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GAYATRISHAKTI PAPER & BOARDS LTD

Audited Financial Statements

for

F.Y. 2022 - 23



Ashok Bairagra & Associates

Chartered Accountants

Ashok Bairagra, B.Com., L.L.B., F.C.A. • Cell : 93222 79327 **Ashish V. Jalan**, B.Com., F.C.A. • Cell : 98214 67450

Manish S. Bardia, B.Com., F.C.A. • Cell : 97739 60392

Independent Auditor's Report

To the Members of **M/s. GAYATRISHAKTI PAPER AND BOARDS LIMITED**

Report on the Standalone Financial Statements

Opinion

We have audited the standalone financial statements of **M/s. GAYATRISHAKTI PAPER AND BOARDS LIMITED** ("the Company"), which comprise the balance sheet as at 31st March 2023, the statement of Profit and Loss, statement of cash flows for the year then ended, and notes to the financial statements, including a summary of significant accounting policies and other explanatory information.

In our opinion and to the best of our information and according to the explanations given to us, the aforesaid standalone financial statements give the information required by the Act in the manner so required and give a true and fair view in conformity with the accounting principles generally accepted in India, of the state of affairs of the Company as at March 31, 2023, and Profit/loss, (changes in equity) and its cash flows for the year ended on that date.

Basis for Opinion

We conducted our audit in accordance with the Standards on Auditing (SAs) specified under section 143(10) of the Companies Act, 2013. 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 together with the ethical requirements that are relevant to our audit of the financial statements under the provisions of the Companies Act, 2013 and the Rules thereunder, and we have fulfilled our other ethical responsibilities in accordance with these requirements and the Code of Ethics. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.



Key Audit Matters

Nil

Other information

The Company's Board of Directors is responsible for the other information. The other information comprises the Management Discussion and Analysis, Directors' Report including Annexures to Directors' Report and Corporate Governance, but does not include the financial statements and our auditor's report thereon. The above stated reports are expected to be made available to us after the date of this auditor's report.

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

In connection with our audit of the financial statements, our responsibility is to read the other information identified above when it becomes available and, in doing so, consider whether the other information is materially inconsistent with the financial statements or our knowledge obtained in the audit or otherwise appears to be materially misstated.

When we read the above stated reports, if we conclude that there is a material misstatement therein, we are required to communicate the matter to those charged with governance.

Management's Responsibility for the Standalone Financial Statements

The Company's Board of Directors is responsible for the matters stated in section 134(5) of the Companies Act, 2013 ("the Act") with respect to the preparation of these standalone financial statements that give a true and fair view of the financial position, financial performance, (changes in equity) and cash flows of the Company in accordance with the accounting principles generally accepted in India, including the accounting Standards specified under section 133 of the Act read with relevant rules issued thereunder 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 implementation and maintenance of 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 statement that give a true and fair view and are free from material misstatement, whether due to fraud or error.



In preparing the financial statements, the Board of Directors 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 The Board of Directors either intends to liquidate the Company or to cease operations, or has no realistic alternative but to do so.

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

Auditor's Responsibilities 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.

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 in place and the operating effectiveness of such controls.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by the Board of Directors.
- 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.
- Obtain sufficient appropriate audit evidence regarding the Financial Results of the Company to express an opinion on the Financial Results.

Materiality is the magnitude of misstatements in the Financial Statement that, individually or in aggregate, makes it probable that the economic decision of a reasonably knowledgeable user of the Financial Result may be influenced. We consider evaluation the result quantitative materiality and qualitative factors in (i) planning the scope of our audit work and in evaluating the results of our work; and (ii) to evaluate the effect of any identified misstatements in the Financial Results.

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.

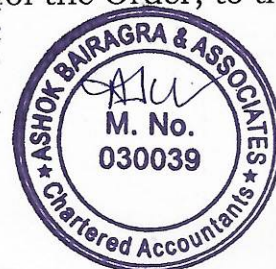
Other Matter

Nil

Report on Other Legal and Regulatory Requirements

As required by the Companies (Auditor's Report) Order, 2020 ("the Order"), issued by the Central Government of India in terms of sub-section (11) of section 143 of the Companies Act, 2013, we give in the Annexure "A" statement on the matters specified in paragraphs 3 and 4 of the Order, to the extent applicable.

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 company does not have any branches. Hence, the provisions of section 143(3)(c) is not applicable.
- d) The Balance Sheet, the Statement of Profit and Loss, and the Cash Flow Statement dealt with by this Report are in agreement with the books of accounts.
- e) In our opinion, the aforesaid standalone financial statements comply with the Accounting Standards specified under Section 133 of the Act, read with Rule 7 of the Companies (Accounts) Rules, 2014.
- f) In our opinion, there are no financial transactions or matters which have any adverse effect on the functioning of the company.
- g) On the basis of the written representations received from the directors as on 31st March, 2023 taken on record by the Board of Directors, none of the directors is disqualified as on 31st March, 2023 from being appointed as a director in terms of Section 164 (2) of the Act.
- h) With respect to the adequacy of the internal financial controls over financial reporting of the Company and the operating effectiveness of such controls, refer to our separate Report in "Annexure B". Our report expresses an unmodified opinion on the adequacy and operating effectiveness of the Company's internal financial controls over financial reporting.
- i) With respect to the other matters to be included in the Auditor's Report in accordance with the requirements of section 197(16) of the Act, as amended: NIL
- j) With respect to the other matters to be included in the Auditor's Report in accordance with Rule 11 of the Companies (Audit and Auditors) Rules, 2014, in our opinion and to the best of our information and according to the explanations given to us:



- i) The Company does not have any pending litigations which would impact its financial position.
- ii) The Company did not have any Long-term contracts including derivatives contracts for which there were any material foreseeable losses.
- iii) There is no amount required to be transferred, to the Investor Education and Protection Fund by the company
- iv)
 - A) The management has represented 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:
Directly or indirectly lend or invest in other persons or entities identified in any manner whatsoever ("Ultimate Beneficiaries") by or on behalf of the Company, or
Provide any guarantee, security or the like to or on behalf of the Ultimate Beneficiaries.
 - B) The management has represented, that, to the best of its knowledge and belief, no funds have been received by the Company from any persons or entities, including foreign entities ("Funding Parties"), with the understanding, whether recorded in writing or otherwise, that the Company shall:

Directly or indirectly, lend or invest in other persons or entities identified in any manner whatsoever ("Ultimate Beneficiaries") by or on behalf of the Funding Party
or
Provide any guarantee, security or the like from or on behalf of the Ultimate Beneficiaries; and
 - C) Based on such audit procedures as considered reasonable and appropriate in the circumstances, nothing has come to our notice that has caused us to believe that the representations under sub-clause (iv) (A) and (iv) (B) contain any material misstatement.



v) The company has neither declared nor paid any equity dividend during the year, hence reporting in respect of compliance under section 123 of the Act is not applicable.

k) With respect to the other matters to be included in the Auditor's Report in accordance with the requirements of section 197(16) of the Act, as amended;

In our opinion and according to the information and explanation given to us, the remuneration paid by the Company to its Directors during the year is in accordance with the provisions of section 197 of the Act.

For ASHOK BAIRAGRA AND ASSOCIATES

Chartered Accountants

Firm Reg. No.: 118677W

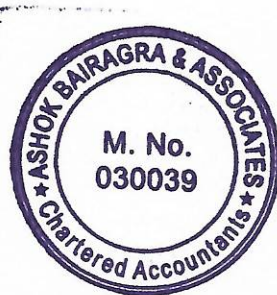
Ashok Bairagra

PARTNER (M.No.030039)

UDIN:

Place: Mumbai

Date: 27-09-2023



ANNEXURE A TO THE INDEPENDENT AUDITOR'S REPORT

The annexure referred to in our Independent Auditor's Report to the member of GAYATRISHAKTI PAPER AND BOARDS LIMITED for the year ended march 31st, March 2023.

- i) In respect of the Company's Property, Plant and Equipment:
- a. A) The Company has maintained proper records showing full particulars, including quantitative details and situation of Property, Plant and Equipment.
B) The Company has not updated its Property, Plant and Equipment register, but has maintained records showing some of the particulars including quantitative details and situation of Property, Plant and Equipment. The company is in process of updating its Property, Plant and Equipment register.
 - b. The Property, Plant and Equipment's have been physically verified by the management in a phased manner, designed to cover all the items over a period of three years, which in our opinion, is reasonable having regard to the size of the company and nature of its business. Pursuant to the program, a portion of the fixed asset has been physically verified by the management during the year in a phased manner and no material discrepancies between the book's records and the physical fixed assets have been noticed.
 - c. The title deeds of immovable properties are held in the name of the company.
 - d. The company has not revalued its Property, Plant and Equipment (including right of use assets) or intangible assets. Accordingly, the reporting under Clause 3(i)(d) of the Order is not applicable to the Company.
 - e. Based on the information and explanations furnished to us, no proceedings have been initiated on or are pending against the Company for holding Benami property under the Prohibition of Benami Property Transactions Act, 1988 (as amended in 2016) (formerly the Benami Transactions (Prohibition) Act, 1988 (45 of 1988)) and Rules made thereunder, and therefore the question of our commenting on whether the Company has appropriately disclosed the details in its standalone financial statements does not arise.



ii)

- a. As explained to us the inventory has been physically verified during the year by the Management at reasonable intervals. In our opinion, the frequency of verification is reasonable having regard to the size of the company and the nature of its business. In our opinion, the procedures of physical verification of inventories followed by the Management are reasonable and adequate in relation to the size of the Company and nature of its business. The discrepancies noticed on physical verification of inventory by management as compared to book records were not material.
- b. The Company has been sanctioned working capital limits in excess of Rs.5 Crores in aggregate from Banks/ financial institutions on the basis of security of current assets. The Company has filed quarterly returns or statements with such banks, which are in agreement with the books of accounts other than those as set out below.

(Rs. in Lakhs)

Quarter F.Y. 21-22	Name of Bank	Particulars of Security Provided	Amount as per Quarterly return/ statement	Amount as Per Books of Accounts	Amount of difference	Reason for material discrepan cies
Q1	Bank of India, Punjab National Bank, IDBI, Axis Bank and HDFC Bank (Sanction Limit – Rs.10880 Lacs)	Stocks, Book Debts and all other movable current assets and Trade payables	18,385.94	18,303.26	82.68	Difference is primarily due to erroneous numbers of creditors appearing in the quarterly statement s.
Q2			16,266.63	15,770.33	496.31	
Q3			18,409.05	18,274.83	134.22	
Q4			13674.06	13,245.70	428.35	

iii)

- a) The Company has, during the year, made investments in one subsidiary company, granted unsecured loan to one subsidiary company and stood guarantee for two companies. The aggregate amount during the year and balance outstanding at the balance

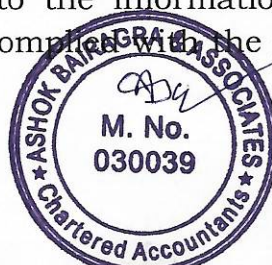


sheet date with respect to such loans and guarantees to subsidiaries and associates and are as per table below.

