



1MARUDHAR INDUSTRIES LIMITED



MARUDHAR

ANNUAL REPORT

2021-22



CORPORATE INFORMATION:

Management Team:

Mr. Nareshkumar S. Jain
Mr. Bhaveshkumar S. Jain
Mr. Narendra Navalakha
Ms. Darsha Kikani
Ms. Poojan Arun Bhandari
Mr. Pareshkumar P. Prajapati
Mr. Aziz H. Gohil

Managing Director
Whole Time Director
Independent Director
Independent Director
Non-Executive Director
Chief Financial Officer
Company Secretary & Compliance Officer

Statutory Auditors:

M/s. Hitesh Prakash Shah & Co.
Chartered Accountants
B-31, Ghanta Karna Market,
Nr. New Cloth Market,
Sarangpur, Ahmedabad-380 002

Bankers:

HDFC Bank Ltd,
Maninagar Branch

Registrar & Share Transfer Agent:

Link Intime India Private Limited
C-101, 247 Park,
L B S Marg, Vikhroli West,
Mumbai-400 083
Phone: 022 49186000

Registered Office:

610-611, GIDC, Phase IV,
Vatva Industrial Estate,
Vatva, Ahmedabad-382 445
Phone: 079 25890768/25895172



NOTICE OF ANNUAL GENERAL MEETING:

NOTICE is hereby given that the **39th Annual General Meeting of Marudhar Industries Limited** will be held on **Friday, 30th day of September, 2022** at the registered office of the Company Situated at 610-611, G.I.D.C. Phase IV, Vatva Industrial Estate, Vatva, Ahmedabad - 382 445 at 12:00 noon to transact the Following Business:

ORDINARY BUSINESS:

1. To receive, consider, approve and adopt the Standalone and consolidated Balance Sheet for the year ended on 31st March, 2022 and the Statement of Profit & Loss Account as on the said date together with the Auditors and Directors' Report there on.
2. To consider and if thought fit to pass with or without modification(s) the following resolution as an **Ordinary Resolution**:

"RESOLVED THAT pursuant to the provisions of Section 139 read with The Companies (Audit and Auditors) Rules, 2014 and other applicable provisions (including any modification or re-enactment thereof) if any, of the Companies Act, 2013, M/s. Hitesh Prakash Shah & Co. (Firm Reg. No. 107614W), Chartered Accountants, Ahmedabad, be and is hereby re-appointed as the Statutory Auditors of the Company to hold the office for the term of five years beginning from the conclusion of the ensuing Annual General Meeting till the conclusion of the Annual General Meeting of the Company for the F.Y.2026-27 on such terms and remuneration as may be mutually agreed upon between the said Auditors and Board of Directors of the Company".

SPECIAL BUSINESS:

3. To consider and if thought fit to pass with or without modification(s) the following resolution as an **Ordinary Resolution**:

Ratification of remuneration payable to M/s. Anuj Aggrawal and Company, appointed as Cost Auditor of the Company for the F.Y. 2022-23.

"RESOLVED THAT pursuant to Section 148 and other applicable provisions, if any, of the Companies Act, 2013 and the Companies (Audit and Auditors) Rules, 2014, M/s. Anuj Aggrawal and Company, Cost Accountants, appointed as Cost Auditors by the Board of Directors to audit the cost records of the Company for the FY 2022-23, be paid a remuneration as may be mutually agreed between the Board of Directors of the Company and the said Auditors."

RESOLVED FURTHER THAT the Board of Directors of the Company be and is hereby authorized to do all such acts and take all such steps as may be necessary, proper or expedient to give effect to this resolution."



4. To consider and if thought fit to pass with or without modification(s) the following resolution as an **Special Resolution**:

Appointment of Ms. Poojan Bhandari as an Non-Executive Director

"RESOLVED THAT, Ms. Poojan Bhandari (DIN: 09511147), appointed as an Additional Non-Executive Director with effect from 21st February 2022 and who holds office until the date of this Annual General Meeting pursuant to the applicable provisions of the Companies Act, 2013 including any Schedules and the relevant Rules thereof (including any statutory modification(s) or re-enactment thereof) and in respect of whom the Company has received a notice in writing under the applicable provisions of the Companies Act, 2013 and the Rules thereof (including any statutory modification(s) or reenactment thereof) proposing his candidature for the office of Non-Executive Director, be and is hereby appointed as a Director of the Company whose period of office shall be liable to determination by retirement by rotation.

RESOLVED FURTHER THAT, wherever in any Act, Articles, Contract or otherwise it has been provided that any item relating to above matters shall have express approval of the Shareholders of the Company or the Company could carry out that transaction/activity only if the Shareholders so authorizes, then and in that case, this resolution hereby expressly authorizes and approves those transactions and it shall be deemed that such transactions/activities have been approved and permitted without any further action from the Shareholders.

RESOLVED FURTHER THAT, the Board of Directors (including any Committee thereof) be and is hereby authorized to do all such things, deeds, matters and acts as may be required to give effect to this resolution and all things incidental and ancillary thereto including but not limited to the power to alter or amend or revise or vary the terms of remuneration from time to time and obtaining Central Government approval if any and to do all things incidental and ancillary thereto."

Place: Ahmedabad
Date: 05.09.2022

Registered Office:
611, G.I.D.C. Phase IV,
Vatva Industrial Estate, Vatva,
Ahmedabad - 382 445

By Order of the Board

Mr. Naresh S. Jain
Managing Director
DIN: 00714499



NOTES:

1. A MEMBER ENTITLED TO ATTEND AND VOTE AT THE MEETING IS ENTITLED TO APPOINT A PROXY TO ATTEND AND VOTE INSTEAD OF HIMSELF/HERSELF AND A PROXY NEED NOT BE A MEMBER OF THE COMPANY. A person can act as a proxy on behalf of members not exceeding 50 and holding in the aggregate not more than 10% of the total share capital of the Company carrying voting rights. In case a proxy is proposed to be appointed by a member holding more than 10% of the total share capital of the Company carrying voting rights, then such proxy shall not act as a proxy for any other person or shareholder.
2. Corporate members intending to send their authorized representatives to attend the meeting are requested to send a certified copy of the board resolution authorizing their representative to attend and vote on their behalf at the meeting.
3. The instrument of Proxy in order to be effective, should be deposited at the Registered Office of the Company, duly completed, and signed and stamped, not less than 48 hours before the commencement of the meeting. A Proxy Form is sent herewith. Proxies submitted on behalf of the companies, societies etc., must be supported by an appropriate resolution/authority, as applicable.
4. Members / proxies / authorized representatives should bring the duly filled Attendance Slip enclosed herewith to attend the meeting.
5. The Register of Directors and Key Managerial Personnel and their shareholding, maintained under Section 170 of the Companies Act, 2013, will be available for inspection by the members at the AGM.
6. The Register of Members and the Share Transfer Books of the Company will remain closed from September 23rd, 2022 to September 30th, 2022 for annual closing.
7. Members are requested to intimate, indicating their folio number, the changes, if any, of their registered addresses to the Company at its registered office or to the Company's Registrar and Share Transfer Agents ("RTA") viz. Link Intime India Private Limited.
8. With a view to use natural resources responsibly, we request shareholders to update their email address with their Depository Participants to enable the Company to send communications electronically.

Place: Ahmedabad
Date: 05.09.2022

Registered Office:
611, G.I.D.C. Phase IV,
Vatva Industrial Estate, Vatva,
Ahmedabad - 382 445.

By Order of the Board

Mr. Naresh S. Jain
Managing Director
DIN: 00714499



EXPLANATORY STATEMENT PURSUANT TO SECTION 102 OF THE COMPANIES ACT, 2013:

ITEM 3:

Pursuant to Section 148 of the Companies Act, 2013 and Rule 14 of the Companies (Audit and Auditors) Rules, 2014, the Company is required to appoint a cost auditor to audit the cost records for the applicable products of the Company.

The Board considered and approved the appointment of M/s. Anuj Aggrawal & Company, Cost Accountants as the cost auditor for the FY 2021-22 at a remuneration as may be mutually agreed between the Board of Directors of the Company and the said Auditors."

The Board recommends the resolution to the Members for their approval.

None of the Directors and Key Managerial Personnel of the Company or their respective relatives is interested, financially or otherwise, in these resolutions. The Board recommends the Ordinary Resolution set out at item nos. 3 for approval of the Members.

ITEM 4:

Based on the recommendations of Nomination and Remuneration Committee, the Board of Directors of the Company appointed Ms. Poojan Bhandari (DIN: 09511147) as an Additional Non Executive Director cum Woman Director of the Company with effect from 21st February, 2022 under Section 161(1) of the Companies Act, 2013 (as amended) (the "Act") and read with Companies (Appointment and Qualification of Directors) Rules, 2014 and Ms. Poojan Bhandari shall hold office upto the date of forthcoming Annual General Meeting and is eligible to be appointed as Non-Executive Director for a term up to 5 (five) consecutive years.

The Company has received notice in writing from a member under Section 160 of the Companies Act, 2013 signifying Ms. Poojan Bhandari candidature as a Non-Executive Director of the Company along with requisite deposit.

Ms. Poojan Bhandari is not disqualified from being appointed as a Director in terms of Section 164 of the Companies Act, 2013 and has given his consent to act as a Director.

Ms. Poojan Bhandari will be entitled to receive sitting fees for attending the meetings of the Board and its committee(s) thereof and/or for any other services whatsoever as may be decided by the Board from time to time, and reimbursement of expenses for participating in the Board and other meetings, in line with the Nomination and Remuneration Policy of the Company.

Considering her knowledge and vast experience in the field of accounts, taxation, Corporate Law, amongst others, the Board of Directors is of the opinion that her association would be of immense benefit to the Company and it would be in the interest of the Company to appoint her as a Non Executive Director for a period of five consecutive years with effect from 21st February 2022 to 21st February 2027.



The other details of Ms. Poojan Bhandari in terms of Regulation 36(3) of the Listing Regulation and Secretarial Standard 2 are annexed to this Notice.

The terms and conditions of her appointment shall be open for inspection by the members at the Registered office of the Company on all working days except Saturday, Sunday and public holiday between 11.00 a.m. to 5.00 p.m. upto the date of the meeting.

Except Ms. Poojan Bhandari and her relatives, none of the Directors or Key Managerial personnel of the Company and their relatives, are in any way concerned or interested, financially or otherwise in the said resolution.

In compliance with the provisions of Section 161(1) of the Companies Act, 2013 (as amended) (the "Act") and read with Companies (Appointment and Qualification of Directors) Rules, 2014, the approval of members is being sought for the appointment of Ms. Poojan Bhandari as Non Executive Director of the Company. Accordingly the Board recommends the Special Resolution set out at Item No. 4 for the approval of Members.

Place: Ahmedabad
Date: 05.09.2022

Registered Office:
611, G.I.D.C. Phase IV,
Vatva Industrial Estate, Vatva,
Ahmedabad - 382 445.

By Order of the Board

Mr. Naresh S. Jain
Managing Director
DIN: 00714499

**DIRECTORS REPORT:**

To,
The Members,

Your Directors have pleasure in submitting this 39th Annual Report of the Company together with the Audited Statements of Accounts for the period ended 31st March, 2022.

1. FINANCIAL RESULTS**(Amount in Lakhs)**

Particulars	2021-22	2020-21
Revenue from Operations	33,388.77	22,098.10
Other Income	68.05	32.95
Total Expenses	32,932.02	21,784.93
Profit/(Loss) before Tax	524.80	19.78
Provision for Taxation -		
Current Tax	-97.11	0.13
Deferred Tax	-40.12	0.59
MAT	-	48.70
Excess provision for earlier years	-11.56	9.63
Wealth Tax	-	-
Profit for the year	376.01	78.83

2. REVIEW OF BUSINESS OPERATIONS AND FUTURE PROSPECTS

During the financial year 2021-22, there was increasing in the total revenue as compared to the Previous Financial Year 2020-21 from 22,098.10/- lakhs to 33,388.77/- lakhs. There was also increasing in the Net Profit after Tax from Rs. 78.83/- lakhs to Rs. 376.01/- lakhs during the financial year 2021-22.

3. DIVIDEND

Your directors do not recommend any dividend for the financial year 2021-22 and have decided to plough back the profits in the business of the Company.

4. RESERVES

The Board does not propose to carry any amount to the reserves during the financial year 2021-22.

5. PARTICULARS OF LOANS, GUARANTEES OR INVESTMENTS

During the period under review, there have been no Investment made and Guarantees provided by the Company. However, the details of the advances given by the Company during the year are disclosed in the notes to the financial statement of the Company.

6. RELATED PARTY TRANSACTIONS

The particulars of every contract or arrangements entered into by the Company with related parties referred to in subsection (1) of section 188 of the Companies Act, 2013 are disclosed in Form No. AOC-2. (Annexure-1).





7. MATERIAL CHANGES AND COMMITMENTS AFFECTING THE FINANCIAL POSITION OF THE COMPANY

No material changes and commitment has occurred subsequent to the close of the financial year of the Company and the date of the report which could affect financial position of the Company.

8. INTERNAL CONTROL SYSTEMS

The Company has an adequate system of internal control procedures which is commensurate with the size and nature of business. The Company has not appointed internal auditor of the Company as the said provisions aren't applicable to the Company.

9. DEPOSITS

The Company has neither accepted nor renewed any deposits during the year under review.

10. CORPORATE SOCIAL RESPONSIBILITY (CSR) INITIATIVES

The Company has developed Corporate Social Responsibility, but during the F.Y. 2021-22, there was not applicability of Corporate Social Responsibility under the Section 135 of the Companies Act 2013.

11. DIRECTORS AND KEY MANAGERIAL PERSONNEL

There was no other change in the Directorship of the Company during the year under review.

12. DECLARATION BY INDEPENDENT DIRECTORS

All the Independent Directors have given declaration to the Company stating their independence pursuant to Section 149(6) of the Companies Act, 2013.

13. BOARD EVALUATION

During the year, the Board adopted a formal mechanism for evaluating its performance and as well as that of its Committees and individual Directors, including the Chairman of the Board.

The evaluation framework for assessing the performances of Directors comprises of the following key areas:

- Attendance and participation in the Meetings and timely inputs on the minutes of the meetings
- Adherence to ethical standards & code of conduct of Company and disclosure of non independence, as and when it exists and disclosure of interest.
- Raising of valid concerns to the Board and constructive contribution to resolution of issues at meetings.
- Interpersonal relations with other directors and management
- Objective evaluation of Board's performance, rendering independent, unbiased opinion.
- Understanding of the Company and the external environment in which it operates and contribution to strategic direction.
- Safeguarding interest of whistle-blowers under vigil mechanism and Safeguard of confidential information.
- The valuation involves Self-Evaluation by the Board Member and subsequently assessment by the Board of Directors. A member of the Board will not participate in the discussion of his / her evaluation.





14. DIRECTORS' RESPONSIBILITY STATEMENT

Pursuant to the provisions of Section 134(5) of the Companies Act, 2013, the board of directors, to the best of their knowledge and ability confirm and state that –

- i. In the preparation of the annual accounts, the applicable accounting standards have been followed along with proper explanation relating to material departures;
- ii. The Directors had selected such accounting policies and applied them consistently and made judgments and estimates that are reasonable and prudent so as to give a true and fair view of the state of affairs of the Company at the end of the financial year and of the loss of the company for that period;
- iii. The Directors have taken proper and sufficient care for the maintenance of adequate accounting records in accordance with the provisions of this Act for safeguarding the assets of the Company and for preventing and detecting fraud and other irregularities;
- iv. The Directors had prepared the annual accounts on a 'going concern' basis;
- v. The Directors had laid down internal financial controls to be followed by the Company and that such internal financial controls are adequate and were operating effectively; and
- vi. The Directors had devised proper systems to ensure compliance with the provisions of all applicable laws and that such systems were adequate and operating effectively.

15. STATUTORY AUDITORS

Pursuant to provisions of Section 139 of the Companies Act, 2013 and the rules framed there under, M/s. Hitesh Prakash Shah & Co. Chartered Accountants were appointed as Statutory Auditors of the Company from the conclusion of this Annual General Meeting till the conclusion of the AGM to be held for the financial year 2026-27.

16. SECRETARIAL AUDITOR:-

Pursuant to the provisions of Section 204 of the Companies Act, 2013 and The Companies (Appointment and Remuneration of Managerial Personnel) Rules, 2014, the Company has appointed M/s. Kinjal Shah & Associates, a firm of Company Secretaries in Practice to undertake the Secretarial Audit of the Company for FY 2021-22.

17. COMMENTS ON AUDITORS' REPORT

There is no adverse comment in the Auditors' Report.

18. VIGIL MECHANISM

The Company has established a vigil mechanism policy as the said provisions are applicable to the Company.

19. RISK MANAGEMENT

The Board has framed the committees & implements risk management policy based on the size of the Company. The Audit Committee has an additional oversight in the area of financial risks and Controls.

20. EXTRACT OF THE ANNUAL RETURN

The details forming part of the extract of the Annual Return in form MGT-9 is annexed herewith as "Annexure - 2".





21. SUBSIDIARY COMPANIES / ASSOCIATE COMPANIES / JOINT VENTURE

The Company has a Subsidiary Company namely Sambhav Machinery Manufacturer Private Limited and therefore, details of performance and financial position of Subsidiary Company is provided in AOC-1 herewith as "Annexure - 3".

The Company does not have any Joint Venture and Associate Concern and therefore, details of performance and financial position of associate and joint venture companies are not provided.

22. BOARD MEETINGS

The Board of Directors met ten times during the year. The details of the meeting are as below:

Sr. No.	Dates of Board Meetings
1.	01.05.2021
2.	01.07.2021
3.	21.08.2021
4.	07.09.2021
5.	18.10.2021
6.	29.11.2021
7.	02.12.2021
8.	20.12.2021
9.	21.02.2022
10.	23.03.2022
11.	29.03.2022

23. SIGNIFICANT AND MATERIAL ORDERS

There are no material orders passed by the Regulators, Courts and tribunals impacting going concern status Company's operation in future.

24. PARTICULARS OF EMPLOYEES

The information required pursuant to Section 197 (12) of the Companies Act, 2013 read with Rule 5(1) of The Companies (Appointment and Remuneration of Managerial Personnel) Rules, 2014 is provided. There is no employee covered under section 197(12) of the Companies Act, 2013 read with Rule 5(2) of the Companies (Appointment and Remuneration of Managerial Personnel) Rules, 2014.

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

The Company has no activity pertaining to energy conservation or technology absorption.





26. REMUNERATION POLICY

The Company's Policy relating to appointment of Directors, payment of Managerial remuneration, Directors' qualifications, positive attributes, independence of Directors and other related matters as provided under Section 178(3) of the Companies Act, 2013 is furnished in **Annexure - 4** and is attached to this report.

27. AUDIT COMMITTEE

The details pertaining to composition of audit committee are as follows.

Sr. No.	Name of the members	Category
1.	Mr. Narendra Navalakha	Chairman
2.	Mr. Naresh S. Jain	Member
3.	Mrs. Darsha Kikani	Member

28. NOMINATION & REMUNERATION COMMITTEE:

The details pertaining to composition of nomination & remuneration committee are as follows.

Sr. No.	Name of the members	Category
1.	Mr. Narendra Navalakha	Chairman
2.	Ms. Darsha Kikani	Member
3.	Mrs. Poojan Bhandari	Member

29. STAKEHOLDER RELATIONSHIP COMMITTEE:

The details pertaining to composition of stakeholder relationship committee are as follows.

Sr. No.	Name of the members	Category
1.	Mr. Narendra Navalakha	Chairman
2.	Mrs. Darsha Kikani	Member
3.	Mr. Naresh S. Jain	Member





31. ACKNOWLEDGEMENT

Your Directors are grateful to the concerned Government Authorities and Bankers for the cooperation and support extended by them to the Company. Your Directors also appreciate the sincere efforts put in by the entire team of management and the employees at all the levels for the growth and development of the Company.



For and on behalf of the Board of Directors

Place: Ahmedabad
Date: 05.09.2022

Mr. Naresh S. Jain
Managing Director
DIN: 00714499

Mr. Bhavesh S. Jain
Director
DIN: 03091444



ANNEXURE - 1

Form No. AOC-2

(Pursuant to clause (h) of sub-section (3) of section 134 of the Act and Rule 8(2) of the Companies (Accounts) Rules, 2014)

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

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

- (a) Name(s) of the related party and nature of relationship:
- (b) Nature of contracts/arrangements/transactions:
- (c) Duration of the contracts / arrangements/transactions:
- (d) Salient terms of the contracts or arrangements or transactions including the value, if any:
- (e) Date(s) of approval by the Board, if any:
- (f) Amount paid as advances, if any:

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

- (g) Name(s) of the related party and nature of relationship:
- (h) Nature of contracts/arrangements/transactions:
- (i) Duration of the contracts / arrangements/transactions:
- (j) Salient terms of the contracts or arrangements or transactions including the value, if any:
- (k) Date(s) of approval by the Board, if any:
- (l) Amount paid as advances, if any:



For and on behalf of the Board of Directors

Mr. Naresh S. Jain
Managing Director
DIN: 00714499

Mr. Bhavesh S. Jain
Director
DIN: 03091444

Place: Ahmedabad
Date: 05.09.2022



Annexure - 2

Form No. MGT-9

EXTRACT OF ANNUAL RETURN

As on the financial year ended on 31/03/2022

Of

MARUDHAR INDUSTRIES LIMITED

[Pursuant to Section 92(3) of the Companies Act, 2013

&

Rule 12(1) of the Companies (Mgt. and Administration) Rules, 2014]



**I. REGISTRATION AND OTHER DETAILS:**

i)	CIN:	L91110GJ1983PLC022203																																			
	Foreign Company Registration Number/GLN	Not Applicable																																			
ii)	Registration Date [DDMMYY]	18/05/1983																																			
	Name of the Company	MARUDHAR INDUSTRIES LIMITED																																			
iii)	Category of the Company [Pl. tick]	<input checked="" type="checkbox"/> Public Company <input type="checkbox"/> Private Company																																			
iv)	Sub Category of the Company [Please tick whichever are applicable]	<table border="1"><tr><td>1.</td><td>Government Company</td><td></td></tr><tr><td>2.</td><td>Small Company</td><td></td></tr><tr><td>3.</td><td>One Person Company</td><td></td></tr><tr><td>4.</td><td>Subsidiary of Foreign Company</td><td></td></tr><tr><td>5.</td><td>NBFC</td><td></td></tr><tr><td>6.</td><td>Guarantee Company</td><td></td></tr><tr><td>7.</td><td>Limited by shares</td><td><input checked="" type="checkbox"/></td></tr><tr><td>8.</td><td>Unlimited Company</td><td></td></tr><tr><td>9.</td><td>Company having share capital</td><td></td></tr><tr><td>10.</td><td>Company not having share capital</td><td></td></tr><tr><td>11.</td><td>Company Registered under Sec. 8</td><td></td></tr></table>			1.	Government Company		2.	Small Company		3.	One Person Company		4.	Subsidiary of Foreign Company		5.	NBFC		6.	Guarantee Company		7.	Limited by shares	<input checked="" type="checkbox"/>	8.	Unlimited Company		9.	Company having share capital		10.	Company not having share capital		11.	Company Registered under Sec. 8	
1.	Government Company																																				
2.	Small Company																																				
3.	One Person Company																																				
4.	Subsidiary of Foreign Company																																				
5.	NBFC																																				
6.	Guarantee Company																																				
7.	Limited by shares	<input checked="" type="checkbox"/>																																			
8.	Unlimited Company																																				
9.	Company having share capital																																				
10.	Company not having share capital																																				
11.	Company Registered under Sec. 8																																				
V) NAME AND REGISTERED OFFICE ADDRESS OF COMPANY AND CONTACT DETAILS:																																					
Address		610-611, G.I.D.C. Phase IV, Vatva Industrial Estate, Vatva																																			
Town / City		Ahmedabad																																			
State		Gujarat																																			
Pin Code:		382445																																			
Country Name		India																																			
Country Code		91																																			





	Telephone (With STD Area Code no)	079 - 25830181, 25831322
	Fax Number :	079 - 25830958
	Email Address	Marudhar.cs@gmail.com
	Website	www.marudhar.in
	Name of the Police Station having jurisdiction where the registered office is situated	Vatva Police Station
	Address for correspondence, if different from address of registered office:	N.A.
vi)	Whether shares listed on recognized Stock Exchange(s)	Yes
	If yes, details of stock exchanges where shares are listed	The Calcutta Stock Exchange
Vii)	Name and Address of Registrar & Transfer Agents (RTA):- Full address and contact details to be given.	
	Registrar & Transfer Agents (RTA) :-	Link Intime India Pvt Ltd.
	Address	C 101, 247 Park, L.B.S. Marg, Vikhroli (West), Mumbai-400083, Maharashtra, India
	Town / City	Mumbai
	State	Maharashtra
	Pin Code:	400083
	Telephone (With STD Area Code Number)	+91 22 4918 6270
	Fax Number :	+91 22 4918 6060
	Email Address	Rnt.helpdesk@linkintime.co.in

II. PRINCIPAL BUSINESS ACTIVITIES OF THE COMPANY (All the business activities contributing 10 % or more of the total turnover of the company shall be stated)

Sr. No.	Name and Description of main products / services	NIC Code of the Product/service	% to total turnover of the Company
1	Manufacturing of Aluminum foils and flexible packing	99887390	100%





III. PARTICULARS OF HOLDING, SUBSIDIARY AND ASSOCIATE COMPANIES

[No. of Companies for which information is being filled]

Sr. No.	Name and address of the company	CIN/GLN	Holding/ subsidiary / associate
1.	Sambhav Machinery Manufacturing Private Limited 509, GIDC, Phase-IV, Vatva, Ahmedabad - 382445	U29119GJ1992PTC018628	Subsidiary

IV. SHARE HOLDING PATTERN (EQUITY SHARE CAPITAL BREAK UP AS PERCENTAGE OF TOTAL EQUITY)

i) Category-wise Share Holding

Category of Shareholders	No. of Shares held at the beginning of the year[As on 01-April-2021]				No. of Shares held at the end of the year[As on 31-March-2022]				% Change during the year
	Demat	Physical	Total	% of Total Shares	Demat	Physical	Total	% of Total Shares	
A. Promoter's									
(1) Indian									
a) Individual/ HUF	10029125	-	10029125	98.06	10029125	-	10029125	98.06	-
b) Central Govt	-	-	-	-	-	-	-	-	-
c) State Govt(s)	-	-	-	-	-	-	-	-	-
d) Bodies Corp.	74500	-	74500	0.73	74500	-	74500	0.73	-
e) Banks / FI	-	-	-	-	-	-	-	-	-
f) Any other	-	-	-	-	-	-	-	-	-
Sub-total(A)(1):-	10103625	-	10103625	98.79	10103625	-	10103625	98.79	-
(2) Foreign									
(a) NRIs- Individuals	-	-	-	-	-	-	-	-	-
(b) Other- Individuals	-	-	-	-	-	-	-	-	-
(c) Bodies Corp.	-	-	-	-	-	-	-	-	-
(d) Banks FI	-	-	-	-	-	-	-	-	-
(e) Any Other....	-	-	-	-	-	-	-	-	-





Sub-total(A)(2):-									
Total Shareholding of Promoter(A)= (A)(1)+(A)(2)	10103625	-	10103625	98.79	10103625	-	10103625	98.79	-
B. Public Shareholding									
1. Institutions	-	-	-	-	-	-	-	-	-
a) Mutual Funds	-	-	-	-	-	-	-	-	-
b) Banks / FI	-	-	-	-	-	-	-	-	-
c) Central Govt	-	-	-	-	-	-	-	-	-
d) State Govt(s)	-	-	-	-	-	-	-	-	-
e) Venture Capital Funds	-	-	-	-	-	-	-	-	-
f) Insurance Companies	-	-	-	-	-	-	-	-	-
g) FIs	-	-	-	-	-	-	-	-	-
h) Foreign Venture Capital Funds	-	-	-	-	-	-	-	-	-
i) Others (specify)(Trusts)	-	-	-	-	-	-	-	-	-
Sub-total (B)(1):-	-	-	-	-	-	-	-	-	-
2. Non-Institutions									
a) Bodies Corp.	-	-	-	-	-	-	-	-	-
i) Indian	-	-	-	-	-	-	-	-	-
ii) Overseas	-	-	-	-	-	-	-	-	-
b) Individuals	-	-	-	-	-	-	-	-	-
i) Individual shareholders holding nominal share capital upto Rs. 1 lakh	-	124000	124000	1.21	31,250	92,750	124000	1.21	-
ii) Individual shareholders holding nominal share capital in excess of Rs 1 lakh	-	-	-	-	-	-	-	-	-
c) Others(specify)	-	-	-	-	-	-	-	-	-
Sub-total (B)(2):-	-	124000	124000	1.21	31,250	92,750	124000	1.21	-





Total Public Shareholding (B)=(B)(1)+(B)(2)	-	124000	124000	1.21	31,250	92,750	124000	1.21	-
C. Shares held by Custodian for GDRs & ADRs	-	-	-	-	-	-	-	-	-
Grand Total (A+B+C)	-	10227625	10227625	100	10134875	92,750	10227625	100	-

(ii) Shareholding of Promoter

Sr.N o.	Shareholder's Name	Shareholding at the beginning of the year			Share holding at the end of the year			% change in share holding during the year
		No. of Shares	% of total Shares of the company	% of Shares Pledged / encumbered to total shares	No. of Shares	% of total Shares of the company	% of Shares Pledged / encumbered to total shares	
1	Naresh S. Jain	5189000	50.74	-	5189000	50.74	-	Nil
2	Bhavesh S. Jain	4789625	46.83	-	4789625	46.83	-	Nil
3	Sambhav Machinery Manufacturer Private Limited	74500	0.73	-	74500	0.73	-	Nil
4	Laherchand Jain	50000	0.49	-	50000	0.49	-	Nil
5	Pravin Chopra	500	0.005	-	500	0.005	-	Nil
	TOTAL	10103625	98.79	-	10103625	98.79	-	Nil

(iii) Change in Promoters' Shareholding (please specify, if there is no change)

Sr.N o.	Shareholding of each Directors and each Key Managerial Personnel	Shareholding at the beginning of the year		Cumulative Shareholding during the Year	
		No. of shares	% of total shares of the company	No. of shares	% of total shares of the company
1					
	At the beginning of the year				
	Date wise Increase / Decrease in Promoters Share holding during the year specifying the reasons for increase /decrease (e.g. allotment / transfer /	NIL			





bonus/ sweat equity etc):				
At the end of the year				

(iv) Shareholding Pattern of top ten Shareholders:

(Other than Directors, Promoters and Holders of GDRs and ADRs):

Sr. No.	For Each of the Top 10 Shareholders	Shareholding at the beginning of the year		Cumulative Shareholding during the year	
		No. of shares	% of total shares of the Company	No. of shares	% of total shares of the Company
1.	Sanjay Gulecha				
	At the beginning of the year	31250	0.31	31250	0.31
	Date wise Increase/Decrease in Promoters Share holding during the year specifying the reasons for increase /decrease (e.g. allotment / transfer / bonus/ sweat equity etc):	NIL			
	At the end of the year (or on the date of separation, if separated during the year)	31250	0.31	31250	0.31
2.	Sarojben Prakashraj Jain				
	At the beginning of the year	10500	0.10	10500	0.10
	Date wise Increase/Decrease in Promoters Share holding during the year specifying the reasons for increase /decrease (e.g. allotment / transfer / bonus/ sweat equity etc):	NIL			
	At the end of the year (or on the date of separation, if separated during the year)	10500	0.10	10500	0.10
3.	Kamla Devi Vaidh				
	At the beginning of the year	2250	0.02	2250	0.02
	Date wise Increase/Decrease in Promoters Share holding during the year specifying the reasons for increase /decrease (e.g. allotment / transfer / bonus/ sweat equity etc):	NIL			
	At the end of the year (or on the date of separation, if separated during the year)	2250	0.02	2250	0.02
4.	Dharamchand Dhariwala				
	At the beginning of the year	2000	0.01	2000	0.01
	Date wise Increase/Decrease in Promoters Share holding during the year specifying the reasons for increase /decrease (e.g. allotment / transfer / bonus/ sweat equity etc):	NIL			
	At the end of the year (or on the date of separation, if separated during the year)	2000	0.01	2000	0.01
5.	Gourishankar Sharma				
	At the beginning of the year	1650	0.01	1650	0.01





	Date wise Increase/Decrease in Promoters Share holding during the year specifying the reasons for increase /decrease (e.g. allotment / transfer / bonus/ sweat equity etc):	NIL			
	At the end of the year (or on the date of separation, if separated during the year)	1650	0.01	1650	0.01
6.	Mani Nahata				
	At the beginning of the year	1500	0.01	1500	0.01
	Date wise Increase/Decrease in Promoters Share holding during the year specifying the reasons for increase /decrease (e.g. allotment / transfer / bonus/ sweat equity etc):	NIL			
	At the end of the year (or on the date of separation, if separated during the year)	1500	0.01	1500	0.01
	Pawan Kumar Somani				
	At the beginning of the year	1500	0.01	1500	0.01
	Date wise Increase/Decrease in Promoters Share holding during the year specifying the reasons for increase /decrease (e.g. allotment / transfer / bonus/ sweat equity etc):	NIL			
	At the end of the year (or on the date of separation, if separated during the year)	1500	0.01	1500	0.01
8.	Surajmal Seshmal Jain				
	At the beginning of the year	1000	0.01	1000	0.01
	Date wise Increase/Decrease in Promoters Share holding during the year specifying the reasons for increase /decrease (e.g. allotment / transfer / bonus/ sweat equity etc):	NIL			
	At the end of the year (or on the date of separation, if separated during the year)	1000	0.01	1000	0.01
	Abhey Subhakaran Surana				
	At the beginning of the year	500	0.01	500	0.01
	Date wise Increase/Decrease in Promoters Share holding during the year specifying the reasons for increase /decrease (e.g. allotment / transfer / bonus/ sweat equity etc):	NIL			
	At the end of the year (or on the date of separation, if separated during the year)	500	0.01	500	0.01
10.	Abhishek Lalwani				
	At the beginning of the year	500	0.01	500	0.01
	Date wise Increase/Decrease in Promoters Share holding during the year specifying the reasons for increase /decrease (e.g. allotment / transfer / bonus/ sweat equity etc):	NIL			
	At the end of the year (or on the date of separation, if separated during the year)	500	0.01	500	0.01





v) Shareholding of Directors and Key Managerial Personnel:

Sr. No	Shareholding of each Directors and each Key Managerial Personnel	Shareholding at the beginning of the year		Cumulative Shareholding during the Year	
		No. of shares	% of total shares of the company	No. of shares	% of total shares of the company
1.	Mr. Naresh Jain				
	At the beginning of the year	5189000	50.74	5189000	50.74
	Date wise Increase / Decrease in Promoters Share holding during the year specifying the reasons for increase /decrease (e.g. allotment / transfer / bonus/ sweat equity etc):	NIL			
	At the end of the year	5189000	50.74	5189000	50.74
2.	Mr. Bhavesh Jain				
	At the beginning of the year	4789625	46.83	4789625	46.83
	Date wise Increase / Decrease in Promoters Share holding during the year specifying the reasons for increase /decrease (e.g. allotment / transfer / bonus/ sweat equity etc):	NIL			
	At the end of the year	4789625	46.83	4789625	46.83
3.	Mr. Narendra Navalakha				
	At the beginning of the year	NIL	NIL	NIL	NIL
	Date wise Increase / Decrease in Promoters Share holding during the year specifying the reasons for increase /decrease (e.g. allotment / transfer / bonus/ sweat equity etc):	NIL			
	At the end of the year	NIL	NIL	NIL	NIL
4.	Mrs. Poojan Bhandari				
	At the beginning of the year	NA	NA	NA	NA
	Date wise Increase / Decrease in Promoters Share holding during the year specifying the reasons for increase /decrease (e.g. allotment / transfer / bonus/ sweat equity etc):	NIL			
	At the end of the year	NIL	NIL	NIL	NIL
5.	Ms. Darsha Kikani				
	At the beginning of the year	NIL	NIL	NIL	NIL





Date wise Increase / Decrease in Promoters Share holding during the year specifying the reasons for increase /decrease (e.g. allotment / transfer / bonus/ sweat equity etc):	NIL			
At the end of the year	NIL	NIL	NIL	NIL

V) INDEBTEDNESS -Indebtedness of the Company including interest outstanding/accrued but not due for payment

(Amount in Lakhs)

Particular	Secured Loans excluding deposits	Unsecured Loans	Deposits	Total In debtedness
Indebtedness at the beginning of the financial year	4417.59	1606.59	-	6024.18
i) Principal Amount				
ii) Interest due but not paid				
iii) Interest accrued but not due				
Total (i+ii+iii)	4417.59	1606.59	-	6024.18
Change in Indebtedness during the financial year				
* Addition				
* Reduction				
Net Change	1411.63	-108.93		1302.7
Indebtedness at the end of the financial year	5829.22	1497.66	-	7326.88
i) Principal Amount				
ii) Interest due but not paid				
iii) Interest accrued but not due				
Total (i+ii+iii)	5829.22	1497.66	-	7326.88

VI. REMUNERATION OF DIRECTORS AND KEY MANAGERIAL PERSONNEL-

A. Remuneration to Managing Director, Whole-time Directors and/or Manager:

(Amount in Lakhs)

Sr. No.	Particulars of Remuneration	Name of MD/MTD/ Manager		Total Amount
		Mr. Naresh Jain	Mr. Bhavesh Jain	
1	Gross salary			
	(a) Salary as per provisions contained in section 17(1) of the Income-tax Act, 1961	13.63	13.63	27.26
	(b) Value of perquisites u/s 17(2) Income-tax Act, 1961			



[Handwritten signature]



	(c) Profits in lieu of salary under section 17(3) Income-tax Act, 1961			
2	Stock Option			
3	Sweat Equity			
4	Commission - as % of profit - others, specify...			
5	Others, please specify			
	Total (A)			
	Ceiling as per the Act	13.63	13.63	27.26

B. Remuneration to other directors

SN	Particulars of Remuneration	Name of Independent/ Non-Executive Director
1	Independent Directors	1. Mrs. Darsha Kikani: Rs. 50,000 was paid setting fees in Independent Director capacity during the F.Y. 2021-22.
	Fee for attending board	
	committee meetings	
	Commission	
	Others, please specify	
	Total (1)	
2	Other Non-Executive Directors	
	Fee for attending board committee meetings	
	Commission	
	Others, please specify	
	Total (2)	
	Total (B)=(1+2)	
	Total Managerial Remuneration	
	Overall Ceiling as per the Act	

C. Remuneration to Key Managerial Personnel Other Than MD/MANAGER/WTD

(Amt in Lacs)

SN	Particulars of Remuneration	Key Managerial Personnel			
		CEO	CS*	CFO	Total
1	Gross salary	-			
	(a) Salary as per provisions contained in section 17(1) of the Income-tax Act, 1961	-	0.86	2.15	3.01





	(b) Value of perquisites u/s 17(2) Income-tax Act, 1961	-	-	-	-
	(c) Profits in lieu of salary under section 17(3) Income-tax Act, 1961	-	-	-	-
2	Stock Option	-	-	-	-
3	Sweat Equity	-	-	-	-
4	Commission	-	-	-	-
	- as % of profit	-	-	-	-
	Others specify...	-	-	-	-
5	Others, please specify	-	-	-	-
	Total	-	0.86	2.15	3.01

*Mr. Aziz Gohil appointed as Company Secretary from 01.07.2021.

