



ANUPAM RASAYAN INDIA LTD.



ANNUAL REPORT **2021-22**

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FY22 HIGHLIGHTS

Revenue

(₹ in Million)

10,660

EBITDA

(₹ in Million)

3,121

PAT

(₹ in Million)

1,522



THE ANNUAL REPORT  
IS ALSO AVAILABLE ONLINE

[https://www.anupamrasayan.com/pdf/AnnualReport/Annual\\_Report\\_FY\\_2021\\_22.pdf](https://www.anupamrasayan.com/pdf/AnnualReport/Annual_Report_FY_2021_22.pdf)

**Forward-looking statements**

This document contains statements about expected future events and the financial and operating results of Anupam Rasayan India Limited ("Anupam Rasayan/Company"), which are forward-looking. By their nature, forward-looking statements require the Company to make assumptions and are subject to inherent risks and uncertainties. There is a significant risk that the assumptions, predictions, and other forward-looking statements will not prove to be accurate. Readers are cautioned not to place undue reliance on forward-looking statements as several factors could cause assumptions, actual future results, and events to differ materially from those expressed in the forward-looking statements. Accordingly, this document is subject to the disclaimer and qualified in its entirety by the assumptions, qualifications, and risk factors referred to in the Management Discussion and Analysis of Anupam Rasayan India Limited's Annual Report, FY2022.

Ready for  
TOMORROW



*A little more than a year ago, when Anupam Rasayan India Limited's journey in the stock market began, we had two pillars of strength - our commitment to our customers and the science behind our products. The past year has proved that we have yet another, perhaps stronger attribute - the ability to create value for our stakeholders.*

Our journey has been of augmenting our capacity, enhancing our capabilities and thereby growing from strength to strength and climbing step by step.

Our dedication to systemic growth is founded on our robust and continued focus on research and development which, we believe, will be the engine that drives our Company forward for the years to come. This, coupled with our strong relationships with leading global customers, places us in a position of unique advantage where we can leverage our strengths beyond geographical boundaries.

We also believe that our commitment to creating

sustainable processes is truly the catalyst which enables us to innovate. Our efforts towards sustainability provide us with the agility to continually adapt to a changing world. Moreover, our strong foundation in technology, capacity and values would propel us to greater and newer heights, not only in terms of performance but also firmly establishing our practices as beacons for the industry. With these, your Company- Anupam Rasayan is ready for tomorrow.

# DRIVEN TO INNOVATE

Anupam Rasayan India Limited, engaged in custom synthesis and manufacturing of specialty chemicals, is one of the market leaders in India for this segment. The Company prides itself in its ability to innovate and execute complex chemistries sustainably to create long-term value for its stakeholders.

The two pillars on which the Company rests, its ability to provide excellent customer service and its R&D capabilities, are the essence of Anupam Rasayan's business. The Company offers tailor-made solutions to its customers that caters to their diverse needs and requirements. The Company is associated with several globally recognized chemical and agrochemical companies, which include many large MNCs.

Being an R&D driven company that relies on its core chemistry skills, it is incumbent upon Anupam Rasayan to not only hone its abilities but also to sharpen its processes, to secure its position as a market leader. To that effect, the Company regularly invests in its R&D, and its new center at Sachin is a strong affirmation of this belief.

Anupam Rasayan's business is also premised on its commitment towards sustainability. The economic goal of achieving consistent growth is well-supported by the efforts to develop more inventive products, which not only lend themselves to cleaner processes but also uses which are attuned to the specific needs of the consumers.

Our six manufacturing units are located in the industrial areas of Sachin in Surat and Jhagadia in Bharuch, both in the state of Gujarat. These units embody our motto of minimizing adverse

environmental impact, while also prioritizing our thirst for innovation and cutting-edge technology. Through these, we seek to achieve excellence in quality and sustainability.



## Vision

To be a globally reputed chemical manufacturing company with respect to our Research, Technologies, Quality, Safety and care of our Environment.



## Values

Respect  
Integrity  
Transparency



## Mission

To grow exponentially in a multi-faceted manner in the group chemistries that we are proficient in and, most importantly, through our customer support.

## Business Segments

01

Life science related Specialty Chemicals INCLUDING



Agrochemicals as well as crop protection

- Agro intermediates and agro active ingredients such as insecticides, fungicides and herbicides, plant growth regulators



Personal Care

- Antibacterial and ultraviolet protection intermediates and active ingredients



Pharmaceuticals

- Intermediates and 'key starting materials' for APIs

02

Other Specialty Chemicals INCLUDING:



Specialty Pigments



Specialty Dyes



Polymer Additives

## HIGHLIGHTS



38

Years of proven track record



48

Complex products manufactured till FY22



27,157

Of manufacturing capacity across 6 unit locations (In MTPA)



68

Clients catered to across the globe, including 25 MNCs



1,491

Team members

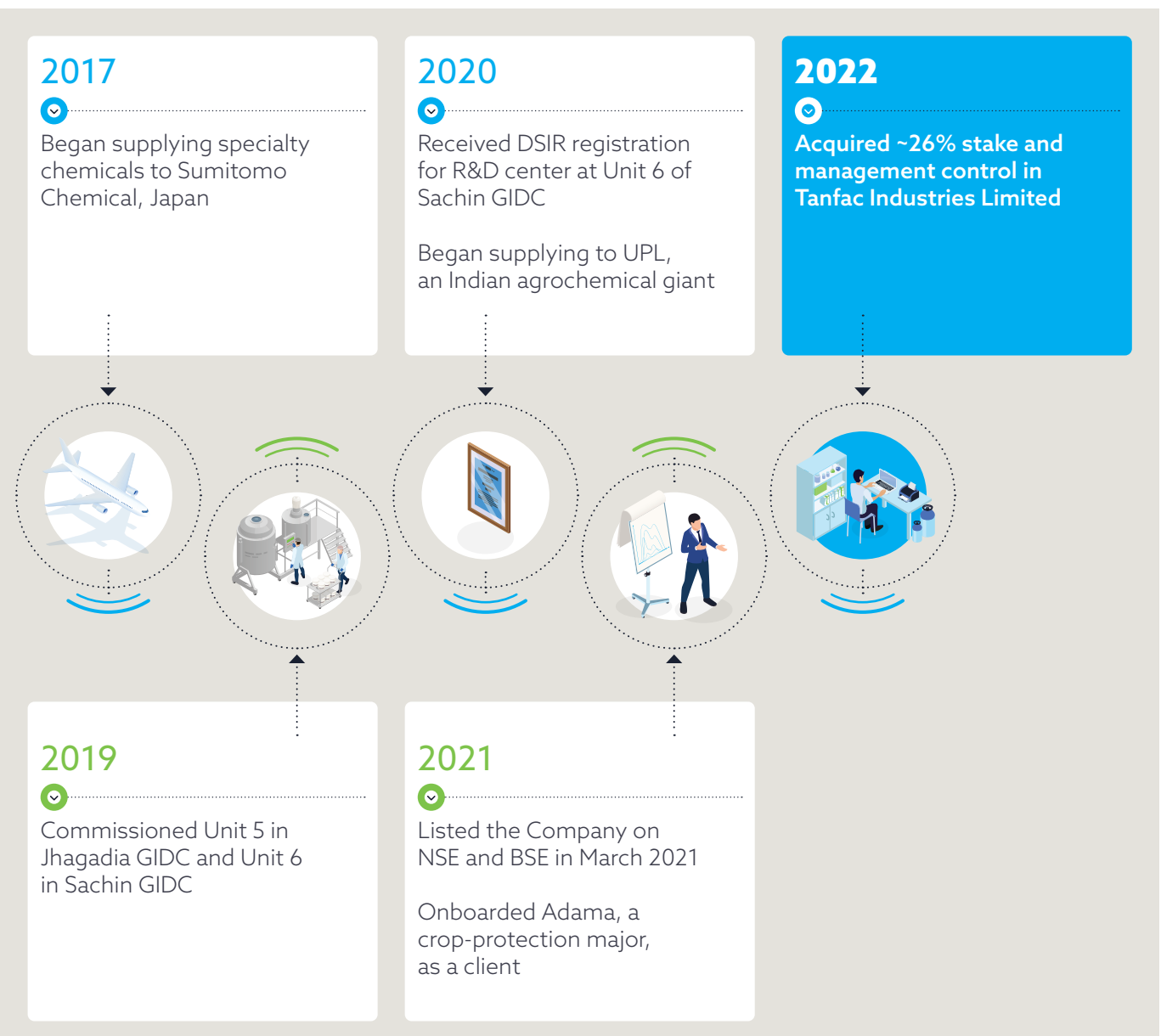
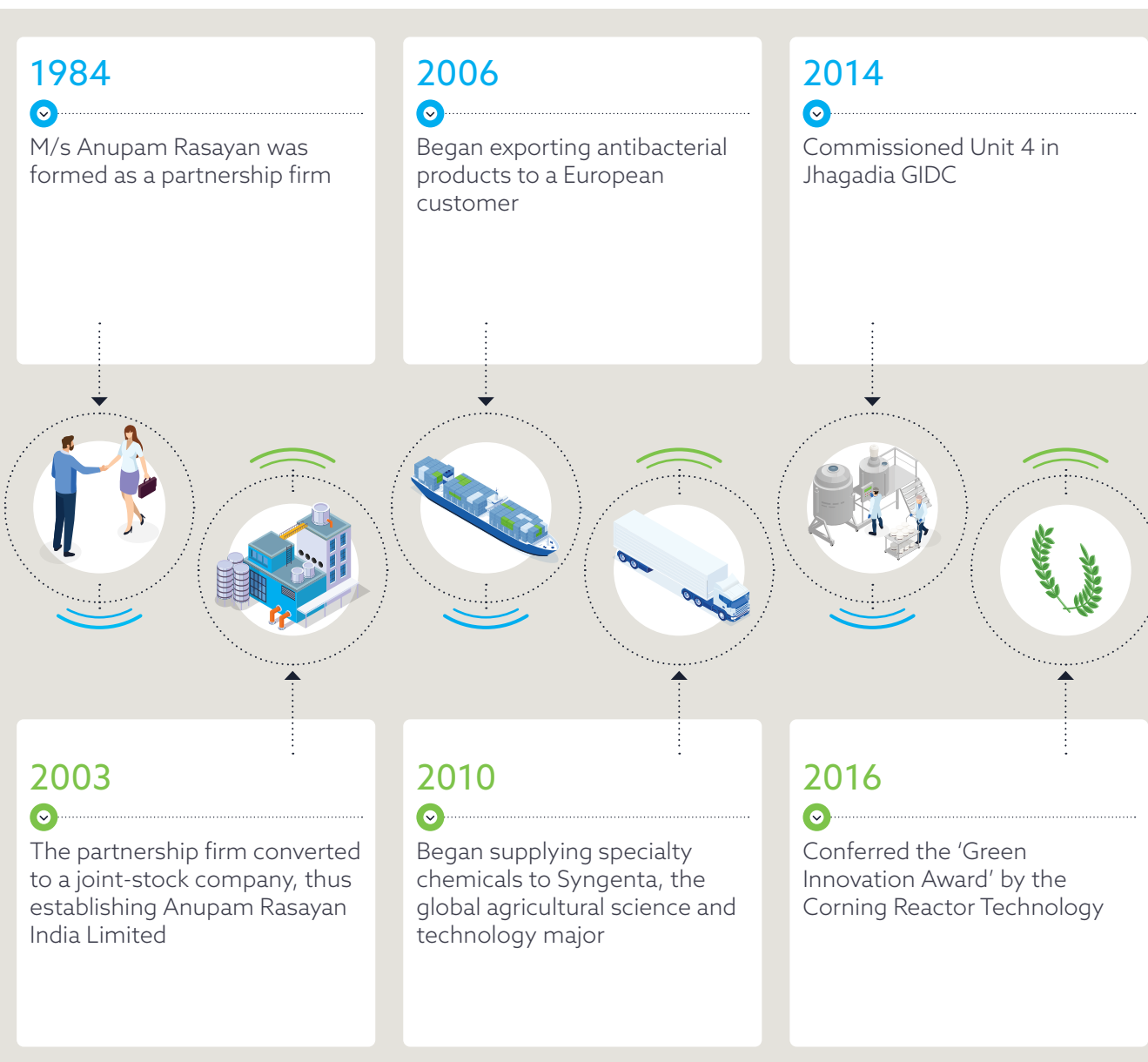


77

Dedicated R&D team members

## FROM HUMBLE BEGINNINGS TO HIGH AMBITIONS

Anupam Rasayan's journey is one of a kind - it has witnessed tremendous growth, learnt and re-learnt in the process, as well as adapted and evolved with changing scenarios. These various learnings through the years is what makes Anupam Rasayan the force to reckon with in the future.



## GLOBALLY BENCHMARKED MANUFACTURING FACILITIES

Anupam Rasayan operates 6 multi-purpose manufacturing facilities with an installed capacity of 27,157 MT, located at Sachin and Jhagadia in Gujarat. The facilities are designed as MPPs, thus enabling the Company to manufacture a diverse range of products, and providing for modification and customization of its portfolio to address the changing requirements of its clients.

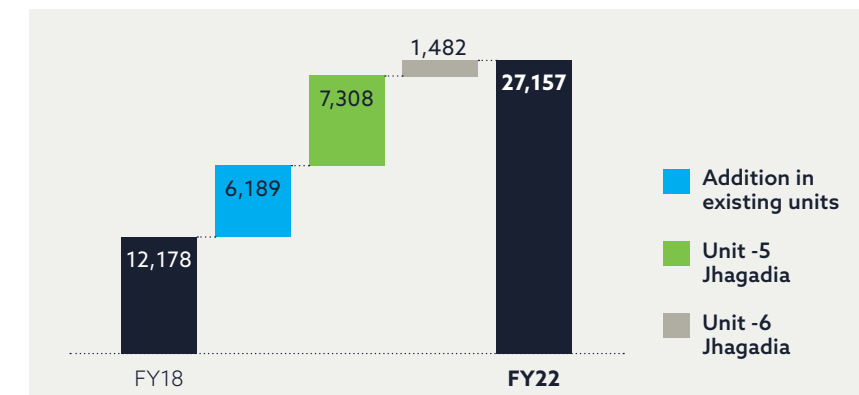


Anupam Rasayan's highly automated facilities are equipped with glass-lined, titanium clad and stainless-steel reactors which facilitate manufacturing of a broad range of products, minimizing the need of personnel, thus also effectively reducing cost and human error. The facilities are also supported with sophisticated analytical infrastructure, which includes, gas chromatography, reaction calorimeters and differential screening calorimeters, enabling

the Company to provide accurate analysis to its clients.

Anupam Rasayan's facilities are strategically located close to the Adani Hazira Port, which proves to be a distinct advantage for the Company, as it enables reduction of freight and logistics costs significantly. Going forward, the Company is geared to make notable CAPEX to maintain and grow its existing infrastructure, purchase equipment and develop and execute new products using variety of processes and technologies.

### INSTALLED CAPACITY (MTPA)



Anupam Rasayan is dedicated to serving quality products to its customers, and in its effort to do so, it engages with a rigorous quality control system which measures its product performance. Moreover, this system is monitored and updated regularly to ensure smooth business operations for years to come.

### Anupam Rasayan's quality objectives include,

- Consistent incorporation of sustainable business practices
- Timely delivery of products to clients
- Continual quality training of team members
- Continual incorporation of customer feedback
- Consistent improvement of its quality management system

Anupam Rasayan's diverse portfolio of products cater to a wide range of customers across the globe, ensuring sustained profitability. With the acquisition of Tanfac Industries, the Company has secured its supply chain for key raw materials like HF and KF, further strengthening its manufacturing capabilities.



### HIGHLIGHTS

# 06

Manufacturing units in  
Gujarat, India

# ~27,157

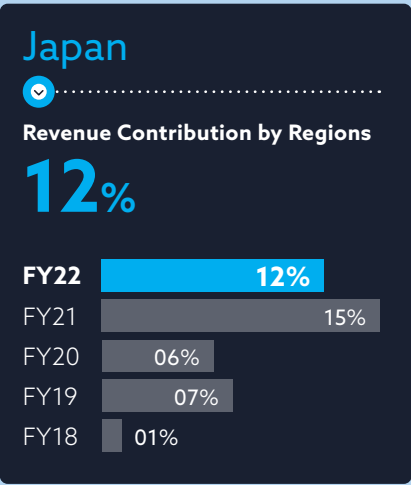
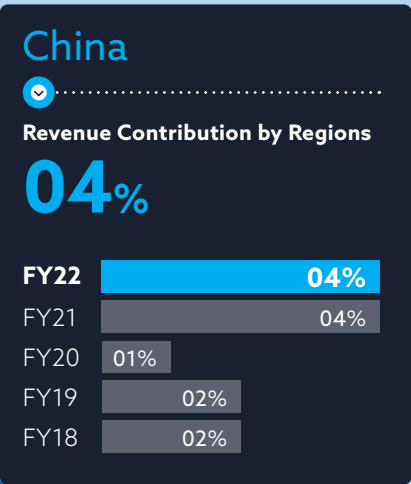
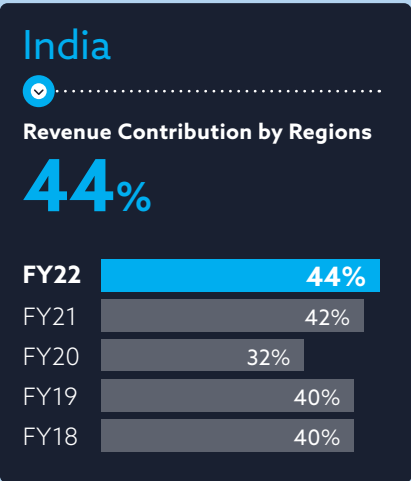
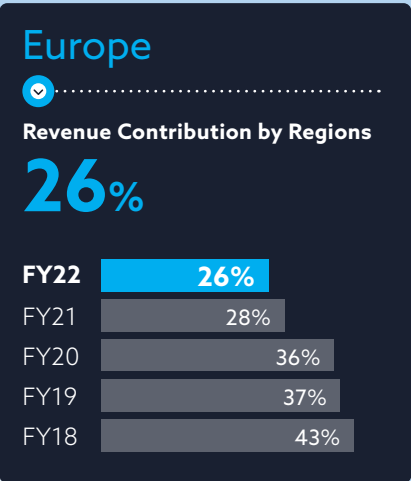
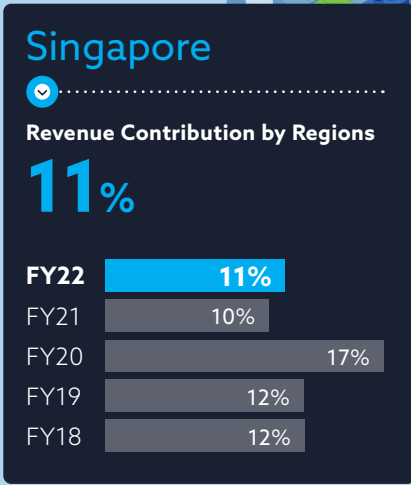
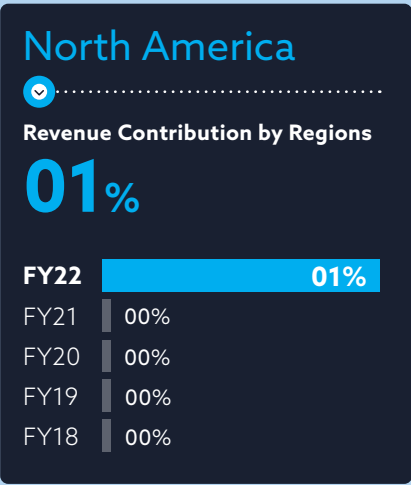
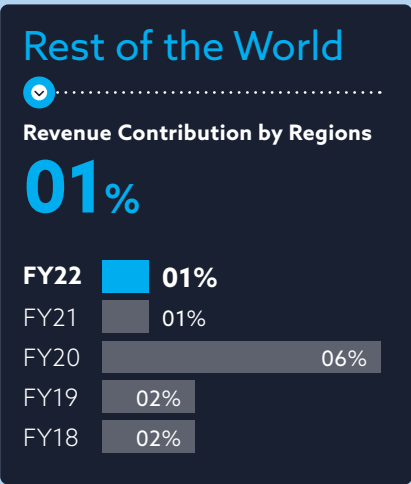
Of installed capacity  
(MTPA)

# 1,491+

Team members

CREATING A STRONG FOOTHOLD

Anupam Rasayan has spread its geographical presence over the years all over the world to Europe, Japan, Singapore, China, North America and others. Going forward, the Company will continue to strengthen and optimize its product portfolio and add new customers in newer geographies.



DELIVERING VALUE THROUGH THE YEARS

At Anupam Rasayan, we believe that the mark of a true leader is in its ability to predict the future and lay the ground for it. Sustainable growth is at the core of Anupam Rasayan, and with this motto in mind, the Company is determined to bolster its manufacturing and execution capabilities and create a catapulting effect for its performance in the times ahead.

The Company's well-rounded performance is a testament to its vision, as it validates Anupam Rasayan's strong resolve in building ground up.

REVENUE FROM OPERATIONS

(₹ in Million)

10,660

31.46%  
Y-o-Y growth

29%  
3 year CAGR

| FY22 | 10,660 |
|------|--------|
| FY21 | 8,109  |
| FY20 | 5,289  |
| FY19 | 5,024  |

EBITDA

(₹ in Million)

3,121

41.73%  
Y-o-Y growth

41%  
3 year CAGR

| FY22 | 3,121 |
|------|-------|
| FY21 | 2,202 |
| FY20 | 1,453 |
| FY19 | 1,126 |

RETURN ON EQUITY

(%)

09%

| FY22 | 09% |
|------|-----|
| FY21 | 06% |
| FY20 | 10% |
| FY19 | 10% |

RETURN ON CAPITAL EMPLOYED

(%)

12%

| FY22 | 12% |
|------|-----|
| FY21 | 11% |
| FY20 | 11% |
| FY19 | 11% |

PAT

(₹ in Million)

1,522

116.50%  
Y-o-Y growth

45%  
3 year CAGR

| FY22 | 1,522 |
|------|-------|
| FY21 | 703   |
| FY20 | 530   |
| FY19 | 502   |

NET WORTH

(₹ in Million)

17,268.5

| FY22 | 17,268.5  |
|------|-----------|
| FY21 | 15,734.02 |
| FY20 | 5,931     |
| FY19 | 5,065     |

EBITDA MARGINS

(%)

29%

| FY22 | 29% |
|------|-----|
| FY21 | 26% |
| FY20 | 27% |
| FY19 | 22% |

NET DEBT

(₹ in Million)

3,483

| FY22 | 3,483 |
|------|-------|
| FY21 | 912   |
| FY20 | 7,913 |
| FY19 | 6,552 |

DEBT TO EQUITY

(X)

0.46

| FY22 | 0.46 |
|------|------|
| FY20 | 0.25 |
| FY19 | 1.33 |
| FY18 | 1.29 |

FIXED ASSET TURNOVER RATIO

(X)

0.93

| FY22 | 0.93 |
|------|------|
| FY21 | 0.78 |
| FY20 | 0.65 |
| FY19 | 0.97 |



# IN PURSUIT OF ENDURING VALUE



*"The forward-looking investments are expected to not only cut down on our operating costs but also deliver more sustainable products to our consumers."*

Dear Shareholders,

At the very outset, let me take this opportunity to thank you for your sustained support and for being such an integral part of the growth story of the Company. Especially since our listing in the stock market last year, each one of you have shown faith in our shared vision and have contributed steadfastly to our progress. This journey would have not been possible without you, and for this, I am truly grateful.

## ACQUISITION OF TANFAC INDUSTRIES

PROVIDES US WITH AN APT PLATFORM TO ENHANCE OUR PROFILE IN THE FLUORINATION BUSINESS

As the Chairman of the Company, it gives me great joy to report to you that the Company has not only been able to effectively meet the challenges that this rather turbulent year has thrown at us but has also shone through in its efforts towards achieving excellence in its industry. The year began under the renewed specter of the pandemic, with the second wave bringing high infection rates and fatalities. However, the Company responded effectively. By the end of the first quarter, all of the workforce was vaccinated through concerted efforts of the Company, thereby ensuring that not only do our people have access to these mitigants but also ensuring long-term well-being for them and their families. Indeed, this step is the perfect embodiment of one of the foundational values of Anupam Rasayan - Human & Social Responsibilities.

When it comes to Environmental Sustainability, we have continued

to boost our commitment to reducing our dependence on fossil fuels. The successful installation of a solar plant in Bharuch has substantially cut down on our costs of production and power. We have been continually upgrading our processes and, as such, we have been able to increase our yields of renewable energy, which grew at a rate faster than that of the industry. In the long-term, these forward-looking investments are expected to not only cut down on our operating costs but also deliver more sustainable products to our consumers.

While we are cognizant of our responsibilities and are deeply

invested in driving the Company towards a sustainable future, we have also been unwavering in our resolve to spearhead innovation and quality in our products and processes. Our growth and profitability stem from our focus on adopting cutting-edge technologies and making the most of our re-engineering processes, which allows us to focus on custom synthesis and complex chemistries. While on one hand, we have been replacing lower value products with higher value ones in our offerings, we also continue to add new chemistries to our portfolio as well as work on future chemistries like ethylene oxide, Hofmann rearrangements, cyclopropane, chlorination using POC I3 and PC I5, Butyl Lithium and Isobutylene, further strengthening our multi-step synthesis capabilities. These make us a preferred partner for both Indian and global businesses.

While we continue to aggressively focus on R&D, with a team of highly educated and skilled researchers breaking new ground in complex chemistries and taking steps to make our operations as self-sustaining as possible, we are also deeply enthused by the economic progress that we have made. Our acquisition of Tanfac Industries Limited

has provided us with an apt platform to enhance our profile in the fluorination business. Similarly, we have also been able to galvanize the industry forces and demonstrate strong profitability, dynamism and performance.

With the underpinning of all that we have done in the past year to diversify and strengthen our business, make it more sustainable and push it forward on the path of innovation, I am certain that today we are well poised for our foray into the future.

*Yours sincerely,*  
**Dr. Kiran C Patel**  
CHAIRMAN AND  
NON-EXECUTIVE DIRECTOR

# A YEAR OF RESILIENCE AND NEW PERSPECTIVES



*Dear Shareholders,*  
It is with great pleasure that I write to all of you regarding Anupam Rasayan's performance in FY22 and share my insights on the future prospects of the Company. I would like to begin by thanking each one of you for supporting and encouraging us through the year, which has positively impacted our performance - both qualitatively and quantitatively. In the last one year, we have grown leaps and bounds, and our financial performance is a reflection of it.

## Stellar performance through the year

For FY22, revenue from operations stood at ₹ 10,660 million, up 31.46% - a reflection of robust growth resulting from disciplined execution of our strategy. Despite headwinds due to supply-side challenges, we grew all dimensions of our business and delivered a strong and consistent EBITDA margin of 29% for FY22 compared to 26% for FY21. The net profit grew by 116.5% from ₹ 703 million for FY21 to ₹ 1,522 million for FY22.

## Pandemic induced opportunities

The pandemic also brought to the forefront the criticality of specialty chemicals, especially for pharmaceuticals, resultantly providing us with an abundant opportunity to grow and prosper. Moreover, the pandemic also highlighted the gaps in the global manufacturing sector, which for a few decades has been skewed in the favor of China.

As companies realized that their geographic dependence for manufactured goods could prove to be loss making, especially in the context of a lockdown like situation, strategies like 'China plus one' emerged to realign the global chemical sector. This of course is great news for Indian manufacturers, as it enables capturing of a sizable market share, which was earlier catered by Chinese manufacturers.

Our key goal is to remain focused on specialized niche molecules and continue expanding our product portfolio with the help of our strong R&D team and technical capabilities. We believe that macroeconomic factors and positive industry sentiments position Anupam Rasayan as a preferred and reliable partner of choice for its key clients. The Company is geared to increase its wallet share with existing clients, while growing its market share and maintaining competitive pricing.

*"We have commercialised 4 products in FY22 and are hoping to commercialise another 6 products in FY23."*

## Strengthening our capabilities

I am pleased to share that this year we have acquired stakes at Tanfac Industries Limited, which is a strategic decision taken in line with furthering our commitment of enhancing our product portfolio. This acquisition gives us the opportunity to manufacture HF related value-added products, which the Company has been working to branch into for some time now. Moreover, the Tanfac acquisition will also add benefits of backward integration, as it will ensure an uninterrupted access to our own hydrogen fluoride, potassium fluoride and other such agents that are essential raw materials that are required in fluorination processes.

We will be undertaking phased CAPEX in Tanfac to increase capacities and build infrastructure to manufacture advanced intermediates. We are certain that this will enable us to monetise on our past research and development while giving us headroom for further cost efficiencies.

## Achieving milestones along the way

During the year we achieved a milestone of crossing ₹ 10,000 million in topline. I am also pleased to announce that we received several significant LOIs and contracts this year, enhancing our capabilities and strengths. In the first

quarter of FY22, we received our first LOI for ₹ 1,100 crores from a multinational life science company. A second LOI worth ₹ 540 crores was received in Q1FY22 and has now been converted into a 5-year contract. The third LOI, valued at ₹ 144 crores and received in Q2FY22 from one of our existing European customers, one of the top ten crop protection multinational corporations, was converted into a five-year contract. A Japanese multinational corporation awarded us our fourth LOI worth ₹ 135 crores in Q3FY22, which has now been converted into a long-term contract. In the fourth quarter of FY22, we received our fifth LOI from a global industry giant for ₹ 700 crores. We anticipate that these orders will increase our revenue and profitability, as well as showcase the quality of our products, allowing us to serve these customers over the long term and become their preferred partner.

In the bid to reduce our costs and enhance our sustainability footprint, we successfully installed a solar power plant in Bharuch in Q3FY22, which resulted in savings of ₹ 3 crores in just 5 months of FY22. We expect this plant to save around ₹ 10 crores for us annually. Additionally, we have been successful at renegotiating our prices with our key customers and the impact of these were witnessed from January 2022 onward.

## FY22 HIGHLIGHTS

**Revenue**  
(₹ in Million)

**10,660**

**EBITDA**  
(₹ in Million)

**3,121**

**PAT**  
(₹ in Million)

**1,522**

We have also commercialised 4 products in FY22 and are hoping to commercialise another 6 products in FY23.

In closing, I would like to share my heartfelt gratitude towards all the stakeholders and beneficiaries of our Company. We strongly believe that Anupam Rasayan has proved its mettle by undertaking necessary steps to enhance its performance, and it is our resolve that we will continue to remain enthusiastic about honing our skill sets and reaching new heights.

*Yours Sincerely*  
**Anand S Desai**  
MANAGING DIRECTOR

OUR FOUNDATION FOR SUSTAINABLE GROWTH

Inputs

STEADY FINANCES

- ₹ 1,7268.50 million net worth
- ₹ 1,468.64 million capital expenditure
- ₹ 5,861.39 million net debt

STRONG INFRASTRUCTURE AND INTELLECTUAL CAPITAL

- 6 manufacturing facilities
- 2 state-of-the-art R&D labs
- 77 people working in R&D

SKILLED WORKFORCE

- 1,491 dedicated employees
- ~77% of workforce of training conducted on health and safety measures and skill upgradation

EMPOWERING LOCAL COMMUNITIES

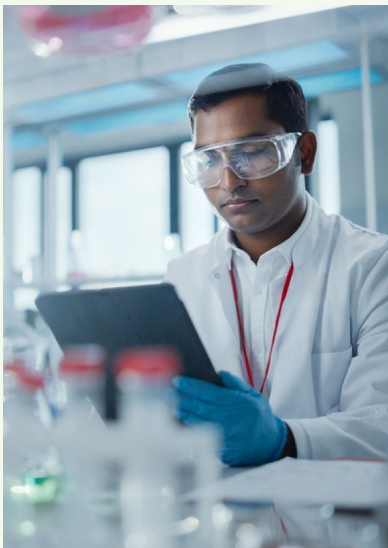
- ₹ 18.82 million CSR spend

LONG-STANDING RELATIONSHIPS

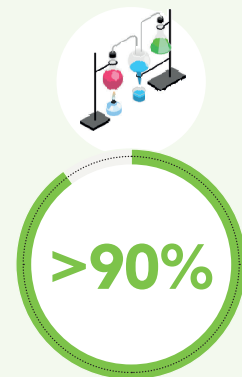
- Strong relationships with clients

Businesses and Focus Areas

BUSINESSES

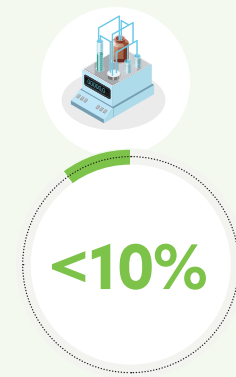


01 Life science related Specialty Chemicals



Revenue contribution in FY22

02 Other Specialty Chemicals



Revenue contribution in FY22

STRATEGIC PRIORITIES

- Capitalizing on China + 1 strategy to increase market share of products
- Continual focus on building knowledge-based value added products through R&D
- Undertaking modular capital expenditure
- Capturing supply chain to achieve vertical integration and building cost competencies to enable robust financial performance

Read more on page 18

Outputs

PRODUCTS

Life Science related specialty chemicals

Agro-intermediates and agro-active ingredients such as insecticides, fungicides and herbicides, plant growth regulators

Antibacterial and ultraviolet protection intermediates and active ingredients for personal care

Intermediates and key starting materials for API's

Outcomes

STEADY FINANCES

- ₹ 10,660 million revenue from operations
- ₹ 3,121 million EBITDA
- ₹ 1,522 million PAT

STRONG INFRASTRUCTURE AND INTELLECTUAL CAPITAL

- Products adhering to global standards
- Best in class operational excellence and EHS performance
- 4 new products commercialised during the year
- 6 products in pipeline; expected to be commercialised in FY23

SKILLED WORKFORCE

- Upskilled workforce
- Higher productivity
- Better talent management and retention

EMPOWERING LOCAL COMMUNITIES

- Social license to operate
- Local infrastructure development

LONG-STANDING RELATIONSHIPS

- Preferred partner of choice for global MNCs

Growth Enablers



Research and Development Capabilities

Read more on page 22



Customer Stickiness

Read more on page 24



Superior Chemistry Skills

Read more on page 26



Tanfac Acquisition

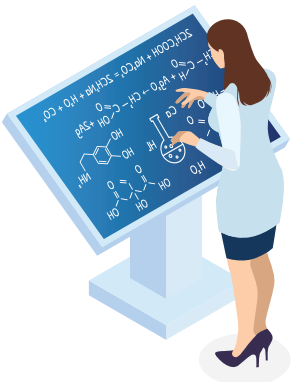
Read more on page 28

FOCUS AREAS  
THAT SHAPE OUR FUTURE

Over the years, Anupam Rasayan has focused on creating a strong foundation to leverage growth opportunities. The Company's keen focus on R&D and building core competencies has enabled it to become a market leader in its segment.

