

## Independent Auditors Report

To,  
The Members of  
Machhar Industries Limited  
Chhatrapati Sambhajinagar

### Report on the Financial Statements

#### Opinion

1. We have audited the accompanying standalone financial statements of Machhar Industries Limited having CIN: U45202MH2008PLC185168 ("the Company"), which comprise the Standalone Balance Sheet as at 31st March 2023, the Standalone Statement of Profit and Loss (including other comprehensive income), Standalone Statement of Cash Flows and Standalone Statement of Changes in Equity for the year then ended, and notes to the Standalone financial statements, including a summary of significant accounting policies and other explanatory information.
2. In our opinion and to the best of our information and according to the explanations given to us, the aforesaid standalone financial statements give the information required by the Companies Act, 2013 ('the Act') in the manner so required and give a true and fair view in conformity with Indian Accounting Standards prescribed under section 133 of the Act read with the Companies (Indian Accounting Standards) Rules, 2015, as amended ("Ind AS") and the other accounting principles generally accepted in India, of the state of affairs of the Company as at 31st March 2023 and its profit (financial performance including other comprehensive income), the changes in equity and its cash flows for the year ended on that date.

#### Basis for Opinion

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

#### Key Audit Matters

4. Key audit matters are those matters that, in our professional judgment, were of most significance in our audit of the standalone financial statements of the current year. These matters were addressed in the context of our audit of the standalone financial statements, as a whole, and in forming our opinion thereon, and we do not provide a separate opinion on these matters. We have determined that there is no key audit matters to be reported during the year.

#### Information other than the Financial Statements and Auditor's Report thereon

5. The Company's Board of Directors is responsible for the other information. The other information comprises the information included in the annual report but does not include the financial statements and our auditor's report thereon.
6. Our opinion on the financial statements does not cover the other information and we do not express any form of assurance conclusion thereon.
7. In connection with our audit of the financial statements, our responsibility is to read the other information 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. If, based on the work we have performed, we conclude that there is material misstatement of this other information; we are required to report that fact. We have nothing to report in this regard.

#### Management's Responsibility for the Standalone Financial Statements

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

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

#### **Auditor's Responsibilities for the Audit of the Financial Statements**

11. 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 Standards on Auditing 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.
12. As part of an audit in accordance with Standards on Auditing, we exercise professional judgment and maintain professional skepticism throughout the audit. We also:
  - a. 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.
  - b. Obtain an understanding of internal financial controls relevant to the audit in order to design audit procedures that are appropriate in the circumstances. Under section 143(3)(i) of the Act, we are also responsible for expressing our opinion on whether the Company and its subsidiary companies which are companies incorporated in India, has adequate internal financial controls system in place and the operating effectiveness of such controls.
  - c. Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by management.
  - d. 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 ability of the Company 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.
  - e. 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.

Materiality is the magnitude of misstatements in the standalone financial statements that, individually or in aggregate, makes it probable that the economic decisions of a reasonably knowledgeable user of the standalone financial statements may be influenced. We consider 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 standalone financial statements.

13. 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.
14. 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.
15. From the matters communicated with those charged with governance, we determine those matters that were of most significance in the audit of the financial statements of the current period and are therefore the key audit matters. We describe these matters in our auditor's report unless law or regulation precludes public disclosure about the matter or when, in extremely rare circumstances, we determine that a matter should not be communicated in our report because the adverse consequences of doing so would reasonably be expected to outweigh the public interest benefits of such communication.

#### **Report on Other Legal and Regulatory Requirements**

16. 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" 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 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 account.
- (d) In our opinion, the aforesaid financial statements comply with the accounting standards specified under Section 133 of the Act, read with Rule 7 of the Companies (Accounts) Rules, 2014.
- (e) 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.
- (f) 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".
- (g) In our opinion and to the best of our information and according to the explanations 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.
- (h) 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 has disclosed the impact of pending litigations on its financial position in its financial statements- Refer Note No. 33 to the financial statements.
  - ii. The Company does not have long term contracts or derivative contracts which require provision.
  - iii. There were no amounts which were 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 (which are material either individually or in the aggregate) have been advanced or loaned or invested (either from borrowed funds or share premium or any other sources or kind of funds) by the company to or in any other person or entity, including foreign entity ("Intermediaries"), with the understanding, whether recorded in writing or otherwise, that the Intermediary shall, whether, directly or indirectly lend or invest in other persons or entities identified in any manner whatsoever by or on behalf of the company ("Ultimate Beneficiaries") or provide any guarantee, security or the like on behalf of the Ultimate Beneficiaries;  
  
(b) the Management has represented, that, to the best of its knowledge and belief, no funds (which are material either individually or in the aggregate) have been received by the company from any person or entity, including foreign entities ("Funding Parties"), with the understanding, whether recorded in writing or otherwise, that the company shall, whether, directly or indirectly, lend or invest in other persons or entities identified in any manner whatsoever by or on behalf of the Funding Party ("Ultimate Beneficiaries") or provide any guarantee, security or the like on behalf of the Ultimate Beneficiaries; and.  
  
(c) Based on audit procedures that have been considered reasonable and appropriate in the circumstances, nothing has come to our notice that has caused us to believe that the representations under sub-clause (i) and (ii) of Rule 11(e), as provided under (a) and (b) above, contain any material mis-statement.
- v. No interim dividend is declared and paid by the Company during the year.
- vi. Proviso to Rule 3(1) of the Companies (Accounts) Rules, 2014 for maintaining books of account using accounting software which has a feature of recording audit trail (edit log) facility is applicable to the Company with effect from April 1, 2023, and accordingly, reporting under Rule 11(g) of Companies (Audit and Auditors) Rules, 2014 is not applicable for the financial year ended 31<sup>st</sup> March 2023.

**For Gautam N Associates**  
**Chartered Accountants**  
**FRN 103117W**

**Place: Chhatrapati Sambhajinagar**  
**Dated: 08<sup>th</sup> July 2023**

**Gautam Nandawat**  
**Partner**  
**Membership No 032742**  
**UDIN: 23032742BGSSMY5194**

## ANNEXURE “A” TO THE AUDITORS REPORT

The Annexure referred to in Independent Auditors Report to the members of the Company on the financial statements for the year ended 31<sup>st</sup> March 2023, we report that:

1. (a) The Company has maintained proper records showing full particulars, including quantitative details and situation of Property, Plant and Equipment. The Company does not have any intangible asset.  
(b) The company has regular program of physical verification of its Property, Plant and Equipment by which Property, Plant and Equipment are verified in a phased manner over a period of three years. In accordance with this program, certain Property, Plant and Equipment were verified during the year and no material discrepancies were noticed on such verification. In our opinion, this periodicity of physical verification is reasonable having regard to the size of the company and nature of its business.  
(c) According to the information and explanations given to us, and on the basis of our examination of the record of the company, the title deeds of the immovable properties are held in the name of the company.  
(d) According to the information and explanations given to us, and on the basis of our examination of the record of the company, the company has not revalued any Property, Plant & Equipment (including Right of Use assets) or intangible assets during the year.  
(e) According to the information and explanations given to us, and on the basis of our examination of the record of the company, no proceedings have been initiated or are pending against the company for holding any Benami property under the “Benami Transactions (Prohibition) Act, 1988 and Rules made thereunder.
2. (a) The inventory has been physically verified during the year by the management. In our opinion, the coverage and procedure of such verification by the management is appropriate. There is no discrepancy of 10% or more noticed during verification between the physical stocks and book records. The discrepancies were not material, which have been properly dealt with in the books of account. The year-end inventory has been physically verified by the management and the same is incorporated as per inventory records and books of account maintained by the company.  
  
(b) During the year, the Company has not been sanctioned working capital limits in excess of Rs. 5 crores, in aggregate, from banks, hence clause (ii)(b) of the Order is not applicable.
3. (a) As per the information and explanations given to us, the Company has granted loans including advances in the nature of loan to two companies. The aggregate amount of loan granted is Rs. 53,38,186 and the balance outstanding at the year-end is Rs. 53,38,186. The company has not given any guarantee and security to any party and has not made any investment during the year.  
  
(b) The terms and conditions for such above mentioned loan and guarantee are not prejudicial to the interest of the Company.  
  
(c) In respect of loans and advances in the nature of loans the schedule of repayment of principal and payment of interest has not been stipulated; hence we are unable to comment whether the repayments or receipts are regular, overdue, renewed or extended or fresh loan granted to settle the overdue of existing loans given to the same parties.  
  
(d) The company has granted the following loans or advances in the nature of loans repayable on demand without any written agreement and without specifying other terms.

Type of Borrower	Amount of loan or advance in the nature of loan outstanding	Loan Given	Percentage to the total Loans and Advances in the nature of loans
Related Parties	Loan	Rs. 53,38,186	100%

4. The company has complied with the provisions of section 185 and 186 of the Act in respect of loans granted, investment made, security and guarantee provided, as applicable.
5. The Company has not accepted deposits within the meaning of sections 73 to 76 or any other relevant provisions of the Act and the rules framed there under.
6. No maintenance cost records has been specified by the Central Government under section 148(1) of the Act for the products of the company.
7. (a) According to the records of the Company, the Company is regular in depositing with appropriate authorities undisputed statutory dues including, investor education protection fund, employees state insurance, income tax, custom duty, cess and other material statutory dues applicable to it. No

undisputed amounts payable in respect of income tax, custom duty, excise duty, and cess were in arrears as at 31st March 2023 for a period more than six months from the date they became payable.

(b) According to the information and explanations given to us, there are no dues of investor education protection fund, employees state insurance, income tax, custom duty, cess and other material statutory dues applicable, which have not been deposited on account of any dispute.