VII. PENALTIES / PUNISHMENT/ COMPOUNDING OF OFFENCES:

Type	Section of the Companies Act	Brief Description	Details of Penalty / Punishment/ Compounding fees imposed	Authority [RD / NCLT/ COURT]	Appeal made, if any (give Details)
A. COMPANY					
Penalty	Nil	Nil	Nil	Nil	Nil
Punishment	Nil	Nil	Nil	Nil	Nil
Compounding	Nil	Nil	Nil	Nil	Nil
B. DIRECTORS					
Penalty	Nil	Nil	Nil	Nil	Nil
Punishment	Nil	Nil	Nil	Nil	Nil
Compounding	Nil	Nil	Nil	Nil	Nil
C. OTHER OFFICERS IN DEFAULT					
Penalty	Nil	Nil	Nil	Nil	Nil
Punishment	Nil	Nil	Nil	Nil	Nil
Compounding	Nil	Nil	Nil	Nil	Nil



For and on behalf of the Board of Directors

Place: Ahmedabad
Date: 05.09.2022

Mr. Naresh S. Jain
Managing Director
DIN: 00714499

Mr. Bhavesh S. Jain
Director
DIN: 03091444



Annexure-3

Form AOC-I

[Pursuant to first proviso to sub-section (3) of section 129 read with rule 5 of Companies (Accounts) Rules, 2014]

Statement containing salient features of the financial statement of subsidiaries or associate companies or joint ventures

Part "A": Subsidiaries

(Information in respect of each subsidiary to be presented with amounts in Rs.)

1. Sr. No. : 1
2. Name of the subsidiary :- SAMBHAV MACHINERY MANUFACTURER PRIVATE LIMITED
3. The date since when subsidiary was acquired: 26/03/2015
4. Reporting period for the subsidiary concerned, if different from the holding company's reporting period: From 01/04/2021 to 31/03/2022
5. Reporting currency and Exchange rate as on the last date of the relevant financial year in the case of foreign subsidiaries: INR (Indian Nation Rupees)
6. Share capital : 11,21,800/-
7. Reserves & surplus : 37.29/- lakhs
8. Total assets : 335.23/- lakhs
9. Total Liabilities : 335.23/- lakhs
10. Investments : 45,594/-
11. Turnover : 63.13/- lakhs
12. Profit before taxation : 4.63/- lakhs
13. Provision for taxation :- 1.01/- lakhs
14. Profit after taxation: 3.62/- lakhs
15. Proposed Dividend :- Nil
16. Extent of shareholding (in percentage): 100%

Notes: The following information shall be furnished at the end of the statement:

1. Names of subsidiaries which are yet to commence operations: NIL
2. Names of subsidiaries which have been liquidated or sold during the year: NIL





Part "B": Associates and Joint Ventures

Statement pursuant to Section 129 (3) of the Companies Act, 2013 related to Associate Companies and Joint Ventures:

Name of Associates/ Joint Ventures	N.A.
1. Latest audited Balance Sheet Date	
2. Date on which the Associate or Joint Venture was associated or acquired	
3. Shares of Associate or Joint Ventures held by the company on the year end	
No.	
Amount of Investment in Associates/Joint Venture	
Extent of Holding (in percentage)	
4. Description of how there is significant influence	
5. Reason why the associate/joint venture is not consolidated	
6. Net worth attributable to Shareholding as per latest audited Balance Sheet	
7. Profit or Loss for the year	
i. Considered in Consolidation	
ii. Not Considered in Consolidation	

1. Names of associates or joint ventures which are yet to commence operations. **Not Applicable**

2. Names of associates or joint ventures which have been liquidated or sold during the year. **Not Applicable**



For and on behalf of the Board of Directors

Place: Ahmedabad
Date: 05.09.2022

Mr. Naresh S. Jain
Managing Director
DIN: 00714499

Mr. Bhavesh S. Jain
Director
DIN: 03091444

Paresh Prajapati
CFO
PAN: ABEP8523E



Annexure - 4
REMUNERATION POLICY:

In accordance with the provisions of Section 178(3) of the Companies Act, 2013, the Nominations and Remuneration Committee recommended the following remuneration policy relating to the remuneration for the Directors, Key Managerial Personnel and other employees, which was approved and adopted by the Board.

I. REMUNERATION TO EXECUTIVE DIRECTORS; KEY MANAGERIAL PERSONNEL AND SENIOR MANAGEMENT & OTHER EMPLOYEES:

The Board of Directors and Nomination & Remuneration Committee (subject to applicable authorization from shareholders) is authorized to decide /recommend the remuneration and other terms of appointment of such Directors and Senior Management employees (one level below executive directors) and Key Management Personnel and other employees of the Company. The remuneration structure shall inter alia, include salary, perquisites, retirement and/superannuation benefits as per HR Policy decided by the management of the Company. Based on the performance appraisals, the changes in the remuneration shall be decided/ recommended by the management/executive directors.

The remuneration on appointment and on appraisal based on the performance of other employees (other than senior management & Key Managerial Personnel) shall be decided by the functional head or business head from time to time considering the HR policy of the Company. The remuneration components shall include basic salary, allowances, perquisites, retiral benefits; pay as may be decided by the Management from time to time. The level and composition of remuneration shall be reasonable and sufficient to attract, retain and motivate employees at all levels, having regard to the industry practice.

OTHER TERMS APPLICABLE TO EXECUTIVE DIRECTORS AND SENIOR & KEY MANAGEMENT EMPLOYEES

- i. The Remuneration and terms of employments shall be fixed/ recommended in such a manner that the relationship of remuneration to performance is clear and meets appropriate performance benchmarks.
- ii. The remuneration shall involve a good balance between fixed and incentive pay (considering industry benchmark/practice) reflecting short and long term performance objectives appropriate to the working of the Company and its goals.
- iii. No director or executive should be directly involved in determining their own remuneration or performance evaluation.
- iv. The Executive Director, Whole time Director/ Managing Director and/or Senior Management Employee shall be eligible for advances/loans as per prevalent HR Policy of the Company subject to the applicable statutory provisions and approvals.

II. REMUNERATION TO NON-EXECUTIVE DIRECTORS:

Company is not paying remuneration to the non executive directors.

III. CRITERIA FOR IDENTIFICATION OF PERSONS FOR APPOINTMENT AS DIRECTORS AND IN SENIOR MANAGEMENT:





In accordance with the provisions of Section 178(3) of the Act read with Clause 49 of the Listing Agreement, the Nomination and Remuneration Committee is required to formulate the criteria for determining qualifications, positive attributes and independence of a Director and senior management. The criteria adopted by the Nomination and Remuneration Committee for the aforesaid purpose is as under:

Criteria for determining qualifications, positive attributes and independence of a director:

I. QUALIFICATIONS:

- (a) He/ She should possess appropriate skills, experience and knowledge in one or more fields of finance, law, management, sales, marketing, administration, research, corporate governance, technical operations or other disciplines related to the company's business.
- (b) Such qualifications as may be prescribed under the Companies Act, 2013 read with rules framed there under and the Listing Agreement with Stock Exchanges.

A. Criteria for appointing a Director:

- a. He should be a person of integrity, with high ethical standards.
- b. He should be able to commit to his responsibilities and devote sufficient time and attention to his professional obligation as a Director.
- c. He should be having positive thinking, courtesy, and humility.
- d. He should be knowledgeable and diligent in updating his knowledge.
- e. He should have qualifications, skills, experience and expertise by which the Company can benefit.
- f. In respect of independent director, in addition to the above (a) to (e), he should fulfill the criteria for being appointed as an Independent Director prescribed under section 149 of the Companies Act, 2013 read with Schedule IV to the said Act.
- g. In respect of Executive/Whole time Director/Managing Director, in addition to above (a) to (f), he should have strong quality of leadership and team mentoring, recognition, management skills, vision, ability to steer the organization even in adverse conditions, innovative thinking, result oriented approach, ability to enhance reputation of the organization.

B. Criteria for appointing a Senior Management Employee/ Key Managerial Personal:

- a. He should have the required educational, qualification, skills and functional knowledge for the post and eye for detailing & compliance
- b. He should have integrity, humility, positive thinking, leadership qualities, sincerity, alert, hardworking, team building ability, good soft skills, transparency in dealings with the Company and other stakeholders.
- c. Screening of the potential conflicts of interest and independence.
- d. Detailed background information in relation to a potential candidate should be provided to all directors.





e. The identification of potential candidates may be assisted by the use of external search organizations as may be considered appropriate.



For and on behalf of the Board of Directors

Place: Ahmedabad
Date: 05.09.2022

Mr. Naresh S. Jain
Managing Director
DIN: 00714499

Mr. Bhavesh S. Jain
Director
DIN: 03091444



Report on Corporate Governance

COMPANY'S PHILOSOPHY ON CODE OF GOVERNANCE:

The Company is committed to good corporate governance practices aimed at increasing value for all stakeholders. The Company has always been a value driven Company. The Company's corporate governance philosophy is based on values of focusing on fairness, responsibility, openness, trust, reliability, credibility and legality.

Marudhar's values and Code of Business Conduct provides necessary framework in running the business with high moral standards and enable the Company to fulfill its legal, financial and ethical objectives. The Company has a well – informed and independent Board for ensuring the same.

BOARD OF DIRECTORS:

Composition of the Board and Category of Directors:

The composition of the Board of Directors of the Company is governed by the provisions of Companies Act, 2013 (the "Act"), Articles of Association of the Company and Listing Agreement / SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 (the "Listing Regulations"). The Board comprises of an optimum mix of Executive and Non-Executive Directors. The Board has one Woman Director. More than half of the Board comprises of Independent Directors. The Directors of the Company are persons of eminence having vast and varied experience in manufacturing, marketing, sales, banking, financial and business administration.

The composition of the Board as on 31st March, 2022 is as under:

Sr. No.	Name of Director	Category
1	Mr. Naresh S. Jain	Managing Director
2	Mr. Bhavesh S. Jain	Whole Time Director
3	Mr. Narendra Navalakha	Independent Director
4	Ms. Darsha Kikani	Independent Director
5	Mrs. Poojan Bhandari	Non-Executive Director

Attendance at Board Meetings and Annual General Meeting:

During the year Nine Board meeting were held respectively. Details of attendance of Directors at the Board Meetings are given below:

Date of Board Meeting	Mr. Naresh Shah	Mr. Bhavesh Shah	Ms. Poojan Bhandari*	Ms. Darsha Kikani	Mr. Narendra Navalakha
01.05.2021	Yes	Yes	NA	Yes	Yes
01.07.2021	Yes	Yes	NA	No	Yes
21.08.2021	Yes	Yes	NA	Yes	Yes
07.09.2021	Yes	Yes	NA	No	Yes
18.10.2021	Yes	Yes	NA	No	Yes
29.11.2021	Yes	Yes	NA	Yes	Yes
02.12.2021	Yes	Yes	NA	No	Yes
20.12.2021	Yes	Yes	NA	Yes	Yes
21.02.2021	Yes	Yes	Yes	No	Yes





23.03.2022	Yes	Yes	Yes	Yes	Yes
29.03.2022	Yes	Yes	Yes	No	Yes

*Ms. Poojan Bhandari has appointed as Additional Non-Executive Director from 21.02.2022.

Relation between Directors:

Mr. Naresh Jain, Managing Director and Mr. Bhavesh S. Jain, Whole Time Director as on 31st March 2022 are brothers.

Details of shareholding of Directors in the Company as on 31st March, 2022:

Name of Director	Category	Shares held by Directors in the Company
Mr. Naresh S. Jain	Managing Director	51,89,000
Mr. Bhavesh S. Jain	Whole Time Director	47,89,625
Mr. Narendra Navalakha	Independent Director	NIL
Ms. Darsha Kikani	Independent Director	NIL
Ms. Poojan Bhandari	Non Executive Director	NIL

Since the Company has not issued any convertible instruments during 2021-22, disclosure in this respect is not applicable.

Independent Directors:

A letter of appointment encompassing the terms and conditions of appointment, roles, duties and liabilities were issued to the Independent Directors. The main terms of appointment can be accessed at: www.marudhar.in

As mandated by the Listing Regulations, the Independent Directors on Marudhar's Board:

- Are persons of integrity and possess relevant expertise and experience, in the opinion of the Board of Directors;
- Are not a Promoter of the Company or its holding, subsidiary or associate of company;
- Are not related to Promoters or Directors in the Company, its holding, subsidiary or associate company;
- Apart from receiving Director's remuneration, have or had no material pecuniary relationship with the Company, its holding, subsidiary or associate company, or their Promoters, or Directors, during the two immediately preceding financial years or during the current financial year;
- Have no relative, who has or had pecuniary relationship or transaction with the Company, its holding, subsidiary or associate company, or their Promoters, or Directors, amounting to two per cent or more of its gross turnover or total income or fifty lakh rupees or such higher amount as may be prescribed from time to time, whichever is lower, during the two immediately preceding financial years or during the current financial year;
- Neither themselves nor any of their relatives -





(i) hold or have held the position of a Key Managerial Personnel or are or have been employee of the Company or its holding, subsidiary or associate company in any of the three financial years immediately preceding the financial year in which they were proposed to be appointed;

(ii) are or have been an employee or proprietor or a partner, in any of the three financial years immediately preceding the financial year in which they were proposed to be appointed, of —

A. a firm of Auditors or Company Secretaries in practice or Cost Auditors of the Company or its holding, subsidiary or associate company; or

B. any legal or a consulting firm that has or had any transaction with the Company, its holding, subsidiary or associate company amounting to ten per cent or more of the gross turnover of such firm;

(iii) hold together with their relatives two per cent or more of the total voting power of the Company; or

(iv) is a Chief Executive or Director, by whatever name called, of any non-profit organization that receives twenty five per cent or more of its receipts or corpus from the Company, any of its Promoters, Directors or its holding, subsidiary or associate company or that holds two per cent or more of the total voting power of the Company;

(v) is a material supplier, service provider or customer or a lessor or lessee of the Company;

g. are not less than 21 years of age. The Independent Directors have confirmed that they meet the criteria of independence laid down under the Companies Act, 2013 and the Listing Regulations.

Familiarization Programme for Independent Directors:

Familiarization Programme for Independent Directors generally forms part of the Board process. The Independent Directors are updated on an ongoing basis on the Board / Committee meetings, inter alia, on the following:

- Nature of the industry in which the Company operates;
- Business environment and operational model of various business divisions of the Company including important developments thereon;
- Roles, rights and responsibilities of Directors;
- Important changes in regulatory framework having an impact on the Company;
- Manufacturing facilities of the Company at various locations.

Details of the familiarization programme for Independent Directors can be accessed at: www.marudhar.in.

Information supplied to the Board:

The Board has complete access to all information with the Company. All Board Meetings are governed by a structured agenda which is backed by comprehensive background information. As a part of green initiative, the agenda and related papers are provided to the Board members through email, in paperless form. The information pertaining to mandatory items as specified in the Listing Regulations, Companies Act, 2013 and other applicable laws, along with other business issues, is regularly provided to the Board,





as part of the agenda papers at least seven days in advance of the Board Meetings (except for certain unpublished price sensitive information which is circulated at a shorter notice). Action Taken Report on the decisions taken in a meeting is placed at the immediately succeeding meeting for information of the Board.

Committees of the Board:

The Company had constituted following Four Committees of the Board during the year 2017-18:

A. AUDIT COMMITTEE (AC)

The Board has an Audit Committee which has been constituted in compliance with the provisions of section 177 of the Companies Act, 2013 and regulation 18 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015.

Terms of Reference:

The terms of reference given by the Board of Directors pursuant to Section 177 of the Act and the Listing Regulations are given below:

1. Oversight of the Company's financial reporting process and the disclosure of its financial information to ensure that the financial statement is correct, sufficient and credible;
2. Recommend appointment, remuneration and terms of appointment of Auditors of the Company;
3. Approval of payment to Statutory Auditors for any other services rendered by the Statutory Auditors;
4. Reviewing, with the management, the Annual Financial Statements and Auditor's Report thereon before submission to the Board for approval, with particular reference to:
 - a. matters required to be included in the Director's Responsibility Statement to be included in the Board's report in terms of clause (c) of sub-Section 3 of Section 134 of the Companies Act, 2013;
 - b. changes, if any, in accounting policies and practices and reasons for the same;
 - c. major accounting entries involving estimates based on the exercise of judgment by management;
 - d. significant adjustments made in the financial statements arising out of audit findings;
 - e. compliance with listing and other legal requirements relating to financial statements;
 - f. disclosure of any related party transactions; g. qualifications in the draft Audit Report;
5. Reviewing with the management: the quarterly financial statements before submission to the Board for approval, the statement of uses / application of funds raised through an issue (public issue, rights issue, preferential issue, etc.), the statement of funds utilized for purposes other than those stated in the offer document / prospectus / notice and the report submitted by the monitoring agency monitoring the utilisation of proceeds of a public or rights issue, and making appropriate recommendations to the Board to take steps in this matter;
6. Review and monitor the auditor's independence and performance, and effectiveness of audit process;
7. Approval or any subsequent modification of transactions of the Company with Related Parties;
8. Scrutiny of inter-corporate loans and investments;
9. Valuation of undertakings or assets of the Company, wherever it is necessary;
10. Evaluation of internal financial controls and risk management systems;
11. Reviewing with the management, performance of Statutory and Internal Auditors and adequacy of the internal control systems;





12. Reviewing the adequacy of internal audit function, if any, including the structure of the internal audit department, staffing and seniority of the official heading the department, reporting structure coverage and frequency of internal audit;
13. Discussion with Internal Auditors of any significant findings and follow up thereon;
14. Reviewing the findings of any internal investigations by the Internal Auditors into matters where there is suspected fraud or irregularity or a failure of internal control systems of a material nature and reporting the matter to the Board;
15. Discussion with Statutory Auditors before the audit commences, about the nature and scope of audit as well as post-audit discussion to ascertain any area of concern;
16. To look into the reasons for substantial defaults in the payment to the depositors, debenture holders, shareholders (in case of non-payment of declared dividends) and creditors;
17. To review the functioning of the Whistle Blower mechanism;
18. Approval of appointment of CFO (i.e. the Whole-Time Finance Director or any other person heading the finance function or discharging that function) after assessing the qualifications, experience, background, etc., of the candidate; and
19. Carrying out any other function as is mentioned in the terms of reference of the Audit Committee by the Act, the Listing Regulations or by the Board from time to time.

Such other matters as may be prescribed under the Act, Listing Regulations and by the Board of Directors of the Company from time to time.

Composition, name of Members and Chairperson, Meetings held during the year and Attendance at the Meetings:

During the year under review, five meetings of the Audit committee were held on 01.05.2021, 21.08.2021, 18.10.2021, 20.12.2021, 23.03.2022

The constitution and number of meetings attended by the Members of the Committee are given below:

Sr. No.	Name of Director	Category	Number of Audit Committee Meetings attended during the year
1	Mr. Narendra Navalakha	Chairman, Independent Director	5
2	Mr. Naresh Jain	Managing Director	5
3	Mrs. Darsha Kikani	Independent Director	4

The Company Secretary acts as the Secretary to the Committee. All the members of the Audit Committee are financially literate and have accounting and related financial management expertise.

Related Party Transaction Policy:

Company has formulated a Policy on Related Party Transactions as per the requirements of Listing Agreement / Regulations. The Policy is available on the website of the Company.





B. STAKEHOLDERS RELATIONSHIP COMMITTEE (SRC):

The Board has a Stakeholders Relationship Committee, which has been constituted in compliance with the provisions of section 178 of Companies Act, 2013 and regulation 20 of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015.

Terms of Reference:

The Committee performs the following functions:

1. Transfer/ transmission of shares.
2. Split up/ sub-division and consolidation of shares.
3. Dematerialization/ rematerialization of shares.
4. Issue of new and duplicate share certificates.
5. Registration of Power of Attorneys, Probate, Letters of transmission or similar other documents.
6. To open / close bank account(s) of the Company for depositing share / debenture applications, allotment and call monies, authorize operation of such account(s) and issue instructions to the Bank from time to time in this regard.
7. To look into redressal of shareholders' and investors' complaints like transfer of shares, non receipt of Annual Report, non receipt of declared dividends, etc.
8. Such other matters as may be prescribed under the Act, Listing Regulations and by the Board of Directors of the Company from time to time.

Details of complaints received and resolved by the Company during the financial year 2021-22 are given below:

Nature of Complaint	As on 01 st April 2021	Received During 2021-22	Disposed During 2021-22	As on 31 st March 2022
Non receipt of certificates lodged for Transfer / Transmission, issue of Duplicate shares	NIL	NIL	NIL	NIL
Non-receipt of Dividend	NIL	NIL	NIL	NIL
Others (Non-receipt of bonus shares/ POA/ change of signatures/ address etc.)	NIL	NIL	NIL	NIL
Total	NIL	NIL	NIL	NIL

Composition, name of Members and Chairperson, Meetings held during the year and Attendance at the Meetings:

During the year under review, one meetings of the Stakeholders Relationship Committee were held on 23rd March 2022.





The constitution and number of meetings attended by the Members of the Committee are given below:

Sr. No.	Name of Director	Category	Number of Stakeholders Relationship Committee Meetings attended during the year
1	Mr. Narendra Navalakha	Chairman, Independent Director	1
2	Mrs. Darsha Kikani	Independent Director	1
3	Mr. Naresh Jain	Managing Director	1

C. CORPORATE SOCIAL RESPONSIBILITY COMMITTEE (CSRC):

The Board has a Corporate Social Responsibility (CSR) Committee which has been constituted in compliance with the provisions of section 135 of the Companies Act, 2013 and regulations of SEBI [Listing Obligations and Disclosure Requirements] Regulations, 2015.

Terms of Reference:

1. Formulating and recommending to the Board, a Corporate Social Responsibility Policy indicating the activities to be undertaken by the Company as specified in Schedule VII to the Companies Act, 2013;
2. Recommending to the Board the amount of expenditure to be incurred;
3. Monitoring the implementation of framework of CSR Policy;
4. Ensuring that implementation of the projects and programmes is in compliance with the CSR policy of the company.
5. Such other matters as may be prescribed under the Act, Listing Regulations and by the Board of Directors of the Company from time to time.

The constitution and number of meetings attended by the Members of the Committee are given below:

Sr. No.	Name of Director	Category	Number of Corporate Social Responsibility (CSR) Committee Meetings attended during the year
1	Mr. Naresh Jain	Chairman, Managing Director	NIL
2	Mrs. Darsha Kikani	Independent Director	NIL
3	Mr. Narendra Navalakha	Independent Director	NIL

D. NOMINATION & REMUNERATION COMMITTEE (NRC):

The Board has Nomination and Remuneration Committee which has been constituted in compliance with the provisions of section 178 of the Companies Act, 2013 and regulation 19 of the SEBI [Listing Obligations and Disclosure Requirements] Regulations, 2015.





Terms of Reference:

1. Formulation of criteria for determining qualifications, positive attributes and independence of a Director and recommend to the Board a policy, relating to the remuneration of the Directors, Key Managerial Personnel and other employees;
2. Formulation of criteria for evaluation of Independent Directors and the Board including carrying out evaluation of every Director's performance;
3. Devising a policy on Board diversity;
4. Identifying persons who are qualified to become Directors and who may be appointed in senior management in accordance with the criteria laid down and recommend to the Board their appointment and removal; and
5. Such other matters as may be prescribed under the Act, Listing Regulations and by the Board of Directors of the Company from time to time.

Composition, name of Members and Chairperson, Meetings held during the year and Attendance at the Meetings:

During the year under review, one meetings of the Nomination & Remuneration Committee was held on 23rd March 2022

The constitution and number of meetings attended by the Members of the Committee are given below:

Sr. No.	Name of Director	Category	Number of Nomination and Remuneration Committee Meetings attended during the year
1	Mr. Narendra Navalakha	Chairman, Managing Director	1
2	Ms. Darsha Kikanj	Independent Director	1
3.	Ms. Poojan Bhandari*	Non-Executive Director	1

*Ms. Poojan Bhandari has appointed as Additional Non-Executive Director from 21.02.2022.

REMUNERATION OF DIRECTORS

a) Directors have no pecuniary relationship with the Company other than receiving remuneration as Directors.

b) Details of Remuneration

Whole-Time Directors/Executive Directors:

The remuneration payable to the Executive Directors are governed by the Act, Listing Regulations and Nomination Remuneration Policy of the Company and is subject to approval of the shareholders. Remuneration of Executive Directors consists of a fixed salary. The Board of Directors on the recommendation of Nomination Remuneration Committee determines the remuneration to be given to Directors. In addition, Executive Directors receive benefits as per the Company policy and the





Agreement entered with them. Details of remuneration paid to Executive Directors during the financial year are given below:

Particular	Mr. Naresh Jain Managing Director	Mr. Bhavesh Jain Whole Time Director
Salary	13.63 Lakhs	13.63 Lakhs
Commission / Bonus	-	-
Contribution to Provident Fund & other Funds	-	-
Other perquisites as per Income Tax Rules	-	-
Stock Options	-	-
Total	13.63 Lakhs	13.63 Lakhs

GENERAL BODY MEETINGS:

Location and time of last 3 Annual General Meetings is given below:

Financial Year	Date	Time	Venue
2020-21	30/09/2021	12.00 noon	610-611, GIDC, Phase IV, Vatva Industrial Estate, Vatva, Ahmedabade-382445, Gujarat.
2019-20	31/12/2020	12.00 noon	610-611, GIDC, Phase IV, Vatva Industrial Estate, Vatva, Ahmedabade-382445, Gujarat.
2018-19	27/09/2019	12.00 noon	610-611, GIDC, Phase IV, Vatva Industrial Estate, Vatva, Ahmedabade-382445, Gujarat.

SCORES (SEBI Complaints Redressal System):

SEBI processes investor complaints in a centralized web based complaints redressal system i.e. SCORES. Through this system, a shareholder can lodge complaint against a Company for his grievance. The Company uploads the action taken on the complaint which can be viewed by the shareholder. The Company and shareholder can seek and provide clarifications online through SEBI.

GENERAL SHAREHOLDER INFORMATION

The Company is registered in Gujarat, India. The Corporate Identification Number (CIN) allotted by Ministry of Corporate Affairs (MCA) is L91110GJ1983PLC022203.

Annual General Meeting – date, time & venue:

Date: 30/09/2022

Time: 12:00 Noon

Venue: 610-611, GIDC, Phase IV, Vatva Industrial Estate, Vatva, Ahmedabade-382445, Gujarat.

Financial Year: 1st April, 2021 to 31st March, 2022.

Book Closure:





The Company's Register of Members and Share Transfer Books will remain closed on September 23rd, 2022 to September 30th, 2022

Registrar and Share Transfer Agents (RTA):

Marudhar Industries Limited has appointed Link Intime India Private Limited as its RTA for both segments i.e. physical and electronic.

Link Intime India Private Limited

C 101, 247 Park, L.B.S. Marg, Vikhroli (West), Mumbai - 400083

Tel.: 022 - 4918 6270 Fax: 022 - 4918 6060.

As required under Regulation 7(3) of the Listing Regulations, the Company has filed a Certificate issued by RTA & Compliance Officer of the Company certifying that all activities in relation to both physical and electronic share transfer facility are maintained by RTA registered with SEBI i.e. Link Intime India Private Limited.

Nomination facility:

Pursuant to the provisions of section 72 of the Companies Act, 2013, and Rule 19(1) of the Companies (Share Capital and Debentures) Rules 2014, members may file Nomination in respect of their shareholdings. Members holding shares in physical form willing to avail this facility may submit to the Company the prescribed Form SH-13 and any change or variation in the nomination in prescribed Form SH-14.

Shareholding Pattern (as on 31st March, 2022):

Particular	No. of Shareholder	No. of Share held	Percentage of Shareholding
Promoter & Promoter Group	5	1,01,03,625	98.79
Foreign Portfolio Investors / Foreign Institutional Investors	-	-	-
Central Government / State Government	-	-	-
Financial Institutions / Banks	-	-	-
Resident Individuals	151	1,24,000	1.21
NBFC	-	-	-
Non Resident Individuals	-	-	-
Clearing Members	-	-	-
Bodies Corporate	-	-	-
Total	155	1,02,27,625	100

Top ten Public shareholders as on 31st March, 2022:

Sr. No.	Name	No. of Share held	Percentage of Shareholding
1	Sanjay Gulecha	31250	0.31
2	Sarojben Prakashraj Jain	10500	0.10
3	Kamla Devi Vaidh	2250	0.02
4	Dharamchand Dhariwala	2000	0.01
5	Gourishankar Sharma	1650	0.01
6	Mani Nahata	1650	0.01





7	Pawan Kumar Somani	1500	0.01
8	Surajmal Seshmal Jain	1000	0.01
9	Abhey Subhkaran Surana	1000	0.01
10	Abhishek Lalwani	500	0.01

Distribution of Shareholding (as on 31st March, 2022):

Sr. No	Share Range		Shares	% of Capital	No of Holder	% to No of Hold er
	From	To				
1	1	5000	69,350	0.68	141	90.97
2	50001	10000	2,000	0.02	2	1.29
3	100001	20000	6,650	0.07	4	2.58
4	200001	30000	4,750	0.05	2	1.29
5	300001	999999999	1,01,44,875	99.19	6	3.87
Total			1,02,27,625	100.00	155	100.00





Form No. MGT-11
Proxy form

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

CIN : L91110GJ1983PLC022203
Name of the company : MARUDHAR INDUSTRIES LIMITED
Registered office : 611, G.I.D.C. Phase IV,
Vatva Industrial Estate, Vatva
Ahmedabad - 382 445
Name of the member (s) :
Registered Address :
E-mail ID :
Folio No/Client ID :
DP ID :

I/we, being the member (s) of _____ shares of Marudhar Industries Limited, hereby appoint

1. Name:
Address:
E-mail ID: Signature: _____ or failing him
2. Name:
Address:
E-mail ID: Signature: _____ or failing him
3. Name:
Address:
E-mail ID: Signature: _____

as my/our proxy to attend and vote (on a poll) for me/us and on my/our behalf at the 39th Annual General Meeting of the Company, to be held on the on Friday, 30th day of September, 2022 at the Registered Office of the Company situated at 611, G.I.D.C. Phase IV, Vatva Industrial Estate, Vatva, Ahmedabad - 382 445 at 12:00 noon and at any adjournment thereof in respect of such resolutions as are indicated below:

Resolution No:

1. Adoption of Financial Statements of Company as on 31st March, 2022.
2. Re-appointment of Auditor M/s. Hitesh Prakash Shah & Co. and to fix their remuneration for the financial year 2022-23.
3. Ratification of remuneration payable to M/s. Anuj Aggrawal and Company, appointed as Cost Auditor of the Company for the F.Y. 2022-23.

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





Signature of shareholder:

Affix
Re.1/-
Revenue
Stamp

Signature of Proxy holder(s):

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





ATTENDANCE SLIP

(To be handed over at the Registration Counter)

Annual General Meeting held on 30th Septmeber 2022

Folio No./ DP ID - Client ID No.:

No. of Shares

I/We hereby record my/our presence at the Annual General Meeting of the Company being held on 30th September 2022 at 12:00 noon at 611, G.I.D.C. Phase IV, Vatva Industrial Estate, Vatva, Ahmedabad - 382 445.

1. Name(s) of the Member: 1. Mr. /Ms.....

And Joint Holder(s): 2. Mr. /Ms.....

(In block letters): 3. Mr. /Ms.....

2. Address:

3. Father's/Husband's
Name (of the Member): Mr.

4. Name of Proxy: Mr. /Ms.....

1.....

2.....

3.....

Signature of the Proxy

Signature(s) of Member and Joint Holder(s)

Note: Please complete the Attendance slip and hand it over at the Registration Counter at the venue.





INDEPENDENT AUDITOR'S REPORT

To
The Members of
Marudhar Industries Limited

Report on the audit of the Standalone Financial Statements

Opinion

We have audited the accompanying standalone financial statements of **Marudhar Industries Limited** ("the Company"), which comprise the Balance Sheet as at March 31, 2022, the Statement of Profit and Loss, including the statement of Other Comprehensive Income, the Cash Flow Statement and the 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 (hereinafter referred to as the "standalone financial statements"). In our opinion and to the best of our information and according to the explanations given to us read with the notes to accounts, the aforesaid standalone financial statements give the information required by the Companies Act, 2013, as amended (the "Act") in the manner so required, and give a true and fair view in conformity with the Companies (Indian Accounting Standards) Rules, 2015, as amended ("Ind AS") and other accounting principles generally accepted in India, of the state of affairs of the Company as at March 31, 2022, and its Profit, total comprehensive income, its cash flows and the changes in equity for the year ended on that date.

Basis for Opinion

We conducted our audit of the standalone financial statements in accordance with the Standards on Auditing (SAs), as specified under section 143(10) of the Companies Act, 2013 ("the Act"). Our responsibilities under those Standards are further described in the Auditor's Responsibilities for the Audit of the Standalone Financial Statements section of our report. We are independent of the Company in accordance with the Code of Ethics issued by the Institute of Chartered Accountants of India (ICAI) together with the ethical requirements that are relevant to our audit of the standalone financial statements under the provisions of the Act and the Rules made thereunder, and we have fulfilled our other ethical responsibilities in accordance with these requirements and the ICAI's Code of Ethics. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion on the standalone financial statement.

Emphasis of Matter

- (a) We draw attention on Note No 33(b) relating to balance confirmation / reconciliation and grouping of some of the third party accounts & balance with the Government agencies.
- (b) We draw attention on note no.27(a) of the financial statement, in relation to fire on 19/3/2021 at Packaging Division, Situated at 711,GIDC,Vatva, Ahmedabad of which claim has been lodged and the same is under assessment of the Insurance Company and its complete accounting/effect in relation to loss of fixed asset and inventories, will be made in the accounts on the basis of final receipt of the insurance claim.