Going forward, Anupam Rasayan is aiming to use these foundational strategies to catapult itself to a higher orbit of success. To that extent, the Company is building strong relationships with its existing clientele while also looking to capture new market share.

| ✓ | Capitalizing on the China+1 strategy to increase market share of products                                                                                                                                                                     | Continual focus on building knowledge-based value added products through R&D                                                                                                                                                                                                                                                                                      | Undertaking modular CAPEX                                                                                                                                                     | Capturing supply chain to achieve vertical integration and building cost competencies to enable robust financial performance                                                                                                                        | Focusing on long term contracts with marquee clients                                                                                                                                                                                                                                                                                                                     |
|---|-----------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------|-------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------|-------------------------------------------------------------------------------------------------------------------------------------------------------------------------------|-----------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------|--------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------|
| ✓ | PROGRESS MADE IN FY22                                                                                                                                                                                                                         |                                                                                                                                                                                                                                                                                                                                                                   |                                                                                                                                                                               |                                                                                                                                                                                                                                                     |                                                                                                                                                                                                                                                                                                                                                                          |
|   | <ul style="list-style-type: none"><li>Diversified chemistry expertise and widened customer base to enhance presence across multiple verticals</li><li>Built competencies to cater to the varied needs of customers across the globe</li></ul> | <ul style="list-style-type: none"><li>Focused on early stage process innovation and development</li><li>Became suppliers for customized specialty chemicals, thereby strengthening relationships with multinational corporations</li></ul>                                                                                                                        | <ul style="list-style-type: none"><li>Worked on new CAPEX requirement for the years to come.</li></ul>                                                                        | <ul style="list-style-type: none"><li>Built capacities to integrate manufacturing facilities</li><li>Leveraged R&amp;D expertise for process optimisation</li><li>Maximized efficiencies by conducting processes in-house</li></ul>                 | <ul style="list-style-type: none"><li>Worked towards creating a transparent cost model, by including raw materials, packaging, labour, utilities, insurance and taxes and other costs in the purchase order/agreement</li><li>Strengthened relationship through ensuring consistent delivery during volatile supply chain situation</li></ul>                            |
| ✓ | OUTLOOK                                                                                                                                                                                                                                       |                                                                                                                                                                                                                                                                                                                                                                   |                                                                                                                                                                               |                                                                                                                                                                                                                                                     |                                                                                                                                                                                                                                                                                                                                                                          |
|   | <ul style="list-style-type: none"><li>Focusing on export markets, thereby diversifying revenue streams</li><li>Looking to continually improve processes and product portfolio to gain wider market share</li></ul>                            | <ul style="list-style-type: none"><li>Manufacturing specialty chemicals that are intermediates of key molecules manufactured by the Company's customers</li><li>Aim to focus on molecules which (i) are patented; (ii) are in the early stages of their life cycles; (iii) are of high or medium value and low volume; (iv) involve complex chemistries</li></ul> | <ul style="list-style-type: none"><li>Focused on monetization of opportunity created by setting up of capacity</li><li>Leveraging on existing assets commercialized</li></ul> | <ul style="list-style-type: none"><li>Aiming to include cost-reduction strategies and implementing more sustainable methods in operations</li><li>Maintain cost leadership in the industry</li><li>Investment in renewable energy sources</li></ul> | <ul style="list-style-type: none"><li>Focused on entering into long-term contracts with customers that provide assured product off-take and better margins, thereby helping improve the Company's profitability</li><li>Focusing on development of new high value active ingredients and advanced intermediates</li><li>Planning ramp up of existing molecules</li></ul> |



# CAPITALIZING ON MARKET FORCES

Over the years, Anupam Rasayan has focused on creating a strong foundation to leverage growth opportunities. The Company's keen focus on R&D and building core competencies has enabled it to become a market leader in its segment. Going forward, Anupam Rasayan is aiming to use these foundational strategies to catapult itself to a higher orbit of success. To that extent, the Company is building strong relationships with its existing clientele while also looking to capture new market share.



Anupam Rasayan is keeping a keen eye on the following trends, with a view to anticipate and allay risks while identifying and investing in viable drivers of long-term growth.

## TRENDS



Sustainability



Resources



Know-how



Healthcare and Personal Care

## 01

### Sustainability



The Covid-19 pandemic has thrown into sharp focus the need for building solutions which are robust and sustainable. Indeed, the patterns of demand also show a clear bent of the consumers' preference towards products which minimize environmental and social impact while maximizing usability. Further, public policy has also been geared to encourage sustainable products and processes. In this backdrop, the commitment of businesses towards research and development, in line with these evolving requirements, not only assumes great significance, but also has the potential for being the engine of long-term and systemic growth in the times to come.

## 02

### Resources



There has been a global shift in the manufacturing sector from the West to the East, with more and more industries shifting base in India in Asia. Specifically, in the chemicals industry, availability of quality capital goods and human resources have made South Asia a hotspot of economic activity. With industrialization gaining pace rapidly in the Indian Subcontinent, largely insulated to global conflicts, the local demand for chemicals has also shown a strong upward trend. Manufacturers who have a strong value chain and secured access to raw materials are well-poised to meet the growing and diversifying demand, while also being able to maintain effective supply chains. In India, factors of geopolitics, resource availability and governmental impetus puts manufacturers at the position of strength to compete with their global counterparts.

## 03

### Know-how



Technology forms the backbone of the chemicals industry, catering to constant demands for more innovative and safer products. In India, manufacturers have the dual advantage of not only having world-class technologies at their disposal but also a workforce which is skilled and adept at using the same. When effectively married together, these circumstances create the perfect input concoction which can maximize productivity and quality. Automation not only adds efficiency to the processes of manufacturing but also greater value to the end products. In turn, this not only adds to the manufacturer's proficiency but also leads to the evolution and streamlining of the industry as a whole. All in all, technical knowhow serves as the lifeblood of innovation as well as growth in the chemicals sector.

## 04

### Healthcare and Personal Care



The global pandemic has been the cornerstone of a world-wide movement where the focus on progressive and preventive healthcare has been accorded greater importance. The world has experienced shifts in consumer behavior, with personal care products becoming articles of regular use as opposed to merely treatment tools. The chemicals industry, being the enabler of the mass production and proliferation of these goods, finds itself in a place of unique opportunity. While the end-user's preferences may shift from one brand to another, the chemicals manufacturers stand to gain since their goods find application across products and even industries. With the right mix of innovation and marketing, such manufacturers can create value for their businesses which go well beyond the short-term ebbs and flows of consumer taste.

# DEMONSTRATING LEADERSHIP QUALITIES THROUGH INNOVATION

What sets Anupam Rasayan apart from its peers is its strong focus on innovation, which is backed by a solid research team and management. The Company endeavors to differentiate itself with its capabilities and processes, and its ability to commercialize innovative new products.



Anupam Rasayan’s dedicated in-house R&D facilities located at Sachin Unit 2 and Sachin Unit 6, equipped with state-of-the-art technology, engages in process development, process innovation, new chemical screening and engineering.

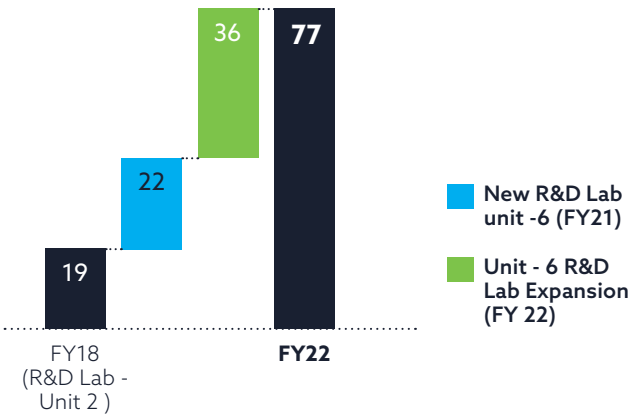
**DSIR**  
Recognised R&D Center

**77**  
Trained and experienced team members engaged in R&D

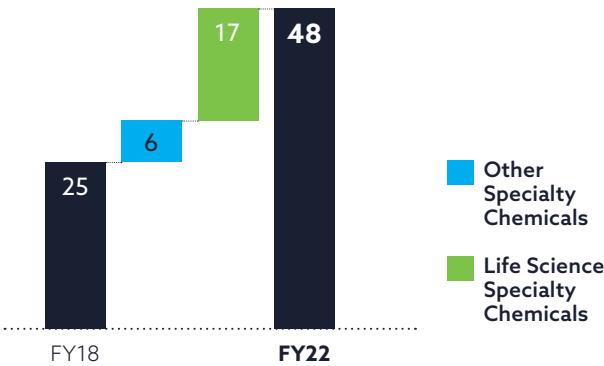
**FOCUSED**  
On upgrading processes and building efficiencies

**RECEIVED**  
The ‘Corning Green Innovation Flow™ Award’ for customer excellence in Advanced - Reactor applications development in 2015

## R&D STRENGTH



## NUMBER OF PRODUCTS



## FOCUSED ON EXCELLENT QUALITY

Anupam Rasayan’s robust quality control system has developed over the years to accommodate the varying stringent quality demands of its customers. Each of the products are subjected to rigorous quality checks by the in-house R&D team to ensure that the quality and specification requirements are met. For instance, the Company’s continuous process technology is fully integrated and involves a higher level of automation, thus maximizing quality control and reducing human error, inventory and storage requirements.

## FOCUSED ON PROCESS ENHANCEMENTS

The Company’s R&D focused trajectory enables it to make continuous improvements in its processes with time. In order to achieve cost-efficiency while ensuring quality and technical specifications are aligned, Anupam Rasayan has to innovate consistently.

For instance, when continuous and flow chemistry technology is used on a commercial scale it reduces the batch cycle time of a chemical production process while making the process safer and environment friendly, as well as energy and cost efficient.

Anupam Rasayan strongly believes that its R&D has and will continue to assist it in developing newer technologies, manufacturing processes and chemistries, while also reducing the cost of production and environmental impact.

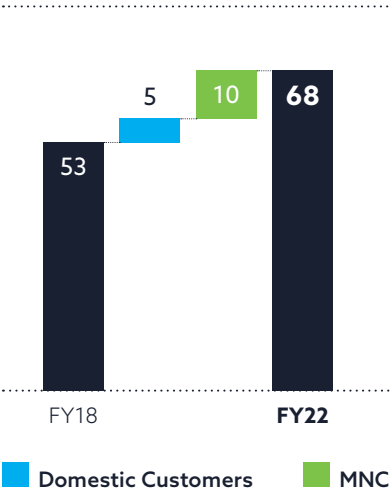
# FORTIFYING OUR CUSTOMER CENTRICITY

Anupam Rasayan prides itself in its ability to provide best quality solutions to its customers from across the globe. Its customers are engaged in various industries, including agrochemicals, personal care, pharmaceuticals, specialty pigments and dyes, and polymer additives, and spread across various geographies, which helps Anupam Rasayan mitigate risks resulting from customer, industry and geographic concentration.

Through the years, the Company has developed strong and long-term relationships with top multinational corporations, which has facilitated the growth of its product offerings, processes and geographic presence.

WITH A TRACK RECORD OF HIGH CUSTOMER RETENTION, ANUPAM RASAYAN IS FOCUSED ON BECOMING THE PREFERRED PARTNER OF CHOICE FOR ITS TOP CLIENTS, FOR THEIR CURRENT AS WELL AS FUTURE PRODUCTS.

NUMBER OF CUSTOMERS (In Nos.)



ANUPAM RASAYAN HAS OVER 68 DOMESTIC AND INTERNATIONAL CUSTOMERS, INCLUDING 25 MULTINATIONAL COMPANIES.

## Our Top Global Clients



## Revenue from our Top 10 Clients

Anupam Rasayan enters into long-term contracts with its customers to ensure sustainable growth. These contracts range from two to five years and provide assured product off-take and healthy margins, thereby helping improve profitability. In addition, long-term contracts also help in enhancing the visibility of operations and planning for CAPEX.



WE ARE ONE OF THE FEW SPECIALTY CHEMICAL COMPANIES IN THE COUNTRY HAVING OVER 25 MNC CLIENTS.

## Q. Why it is difficult for new entrants in the industry and what are the reasons for customer stickiness in Anupam Rasayan's business?

A. In the chemical industry, like in many other industries, expertise and technical capabilities are valued above all, and there exists a significant entry barrier for new entrants.

Suppliers are on boarded after a long gestation period ranging between 12 to 24 months depending on the complexity of the product. This includes passing through multiple stages - product testing, batch procurement, and eventual client approval stage.



Moreover, from the clients' end, finding a new manufacturer of an intermediate product or active ingredient requires them to expend significant time and resources, as well as in some cases, they are mandated to register their suppliers with regulatory authorities.

In the custom synthesis and manufacturing industry, there exists the aspects of stringent specifications requirement and high-quality control. This necessitates multiple audits and approval stages, and an expectation for process innovation and cost reduction. Further, companies that prioritize environment, health and safety find themselves in an advantageous position.

Due to the confidential nature of the product information, clients in general avoid sharing product related data with numerous manufacturers in order to restrict the spread of information. Therefore, manufacturers like us, are selected after arduous reviews and the relationships typically last long.

## ANUPAM RASAYAN'S OUTLOOK

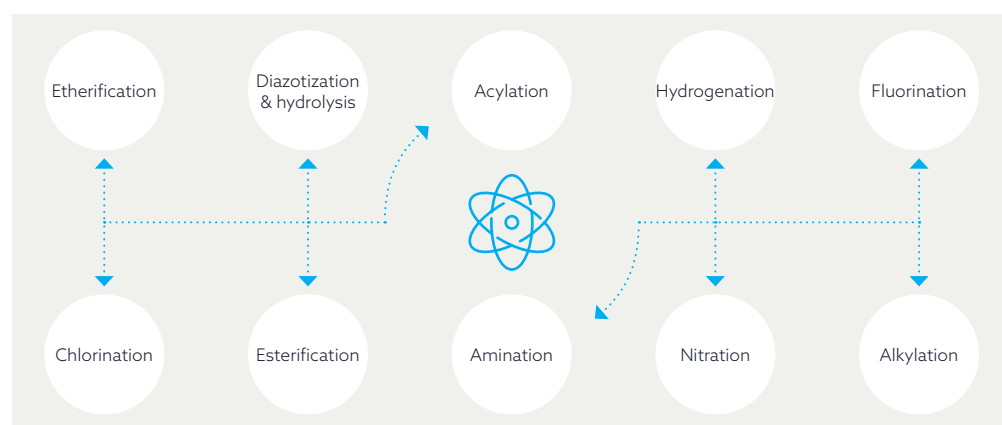
The Company's capabilities in re-engineering process sets it apart from its competition and results in customer stickiness. Its high customer retention rate is a testament to its abilities. Going forward, the Company is focused on capitalizing on the 'China+1' strategy, by acquiring a sizeable share of business from its global counterparts. Anupam Rasayan aims to corner higher wallet-share with scalable clients by leveraging its relationships, track record and long-term agreements, thereby maintaining a competitive cost structure and achieving sustainable growth and profitability.

# STREAMLINING PROCESS, INNOVATION AND TECHNOLOGY

Anupam Rasayan is engaged in supplying niche molecules to top MNCs around the globe. It manufactures specialty chemicals by making use of complex chemistries.

## Competence in Key Chemistries

The Company deploys process technologies to enable process efficiencies and innovation. These processes are aimed at maximizing product quality while ensuring minimum impact to the environment.



## Continuous Process Technology

Anupam Rasayan consistently strives to move its processes and products to continuous process technology. Currently, the Company uses continuous process to carry out chemical reactions including diazotization, hydrolysis, nitration, chlorination and distillation. Continuous processes can be undertaken under flow reactors i.e. flow chemistry, and photo reactors i.e. photochemistry.

### WHY DO WE USE?

- The continuous process technology used by Anupam Rasayan has distinct advantages over the traditional batch process in reducing the batch cycle time of a chemical production process, while making it safer and environment friendly as well as energy and cost efficient. There are several other advantages offered by continuous process technology, including the use of small and easy to handle equipment which render better quality products.
- This technology is fully integrated and involves a higher level of automation, thus maximizing quality control and reducing inventory and storage requirements.
- For processes that are susceptible to contamination, such as in the pharmaceuticals segment, continuous processes coupled with real-time monitoring and regular sampling, can easily eliminate such contaminations.
- Due to its fully integrated technology, the products of one reaction flow into the next through small-volume pipes. Therefore, specialty chemical companies are able to use certain kinds of chemical reactions that are challenging in batch processes, such as - very fast reactions, highly exothermic reactions, safety-relevant conversions, including nitration, or those that require specific light impulse, ultra violet impulse, or high temperatures.



## Flow Chemistry Technology

Flow chemistry involves a continuous and accurate feeding of raw materials using flow pumps and continuous withdrawal of product. Flow chemistry allows for multi MT reactions on desktop plants and requires low concentration of chemicals and thereby is cost efficient.

### WHY DO WE USE?

Flow chemistry technology is geared towards improving the chemical processes thus enabling sustainability in chemical manufacturing both in the laboratory and in production scales.

- Flow screening techniques can rapidly search a multi-dimensional reaction space to improve process design, performance, and efficiency.
- Time-efficient and material-efficient flow screening platforms can be utilized to develop the next generation of process development technologies including predictive reaction models and process scale-up strategies.
- There is a huge opportunity for flow chemistry technology in specialty chemicals, specifically pharmaceuticals, as it reduces the cost and lead-time significantly.



## Photochemistry Technology

Anupam Rasayan believes that photochemistry technology could become the next revolutionary technology in the chemical manufacturing industry. Photochemical reactions have become an important tool in the search for new active compounds that have applications in specialty chemical and pharmaceutical industries among others. Currently, it is using this relatively new technology to develop a few products for its customers.

### WHY DO WE USE?

- This technology has various advantages including achieving highly sustainable production,
- Huge potential for automation
- Increased accessibility to a portfolio of novel compound families
- Shorter and simplified multistep synthesis of complex molecules and typically, a high molecular complexity is generated in one step from simple precursors



## STRENGTHENING OUR CAPABILITIES

Anupam Rasayan, in its bid to grow and evolve as an innovative multi-process synthesis chemical company, has undertaken several measures including the acquisition of Tanfac Industries Limited, a listed company on BSE main board.

The acquisition of Tanfac Industries will secure the supply of key raw materials such as HF and KF, enhancing manufacturing capabilities and facilitating the commercialisation of HF-reliant products.

The Company strongly believes that this will prove to be a step in the right direction, enabling it to monetise products in R&D, acquire new customers and competencies while establishing a strong leadership position in the industry.

### Tanfac Acquisition Snapshot

#### 01 Who is Tanfac Industries Limited?

Tanfac, a Specialty Fluoride chemical manufacturer incorporated in 1972, is the leading producer of Hydrofluoric acid (HF) and organic and inorganic Fluorine based products such as aluminum fluoride, sodium silico fluoride and potassium fluoride (KF) and sulfuric acid. Tanfac has 60 acres manufacturing unit at Cuddalore, Tamil Nadu, which is strategically located adjacent to the Cuddalore port.

#### 02 Why Tanfac Industries?

Anupam Rasayan has been developing niche and advanced fluorine derivatives since the last 5 years, and this acquisition will further enable expansion of the Company's product series under fluorination chemistry, while also allowing for commercialization of these developed products. Moreover, this will also facilitate backward integration and uninterrupted access to key raw materials for fluorination chemistry such as hydrogen fluoride, potassium fluoride and other such agents, thereby helping achieve further efficiencies. This acquisition will also significantly reduce import dependence on China.

Voting share capital acquired

# 25.79%



**WITH TANFAC, ANUPAM RASAYAN WILL BECOME ONE OF THE FEW MANUFACTURERS IN INDIA TO INTRODUCE NICHE & NEW MOLECULES IN FLUORINATION CHEMISTRY.**

#### 03 How will Anupam leverage this acquisition?

At present, Anupam Rasayan is one of the largest users of KF in India. Over the years, the Company has gained requisite skill set, technical expertise and know-how to handle KF as fluorinating agent, which gives it the confidence to develop HF products which have varied application in industries such as agro, pharma and polymers.

Anupam Rasayan will also add new polymers intermediates such as Fluoro Elastomers and fluoro electrolytes, which have application in polymers and semiconductors as well as photoresist polymers.

#### 04 What was the deal?

The acquisition was funded through debt, wherein Anupam Rasayan acquired an aggregate of 25.79% voting share capital of Tanfac, as on May 20, 2022, which includes

- 24.96% voting share capital acquired from the sellers Aditya Birla Group for the consideration of ₹ 148 crore (on March 11, 2022) and
- 0.83% voting share capital of Tanfac at a consideration of ₹ 49.55 crores from the public shareholders through an Open Offer floated by the Company, in compliance with the SEBI (SAST) Regulations (completed on May 20, 2022).

Anupam Rasayan has become the joint promoter of Tanfac and has joint control over the management, along with the Tamil Nadu Industrial Development Corporation Limited (TIDCO).

#### 05 What have we achieved so far?

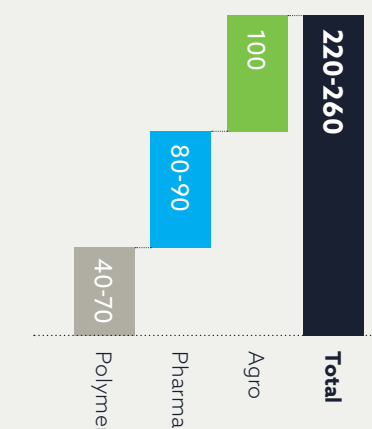
A highly experienced technical team has been appointed to manage the operations of Tanfac. Integrations of key functions such as IT, Finance and HR has been done.

#### 06 How will this acquisition impact our financials?

Having access to basic fluoro compounds, coupled with Anupam Rasayan's expertise in core chemistries, the Company will be able to introduce niche fluorine derivatives in the coming years, which are expected to positively impact the top line in coming years. The Company has secured its sources for key raw materials like KF and HF, which will ensure stability of supply for these fluorinating agents and its derivatives. Finally, all molecules in these series are high value high margin products, and Anupam will be the sole manufacturer in India, thus adding significantly to its profits.

#### TOPLINE POTENTIAL FOR ANUPAM

(\$ in Million)\*



#### Topline potential for Anupam\*

(\$ in Million)

# 220-260

#### HIGHLIGHTS

#### Targeted series addressable market for Anupam\*

(\$ in Billion)

# 05+

\*Global Consulting Firm Research

LEADING WITH  
SOUND GOVERNANCE



Legends

A

R

S

N

C

SC

Chairperson

Member

Audit Committee

Risk Management Committee

Stakeholders' Relationship Committee

Nomination and Remuneration Committee

Corporate Social Responsibility Committee

Sustainability Committee



1. Dr. Kiran C. Patel  
CHAIRMAN &  
NON-EXECUTIVE DIRECTOR

Dr. Patel is a qualified medical practitioner, holding a degree in Bachelor of Medicine and Bachelor of Surgery from Gujarat University and having secured diplomas in the specialty of internal medicine and the subspecialty of cardiovascular diseases from the American Board of Internal Medicine. He is also licensed to practice medicine in Florida, USA, holding a certificate from the Department of Professional Regulation, State of Florida. Dr. Patel has been a Resident (Internal medicine) at the Jersey City Medical Center, a Cardiovascular fellow at the Overlook Hospital in association with Columbia University, New York and an Elected Fellow at American College of Cardiology.

2. Mr. Anand S. Desai  
MANAGING DIRECTOR

Mr. Desai has passed the final semester examination of the Bachelor's degree of Science from Vinoba Bhave University. Mr. Desai is one of the first Directors of the Company, being associated with it since 1992 and with the chemicals industry for close to three decades. He has held the office of the Zonal Chairman of the leading non-governmental trade association CII, i.e. Confederation of Indian Industry (Southern Gujarat region) for the year 2020-2021 and was appointed as the Vice-Chairman of CII in the year 2021-22. Currently, he is appointed as the Chairman of Gujarat State Council, CII for the year 2022-23.

3. Mrs. Mona A. Desai  
VICE-CHAIRPERSON &  
WHOLE-TIME DIRECTOR

Ms. Desai is a Bachelor of Home Science from Shreemati Nathibai Damodar Thackersey Women's University. She has been associated with the Board of the Company since 2003 and brings nearly two decades of experience in the chemicals industry to the Board.

4. Mr. Hetul Krishnakant Mehta  
INDEPENDENT DIRECTOR

Mr. Mehta holds a Diploma in Chemical Engineering from Bharati Vidyapeeth, Jawaharlal Nehru Institute of Technology, Dhankawadi, Pune (Maharashtra State Board of Technical Education). He has a patent application concerning the process for the preparation of clopidogrel polymorphous form 1 using seed crystals published to his credit. Mr. Mehta is also a founding director of Praveen Laboratories Private Limited as well as Advanced Diabetes Centre Private Limited. He is also on the board of Globe Enviro Care Limited.

5. Mr. Milan R. Thakkar  
NON-EXECUTIVE DIRECTOR

Mr. Milan Thakkar is the Non-executive Director of the Company since 2018. He is also a director of Arochem Industries Private Limited and Nanavati Developers Private Limited and has previously held board positions at Exochem Limited and Exochem (HK)

Limited. He has wide experience in chemical industry.

6. Dr. Namrata Dharmendra Jariwala  
INDEPENDENT DIRECTOR

Dr. Jariwala has a Doctorate in Civil Engineering from Sardar Vallabhbhai National Institute of Technology, Surat and a Master's degree and bachelor's degree of Civil Engineering from Maharaja Sayajirao University of Baroda. She has not only authored several research papers which have been published in various journals but has also worked on numerous consultancy projects assigned by Sardar Vallabhbhai National Institute of Technology, Surat. Dr. Jariwala currently holds the post of Assistant Professor at Sardar Vallabhbhai National Institute of Technology, Surat.

7. Mr. Vijay Kumar Batra  
INDEPENDENT DIRECTOR

Mr. Batra is a Bachelor of Chemical Engineering from the Indian Institute of Technology, Delhi and has also completed an Executive Development Program from Wharton School, University of Pennsylvania. He is a member of the Institute of Chemical Engineers and has previously served on the board of the Flow Chemistry Society (India chapter). Over the years, various companies in the pharmaceuticals sector have consulted Mr. Batra. Other than this, he has held the position of

managing director of Regent Drugs Limited, Albany Molecular Research and Hyderabad Research Centre Private Limited in the past, as well as having served as the president and director of J.K. Drugs and Pharmaceuticals Limited. He retired from the position of Vice-Chairman and Managing Director of TEVA API India Private Limited in 2013. Post retirement, he worked as a Managing Director of AMRI, India until 2016.

8. Mr. Vinesh Prabhakar Sadekar  
INDEPENDENT DIRECTOR

Mr. Sadekar is a Bachelor of Chemical Engineering from the University of Bombay. He has been a member of the executive committee and the chairman of the Human Resources Committee with the Organization of Pharmaceuticals Producers of India. Mr. Sadekar has not only been elected as an honorary fellow of the Indian Institute of Chemical Engineers but was also awarded the "Outstanding Achiever Award for 1996" by RPG Enterprises. He is the founding partner of KT Energy Solutions LLP and has also served as the managing director of Navin Fluorine International Limited and Cheminova India Limited, as well as the president of Searle (I) Ltd. Currently, he is on the boards of Ineos Styrolution India Limited and Enpro Industries Private Limited.

Leadership  
Team



Mr. Afzal Malkani  
CHIEF FINANCIAL OFFICER  
(Resigned with effect from March 14, 2022)

Mr. Amit Khurana  
CHIEF FINANCIAL OFFICER  
(Appointed with effect from March 15, 2022)

Ms. Suchi Agarwal  
COMPANY SECRETARY  
AND COMPLIANCE OFFICER

Dr. Nileshkumar Naik  
TECHNICAL HEAD

Dr. Anuj Thakar  
R&D (Process Development)  
HEAD AND UNIT II HEAD

Mr. Ravi Desai  
HEAD SALES & MARKETING

Mr. Vikash Chander  
SENIOR BUSINESS MANAGER  
(With effect from May 13, 2022)

Mr. Vishal Thakkar  
DEPUTY CHIEF  
FINANCIAL OFFICER  
(With effect from February 01, 2022)

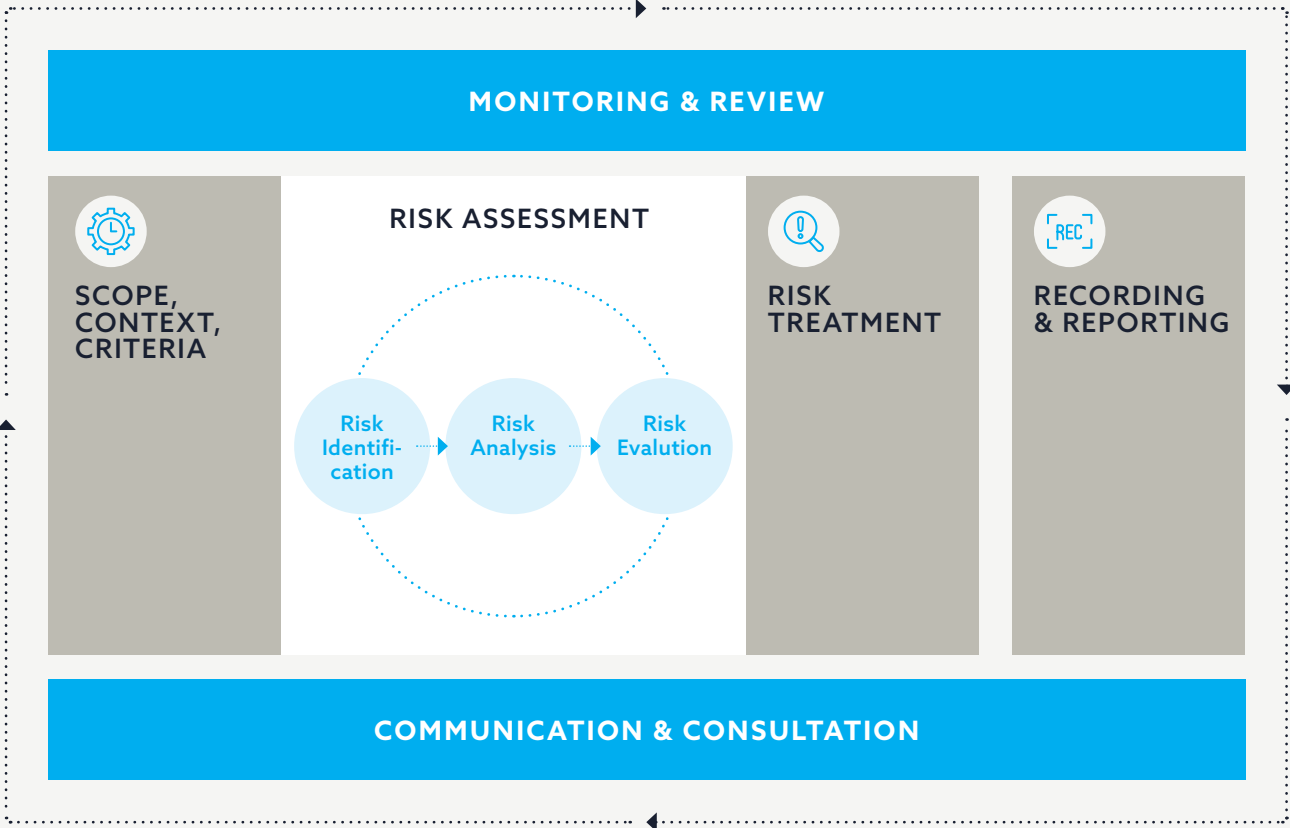
# RESPONDING TO A DYNAMIC ENVIRONMENT

While operating in a global environment enables companies like ours to fully realize our potential, it does come with the caveat of risks. Moreover, the changing dynamics of the global markets coupled with complexities arising out of global events pose further risks.

At Anupam Rasayan, our robust risk management framework allows us to prepare for such exigencies well in advance by identifying, categorizing and mitigating the same. We extend the core values of our Company, to transparently communicate identified risks and deal with them in the most integrated manner.