Particulars	Guarantees In Lacs	Loans In Lacs
Amount granted / provided during the year		
Subsidiaries	21,000.00	0.92
Others	6313.00	-
Balance outstanding as at balance sheet date		
Subsidiaries	108.00	0.92
Others	4359.49	-

- b) In respect of the aforesaid investments, guarantees and loans given, the terms and conditions under which such investments were made, guarantees provided and loans were granted are not prima facie prejudicial to the interest of the Company, based on the information and explanation provided by the Company.
- c) In respect of the loans outstanding as on the balance sheet date, the schedule for repayment has been stipulated by the company and the same is not prima facie prejudicial to the interest of the Company.
- d) Since there are no overdue loans, accordingly, the requirement to report on clause 3(iii)(d) of the order is not applicable to the Company.
- e) No loans and advances in the nature of loans has been renewed or extended fresh loans, accordingly, the requirement to report on clause 3(iii)(e) of the order is not applicable to the Company.
- f) The Company has not granted any loans or advances in the nature of loans, either repayable on demand or without specifying any terms or period of repayment to the Companies, firms, limited liability partnerships or any other parties. Accordingly, the requirement to report on clause 3(iii)(f) of the order is not applicable to the Company.

- iv) In our opinion and according to the information and explanations given to us, the company has complied with the provisions of section



185 and 186 of the Companies Act, 2013, in respect of loans, investments, guarantees, and security, as applicable.

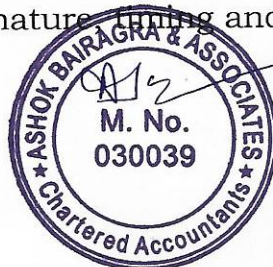
- v) The Company has not accepted any deposits from the public and hence the directives issued by the Reserve Bank of India and the provisions of Sections 73 to 76 or any other relevant provisions of the Act and the Companies (Acceptance of Deposit) Rules, 2015 with regard to the deposits accepted from the public are not applicable.
- vi) As informed to us, the maintenance of Cost Records has not been specified by the Central Government under sub-section (1) of Section 148 of the Act, in respect of the activities carried on by the company.
- vii) According to information and explanations given to us and on the basis of our examination of the books of account, and records:
- the Company has been generally regular in depositing undisputed statutory dues including 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 with the appropriate authorities. According to the information and explanations given to us, no undisputed amounts payable in respect of the above were in arrears as at March 31, 2023 for a period of more than six months from the date on when they become payable.
 - According to the information and explanation given to us, there are no dues of income tax, sales tax, service tax, duty of customs, duty of excise, value added tax outstanding on account of any dispute, are as follows

Sr. no.	Name of the statute	Forum where the dispute is pending	Amount (Rs. in Lakhs)	Period to which the amount relates
1	Goods and Services Tax Act, 2017	Commissionerate, Vapi	45.16	FY 2017-18
2	Goods and Services Tax Act, 2017	Commissionerate, Vapi	12.75	FY 2018-19

- viii) According to information and explanations given to us and on the basis of our examination of the books of account, there are no transactions which have been surrendered or disclosed as income during the year in the tax assessments under the Income Tax Act, 1961 (43 of 1961).



- ix) (a) The company has not defaulted in repayment of loans or other borrowings or in the payment of interest thereon to any lender.
- (b) The Company has not been declared willful defaulter by any bank or financial institution or government or any government authority.
- (c) In our opinion, and according to the information and explanations given to us, the term loans have been applied for the purposes for which they were obtained.
- (d) According to the information and explanations given to us, and the procedures performed by us, and on an overall examination of the standalone financial statements of the Company, we report that no funds raised on short-term basis have been used for long-term purposes by the Company.
- (e) On an overall examination of the financial statements of the Company, the Company has not taken any funds from any entity or person on account of or to meet the obligations of its subsidiaries.
- (f) According to the information and explanations given to us and procedures performed by us, we report that the company has not raised loans during the year on pledge of securities held in its subsidiaries, joint ventures or associate companies.
- x) Based upon the audit procedures performed and the information and explanations given by the management, the company has not raised moneys by way of initial public offer or further public offer including debt instruments or has made any preferential allotment or private placement of shares or convertible debentures (fully, partially or optionally convertibles). Accordingly, the provisions of clause 3 (x) of the Order are not applicable to the Company and hence not commented upon.
- xi) (a) No fraud by the Company and no material fraud on the Company has been noticed or reported during the year.
- (b) No report under sub-section (12) of section 143 of the Companies Act has been filed in Form ADT-4 as prescribed under rule 13 of Companies (Audit and Auditors) Rules, 2014 with the Central Government, during the year and up-to the date of this report.
- (c) We have taken into consideration the whistle blower complaints received by the Company during the year (and up to the date of this report), while determining the nature, timing and extent of our audit procedures.



- xii) In our opinion, the Company is not a Nidhi Company. Hence, the provisions of clause 3 (xii) of the Order are not applicable to the Company.
- xiii) In our opinion, all transactions with the related parties are in compliance with section 177 and 188 of Companies Act, 2013 and the details have been disclosed in the Financial Statements as required by the applicable accounting standard 24 "Related Party Disclosures" specified under Section 133 of the Act.
- xiv) a) In our opinion and according to the information and explanation given to us, the Company has an internal audit system commensurate with the size of the Company and nature of its business.
- b) The reports of the Internal Auditor for the period under audit have been considered by us.
- xv) Based upon the audit procedures performed and the information and explanations given by the management, the company has not entered into any non-cash transactions with directors or persons connected with him. Accordingly, the provisions of clause 3 (xv) of the Order are not applicable to the Company and hence not commented upon.
- xvi) In our opinion, the company is not required to be registered under section 45 IA of the Reserve Bank of India Act, 1934 and accordingly, the provisions of clause 3 (xvi) of the Order are not applicable to the Company and hence not commented upon.
- xvii) The company has not incurred any cash losses in the financial year and in the immediately preceding financial year.
- xviii) No resignation of the statutory auditor has taken place during the financial year. Therefore, the provisions of clause 3 (xviii) of the Order are not applicable to the Company.
- xix) Based on the financial ratios, ageing and expected dates of realization of financial assets and payment of financial liabilities, other information accompanying the financial statements and as informed by the Board of Directors and management plans, the company is capable of meeting its liabilities existing at the date of balance sheet as and when they all due within a period of one year from the balance sheet date.

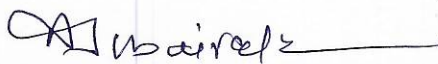


- xx) As per the information and explanation given to us, the Company has spent the amount of Corporate Social Responsibility as required under Sub-Section 5 of Section 135 of the Act. However in the absence of CSR utilization certificate, we have relied upon the certificate received from the CFO of the Company, stating the utilization of the amounts spent as per CSR policy of the Company and the relevant provisions of the Companies Act, 2013 and the rules framed thereunder.
- xxi) The reporting under clause 3(xxii) of the Order is not applicable in respect of audit of standalone financial statements. Accordingly, no comment in respect of the said clause has been included in this report.

For ASHOK BAIRAGRA AND ASSOCIATES

Chartered Accountants

Firm Reg. No.: 118677W



PARTNER (M.No.030039)

UDIN:

Place: Mumbai

Date: 27-09-2023



ANNEXURE “B” TO THE INDEPENDENT AUDITOR’S REPORT

(Referred to in paragraph 1 (f) under ‘Report on Other Legal and Regulatory Requirements’ section of our report to the Members of **GAYATRISHAKTI PAPER AND BOARDS LIMITED** of even date)

Annexure B to the Auditors’ Report

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”)

We have audited the internal financial controls over financial reporting of **GAYATRISHAKTI PAPER AND BOARDS LIMITED** (the “Company”) as of March 31, 2023 in conjunction with our audit of the financial statements of the Company for the year ended on that date.

Management’s Responsibility for Internal Financial Controls

The Board of Directors of the Company is responsible for establishing and maintaining internal financial controls based on the internal control over financial reporting criteria established by the Company considering the essential components of internal control stated in the Guidance Note on Audit of Internal Financial Controls Over Financial Reporting issued by the Institute of Chartered Accountants of India (the “ICAI”). 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 respective company’s policies, the safeguarding of its assets, the prevention and detection of frauds and errors, the accuracy and completeness of the accounting records, and the timely preparation of reliable financial information, as required under the Companies Act, 2013.

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



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

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 of the risks of material misstatement of the financial statements, whether due to fraud or error.

Meaning of Internal Financial Controls Over Financial Reporting

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

Inherent Limitations of Internal Financial Controls over Financial Reporting

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

Opinion In our opinion, to the best of our information and according to the explanations given to us, the Company has, in all material respects, an

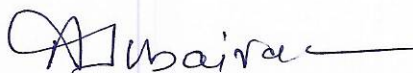


adequate internal financial controls system over financial reporting and such internal financial controls over financial reporting were operating effectively as at March 31, 2023, based on the internal financial control over financial reporting criteria established by the Company considering the essential components of internal control stated in the Guidance Note on Audit of Internal Financial Controls Over Financial Reporting issued by the ICAI.

For ASHOK BAIRAGRA AND ASSOCIATES

Chartered Accountants

Firm Reg. No.: 118677W



PARTNER (M.No.030039)

UDIN:

Place: Mumbai

Date: 27-09-2023



GAYATRISHAKTI PAPER AND BOARDS LIMITED
(CIN : U21010MH2005PLC153451)

Balance Sheet as at 31st March 2023

Particulars	Note No	As at 31st March, 2023	As at 31st March, 2022
I. EQUITY AND LIABILITIES			
(1) Shareholder's Funds			
Share Capital	3	1,960.25	1,960.25
Reserves and Surplus	4	21,574.96	18,876.04
Total Equity	A	23,535.21	20,836.29
(2) Share Application Money pending allotment		-	-
(3) Non-Current Liabilities			
Long-Term Borrowings	5	23,463.05	28,190.57
Deferred Tax Liabilities (Net)	6	6,704.32	6,148.28
Long-Term Provisions	7	-	-
Total Non-Current Liabilities	B	30,167.38	34,338.85
(4) Current Liabilities			
Short-Term Borrowings	8	16,598.50	12,502.53
Trade Payables	9	13,387.77	12,252.55
Other Current Liabilities	10	1,175.46	1,404.05
Short-Term Provisions	11	824.18	854.29
Total Current Liabilities	C	31,985.92	27,013.42
TOTAL	A+B+C	85,688.51	82,188.55
II. ASSETS			
(1) Non-Current Assets			
Property, Plant & Equipment	12	45,753.29	46,267.72
Capital Work-in-Progress	12	-	-
Non-Current Investments	13	7,746.65	6,185.65
Long-Term Loans and Advances	14	1,422.62	554.97
Total Non-Current Assets	A	54,922.56	53,008.34
(2) Current Assets			
Current Investments	15	16.74	185.37
Inventories	16	12,029.79	8,182.31
Trade Receivables	17	14,552.55	16,649.93
Cash and Cash Equivalents	18	1,201.68	1,118.15
Other Current Assets	19	2,965.19	3,044.45
Total Current Assets	B	30,765.95	29,180.22
TOTAL	A+B	85,688.51	82,188.55

Significant accounting policies and Notes form an integral part of Financial Statements

1 - 41

As per our Report of even date attached
For Ashok Bairagra & Associates
Chartered Accountants
Firm Reg. No. 118677W

Ashok Bairagra
Partner
Membership No. : F-30039
Place: Mumbai Date: 27/09/2023
UDIN : 23030039BGZUFZ1942



For and on behalf of the Board of Directors

Gajendra Agarwal
Gajendra Agarwal
DIN: 00231599
Managing Director

Meena Agarwal
Meena Agarwal
DIN: 00231687
Director

Sameer Negandhi
Sameer Negandhi
Mem No.: A-52083
Company Secretary

Mahesh Jalan
Mahesh Jalan
DIN: 00231855
Executive Director and
Chief Financial Officer

GAYATRISHAKTI PAPER AND BOARDS LIMITED
(CIN : U21010MH2005PLC153451)