Key Audit Matters

Key audit matters are those matters that, in our professional judgment, were of most significance in our audit of the Standalone Financial Statements of the year. We have determined that there are no key audit matters to be communicated in our report.



Other Information

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 Standalone Financial Statements and our auditor's report thereon.

Our opinion on the Standalone Financial Statements does not cover the other information and we do not express any form of assurance conclusion thereon.

In connection with our audit of the Standalone Financial Statements, our responsibility is to read the other information and, in doing so, consider whether such 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 a material misstatement of this other information, we are required to report that fact. We have nothing to report in this regard.

Responsibilities of Management for the Standalone Financial Statements

The Company's management and Board of Directors are responsible for matter stated in section 134(5) of the Act, with respect to the preparation and presentation of the Standalone Financial Statement that gives a true and fair view of the financial position, financial performance including other comprehensive income, cash flows and changes in equity of the Company in accordance with the accounting principles generally accepted in India, including the Indian Accounting Standards (Ind AS) specified under Section 133 of the Act read with the Companies (Indian Accounting Standards) Rules, 2015, as amended including the Companies (Indian Accounting Standards) Amendment Rules, 2019. 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 the 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 Standalone Financial Statement that give a true and fair view and are free from material misstatement, whether due to fraud or error.

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

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

Auditor's Responsibilities for the Audit of the Standalone Financial Statements

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

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

- Identify and assess the risks of material misstatement of standalone financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances. Under section 143(3)(i) of the Act, we are also responsible for expressing our opinion on whether the company has adequate internal financial controls system with reference to financial statements in place and the operating effectiveness of such controls.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by management.



- Conclude on the appropriateness of management's use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the Company's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the financial Statement or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the Company to cease to continue as a going concern.

- Evaluate the overall presentation, structure, and content of the standalone financial statement, including the disclosures, and whether the standalone financial statement represents 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, make 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.

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

We also provide those charged with governance with a statement that we have complied with relevant ethical requirements regarding independence, and to communicate with them all relationships and other matters that may reasonably be thought to bear on our independence, and where applicable, related safeguards. From the matters communicated with those charged with governance, we determine those matters that were of most significance in the audit of the standalone financial statements for the financial year ended March 31, 2022 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

(A) As required by the Companies (Auditors' Report) Order, 2020 ("the Order") issued by the Central Government of India in terms of subsection (11) of Section 143 of the Act, we give in the "Annexure A" a statement on the matters specified in paragraphs 3 and 4 of the Order, to the extent applicable for the year under consideration.

(B) As required by Section 143(3) of the Act and read with the notes to accounts, based on our audit and the explanations given to us by the company, we broadly 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 as at March 31, 2022, the Statement of Profit and Loss including the Statement of Other Comprehensive Income, the Cash Flow and Statement of Changes in Equity for the year then ended dealt with by this report are in agreement with the books of account;

(d) In our opinion, the standalone financial statements comply with the Indian Accounting Standards specified under section 133 of the Act read with Companies (Indian Accounting Standards) Rules, 2015, as amended;

(e) On the basis of the written representations received from the directors as on March 31, 2022, taken on record by the Board of Directors, none of the directors is disqualified as on March 31, 2022, from being appointed as a director in terms of Section 164(2) of the Act;

(f) With respect to the adequacy of the internal financial controls over financial reporting of the company with reference to these standalone financial statements and the operating effectiveness of such controls, refer to our separate Report in 'Annexure B' to this report;



(g) With respect to the other matters to be included in the Auditor's Report in accordance with the requirements of sub-section (16) of Section 197 of the Act, as amended, we report that to the best of our information and according to the explanations given to us, 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 auditors' report in accordance with Rule 11 of the Companies (Audit and Auditors) Rules, 2014, as amended, in our opinion and to the best of our information and according to the explanations given to us:-

- i. The Company has disclosed the impact of pending litigations on its financial position in its Standalone Financial Statements-Please Refer Note No.30(a) to the Standalone Financial Statement;
- ii. There are no long-term contracts including derivative contracts and accordingly no provision is required to be made for any loss from the same;
- iii. There is no fund which is pending 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 aggregate) have been advanced or loaned or invested (either from borrowed funds or share premium or any other sources or kind of funds) by the Company to or in any other person(s) or entity(ies), including foreign entities ("Intermediaries"), with the understanding, whether recorded in writing or otherwise, that the intermediary shall, 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 aggregate) have been received by the Company from any person(s) or entity(ies), including foreign entities ("Funding Parties"), with the understanding, whether recorded in writing or otherwise, that the Company shall, whether, directly or indirectly, lend or invest in other persons or entities identified in any manner whatsoever by or on behalf of the Funding Party ("Ultimate Beneficiaries") or provide any guarantee, security or the like on behalf of the Ultimate Beneficiaries; and

(c) Based on the 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 of the Companies (Audit and Auditors) Rules, 2014, as provided in (a) and (b) above, contain any material misstatement.
- v. The Company has not declared any dividend during the year.

Place: Ahmedabad
Date: September 5, 2022
UDIN: 22124095ASBGHV2172



For, Hitesh Prakash Shah & Co
(Firm Regd. No: 127614W)
Chartered Accountants

Hitesh Shah
Partner
Membership No. 124095

Annexure A to Independent Auditor's Report of even date on the Standalone Financial Statements of Marudhar Industries Limited for the year ended on 31st March 2022.

(Referred to in paragraph A under 'Report on other legal and regulatory requirements' section of our report of even date to the members of Marudhar Industries Limited)

- (i) In respect of the Company's Property, Plant and Equipment and Intangible Assets:
- (a) (A) The company has maintained proper records showing full particulars, including quantitative details and situation of Property, Plant and Equipment and the relevant details of right-of-use assets.
- (B) The company has maintained proper records showing full particulars of intangible assets.
- (b) The majority of Property, Plant and Equipment have been physically verified by the management during the year and there is a regular programme of verification which, in our opinion, is reasonable having regard to the size of the Company and the nature of its assets. No Material discrepancies were noticed on such verification.
- (c) According to the information and explanation given to us by the management, and based on the examination of property tax receipts and lease agreement(s) for assets on lease, registered sale deed/transfer deed/conveyance deed provided to us, we report that the title deeds of immovable properties (which are included under the Note 3 - 'Property, Plant and Equipment'), are held in the name of the Company as at the Balance sheet date.
- (d) The company has not revalued any of its Property, Plant and Equipment (including right-of-use assets) and intangible assets during the year.
- (e) According to the information and explanation given to us by the management, no proceedings have been initiated during the year or are pending against the Company as at March 31, 2022 for holding any benami property under the Benami Transactions (Prohibition) Act, 1988 (as amended in 2016) and rules made thereunder.
- (ii) (a) The physical verification of inventory has been conducted at reasonable intervals by the management, in our opinion and as explained to us, the frequency of verification by the management is reasonable and the coverage and procedure for such verification is appropriate. No discrepancies of 10% or more in the aggregate for each class of inventory were noticed on such verification.
- (b) The Company has been sanctioned working capital limits in excess of five crore rupees, in aggregate from banks on the basis of security of current assets. In the opinion of the management the quarterly returns/statements filed by the Company are broadly in agreement with the books of accounts and there is not material discrepancy.
- (iii) The Company has not made investments in, provided any guarantee or security or granted any loans or advances in the nature of loans, secured or unsecured, to companies, firms and limited liability partnerships or any other parties covered in the register maintained under section 189 of the Act. Accordingly, reporting under clause 3(iii) of the Order is not applicable to the Company.
- (iv) The Company has complied with the provisions of sections 185 and 186 of the Act in respect of grant of loans, making investments and providing guarantees and securities, as applicable.
- (v) The Company has not accepted any deposits within the meaning of Sections 73 to 76 of the Act and the Companies (Acceptance of Deposits) Rules, 2014 (as amended). Accordingly, reporting under clause 3(v) of the Order is not applicable to the Company.
- (vi) We have broadly reviewed the books of account maintained by the Company pursuant to the rules made by the Central Government for the maintenance of cost records under section 148(1) of the Act, and are of the opinion that prima facie, the specified accounts and records have been made and maintained. We have not, however, made a detailed examination of the same.



(vii) In respect of statutory dues:

- (a) In our opinion, the Company has generally been regular in depositing the undisputed statutory dues including Goods and Services Tax, provident fund, employees' state insurance, income-tax, sales-tax, service tax, duty of customs, duty of excise, value added tax, cess and any other material statutory dues, as applicable, to the appropriate authorities.
- (b) There are no material undisputed amounts payable in respect of above dues which were in arrears as at March 31, 2022, for a period of more than six months from the date they became payable.
- (c) There were no undisputed amounts payable in respect of Goods and Services Tax, provident fund, employees' state insurance, income-tax, sales-tax, service tax, duty of customs, duty of excise, value added tax, cess and other material statutory dues, as applicable, in arrears as at March 31, 2022 for a period of more than six months from the date they became payable except the following: -

Name of the Statute	Nature of the dues	Amount involved (Rs in Lakhs)	Amount unpaid (Rs in Lakhs)	Period to which the amount relates	Forum where dispute is pending
Income Tax Act, 1962	Income Tax	9.15	9.15	Assessment Year 2017-18	Commissioner of Income Tax (Appeal)
Income Tax Act, 1962	Income Tax	12.58	12.58	Assessment Year 2018-19	Commissioner of Income Tax (Appeal)

(viii) According to the records of the Company examined by us and the information and explanation given to us, no transaction that has not been recorded in the books of accounts have been surrendered or disclosed as income during the year in the tax assessment under the Income Tax Act, 1961, (43 of 1961).

(ix) (a) The Company is regular in repayment of loans or other borrowings or in payment of interest thereon to lenders.

(b) The Company has not been declared wilful defaulter by any bank or financial institution or government or government authority.

(c) The Company has utilised the money obtained by way of term loans during the year for the purpose for which they were obtained.

(d) According to 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 subsidiary.

(f) The Company has not raised loans during the year on the pledge of securities held in its subsidiary.

(x) (a) The Company has not raised any moneys by way of initial public offer, further public offer (including debt instruments) during the year. Accordingly, reporting under clause 3(x)(a) of the Order is not applicable.

(b) During the year, the Company has not made any preferential allotment or private placement of shares or convertible debentures (fully or partly or optionally) and hence, reporting under clause 3(x) (b) of the Order is not applicable.

(xi) (a) No fraud by the Company and no material fraud on the Company has been noticed or reported during the year.



- (c) As represented to us by the management of the Company, there are no whistle blower complaints received by the Company during the year.
- (xii) In our opinion, the Company is not a Nidhi Company. Accordingly, reporting under clause 3(xii) of the Order is not applicable to the Company.
- (xiii) In our opinion, the Company is in compliance with Section 177 and Section 188 of the Act with respect to applicable transactions with the related parties and the details of related party transactions have been disclosed in the standalone financial statements as required by the applicable accounting standards.
- (xiv) (a) In our opinion, the Company has an adequate internal audit system commensurate with the size and nature of its business.
- (b) We have considered, the internal audit reports for the year under audit, issued to the Company during the year and till date, in determining the nature, timing and extent of our audit procedures.
- (xv) In our opinion, during the year, the Company has not entered into non-cash transactions with directors or persons connected with its directors, and hence, provisions of section 192 of Act are not applicable to the Company.
- (xvi) (a) In our opinion, the Company is not required to be registered under section 45-IA of the Reserve Bank of India Act, 1934. Hence, reporting under clauses 3(xvi)(a), (b), and (c) of the Order is not applicable to the Company.
- (b) In our opinion, there is no core investment Company within the Group (as defined in the Core Investment Companies (Reserve Bank) Directions, 2016). Hence, reporting under clause 3(xvi)(d) of the Order is not applicable to the Company.
- (xvii) The Company has not incurred cash losses during the financial year covered by our audit and the immediately preceding financial year.
- (xviii) There has been no resignation of the statutory auditors of the Company during the year.
- (xix) On the basis of the financial ratios, ageing and expected dates of realisation of financial assets and payment of financial liabilities, other information accompanying the financial statements and our knowledge of the board of directors and management plans, and based on our examination of the evidence supporting the assumptions, nothing has come to our attention, which causes us to believe that any material uncertainty exists as on the date of the audit report indicating that the Company is not capable of meeting its liabilities existing at the date of the balance sheet as and when they fall due within a period of one year from the balance sheet date. We, however, state that this is not an assurance as to the future viability of the Company. We further state that our reporting is based on the facts up to the date of the audit report and we neither give any guarantee nor any assurance that all liabilities falling due within a period of one year from the balance sheet date, will get discharged by the Company as and when they fall due.
- (xx) As explained to us, the Provision of Section 135 of the Act related to Corporate Social Responsibility (CSR) is not applicable, hence, reporting under clause 3(xx)(a) & (b) of the Order is not applicable to the Company.
- (xxi) In our opinion, the clause (xxi) of para 3 of the Order does not apply to Standalone Financial Statements.

Place: Ahmedabad
Date: September 5, 2022
UDIN: 22124095ASBGHV2172



For, Hitesh Prakash Shah & Co.
(Firm Regd. No: 127614W)
Chartered Accountants

Hitesh Shah
Partner
Membership No. 124095

Annexure B to Independent Auditors Report

Annexure B referred to paragraph B(f) under 'Report on Other Legal Regulatory Requirements of Independent Auditor's report of even date for year ended March 31, 2022.

Report on the Internal Financial Controls under Clause (i) of Sub - section 3 of Section 143 of the Companies Act, 2013 ("the Act").

We have audited the internal financial controls over financial reporting of Marudhar Industries Limited ("the Company") as of March 31, 2022 in conjunction with our audit of the Standalone financial Statements of the company for the year ended on that date.

Management's Responsibility for Internal Financial Controls

The Company's management and Board of Directors are responsible for establishing and maintaining internal financial Controls based on the internal control over financial reporting criteria established by the Company considering the essential components of internal control stated in the Guidance Note on Audit of Internal Financial Controls over Financial Reporting issued by the Institute of Chartered Accountants of India. These responsibilities include the design, implementation and maintenance of adequate internal financial controls that were operating effectively for ensuring the orderly and efficient conduct of its business, including adherence to company's policies, the safeguarding of its assets, the prevention and detection of frauds and errors, the accuracy and completeness of the accounting records, and the timely preparation of reliable financial information, as required under the Companies Act, 2013.

Auditors' Responsibility

Our responsibility is to express an opinion on the Company's internal financial controls over financial reporting with reference to these Standalone Financial Statements based on our audit. We conducted our audit in accordance with the Guidance Note on Audit of Internal Financial Controls Over Financial Reporting (the "Guidance Note") and the Standards on Auditing as specified under section 143(10) of the Companies Act, 2013, to the extent applicable to an audit of internal financial controls, both issued by the Institute of Chartered Accountants of India. Those Standards and the Guidance Note require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether adequate internal financial controls over financial reporting with reference to these Standalone Financial Statements 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 over financial reporting with reference to these Standalone financial statements and their operating effectiveness. Our audit of internal financial controls over financial reporting included obtaining an understanding of internal financial controls over financial reporting with reference to these Standalone financial statements, assessing the risk that a material weakness exists, and testing and evaluating the design and operating effectiveness of internal control based on the assessed risk. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion on the internal financial controls over financial reporting with reference to these Standalone financial statements.

Meaning of Internal Financial Controls Over Financial Reporting with Reference to these Financial Statements

A company's internal financial control over financial reporting with reference to these Standalone financial statements is a process designed to provide reasonable assurance regarding the reliability of financial reporting and the preparation of financial statements for external purposes in accordance with generally accepted accounting principles. A company's internal financial control over financial reporting with reference to these Standalone financial statements includes those policies and procedures that

- (1) Pertain to the maintenance of records that, in reasonable detail, accurately and fairly reflect the transactions and dispositions of the assets of the company;
- (2) provide reasonable assurance that transactions are recorded as necessary to permit preparation of financial statements in accordance with generally accepted accounting principles, and that receipts and expenditures of the company are being made only in accordance with authorizations of management and directors of the company; and
- (3) Provide reasonable assurance regarding prevention or timely detection of un-authorized acquisition, use, or disposition of the company's assets that could have a material effect on the financial statements.

Inherent Limitations of Internal Financial Controls Over Financial Reporting with Reference to these Standalone Financial Statements



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

Opinion

In our opinion, the Company has, in all material respects, except otherwise stated or reported to the management, an adequate internal financial controls system over financial reporting with reference to this standalone financial statements and such internal financial controls over financial reporting with reference to these standalone financial statement were operating effectively as at March 31, 2022, based on the internal control over financial reporting criteria established by the Company considering the essential components of internal control stated in the Guidance Note on Audit of Internal Financial Controls Over Financial Reporting issued by the Institute of Chartered Accountants of India.

For, Hitesh Prakash Shah & Co
(Firm Regd. No: 127614W)
Chartered Accountants



Place: Ahmedabad
Date: September 5, 2022
UDIN: 22124095ASBGHV2172

Hitesh Shah
Partner
Membership No. 124095

MARUDHAR INDUSTRIES LIMITED

CIN No: L21110GJ1983PLC022203

Balance Sheet as at 31st March 2022

(Amount in Lakhs)

Particulars	Notes	As at 31-03-2022	As at 31-03-2021
ASSETS			
Non-current assets			
Property, plant and equipment	3	4,749.94	4,321.02
Right to use assets	3	1,003.19	1,019.44
Intangible assets	3	48.52	54.06
Financial assets	4		
(i) Investments		31.17	31.17
(ii) Loans		12.31	13.07
(iii) Other financial assets		115.24	103.12
Other non-current assets	9	48.09	81.85
Total non-current assets		6,008.46	5,673.73
Current assets			
Inventories	5	4,800.98	5,009.64
Financial assets			
(i) Trade receivables	6	4,029.00	3,664.61
(ii) Cash and cash equivalents	7	358.45	594.44
(iii) Bank balances other than (ii) above	8	438.67	374.29
(iv) Loans	4	24.41	18.30
(v) Other financial assets	4	409.04	417.78
Other current assets	9	798.35	740.22
Total current assets		10,858.90	10,819.28
TOTAL ASSETS		16,867.36	16,493.01
EQUITY AND LIABILITIES			
Equity			
Equity Share Capital	10	1,022.76	1,022.76
Other equity	11	4,472.01	4,071.75
Total other Equity		4,472.01	4,071.75
Total Equity		5,494.77	5,094.51
Liabilities			
Non-current liabilities			
Financial liabilities			
(i) Borrowings	12	2,433.73	1,603.86
(ii) Other financial Liabilities	14	-	445.58
Provisions	16	127.90	108.26
Deferred tax liabilities (net)	17	527.24	487.13
Total non-current liabilities		3,088.87	2,644.83
Current liabilities			
Financial liabilities			
(i) Borrowings	12	5,043.15	4,570.32
(ii) Trade payables	13		
-Due to Micro and Small Enterprises		2,411.54	3,508.88
-Due to Other than Above		472.14	327.19
(iii) Other financial liabilities	14		
Other current liabilities	15	229.27	242.23
Provisions	16	101.75	104.94
Current tax liabilities (net)	18	25.87	-
Total current liabilities		8,283.72	8,753.67
TOTAL EQUITY AND LIABILITIES		16,867.36	16,493.01

Summary of significant accounting policies

2.1

The accompanying notes are an integral part of the financial statements

As per our report of even date
For, Hitesh Prakash Shah & Co.
Chartered Accountants
ICAI Registration No: 127814W

Hitesh P. Shah
Partner
Membership No. 124095



Place : Ahmedabad
Date : 08th September 2022
UDIN No: 22124095ASBGHV2172

For, Marudhar Industries Limited

Naresh S. Jain
Managing Director
DIN:00714499

Aziz H. Gohil
Company Secretary

Bhavesht S. Jain
Director
DIN:03091444

P. P. Prajapati
Chief Financial Officer

MARUDHAR INDUSTRIES LIMITED

CIN No: L91110GJ1983PLC022203

Statement of Profit and Loss for the Year Ended on 31st March, 2022

(Amount in Lakhs)

Particulars	Notes	Year Ended 31-03-2022	Year Ended 31-03-2021
INCOME			
Revenue From Operation	19	33,388.77	22,098.10
Other income	20	68.05	32.95
Total income		33,456.82	22,131.05
Expenses			
Cost of raw materials and components consumed	21	27,718.82	17,648.48
Changes in inventories of finished goods & work-in-progress	22	394.32	(221.20)
Employee benefits expenses	23	1,030.97	921.57
Finance costs	24	747.19	956.64
Depreciation and amortisation expenses	25	425.85	452.94
Other expenses	26	2,805.87	2,026.52
Total expenses		32,932.02	21,784.93
Profit before exceptional items and tax		524.80	346.12
Exceptional items	27	-	(328.34)
Profit before tax		524.80	19.78
Tax expense	28		
Current tax		(97.11)	0.13
Excess/ (Short) provision for current tax of earlier years		(11.56)	9.83
MAT Credit Entitlement of earlier years		-	48.70
Deferred tax		(40.12)	0.59
Total tax expense		(148.79)	59.05
Profit for the year		376.01	78.83
Other comprehensive income			
A. Other comprehensive income not to be reclassified to profit or loss in subsequent periods:			
Re-measurement loss on defined benefit plans		33.60	13.34
Income tax effect		(9.35)	(3.71)
Net other comprehensive income not to be reclassified to profit or loss in subsequent periods		24.25	9.63
Other comprehensive income for the year, net of tax		24.25	9.63
Total comprehensive income for the year, net of tax		400.26	88.46
Earnings per equity share (nominal value per share Rs. 10/- (March 31, 2021: Rs. 10/-))			
Basic & Diluted	34	3.68	0.77
Summary of significant accounting policies	2.1		

The accompanying notes are an integral part of the financial statements

As per our report of even date
For, Hitesh Prakash Shah & Co.
Chartered Accountants
ICAI Registration No: 127514W

Hitesh P. Shah
Partner
Membership No. 124095



Place : Ahmedabad
Date : 5th September 2022
UDIN No: 22124095ASBGHV2172

For, Marudhar Industries Limited

Naresh S. Jain
Managing Director
DIN:00714499

Aziz H. Gohil
Company Secretary

Bhavesh S. Jain
Director
DIN:03091444

P.P. Prajapati
Chief Financial Officer

MARUDHAR INDUSTRIES LIMITED

CIN No: L91110GJ1983PLC022203

Cash Flow Statement for the Year Ended on 31st March 2022

(Amount in Lakhs)

Particulars	Year ended 31-03-2022	Year ended 31-03-2021
A: CASH FLOW FROM OPERATING ACTIVITIES		
Profit Before Tax & Other Comprehensive income	524.80	19.78
Adjustments to reconcile profit before tax to net cash flows:		
Depreciation on property, plant, equipment & Amortisation of Assets	425.85	452.94
Unrealized (gain)/loss for F&O transactions	(17.02)	-
Finance income (including fair value changes in financial instruments)	(43.97)	(31.27)
Finance costs (including fair value changes in financial instruments)	747.19	666.64
Re-measurement loss on defined benefit plans	33.60	13.34
Operating Profit before working capital changes	1,670.45	1,411.43
Working capital adjustments:		
Decrease/(Increase) in trade receivables	(364.39)	177.07
Decrease/(Increase) in inventories	208.68	(926.12)
Decrease/(Increase) in loans	(5.35)	(11.44)
Decrease/(Increase) in other non-current financial assets	37.88	6.55
Decrease/(Increase) in other non-financial assets	(41.53)	124.38
Decrease/(Increase) in other current financial assets	10.30	-
(Decrease)/Increase in trade payables	(1,097.45)	2,573.36
(Decrease)/Increase in other current non-financial liabilities	(12.96)	147.93
Increase in provisions	16.45	20.86
Cash generated from operations	422.06	3,524.02
Direct taxes paid (net)	(91.74)	(36.86)
Net Cash (used in) generated from operating activities	330.32	3,487.16
B: CASH FLOW FROM INVESTING ACTIVITIES		
Purchase of fixed assets, including CWIP and capital advances	(1,099.46)	(566.51)
Redemption/(investment) in bank deposits (having original maturity of more than three months)	(64.38)	(75.56)
Interest income	42.41	38.38
Net Cash (used in) generated from investing activities	(1,121.43)	(603.69)
C: CASH FLOW FROM FINANCING ACTIVITIES		
Repayment of long term borrowings	(809.68)	(532.11)
Receipt of Long term Borrowings	1,801.77	380.00
Repayment of Short term borrowings	(189.39)	(3,097.57)
Receipt of Short term Borrowings	500.00	700.00
Finance cost paid	(747.58)	(972.66)
Net Cash (used in) generated from financing activities	555.12	(3,542.54)
Net (Decrease)/ Increase in Cash and Cash Equivalents	(235.99)	(659.07)
Cash and Cash Equivalents at the beginning of the year	594.44	1,253.51
Cash and Cash Equivalents at the end of the year (Refer note-7)	358.45	594.44

a) The above Cash Flow Statement has been prepared under the "Indirect Method" as set out in the Indian Accounting Standard 7 "Cash Flow Statement".

As per our even date report attached

For, Hitesh Prakash Shah & Co.

Chartered Accountants

ICAI Registration No: 127614W

Hitesh P. Shah

Partner

Membership No. 124095

Place : Ahmedabad

Date : 5th September 2022

UDIN No:- 22124095ASBGHV2172



For, Marudhar Industries Limited

Naresh S. Jain
Managing Director
DIN:00714499

Aziz H. Gohil
Company Secretary

Bhavesh S. Jain
Director
DIN:03091444

P. P. Prajapati
Chief Financial Officer

MARUDHAR INDUSTRIES LIMITED

Statement of Change in Equity for the year ended 31st March, 2022

A. Equity Share Capital

Particulars	Numbers	Amount In Lakhs
Equity shares of Rs. 10 each issued, subscribed and fully paid		
As at 1 st April, 2020	10,227,625.00	1,022.76
Issue of Equity Share Capital		
As at 31 st March, 2021	10,227,625.00	1,022.76
Issue of Equity Share Capital		
As at 31 st March, 2022	10,227,625.00	1,022.76

B. Other Equity

Particulars	Reserves & Surplus					Total Other Equity
	Capital Reserve	Capital Redemption Reserve	General Reserve	Revaluation Reserve	Preference Share Redemption Reserve	
As at 1 st April, 2020	257.05	14.01	11.86	1,023.88	150.00	3,983.29
Profit for the year	-	-	-	-	-	78.83
Transfer from revaluation reserve to retained earnings	-	-	-	(16.07)	-	16.07
Other Comprehensive Income (Re-measurement loss on defined benefit plans)	-	-	-	(16.07)	-	9.63
Total Comprehensive Income	-	-	-	(16.07)	-	88.46
As at 31 st March, 2021	257.05	14.01	11.86	1,007.81	150.00	4,071.75
Profit for the year	-	-	-	-	-	376.01
Transfer from revaluation reserve to retained earnings	-	-	-	(16.07)	-	16.07
Other Comprehensive Income (Re-measurement loss on defined benefit plans)	-	-	-	(16.07)	-	24.26
Total Comprehensive Income	-	-	-	(16.07)	-	416.33
As at 31 st March, 2022	257.05	14.01	11.86	991.74	150.00	4,472.01

As per our report of even date
For, Hitesh Prakash Shah & Co.
Chartered Accountants

ICAI Registration No: 127614W

Hitesh P. Shah
Partner
Membership No. 124095



For, Marudhar Industries Limited

Nareish S. Jadh
Managing Director
DIN:00714499

Bhawesh S. Jain
Director
DIN:03081444

Aziz H. Gohil
Company Secretary

Pareesh P. Prajapati
Chief Financial Officer

Place : Ahmedabad
Date : 5th September 2022
UDIN No:- 22124095ASBGHV2172

1. CORPORATE INFORMATION:

MARUDHAR INDUSTRIES LIMITED (the "Company") is a public company domiciled in India and incorporated under the provisions of the Companies Act, applicable in India. Its shares are listed on Calcutta Stock Exchange Limited. The registered office of the Company is located at 610-611, Phase-VI, GIDC Vatva, Ahmedabad. The Company is engaged in the manufacturing of Aluminium Foils & Strips and Printed Plastics & Pouches. The Company caters to both domestic and international markets.

The financial statements were authorized for issue in accordance with a resolution passed in Board Meeting held on 5th September 2022.

The financial statements have been prepared in Indian Rupees and has been rounded off to the nearest lakhs.

2. BASIS OF PREPARATION:

The financial statements of the Company have been prepared in accordance with Indian Accounting Standards ("Ind AS") notified under the Companies (Indian Accounting Standards) Rules, 2015 (as amended including the Companies (Indian Accounting Standards) Amendment Rules, 2019) and presentation requirements of Division II of Schedule III to the Companies Act, 2013, (Ind AS compliant Schedule III), as applicable to the standalone financial statement.

The financial statements have been prepared on a historical cost basis, except for certain financial assets and liabilities which have been measured at fair value (refer accounting policy regarding financial instruments) and derivative financial instruments.

The financial statements are presented in Rupees.

2.1 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES:

a. CURRENT VERSUS NON-CURRENT CLASSIFICATION:

The Company presents assets and liabilities in the Balance Sheet based on current/non-current classification.

An asset is treated as current when it is:

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

All other assets are classified as non-current.

A liability is current when:

- It is expected to be settled in the normal operating cycle;
- It is held primarily for the purpose of trading;
- It is due to be settled within twelve months after the reporting period; or
- There is no unconditional right to defer the settlement of the liability for at least twelve months after the reporting period.

The Company classifies all other liabilities as non-current.

Deferred tax assets and liabilities are classified as non-current assets and liabilities.

The operating cycle is the time between acquisition of assets for processing and their realization in cash and cash equivalents. The Company has identified twelve month as its operating cycle.

b. FOREIGN CURRENCIES:

The Company's financial statements are presented in Rupees, which is also the Company's functional currency.

Transactions and balances

Transactions in foreign currencies are initially recorded in the Company's functional currency at the exchange rates prevailing on the date the transaction first qualifies for recognition.



Monetary assets and liabilities denominated in foreign currencies are restated in the functional currency at the exchange rates prevailing on the reporting date of financial statements.

Exchange differences arising on settlement of such transactions and on translation of monetary items are recognized in the Statement of Profit and Loss.

Non-monetary items that are measured in terms of historical cost in a foreign currency are translated using the exchange rates on the dates of the initial transactions.

c. FAIR VALUE MEASUREMENT :

The Company measures financial instruments, such as, derivatives at fair value at each Balance Sheet date.

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

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

The principal or the most advantageous market must be accessible by the Company.

The fair value of an asset or a liability is measured using the assumptions that market participants would use when pricing the asset or liability, assuming that market participants act in their economic best interest.

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

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

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

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

For assets and liabilities that are recognized in the financial statements on a recurring basis, the Company determines whether transfers have occurred between levels in the hierarchy by re-assessing categorization (based on the lowest level input that is significant to the fair value measurement as a whole) at the end of each reporting period.

The Company's Management determines the policies and procedures for both recurring fair value measurement, such as derivative financial instruments and unquoted financial assets measured at fair value, and for non-recurring fair value measurement.

External valuers are involved for valuation of significant assets, such as unquoted financial assets. Involvement of external valuers is decided upon annually by the Management after discussion with and approval by the Company's Audit Committee. Selection criteria include market knowledge, reputation, independence and whether professional standards are maintained. The Management decides, after discussions with the Company's external valuers, which valuation techniques and inputs to use for each case.

At each reporting date, the Management analyses the movements in the values of assets and liabilities which are required to be premeasured or re-assessed as per the Company's accounting policies. For this analysis, the Management verifies the major inputs applied in the latest valuation by agreeing the information in the valuation computation to contracts and other relevant documents.



The Management, in conjunction with the Company's external valuers, also compares the change in the fair value of each asset and liability with relevant external sources to determine whether the change is reasonable.

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

This note summarizes accounting policy for fair value. Other fair value related disclosures are given in the relevant notes.

- Disclosures for valuation methods, significant accounting judgments, estimates and assumptions
- Quantitative disclosures of fair value measurement hierarchy
- Financial instruments (including those carried at amortized cost)

d. PROPERTY, PLANT AND EQUIPMENT (PPE):

PPE and Capital work in progress are stated at cost, net of accumulated depreciation and accumulated impairment losses, if any. The cost comprises purchase price and borrowing costs if capitalization criteria are met, the cost of replacing part of the property, plant and equipment and directly attributable cost of bringing the asset to its working condition for the intended use. Each part of an item of property, plant and equipment with a cost that is significant in relation to the total cost of the item is depreciated separately. This applies mainly to components for machinery. When significant parts of fixed assets are required to be replaced at intervals, the Company recognizes such parts as individual assets with specific useful lives and depreciates them accordingly. Likewise, when a major overhauling is performed, its cost is recognized in the carrying amount of the PPE as a replacement if the recognition criteria are satisfied. Any trade discounts and rebates are deducted in arriving at the purchase price.

Subsequent expenditure related to an item of property, plant and equipment is added to its book value only if it increases the future benefits from the existing asset beyond its previously assessed standard of performance. All other expenses on existing property, plant and equipment, including day-to-day repair and maintenance expenditure and cost of parts replaced, are charged to the Statement of Profit and Loss for the period during which such expenses are incurred.

CWIP comprises of cost of PPE that are yet not installed and not ready for their intended use at the Balance Sheet date.

The residual values, useful lives and methods of depreciation of property, plant and equipment are reviewed at each financial year end and adjusted prospectively, if applicable.

The Company calculates depreciation on items of property, plant and equipment on a straight-line basis using the rates arrived at based on the useful lives defined under Schedule II of the Companies Act, 2013, except in respect of following fixed assets:

- (i) Long Term Lease hold land is amortized over a period of 99 years, being the lease term.

An item of property, plant and equipment is derecognized upon disposal or when no future economic benefits are expected from its use or disposal. Any gain or loss arising on derecognition of the asset (calculated as the difference between the net disposal proceeds and the carrying amount of the asset) is included in the Statement of Profit and Loss when the asset is derecognized.

c. INTANGIBLE ASSETS:

Intangible Assets acquired separately are measured on initial recognition at cost. Following initial recognition, intangible assets are carried at cost, less any accumulated amortization and accumulated impairment losses, if any.

Intangible assets in the form of Rights & Titles are amortized over a period of 20 years on a straight-line basis. The amortization period and the amortization method for an intangible asset with a finite useful life are reviewed at least at the end of each reporting period. Changes in the expected useful life or the expected pattern of consumption of future economic benefits embodied in the asset are considered to modify the amortization period or method, as appropriate, and are treated as changes in accounting estimates. The amortization expense on intangible assets with finite lives is recognized in the Statement of Profit and Loss.

Gains or losses arising from derecognition of an intangible asset are measured as the difference between the net disposal proceeds and the carrying amount of the asset and are recognized in the Statement of Profit and Loss when the asset is derecognized.

f. IMPAIRMENT OF NON-FINANCIAL ASSETS:



The Company assesses at each reporting date whether there is any indication that an asset may be impaired. If any such indication exists, the Company estimates the recoverable amount of the asset. If such recoverable amount of the asset is less than its carrying amount, the carrying amount is reduced to its recoverable amount. The reduction is treated as an impairment loss and is recognized in the Statement of Profit and Loss. If at the reporting date there is an indication that a previously assessed impairment loss no longer exists, the recoverable amount is reassessed and the asset is reflected at the recoverable amount subject to a maximum of depreciated historical cost.

g. BORROWING COSTS:

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 asset. All other borrowing costs are expensed in the period in which they occur. Borrowing costs consist of interest and other costs that an entity incurs in connection with the borrowing of funds.

h. LEASES:

The determination of whether an arrangement is (or contains) a lease is based on the substance of the arrangement at the inception of the lease. The arrangement is, or contains, a lease if fulfilment of the arrangement is dependent on the use of a specific asset or assets and the arrangement conveys a right to use the asset or assets, even if that right is not explicitly specified in an arrangement.

Company as a lessee:

A lease is classified at the inception date as a finance lease or an operating lease. A lease that transfers substantially all the risks and rewards incidental to ownership to the Company is classified as a finance lease. A leased asset is depreciated over the useful life of the asset.

Operating lease payments are recognized as an expense in the Statement of Profit and Loss on a straight-line basis over the lease term.

i. FINANCIAL INSTRUMENTS:

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

Financial assets

Initial recognition and measurement

All financial assets are recognized initially at fair value plus, in the case of financial assets not recorded at fair value through Statement of Profit and Loss, transaction costs that are attributable to the acquisition of the financial asset.