**Risk Management Process**  
Anupam Rasayan's Risk Management Committee proactively engages in the identification, analysis and evaluation of potential risks and threats. The risk assessment and management policy that governs this body is robust and has clear steps of strategy discourse.

## Risk Management Process



| RISK TYPE                   | RISKS                                                                                                                                                                                                                                                                                                                                                                                                        | MITIGATION STRATEGIES                                                                                                                                                                                                                                                                                                                                                                                                                                                                                            |
|-----------------------------|--------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------|------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------|
| Client                      | <ul style="list-style-type: none"><li>A significant contribution to the revenue is dependent on a limited number of clients</li><li>In FY22, 80% of total revenue was contributed by top 10 clients</li><li>The loss of such clients, whether due to weakened economic environment, adverse market conditions or any client specific circumstance may materially and adversely impact the business</li></ul> | <p>The Company has garnered strong and long-term relationships with its marquee clients, some that extend to over a decade as well. The clients value Anupam Rasayan's superior quality of products, which puts the Company in a favorable position to withstand such risks</p> <p>Further, the Company has broadened its customer base and enhanced its geographic footprint, resulting in a decreased percentage of revenue coming from its top customers. There are 24 products with these top 10 clients</p> |
| Foreign Exchange            | <ul style="list-style-type: none"><li>The Company's exports contribute significantly to its business</li><li>Such export sales generate income for the Company in US dollars amongst other currencies</li><li>Any appreciation or depreciation of the Indian Rupee against these currencies can impact the Company severely</li></ul>                                                                        | <p>From time to time, Anupam Rasayan may make provisions for foreign exchange differences, in accordance with the accounting standards. The Company is very careful and it regularly hedges itself to minimize such risks</p>                                                                                                                                                                                                                                                                                    |
| Dependence on Key Personnel | <ul style="list-style-type: none"><li>Dependence on Key Managerial Personnel including Business Heads for the day-to-day management of the business operations</li><li>Dependence on the Promoters, Directors, Senior Management for strategic direction as well as for the execution of responsibilities</li></ul>                                                                                          | <p>The Company invests in the development of such team members and provides them with opportunities to lead autonomously. Further, Anupam Rasayan has a solid track record of employee retention, with some of them having completed over a decade of service with the Company</p>                                                                                                                                                                                                                               |
| Raw Material                | <ul style="list-style-type: none"><li>The cost of production, profitability and competitiveness is largely dependent on the Company's ability to source cost-effectively</li><li>Maintaining a steady and abundant flow of raw materials</li></ul>                                                                                                                                                           | <p>While the Company is making attempts to further broaden its procurement base, it currently sources its raw materials from a variety of vendors spanning across India, and globally</p> <p>Till date, Anupam Rasayan has not faced any significant disruption with respect to supply of raw materials. Moreover, there have been no material disputes with the suppliers in the last four financial years</p>                                                                                                  |
| Economic                    | <ul style="list-style-type: none"><li>Dependence on the Indian economy for growth</li><li>Dependence on regional, domestic as well as international markets conditions</li></ul>                                                                                                                                                                                                                             | <p>The Company has effectively diversified its product sales mix to include multiple geographies, thus reducing dependency on any specific economy</p>                                                                                                                                                                                                                                                                                                                                                           |
| Regulatory                  | <ul style="list-style-type: none"><li>Obtaining, renewing and maintaining statutory and regulatory permits, licenses and approvals for smooth business operations</li><li>Dependence on Indian government's regulations and policies, as well as on other countries to which it exports</li></ul>                                                                                                            | <p>The Company makes tremendous efforts to apply for approvals in a timely fashion. Moreover, it is also compliant with all corporate governance requirements. While drastic policy changes may impact the Company, it regularly revisits its framework to effectively plan for such policy changes</p>                                                                                                                                                                                                          |

# OUR COMMITMENT TO THE SOCIETY AND ENVIRONMENT

Our experience has taught us that, as an organization, sustainability of our business stems from not only the well-being of our direct stakeholders, but also from the development of the communities which our business touches. Therefore, we have consistently prioritized the welfare of the society while continuing to create better and greater value for our customers, employees, shareholders and the business as a whole.

Indeed, we have internalized and systematized our efforts towards creating a positive impact in the lives of the people that our business influences as also those which languish in the fringes of our society. We have made coordinated efforts to contribute to various social causes which are aimed at bettering the quality of life of the numerous marginalized communities in rural and tribal regions of Gujarat. The goal of achieving higher standards of inclusion, health and happiness have always been central to our work in the field, with our programs focusing on enabling these communities

to upskill themselves and uplift the quality of and accessibility to healthcare.

In FY 2021-2022, Anupam Rasayan has worked on a gamut of socio-environmental issues, working towards adding value through education, basic healthcare, infrastructure and by protecting biodiversity. The Company has, by dutifully discharged its social obligations, made steady progress in achieving its vision of imbibing the values of inclusion and sustainability in the community. A glimpse of CSR activities undertaken by the Company during the year is as below:



## Health Care Infrastructure Development

| PROJECT                                                                                                                                                                                            | OBJECTIVES                                                                                                                                                                                                                                                                                                                 | YEAR AND DURATION OF PROJECT        |
|----------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------|----------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------|-------------------------------------|
| <b>Upgrading the infrastructure of the Physiotherapy department at Dinbandhu Charitable Hospital Trust</b><br> | <ul style="list-style-type: none"><li>To facilitate up-gradation of infrastructure in the physiotherapy department at Dinbandhu Charitable Hospital Trust, Kholwad (Surat)</li><li>Support for operation of the physiotherapy department for initial two years after upgradation through the Implementing Agency</li></ul> | Annually conducted since FY 2019-20 |

## Conservation

| PROJECT                                                                                                                                                    | OBJECTIVES                                                                                                                                                                                                                                                                                                                                                            | YEAR AND DURATION OF PROJECT        |
|------------------------------------------------------------------------------------------------------------------------------------------------------------|-----------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------|-------------------------------------|
| <b>Environment conservation and protection of flora and fauna</b><br> | <ul style="list-style-type: none"><li>To raise awareness about rescue and rehabilitation of wildlife amongst people from urban and rural areas of Surat and South Gujarat (in collaboration with PRAYAS Team Environment Charitable Trust)</li><li>To spread awareness about protection and conservation of the environment through the Implementing Agency</li></ul> | Annually conducted since FY 2019-20 |

Education

| PROJECT                                                                                                                                                                                         | OBJECTIVES                                                                                                                                                                                                                                                                                                          | YEAR AND DURATION OF PROJECT                   |
|-------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------|---------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------|------------------------------------------------|
| <p><b>Promoting education among children through the Project 'Ekal Vidyalaya' - 'One Teacher School'</b></p>  | <ul style="list-style-type: none"><li>To impart non-formal five-fold education viz. primary education, health care education, development education, awareness education and moral education to children between the age group of 6 to 14 years in rural and tribal areas through the Implementing Agency</li></ul> | <p>Undertaken in FY 2020-21 and FY 2021-22</p> |

COVID-19 Relief

| PROJECT                                                                                                                                                                                                                                                                                                                                                                                                                | OBJECTIVES                                                                                              | YEAR AND DURATION OF PROJECT                   |
|------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------|---------------------------------------------------------------------------------------------------------|------------------------------------------------|
| <ul style="list-style-type: none"><li>PM Care Fund for COVID-19 Pandemic</li><li>Donation of oxygen concentrators and medicines to COVID-19 care centers</li><li>Contribution towards setting up of oxygen generation plant for hospitals</li><li>Contribution towards vaccination drive initiated by the CII Foundation</li></ul>  | <ul style="list-style-type: none"><li>To help the communities deal with the COVID-19 pandemic</li></ul> | <p>Undertaken in FY 2020-21 and FY 2021-22</p> |

EHS INITIATIVES

Besides being committed towards community upliftment and welfare, the Company is also equally committed towards making a positive impact on the environment. Anupam Rasayan ensures that its business operations are undertaken in a safe and reliable manner, as it strongly believes that protecting its people and the environment is its responsibility.



**Waste Management**

- Zero Liquid Discharge Sites
- Biological Treatment Systems, Evaporation, and Oxidation technologies



**Environment Management**

- Installed liquid multiple effect evaporation system
- Installation of Solar Power plant to reduce dependency
- Advanced ozonation
- Installed scrubbers using different media



**Safety**

- Running reaction and differential scanning calorimetry tests
- Conducting hazards & operability studies
- Mitigate hazard with engineering controls and secure work practices

MANAGEMENT DISCUSSION  
& ANALYSIS REPORT



Global Economy

After rebounding to an estimated 5.5% in 2021, global growth is expected to decelerate markedly to 4.1% in 2022, reflecting continued COVID-19 flare-ups, diminished fiscal support, and lingering supply bottlenecks.<sup>[1]</sup>



"After a disrupting second wave of COVID-19, India's recovery is gaining momentum and GDP was expected to grow at 9.4% in FY 2021-22, before reverting to 8.1% in FY2022-23, and 5% in FY2023-24."

The year 2022 began with a weaker position than estimated for the global economy. This was partly due to threats from new COVID-19 variants spawning across the globe, coupled with geopolitical conflict in Europe. Throughout 2021 and in January 2022, the world witnessed higher energy prices, disruption in supply chains and notably high global inflation. But towards the end of February 2022, the war in Ukraine triggered a costly humanitarian crisis that contributed to a significant slowdown in global growth and added to inflation. Fuel and food prices have increased rapidly since then, hitting vulnerable populations in low-income countries the hardest. Currently, the global growth is projected to slow down from an estimated 6.1% in 2021 to 3.6% in 2022 and 2023, which is 0.8 and 0.2% age points lower for 2022 and 2023 than projected in January.<sup>[2]</sup>

Real GDP Growth Projections

G20 Economics, % change, year-on-year

|                | 2021 | 2022 | 2023 |
|----------------|------|------|------|
| WORLD          | 5.6% | 4.5% | 3.2% |
| Australia      | 3.8% | 4.1% | 3.0% |
| Canada         | 4.8% | 3.9% | 2.8% |
| Euro Area      | 5.2% | 4.3% | 2.5% |
| France         | 6.8% | 4.2% | 2.1% |
| Germany        | 2.9% | 4.1% | 2.4% |
| Italy          | 6.3% | 4.6% | 2.6% |
| Spain          | 4.5% | 5.5% | 3.8% |
| Japan          | 1.8% | 3.4% | 1.1% |
| Korea          | 4.0% | 3.0% | 2.7% |
| United Kingdom | 6.9% | 4.7% | 2.1% |
| United States  | 5.6% | 3.7% | 2.4% |
| G20            | 5.9% | 4.7% | 3.3% |
| Argentina      | 8.0% | 2.5% | 2.3% |
| Brazil         | 5.0% | 1.4% | 2.1% |
| China          | 8.1% | 5.1% | 5.1% |
| India          | 9.4% | 8.1% | 5.5% |
| Indonesia      | 3.3% | 5.2% | 5.1% |
| Mexico         | 5.9% | 3.3% | 2.5% |
| Russia         | 4.3% | 2.7% | 1.3% |
| Saudi Arabia   | 2.9% | 5.0% | 3.0% |
| South Africa   | 5.2% | 1.9% | 1.6% |
| Turkey         | 9.0% | 3.3% | 3.9% |

Source: OECD Economic Outlook, Volume 2021 Issue 2

<sup>[1]</sup> <https://openknowledge.worldbank.org/bitstream/handle/10986/36519/9781464817601-ch01.pdf>

<sup>[2]</sup> <https://www.imf.org/en/Publications/WEO/Issues/2022/04/19/world-economic-outlook-april-2022>

<sup>[3]</sup> <https://www.oecd.org/newsroom/oecd-economic-outlook-sees-recovery-continuing-but-warns-of-growing-imbalances-and-risks.htm>

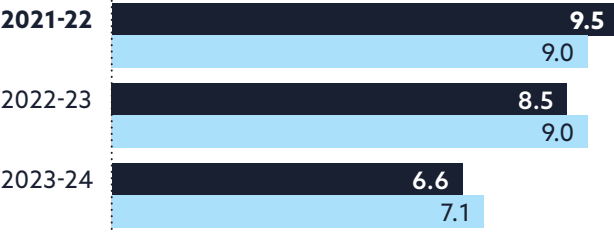
Indian Economy

After a disrupting second wave of COVID-19, India's recovery is gaining momentum and GDP was expected to grow at 9.4% in FY 2021-22, before reverting to 8.1% in FY2022-23, and 5% in FY 2023-24. <sup>[4]</sup> However, the IMF was prompted to slash India's GDP prediction in January 2022 to 9% citing reasons of COVID-19 related virus spreads. Inflation continues to remain high and is expected to ease as supply chain disruptions are overcome. Financial markets remained robust and capital inflows continued to support the build-up in reserves. India's last mile vaccination drives coupled with its stringent policies helped weather out the third wave of COVID-19 effectively in the first half of 2022.

India will continue to be impacted by the downsides in the global economy, as the financial environment remains volatile on account of the war crisis in Europe. The macroeconomic policies remain unstable, as multiple sanctions are being levied on Russia by European and Western countries. India's economic and trade relations with Russia remain largely unimpacted, but it still poses a threat for the future, should the war escalate, and India is seen as having chosen sides.

IMF INDIA GDP ESTIMATES:  
OCTOBER 2021 VS JANUARY 2022

(%)



■ Oct'21 forecast ■ Jan'22 forecast

Source : IMF World Economic Outlook

FY23 FORECAST BY VARIOUS AGENCIES  
(Need Unit)



Source : Various Agencies

The Indian government's commitment towards investing in social and physical infrastructure, including reducing irrelevant regulations in product and labor markets, accelerating sale of public companies in non-strategic sectors and restructuring state-owned banks among other measures, is expected to boost investment and employment within the country. Moreover, the RBI is resolute on acting forcefully if increment in global commodity prices negatively influence wages and core prices in India.

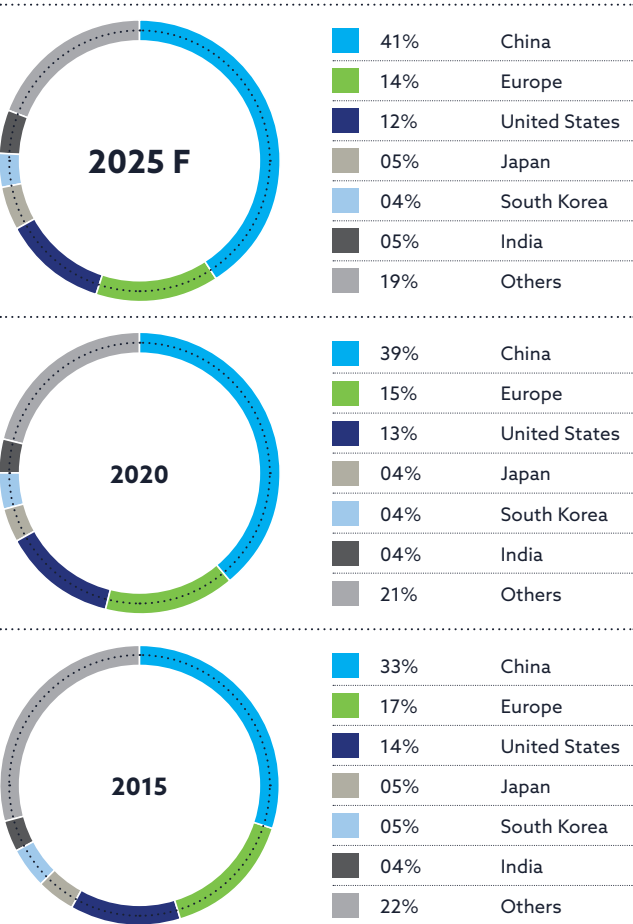
<sup>[4]</sup> <https://www.oecd.org/economy/india-economic-snapshot/>  
<sup>[5]</sup> [https://www.business-standard.com/article/economy-policy/omicron-effect-imf-cuts-india-s-gdp-forecast-for-fy22-to-9-from-9-5-122012501474\\_1.html](https://www.business-standard.com/article/economy-policy/omicron-effect-imf-cuts-india-s-gdp-forecast-for-fy22-to-9-from-9-5-122012501474_1.html)



Global Chemical Industry

The global chemicals market valued at around USD 5,027 Billion, had China accounting for major market share (39%) followed by European Union (15%) and United States (13%), while India accounted for ~4%. This market is expected to grow at 6.2% CAGR; touching USD 6,780 Billion by 2025. In the near future, APAC is anticipated to grow at the fastest rate of 7-8% during the forecast period (2020-25F), while the chemicals markets in Western Europe, North America, and Japan are projected to record slow growth rates of around 3-4%, due to the market's relatively mature character.<sup>[6]</sup>

GLOBAL CHEMICALS MARKET 2015, 2020 & 2025F, USD 4,227 BILLION, USD 5,027 BILLION & USD 6,780 BILLION  
(In %)

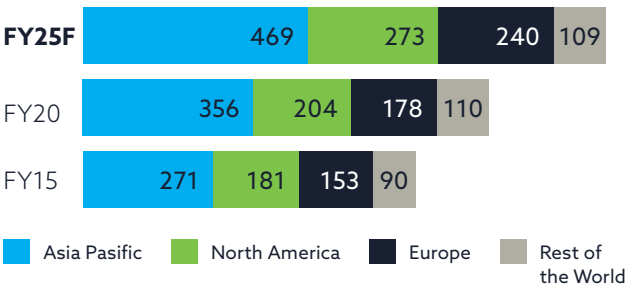


In the next five years, the commodity chemicals (includes Acetyl Intermediates) market which at present is valued at ~USD 3,745 Billion, is expected to grow at 5%-6% globally.

Global Specialty Chemicals Industry

Rapid industrialisation in India and China is expected to drive demand in this region for specialty chemicals. There is a high demand for specialty chemicals, owing to the huge customer base across the globe, due to increasing industrial production and boom in the construction sector.

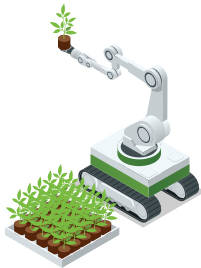
GLOBAL SPECIALITY CHEMICAL MARKET BY GEOGRAPHY 2015, 2020, 2025F (USD 696 BILLION, USD 847 BILLION & USD 1,090 BILLION)  
(USD in Billion)



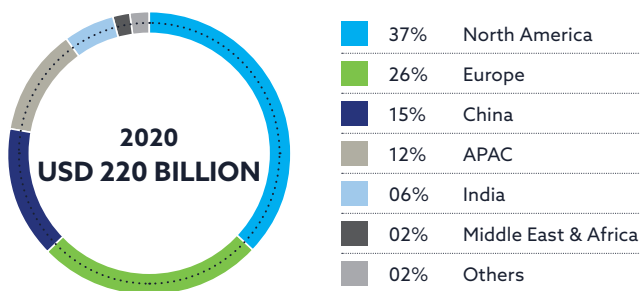
The APAC region dominates this market with a share of 42%, and the consumption of pesticides is recorded to have the fastest growth rate globally, contributing to a projected volume of ~797.5 KT in 2020. China, India and Japan were the largest agrochemicals markets in the Asian continent in 2020.<sup>[7]</sup>

Global CRAMS Industry

The global market for CRAMS was valued at US \$ 220 Billion in 2020; for global specialty chemicals contract manufacturing. This market is anticipated to grow at 10% CAGR in the next 5 years. As companies in the pharma sector continue to invest in R&D, the overall R&D spends of the top twenty global players is expected to increase at 2.5% CAGR over the forecast period. The CRAMS sector is expected to benefit with continued R&D spends being the foremost priority of the industry.

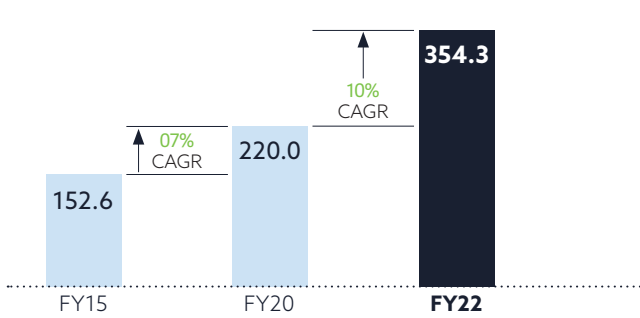


GLOBAL CONTRACT RESEARCH AND MANUFACTURING MARKET, 2020 BY REGION  
(In %)



Source : Frost & Sullivan Research & Analysis

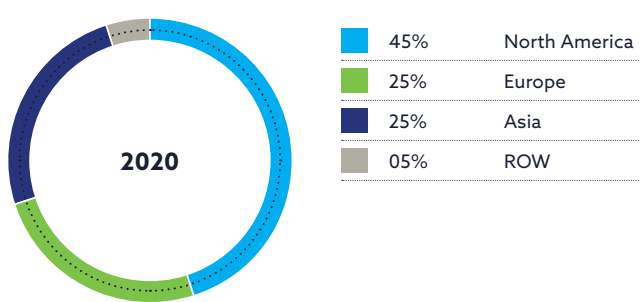
GLOBAL CONTRACT RESEARCH AND MANUFACTURING SERVICES MARKET  
(USD in Billion)



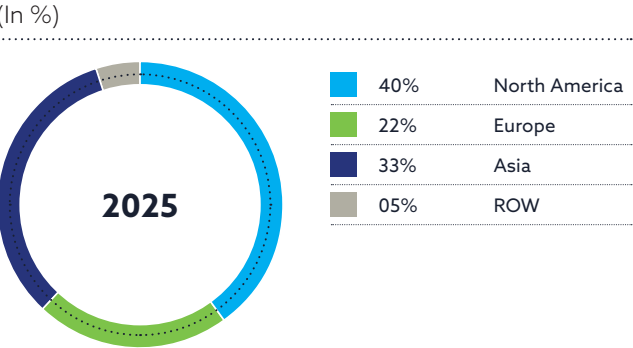
Global API Industry

The Global API market has witnessed steady growth of 5.9% since 2015<sup>[9]</sup>, and is expected to expand to 6.1%, on account of an increased focus on developing geographies. Growth in this sector is driven by government initiatives, regional penetration, increasing aged population and patent expiration of prominent drugs.

GLOBAL API MARKET SEGMENTATION BY GEGRAPHY  
(In %)



GLOBAL API MARKET SEGMENTATION BY GEGRAPHY



The APAC’s API industry caters to domestic and international demands, with US and Europe being the most lucrative markets for export. Investments in R&D coupled with patent expirations of drugs will make Asia Pacific the fastest growing API market in the world. India plays a critical role in the formulations segment of the industry, and is the third largest producer of pharmaceuticals in the world by volume.

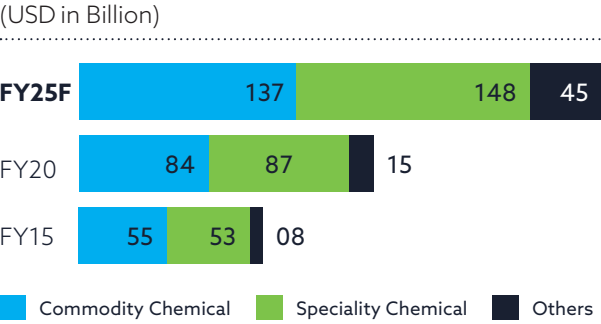
Global Agrochemicals Industry

The global Agrochemicals & Fertilizer Market is expected to generate revenue of ~USD 250-260 Billion by 2025 with a CAGR of 5.5-6%, during the forecast period of 2020-25 [10]. The overall growth of agriculture in the emerging markets in South America, Africa, and the Middle East will bring forward plenty of opportunities for the manufacturers of agrochemicals. China and India are the major exporters of agrochemicals & fertilizers.

Indian Chemical Industry

The Indian chemicals market valued at USD 186 Billion (~4% share in the global chemical industry) includes almost 46% just in commodity chemicals. This market is expected to grow to ~USD 330 Billion in the next 5 years, with an anticipated increment of ~12.2% CAGR. Agrochemicals and Fertilizers account for 18-20% of the domestic chemicals market and specialty chemicals account for around 38%, which include various differentiated chemicals used in the agro space, such as pesticides, herbicides etc. Pharmaceutical API make up for the second largest share with around 20% of the specialty chemical market, which is further anticipated to grow over 11% by 2025F. [11]

INDIAN CHEMICAL MARKET 2015, 2020, 2025F



*Note: Indian chemical industry generally showcases Agrochemicals & Fertilizers and Pharmaceuticals API outside of Specialty chemicals. In the above graph the specialty chemicals section, however, is inclusive of the 2 categories to maintain consistency with the Global section. Agrochemical & Fertilizer and Pharmaceuticals API contribute to more than 55% of the specialty chemical space in India.*

With the China+1 strategy in play, countries like India are presented with a sea of opportunities, and companies are flocking to bridge the gap between the demand and supply. This trend is expected to continue as many companies are looking at alternate sources of procurement. India is particularly expected to benefit from this shift due to its ability to manufacture at a lower cost compared to its western counterparts.

Indian Specialty Chemicals Industry

The specialty chemical industry forms ~47% of the domestic chemical market, which is expected to grow at a CAGR of around 11% over the same period. India’s specialty chemicals industry, driven by domestic and exports consumption, will continue to gain favor with global MNCs on account of geopolitical shift post the outbreak of the COVID-19 pandemic. This move is orchestrated by the China + 1 strategy, wherein companies are looking to significantly reduce their dependence on China.



Currently, China accounts for ~15-17% of the world’s exportable specialty chemicals, whereas India accounts for merely 1-2%, indicating a large scope of improvement and widespread opportunity. Specialty chemicals are anticipated to become the next big export pillar for India. The growth of the market is heavily tied to the growth of the Indian economy as a whole. The “Make in India” campaign is expected to add impetus to the idea of India becoming the next big manufacturing hub for the chemicals industry in the medium term.

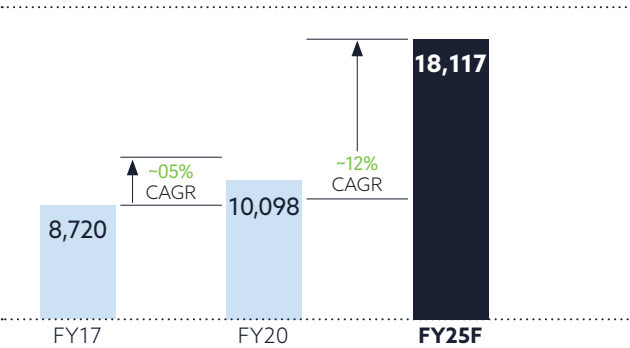
Specialty chemical companies are expected to flourish in India on account of its robust R&D capabilities, ability to handle complex chemistries and economies of scale. Moreover, India has very stringent Environmental and Health Safety (HSE) practices, which are far more environmentally sound than other manufacturing centers like China, which will prove to be a significant strategic advantage.

Indian CRAMS Industry

India is a frontrunner in the number of FDA-approved manufacturing sites outside the United States, and is a leader in the bulk drug manufacturing market, which is dominated by generics and biosimilars. The Indian CRAMS market was estimated at USD 10 Billion in 2020 and is expected to grow at a CAGR of ~12% to USD 18 Billion in 2025.[13]

Over the years, Indian CRAMS companies have become the most preferred partners for drug development and manufacturing, due to their wide product mix consisting of high-end research services, biologics, and complex technology services, which are offered at a low cost.

INDIAN CRAMS MARKET (USD in Million)



INDIA CRAMS MARKET POSITIONING IN GLOBAL MARKET

(USD in Billion)

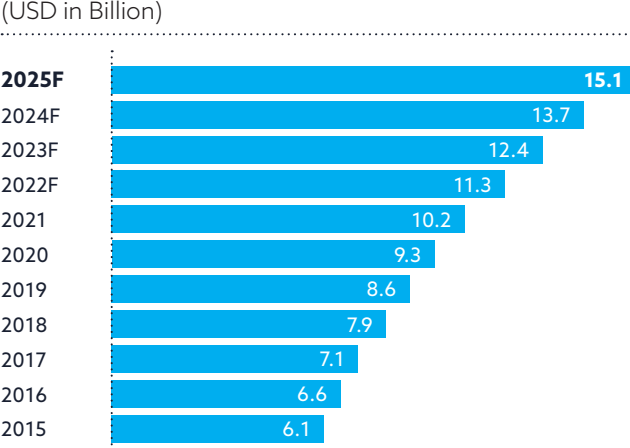
|                     | 2020  | 2025F |
|---------------------|-------|-------|
| Global Market       | 220.0 | 354.3 |
| Current Ratio       | 10.1  | 18.1  |
| India as a % Global | 4.6%  | 5.1%  |

Indian API Industry

The Indian market for API was estimated to be around USD 4.5 Billion in 2019, which grew at a steady CAGR of 8% over the period 2014-19.[14]

The Indian market has been able to steer ahead with its keen focus on product innovation, brand building and sustainability, all in the bid to align itself with its customers. India’s strengths in organic chemicals’ synthesis and process engineering sets it apart from the other manufacturing hubs.

INDIAN API INDUSTRY SIZE



Source : Frost & Sullivan Research & Analysis

Indian Agrochemicals Industry

India’s crop protection chemicals’ exports have grown at a CAGR of 7% during the period of 2015-20. In the year 2025, Indian exports are projected to reach USD 3.4 billion, constituting almost 55% of total production which is valued at USD 6.1 billion.<sup>[15]</sup>

China leads the exports of pesticides, with 27% market share in the world exports followed by Germany and India.

<sup>[6-15]</sup> Indian Chemicals and Specialty Chemicals Market Report, Frost & Sullivan, December 2021

Company Overview

Anupam Rasayan India Limited is one of the leading companies in India engaged in the custom synthesis and manufacturing of specialty chemicals. Its has two distinct business segments that manufacture -

- life science related specialty chemicals including products related to agrochemicals, personal care and pharmaceuticals,
- other specialty chemicals, including specialty pigment and dyes, and polymer additives.

The Company is focused on manufacturing sustainable products through its continuous process technology. Its six manufacturing sites, located in Sachin, Surat and Jhagadia in Gujarat, are ISO 9001:2015 and ISO 14001:2015 certified.

While our strong foundation allows us to take prudent risks, the following pillars of our business enable us to identify and initiate opportunities to strengthen our business.

Long-standing Relationships with Our Diverse Customer Base

As of FY22, we manufactured products for over 68 domestic and international customers, including 25 multinational companies.

A Motivated Workforce

As of FY22, we have 1491 permanent employees and our attrition rate stands at 7.5%.

Robust Research and Development Capabilities

The Company’s DSIR recognised dedicated in-house R&D facility and an additional pilot plant,

both located at Sachin Unit-6, are equipped with laboratories engaged in process development, process innovation, new chemical screening and engineering.

Green Chemistry and Sustainability across the Value Chain

The Company’s target driven approach to environment, health and safety measures, enables it to objectively scope out its impact and mitigation strategies.

Financial Overview

Annual Performance FY 2021-2022

In FY22, the Company witnessed a top line growth of 31.46%, from ₹ 8,109 million in FY21 to ₹ 10,660 million. The Company’s EBITDA grew to ₹ 3,121 million in FY22 from ₹ 2,202 million in FY21, recoding a growth of 41.73%. Profit After Taxes recorded a 116.50% growth reaching ₹ 1,522 million in FY22 as against ₹ 703 million in FY21.

Financial Ratio Analysis

| (In %)                   | FY21 | FY22 | % CHANGE |
|--------------------------|------|------|----------|
| Interest Cover Ratio     | 2.46 | 8.18 | 232%     |
| Current Ratio            | 2.59 | 2.46 | (6)%     |
| Debt Equity Ratio        | 0.25 | 0.46 | 87%      |
| Operating Profit Margin  | 26%  | 29%  | 12%      |
| Net Profit Margin        | 8%   | 14%  | 68%      |
| Return on Net Worth      | 6%   | 9%   | 42%      |
| Inventory Turnover Ratio | 2.05 | 1.57 | (23.41)% |
| Debtor Turnover Ratio    | 4.84 | 4.39 | (9.29)%  |

**Notes:**  
**Interest Coverage Ratio**  
The strong operating performance during the year coupled with lower interest expense on account of repayment of long term borrowings in FY21 resulted in higher interest coverage ratio.

**Debt Equity Ratio**  
The increase in long term borrowings during the year to support our CAPEX plans resulted in higher debt-equity ratio.

**Net Profit Margin**  
A strong operating performance coupled with focus on cost efficiencies resulted in higher net profitability margins.

**Return on Net Worth**  
A strong operating performance coupled with focus on cost efficiencies resulted in higher profitability and higher return on net worth.

The prospects for Anupam Rasayan look strong and the Company is confident on building on its growth trajectory going forward. The top priorities for the Company are,

- Continued focus on custom synthesis and manufacturing by developing innovative processes and through value engineering
- Expansion of its business by capitalizing on industry opportunities, and growing both organically and inorganically
- Diversification of its product portfolio and expansion of its chemistry expertise
- Continued focus on cost efficiencies while enhancing productivity

Threats, Risks and Concerns

Please refer to page number 33 to know more about the threats that may impact our operation and financial performance



Segment-Wise Performance

The company operates only in the one revenue segment. i.e. Manufacturing of industrial chemicals.

Outlook

Please refer to page number 18 & 19 to know more about our strategies and outlook.

Discussion on operational performance

Please refer to page number 14 & 15 to know more about the operational performance during the year.

