs)

Particulars	2020-21 Rs.	2019-20 Rs.
(i) In respect of Defined Benefit Scheme (Based on Actuarial Valuation) of Gratuity :		
A) Change in Obligation over the year ended 31.03.2022		
Present Value of defined obligation as on 01.04.2021	28.54	31.41
Current Service Cost	3.05	2.57
Interest Cost	1.94	2.13
Actuarial Gains/losses	2.96	-2.60
Benefits Paid	-4.55	-4.97
Present Value of defined obligation as on 31.03.2022	31.95	28.54
B) Expenses recognised during the year ended 31.03.2022		
Current Service Cost	3.05	2.57
Interest Cost	1.94	2.13
Actuarial Gains/losses	2.96	-2.60
Total	7.95	2.11
C) Principal Actuarial Assumptions :		
Mortality Table	IALM (2012-14)	IALM (2012-14)
Discount Rate (per Annum)	7.18%	6.79%
Rate of Escalation in Salary (per Annum)5%	5%	
Withdrawal Rate (Age related)-		
Up to 30 Years	3%	3%
Between 31 - 44 Years	2%	2%
Above 44 Years	1%	1%
Normal Retirement Age (in Years)	65	65

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

(ii) Leave Encashment

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

(Rs. in lakhs)

Particulars	2021-22	2020-21
A) Change in Obligation over the year ended 31.03.2022		
Present Value of defined obligation as on 01.04.2021	8.95	9.41
Current Service Cost	1.35	1.10
Interest Cost	0.61	0.64
Actuarial Gains/losses	-0.15	-0.77
Benefits Paid	-3.38	-1.44
Present Value of defined obligation as on 31.03.2022	7.38	8.95
B) Expenses recognised during the year ended 31.03.2022		
Current Service Cost	1.35	1.10
Interest Cost	0.61	0.64
Actuarial Gains/losses	-0.15	-0.77
Total	1.81	0.98

Notes annexed to and forming part of Accounts as at March 31, 2022

C) Principal Actuarial Assumptions :

Mortality Table	IALM (2012-14)	IALM (2012-14)
Discount Rate (per Annum)	7.18%	6.79%
Rate of Escalation in Salary (per Annum)5%	5%	
Withdrawal Rate (Age related)-		
Up to 30 Years	3%	3%
Between 31 - 44 Years	2%	2%
Above 44 Years	1%	1%
Normal Retirement Age (in Years)	65	65
Leave Availment Rate	5%	5%

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

(iii) Defined Contribution Plan :

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

	2021-22	(Rs. in lakhs) 2020-21
Employer's Contribution to Provident Fund :	1.13	0.82
Employer's Contribution to Pension Fund :	7.27	3.90
Employer's Contribution to Employee's State Insurance Corporation :	1.68	1.62
Employer's Contribution to Labour Welfare Fund :	0.09	0.03

NOTE 36. DISCLOSURES AS REQUIRED BY INDIAN ACCOUNTING STANDARD (Ind AS) 108 OPERATING SEGMENTS

a) Operating Segments

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

- Chemical and Surface active segment
- Others

b) Identification of Segments

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

c) Segment revenue and results:

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

d) Segment assets and liabilities:

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

e) Segment Accounting Policies:

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

Notes annexed to and forming part of Accounts as at March 31, 2022

f) Geographical Information

The company operated only in India during the year ended 31st March, 2022 and 31st March, 2021.

g) Information about major customers

No single customer contributed 10% or more of the total revenue of the company for the year ended 31st March, 2022 and 31st March, 2021.