Profit & Loss Account for the year ended 31st March 2023

Particulars	Note No	Year Ended 31st March, 2023	Year Ended 31st March, 2022
I. Revenue from Operations	20	1,12,215.20	1,10,306.72
II. Other Income	21	570.75	101.25
III. Total Revenue (I + II)		1,12,785.95	1,10,407.97
IV. Expenses:			
Cost of Materials Consumed	22	69,480.69	69,402.93
Purchase for Resale		245.14	49.97
Changes in Inventories of Finished Goods	23	(405.53)	(773.65)
Employee Benefits Expenses	24	4,370.44	4,149.75
Finance Costs	25	3,766.48	3,750.96
Depreciation and Amortization Expense	26	2,210.78	2,147.75
Other Expenses	27	29,061.62	27,875.25
Total Expenses		1,08,729.63	1,06,602.95
V. Profit before Exceptional and Extraordinary Items and Tax (III - IV)		4,056.32	3,805.01
VI. Exceptional Items		-	-
VII. Profit before Extraordinary Items and Tax (V - VI)		4,056.32	3,805.01
VIII. Extra Ordinary Items		-	-
IX. Profit before Tax (VII - VIII)		4,056.32	3,805.01
X. Tax Expense:			
(1) Current tax		(651.64)	(700.14)
(2) Income Tax of Earlier Year		(36.28)	(5.21)
(3) Mat Credit Receivable		-	68.86
(4) Mat Credit Utilized		(55.25)	-
(5) Deferred Tax		(556.04)	(705.18)
(6) Corporate Social Responsibility		(55.96)	(62.79)
XI. Profit/ (Loss) for the period from Continuing Operations (IX - X)		2,701.16	2,400.55
XII. Profit/Loss from Discontinuing Operations		-	-
XIII. Tax Expense of Discontinuing Operations		-	-
XIV. Profit/ (Loss) from Discontinuing Operations (after Tax) (XII - XIII)		-	-
XV. Profit/ (Loss) for the Period (XI + XIV)		2,701.16	2,400.55
XVI. Earnings Per Equity Share	35		
(1) Basic		14.61	12.99
(2) Diluted		13.78	12.25

Significant accounting policies and Notes form an integral part of Financial Statements

1 - 41

As per our Report of even date attached
For Ashok Bairagra & Associates
Chartered Accountants
Firm Reg. No. 118677W

Ashok Bairagra

Ashok Bairagra
Partner
Membership No. : F-30039
Place: Mumbai Date: 27/09/2022
UDIN : 23030039BGZUFZ1942



For and on behalf of the Board of Directors

Gajendra Agarwal
Gajendra Agarwal
DIN: 00231599
Managing Director

Meena Agarwal
Meena Agarwal
DIN: 00231687
Director

Sameer Negandhi
Sameer Negandhi
Mem No.: A-52083
Company Secretary

Mahesh Jalan
Mahesh Jalan
DIN: 00231855
Executive Director and
Chief Financial Officer

GAYATRISHAKTI PAPER & BOARDS LIMITED

(CIN : U21010MH2005PLC153451)

Cash Flow Statement annexed to the Balance Sheet as at 31st March 2023

PARTICULARS	2022 - 2023	2021 - 2022
A) Cash Flow from Operating Activities		
Net Profit/(Loss) before tax and extra ordinary items	4,056.32	3,805.01
	4,056.32	3,805.01
Adjustments for:		
Depreciation / Amortization	2,210.78	2,147.75
Lease Rent	21.21	21.21
Liabilities / Provision Written Back Non Cash Expenses	-	-
(Gain)/Loss on sale of fixed assets	(383.76)	94.75
(Gain)/Loss on sale of Investment	(10.35)	-
Interest Income	(74.64)	(65.42)
Interest Expenses	3,766.48	3,750.96
Corporate Social Responsibility	(55.96)	(62.79)
	5,473.77	5,886.46
	9,530.09	9,691.47
Adjusted for changes in working capital		
(Increase) / Decrease in Long Term Loans & Advances	(867.65)	(2.60)
(Increase) / Decrease in Inventories	(3,847.47)	(2,463.09)
(Increase) / Decrease in Trade Receivable	2,097.37	(2,485.11)
(Increase) / Decrease in Other Current Assets	82.59	583.12
Increase / (Decrease) in Long Term Liabilities	(4,727.51)	1,446.76
Increase / (Decrease) in Short Term Liabilities	4,095.97	42.20
Increase / (Decrease) in Trade Payable	1,135.23	1,033.81
Increase / (Decrease) in Other Current Liability	(228.59)	625.62
Increase / (Decrease) in Short Term Provision	18.39	(9.38)
	7,288.42	8,462.80
Cash generated from /(used in) operating activities	(795.00)	(664.78)
Less : Income Tax Paid		
Net cash generated from /(used in) operating activities	(A) 6,493.43	7,798.01
B) Cash Flow from Investing Activities		
Interest Received	74.64	65.42
Purchase of Property, Plant & Equipment (Including CWIP & Capital Advances)	(2,744.30)	(4,202.19)
Sale Proceeds of Fixed Assets	1,410.50	72.00
Investment made during the year	(1,577.74)	-
Sale Proceeds of Investment	195.72	1.00
Net Cash from Investing Activities	(B) (2,641.18)	(4,063.77)
C) Cash Flow from Financial Activities		
Interest Expenses	(3,766.48)	(3,750.96)
Preference Dividend	(2.23)	(2.23)
Net Cash from Financial Activities	(C) (3,768.72)	(3,753.19)
Net Increase/(decrease) in Cash and Cash Equivalent	(A+B+C) 83.53	(18.95)
Opening Balance of Cash and Cash Equivalent	1,118.15	1,137.10
Closing Balance of Cash and Cash Equivalent	1,201.68	1,118.15

Notes:

1. Cash & cash equivalent consist of cash in hand and balance with bank.
2. Figures in brackets represent outflow.
3. Previous year figures have been recasted/regrouped/rearranged wherever considered necessary.

Significant accounting policies and Notes form an integral part of Financial Statemer 1 - 41

As per our Report of even date attached

For Ashok Bairagra & Associates

Chartered Accountants

Firm Reg. No. 118677W

Ashok Bairagra

Partner

Membership No. : F-30039

Place: Mumbai Date: 27/09/2023

UDIN : 23030039BGZUFZ1942



For and on behalf of the Board of Directors

Gajendra Agarwal
DIN: 00231599
Managing Director

Meena Agarwal
DIN: 00231687
Director

Sameer Negandhi
Mem No.: A-52083
Company Secretary

Mahesh Jalan
DIN: 00231855
Executive Director
Chief Financial Officer

Notes to Accounts for the year ended March 31, 2023

NOTE 1 : CORPORATE INFORMATION

Gayatrishakti Paper & Boards Limited ('Gayatrishakti' or 'the Company') is in the business of manufacturing having registered office at 412, Raheja Plaza, off Veera Desai Road, Andheri (West), Mumbai – 400053, Maharashtra and dealing in all classes of Paper & Paper Boards such as Duplex Board, Coated Paper Board, Writing paper, Printing paper, Kraft paper, Card board, White Board, Corrugated board etc. The Company has manufacturing plant with indigenous and imported technology at Vapi, Gujarat. The Management has an experience of more than 38 years in this industry and is pioneers in manufacturing and dealing in paper. The financial statements for the year ended March 31, 2023 were approved by the Board of Directors and authorized for issue on 27/09/2023.

NOTE 2 : SIGNIFICANT ACCOUNTING POLICIES

(a) Basis for Preparation of Financial Statements:

The financial statements have been prepared to comply with all material respects with the Accounting Standards specified under Section 133 of the Act, read with Rule 7 of the Companies (Accounts) Rules, 2014 and the relevant provisions of the Companies Act, 2013. The financial statements have been prepared under the historical cost convention on an accrual basis. The accounting policies have been consistently applied by the Company.

(b) Use of Estimates :

The presentation of Financial Statements is in conformity with the generally accepted accounting principles requires the Management to make estimates and assumptions that affect the reported amount of assets and liabilities, revenues and expenses and disclosure of contingent liabilities. Although these estimates are based upon management's best knowledge of current events and actions, actual results could differ from these estimates. Difference between actual results and estimates are recognized in the period in which the results are known or materialize.

Estimates and underlying assumptions are reviewed on an ongoing basis. Any revision to the accounting estimates is recognized prospectively in the current and future periods.

(c) Investments:

i. Recognition and Measurement

Investments that are intended to be held for more than a year, from the date of acquisition, are classified as long-term investments and are carried at cost. However, provision for diminution in value of investments is made to recognize a decline, other than temporary, in the value of the investments. Investments other than long-term investments being current investments are valued at cost or fair value whichever is lower, determined on an individual basis.

ii. Presentation and Disclosure

Investments, which are readily realizable and intended to be held for not more than one year from balance sheet date, are classified as current investments. All other investments are classified as non-current investments.

(d) Property, Plant and Equipment:

Property, plant and equipment acquired by the Company are reported at acquisition cost, with deductions for accumulated depreciation and impairment losses, if any. The cost of fixed assets includes taxes, duties, freight, borrowing cost, if capitalization criteria are met and other incidental expenses incurred in relation to their acquisition/ bringing the assets for their intended use.

(e) Depreciation:

In respect of fixed assets, depreciation is computed on the Straight Line Method based on remaining useful lives of the assets in compliance with the provisions as specified in Schedule II of the Companies Act, 2013.

(f) Impairment of Assets

An asset is treated as impaired when the carrying cost of asset exceeds its recoverable value. An impairment loss is charged to the Profit & Loss Account in the year in which an asset is identified as impaired. The impairment loss recognized in prior accounting period is reversed if there has been a change in estimate of recoverable amount.

(g) Foreign Currency Transactions

The functional currency of the Company is Indian Rupees (INR) which is also the presentation currency for the financial statements.

Initial Recognition Transactions in foreign currency are recorded at the exchange rate prevailing on the date of the transaction. Exchange differences arising on foreign exchange transactions settled during the year are recognized in the Statement of Profit and Loss of the year.

Measurement of Foreign Currency Items at the Balance Sheet Date Foreign currency monetary items of the Company are restated at the closing exchange rates. Non-monetary items are recorded at the exchange rate prevailing on the date of the transaction. Non-monetary items that are measured at fair value in a foreign currency are translated using the exchange rates at the date when the fair value was determined. The gain or loss arising on translation of non-monetary items measured at fair value is treated in line

(h) Inventories

Inventories includes Raw Material, Work-in-Progress, Finished goods, Coal, Stores & spares, Consumables and Packing materials are measured at lower of cost and net realizable value after providing for obsolescence, wherever considered necessary. Cost of inventories comprises of cost of purchase, cost of conversion and other costs including manufacturing overheads incurred in bringing them to their respective present location and condition. Cost of raw material, stores and spares, packing materials, and other materials are determined on moving average basis.

Finished / Semi-Finished Goods: cost includes cost of direct material, labour, other direct cost and a proportion of fixed manufacturing overheads allocated based on the normal operating capacity, but excluding borrowing costs. Cost is determined on weighted average basis.

(i) Provisions, Contingent Liabilities and Contingent Assets:

A provision is recognized when the Company has a present legal or constructive obligation as a result of a past event and it is probable that an outflow of resources will be required to settle the obligation, in respect of which reliable estimate can be made. Provision are reviewed at each balance sheet date and adjusted to reflect the current best estimates.

A contingent liability is a possible obligation that arises from past events whose existence will be confirmed by the occurrence or non-occurrence of one or more uncertain future events beyond the control of the company or a present obligation that is not recognized because it is not probable that an outflow of resources will be required to settle the obligation. A contingent liability also arises in extremely rare cases where there is a liability that cannot be recognized because it cannot be measured reliably. The company does not recognize a contingent liability but discloses its existence in the financial statements.