Human Resources

Anupam Rasayan’s biggest asset are its people, who strengthen the Company’s processes and management, thereby orchestrating the success of the Company. Being in an industry driven by intellectual capital, it is vastly dependent upon engaged and motivated individuals to demonstrate strong capabilities and leadership skills. Therefore, the Company firmly believes that its human resources are the key enablers for its growth and are one of its most crucial assets.

To that extent, the Company continues to develop its human capital while establishing its brand in the market to attract and retain the best talent. During the period under review, employee relations continued to be healthy, cordial, and harmonious at all levels, and our Company is committed to maintaining such good relations with the employees for the years to come as well. Further, it introduced an Employee Stock Option scheme to incentivize retention while also enabling the employees to invest in the Company’s financial growth. The Company conducts training workshops for its employees to develop a variety of skill sets, and also organizes modules at regular intervals to promote teamwork and personal growth of its employees. As of March 31<sup>st</sup>, 2022, there were 1,491 employees on the payrolls of the Company.



Corporate Information

BOARD OF DIRECTORS

| Name                           | Designation                              | DIN      |
|--------------------------------|------------------------------------------|----------|
| Dr Kiran C. Patel              | Chairperson & Non-executive Director     | 08051053 |
| Mrs Mona A. Desai              | Vice-Chairperson and Whole-time Director | 00038429 |
| Mr Anand S. Desai              | Managing Director                        | 00038442 |
| Mr Milan R. Thakkar            | Non-Executive Director                   | 02470961 |
| Mr Hetul Krishnakant Mehta     | Independent Director                     | 01650314 |
| Mr Vijay Kumar Batra           | Independent Director                     | 00038275 |
| Mr Vinesh Prabhakar Sadekar    | Independent Director                     | 00046815 |
| Dr Namrata Dharmendra Jariwala | Independent Director                     | 08974528 |

KEY MANAGERIAL PERSONNEL

| Name              | Designation                              |
|-------------------|------------------------------------------|
| Mr Amit Khurana   | Chief Financial Officer                  |
| Ms Suchi Agarwal  | Company Secretary and Compliance Officer |
| Dr Nilesh Naik    | Technical Head                           |
| Dr Anuj Thakar    | R&D Head and Unit II Head                |
| Mr Ravi Desai     | Head Sales & Marketing                   |
| Mr Vishal Thakkar | Deputy Chief Financial Officer           |

AUDITORS:

STATUTORY AUDITOR

Rajendra & Co.,  
Chartered Accountants, Mumbai

SECRETARIAL AUDITOR

M.D. Baid & Associates  
Company Secretaries, Surat

INTERNAL AUDITOR

K. B. Daliya & Associates,  
Chartered Accountants, Surat

COST AUDITORS

Bhanwarlal Gurjar & Co.,  
Cost Accountants, Surat

REGISTERED/CORPORATE OFFICE

8110, GIDC Industrial Estate, Sachin,  
Surat – 394230, Gujarat, India  
Tel. No.: +91 – 261- 2398991 - 95  
Fax : +91 – 261 – 2398996  
Email : [office@anupamrasayan.com](mailto:office@anupamrasayan.com)  
[investors@anupamrasayan.com](mailto:investors@anupamrasayan.com)  
Website: [www.anupamrasayan.com](http://www.anupamrasayan.com)  
CIN: L24231GJ2003PLC042988

PLANT LOCATION

| No. of Unit     | Address                                                                                     |
|-----------------|---------------------------------------------------------------------------------------------|
| Sachin Unit 1   | Plot No. 8109, 8110, 8111, 268/1, GIDC Sachin, Surat, Gujarat – 394230                      |
| Sachin Unit 2   | Plot No. 701, 2419/1, 2419/2, GIDC Sachin, Surat, Gujarat – 394230                          |
| Sachin Unit 3   | Plot No. 8104 and 8106, GIDC Sachin, Surat, Gujarat – 394230                                |
| Jhagadia Unit 4 | Plot No. 907/3, 907/4, Jhagadia Industrial Estate, GIDC Jhagadia, Bharuch, Gujarat – 393110 |
| Jhagadia Unit 5 | Plot No. 905/1, Jhagadia Industrial Estate, GIDC Jhagadia, Bharuch, Gujarat – 393110        |
| Sachin Unit 6   | Plot No. 2423 and 2425, GIDC Sachin, Surat, Gujarat – 394230                                |

REGISTRAR AND SHARE TRANSFER  
AGENT (RTA)

KFin Technologies Limited  
Selenium Tower B, Plot 31-32, Financial District,  
Nanakramguda, Serilingampally Mandal,  
Hyderabad- 500 032,  
Telangana, India.

BANKERS

Axis Bank Limited  
Standard Chartered Bank  
State Bank of India

Internal Control Systems and their Adequacy

Anupam Rasayan has a strong system of internal controls to insulate and preserve its assets from loss, illegal use, or disposal. All transactions are approved, documented, and reported to the Management in a timely and prompt manner. The Company complies with all the relevant accounting standards for appropriate maintenance of books of accounts and presentation of financial statements. The Audit Committee establishes the scope, operation, frequency and technique for internal auditing. Internal auditors conduct audits, which include monitoring and evaluating the effectiveness and adequacy of the Company’s internal control systems and compliance with operating systems, accounting procedures, and policies across all locations. They also submit periodical internal audit reports to the Audit Committee. Process owners take required measures in their respective areas based on the Audit Committee’s internal audit report and evaluation. Internal auditors have validated that the Company’s internal control system is strong and

effective. Additionally, the Board has established a legal compliance framework to guarantee compliance with all the relevant laws, and that such procedures are sufficient and effective.

Forward Looking Statement

Certain statements in this report concerning our future growth prospects are forward looking statements, which involve a number of risks, and uncertainties that could cause actual results to differ materially from those in such forward-looking statements. The Company’s results may be affected by factors including, but not limited to, the risks and uncertainties in research and development; competitive developments; regulatory actions; the extent and duration of the effects of the COVID-19 pandemic; litigation and investigations; business development transactions; economic conditions; and changes in laws and regulations. Anupam Rasayan India Limited will not be responsible for any action taken based on such statements and undertakes no obligation to publicly update these forward-looking statements to reflect subsequent events or circumstances.

# Glossary for Annual Report 2021-22

| Particulars                                                                  | Details/Definition                                                                                                                                                                                                                                                                                                                                                                                          |
|------------------------------------------------------------------------------|-------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------|
| Act                                                                          | The Companies Act, 2013 and rules framed thereunder from time to time, each as amended                                                                                                                                                                                                                                                                                                                      |
| Amendment to the Joint Venture Agreement                                     | An amendment to the joint venture agreement dated October 04, 1980 was executed by and between Anupam Rasayan India Limited ("Anupam Rasayan"), TIDCO, exiting promoter represented by BGHPL and TANFAC on February 01, 2022, setting out the rights and obligations of the joint venture partners, Anupam Rasayan and TIDCO and also, replacing the exiting promoters with the new promoter Anupam Rasayan |
| Anupam Rasayan/Company                                                       | Anupam Rasayan India Limited                                                                                                                                                                                                                                                                                                                                                                                |
| Annual General Meeting/AGM                                                   | 19 <sup>th</sup> Annual General Meeting                                                                                                                                                                                                                                                                                                                                                                     |
| Articles of Association                                                      | Articles of association of the Company as approved by the Board and the Shareholders of the Company from time to time                                                                                                                                                                                                                                                                                       |
| Associate Company                                                            | A company in which Anupam Rasayan has a significant influence (control of at least 20% of total voting power, or control of or participation in business decisions under an agreement), in terms of the provisions of the Act                                                                                                                                                                               |
| Auditor's Report                                                             | Independent auditor's report presented by the Statutory Auditor on the financial statements of the Company and forming part of this Annual Report                                                                                                                                                                                                                                                           |
| Board/Board of Directors                                                     | Directors of the Company from time to time collectively referred to as "Board" or "Board of Directors"                                                                                                                                                                                                                                                                                                      |
| CDSL                                                                         | Central Depository Services (India) Limited                                                                                                                                                                                                                                                                                                                                                                 |
| Committee(s)                                                                 | Committees of the Board as may be constituted/ re-constituted by the Board, from time to time                                                                                                                                                                                                                                                                                                               |
| Consolidated Audited Financial Statements/ Consolidated Financial Statements | Consolidated Audited Financial Statements for FY 2021-22                                                                                                                                                                                                                                                                                                                                                    |
| Cost Auditor                                                                 | Bhanwarlal Gurjar & Co., Cost Accountants (Registration No. 101540)                                                                                                                                                                                                                                                                                                                                         |
| Demat Suspense Account                                                       | An account held by the Company for unclaimed shares on behalf of the persons who are entitled to the shares                                                                                                                                                                                                                                                                                                 |
| Depositories/Depository                                                      | National Securities Depository Limited (NSDL) and/or Central Depository Services (India) Limited (CDSL)                                                                                                                                                                                                                                                                                                     |
| DIN                                                                          | Director Identification Number                                                                                                                                                                                                                                                                                                                                                                              |
| Director(s)                                                                  | Directors appointed on the Board of Anupam Rasayan India Limited which includes the independent, non-executive and executive directors                                                                                                                                                                                                                                                                      |
| DP                                                                           | Depository participant (s) is the agent or registered stock broker and is registered with the Depository (ies)                                                                                                                                                                                                                                                                                              |
| Employees Stock Option/Option                                                | Option granted to an eligible employee as defined in the Anupam - Employee Stock Options Plan 2020, the right, but not an obligation, to purchase or subscribe at a future date the equity shares underlying the option at a pre-determined price                                                                                                                                                           |
| Equity Shares                                                                | Equity shares issued by the Company of face value ₹ 10/- per share                                                                                                                                                                                                                                                                                                                                          |
| Executive Director                                                           | Director appointed by the Board and Members of the Company as an Executive Director in terms of the provisions of the Act                                                                                                                                                                                                                                                                                   |

|                                             |                                                                                                                                                                                                                                                                                                 |
|---------------------------------------------|-------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------|
| FRN                                         | Firm Registration Number of the firm of auditor                                                                                                                                                                                                                                                 |
| FY                                          | Financial Year                                                                                                                                                                                                                                                                                  |
| FY 2021-22                                  | Financial year 2021-22                                                                                                                                                                                                                                                                          |
| IEPF                                        | Investor Education and Protection Fund                                                                                                                                                                                                                                                          |
| IEPF Authority                              | Investor Education and Protection Fund Authority constituted under sub-section (5) of Section 125 of the Act                                                                                                                                                                                    |
| IEPF Rules                                  | Investor Education and Protection Fund Authority (Accounting, Audit, Transfer and Refund) Rules, 2016, as amended                                                                                                                                                                               |
| Independent Director                        | Director appointed by the Board and Members of the Company as an independent director and who fulfills the criterion of independence as per Section 149(6) of the Act read with Regulation 16 of the Listing Regulations and any other applicable provisions                                    |
| Internal Auditor                            | K. B. Daliya & Associates, Chartered Accountants, Surat (Firm Registration Number: 126368W)                                                                                                                                                                                                     |
| ESOP-2020/Scheme                            | Anupam - Employee Stock Options Plan 2020 as approved by the Members of Company on December 04, 2020 and modified and ratified by the Members of the Company on September 30, 2021                                                                                                              |
| KMP                                         | Key Managerial Personnel                                                                                                                                                                                                                                                                        |
| Listing Regulations                         | Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements), 2015, as amended from time to time                                                                                                                                                                    |
| Managing Director                           | Director appointed by the Board and Members of the Company as managing director entrusted with substantial powers of management of affairs of the Company in terms with the provisions of the Companies Act, 2013 read with the rules framed thereunder (each as amended)                       |
| Members                                     | Shareholders of the Company and entered as member in the register of members of the Company and every person holding shares of the Company whose name is entered as a beneficial owner in the records of a depository                                                                           |
| Nodal Officer                               | As appointed by the Board of Directors at its meeting in terms of IEPF Rules                                                                                                                                                                                                                    |
| Non-Executive Director                      | Director appointed by the Board and Members of the Company as non-executive director in terms of the provisions of the Act and who is not a whole-time director or managing director of the Company                                                                                             |
| NSDL                                        | National Securities Depository Limited                                                                                                                                                                                                                                                          |
| Open Offer                                  | Open Offer was made by the Company to the public shareholders of Tanfac Industries Limited to acquire up to 25,93,500 Equity Shares, representing 26.00% of the voting share capital of Tanfac, at a price of ₹ 595 per equity share of Tanfac as per the provisions of SEBI (SAST) Regulations |
| Registered Office                           | Registered office means the registered office of the Company situated at 8110, GIDC Industrial Estate, Sachin, Surat-394230                                                                                                                                                                     |
| Related Parties                             | Any person, firm, and/ or company related to Anupam Rasayan including its Directors, KMPs and their relatives, as defined under Section 2(76) of the Act                                                                                                                                        |
| Registrar and Transfer Agent/ RTA/Registrar | Kfin Technologies Limited (formerly known as Kfin Technologies Private Limited) has been appointed as Registrar and Transfer Agent of the Company                                                                                                                                               |
| Scrutinizer                                 | M.D. Baid & Associates, Practicing Company Secretaries, partner Mr Mohan Baid, M. No.- A3598, C.P. No.- 3873, has been appointed as Scrutinizer for the voting/e-voting/remote e-voting process                                                                                                 |

|                                                      |                                                                                                                                                                                                                                                                                                                             |
|------------------------------------------------------|-----------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------|
| SEBI                                                 | Securities and Exchange Board of India                                                                                                                                                                                                                                                                                      |
| SEBI (SBEB and Sweat Equity) Regulations             | Securities and Exchange Board of India (Share Based Employees Benefits and Sweat Equity) Regulations, 2021, as amended                                                                                                                                                                                                      |
| SEBI (SAST) Regulations                              | Securities and Exchange Board of India (Substantial Acquisition of Shares and Takeovers) Regulations, 2011, as amended                                                                                                                                                                                                      |
| Secretarial Auditor                                  | M. D. Baid & Associates, Mr Mohanlal Baid, ACS No. 3598/CP No. 3873, Practicing Company Secretaries                                                                                                                                                                                                                         |
| Share Purchase Agreement dated February 01, 2022     | The Company had signed the share purchase agreement on February 01, 2022 by and between the Company, Birla Group Holdings Private Limited, Pilani Investment and Industries Corporation Limited and Mr Askaran Agarwala for acquiring 24,89,802 equity shares of Tanfac aggregating to 24.96% of the shareholding of Tanfac |
| Standalone Audited Financial Statements              | Standalone Audited Financial Statements for FY 2021-22                                                                                                                                                                                                                                                                      |
| Statutory Auditor                                    | RAJENDRA & CO., Chartered Accountants having their office at 1311 Dalamal Tower, 211, Nariman Point, Mumbai - 400021, Maharashtra, India and Firm Registration Number: 108355W                                                                                                                                              |
| Stock Exchange(s)                                    | Bombay Stock Exchange Ltd (BSE) and National Stock Exchange of India Limited, where the Equity Shares of the Company are listed.                                                                                                                                                                                            |
| Subsidiary Company                                   | A company in which Anupam Rasayan either control the composition of the Board or exercises/ control more than one half of the total voting power either at its own or together with its subsidiary companies, in terms of the provisions of the Act                                                                         |
| Terms of Reference                                   | Purpose, scope and authority of the committees of the Board                                                                                                                                                                                                                                                                 |
| Video Conference/Other Audio Visual Means or VC/OAVM | Audio-visual electronic communication facility employed which enables all the persons participating in a meeting to communicate concurrently with each other without an intermediary and to participate effectively in the meeting.                                                                                         |
| Whole-time Director                                  | Director appointed by the Board and Members of the Company as a whole-time director of the Company in terms with the provisions of the Companies Act, 2013 read with the rules framed thereunder (each as amended)                                                                                                          |

If explanations provided here are found to be different from what is mentioned in this report and the financials presented in this report, then the definitions provided therein should be considered.

# Notice

Notice is hereby given that the Nineteenth (19<sup>th</sup>) Annual General Meeting (the "AGM"/ "Meeting") of the Members of Anupam Rasayan India Limited (the "Company") will be held on September 15, 2022, Thursday at 4:30 p.m. (IST) through Video Conferencing ("VC") facility /Other Audio Visual Means ("OAVM"), to transact the following businesses: -

## ORDINARY BUSINESS:

1. To receive, consider and adopt the Audited Standalone Financial Statements for the financial year ended March 31, 2022, and the Audited Consolidated Financial Statements for the financial year ended March 31, 2022, the Auditors' Report thereon and the Board of Directors' Report of the Company for the financial year 2021-22 and in this regard, to consider and if thought fit, to pass, with or without modification(s), the following resolutions as **Ordinary Resolutions**:

(a) **"RESOLVED THAT** the Audited Standalone Financial Statements of the Company for the financial year ended March 31, 2022, and the reports of the Board of Directors and Auditors thereon, as circulated to the Members, be and are hereby considered and adopted."

(b) **"RESOLVED THAT** the Audited Consolidated Financial Statements of the Company for the financial year ended March 31, 2022, and the report of Auditors thereon, as circulated to the Members, be and are hereby considered and adopted."

2. To declare a final dividend on Equity Shares for the financial year ended March 31, 2022, and in this regard, to consider and if thought fit, to pass, with or without modification(s), the following resolution as an **Ordinary Resolution**:

**"RESOLVED THAT** a final dividend of ₹ 1/- @ 10% per Equity Share of face value of ₹ 10/- each fully paid-up of the Company as recommended by the Board of Directors, be and is hereby declared for the financial year ended March 31, 2022, and the same be paid out of the profits of the Company for the financial year ended March 31, 2022."

3. To appoint Dr Kiran C Patel (DIN: 08051053), who retires by rotation as a Director and being eligible, offers himself for re-appointment as a Director and in this regard, to consider and if thought fit, to pass, with or without modification(s), the following resolution as an **Ordinary Resolution**:

**"RESOLVED THAT** in accordance with the provisions of Section 152 and other applicable provisions of the Companies Act, 2013, Dr Kiran C Patel (DIN: 08051053), who retires by rotation at this meeting and is eligible for re-appointment be and is hereby appointed as a Director of the Company, liable to retire by rotation."

## SPECIAL BUSINESS:

4. To ratify the remuneration payable to the Cost Auditors for cost audit for the period from April 01, 2022 to March 31, 2023 and, in this regard, to consider and if thought fit, to pass, with or without modification(s), the following resolution as an **Ordinary Resolution**:

**"RESOLVED THAT** in accordance with the provisions of Section 148 of the Companies Act, 2013 ("Act") and other applicable provisions, if any, of the Act, read with the Companies (Audit and Auditors) Rules, 2014, and other applicable rules (each as amended from time to time), the remuneration of ₹ 2,00,000/- (Rupees two lakhs) per annum plus GST and re-imbursement of out-of-pocket expenses for the financial year ending March 31, 2023, as recommended by the Audit Committee and approved by the Board of Directors of the Company, to be paid to Bhanwarlal Gurjar & Co, Cost Auditors (Firm No. 101540) appointed by the Board of Directors, to conduct the audit of cost records of the Company for the financial year ending March 31, 2023, be and is hereby ratified and confirmed.

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

5. To amend Article 10 of the Articles of Association of the Company and in this regard, to consider and if thought fit, to pass, with or without modification(s), the following resolution as a **Special Resolution**:

**"RESOLVED THAT** pursuant to the provisions of Sections 5, 14 and other applicable provisions,

if any, of the Companies Act, 2013, read with the Companies (Incorporation) Rules 2014, the Securities and Exchange Board of India (Issue of Capital and Disclosure Requirements) Regulations, 2018, each as amended from time to time) and other applicable laws, consent of the Members of the Company be and is hereby accorded to amend the existing Article 10 of the Articles of Association of the Company with the revised Article 10 read as under:

"Where at any time, it is proposed to increase its subscribed Share Capital by the issuance/ allotment of further Shares either out of the unissued Share Capital or increased Share Capital then, such further Shares may be offered to:

- (i) Persons who, on the date specified under Law, are holders of equity Shares of the Company, in proportion, as nearly as circumstances admit, to the capital paid up on those Shares by sending a letter of offer subject to the following conditions: (a) the offer shall be made by notice specifying the number of Shares offered and limiting a time not being less than 15 (fifteen) days and not exceeding 30 (thirty) days from the date of the offer within which the offer, if not accepted, will be deemed to have been declined; (b) the offer aforesaid shall be deemed to include a right exercisable by the Person concerned to renounce the Shares offered to him or any of them in favour of any other Person and the notice referred to in (a) shall contain a statement of this right, provided that the Board may decline, without assigning any reason therefore, to allot any Shares to any Person in whose favour any Member may renounce the Shares offered to him; and (c) after expiry of the time specified in the notice aforesaid, or on receipt of earlier intimation from the Person to whom such notice is given that he declines to accept the Shares offered, the Board may dispose of them in such manner which is not disadvantageous to the Members and the Company;

Nothing in sub-Article (i)(b) above shall be deemed to extend the time within which the offer should be accepted; or to authorize any Person to exercise the right of renunciation for a second time on the ground that the Person in whose favour the renunciation was first made has declined to take the Shares comprised in the renunciation.

- (ii) employees under a scheme of employees' stock option, subject to Special Resolution

passed by the Company and subject to such conditions as may be prescribed under the Act and other applicable Laws; or

- (iii) any Persons, whether or not those Persons include the Persons referred to in (i) or (ii) above, either for cash or for a consideration other than cash, subject to compliance with the applicable provisions of Chapter III of the Act and any other conditions as may be prescribed, if a Special Resolution to this effect is passed by the Company in a General Meeting.
- (iv) The notice referred to in Article 10(i)(a) above shall be dispatched through registered post or speed post or through electronic mode or courier or any other mode having proof of delivery to all the existing shareholders at least three days before the opening of the issue."

**RESOLVED FURTHER THAT** any of the directors of the Company, be and are hereby severally authorized to file necessary forms with the Registrar of Companies, Ahmedabad and do all such acts, deeds, matters and things as may be required to be done to give effect to the above resolution."

6. To consider re-appointment of Mr Vinesh Prabhakar Sadekar (DIN: 00046815) as an Independent Director for a second and final term of 2 years effective from November 09, 2022, till November 08, 2024, and in this regard, to consider and if thought fit, to pass, with or without modification(s), the following resolution as a **Special Resolution**:

**"RESOLVED THAT** pursuant to the provisions of Sections 149, 152 and any other applicable provisions of the Companies Act, 2013 and rules made thereunder read with Schedule IV to the Companies Act, 2013 ("Act") (each as amended), and SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 (as amended), and based on the recommendation of the Nomination and Remuneration Committee and approval of the Board of Directors of the Company ("Board"), Mr Vinesh Prabhakar Sadekar (DIN: 00046815) who was appointed as an Independent Director of the Company for a term of 2 years up to November 08, 2022, by the Members of the Company and in respect of whom the Company has received a notice in writing from the Director under Section 160 of the Act, proposing his candidature for the office of a Director of the Company, be and is hereby

re-appointed as an Independent Director of the Company, for a second and final term of 2 (two) years effective immediately after expiry of his current term on November 08, 2022, i.e. from November 09, 2022, till November 08, 2024, who shall not be liable to retire by rotation and that Mr Vinesh Prabhakar Sadekar shall be entitled to receive sitting fees for attending the meetings of the Board or any committees thereof as detailed in the draft letter of appointment to be issued to Mr Vinesh Prabhakar Sadekar, and as may be determined by the Board from time to time.

**RESOLVED FURTHER THAT** pursuant to the provisions of Section 149(9), 197, 198 read with Schedule V and all other applicable provisions, if any, of the Act, the underlying rules (each as amended from time to time) and the Articles of Association of the Company, a sum not exceeding 1% of the net profits of the Company per annum ("Commission") (exclusive of applicable taxes, if any), computed in the manner prescribed therein, be determined and may be distributed as Commission to the Independent Director in such amounts or proportions and in such manner as may be directed by the Board (or any Committee thereof for the time being), and further that the Commission paid to each of the Non-Executive Directors of the Company pursuant to this resolution shall be in addition to the sitting fees and reimbursement of expenses, if any, for attending meetings of the Board or any Committee thereof, which each such Non-Executive Director may be entitled to receive under the Articles of Association of the Company. Provided that such Commission shall not exceed 1% of the net profits payable in aggregate amongst the directors of the Company (other than the Managing Director and the Whole-time Directors) to all the Non-Executive Directors.

**RESOLVED FURTHER THAT** the Board is hereby authorised to delegate all or any powers conferred herein, to any committee of directors, with power to further delegate to any executives/officers of the Company to do all such acts, deeds, matters and things and also to execute such documents, writings, etc., as may be necessary in this regard."

7. To consider re-appointment of Mr Hetul Krishnakant Mehta (DIN: 01650314) as an Independent Director for a second and final term of 2 years effective from November 09, 2022, till November 08, 2024, and in this regard, to consider and if thought fit, to pass, with or

without modification(s), the following resolution as a **Special Resolution**:

**"RESOLVED THAT** pursuant to the provisions of Sections 149, 152 and any other applicable provisions of the Companies Act, 2013 ("Act") and rules made thereunder read with Schedule IV of the Act (each as amended), and SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 (as amended), and based on the recommendation of the Nomination and Remuneration Committee and approval of the Board of Directors of the Company ("Board"), Mr Hetul Krishnakant Mehta (DIN: 01650314) who was appointed as an Independent Director of the Company for a term of 2 years up to November 08, 2022, by the Members of the Company and in respect of whom the Company has received a notice in writing from the Director under Section 160 of the Act, proposing his candidature for the office of a Director of the Company, be and is hereby re-appointed as an Independent Director of the Company, for a second and final term of 2 (two) years effective immediately after expiry of his current term on November 08, 2022, i.e. from November 09, 2022, till November 08, 2024, who shall not be liable to retire by rotation and that Mr Hetul Krishnakant Mehta shall be entitled to receive sitting fees for attending the meetings of the Board or any committees thereof as detailed in the draft letter of appointment to be issued to Mr Hetul Krishnakant Mehta, and as may be determined by the Board from time to time.

**RESOLVED FURTHER THAT** pursuant to the provisions of Section 149(9), 197, 198 and all other applicable provisions, if any, of the Act, the underlying rules (each as amended from time to time) and the Articles of Association of the Company, a sum not exceeding 1% of the net profits of the Company per annum ("Commission") (exclusive of applicable taxes, if any), computed in the manner prescribed therein of the profits for 2 years commencing from November 09, 2022, be determined and may be distributed as Commission to the Independent Director of the Company in such amounts or proportions and in such manner as may be directed by the Board (or any Committee thereof for the time being), and further that the Commission paid to each of the Non-Executive Directors of the Company pursuant to this resolution shall be in addition to the sitting fees and reimbursement of expenses, if any, for attending meetings of the Board or any Committee thereof, which each such Non-Executive Director may be entitled

to receive under the Articles of Association of the Company. Provided that such Commission shall not exceed 1% of the net profits payable in aggregate amongst the directors of the Company (other than the Managing Director and the Whole-time Directors) to all the Non-Executive Directors.

**RESOLVED FURTHER THAT** the Board is hereby authorised to delegate all or any powers conferred herein, to any committee of directors, with power to further delegate to any executives/officers of the Company to do all such acts, deeds, matters and things and also to execute such documents, writings, etc., as may be necessary in this regard."

8. To consider re-appointment of Mr Vijay Kumar Batra (DIN: 00038275) as an Independent Director for a second and final term of 2 years effective from November 09, 2022, till November 08, 2024, and in this regard, to consider and if thought fit, to pass, with or without modification(s), the following resolution as a **Special Resolution**:

**"RESOLVED THAT** pursuant to the provisions of Sections 149, 152 and any other applicable provisions of the Companies Act, 2013 and rules made thereunder read with Schedule IV to the Companies Act, 2013 ("Act") (each as amended), and SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 (as amended), and based on the recommendation of the Nomination and Remuneration Committee and approval of the Board of Directors of the Company ("Board"), Mr Vijay Kumar Batra (DIN: 00038275) who was appointed as an Independent Director of the Company for a term of 2 years up to November 08, 2022, by the Members of the Company and in respect of whom the Company has received a notice in writing from the Director under Section 160 of the Act, proposing his candidature for the office of a Director of the Company, be and is hereby re-appointed as an Independent Director of the Company, for a second and final term of 2 (two) years effective immediately after expiry of his current term on November 08, 2022, i.e. from November 09, 2022, till November 08, 2024, who shall not be liable to retire by rotation and that Mr Vijay Kumar Batra shall be entitled to receive sitting fees for attending the meetings of the Board or any committees thereof as detailed in the draft letter of appointment to be issued to Mr Vijay Kumar Batra, and as may be determined by the Board from time to time.

**RESOLVED FURTHER THAT** pursuant to the provisions of Section 149(9), 197, 198 and all

other applicable provisions, if any, of the Act, the underlying rules (each as amended from time to time) and the Articles of Association of the Company, a sum not exceeding 1% of the net profits of the Company per annum ("Commission") (exclusive of applicable taxes, if any), computed in the manner prescribed therein of the profits for 2 years commencing from November 09, 2022, be determined and may be distributed as Commission to the Independent Director of the Company in such amounts or proportions and in such manner as may be directed by the Board (or any Committee thereof for the time being), and further that the Commission paid to each of the Non-Executive Directors of the Company pursuant to this Resolution shall be in addition to the sitting fees and reimbursement of expenses, if any, for attending meetings of the Board or any Committee thereof, which each such Non-Executive Director may be entitled to receive under the Articles of Association of the Company. Provided that such Commission shall not exceed 1% of the net profits payable in aggregate amongst the directors of the Company (other than the Managing Director and the Whole-time Directors) to all the Non-Executive Directors.

**RESOLVED FURTHER THAT** the Board is hereby authorised to delegate all or any powers conferred herein, to any committee of directors, with power to further delegate to any executives/officers of the Company to do all such acts, deeds, matters and things and also to execute such documents, writings, etc., as may be necessary in this regard."

9. To consider re-appointment of Dr Namrata Dharmendra Jariwala (DIN: 08974528) as an Independent Director for a second and final term of 2 years effective from December 04, 2022, till December 03, 2024, and in this regard, to consider and if thought fit, to pass, with or without modification(s), the following resolution as a **Special Resolution**:

**"RESOLVED THAT** pursuant to the provisions of Sections 149, 152 and any other applicable provisions of the Companies Act, 2013 ("Act") and rules made thereunder read with Schedule IV of the Act (each as amended), and SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 (as amended), and based on the recommendation of the Nomination and Remuneration Committee and approval of the Board of Directors of the Company ("Board"), Dr Namrata Dharmendra Jariwala (DIN: 08974528) who was appointed as an Independent Director

of the Company for a term of 2 years up to December 03, 2022, by the Members of the Company and in respect of whom the Company has received a notice in writing from the Director under Section 160 of the Act, proposing her candidature for the office of a Director of the Company, be and is hereby re-appointed as an Independent Director of the Company, for a second and final term of 2 (two) years effective immediately after expiry of her current term on December 03, 2022, i.e. from December 04, 2022, till December 03, 2024, who shall not be liable to retire by rotation and that Dr Namrata Dharmendra Jariwala shall be entitled to receive sitting fees for attending the meetings of the Board or any committees thereof as detailed in the draft letter of appointment to be issued to Dr Namrata Dharmendra Jariwala, and as may be determined by the Board from time to time.

**RESOLVED FURTHER THAT** pursuant to the provisions of Section 149(9), 197, 198 and all other applicable provisions, if any, of the Act, the underlying rules (each as amended from time to time) and the Articles of Association of the Company, a sum not exceeding 1% of the net profits of the Company per annum ("Commission") (exclusive of applicable taxes, if any), computed in the manner prescribed therein of the profits for 2 years commencing

from December 04, 2022, be determined and may be distributed as Commission to the Independent Director of the Company in such amounts or proportions and in such manner as may be directed by the Board (or any Committee thereof for the time being), and further that the Commission paid to each of the Non-Executive Directors of the Company pursuant to this Resolution shall be in addition to the sitting fees and reimbursement of expenses, if any, for attending meetings of the Board or any Committee thereof, which each such Non-Executive Director may be entitled to receive under the Articles of Association of the Company. Provided that such Commission shall not exceed 1% of the net profits payable in aggregate amongst the directors of the Company (other than the Managing Director and the Whole-time Directors) to all the Non-Executive Directors.

**RESOLVED FURTHER THAT** the Board is hereby authorised to delegate all or any powers conferred herein, to any committee of directors, with power to further delegate to any executives/officers of the Company to do all such acts, deeds, matters and things and also to execute such documents, writings, etc., as may be necessary in this regard."

By the Order of Board of Directors  
**For Anupam Rasayan India Limited**

**Date:** August 13, 2022  
**Place:** Surat

**Registered Office:**  
Anupam Rasayan India Limited  
Plot No. 8110,  
GIDC Industrial Estate, Sachin,  
Surat-394 230, Gujarat, India.