SUMMARY OF SEGMENTAL INFORMATION

Particulars	Chemical and Surface active segment	Others	Rs. In Lakhs
			Total
1. Segment Revenue (including Excise Duty)			
a) External Sales	6134.97	6319.7	12,454.67
Previous Year (31.03.2021)	5358.37	3878.14	9,236.51
2. Segment Results			
(Profit+)/Loss(-) before Tax and Interest from each segment	247.96	221.25	469.21
Previous Year (31.03.2021)	241.47	181.94	423.41
Less: Finance costs			94.88
Previous Year (31.03.2021)			95.48
Less/Add: Other Unallocable Expense/Income net off Unallocable Income/Expenses			54.00
Previous Year (31.03.2021)			17.07
Net Profit(+)/loss(-) before Tax			320.32
Previous Year (31.03.2021)			310.86
Less: Tax expense (Net)			74.41
Previous Year (31.03.2021)			93.41
Net Profit after Tax			245.91
Previous year			217.45
Share of Profit/Loss of Non-Controlling Interest			-
Previous year			-
Pre-Acquisition profit of the subsidiary company			-
Previous year			-
Net Profit after Tax (after adjustment of Minority Interest)			-
Previous year			-
3. Other Information			
a) Segment Assets	2193.01	2954.99	5,148.00
Previous Year (31.03.2021)	1729.87	2560.34	4,290.21
Unallocable Corporate Assets			-
Previous Year (31.03.2021)			430.26
Total Assets			5,148.00
Previous Year (31.03.2021)			4,720.47
b) Segment Liabilities	1563.3	1465.64	3,028.94
Previous Year (31.03.2021)	1551.17	1295.82	2,846.99
Unallocable Corporate Liabilities			-
Previous Year (31.03.2021)			115.20
Total Liabilities			3,028.94
Previous Year (31.03.2021)			2,962.19
c) Capital Expenditure	72.43	0.08	72.51
Previous Year (31.03.2021)	10.24	0.36	10.60
Unallocable capital expenditure			-
Previous Year (31.03.2021)			0.20
Total capital expenditure			72.51
Previous Year (31.03.2021)			10.80

Notes annexed to and forming part of Accounts as at March 31, 2022

Particulars	Chemical and Surface active segment	Others	Rs. In Lakhs
			Total
d) Depreciation	41.28	0.96	42.24
Previous Year	28.12	1.32	29.44
Unallocable depreciation			-
Previous Year (31.03.2021)			12.05
Total depreciation			42.24
Previous Year (31.03.2021)			41.49
e) Non Cash Expenditure other than Depreciation	12.48	26.72	39.20
Previous Year (31.03.2021)	74.37	24.86	99.23
Unallocable Non Cash Expenditure other than Depreciation			-
Previous Year (31.03.2021)			-
Total Non Cash Expenditure other than Depreciation			39.20
Previous Year (31.03.2021)			99.23

NOTE-37 RELATED PARTY DISCLOSURE :**A) Name of the related parties with whom transactions were carried out during the year and description of relationship:****I) Key Management Personnel & their relatives:**

- (i) Mr. Pawan Kumar Garg, Chairman & Managing Director
- (ii) Mr. Atul Kumar Garg, Whole Time Director
- (iii) Mr. Ankur Garg, Whole Time Director
- (iv) Mr. Shivansh Tiwari, Company Secretary (Date of Resignation 17.03.21)
- (v) Ms. Ritika Tondon, Company Secretary (Date of Appointment 03.12.21)

II) Director & their relatives:

- (i) Mr. Satya Prakash Tayal, Director
- (ii) Mr. Pramod Kumar Misra, Director
- (iii) Mr. Bijal Yogesh Durgavale, Director
- (iv) Mr. Rajinder Pal, Director
- (v) Mr. Gopal Das Agarwal, Director
- (v) Mr. Abhishek Mehrotra

III) Person having significant influence over the enterprises:

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

Notes annexed to and forming part of Accounts as at March 31, 2022

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

Nature of Transactions	2021-2022		2020-2021	
	KMP/Director	Enterprises	KMP/Director	Enterprises
Purchase of Goods				
Icon Polymers		2,207.86		3,679.79
Loan Received				
Standard organo Chemical Pvt Ltd		31.10		55.65
Pawan kumar Garg	309.77		597.50	
Ankur Garg	1.00		21.37	
Atul Garg	-		1.22	
Kunal Garg	-		1.36	
Loan Repaid				
Standard organo Chemical Pvt Ltd		121.21		6.70
Pawan kumar Garg	301.79		484.42	
Ankur Garg	1.00		117.99	
Atul Garg	-		10.30	
Kunal Garg	-		1.36	
Advances given				
Icon Cars (P) Ltd		-0.20		
Interest Paid				
Standard organo Chemical Pvt Ltd		3.65		4.88
Pawan kumar Garg	29.72		8.55	
Expenses- Rent Paid				
Standard Sulphonators (P) Ltd.		6.00		6.00
Commission Paid				
Standard organo Chemical Pvt Ltd		-		14.77
Expenses- Salary				
Ankur Garg	18.00		12.00	
Atul Garg	18.00		12.00	
Pawan kumar Garg	18.00		12.00	
Kunal Garg	7.20		7.20	
Shivansh Tiwari	0.40		5.84	
Dhirendra Kumar Gupta	-		6.31	
Ritika Tondon	0.89			
Sitting Fees				
Bijal Yogesh Durgvale	0.23		0.15	
Pramod kumar	0.83			
Rajinder Pal	1.43			
Gopal Das Agarwal	0.15			
Amount Payable				
Standard Sulphonators (P) Ltd.		10.63		24.55

Notes annexed to and forming part of Accounts as at March 31, 2022

Nature of Transactions	2020-2021		2019-2020	
	KMP/Director	Enterprises	KMP/Director	Enterprises
Outstanding balance				
Standard organo Chemical Pvt Ltd		-		86.83
Icon Cars (P) Ltd		-0.20		
Pawan kumar Garg	326.62		183.03	
Ankur Garg	0.58		10.07	
Atul Garg	1.72		0.70	
Security Deposit				
Standard Sulphonators (P) Ltd.		50.00		50.00
C) Short Term Employee Benefits				
		Salary	Sitting fees	
	2022	2021	2022	2021
Atul Kumar Garg	18.00	12.00		
Pawan Kumar Garg	18.00	12.00		
Ankur Garg	18.00	12.00		
Shivansh Tiwari	0.40	5.84		
Kunal Garg	7.20	7.20		
Dhirendra Kumar Gupta	-	6.31		
Ritika Tondon	0.89			
Abhishek Mehrotra				
Ashok Kumar Gupta				
Gopal Das Agarwal			0.15	
Bijal Yogesh Durgvale			0.23	0.15
Rajinder Pal Singh			1.43	
Mr. Satya Prakash Tayal			-	
Mr. Pramod Kumar Misra			0.83	

D) Terms and Conditions and Settlement

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

NOTE 38. Disclosure under Schedule V to the SEBI (Listing and Disclosure Requirements) Regulations, 2015

The company has neither given any loan nor has advanced any amount either during the year ended 31st March, 2022 or year ended 31st March, 2021

Hence the requirements under the said schedule is not applicable to the company and no information is required to be disclosed.

NOTE 39. Details of loans and advances given; investment made; guarantee given and security provided as required to be disclosed as per provision of section 186(4) of Companies Act, 2013 have been disclosed under the respective heads.

NOTE 40. In the opinion of the Board, current assets and loans and advances have realisable value in the ordinary course of business atleast equal to the value at which they are stated in the Balance Sheet

Notes annexed to and forming part of Accounts as at March 31, 2022

NOTE 41. RATIOS

(Rs. in Lakhs)