8. According to the information and explanations given to us, there are no transactions recorded in the books of account as have been surrendered or disclosed as income during the year in the tax assessments under the Income Tax Act, 1961, hence, clause (viii) of Order is not applicable.
9. In our opinion and according to the information and explanations given to us:-
  - (a) the Company has not defaulted in payment of dues to financial institution or bank or debenture holders.
  - (b) the company is not declared willful defaulter by any bank or financial institution or other lender.
  - (c) term loans were applied for the purpose for which the loans were obtained.
  - (d) no funds raised on short term basis have been utilized for long term purposes.
  - (e) The Company has not taken any funds from any entity or person on account of or to meet the obligations of its subsidiaries, associates or joint ventures; hence the clause (ix) (e) of the Order is not applicable.
  - (f) The Company has not raised loans during the year on the pledge of securities held in its subsidiaries, joint ventures or associate companies; hence the clause (ix) (f) of the Order is not applicable.
10. The company has not raised any moneys by way of initial public offer, further public offer (including debt instruments), preferential allotment or private placement of shares during the year.
11.
  - (a) According to the information and explanations given to us, no fraud by the company or any fraud on the Company has been noticed or reported during the year.
  - (b) No report under sub-Section (12) of Section 143 of the Act has been filed by the auditors in Form ADT-4 as prescribed under Rule 13 of Companies (Audit and Auditors) Rules 2014 with the Central Government.
  - (c) We have not considered whistle-blower complaints, since there is no complaint received during the year by the Company.
12. The company is not a Nidhi Company as such provisions of the clause (xii) of the Order are not applicable to the company.
13. All transactions with the related parties are in compliance with section 177 and 188 of the Act, where applicable, and the details have been disclosed in the Ind AS standalone financial statements etc., as required by the applicable accounting standards.
14. As per the information and explanation given to us, provisions related to the internal audit are not applicable to the company hence, the clause (xiv) is not applicable.
15. The company has not entered into any non-cash transactions with directors or persons connected with him.
16.
  - (a) The company is not required to be registered under section 45-IA of the Reserve Bank of India Act, 1934.
  - (b) In Our opinion, the Company has not conducted any Non-Banking Financial or Housing Finance activities without a valid Certificate of Registration (CoR) from the Reserve Bank of India as per the Reserve Bank of India Act 1934.
  - (c) The Company is not a Core Investment Company (CIC) as defined under the Regulations by the Reserve Bank of India.
17. The Company has not incurred cash losses in the financial year and in the immediately preceding financial year.
18. There has been no resignation of the statutory auditors during the year.
19. On the basis of the financial ratios, ageing and expected dates of realization of financial assets and payment of financial liabilities, other information accompanying the financial statements, we are of the opinion that no material uncertainty exists as on the date of the audit report which infers that the company is not capable of meeting its liabilities existing at the date of balance sheet as and when they fall due within a period of one year from the balance sheet date.

20. Since, the company does not satisfy the applicability criteria of Section 135 of the Act, the provisions of Corporate Social Responsibility are not applicable to company.
21. The company has a joint venture with 50% share. However, in view of insignificant transactions, consolidation of financial statement is not carried out.

**For Gautam N Associates  
Chartered Accountants  
FRN 103117W**

**Place: Chhatrapati Sambhajinagar  
Date: 08<sup>th</sup> July 2023**

**Gautam Nandawat  
Partner  
Membership No 032742  
UDIN: 23032742BGSSMY5194**

### **ANNEXURE “B” TO THE AUDITORS’ REPORT**

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

1. We have audited the internal financial controls over financial reporting of **Machhar Industries Limited** (“the Company”) as of 31<sup>st</sup> March, 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**

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

#### **Auditors Responsibility**

3. Our responsibility is to express an opinion on the Company’s internal financial controls over financial reporting based on our audit. We conducted our audit in accordance with the Guidance Note on Audit of Internal Financial Controls Over Financial Reporting (the “Guidance Note”) issued by the ICAI and the Standards on Auditing deemed to be prescribed under Section 143(10) of the Act, 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.
4. Our audit involves performing procedures to obtain audit evidence about the adequacy of the internal financial controls system over financial reporting and their operating effectiveness. Our audit of internal financial controls over financial reporting included obtaining an understanding of internal financial controls over financial reporting, assessing the risk that a material weakness exists, and testing and evaluating the design and operating effectiveness of internal control based on the assessed risk. The procedures selected depend on the auditor’s judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error.
5. We believe that the audit evidence, we have obtained, is sufficient and appropriate to provide a basis for our audit opinion on the Company’s internal financial controls system over financial reporting.

**Meaning of Internal Financial Controls Over Financial Reporting**

6. 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**

7. 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**

8. 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 31<sup>st</sup> March, 2023, based on the internal control over financial reporting criteria established by the Company considering the essential components of internal control stated in the Guidance Note on Audit of Internal Financial Controls Over Financial Reporting issued by the ICAI.

**For Gautam N Associates  
Chartered Accountants  
FRN 103117W**

**Place: Chhatrapati Sambhajnagar  
Date: 08<sup>th</sup> July 2023**

**Gautam Nandawat  
Partner  
Membership No 032742  
UDIN: 23032742BGSSMY5194**

# MACHHAR INDUSTRIES LIMITED

**Balance Sheet as at March 31, 2023**

Amount in Rs.

ASSETS	Note No	As at 31/03/2023	As at 31/03/2022
<b>I) Non-Current Assets</b>			
a) Property, Plant and Equipments	3	8,06,51,171	6,28,09,489
b) Capital Work in Progress	4	-	6,78,715
c) Other Intangible assets		-	-
d) Financial Assets			
(i) Investments	5	50,000	50,000
(ii) Trade Receivables		-	-
(iii) Loans		-	-
(iv) Others	6	53,38,186	51,65,707
i) Deferred Tax Assets (Net)		-	-
j) Other Non-current Assets	7	11,86,269	10,47,397
		8,72,25,626	6,97,51,308
<b>II) Current Assets</b>			
a) Inventories	8	18,53,460	7,71,105
b) Financial Assets			
(i) Investments	9	56,14,096	42,29,668
(ii) Trade Receivables	10	84,32,122	1,75,39,542
(iii) Cash and cash equivalents	11	3,56,49,710	3,81,43,853
(iv) Bank balances other than (iii) above		-	-
c) Current Tax Assets (Net)	12	31,50,234	30,87,440
d) Other Current Assets	13	90,47,228	50,25,071
		6,37,46,850	6,87,96,679
<b>Total</b>		<b>15,09,72,476</b>	<b>13,85,47,987</b>
<b>Equity and Liabilities</b>			
<b>Equity</b>			
a) Equity Share Capital	14	74,08,660	74,08,660
b) Other Equity	15	10,67,58,132	10,21,12,851
		<b>11,41,66,792</b>	<b>10,95,21,511</b>
<b>Liabilities</b>			
<b>I) Non-Current Liabilities</b>			
<b>a) Financial Liabilities</b>			
(i) Borrowings	16	1,11,09,813	10,42,954
b) Provisions	17	7,56,625	10,69,282
c) Deferred Tax Liabilities (Net)	18	36,78,466	35,63,471
d) Other non-current liabilities		-	-
		<b>1,55,44,905</b>	<b>56,75,707</b>
<b>II) Current Liabilities</b>			
<b>a) Financial Liabilities</b>			
(i) Borrowings	19	65,10,354	3,20,204
(ii) Trade Payables	20		
- MSME		1,17,000	1,17,000
- Other than MSME		1,18,22,417	1,63,00,256
b) Other Current Liabilities	21	25,60,105	23,01,591
c) Provisions	22	2,50,902	10,57,264
d) Current Tax Liabilities (Net)	23	-	32,54,454
		2,12,60,779	2,33,50,770
<b>Total</b>		<b>15,09,72,476</b>	<b>13,85,47,987</b>
Notes referred to above form an integral part of the financial statements		-	-
As per our report of even date attached			
<b>For Gautam N Associates</b>	For and on behalf of the Board of Director		
<b>Chartered Accountants</b>			
<b>FRN 103117W</b>			
<b>Gautam Nandawat</b>	Sandeep Machhar	Vyankat W Katkar	
<b>Partner</b>	Managing Director	Whole Time Director	
M No 032742	DIN: 00251892	DIN: 00980778	
UDIN: 23032742BGSSMY5194			
<b>Place : Chhatrapati Sambhajnagar</b>	Anoop Shrotriya	Mahesh Dube	
<b>Date: 8th July 2023</b>	Chief Financial Officer	Company Secretary	

# MACHHAR INDUSTRIES LIMITED

## STATEMENT OF PROFIT AND LOSS FOR THE YEAR ENDED ON 31ST MARCH 2023

Amount in Rs.