Subsequent measurement

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

- Debt instruments - measured at amortized cost
- Debt instruments, derivatives and equity instruments - measured at fair value through Profit and Loss (FVTPL)
- Equity instruments - measured at fair value through other comprehensive income (FVTOCI)

Debt instruments at amortized cost

A 'debt instrument' is measured at the amortized cost if both the following conditions are met:

- a) The asset is held within a business model whose objective is to hold assets for collecting contractual cash flows, and
- b) Contractual terms of the asset give rise on specified dates to cash flows that are solely payments of principal and interest (SPPI) on the principal amount outstanding.

This category is the most relevant to the Company. After initial measurement, such financial assets are subsequently measured at amortized cost using the effective interest rate (EIR) method. Amortized cost is calculated by taking into account any discount or premium on acquisition and fees or costs that are an integral part of the EIR. The EIR amortization is included in finance income in the Statement of Profit and Loss. The losses arising from impairment are recognized in the Statement of Profit and Loss. This category generally applies to trade, loans and other receivables.

Debt instrument at FVTPL

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

Debt Instruments included within the FVTPL category are measured at fair value with all changes recognized in the Statement of Profit and Loss.



Equity investments

Investments in subsidiaries are measured at cost as per Ind AS 27 - Separate Financial Statements. All equity investments in scope of Ind AS 109 are measured at fair value. For all other equity instruments, the Company may make an irrevocable election to present in other comprehensive income subsequent changes in the fair value. The Company makes such election on an instrument-by-instrument basis. The classification is made on initial recognition and is irrevocable.

If the Company decides to classify an equity instrument as at FVTOCI, then all fair value changes on the instrument, excluding dividends, are recognized in the other comprehensive income (OCI). There is no recycling of the amounts from OCI to Statement of Profit and Loss, even on sale of investment. However, the Company may transfer the cumulative gain or loss within equity.

Equity instruments included within the FVTPL category are measured at fair value with all changes recognized in the Statement of Profit and Loss.

Derecognition

A financial asset (or, where applicable, a part of a financial asset or part of a group of similar financial assets) is primarily derecognized (i.e. removed from the Company's Balance Sheet) when:

- The rights to receive cash flows from the asset have expired, or
- The Company has transferred its rights to receive cash flows from the asset or has assumed an obligation to pay the received cash flows in full without material delay to a third party under a 'pass-through' arrangement; and either (a) the Company has transferred substantially all the risks and rewards of the asset, or (b) the Company has neither transferred nor retained substantially all the risks and rewards of the asset, but has transferred control of the asset.

When the Company has transferred its rights to receive cash flows from an asset or has entered into a pass-through arrangement, it evaluates if and to what extent it has retained the risks and rewards of ownership. When it has neither transferred nor retained substantially all of the risks and rewards of the asset, nor transferred control of the asset, the Company continues to recognize the transferred asset to the extent of the Company's continuing involvement. In that case, the Company also recognizes an associated liability. The transferred asset and the associated liability are measured on a basis that reflects the rights and obligations that the Company has retained.

Continuing involvement that takes the form of a guarantee over the transferred asset is measured at the lower of the original carrying amount of the asset and the maximum amount of consideration that the Company could be required to repay.

Impairment of financial assets

In accordance with Ind AS 109, the Company applies expected credit loss (ECL) model for measurement and recognition of impairment loss on the following financial assets and credit risk exposure:

- a) Financial assets that are debt instruments, and are measured at amortized cost e.g., loans, debt securities, deposits, trade receivables and bank balance.
- b) Financial guarantee contracts which are not measured at FVTPL.

The Company follows 'simplified approach' for recognition of impairment loss allowance on Trade receivables. Under the simplified approach, the Company does not track changes in credit risk. Rather, it recognizes impairment loss allowance based on lifetime ECLs at each reporting date, right from its initial recognition.

For recognition of impairment loss on other financial assets and risk exposure, the Company determines that whether there has been a significant increase in the credit risk since initial recognition. If credit risk has not increased significantly, 12-month ECL is used to provide for impairment loss. However, if credit risk has increased significantly, lifetime ECL is used.

ECL is the difference between all contractual cash flows that are due to the Company in accordance with the contract and all the cash flows that the entity expects to receive, discounted at the original EIR. ECL impairment loss allowance (or reversal) recognized during the period is recognized as income/ expense in the Statement of Profit and Loss. This amount is reflected under the head 'other expenses' in the Statement of Profit and Loss.

The Balance Sheet presentation for various financial instruments is described below:
Financial assets measured at amortized cost:



ECL is presented as an allowance, i.e., as an integral part of the measurement of those assets in the Balance Sheet. The allowance reduces the net carrying amount. Until the asset meets write-off criteria, the Company does not reduce impairment allowance from the gross carrying amount.

For assessing increase in credit risk and impairment loss, the Company combines financial instruments on the basis of shared credit risk characteristics with the objective of facilitating an analysis that is designed to enable significant increases in credit risk to be identified on a timely basis.

Financial liabilities

Initial recognition and measurement

Financial liabilities are classified, at initial recognition, as financial liabilities at fair value through Statement of Profit and Loss, loans and borrowings, payables, or as derivatives designated as hedging instruments in an effective hedge, as appropriate.

All financial liabilities are recognized initially at fair value and, in the case of loans and borrowings and payables, net of directly attributable transaction costs.

The Company's financial liabilities include trade and other payables, loans and borrowings including cash credit facilities from banks and derivative financial instruments.

Subsequent measurement

The measurement of financial liabilities depends on their classification, as described below:

Financial liabilities at fair value through Statement of Profit and Loss.

Financial liabilities at fair value through Profit and Loss include financial liabilities held for trading and financial liabilities designated upon initial recognition at fair value through Profit and Loss. Financial liabilities are classified as held for trading if they are incurred for the purpose of repurchasing in the near term. This category also includes derivative financial instruments entered into by the Company that are not designated as hedging instruments in hedge relationships as defined by Ind AS 109. Gains or losses on liabilities held for trading are recognized in the Statement of Profit and Loss.

Financial liabilities designated upon initial recognition at fair value through statement of Profit and Loss are designated as such at the initial date of recognition and only if the criteria in Ind AS 109 are satisfied. For liabilities designated as FVTPL, fair value gains/ losses attributable to changes in own credit risk are recognized in OCI. These gains/ loss are not subsequently transferred to P&L. However, the Company may transfer the cumulative gain or loss within equity. All other changes in fair value of such liability are recognized in the Statement of Profit and Loss. The Company has not designated any financial liability at FVTPL.

Loans and borrowings

After initial recognition, interest-bearing loans and borrowings are subsequently measured at amortized cost using the EIR method. Gains and losses are recognized in Statement of Profit and Loss when the liabilities are derecognized as well as through the EIR amortization process.

Amortized cost is calculated by taking into account any discount or premium on acquisition and fees or costs that are an integral part of the EIR. The EIR amortization is included as finance costs in the Statement of Profit and Loss.

This category generally applies to borrowings.

Financial guarantee contracts

Financial guarantee contracts issued by the Company are those contracts that require a payment to be made to reimburse the holder for a loss it incurs because the specified debtor fails to make a payment when due in accordance with the terms of a debt instrument. Financial guarantee contracts are recognized initially as a liability at fair value through Statement of Profit and Loss (FVTPL), adjusted for transaction costs that are directly attributable to the issuance of the guarantee. Subsequently, the liability is measured at the higher of the amount of loss allowance determined as per impairment requirements of Ind AS 109 and the amount recognized less cumulative amortization.

Derecognition

A financial liability is derecognized when the obligation under the liability is discharged or cancelled or expires. When an existing financial liability is replaced by another from the same lender on substantially different terms, or the terms of an existing liability are substantially modified, such an exchange or modification is treated as the derecognition of the original



liability and the recognition of a new liability. The difference in the respective carrying amounts is recognized in the Statement of Profit and Loss.

Reclassification of financial assets

The Company determines classification of financial assets and liabilities on initial recognition. After initial recognition, no reclassification is made for financial assets which are equity instruments and financial liabilities. For financial assets which are debt instruments, a reclassification is made only if there is a change in the business model for managing those assets. Changes to the business model are expected to be infrequent. The Company's senior management determines change in the business model as a result of external or internal changes which are significant to the Company's operations. Such changes are evident to external parties. A change in the business model occurs when the Company either begins or ceases to perform an activity that is significant to its operations. If the Company reclassifies financial assets, it applies the reclassification prospectively from the reclassification date which is the first day of the immediately next reporting period following the change in business model. The Company does not restate any previously recognized gains, losses (including impairment gains or losses) or interest.

Offsetting of financial instruments

Financial assets and financial liabilities are offset and the net amount is reported in the Balance Sheet if there is a currently enforceable legal right to offset the recognized amounts and there is an intention to settle on a net basis, to realize the assets and settle the liabilities simultaneously.

j. INVENTORIES:

Inventories are valued at the lower of cost and net realizable value after providing for obsolescence and other losses, wherever considered necessary. However, materials and other items held for use in the production of inventories are not written down below cost if the finished products in which they will be incorporated are expected to be sold at or above cost. Scrap is valued at net realizable value. Cost is determined on a Weighted Average method.

Cost includes direct materials and labour and a proportion of manufacturing overheads based on normal operating capacity, incurred in bringing them in their respective present location and condition.

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

k. REVENUE:

Revenue from contracts with customers is recognized when control of the goods or services are transferred to the customer at an amount that reflects the consideration to which the Company expects to be entitled in exchange for those goods or services. Revenue is measured at the fair value of the consideration received or receivable, taking into account contractually defined terms of payment and excluding taxes or duties collected on behalf of the government.

The Company has generally concluded that it is the principal in its revenue arrangements, because it typically controls the goods or services before transferring them to the customer.

The specific recognition criteria described below must also be met before revenue is recognized.

i) Sale of Goods

Revenue from sale of goods is recognized at the point in time when control of the asset is transferred to the customer, generally on delivery of the goods. The normal credit term is 0 to 180 days upon delivery, usually backed by financial arrangements.

The Company considers whether there are other promises in the contract that are separate performance obligations to which a portion of the transaction price needs to be allocated. In determining the transaction price for the sale of goods, the Company considers the effects of variable consideration, the existence of significant financing components, noncash consideration, and consideration payable to the customer (if any). Revenue from the sale of goods is measured at the fair value of the consideration received or receivable, net of GST, trade discounts & other taxes, adjustments for late delivery charges, material returned/rejected and material sent for Job Work treated as sales.

ii) The Company accounts for pro forma credits, refunds of duty of customs or excise, or refunds of sales tax in the year of admission of such claims by the concerned authorities. Benefits in respect of Export Licenses are recognized on application. Export benefits are accounted for as other operating income in the year of export based on eligibility and when there is no uncertainty on receiving the same.



ii) Dividend is recognized when the Company's right to receive the payment is established, which is generally when shareholders approve the dividend.

iv) Interest income is recognized on time proportion basis taking into account the amounts outstanding and the rates applicable. Interest income is included under the head "other income" in the Statement of Profit and Loss.

Contract balances

Trade receivables

A receivable represents the Company's right to an amount of consideration that is unconditional (i.e., only the passage of time is required before payment of the consideration is due). Refer to accounting policies of financial assets in note (i) Financial Instruments – initial recognition and subsequent measurement.

Contract liabilities (Advance from customers)

A contract liability is the obligation to transfer goods or services to a customer for which the Company has received consideration (or an amount of consideration is due) from the customer. If a customer pays consideration before the Company transfers goods or services to the customer, a contract liability is recognized when the payment is made or the payment is due (whichever is earlier). Contract liabilities (Advance from customers) are recognized as revenue when the Company performs under the contract.

I. RETIREMENT AND OTHER EMPLOYEE BENEFITS:

Retirement benefits in the form of provident fund and superannuation fund are defined contribution plans. The Company has no obligation, other than the contributions payable to provident fund and superannuation fund. The Company recognizes contribution payable to these funds as an expense, when an employee renders the related service.

In respect of gratuity liability, the Company operates defined benefit plan wherein contributions are made to a separately administered fund. The costs of providing benefits under this plan are determined on the basis of actuarial valuation at each reporting date being carried out using the projected unit credit method.

Re-measurements, comprising of actuarial gains and losses, the effect of the asset ceiling, excluding amounts included in net interest on the net defined benefit liability and the return on plan assets (excluding amounts included in net interest on the net defined benefit liability), are recognized immediately in the Balance Sheet with a corresponding debit or credit to retained earnings through OCI in the period in which they occur. Re-measurements are not reclassified to Statement of Profit and Loss in subsequent periods.

Net interest is calculated by applying the discount rate to the net defined benefit liability or asset. The Company recognizes the following changes in the net defined benefit obligation as an expense in the Statement of Profit and Loss:

- Service costs comprising current service costs; and
- Net interest expense or income

The liability in respect of unused leave entitlement of the employees as at the reporting date is determined on the basis management discretion and the liability is recognized in the Statement of Profit and Loss. The Company presents the entire leave as a current liability in the Balance Sheet, since it does not have an unconditional right to defer its settlement for 12 months after the reporting date.

m. TAXES:

Tax expense comprises of current income tax and deferred tax.

Current income tax:

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

Current income tax relating to items recognized outside the Statement of Profit and Loss is recognized outside the Statement of Profit and Loss (either in other comprehensive income or in equity). Current tax items are recognized in correlation to the underlying transaction either in OCI or directly in equity. Management periodically evaluates positions taken in the tax returns with respect to situations in which applicable tax regulations are subject to interpretation and establishes provisions where appropriate.

Deferred Tax:



Deferred tax is provided using the liability method on temporary differences between the tax bases of assets and liabilities and their carrying amounts for financial reporting purposes at the reporting date.

Deferred tax liabilities are recognized for all taxable temporary differences, except:

- When the deferred tax liability arises from the initial recognition of goodwill or an asset or liability in a transaction that is not a business combination and, at the time of the transaction, affects neither the accounting profit nor taxable Profit and Loss.
- In respect of taxable temporary differences associated with investments in subsidiaries, when the timing of the reversal of the temporary differences can be controlled and it is probable that the temporary differences will not reverse in the foreseeable future.

Deferred tax assets are recognized for all deductible temporary differences. Deferred tax assets are recognized to the extent that it is probable that taxable profit will be available against the deductible temporary differences, except:

- When the deferred tax asset arises from the initial recognition of goodwill or an asset or liability in a transaction that is not a business combination and, at the time of the transaction, affects neither the accounting profit nor taxable profit or loss.
- In respect of deductible temporary differences associated with investments in subsidiaries, deferred tax assets are recognized only to the extent that it is probable that the temporary differences will reverse in the foreseeable future and taxable profit will be available against which the temporary differences can be utilized.

The carrying amount of deferred tax assets is reviewed at each reporting date and reduced to the extent that it is no longer probable that sufficient taxable profit will be available to allow all or part of the deferred tax asset to be utilized. Unrecognized deferred tax assets are re-assessed at each reporting date and are recognized to the extent that it has become probable that future taxable profits will allow the deferred tax asset to be recovered.

Deferred tax assets and liabilities are measured at the tax rates that are expected to apply in the year when the asset is realized or the liability is settled, based on tax rates (and tax laws) that have been enacted or substantively enacted at the reporting date.

Deferred tax relating to items recognized outside the Statement of Profit and Loss is recognized outside the Statement of Profit and Loss (either in other comprehensive income or in equity). Deferred tax items are recognized in correlation to the underlying transaction either in OCI or directly in equity.

n. PROVISIONS:

Provisions are recognized when the Company has a present obligation (legal or constructive) as a result of a past event, it is probable that an outflow of resources embodying economic benefits will be required to settle the obligation and a reliable estimate can be made of the amount of the obligation. When the Company expects some or all of a provision to be reimbursed, the reimbursement is recognized as a separate asset, but only when the reimbursement is virtually certain. The expense relating to a provision is presented in the Statement of Profit and Loss net of any reimbursement.

o. EARNINGS PER SHARE:

Basic earnings per share are calculated by dividing the net profit for the period attributable to equity shareholders by the weighted average number of equity shares outstanding during the period.

For the purpose of calculating diluted earnings per share, the net profit for the period attributable to equity shareholders and the weighted average number of shares outstanding during the period are adjusted for the effects of all dilutive potential equity shares, if any.

p. CASH AND CASH EQUIVALENT:

Cash and cash equivalents in the Balance Sheet comprise cash at banks and in hand and short-term deposits with an original maturity of three months or less, which are subject to an insignificant risk of changes in value.

For the purpose of the statement of cash flows, cash and cash equivalents consist of cash and short-term deposits, as defined above as they are considered an integral part of the Company's cash management.

q. CASH DIVIDEND:



The Company recognizes a liability to make cash or non-cash distributions to equity holders of the Company when the distribution is authorized and the distribution is no longer at the discretion of the Company. As per the Companies Act, 2013, a distribution is authorised when it is approved by the shareholders. A corresponding amount is recognized directly in equity.

2.2 SIGNIFICANT ACCOUNTING ESTIMATES AND ASSUMPTIONS:

The preparation of the Company's financial statements requires management to make judgements, estimates customer will be entitled. The Company determined that the expected value method is the appropriate method to use in estimating the variable consideration for revenue from contract with customer. The selected method that better predicts the amount of variable consideration was primarily driven by the number of volume thresholds contained in the contract with the customer. Before adjusting any amount of variable consideration in the transaction price, the Company considers whether the amount of variable consideration is constrained. The Company determined that the estimates of variable consideration are not constrained based on its historical experience, business forecast and the current economic conditions.

Judgements

In the process of applying the Company's accounting policies, management has made the following judgement, which have the most significant effect on the amounts recognised in the financial statements.

Determining the lease term of contracts with renewal and termination options – Company as lessee.

The Company determines the lease term as the noncancellable term of the lease, together with any periods covered by an option to extend the lease if it is reasonably certain to be exercised, or any periods covered by an option to terminate the lease, if it is reasonably certain not to be exercised. The Company has several lease contracts that include extension and termination options. The Company applies judgement in evaluating whether it is reasonably certain whether or not to exercise the option to renew or terminate the lease. That is, it considers all relevant factors that create an economic incentive for it to exercise either the renewal or termination. After the commencement date, the Company reassesses the lease term if there is a significant event or change in circumstances that is within its control and affects its ability to exercise or not to exercise the option to renew or to terminate (e.g., construction of significant leasehold improvements or significant customisation to the leased asset).

Estimates and assumptions

The key assumptions concerning the future and other key sources of estimation uncertainty at the reporting date, that have a significant risk of causing a material adjustment to the carrying amounts of assets and liabilities within the next financial year, are described below. The Company based its assumptions and estimates on parameters available when the financial statements were prepared. Existing circumstances and assumptions about future developments, however, may change due to market changes or circumstances arising that are beyond the control of the Company. Such changes are reflected in the assumptions when they occur.

Defined benefit plans (gratuity benefits)

The cost of the defined benefit gratuity plan and the present value of the gratuity obligation are determined using actuarial valuation. An actuarial valuation involves making various assumptions that may differ from actual developments in the future. These include the determination of the discount rate, future salary increases and mortality rates. Due to the complexities involved in the valuation and its long-term nature, a defined benefit obligation is highly sensitive to changes in these assumptions. All assumptions are reviewed at each reporting date.

The parameter most subject to change is the discount rate. In determining the appropriate discount rate for plans operated in India, the management considers the interest rates of government bonds in currencies consistent with the currencies of the post-employment benefit obligation.

The mortality rate is based on publicly available mortality tables for India. Those mortality tables tend to change only at interval in response to demographic changes. Future salary increases and gratuity increases are based on expected future inflation rates for India.

Further details about gratuity obligations are given in Note.

Useful Life of Property Plant & Equipment and Intangible assets



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

2.3: AMENDMENTS TO SCHEDULE III OF THE COMPANIES ACT, 2013:

Ministry of Corporate Affairs (MCA) issued notifications dated March 24, 2021 to amend Schedule III of the Companies Act, 2013 to enhance the disclosures required to be made by the Company in its financial statements. These amendments are applicable to the Company for the financial year starting April 01, 2021 and applied to the standalone financial statements:

- a. Lease liabilities separately disclosed under the head 'financial liabilities', duly distinguished as current or non-current.
- b. Certain additional disclosures in the standalone Statement of Changes in Equity such as changes in equity share capital due to prior period errors and restated balances at the beginning of the current reporting period.
- c. Additional disclosure for shareholding of promoters.
- d. Additional disclosure for ageing schedule of trade receivables, trade payables, capital work-in-progress.
- e. Specific disclosure such as compliance with approved schemes of arrangements, compliance with number of layers of companies, title deeds of immovable property not held in the name of the Company, loans and advances to promoters, directors, key managerial personnel (KMP) and related parties etc.
- f. Additional disclosures relating to Corporate Social Responsibility (CSR) and undisclosed income.

2.4: RECENT ACCOUNTING PRONOUNCEMENTS ISSUED BUT NOT YET EFFECTIVE:

The Ministry of Corporate Affairs has notified Companies (Indian Accounting Standard) Amendment Rules 2022 dated March 23, 2022 to amend the following Ind AS which are effective from April 01, 2022.

(i) Onerous Contracts – Costs of Fulfilling a Contract—Amendments to Ind AS 37

The amendments to Ind AS 37 specify which costs an entity needs to include when assessing whether a contract is onerous or loss-making. The amendments apply a "directly related cost approach". The costs that relate directly to a contract to provide goods or services include both incremental costs for example direct labour and materials and an allocation of other costs directly related to contract activities for example an allocation of the depreciation charge for an item of property, plant and equipment used in fulfilling that contract. General and administrative costs do not relate directly to a contract and are excluded unless they are explicitly chargeable to the counterparty under the contract.

The amendments are effective for annual reporting periods beginning on or after April 01, 2022. The amendments are not expected to have a material impact on the Company.

(ii) Reference to the Conceptual Framework—Amendments to Ind AS 103

The amendments replaced the reference to the ICAI's "Framework for the Preparation and Presentation of Financial Statements under Indian Accounting Standards" with the reference to the "Conceptual Framework for Financial Reporting under Indian Accounting Standard" without significantly changing its requirements.

The amendments also added an exception to the recognition principle of Ind AS 103 Business Combinations to avoid the issue of potential 'day 2' gains or losses arising for liabilities and contingent liabilities that would be within the scope of Ind AS 37 Provisions, Contingent Liabilities and Contingent Assets or Appendix C, Levies, of Ind AS 37, if incurred separately.



It has also been clarified that the existing guidance in Ind AS 103 for contingent assets would not be affected by replacing the reference to the Framework for the Preparation and Presentation of Financial Statements under Indian Accounting Standards.

The amendments are effective for annual reporting periods beginning on or after April 01, 2022. The amendments are not expected to have a material impact on the Company.

(iii) Property, Plant and Equipment: Proceeds before Intended Use – Amendments to Ind AS 16

The amendments modified paragraph 17(e) of Ind AS 16 to clarify that excess of net sale proceeds of items produced over the cost of testing, if any, shall not be recognised in the profit or loss but deducted from the directly attributable costs considered as part of cost of an item of property, plant, and equipment.

The amendments are effective for annual reporting periods beginning on or after April 01, 2022. The amendments are not expected to have a material impact on the Company.

(iv) Ind AS 109 Financial Instruments – Fees in the '10 per cent' test for derecognition of financial Liabilities.

The amendment clarifies the fees that an entity includes when assessing whether the terms of a new or modified financial liability are substantially different from the terms of the original financial liability. These fees include only those paid or received between the borrower and the lender, including fees paid or received by either the borrower or lender on the other's behalf.

The amendments are effective for annual reporting periods beginning on or after April 01, 2022. The amendments are not expected to have a material impact on the Company.



MARUDHAR INDUSTRIES LIMITED

CIN No. L21100GJ1985PL022203

Notes to Financial Statements for the Year ended 31st March, 2022

Note No. 3 Property, Plant and Equipment, Intangible Assets, Right to use assets and Capital work-in-progress

(a) Property, Plant and Equipment

Particulars	Buildings	Plant & Machinery	Office Equipments	Computer	Furniture & Fixtures	Vehicles	Total
Cost							
As at 1st April, 2020	152.91	5,909.47	14.61	7.80	3.79	35.70	6,120.38
Additions	12.00	360.27	4.03	4.73	-	2.11	323.97
Deductions	22.63	169.59	5.02	4.67	-	-	622.10
As at 31st March, 2021	142.97	5,620.28	13.64	7.86	3.79	43.81	5,830.17
Additions	22.32	745.64	2.81	4.27	-	57.94	832.98
Deductions	-	-	-	-	-	-	-
As at 31st March, 2022	165.29	6,365.92	16.45	12.13	3.79	101.75	6,665.15
Depreciation/Amortisation and Impairment							
As at 1st April, 2020	22.47	1,235.06	8.37	3.89	9.48	16.48	1,291.64
Depreciation/Amortisation for the year	5.73	417.31	1.96	1.25	0.13	4.77	431.15
Deductions	4.55	202.20	4.34	2.25	-	-	213.04
As at 31st March, 2021	23.65	1,450.16	5.99	2.28	2.31	21.25	1,605.15
Depreciation/Amortisation for the year	5.08	387.04	2.25	2.00	-	7.08	404.05
Deductions	-	-	-	-	-	-	-
As at 31st March, 2022	28.73	1,837.20	8.24	4.28	2.31	28.33	1,911.21
Net Block							
As at 31st March, 2022	136.56	4,525.69	8.21	6.98	0.98	73.44	4,741.84
As at 31st March, 2021	119.32	4,169.09	7.75	5.28	0.98	22.59	4,325.02
As at 1st April, 2020	130.44	4,671.39	8.34	4.01	1.11	23.25	4,839.54

Note 1: On 19.03.2021 there was a fire at the packaging division situated at 711, GIDC, Vohra, Ahmedabad. In this incident certain property, plant and equipment were completely damaged. As on 31.03.2021, the Company has written off net book value of assets damaged of Rs. 400.34 lakhs (Gross block of Rs. 622.18 lakhs) and shown as receivable from insurance company.

(b) Intangible Assets

Particulars	(Amount in Lakhs) Rights & Title
Cost	
As at 1st April, 2020	81.78
Additions	-
Deductions	-
As at 31st March, 2021	81.78
Additions	-
Deductions	-
As at 31st March, 2022	81.78
Amortisation and Impairment	
As at 1st April, 2020	22.18
Amortisation for the year	5.64
As at 31st March, 2021	27.72
Amortisation for the year	5.54
As at 31st March, 2022	33.26
Net Block	
As at 31st March, 2022	48.52
As at 31st March, 2021	54.06
As at 1st April, 2020	59.60

(c) Right to use assets

Particulars	(Amount in Lakhs) Right to use of Assets (Lease Hold Land)
Cost	
As at 1st April, 2020	1,106.63
Additions	-
Deductions	-
As at 31st March, 2021	1,106.63
Additions	-
Deductions	-
As at 31st March, 2022	1,106.63
Amortisation and Impairment	
As at 1st April, 2020	-
Amortisation for the year	64.99
As at 31st March, 2021	64.99
Amortisation for the year	18.25
As at 31st March, 2022	83.24
Net Block	
As at 31st March, 2022	97.49
As at 31st March, 2021	100.19
As at 1st April, 2020	1,000.60



MARUDHAR INDUSTRIES LIMITED

Notes to Financial Statements for the Year Ended 31st March, 2022

		(Amount in Lakhs)	
Note No.	Particulars	As at 31-03-2022	As at 31-03-2021
4	Financial Assets		
	Investments		
	Quoted Investments		
	2500 (P.Y. 2500) Equity Shares of Rs. 10/-each of Pennar Aluminium Ltd.	0.00	0.00
	Non-Trade Investments		
	The Green Environmental Service Co-op Society	0.05	0.05
	Investment in Subsidiary Company (At Cost)		
	112180 (P.Y. 112180) Equity Shares of Rs. 10 each fully paid up in Sambhav Machinery Manufactures Private Limited (formerly known as Sambhav Machinery Private Limited)	31.12	31.12
	Total	31.17	31.17
	Current		
	Non-Current	31.17	31.17
	Total	31.17	31.17
	Aggregate Carrying value of Unquoted Investments	31.17	31.17
	Aggregate Carrying value and Market value of Quoted Equity Shares	0.01	0.01
	Total	31.17	31.18
	Loans (Unsecured, Considered Good)		
	Loans to Employees	36.72	31.37
	Total	36.72	31.37
	Current	24.41	18.30
	Non-Current	12.31	13.07
	Total	36.72	31.37
	Other Financial Assets		
	Interest Accrued	11.00	9.44
	Margin Money on Commodities/Currency Futures	59.90	-
	Insurance Claim Receivable on Loss of Property, Plant and Equipment	338.14	406.34
	Security deposits	115.24	153.12
	Total	524.28	579.90
	Current	409.04	417.78
	Non-Current	115.24	153.12
	Total	524.28	579.90

		(Amount in Lakhs)	
Note No.	Particulars	As at 31-03-2022	As at 31-03-2021
5	Inventories		
	Raw materials		
	Raw materials and components (including Goods in transit as at 31-03-2022 of Rs. NIL (as at 31-03-2021 of Rs. 318.42 Lakhs))	1,326.50	1,254.07
	Work-in-progress	842.89	1,767.76
	Finished goods	2,205.27	1,874.50
	Stores and spares	426.52	313.29
	Total	4,800.98	5,009.64

		(Amount in Lakhs)	
Note No.	Particulars	As at 31-03-2022	As at 31-03-2021
6	Trade Receivables		
	Trade receivables - Unsecured, considered good	4,029.00	3,664.61
	Total	4,029.00	3,664.61
a)	No trade or other receivables are due from directors or other officers of the Company, severally or jointly with any other person. Nor any trade receivables are due from firms or private companies respectively in which any director is a partner, a director or a member.		

MARUDHAR INDUSTRIES LIMITED

Notes to Financial Statements for the Year Ended 31st March, 2022

b)	Trade Receivables ageing schedule as on 31.03.2022					(Amount in Lakhs)
	Particulars	Outstanding for following periods from due date of payment				
		Less than 6 months	6 months-1 year	1-2 years	2-3 years	More than 3 years
	(i) Undisputed Trade Receivables - considered good	3,783.39	81.49	77.16	8.09	57.18
	(ii) Undisputed Trade Receivables - considered doubtful	-	-	-	-	-
	(iii) Disputed Trade Receivables - considered good	-	-	-	-	21.69
	(iv) Disputed Trade Receivables - considered doubtful	-	-	-	-	-
	SUBTOTAL OF DUE	3,783.39	81.49	77.16	8.09	78.87
	TOTAL DUE					4,029.00
	TOTAL NOT DUE					-
	TOTAL TRADE RECEIVABLES					4,029.00
	Trade Receivables ageing schedule as on 31.03.2021					(Amount in Lakhs)
	Particulars	Outstanding for following periods from due date of payment				
		Less than 6 months	6 months-1 year	1-2 years	2-3 years	More than 3 years
	(i) Undisputed Trade Receivables - considered good	3,359.95	171.04	67.83	58.25	7.54
	(ii) Undisputed Trade Receivables - considered doubtful	-	-	-	-	-
	(iii) Disputed Trade Receivables - considered good	-	-	-	-	-
	(iv) Disputed Trade Receivables - considered doubtful	-	-	-	-	-
	SUBTOTAL OF DUE	3,359.95	171.04	67.83	58.25	7.54
	TOTAL DUE					3,664.61
	TOTAL NOT DUE					-
	TOTAL TRADE RECEIVABLES					3,664.61

Note No.	Particulars	(Amount in Lakhs)	
		As at 31-03-2022	As at 31-03-2021
7	Cash and Cash Equivalents		
	Balances with Banks:		
	- In Current accounts	76.80	325.93
	- Deposits with original maturity of three months or less	271.42	264.79
	Cash in Hand	10.23	3.72
	Total	358.45	594.44

Note No.	Particulars	(Amount in Lakhs)	
		As at 31-03-2022	As at 31-03-2021
8	Other Bank Balances		
	Balances with Banks:		
	- Deposits with original maturity of more than three months but remaining maturity is less than 12 Months	438.67	374.29
	Total	438.67	374.29

Note No.	Particulars	(Amount in Lakhs)	
		As at 31-03-2022	As at 31-03-2021
9	Other Assets		
	Capital advances	42.23	75.98
	Prepaid expenses	44.88	17.93
	Advance receivable in cash or kind		
	Advance for material and others		
	-To Subsidiary	365.00	284.53
	-To Key Managerial Personnel	1.31	1.31
	-To Others	277.40	249.39
	Balance With Revenue Authority	115.62	192.92
	Advance receivable in cash or kind	759.33	726.15
	Total	846.44	822.07
	Current	798.35	740.22
	Non-Current	48.09	81.85
	Total	846.44	822.07
a)	Advances given to subsidiary are for the purchase of Goods and other business activities		



MARUDHAR INDUSTRIES LIMITED

Notes to Financial Statements for the Year Ended 31st March, 2022

Note No.	Particulars	Numbers	Amount in Lakhs		
10	Share Capital				
	Authorised Share Capital				
	Equity shares of Rs. 10 each				
	As at 1st April, 2020	10,589,000	1,058.90		
	Increase/(decrease) during the year	-	-		
	As at 31st March, 2021	10,589,000	1,058.90		
	Increase/(decrease) during the year	-	-		
	As at 31st March, 2022	10,589,000	1,058.90		
	11% Non- Convertible Preference Shares of Rs. 100 each				
	As at 1st April, 2020	16,100	16.10		
	Increase/(decrease) during the year	-	-		
	As at 31st March, 2021	16,100	16.10		
	Increase/(decrease) during the year	-	-		
	As at 31st March, 2022	16,100	16.10		
	10% Non- Convertible Preference Shares of Rs. 100 each				
	As at 1st April, 2020	200,000	200.00		
	Increase/(decrease) during the year	-	-		
	As at 31st March, 2021	200,000	200.00		
	Increase/(decrease) during the year	-	-		
	As at 31st March, 2022	200,000	200.00		
	7% Non- Convertible Preference Shares of Rs. 100 each				
	As at 1st April, 2020	225,000	225.00		
	Increase/(decrease) during the year	-	-		
	As at 31st March, 2021	225,000	225.00		
	Increase/(decrease) during the year	-	-		
	As at 31st March, 2022	225,000	225.00		
	Issued Share Capital				
	Equity shares of Rs. 10 each issued, subscribed and fully paid				
	As at 1st April, 2020	10,227,625	1,022.76		
	Increase/(decrease) during the year	-	-		
	As at 31st March, 2021	10,227,625	1,022.76		
	Increase/(decrease) during the year	-	-		
	As at 31st March, 2022	10,227,625	1,022.76		
Details of Shareholders holding more than 5% Equity Shares in the Company					
Name of the Shareholder		As at 31-03-2022		As at 31-03-2021	
		No. of Shares	% held	No. of Shares	% held
Shri Nareesh S Jain		5,189,000	50.74%	5,189,000	50.74%
Shri Bhavesh S Jain		4,789,625	46.83%	4,789,625	46.83%
a)	Rights, preference and restriction attached to Equity Shares				
	-The company has only one class of equity shares having a face value of Rs 10/- per share.				
	-Each holder of equity shares is entitled to one vote per share.				
	-The company declares and pay dividends in Indian rupees.				
	-The proposed dividend recommended by the Board of Directors is subject to the approval of the Shareholders at the ensuing Annual General Meeting.				
	-During the year ended 31st March, 2022, the amount of per share dividend recognized as distributions to equity shareholders was Rs Nil (31 March, 2021: Rs Nil).				
	-In the event of liquidation of the company, the holder of equity shares will be entitled to receive remaining assets of the company, after distribution of all preferential amounts. The distribution will be in proportion to the number of equity shares held by the shareholders.				
	As per records of the Company, including its register of shareholders / members and other declarations received from shareholders regarding beneficial interest, the above shareholding represents legal ownerships of shares.				
b)	Rights, preference and restriction attached to Preference shares				
	The company has three different class of Non Cumulative Redeemable Preference shares having a face value of Rs. 100/- each. Each class of shares carry different rate of dividend. The company declares and pays dividend in Indian rupees. The dividend proposed by the Board of Directors is subject to approval of Shareholders at the ensuing Annual General Meeting.				
	Each holder of Preference share is entitled to one vote per share only on resolutions placed before the company which directly affect the rights attached to the Preference shares.				
	In the event of liquidation of the company, the holders of Non Cumulative Preference shares will have priority over equity share in the payment of dividend and repayment of capital.				
	(i) The 7% Non Cumulative redeemable Preference shares are redeemable by Financial Year 2025-26.				