**Suchi Agarwal**  
Company Secretary and Compliance Officer  
ACS: 32822

## Notes:

1. The Explanatory Statement, pursuant to Section 102 of the Companies Act, 2013 (as amended from time to time) (the "Act") setting out material facts concerning the businesses under Item Nos. 4 to 9 forming part of this Notice, is annexed hereto. Further, the relevant details with respect to Item no. 3 pursuant to Regulation 36(3) of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 (as amended) ("Listing Regulations") and Secretarial Standard on 'General Meetings' issued by the Institute of Company Secretaries of India, in respect of the Director retiring by rotation, seeking re-appointment at this Annual General Meeting is annexed.
2. In view of the continuing Covid-19 pandemic, the Ministry of Corporate Affairs ("MCA") has, vide its Circular No. 02/2021 dated 13.01.2021 read together with Circular No. 14/2020 dated 08.04.2020, Circular No. 17/2020 dated 13.04.2020, Circular No. 20/2020 dated 05.05.2020, Circular No. 21/2021 dated 14.12.2021 and Circular No. 2/2022 dated 05.05.2022 and all other relevant circulars issued from time to time (collectively referred to as "MCA Circulars") and Circular no. SEBI/ HO/ CFD/CMD1/CIR/P/2020/79 dated May 12, 2020, SEBI/HO/CFD/CMD2/CIR/P/2021/11 dated January 15, 2021 issued by the SEBI permitted convening the AGM through Video Conference/ Other Audio Visual Means, without physical presence of the Members at a common venue.
3. Pursuant to the provisions of the Act, a Member entitled to attend and vote at the AGM is entitled to appoint a proxy to attend and vote on his/her behalf and the proxy need not be a Member of the Company. Since this AGM is being held through VC / OAVM pursuant to the MCA Circulars, physical attendance of Members has been dispensed with. Accordingly, the facility for appointment of proxies by the Members will not be available for the AGM and hence, the proxy form and attendance slip are not annexed to this Notice. Since the AGM will be held through VC/OAVM, the route map is not annexed in this Notice.
4. In accordance with the MCA Circulars, provisions of Section 108 of the Act read with Rule 20 of the Companies (Management and Administration) Rules, 2014 (each as amended) and Regulation 44 of the Listing Regulations, the Company is providing facility of remote e-voting to its members ("Members") in respect of the businesses to be transacted at the AGM. The AGM of the Company will be held through VC/OAVM mode. For this purpose, the Company has entered into an agreement with National Securities Depository Limited ("NSDL") for facilitating voting through electronic means, as the authorized agency. The facility of casting votes by a Member using remote e-voting system as well as e-voting during the AGM on the date of the AGM and the facility for participation in the AGM through VC facility will be provided by NSDL. The procedure for participating in the meeting through VC is explained at Note number 24 below and is also available on the website of the Company at [www.anupamrasayan.com](http://www.anupamrasayan.com). The deemed venue for the AGM shall be the Registered Office of the Company.
5. Members attending the meeting through VC/ OAVM shall be counted for the purpose of determining the quorum under Section 103 of the Act.
6. Institutional shareholders/corporate shareholders (i.e. other than individuals, HUF's, NRI's etc.) intending to authorize their representative to attend the Meeting through VC facility are requested to send to the Company, a certified true copy of the board resolution/authorization etc. authorizing their representative to attend the AGM through VC/OAVM and to vote through remote e-voting on their behalf. The said resolution/authorisation shall also be sent to the scrutinizer, Mr Mohan Baid appointed by the Company ("Scrutinizer"), by e-mail on their registered e-mail address to [mdbaid@yahoo.com](mailto:mdbaid@yahoo.com) with a copy marked to NSDL at [evoting@nsdl.co.in](mailto:evoting@nsdl.co.in). Corporate/Institutional Members (i.e. other than individuals, HUF's, NRI's etc.) can also upload their Board Resolution/Power of Attorney/ Authority Letter etc. by clicking on "Upload Board Resolution/Authority Letter" displayed under "e-Voting" tab in their login.
7. Facility of joining the AGM through VC facility shall open 15 minutes before the time scheduled for the AGM by following the procedure mentioned in the Notice. The facility of participation at the AGM through VC/OAVM will be made available for 1000 Members on first come first served basis. This will not include large shareholders (the Members holding 2% or more shareholding), promoters, institutional

investors, Directors, Key Managerial Personnel, the chairpersons of the Audit Committee, Nomination and Remuneration Committee and Stakeholders Relationship Committee, auditors of the Company etc. who are allowed to attend the AGM without restriction on account of first come first served basis. Alternatively, the Members can also view the proceedings of the AGM through live webcast facility available at <https://www.evoting.nsdl.com>.

8. Members who would like to express their views or ask questions during the AGM may register themselves as a speaker by sending their request from their registered email address mentioning their name, DP ID and Client ID/, PAN, mobile number at [investors@anupamrasayan.com](mailto:investors@anupamrasayan.com) during the period from September 09, 2022 (9:00 a.m. IST) to September 11, 2022 (5:00 p.m. IST). Those Members who have registered themselves shall be given an opportunity of speaking live in the AGM. The Company reserves the right to restrict the number of speakers depending on the availability of time for the AGM and to avoid repetition of questions.
9. The Members, whose names appear in the Register of Members/list of Beneficial Owners as on Thursday, September 08, 2022, being the cut-off date, are entitled to vote on the Resolutions set forth in this Notice. A person who is not a Member as on the cut-off date should treat this Notice of AGM for information purpose only.
10. The Register of Directors and Key Managerial Personnel and their shareholding maintained under Section 170 of the Act and the Register of Contracts or arrangements in which Directors are interested, maintained under Section 189 of the Act, will be available electronically for inspection by the Members during the AGM. All documents referred to in the Notice will also be available for electronic inspection without any fee by the Members from the date of circulation of this Notice up to the date of AGM, i.e. September 15, 2022. The Members seeking to inspect such documents can send an email to [investors@anupamrasayan.com](mailto:investors@anupamrasayan.com).
11. The Company has fixed Monday, September 05, 2022 as the '**Record Date**' for determining entitlement of Members to final dividend for the financial year ended March 31, 2022, if approved at the AGM.
12. The Register of Members and the Share Transfer Books of the Company will remain closed from Tuesday, September 06, 2022 to Thursday, September 15, 2022 (both days inclusive).
13. If the final dividend, as recommended by the Board of Directors, is approved at the AGM, payment of such dividend, subject to deduction of tax at source, will be made on or before October 13, 2022 to all the Beneficial Owners in respect of shares held in dematerialized form as per the data as may be made available by the NSDL and the Central Depository Services (India) Limited ("CDSL"), collectively referred as "Depositories", as of the close of business hours on (Monday), September 05, 2022.
14. The Members may note that as per the Income Tax Act, 1961, ("IT Act"), as amended by the Finance Act, 2020, dividends paid or distributed by a company after April 01, 2020 shall be taxable in the hands of its shareholders/members. The Company shall therefore be required to deduct tax at source (TDS) at the time of making the payment of dividend, if declared at the 19<sup>th</sup> AGM. In order to determine the appropriate TDS rate as applicable, the Members are requested to submit the following documents in accordance with the provisions of the IT Act.

#### FOR RESIDENT SHAREHOLDERS:

TDS for resident shareholders (other than resident individual shareholders receiving dividend not exceeding ₹ 5,000/- during the FY 2022-23):

| Particulars                                                                                      | TDS rate                                | Declaration /Documents required                         |
|--------------------------------------------------------------------------------------------------|-----------------------------------------|---------------------------------------------------------|
| Members having valid PAN                                                                         | 10%                                     | PAN or Aadhaar number (in absence of PAN)               |
| Members not having PAN / valid PAN                                                               | 20%                                     | Aadhaar number                                          |
| Having lower/nil tax deduction certificate issued by Income Tax Department u/s 197 of the IT Act | Rate specified in Lower TDS certificate | » Copy of PAN card /<br>» Copy of lower TDS certificate |

However, in case of individuals, TDS would not apply if the aggregate of total dividend distributed to them by the Company during the financial year does not exceed ₹ 5,000/- and also in cases where a shareholder provides duly completed Form 15G (applicable to individual) / Form 15H (applicable to an individual above the age of 60 years), subject to fulfilment of conditions specified in the IT Act. NIL applicable tax shall be deducted from the dividend payable to certain classes of resident shareholders such as LIC, GIC, Business Trust, Government, RBI, Mutual Funds, Alternative Investment Fund (Category I and II) and any other entity exempted from TDS on submission of copy of PAN, self-declaration along with adequate documentary evidence.

#### FOR NON-RESIDENT SHAREHOLDERS:

Tax is required to be withheld in accordance with the provisions of Section 195, Section 196D and other applicable sections of the IT Act at the applicable rate in force. As per the relevant provisions of the IT Act, the withholding tax shall be @ 20%\* (plus applicable surcharge and cess) on the amount of dividend payable. However, as per Section 90 of the IT Act, a non-resident shareholder has the option to be governed by the provisions of the Double Tax Avoidance Agreement ("DTAA"), read with Multilateral Instruments (MLI) between India and the country of tax residence of the shareholder, if they are more beneficial to the shareholder. For this purpose, i.e. to avail the tax treaty benefits, the non-resident shareholder will have to provide the following:

- i. Self-attested copy of PAN card, if any, allotted by the Indian Income Tax authorities.
- ii. Self-attested copy of Tax Residency Certificate ("TRC") obtained from the tax authorities of the country of which the shareholder is resident.
- iii. Self-declaration in Form 10F, if all the details required in this form are not mentioned in the TRC.
- iv. Self-declaration by the non-resident shareholder of having no permanent establishment in India in accordance with the applicable tax treaty
- v. Self-declaration of beneficial ownership by the non-resident shareholder
- vi. Any other documents as prescribed under the IT Act for lower withholding of taxes, if applicable duly attested by the non-resident shareholder

vii. In case of Foreign Institutional Investors and Foreign Portfolio Investors, self-attested copy of SEBI registration certificate.

The Company is not obligated to apply the beneficial DTAA rates at the time of tax deduction on dividend amounts. Application of beneficial DTAA rate shall depend upon the completeness and satisfactory review by the Company, of the documents submitted by non-resident shareholders and meeting requirement of the IT Act read with applicable tax treaty.

\* As per the Finance Act, 2021, Section 206AB has been inserted effective July 1, 2021, wherein higher rate of tax (twice the specified rate) would be applicable on payment made to a shareholder who is classified as 'Specified Person' as defined under the provisions of the aforesaid section. However, in case a non-resident shareholder or a non-resident Foreign Portfolio Investor (FPI) / Foreign Institutional Investor (FII), higher rate of tax as mentioned in Section 206AB shall not apply if such non-resident does not have a permanent establishment in India.

An email communication informing the shareholders regarding the change in the Income Tax Act, 1961 as well as the relevant procedure to be adopted by them to avail the applicable tax rate was sent by the Company at the registered email IDs of the shareholders. The aforementioned documents are required to be submitted to the Company. In the event of any tax demand (including interest, penalty, etc.) arising from any misrepresentation, inaccuracy or omission of information provided by the shareholder, such shareholder will be responsible to indemnify the Company and also, provide the Company with all information / documents and co-operation in any appellate proceedings. This communication is not exhaustive and does not purport to be a complete analysis or listing of all potential tax consequences in the matter of dividend payment. Shareholders should consult their tax advisors for requisite action to be taken by them.

15. The Members are requested to note that, dividends if not encashed for a consecutive period of 7 years from the date of transfer to unpaid dividend account of the Company, are liable to be transferred to the Investor Education and Protection Fund ("IEPF"). Further, all the shares in respect of which dividend has remained unclaimed for 7 consecutive years or more from the date of transfer to unpaid dividend account shall also be transferred to IEPF Authority. In

view of this, the Members are requested to claim their dividends from the Company within the stipulated timeline. The Members, whose unclaimed/unpaid dividends/shares shall get transferred to IEPF, as per the statutory provisions for transfer of the unclaimed/ unpaid dividends /shares to IEPF, may claim the same post such transfer to IEPF by making an online application to the IEPF Authority in web Form No. IEPF-5 available on [www.iepf.gov.in](http://www.iepf.gov.in). The members are, however, encouraged to update their KYC details, PAN and bank account details with their DPs for seamless dividend transfer.

16. Shareholders holding shares in electronic form may note that their bank account details as furnished by their Depositories to the Company will be used by the Company for payment of dividend. Shareholders who are holding shares in electronic mode are requested to make sure, that they have updated details of bank account number, name of bank, branch address, MICR Code, IFSC Code with their respective depository participant (DP). The Company will not entertain any direct request from such shareholders for deletion of/change in such bank details. Shareholders who wish to change such bank account details are, therefore, requested to advise their DPs about such changes, with complete details of bank account. In case the Company is unable to pay the dividend to any Shareholders by electronic mode, due to non-availability of the complete details of the Bank account, the Company shall dispatch the dividend warrants to such Shareholders by post.
17. SEBI has amended the Regulation 40 of the Listing Regulations pursuant to which after March 31, 2019, transfer of securities cannot be processed unless the securities are held in the dematerialised form with any Depository except in case of a request received for transmission or transposition of securities. The Members holding shares in physical form are requested to dematerialise their holdings at the earliest as henceforth it will not be possible to transfer shares held in physical mode.
18. SEBI has mandated the submission of the Permanent Account Number (PAN), proof of identity, address and bank details by every participant in the securities market. Members holding shares in electronic form are, therefore, requested to submit the said documents to their DPs. Members holding shares in physical form shall submit the documents to KFin Technologies Limited. Members are requested to intimate any changes pertaining to their name, postal address, email address, phone number, PAN, mandates, nominations, power of attorney, etc. to their DPs, where shares are held by them in electronic mode and to the Registrar and Transfer Agent - KFin Technologies Limited ("RTA"), where the shares are held in physical form.
19. The Members holding shares in dematerialised mode, who have not registered / updated their e-mail addresses with their DPs are requested to register/update their e-mail address with their DPs with whom they maintain their de-mat account. This may be treated as an advance opportunity in terms of proviso to Rule 18(3)(i) of the Companies (Management and Administration) Rules, 2014.
20. The Members are requested to send all communications relating to shares held by them of the Company, to the Company's RTA - KFin Technologies Limited, Unit: Anupam Rasayan India Limited, Selenium, Tower - B, Plot 31-32, Financial District, Nanakramguda, Serilingampally Mandal, Hyderabad - 500032, email Id: [einward.ris@kfintech.com](mailto:einward.ris@kfintech.com). The Members holding shares in electronic mode should address all their correspondence to their respective DPs.
21. The Members seeking any information with regard to the accounts or any matter to be placed at the AGM may write to the Company at [investors@anupamrasayan.com](mailto:investors@anupamrasayan.com) at-least 7 days prior to the date of the AGM.
22. The Members in respect of the shares held by them and have not registered their nomination may register the same by submitting the requisite details to their DP, in case the shares are held by them in electronic form and to the RTA of the Company, in case the shares are held in physical form.
23. In case of joint holders, a Member whose name appears as the first holder in the order of names as per the Register of Members of the Company will be entitled to vote at the AGM.
24. Voting Options - In view of the meeting being held by audio visual means, the Members shall have two options of voting, both electronically as follows:
  - A. Remote e-voting
  - B. Electronic e-voting during the AGM

**A. Remote e-voting**

- Voting through electronic means is made available pursuant to the provisions of Section 108 of the Companies Act, 2013 read with Rule 20 of the Companies (Management and Administration) Rules, 2014, Regulation 44 of Listing Regulations and SEBI circular no. SEBI/HO/CFD/CMD/ CIR/P/2020/242 dated December 09, 2020.
- The Company has approached NSDL for providing remote e-voting services through their e-voting platform. In this regard, your demat account/folio number has been enrolled by the Company for your participation in remote e-voting on resolutions placed by the Company in the AGM Notice.
- The remote e-voting period **commences on (Monday), September 12, 2022 (9:00 a.m. IST) and ends on (Wednesday), September 14, 2022 (5:00 p.m. IST)**. The remote e-voting module shall be disabled by NSDL for voting thereafter. During this period, the Members of the Company whose name appear in the Register of Members / Beneficial Owners as on the cut-off date i.e. **(Thursday), September 08, 2022**, may cast their vote by remote e-voting. The voting rights of the Members shall be in proportion to their shares of the paid-up equity share capital of the Company as on the cut-off date i.e. **(Thursday), September 08, 2022**.
- Any person holding shares in physical form and non-individual shareholders, who acquires shares of the Company and becomes the member of the Company after the notice is sent through e-mail and holding shares as of the cut-off date i.e. September 08, 2022, may obtain the login ID and password by sending a request at [evoting@nsdl.co.in](mailto:evoting@nsdl.co.in) or Issuer/RTA.

However, if you are already registered with NSDL for remote e-voting, then you can use your existing user ID and password for casting your vote. If you forgot your password, you can reset your password by using "Forgot User Details/Password" or "Physical User Reset Password" option available on [www.evoting.nsdl.com](http://www.evoting.nsdl.com) or call on toll free no. **1800 1020 990 and 1800 22 44 30**. In case of Individual Shareholders holding securities in demat mode who acquires shares of the Company and becomes a Member of the Company after sending of the Notice and holding shares as of the cut-off date i.e. September 08, 2022, may follow steps mentioned in the Notice of the AGM under "Access to NSDL e-Voting system".

- Subject to receipt of requisite number of votes, the Resolutions shall be deemed to be passed on the date of the Meeting, i.e. (Thursday) September 15, 2022.
- The Members are advised to update their mobile number and e-mail ID with their DPs in order to access e-Voting facility.
- The Members who have cast their vote by remote e-voting prior to the AGM may also attend/participate in the AGM through VC/OAVM but shall not be entitled to cast their vote on such resolution(s) again.

**The process and manner for remote e-voting are as under:**

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

**Step 1: Access to NSDL e-Voting system at** <https://www.evoting.nsdl.com/>

**Step 2: Cast your vote electronically on NSDL e-Voting system.**

**Step 1 - Access to NSDL e-Voting System**

Login method for e-Voting and joining virtual meeting for Individual shareholders holding securities in demat mode: In terms of SEBI circular dated December 09, 2020, on e-Voting facility provided by listed companies, Individual shareholders holding securities in demat mode are allowed to vote through their demat account maintained with Depositories and Depository Participants. Shareholders are advised to update their mobile number and email Id in their demat accounts in order to access e-Voting facility

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

| Type of shareholders                                               | Login Method                                                                                                                                                                                                                                                                                |
|--------------------------------------------------------------------|---------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------|
| Individual Shareholders holding securities in demat mode with NSDL | <b>A. IDeAS Registered User:</b> <ol style="list-style-type: none"> <li>1. Visit the e-Services website of NSDL. Open web browser by typing the following URL: <a href="https://eservices.nsdl.com">https://eservices.nsdl.com</a> either on a Personal Computer or on a mobile.</li> </ol> |

2. On the e-Services home page click on the “**Beneficial Owner**” icon under “**Login**” which is available under ‘**IDeAS**’ section. A new screen will open and you will be required to enter your existing User ID and Password. After successful authentication, you will be able to see e-Voting services.
3. Click on “**Access to e-Voting**” under e-Voting services and you will be able to see e-Voting page. Click on company name or e-Voting service provider name (NSDL in this case) and you will be re-directed to NSDL e-Voting website for casting your vote during the remote e-Voting period or joining virtual meeting & voting during the meeting.

B. If the user is not registered for IDeAS e-Services, option to register is available at <https://eservices.nsdl.com>. Select “**Register Online for IDeAS**” Portal or click at <https://eservices.nsdl.com/SecureWeb/IdeasDirectReg.jsp> **e-Voting through the website of NSDL:**

1. Open web browser by typing the following URL: <https://www.evoting.nsdl.com/> either on a Personal Computer or on a mobile.
2. Once the home page of e-Voting system is launched, click on the icon “Login” which is available under ‘Shareholder/Member’ section. A new screen will open. You will have to enter your User ID (i.e. your sixteen-digit demat account number held with NSDL), Password/OTP and a Verification Code as shown on the screen.
3. After successful authentication, you will be redirected to NSDL Depository site wherein you can see e-Voting page.
4. Click on options available against company name or e-Voting service provider name (NSDL in this case) and you will be redirected to e-Voting website of NSDL for casting your vote during the remote e-Voting period or joining virtual meeting & voting during the meeting.
5. Shareholders/Members can also download NSDL Mobile App “NSDL Speede” facility by scanning the QR code mentioned below for seamless voting experience.

**NSDL Mobile App is available on**



Individual Shareholders holding securities in demat mode with CDSL

1. Existing users who have opted for Easi / Easiest, they can login through their user id and password. Option will be made available to reach e-Voting page without any further authentication. The URL for users to login to Easi / Easiest are <https://web.cdslindia.com/myeasi/home/login> or [www.cdslindia.com](http://www.cdslindia.com) and click on New System Myeasi.
2. After successful login of Easi/Easiest the user will be also able to see the E Voting Menu. The Menu will have links of **e-Voting service provider i.e. NSDL**. Click on **NSDL** to cast your vote.

|                                                                                                                                       | <p>3. If the user is not registered for Easi/Easiest, option to register is available at <a href="https://web.cdslindia.com/myeasi/Registration/EasiRegistration">https://web.cdslindia.com/myeasi/Registration/EasiRegistration</a></p> <p>Alternatively, the user can directly access e-Voting page by providing demat Account Number and PAN No. from a link in <a href="http://www.cdslindia.com">www.cdslindia.com</a> home page. The system will authenticate the user by sending OTP on registered Mobile &amp; Email as recorded in the demat Account. After successful authentication, user will be provided links for the respective ESP i.e. NSDL where the e-Voting is in progress.</p>                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                       |                                                                       |                         |                                                            |                                                                                                                                                         |                                                           |                                                                                                       |                                                 |                                                                                                                                                                                                                    |
|---------------------------------------------------------------------------------------------------------------------------------------|-----------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------|-----------------------------------------------------------------------|-------------------------|------------------------------------------------------------|---------------------------------------------------------------------------------------------------------------------------------------------------------|-----------------------------------------------------------|-------------------------------------------------------------------------------------------------------|-------------------------------------------------|--------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------|
| Individual Shareholders (holding securities in demat mode) logging through their depository participants                              | <p>1. Shareholders can also login using the login credentials of their demat account through their Depository Participant registered with NSDL/CDSL for e-Voting facility.</p> <p>2. Upon logging in, you will be able to see e-Voting option. Click on e-Voting option, you will be redirected to NSDL Depository site after successful authentication, wherein you can see e-Voting feature.</p> <p>3. Click on options available against company name or e-Voting service provider name (NSDL in this case) and you will be redirected to NSDL e-Voting website for casting your vote during the remote e-Voting period or joining virtual meeting &amp; voting during the meeting.</p>                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                |                                                                       |                         |                                                            |                                                                                                                                                         |                                                           |                                                                                                       |                                                 |                                                                                                                                                                                                                    |
| Shareholders other than individual shareholders holding securities in demat mode and shareholders holding securities in physical mode | <p>1. Visit the e-Voting website of NSDL. Open web browser by typing the following URL: <a href="https://www.evoting.nsdl.com/">https://www.evoting.nsdl.com/</a> either on a Personal Computer or on a mobile.</p> <p>2. Once the home page of e-Voting system is launched, click on the icon "Login" which is available under 'Shareholders/Member' section.</p> <p>3. A new screen will open. You will have to enter your User ID, your Password and a Verification Code as shown on the screen.</p> <p>Alternatively, if you are registered for NSDL eservices i.e. IDeAS, you can log-in at <a href="https://eservices.nsdl.com/">https://eservices.nsdl.com/</a> with your existing IDeAS login. Once you log-in to NSDL e-services after using your log-in credentials, click on e-Voting and you can proceed to Step 2 i.e. Cast your vote electronically.</p> <p>4. Your User ID details are given below</p> <table> <tr> <th><b>Manner of holding shares i.e. Demat (NSDL or CDSL) or Physical</b></th><th><b>Your User ID is:</b></th></tr> <tr> <td>a) For Members who hold shares in demat account with NSDL.</td><td>8 Character DP ID followed by 8 Digit Client ID<br/>For example if your DP ID is IN300*** and Client ID is 12***** then your user ID is IN300***12*****.</td></tr> <tr> <td>b) For Members who hold shares in demat account with CDSL</td><td>16 Digit Beneficiary ID<br/>For example if your Beneficiary ID is 12***** then your user ID is 12*****</td></tr> <tr> <td>c) For Members holding shares in Physical Form.</td><td>EVEN (E-Voting Event Number) allotted to Anupam Rasayan India Limited followed by Folio Number registered with the company<br/>For example if folio number is 001*** and EVEN is 101456 then user ID is 101456001**</td></tr> </table> | <b>Manner of holding shares i.e. Demat (NSDL or CDSL) or Physical</b> | <b>Your User ID is:</b> | a) For Members who hold shares in demat account with NSDL. | 8 Character DP ID followed by 8 Digit Client ID<br>For example if your DP ID is IN300*** and Client ID is 12***** then your user ID is IN300***12*****. | b) For Members who hold shares in demat account with CDSL | 16 Digit Beneficiary ID<br>For example if your Beneficiary ID is 12***** then your user ID is 12***** | c) For Members holding shares in Physical Form. | EVEN (E-Voting Event Number) allotted to Anupam Rasayan India Limited followed by Folio Number registered with the company<br>For example if folio number is 001*** and EVEN is 101456 then user ID is 101456001** |
| <b>Manner of holding shares i.e. Demat (NSDL or CDSL) or Physical</b>                                                                 | <b>Your User ID is:</b>                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                   |                                                                       |                         |                                                            |                                                                                                                                                         |                                                           |                                                                                                       |                                                 |                                                                                                                                                                                                                    |
| a) For Members who hold shares in demat account with NSDL.                                                                            | 8 Character DP ID followed by 8 Digit Client ID<br>For example if your DP ID is IN300*** and Client ID is 12***** then your user ID is IN300***12*****.                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                   |                                                                       |                         |                                                            |                                                                                                                                                         |                                                           |                                                                                                       |                                                 |                                                                                                                                                                                                                    |
| b) For Members who hold shares in demat account with CDSL                                                                             | 16 Digit Beneficiary ID<br>For example if your Beneficiary ID is 12***** then your user ID is 12*****                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                     |                                                                       |                         |                                                            |                                                                                                                                                         |                                                           |                                                                                                       |                                                 |                                                                                                                                                                                                                    |
| c) For Members holding shares in Physical Form.                                                                                       | EVEN (E-Voting Event Number) allotted to Anupam Rasayan India Limited followed by Folio Number registered with the company<br>For example if folio number is 001*** and EVEN is 101456 then user ID is 101456001**                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                        |                                                                       |                         |                                                            |                                                                                                                                                         |                                                           |                                                                                                       |                                                 |                                                                                                                                                                                                                    |

Password details for shareholders other than Individual shareholders are given below:

a) If you are already registered for e-Voting, then you can use your existing password to login and cast your vote.

b) If you are using NSDL e-Voting system for the first time, you will need to retrieve the 'initial password' which was communicated to you. Once you retrieve your 'initial password', you need to enter the 'initial password' and the system will ask you to change your password.

c) How to retrieve your 'initial password'?

(i) If your e-mail ID is registered in your demat account or with the Company, your 'initial password' is communicated to you on your e-mail ID. Trace the e-mail sent to you from NSDL from your mailbox. Open the e-mail and open the attachment i.e. a pdf file. The password to open the pdf file is your 8 digit client ID for NSDL account, last 8 digits of client ID for CDSL account or folio number for shares held in physical form. The .pdf file contains your 'User ID' and your 'initial password'.

(ii) If your e-mail ID is not registered, please follow steps mentioned below in process for those shareholders whose e-mail ids are not registered.

6. If you are unable to retrieve or have not received the "Initial password" or have forgotten your password:

a) Click on "Forgot User Details/Password?" (If you are holding shares in your demat account with NSDL or CDSL) option available on [www.evoting.nsdl.com](http://www.evoting.nsdl.com).

b) "Physical User Reset Password?" (If you are holding shares in physical mode) option available on [www.evoting.nsdl.com](http://www.evoting.nsdl.com).

c) If you are still unable to get the password by aforesaid two options, you can send a request at [evoting@nsdl.co.in](mailto:evoting@nsdl.co.in) mentioning your demat account number/folio number, your PAN, your name and your registered address.

d) Members can also use the OTP (One Time Password) based login for casting the votes on the e-Voting system of NSDL.

7. After entering your password, tick on Agree to "Terms and Conditions" by selecting on the check box.

8. Now, you will have to click on "Login" button.

9. After you click on the "Login" button, Home page of e-Voting will open.

Helpdesk for Individual shareholders holding securities in demat mode for any technical issues related to login through Depository i.e. NSDL and CDSL.

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

## Step 2 - How to cast your vote electronically on NSDL e-Voting system?

1. After successful login at Step 1, you will be able to see all the companies "EVEN" in which you are holding shares and whose voting cycle is in active status.
2. Select "EVEN" of the company for which you wish to cast your vote.
3. Now you are ready for e-Voting as the voting page opens.
4. Cast your vote by selecting appropriate options i.e. assent or dissent, verify/modify

the number of shares for which you wish to cast your vote and click on "Submit" and also "Confirm" when prompted.

5. Upon confirmation, the message "Vote cast successfully" will be displayed.
6. You can also take the printout of the votes cast by you by clicking on the print option on the confirmation page.
7. Once you confirm your vote on the resolution, you will not be allowed to modify your vote.

**General Guidelines for shareholders**

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

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

1. In case shares are held in demat mode, please provide DPID-CLID (16 digit DPID + CLID or 16 digit beneficiary ID), Name, client master or copy of consolidated account statement, self-attested scanned copy of PAN card and AADHAR to [investors@anupamrasayan.com](mailto:investors@anupamrasayan.com) and/or to (RTA) [einward.ris@kfintech.com](mailto:einward.ris@kfintech.com).
2. Alternatively, the shareholder/Members may send a request to [evoting@nsdl.co.in](mailto:evoting@nsdl.co.in) for procuring user id and password for e-voting by providing above mentioned documents.
3. In terms of SEBI circular dated December 09, 2020 on e-Voting facility provided by

listed companies, to individual shareholders holding securities in demat mode are allowed to vote through their demat account maintained with Depositories and Depository Participants. The Shareholders/Members are required to update their mobile number and email ID correctly in their demat account in order to access e-Voting facility.

**Instructions for the Members for e-voting on the day of the AGM are as under:**

1. The procedure for e-voting on the day of the AGM is same as the instructions mentioned above for remote e-voting.
2. Only those Members/ shareholders, who will be present in the AGM through VC facility and have not cast their vote on the Resolutions set forth in this Notice through remote e-Voting and are otherwise not barred from doing so, shall be eligible to vote through e-voting system in the AGM.
3. The Members who have voted through remote e-voting will be eligible to attend the AGM. However, they will not be eligible to vote at the AGM.
4. The details of the person who may be contacted for any grievances connected with the facility for e-Voting on the day of the AGM shall be the same person mentioned for remote e-voting.

**Instructions for the Members for attending the AGM through VC facility are as under:**

1. Shareholder will be provided with a facility to attend the AGM through VC facility through the NSDL e-Voting system. The Members may access by following the steps mentioned above for **Access to NSDL e-Voting system**. After successful login, you can see link of "VC/OAVM link" placed under **"Join meeting"** menu against company name. You are requested to click on VC/OAVM link placed under Join Meeting menu. The link for VC facility will be available in shareholder/Members login where the EVEN of Company will be displayed. Please note that the shareholder who do not have the User ID and Password for e-Voting or have forgotten the User ID and Password may retrieve the same by following the remote e-Voting instructions mentioned in the notice to avoid last minute rush. Shareholders can also use the OTP based login for logging into the e-Voting system of NSDL.

2. Shareholders are encouraged to join the Meeting through Laptop/ Desktop for better experience.
3. Further the Members will be required to allow Camera and use Internet with a good speed to avoid any disturbance during the meeting.
4. Please note that participants connecting from Mobile Devices or Tablets or through Laptop connecting via Mobile Hotspot may experience Audio/Video loss due to fluctuation in their respective network. It is therefore recommended to use stable Wi-Fi or LAN Connection to mitigate any kind of aforesaid glitches.
5. Shareholders who would like to express their views/have questions, may send their questions in advance mentioning their name, demat account number/folio number, email id and mobile number at [invetsors@anupamrasayan.com](mailto:invetsors@anupamrasayan.com). The same will be replied by the Company suitably.
25. A person, whose name is recorded in the Register of Members or in the Register of Beneficial Owners maintained by the Depositories as on the cut-off date i.e. Thursday, September 08, 2022, only shall be entitled to avail the facility of remote e-voting as well as e-voting at the AGM.
26. In compliance with the aforesaid MCA Circulars and SEBI Circular SEBI/HO/CFD/CMD2/CIR/P/2022/62 dated May 13, 2022, Notice of the AGM along-with the Annual Report 2021-22 containing the Standalone and Consolidated Audited Financial Statements for the financial year 2021-22, along with the Board of Directors' Report, Auditors' Report, Corporate Governance Report, Business Responsibility Report and the relevant annexures to each such report and other documents required to be attached thereto, is being sent only through electronic mode to those Members whose email addresses are registered with the Company/ Depositories, unless any member has requested for a physical copy of the same. The Members may note that the Notice and Annual Report 2021-22 will also be available on the Company's website [www.anupamrasayan.com](http://www.anupamrasayan.com), websites of the Stock Exchanges i.e. BSE Limited at [www.bseindia.com](http://www.bseindia.com) and National Stock Exchange of India Limited at [www.nseindia.com](http://www.nseindia.com) and notice of AGM on the website of NDSL : <https://www.evoting.nsdl.com/>.
27. The Board of Directors of the Company have appointed Mr Mohan Baid, Practicing Company Secretary (Membership No. A3598 COP: 3873), partner of M. D. Baid & Associates, as the Scrutinizer to scrutinize the remote e-voting and e-voting at AGM process in a fair and transparent manner. He has communicated his willingness to be appointed and will be available for the said purpose.
28. The Scrutinizer shall after the conclusion of voting at the AGM, first count the votes cast during the AGM and thereafter unblock the votes cast through remote e-voting in the presence of at least two witnesses not in the employment of the Company and shall make, not later than 48 hours of the conclusion of the AGM, a consolidated scrutinizer's report of the total votes cast in favour or against, of the resolutions put to vote to the Chairman or a person authorized by him in writing, who shall countersign the same and declare the result of the voting forthwith.
29. The results of voting will be declared on receipt of Scrutinizer's Report at the Registered office of the Company and the same along with the Scrutinizers Report will be published on the website of the Company <https://www.anupamrasayan.com> and the website of NSDL <https://www.evoting.nsdl.com>. The Company shall simultaneously communicate the results along with the Scrutinizer's Report to BSE Limited and the National Stock Exchange of India Limited where the shares of the Company are listed.