PARTICULARS	Note No.	For the year ended on March 31, 2023	For the year ended on March 31, 2022
<b>Income</b>			
Revenue from operations	24	17,15,22,317	16,15,13,538
Other Incomes	25	25,75,390	1,11,46,556
<b>Total Income</b>		<b>17,40,97,707</b>	<b>17,26,60,095</b>
<b>Expenses</b>			
Cost of Material Consumed	26	35,95,184	-
Purchases of stock in trade			
Change in Inventories of finished goods, stock in trade and work in progress	27	(4,82,938)	-
Employees Benefit Expenses	28	2,00,87,565	1,97,65,015
Finance Costs	29	8,64,997	7,23,200
Depreciation and Amortisation expenses	3	37,32,630	46,59,040
Other expenses	30	14,18,08,284	13,48,78,847
<b>Total Expenses</b>		<b>16,96,05,721</b>	<b>16,00,26,102</b>
<b>Profit/(Loss) before Tax</b>		<b>44,91,985</b>	<b>1,26,33,993</b>
<b>Tax Expenses</b>			
Income Tax - Current		7,39,312	47,80,310
Income Tax - Earlier period		16,118	-
Income Tax - Deferred Assets		1,14,995	(10,82,038)
		8,70,425	36,98,272
<b>Profit for the period for the Year</b>		<b>36,21,560</b>	<b>89,35,721</b>
<b>Other Comprehensive Income</b>			
A. (i) Items that will not be reclassified to Profit and Loss on account of remeasurement of employee's benefits and Investments		(13,83,408)	(7,18,332)
(ii) Income tax relating to items that will not be reclassified to Profit and Loss		3,59,686	-
B. (i) Items that will be reclassified to Profit and Loss		-	-
(ii) Income tax relating to items that will be reclassified to Profit and Loss		-	-
<b>Total Comprehensive Income</b>		<b>50,04,968</b>	<b>96,54,053</b>
Earning Per Equity Share			
1) Basic		6.76	13.03
2) Diluted		6.76	13.03
Notes referred to above form an integral part of the financial statements As per our report of even date attached			
<b>For Gautam N Associates</b>		For and on behalf of the Board of Director	
<b>Chartered Accountants</b>			
<b>FRN 103117W</b>			
<b>Gautam Nandawat</b>	Sandeep Machhar	Vyankat W Katkar	
<b>Partner</b>	Managing Director	Whole Time Director	
M No 032742	DIN: 00251892	DIN: 00980778	
UDIN: 23032742BGSSMY5194			
<b>Place : Chhatrapati Sambhajnagar</b>	Anoop Shrotriya	Mahesh Dube	
<b>Date: 8th July 2023</b>	Chief Financial Officer	Company Secretary	

# MACHHAR INDUSTRIES LIMITED

## CASH FLOW STATEMENT FOR THE FINANCIAL YEAR 2022-23 AS AT 31-03-2023

(Amt. in Rs.)

	PARTICULARS	2022-2023	2021-2022	
<b>A</b>	<b>Cash flow from operating activities</b>			
	Profit Before Tax & Extra ordinary items	44,91,985		1,26,33,993
	<b>Adjustment for</b>			
	i) Depreciation and Amortisation	37,32,630	46,59,040	
	ii) Interest paid / Financial Charges	8,64,997	7,23,200	
	iii) Provision for Grauity & Leave Encashment	(11,19,018)	(4,53,240)	
	iv) Interest Received	(23,84,057)	(33,57,140)	
	v) (Profit) on Sale of Fixed Assets	-	(56,57,749)	
	vi) Dividend Received	(1,45,774)	(3,72,803)	
	vii) Loss of Sale of Fixed Assets	-	46,14,658	
	viii) Profit on sale of shares/mutual funds (Net)	-	(6,67,080)	
	ix) Other Comprehensive Loss (Income)	13,83,408	23,32,185	2,07,218
	<b>Operating profit / (loss) before working capital changes</b>	<b>68,24,170</b>		<b>1,28,41,210</b>
	i) Trade Receivable	91,07,421	(51,78,719)	
	ii) Loans & Advances and Other Current & Non Current Assets	(41,61,029)	20,33,602	
	iii) Inventories	(10,82,355)	(3,93,409)	
	iv) Other Current Liabilities	2,58,514	(25,59,347)	
	v) Trade Payable	(44,77,839)	(3,55,289)	(69,76,986)
	vi) Income tax paid (Refund) (Net)		(44,32,364)	(18,93,820)
	<b>Net cash from operating activities (Total a)</b>	<b>20,36,518</b>		<b>39,70,404</b>
<b>B</b>	<b>Net flow from investment activities</b>			
	i) Purchase and payment for Fixed Assets	(2,08,95,596)	(22,51,681)	
	ii) Sale / (Purchase) of investment	(13,84,428)	41,14,064	
	iii) Dividend Received	1,45,774	3,72,803	
	iv) Long term advances	(1,72,479)	(1,61,227)	
	v) Sale of Fixed Assets	-	83,78,560	
	vi) Interest Received	23,84,057	33,57,140	
	<b>Net flow from investment activities (Total b)</b>	<b>(1,99,22,672)</b>		<b>1,38,09,659</b>
<b>C</b>	<b>Cash flow from financial activities</b>			
	i) Repayment of Long Term Borrowings	1,00,66,859	9,56,724	
	ii) Proceeds from /(Repayment) of Short Term Borrow	61,90,149	(1,39,23,033)	
	iii) Interest paid / Financial Charges	(8,64,997)	(7,23,201)	
	<b>Net flow from financial activities (Total c)</b>	<b>1,53,92,011</b>		<b>(1,36,89,510)</b>
	<b>Net increase /(decrease) during the year (a+b+c)</b>	<b>(24,94,144)</b>		<b>40,90,554</b>
	Cash and Cash equivalent opening balance	3,81,43,853		3,40,53,299
	Cash and Cash equivalent closing balance	3,56,49,710		3,81,43,853
	<b>Cash &amp; Cash Equivalent Comprise off</b>			
	Cash On Hand	78,253		33,348
	Balance in Banks in current account	46,64,122		28,50,808
	Fixed deposit with Bank	2,97,45,216		3,39,28,390
	Interest accrued on the fixed deposits	11,62,119		13,31,307
		<b>3,56,49,710</b>		<b>3,81,43,853</b>
	<b>Note:</b> The cash flow statement have been prepared as per Indirect Method according to Accounting Standard - 3 Cash Flow Statement issued by the Institute Chartered Accountants of India.			
	As per our report of even date attached	For and on behalf of the Board of Director		
	For Gautam N Associates			
	Chartered Accountants			
	FRN 103117W	Sandeep Machhar	Vyankat W Katkar	
		Managing Director	Whole Time Director	
		DIN: 00251892	DIN: 00980778	
	Gautam Nandawat			
	Partner			
	M No 032742			
	Place : Chhatrapati Sambhajnagar	Anoop Shrotriya	Mahesh Dube	
	<b>Date: 8th July 2023</b>	Chief Financial Officer	Company Secretary	

# MACHHAR INDUSTRIES LIMITED

## Statement of Changes in Equity for financial year ended on 31st March, 2023

### A. Capital

Amount in Rs

Types of Capital	Balances at the beginning of the year at the reporting period	Changes in the equity shares during the year	Balance at the end of the reporting period
A. Equity Share Capital	74,08,660	-	74,08,660

### B. Other Equity

Amount in Rs

Particular	Reserves and Surplus		Other Comprehensive Income	Total
	Capital Reserve-Business Re-organisation	Retained Earning		
<b>Balances at the beginning of the year 01.04.2022</b>	<b>63,62,091</b>	<b>9,31,18,244</b>	<b>26,32,515</b>	<b>10,21,12,851</b>
Changes in the accounting policies or prior period errors	-	-	-	-
Restated balance at the beginning of the year on account of fair valuation	-	-	-	-
Profit for the year	-	36,21,560	10,23,722	46,45,282
Decrease in value of Land	-	-	-	-
Transfer from Retained Earnings	-	-	-	-
<b>Balance at the end of the year 31.03.2023</b>	<b>63,62,091</b>	<b>9,67,39,804</b>	<b>36,56,237</b>	<b>10,67,58,132</b>

### Statement of Changes in Equity for financial year ended on 31st March, 2022

#### A. Capital

Amount in Rs

Types of Capital	Balances at the beginning of the year at the reporting period	Changes in the equity shares during the year	Balance at the end of the reporting period
A. Equity Share Capital	74,08,660	-	74,08,660

#### B. Other Equity

Amount in Rs

Particular	Reserves and Surplus		Other Comprehensive Income	Total
	Capital Reserve-Business Re-organisation	Retained Earning		
<b>Balances at the beginning of the year 01.04.2021</b>	<b>63,62,091</b>	<b>8,94,96,973</b>	<b>19,14,183</b>	<b>9,77,73,247</b>
Deferred Tax Liability on account of fair value of assets	-	-	-	-
Restated balance at the beginning of the year on account of fair valuation	-	-	-	-
Profit for the year	-	89,35,721	7,18,332	96,54,053
Decrease in value of land	-	(53,14,450)	-	(53,14,450)
Depreciation on re-instated value	-	-	-	-
Transfer to Retained Earnings	-	-	-	-
<b>Balance at the end of the year 31.03.2022</b>	<b>63,62,091</b>	<b>9,31,18,244</b>	<b>26,32,515</b>	<b>10,21,12,851</b>

**For Gautam N Associates**  
Chartered Accountants  
FRN 103117W

For and on behalf of the Board of Director

**Gautam Nandawat**  
Partner  
M No 032742  
UDIN: 23032742BGSSMY5194

Sandeep Machhar  
Managing Director  
DIN: 00251892

Vyankat W Katkar  
Whole Time Director  
DIN: 00980778

**Place : Chhatrapati Sambhajnagar**  
**Date: 8th July 2023**

Anoop Shrotriya  
Chief Financial Officer

Mahesh Dube  
Company Secretary

NOTE NO. 3										(Amount in Rupees)	
Property, Plant & Equipments											
PARTICULARS	GROSS - BLOCK				DEPRECIATION / IMPAIRMENT				Net Block		
	As on 01-04-2022	Addition	Deletion/ Revaluation	As on 31-03-2023	As on 01-04-2022	for the year	Deletion	UP TO 31-03-2023	As on 31-03-2023	As on 31-03-2022	
<b>TANGIBLE ASSETS:</b>											
Lease Hold Land	3,21,61,000	-	-	3,21,61,000	22,15,047	4,40,562	-	26,55,609	2,95,05,391	2,99,45,953	
Factory Building	1,12,68,168	39,18,309	-	1,51,86,477	19,28,036	4,28,140	-	23,56,176	1,28,30,301	93,40,132	
Plant & Machineries	3,33,55,726	97,96,765	-	4,31,52,491	1,40,39,004	19,45,677	-	1,59,84,681	2,71,67,811	1,93,16,722	
Furniture & Fixture	3,39,754	6,04,537	-	9,44,292	2,85,713	43,000	-	3,28,713	6,15,579	54,042	
Lab Equipment's	-	62,49,705	-	62,49,705	-	2,70,681	-	2,70,681	59,79,024	-	
Office Equipment's	13,37,989	9,42,990	-	22,80,979	9,63,290	1,50,986	-	11,14,276	11,66,703	3,74,699	
Vehicles	89,80,742	-	-	89,80,742	54,81,226	3,73,154	-	58,54,380	31,26,362	34,99,516	
Computers	11,41,345	62,004	-	12,03,349	8,62,919	80,430	-	9,43,349	2,60,000	2,78,426	
<b>TOTAL ---&gt;</b>	<b>8,85,84,725</b>	<b>2,15,74,311</b>	<b>-</b>	<b>11,01,59,036</b>	<b>2,57,75,235</b>	<b>37,32,630</b>	<b>-</b>	<b>2,95,07,865</b>	<b>8,06,51,171</b>	<b>6,28,09,489</b>	
<b>Previous Year ---&gt;</b>	<b>10,39,46,249</b>	<b>15,72,966</b>	<b>1,69,34,492</b>	<b>8,85,84,723</b>	<b>2,54,10,519</b>	<b>46,59,040</b>	<b>42,94,323</b>	<b>2,57,75,236</b>	<b>6,28,09,487</b>	<b>-</b>	

Note: One vehicle is registered in the name of an employee of the Company.