MARUDHAR INDUSTRIES LIMITED

Notes to Financial Statements for the Year Ended 31st March, 2022

c)	There were no shares reserved at the year-end for issue under options and contracts / commitments for the sale of shares / disinvestment.			
d)	Aggregate number and class of shares allotted as fully paid up pursuant to contract(s) without payment being received in cash or by way of bonus shares or equity shares bought back for the period of 5 years immediately preceding the balance sheet date:			
	Particulars	As at 31-03-2022	As at 31-03-2021	As at 01-04-2020
	NIL			
e)	Shares held by promoters at the end of the year as on 31.03.2022			
	Promoter name	No. of Shares	% of total shares	% Change during the year
	Shri Naresh S Jain	5,189,000	50.74%	-
	Shri Bhavesh S Jain	4,789,625	46.83%	-
	Total	9,978,625	97.57%	-
	Shares held by promoters at the end of the year as on 31.03.2021			
	Promoter name	No. of Shares	% of total shares	% Change during the year
	Shri Naresh S Jain	5,189,000	50.74%	-
	Shri Bhavesh S Jain	4,789,625	46.83%	-
	Total	9,978,625	97.57%	-



MARUDHAR INDUSTRIES LIMITED

Notes to Financial Statements for the Year Ended 31st March, 2022

Note No.	Particulars	Amount in Lakhs
11	Other Equity	
	Other Reserves	
	Capital Reserve	
	As at 1 st April, 2020	257.05
	Increase/(decrease) during the year	-
	As at 31 st March, 2021	257.05
	Increase/(decrease) during the year	-
	As at 31st March, 2022	257.05
	Capital reserve is mainly used to record the amounts forfeited towards the forfeited of Preference Shares. This reserve is utilised in accordance with the provisions of the Companies Act, 2013.	
	General Reserve	
	As at 1st April, 2020	11.85
	Increase/(decrease) during the year	-
	As at 31 st March, 2021	11.85
	Increase/(decrease) during the year	-
	As at 31st March, 2022	11.85
	Capital Redemption Reserve	
	As at 1st April, 2020	14.01
	Increase/(decrease) during the year	-
	As at 31st March, 2021	14.01
	Increase/(decrease) during the year	-
	As at 31st March, 2022	14.01
	Capital Redemption Reserve is created by transfer from Preference Share Redemption Reserve an amount equal to face value of Shares bought back. The reserve is utilised in accordance with the provisions of the Companies Act, 2013.	
	Revaluation Reserve	
	As at 1st April, 2020	1,023.88
	Increase/(decrease) during the year	(16.07)
	As at 31st March, 2021	1,007.81
	Increase/(decrease) during the year	(16.07)
	As at 31st March, 2022	991.74
	Revaluation Reserve is created out of Revaluation of Lease hold Land and it will be utilised in accordance with the provisions of the Companies Act, 2013.	
	Preference Share Redemption Reserve	
	As at 1st April, 2020	150.00
	Increase/(decrease) during the year	-
	As at 31st March, 2021	150.00
	Increase/(decrease) during the year	-
	As at 31st March, 2022	150.00
	The company has issued redeemable non-convertible preference shares. The company to create Preference Share Redemption Reserve (PSRR) out of profits of the company available for payment of dividend. The Company has upfront created PSRR out of retained earnings and would be utilized at the time of redemption of Preference Share.	
	Retained Earnings	
	As at 1st April, 2020	2,526.49
	Profit for the year	78.83
	Transfer from revaluation reserve to retained earnings	16.07
	Other Comprehensive Income (Re-measurement loss on defined benefit plans)	9.63
	As at 31st March, 2021	2,631.02
	Profit for the year	375.01
	Transfer from revaluation reserve to retained earnings	16.07
	Other Comprehensive Income (Re-measurement loss on defined benefit plans)	24.25
	As at 31st March, 2022	3,047.35
	Total Other Equity As at 31st March, 2022	4,472.01
	Total Other Equity As at 31st March, 2021	4,071.75
	Total Other Equity As at 1st April, 2020	3,883.29



MARUDHAR INDUSTRIES LIMITED

Notes to Financial Statements for the Year Ended 31st March, 2022

(Amount in Lakhs)

Notes No.	Particulars	As at 31-03-2022	As at 31-03-2021
12	Borrowings		
	Long term Fund		
	7% Non-Cumulative Redeemable Preference Share Capital (Refer Note-10)	150.00	150.00
		150.00	150.00
	Short term Borrowings from Bank		
	-Secured Borrowings		
	Working Capital Loans [Refer note 12 (a) & 12 (b)]	3,323.60	3,357.59
	-Unsecured Borrowings		
	Credit Card Loan	82.33	238.15
	Short term Borrowings from Financial Institutions		
	-Secured Borrowings		
	Working Capital Loans [Refer note 12 (a) & 12 (b)]	1,200.00	700.00
	Current maturity of Long term Borrowings	222.22	60.00
	Short term Borrowings from others		
	-Unsecured Borrowings		
	-From Subsidiary	215.00	214.58
		5,043.15	4,570.32
	Long Term Borrowing		
	-Secured Borrowings		
	Working Capital Term Loans - from Banks [Refer note 12 (a) & 12 (b)]	1,048.85	360.00
	Working Capital Term Loans - from NBFC [Refer note 12 (a) & 12 (b)]	210.00	-
	Loan against Hypothecation of vehicle	46.77	-
	Less: Current maturity of Long term Borrowings	(222.22)	(60.00)
	-Unsecured Borrowings		
	-From Body Corporates	1,074.53	804.52
	-From Directors	125.80	549.34
		2,283.73	1,453.86
	Total Borrowings	7,476.88	6,174.18
	Current	5,043.15	4,570.32
	Non-Current	2,433.73	1,603.86
	Total	7,476.88	6,174.18

- a) Working Capital facilities from Banks and Financial Institution are secured by way of Hypothecation of Stock in Trade and Book Debts and personal Guarantee of some of the Directors of the Company.
- b) Loans from the lenders namely HDFC Bank carry interest rate ranging from 8.25% to 9.15% , Punjab National Bank carrying interest rate 10.85% and Bajaj Finance Ltd. carrying interest rate 7.75% to 8.5% as on 31.03.2022 and are secured by pari-passu/joint charge by way of Hypothecation of Plant and Machinery, Factory Land and Building Plot no. 610-611 and 711 GIDC, Vatva Phase-IV, Ahmedabad and Equitable Mortgage of Factory Land and Building Plot of Samthav Machinery Mfg. Pvt. Ltd. situated at 509, GIDC Phase IV, Vatva Ahmedabad and it is further secured by corporate guarantee of the company. Further the working capital loan is also secured by way of Hypothecation of residential property of Shri Naresh Jan (Director) situated at C-1101-Gate Interior, Opp. Drive In Cinema, Thaltej, Ahmedabad and residential property of Shri Bhavesh Jain (Director) situated at Flat No.-102, First Floor, Safal Param, Mauje Vajalpur, Ahmedabad.

- c) Repayment schedule of long term borrowings

(Amount in Lakhs)

Particulars	Repayable in		
	< 1 year	1 - 3 years	> 3 years
-Secured Borrowing			
-Loan from financial institutions and banks	222.22	586.67	496.73
-Unsecured Borrowing			
-From Body Corporates	-	-	1,074.53
-From Directors	-	-	125.80
-Long Term Fund			
-Redeemable Preference Share Capital	-	-	150.00
Total	222.22	586.67	1,847.06

- d) The Company has not been declared as a wilful defaulter by any bank or financial institution or other lender in accordance with the guidelines on wilful defaulters issued by the Reserve Bank of India.
- e) The Company do not have any charges or satisfaction which is yet to be registered with ROC beyond the statutory period.
- f) Term loans were applied for the purpose for which the loans were obtained.



MARUDHAR INDUSTRIES LIMITED

Notes to Financial Statements for the Year Ended 31st March, 2022

(Amount in Lakhs)			
Note No.	Particulars	As at 31-03-2022	As at 31-03-2021
13	Trade Payables		
	Dues to Micro, Small and Medium Enterprises	-	-
	Dues to Key Managerial Personnel	1.40	1.39
	Dues to Key Relatives of Key Managerial Personnel	1.48	1.48
	Dues to Enterprise owned or significantly influenced by key managerial personnel or their relatives	-	0.83
	Dues to Other than above (including Letter of Credit of Rs 1,759.87 Lakhs (Previous Year Rs 2,205.25 Lakhs))	2,408.85	3,505.29
	Total	2,411.54	3,508.99

- a) Amount due to micro and small enterprises as defined in the "The 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. The disclosures relating to micro and small enterprises is as below:

Particulars	As at 31-03-2022	As at 31-03-2021
Principal amount due to suppliers registered under the MSMED Act and remaining unpaid as at year end	-	-
Interest due to suppliers registered under the MSMED Act and remaining unpaid as at year end	-	-
Principal amounts paid to suppliers registered under the MSMED Act, beyond the appointed day during the year	-	-
Interest paid, other than under Section 16 of MSMED Act, to suppliers registered under the MSMED Act, beyond the appointed day during the year	-	-
Interest paid, under Section 16 of MSMED Act, to suppliers registered under the MSMED Act, beyond the appointed day during the year	-	-
Interest due and payable towards suppliers registered under MSMED Act, for payments already made	-	-

- b) Trade Payables ageing schedule as on 31.03.22

(Amount in Lakhs)

Particulars	Outstanding for following periods from due date of payment				Total
	Less than 1 year	1-2 years	2-3 years	More than 3	
(i) MSME	-	-	-	-	-
(ii) Others	2,191.49	7.86	11.14	100.28	2,310.77
(iii) Disputed dues - MSME	-	-	-	-	-
(iv) Disputed dues - Others	-	-	-	-	-
TOTAL PAYABLES DUE					2,310.77
PAYABLES NOT DUE					100.77
TOTAL TRADE PAYABLES					2,411.54

- Trade Payables ageing schedule as on 31.03.21

(Amount in Lakhs)

Particulars	Outstanding for following periods from due date of payment				Total
	Less than 1 year	1-2 years	2-3 years	More than 3	
(i) MSME	-	-	-	-	-
(ii) Others	3,140.98	120.81	0.29	1.19	3,263.27
(iii) Disputed dues - MSME	-	-	-	-	-
(iv) Disputed dues - Others	-	-	-	-	-
TOTAL PAYABLES DUE					3,263.27
PAYABLES NOT DUE					245.72
TOTAL TRADE PAYABLES					3,508.99

(Amount in Lakhs)			
Note No.	Particulars	As at 31-03-2022	As at 31-03-2021
14	Other Financial Liabilities		
	Interest Accrued and due	3.91	2.34
	Interest Accrued but not due	2.69	4.65
	Payables in respect of capital goods	465.54	765.78
		472.14	772.77
	Current	472.14	327.19
	Non-Current	-	445.58
		472.14	772.77



MARUDHAR INDUSTRIES LIMITED

Notes to Financial Statements for the Year Ended 31st March, 2022

Note No.	Particulars	(Amount in Lakhs)	
		As at 31-03-2022	As at 31-03-2021
15	Other Current Liabilities		
	Interest free Advance from Customers	158.12	209.82
	Statutory dues payable	71.15	32.41
		229.27	242.23

Note No.	Particulars	(Amount in Lakhs)	
		As at 31-03-2022	As at 31-03-2021
16	Provisions		
	- Provision for Employee Benefit (Refer note-29)	229.65	213.20
		229.65	213.20
	Current	101.75	104.94
	Non-Current	127.90	108.26
		229.65	213.20

Note No.	Particulars	(Amount in Lakhs)	
		As at 31-03-2022	As at 31-03-2021
17	Deferred Tax Liability		
	Liability on accelerated depreciation for tax purpose	578.00	527.22
	Asset on expenses allowed in year of payment	(50.76)	(40.09)
		527.24	487.13

Note No.	Particulars	(Amount in Lakhs)	
		As at 31-03-2022	As at 31-03-2021
18	Current Tax Liabilities		
	- Provision for Income tax (Net of Advance tax)	25.87	-
		25.87	-



MARUDHAR INDUSTRIES LIMITED

Notes to Financial Statements for the Year Ended 31st March, 2022

(Amount In Lakhs)

Note No.	Particulars	Year Ended 31-03-2022	Year Ended 31-03-2021
19	Revenue from operations		
	Sales of Products (Finished Goods & Traded Goods)	33,084.12	21,471.42
	Revenue from Service Contracts	303.55	296.33
	Loss of Inventories on fire	-	326.34
	Net Revenue From Operation	33,387.67	22,094.09
	Other Non-Operating Income		
	Duty Drawback	1.10	4.01
	Total Revenue from operations	33,388.77	22,098.10
i)	Disaggregated revenue information		
	Type of Goods & Services		
	a) Aluminium Division	21,363.91	10,699.68
	b) Plastic Division	11,807.89	11,262.72
	c) Revenue From Service Contracts with Customers	303.55	296.33
	Gross Revenue	33,475.35	22,158.73
	Less : Inter Segment Revenue	(86.58)	(60.53)
	Total Revenue from operations	33,388.77	22,098.10
	India	32,807.01	21,594.06
	Outside India	581.76	504.04
	Total Revenue from operations	33,388.77	22,098.10
ii)	Revenue from sale of products are recorded at a point of time of Rs. 33,084.12 lakhs (March 31, 2021 Rs. 21,797.75 lakhs) and those from sale of services are recognised over a period of time of Rs. 303.55 lakhs (March 31, 2021 Rs. 296.34 lakhs).		
iii)	Set Out Below is the amount of revenue recognised from (Amount In Lakhs)		
	Particulars	Year Ended 31-03-2022	Year Ended 31-03-2021
	Amount Of Contract Liability (Advance Customers) at the beginning of the year	209.82	58.54
	Performance obligation satisfied during the previous year	209.82	58.54
iv)	Contract Balances :- (Amount In Lakhs)		
	Particulars	Year Ended 31-03-2022	Year Ended 31-03-2021
	Trade Receivables	4,029.00	3,684.61
	Contract Liabilities	158.12	209.82
	Total		
		68.05	32.95

(Amount In Lakhs)

Note No.	Particulars	Year Ended 31-03-2022	Year Ended 31-03-2021
20	Other Income		
	Interest income on		
	Security Deposits	5.18	5.59
	Bank deposits	29.61	23.30
	Advances and other	9.18	2.38
	Other non-operating income		
	Insurance Claim	24.08	1.69
	Total	68.05	32.95



MARUDHAR INDUSTRIES LIMITED

Notes to Financial Statements for the Year Ended 31st March, 2022

(Amount in Lakhs)

Note No.	Particulars	Year Ended 31-03-2022	Year Ended 31-03-2021
21	Cost of raw material and components consumed		
	- Opening Inventory	1,254.07	498.85
	- Add: Purchases	27,791.25	18,403.68
		29,045.32	18,902.53
	- Less: Closing Inventory	1,326.50	1,254.07
	Cost of raw materials and components consumed	27,718.82	17,648.46

(Amount in Lakhs)

Note No.	Particulars	Year Ended 31-03-2022	Year Ended 31-03-2021
22	(Increase)/Decrease In Inventory		
	Inventories at the end of the year		
	- Work in Progress	842.69	1,767.78
	- Finished Goods	2,205.27	1,674.50
		3,047.96	3,442.28
	Inventories at the beginning of the year		
	- Work in Progress	1,767.78	1,933.69
	- Finished Goods	1,674.50	1,287.39
		3,442.28	3,221.08
	(Increase)/Decrease In Inventory		
	- Work in Progress	925.09	165.91
	- Finished Goods	(530.77)	(387.11)
	Total	394.32	(221.20)

(Amount in Lakhs)

Note No.	Particulars	Year Ended 31-03-2022	Year Ended 31-03-2021
23	Employee Benefits		
	Salaries, wages and bonus		
	- Remuneration Paid to Key Managerial Persons	30.27	29.99
	- Paid to Others	875.57	771.43
	Contribution to provident and other funds	74.28	67.98
	Gratuity expense	44.77	40.55
	Staff welfare expenses	15.08	11.62
	Total	1,039.97	921.57

(Amount in Lakhs)

Note No.	Particulars	Year Ended 31-03-2022	Year Ended 31-03-2021
24	Finance Cost		
	Interest on debts and borrowings (from Banks & Financial Institutions)	642.00	775.39
	Bank charges	90.48	109.08
	Interest others	14.66	44.09
	Interest on statutory Dues	0.05	28.08
	Total	747.19	956.64

(Amount in Lakhs)

Note No.	Particulars	Year Ended 31-03-2022	Year Ended 31-03-2021
25	Depreciation and Amortization Expenses		
	Depreciation of tangible assets (Refer Note 3)	404.06	431.15
	Amortization of right to use of assets (Refer Note 3)	16.25	16.25
	Amortization of intangible assets (Refer Note 3)	5.54	5.54
	Total	425.85	452.94



MARUDHAR INDUSTRIES LIMITED

Notes to Financial Statements for the Year Ended 31st March, 2022

(Amount in Lakhs)

Note No.	Particulars	Year Ended 31-03-2022	Year Ended 31-03-2021
26	Other Expense		
	Power and Fuel	1,068.83	928.95
	Repairs and Maintenance		
	- Plant & Machinery	180.87	102.28
	- Building	0.44	0.08
	- Others	8.28	4.07
	Stores Consumption	899.91	665.93
	Donation Expenses	0.52	1.25
	Director Sitting fee	0.50	0.60
	Factory General	34.17	5.41
	Security Expense	52.32	48.87
	Water Charges	2.44	2.18
	Rent	39.60	39.05
	Rates & Taxes	17.62	23.30
	Legal, Professional & Consultancy	35.16	36.48
	Telephone Expenses	2.73	2.79
	Travelling Expenses	3.99	3.54
	Insurance Charges	41.93	33.55
	Conveyance Expenses	14.28	7.63
	Payment to Statutory Auditor (Refer Note-a)	4.00	2.70
	Printing & Stationery	4.63	4.80
	Postage and Telegram	2.31	2.24
	General Expenses	13.20	15.40
	Freight Expenses	99.65	13.94
	Foreign Exchange rate Fluctuation Loss/(Gain)	0.69	24.09
	Loss on Derivatives Transactions (net)	57.43	-
	Commission	4.20	17.48
	Advertisement & Sales Promotion	14.35	7.27
	Bad Debts & Vatav Kasar and Sundry Balance written Off (Net)	1.82	12.54
	Total	2,605.87	2,026.52
a)	Payments to Statutory Auditors		
	As Auditor:		
	- Audit Fee	2.40	2.40
		2.40	2.40
	In other capacity:		
	- Limited Review Services	1.60	0.30
		1.60	0.30
	Total	4.00	2.70

(Amount in Lakhs)

Note No.	Particulars	Year Ended 31-03-2022	Year Ended 31-03-2021
27	Exceptional Items		
	Loss of Stock by fire	-	(326.34)
	Total	-	(326.34)
a)	<p>On 19.03.2021 packaging division of the Company situated at 711, GIDC, Vatva, Ahmedabad was fully damaged due to fire whereby Building, Plant & Equipments and Inventories lying at the premises were destroyed and therefore the net block of the Property Plant & Equipments has been reduced by Rs. 408.34 lakhs and shown as receivable from insurance company and the loss on account of fire in Inventory of Rs.326.34 lakhs has reduced from the inventories and shown as an exceptional item.</p> <p>The company has an insurance policy against the loss and as per the insurance policy, the company is entitled for the claim of the policy amount of reinstatement of cost of Building, plant & equipment and inventory and since the amount of claim of the Fixed Assets and Inventories is under assessment and acceptance by the Insurance Company, effect of the amount of claim in respect of inventories has not been given in the accounts. Necessary remaining effect of the insurance claim in the accounts will be given on the receipts of claim amount and complete erection of the Unit.</p>		



MARUDHAR INDUSTRIES LIMITED

Notes to Financial Statements for the Year Ended 31st March, 2022

(Amount in Lakhs)

Note No.	Particulars	Year Ended 31-03-2022	Year Ended 31-03-2021
28	Income Tax		
	The major component of income tax expense for the years ended 31 st March, 2022 and 31 st March, 2021 are :		
	Statement of Profit and Loss		
	Current tax		
	Current income tax	97.11	(0.13)
	Deferred tax		
	Deferred tax expense/(benefit)	40.12	(0.59)
	Tax in respect of Earlier years	11.50	(9.03)
	MAT Credit Entitlement of earlier years	-	(48.70)
	Income tax expense reported in the Statement of Profit and Loss	148.79	(59.05)
	Other comprehensive income (OCI)		
	Deferred tax related to items recognised in OCI during the year		
	Re-measurement loss on defined benefit plans	9.35	3.71
	Deferred tax credited to OCI	9.35	3.71
	Total Income Tax for the year ended	158.14	(55.34)
a)	Reconciliation of tax expense and the accounting profit multiplied by domestic tax rate for the year ended 31 st March, 2022 and 31 st March, 2021:		
		(Amount in Lakhs)	
	Particulars	Year Ended 31-03-2022	Year Ended 31-03-2021
	Accounting Profit before tax	524.80	19.78
	Enacted income tax rate in India applicable to the Company	27.82	27.82
	Tax using the Company's domestic tax rate	146.00	5.50
	Tax effects of :		
	Non-deductible expenses	0.08	4.44
	Others	12.06	(85.28)
	Total Income Tax for the year ended	158.14	(55.34)
b)	Deferred Tax	(Amount in Lakhs)	
	Particulars	Balance sheet	
		As at 31-03-2022	As at 31-03-2021
		Statement of Profit and Loss	
		Year Ended 31-03-2022	Year Ended 31-03-2021
	Liability on accelerated depreciation for tax purpose	578.00	527.21
	Asset on expenses allowed in year of payment	(50.76)	(40.09)
	Other adjustments	-	-
	Total	527.24	487.12
		40.12	(0.59)



MARUDHAR INDUSTRIES LIMITED

Notes to Financial Statements for the Year Ended 31st March, 2022

25 Employee Benefits Expense

25.1 A. Defined contribution plans:

Amount of Rs. 74.37 lakhs (31st March, 2021: Rs. 68.07 lakhs) is recognised as expenses and included in Note No. 21 "Employee benefits expense"

Particulars	Year ended 31-03-2022	Year ended 31-03-2021
Provident Fund	61.89	58.40
Contributory employee Safety Insurance	12.39	11.58
Subtotal A	74.28	69.98
Gujarat Labour Welfare Fund	0.09	0.09
Subtotal B	0.09	0.09
Total (A+B)	74.38	70.07

B. Defined benefit plans:

The Company operates gratuity plan in the nature of defined benefit plan wherein every employee is entitled to the benefit as per scheme of the Company, for each completed year of service. The same is payable on retirement or termination whichever is earlier. The benefit vests only after five years of continuous service. The gratuity plan is governed by the payment of Gratuity Act, 1972.

31st March, 2022 : Changes in defined benefit obligation and plan assets

Particulars	1 st April, 2021	Service cost	Net interest expense	Sub-total included in Statement of Profit and Loss (Note 23)	Benefit paid	Return on plan assets (excluding amounts included in net interest expense)	Actuarial changes arising from demographic assumptions	Actuarial changes arising from changes in financial assumptions	Experience adjustments	Sub-total included in OCI	Contributions by employer	31 st March, 2022
Gratuity												
Defined benefit obligation	402.88	33.00	27.84	60.84	(52.70)	-	(0.04)	(12.83)	(22.62)	(35.60)	-	374.70
Fair value of plan assets	231.05	-	15.87	15.87	(55.70)	(2.00)	-	-	-	(2.00)	-	192.22
Benefit liability	171.31	33.00	11.77	44.77	-	2.00	(0.04)	(12.83)	(22.62)	(33.60)	-	182.47
Total benefit liability	171.31	33.00	11.77	44.77	-	2.00	(0.04)	(12.83)	(22.62)	(33.60)	-	182.47

31st March, 2021 : Changes in defined benefit obligation and plan assets

Particulars	1 st April, 2020	Service cost	Net interest expense	Sub-total included in Statement of Profit and Loss (Note 23)	Benefit paid	Return on plan assets (excluding amounts included in net interest expense)	Actuarial changes arising from demographic assumptions	Actuarial changes arising from changes in financial assumptions	Experience adjustments	Sub-total included in OCI	Contributions by employer	31 st March, 2021
Gratuity												
Defined benefit obligation	275.69	30.62	25.89	55.51	(14.00)	-	-	0.80	(16.63)	(15.84)	-	402.35
Fair value of plan assets	231.59	-	15.90	15.90	(14.00)	(2.50)	-	-	-	(2.50)	-	231.05
Benefit liability	144.10	30.62	9.93	40.55	-	2.50	-	0.80	(16.63)	(15.84)	-	171.31
Total benefit liability	144.10	30.62	9.93	40.55	-	2.50	-	0.80	(16.63)	(15.84)	-	171.31



MARUDHAR INDUSTRIES LIMITED

Notes to Financial Statements for the Year Ended 31st March, 2022

29.2 The major categories of plan assets of the fair value of the total plan assets of Gratuity are as follows:

Particulars	As at 31-03-2022	As at 31-03-2021
Insurance Funds	182.22	231.05
(%) of total plan assets	100.00%	100.00%

The principal assumptions used in determining above defined benefit obligations for the Company's plans are shown below:

Particulars	Year ended 31-03-2022	Year ended 31-03-2021
Discount rate	7.25%	6.87%
Future salary increase	7.00%	7.00%
Expected rate of return on plan assets	7.25%	6.87%
Employee Turnover Rate	3.00%	3.00%
Mortality rate during employment	Indian Assured Lives Mortality (2012-14)	Indian Assured Lives Mortality (2006-08)
Mortality rate after employment	N.A	N.A

The estimates of future salary increases, considered in actuarial valuation, take account of inflation, seniority, promotion and other relevant factors, such as supply and demand in the employment market.

The overall expected rate of return on assets is determined based on the market prices prevailing on that date, applicable to the period over which the obligation is to be settled. There has been significant change in expected rate of return on assets due to change in the market scenario.

A quantitative sensitivity analysis for significant assumption is as shown below:

Gratuity

(increase) / decrease in defined benefit obligation (Impact)

Particulars	Sensitivity level	As at 31-03-2022	As at 31-03-2021
Discount rate	1% increase	(30.62)	(36.75)
	1% decrease	35.78	43.39
Salary increase	1% increase	32.38	39.98
	1% decrease	(28.92)	(35.05)
Employee turnover	1% increase	1.24	(0.21)
	1% decrease	(1.45)	0.15

The followings are the expected future benefit payments for the defined benefit plan :

Particulars	As at 31-03-2022	As at 31-03-2021
Within the next 12 months (next annual reporting period)	44.11	38.58
2nd following year	17.13	13.32
3rd following year	14.84	19.14
4th following year	23.26	16.86
5th following year	41.11	23.78
Sum of years 6 to 10 years	141.56	162.47
Sum of 11 years and above	576.74	683.51
Total expected payments	858.75	957.75

Weighted average duration of defined plan obligation (based on discounted cash flows)

Particulars	As at 31-03-2022 Years	As at 31-03-2021 Years
Gratuity	10	12

The followings are the expected contributions to planned assets for the next year:

Particulars	As at 31-03-2022	As at 31-03-2021
Gratuity	54.58	63.05



MARUDHAR INDUSTRIES LIMITED

Notes to Financial Statements for the Year Ended 31st March, 2022

30 COMMITMENTS AND CONTINGENCIES

a) Contingent Liabilities

(Amount in Lakhs)

Sr. No.	Particulars	As at 31-03-2022	As at 31-03-2021
a)	Bank Guarantee	19.07	19.07
b)	Income tax	21.73	21.73

b) Capital Commitment

Estimated amount of contracts remaining to be executed on capital account (net of advances) & not provided for Rs. 82.07 lakhs (31-03-2021 Rs. 105.14 lakhs)

31 Segment Information

The segment report is given in consolidated financial statements.

32 RELATED PARTY DISCLOSURES

As required by Indian Accounting Standard - 24 "Related Parties Disclosures" the disclosure of transactions with related parties are given below:

a) Relationships

A	Key Management Personnel	
	Mr. Naresh S Jain	Managing Director
	Mr. Bhavesh S Jain	Director
	Ms. Darsha R. Kakari	Director
	Mr. Narendra Navalakha	Director
	Ms. Poojan Bhandari	Director Appointed w.e.f 21st February, 2022
	Mr. Paresh P. Prajapati	Chief Financial Officer
	Mr. Aziz H. Gohil	Company Secretary Appointed w.e.f 1st July 2021
B	Relatives of Key Management Personnel	
	Mrs. Amanpreetkaur B Jain	Spouse of Bhavesh S Jain
	Mrs. Nimisha N. Jain	Spouse of Naresh S Jain
C	Associate Concern	
	Sambhav Machinery Manufactures Private Limited (formerly known as Sambhav Machinery Private Limited)	Subsidiary Company
D	Enterprise owned or significantly influenced by key managerial personnel or their relatives	
	N.K. Navalakha & Co.	
	Narendra Navalakha HUF	

b) Transactions during the year

(Amount in Lakhs)

Particulars	2021-22	2020-21
Remuneration/Salary Paid :		
-Mr. Naresh S. Jain	13.63	12.46
-Mr. Bhavesh S. Jain	13.63	12.46
-Mrs. Amanpreetkaur B Jain	17.40	17.45
-Mrs. Nimisha N. Jain	10.33	9.44
-Mr. Paresh P. Prajapati	2.15	2.57
-Mr. Paras R. Shah	-	2.50
-Mr. Aziz H. Gohil	0.86	-
Receipt of Loan		
-Mr. Naresh S. Jain	127.49	0.36
-Mr. Bhavesh S. Jain	53.00	-
-Sambhav Machinery Manufactures Private Limited	0.42	-
Repayment of loan		
-Mr. Naresh S. Jain	194.67	482.01
-Mr. Bhavesh S. Jain	441.77	33.84



MARUDHAR INDUSTRIES LIMITED

Notes to Financial Statements for the Year Ended 31st March, 2022

Loan & Advances & staff loan given		
-Mr. Paresh P. Prajapati	3.00	3.00
-Mr. Narendra Navalakha	-	1.31
-Narendra Navalakha HUF	-	2.31
Loan & Advances & staff loan (repaid)		
-Mr. Paresh P. Prajapati	1.50	1.50
-Narendra Navalakha HUF	-	2.31
Consultancy Charges		
-N.K.Navalakha & Co.	9.00	4.57
Rent Paid		
-Mr. Naresh S. Jain	18.00	18.00
-Mr. Bhavesh S. Jain	18.00	18.00
-Sambhav Machinery Manufactures Private Limited	3.60	3.05
Sitting Fees		
- Mr. Narendra Navalakha	-	0.60
- Ms. Darsha R. Kikani	0.50	-
Sambhav Machinery Manufactures Private Limited		
-Machinery Purchase	27.63	12.26
-Job work Expenses	28.95	11.51
-Raw Material Purchase	-	16.55
-Stores Material Purchase	2.95	-
Advances given for Material, Capital Goods & Others		
-Sambhav Machinery Manufactures Private Limited	585.23	1,555.39
Advances received back given for Material, Capital Goods & Others		
-Sambhav Machinery Manufactures Private Limited	431.50	1,493.40

c) Outstanding as at year end

Particulars	(Amount in Lakhs)	
	As at 31-03-2022	As at 31-03-2021
Payable		
-Mr. Naresh S. Jain (Loan)	25.27	76.24
-Mr. Bhavesh S. Jain (Loan)	100.53	473.10
-Sambhav Machinery Manufactures Private Limited (Loan)	215.00	214.58
-Mrs. Amanpreetkaur B. Jain (Trade Payables)	0.94	0.94
-Mr. Naresh S. Jain (Trade Payables)	0.60	0.60
-Mr. Bhavesh S. Jain (Trade Payables)	0.60	0.60
-Mrs. Nimisha N. Jain (Trade Payables)	0.54	0.54
-Mr. Paresh P. Prajapati (Trade Payables)	0.10	0.19
-Mr. Aziz H. Gohil (Trade Payables)	0.10	-
-N.K.Navalakha & Co. (Trade Payables)	-	0.83
Receivable		
-Mr. Paresh P. Prajapati (Staff loan)	3.00	1.50
-Mr. Narendra Navalakha (Advances)	1.31	1.31
-Sambhav Machinery Manufactures Private Limited (Advances)	365.00	284.53
Investment		
-Sambhav Machinery Manufactures Private Limited	31.12	31.12

Note : The remuneration to the key managerial personnel does not include gratuity, as it is determined on an actuarial basis for the company as a whole.



MARUDHAR INDUSTRIES LIMITED

Notes to Financial Statements for the Year Ended 31st March, 2022

Terms and conditions of transactions with related parties

Outstanding balances at the year-end are unsecured. There have been no guarantees provided or received for any related party receivables or payables. For the year ended 31st March 2022 the Company has not recorded any impairment of receivables relating to amounts owed by related parties (31st March 2021: Rs. Nil). This assessment is undertaken at each financial year through examining the financial position of the related party and the market in which the related party operates.

33 ADDITIONAL INFORMATION

- a) During the Financial year 2018-19, the company has imported Capital Goods under Zero duty EPCG Scheme and saved duty amounting to Rs. 449.23 lakhs. Against the said duty saved, the company has exported goods worth six times of the duty saved and filed necessary documents with DGFT, however Export Obligation Discharge Certificate is still pending.
- b) In the opinion of the Board of Directors, the current assets are approximately of the value stated, if realized in the ordinary course of the business. There is no contingent liability other than stated above and provisions for all known liabilities are adequate. Few of the accounts of trade payables, trade receivables and Income Tax Receivable are subject to confirmation from the respective parties and necessary adjustments and/or proper classification thereof, if any, will be made on its reconciliation and/or settlement. The classification / grouping of items of the accounts are made by the management, on the basis of the available data with the company and which has been relied upon by the auditors. Accounts of Receivables / Payables in respect of Goods and Service Tax, Service Tax, CENVAT, and VAT are subject to reconciliation, submission of its return for its claim and/or its Audit/Assessment/Reverel of any claim on file, if any.

c) Lease

The following are the expenses recognised in profit and loss

(Amount In Lakhs)

Particulars	2021-22	2020-21
Depreciation Expenses of Right of Use Assets	16.25	16.25
Interest Expenses on Lease Liability	-	-
Total	16.25	16.25

The Company has taken certain land on lease for factory purposes. Since these are entirely prepaid, the Company does not have any future lease liability towards the same and are shown under the head right to use assets.

d) Net Debt Reconciliation

(Amount In Lakhs)

Particulars	Long term Borrowings	Short Term Borrowings	Interest Expenses
As at 01-04-2020	1,835.97	6,907.89	23.21
Interest Expenses	-	-	780.79
Foreign Exchange Adjustment	-	0.30	-
Inflow	360.00	700.00	-
Outflow	(532.11)	(3,097.87)	(787.01)
As at 31-03-2021	1,663.86	4,510.32	6.99
Interest Expenses	-	-	646.51
Inflow	1,801.77	500.00	-
Outflow	(809.68)	(189.39)	(646.90)
As at 31-03-2022	2,655.95	4,820.93	6.60

34 EARNINGS PER SHARE (EPS):

Particulars		2021-22	2020-21
Profit for the year (Rs in lakhs)		376.01	78.83
Weighted average No. of shares for EPS computation for Basic and Diluted EPS (Nos)		10,227,625	10,227,625
Earnings per Share (Basic and Diluted)	(Rs.)	3.68	0.77
Nominal Value of Shares	(Rs.)	10.00	10.00



MARUDHAR INDUSTRIES LIMITED
Notes to Financial Statements for the Year Ended 31st March, 2022

36 FINANCIAL INSTRUMENTS, FAIR VALUE MEASUREMENTS, FINANCIAL RISK AND CAPITAL MANAGEMENT

36.1 Category-wise Classification of Financial Instruments:

(Amount in Lakhs)				
Particulars	Refer Note	As at 31-03-2022		
		Fair Value through profit or loss	Amortized cost	Carrying Value
Financial assets				
Investments in unquoted equity shares of subsidiary company	4	-	31.12	31.12
Investments in Co. Op. Society	4	0.05	-	0.05
Investments in quoted equity shares	4	0.00	-	0.00
Trade receivables	8	-	4,029.00	4,029.00
Cash and cash equivalents	7	-	358.45	358.45
Other bank balance	8	-	438.67	438.67
Loans	4	-	36.72	36.72
Other financial assets	4	-	524.28	524.28
Total		0.05	5,418.24	5,418.29
Financial liabilities				
Borrowings	12	-	7,476.88	7,476.88
Trade payables	13	-	2,411.54	2,411.54
Other financial liabilities	14	-	472.14	472.14
Total		-	10,360.56	10,360.56

(Amount in Lakhs)				
Particulars	Refer Note	As at 31-03-2021		
		Fair Value through profit or loss	Amortized cost	Carrying Value
Financial assets				
Investments in unquoted equity shares of subsidiary company	4	-	31.12	31.12
Investments in Co. Op. Society	4	0.05	-	0.05
Investments in quoted equity shares	4	0.00	-	0.00
Trade receivables	6	-	3,964.81	3,964.81
Cash and cash equivalents	7	-	594.44	594.44
Other bank balance	8	-	374.29	374.29
Loans	4	-	31.37	31.37
Other financial assets	4	-	570.80	570.90
Total		0.05	5,266.73	5,266.78
Financial liabilities				
Borrowings	12	-	6,174.18	6,174.18
Trade payables	13	-	3,508.99	3,508.99
Other financial liabilities	14	-	772.77	772.77
Total		-	10,455.94	10,455.94

36.2 Category-wise Classification of Financial Instruments:

a) Quantitative disclosures: fair value measurement hierarchy for financial assets and financial liabilities

Level 1: Input are quoted prices (unadjusted) in the active market for identical asset and liability

Level 2: The fair value of financial instruments that are not traded in an active market is determined using valuation techniques which maximize the use of observable market data and rely as little as possible on entity-specific estimates. If all significant inputs required to fair value an instrument are observable, the instrument is included in Level 2.