# The Explanatory Statement pursuant to Section 102 of the Companies Act, 2013

Pursuant to Section 102 of the Companies Act, 2013 ("Act"), the following Explanatory Statement sets out all the material facts relating to the business mentioned under Item Numbers 4 to 9 for the Annual General Meeting to be held on September 15, 2022

## SPECIAL BUSINESS

### **Item No. 4. Ratification of remuneration to the Cost Auditor for cost audit for the period from April 01, 2022, to March 31, 2023**

The Board of Directors, on the recommendation of the Audit Committee, has appointed Cost Auditors to conduct the audit of the cost records of the Company for the financial year ending March 31, 2023, and approved the payment of remuneration payable to the Cost Auditor.

In accordance with the provisions of Section 148 of the Act read with the Companies (Audit and Auditors) Rules, 2014, the remuneration payable to the Cost Auditor is required to be ratified by the Members of the Company.

Accordingly, consent of the Members is sought by passing an Ordinary Resolution as set out at Item No. 4 of the Notice for ratification of the remuneration payable to the Cost Auditors for the financial year ending March 31, 2023.

The Board of Directors recommend the Ordinary Resolution as set out in item No. 4 of the accompanying Notice for approval of the Members of the Company.

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None of the Directors or Key Managerial Personnel of the Company or their relatives (as defined under the Companies Act, 2013) are, concerned or interested financially or otherwise in the said resolution as per item no. 4 of the Notice.

### **Item No. 5. Approval of amendment in the Articles of Association of the Company**

The Company has listed its equity shares (the "Equity Shares") on BSE Limited and National Stock Exchange of India Limited on March 24, 2021, and has enabled the shareholders to have a formal market place for dealing in such Equity Shares. The Company for its various future projects and expansion may undertake, from time to time, further issuance of equity shares including by way of a preferential issue or a qualified institutions placement. Pursuant to the Securities and Exchange Board of India (Issue of Capital and Disclosure Requirements) (Amendment) Regulations, 2022, dated January 14, 2022, SEBI has amended the provisions pertaining to the pricing of shares in case of a preferential issue and added provisos which provide that if the Articles of Association of the issuer provide for a method of determination of price which results in a floor price higher than that determined under the regulations, then the same shall be considered as the floor price for equity shares to be offered, issued and allotted pursuant to the preferential issue. Given that SEBI prescribes the mechanism of pricing in the SEBI (Issue of Capital and Disclosure Requirements) Regulations, 2018, as amended, the Board proposes to amend the Articles of Association of the Company to conform with the pricing mechanism prescribed by SEBI under the SEBI (Issue of Capital and Disclosure Requirements) Regulations, 2018, as amended, and be guided by the same. The change to the proposed articles is set out below:

| Old Article 10                                                                                                                                                                                                                              | Proposed Article 10                                                                                                                                                                                                                         |
|---------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------|---------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------|
| 10. Where at any time, it is proposed to increase its subscribed Share Capital by the issuance/allotment of further Shares either out of the unissued Share Capital or increased Share Capital then, such further Shares may be offered to: | 10. Where at any time, it is proposed to increase its subscribed Share Capital by the issuance/allotment of further Shares either out of the unissued Share Capital or increased Share Capital then, such further Shares may be offered to: |

- (i) Persons who, on the date specified under Law , are holders of equity Shares of the Company, in proportion, as nearly as circumstances admit, to the capital paid up on those Shares by sending a letter of offer subject to the following conditions: (a) the offer shall be made by notice specifying the number of Shares offered and limiting a time not being less than 15 (fifteen) days and not exceeding 30 (thirty) days from the date of the offer within which the offer, if not accepted, will be deemed to have been declined; (b) the offer aforesaid shall be deemed to include a right exercisable by the Person concerned to renounce the Shares offered to him or any of them in favour of any other Person and the notice referred to in (a) shall contain a statement of this right, provided that the Board may decline, without assigning any reason therefore, to allot any Shares to any Person in whose favour any Member may renounce the Shares offered to him; and (c) after expiry of the time specified in the notice aforesaid, or on receipt of earlier intimation from the Person to whom such notice is given that he declines to accept the Shares offered, the Board may dispose of them in such manner which is not disadvantageous to the Members and the Company;

Nothing in sub-Article (i)(b) above shall be deemed to extend the time within which the offer should be accepted; or to authorize any Person to exercise the right of renunciation for a second time on the ground that the Person in whose favour the renunciation was first made has declined to take the Shares comprised in the renunciation.

- (ii) employees under a scheme of employees' stock option, subject to Special Resolution passed by the Company and subject to such conditions as may be prescribed under the Act and other applicable Laws; or
- (iii) any Persons, whether or not those Persons include the Persons referred to in (i) or (ii) above, either for cash or for a consideration other than cash, if the price of such Shares is determined by the valuation report of a registered valuer, subject to compliance with the applicable provisions of Chapter III of the Act and any other conditions as may be prescribed, if a Special Resolution to this effect is passed by the Company in a General Meeting.
- (iv) The notice referred to in Article 10(i)(a) above shall be dispatched through registered post or speed post or through electronic mode or courier or any other mode having proof of delivery to all the existing shareholders at least three days before the opening of the issue.

- (i) Persons who, on the date specified under Law, are holders of equity Shares of the Company, in proportion, as nearly as circumstances admit, to the capital paid up on those Shares by sending a letter of offer subject to the following conditions: (a) the offer shall be made by notice specifying the number of Shares offered and limiting a time not being less than 15 (fifteen) days and not exceeding 30 (thirty) days from the date of the offer within which the offer, if not accepted, will be deemed to have been declined; (b) the offer aforesaid shall be deemed to include a right exercisable by the Person concerned to renounce the Shares offered to him or any of them in favour of any other Person and the notice referred to in (a) shall contain a statement of this right, provided that the Board may decline, without assigning any reason therefore, to allot any Shares to any Person in whose favour any Member may renounce the Shares offered to him; and (c) after expiry of the time specified in the notice aforesaid, or on receipt of earlier intimation from the Person to whom such notice is given that he declines to accept the Shares offered, the Board may dispose of them in such manner which is not disadvantageous to the Members and the Company;

Nothing in sub-Article (i)(b) above shall be deemed to extend the time within which the offer should be accepted; or to authorize any Person to exercise the right of renunciation for a second time on the ground that the Person in whose favour the renunciation was first made has declined to take the Shares comprised in the renunciation.

- (ii) employees under a scheme of employees' stock option, subject to Special Resolution passed by the Company and subject to such conditions as may be prescribed under the Act and other applicable Laws; or
- (iii) any Persons, whether or not those Persons include the Persons referred to in (i) or (ii) above, either for cash or for a consideration other than cash, subject to compliance with the applicable provisions of Chapter III of the Act and any other conditions as may be prescribed, if a Special Resolution to this effect is passed by the Company in a General Meeting.
- (iv) The notice referred to in Article 10(i)(a) above shall be dispatched through registered post or speed post or through electronic mode or courier or any other mode having proof of delivery to all the existing shareholders at least three days before the opening of the issue.

Pursuant to the provisions of Section 14 of the Companies Act, 2013, as applicable, any amendment in Article of Association requires approval of the members of the Company by way of a special resolution.

The Board of Directors recommend the Special Resolution as set out in item No. 5 of the accompanying Notice for approval of the Members of the Company.

None of the directors, key managerial personnel and their relatives (as defined under the Companies Act, 2013) are in anyway concerned or interested in the proposed resolution, except in the ordinary course of business.

**Item No. 6. Re-appointment of Mr Vinesh Prabhakar Sadekar (DIN: 00046815) as an Independent Director of the Company**

Mr Vinesh Prabhakar Sadekar was appointed as an Independent Director of the Company pursuant to Section 149 of the Act, read with the Companies (Appointment and Qualification of Directors) Rules, 2014, by the Members of the Company in their general meeting held on November 09, 2020, to hold the office for a term of two (2) years commenced from November 09, 2020. His appointment as an Independent Director is due for retirement on November 08, 2022. Mr Vinesh Prabhakar Sadekar is also a committee member of Nomination and Remuneration Committee and Risk Management Committee.

The Nomination and Remuneration Committee, after evaluating his performance and considering his knowledge, experience, expertise and his contribution towards the Company during his first term, had recommended to the Board his re-appointment as an Independent Director for the second term of 2 years and the Board has recommended the re-appointment of Mr Vinesh Prabhakar Sadekar as an Independent Director, who shall not be liable to retire by rotation, for a second term of 2 years which will commence from November 09, 2022, up to November 08, 2024.

Further, the Company has received from Mr Vinesh Prabhakar Sadekar (i) consent to act as a director in Form DIR-2, pursuant to Rule 8 of the Companies (Appointment and Qualification of Directors) Rules, 2014; (ii) Intimation in Form DIR-8 in terms of the Companies (Appointment and Qualification of Directors) Rules, 2014, to the effect that he is not disqualified under Section 164(2) of the Act, and (iii) a declaration to the effect that he meets the criteria of independence as provided under Section 149(6) of the Act. The Company has also received a notice in writing under Section 160 of the Act, proposing

his candidature for the office of a Director of the Company. Hence, in the opinion of the Board, Mr Vinesh Prabhakar Sadekar fulfills all the conditions as specified in the Act, rules made thereunder and Listing Regulations for his re-appointment as an Independent Director of the Company. A copy of the draft letter for the re-appointment of Mr Vinesh Prabhakar Sadekar setting out the terms and conditions is available for electronic inspection without any fee by the Members. The consent of the Members is sought by passing a Special Resolution as set out at Item No. 6 of the Notice for re-appointment of Mr Vinesh Prabhakar Sadekar as an Independent Director of the Company. In compliance with the general circular no. 20/2020 issued by the MCA, this item is considered unavoidable and forms part of this Notice.

The details seeking re-appointment of Mr Vinesh Prabhakar Sadekar as an Independent Director of the Company at the Annual General Meeting is provided in **Annexure B** – Information about Director.

The Board of Directors recommend the Special Resolution as set out in item No. 6 of the accompanying Notice for approval of the Members of the Company.

No director, key managerial personnel or their relatives (as defined under the Companies Act, 2013) except Mr Vinesh Prabhakar Sadekar is interested or concerned in the proposed resolution.

**Item No. 7. Re-appointment of Mr Hetul Krishnakant Mehta (DIN: 01650314) as an Independent Director of the Company**

Mr Hetul Mehta was appointed as an Independent Director of the Company pursuant to Section 149 of the Act, read with the Companies (Appointment and Qualification of Directors) Rules, 2014, by the Members in their general meeting held on November 09, 2020, to hold the office for a term of two (2) years commenced from November 09, 2020. His appointment as an Independent Director is due for retirement from the first term on November 08, 2022. Mr Hetul Mehta is a Chairperson of Audit Committee, Nomination and Remuneration Committee, Stakeholder's Relationship Committee and a committee member of Corporate Social Responsibility Committee and Sustainability Committee.

The Nomination and Remuneration Committee, after evaluating his performance and considering his knowledge, experience, expertise and his contribution towards the Company during his first term, had recommended to the Board his re-appointment as an Independent Director of the Company for the second term of 2 years and the

Board has recommended the re-appointment of Mr Hetul Krishnakant Mehta as an Independent Director, who shall not be liable to retire by rotation, for a second term of 2 years which will commence from November 09, 2022, up to November 08, 2024.

Further, the Company has received from Mr Hetul Krishnakant Mehta (i) consent to act as a director in Form DIR-2, pursuant to Rule 8 of the Companies (Appointment and Qualification of Directors) Rules, 2014; (ii) Intimation in Form DIR-8 in terms of the Companies (Appointment and Qualification of Directors) Rules, 2014, to the effect that he is not disqualified under Section 164(2) of the Act, and (iii) a declaration to the effect that he meets the criteria of independence as provided under Section 149(6) of the Act. The Company has also received a notice in writing under Section 160 of the Act, proposing his candidature for the office of a Director of the Company. Hence, in the opinion of the Board, Mr Hetul Krishnakant fulfills all the conditions as specified in the Act, rules made thereunder and Listing Regulations for his re-appointment as an Independent Director of the Company. A copy of the draft letter for the re-appointment of Mr Hetul Krishnakant Mehta setting out the terms and conditions is available for electronic inspection without any fee by the Members. The consent of the Members is sought by passing a Special Resolution as set out at Item No. 7 of the Notice for re-appointment of Mr Hetul Krishnakant Mehta as an Independent Director of the Company. In compliance with the general circular no. 20/2020 issued by the MCA, this item is considered unavoidable and forms part of this Notice.

The details seeking re-appointment of Mr Hetul Krishnakant Mehta as an Independent Director of the Company at the Annual General Meeting is provided in **Annexure C** – Information about Director.

The Board of Directors recommend the Special Resolution as set out in item No. 7 of the accompanying Notice for approval of the Members of the Company.

No director, key managerial personnel or their relatives (as defined under the Companies Act, 2013) except Mr Hetul Krishnakant Mehta is interested or concerned in the proposed resolution.

#### **Item No. 8. Re-appointment of Mr Vijay Kumar Batra (DIN: 00038275) as an Independent Director of the Company**

Mr Vijay Kumar Batra was appointed as an Independent Director of the Company pursuant to Section 149 of the Act, read with the Companies

(Appointment and Qualification of Directors) Rules, 2014, by the Members in their general meeting held on November 09, 2020, to hold the office for a term of two (2) years commenced from November 09, 2020. His appointment as an Independent Director is due for retirement on November 08, 2022. Mr Vijay Kumar Batra is a member of Audit Committee.

The Nomination and Remuneration Committee, after evaluating his performance and considering his knowledge, experience, expertise and his contribution towards the Company during his first term, had recommended to the Board his re-appointment as an Independent Director of the Company for the second term of 2 years and the Board has recommended the re-appointment of Mr Vijay Kumar Batra as an Independent Director, who shall not be liable to retire by rotation, for a second term of 2 years which will commence from November 09, 2022, up to November 08, 2024.

Further, the Company has received from Mr Vijay Kumar Batra (i) consent to act as a director in Form DIR-2, pursuant to Rule 8 of the Companies (Appointment and Qualification of Directors) Rules, 2014; (ii) Intimation in Form DIR-8 in terms of the Companies (Appointment and Qualification of Directors) Rules, 2014, to the effect that he is not disqualified under Section 164(2) of the Act, and (iii) a declaration to the effect that he meets the criteria of independence as provided under Section 149(6) of the Act. The Company has also received a notice in writing under Section 160 of the Act, proposing his candidature for the office of a Director of the Company. Hence, in the opinion of the Board, Mr Vijay Kumar Batra fulfills all the conditions as specified in the Act, rules made thereunder and Listing Regulations for his re-appointment as an Independent Director of the Company. A copy of the draft letter for the re-appointment of Mr Vijay Kumar Batra setting out the terms and conditions is available for electronic inspection without any fee by the Members. The consent of the Members is sought by passing a Special Resolution as set out at Item No. 8 of the Notice for re-appointment of Mr Vijay Kumar Batra as an Independent Director of the Company. In compliance with the general circular no. 20/2020 issued by the MCA, this item is considered unavoidable and forms part of this Notice.

The details seeking re-appointment of Mr Vijay Kumar Batra as an Independent Director of the Company at the Annual General Meeting is provided in **Annexure D** – Information about Director.

The Board of Directors recommend the Special Resolution as set out in item No. 8 of the accompanying Notice for approval of the Members of the Company.

No director, key managerial personnel or their relatives (as defined under the Companies Act, 2013) except Mr Vijay Kumar Batra is interested or concerned in the proposed resolution.

**Item No. 9. Re-appointment of Dr Namrata Dharmendra Jariwala (DIN: 08974528) as an Independent Director of the Company**

Dr Namrata Dharmendra Jariwala was appointed as an Independent Director of the Company pursuant to Section 149 of the Act, read with the Companies (Appointment and Qualification of Directors) Rules, 2014, by the Members in their general meeting held on December 04, 2020, to hold the office for a term of two (2) years commenced from December 04, 2020. Her appointment as an Independent Director is due for retirement from the first term as an Independent Director on December 03, 2022.

The Nomination and Remuneration Committee, after evaluating her performance and considering her knowledge and experience and her contribution towards the Company during her first term, had recommended to the Board her re-appointment as an Independent Director of the Company for the second term of 2 years and the Board has recommended the re-appointment of Dr Namrata Dharmendra Jariwala as an Independent Director, who shall not be liable to retire by rotation, for a second term of 2 years which will commence from December 04, 2022, up to December 03, 2024.

Further, the Company has received from Dr Namrata Dharmendra Jariwala (i) consent to act as a director in Form DIR-2, pursuant to Rule 8 of the Companies (Appointment and Qualification of Directors) Rules, 2014; (ii) Intimation in Form DIR-8 in terms of the Companies (Appointment and Qualification of Directors) Rules, 2014, to the effect

that she is not disqualified under Section 164(2) of the Act, and (iii) a declaration to the effect that she meets the criteria of independence as provided under Section 149(6) of the Act. The Company has also received a notice in writing under Section 160 of the Act, proposing her candidature for the office of a Director of the Company. Hence, in the opinion of the Board, Dr Namrata Dharmendra Jariwala fulfills all the conditions as specified in the Act, rules made thereunder and Listing Regulations for her re-appointment as an Independent Director of the Company. A copy of the draft letter for the re-appointment of Dr Namrata Dharmendra Jariwala setting out the terms and conditions is available for electronic inspection without any fee by the Members. The consent of the Members is sought by passing a Special Resolution as set out at Item No. 9 of the Notice for re-appointment of Dr Namrata Dharmendra Jariwala as an Independent Director of the Company. In compliance with the general circular no. 20/2020 issued by the MCA, this item is considered unavoidable and forms part of this Notice.

The details seeking re-appointment of Dr Namrata Dharmendra Jariwala as an Independent Director of the Company at the Annual General Meeting is provided in **Annexure E** – Information about Director.

The Board of Directors recommend the Special Resolution as set out in item No. 9 of the accompanying Notice for approval of the Members of the Company.

No director, key managerial personnel or their relatives (as defined under the Companies Act, 2013) except Dr Namrata Dharmendra Jariwala is interested or concerned in the proposed resolution.

By the Order of Board of Directors  
**For Anupam Rasayan India Limited**

**Date:** August 13, 2022  
**Place:** Surat

**Registered Office:**

Anupam Rasayan India Limited  
Plot No. 8110,  
GIDC Industrial Estate, Sachin,  
Surat-394 230, Gujarat, India.

**Suchi Agarwal**  
Company Secretary and Compliance Officer  
ACS: 32822

## Annexure A – Information about Director

Details of Director liable to retire by rotation and seeking re-appointment at the Annual General Meeting

|                                                                                                                                                                                                              |                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                |
|--------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------|------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------|
| Name of Director                                                                                                                                                                                             | Dr Kiran C Patel                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                               |
| DIN                                                                                                                                                                                                          | 08051053                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                       |
| Date of Birth                                                                                                                                                                                                | March 10, 1949                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                 |
| Date of Appointment                                                                                                                                                                                          | January 09, 2019                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                               |
| Brief Profile                                                                                                                                                                                                | He holds a school certificate incorporating a general certificate of education from the University of Cambridge and general certificate of education from the University of London. He holds a degree in Bachelor of Medicine and Bachelor of Surgery from Gujarat University. Further, Dr. Patel holds diploma certificates in the speciality of internal medicine and the subspecialty of cardiovascular disease from the American Board of Internal Medicine. He completed his fellowship in affiliation with the Columbia University of New York in 1982 and served as a cardiovascular fellow at the Overlook Hospital from 1980 to 1982. |
| Expertise in specific functional areas                                                                                                                                                                       | leadership; strategic planning; industry experience-pharmaceutical & health care; research & development; finance; risk management; global business                                                                                                                                                                                                                                                                                                                                                                                                                                                                                            |
| Member/Chairperson of the Committees of the Company                                                                                                                                                          | Nil                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                            |
| Directorship held in other companies                                                                                                                                                                         | <ul style="list-style-type: none"> <li>• Magenta EV Solutions Private Limited</li> <li>• Axiom Energy Conversion Limited</li> <li>• Shaktikrupa Charitable Association#</li> <li>• Rudraksh Academy Private Limited</li> <li>• Solace Healthcare Private Limited</li> </ul> <p># Shaktikrupa Charitable Association is a company incorporated under section 8 of the Companies Act, 2013</p>                                                                                                                                                                                                                                                   |
| Names of listed entities in which the person also holds the directorship and the membership of Committees of the board along with listed entities from which the person has resigned in the past three years | Nil                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                            |
| Number of shares held in the Company                                                                                                                                                                         | Nil                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                            |
| Remuneration drawn                                                                                                                                                                                           | Nil                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                            |
| Relationship with other directors, manager and key managerial personnel of the Company                                                                                                                       | Not related to other directors, manager or key managerial personnel of the Company.                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                            |
| Number of Meetings of the Board attended during the year                                                                                                                                                     | 9 Board Meetings attended out of 10 Board Meetings held during the year                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                        |

## Annexure B – Information about Director

Details seeking re-appointment of Mr Vinesh Prabhakar Sadekar as an Independent Director of the Company at the Annual General Meeting

|                                                                                                                                                                                                              |                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                 |
|--------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------|-------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------|
| Name of Director                                                                                                                                                                                             | Mr Vinesh Prabhakar Sadekar                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                     |
| DIN                                                                                                                                                                                                          | 00046815                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                        |
| Date of Birth                                                                                                                                                                                                | March 24, 1956                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                  |
| Date of Appointment                                                                                                                                                                                          | November 09, 2020                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                               |
| Brief Profile                                                                                                                                                                                                | Mr Vinesh Prabhakar Sadekar holds a bachelor's degree in chemical engineering from University of Bombay. He was a member of the executive committee and the chairman of human resources committee of Organisation of Pharmaceuticals Producers of India. He was elected as an honorary fellow of the Indian Institute of Chemical Engineers. Mr. Vinesh Prabhakar Sadekar was previously associated with Navin Fluorine International Limited and Cheminova India Limited as a managing director. He has served as the president designate - Searle (I) Ltd. He is the founding partner of KT Energy Solutions LLP. He received the "outstanding achiever award for 1996" from RPG Enterprises. |
| Expertise in specific functional areas                                                                                                                                                                       | leadership; strategic planning; operational experience; chemical industry experience; finance, accounting; risk management; global business, corporate governance                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                               |
| Member/Chairperson of the Committees of the Company                                                                                                                                                          | Member of Nomination and Remuneration Committee and Risk Management Committee                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                   |
| Directorship held in other companies                                                                                                                                                                         | <ul style="list-style-type: none"> <li>Ineos Styrolution India Limited</li> <li>Enpro Industries Private Limited</li> </ul>                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                     |
| Names of listed entities in which the person also holds the directorship and the membership of Committees of the board along with listed entities from which the person has resigned in the past three years | <ul style="list-style-type: none"> <li>Independent Director in Ineos Styrolution India Limited</li> <li>Chairperson of Audit Committee and Nomination and Remuneration Committee and Member of Risk Management Committee and Corporate Social Responsibility Committee of Ineos Styrolution India Limited</li> </ul>                                                                                                                                                                                                                                                                                                                                                                            |
| Number of shares held in the Company                                                                                                                                                                         | Nil                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                             |
| Remuneration drawn                                                                                                                                                                                           | Remuneration drawn during the year is provided in the Corporate Governance Report section of the Annual Report 2021-22                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                          |
| Relationship with other directors, manager and key managerial personnel of the Company                                                                                                                       | Not related to other directors, manager or key managerial personnel of the Company.                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                             |
| Number of Meetings of the Board attended during the year                                                                                                                                                     | 10 Board Meetings attended out of 10 Board Meetings held during the year                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                        |

## Annexure C – Information about Director

Details seeking re-appointment of Mr Hetul Krishnakant Mehta as an Independent Director of the Company at the Annual General Meeting

|                                                                                                                                                                                                              |                                                                                                                                                                                                                                                                                                                                                                                                                                                                                               |
|--------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------|-----------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------|
| Name of Director                                                                                                                                                                                             | Mr Hetul Krishnakant Mehta                                                                                                                                                                                                                                                                                                                                                                                                                                                                    |
| DIN                                                                                                                                                                                                          | 01650314                                                                                                                                                                                                                                                                                                                                                                                                                                                                                      |
| Date of Birth                                                                                                                                                                                                | August 20, 1971                                                                                                                                                                                                                                                                                                                                                                                                                                                                               |
| Date of Appointment                                                                                                                                                                                          | November 09, 2020                                                                                                                                                                                                                                                                                                                                                                                                                                                                             |
| Brief Profile                                                                                                                                                                                                | Mr Hetul Krishnakant Mehta holds a diploma degree in chemical engineering from Bharati Vidyapeeth, Jawaharlal Nehru Institute of Technology, Dhankawadi, Pune (Maharashtra State board of Technical Education). Mr. Hetul Krishnakant Mehta is a founding director of Praveen Laboratories Private Limited and Advanced Diabetes Centre Private Limited. He has published a patent application in relation to process for preparation of clopidogrel polymorphous form 1 using seed crystals. |
| Expertise in specific functional areas                                                                                                                                                                       | leadership; strategic planning; operational, administrative experience; industry experience- chemical, pharmaceuticals & health-care; finance, accounting, regulatory, legal; research & development; global business; corporate governance; corporate social responsibility                                                                                                                                                                                                                  |
| Member/Chairperson of the Committees of the Company                                                                                                                                                          | <ul style="list-style-type: none"> <li>• Chairperson of Audit Committee, Nomination and Remuneration Committee and Stakeholder's Relationship Committee;</li> <li>• Member of Corporate Social Responsibility Committee and Sustainability Committee</li> </ul>                                                                                                                                                                                                                               |
| Directorship held in other companies                                                                                                                                                                         | <ul style="list-style-type: none"> <li>• Globe Enviro Care Limited</li> <li>• Praveen Laboratories Private Limited</li> <li>• Advanced Diabetes Centre Private Limited</li> </ul>                                                                                                                                                                                                                                                                                                             |
| Names of listed entities in which the person also holds the directorship and the membership of Committees of the board along with listed entities from which the person has resigned in the past three years | Nil                                                                                                                                                                                                                                                                                                                                                                                                                                                                                           |
| Number of shares held in the Company                                                                                                                                                                         | Nil                                                                                                                                                                                                                                                                                                                                                                                                                                                                                           |
| Remuneration drawn                                                                                                                                                                                           | Remuneration drawn during the year is provided in the Corporate Governance Report section of the Annual Report 2021-22                                                                                                                                                                                                                                                                                                                                                                        |
| Relationship with other directors, manager and key managerial personnel of the Company                                                                                                                       | Not related to other directors, manager or key managerial personnel of the Company.                                                                                                                                                                                                                                                                                                                                                                                                           |
| Number of Meetings of the Board attended during the year                                                                                                                                                     | 9 Board Meetings attended out of 10 Board Meetings held during the year                                                                                                                                                                                                                                                                                                                                                                                                                       |

## Annexure D – Information about Director

Details seeking re-appointment of Mr Vijay Kumar Batra as an Independent Director of the Company at the Annual General Meeting

|                                                                                                                                                                                                              |                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                            |
|--------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------|----------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------|
| Name of Director                                                                                                                                                                                             | Mr Vijay Kumar Batra                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                       |
| DIN                                                                                                                                                                                                          | 00038275                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                   |
| Date of Birth                                                                                                                                                                                                | March 13, 1947                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                             |
| Date of Appointment                                                                                                                                                                                          | November 09, 2020                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                          |
| Brief Profile                                                                                                                                                                                                | Mr Vijay Kumar Batra has completed an executive development program from Wharton School of the University of Pennsylvania and holds a bachelor's degree in chemical engineering from Indian Institute of Technology, Delhi. Mr. Vijay Kumar Batra has been a member of the board of directors of the Flow Chemistry Society India chapter and is a member of Institute of Chemical Engineers. He was the managing director of Regent Drugs Limited. He was previously associated with Albany Molecular Research, Hyderabad Research Centre Private Limited as the managing director. He has also served as the president and the director of J.K. Drugs and Pharmaceuticals Limited. He retired from the position of Vice-Chairman and Managing Director of TEVA API India Private Limited in 2013. Post retirement, he worked as a Managing Director of AMRI, India until 2016. He has also been a consultant to various companies involved in the pharmaceutical sector. |
| Expertise in specific functional areas                                                                                                                                                                       | leadership; strategic planning; operational experience; chemical industry experience; finance, accounting; risk management; global business; corporate governance                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                          |
| Member/Chairperson of the Committees of the Company                                                                                                                                                          | Member of Audit Committee                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                  |
| Directorship held in other companies                                                                                                                                                                         | Nil                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                        |
| Names of listed entities in which the person also holds the directorship and the membership of Committees of the board along with listed entities from which the person has resigned in the past three years | Nil                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                        |
| Number of shares held in the Company                                                                                                                                                                         | Nil                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                        |
| Remuneration drawn                                                                                                                                                                                           | Remuneration drawn during the year is provided in the Corporate Governance Report section of the Annual Report 2021-22                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                     |
| Relationship with other directors, manager and key managerial personnel of the Company                                                                                                                       | Not related to other directors, manager or key managerial personnel of the Company.                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                        |
| Number of Meetings of the Board attended during the year                                                                                                                                                     | 10 Board Meetings attended out of 10 Board Meetings held during the year                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                   |

## Annexure E – Information about Director

Details seeking re-appointment of Dr Namrata Dharmendra Jariwala as an Independent Director of the Company at the Annual General Meeting

|                                                                                                                                                                                                              |                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                |
|--------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------|------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------|
| Name of Director                                                                                                                                                                                             | Dr Namrata Dharmendra Jariwala                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                 |
| DIN                                                                                                                                                                                                          | 08974528                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                       |
| Date of Birth                                                                                                                                                                                                | March 05, 1975                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                 |
| Date of Appointment                                                                                                                                                                                          | December 04, 2020                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                              |
| Brief Profile                                                                                                                                                                                                | Dr Namrata Dharmendra Jariwala holds a Doctor of Philosophy degree in civil engineering from Sardar Vallabhbhai National Institute of Technology, Surat, and holds a master's degree and a bachelor's degree in engineering (civil) from the Maharaja Sayajirao University of Baroda. She is currently an assistant professor at Sardar Vallabhbhai National Institute of Technology, Surat and has been appointed as a lecturer here in the past as well. She has published certain research papers in various journals. She has been a part of various consultancy projects assigned by Sardar Vallabhbhai National Institute of Technology. |
| Expertise in specific functional areas                                                                                                                                                                       | Strategic planning; environment, health & safety research; corporate social responsibility                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                     |
| Member/Chairperson of the Committees of the Company                                                                                                                                                          | Nil                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                            |
| Directorship held in other companies                                                                                                                                                                         | Nil                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                            |
| Names of listed entities in which the person also holds the directorship and the membership of Committees of the board along with listed entities from which the person has resigned in the past three years | Nil                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                            |
| Number of shares held in the Company                                                                                                                                                                         | Nil                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                            |
| Remuneration drawn                                                                                                                                                                                           | Remuneration drawn during the year is provided in the Corporate Governance Report section of the Annual Report 2021-22                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                         |
| Relationship with other directors, manager and key managerial personnel of the Company                                                                                                                       | Not related to other directors, manager or key managerial personnel of the Company.                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                            |
| Number of Meetings of the Board attended during the year                                                                                                                                                     | 9 Board Meetings attended out of 10 Board Meetings held during the year                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                        |

By the Order of Board of Directors  
**For Anupam Rasayan India Limited**

**Date:** August 13, 2022

**Place:** Surat

**Suchi Agarwal**  
Company Secretary and Compliance Officer  
ACS: 32822

**Registered Office:**

Anupam Rasayan India Limited  
Plot No. 8110,  
GIDC Industrial Estate, Sachin,  
Surat-394 230, Gujarat, India.

# Board Report 2021-22

To,  
The Members,  
**Anupam Rasayan India Limited**

Your Directors have pleasure in presenting the **Nineteenth Annual Report** (the "Annual Report") on the business and operations of the Company comprising the 'Management Discussion and Analysis Report', 'Board of Directors' Report' read with its Annexures, 'Corporate Governance Report' read with its Annexures, 'Business Responsibility and Sustainability Report' and 'Audited Financial Statements' for the financial year ended March 31, 2022.