**NOTE -- 4**

**CAPITAL WORK IN PROGRESS**

Amount in Rs.

PARTICULARS	As at 31/03/2023	As at 31/03/2022
Building	-	6,78,715
	-	<b>6,78,715</b>

**NOTE -- 5**

**FINANCIAL ASSETS - INVESTMENT**

Amount in Rs.

PARTICULARS	As at 31/03/2023	As at 31/03/2022
<b>Unsecured considered good</b>		
Investment in Equity Shares - Joint Venture (Un-Quoted, at cost) - 5000 shares of Rs. 10 each	50,000	50,000
	<b>50,000</b>	<b>50,000</b>

**NOTE -- 6**

**FINANCIAL ASSETS - OTHERS**

Amount in Rs.

PARTICULARS	As at 31/03/2023	As at 31/03/2022
<b>Unsecured considered good</b>		
Advances to Group Company	23,01,844	21,29,365
Advances to Joint Venture Company	30,36,342	30,36,342
	<b>53,38,186</b>	<b>51,65,707</b>

**NOTE -- 7**

**OTHER NON-CURRENT ASSETS**

Amount in Rs.

PARTICULARS	As at 31/03/2023	As at 31/03/2022
<b>Unsecured considered good</b>		
Security Deposits	11,86,269	10,47,397
	<b>11,86,269</b>	<b>10,47,397</b>

## NOTE -- 8

## INVENTORIES

Amount in Rs.

PARTICULARS	Amount in Rs.	
	As at 31/03/2023	As at 31/03/2022
Raw Materials	6,33,231	-
Stores and Spares & Biofuels	1,63,289	2,37,340
Packing Materials	5,74,002	5,33,765
Semi Finish Goods (WIP)	4,82,938	-
	<b>18,53,460</b>	<b>7,71,105</b>

## NOTE -- 9

## CURRENT INVESTMENTS

Amount in Rs.

PARTICULARS	Amount in Rs.	
	As at 31/03/2023	As at 31/03/2022
<b>Non – Trade (At Market value)</b>		
Investments in Equity Shares (Quoted)	56,14,096	42,29,668
	<b>56,14,096</b>	<b>42,29,668</b>

## NOTE -- 10

## TRADE RECEIVABLES

PARTICULARS	Amount in Rs.	
	As at 31/03/2023	As at 31/03/2022
<b>Unsecured; considered good</b>		
Due for a period exceeding six months	-	1,18,575
Others	84,32,122	1,74,20,967
	<b>84,32,122</b>	<b>1,75,39,542</b>

## 10.1. Trade Receivables ageing schedule as on 31/03/2023

Particulars	Outstanding for following periods from due date of payment					Total
	Less than 6 months	6 months to 1 year	1-2 years	2-3 years	more than 3 years	
i) Undisputed Trade receivables – considered good	84,32,122	-	-	-	-	84,32,122
ii) Undisputed Trade Receivables – which have significant increase in credit risk	-	-	-	-	-	-
iii) Undisputed Trade Receivables – credit impaired	-	-	-	-	-	-
iv) Disputed Trade Receivables–considered good	-	-	-	-	-	-
v) Disputed Trade Receivables – which have significant increase in credit risk	-	-	-	-	-	-
(vi) Disputed Trade Receivables – credit impaired	-	-	-	-	-	-
<b>Total</b>	<b>84,32,122</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>84,32,122</b>

## 10.2. Trade Receivables ageing schedule as on 31/03/2022

Particulars	Outstanding for following periods from due date of payment					Total
	Less than 6 months	6 months to 1 year	1-2 years	2-3 years	more than 3 years	
i) Undisputed Trade receivables – considered good	1,74,20,967	-	-	1,18,575	-	1,75,39,542
ii) Undisputed Trade Receivables – which have significant increase in credit risk	-	-	-	-	-	-
iii) Undisputed Trade Receivables – credit impaired	-	-	-	-	-	-
iv) Disputed Trade Receivables–considered good	-	-	-	-	-	-
v) Disputed Trade Receivables – which have significant increase in credit risk	-	-	-	-	-	-
(vi) Disputed Trade Receivables – credit impaired	-	-	-	-	-	-
<b>Total</b>	<b>1,74,20,967</b>	<b>-</b>	<b>-</b>	<b>1,18,575</b>	<b>-</b>	<b>1,75,39,542</b>

**NOTE -- 11****CASH AND CASH EQUIVALENTS**

Amount in Rs.

PARTICULARS	Amount in Rs.	
	As at 31/03/2023	As at 31/03/2022
Cash on Hand	78,253	33,348
Balance with Banks		
In Current Account	46,64,122	28,50,808
In Fixed Deposit Account	2,97,45,216	3,39,28,390
Interest accrued on the fixed deposits	11,62,119	13,31,307
01. FDRs amounting to Rs.28,93,674 (Previous year Rs.28,09,470) are earmarked for Bank Guarantee		
02. FDRs having maturity period beyond 12 months Rs.55,40,324 (Previous year Rs.23,53,350)		
	<b>3,56,49,710</b>	<b>3,81,43,853</b>

**NOTE -- 12****CURRENT TAX ASSETS (NET)**

Amount in Rs.

PARTICULARS	Amount in Rs.	
	As at 31/03/2023	As at 31/03/2022
Income Tax Refund receivable	31,50,234	30,87,440
	<b>31,50,234</b>	<b>30,87,440</b>

**NOTE -- 13****OTHER CURRENT ASSETS**

Amount in Rs.

PARTICULARS	Amount in Rs.	
	As at 31/03/2023	As at 31/03/2022
Balances with Government Department	44,12,132	31,96,739
Staff Advances	2,74,634	1,40,764
Receivable against Sale of Fixed Assets	-	8,40,000
Advance to suppliers	32,04,291	60,790
Prepaid expenses	11,56,172	7,86,778
	<b>90,47,228</b>	<b>50,25,071</b>

Amount in Rs.

PARTICULARS	Amount in Rs.	
	As at 31/03/2023	As at 31/03/2022
<b>NOTE -- 14</b>		
<b>SHARE CAPITAL</b>		
<b>Authorised</b>		
10,00,000 (Previous year 10,00,000) Equity Shares of Rs 10 Each	1,00,00,000	1,00,00,000
	<b>1,00,00,000</b>	<b>1,00,00,000</b>
<b>Issued, Subscribed &amp; Paid up</b>		
7,40,866 equity shares of Rs.10 each fully paid up	74,08,660	74,08,660
<b>Add:</b> Allotted during the year	-	-
	<b>74,08,660</b>	<b>74,08,660</b>

**01. Reconciliation of Equity shares**

Equity Shares	As per 31.03.2023		As per 31.03.2022	
	No. of Shares	Amount in Rs	No. of Shares	Amount in Rs
At the beginning of the year	7,40,866	74,08,660	7,40,866	74,08,660
Add: Issued during the year	-	-	-	-
Outstanding at the end of year	7,40,866	74,08,660	7,40,866	74,08,660

**02. The list of shareholders who holds the shares 5% or more**

Name of share holders	As per 31.03.2023		As per 31.03.2022	
	No. of Shares	%	No. of Shares	%
1) Sahyog Exhibitors Pvt Ltd.	65,572	8.85	65,572	8.85
2) Arvind Machhar	1,15,777	15.63	1,15,777	15.63

3) Equity shareholders are eligible for one vote per share held. They are eligible for dividend on the basis of their shareholding. In the case of liquidation, the equity shareholders are eligible to receive the remaining assets of the Company after distribution of all preferential amounts, if any, in proportion to their shareholding.

4) The company has not issued any bonus share during last five financial years.