(j) Revenue Recognition:

Sale of Goods

Revenues are recognized at a point in time when control of the goods passes to the buyer, usually upon either at the time of dispatch or delivery. In case of export sale, it is usually recognized based on the shipped-on board date as per bill of lading. Revenue from sale of goods is net of taxes and recovery of charges collected from customers like transport, packing etc. Revenue is recognized to the extent that is probable that the economic benefit will flow to the Company and revenue can be reliably measured.

Interest Income

Interest income is recognized on a time proportionate basis taking into account the amounts invested and the rate of interest. Interest income is recorded using the Effective interest rate method to the net carrying amount of the financial assets.

Other operating revenue

Export incentives under various schemes are accounted in the year of export.

(k) Employee Benefits

Contribution to provident fund & Family pension fund are provided for & payment in respect thereof is made to the relevant authorities on accrual basis.

Gratuity is accounted on the basis of payment of Life Insurance Corporation of India as actuarially determined.

Liability for leave encasement benefit is accounted based on the assumption that such benefit are payable to all employee at time end of accounting year.

(l) Borrowing Cost:

Borrowing costs directly attributable to the acquisition, construction or production of an asset that necessarily takes a substantial period of time to get ready for its intended use or sale are capitalized as part of the cost of the respective asset. All other borrowing costs are expensed in the period they occur. Borrowing costs consist of interest and other costs that an entity incurs in connection with the borrowing of funds. Capitalization of borrowing cost is suspended during the extended period in which active development is interrupted.

(m) Taxation:

Current Income Tax

Tax expense comprises of current and deferred tax. Current Tax is determined at the amount of tax payable in respect of taxable income for the period as per Income-Tax Act, 1961, based on the enacted Tax Regulations.

Deferred Tax

Deferred Tax Assets and Liabilities are recognized for the future tax consequences of timing differences between the book profit and tax profit. Deferred tax assets are recognized and carried forward only to the extent that there is a reasonable certainty, except for carried forward losses and unabsorbed depreciation which is recognized based on virtual certainty, that the assets will be realized in future. Deferred Tax Assets and Liabilities are measured using substantively enacted tax rates. The effect on Deferred Tax Assets and Liabilities of a change in tax rates is recognized in the Statement of Profit & Loss in the period of substantive enactment of the change. Deferred tax assets are reviewed as at each balance sheet date and are appropriately adjusted to reflect the amount that is reasonably or virtually certain to be realized.

MAT

Minimum Alternate Tax credit is recognized as deferred tax asset only when and to the extent there is convincing evidence that the Company will pay normal income tax during the specified period. Such asset is reviewed at each Balance Sheet date and the carrying amount of the MAT credit asset is written down to the extent there is no longer a convincing evidence to the effect that the Company will pay normal income tax during the specified period.

(n) Earnings Per Share:

Earnings per share is calculated by dividing the net profit or loss after tax for the year attributable to equity shareholders of the Company by the weighted average number of equity shares outstanding during the year.

Diluted earnings per share is calculated by dividing the net profit or loss after tax for the year attributable to the equity shareholders of the Company by weighted average number of equity shares determined by assuming conversion on exercise of conversion rights for all potential dilutive equity shares.

(o) Cash and cash equivalents

Cash and cash equivalents for the purposes of cash flow statement comprise cash at bank and in hand and short-term investments with an original maturity of three months or less.

(p) Research and Development

Revenue expenses are charged off in the year in which it is incurred under the natural heads of accounts. Capital expenditure, when incurred is added to cost of Fixed Assets.

(q) Miscellaneous Expenditure

Preliminary expenditure is amortized over a period of Five years.

(r) Segment Reporting – Identification of Segment

An operating segment is a component of the Company that engages in business activities from which it may earn revenues and incur expenses, whose operating results are regularly reviewed by the company's chief operating decision maker to make decisions for which discrete financial information is available. Based on the management approach as defined in AS 17, the chief operating decision maker evaluates the Company's performance and allocates resources based on an analysis of various performance indicators by business segments and geographic segments.

GAYATRISHAKTI PAPER & BOARDS LIMITED

Notes to the financial statements for the year ended 31st March, 2023

NOTE 3 : SHARE CAPITAL	<u>As at 31.03.2023</u> Rs.	<u>As at 31.03.2022</u> Rs.
AUTHORISED :		
1,87,50,000 Equity Shares of Rs.10/- (P.Y. 1,87,50,000 Eq. Sh of Rs. 10/-)	1,875.00	1,875.00
12,50,000 2% Preference Shares of Rs.10/- (P.Y. 12,50,000 Preference. Sh of Rs. 10/-)	125.00	125.00
	<u>2,000.00</u>	<u>2,000.00</u>
ISSUED, SUBSCRIBED, CALLED UP AND FULLY PAID UP :		
1,84,85,880 Equity Shares of Rs.10/- (P.Y. 1,84,85,880 Eq. Sh of Rs. 10/-)	1,848.59	1,848.59
11,16,667 2% Compulsorily Convertible Preference Shares of Rs.10/- (P.Y. 11,16,667 Preference share of Rs. 10/-)	111.67	111.67
	<u>1,960.25</u>	<u>1,960.25</u>

Terms and Rights attached to Equity Shares

The Company has issued Equity Shares having a par value of Rs. 10/- each. Each Equity Shareholder is entitled to one vote per share. The Dividend if proposed by the Board of Directors is subject to the approval of Shareholders in the ensuing Annual General Meeting except in case of interim dividend. In the event of liquidation, the equity shareholders are eligible to receive the remaining assets of the Company after distribution of all preferential amounts, in proportion to their shareholding.

Terms and Rights attached to Preference Shares

The Company has issued 11,16,667 2% Compulsorily Convertible Preference Shares (CCPS) of the Company at a par value of Rs. 10/- per share at a premium of Rs. 50/- per share. The 2% Compulsorily Convertible Preference Shares are issued for a tenure of 84 months and shall be converted into Equity shares on or before 22/09/2021 which shall rank pari passu with existing Equity Shares of the Company. During the Financial year 2021-22, the Company had extended the redemption period of 11,16,667 2% Compulsorily convertible preference shares (CCPS) for a period of 8 years from existing redemption period of September 21, 2021 to September 20, 2029 held by the promoter group.

(i) Details of shareholders holding more than 5% of shares.

Name of Equity Shareholders	<u>As at 31st March 2023</u>		<u>As at 31st March 2022</u>	
	%	No of Shares	%	No of Shares
Gajendra Agarwal	29.91	55,29,000	29.91	55,29,000
Kherani Paper Mills Private Limited	44.82	82,85,879	44.82	82,85,879
Agarwal Paper Mills Private Limited	21.59	39,91,501	21.59	39,91,501

Name of Preference Shareholders	<u>As at 31st March 2023</u>		<u>As at 31st March 2022</u>	
	%	No of Shares	%	No of Shares
Kherani Paper Mills Private Limited	100.00	11,16,647	100.00	11,16,647

(ii) Shares held by promoters at the end of the year

Name of Promoters	<u>As at 31st March 2023</u>		<u>As at 31st March 2022</u>	
	%	No of Shares	%	No of Shares
Equity Shareholders				
Gajendra Agarwal	29.91	55,29,000	29.91	55,29,000
Kherani Paper Mills Private Limited	44.82	82,85,879	44.82	82,85,879
Agarwal Paper Mills Private Limited	21.59	39,91,501	21.59	39,91,501
Meena Agarwal	3.50	6,47,100	3.50	6,47,100
Nikhil Agarwal	0.18	32,400	0.18	32,400



Name of Promoters	As at 31st March 2023		As at 31st March 2022	
	%	No of Shares	%	No of Shares
Preference Shareholder				
Kherani Paper Mills Private Limited	100.00	11,16,647	100.00	11,16,647

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

Particulars	Number of shares	
	As at 31st March 2023	As at 31st March 2022
Equity Shares		
Share at the beginning of year	1,84,85,880	1,84,85,880
Add : Share issued During the Year	-	-
Share at the end of the year	1,84,85,880	1,84,85,880

Particulars	Number of shares	
	As at 31st March 2023	As at 31st March 2022
Preference Shares		
Share at the beginning of year	11,16,667	11,16,667
Add : Share issued During the Year	-	-
Share at the end of the year	11,16,667	11,16,667

NOTE 4 : RESERVES & SURPLUS	As at 31.03.2023	As at 31.03.2022
	Rs.	Rs.

1. Share Premium Account

As per last Balance Sheet	5,061.00	5,061.00
Add:- On fresh Issue of Equity Capital	-	-
Add:- On fresh Issue of Preference Capital	-	-
Closing Balance	A 5,061.00	5,061.00

2.General Reserve

As per last Balance Sheet	52.75	52.75
Add : During The Year	-	-
Closing Balance	B 52.75	52.75

3. Profit & Loss Account

Opening Balance	13,762.29	11,363.97
Add : During the Year	2,701.16	2,400.55
Less : Equity Dividend	-	-
Less : Proposed Preference Dividend	(2.23)	(2.23)
Closing Balance	C 16,461.21	13,762.29
	A+B+C 21,574.96	18,876.04

NOTE 5 : LONG TERM BORROWINGS	As at 31.03.2023	As at 31.03.2022
	Rs.	Rs.

Secured Loans

Term Loan		
- from Banks	18,415.86	24,460.98
- from others	4,443.00	2,437.50
(i)	22,858.86	26,898.48
Vehicle Loan		
- from Banks	372.36	567.34
- from others	-	-
(ii)	372.36	567.34
A	23,231.22	27,465.82



Unsecured Loans

Inter - Corporate from Companies

Trade Deposit & Others

	5.00	5.00
	5,169.48	5,167.00
B	5,174.48	5,172.00
A + B	28,405.71	32,637.82

Less : Current Maturities disclosed under Current Liabilities

(4,942.65) (4,447.26)

23,463.05	28,190.57
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Nature of Security and Term of Repayment for Long Term Secured Borrowings -

Bank	Sanction Amount, Effective Interest, Term of Repayment	As at 31.03.2023 Rs.	As at 31.03.2022 Rs.
TERM LOANS :			
Axis Bank Limited Limited	(Effective Interest Rate @ 31/03/2023 - 7.75 %)	Yearly Repayment	
		2022-23	-
	Sanctioned Amount-102.50 Crores	2023-24	1,499.00
		2024-25	1,500.00
		2025-26	1,775.00
		2026-27	1,850.00
			6,624.00
			8,452.82
HDFC Bank Limited	(Effective Interest Rate @ 31/03/2023 - 8.30 %)	Yearly Repayment	
		2022-23	-
	Sanctioned Amount - 97.50 Crores	2023-24	1,549.26
		2024-25	1,500.00
		2025-26	1,775.00
		2026-27	1,850.00
			6,674.26
			8,458.31
HDFC Bank Limited - New	(Effective Interest Rate @ 31/03/2023 - 7.95 %)	Yearly Repayment	
		2022-23	-
	Sanctioned Amount - 30.00 Crores	2023-24	540.83
		2024-25	521.74
		2025-26	521.74
		2026-27	521.74
		2027-28	521.74
		2028-29	130.43
			2,758.22
			3,018.60
IDFC Bank Limited	(Effective Interest Rate @ 31/03/2023 - N.A.)	Yearly Repayment	
		2022-23	-
	Sanctioned Amount - 25.00 Crores	2023-24	-
		2024-25	-
		2025-26	-
		2026-27	-
			-
			2,031.25
IDFC Bank Limited - New	(Effective Interest Rate @ 31/03/2023 - 9.00 %)	Yearly Repayment	
		2023-24	421.88
	Sanctioned Amount - 25.00 Crores	2024-25	734.38
		2025-26	953.13
		2026-27	250.00
			2,359.38
			2,500.00