Sr. No.	Particulars	March 31, 2022		March 31, 2021		Year ended		Variation	Reason for variation
		Numerator	Denominator	Numerator	Denominator	March 31, 2022 Audited	March 31, 2021 Audited		
i	Debt-to-Equity (D/E) Ratio (in times) (Total Debt (Long term+Short term including current maturity)/Average Shareholders' Equity)	2,077.84	1,938.67	2,206.72	1,648.30	1.07	1.34	-19.94%	
ii.	Debt service coverage ratio (in times) {(Profit after tax+depreciation+ interest on term loan)/(Interest on term loan+Long term principal repayment amount during the period)}	383.03	272.39	354.82	239.06	1.41	1.48	-5.26%	
iii.	Current ratio (in times) {(Current Assets/ Current Liabilities)}	4,347.70	2,301.53	3,884.27	2,278.62	1.89	1.70	10.82%	
iv.	Trade Receivables turnover ratio (in times) [Net Credit Sales / Average Accounts Receivable {(Closing Accounts Receivable + Opening Accounts Receivable)/2}]	12,152.74	2,195.29	8,872.84	1,831.55	5.54	4.84	14.27%	
v.	Inventory turnover (in times) [Cost of Goods sold/Average Inventory {(Closing Inventory+Opening Inventory)/2}]	11,278.45	787.14	7,911.05	559.00	14.33	14.15	1.25%	
vi.	Net profit margin (%) (Net Profit after tax/ Total Revenue from operations)	245.91	12,454.67	217.45	9,236.51	1.97%	2.35%	-16.13%	
vii.	Return on equity ratio (%) (Net profit after tax/Average shareholder equity)	245.91	1,938.67	217.45	1,648.30	12.68%	13.19%	-3.85%	
viii.	Trade Payable turnover ratio (times) Net credit purchase/average trade payable	11,562.79	575.60	8,430.18	413.61	20.09	20.38	-1.44%	
ix.	Net capital Turnover ratio (times) (Total Revenue from Operation/Average working capital)	12,454.67	1,825.91	9,236.51	1,373.61	6.82	6.72	1.44%	
x.	Return on capital employed (%) Earning before interest and tax/(Tangible net worth+ total debt + deferred tax liability)	415.20	2,809.39	406.34	2,406.13	14.78%	16.89%	-12.49%	
xi.	Return on investment (%) (Net income (PAT)/Average total assets)	245.91	4,934.24	217.45	4,434.55	4.98%	4.90%	1.64%	

Notes annexed to and forming part of Accounts as at March 31, 2022**NOTE 42. FINANCIAL RISK MANAGEMENT**

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

The Company's activities are exposed to market risk, credit risk and liquidity risk.

I. Market risk

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

(a) Interest rate risk

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

(b) Foreign currency risk

Foreign currency risk arises from commercial transactions that recognises assets and liabilities denominated in a currency that is not Company's functional currency(INR). The company is not exposed to significant foreign exchange risk at the respective dates.

(c) Inventory Price Risk

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

II. Credit risk

"Credit risk arises from the possibility that the counterparty will default on its contractual obligations resulting in financial loss to the company. To manage this, the Company periodically assesses the financial reliability of customers, taking into account the financial conditions, current economic trends, and analysis of historical bad debts and ageing of accounts receivable. The Company considers the probability of default upon initial recognition of assets and whether there has been a significant increase in credit risk on an on going basis through each reporting period. To assess whether there is significant increase in credit risk, it considers reasonable and supportive forward looking information such as:(i Actual or expected significant adverse changes in business.(ii) Actual or expected significant changes in the operating results of the counterparty. (iii) Financial or economic conditions that are expected to cause a significant change to the counterparty's ability to meet its obligation(iv) Significant increase in credit risk an other financial instruments of the same counterparty (v) significant changes in the value of collateral supporting the obligation or in the quality of third party guarantees or credit enhancements"

(a) Trade receivable

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

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

Ageing	Less than 6 months	More than 6 month	(Rs.) Total
As at March 31, 2021			
Carrying Amount	1,891.27	69.03	1,960.30
As at March 31, 2022			
Carrying Amount	2,399.25	31.02	2,430.27

(b) Balance with bank

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

The company's maximum exposure to credit risk for the components of the balance sheet as at 31st march, 2022 and 31st march, 2021 is the carrying amount as stated under note no-8

III. Liquidity Risk

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

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

As at March 31, 2022	Less than One Year	More than one and less than five Year	More than five year	(Rs in lakhs) Total
Borrowings	1,601.66	605.06		2,206.72
Trade payables	370.91	30.25		401.16
Other Liabilities				-
Total	<u>1,972.57</u>	<u>635.31</u>	<u>-</u>	<u>2,607.88</u>

As at March 31, 2021	Less than One Year	More than one and less than five year	More than five year	(Rs in lakhs) Total 5 Years
Borrowings	1,425.70	652.14	-	2,077.84
Trade payables	720.44	29.60	-	750.04
Other Liabilities		-	-	-
Total	<u>2,146.14</u>	<u>681.74</u>	<u>-</u>	<u>2,827.88</u>