Level 3: Input are not based on observable market data (unobservable inputs). Fair value are determine in whole or in part using the valuation method based on the assumption that are neither supported by price from observable in the current market transactions in the same instruments nor are they based on available market data.

The following table provides the fair value measurement hierarchy of the Company's financial assets and liabilities:

Particulars	As at		As at	
	Significant observable inputs (Level 1)	Significant observable inputs (Level 3)	Significant observable inputs (Level 1)	Significant observable inputs (Level 3)
Financial Assets (measured at FVTPL) (Refer Note 4)				
Investments in quoted equity shares	0.00	-	0.00	-
Investments in Co. Op. Society	-	0.05	-	0.05

b) Financial instrument measured at Amortized Cost

The carrying amount of financial assets and financial liabilities measured at amortized cost in the financial statements are a reasonable approximation of their fair values since the Company does not anticipate that the carrying amounts would be significantly different from the values that would eventually be received or settled.

36.3 Financial Instruments risk management objectives and policies

The Company's principal financial liabilities, other than derivatives, comprise borrowings and trade & other payables. The main purpose of these financial liabilities is to finance the Company's operations and to support its operations. The Company's principal financial assets include investments, loans given, trade and other receivables and cash & short-term deposits that derive directly from its operations.

The Company's activities expose it to market risk, credit risk and liquidity risk.

The Company's risk management is carried out by the corporate finance. The corporate finance identifies and evaluates risks in close co-operation with the Company's Business Heads. The board provides principles for overall risk management, as well as policies covering specific areas, such as foreign exchange risk, interest rate risk, credit risk, use of derivative, financial

a) Market Risk

Market risk is the risk that the fair value of future cash flows of a financial instrument will fluctuate because of changes in market prices. Market risk comprises two types of risk: interest rate risk, currency risk and commodity risk. Financial instruments affected by market risk include borrowings, deposits, investments, trade and other receivables, trade and other payables.



MARUDHAR INDUSTRIES LIMITED
Notes to Financial Statements for the Year Ended 31st March, 2022

The potential economic impact due to these assumptions, is based on the occurrence of adverse / inverse market conditions and reflects estimated changes resulting from the sensitivity analysis. Actual results that are included in the Statement of Profit and Loss may differ materially from these estimates due to actual developments in the global financial markets.

i) Interest rate risk

The Company is exposed to change in interest rate due to its financing and cash management activities. The risk arising from interest rate movements arise from borrowings with variable interest rates. The company manages interest risk by having a balance portfolio of fixed and variable rates loans and borrowings.

The company's risk management activities are subject to management, direction and control of the treasury team under the framework of risk management policy for interest rate risk. The treasury team ensure appropriate financial risk, governance framework for the company through appropriate policies and procedures and that finance risk are identified, measured and managed in accordance with the policies and risk objectives.

For company total borrowings, the analysis is prepared assuming the amount of the liability outstanding at the end of the reporting period was outstanding for the whole year. A 50 basis points increase or decrease is used which represents management assessment for the reasonably possible change in the interest rates.

Particulars	(Amount in Lakhs)	
	As at 31st March 2022	As at 31st March 2021
Total Interest Bearing Borrowings	8,936.08	5,210.26

In case fluctuation in interest rates by 50 basis points and all other variable were held constant, the company's profit for the year would increase or decrease as follows:

Particulars	(Amount in Lakhs)	
	For the Year ended on 31-03-2022	For the Year ended on 31-03-2021
Impact on profit for the year	34.68	26.05

ii) Foreign currency risk

Foreign currency risk is the risk that the fair value or future cash flows of an exposure will fluctuate due to changes in foreign exchange rates. The Company does not enter into forward exchange contracts to hedge against its foreign currency exposures relating to the recognized underlying assets/liabilities and firm commitments. The Company does not enter into any derivative instruments for trading or speculative purposes.

Foreign Currency exposure not covered by derivative instruments or otherwise as at 31st March is as under:

Particulars	Currency	Amount in Foreign Currency		Equivalent Indian Rupees	
		As at 31-03-2022	As at 31-03-2021	As at 31-03-2022	As at 31-03-2021
Trade Receivables	USD	0.92	0.83	69.58	60.73
	EUR	0.05	-	4.20	-
	USD	-	-	-	-
Trade Payables	EUR	5.19	8.64	436.72	742.62
	USD	-	0.45	-	32.77
Borrowing, Buyers Credit & Letter of Credit	EUR	-	-	-	-
	USD	0.92	0.38	69.58	27.98
Net Balance	EUR	(5.14)	(8.84)	(432.52)	(742.63)

The Company is mainly exposed to changes in USD & EUR. The below table demonstrates the sensitivity to a 1% increase or decrease in the USD & EUR against INR, with all other variables held constant. The sensitivity analysis is prepared on the net unhedged exposure of the Company as at the reporting date. 1% represents management's assessment of reasonably possible change in foreign exchange rate.

Particulars	(Amount in Lakhs)	
	Impact on Profit before tax	
	For the year ended 31/03/2022	31/03/2021
USD Sensitivity		
RUPEES / USD - Increase by 1%	0.70	0.28
RUPEES / USD - Decrease by 1%	(0.70)	(0.28)
EUR Sensitivity		
RUPEES / EUR - Increase by 1%	(4.33)	(7.43)
RUPEES / EUR - Decrease by 1%	4.33	7.43

iii) Commodity risk

Commodity Price Risk is the risk that future cash flow of the Company will fluctuate on account of changes in market price of key raw materials.

The prices of Aluminium & Granules are subject to wide fluctuations due to unpredictable factors such as whether, government policies, changes in global demand resulting from population growth and global production of similar and competitive nature. The Company is exposed to the movement in price of key raw materials in domestic and international markets. The Company manage exposure to fluctuations in the prices of the key raw materials used in operations. The Company enters into contracts for procurement of materials, most of the transactions are short term fixed price contract.

b) Credit Risk

Credit risk is the risk that a counterparty will not meet its obligations under a financial instrument or customer contract, leading to a financial loss. The Company is exposed to credit risk from its operating activities (primarily trade receivables) and from its financing activities, including deposits with banks, foreign exchange transactions and other financial instruments. Credit risk arising from other balances with banks is limited and there is no collateral held against these because the counterparties are banks and recognized financial institutions with high credit ratings assigned by the international credit rating agencies.

Credit risk arising from trade receivables is managed in accordance with the Company's established policy, procedures and control relating to customer credit risk management. Credit quality of a customer is assessed based on an extensive evaluation and individual credit limits are defined in accordance with this assessment.

An impairment analysis is performed at each reporting date on an individual basis for major clients. In addition, a large number of minor receivables are grouped into homogenous groups and assessed for impairment collectively.

Concentrations of Credit Risk form part of Credit Risk

During the year ended 31st March, 2022 sales to a customer approximated Rs. 5,052.42 Lakhs or 15.13% of net revenue (for the year ended 31st March 2021, sales to customer approximated Rs. 3,245.68 Lakhs or 14.99% of net revenue). Accounts receivable from such customer approximated Rs. 1,085.94 lakhs at 31st March, 2022. (Rs. 745.31 Lakhs at 31st March, 2021)



MARUDHAR INDUSTRIES LIMITED
Notes to Financial Statements for the Year Ended 31st March, 2022

c) Liquidity risk

Liquidity risk is the risk that the Company may not be able to meet its present and future cash and collateral obligations without incurring unacceptable losses. The Company's objective is to, at all times, maintain optimum levels of liquidity to meet its cash and collateral requirements. The Company closely monitors its liquidity position and deploys a robust cash management system. It maintains adequate sources of financing including debt and overdraft / credit facilities from both domestic and international banks at an optimized cost. It also enjoys strong access to domestic capital markets across equity.

The table below summarizes the maturity profile of the Company's financial liabilities based on contractual undiscounted payments:

(Amount in Lakhs)					
Particulars	On Demand	Less than 1 year	1 to 3 years	More than 3 year	Total
Year ended 31st March, 2022					
Borrowings	4,606.93	437.22	866.67	1,847.06	7,476.88
Trade payables	2,411.54	-	-	-	2,411.54
Other financial liabilities	35.42	438.72	-	-	472.14
Year ended 31st March, 2021					
Borrowings	4,295.74	214.58	240.00	1,363.88	6,114.18
Trade payables	3,508.96	-	-	-	3,508.96
Other financial liabilities	30.15	297.05	445.58	-	772.77

35.4 Capital Management

The Company's objectives when managing capital are to:

- safeguard their ability to continue as a going concern, so that they can continue to provide returns for shareholders and benefits for other stakeholders, and
- maintain an optimal capital structure to reduce the cost of capital.

For the purpose of the Company's capital management, capital includes issued equity capital, securities premium and all other equity reserves attributable to the equity holders of the Company. The primary objective of the Company's capital management is to maximize the shareholders value. The Company manages its capital structure and makes adjustments in light of changes in economic conditions. To maintain or adjust the capital structure, the Company may adjust the dividend payment to shareholders. The Capital structure of the Company is as follows:

Particulars	(Amount in Lakhs)	
	As at 31-03-2022	As at 31-03-2021
Equity share capital	1,022.78	1,022.78
Other Equity	4,472.01	4,071.75
Total Equity	5,494.77	5,094.51



MARUDHAR INDUSTRIES LIMITED

Notes to Financial Statements for the Year Ended 31st March, 2022

36 RATIOS

(Amount in Lakhs)

Sr. No.	Particulars	2021-22	2020-21	% Change	Remark
1	CURRENT RATIO				
	Current Assets	10,858.90	10,819.28		NOT APPLICABLE
	Current Liabilities	8,283.72	8,753.67		
	Current Ratio (Times)	1.31	1.24	6.06	
2	DEBT EQUITY RATIO				
	Debt	7,476.88	6,174.18		NOT APPLICABLE
	Share holder fund	5,494.77	5,094.51		
	Debt Equity Ratio (Times)	1.36	1.21	12.28	
3	DEBT SERVICE COVERAGE RATIO				
	Earnings	1,548.05	1,488.41		NOT APPLICABLE
	Debt Service	1,456.58	1,329.12		
	Debt Service Coverage Ratio	1.06	1.12	-5.03	
4	RETURN ON EQUITY				
	Net Profits after taxes	400.26	88.46		There is Increase in the Return on Equity ratio in the current year due to exceptional losses in the previous year (refer note no: 27)
	Average Shareholder's Equity	5,294.64	5,050.28		
	ROE (%)	7.56%	1.75%	331.59	
5	INVENTORY TURNOVER RATIO				
	Inventory	4,800.98	5,009.64		The ratio has improved on account of increase in sales
	Sales	33,388.77	22,098.10		
	Inventory Ratio (Times)	6.95	4.41	57.65	
6	TRADE RECEIVABLE TURNOVER RATIO				
	Trade receivables	4,029.00	3,664.61		The ratio has improved on account of better recovery of the trade receivables
	Sales	33,388.77	22,098.10		
	Trade Receivable Turnover Ratio (Times)	8.29	6.03	37.43	
7	TRADE PAYABLE TURNOVER RATIO				
	Trade payables	2,411.54	3,508.88		The ratio has improved on account of faster payments to the Suppliers of goods and services
	purchases of goods and services	31,560.32	21,301.47		
	Trade Payable Turnover Ratio (Times)	13.08	6.07	115.52	
8	NET CAPITAL TURNOVER RATIO				
	Net sales = Total sales - sales return	33,388.77	22,098.10		NOT APPLICABLE
	Working capital = Current assets - Current liabilities	2,575.18	2,065.61		
	NET CAPITAL TURNOVER RATIO (Times)	12.97	10.70	21.20	
9	NP RATIO				
	Net Profit after tax	400.26	88.46		There is Increase in the Net profit ratio in the current year due to exceptional losses in the previous year (refer note no: 27)
	Net sales = Total sales - sales return	33,388.77	22,098.10		
	NP Ratio (%)	1.20%	0.40%	199.47	
10	RETURN ON CAPITAL EMPLOYED				
	Earnings before finance cost and taxes	1,271.99	976.42		NOT APPLICABLE
	Capital Employed = Tangible Net Worth + Total Debt + Deferred Tax	13,498.89	11,755.62		
	ROCE (%)	9.42%	8.31%	13.45	
11	RETURN ON INVESTMENT				
	Interest on Fixed deposits with banks	29.61	23.30		NOT APPLICABLE
	Average Fixed deposits with banks	674.58	597.50		
	Return on Investment (%)	4.39%	3.90%	12.56	



MARUDHAR INDUSTRIES LIMITED

Notes to Financial Statements for the Year Ended 31st March, 2022

37 Statutory And Other Information

- i) The Company has not traded or invested in Crypto Currency or Virtual Currency during the financial year.
- ii) No proceedings have been initiated or are pending against the Company for holding any benami property under the Benami Transactions (Prohibition) Act, 1988 (45 of 1988) and rules made thereunder.
- iii) The Company has not advanced or loaned or invested funds to any other person(s) or entity(ies), including foreign entities (Intermediaries) with the understanding that the Intermediary shall:
 - (a) directly or indirectly lend or invest in other persons or entities identified in any manner whatsoever by or on behalf of the company (ultimate beneficiaries) or
 - (b) provide any guarantee, security or the like to or on behalf of the ultimate beneficiaries
- iv) The Company has 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
 - (b) provide any guarantee, security or the like on behalf of the ultimate beneficiaries.
- v) The Company does not have 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).
- vi) The Company has complied with the number of layers prescribed under clause (87) of section 2 of the Act read with the Companies (Restriction on number of Layers) Rules, 2017.
- vii) The Company does not have any transactions with companies which are struck off.
- viii) The Company has not entered with any Scheme(s) of arrangement in terms of sections 230 to 237 of the Companies Act, 2013.
- ix) The quarterly returns or statements of current assets filed by the Company with banks or financial institutions are broadly in agreement with the books of accounts and there is no material discrepancy.

38 Disclosure of significant interest in subsidiaries as per paragraph 17 of Ind AS 27

Name of Entity	Relationship	Place of Business	Ownership%
Sambhav Machinery Private Ltd.	Subsidiary	Ahmedabad, Gujarat	100.00%

Note : Method of accounting investment in subsidiary is at cost.

39 Events occurred after the Balance Sheet Date

The Company evaluates events and transactions that occur subsequent to the Balance Sheet date but prior to the approval of the financial statements to determine the necessity for recognition and/or reporting of any of these events and transactions in the financial statements. As of 5th September 2022 there were no subsequent events to be recognized or reported that are not already previously disclosed.

As per our report of even date
For, Hitesh Prakash Shah & Co.
Chartered Accountants
ICAI Registration No: 127614W

Hitesh P. Shah
Partner
Membership No. 124095



For, and on behalf of
Marudhar Industries Limited

Naresh S. Jain
Managing Director
DIN:00714499

Bhavesh S. Jain
Director
DIN:03091444

Aziz H. Gohil
Company Secretary

P. P. Prajapati
Chief Financial Officer

Place : Ahmedabad
Date : 5th September 2022
UDIN No:- 22124095ASBGHV2172



INDEPENDENT AUDITOR'S REPORT

To the Members of Marudhar Industries Limited,

Report on the Audit of the Consolidated Financial Statements

Opinion

We have audited the accompanying consolidated financial statements of **Marudhar Industries Limited** (hereinafter referred to as "the Holding Company"), and its subsidiary (the Holding Company and its subsidiary together referred to as "the Group") comprising of the consolidated Balance Sheet as at March 31, 2022, the consolidated Statement of Profit and Loss, including other comprehensive income, the consolidated cash flow Statement, the consolidated Statement of Changes in Equity for the year then ended, and notes to the consolidated financial statements, including a summary of significant accounting policies and other explanatory information (hereinafter referred to as the "consolidated financial statements").

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

Basis for Opinion

We conducted our audit of the consolidated financial statements in accordance with the Standards on Auditing (SAs), as 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 consolidated financial statements' section of our report. We are independent of the Group in accordance with the Code of Ethics issued by the Institute of Chartered Accountants of India together with the ethical requirements that are relevant to our audit of the financial statements under the provisions of the Act and the Rules thereunder, and we have fulfilled our other ethical responsibilities in accordance with these requirements and the Code of Ethics. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion on the consolidated financial statements.

Emphasis of Matter

We draw attention to:

- (a) **Note No 33 (b)** in relating to balance confirmation/ reconciliation and grouping of some of the third-party accounts & balance with the Government agencies.
- (b) **Note No 27 (a)** in relation to fire on 19/03/2021 at Packaging Division, situated at 711, GIDC, Vatva, Ahmedabad of which claim has been lodged and the same is under assessment of the Insurance Company and its complete accounting/effect in relation to loss of fixed asset and inventories, will be made in the accounts on the basis of final receipt of the insurance claim.



In Our opinion in respect of the above *Emphasis of Matter*, we do not provide any modified opinion, as these are not material or relevant for the accounting purpose, for the year under consideration.

Key Audit Matters

Key audit matters are those matters that, in our professional judgment, were of most significance in our audit of the Consolidated Financial Statement for the year under audit. We have determined that there are no key audit matters to be communicated in our report.

Information Other than the Financial Statements and Auditor's Report Thereon

The Holding Company's management and Board of Directors are responsible for the other information. The other information comprises the information included in the holding Company's Annual Report but does not include the consolidated financial statements and our auditors' report thereon. These reports are expected to be made available to us after the date of this audit report.

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

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

Responsibilities of Management for the consolidated financial statements

The Holding Company's management and Board of Directors are responsible for the preparation and presentation of these consolidated financial statements in terms of the requirements of the Act that give a true and fair view of the consolidated financial position, consolidated financial performance including other consolidated comprehensive income, consolidated cash flows and consolidated statement of changes in equity of the Group with the accounting principles generally accepted in India, including the Indian Accounting Standards (Ind AS) specified under Section 133 of the Act read with the Companies (Indian Accounting Standards) Rules, 2015, as amended. The respective Board of Directors of the companies included in the Group are responsible for maintenance of adequate accounting records in accordance with the provisions of the Act for safeguarding the assets of Group and for preventing and detecting frauds and other irregularities; the selection and application of appropriate accounting policies; making judgments and estimates that are reasonable and prudent; and the 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 consolidated financial statements that give a true and fair view and are free from material misstatement, whether due to fraud or error, which have been used for the purpose of preparation of the consolidated financial statements by the Directors of the Holding Company, as aforesaid.

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

The respective Board of Directors of the companies included in the Group are also responsible for overseeing the financial reporting process of the Group.

Auditor's Responsibilities for the Audit of the consolidated financial statements

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



the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these consolidated financial statements.

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

- Identify and assess the risks of material misstatement of the consolidated financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances. Under section 143(3)(i) of the Act, we are also responsible for expressing our opinion on whether the Holding Company 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 management.
- Conclude on the appropriateness of management's use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the ability of the Group 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 consolidated financial statements or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the Group to cease to continue as a going concern.
- Evaluate the overall presentation, structure, and content of the consolidated financial statements, including the disclosures, and whether the consolidated financial statements represent the underlying transactions and events in a manner that achieves fair presentation.
- Obtain sufficient appropriate audit evidence regarding the financial information of the entities or business activities within the Group of which we are the independent auditors and whose financial information we have audited, to express an opinion on the consolidated financial statements. We are responsible for the direction, supervision and performance of the audit of the consolidated financial statements of such entities included in the consolidated financial statements of which we are the independent auditors. For the other entity included in the consolidated financial statements, which have been audited by other auditors, such other auditors remain responsible for the direction, supervision and performance of the audits carried out by them. We remain solely responsible for our audit opinion.

We communicate with those charged with governance of the Holding Company and such other entities included in the consolidated financial statements of which we are the independent auditors regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that we identify during our audit.

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

From the matters communicated with those charged with governance, we determine those matters that were of most significance in the audit of the consolidated financial statements for the financial year ended March 31, 2022 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.

Other Matter

1. We did not audit the financial statements and other financial information, in respect of one subsidiary, whose financial statements include Group's share of total assets (before consolidation adjustments) of Rs. 335.23 Lakhs as at March 31, 2022, total revenues (before consolidation adjustments) of Rs. 1,45,553 Lakhs, Group's share of total net profit after tax (before



consolidation adjustments) of Rs 3.62 Lakhs, Group's share of total comprehensive profit (before consolidation adjustments) of Rs 5.01 Lakhs and Group's share of net cash inflows (before consolidation adjustments) of Rs. 4.71 Lakhs for the year ended March 31, 2022, as considered in the Statement. These financial statement and other financial information have been audited by other auditors, which financial statements, other financial information and auditor's reports have been furnished to us by the management. Our opinion on the consolidated financial statements, in so far as it relates to the amounts and disclosures included in respect of one subsidiary and our report in terms of subsections (3) of Section 143 of the Act, in so far as it relates to the aforesaid subsidiary, is based solely on the report(s) of such other auditors.

Our opinion above on the consolidated financial statements, and our report on Other Legal and Regulatory Requirements below, is not modified in respect of the above matters with respect to our reliance on the work done and the reports of the other auditors and the financial statements certified by the Management.

Report on Other Legal and Regulatory Requirements

1. 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 Act, based on our audit and on the consideration of report of the other auditors on separate financial statements and the other financial information of the subsidiary company, as noted in the 'Other Matter' paragraph we give in the "Annexure A" a statement on the matters specified in paragraph 3(xxi) of the Order
2. As required by Section 143(3) of the Act, based on our audit and on the consideration of report of the other auditors on separate financial statements and the other financial information of subsidiary, as noted in the 'other matter'
 - (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 of aforesaid consolidated financial statements;
 - (b) In our opinion, proper books of account as required by law relating to preparation of the aforesaid consolidation of the financial statements have been kept by the Holding Company so far as it appears from our examination of those books and reports of the other auditors;
 - (c) The consolidated Balance Sheet as at March 31, 2022, the consolidated Statement of Profit and Loss including the Statement of Other Comprehensive Income, the consolidated Cash Flow Statement and consolidated Statement of Changes in Equity dealt with by this Report are in agreement with the books of account maintained for the purpose of preparation of the consolidated financial statements;
 - (d) In our opinion, the aforesaid consolidated financial statements comply with the Accounting Standards specified under section 133 of the Act, read with Companies (Indian Accounting Standards) Rules, 2015, as amended.
 - (e) The matter described in 'Emphasis of Matter' paragraph above, in our opinion, may not have an adverse effect on the functioning of the Company;
 - (f) On the basis of the written representations received from the directors of the Holding Company as on March 31, 2022 taken on record by the Board of Directors of the Holding Company and the reports of the statutory auditors of its subsidiary company none of the directors of the Group's companies are disqualified as on March 31, 2022 from being appointed as a director in terms of Section 164(2) of the Act;
 - (g) With respect to the adequacy of the internal financial controls with reference to consolidated financial statements of the Holding Company, its subsidiary company and the operating effectiveness of such controls, refer to our separate Report in "Annexure-B".
 - (h) With respect to the other matters to be included in the Auditor's Report in accordance with the requirements of sub-section (16) of Section 197 of the Act, as amended, we report that to the best of our information and



according to the explanations given to us, remuneration paid by the Group to its directors during the year is in accordance with the provisions of Section 197 of the Act.

- (i) With respect to the other matters to be included in the Auditor's Report in accordance with Rule 11 of the Companies (Audit and Auditor's) Rules, 2014, in our opinion and to the best of our information and according to the explanations given to us and based on the consideration of reports of the other auditors on separate financial statements as also the other financial information of the subsidiary, as noted in the 'Other Matters' paragraph:

- i. The Consolidated Financial Statements disclose the impact of pending litigations on its Consolidated Financial position of the Group – Refer Note 30 to the Consolidated Financial Statements;
- ii. The Group did not have any material foreseeable losses in long-term contracts including derivative contracts during the year ended March 31, 2022; and
- iii. There are no amounts which are required to be transferred to the Investor Education and Protection Fund by the Holding Company or its subsidiary company during the year ended March 31, 2022.
- iv. (a) The management of the Holding Company has represented that, to the best of its knowledge and belief, no funds (which are material either individually or in 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 Group to or in any other person(s) or entity(ies), including foreign entities ("Intermediaries"), with the understanding, whether recorded in writing or otherwise, that the Intermediary shall, whether, directly or indirectly, lend or invest in other persons or entities identified in any manner whatsoever by or on behalf of the Group ("Ultimate Beneficiaries") or provide any guarantee, security or the like on behalf of the Ultimate Beneficiaries;

(b) The management of the Holding Company has represented, that, to the best of its knowledge and belief, no funds (which are material either individually or in aggregate) have been received by the Group from any person(s) or entity(ies), including foreign entities ("Funding Parties"), with the understanding, whether recorded in writing or otherwise, that the Group 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 the audit procedures that have been considered reasonable and appropriate in the circumstances, nothing has come to their notice that has caused us to believe that the representations under sub-clause (i) and (ii) of Rule 11 of the Companies (Audit and Auditors) Rules, 2014, as provided in (a) and (b) above, contain any material misstatement.

- v. No dividend has been declared or paid during the year by the Holding company and subsidiary company.

FOR, HITESH PRAKASH SHAH & CO
(FIRM REGD.NO: 127614W)
CHARTERED ACCOUNTANTS



HITESH SHAH
PARTNER
MEMBERSHIP NO. 124095

PLACE: AHMEDABAD
DATE: - 5th September, 2022
UDIN: 22124095ATCMZY5223

Annexure A to the Independent Auditor's Report

Annexure A referred to in paragraph 1 of our report of even date on Other Legal and Regulatory Requirements for the year ended March 31, 2022

1. Summary of comments and observations given by the respective auditors in the Companies (Auditors Report) Order of the respective subsidiary companies is given hereunder:

Sr. No	Name	CIN	Holding Company/ subsidiary	Clause number of the CARO report which may have possible adverse impact
1	Marudhar Industries Limited	L91110GJ1983PLC022203	Holding Company	No Adverse Impact to be Reported.
2	Sambhav Machinery Manufactures Private Limited.	U29119GJ1992PTC018628	Wholly Owned Subsidiary	No Adverse Impact to be Reported.

FOR, HITESH PRAKASH SHAH & CO
(FIRM REGD.NO: 127614W)
CHARTERED ACCOUNTANTS



HITESH SHAH
PARTNER
MEMBERSHIP NO. 124095

PLACE: AHMEDABAD
DATE: - September 5, 2022
UDIN:- 22124095ATCMZYS223

ANNEXURE B TO THE INDEPENDENT AUDITOR'S REPORT.

Annexure B to the Independent Auditor's Report of even date on the Consolidated Financial Statements of Marudhar Industries Limited

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

Opinion

In conjunction with our audit of the consolidated financial statements of the **Marudhar Industries Limited** as of and for the year ended March 31, 2022, we have audited the internal financial controls with reference to consolidated financial statements of **Marudhar Industries Limited** (hereinafter referred to as "the Holding Company") and such companies incorporated in India under the Companies Act, 2013 which are its subsidiary companies, as of that date.

Management's Responsibility for Internal Financial Controls

The Holding Company's management and the Board of Directors are responsible for establishing and maintaining internal financial controls with reference to consolidated financial statements based on the criteria established by the respective company considering the essential components of internal control stated in the Guidance Note. 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 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 (hereinafter referred to as "the Act").

Auditors' Responsibility

Our responsibility is to express an opinion on the internal financial controls over financial reporting of the Holding Company based on our audit. We conducted our audit in accordance with the Guidance Note issued by the ICAI and the SAs prescribed under Section 143(10) of the Act, to the extent applicable to an audit of internal financial controls. Those SAs 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 were 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 with reference to consolidated financial statements and their operating effectiveness. Our audit of internal financial controls with reference to consolidated financial statements included obtaining an understanding of internal financial controls with reference to consolidated financial statements, assessing the risk that a material weakness exists, and testing and evaluating the design and operating effectiveness of the internal controls based on the assessed risk. The procedures selected depend on the auditor's judgement, including the assessment of the risks of material misstatement of the consolidated financial statements, whether due to fraud or error.

We believe that the audit evidence we have obtained and the audit evidence obtained by the other auditors in terms of their reports referred to in the Other Matters paragraph below, is sufficient and appropriate to provide a basis for our audit opinion on the internal financial controls over financial reporting with reference to these consolidated financial statements.

Meaning of Internal Financial controls with Reference to Consolidated Financial Statements

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



Inherent Limitations of Internal Financial controls with Reference to consolidated Financial Statements

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

Opinion

In our opinion, the Holding Company, its subsidiary company, which are companies incorporated in India, have, maintained in all material respects, adequate internal financial controls over financial reporting with reference to these consolidated financial statements and such internal financial controls over financial reporting with reference to these consolidated financial statements were operating effectively as at March 31, 2022, based on the internal control over financial reporting criteria established by the Holding 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.

Other Matters

Our aforesaid report under Section 143(3)(i) of the Act on the adequacy and operating effectiveness of the internal financial controls with reference to consolidated financial statements insofar as it relates to one subsidiary company, which are companies incorporated in India, is based on the corresponding reports of the auditors of such companies incorporated in India.

FOR, HITESH PRAKASH SHAH & CO
(FIRM REGD.NO: 127614W)
CHARTERED ACCOUNTANTS



Hitesh Shah

HITESH SHAH
PARTNER
MEMBERSHIP NO. 124095

PLACE: AHMEDABAD
DATE: - September 5, 2022
UDIN:- 22124095ATCMZY5223

MARUDHAR INDUSTRIES LIMITED

CIN No: L91110GJ1983PLC022203

Consolidated Balance Sheet as at 31st March 2022

(Amount in Lakhs)

Particulars	Notes	As at 31-03-2022	As at 31-03-2021
ASSETS			
Non-current assets			
Property, plant and equipment	3	4,759.51	4,331.01
Right to use assets	3	1,011.68	1,027.93
Intangible assets	3	48.52	54.06
Financial assets	4		
(i) Investments		0.05	0.05
(ii) Loans		38.22	42.73
(iii) Other financial assets		119.85	157.53
Other non-current assets	9	48.98	82.96
Total non-current assets		6,026.61	5,696.27
Current assets			
Inventories	5	5,057.01	5,202.03
Financial assets			
(i) Trade receivables	6	4,029.00	3,664.81
(ii) Cash and cash equivalents	7	364.83	595.26
(iii) Bank balances other than (i) above	8	438.67	374.29
(iv) Loans	4	46.33	18.30
(v) Other financial assets	4	409.04	417.78
Other current assets	8	434.52	456.16
Total current assets		10,779.40	10,728.46
TOTAL ASSETS		16,806.01	16,424.73
EQUITY AND LIABILITIES			
Equity			
Equity Share Capital	10	1,015.31	1,015.31
Other equity	11	4,486.40	4,091.12
Total Equity		5,511.71	5,106.43
Liabilities			
Non-current liabilities			
Financial liabilities			
(i) Borrowings	12	2,523.73	1,693.86
(ii) Other financial liabilities	14	-	445.58
Provisions	16	159.77	137.70
Deferred tax liabilities (net)	17	526.05	487.00
Total non-current liabilities		3,211.55	2,765.04
Current liabilities			
Financial liabilities			
(i) Borrowings	12	4,626.15	4,355.74
(ii) Trade payables	13		
-Due to Micro and Small Enterprises		-	-
-Due to Other than Above		2,423.04	3,521.35
(iii) Other financial liabilities	14	472.14	327.18
Other current liabilities	15	229.67	242.35
Provisions	16	102.92	105.02
Current tax liabilities (net)	18	26.83	0.61
Total current liabilities		8,082.75	8,553.26
TOTAL EQUITY AND LIABILITIES		16,806.01	16,424.73

Summary of significant accounting policies

2.1

The accompanying notes are an integral part of the financial statements

As per our report of even date
For, Hitesh Prakash Shah & Co.
Chartered Accountants
ICAI Registration No: 127514W

Hitesh P. Shah
Partner
Membership No. 124095



Place : Ahmedabad
Date : 5th September 2022
UDIN No: 22124095ATCMZY5223

For, Marudhar Industries Limited

Naresh S. Jain
Managing Director
DIN:00714499

Aziz H. Gohil
Company Secretary

Bhavesht S. Jain
Director
DIN:03091444

P. P. Prajapati
Chief Financial Officer

MARUDHAR INDUSTRIES LIMITED

CIN No: L91110GJ1983PLC022203

Consolidated Statement of Profit and Loss for the Year Ended on 31st March, 2022

(Amount in Lakhs)

Particulars	Notes	Year Ended 31-03-2022	Year Ended 31-03-2021
INCOME			
Revenue From Operation	19	33,419.35	22,110.36
Other income	20	68.05	32.95
Total income		33,487.40	22,143.31
Expenses			
Cost of raw materials and components consumed	21	27,727.39	17,646.88
Changes in inventories of finished goods & work-in-progress	22	330.69	(273.04)
Employee benefits expenses	23	1,062.40	965.69
Finance costs	24	747.23	956.71
Depreciation and amortisation expenses	25	426.94	453.98
Other expenses	26	2,833.31	2,044.14
Total expenses		32,957.96	21,794.16
Profit before exceptional items and tax		529.44	349.15
Exceptional items	27	-	(326.34)
Profit before tax		529.44	22.81
Tax expense	28		
Current tax		(96.07)	(0.48)
Excess/ (Short) provision for current tax of earlier years		(11.57)	9.46
MAT Credit Entitlement of earlier years		-	48.70
Deferred tax		(40.18)	0.65
Total tax expense		(148.80)	58.33
Profit for the year		379.64	81.14
Other comprehensive income			
A. Other comprehensive income not to be reclassified to profit or loss in subsequent periods:			
Re-measurement loss on defined benefit plans		34.99	15.18
Income tax effect		(9.35)	(3.71)
Net other comprehensive income not to be reclassified to profit or loss in subsequent periods		25.64	11.47
Other comprehensive income for the year, net of tax		25.64	11.47
Total comprehensive income for the year, net of tax		405.28	92.61
Total Profit for the year attributable to:			
Shareholders of the Parent Company		379.64	81.14
Non Controlling Interest		-	-
Other comprehensive income / (Loss) attributable to:			
Shareholders of the Parent Company		25.64	11.47
Non Controlling Interest		-	-
Total comprehensive income for the period attributable to:			
Shareholders of the Parent Company		405.28	92.61
Non Controlling Interest		-	-
Earnings per equity share [nominal value per share Rs. 10/- (March 31, 2021: Rs.10/-)]			
Basic & Diluted	34	3.71	0.79
Summary of significant accounting policies	2.1		
The accompanying notes are an integral part of the financial statements			

As per our report of even date
For, Hitesh Prakash Shah & Co.
Chartered Accountants
ICAI Registration No: 127614W

Hitesh P. Shah
Partner
Membership No. 124095



Place : Ahmedabad
Date : 5th September 2022
UDIN No: 22124005ATCMZY5223

For, Marudhar Industries Limited

Naresh S. Jain
Managing Director
DIN:00714495

Aziz H. Gohil
Company Secretary

Bhavesh S. Jain
Director
DIN:03091444

Parash P. Prajapati
Chief Financial Officer

MARUDHAR INDUSTRIES LIMITED

CIN No: L91110GJ1983PLC022203

Consolidated Cash Flow Statement for the Year Ended on 31st March 2022

(Amount in Lakhs)

Particulars	Year ended 31-03-2022	Year ended 31-03-2021
A: CASH FLOW FROM OPERATING ACTIVITIES		
Profit Before Tax & Other Comprehensive income	529.44	22.81
Adjustments to reconcile profit before tax to net cash flows:		
Depreciation on property, plant, equipment & Amortisation of Assets	426.94	453.98
Unrealized (gain)/loss for F&O transactions	(17.02)	-
Finance income (including fair value changes in financial instruments)	(43.97)	(31.27)
Finance costs (including fair value changes in financial instruments)	747.23	956.71
Re-measurement loss on defined benefit plans	34.99	15.18
Operating Profit before working capital changes	1,677.61	1,417.41
Working capital adjustments:		
Decrease/(Increase) in trade receivables	(364.39)	177.07
Decrease/(Increase) in inventories	145.02	(977.96)
Decrease/(Increase) in loans	(23.52)	(29.19)
Decrease/(Increase) in other non-current financial assets	37.88	6.55
Decrease/(Increase) in other non-financial assets	38.93	183.89
Decrease/(Increase) in other current financial assets	10.30	-
(Decrease)/Increase in trade payables	(1,086.31)	2,574.70
(Decrease)/Increase in other current non-financial liabilities	(12.68)	148.03
Increase in provisions	18.97	22.71
Cash generated from operations	429.81	3,523.21
Direct taxes paid (net)	(92.83)	(37.79)
Net Cash (used in) generated from operating activities	336.98	3,485.42
B: CASH FLOW FROM INVESTING ACTIVITIES		
Purchase of fixed assets, including CWIP and capital advances	(1,100.13)	(506.51)
Redemption/(Investment) in bank deposits (having original maturity of more than three months)	(64.38)	(75.56)
Interest income	42.41	38.38
Net Cash (used in) generated from investing activities	(1,122.10)	(603.69)
C: CASH FLOW FROM FINANCING ACTIVITIES		
Repayment of long term borrowings	(809.68)	(532.11)
Receipt of Long term Borrowings	1,801.77	360.00
Repayment of Short term borrowings	(189.81)	(3,097.57)
Receipt of Short term Borrowings	500.00	700.00
Finance cost paid	(747.62)	(972.93)
Net Cash (used in) generated from financing activities	554.66	(3,542.61)
Net (Decrease)/ Increase in Cash and Cash Equivalents	(230.46)	(660.88)
Cash and Cash Equivalents at the beginning of the year	555.29	1,256.17
Cash and Cash Equivalents at the end of the year (Refer note-7)	364.83	595.29

a) The above Cash Flow Statement has been prepared under the "Indirect Method" as set out in the Indian Accounting Standard 7 "Cash Flow Statement".