Aditya Birla Finance Limited	(Effective Interest Rate @ 31/03/2023 - N.A.)	Yearly Repayment		
	Sanctioned Amount - 30.00 Crores	2022-23	-	450.00
		2023-24	-	450.00
		2024-25	-	450.00
		2025-26	-	525.00
		2026-27	-	562.50
			-	2,437.50
Aditya Birla Finance Limited - New	(Effective Interest Rate @ 31/03/2023 - 10.25 %)	Yearly Repayment		
	Sanctioned Amount - 8.00 Crores	2023-24	40.00	-
		2024-25	80.00	-
		2025-26	80.00	-
		2026-27	240.00	-
		2027-28	360.00	-
		800.00	-	
Bajaj Finance Limited	(Effective Interest Rate @ 31/03/2023 - 8.75 %)	Yearly Repayment		
	Sanctioned Amount - 44.68 Crores	2023-24	824.79	-
		2024-25	824.79	-
		2025-26	962.41	-
		2026-27	1,031.01	-
			3,643.00	-
		(i)	22,858.86	26,898.48

(i)

Nature of Security for Long Term secured Borrowings :

Term Loan availed from Axis Bank Limited, HDFC Bank Limited, and Bajaj Finance Limited are secured to Axis Trustee Services Limited by way of First Charge on Pari Passu Basis -

- Plot No. 5003/1, GIDC, Sarigam, Valsad, Gujarat and building, plant and machinery thereon
- Plant and machinery on Plot No. 5003/1, except exclusively charged otherwise
- Plot No.5003, GIDC, Sarigam, Valsad, Gujarat
- Office Premises No. 412, 413, 414, 415 and 416 in Raheja Plaza, Andheri West, Mumbai, Maharashtra
- Row House at B21, Royal Village Survey No. 125, Paikee, Kunta, Vapi, Valsad, Gujarat.
- Pledge on 51% shareholdings of GSPBL and Non Disposal Undertaking for balance 49% shareholding.
- First Pari passu charge on DSRA
- Unconditional and irrevocable personal guarantees of Mr. G.N. Agarwal, Mrs. Meena Agarwal and Mr. Nikhar Agarwal

Term Loan of INR 25.00 crores availed from IDFC First Bank Limited is secured by way of exclusive charge on -

- Survey No. 29 and Survey No. 56, GIDC, Sarigam, Gujarat - 396155
- Flat No. 303, 3rd Floor, Oyster Shell Co.op Society Off. Juhu Tara Road, Mumbai - 400049 owned by Agarwal Paper Mills Private Limited "Associate Company"
- Plot No. 800/1-A; 800/1-B, 800/2, Survey no. 69/P, 70/P, 71/P, 73/P, 74/P, GIDC, Vapi, Gujarat - 396195.
- Personal Guarantee of Mr. G.N. Agarwal; Mrs. Meena Agarwal and Mr. Nikhar Agarwal.
- Corporate Guarantee of Agarwal Paper Mills Private Limited.
- DSRA in the form of Fixed Deposit of Rs. 39.00 Lacs.

Term Loan of INR 30.00 crores availed from HDFC Bank Ltd is secured by way of exclusive charge on the following assets amounting to Rs 43.12 crores installed at Kraft manufacturing facility situated at Plot No. 5003/1, GIDC Sarigam, Gujarat-396155 -

- Press Roll and Felts; Dryer System and Felting; Kadant pulper along with accessories; BTG Transmitter; Boiler Accessorieies, Civil work and Electrical fittings situated at Kraft manufacturing facility, Sarigam, Gujarat.
- Unconditional and Irrevocable personal guarantee of Mr. G.N Agarwal; Mrs. Meena Agarwal and Mr. Nikhar Agarwal.

New Term Loan of INR 8.00 crores availed from Aditya Birla Finance Limited is secured by way of exclusive charge on -

- NA Land bearing survey no. 400, Village - Kalsar, Taluka Pardi, District Valsad, Gujarat - 396815 admeasruing 7754 sq. mtrs.
- DSRA in the form of Mutual Fund - Rs. 16.74 Lacs
- Unconditional and Irrevocable personal guarantee of Mr. G.N. Agarwal; Mrs. Meena Agarwal and Mr. Nikhar Agarwal.



VEHICLE LOANS :

(All Vehicle Loan is Secured by Hypothecation Motor Car financed by Bank/Financial Institution)

<u>Bank</u>	<u>Maturity Date</u>	<u>Monthly EMI</u>		
Axis Bank Ltd.	Fully Repaid in FY 2022-23	0.93	-	7.02
Axis Bank Ltd.	Fully Repaid in FY 2022-23	0.12	-	1.05
Axis Bank Ltd.	Sep-23	5.35	30.47	89.20
Axis Bank Ltd.	Jun-25	5.06	123.28	171.30
Axis Bank Ltd.	Jun-26	4.36	-	188.27
Axis Bank Ltd.	Dec-26	2.30	90.27	110.50
Axis Bank Ltd.	Oct-25	0.66	19.96	-
Axis Bank Ltd.	Sep-27	2.03	101.61	-
Axis Bank Ltd.	Jul-25	0.27	6.78	-
(ii)			372.36	567.34
(i + ii = A)			23,231.22	27,465.82

NOTE 6 : DEFERRED TAX LIABILITY & DEFERRED TAX ASSET

	<u>As at 31.03.2023</u>	<u>As at 31.03.2022</u>
	<u>Rs.</u>	<u>Rs.</u>
Opening Deferred tax Liability / (Assets)	6,148.28	5,443.10
<u>Deferred Income Tax Assets</u>		
Employee Benefit Provision	317.43	292.45
	317.43	292.45
Deferred Tax Assets	A	110.92
<u>Deferred Income Tax Liabilities</u>		
Carrying Value of Assets as per Companies Act	44,606.43	44,369.43
Carrying Value of Assets as per Income Act	25,103.11	26,482.31
Temporary Timing Difference	19,503.32	17,887.12
Deferred Tax Liabilities	B	6,815.24
NET DEFERRED TAX LIABILITY/ (ASSETS)	A - B	6,704.32
PROVISION FOR THE YEAR		556.04
		705.18

NOTE 8 : SHORT TERM BORROWINGS

	<u>As at 31.03.2023</u>	<u>As at 31.03.2022</u>
	<u>Rs.</u>	<u>Rs.</u>
<u>SECURED</u>		
Cash Credit limits from Banks	11,655.85	8,055.27
Current Maturities of Long Term Debt	4,942.65	4,447.26
	16,598.50	12,502.53

The Company has availed Working Capital facility from Bank of India, IDBI Bank Limited and Punjab National Bank in Consortium where Bank of India is the Lead Bank and a WCDL facility from Axis Bank Limited and HDFC Bank Limited.

- Working Capital Loan under consortium arrangement from Bank of India, Punjab National Bank (erstwhile Oriental Bank of Commerce), IDBI Bank Limited are secured by way of 1st pari passu charge on entire current assets (both present and future) including hypothecation of Raw Materials, Work in Process, Finished Goods, Stores & Spares, Bills Receivable and Book Debts (except assets specifically charged to other banks and financial institution).
- All Plant & Machinery and Other movable fixed assets (present and future) (except assets specifically charged to other banks and financial institution) whether installed or lying loosely at factory or godown premises
- Plot No. 799/1, GIDC, Vapi, Valsad, Gujarat and Building, Plant and Machinery therein
- Vacant Plot survey No. 127 situated at village Chhiri, Vapi, Gujarat
- Corporate Guarantee of Kherani Paper Mills Pvt Ltd and Agarwal Paper Mills Pvt Ltd
- The Working Capital loans are further secured by personal guarantees of Mr. G.N. Agarwal and Mrs. Meena Agarwal.
- The WCDL facility availed from Axis Bank Limited is secured by way of existing and future entire movable fixed assets (excluding assets charged to Consortium banks and movable assets charged exclusively for HDFC Bank Ltd) at the Kraft manufacturing facility of the Company situated at Plot No. 5003/1, GIDC, Sarigam, Gujarat-396195
- The WCDL facility availed from HDFC Bank Limited is secured by way of pari passu charge on the existing and future entire movable fixed assets (excluding assets charged to Consortium banks and movable assets charged exclusively for HDFC Bank Ltd) at the Kraft manufacturing facility of the Company situated at Plot No. 5003/1, GIDC, Sarigam, Gujarat-396195
- Unconditional and irrevocable personal guarantee of Mr. G.N. Agarwal; Mrs. Meena Agarwal and Mr. Nikhar Agarwal
- For Current Maturities of long term debts, please refer to notes and conditions in Note No. 5 for securities offered.



NOTE 9 : TRADE PAYABLES	As at 31.03.2023 Rs.	As at 31.03.2022 Rs.
Outstanding dues of Micro, Small & Medium Enterprises	181.63	482.61
Outstanding dues of creditors other than Micro, Small & Medium Enterprises	-	-
- Payable to related parties	13,206.14	11,769.94
- Payable to others	-	-
	13,387.77	12,252.55

Trade Payables are non-interest bearing and are normally settled within 60-120 days. There are no unbilled due as at Mar-23 & Mar-22.

Trade Payables ageing Schedule (Outstanding for following periods from due date of payment)

Micro, Small & Medium Enterprises	181.63	482.61
- Less than 1 year	-	-
Others	12,968.60	11,749.02
- Less than 1 year	217.02	10.63
- 1-2 years	10.24	10.28
- 2-3 years	10.28	-
- More than 3 years	-	-
	13,387.77	12,252.55

Information as required to be furnished as per Section 22 of the Micro, Small and Medium Enterprises Development Act, 2006 (MSMED Act) for the year ended March 31, 2023 is given below

Particulars	As at 31.03.2023 Rs.	As at 31.03.2022 Rs.
i) Principal amount and interest due thereon remaining unpaid to any supplier covered under MSMED Act:		
- Principal	181.63	482.61
- Interest	1.93	-
ii) The amount of interest paid by the buyer in terms of Section 16, of the MSMED Act, 2006 along with the amounts of the payment made to the supplier beyond the appointed day during each accounting year.	-	-
iii) The amount of interest due and payable for the period of delay in making payment (which have been paid but beyond the appointed day during the year) but without adding the interest specified under MSMED Act.	1.93	-
iv) The amount of interest accrued and remaining unpaid at the end of each accounting year	-	-
v) The amount of further interest remaining due and payable even in the succeeding years, until such date when the interest dues as above are actually paid to the small enterprise for the purpose of disallowance as a deductible expenditure under Section 23 of the MSMED Act, 2006.	-	-

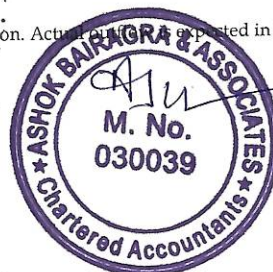
- The total dues of Micro and Small Enterprises which were outstanding for more than stipulated period are Rs. Nil (Rs. Nil - Mar-22)

- The information as required to be disclosed under Micro, Small and Medium Enterprises Development Act, 2006 has been determined to the extent such parties have been identified on the basis of information available with the Company. This has been relied upon by the auditors

NOTE 10 : OTHER CURRENT LIABILITIES	As at 31.03.2023 Rs.	As at 31.03.2022 Rs.
Employee Benefit	81.99	78.64
Towards Revenue Department	274.52	80.14
Advance from Customers	263.50	453.66
Others Liabilities	555.45	791.61
	1,175.46	1,404.05

NOTE 11 : SHORT - TERM PROVISIONS	As at 31.03.2023 Rs.	As at 31.03.2022 Rs.
Income Tax *	651.64	700.14
Proposed Preference Dividend	2.23	2.23
Leave Encashment Payable	170.31	151.92
	824.18	854.29

* The company has made provision based on substantial degree of estimation. Actual provision expected in the next F.Y.