## 1. FINANCIAL HIGHLIGHTS

Table 1

Amount (₹ in Million)

| Particulars                                              | STANDALONE      |                 | CONSOLIDATED    |                 |
|----------------------------------------------------------|-----------------|-----------------|-----------------|-----------------|
|                                                          | 2021-2022       | 2020-2021       | 2021-2022       | 2020-2021       |
| Revenue from Operations                                  | 10,660.01       | 8,108.88        | 10,660.01       | 8,108.88        |
| Other Income                                             | 151.06          | 266.10          | 151.06          | 266.13          |
| Total Income                                             | 10,811.07       | 8,374.98        | 10,811.07       | 8,375.01        |
| Profit before Depreciation and Tax                       | 2,802.97        | 1,510.76        | 2,813.20        | 1,516.56        |
| Less: Depreciation                                       | 601.16          | 516.52          | 601.16          | 516.52          |
| Profit before tax                                        | 2,201.81        | 994.24          | 2,212.04        | 1,000.04        |
| Less: Provision for Income Tax                           | 391.37          | 242.04          | 394.10          | 244.09          |
| Less/(Add): Deferred tax Liability/(Assets)              | 302.68          | 52.99           | 302.68          | 52.99           |
| Add/(Less): Share of net profit of associates            | -               | -               | 6.53            | -               |
| <b>Profit after tax</b>                                  | <b>1,507.76</b> | <b>699.21</b>   | <b>1,521.79</b> | <b>702.96</b>   |
| Add: Balance b/f from the previous year                  | 3,431.19        | 2,743.97        | 3,437.22        | 2,746.25        |
| Less: Other comprehensive loss for the year (net of tax) | 13.17           | 11.91           | 13.17           | 11.91           |
| Less: Utilization of issue of bonus share                | -               | -               | -               | -               |
| Less: Preference Share Dividend paid                     | -               | 0.08            | -               | 0.08            |
| Less: Equity Share Dividend paid                         | 99.92           | -               | 99.92           | -               |
| <b>Balance Profit/ (Loss) C/F to the next year</b>       | <b>4,825.86</b> | <b>3,431.19</b> | <b>4,845.92</b> | <b>3,437.22</b> |

(figures have been rounded off)

\*Note: The figures of the previous period have been re-grouped / rearranged and / or re-casted wherever considered necessary.

## 2. STATE OF COMPANY'S AFFAIRS AND FUTURE OUTLOOK

### 2.1 Business information

Your Company is engaged in custom synthesis and manufacturing of specialty chemicals in India. Over the years, we have evolved from conventional products into custom synthesis and manufacturing of life science related specialty chemicals and other specialty chemicals, involving multi-step synthesis and complex technologies, for a diverse base of Indian and global customers. We are catering to globally

relevant chemical and agrochemical companies. Our key focus in our custom synthesis and manufacturing operations is developing in-house innovative processes for manufacturing products requiring complex chemistries and achieving cost optimization.

Your Company has a manufacturing capacity of about 27,157 MT in its six (6) manufacturing facilities. With the underlying long-term contracts with MNC and global customers, spanning a period from 2 to 5 years, your Company has invested in building its capital infrastructure.

Your Company is using measures to control the operational and financial costs and is making continuous efforts in resource optimization, enhancement of operational efficiency, quality of products and research and development to sustain and grow in the competitive market. With demand for the products planned for manufacture in the new plants, we anticipate higher turnover with revenues in the upwards trajectory. Your Company is focused on the sales growth with particular attention to exports. Your Company's growth prospects are strong. There is no change in the nature of business during the year under review.

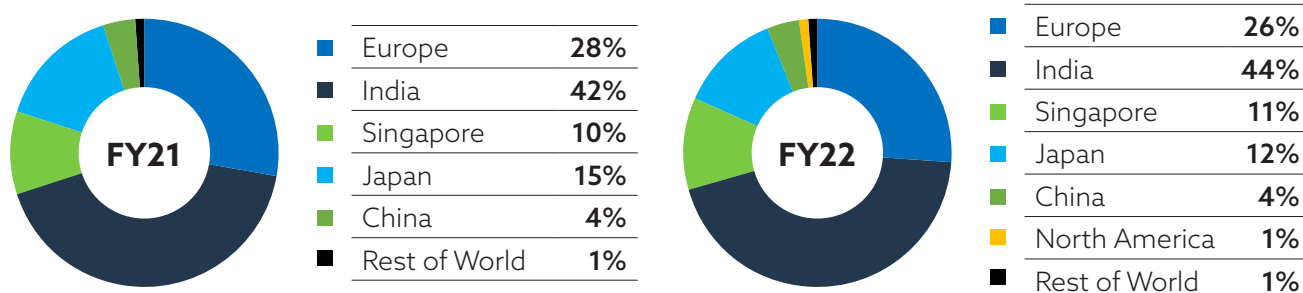
## 2.2 Financial information

During the financial year under review-

- on a standalone basis, the Company has achieved **operating revenue of ₹ 10,660.01 million** compared to ₹ 8108.88 million in the previous year, with a **Y-o-Y growth of 31%**. The Company has earned a **net profit (PAT) of ₹ 1,507.76 million** compared to ₹ 699.21 million in the previous year, with a **Y-o-Y growth of 116%**
- on a consolidated basis, the Company has achieved **operating revenue of ₹ 10,660.01 million** compared to ₹ 8108.88 million in the previous year, with a **Y-o-Y growth of 31%**. The Company has earned a **net profit (PAT) of ₹ 1,521.79 million** compared to ₹ 702.96 million in the previous year, with a **Y-o-Y growth of 116%**.

(figures have been rounded off)

Table 2: Revenue Distribution by Geographical Segments



(all percentages in above charts have been rounded off to zero decimal)

## 3. TRANSFER TO RESERVES

The Company has not transferred any amount to 'General Reserve' during the financial year 2021-22.

## 4. DIVIDEND

Based on the Company's performance, the Directors had declared an interim dividend of

₹ 0.50/- at 5% per Equity Share of the face value of ₹ 10/- each fully paid-up. Further, the Directors have also recommended a final dividend of ₹ 1/- at 10% per Equity Share of the face value of ₹ 10/- each fully paid-up, subject to the approval by the Members in the 19<sup>th</sup> Annual General Meeting. The total dividend for FY 2021-22 would be ₹ 1.50/- per Equity Share of the face value of ₹ 10/- each fully paid-up.

The Company declared and recommended the dividend in FY 2021-22 and FY 2020-21 are as under:

Table 3: Dividend details

| Particulars                                         | FY 2021-2022              |                                       | FY 2020-2021              |                                       |
|-----------------------------------------------------|---------------------------|---------------------------------------|---------------------------|---------------------------------------|
|                                                     | Dividend per Share (in ₹) | Dividend Payout Amount (₹ in Million) | Dividend per Share (in ₹) | Dividend Payout Amount (₹ in Million) |
| Interim dividend                                    | 0.50                      | <sup>(1)</sup> 49.96                  | -                         | -                                     |
| Final dividend                                      | <sup>(2)</sup> 1.00       | <sup>(3)</sup> 100.29                 | 0.50                      | <sup>(1)</sup> 49.96                  |
| <b>Total dividend</b>                               | <b>1.50</b>               | <b>150.25</b>                         | <b>0.50</b>               | <b>49.96</b>                          |
| Dividend Pay-out ratio (Interim and final dividend) | 9.96%                     |                                       | 7.15%                     |                                       |

**Notes to table:**

- (i) <sup>(1)</sup> Number of fully paid up Equity Shares considered for distribution of dividend was 99922391 Equity Shares.
- (ii) <sup>(2)</sup> The Board of Directors recommended the final dividend at their meeting held on May 12, 2022. The payment is subject to the approval of the shareholders at the 19<sup>th</sup> AGM of the Company to be held on September 15, 2022. The record date for the purposes of the final dividend will be September 05, 2022, and the dividend will be paid on or before October 13, 2022.
- (iii) <sup>(3)</sup> Number of fully paid up Equity Shares considered for distribution of final dividend is 100287199 Equity Shares.

The Company declares and pays dividends in Indian rupees. The Company is required to pay/distribute dividend after deducting the applicable withholding income taxes. The remittance of dividend outside India is governed by Indian law on foreign exchange and is also subject to the withholding tax at applicable rates.

The final dividend declared and recommended by the Directors of the Company is in accordance with the Company's 'Dividend Distribution Policy', which is available at the Company's website and can be accessed at <https://www.anupamrasayan.com/investors/>

Pursuant to the provisions of Section 124 of the Act, those dividend amounts that have remained unpaid or unclaimed for a period of seven consecutive years are required to be transferred to the Investor Education and Protection Fund ("IEPF") established pursuant to the Section 125 of the Act. As on March 31, 2022, no such unpaid or unclaimed dividend amount is required to be transferred to IEPF. The contact details of the Nodal Officer, Mr Amit Khurana, Chief Financial Officer of the Company, as required under the provisions of IEPF Rules, are available on the Company's website [www.anupamrasayan.com](http://www.anupamrasayan.com).

## 5. DIRECTORS AND KEY MANAGERIAL PERSONNEL

### 5.1 Board & KMP

- Board Composition:
  - Dr Kiran C Patel, Chairperson and Non-Executive Director
  - Mrs Mona Desai, Vice-chairperson and Whole-time Director
  - Mr Anand Desai, Managing Director
  - Mr Milan Thakkar, Non-Executive Director
  - Mr Hetul Mehta, Independent Director
  - Mr Vijay Batra, Independent Director
  - Mr Vinesh Sadekar, Independent Director and
  - Dr Namrata Jariwala, Independent Director

- Whole-time Key Managerial Personnel In terms of Section 203 of the Act
  - Ms Suchi Agarwal, Company Secretary and Compliance Officer
  - Mr Amit Khurana, Chief Financial Officer

### 5.2 Directors retire by rotation

As per the provisions of the Act and Articles of Association of the Company, Dr Kiran C Patel (DIN: 08051053), Non-Executive Director of the Company, retires by rotation in the 19<sup>th</sup> Annual General Meeting and, being eligible, offers himself for re-appointment. The Board recommends his re-appointment at the 19<sup>th</sup> Annual General Meeting of the Members of the Company.

### 5.3 Declaration by the Independent Directors

The Board is of the opinion that (i) Mr Hetul Mehta, (ii) Mr Vijay Batra, (iii) Mr Vinesh Sadekar, and (iv) Dr Namrata Jariwala, the independent directors of the Company (the "Independent Director(s)") are independent in terms of Section 149 (6) of the Act and Regulation 16 of the Listing Regulations and are the persons of integrity and also possess the relevant expertise and experience of their relevant fields to discharge their duties as an independent director. Further, they have provided their declaration of independence under Section 149 (7) and Schedule IV of the Act. All the Independent Directors have confirmed that they have registered themselves with the independent directors' database of the Indian Institute of Corporate Affairs.

### 5.4 Changes in Key Managerial Personnel (KMP)

#### During the year under review:

- Mr Vishal Thakkar was appointed as Deputy Chief Financial Officer and categorized as key managerial personnel of the Company with effect from February 01, 2022;
- Mr Afzal Malkani resigned from the position of Chief Financial Officer and key managerial personnel of the Company with effect from the end of the business hours on March 14, 2022;

- Mr Amit Khurana was appointed as Chief Financial Officer and key managerial personnel of the Company with effect from March 15, 2022.

#### After the closure of the year:

- Mr Vikash Chander was designated as Senior Business Manager and categorized as key managerial personnel with effect from May 13, 2022.

## 6. ANNUAL RETURN

In compliance of Section 92 and Section 134 of the Act read with Rule 12 of the Companies (Management and Administration) Rules, 2014, the extract of Annual Return of the Company for the FY 2021-22 is available on the Company's website and can be accessed at <https://www.anupamrasayan.com/investors/>

## 7. MEETINGS

The number and dates of meetings of the Board and its Committees are set out hereunder and also set out in the Corporate Governance Report forming part of this Annual Report. The intervening gap between Board meetings was within the period prescribed under the provisions of Section 173 of the Act and Listing Regulations.

The composition of the Audit Committee and other statutory Committees constituted by the Board under the provisions of the Act and Listing Regulations are set out in the Corporate Governance Report, which forms the part of this Annual Report.

### 7.1 Board Meetings

The Board conducted Ten (10) Board meetings during the FY 2021-22. The maximum gap between the two meetings did not exceed 120 days, as prescribed under the Act.

**Table 4: Board Meeting Details**

| Sr. No. | Date Of Board Meeting |
|---------|-----------------------|
| 1       | May 15, 2021          |
| 2       | June 12, 2021         |
| 3       | August 06, 2021       |
| 4       | September 04, 2021    |
| 5       | November 01, 2021     |
| 6       | November 10, 2021     |
| 7       | December 27, 2021     |
| 8       | February 01, 2022     |
| 9       | February 11, 2022     |
| 10      | March 14, 2022        |

### 7.2 Committee meetings

The statutory Committee meetings held during the FY 2021-22 are as set out in the below table:

**Table 5: Committee Meetings Details**

| Audit Committee | Nomination And Remuneration Committee | Corporate Social Responsibility Committee | Risk Management Committee | Stakeholders' Relationship Committee |
|-----------------|---------------------------------------|-------------------------------------------|---------------------------|--------------------------------------|
| 9 meetings      | 4 meetings                            | 1 meeting                                 | 2 meetings                | 1 meeting                            |

#### Dates of meetings

| Audit Committee    | Nomination And Remuneration Committee | Corporate Social Responsibility Committee | Risk Management Committee | Stakeholders' Relationship Committee |
|--------------------|---------------------------------------|-------------------------------------------|---------------------------|--------------------------------------|
| May 11, 2021       | September 01, 2021                    | April 30, 2021                            | November 16, 2021         | October 16, 2021                     |
| May 15, 2021       | December 20, 2021                     |                                           | March 30, 2022            |                                      |
| June 11, 2021      | January 20, 2022                      |                                           |                           |                                      |
| August 05, 2021    | March 07, 2022                        |                                           |                           |                                      |
| September 04, 2021 |                                       |                                           |                           |                                      |
| November 09, 2021  |                                       |                                           |                           |                                      |
| December 11, 2021  |                                       |                                           |                           |                                      |
| February 11, 2022  |                                       |                                           |                           |                                      |
| March 12, 2022     |                                       |                                           |                           |                                      |

## 8. DIRECTORS' RESPONSIBILITY STATEMENT

Pursuant to the provisions of Section 134(5) of the Act, the Directors of the Company confirm that:

- i) In the preparation of the annual accounts for the financial year ended on March 31, 2022, the applicable accounting standards had been followed along with proper explanation relating to material departures, if any;
- ii) The Directors had selected such accounting policies and applied them consistently, and made judgments and estimates which are reasonable and prudent so as to give a true and fair view of the state of affairs of the Company as at March 31, 2022, and of the profit of the Company for the said period;
- iii) The Directors had taken proper and sufficient care for the maintenance of adequate accounting records in accordance with the provisions of the Act for safeguarding the assets of the Company and for preventing and detecting any frauds and other irregularities;
- iv) The Directors have prepared the annual accounts on a 'going concern basis';
- v) The Directors have laid down internal financial controls to be followed by the Company, and such internal financial controls are adequate and are operating effectively; and
- vi) The Directors have devised proper systems to ensure compliance with the provisions of all the applicable laws, and such systems are adequate and operating effectively.

## 9. CORPORATE GOVERNANCE

The Company is committed to maintaining the highest standards of corporate governance and adheres to the corporate governance requirements as set out by the SEBI. The Company has also implemented several best governance practices.

A detailed Corporate Governance Report ("CG Report") as stipulated under Regulation 34(3) read with Part C of Schedule V of the Listing Regulations is forming part of this Annual Report. The requisite certificate from the Secretarial Auditors of the Company confirming compliance with the conditions of corporate governance is attached to the CG Report.

## 10. MANAGEMENT DISCUSSION AND ANALYSIS

As stipulated under Regulation 34(2)(e) read with Part B of Schedule V of the Listing Regulations, a Management Discussion and Analysis Report ("MD&AR") giving comprehensive coverage of the

issues relating to the industry trends, Company performance, business and operations etc., is forming part of this Annual Report.

## 11. BUSINESS RESPONSIBILITY AND SUSTAINABILITY REPORT

Regulation 34(2)(f) of the Listing Regulations, *inter alia*, provides that the annual report of the top 1000 listed entities based on the market capitalization calculated as on March 31 of every financial year shall include a business responsibility report describing the initiatives taken by the Company from the environmental, social and governance perspective. The requirement of including a business responsibility report shall be discontinued after the financial year 2021-22, and thereafter, with effect from the financial year 2022-23, the top 1000 listed entities based on the market capitalization shall include a business responsibility and sustainability report and whereas, the top 1000 listed entities may voluntarily include a business responsibility and sustainability report during the FY 2021-22.

Anupam Rasayan India Limited being one of the top 1000 listed entities as on March 31, 2022, is presenting its Business Responsibility and Sustainability Report for the financial year 2021-22 ("BRSR"), which is forming part of the Annual Report and is also placed on the website of the Company at <https://www.anupamrasayan.com/investors/>.

## 12. AUDITORS

### 12.1 Statutory auditor:

The Company's auditors, RAJENDRA & CO., Chartered Accountants ("Statutory Auditor"), having their office at 1311 Dalamal Tower, 211, Nariman Point, Mumbai - 400021, Maharashtra, India and FRN: 108355W, were appointed as Statutory Auditor for a term of 5 years in the 17<sup>th</sup> annual general meeting of the Members of the Company held on September 30, 2020. The Auditors' Report to the Members for the financial year under review does not contain any qualifications, reservations, adverse remarks or disclaimer.

### 12.2 Secretarial Auditor:

Pursuant to the provisions of Section 204 of the Act, read with Rule 9 of the Companies (Appointment and Remuneration of Managerial Personnel) Rules, 2014, the Company has appointed M.D. Baid & Associates, Mr Mohanlal Baid, ACS No. 3598/CP No. 3873, Practicing Company Secretaries ("Secretarial Auditor") to undertake the secretarial audit for the financial year 2021-22 and 2022-23 of the Company. The 'Secretarial Audit Report' for the FY 2021-22 is annexed to this Board Report and is marked as **Annexure-BR-I**. The Secretarial Audit Report does not contain any qualification, reservation, adverse remark or disclaimer.

**12.3 Cost Auditor:**

Pursuant to the provisions of Section 148 of the Act, read with Rule 8 of the Companies (Accounts) Rules, 2014, the Company has maintained the cost accounts and records for the FY 2021-22. The Board, on the recommendation of the Audit Committee, has appointed Bhanwarlal Gurjar & Co., Cost Accountants (Registration No. 101540) as cost auditor (the "Cost Auditor") to conduct the audit of the cost records maintained by the Company pertaining to the products manufactured by it for the FY 2021-22.

Further, the Board, on the recommendation of the Audit Committee, has appointed Bhanwarlal Gurjar & Co., Cost Accountants (Registration No. 101540) as Cost Auditor for the financial year 2022-23 and fixed their remuneration, subject to ratification by the Members at the ensuing Annual General Meeting. Bhanwarlal Gurjar & Co., Cost Accountants, have confirmed that their appointment is within limits defined under Section 139 of the Act and have also certified that they are free from any disqualifications specified under Section 141 of the Act. The Audit Committee has also received a certificate from the Cost Auditor certifying their independence and arm's length relationship with the Company. Necessary resolution seeking Members' approval for ratification of remuneration payable to the Cost Auditor for the financial year 2022-23 is included in the Notice convening the Annual General Meeting.

**12.4 Internal Auditor:**

K. B. Daliya & Associates, Chartered Accountants, Surat (FRN: 126368W) was appointed as internal auditor of the Company ("Internal Auditor") for the FY 2021-22 to conduct the internal audit of the functions and activities of the Company. On the recommendation of the Audit Committee, the Board has re-appointed K. B. Daliya & Associates, Chartered Accountants, as Internal Auditor of the Company to conduct the internal audit for the financial year 2022-23.

**13. MAINTENANCE OF COST RECORDS**

The Directors, to the best of their knowledge and belief, state that the Company has maintained adequate cost records as required to be maintained by the Company under the provisions of Section 148 of the Act.

**14. DETAILS OF SUBSIDIARY COMPANIES, JOINT VENTURES AND ASSOCIATE COMPANIES****14.1 Subsidiary company:**

Jainam Intermediates Private Limited (CIN:U24304GJ2017PTC098269) is the wholly-

owned subsidiary of the Company ("WOS") as of March 31, 2022.

**14.2 Associate of the WOS:**

Tangent Science Private Limited (CIN:U24290GJ2020PTC114057) is an associate company of the WOS.

**14.3 Joint Venture & Associate:**

The Company has acquired 24,89,802 fully paid-up equity shares of TANFAC INDUSTRIES LIMITED (CIN: L24117TN1972PLC006271) ("Tanfac") of face value ₹ 10/- each, aggregating to its 24.96% of the voting share capital by way of the Share Purchase Agreement dated February 01, 2022, and joint control over the Tanfac along with Tamilnadu Industrial Development Corporation Limited ("TIDCO") (the existing promoter of Tanfac), by virtue of the Amendment to the Joint Venture Agreement signed between the Company, TIDCO and the exiting promoters represented by Birla Group Holdings Private Limited ("BGHPL"). Tanfac is a joint venture between the Company and TIDCO.

After the closure of the financial year on March 31, 2022: The Company acquired a further 83,279 fully paid-up equity shares of face value ₹ 10/- each, aggregating to 0.83% of the voting share capital of Tanfac with effect from May 20, 2022, pursuant to an Open Offer made by the Company to the public shareholders of Tanfac, in compliance with the requirements of the SEBI (Substantial Acquisition of Shares and Takeovers) Regulations, 2011, (as amended), thus, making the total aggregate shareholding of the Company in Tanfac as 25,73,081 fully paid-up equity shares of face value ₹ 10/- each, aggregating to 25.79% of the voting share capital of Tanfac pursuant to completion of such Open Offer.

The Consolidated Financial Statements of the Company as on March 31, 2022 (FY 2021-22) have been prepared in compliance with the applicable provisions of the Act, including Indian Accounting Standards as specified under Section 133 of the Act. The audited Consolidated Financial Statements form part of this Annual Report. The statement pursuant to Section 129(3) of the Act in respect of the aforementioned WOS, Associate of the WOS and Joint Venture & Associate is annexed in AOC-1 as **Annexure-BR-VII** to this Board Report.

The Company has framed a policy in terms of Regulations 16(c) of the Listing Regulations for determining the material subsidiaries. The Company does not have any material subsidiaries. The policy has been placed on the Company's website and can be accessed at <https://www.anupamrasayan.com/investors/>.

## 15. PARTICULARS OF LOANS, GUARANTEES AND INVESTMENTS UNDER SECTION 186 OF THE ACT

### 15.1 Investments Made:

The Company has made the investments in the body corporate as per the Note Number 4 of the Audited Financial Statements for the FY 2021-22.

### 15.2 Loans and Guarantees:

The Company has given loans and advances as per Note Number 12 and 32 of the Audited Financial Statements for the FY 2021-22.

The Company has not granted any guarantee or provided any security to any other person, body-corporate, etc. during the year 2021-2022.

## 16. PARTICULARS OF CONTRACTS OR ARRANGEMENTS WITH RELATED PARTIES

There were no contracts or arrangements or transactions entered into with related parties that were not on arm's length basis during the FY 2021-22. The disclosure of related party transactions, as required under Section 134(3)(h) of the Act in Form AOC-2, is attached as **Annexure-BR-II** to this Board Report.

## 17. CONSERVATION OF ENERGY TECHNOLOGY ABSORPTION AND FOREIGN EXCHANGE EARNINGS AND OUTGO

The information relating to conservation of energy, technology absorption, foreign exchange earnings and outgo pursuant to Section 134(3)(m) of the Act read with Rule 8(3) of Companies (Accounts) Rules, 2014 is attached as **Annexure-BR-III** to this Board Report.

## 18. DETAILS OF POLICY DEVELOPED AND IMPLEMENTED BY THE COMPANY ON ITS CORPORATE SOCIAL RESPONSIBILITY INITIATIVES

Your Company has always emphasized progress with responsibility towards the society and environment. We believe strongly in our core values of empowerment and betterment of the communities, societies and the country as a whole. With such guiding principles, the Company has laid the foundation of a comprehensive approach toward promoting and facilitating various aspects of our surrounding communities.

To demonstrate the responsibilities toward social upliftment in a structured way and in line with

the applicability of Section 135 of the Act, your Company has framed a policy on corporate social responsibility ("CSR") to undertake programs/projects and take various initiatives under CSR, which is also available on the Company's website at <https://www.anupamrasayan.com/investors/>.

The report on CSR activities, along with an annexure as per Rule 8 of Companies (Corporate Social Responsibility Policy) Rules, 2014, is annexed as **Annexure-BR-IV** to this Board Report.

## 19. RISK MANAGEMENT POLICY

Risk management forms an integral part of the management's focus in respect of the business. An effective risk management framework has been put in place in the Company to analyze, control or mitigate the risks. The framework provides an integrated approach for managing the risks in various aspects of the business, which includes risk identification, classification, assessment, mitigation and reporting mechanisms.

In terms of Regulation 21 of the Listing Regulations, the Board had constituted the Risk Management Committee defining the Terms of Reference for the Committee in its meeting held on May 15, 2021.

The composition of the Risk Management Committee, as on March 31, 2022, is as follows-

- (i) Mr Anand Desai, Managing Director-Chairperson of the Committee,
- (ii) Mrs Mona Desai, Whole-time Director-Member of the Committee and
- (iii) Mr Vinesh Sadekar, Independent Director-Member of the Committee.

The Committee initially, on May 15, 2021, was constituted with 4 members, (i) Mr Anand Desai, Managing Director, (ii) Mrs Mona Desai, Whole-time Director, (iii) Mr Vinesh Sadekar, Independent Director, and (iv) Mr Afzal Malkani, CFO. However, pursuant to the resignation of Mr Afzal Malkani from the post of CFO of the Company and approval of his resignation by the Board in its meeting dated March 14, 2022, he ceased to be a member of the Risk Management Committee with effect from March 14, 2022, post which the committee was re-constituted to the current composition as aforementioned.

The Risk Assessment and Management Policy of the Company has been placed on its website at <https://www.anupamrasayan.com/investors/>.

## 20. INTERNAL FINANCIAL CONTROLS

The Company has developed and maintained adequate measures for internal financial control for the year ended March 31, 2022. The Company has a well established Enterprise Resource Planning (ERP) system in place for recording day-to-day transactions in the functions such as accounting, finance, procurement and sales. In addition to the internal checks and controls by the internal accounting and financial teams of the Company, an independent auditor Mr Ketan Daliya, Chartered Accountant, has been appointed as Internal Auditor by the Board. The Internal Auditor conducts the internal audit of the functions and activities of the Company, including accounting records, books of

accounts, financial data, taxation data, stock audit, regulatory filings and other compliances under different laws, and presents his quarterly report to the Audit Committee and Board of the Company.

## 21. COMPLIANCE WITH SECRETARIAL STANDARDS

The Board of the Company confirm that to the best of its knowledge and belief, the Company has complied with the applicable provisions of the Secretarial Standards as issued by the Institute of Company Secretaries of India, as amended from time to time, and made applicable by the Ministry of Corporate Affairs, during the financial year under review.

## 22. SHARE CAPITAL

### 22.1 The Share Capital of the Company as on March 31, 2022

Table 6:

| Particulars                                               | Number of Shares | Amount (₹)       |
|-----------------------------------------------------------|------------------|------------------|
| <b>Authorised Share Capital</b>                           |                  |                  |
| Equity Share Capital of face value of ₹ 10/- each         | 12,50,00,000     | 1,25,00,00,000/- |
| <b>Issued, subscribed and fully paid-up share capital</b> |                  |                  |
| Equity Share Capital of face value of ₹ 10/- each         | 10,02,46,885     | 1,00,24,68,850/- |

### 22.2 Buy-back of Securities

The Company has not bought back any of its securities during the financial year under review.

### 22.3 Sweat Equity

The Company has not issued any sweat equity shares during the financial year under review.

### 22.4 Bonus Shares

The Company has not issued any bonus shares during the financial year under review

### 22.5 Preferential Allotment

During the financial year under review, the Company has not made any preferential allotment of Equity Shares of the Company.

### 22.6 Employees Stock Option Plan

Pursuant to the approval of the Board in its meeting held on November 30, 2020, and the approval of the Members in their meeting held

on December 04, 2020, and September 30, 2021, the Company had introduced the "Anupam - Employee Stock Options Plan 2020" ("Scheme") to issue the employee stock options ("Options") to the eligible employees of the Company as per the Scheme. The Scheme has been created with an aggregate pool size of 13,12,795 (Thirteen Lakhs Twelve Thousand Seven Hundred and Ninety-Five) Options, convertible into not more than 13,12,795 (Thirteen Lakhs Twelve Thousand Seven Hundred and Ninety-Five) Equity Shares of the face value of ₹ 10/- (Rupees Ten) each fully paid-up of the Company. Each Option is convertible into one Equity Share of the Company. Options under Grant 1 and Grant 2 are exercisable within one year from the dates of vesting.

Each such Option confers a right upon the employee, who has been granted the Option(s) "Grantee", to get one Equity Share of the Company issued, in accordance with the terms and conditions of such issue, in compliance with the SEBI (Share Based Employee Benefits) Regulations, 2014.

Table 7: Details of Grant, Vesting, Exercise &amp; Allotment:

| 13,12,795 OPTIONS APPROVED UNDER ESOP-2020 SCHEME                  |                                                                   |                                                                   |                                                                   |                                |
|--------------------------------------------------------------------|-------------------------------------------------------------------|-------------------------------------------------------------------|-------------------------------------------------------------------|--------------------------------|
| <b>GRANT 1</b>                                                     | 13,12,760                                                         |                                                                   |                                                                   |                                |
| <b>Date of Grant 1</b>                                             | December 10, 2020                                                 |                                                                   |                                                                   |                                |
| <b>Exercise price (₹)</b>                                          | 225/-                                                             |                                                                   |                                                                   |                                |
| <b>Vesting date</b>                                                | December 09, 2021                                                 | December 09, 2022                                                 | December 09, 2023                                                 |                                |
| <b>Vesting % and number of Options</b>                             | 33.34% of the Options granted in Grant 1 No. of Options: 4,37,674 | 33.34% of the Options granted in Grant 1 No. of Options: 4,37,674 | 33.32% of the Options granted in Grant 1 No. of Options: 4,37,412 |                                |
| <b>Options exercised and Equity Shares allotted</b>                | 2,87,272 Equity Shares                                            | 37,222 Equity Shares                                              | Nil as not yet due for vesting                                    | Nil as not yet due for vesting |
| <b>Date of issue and allotment of Equity Shares of ₹ 10/- each</b> | January 20, 2022                                                  | March 07, 2022                                                    | NA                                                                | NA                             |
| <b>GRANT 2</b>                                                     | 1,07,075                                                          |                                                                   |                                                                   |                                |
| <b>Date of Grant 2</b>                                             | January 20, 2022                                                  |                                                                   |                                                                   |                                |
| <b>Exercise price (₹)</b>                                          | 225/-                                                             |                                                                   |                                                                   |                                |
| <b>Vesting date</b>                                                | January 19, 2023                                                  |                                                                   |                                                                   |                                |
| <b>Vesting %</b>                                                   | 100% of the Options granted in Grant 2                            |                                                                   |                                                                   |                                |
| <b>Options exercised and allotted</b>                              | Nil                                                               |                                                                   |                                                                   |                                |

Further, pursuant to the Options lapsed or cancelled out of 13,12,795 (Thirteen Lakhs Twelve Thousand Seven Hundred and Ninety Five) Options approved, the Nomination and Remuneration Committee had granted 1,07,075 (One Lakh Seven Thousand and Seventy Five) Options of the face value of ₹ 10/- of the Company at an exercise price of ₹ 225/- per Option to the eligible employees under Scheme on January 20, 2022, exercisable after one year from the date of vesting, i.e. January 19, 2023.

Pursuant to the SEBI (SBEB and Sweat Equity) Regulations, introduced by the SEBI, Scheme was modified to include the clauses/provisions in accordance with the SEBI (SBEB and Sweat Equity) Regulations and Scheme and was ratified in accordance with the Regulation 12 of the said Regulations. Such modifications and ratifications of Scheme were approved by the Members in the 18<sup>th</sup> annual general meeting held on September 30, 2021.

The certificate of the auditors regarding the implementation of Scheme being in accordance with SEBI (SBEB and Sweat Equity) Regulations would be placed at the Annual General Meeting or posted electronically for the inspection of the members.

The details of Options granted, exercised, vested and lapsed during the FY 2021-22 and other particulars as required under the Act and the SEBI (SBEB and Sweat Equity) Regulations, in respect to the Scheme are attached as **Annexure-BR-V** to this Board Report.

## 23. PUBLIC DEPOSITS

The details relating to the deposits covered under Chapter V of the Act are as under:

- Deposits accepted during the year: *Your company has not accepted any deposits within the meaning of Section 2(31) read with Section 73 of the Act, and as such, no amount of principal or interest was outstanding as on the date of the Balance Sheet.*
- Remained unpaid or unclaimed as at the end of the year: *N.A.*
- Whether there has been any default in repayment of deposits or payment of interest thereon during the year: *N.A.*
- The details of deposits which are not in compliance with the requirements of Chapter V of the Act: *N.A.*

## 24. COMPANY'S POLICY ON DIRECTORS' APPOINTMENT AND REMUNERATION

The appointment, removal and remuneration of the directors are subject to the recommendations of the Nomination and Remuneration Committee ("NRC") and in accordance with the provisions of the Act and the Listing Regulations. The Company has a policy on appointment and remuneration of the directors, which, *inter alia*, provides the criteria for determination of the qualifications, attributes, independence of a director, diversity, and other matters.