As per our even date report attached

For, Hitesh Prakash Shah & Co.
Chartered Accountants
ICAI Registration No: 127614W

Hitesh P. Shah
Partner
Membership No. 124095



Place : Ahmedabad
Date : 5th September 2022
UDIN No:- 22124095ATCMZY5223

For, Marudhar Industries Limited

Naresh S. Jain
Managing Director
DIN:00714499

Aziz H. Gohil
Company Secretary

Bhavesh S. Jain
Director
DIN:03091444

Pareesh P. Prajapati
Chief Financial Officer

MARUDHAR INDUSTRIES LIMITED

Consolidated Statement of Change in Equity for the year ended 31st March, 2022

A. Equity Share Capital

Particulars	Numbers	Amount in Lakhs
Equity shares of Rs. 10 each issued, subscribed and fully paid		
As at 1 st April, 2020	10,227,625.00	1,022.76
Issue of Equity Share Capital		-
As at 31 st March, 2021	10,227,625.00	1,022.76
Issue of Equity Share Capital		-
As at 31 st March, 2022	10,227,625.00	1,022.76

B. Other Equity

(Amount in Lakhs)

Particulars	Reserves & Surplus					Retained Earnings	Total Other Equity
	Capital Reserve	Capital Redemption Reserve	General Reserve	Revaluation Reserve	Preference Share Redemption Reserve		
As at 1 st April, 2020	266.30	14.01	11.86	1,023.88	150.00	2,632.46	3,998.51
Profit for the year	-	-	-	-	-	81.14	81.14
Transfer from revaluation reserve to retained earnings	-	-	-	(16.07)	-	16.07	-
Other Comprehensive Income (Re-measurement loss on defined benefit plans)	-	-	-	-	-	11.47	11.47
Total Comprehensive Income	-	-	-	(16.07)	-	108.68	92.61
As at 31 st March, 2021	266.30	14.01	11.86	1,007.81	150.00	2,641.14	4,091.12
Profit for the year	-	-	-	-	-	379.64	379.64
Transfer from revaluation reserve to retained earnings	-	-	-	(16.07)	-	16.07	-
Other Comprehensive Income (Re-measurement loss on defined benefit plans)	-	-	-	-	-	25.64	25.64
Total Comprehensive Income	-	-	-	(16.07)	-	421.35	405.28
As at 31 st March, 2022	266.30	14.01	11.86	991.74	150.00	3,062.49	4,496.40

As per our report of even date
For, Hitesh Prakash Shah & Co.,
Chartered Accountants
ICAI Registration No: 127614W



Hitesh P. Shah
Partner
Membership No. 124095

For, Marudhar Industries Limited

Naresh S. Jain
Managing Director
DIN:00714499

Bhavesh S. Jale
Director
DIN:03091444

Aziz H. Gohil
Company Secretary

P. P. Prajapati
Chief Financial Officer

Place : Ahmedabad
Date : 5th September 2022
UDIN No:- 22124095ATCMZY5223

MARUDHAR INDUSTRIES LIMITED

CIN No. L91110GJ1903PLC022203

Notes to Consolidated Financial Statements for the Year ended 31st March, 2022

Note No. 3 Property, Plant and Equipment, Intangible Assets, Right to use assets and Capital work-in-progress

(a) Property, Plant and Equipment

Particulars	Buildings	Plant & Machinery	Office Equipment	Computer	Furniture & Fixtures	Vehicles	Total
(Amount in Lakhs)							
Cost							
As at 1st April, 2020	137.14	5,944.59	54.51	8.15	3.79	39.70	6,188.38
Additions	12.09	300.37	4.05	4.75	-	2.11	323.37
Deductions	22.53	585.95	5.02	4.37	-	-	620.87
As at 31st March, 2021	126.70	5,658.01	53.54	8.53	3.79	41.81	5,896.38
Additions	22.32	740.54	3.31	4.34	0.10	57.94	838.55
Deductions	-	-	-	-	-	-	-
As at 31st March, 2022	149.02	6,401.84	56.85	12.87	3.89	99.75	6,723.32
Depreciation/Amortisation and Impairment							
As at 1st April, 2020	35.54	1,272.32	1.27	4.44	2.68	18.65	1,346.90
Depreciation/Amortisation for the year	0.92	419.43	1.96	1.36	0.13	4.77	438.57
Deductions	4.55	202.20	4.34	2.75	-	-	263.84
As at 31st March, 2021	31.91	1,489.15	0.89	2.87	2.81	23.42	1,569.05
Depreciation/Amortisation for the year	5.90	337.16	2.35	2.57	-	7.09	405.07
Deductions	-	-	-	-	-	-	-
As at 31st March, 2022	37.81	1,826.31	3.24	5.44	2.81	30.51	1,905.11
Net Block							
As at 1st April, 2020	101.60	4,672.27	52.24	4.71	1.11	21.25	4,752.18
As at 31st March, 2021	94.79	4,168.86	52.65	5.66	0.98	18.39	4,331.61
As at 31st March, 2022	111.21	4,575.53	53.61	7.43	1.08	69.24	4,813.17

Note 1: On 19.03.2021 there was a fire at the packaging division situated at 711, Old C. Verwa, Ahmedabad. In this incident certain property, plant and equipment were completely damaged. As on 31.03.2021, the Group has written off the book value of assets damaged of Rs. 406.34 lakhs (Gross block of Rs. 622.18 lakhs) and shown as receivable from insurance company.

(b) Intangible Assets

Particulars	Rights & Title	(Amount in Lakhs)
(c) Right to use assets		
Particulars	Right to use of Assets (Lease Hold Land)	(Amount in Lakhs)
Cost		
As at 1st April, 2020	As at 1st April, 2020	1,109.17
Additions	Additions	-
Deductions	Deductions	-
As at 31st March, 2021	As at 31st March, 2021	1,109.17
Additions	Additions	-
Deductions	Deductions	-
As at 31st March, 2022	As at 31st March, 2022	1,109.17
Amortisation and Impairment		
As at 1st April, 2020	As at 1st April, 2020	64.39
Amortisation for the year	Amortisation for the year	64.39
As at 31st March, 2021	As at 31st March, 2021	128.78
Amortisation for the year	Amortisation for the year	64.39
As at 31st March, 2022	As at 31st March, 2022	193.17
Net Block		
As at 1st April, 2020	As at 1st April, 2020	1,044.78
As at 31st March, 2021	As at 31st March, 2021	980.39
As at 31st March, 2022	As at 31st March, 2022	916.00



MARUDHAR INDUSTRIES LIMITED

Notes to Consolidated Financial Statements for the Year Ended 31st March, 2022

(Amount in Lakhs)

Note No.	Particulars	As at 31-03-2022	As at 31-03-2021
4	Financial Assets		
	Investments		
	Quoted investments		
	2500 (P.Y. 2500) Equity Shares of Rs.10/-each of Pennar Aluminium Ltd.	0.00	0.00
	Non-Trade Investments		
	The Green Environmental Service Co-op Society	0.05	0.05
	Total	0.05	0.05
	Current	-	-
	Non-Current	0.05	0.05
	Total	0.05	0.05
	Aggregate Carrying value of Unquoted Investments	0.05	0.05
	Aggregate Carrying value and Market value of Quoted Equity Shares	0.01	0.01
	Total	0.06	0.06
	Loans (Unsecured, Considered Good)		
	Loans to Employees	60.51	49.40
	Loans to Others	15.04	11.54
	Total	84.55	61.03
	Current	45.33	18.30
	Non-Current	39.22	42.73
	Total	84.55	61.03
	Other Financial Assets		
	Interest Accrued	11.00	9.44
	Margin Money on Commodities/Currency Futures	59.99	-
	Insurance Claim Receivable on Loss of Property, Plant and Equipment	338.14	409.34
	Security deposits	119.65	157.53
	Total	528.69	575.31
	Current	409.04	417.78
	Non-Current	119.65	157.53
	Total	528.69	575.31

(Amount in Lakhs)

Note No.	Particulars	As at 31-03-2022	As at 31-03-2021
5	Inventories		
	Raw materials		
	Raw materials and components	1,328.50	1,254.07
	(Including Goods in transit as at 31-03-2022 of Rs. NIL (as at 31-03-2021 of Rs. 318.42 Lakhs))		
	Work-in-progress	1,098.72	1,060.17
	Finished goods	2,205.27	1,674.50
	Stores and spares	426.52	313.29
	Total	5,067.01	5,202.03

(Amount in Lakhs)

Note No.	Particulars	As at 31-03-2022	As at 31-03-2021
6	Trade Receivables		
	Trade receivables		
	- Unsecured, considered good	4,029.00	3,864.61
	Total	4,029.00	3,864.61

8) No trade or other receivables are due from directors or other officers of the Group either severally or jointly with any other person. Nor any trade receivables are due from firms or private companies respectively in which any director is a partner, a director or a member.



MARUDHAR INDUSTRIES LIMITED

Notes to Consolidated Financial Statements for the Year Ended 31st March, 2022

b)	Trade Receivables ageing schedule as on 31.03.2022	(Amount in Lakhs)				
		Outstanding for following periods from due date of payment				
	Particulars	Less than 6 months	6 months-1 year	1-2 years	2-3 years	More than 3 years
	(i) Undisputed Trade Receivables - considered good	3,783.39	81.49	77.16	8.09	57.18
	(ii) Undisputed Trade Receivables - considered doubtful	-	-	-	-	-
	(iii) Disputed Trade Receivables - considered good	-	-	-	-	21.69
	(iv) Disputed Trade Receivables - considered doubtful	-	-	-	-	-
	SUBTOTAL OF DUE	3,783.39	81.49	77.16	8.09	78.87
	TOTAL DUE					4,029.00
	TOTAL NOT DUE					-
	TOTAL TRADE RECEIVABLES					4,029.00
	Trade Receivables ageing schedule as on 31.03.2021	(Amount in Lakhs)				
		Outstanding for following periods from due date of payment				
	Particulars	Less than 6 months	6 months-1 year	1-2 years	2-3 years	More than 3 years
	(i) Undisputed Trade Receivables - considered good	3,359.95	171.04	67.83	58.25	7.54
	(ii) Undisputed Trade Receivables - considered doubtful	-	-	-	-	-
	(iii) Disputed Trade Receivables - considered good	-	-	-	-	-
	(iv) Disputed Trade Receivables - considered doubtful	-	-	-	-	-
	SUBTOTAL OF DUE	3,359.95	171.04	67.83	58.25	7.54
	TOTAL DUE					3,664.61
	TOTAL NOT DUE					-
	TOTAL TRADE RECEIVABLES					3,664.61

(Amount in Lakhs)			
Note No.	Particulars	As at 31-03-2022	As at 31-03-2021
7	Cash and Cash Equivalents		
	Balances with Banks		
	- In Current accounts	80.82	326.84
	- Deposits with original maturity of three months or less	271.42	284.79
	Cash in Hand	12.79	3.86
	Total	364.83	695.29

(Amount in Lakhs)			
Note No.	Particulars	As at 31-03-2022	As at 31-03-2021
8	Other Bank Balances		
	Balances with Banks		
	- Deposits with original maturity of more than three months but remaining maturity is less than 12 Months	438.67	374.29
	Total	438.67	374.29

(Amount in Lakhs)			
Note No.	Particulars	As at 31-03-2022	As at 31-03-2021
9	Other Assets		
	Capital advances	42.23	75.99
	Prepaid expense	45.11	17.93
	Advance receivable in cash or kind		
	Advance for material and others		
	- To Key Managerial Personnel	1.31	1.31
	- To Others	277.40	249.39
	Balance With Revenue Authority	117.45	194.50
	Advance receivable in cash or kind	396.16	445.20
	Total	483.59	539.12
	Current	434.52	456.16
	Non-Current	48.98	82.96
	Total	483.59	539.12
a)	Advances given to subsidiary are for the purchase of Goods and other business activities		



MARUDHAR INDUSTRIES LIMITED

Notes to Consolidated Financial Statements for the Year Ended 31st March, 2022

Note No.	Particulars	Numbers	Amount in Lakhs
10	Share Capital		
	Authorised Share Capital		
	Equity shares of Rs. 10 each		
	As at 1st April, 2020	10,589,000	1,058.90
	Increase/(decrease) during the year	-	-
	As at 31st March, 2021	10,589,000	1,058.90
	Increase/(decrease) during the year	-	-
	As at 31st March, 2022	10,589,000	1,058.90
	11% Non- Convertible Preference Shares of Rs. 100 each		
	As at 1st April, 2020	16,100	16.10
	Increase/(decrease) during the year	-	-
	As at 31st March, 2021	16,100	16.10
	Increase/(decrease) during the year	-	-
	As at 31st March, 2022	16,100	16.10
	10% Non- Convertible Preference Shares of Rs. 100 each		
	As at 1st April, 2020	200,000	200.00
	Increase/(decrease) during the year	-	-
	As at 31st March, 2021	200,000	200.00
	Increase/(decrease) during the year	-	-
	As at 31st March, 2022	200,000	200.00
	7% Non- Convertible Preference Shares of Rs. 100 each		
	As at 1st April, 2020	225,000	225.00
	Increase/(decrease) during the year	-	-
	As at 31st March, 2021	225,000	225.00
	Increase/(decrease) during the year	-	-
	As at 31st March, 2022	225,000	225.00
	Issued Share Capital		
	Equity shares of Rs. 10 each issued, subscribed and fully paid		
	As at 1st April, 2020	10,153,125	1,015.31
	Increase/(decrease) during the year	-	-
	As at 31st March, 2021	10,153,125	1,015.31
	Increase/(decrease) during the year	-	-
	As at 31st March, 2022	10,153,125	1,015.31
Details of Shareholders holding more than 5% Equity Shares in the Parent Company			
Name of the Shareholder		As at 31-03-2022	
		No. of Shares	% held
		As at 31-03-2021	
		No. of Shares	% held
Shri Nareesh S Jain		5,189,000	51.11%
Shri Bhavesh S Jain		4,789,825	47.17%
a)	Rights, preference and restriction attached to Equity Shares - The Parent company has only one class of equity shares having a face value of Rs 10/- per share. - Each holder of equity shares is entitled to one vote per share. - The Group declares and pay dividends in Indian rupees. - The proposed dividend recommended by the Board of Directors is subject to the approval of the Shareholders at the ensuing Annual General Meeting. - During the year ended 31st March, 2022, the amount of per share dividend recognized as distributions to equity shareholders was Rs Nil (31 March, 2021: Rs Nil). - In the event of liquidation of the Group, the holder of equity shares will be entitled to receive remaining assets of the Group, after distribution of all preferential amounts. The distribution will be in proportion to the number of equity shares held by the shareholders. As per records of the Parent Company, including its register of shareholders / members and other declarations received from shareholders regarding beneficial interest, the above shareholding represents legal ownerships of shares.		



MARUDHAR INDUSTRIES LIMITED

Notes to Consolidated Financial Statements for the Year Ended 31st March, 2022

- b) **Rights, preference and restriction attached to Preference shares**
 The Parent company has three different class of Non Cumulative Redeemable Preference shares having a face value of Rs. 100/- each. Each class of shares carry different rate of dividend. The company declares and pays dividend in Indian rupees. The dividend proposed by the Board of Directors is subject to approval of Shareholders at the ensuing Annual General Meeting.
- Each holder of Preference share is entitled to one vote per share only on resolutions placed before the Parent company which directly affect the rights attached to the Preference shares.
- In the event of liquidation of the Group, the holders of Non Cumulative Preference shares will have priority over equity share in the payment of dividend and repayment of capital.
- (i) The 7% Non Cumulative redeemable Preference shares are redeemable by Financial Year 2025-26.

- c) There were no shares reserved at the year-end for issue under options and contracts / commitments for the sale of shares / disinvestment.

- d) Aggregate number and class of shares allotted as fully paid up pursuant to contract(s) without payment being received in cash or by way of bonus shares or equity shares bought back for the period of 5 years immediately preceding the balance sheet date:

Particulars	As at 31-03-2022	As at 31-03-2021	As at 01-04-2020
NIL			

- e) Shares held by promoters at the end of the year as on 31.03.2022

Promoter name	No. of Shares	% of total shares	% Change during the year
Shri Naresh S Jain	5,189,000	50.74%	-
Shri Bhavesh S Jain	4,789,625	46.83%	-
Total	9,978,625	97.57%	-

Shares held by promoters at the end of the year as on 31.03.2021

Promoter name	No. of Shares	% of total shares	% Change during the year
Shri Naresh S Jain	5,189,000	50.74%	-
Shri Bhavesh S Jain	4,789,625	46.83%	-
Total	9,978,625	97.57%	-



MARUDHAR INDUSTRIES LIMITED

Notes to Consolidated Financial Statements for the Year Ended 31st March, 2022

Note No.	Particulars	Amount in Lakhs
11	Other Equity	
	Other Reserves	
	Capital Reserve	
	As at 1 st April, 2020	266.30
	Increase/(decrease) during the year	-
	As at 31 st March, 2021	266.30
	Increase/(decrease) during the year	-
	As at 31 st March, 2022	266.30
	Capital reserve is mainly used to record the amounts forfeited towards the forfeited of Preference Shares. This reserve is utilised in accordance with the provisions of the Companies Act, 2013.	
	General Reserve	
	As at 1 st April, 2020	11.86
	Increase/(decrease) during the year	-
	As at 31 st March, 2021	11.86
	Increase/(decrease) during the year	-
	As at 31 st March, 2022	11.86
	Capital Redemption Reserve	
	As at 1 st April, 2020	14.01
	Increase/(decrease) during the year	-
	As at 31 st March, 2021	14.01
	Increase/(decrease) during the year	-
	As at 31 st March, 2022	14.01
	Capital Redemption Reserve is created by transfer from Preference Share Redemption Reserve an amount equal to face value of Shares bought back. The reserve is utilised in accordance with the provisions of the Companies Act, 2013.	
	Revaluation Reserve	
	As at 1 st April, 2020	1,023.88
	Increase/(decrease) during the year	(16.07)
	As at 31 st March, 2021	1,007.81
	Increase/(decrease) during the year	(16.07)
	As at 31 st March, 2022	991.74
	Revaluation Reserve is created out of Revaluation of Lease hold Land and it will be utilised in accordance with the provisions of the Companies Act, 2013.	
	Preference Share Redemption Reserve	
	As at 1 st April, 2020	150.00
	Increase/(decrease) during the year	-
	As at 31 st March, 2021	150.00
	Increase/(decrease) during the year	-
	As at 31 st March, 2022	150.00
	The Parent company has issued redeemable non-convertible preference shares. The Parent company to create Preference Share Redemption Reserve (PSRR) out of profits of the company available for payment of dividend. The Parent Company has upfront created PSRR out of retained earnings and would be utilized at the time of redemption of Preference Share.	
	Retained Earnings	
	As at 1 st April, 2020	2,532.46
	Profit for the year	81.14
	Transfer from revaluation reserve to retained earnings	19.07
	Other Comprehensive Income (Re-measurement loss on defined benefit plans)	11.47
	As at 31 st March, 2021	2,641.14
	Profit for the year	379.84
	Transfer from revaluation reserve to retained earnings	19.07
	Other Comprehensive Income (Re-measurement loss on defined benefit plans)	25.84
	As at 31 st March, 2022	3,062.49
	Total Other Equity As at 31st March, 2022	4,496.40
	Total Other Equity As at 31st March, 2021	4,091.12
	Total Other Equity As at 1st April, 2020	3,996.51



MARUDHAR INDUSTRIES LIMITED

Notes to Consolidated Financial Statements for the Year Ended 31st March, 2022

(Amount in Lakhs)

Note No.	Particulars	As at 31-03-2022	As at 31-03-2021
12	Borrowings		
	Long term Fund		
	7% Non-Cumulative Redeemable Preference Share Capital (Refer Note-10)	150.00	150.00
		150.00	150.00
	Short term Borrowings from Bank		
	-Secured Borrowings		
	Working Capital Loans (Refer note 12 (a) & 12 (b))	3,323.60	3,357.59
	-Unsecured Borrowings		
	Credit Card loan	82.35	236.15
	Short term Borrowings from Financial Institutions		
	-Secured Borrowings		
	Working Capital Loans (Refer note 12 (a) & 12 (b))	1,200.00	700.00
	Current maturity of Long term Borrowings	222.22	60.00
		4,828.15	4,355.74
	Long Term Borrowing		
	-Secured Borrowings		
	Working Capital Term Loans - from Banks (Refer note 12 (a) & 12 (b))	1,048.85	350.00
	Working Capital Term Loans - from NBFC (Refer note 12 (a) & 12 (b))	210.00	-
	Loan against Hypothecation of vehicle	46.77	-
	Less: Current maturity of Long term Borrowings	(222.22)	(60.00)
	-Unsecured Borrowings		
	-From Body Corporates	1,164.53	694.62
	-From Directors	125.80	546.34
		2,373.73	1,543.86
	Total Borrowings	7,351.88	6,049.60
	Current	4,828.15	4,355.74
	Non-Current	2,523.73	1,693.86
	Total	7,351.88	6,049.60

- a) Working Capital facilities from Banks and Financial Institution are secured by way of Hypothecation of Stock in Trade and Book Debts and personal Guarantee of some of the Directors of the Group.
- b) Loans from the lenders namely HDFC Bank carry interest rate ranging from 6.25% to 9.15% , Punjab National Bank carrying interest rate 10.85% and Bajaj Finance Ltd. carrying interest rate 7.75% to 8.5% as on 31.03.2022 and are secured by pari-passu joint charge by way of Hypothecation of Plant and Machinery, Factory Land and Building Plot no. 610-611 and 711 GIDC, Vatva Phase-IV, Ahmedabad and Equitable Mortgage of Factory Land and Building Plot of Sambhav Machinery Mtrs. Pvt. Ltd. situated at 509, GIDC Phase IV, Vatva Ahmedabad and it is further secured by corporate guarantee of the Group. Further the working capital loan is also secured by way of Hypothecation of residential property of Shri Nareesh Jain (Director) situated at C-1101-Gala Interior, Opp. Drive in Cinema, Thaltej, Ahmedabad and residential property of Shri Bhavesh Jain (Director) situated at Flat No.-102, First Floor, Safal Param, Mauje Vejalpur, Ahmedabad.

- c) Repayment schedule of long term borrowings

(Amount in Lakhs)

Particulars	Repayable in		
	< 1 year	1 - 3 years	> 3 years
-Secured Borrowing			
-Loan from financial institutions and banks	222.22	586.67	496.73
-Unsecured Borrowing			
-From Body Corporates	-	-	1,164.53
-From Directors	-	-	125.80
-Long Term Fund			
-Redeemable Preference Share Capital	-	-	150.00
Total	222.22	586.67	1,837.06

- d) The Group has not been declared as a wilful defaulter by any bank or financial institution or other lender in accordance with the guidelines on wilful defaulters issued by the Reserve Bank of India.
- e) The Group do not have any charges or satisfaction which is yet to be registered with ROC beyond the stipulated period.
- f) Term loans were applied for the purpose for which the loans were obtained.



MARUDHAR INDUSTRIES LIMITED

Notes to Consolidated Financial Statements for the Year Ended 31st March, 2022

(Amount in Lakhs)

Note No.	Particulars	As at 31-03-2022	As at 31-03-2021
13	Trade Payables		
	Dues to Micro, Small and Medium Enterprises	-	-
	Dues to Key Managerial Personnel	1.40	1.39
	Dues to Key Relatives of Key Managerial Personnel	1.45	1.48
	Dues to Enterprise owned or significantly influenced by key managerial personnel or their relatives	-	0.63
	Dues to Other than above (including Letter of Credit of Rs 1,759.87 Lakhs (Previous Year Rs 2,205.25 Lakhs))	2,420.15	3,517.65
	Total	2,423.04	3,521.35

- a) Amount due to micro and small enterprises as defined in the "The 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 Group. The disclosures relating to micro and small enterprises is as below:

Particulars	As at 31-03-2022	As at 31-03-2021
Principal amount due to suppliers registered under the MSME Act and remaining unpaid as at year end	-	-
Interest due to suppliers registered under the MSME Act and remaining unpaid as at year end	-	-
Principal amounts paid to suppliers registered under the MSME Act, beyond the appointed day during the year	-	-
Interest paid, other than under Section 16 of MSME Act, to suppliers registered under the MSME Act, beyond the appointed day during the year	-	-
Interest paid, under Section 16 of MSME Act to suppliers registered under the MSME Act, beyond the appointed day during the year	-	-
Interest due and payable towards suppliers registered under MSME Act, for payments already made	-	-

- b) Trade Payables ageing schedule as on 31.03.22 (Amount in Lakhs)

Particulars	Outstanding for following periods from due date of payment				
	Less than 1 year	1-2 years	2-3 years	More than 3 years	Total
(i) MSME	-	-	-	-	-
(ii) Others	2,197.06	7.86	11.14	100.37	2,316.43
(iii) Disputed dues - MSME	-	-	-	-	-
(iv) Disputed dues - Others	-	-	-	-	-
TOTAL PAYABLES DUE					2,316.43
PAYABLES NOT DUE					106.61
TOTAL TRADE PAYABLES					2,423.04

Trade Payables ageing schedule as on 31.03.21 (Amount in Lakhs)

Particulars	Outstanding for following periods from due date of payment				
	Less than 1 year	1-2 years	2-3 years	More than 3 years	Total
(i) MSME	-	-	-	-	-
(ii) Others	3,144.72	126.81	0.28	1.19	3,267.01
(iii) Disputed dues - MSME	-	-	-	-	-
(iv) Disputed dues - Others	-	-	-	-	-
TOTAL PAYABLES DUE					3,267.01
PAYABLES NOT DUE					254.34
TOTAL TRADE PAYABLES					3,521.35

(Amount in Lakhs)

Note No.	Particulars	As at 31-03-2022	As at 31-03-2021
14	Other Financial Liabilities		
	Interest Accrued and due	3.91	2.34
	Interest Accrued but not due	2.68	4.65
	Payables in respect of capital goods	465.54	765.78
		472.14	772.77
	Current	472.14	327.19
	Non-Current	-	445.58
		472.14	772.77



MARUDHAR INDUSTRIES LIMITED

Notes to Consolidated Financial Statements for the Year Ended 31st March, 2022

(Amount in Lakhs)

Note No.	Particulars	As at 31-03-2022	As at 31-03-2021
15	Other Current Liabilities		
	Interest free Advance from Customers	158.12	209.82
	Statutory dues payable	71.55	32.53
		229.67	242.35

(Amount in Lakhs)

Note No.	Particulars	As at 31-03-2022	As at 31-03-2021
16	Provisions		
	- Provision for Employee Benefit (Refer note-28)	262.69	243.72
		262.69	243.72
	Current	102.82	108.02
	Non-Current	159.77	137.70
		262.69	243.72

(Amount in Lakhs)

Note No.	Particulars	As at 31-03-2022	As at 31-03-2021
17	Deferred Tax Liability		
	Liability on accelerated depreciation for tax purpose	578.81	527.99
	Asset on expenses allowed in year of payment	(50.76)	(48.06)
		528.05	487.90

(Amount in Lakhs)

Note No.	Particulars	As at 31-03-2022	As at 31-03-2021
18	Current Tax Liabilities		
	- Provision for Income tax (Net of Advance tax)	26.83	6.61
		26.83	6.61



MARUDHAR INDUSTRIES LIMITED

Notes to Consolidated Financial Statements for the Year Ended 31st March, 2022

(Amount In Lakhs)

Note No.	Particulars	Year Ended 31-03-2022	Year Ended 31-03-2021
19	Revenue from operations		
	Sales of Products (Finished Goods & Traded Goods)	33,114.70	21,483.68
	Revenue from Service Contracts	303.55	296.33
	Loss of Inventories on fire	-	326.34
	Net Revenue From Operation	33,418.25	22,106.35
	Other Non-Operating Income		
	Duty Drawback	1.10	4.01
	Total Revenue from operations	33,419.35	22,110.36
i)	Disaggregated revenue Information		
	Type of Goods & Services		
	a) Aluminium Division	21,363.91	10,599.68
	b) Plastic Division	11,807.89	11,262.72
	c) Other	30.58	12.26
	d) Revenue From Service Contracts with Customers	332.50	324.39
	Gross Revenue	33,534.88	22,199.05
	Less : Inter Segment Revenue	(115.53)	(88.69)
	Total Revenue from operations	33,419.35	22,110.36
	India	32,837.59	21,606.32
	Outside India	581.76	504.04
	Total Revenue from operations	33,419.35	22,110.36
ii)	Revenue from sale of products are recorded at a point of time of Rs. 33,114.70 lakhs (March 31, 2021 Rs. 21,810.02 lakhs) and those from sale of services are recognised over a period of time of Rs. 303.55 lakhs (March 31, 2021 Rs. 296.33 lakhs)		
iii)	Set Out Below is the amount of revenue recognised from	(Amount In Lakhs)	
	Particulars	Year Ended 31-03-2022	Year Ended 31-03-2021
	Amount Of Contract Liability (Advance Customers) at the beginning of the year	209.82	58.54
	Performance obligation satisfied during the previous year	209.82	58.54
v)	Contract Balances:-	(Amount In Lakhs)	
	Particulars	Year Ended 31-03-2022	Year Ended 31-03-2021
	Trade Receivables	4,029.00	3,664.61
	Contract Liabilities	158.12	209.82

(Amount In Lakhs)

Note No.	Particulars	Year Ended 31-03-2022	Year Ended 31-03-2021
20	Other income		
	Interest income on		
	Security Deposits	5.18	5.59
	Bank deposits	29.61	23.30
	Advances and other	9.18	2.38
	Other non-operating income		
	Insurance Claim	24.08	1.68
	Total	68.05	32.95



MARUDHAR INDUSTRIES LIMITED

Notes to Consolidated Financial Statements for the Year Ended 31st March, 2022

(Amount In Lakhs)

Note No.	Particulars	Year Ended 31-03-2022	Year Ended 31-03-2021
21	Cost of raw material and components consumed		
	- Opening Inventory	1,254.07	498.85
	- Add: Purchases	27,799.82	18,403.90
		29,053.89	18,902.75
	- Less: Closing Inventory	1,326.50	1,254.07
	Cost of raw materials and components consumed	27,727.39	17,648.68

(Amount In Lakhs)

Note No.	Particulars	Year Ended 31-03-2022	Year Ended 31-03-2021
22	(Increase)/Decrease In Inventory		
	Inventories at the end of the year		
	- Work in Progress	1,096.72	1,960.17
	- Finished Goods	2,205.27	1,674.50
		3,303.99	3,634.67
	Inventories at the beginning of the year		
	- Work in Progress	1,960.18	2,074.24
	- Finished Goods	1,674.50	1,287.39
		3,634.68	3,361.63
	(Increase)/Decrease In Inventory		
	- Work in Progress	861.46	114.07
	- Finished Goods	(530.77)	(387.11)
	Total	330.69	(273.04)

(Amount In Lakhs)

Note No.	Particulars	Year Ended 31-03-2022	Year Ended 31-03-2021
23	Employee Benefits		
	Salaries, wages and bonus		
	- Remuneration Paid to Key Managerial Persons	30.27	29.99
	- Paid to Others	919.40	805.60
	Contribution to provident and other funds	78.18	71.68
	Gratuity expense	44.77	40.55
	Staff welfare expenses	19.78	15.87
	Total	1,092.40	963.69

(Amount In Lakhs)

Note No.	Particulars	Year Ended 31-03-2022	Year Ended 31-03-2021
24	Finance Cost		
	Interest on debts and borrowings (from Banks & Financial Institutions)	642.00	775.39
	Bank charges	90.51	109.15
	Interest others	14.67	44.09
	Interest on statutory Dues	0.05	28.08
	Total	747.23	956.71



MARUDHAR INDUSTRIES LIMITED

Notes to Consolidated Financial Statements for the Year Ended 31st March, 2022

(Amount in Lakhs)

Note No.	Particulars	Year Ended 31-03-2022	Year Ended 31-03-2021
25	Depreciation and Amortization Expenses		
	Depreciation of tangible assets (Refer Note 3)	405.15	432.19
	Amortization of right to use of assets (Refer Note 3)	16.25	16.25
	Amortization of intangible assets (Refer Note 3)	5.54	5.54
	Total	426.94	453.98

(Amount in Lakhs)

Note No.	Particulars	Year Ended 31-03-2022	Year Ended 31-03-2021
26	Other Expense		
	Power and Fuel	1,068.83	928.95
	Repairs and Maintenance		
	- Plant & Machinery	180.87	102.39
	- Building	0.44	0.08
	- Others	8.35	4.18
	Stores Consumption	899.91	686.93
	Donation Expenses	0.52	1.25
	Director Sitting fee	0.50	0.60
	Factory General	39.19	8.33
	Security Expense	52.32	48.87
	Water Charges	2.74	2.44
	Rent	52.73	45.08
	Rates & Taxes	17.62	23.30
	Legal, Professional & Consultancy	35.75	36.88
	Telephone Expenses	2.90	2.95
	Travelling Expenses	3.99	3.64
	Insurance Charges	41.99	33.55
	Conveyance Expenses	14.28	7.63
	Payment to Statutory Auditor (Refer Note-a)	4.00	2.70
	Printing & Stationery	4.77	4.88
	Postage and Telegram	2.31	2.24
	General Expenses	21.16	22.91
	Freight Expenses	99.65	13.94
	Foreign Exchange rate Fluctuation Loss/(Gain)	0.69	24.09
	Loss on Derivatives Transactions (net)	57.43	-
	Commission	4.20	17.48
	Advertisement & Sales Promotion	14.35	7.27
	Bad Debts & Vatav Kasar and Sundry Balance written Off (Net)	1.82	12.58
	Total	2,633.31	2,044.14
a)	Payments to Statutory Auditors		
	As Auditor:		
	- Audit Fee	2.61	2.40
		2.61	2.40
	In other capacity:		
	- Limited Review Services	1.81	0.30
		1.81	0.30
	Total	4.42	2.70



MARUDHAR INDUSTRIES LIMITED

Notes to Consolidated Financial Statements for the Year Ended 31st March, 2022

(Amount in Lakhs)

Note No.	Particulars	Year Ended 31-03-2022	Year Ended 31-03-2021
27	Exceptional Items Loss of Stock by fire	-	(326.34)
	Total	-	(326.34)
a)	<p>On 19.03.2021 packaging division of the Company situated at 711, GIDC, Vatva, Ahmedabad was fully damaged due to fire whereby Building, Plant & Equipments and Inventories lying at the premises were destroyed and therefore the net block of the Property Plant & Equipments has been reduced by Rs. 408.34 lakhs and shown as receivable from insurance company and the loss on account of fire in inventory of Rs.326.34 lakhs has reduced from the inventories and shown as an exceptional item.</p> <p>The Group has an insurance policy against the loss and as per the insurance policy, the company is entitled for the claim of the policy amount of reinstatement of cost of Building, plant & equipment and inventory and since the amount of claim of the Fixed Assets and Inventories is under assessment and acceptance by the Insurance Company, effect of the amount of claim in respect of inventories has not been given in the accounts. Necessary remaining effect of the insurance claim in the accounts will be given on the receipts of claim amount and complete sanction of the Unit.</p>		



MARUDHAR INDUSTRIES LIMITED

Notes to Consolidated Financial Statements for the Year Ended 31st March, 2022

(Amount in Lakhs)

Note No.	Particulars	Year Ended 31-03-2022	Year Ended 31-03-2021		
28	Income Tax				
	The major component of income tax expense for the years ended 31 st March, 2022 and 31 st March, 2021 are :				
	Statement of Profit and Loss				
	Current tax				
	Current income tax	98.07	0.48		
	Deferred tax				
	Deferred tax expense/(benefit)	40.15	(0.85)		
	Tax in respect of Earlier years	11.57	(9.46)		
	MAT Credit Entitlement of earlier years	-	(48.70)		
	Income tax expense reported in the Statement of Profit and Loss	149.79	(58.33)		
	Other comprehensive income (OCI)				
	Deferred tax related to items recognised in OCI during the year	9.35	3.71		
	Re-measurement loss on defined benefit plans				
	Deferred tax credited to OCI	9.35	3.71		
	Total Income Tax for the year ended	159.14	(54.62)		
a)	Reconciliation of tax expense and the accounting profit multiplied by domestic tax rate for the year ended 31 st March, 2022 and 31 st March, 2021:				
			(Amount in Lakhs)		
	Particulars	Year Ended 31-03-2022	Year Ended 31-03-2021		
	Accounting Profit before tax	529.44	22.81		
	Enacted income tax rate in India applicable to the Parent Company	27.82	27.82		
	Tax using the Company's domestic tax rate (tax rate of parent company applied)	147.29	6.35		
	Tax effects of :				
	Non-deductible expenses	0.08	4.57		
	Others	11.78	(55.54)		
	Total Income Tax for the year ended	159.15	(54.62)		
b)	Deferred Tax				
			(Amount in Lakhs)		
	Particulars	Balance sheet		Statement of Profit and Loss	
		As at 31-03-2022	As at 31-03-2021	Year Ended 31-03-2022	Year Ended 31-03-2021
	Liability on accelerated depreciation for tax purpose	576.81	527.99	50.82	(42.79)
	Asset on expenses allowed in year of payment	(50.76)	(40.09)	(10.67)	8.32
	Other adjustments	-	-	-	33.82
	Total	526.05	487.90	40.15	(0.65)



MARUDHAR INDUSTRIES LIMITED

Notes to Consolidated Financial Statements for the Year Ended 31st March, 2022

29 EMPLOYEE BENEFIT EXPENSES

29.1 A. DEFINED CONTRIBUTION PLANS:

Amount of Rs. 79.05 lakhs (31st March, 2021: Rs. 72.32 lakhs) is recognised as expenses and included in Note No. 23 "Employee benefits expense".