PARTICULARS	GROSS BLOCK				DEPRECIATION				NET BLOCK		
	AS AT 01.04.2022	ADDITIONS DURING THE YEAR	SALE DURING THE YEAR	DEDUCTION DURING THE YEAR	AS AT 31.03.2023	PROVISION UP TO 31.03.2022	DEDUCTION ON SALE OF ASSETS	PROVISION FOR THE YEAR	TOTAL DEPN. 31.03.2023	AS AT 31.03.2023	AS AT 31.03.2022
LAND - FREEHOLD											
PAYAL PROPERTY (Survey No. 127)	79.63	-	-	-	79.63	-	-	-	-	79.63	79.63
SARGAM (Survey Block No. 56)	45.61	-	-	-	45.61	-	-	-	-	45.61	45.61
SARGAM (Survey Block No. 29)	60.30	-	-	-	60.30	-	-	-	-	60.30	60.30
LAND - KAISAR	-	71.57	-	-	71.57	-	-	-	-	71.57	-
LAND - LEASEHOLD											
VAPI (Plot No. 799/1)	216.18	-	-	3.01	213.17	-	-	-	-	213.17	216.18
DRAVYA (Plot No. 800/1)	107.17	-	-	1.47	105.70	-	-	-	-	105.70	107.17
SARGAM (Plot No. 5003)	340.52	-	-	3.96	336.56	-	-	-	-	336.56	340.52
SARGAM (Plot No. 5003/1)	237.09	-	-	2.76	234.33	-	-	-	-	234.33	237.09
BETA (Plot No. 808/D)	811.81	-	801.80	10.01	-	-	-	-	-	-	811.81
FACTORY ROAD	25.94	-	-	-	25.94	24.64	-	-	24.64	1.30	1.30
FACTORY SHED	245.99	-	-	-	245.99	68.19	-	7.78	75.97	170.03	177.81
FACTORY BUILDING	7,474.09	-	-	-	7,474.09	1,817.32	-	219.88	2,037.20	5,436.89	5,656.77
FACTORY GODOWN	138.31	-	-	-	138.31	131.39	-	-	131.39	6.92	6.92
STAFF QUARTERS	34.29	-	-	-	34.29	32.58	-	-	32.58	1.71	1.71
STAFF QUARTERS (DAMAN)	167.93	-	-	-	167.93	18.00	-	2.66	20.66	147.27	149.93
OFFICE BUILDING - VAPI	81.59	-	-	-	81.59	72.61	-	0.10	72.71	8.88	8.98
OFFICE BUILDING - MUMBAI	485.80	-	-	-	485.80	95.70	-	7.67	103.37	382.43	390.11
OFFICE BUILDING - (313-315)	543.54	-	-	-	543.54	1.42	-	8.65	10.07	533.47	542.12
PLANT & MACHINERY	48,921.58	2,212.61	-	-	51,134.19	13,734.97	-	1,669.91	15,404.88	35,729.32	35,186.61
POWER PLANT	3,041.08	-	-	-	3,041.08	2,042.17	-	100.67	2,142.84	898.25	998.92
ELECTRICAL FITTINGS	393.12	-	-	-	393.12	347.16	-	3.17	350.33	42.80	45.96
COMMERCIAL VEHICLE	22.99	-	-	-	22.99	21.84	-	-	21.84	1.15	1.15
FURNITURE & FIXTURES	573.62	294.92	-	-	868.54	312.06	-	44.80	356.87	511.68	261.56
FACTORY EQUIPMENTS	69.53	-	-	-	69.53	54.72	-	3.49	58.22	11.32	14.81
OFFICE EQUIPMENTS	133.98	0.27	-	-	134.25	118.31	-	3.42	121.74	12.51	15.67
LABORATORY EQUIPMENTS	-	-	-	-	-	-	-	-	-	-	-
COMPUTERS	204.16	11.97	-	-	216.12	184.57	-	11.61	196.18	19.94	19.59
MOTOR CAR	1,269.17	152.96	308.31	-	1,113.82	379.64	83.38	126.96	423.23	690.59	889.53
TOTAL	65,725.01	2,744.30	1,110.11	-	67,337.99	19,457.29	83.38	2,210.78	21,584.70	45,753.29	46,267.72
PREVIOUS YEAR	61,884.61	4,202.19	340.58	-	67,255.01	17,483.42	173.88	2,147.75	19,457.29	46,267.72	44,401.19
CAPITAL WORK IN PROGRESS										-	-



NOTE 13 : NON - CURRENT INVESTMENTS	As at 31.03.2023 Rs.	As at 31.03.2022 Rs.
Unquoted, Fully Paid - up Equity Shares		
<u>Agarwal Paper Mills Private Limited</u>		
7,500 Equity Shares of Face Value Rs. 100 (P. Y . 7,500 Equity Shares)	7.50	7.50
3,59,00,000 0.01% Optionally Convertible Pref. Shares of Face Value Rs. 10 (P. Y . 3,59,00,000 Preference Shares)	3,590.00	3,590.00
<u>Kherani Paper Mills Private Limited</u>		
48,970 Equity Shares of Face Value Rs. 100 (P. Y . 48,970 Equity Shares)	88.15	88.15
2,50,00,000 0.01% Optionally Convertible Pref. Shares of Face Value Rs. 10 (P. Y . 2,50,00,000 Preference Shares)	2,500.00	2,500.00
<u>Gayatrishakti Tissue Private Limited</u>		
8,33,50,000 Equity Shares of Face Value Rs. 1 (P. Y . Nil)	1,126.00	-
<u>AMP Energy C & I Two Private Limited</u>		
4,35,000 Equity Shares of Face Value Rs. 10 (P. Y . Nil)	43.50	-
Unquoted, Fully Paid - up Debenture		
<u>AMP Energy C & I Two Private Limited</u>		
39,150 0.01% Compulsory Convertible Debenture of Face Value Rs. 1,000 (P. Y . Nil)	391.50	-
	7,746.65	6,185.65
NOTE 14 : LONG TERM LOANS AND ADVANCES	As at 31.03.2023 Rs.	As at 31.03.2022 Rs.
<u>Unsecured, Considered Good</u>		
Deposits	521.37	554.97
Share Application Money *	900.33	-
Balance with Subsidiaries	0.92	-
	1,422.62	554.97
NOTE 15 : CURRENT INVESTMENTS	As at 31.03.2023 Rs.	As at 31.03.2022 Rs.
Quoted Mutual Fund		
<u>Aditya Birla Sun Life Liquid Fund - Growth Direct Plan</u>	16.74	185.37
- 4,613.565 Units, NAV as on 31/03/2023 is 363.0832		
- 56,894.885 Units, NAV as on 31/03/2022 is 343.1252		
	16.74	185.37
Investment at Cost	16.75	195.22
Investment at Market Value		
NOTE 16 : INVENTORIES	As at 31.03.2023 Rs.	As at 31.03.2022 Rs.
1. Raw Materials	6,071.00	3,121.74
2. Chemicals	564.13	710.15
3. Finished Goods	1,318.21	1,436.05
4. Work In Progress	827.99	304.63
5. Packing Materials	75.50	104.85
6. Coal	777.72	243.34
7. Stores, Spares & Tools	2,395.24	2,261.55
	12,029.79	8,182.31



NOTE 17: TRADE RECEIVABLES	As at 31.03.2023 Rs.	As at 31.03.2022 Rs.
Unsecured, Considered Good	-	-
- Due from related parties	14,552.55	16,649.93
- Due from others	14,552.55	16,649.93
Less : Provision for expected credit loss	-	-
	<u>14,552.55</u>	<u>16,649.93</u>

Trade Receivables Ageing Schedule (Outstanding for the following period from the due date of payment)

Undisputed, Considered Good	12,900.87	15,117.57
- Not Due	1,491.70	1,486.56
- Less than 6 Months	80.09	10.55
- 6 Months to 1 Year	44.93	0.32
- 1 to 2 Year	0.03	9.48
- 2 to 3 Year	34.93	25.44
- More than 3 Year	14,552.55	16,649.93
Less : Provision for expected credit loss	-	-
	<u>14,552.55</u>	<u>16,649.93</u>

There are no unbilled receivables as at March 31, 2023 and March 31, 2022. The Credit Period ranges from 15 Days to 120 Days. There are no disputed trade receivables. No trade or other receivable are due from directors or other officers of the company either severally or jointly with any other person. Nor any trade or other receivables are due from firms or private companies respectively in which any director is a partner, a director or a member

NOTE 18: CASH AND CASH EQUIVALENTS	As at 31.03.2023 Rs.	As at 31.03.2022 Rs.
Cash and Cash Equivalents	2.00	2.07
- Cash on Hand	0.94	0.41
- in Current A/c		
Other Bank Balance	1,198.74	1,115.67
- Fixed Deposit with Banks		
	<u>1,201.68</u>	<u>1,118.15</u>

NOTE 19: OTHER CURRENT ASSETS	As at 31.03.2023 Rs.	As at 31.03.2022 Rs.
Revenue Department	2,631.54	2,693.40
Staff Advances & Loan	6.30	5.85
Receivable & Others	230.99	67.43
Advances for Capital Goods	96.37	277.78
	<u>2,965.19</u>	<u>3,044.45</u>

NOTE 20: REVENUE FROM OPERATIONS	Year ended 31.03.2023 Rs.	Year ended 31.03.2022 Rs.
Local Sales	69,572.90	64,880.01
Export Sales	40,411.69	43,763.24
Trading	252.35	49.97
	<u>1,10,236.94</u>	<u>1,08,693.21</u>
Other Operating Revenue	1,978.26	1,613.51
	<u>1,12,215.20</u>	<u>1,10,306.72</u>

* Other Operating Revenue includes Income from Export Incentives and Foreign exchange fluctuation.



NOTE 21 : OTHER INCOME	Year ended 31.03.2023 Rs.	Year ended 31.03.2022 Rs.
<u>INTEREST</u>		
Interest on F.D with Bank	74.64	65.42
<u>OTHER THAN INTEREST</u>		
Profit on Sale of Land	453.30	-
Other Income*	42.81	35.82
	<u>570.75</u>	<u>101.25</u>

* Other Income Includes Sundry Balances W/back

NOTE 22 : COST OF MATERIAL CONSUMED	Year ended 31.03.2023 Rs.	Year ended 31.03.2022 Rs.
Waste Paper and Pulp		
Opening Stock	3,121.74	2,232.54
Add : Purchase During the Year	63,291.65	62,539.63
Less : Closing Stock	<u>6,071.00</u>	<u>3,121.74</u>
Consumption Of Waste Paper and Pulp During The Year	60,342.39	61,650.43
Chemicals		
Opening Stock	710.15	433.31
Add : Purchase During the Year	8,992.27	8,029.34
Less : Closing Stock	<u>564.13</u>	<u>710.15</u>
Consumption Of Chemicals During The Year	9,138.30	7,752.50
	<u>69,480.69</u>	<u>69,402.93</u>

NOTE 23 : CHANGES IN INVENTORIES OF FINISHED GOODS, STOCK IN PROCESS	Year ended 31.03.2023 Rs.	Year ended 31.03.2022 Rs.
<u>Opening Stock</u>		
Finished Goods	1,436.05	793.79
Work in Progress	<u>304.63</u>	<u>173.24</u>
	1,740.68	967.03
<u>Closing Stock</u>		
Finished Stock	1,318.21	1,436.05
Work in Progress	<u>827.99</u>	<u>304.63</u>
	2,146.20	1,740.68
(Increase)/Decrease in Stock of Finished & Semi Finished Stock	<u>(405.53)</u>	<u>(773.65)</u>
	<u>(405.53)</u>	<u>(773.65)</u>