**IV Capital Management
Risk Management**

For the purpose of the Company's capital management, capital includes issued equity capital, securities premium and all other equity reserves attributable to the equity shareholders of the Company. The Company's objective when managing capital is to safeguard its ability to continue as a going concern so that it can continue to provide returns to shareholders and other stake holders. The Company manages its capital structure and makes adjustments in light of changes in the financial condition and the requirements of the financial covenants. To maintain or adjust the capital structure, the Company may adjust the dividend payment to shareholders, return capital to shareholders (buy back its shares) or issue new shares. In order to achieve this overall objective, the Company's capital management, amongst other things, aims to ensure that it meets financial covenants attached to the interest-bearing loans and borrowings that define capital structure requirements. The Company has complied with these covenants and there have been no breaches in the financial covenants of any interest-bearing loans and borrowings. No changes were made in the objectives, policies or processes for managing capital during the year ended 31st March, 2021 and 31st March, 2022.

NOTE 43. RECENT PRONOUNCEMENTS

On March 24, 2021, the Ministry of Corporate Affairs ("MCA") through a notification, amended Schedule III of the Companies Act, 2013. The amendments revise Division I, II and III of Schedule III and are applicable from April 1, 2021. Key amendments relating to Division II which relate to companies whose financial statements are required to comply with Companies (Indian Accounting Standards) Rules 2015 are:

Balance Sheet:

- Lease liabilities should be separately disclosed under the head 'financial liabilities', duly distinguished as current or non-current.
- Certain additional disclosures in the statement of changes in equity such as changes in equity share capital due to prior period errors and restated balances at the beginning of the current reporting period.
- Specified format for disclosure of shareholding of promoters.
- Specified format for ageing schedule of trade receivables, trade payables, capital work-in-progress and intangible asset under development.
- If a company has not used funds for the specific purpose for which it was borrowed from banks and financial institutions, then disclosure of details of where it has been used.
- Specific disclosure under 'additional regulatory requirement' such as compliance with approved schemes of arrangements, compliance with number of layers of companies, title deeds of immovable property not held in name of company, loans and advances to promoters, directors, key managerial personnel (KMP) and related parties, details of benami property held etc.

Statement of profit and loss:

- Additional disclosures relating to Corporate Social Responsibility (CSR), undisclosed income and crypto or virtual currency specified under the head 'additional information' in the notes forming part of the standalone financial statements.

The amendments are extensive and the Company will evaluate the same to give effect to them as required by law.

NOTE 44. Additional Regulatory Information

- i) The Company have not declared wilful defaulter by any banks or any other financial institution at any time during the financial year.
- ii) The Company do not have any charges or satisfaction which is yet to be registered with ROC beyond the statutory period.
- iii) Company had not contravened the provisions of section 2(87) of the Companies Act, 2013 (Restriction on number of Layers), read with Companies Rules, 2017.
- iv) The Company have not advanced or loaned or invested funds to any other person(s) or entity(ies), including foreign entities (Intermediaries) with the understanding that the Intermediary shall:
 - a) directly or indirectly lend or invest in other persons or entities identified in any manner whatsoever by or on behalf of the company (ultimate beneficiaries) or
 - b) provide any guarantee, security or the like to or on behalf of the Ultimate Beneficiaries.
- v) The Company have not entered into any transaction which is not recorded in the books of accounts that has been surrendered or disclosed as income during the year in the tax assessments under the Income Tax Act, 1961 (such as, search or survey or any other relevant provisions of the Income Tax Act, 1961.
- vi) The Company have not traded or invested in crypto currency or virtual currency during the financial year.
- vii) The Company has not entered into any transaction with the struck off Companies as referred under section 248 of the Companies Act, 2013.
- viii) All immovable properties are held in the name of the company.