Particulars	Year ended 31-03-2022	Year ended 31-03-2021
Provident Fund	66.58	60.65
Contributory employee Salary Insurance	12.39	11.98
Subtotal A	78.97	72.63
Gujarat Labour Welfare Fund	0.08	0.08
Subtotal B	0.08	0.09
Total (A+B)	79.05	72.72

B. DEFINED BENEFIT PLANS:

The Group operates gratuity plan in the nature of defined benefit plan wherein every employee is entitled to the benefit as per scheme of the Group for each completed year of service. The same is payable on retirement or termination whichever is earlier. The benefit vests only after five years of continuous service. The gratuity plan is governed by the Payment of Gratuity Act, 1972.

FUNDED

31st March, 2022 : Changes in defined benefit obligation and plan assets

Particulars	1 st April, 2021	Service cost	Net interest expense	Sub-total included in Statement of Profit and Loss (Note 23)	Benefit paid	Return on plan assets (excluding amounts included in net interest expense)	Actuarial changes arising from demographic assumptions	Actuarial changes arising from financial assumptions	Experience adjustments	Sub-total included in OCI	Contributions by employer	31 st March, 2022
Gratuity												
Defined benefit obligation	402.35	33.00	27.64	462.99	(52.70)	-	(0.04)	(12.93)	(22.62)	(35.60)	-	374.70
Fair value of plan assets	231.05	-	15.87	246.92	(52.70)	(2.00)	-	-	-	(2.00)	-	192.22
Benefit liability	171.31	33.00	11.77	216.08	-	2.00	(0.04)	(12.93)	(22.62)	(33.60)	-	182.47
Total benefit liability	171.31	33.00	11.77	216.08	-	2.00	(0.04)	(12.93)	(22.62)	(33.60)	-	182.47

31st March, 2021 : Changes in defined benefit obligation and plan assets

Particulars	1 st April, 2020	Service cost	Net interest expense	Sub-total included in Statement of Profit and Loss (Note 23)	Benefit paid	Return on plan assets (excluding amounts included in net interest expense)	Actuarial changes arising from demographic assumptions	Actuarial changes arising from financial assumptions	Experience adjustments	Sub-total included in OCI	Contributions by employer	31 st March, 2021
Gratuity												
Defined benefit obligation	375.68	30.62	25.89	432.19	(14.00)	-	-	0.50	(16.53)	(15.84)	-	402.36
Fair value of plan assets	231.06	-	15.89	246.95	(14.00)	(2.50)	-	-	-	(2.50)	-	231.06
Benefit liability	144.10	30.62	9.93	194.65	-	2.50	-	0.50	(16.53)	(13.54)	-	171.31
Total benefit liability	144.10	30.62	9.93	194.65	-	2.50	-	0.50	(16.53)	(13.54)	-	171.31



MARUDHAR INDUSTRIES LIMITED

Notes to Consolidated Financial Statements for the Year Ended 31st March, 2022

NON FUNDED

31st March, 2022 : Changes in defined benefit obligation and plan assets

Particulars	1 st April, 2021	Service cost	Net interest expense	Sub-total included in Statement of Profit and Loss (Note 23)	Benefit paid	Return on plan assets (excluding amounts included in net interest expense)	Actuarial changes arising from changes in demographic assumptions	Actuarial changes arising from changes in financial assumptions	Experience adjustments	Sub-total included in OCI	Contributions by employer	31 st March, 2022
Gratuity												
Defined benefit obligation	30.52	1.81	2.09	3.90	-	-	0.00	(0.58)	(0.81)	(1.39)	-	33.04
Fair value of plan assets	-	-	-	-	-	-	-	-	-	-	-	-
Benefit liability	30.52	1.81	2.09	3.90	-	-	0.00	(0.58)	(0.81)	(1.39)	-	33.04
Total benefit liability	30.52	1.81	2.09	3.90	-	-	0.00	(0.58)	(0.81)	(1.39)	-	33.04

31st March, 2021 : Changes in defined benefit obligation and plan assets

Particulars	1 st April, 2020	Service cost	Net interest expense	Sub-total included in Statement of Profit and Loss (Note 23)	Benefit paid	Return on plan assets (excluding amounts included in net interest expense)	Actuarial changes arising from changes in demographic assumptions	Actuarial changes arising from changes in financial assumptions	Experience adjustments	Sub-total included in OCI	Contributions by employer	31 st March, 2021
Gratuity												
Defined benefit obligation	28.67	1.74	1.96	3.70	-	-	-	(0.04)	(1.80)	(1.84)	-	36.52
Fair value of plan assets	-	-	-	-	-	-	-	-	-	-	-	-
Benefit liability	28.67	1.74	1.96	3.70	-	-	-	(0.04)	(1.80)	(1.84)	-	36.52
Total benefit liability	28.67	1.74	1.96	3.70	-	-	-	(0.04)	(1.80)	(1.84)	-	36.52



MARUDHAR INDUSTRIES LIMITED

Notes to Consolidated Financial Statements for the Year Ended 31st March, 2022

29.2 The major categories of plan assets of the fair value of the total plan assets of Gratuity are as follows:

Particulars	As at 31-03-2022	As at 31-03-2021
Insurance Funds	192.22	231.05
(%) of total plan assets	100.00%	100.00%

The principal assumptions used in determining above defined benefit obligations for the Group's plans are shown below:

Particulars	Year ended 31-03-2022	Year ended 31-03-2021
Discount rate	7.25% & 6.86%	6.87% & 6.84%
Future salary increase*	7.00%	7.00%
Expected rate of return on plan assets	7.25%	6.87%
Employee Turnover Rate	3.00%	3.00%
Mortality rate during employment	Indian Assured Lives Mortality (2012-14)	Indian Assured Lives Mortality (2006-08)
Mortality rate after employment	N.A	N.A

The estimates of future salary increases, considered in actuarial valuation, take account of inflation, seniority, promotion and other relevant factors, such as supply and demand in the employment market.

The overall expected rate of return on assets is determined based on the market prices prevailing on that date, applicable to the period over which the obligation is to be settled. There has been significant change in expected rate of return on assets due to change in the market scenario.

A quantitative sensitivity analysis for significant assumption is as shown below:

Gratuity

(increase) / decrease in defined benefit obligation (Impact)

Particulars	Sensitivity level	As at 31-03-2022	As at 31-03-2021
Discount rate	1% increase	(32.50)	(38.87)
	1% decrease	37.88	45.56
Salary increase	1% increase	34.44	42.12
	1% decrease	(30.82)	(36.98)
Employee turnover	1% increase	1.25	(0.23)
	1% decrease	(1.47)	0.18

The followings are the expected future benefit payments for the defined benefit plan :

Particulars	As at 31-03-2022	As at 31-03-2021
Within the next 12 months (next annual reporting period)	45.28	39.67
2nd following year	18.36	14.45
3rd following year	16.13	20.34
4th following year	33.24	26.30
5th following year	45.39	24.73
Sum of years 6 to 10 years	159.88	183.74
Sum of 11 years and above	596.67	702.37
Total expected payments	914.86	1,011.59

Weighted average duration of defined plan obligation (based on discounted cash flows)

Particulars	As at 31-03-2022 Years	As at 31-03-2021 Years
Gratuity	10	12

The followings are the expected contributions to planned assets for the next year:

Particulars	As at 31-03-2022	As at 31-03-2021
Gratuity	54.58	63.05



MARUDHAR INDUSTRIES LIMITED

Notes to Consolidated Financial Statements for the Year Ended 31st March, 2022

30 COMMITMENTS AND CONTINGENCIES

a) Contingent Liabilities

(Amount in Lakhs)

Sr. No.	Particulars	As at 31-03-2022	As at 31-03-2021
a)	Bank Guarantee	7,918.07	7,659.07
b)	Income tax	21.73	21.73

b) Capital Commitment

Estimated amount of contracts remaining to be executed on capital account (net of advances) & not provided for Rs. 82.07 lakhs (31-03-2021 Rs. 105.14 lakhs)

31 Segment Information

Operating Segments:

The Group is engaged in the business of Aluminum Foils & Strips & Plastic Packaging. In accordance with the requirements of Ind AS 108 "Operating Segments" Group has identified these two segments as reportable segments.

Identification of Segments:

The chief operational decision maker monitors the operating results of its Business segment separately for the purpose of making decision about resource allocation and performance assessment. Segment performance is evaluated based on profit or loss and is measured consistently with profit or loss in the financial statements. Operating segment have been identified on the basis of nature of products and other quantitative criteria specified in the Ind AS 108.

Segment revenue and results:

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

Segment Assets and Liabilities:

Segment assets include all operating assets used by the operating segment and mainly consist of property, plant and equipments, trade receivables, inventory and other operating assets. Segment liabilities primarily includes trade payable and other liabilities. Common assets and liabilities which can not be allocated to any of the business segment are shown as Unallocable assets / liabilities.

Summary of segment information is given below:

Primary Reportable Segment (Business Segment)

(Amount in Lakhs)

Particulars	Aluminum Foils, Strips and Coils	Plastic films, Laminated Printed Pouch & Laminated Printed Films	Unallocated	Total
Revenue				
External Sales	21,363.91	12,111.44	59.53	33,534.88
	(10,607.31)	(11,551.42)	(40.32)	(22,199.05)
Less: Inter Segment Revenue	41.93	44.65	28.95	115.53
	(11.58)	(49.05)	(28.06)	(88.69)
Total Revenue	21,321.98	12,066.79	30.58	33,419.35
	(10,595.73)	(11,502.37)	(12.26)	(22,110.36)
Results				
Segment Results before Interest & Finance Costs	469.74	758.97	4.67	1,233.38
	393.76	(1,689.35)	(3.09)	(1,298.68)
Interest Income & Fair value gain on financial instruments at fair value through profit and loss	41.34	2.63	-	43.97
	(28.43)	(2.84)	-	(31.27)
Foreign Exchange (Gain)/Loss	(0.89)	1.58	-	0.69
	0.95	(25.04)	-	(24.09)
Interest and Finance Costs	-	-	747.23	747.23
	-	-	(856.71)	(856.71)
Exceptional Items	-	-	-	-
	-	(326.34)	-	(326.34)



MARUDHAR INDUSTRIES LIMITED

Notes to Consolidated Financial Statements for the Year Ended 31st March, 2022

Net Profit Before Tax	511.97	760.02	(742.55)	529.43
	384.38	(1,340.81)	953.62	(22.81)
Other Information				
Segment Assets	9,961.90	6,489.29	334.62	16,806.01
	(10,296.01)	(5,881.31)	(247.41)	(16,424.73)
Segment Liabilities	2,141.40	1,018.73	8,134.17	11,294.30
	(1,257.55)	(1,090.47)	(8,970.28)	(11,318.30)
Segment Depreciation	248.08	177.76	1.09	426.91
	(241.76)	(211.18)	(1.04)	(453.96)
Capital Expenditure	343.79	755.67	0.67	1,100.13
	(168.95)	(397.56)	-	(566.51)

Note: Figures in brackets represent previous year's amount.

Secondary Reportable Segment (Geographical by Customers)

(Amount in Lakhs)			
Particulars	In India	Outside India	Total
Segment Revenue			
2021-22	32,837.50	581.76	33,419.35
2020-21	21,606.32	504.04	22,110.36
Segment Assets			
As at 31st March, 2022	16,732.25	73.76	16,806.01
As at 31st March, 2021	16,364.00	60.73	16,424.73
Segment Liabilities			
As at 31st March, 2022	10,857.58	436.72	11,294.30
As at 31st March, 2021	10,542.91	775.39	11,318.30

32 RELATED PARTY DISCLOSURES

As required by Indian Accounting Standard - 24 "Related Parties Disclosures" the disclosure of transactions with related parties are given below:

a) Relationships

A	Key Management Personnel Mr. Naresh S Jain Mr. Bhavesh S Jain Ms. Darsha R. Kakani Mr. Narendra Navalakha Ms. Poojan Bhandari Mr. Hemraj Suthar Mr. Pooresh P. Prajapati Mr. Aziz H. Gohil	Managing Director Director Director Director Director Director Chief Financial Officer Company Secretary	Appointed w.e.f 21st February, 2022 Appointed w.e.f 1st July 2021
B	Relatives of Key Management Personnel Mrs. Amarpreetkaur B. Jain Mrs. Nimisha N. Jain	Spouse of Bhavesh S Jain Spouse of Naresh S Jain	
C	Associate Concern Sambhav Machinery Manufactures Private Limited (formerly known as Sambhav Machinery Private Limited)	Subsidiary Company	
D	Enterprise owned or significantly influenced by key managerial personnel or their relatives N.K. Navalakha & Co. Narendra Navalakha HUF		



MARUDHAR INDUSTRIES LIMITED

Notes to Consolidated Financial Statements for the Year Ended 31st March, 2022

b) Transactions during the year

(Amount In Lakhs)		
Particulars	2021-22	2020-21
Remuneration/Salary Paid :		
-Mr. Naresh S. Jain	13.83	12.46
-Mr. Bhavesh S. Jain	13.83	12.46
-Mrs. Amanpreetkaur B Jain	17.40	17.45
-Mrs. Nimisha N. Jain	10.33	9.44
-Mr. Pares P. Prajapati	2.15	2.57
-Mr. Paras R. Shah	-	2.50
-Mr. Aziz H. Gohil	0.86	-
-Mr. Hemraj Suthar	7.05	5.71
Receipt of Loan		
-Mr. Naresh S. Jain	127.49	0.36
-Mr. Bhavesh S. Jain	53.00	-
Repayment of loan		
-Mr. Naresh S. Jain	194.57	462.01
-Mr. Bhavesh S. Jain	441.77	33.84
Loan & Advances & staff loan given		
-Mr. Pares P. Prajapati	3.00	3.00
-Mr. Narendra Navalakha	-	1.31
-Narendra Navalakha HUF	-	2.31
Loan & Advances & staff loan (repaid)		
-Mr. Pares P. Prajapati	1.50	1.50
-Narendra Navalakha HUF	-	2.31
Consultancy Charges		
-N.K.Navalakha & Co.	9.00	4.57
Rent Paid		
-Mr. Naresh S. Jain	18.00	18.00
-Mr. Bhavesh S. Jain	18.00	18.00
Sitting Fees		
- Mr. Narendra Navalakha	-	0.60
- Ms. Darsha R. Kikani	0.50	-

Outstanding as at year end

(Amount In Lakhs)		
Particulars	As at 31-03-2022	As at 31-03-2021
Payable		
-Mr. Naresh S. Jain (Loan)	25.27	76.24
-Mr. Bhavesh S. Jain (Loan)	100.53	473.10
-Mrs. Amanpreetkaur B Jain (Trade Payables)	0.94	0.94
-Mr. Naresh S. Jain (Trade Payables)	0.60	0.60
-Mr. Bhavesh S. Jain (Trade Payables)	0.60	0.60
-Mrs. Nimisha N. Jain (Trade Payables)	0.54	0.54
-Mr. Pares P. Prajapati (Trade Payables)	0.10	0.19
-Mr. Aziz H. Gohil (Trade Payables)	0.10	-
-N.K.Navalakha & Co. (Trade Payables)	-	0.63
Receivable		
-Mr. Pares P. Prajapati (Staff loan)	3.00	1.50
-Mr. Narendra Navalakha (Advances)	1.31	1.31

Note : The remuneration to the key managerial personnel does not include the provisions made for gratuity, as it is determined on an actuarial basis for the group as a whole.



MARUDHAR INDUSTRIES LIMITED

Notes to Consolidated Financial Statements for the Year Ended 31st March, 2022

Terms and conditions of transactions with related parties

Outstanding balances at the year-end are unsecured. There have been no guarantees provided or received for any related party receivables or payables. For the year ended 31st March 2022 the Group has not recorded any impairment of receivables relating to amounts owed by related parties (31st March 2021: Rs. Nil). This assessment is undertaken at each financial year through examining the financial position of the related party and the market in which the related party operates.

33 ADDITIONAL INFORMATION

- a) During the Financial year 2018-19, the group has imported Capital Goods under Zero duty EPCG Scheme and saved duty amounting to Rs. 449.23 lakhs. Against the said duty saved, the group has exported goods worth six times of the duty saved and filed necessary documents with DGFT, however Export Obligation Discharge Certificate is still pending.
- b) In the opinion of the Board of Directors, the current assets are approximately of the value stated, if realized in the ordinary course of the business. There is no contingent liability other than stated above and provisions for all known liabilities are adequate. Few of the accounts of trade payables, trade receivables and Income Tax Receivable are subject to confirmation from the respective parties and necessary adjustments and/or proper classification thereof, if any, will be made on its reconciliation and/or settlement. The classification / grouping of items of the accounts are made by the management, on the basis of the available data with the group and which has been relied upon by the auditors. Accounts of Receivables / Payables in respect of Goods and Service Tax, Service Tax, CENVAT, and VAT are subject to reconciliation, submission of its return for its claim and/or its Audit/Assessment/reversal of any claim on file, if any.
- c) **Lease**
The following are the expenses recognised in profit and loss

(Amount in Lakhs)

Particulars	2021-22	2020-21
Depreciation Expenses of Right of Use Assets	16.25	16.25
Total	16.25	16.25

The group has taken certain land on lease for factory purposes. Since these are entirely prepaid, the Group does not have any future lease liability towards the same and are shown under the head right to use assets.

d) Net Debt Reconciliation

(Amount in Lakhs)

Particulars	Long term Borrowings	Short Term Borrowings	Interest Expenses
As at 01-04-2020	1,925.97	6,693.31	23.21
Interest Expenses	-	-	780.79
Foreign Exchange Adjustment	-	0.30	-
Transfer	-	-	-
Inflow	360.00	700.00	-
Outflow	(532.11)	(3,097.87)	(797.01)
As at 31-03-2021	1,753.86	4,295.74	6.99
Interest Expenses	-	-	846.51
Inflow	1,801.77	500.00	-
Outflow	(809.68)	(189.81)	(646.90)
As at 31-03-2022	2,745.95	4,605.93	6.60

34 EARNINGS PER SHARE (EPS):

Particulars		2021-22	2020-21
Profit for the year (Rs in lakhs)		379.64	81.14
Weighted average No. of shares for EPS computation for Basic and Diluted EPS (Nos)		10,227,625	10,227,625
Earnings per Share (Basic and Diluted)	(Rs.)	3.71	0.79
Nominal Value of Shares	(Rs.)	10.00	10.00



MARUDHAR INDUSTRIES LIMITED

Notes to Consolidated Financial Statements for the Year Ended 31st March, 2022

35 FINANCIAL INSTRUMENTS, FAIR VALUE MEASUREMENTS, FINANCIAL RISK AND CAPITAL MANAGEMENT

35.1 Category-wise Classification of Financial Instruments:

(Amount in Lakhs)

Particulars	Refer Note	As at 31-03-2022		
		Fair Value through profit or loss	Amortized cost	Carrying Value
Financial assets				
Investments in Co. Op. Society	4	0.05	-	0.05
Investments in quoted equity shares	4	0.00	-	0.00
Trade receivables	6	-	4,029.00	4,029.00
Cash and cash equivalents	7	-	384.83	384.83
Other bank balance	8	-	438.67	438.67
Loans	4	-	84.66	84.66
Other financial assets	4	-	528.69	528.69
Total		0.05	5,446.74	5,446.79
Financial liabilities				
Borrowings	12	-	7,351.88	7,351.88
Trade payables	13	-	2,423.04	2,423.04
Other financial liabilities	14	-	472.14	472.14
Total		-	10,247.06	10,247.06

(Amount in Lakhs)

Particulars	Refer Note	As at 31-03-2021		
		Fair Value through profit or loss	Amortized cost	Carrying Value
Financial assets				
Investments in Co. Op. Society	4	0.05	-	0.05
Investments in quoted equity shares	4	0.00	-	0.00
Trade receivables	6	-	3,664.61	3,664.61
Cash and cash equivalents	7	-	595.29	595.29
Other bank balance	8	-	374.29	374.29
Loans	4	-	61.03	61.03
Other financial assets	4	-	575.31	575.31
Total		0.05	5,270.53	5,270.58
Financial liabilities				
Borrowings	13	-	6,049.60	6,049.60
Trade payables	13	-	3,521.35	3,521.35
Other financial liabilities	14	-	772.77	772.77
Total		-	10,343.72	10,343.72

35.2 Category-wise Classification of Financial Instruments:

a) Quantitative disclosures fair value measurement hierarchy for financial assets and financial liabilities

Level 1: Input are quoted prices (unadjusted) in the active market for identical asset and liability

Level 2: The fair value of financial instruments that are not traded in an active market is determined using valuation techniques which maximize the use of observable market data and rely as little as possible on entity-specific estimates. If all significant inputs required to fair value an instrument are observable, the instrument is included in Level 2.

Level 3: Input are not based on observable market data (unobservable inputs). Fair value are determine in whole or in part using the valuation method based on the assumption that are neither supported by price from observable in the current market transactions in the same instruments nor are they based on available market data.

The following table provides the fair value measurement hierarchy of the Group's financial assets and liabilities:

(Amount in Lakhs)

Particulars	As at 31-03-2022		As at 31-03-2021	
	Significant observable inputs (Level 1)	Significant observable inputs (Level 2)	Significant observable inputs (Level 1)	Significant observable inputs (Level 2)
Financial Assets (measured at FVTPL) (Refer Note 4)				
Investments in quoted equity shares	0.00	-	0.00	-
Investments in Co. Op. Society	-	0.05	-	0.05

b) Financial Instrument measured at Amortized Cost

The carrying amount of financial assets and financial liabilities measured at amortized cost in the financial statements are a reasonable approximation of their fair values since the Group does not anticipate that the carrying amounts would be significantly different from the values that would eventually be received or settled.

35.3 Financial Instruments risk management objectives and policies

The Group's principal financial liabilities, other than derivatives, comprise borrowings and trade & other payables. The main purpose of these financial liabilities is to finance the Group's operations and to support its operations. The Group's principal financial assets include investments, loans given, trade and other receivables and cash & short-term deposits that derive directly from its operations.

The Group's activities expose it to market risk, credit risk and liquidity risk.

The Group's risk management is carried out by the corporate finance. The corporate finance identifies and evaluates risks in close co-operation with the Group's Business Heads. The board provides principles for overall risk management, as well as policies covering specific areas, such as foreign exchange risk, interest rate risk, credit risk, use of derivative, financial instruments, and investment of excess liquidity.

a) Market Risk

Market risk is the risk that the fair value of future cash flows of a financial instrument will fluctuate because of changes in market prices. Market risk comprises two types of risk: interest rate risk, currency risk and Commodity risk. Financial instruments affected by market risk include borrowings, deposits, investments, trade and other receivables, trade and other payables.

The potential economic impact, due to these assumptions, is based on the occurrence of adverse / inverse market conditions and reflects estimated changes resulting from the sensitivity analysis. Actual results that are included in the Statement of Profit and Loss may differ from these estimates due to actual developments in the global financial markets.



MARUDHAR INDUSTRIES LIMITED

Notes to Consolidated Financial Statements for the Year Ended 31st March, 2022

i) Interest rate risk

The Group is exposed to change in interest rate due to its financing and cash management activities. The risk arising from interest rates movements arise from borrowings with variable interest rates. The group manages interest risk by having a balance portfolio of fixed and variable rates loans and borrowings.

The group's risk management activities are subject to management, direction and control of the treasury team under the framework of risk management policy for interest rate risk. The treasury team ensure appropriate financial risk, governance framework for the group through appropriate policies and procedures and that finance risk are identified, measured and managed in accordance with the policies and risk objectives.

For group total borrowings, the analysis is prepared assuming the amount of the liability outstanding at the end of the reporting period was outstanding for the whole year. A 50 basis points increase or decrease is used which represents management assessment for the reasonability possible change in the interest rates.

(Amount in Lakhs)

Particulars	As at 31st March 2022	As at 31st March 2021
Total Interest Bearing Borrowings	5,936.08	5,210.26

In case fluctuation in interest rates by 50 basis points and all other variable were held constant, the Group's profit for the year would increase or decrease as follows:

(Amount in Lakhs)

Particulars	For the Year ended on 31-03-2022	For the Year ended on 31-03-2021
Impact on profit for the year	34.68	26.05

ii) Foreign currency risk

Foreign currency risk is the risk that the fair value or future cash flows of an exposure will fluctuate due to changes in foreign exchange rates. The Group does not enters into forward exchange contracts to hedge against its foreign currency exposures relating to the recognized underlying assets/liabilities and firm commitments.

Foreign Currency exposure not covered by derivative instruments or otherwise as at 31st March is as under:

(Amount in Lakhs)

Particulars	Currency	Amount in Foreign Currency		Equivalent Indian Rupees	
		As at 31-03-2022	As at 31-03-2021	As at 31-03-2022	As at 31-03-2021
Trade Receivables	USD	0.92	0.83	69.56	60.73
	EURO	0.05	-	4.20	-
Trade Payables	USD	-	-	-	-
	EURO	5.19	8.64	438.72	742.63
Borrowing, Buyers Credit & Letter of Credit	USD	-	0.45	-	32.77
	EURO	-	-	-	-
Net Balance	USD	0.92	0.38	69.56	27.95
	EURO	(5.14)	(8.64)	(438.52)	(742.63)

The Group is mainly exposed to changes in USD & EURO. The below table demonstrates the sensitivity to a 1% increase or decrease in the USD & EURO against INR, with all other variables held constant. The sensitivity analysis is prepared on the net unhedged exposure of the Group as at the reporting date. 1% represents management's assessment of reasonably possible change in foreign exchange rate.

(Amount in Lakhs)

Particulars	Impact on Profit before tax	
	For the year ended	
	31/03/2022	31/03/2021
USD Sensitivity		
RUPEES / USD - Increase by 1%	0.70	0.28
RUPEES / USD - Decrease by 1%	(0.70)	(0.28)
EURO Sensitivity		
RUPEES / EURO - Increase by 1%	(4.33)	(7.43)
RUPEES / EURO - Decrease by 1%	4.33	7.43

iii) Commodity risk

Commodity Price Risk is the risk that future cash flow of the Group will fluctuate on account of changes in market price of key raw materials.

The prices of Aluminium & Granules are subject to wide fluctuations due to unpredictable factors such as weather, government policies, changes in global demand resulting from population growth and global production of similar and competitive nature. The Group is exposed to the movement in price of key raw materials in domestic and international markets. The Group manage exposure to fluctuations in the prices of the key raw materials used in operations. The Group enters into contracts for procurement of materials, most of the transactions are short term fixed price contract.

Credit Risk

Credit risk is the risk that a counterparty will not meet its obligations under a financial instrument or customer contract, leading to a financial loss. The Group is exposed to credit risk from its operating activities (primarily trade receivables) and from its financing activities, including deposits with banks, foreign exchange transactions and other financial instruments. Credit risk arising from other balances with banks is limited and there is no collateral held against these because the counterparties are banks and recognized financial institutions with high credit ratings assigned by the international credit rating agencies.

Credit risk arising from trade receivables is managed in accordance with the Group's established policy, procedures and control relating to customer credit risk management. Credit quality of a customer is assessed based on an extensive evaluation and individual credit limits are defined in accordance with this assessment.

An impairment analysis is performed at each reporting date on an individual basis for major clients. In addition, a large number of minor receivables are grouped into homogenous groups and assessed for impairment collectively.

Concentrations of Credit Risk form part of Credit Risk

During the year ended 31st March, 2022, sales to a customer approximated Rs. 5,062.42 Lakhs or 15.12% of net revenue (for the year ended 31st March 2021, sales to customer approximated Rs. 3,245.08 Lakhs or 14.87% of net revenue). Accounts receivable from each customer approximated Rs. 1,068.94 lakhs at 31st March, 2022. (Rs. 745.31 Lakhs at 31st March, 2021)



MARUDHAR INDUSTRIES LIMITED

Notes to Consolidated Financial Statements for the Year Ended 31st March, 2022

c) Liquidity risk

Liquidity risk is the risk that the Group may not be able to meet its present and future cash and collateral obligations without incurring unacceptable losses. The Group's objective is to, at all times maintain optimum levels of liquidity to meet its cash and collateral requirements. The Group closely monitors its liquidity position and deploys a robust cash management system. It maintains adequate sources of financing including, debt and overdraft / credit facilities from both domestic and international banks at an optimized cost. It also enjoys strong access to domestic capital markets across equity.

The table below summarizes the maturity profile of the Group's financial liabilities based on contractual undiscounted payments:

(Amount in Lakhs)					
Particulars	On Demand	Less than 1 year	1 to 3 years	More than 3 year	Total
Year ended 31 st March, 2022					
Borrowings	4,605.93	222.22	569.07	1,937.06	7,334.28
Trade payables	2,423.04	-	-	-	2,423.04
Other financial liabilities	35.42	436.72	-	-	472.14
Year ended 31 st March, 2021					
Borrowings	4,295.74	60.00	243.00	1,453.86	6,049.60
Trade payables	3,521.35	-	-	-	3,521.35
Other financial liabilities	30.15	297.05	445.58	-	772.77

35.4 Capital Management

The Group's objectives when managing capital are to:

- safeguard their ability to continue as a going concern, so that they can continue to provide returns for shareholders and benefits for other stakeholders, and
- maintain an optimal capital structure to reduce the cost of capital.

For the purpose of the Group's capital management, capital includes issued equity capital, securities premium and all other equity reserves attributable to the equity holders of the Group. The primary objective of the Group's capital management is to maximize the shareholders' value. The Group manages its capital structure and makes adjustments in light of changes in economic conditions. To maintain or adjust the capital structure, the Group may adjust the dividend payment to shareholders. The Capital structure of the Group is as follows:

(Amount in Lakhs)		
Particulars	As at 31-03-2022	As at 31-03-2021
Equity share capital	1,015.31	1,015.31
Other Equity	4,498.40	4,091.12
Total Equity	5,513.71	5,106.43



MARUDHAR INDUSTRIES LIMITED

Notes to Consolidated Financial Statements for the Year Ended 31st March, 2022

36 Additional information as required by paragraph 2 of the general instruction for preparation of Consolidated Financial Statements to Schedule III to the Companies Act, 2013.

Year ended as on 31st March 2022

Name of the Enterprise	Net Assets i.e. Total Assets Minus Total Liability		Share in Profit or (Loss)		Share in other Comprehensive Income		Share in Total Comprehensive Income	
	As % Net Assets	Amount	As % Profit	Amount	As % Profit or (Loss)	Amount	As % Profit or (Loss)	Amount
Parent								
- Marudhar Industries Limited	99.89%	5,494.77	99.04%	376.01	94.55%	24.25	98.76%	400.26
Subsidiaries-Indian								
- Sambhav Machinery Manufactures Private Limited	0.88%	48.52	0.85%	3.62	5.42%	1.39	1.24%	5.01
Adjustment arising out of Consolidation	-0.57%	(31.58)	-	-	-	-	-	-
Total	100.00%	5,511.71	100.00%	379.64	100.00%	25.64	100.00%	405.28

Year ended as on 31st March 2021

Name of the Enterprise	Net Assets i.e. Total Assets Minus Total Liability		Share in Profit or (Loss)		Share in other Comprehensive Income		Share in Total Comprehensive Income	
	As % Net Assets	Amount	As % Profit	Amount	As % Profit or (Loss)	Amount	As % Profit or (Loss)	Amount
Parent								
- Marudhar Industries Limited	99.77%	5,004.51	97.15%	76.83	83.96%	9.63	95.52%	88.46
Subsidiaries-Indian								
- Sambhav Machinery Manufactures Private Limited	0.65%	43.51	2.85%	2.31	16.04%	1.84	4.48%	4.15
Adjustment arising out of Consolidation	-0.62%	(31.69)	-	-	-	-	-	-
Total	100.00%	5,106.43	100.00%	81.14	100.00%	11.47	100.00%	92.61



MARUDHAR INDUSTRIES LIMITED

Notes to Consolidated Financial Statements for the Year Ended 31st March, 2022

37 Statutory And Other Information

- i) The Group has not traded or invested in Crypto Currency or Virtual Currency during the financial year.
- ii) No proceedings have been initiated or are pending against the Group for holding any benami property under the Benami Transactions (Prohibition) Act, 1988 (45 of 1988) and rules made thereunder.
- iii) The Group has 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 group (ultimate beneficiaries) or
 - (b) provide any guarantee, security or the like to or on behalf of the ultimate beneficiaries
- iv) The group has 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 group 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
 - (b) provide any guarantee, security or the like on behalf of the ultimate beneficiaries.
- v) The Group does not have 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).
- vi) The Group has complied with the number of layers prescribed under clause (87) of section 2 of the Act read with the Companies (Restriction on number of Layers) Rules, 2017.
- vii) The Group does not have any transactions with companies which are struck off.
- viii) The Group has not entered with any Scheme(s) of arrangement in terms of sections 230 to 237 of the Companies Act, 2013.
- ix) The quarterly returns or statements of current assets filed by the Group with banks or financial institutions are broadly in agreement with the books of accounts and there is no material discrepancy.

38 Events occurred after the Balance Sheet Date

The group evaluates events and transactions that occur subsequent to the Balance Sheet date but prior to the approval of the financial statements to determine the necessity for recognition and/or reporting of any of these events and transactions in the financial statements. As of 5th September 2022 there were no subsequent events to be recognized or reported that are not already

As per our report of even date
For, Hitesh Prakash Shah & Co.
Chartered Accountants
ICAI Registration No: 127614W

Hitesh P. Shah
Partner
Membership No. 124095



Place : Ahmedabad
Date : 5th September 2022
UDIN No:- 22124095ATCMZY5223

For, and on behalf of
Marudhar Industries Limited

Naresh S. Jain
Managing Director
DIN:00714499

Aziz H. Gohil
Company Secretary

Bhavesh S. Jain
Director
DIN:03091444

P. P. Prajapati
Chief Financial Officer