## 5) Promoters Share holding

Sr. No	Promoter Name	Shares held by promoters at the end of the year		
		No. of Shares	% of Total Shares	% change during the year
1	Arvind Machhar	115777	15.6273	-
2	Sahyog Exhibitors (P) Ltd.	65572	8.8507	-
3	Sandeep Machhar	18730	2.5281	-
4	Ravi Machhar	18854	2.5449	0.4616
5	Nawneet Bhagwatiprasad Machhar	21948	2.9625	-
6	Anil Machhar	18340	2.4755	-
7	Prabha Machhar	8572	1.1570	-
8	Prema Ravi Machhar	7456	1.0064	-
9	Sunita Machhar	5177	0.6988	-
10	Krishna Gopal R. Machhar	5160	0.6965	-
11	Anil Polymers Pvt Ltd	5000	0.6749	-
12	Kiran Machhar	23686	3.1971	-
13	Suyog Machhar	4842	0.6536	-
14	Sharadarani B Machhar	4000	0.5399	-
15	Sheetal Machhar	3950	0.5332	-
16	Sunil B Machhar	12371	1.6698	-
17	Parvatidevi Krishnagopal Machhar	0	0.0000	(0.4616)
18	Dimpi Sandeep Machhar	2738	0.3696	-
19	K Ravi Kumar HUF	2475	0.3341	-
20	Sandeep Machhar HUF	1935	0.2612	-
21	Arpit Arvind Machhar	1175	0.1586	-
22	Arvind Machhar HUF	929	0.1254	-
23	Saraswati Devi Machhar	900	0.1215	-
24	Vinti Machhar	825	0.1114	-
25	Sunil B Machhar (Trustee Of SBM Trust)	813	0.1097	-
26	Anka Anil Machhar	737	0.0995	-
27	Kintu Sunil Machhar	737	0.0995	-
28	Ravi Machhar (Trustee Of RKM Trust)	735	0.0992	-
29	Sunil Machhar HUF	725	0.0979	-
30	Sunil Machhar (Trustee Of SBM Trust)	706	0.0953	-
31	Nishchint Machhar	587	0.0792	-
32	Parva Ravi Machhar	587	0.0792	-
33	Ankit Machhar	487	0.0657	-
34	Garve Nawneet Machhar	487	0.0657	-
35	Ravi Machhar HUF	435	0.0587	-
36	Utsav Ravi Machhar	422	0.0570	-
37	Anil Machhar HUF	325	0.0439	-
38	Utkarsh Machhar	4408	0.5950	-
39	Gopikishan Machhar	57	0.0077	-
40	Shyam Sunder Kamal Kishore Kabra HUF	44	0.0059	-
41	Parv Beneficial Trust	715	0.0965	-
42	Ankit Beneficial Trust	370	0.0499	-
43	Utkarsh Beneficial Trust	3280	0.4427	-
44	Suyog Beneficial Trust	3730	0.5035	-
45	Arpit Beneficial Trust	2900	0.3914	-
46	Garv Beneficial Trust	1740	0.2349	-
47	Anil Machhar (Trustee Of ABM Trust)	1222	0.1649	-
	<b>TOTAL</b>	<b>3,76,661</b>	<b>50.8406</b>	<b>-</b>

PARTICULARS	Amount in Rs.	
	As at 31/03/2023	As at 31/03/2022
<b>NOTE -- 15</b>		
<b>Others Equity</b>		
Business Re-organisation account	63,62,091	63,62,091
Statement of Profit & Loss	9,67,39,804	9,31,18,244
Other Comprehensive Income	36,56,237	26,32,515
	<b>10,67,58,132</b>	<b>10,21,12,851</b>

PARTICULARS	Amount in Rs.	
	As at 31/03/2023	As at 31/03/2022
<b>NOTE -- 16</b>		
<b>NON CURRENT BORROWINGS</b>		
<b>SECURED</b>		
Term Loan (Secured by way of hypothecation of vehicles)	6,99,438	10,42,954
Term Loan (Secured by way of hypothecation of current assets i.e. stock and book debts and movable fixed asset i.e. plant and machinery both present and future of the company. Further secured under CGTMSE scheme. The loan is personally guaranteed by two promoter-directors of the company)	1,04,10,376	-
	<b>1,11,09,813</b>	<b>10,42,954</b>

PARTICULARS	Amount in Rs.	
	As at 31/03/2023	As at 31/03/2022
<b>NOTE -- 17</b>		
<b>NON CURRENT PROVISIONS</b>		
Retirement Benefit Payable	41,80,275	32,79,902
Less : Contribution to LIC Gratuity Fund	(41,80,275)	(29,67,232)
	0	3,12,670
Compensated Abscesses (Non-Funded)	7,56,625	7,56,612
	<b>7,56,625</b>	<b>10,69,282</b>

PARTICULARS	Amount in Rs.	
	As at 31/03/2023	As at 31/03/2022
<b>NOTE -- 18</b>		
<b>DEFERRED TAX LIABILITY (NET)</b>		
<b>Deferred Tax Liability</b>		
Difference in WDV of Fixed Assets	40,40,227	42,60,048
	<b>40,40,227</b>	<b>42,60,048</b>
<b>Deferred tax assets</b>		
Expenses disallowed u/s 43B of the Income Tax Act	3,59,292	3,60,854
Retirement Benefit	2,469	3,35,723
	<b>3,61,761</b>	<b>6,96,577</b>
Deferred Tax (Assets) / Liability (Net)	<b>36,78,466</b>	<b>35,63,471</b>

PARTICULARS	Amount in Rs.	
	As at 31/03/2023	As at 31/03/2022
<b>NOTE -- 19</b>		
<b>CURRENT BORROWINGS</b>		
<b>SECURED</b>		
Overdraft from Banks (Secured by way of hypothecation of current assets i.e. stock and book debts and movable fixed asset i.e. plant and machinery both present and future of the company. Further secured under CGTMSE scheme. The loan is personally guaranteed by two promoter-directors of the company)	28,68,408	-
Current maturities of long terms debts	36,41,946	3,20,204
	<b>65,10,354</b>	<b>3,20,204</b>

Amount in Rs.		
PARTICULARS	As at 31/03/2023	As at 31/03/2022
<b>NOTE -- 20</b>		
<b>TRADE PAYABLES</b>		
- Dues Payable to MSME	1,17,000	1,17,000
- Dues Payable to Other than MSME	1,18,22,417	1,63,00,256
	<b>1,19,39,417</b>	<b>1,64,17,256</b>

**20.1.** The parties covered under the said Act have been identified based on the intimation regarding their status submitted to the company.

**20.2. Trade Payables ageing schedule as on 31/03/2023**

Particulars	Unbilled Dues	Outstanding for following periods from due date of				Total
		Less than 1 year	1-2 years	2-3 years	More than 3 years	
i) MSME	1,17,000	-	-	-	-	1,17,000.00
ii) Others	-	1,18,22,417	-	-	-	1,18,22,417
iii) Disputed dues- MSME	-	-	-	-	-	-
iv) Disputed dues - Others	-	-	-	-	-	-
<b>Total</b>	<b>1,17,000</b>	<b>1,18,22,417</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>1,19,39,417</b>

**20.3. Trade Payables ageing schedule as on 31/03/2022**

Particulars	Unbilled Dues	Outstanding for following periods from due date of				Total
		Less than 1 year	1-2 years	2-3 years	More than 3 years	
i) MSME	1,17,000	-	-	-	-	1,17,000.00
ii) Others	-	1,63,00,256	-	-	-	1,63,00,256
iii) Disputed dues- MSME	-	-	-	-	-	-
iv) Disputed dues - Others	-	-	-	-	-	-
<b>Total</b>	<b>1,17,000</b>	<b>1,63,00,256</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>1,64,17,256</b>

Amount in Rs.		
PARTICULARS	As at 31/03/2023	As at 31/03/2022
<b>NOTE -- 21</b>		
<b>OTHER CURRENT LIABILITIES</b>		
Payable to Employees	19,20,889	17,36,301
Statutory Liabilities	6,06,655	5,65,291
Others	32,561	-
	<b>25,60,105</b>	<b>23,01,591</b>

Amount in Rs.		
PARTICULARS	As at 31/03/2023	As at 31/03/2022
<b>NOTE -- 22</b>		
<b>CURRENT PROVISIONS</b>		
Retirement Benefit (Non-Funded)	9,811	8,94,100
Compensated Abscesses (Non-Funded)	2,41,091	1,63,164
	<b>2,50,902</b>	<b>10,57,264</b>

Amount in Rs.		
PARTICULARS	As at 31/03/2023	As at 31/03/2022
<b>NOTE -- 23</b>		
<b>CURRENT TAX LIABILITES (NET)</b>		
Income tax (net of TDS of Rs. 15,30,413)	-	32,54,454
	<b>-</b>	<b>32,54,454</b>

PARTICULARS	Amount in Rs.	
	For the year ended on March 31, 2023	For the year ended on March 31, 2022
<b>NOTE -- 24</b>		
<b>INCOME FROM OPERATIONS</b>		
<b>Sales of Goods</b>		
Sale of Adblue (Diesel Exhaust Fluid)	60,12,672	-
	<b>60,12,672</b>	-
<b>Sales of Services</b>		
Processing Charges	6,27,27,490	6,52,56,279
Transportation Receipts	10,27,82,154	9,62,57,260
	<b>16,55,09,644</b>	<b>16,15,13,538</b>
	<b>17,15,22,317</b>	<b>16,15,13,538</b>

PARTICULARS	Amount in Rs.	
	For the year ended on March 31, 2023	For the year ended on March 31, 2022
<b>NOTE -- 25</b>		
<b>OTHER INCOME</b>		
Interest on Bank Deposits / Others	23,84,057	33,57,140
Profit on Sale of Mutual Fund Units	-	8,60,508
Profit on Sale of Equity Shares	-	7,54,792
Dividend Received	1,45,774	3,72,803
Profit on Sale of Assets	-	56,57,749
Sundry Balances written back	45,559	1,23,364
Security Guard Escorting	-	20,200
	<b>25,75,390</b>	<b>1,11,46,556</b>

PARTICULARS	Amount in Rs.	
	For the year ended on March 31, 2023	For the year ended on March 31, 2022
<b>NOTE -- 26</b>		
<b>RAW MATERIAL CONSUMPTION (UREA)</b>		
Opening Stock	-	-
Add: Purchase	42,28,415.00	-
Less: Closing Stock	(6,33,230.75)	-
Consumption	<b>35,95,184.25</b>	-