NOTE 45. The previous year's figures have been reworked or regrouped and reclassified, wherever necessary:

The accompanying notes form an integral part of the financial statements

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

As per our report of the even date attached

For and on behalf of the Board of Directors

For ATUL GARG & ASSOCIATES

Chartered Accountants

Firm Regn. No.: 001544C

Pawan Kumar Garg

Chairman and Managing Director

DIN : 00250836

Ankur Garg

Whole-time Director

DIN : 00616599

Pradeep Verma

Chief Financial Officer

Ritika Tandon

Company Secretary

Fiza Gupta

Partner

M. No. 429196

Place : Kanpur

Date : 30.05.2022

STANDARD SURFACTANTS LTD.

CIN: L24243UP1989PLC010950

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

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

BALLOT/POLLING PAPER

ASSENT/DISSENT FORM FOR VOTING ON AGM RESOLUTIONS

1. Name (s) & Registered Address of the sole/first named member:
2. Name(s) of the joint-holder(s), if any:
3. i) Registered folio No.
ii) *DPID No. & Client ID No.
[Applicable to members holding shares in dematerialized form]
4. Number of shares held:
5. Class of shares:
6. I/We hereby exercise my/our vote in respect of the following resolutions to be passed for the business stated in the notice of 33rd Annual General Meeting dated 30th September, 2022 by convening my/our assent or dissent to the resolutions by placing (✓) tick mark in the appropriate box below:

Sl. No.	Resolution	No. of Shares	I/We assent to (FOR)	I/We assent to (FOR)
Ordinary Business				
1.	To receive, consider and adopt the Audited Financial Statements of the Company for the financial year ended 31st March, 2022, together with the Reports of the Auditors and Board of Directors thereon.			
2.	To appoint a director in place of Mr. Atul Kumar Garg, (having DIN No. 00250868) who retires by rotation and being eligible, offers himself for reappointment.			
3.	Reappointment of Statutory Auditor for a term of 5 years.			
Special Business				
4.	To ratify remuneration of Cost Auditor.			
5.	Regularisation of Mr. Gopal Dass Agarwal (DIN 06545901) appointed as an additional director of the company (Independent Director).			
6.	Re-Appointment of Mrs. Bijal Yogesh Durgavale (DIN 07403891) as an Women Independent Director of the Company.			
7.	Re-appointment of Mr. Pawan Kumar Garg (DIN: 00250836) as a Chairman and Managing Director of the Company.			
8.	Re-appointment of Mr. Atul Kumar Garg (DIN: 00250868) as a Whole time Director of the Company.			
9.	Variation in terms of Appointment of Managing Director and Whole time Directors of the company.			

Place: Kanpur
Date : 06.09.2022

Signature of Member
Or
Authorized Representative

(Tear here)

Notes:

- I. If you opt to cast your vote by e-voting, there is no need to fill up and sign this form.
- II. Last date for receipt of Assent/Dissent Form by the Scrutinizer: September, 27th 2022(5:00 pm).
- III. Please read the instructions printed over leaf carefully before exercising your vote.

INSTRUCTIONS**General Instructions**

1. As per the Companies Act, 2013, Company has to provide e-voting facility to its shareholders; however the shareholders, who do not have access to e-voting facility may convey their assent/Dissent in physical Assent/Dissent Form. However, incase Shareholders cast their vote through both physical assent/dissent form & e-voting, then vote casted through e-voting shall be considered, and vote casted through physical Assent/Dissent shall be treated as invalid.
2. The notice of Annual General Meeting is e-mailed to the members whose name appear on the register of members as on September, 5th 2022 & voting rights shall be reckoned on the paid up value of the share registered in the name of shareholders as on the said date.

Instructions for voting physically on Assent/Dissent Form.