NOTE 24 : EMPLOYEE BENEFIT EXPENSES	Year ended 31.03.2023 Rs.	Year ended 31.03.2022 Rs.
Salaries, Wages, Bonus & Ex-gratia	3,472.58	3,225.15
Remuneration to Directors	403.72	377.51
Contribution to Provident and Other Fund	222.10	247.35
Staff Welfare Expenses	272.04	299.74
	<u>4,370.44</u>	<u>4,149.75</u>



NOTE 25 : FINANCE COST	Year ended 31.03.2023 Rs.	Year ended 31.03.2022 Rs.
Interest Expenses		
- Working Capital from Bank	1,440.86	1,146.94
- Term Loan - from Bank	1,700.88	2,061.56
- from NBFC	340.54	251.91
- Others	63.62	55.21
Bank Charges	72.38	104.99
Finance Charges	148.20	130.35
	3,766.48	3,750.96

NOTE 26 : DEPRECIATION	Year ended 31.03.2023 Rs.	Year ended 31.03.2022 Rs.
Depreciation on Tangible Assets	2,210.78	2,147.75
	2,210.78	2,147.75

NOTE 27 : OTHER EXPENSES	Year ended 31.03.2023 Rs.	Year ended 31.03.2022 Rs.
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MANUFACTURING & OTHER EXPENSES

Manufacturing Expenses

Consumption of Stores & Spares	913.74	1,492.66
Repairs & Maintenance to:		
Plant & Machinery	196.35	338.24
Building	17.56	0.38
Others	17.14	11.06
Power, Fuel & Water Charges	4,730.08	4,475.78
Wages to Contractors	1,414.89	1,421.57
Consumption of Coal	11,255.65	9,138.54

A **18,545.41** **16,878.22**

Selling and Distribution Expenses

Consumption of Packing Materials	1,139.41	1,150.81
Rebate & Commission on Sales	3,116.24	2,591.89
Direct Export Expenses	4,729.05	5,906.42
Other Selling & Distribution Expenses	519.08	392.32

B **9,503.78** **10,041.44**

Administrative & Other Expenses

Insurance Charges	96.84	84.52
Lease Rent	21.21	21.21
Rent	267.41	235.46
Rates & Taxes	110.00	122.84
Legal & Professional Fees	109.71	73.11
Electricity Charges	15.50	25.62
Printing & Stationary	36.72	33.77
Postage & Telephone	29.71	24.64
Remuneration to Auditors	11.00	11.00



General Expenses	101.56	99.94
Loss on Sale of Fixed Assets	69.54	94.75
Director Sitting Fees	0.40	0.60
Conveyance Expenses	20.20	20.56
Watch & Ward Expenses	122.64	107.57

C	1,012.44	955.59
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A + B + C	29,061.62	27,875.25
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NOTE 28 : PAYMENT TO AUDITORS

	Year ended 31.03.2023 Rs.	Year ended 31.03.2022 Rs.
Statutory Audit Fees	3.00	3.00
Tax Audit Fees	2.00	2.00
Other legal Matters	6.00	6.00
	11.00	11.00

NOTE 29 : INCREASE/ (DECREASE) IN VALUE OF STORES, SPARES & CONSUMABLES

	Year ended 31.03.2023 Rs.	Year ended 31.03.2022 Rs.
Opening Stock	2,261.55	1,690.94
Purchases	1,047.43	2,063.27
Less: Closing Stock	2,395.24	2,261.55
Consumption	913.74	1,492.66

NOTE 30 : VALUE OF IMPORT ON CIF BASIS

	Year ended 31.03.2023 Rs.	Year ended 31.03.2022 Rs.
Raw Materials	42,534.23	45,629.13
Chemicals	831.53	859.56
Stores & Spares	242.95	358.97
Capital Goods	315.19	355.33

NOTE 31 : VALUE AND PERCENTAGE OF IMPORTED AND INDIGENOUS RAW MATERIAL, SPARE PARTS AND COMPONENT CONSUMED

	%	Year ended 31.03.2023 Rs.	%	Year ended 31.03.2022 Rs.
Raw Material				
Imported	0.00%	-	54.93%	51,443.01
Indigenous Obtained	100.00%	69,480.69	45.07%	17,959.91
	100.00%	69,480.69	100.00%	69,402.93
Spare Parts and Components				
Imported	0.00%	-	30.26%	451.71
Indigenous Obtained	100.00%	913.74	69.74%	1,040.95
	100.00%	913.74	100.00%	1,492.66



NOTE 32 : EMPLOYEE BENEFIT PLAN

As per Accounting Standard 15 "Employee Benefits", the disclosure as defined in the Accounting Standard are given below:

A) Other long-term benefits - Compensated absences

The Company permits encashment of compensated absence accumulated by their employees on retirement, separation and during the course of service. The liability in respect of the Company, for outstanding balance of leave at the balance sheet date is determined and provided on the basis of actuarial valuation as at the balance sheet date performed by an independent actuary.

The Company doesn't maintain any plan assets to fund its obligation towards compensated absences.

B) Defined Contribution Plan

Contribution to Defined Contribution Plans, recognized as expense for the year is as under;

	For FY 2022-23	For FY 2021-22
Employer's Contribution to Provident Fund	116.58	112.71

The Company's Provident Fund is exempted under section 17 of Employees' Provident Fund and Miscellaneous Provisions Act, 1952. Conditions for grant of exemption stipulate that the employer shall make good deficiency, if any, in the interest rate declared by the trust vis-a-vis statutory rate.

C) Defined Benefit Plan

The employees' gratuity fund scheme managed by a Trust (Life Insurance Corporation of India) is a defined benefit plan. The present value of obligation is determined based on actuarial valuation using the Projected Unit Credit Method, which recognises each period of service as giving rise to additional unit of employee benefit entitlement and measures each unit separately to build up the final obligation. The obligation for leave encashment is recognised in the same manner as gratuity.

Assumptions	As on 31.3.2023	As on 31.3.2022
Discount Rate	7.00%	7.00%
Salary Escalation	7.00%	7.00%

Table Showing changes in present value of obligations

Present value of obligations as at the beginning of the year	419.46	277.46
Interest Cost	29.65	19.42
Current Service cost	54.06	26.33
Benefits paid	(25.46)	(23.40)
Actuarial (Gain)/Loss on obligation	51.16	6.56
Present value of obligations as at the end of the year	528.87	306.37

Table Showing Changes in the fair value of plan assets

Present value of plan assets as at the beginning of the year	470.96	260.14
Expected return on plan assets	36.41	19.46
Contributions	71.17	72.50
Benefits paid	(25.46)	(23.40)
Actuarial Gain/(Loss) on obligation	-	-
Present value of plan assets as at the end of the year	553.08	328.69

Table Showing fair value of plan assets

Present value of plan assets as at the beginning of the year	470.96	260.14
Actual return on plan assets	36.41	19.46
Contributions	71.17	72.50
Benefits paid	(25.46)	(23.40)
Present value of plan assets as at the end of the year	553.08	328.69
Funded Status	24.21	22.32
Excess of Actual over estimated return on plan assets	-	-
(Actual Rate of return=Estimated rate of return as ARD falls on 31st March)	-	-

Actuarial Gain/Loss recognised

Actuarial (Gain)/Loss for the year - obligations	(51.16)	(6.56)
Actuarial (Gain)/Loss for the year - plan assets	-	-
Total Actuarial (Gain)/Loss for the year	51.16	6.56
Actuarial (Gain)/Loss recognised for the year	51.16	6.56



Amounts to be recognised in Balance Sheet and Profit & Loss Account

Present Value of obligations as at the end of the year	528.87	306.37
Fair Value of plan assets as at the end of the year	553.08	328.69
Funded Status	24.21	22.32
Net Asset/(liability) recognised in Balance Sheet	24.21	22.32

Expenses recognised in statement of profit & loss Account

Current Service cost	54.06	26.33
Interest Cost	29.65	19.42
Expected return on plan assets	(36.41)	(19.46)
Net Actuarial (Gain)/Loss recognised for the year	51.16	6.56
Expenses recognised in statement of profit & loss Account	98.46	32.85

NOTE 33 : EXPENDITURE IN FOREIGN CURRENCY

	Year ended 31.03.2023 Rs.	Year ended 31.03.2022 Rs.
Commission	439.72	557.95
Travelling	17.71	70.67

NOTE 34 : EARNING IN FOREIGN CURRENCY

	Year ended 31.03.2023 Rs.	Year ended 31.03.2022 Rs.
Export of Goods Calculated on FOB Basis	38,249.27	40,708.50

NOTE 35 : EARNING PER EQUITY SHARE

	As at 31.03.2023 Rs.	As at 31.03.2022 Rs.
Profit of the year after tax expense	2,701.16	2,400.55
Average No. of Shares Outstanding During The Year	1,96,02,547	1,96,02,547
Earning Per Share		
Basic	14.61	12.99
Diluted*	13.78	12.25
* No. of Shares Outstanding During The Year	1,84,85,880	1,84,85,880
Add : Potential shares to be issued	11,16,667	11,16,667
No of Shares for diluted EPS	1,96,02,547	1,96,02,547

NOTE 36 : SEGMENT REPORTING

The operations of the Company are limited to one segment viz. Paper and Paper Boards. The products being sold under this segment are of similar nature and comprises of paper products only.

Operating segments are defined as components of a Company for which discrete financial information is available that is evaluated regularly by

the Managing Director (Chief Operating Decision Maker) ("CODM"), in deciding how to allocate resources and assessing performance. Geographical revenues is allocated based on the location of the customer. Information regarding geographical revenue is as follows:

Particulars	Year ended 31.03.2023 Rs.	Year ended 31.03.2022 Rs.
India		
- Duplex Paper Board	26,729.55	23,531.38
- Kraft Liner	43,095.71	41,398.59
Outside India		
- Duplex Paper Board	31,299.02	31,576.02
- Kraft Liner	11,090.93	13,800.72
Total	1,12,215.20	1,10,306.72



NOTE 37 : RELATED PARTY DISCLOSURES

The Disclosure required under Accounting Standard 18 in respect of Related Parties are given below :-

A) Details of Related Parties

a) Key Management Personnel	Designation
Gajendra Agarwal	Chairman and Managing Director
Nikhar Agarwal	Whole Time Director
Maresh Jalan	Whole Time Director
Vinay Parashar	Whole Time Director
Maresh Dwivedi	Whole Time Director
Sameer Negandhi	Company Secretary
b) Non-Executive / Independent Director	Designation
Meena Agarwal	Non-Executive Women Director
Arun Lahoti	Independent Director
Prahlad Aher	Independent Director
c) Subsidiary Company	
Gayatrishakti Tissue Private Limited	
d) Associate Companies	
Kherani Paper Mills Private Limited	
Agrashakti Paper Mills Private Limited	
Agarwal Paper Mills Private Limited	

B) Transaction during the year

Particular	Year ended 31.03.2023 Rs.	Year ended 31.03.2022 Rs.
a) Remuneration paid to Key Management personnel and Relatives	422.13	393.12
b) Perquisite for Key Management personnel	166.13	137.73
c) Sitting Fees paid to Independent Directors on the Board	0.40	0.60
d) Sale of Assets to Subsidiary	1,440.95	-
e) Investment in Subsidiary	1,126.00	-
f) Share Application Money in Subsidiary	900.33	-
g) Loan to Subsidiary	2,170.25	-
h) Repayment from Subsidiary	2,169.33	-
	8,395.53	531.45

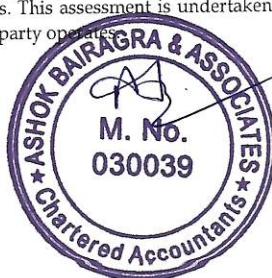
C) Balance at the year end

Particular	As at 31.03.2023 Rs.	As at 31.03.2022 Rs.
a) Salary Payable to Key Management Personnel	23.67	19.28
b) Investment in Subsidiary	1,126.00	-
c) Investment in Associates	7,746.65	6,185.65
d) Share Application Money in Subsidiary	900.33	-
e) Loan Balance in Subsidiary	0.92	-

Note - The remuneration paid to key managerial personal excludes gratuity and compensated absences as the provision is computed for the Company as a whole and separate figures are not available

D) Terms and conditions of transactions with related parties

The transactions with related parties are made on terms equivalent to those that prevail in arm's length transactions. Outstanding balances at the year-end are unsecured and interest free and settlement occurs in cash. For the year ended March 31, 2023, the company has not recorded any impairment of receivables relating to amount owed by related parties. This assessment is undertaken each financial year through examining the financial position of the related party and market in which the related party operates.