PARTICULARS	Amount in Rs.	
	For the year ended on March 31, 2023	For the year ended on March 31, 2022
<b>NOTE -- 27</b>		
<b>CHANGES IN INVENTORIES</b>		
Opening Inventory - Work in Progress	-	-
Closing Inventory - Work in Progress	(4,82,938.21)	-
	<b>(4,82,938.21)</b>	-

PARTICULARS	Amount in Rs.	
	For the year ended on March 31, 2023	For the year ended on March 31, 2022
<b>NOTE -- 28</b>		
<b>EMPLOYEES BENEFITS EXPENSES</b>		
Salaries and Wages	72,48,528	72,13,138
Remuneration to Directors	80,56,469	76,23,000
Contract Labour Charges	31,59,076	29,43,125
Retirement Benefits	16,084	7,18,332
Compensated Absences	2,29,840	1,36,796
Bonus	4,12,386	3,82,620
Contribution to PF & Pension Fund	6,09,570	6,26,749
Workmen & Staff Welfare Expenses	3,55,612	1,21,255
	<b>2,00,87,565</b>	<b>1,97,65,015</b>

PARTICULARS	Amount in Rs.	
	For the year ended on March 31, 2023	For the year ended on March 31, 2022
<b>NOTE -- 29</b>		
<b>FINANCE COSTS</b>		
Interest to Bank- Working Capital Loan	1,71,181	6,44,547
Interest to Bank - Term Loan	6,89,496	75,214
Interest to others	4,320	3,439
	<b>8,64,997</b>	<b>7,23,200</b>

PARTICULARS	Amount in Rs.	
	For the year ended on March 31, 2023	For the year ended on March 31, 2022
<b>NOTE -- 30</b>		
<b>OTHER EXPENSES</b>		
<b>A. MANUFACTURING EXPENSES</b>		
Stores & Spares consumed	13,40,379	11,06,095
Packing Material consumed	85,20,466	77,99,997
Power & Fuel consumed	1,15,19,556	92,52,969
Water Charges	1,73,595	1,50,332
Repairs to Machinery	6,54,469	7,11,436
Tanker Running & Maintenance Exp	15,02,345	15,17,558
Transportation Expenses	9,76,33,644	8,74,45,744
Security Expenses	6,60,000	5,54,400
	<b>12,20,04,454</b>	<b>10,85,38,531</b>
<b>B. ADMINISTRATIVE EXPENSES</b>		
Rates & Taxes	2,50,756	10,32,935
Rent	8,29,438	5,16,388
Insurance	12,83,523	18,60,002
Payment to Statutory Auditors		
Statutory Audit Fee	1,00,000	1,00,000
Tax Audit Fee	30,000	30,000
Postage	29,243	50,778
Telephone Charges	2,37,757	1,97,490
Printing & Stationery	1,21,814	79,174
Vehicles running and maintenance	12,04,200	10,79,820
Legal & Professional Charges	9,62,091	4,60,283
Travelling Expenses	19,79,124	16,16,428
Bank Charges	51,953	6,961
Office & Miscellaneous Expenses	5,00,309	4,91,505
Excess Interest Income reversed	13,25,705	-
Loss on Sale of Equity Share	-	9,48,220
Sundry Balances Written Off	1,21,099	46,14,658
Repair to other Assets	99,241	1,17,375
Donation	1,00,000	69,000
	<b>92,26,253</b>	<b>1,32,71,018</b>
<b>C. SELLING AND DISTRIBUTION EXPENSES</b>		
Loading & Unloading Expenses	66,23,122	97,15,398
Business Promotion Expenses	2,85,559	42,000
Security Guard & Escorting Expenses	36,68,896	33,11,900
	<b>1,05,77,577</b>	<b>1,30,69,298</b>
	<b>14,18,08,284</b>	<b>13,48,78,847</b>

### **31 Fair Value Measurement**

The management assessed that the fair values of short term financial assets and liabilities significantly approximate their carrying amounts largely due to the short term maturities of these instruments. The fair value of financial assets and liabilities is included at the amount at which the instrument could be exchanged in a current transaction among willing parties, other than in a forced or liquidation sale

The Company determines fair values of financial assets and financial liabilities by discounting contractual cash inflows/ outflows using prevailing interest rates of financial instruments with similar terms. The fair value of investment is determined using quoted net assets value from the fund. Further, the subsequent measurement of all financial assets and liabilities (other than investment in mutual funds) is at amortized cost, using the effective interest method.

#### **Discount rates used in determining fair value**

The interest rate used to discount estimated future cash flows, where applicable, are based on the incremental borrowing rate of the borrower which in case of financial liabilities is the weighted average cost of borrowing of the Company and in case of financial assets is the average market rate of similar credits rated instrument.

The Company maintains policies and procedures to value financial assets or financial liabilities using the best and most relevant data available. In addition, the Company internally reviews valuation, including independent price validation for certain instruments.

Fair value of financial assets and liabilities is the amount that would be received to sell an asset or paid to transfer a liability in an orderly transaction between market participants at the measurement date, regardless of whether that price is directly observable or estimated using another valuation technique.

The following methods and assumptions were used to estimate fair value:-

- a) Fair value of short term financial assets and liabilities significantly approximate their carrying amounts largely due to the short term maturities of these instruments.
- b) The fair value of the Company's interest borrowing received are determined using discount rate reflects the entity's borrowing rate as at the end of the reporting period. The own non performance risk as at the end of reporting period was assessed to be insignificant.

#### **Fair value hierarchy**

All financial instruments for which fair value is recognized or disclosed are categorized within the *fair* value hierarchy described as follows, based on the lowest level input that is significant to the fair value measurement as a whole.

Level -1

Quoted (unadjusted) price is active market for identical assets or liabilities

Level 2:

Valuation technique for which the lowest level input that has a significant effect on the fair value measurement are observed, either directly or indirectly.

Level 3

Valuation technique for which the lowest level input has a significant effect on the fair value measurement is not based on observation market data.

### **32 Financial Instruments and Risk Review**

#### **i) Capital Management**

The Company's capital management objectives are:-

The Board policy is to maintain a strong capital base so as to maintain inventor, creditors and market confidence and to future development of the business. The Board of Directors monitors return on capital employed.

The Company manages capital risk by maintaining sound/optimal capital structure through monitoring of financial ratios, such as debt-to-equity ratio and net borrowings-to-equity ratio on a monthly basis and implements capital structure improvement plan when necessary.

The Company uses debt ratio as a capital management index and calculates the ratio as Net debt divided by total equity. Net debt and total equity are based on the amounts stated in the financial statements.

Debt-to-equity ratio is as follows

Particular	As at 31st March 2023	As at 1st April 2022
Net Debts (A) *	(1,24,15,447)	(3,25,51,026)
Equity (B)**	11,41,66,792	10,95,21,511
Debt Ratio (A/B) %	(10.87)	(29.72)

\* Net Debts includes Non-Current borrowings, Current borrowings, Current Maturities of non current borrowing net off Current Investment and cash and cash equivalent

\*\* Equity includes equity and others equity.

## ii) Credit Risk

Credit risk is the risk of financial loss arising from counter-party failure to repay or service debt according to contractual terms or obligations. Credit risk encompasses both, the direct risk of default and the risk of deterioration of credit worthiness as well as concentration of risks. Credit risk is controlled by analyzing credit limit and creditworthiness of customers on a continuous basis to whom the credit has been granted offer necessary approvals for credit.

Financial instruments that are subject to concentration of credit risk principally consists of trade receivable investments, derivative financial instruments and other financial assets. None of the financial instruments of the Company results in material concentration of credit risk

## Exposure to credit risk

The carrying amount of financial assets represents the maximum credit exposure. The maximum exposure to credit risk is as under, being the total of the carrying amount of balances with trade receivables.

As on	Amount in Rs
31st March, 2023	84,32,122
31st March, 2022	1,75,39,542

## Trade receivables

Ind AS requires expected credit losses to be measured through a loss allowance. The Company assesses at each date of financial statement whether a financial asset or group of financial assets is impaired. The Company recognizes lifetime expected losses for all contract assets and / or all trade receivables that do not constitute a financing transaction. For all other financial assets, expected credit losses are measured at an amount equal to 12 months expected credit losses or at an amount equal to the life time expected credit losses, if the credit risk on the financial asset has increased significantly since initial recognition

Before accenting any new customer, the Company uses an external/internal credit scoring system to asses potential customer's credit quality and defines credit limits by customer. Limits and scoring attributed to customer are reviewed periodic basis

## iii) Liquidity Risk

### a) Liquidity risk management

Liquidity risk refers to the risk that the Company cannot meet its financial obligations. The objective of liquidity risk management is to maintain sufficient liquidity and ensure that funds are available for use as per requirements. The Company manages liquidity risk by maintaining adequate reserves, banking facilities and reserve borrowing facilities, by continuously monitoring forecast and actual cash flows, and by matching the maturity profiles of financial assets and liabilities.

**b) Maturities of financial liabilities**

The following tables detail the remaining contractual maturities for its financial liabilities with agreed repayment period. The amount disclosed in the tables have been draw up based on the undiscounted cash flow of financial liabilities based on the earliest date on which the Company can be required to pay. The table includes both interest and principal cash flows.

Particular	31st March 2023		1st April 2022	
	Less than 1 year	1-3 Year	1-3 Year	Less than 1 year
<b>Financial Liabilities</b>				
Trade Payables	-	-	-	-
Working capital demand Loan	28,68,408	-	-	-
Loan/Term Loan (at variable rate)	36,41,946	1,11,09,813	3,20,204	10,42,954
<b>Total</b>	<b>65,10,354</b>	<b>1,11,09,813</b>	<b>3,20,204</b>	<b>10,42,954</b>

**c) Maturities of financial Assets**

The details of the Company's financial assets are given. All the assets are taken on the undiscounted contractual maturities of the financial assets including interest that will be earned such assets.