1. A member desiring to exercise vote by Assent/Dissent should complete this Assent/Dissent Form and send it in the enclosed self-addressed pre-paid postage so as to reach the scrutinizer Mr. Sarvesh S. Srivastava, Practicing Company Secretary, at the registered office of the company on or before 5:00 pm on September 27th 2022. All forms received after this date will be strictly treated as if the reply from such member has not been received.
2. This Form should be completed and sign by the Shareholder (as per the specimen signature registered with the company/depositary participants). In case of joint holding this form should be completed and signed by the first named shareholder and in his absence, by the next named shareholder.
3. In respect of shares held by corporate and institutional shareholders (companies, trusts, societies etc.) the completed Assents/Dissent Form should be accompanied by a certified copy of the relevant board resolution /appropriate authorization, with the specimen signature(s) of the authorized signatory(ies) duly attested.
4. The consent must be accorded by recording the assent in the column 'FOR' or dissent in the column 'AGAINST' by placing a tick mark (v) in the appropriate column in the form. The assent or dissent received in any other form shall not be considered valid.
5. Members are requested to fill the Form in ink and avoid filling it by using erasable writing medium(s) like pencil.
6. There will be one Assent/Dissent Form for every Folio/Client id respective of the number of joint holders.
7. Members are requested not to send any other paper along with the Assent/Dissent Form. They are also requested not to write anything in the Assent /Dissent form except giving their assent or dissent and putting their signature.
8. The Scrutinizer's decision on the validity of Assent/Dissent form will be final and binding.
9. Incomplete, unsigned or incorrectly ticked Assent/Dissent Forms will be rejected.

STANDARD SURFACTANTS LTD.

CIN: L24243UP1989PLC010950

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

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

FORM OF PROXY

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

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

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

- (Tear here)
1. Name:.....
Address :.....
E-mail id:.....
Signature:.....; or failing him,
 2. Name.....
Address.....
E-mail id:.....
Signature:.....; or failing him,
 3. Name:.....
Address :.....
E-mail id:.....
Signature:.....

As my/our proxy to attend and vote (on a poll) for me/us and on my/our behalf at the 33rd Annual General Meeting of the Company to be held on Friday the 30th September, 2022 at 02.30 P.M. at 8/15, Arya Nagar, Kanpur-208002 or at any adjournment thereof in respect of such resolution as are indicated below:

STANDARD SURFACTANTS LTD.

CIN: L24243UP1989PLC010950

Resolution Number	Resolution	For	Against
	Ordinary Business		
1.	To receive, consider and adopt the Audited Financial Statements of the Company for the financial year ended 31st March, 2022, together with the Reports of the Auditors and Board of Directors thereon.		
2.	To appoint a director in place of Mr. Atul Kumar Garg, (having DIN No. 00250868) who retires by rotation and being eligible, offers himself for reappointment.		
3.	Reappointment of Statutory Auditor for a term of 5 years.		
	Special Business		
4.	To ratify remuneration of Cost Auditor.		
5.	Regularisation of Mr. Gopal Dass Agarwal (DIN 06545901) appointed as an additional director of the company (Independent Director).		
6.	Re-Appointment of Mrs. Bijal Yogesh Durgavale (DIN 07403891) as an Women Independent Director of the Company.		
7.	Re-appointment of Mr. Pawan Kumar Garg (DIN: 00250836) as a Chairman and Managing Director of the Company.		
8.	Re-appointment of Mr. Atul Kumar Garg (DIN: 00250868) as a Whole time Director of the Company.		
9.	Variation in terms of Appointment of Managing Director and Whole time Directors of the company.		

Signed this.....day of....., 2022

Signature of the shareholder.....

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

Please
affix
₹ 1/-
Revenue
Stamp

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

STANDARD SURFACTANTS LTD.

CIN: L24243UP1989PLC010950**CIN : L24243UP1989PLC010950**

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

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

ATTENDANCE SLIP

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

I hereby record my presence at the 33rd Annual General Meeting of the Company to be held on Friday the 30th September, 2022 at 02.30 P.M. at 8/15, Arya Nagar, Kanpur, -208002.

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

(Tear here)

STANDARD SURFACTANTS LIMITED**CIN : L24243UP1989PLC010950**

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

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

FEEDBACK FORM

Registration/Updation of E-mail id :-

Name of the Shareholder	Folio Number	Updated Email ID

Signature of the Shareholder

If undelivered, please return to :

STANDARD SURFACTANTS LTD.

CIN L24243UP1989PLC010950

8/15, Arya Nagar, Kanpur-208 002

Website : www.standardsurfactants.com

Email : headoffice@standardsurfactants.com

Phone : 0512-2531762

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