E) Compensation to Key Management Personnel

As at 31.03.2023						
Sr. No.	Key Management Personnel	Short Term Employee Benefits	Post Employment Benefits	Other Long Term Benefits	Termination Benefit	Share Based Payments
a)	Gajendra N. Agarwal	254.09	-	-	-	-
b)	Nikhar G. Agarwal	191.97	-	-	-	-
c)	Mahesh Jalan	44.08	-	-	-	-
d)	Mahesh Dwivedi	44.49	-	-	-	-
e)	Vinay D. Parashar	35.21	-	-	-	-
f)	Sameer Negandhi	18.42	-	-	-	-
	Total	588.26	-	-	-	-

- The remuneration paid to key managerial personal excludes gratuity and compensated absences as the provision is computed for the Company as a whole and separate figures are not available.

- The Company has not granted any Loans or Advances in the nature of loans to Promoters, Directors and KMPs (as defined under Companies Act, 2013), either severally or jointly with any other person.

As at 31.03.2022						
Sr. No.	Key Management Personnel	Short Term Employee Benefits	Post Employment Benefits	Other Long Term Benefits	Termination Benefit	Share Based Payments
a)	Gajendra N. Agarwal	207.00	-	-	-	-
b)	Nikhar G. Agarwal	190.01	-	-	-	-
c)	Mahesh Jalan	40.25	-	-	-	-
d)	Mahesh Dwivedi	43.33	-	-	-	-
e)	Vinay D. Parashar	34.73	-	-	-	-
f)	Sameer Negandhi	15.52	-	-	-	-
	Total	530.85	-	-	-	-

- The remuneration paid to key managerial personal excludes gratuity and compensated absences as the provision is computed for the Company as a whole and separate figures are not available.

- The Company has not granted any Loans or Advances in the nature of loans to Promoters, Directors, KMPs and the related parties (as defined under Companies Act, 2013), either severally or jointly with any other person.

NOTE 38 : CONTINGENT LIABILITY AND COMMITMENTS		Year ended 31.03.2023 Rs.	Year ended 31.03.2022 Rs.
A CONTINGENT LIABILITIES			
Claims against the company not acknowledged as debts (Net of Advances)			
- Excise Duty, Service Tax, GST and Custom Duty matters		9.34	9.34
Total		9.34	9.34

Contingent liabilities disclosed above represent possible obligations that has arisen from past events and where the likelihood of an outflow of resources depends upon occurrence or non-occurrence of uncertain future event(s). In addition, the company is subject to legal proceedings and claims, which have arisen in the ordinary course of business. The company's management does not reasonably expect that these legal actions, when ultimately concluded and determined, will have a material and adverse effect on the company's results of operations and financial conditions.

B GUARANTEES			
Guarantees given to Banks and Financial Institution against credit facilities extended to third parties & other guarantees		4,467.49	2,437.50
Total		4,467.49	2,437.50
C COMMITMENTS			
Capital Commitments			
Estimated value of contracts in capital account to be executed and not provided for (net of capital advances)		124.20	527.27
Total		9,059.18	5,402.27



NOTE 39 : ANALYTICAL RATIO

Sr. No.	Particulars			FY 2022-23	FY 2021-22	Explanation for ratio's which have moved by more than 25%	% Change
	Ratios	Numerator	Denominator	Ratio	Ratio		
1	Current Ratio	Current Assets	Current Liabilities	0.96	1.08		-10.96%
2	Debt-Equity Ratio	Total Debt	Equity	1.21	1.57		-22.95%
3	Debt Service Coverage Ratio	Earnings Available for Debt Service	Debt Service	1.21	1.57		-22.95%
4	Return on Equity Ratio	PAT	Avg. Shareholders Equity	1.38	1.22		12.52%
5	Inventory turnover ratio	Net Sales	Avg. Inventory	10.91	15.64	Due to increase in value of closing inventory, average inventory has increased.	-30.24%
6	Trade receivables turnover ratio	Net Sales	Avg. Trade Receivables	7.07	7.05		0.16%
7	Trade payables turnover ratio	Net Purchases	Avg. Trade payables	6.45	6.86		-5.99%
8	Net capital turnover ratio	Net Sales	Working Capital	(90.36)	50.16	Due to increase current maturities of long term debts, net working capital becomes negative	-280.13%
9	Net profit ratio	Net Profit	Net Sales	3.06%	2.85%		7.15%
10	Return on Capital Employed	EBIT	Capital Employed	14.57%	13.69%		6.37%
11	Return on investment	Total Comprehensive Income	Free Equity	14.62%	15.22%		-3.92%

Sr. No.	Head	Description
1	Current Asset	Total Current Assets
2	Current Liabilities	Total Current Liabilities
3	Total Debt	Term loan (including current Maturities) + Unsecured Loan
4	Equity	Share Capital + Reserve and Surplus
5	Net Purchases	Cl. Stock (excluding FG & WIP) + Consumption of RM+Change in Stock + Store and Spare - Op. Stock (excluding FG & WIP)
6	Avg. Trade Payables	(Op. Trade payables (Total dues to MSME & non MSME) + Cl. Trade payables (Total dues to MSME & non MSME))/2
7	Earnings Available for Debt Service	Profit after Tax + Depreciation + Finance Cost + Loss on sale / discard of fixed assets & Impairment loss
8	Debt Service	Interest accrued but not due on borrowings + Current Maturities on Term Loan
9	Avg. Shareholders Equity	(Op. Share Capital + Cl. Share Capital)/2
10	PAT	Profit after Tax before OCI
11	Net Sales	Sales of Products
12	Avg. Inventory	(Op. Inventory + Cl. Inventory)/2
13	Avg. Trade Receivables	(Op. Balance of Trade Receivables + Cl. Balance of Trade Receivables)/2
14	Working Capital	Total Current Assets - Total Current Liabilities
15	Net Profit	Profit after Tax before OCI
16	EBIT	Profit Before Tax + Finance Cost
17	Capital Employed	Total Assets - Total Current Liabilities
18	Total Comprehensive Income	Profit after OCI adjustments
19	Free Equity	Share Capital - Capital Reserve + Other Equity



NOTE 40 : CORPORATE SEGMENT RESPONSIBILITY (CSR)

As per section 135 of the Companies Act, 2013, a CSR committee has been formed by the Company. The proposed areas of CSR activities are promoting health care, promoting education and rural development activities. The expenditure incurred during the year on these activities are as specified in schedule VII on the Companies Act, 2013.

Particular	As at 31.03.2023 Rs.	As at 31.03.2022 Rs.
Gross obligation for the financial year	62.39	56.19
Setoff of amount excess spent in previous year	(6.60)	-
a Gross amount required to be spent by the Company during the year	55.79	56.19
b Amount Spent during the year :		
Ongoing Projects		
i. Promoting Healthcare	-	-
ii. Education	-	-
iii. Infrastructure/Cultural/Environment	-	-
Other than ongoing projects		
i. Promoting Healthcare/Medical Support	51.96	4.11
ii. Education	4.00	58.68
iii. Infrastructure/Cultural/Environment	-	-
Total	55.96	62.79
c Shortfall at the end of the year	-	-
d Total of previous year shortfall	-	-
e Excess spent during the year	0.17	6.60
f Reason for Shortfall - Nil		
g Details of related party transactions eg. Contribution to a trust controlled by the Company - Nil		
h Where a provision is made with respect to a liability incurred by entering into a contractual obligation, the movements in the provision during the year shall be shown separately - Nil		
i Any amount remaining unspent transferred to		
Particular	As at 31.03.2023 Rs.	As at 31.03.2022 Rs.
Ongoing project : Special account in compliance with the provision of Sec. 135(6)	-	-
Other than ongoing project : A Fund specified in Schedule VII to the Companies Act within a period of six months of the expiry of the financial year in compliance with second proviso to Section 135(5)	-	-

NOTE 41 : OTHER NOTES

(1) Management expects that it would earn sufficient taxable income in future and therefore will be in a position to pay normal tax within the period specified under the Income Tax Act, 1961 and accordingly MAT credit of Rs. 55.25 lakhs (Current FY Rs. 2050.07 lakhs - Previous FY Rs. 2105.31 lakhs) has been utilized in the current year.

(2) All charges or satisfaction are registered with Registrar of Companies (ROC) within the statutory period. No charges or satisfactions are yet to be registered with beyond the statutory period.

(3) The Company has no scheme of arrangements which have been approved by the Competent Authority in terms of Section 230 to 237 of the Companies Act, 2013 during the reporting period.



(4) The Company have not any such 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).

(5) The Company does not possess any immovable property (other than properties where the Company is the lessee and the lease agreements are duly executed in favour of the lessee) whose title deeds are not held in the name of the Company.

(6) The Company has not traded or invested in Crypto currency or Virtual currency.

(7) No proceedings have been initiated or pending against the Company for holding any benami property under the Benami Transactions (Prohibition) Act, 1988 (45 of 1988) and rules made thereunder

(8) The Company has not been declared as a wilful defaulter by any bank or financial institution or other lender.

(9) The Company has complied with the number of layers prescribed under clause (87) of section 2 of the Act read with Companies (Restriction on number of Layers) Rules, 2017.

(10) The Company has complied with the number of layers prescribed under clause (87) of section 2 of the Act read with Companies (Restriction on number of Layers) Rules, 2017.

(11) Utilisation of borrowed funds and share premium

A 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

(a) provide any guarantee, security or the like to or on behalf of the Ultimate Beneficiaries.

B The Company have not received any fund from any person(s) or entity(ies), including foreign entities (Funding Party) with the understanding (whether recorded in writing or otherwise) that the Company shall:

(a) directly or indirectly lend or invest in other persons or entities identified in any manner whatsoever by or on behalf of the Funding Party (Ultimate Beneficiaries) or

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

(12) The Company has no transaction with struck off companies during the year.

(13) Sundry Debtors, Sundry Creditors, Unsecured Loans and Loans and Advances balances are subject to confirmation and reconciliation.

(14) Previous year figures have been regrouped/ rearranged, wherever considered necessary to conform to current year's classification.

As per our Report of even date attached
For Ashok Bairagra & Associates
Chartered Accountants
Firm Reg. No. 118677W

Ashok Bairagra
Partner
Membership No. : F-30039
Place: Mumbai Date: 27/09/2023
UDIN : 23030039BGZUFZ1942



For and on behalf of the Board of Directors

Gajendra Agarwal
DIN: 00231599
Managing Director

Sameer Negandhi
Mem No.: A-52083
Company Secretary

Meena Agarwal
DIN: 00231687
Director

Mahesh Jalan
DIN: 00231855
Executive Director and
Chief Financial Officer