**iv) Market Risk**

Market risk is risk that the fair value or future cash flows of a financial instrument will fluctuate because of changes in the market prices. Such changes in the value of financial instruments may result from changes in the foreign currency exchange rate, interest rate, credit, liquidity and other market changes.

**33 The company is contingently liable for:-**

i) Fiscal liabilities that may arise on account of non- observance of provisions of various fiscal statutes, Companies Act and other related laws and interest chargeable on demands raised and not paid, if any. Amount unascertainable.

ii) The Bank guarantee issued amounting to Rs 23,01,118 (Previous year Rs 23,01,118).

34 Hon'ble High Court of MP, Jabalpur in the matter of W.P. Number 33 of 2000 vide its order dated 03/12/2014 had ordered Northern Coalfields Limited (NCL) to pay the dues to the Company for the supply of bulk explosives for the period 01/04/1998 to 19/04/1999. As the assets and liabilities of chemical division of erstwhile Anil Chemical and Industries Limited now belong to Machhar Industries Limited, The company was to receive Rs.60,00,404/- from Northern Coalfields Limited. Out of the said amount Rs.8,85,202/- has been received on 13.03.2018 and same has been accounted for in financial year 2017-18. However, for the balance payment, Northern Coalfields Limited has not agreed to release the same on the plea that the dues are pertaining to the erstwhile company. Against that, the company filed a writ petition No. 11121 of 2018 before Hon'ble High Court of MP at Jabalpur for recovering the said amount. The said petition has since been disposed of by stating that company should approach NCL and satisfy them about releasing the dues. The company filed a detailed representation before NCL however NCL has again denied claim, hence the company again approached to the Madhya Pradesh Hon'ble High Court, bench at Jabalpur vide petition number 21720 of 2019 for recovery of money, which is pending.

35 The accounts of certain trade receivable, trade payable, Loans and Advances including certain debit balances are subject to confirmations and reconciliations, if any. The difference as may be noticed on reconciliation will be duly accounted for on completion thereof. In the opinion of the management, the ultimate difference will not be material.

**36 SEGMENT REPORTING:**

Broadly by all criteria, the activities of the company fall in the segments as detailed below.

Criteria	Segment
Product base for operating revenue and assets	1. Explosives
	2. Transportation
	3. Adblue (DEF)
Geographical Area of Operation	Domestic market / overseas market

<b>A. Primary Segment: Business segment</b>									
Rs in Lakhs									
		For the Financial Year ended on 31.03.2023				For the Financial Year ended on 31.03.2022			
Sr NO	Particulars	Explosive Division amt in lacs	Transportation division amt in lacs	Adblue (DEF) Division amt in lacs	Total Amt in Rs	Explosive Division amt in lacs	Transportation division amt in lacs	Adblue (DEF) Division amt in lacs	Total Amt in Rs
	<b>Revenue</b>								
A	Sales & Other Income	627.06	1,027.82	60.34	1,715.22	652.15	962.57	-	1,614.72
B	Profit/(Loss) Before Dep and Interest	42.66	35.91	12.33	90.90	16.14	73.21	-	89.36
C	Interest Expenses	0.93	-	7.72	8.65	6.48	0.75	-	7.23
D	Depreciation & Impairment	24.57	6.79	5.96	37.33	32.58	14.01	-	46.59
<b>F</b>	<b>Net Profit/Loss</b>	<b>17.16</b>	<b>29.12</b>	<b>(1.36)</b>	<b>44.92</b>	<b>(22.92)</b>	<b>58.45</b>	<b>-</b>	<b>35.53</b>
	<b>Other Information</b>								
G	Segmental Assets (Including Current & non-current assets)	870.33	105.88	533.52	1,509.72	1,279.60	105.88	-	1,385.48
H	Less Depreciation & Impairment	217.61	71.51	5.96	295.08	193.03	64.72	-	257.75
<b>I</b>	<b>Net Assets</b>	<b>652.73</b>	<b>34.37</b>	<b>527.55</b>	<b>1,214.65</b>	<b>1,086.57</b>	<b>41.16</b>	<b>-</b>	<b>1,127.73</b>
J	Segmental Liabilities	198.74	-	169.32	368.06	290.26	-	-	423.67
	<b>B. Secondary Segment: Geographic Segment</b>								
	The geographic segment identified, as secondary segment are "Domestic Market".								
	<b>PARTICULARS</b>	<b>Explosive Div.</b>	<b>Transport. Div</b>	<b>Adblue (DEF) Div.</b>	<b>TOTAL</b>	<b>Explosive Div.</b>	<b>Transport. Div</b>	<b>TOTAL</b>	
A	DOMESTIC	627.06	1,027.82	60.13	1,715.01	652.15	962.57	-	1,614.72
	<b>TOTAL</b>	<b>627.06</b>	<b>1,027.82</b>	<b>60.13</b>	<b>1,715.01</b>	<b>652.15</b>	<b>962.57</b>	<b>-</b>	<b>1,614.72</b>

## 37 Director Remuneration

Amount in ₹

Particulars	Managing Director	
	Current Year	Previous Year
i. Salary	57,54,000	57,54,000
ii. Perquisites	57,000	57,000
iii. Contribution to Provident Fund	2,52,000	2,52,000
<b>TOTAL</b>	<b>60,63,000</b>	<b>60,63,000</b>

Particulars	Whole Time Director	
	Current Year	Previous Year
i. Salary	18,84,000	15,60,000
ii. Perquisites	0	0
iii. Contribution to Provident Fund	0	0
vi. Leave Encashment	1,09,469	0
<b>TOTAL</b>	<b>19,93,469</b>	<b>15,60,000</b>

Gratuity and leave encashment have been valued based upon the actuarial valuation for all the employees as such, the bifurcation for directors and others is not available; hence, the same is not provided.

## 38 Related parties disclosure as per Ind-AS 24:

- a) List of related parties
1. Associates & Joint Venture:-
    - Nirvan Nutra Private Limited
    - Apt Packaging Limited
    - Apt Garments Private Limited
  2. Relative of Director:-
    - Dimpi Machhar, Manager Administrative
    - Utkarsh Machhar, CEO, Adblue Division
  3. Key Management Personnel:-
    - Sandeep Machhar, Managing Director
    - Vyankat Waman Katkar, Whole Time Director
    - Anoop Shrotriya, Chief Financial Officer
    - Mahesh Dube, Company Secretary

b) Transactions carried out with related parties as referred to in (a) above, in the ordinary course of the business:

Name of party	Nature of Transaction	Amount in ₹	Amount in ₹
		2022-2023	2021-2022
Dimpi Machhar	Salary	13,55,200	13,55,200
Utkarsh Machhar	Salary	14,79,480	14,15,480
Sandeep Machhar	Salary	60,63,000	60,63,000
Vyankat Waman Katkar	Salary	19,93,469	15,60,000
Anoop Shrotriya	Salary	7,59,666	7,44,438
Mahesh Dube	Salary	3,07,273	3,07,273
Apt Packaging Limited	Interest Receipts	1,72,479	1,77,258
Apt Garments Private Limited	Sale of Goods	7,79,226	-

a) Outstanding with the related parties

Name of party	Outstanding as on	Outstanding as on
	31 <sup>st</sup> March 2023	31 <sup>st</sup> March 2022
Apt Packaging Limited	Rs. 23,01,844 Dr	Rs. 21,29,365 Dr
Apt Garments Private Limited	Rs. 6,68,212 Dr	0
Nirvan Nutra Pvt. Ltd.	Rs. 30,36,342 Dr	Rs. 30,36,342 Dr

38.1. Related party relationship is as identified by the Company and relied upon by the Auditors.

38.2. No amounts in respect of related parties have been written off during the year. Also, no accounts have been provided for as doubtful debts.

### 39 EMPLOYEE BENEFITS

The company has classified the various benefits provided to employees as under

#### Defined Contribution Plans : Provident Fund

During the year, the Company has recognized the following amounts in the Profit & Loss Account

Particulars	Current Year	Previous Year
Employers Contribution to Provident Fund	6,07,932	6,23,857
Employers Contribution to Staff Welfare Fund	1,638	2,892

#### Defined Benefit Plans

The company has contributed to Scheme framed by the Insurance Company for the defined benefit plans for the qualifying employees. The present value of the defined benefit obligation and the related current service cost were measured using the Projected Unit credit method with actuarial valuations being carried out at each balance sheet date.

In accordance with accounting Standard 15, actuarial valuation was done in respect of the aforesaid defined benefit plan of gratuity based on the following assumptions: -

Particulars	Current Year	Previous Year
Discount Rate	7.48%	7.27%
Salary escalation rate	10.00%	10.00%
Expected rate of return on Plan Assets	7.48%	7.27%
Expected average remaining service of employee in the number of years	-	-

Disclosures for defined benefit plans based on Actuarial Reports as at 31st March 2022

#### a) Change in Present Value of Defined Benefit Obligation

Particulars	Current Year	Previous Year
Present value of obligations at the beginning of the year	41,74,002	58,82,666
Current Service Cost	2,50,561	3,23,800
Interest Cost	3,03,450	4,01,198
Actuarial (Gains)/Losses on Obligations - Due to Change in Demographic Assumptions	-	(2,469)
Actuarial (Gain) / Loss due to change in Financial Assumptions	(72,035)	(1,71,443)
Actuarial (Gain) / Loss due to Experiences	(4,65,892)	(6,29,596)
Benefit paid	-	-
Benefit paid from the Fund	-	(16,30,154)
Past Service Cost	-	-
<b>Present value of obligations at the end of the year</b>	<b>41,90,086</b>	<b>41,74,002</b>

**b) Change in Fair value of plan assets**

Particular	Current Year	Previous Year
Fair Value of plan assets at the beginning of the year	29,67,232	43,83,600
Expected return on plan assets	2,15,718	2,98,962
Employer's contributions	9,97,113	-
Return on Plan Assets excluding interest income	212	(85,176)
Benefit paid from the Fund	-	(16,30,154)
<b>Fair value of plan assets at the end of the year</b>	<b>41,80,275</b>	<b>29,67,232</b>

**c) Percentage of each category of plan assets to total fair value of plan assets as at 31st March 2023**

Particulars	Current Year	Previous Year
Administered by Life Insurance Corporation of India	100	100

**d) Reconciliation of the present value of defined benefit obligations and the fair value of plan assets**

Particulars	Current Year	Previous Year
Present value of funded obligations as at the end of the year	41,90,086	41,74,002
Fair value of plan assets as at the end of the year	41,80,275	29,67,232
Funded (Assets)/liability recognized in the Balance Sheet as at the end of the year	9,811	12,06,770
Present value of unfunded (assets) / obligations as at the end of the year	9,811	12,06,770
Unrecognized past service cost	-	-
Unrecognized actuarial (gain)/loss	-	-
<b>Unfunded net (Assets)/liability recognized in the Balance Sheet as at the end of the year</b>	<b>9,811</b>	<b>12,06,770</b>

**e) Net employee benefit expense (Recognized in employment cost) for the year ended on 31st March 2023**

Particulars	Current Year	Previous Year
Current Service Cost	2,50,561	3,23,800
Interest Cost	3,03,450	4,01,198
Actual return on plan assets (Net)	(2,15,930)	(2,15,930)
Net Actuarial (Gain) / Loss recognized in the year	(5,37,927)	(8,01,039)
Past Service cost	-	-
<b>Net (Income) / Expense</b>	<b>(1,99,846)</b>	<b>(2,91,971)</b>

**f) Detail of Present value of obligation, Plan Assets and Experience Adjustments**

Particulars	Current Year	Previous Year
Present value of obligation	41,90,086	41,74,002
Fair value of plan assets	41,80,275	29,67,232
(Surplus) / Deficit	9,811	12,06,770
Experience Adjustment	-	-
(Gain)/ Loss on plan liabilities	-	-
(Gain)/ Loss on plan assets	-	-

**g) Amount recognized in Other Comprehensive Income (OCI)**

**g) Amount recognised in Other Comprehensive Income (OCI)**

Particulars	Current Year	Previous Year
Amount recognized in OCI, Beginning of Period	-	--
<b>Remeasurements due to :</b>		
<i>Effect of Change in financial assumptions [C]</i>	-	-
<i>Effect of Change in demographic assumptions [D]</i>	-	-
<i>Effect of experience adjustments [E]</i>	(5,37,927)	(8,01,039)
Actuarial (Gains)/Losses ( C+ D +E )	(5,37,927)	(8,01,039)
Return on plan assets (excluding interest)	(212)	85,176
Total remeasurements recognized in OCI	-	-
Amount recognized in OCI, End of Period	-	-

**h) Expected contributions to Gratuity Fund next year Rs.5,00,000/- (Previous Year Rs.10,00,000/- )**

The liability for leave encashment and compensated absences as at year end is Rs.9,99,776 (Previous year liability Rs.9,17,776)

**40 Earnings Per Share**

The net profit (loss) for the purpose of measurement of basic and diluted earnings per share in terms of Indian Accounting Standard - 33 on Earnings Per Share has been calculated as under:

Particulars	Current Year	Previous Year
	₹	₹
Profit / (Loss) available for equity share holders	50,04,968	96,54,053
Weighted average number of Equity Shares of Rs.10 Each	7,40,866	7,40,866
Earning per share	6.76	13.03
Diluted Earning per share	6.76	13.03

**41 Value of raw material, stores & spares consumed during the year:**

	As at 31/03/2023	%	As at	%
	Amount in ₹		31/03/2022	
<b>I). RAW MATERIAL</b>				
Imported	NIL	NIL	NIL	NIL
Indigenous	35,95,184	100	NIL	NIL
<b>II. STORES AND SPARES</b>				
Imported	NIL	NIL	NIL	NIL
Indigenous	13,40,379	100	11,06,095	100

**42 Income/expenditure in foreign currency**

PARTICULARS	As at	As at
	31/03/2023	31/03/2022
	Amount in ₹	Amount in ₹
i) Earning in foreign exchange	NIL	NIL
ii) CIF value of Imports of Material	NIL	NIL
iii) Expenditure in foreign currency traveling.	NIL	NIL
iv) Capital equipment's	NIL	NIL

43 Outstanding dues to Micro and Small Enterprises:

Particulars	Year Ended on 31/03/2023	Year Ended on 31/03/2022
Principal amount due to suppliers registered under the MSMED Act and remaining unpaid as at year end	NIL	NIL
Interest due to suppliers registered under the MSMED Act and remaining unpaid as at year end	NIL	NIL
Principal amounts paid to suppliers registered under the MSMED Act, beyond the appointed day during the year	NIL	NIL
Interest paid, other than under Section 16 of MSMED Act, to suppliers registered under the MSMED Act, beyond the appointed day during the year	NIL	NIL
Interest paid, under Section 16 of MSMED Act, to suppliers registered under the MSMED Act, beyond the appointed day during the year	NIL	NIL
Interest due and payable towards suppliers registered under MSMED Act, for payment already made	NIL	NIL
Further interest remaining due and payable for earlier years	NIL	NIL

**Note:-** This information has been given in respect of such vendors to the extent they could be identified as Micro and Small enterprises on the basis of information available with the Company.

44 Details related to Investments made, Loans and Advances given and security provided as per section 186 of the Companies Act 2013.

Name of the Party	Resolution Passed on	Limit prescribed in resolution	Loan granted during the year	Amount in ₹	
				Amount outstanding as on 31st March, 2023	Maximum outstanding during the year
<b>Loans and Advances</b>	14-02-2019	1,00,00,000			
Apt Packaing Limited			-	23,01,844	23,01,844
Nirvan Nutra Pvt Ltd			-	30,36,342	30,36,342

45 The company has used the borrowings from banks for the purpose for which it was taken.

46 **Details of Benami Property held** - No proceeding has been initiated or pending against the company for holding any benami property under the Benami Transactions (Prohibition) Act, 1988 (45 of 1988) and the rules made thereunder.

47 The Company has made borrowings from banks on the basis of security of current assets and statements of current assets filed by the Company with banks are generally in agreement with the books of accounts and no major difference is found.

48 **Wilful Defaulter** - The company is not declared wilful defaulter by any bank or financial Institution or other lender during the year.

49 **Relationship with Struck off Companies** - During the year, the company has not carried out any transactions with companies struck off under section 248 of the Companies Act, 2013 or section 560 of Companies Act, 1956,

50 **Registration of charges or satisfaction with Registrar of Companies** - During the year, the company has registered charge on the assets of the Company with the Registrar of Companies within the prescribed time line. Company is not required to satisfied charges on the assets of the company.

51 **Utilisation of Borrowed funds and share premium:** The company has not advanced or loaned or invested funds (either borrowed funds or share premium or any other sources or kind of funds) to any other person(s) or entity(ies), including foreign entities (Intermediaries) with the understanding (whether recorded in writing or otherwise) that the Intermediary shall (i) 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 (ii) provide any guarantee, security or the like to or on behalf of the Ultimate Beneficiaries

52 **Undisclosed income** - There is no case of search or survey of any other cases related to income surrendered or disclosed in any tax assessments under the Income Tax Act, 1961.

53 The company has not invested in Crypto Currency or Virtual Currency, hence related details are not provided.

54 Various Ratios

Name of Ratio	Numerator	Denominator	Current Year	Previous Year	Variation in %	Reasons for variation
			Ratio			
Current Ratio (Times)	Current Assets	Current Liabilities	3.00	2.95	1.77	No explanation required.
Debt-Equity Ratio (Times)	Debts (Long and Short Term)	Equity and Others Equity	0.15	0.01	1,140.00	Term loan taken from bank for new business activities during the year.
Debts Service Ratio (Times)	Profit before Interest and Tax	Term Liabilities	0.74	13.58	-94.55	Term loan taken from bank for new business activities during the year..
Return on Equity Ratio (%)	Profit After Tax	Equity Capital	68%	130%	-48.16	Due to low margin in explosives busniess and also loss in adblue (DEF) business.
Inventory Turnover Ratio (Days)	Inventories	Turnover	4	2	100.00	New business activities namely Adblue started during the year.
Trade Receivables Turnover Ratio, (Days)	Trade Receivable	Turnover	18	40	-54.73	New business activities namely Adblue started during the year.
Trade Payables Turnover Ratio, (Days)	Trade Payable	Turnover	25	37	-31.52	New business activities namely Adblue started during the year.
Net Capital Turnover Ratio (times)	Net Working Capital	Turnover	24.77%	28.14%	-11.97	No explanation required.
Net Profit Ratio (%)	Net Profit after tax	Turnover	2.92%	5.98%	-51.18	Due to low margin in explosives busniess and also loss in adblue (DEF) business.
Return on Capital Employed (%)	Net Profit after tax	Capital Employed	4.38%	8.81%	-50.27	
Return on Investment (%)	Net Profit after tax	Investment	4.38%	8.81%	-50.27	

55 Previous year figures have been regrouped, rearranged and re-casted wherever necessary. Figure in brackets relate to previous year.

As per our report of even date attached  
For Gautam N Associates  
Chartered Accountants  
FRN 103117W

Gautam Nandawat  
Partner  
M No 032742

Place : Chhatrapati Sambhajnagar  
Date: 8th July, 2023

For and on behalf of the Board of Director

Sandeep Machhar  
Managing Director  
DIN: 00251892

Vyankat W Katkar  
Whole Time Director  
DIN: 00980778

Anoop Shrotriya  
Chief Financial Officer

Mahesh Dube  
Company Secretary