The 'Nomination and Remuneration Policy' has been formulated/revised under the provisions of the Act and the Listing Regulations and covers remuneration to the directors, key managerial personnel and the senior management personnel, identification and criteria for selection of appropriate candidates for appointment as directors, key managerial personnel and senior management personnel; the policy is available on the website at <https://www.anupamrasayan.com/investors/>.

## 25. ANNUAL EVALUATION OF THE PERFORMANCE OF THE BOARD OF DIRECTORS, ITS COMMITTEES AND INDIVIDUAL DIRECTORS

The Company has laid down the criteria for performance evaluation of the Board of the Company, its Committees and the individual Board members.

The performance of the Board and its Committees were evaluated by the Board after seeking inputs from all the Directors based on criteria such as the effectiveness of Board processes, information and functioning, contribution in long-term strategic planning etc.

The Board and the Nomination and Remuneration Committee reviewed the performance of individual Directors based on the criteria such as the contribution of the individual Director to the Board and the Committee meetings like preparedness on the issues to be discussed, meaningful and constructive contribution and inputs in meetings, etc.

The Independent Directors, in their separate meeting attended by all the Independent Directors, reviewed (i) the performance of non-independent Directors and the Board as a whole; (ii) the performance of the Chairperson of the Board, taking into account the views of the Executive Directors and the Non-Executive Directors of the Company; and (iii) assessed the quality, quantity

and timeliness of flow of information between the management of the Company and the Board required to effectively and reasonably perform their duties. No non-independent Directors or members of management attended this meeting.

## 26. DISCLOSURE OF COMPOSITION OF AUDIT COMMITTEE AND PROVIDING VIGIL MECHANISM

The Company has the Audit Committee of the Board constituted in pursuance to the provisions of Section 177 of the Act and Regulation 18 of the Listing Regulations. The Audit Committee has 3 members, as provided below-

- Mr Hetul Mehta, Chairperson of the Committee
- Mr Vijay Batra, member and
- Mr Anand Desai, member

The Company has established a vigil/whistle blower mechanism, formulating a policy for providing a framework for a responsible and secure vigil/whistle blower mechanism approved by the Board. The Company has also provided adequate safeguards against the victimization of employees and directors who express their concerns. The Company has also provided direct access to the chairperson of the Audit Committee on reporting issues concerning the interests of co-employees and the Company. The Chairperson of the Audit Committee is the vigil officer for this purpose. The vigil policy/whistle blower policy of the Company is available at the website of the Company at <https://www.anupamrasayan.com/investors/>

## 27. PARTICULARS OF EMPLOYEES / MANAGERIAL REMUNERATION:

Disclosures pertaining to remuneration and other details pursuant to Section 197(12) of the Act and Rule 5(1) of Companies (Appointment and Remuneration of Managerial Personnel) Rules, 2014, (as amended) are attached and marked as **Annexure-BR-VI**. The statement containing particulars of employees as stipulated under Section 197(12) of the Act read with Rule 5(2) and 5(3) of the Companies (Appointment and Remuneration of Managerial Personnel) Rules, 2014, forms part of this Board Report. Further, the Annual Report and the accounts are being sent to the Members of the Company, excluding this aforesaid statement. In terms of Section 136 of the Act, the said statement will be open for inspection upon request of the Members, and any Member interested may obtain the same by writing to the Company Secretary at [investors@anupamrasayan.com](mailto:investors@anupamrasayan.com).

## 28. DISCLOSURE UNDER SEXUAL HARASSMENT OF WOMEN AT WORKPLACE (PREVENTION, PROHIBITION & REDRESSAL) ACT, 2013

Your Company is committed to creating and maintaining a secure work environment where its employees, agents, vendors and partners can work and pursue business together in an atmosphere free of harassment, exploitation and intimidation.

The Company has an Anti-Sexual Harassment Policy in line with the requirement of the Sexual Harassment of Woman at Workplace (Prevention Prohibition and Redressal) Act, 2013, to empower and protect women against sexual harassment at the workplace. Under the Sexual Harassment of Women at Workplace (Prevention, Prohibition and Redressal) Act, 2013, and in compliance with the MCA notification of July 31, 2018, an Internal Complaints Committee ("ICC") has been set up as per the legal guidelines. All employees (permanent, contractual, temporary, trainees) and applicable complainant(s) are covered under this policy. This policy allows the employees to report sexual harassment, if any, at the workplace. Further, the Company conducts regular awareness programs in this regard. The ICC is empowered to look into all complaints of sexual harassment and facilitate a free and fair enquiry process with clear timelines.

The following is the summary of the complaints received and disposed of during the financial year 2021-22:

- a) No. of complaints received: *NIL*
- b) No. of complaints disposed of: *NIL*

## 29. REPORTING OF FRAUDS

During the year under review, the Statutory Auditors, Cost Auditors, and Secretarial Auditors of the Company have not reported any instances of fraud committed in the Company by its officers or employees to the Audit Committee under Section 143 (12) of the Act, details of which are required to be mentioned in this Board Report.

## 30. OTHER STATUTORY DISCLOSURES

### 30.1 Statement of deviation(s) or variation(s)

In terms of Regulation 32 of the Listing Regulations, there was no deviation or variation in connection with the objects of the issue mentioned in the Prospectus dated March 17, 2021, in respect of the Initial Public Offering of the Company.

### 30.2 Compensation from subsidiaries or associates to the Managing Director and Whole-time Director

The Managing Director and the Whole-time Director of the Company have not received any remuneration or commission from any of the subsidiaries or associates of the Company.

### 30.3 Significant and material orders passed by regulators or courts

No significant and material order has been issued by any regulator/court/other authority which impacts the going concern status and Company's operation in future.

### 30.4 Material changes and commitments during and after the closure of the year:

- (a) The Company has acquired 24,89,802 equity shares of Tanfac, representing 24.96% of its voting share capital vide the Share Purchase Agreement and acquired joint control of Tanfac along with the existing promoter TIDCO vide Amendment to the Joint Venture Agreement, details whereof are as set out in para 14.3 "**Joint Venture & Associate:**" of this Board Report. The Company further, in compliance with the requirements of the SEBI (SAST) Regulations, has acquired 83,279 equity shares of Tanfac, representing its 0.83% voting share capital through an Open Offer made to the public shareholders of Tanfac on May 20, 2022, thus, making the total aggregate shareholding of the Company in Tanfac as 25,73,081 fully paid-up equity shares of face value ₹ 10/- each of Tanfac, aggregating to its 25.79% of the shareholding pursuant to completion of such Open Offer and joint control over Tanfac along with TIDCO, continuing promoter of Tanfac.
- (b) The Members of the Company have considered and approved raising of funds for an aggregate amount not exceeding ₹ 8000 Million through an issue of Equity Shares by way of a qualified institutional placement ("QIP"), in accordance with the relevant provisions of the applicable laws vide resolution passed through postal ballot dated June 26, 2022.

### 30.5 DETAILS OF APPLICATION MADE OR ANY PROCEEDING PENDING UNDER THE INSOLVENCY AND BANKRUPTCY CODE, 2016

Neither any application was made nor any proceeding pending under the Insolvency and Bankruptcy Code, 2016, during the year under review.

### 30.6 THE DETAILS OF DIFFERENCE BETWEEN AMOUNT OF THE VALUATION DONE AT THE TIME OF ONE TIME SETTLEMENT AND THE VALUATION DONE WHILE TAKING LOAN FROM THE BANKS OR FINANCIAL INSTITUTIONS ALONG WITH THE REASONS THEREOF

There has been no such instance of one-time settlement in respect of loan availed by the Company from the banks or financial institutions.

### 31. EMPLOYEE RELATIONS

Employee relations throughout the Company were harmonious. The Board wishes to place on record its sincere appreciation of the devoted efforts of all employees in advancing the Company's vision and strategy to deliver good performance.

### 32. ACKNOWLEDGEMENT

The directors express their gratitude and appreciation to the authorities of the various departments of the Central and State Government(s), the Company's stakeholders and employees of the Company. The Directors also take this opportunity to thank the Company's valued customers, bankers, financial institutions, suppliers, investors and the shareholders who have extended their support to the Company.

This Report has been prepared in accordance with the provisions of the Companies Act, 2013, the rules framed thereunder (each as amended from time to time), the Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015, Securities and Exchange Board of India (Share Based Employee Benefits and Sweat Equity) Regulations, 2021 and the other disclosure requirements as may be applicable under any applicable Regulations issued by SEBI from time to time.

For and on behalf of the Board of Directors of  
**Anupam Rasayan India Limited**

**Date:** August 13, 2022  
**Place:** Surat

**Anand Desai**  
Managing Director  
DIN:00038442

**Mona Desai**  
Whole-Time Director  
DIN:00038429

# Annexure-BR-I

## FORM NO. MR-3

### Secretarial Audit Report

For the financial year ended on March 31, 2022

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

To,  
The Members,  
**Anupam Rasayan India Limited**  
CIN: L24231GJ2003PLC042988  
8110, GIDC Industrial Estate,  
Sachin, District – Surat,

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

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

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

- (i) The Companies Act, 2013 (the Act) and the rules made thereunder;
- (ii) The Securities Contracts (Regulation) Act, 1956 ('SCRA') and the rules made thereunder;
- (iii) The Depositories Act, 1996 and the Regulations and Bye-laws framed thereunder;
- (iv) Foreign Exchange Management Act, 1999 and the rules and regulations made thereunder
- to the extent of Foreign Direct Investment, Overseas Direct Investment and External Commercial Borrowings;
- (v) The following Regulations and Guidelines prescribed under the Securities and Exchange Board of India Act, 1992 ('SEBI Act'): -
  - (a) The Securities and Exchange Board of India (Substantial Acquisition of Shares and Takeovers) Regulations, 2011;
  - (b) The Securities and Exchange Board of India (Prohibition of Insider Trading) Regulations, 2015;
  - (c) The Securities and Exchange Board of India (Issue of Capital and Disclosure Requirements) Regulations, 2018;
  - (d) The Securities and Exchange Board of India (Share Based Employee Benefits and Sweat Equity) Regulations, 2021;
  - (e) The Securities and Exchange Board of India (Issue and Listing of Debt Securities) Regulations, 2008; (Not applicable to the Company during the Audit Period)
  - (f) The Securities and Exchange Board of India (Registrars to an Issue and Share Transfer Agents) Regulations, 1993 regarding the Companies Act and dealing with client;
  - (g) The Securities and Exchange Board of India (Delisting of Equity Shares) Regulations, 2021;(Not applicable to the Company during the Audit Period),
  - (h) Securities and Exchange Board of India (Depository and Participants) Regulations, 2018;
  - (i) The Securities and Exchange Board of India (Buyback of Securities) Regulations, 2018 (Not applicable to the Company during the Audit Period); and

(j) The Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015

(vi) We have relied on the representation made by the Company and its officers for systems and mechanism formed by the Company for compliances under other applicable Acts, Laws and Regulations to the Company.

We are of the opinion that the management has complied with the following laws specifically applicable to the company:

- i. Manufacture, Storage and Import of Hazardous Chemical (Amendment) Rules, 1989
- ii. The Central Goods and Services Tax Act, 2017
- iii. Secretarial Standards issued by the Institute of Company Secretaries of India
- iv. Income Tax Act, 1961

We have also examined compliance with the applicable clauses of the Secretarial Standards issued by The Institute of Company Secretaries of India.

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

### **We further report that**

The Board of Directors of the Company is duly constituted with proper balance of Executive Directors, Non-Executive Directors and Independent Directors. There was no change in the composition of the Board of Directors during the period under review.

Adequate notice is given to all directors to schedule the Board Meetings, agenda and detailed notes on agenda were sent at least seven days in advance, and a system exists for seeking and obtaining further information and clarifications on the agenda items before the meeting and for meaningful participation at the meeting. In the event of scheduling of Board Meetings on shorter notice, necessary consent of directors was obtained in that regard.

As per the minutes of the meetings duly recorded and signed by the Chairman, the decisions of the Board were unanimous and no dissenting views have been recorded.

**We further report** that there are adequate systems and processes in the Company commensurate with the size and operations of the Company to monitor and ensure compliance with applicable laws, rules, regulations and guidelines.

**We further report** that during the audit period, the Company has acquired 24.96% equity shares as well as joint control over Tanfac Industries Limited at a price of ₹ 595/- per equity shares.

**For M. D. Baid & Associates  
Company Secretaries**

**Place: Surat  
Date: 27/06/2022**

**CS Mohan Baid  
Partner  
M. No. ACS 3598 CP No.: 3873  
PRN: 942/2020  
UI No. P2004GJ015700  
UDIN: A003598D000533842**

This Report is to be read with our letter annexed as **Appendix -A**, which forms integral part of this report.

**Appendix-A**

To,  
The Members,  
**Anupam Rasayan India Limited**  
CIN: L24231GJ2003PLC042988  
8110, GIDC Industrial Estate,  
Sachin, District – Surat,

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

1. The responsibility of maintaining Secretarial records is of the management and based on our audit, we have expressed our opinion on these records.
2. We are of the opinion that the audit practices and process adopted to obtain assurance about the correctness of the Secretarial records were reasonable for verification on test check basis.
3. We have not verified the correctness and appropriateness of financial records and books of accounts of the Company.
4. The management is responsible for compliances with corporate and other applicable laws, rules, regulations, standards etc. our examinations was limited to the verifications of procedures on test basis and wherever required. We have obtained the Management representation about the compliance of laws, rules and regulations etc.
5. The Secretarial Audit report is neither an assurance as to future viability of the Company nor of the efficacy or effectiveness with which the management has conducted the affairs of the Company.

**For M. D. Baid & Associates  
Company Secretaries**

**Place: Surat  
Date: 27/06/2022**

**CS Mohan Baid  
Partner  
M. No. ACS 3598 CP No.: 3873  
PRN: 942/2020  
UI No. P2004GJ015700  
UDIN: A003598D000533842**

# Annexure-BR-II

## FORM AOC-2

[Pursuant to clause (h) of sub-section (3) of section 134 of the Companies Act 2013 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 transaction under third proviso thereto**

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

**2. Details of contracts or arrangements or transactions at arm's length basis:**

| Sr. No | Particulars                                                                                                          | Details                                                                                                                                                                                                                                            |
|--------|----------------------------------------------------------------------------------------------------------------------|----------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------|
| I. a)  | Name of the related party & nature of relationship                                                                   | Jainam Intermediates Private Limited; Wholly-Owned Subsidiary                                                                                                                                                                                      |
| b)     | Nature of contracts/arrangements/transaction                                                                         | Purchase of goods                                                                                                                                                                                                                                  |
| c)     | Duration of the contract/arrangement/transaction                                                                     | FY 2021-22                                                                                                                                                                                                                                         |
| d)     | Salient terms of the contract or arrangement or transactions including the value if any                              | ₹ 21,76,12,179.55/-<br>The transaction is in the ordinary course of business. The Company is authorised to enter into transaction for purchase of goods from Jainam Intermediates Private Limited for an amount upto ₹ 280 Million for FY 2021-22. |
| e)     | Date of approval by the Board                                                                                        | February 27, 2021                                                                                                                                                                                                                                  |
| f)     | Amount paid as advances, if any                                                                                      | Nil                                                                                                                                                                                                                                                |
| g)     | Date on which the resolution was passed in General Meeting as required under first proviso to section 188 of the Act | Shareholder's resolution is not required to be passed pursuant to the provisions of Rule 15 of Companies (Meeting of Board & its Power) Rules 2014.                                                                                                |
| II. a) | Name of the related party & nature of relationship                                                                   | Gaurav Khurana; Relative of Mrs Mona Desai, Whole-time Director                                                                                                                                                                                    |
| b)     | Nature of contracts/arrangements/transaction                                                                         | Appointment as Unit-in-Charge for Unit 3 & Unit 4                                                                                                                                                                                                  |
| c)     | Duration of the contract/arrangement/transaction                                                                     | Not Applicable                                                                                                                                                                                                                                     |
| d)     | Salient terms of the contract or arrangement or transactions including the value if any                              | Remuneration of ₹ 42,52,500/- per annum <sup>^</sup>                                                                                                                                                                                               |
| e)     | Date of approval by the Board                                                                                        | November 30, 2020*                                                                                                                                                                                                                                 |
| f)     | Amount paid as advances, if any                                                                                      | Nil                                                                                                                                                                                                                                                |
| g)     | Date on which the resolution was passed in General Meeting as required under first proviso to section 188 of the Act | December 04, 2020                                                                                                                                                                                                                                  |

<sup>^</sup>The remuneration includes the amount of bonus and other benefits as per the Company's policy.

\*The details of appointment of Mr Gaurav Khurana is provided at the time of his appointment except the remuneration which was paid for the FY 2021-22.

|         |                                                                                                                      |                                                                   |
|---------|----------------------------------------------------------------------------------------------------------------------|-------------------------------------------------------------------|
| III. a) | Name of the related party & nature of relationship                                                                   | Ramsarup Khurana; Relative of Mrs Mona Desai, Whole-time Director |
| b)      | Nature of contracts/arrangements/transaction                                                                         | Appointment as Administrative Head                                |
| c)      | Duration of the contract/arrangement/transaction                                                                     | Not Applicable                                                    |
| d)      | Salient terms of the contract or arrangement or transactions including the value if any                              | Remuneration of ₹ 18,56,250/- per annum <sup>^</sup>              |
| e)      | Date of approval by the Board                                                                                        | November 30, 2020*                                                |
| f)      | Amount paid as advances, if any                                                                                      | Nil                                                               |
| g)      | Date on which the resolution was passed in General Meeting as required under first proviso to section 188 of the Act | Not Applicable                                                    |

<sup>^</sup>The remuneration includes the amount of bonus and other benefits as per the Company's policy.

\*The details of appointment of Mr Ramsarup Khurana is provided at the time of his appointment except the remuneration which was paid for the FY 2021-22.

For and on behalf of the Board of Directors of  
**Anupam Rasayan India Limited**

**Date:** August 13, 2022

**Place:** Surat

**Anand Desai**

Managing Director  
DIN:00038442

**Mona Desai**

Whole-Time Director  
DIN:00038429

# Annexure-BR-III

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

[Pursuant to Rule 8 of the Companies (Accounts) Rules, 2014]

### A. CONSERVATION OF ENERGY:

- (i) The steps taken or impact on conservation of energy: The Company has switched to usage of energy efficient equipment (IE3 / IE4 motors, energy efficient ACs, LED fixtures, motion sensors, VFDs etc). This has resulted in reduction of electricity consumption from 3.20 KWH per kg in FY 2020-21 to 2.81 KWH per kg in FY 2021-22, thus a reduction of 12.06% in the electricity consumed per kg of products manufactured. Company also installed a 12.5 MW solar power plant in Q3 of FY 2021-22. Thus a significant portion of the electricity consumed came from renewable sources in second half of FY 2021-22.
- (ii) The steps taken by the company for utilizing alternate source of energy: The Company installed and commissioned 12.5 MW solar power plant in Q3 of FY 2021-22 as a part of its efforts to shift to renewable energy sources.
- (iii) The capital investment on energy conservation equipment: Amount of ₹ 43,13,75,000 was spent on installation of 12.5 MW solar power plant in FY 2021-22

The total energy consumption of Company for the year 2021-22 is as hereunder:

| Sr. No. | Type of energy           | Particulars                 | Details         |
|---------|--------------------------|-----------------------------|-----------------|
| 1       | Electricity consumption: | Units consumed              | 6,09,90,969.25  |
|         |                          | Amount (in ₹)               | 46,46,23,343.91 |
|         |                          | Per unit cost (in ₹)        | 7.62            |
| 2       | Gas Consumption:         | Quantity in Cubic Meter     | 76,63,341.17    |
|         |                          | Amount (in ₹)               | 40,48,16,040.29 |
|         |                          | Per cubic meter cost (In ₹) | 52.83           |
| 3       | Coal & Lignite:          | Quantity in MT              | 33,077.56       |
|         |                          | Amount (in ₹)               | 30,32,65,583.94 |
|         |                          | Per MT cost (in ₹)          | 9,168.32        |
| 4       | Steam:                   | Quantity in Kg              | 17,19,718.00    |
|         |                          | Amount (in ₹)               | 52,33,373.36    |
|         |                          | Per cubic meter cost (in ₹) | 3.04            |
| 5       | Diesel:                  | Aggregate amount (in ₹)     | 2,27,37,305.79  |

**B. TECHNOLOGY ABSORPTION:**

1. The efforts made towards technology absorption: Nil
2. The benefits derived like product improvement, cost reduction, product development or import substitutions: Nil
3. In case of imported technology: Nil

Expenditure of R&amp;D:

|         |                                                  | Amount (₹ in Million) |         |
|---------|--------------------------------------------------|-----------------------|---------|
| Sr. No. | Particulars                                      | 2021-22               | 2020-21 |
| 1       | Capital                                          | 125.53                | 30.66   |
| 2       | Recurring                                        | 10.56                 | 5.74    |
| 3       | Total                                            | 136.09                | 36.40   |
| 4       | Total R & D Expenditure as a % of total turnover | 1.28%                 | 0.45%   |

**C. FOREIGN EXCHANGE EARNING AND OUT GO:**

|                                    |                            | Amount (₹ in Million) |         |
|------------------------------------|----------------------------|-----------------------|---------|
| Particulars                        |                            | 2021-22               | 2020-21 |
| <b>Foreign exchange earnings*</b>  |                            | 5,936.04              | 4615.53 |
| <b>Foreign exchange outgo**</b>    | CIF of Import of materials | 1652.27               | 1506.48 |
|                                    | Import of services         | 151.42                | 55.75   |
| <b>Foreign exchange outgo-ECB#</b> | Interest                   | 79.58                 | 102.79  |
|                                    | Repayments#                | 808.17                | 241.91  |

\*FOB Value of exports; \*\* CIF Import of materials & import of services; #ECB repayments include interest & principle

For and on behalf of the Board of Directors of  
**Anupam Rasayan India Limited**

**Date:** August 13, 2022  
**Place:** Surat

**Anand Desai**  
Managing Director  
DIN:00038442

**Mona Desai**  
Whole-Time Director  
DIN:00038429

# Annexure-BR-IV

## ANNUAL REPORT ON CSR ACTIVITIES

[Pursuant to Section 135 of the Companies Act, 2013 read with Companies (Corporate Social Responsibility Policy) Rules, 2014]

### 1. Brief outline on Corporate Social Responsibility ("CSR") Policy of the Company:

Anupam Rasayan India Limited (the "Company") as a responsible corporate citizen has been undertaking CSR initiatives in letter and spirit. The Company contributes to the society through its various initiatives which are in line with our CSR projects in the areas of -

- promoting health care including preventing health care,
- promoting education including special education and employment enhancing vocation skills especially among children, women, elderly, and the differently abled and livelihood enhancement projects,
- ensuring environmental sustainability, conservation of natural resources, protection of flora and fauna and animal welfare and
- disaster management, including relief and rehabilitation activities which are the reflection of our commitment towards the society. Besides the CSR activities, we also take various philanthropic activities with various organizations to lend our support to the beneficiaries wherever required.

The Company has constituted a CSR Committee of the Board of Directors, which in exercise of its authority and discharge of its responsibility, have formulated the Corporate Social Responsibility Policy (the "Policy") in consonance with section 135 of the Companies Act, 2013, on CSR and in accordance with the Companies (Corporate Social Responsibility) Rules, 2014, as amended (the "Rules") and underlining the ethos of the organisation. All the CSR activities by the Company have been undertaken as a liberal interpretation of activities listed under Schedule VII of the Act, within the geographical limits of India, preferably towards the benefits of marginalised, disadvantaged, poor and deprived sections of the community and sustainable development.

Details of the CSR Policy and projects or activities undertaken by the Company are available on the links given below:

- (i) <https://www.anupamrasayan.com/corporate-social-responsibility/>
- (ii) <https://www.anupamrasayan.com/csr-initiatives/>

### 2. Composition of CSR Committee:

| Sr. No. | Name of Director | Designation/Nature of Directorship               | Number of meetings of Committee held during the year | Number of meetings of Committee attended during the year |
|---------|------------------|--------------------------------------------------|------------------------------------------------------|----------------------------------------------------------|
| 1.      | Mrs Mona Desai   | Chairperson<br>Whole-time Director               | 1 (One)                                              | 1 (One)                                                  |
| 2.      | Mr Hetul Mehta   | Member<br>Independent Non-Executive Director     | 1 (One)                                              | 1 (One)                                                  |
| 3.      | Mr Milan Thakkar | Member<br>Non Independent Non-Executive Director | 1 (One)                                              | Nil                                                      |

**3. Web-link where composition of CSR Committee, CSR policy and CSR projects approved by the board are disclosed on the website of the Company:**

|                              |                                                                                                                                                                                                                                         |
|------------------------------|-----------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------|
| Composition of CSR Committee | <a href="https://www.anupamrasayan.com/board-of-directors-committees-of-the-board-and-management-team-of-the-company/">https://www.anupamrasayan.com/board-of-directors-committees-of-the-board-and-management-team-of-the-company/</a> |
| CSR policy                   | <a href="https://www.anupamrasayan.com/corporate-social-responsibility/">https://www.anupamrasayan.com/corporate-social-responsibility/</a>                                                                                             |
| CSR projects                 | <a href="https://www.anupamrasayan.com/csr-initiatives/">https://www.anupamrasayan.com/csr-initiatives/</a>                                                                                                                             |

**4. Details of impact assessment of CSR projects carried out in pursuance of sub-rule (3) of rule 8 of the Companies (Corporate Social Responsibility Policy) Rules, 2014, if applicable (attach the report):**

Not Applicable

**5. Details of the amount available for set off in pursuance of sub-rule (3) of rule 7 of the Companies (Corporate Social Responsibility Policy) Rules, 2014 and amount required for set off for the financial year, if any.**

| Sl. No. | Financial Year | Amount available for set-off from preceding financial years (in ₹) | Amount required to be set-off for the financial year, if any (in ₹) |
|---------|----------------|--------------------------------------------------------------------|---------------------------------------------------------------------|
| 1       | 2021-22        | -                                                                  | 29,20,584                                                           |
|         | <b>Total</b>   |                                                                    | <b>29,20,584</b>                                                    |

**6. Average net profit of the Company as per section 135(5): ₹ 79,49,19,055**

**7.**

|                                                                                                          |                |
|----------------------------------------------------------------------------------------------------------|----------------|
| (a) Two percent of average net profit of the Company as per section 135(5):                              | ₹ 1,58,98,381  |
| (b) Surplus arising out of the CSR projects or programmes or activities of the previous financial years: | NIL            |
| (c) Amount required to be set off for the financial year, if any:                                        | Not Applicable |
| (d) Total CSR obligation for the financial year (7a+7b-7c):                                              | ₹ 1,58,98,381  |

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

| Total amount spent for the financial year (₹) | Amount Unspent (in ₹)                                                 |                  |                                                                                                     |        |                  |
|-----------------------------------------------|-----------------------------------------------------------------------|------------------|-----------------------------------------------------------------------------------------------------|--------|------------------|
|                                               | Total amount transferred to unspent CSR account as per section 135(6) |                  | Amount transferred to any fund specified under Schedule VII as per second proviso to section 135(5) |        |                  |
|                                               | Amount                                                                | Date of transfer | Name of fund                                                                                        | Amount | Date of transfer |
| 1,88,18,965                                   | N.A.                                                                  | N.A.             | N.A.                                                                                                | N.A.   | N.A.             |

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

| (1)     | (2)                                                             | (3)                                                                 | (4)                   | (5)                      |               | (6)                                                                | (7)                                  | (8)                                 | (9)                                                                                 | (10)                                    | (11)                                |              |
|---------|-----------------------------------------------------------------|---------------------------------------------------------------------|-----------------------|--------------------------|---------------|--------------------------------------------------------------------|--------------------------------------|-------------------------------------|-------------------------------------------------------------------------------------|-----------------------------------------|-------------------------------------|--------------|
| Sl. No. | Name of the Project                                             | Item from the list of activities in Schedule VII to the Act         | Local area (Yes/ No). | Location of the project. |               | Project Duration                                                   | Amount allocated for the project (₹) | Amount spent in the current FY# (₹) | Amount transferred to Unspent CSR Account for the project u/s 135(6) of the Act (₹) | Mode of Implementation Direct (Yes/ No) | Mode of Implementation through IA*  |              |
|         |                                                                 |                                                                     |                       | State                    | District      |                                                                    |                                      |                                     |                                                                                     |                                         |                                     |              |
| 1.      | Upgradation of physiotherapy dept. of charitable hospital trust | Item No. (i) promoting health care including preventive health care | Yes                   | Gujarat                  | Kamrej, Surat | 3 years FY 21-22 being the 3 <sup>rd</sup> (Third) year of project | 13,64,000                            | 13,64,000                           | NIL                                                                                 | No                                      | Dinbandhu Charitable Hospital Trust | CSR000004813 |
| TOTAL   |                                                                 |                                                                     |                       |                          |               |                                                                    | 13,64,000                            | 13,64,000                           |                                                                                     |                                         |                                     |              |

\* IA- Implementing Agency; # FY- financial year 2021-22

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

| (1)     | (2)                                            | (3)                                                         | (4)                  | (5)                      |                       | (6)                                        | (7)                                     | (8)                                                |                 |
|---------|------------------------------------------------|-------------------------------------------------------------|----------------------|--------------------------|-----------------------|--------------------------------------------|-----------------------------------------|----------------------------------------------------|-----------------|
| Sl. No. | Name of the Project                            | Item from the list of activities in Schedule VII to the Act | Local area (Yes/No). | Location of the project. |                       | Amount spent for the project (Amount in ₹) | Mode of Implementation Direct (Yes/No). | Mode of Implementation through Implementing Agency |                 |
|         |                                                |                                                             |                      | State                    | District              |                                            |                                         | Name                                               | CSR Reg. Number |
| 1.      | Bird Rescue, Rehabilitation and Animal Welfare | Item No. (iv)                                               | Yes                  | Gujarat                  | Surat                 | 12,00,000                                  | No                                      | Prayas Team Environment Charitable Trust           | CSR000005161    |
| 2.      | One Teacher School "Ekal Vidyalaya"            | Item No. (ii)                                               | Yes                  | Gujarat                  | Dang                  | 11,00,000                                  | No                                      | Friends of Tribals Society                         | CSR000001898    |
| 3.      | COVID-19 care related activities               | Item No. (i) and (xii)                                      | Yes                  | Gujarat                  | Navsari, Tapi, Kamrej | 1,48,39,965                                | No                                      | -                                                  | -               |
| 4       | COVID-19 Relief and Rehab Initiative           | Item No. (i) and (xii)                                      | Yes                  | India                    | PAN-India             | 3,15,000                                   | No                                      | CII Foundation                                     | CSR000001013    |
| Total   |                                                |                                                             |                      |                          |                       | 1,74,54,965                                |                                         |                                                    |                 |

|                                                                   |                |
|-------------------------------------------------------------------|----------------|
| (d) Amount spent in administrative overheads (₹):                 | NIL            |
| (e) Amount spent on impact assessment if applicable:              | Not Applicable |
| (f) Total amount spent for the financial year (8b+8c+8d+8e): (₹): | 1,88,18,965    |

|              | Amount (₹)         |
|--------------|--------------------|
| 8 (b)        | 13,64,000          |
| 8 (c)        | 1,74,54,965        |
| 8 (d)        | -                  |
| 8 (e)        | -                  |
| <b>Total</b> | <b>1,88,18,965</b> |

|                                            |           |
|--------------------------------------------|-----------|
| (g) Excess amount for set-off, if any (₹): | 29,20,584 |
|--------------------------------------------|-----------|

| Sl. No. | Particular                                                                                                  | Amount (₹)  |
|---------|-------------------------------------------------------------------------------------------------------------|-------------|
| (i)     | Two percent of average net profit of the company as per section 135(5)                                      | 1,58,98,381 |
| (ii)    | Total amount spent for the Financial Year                                                                   | 1,88,18,965 |
| (iii)   | Excess amount spent for the financial year [(ii)-(i)]                                                       | 29,20,584   |
| (iv)    | Surplus arising out of the CSR projects or programmes or activities of the previous financial years, if any | -           |
| (v)     | Amount available for set off in succeeding financial years [(iii)-(iv)]                                     | 29,20,584   |

9. (a) Details of Unspent CSR amount for the preceding three financial years: Not Applicable

(b) Details of CSR amount spent in the financial year for ongoing projects of the preceding financial year(s):

| Amount (₹) |                |                                                                           |                                                   |                  |                                        |                                                             |                                                                |                                            |
|------------|----------------|---------------------------------------------------------------------------|---------------------------------------------------|------------------|----------------------------------------|-------------------------------------------------------------|----------------------------------------------------------------|--------------------------------------------|
| (1)        | (2)            | (3)                                                                       | (4)                                               | (5)              | (6)                                    | (7)                                                         | (8)                                                            | (9)                                        |
| Sr. No.    | Project ID     | Name of the Project                                                       | Financial Year in which the project was commenced | Project duration | Total amount allocated for the project | Amount spent on the project in the reporting Financial Year | Cumulative amount spent at the end of reporting Financial year | Status of the project - Completed/ Ongoing |
| 1.         | FY31.03.2021_1 | Upgradation of physiotherapy dept. of Dinbandhu Charitable Hospital Trust | 2019-20                                           | 3 years          | 50,00,000                              | 13,64,000                                                   | 50,00,000                                                      | Completed                                  |

10. In case of creation or acquisition of capital asset, furnish the details relating to the asset so created or acquired through CSR spent in the financial year (asset-wise details).

**Asset 1:**

|                                                                       |                |
|-----------------------------------------------------------------------|----------------|
| (a) Date of creation or acquisition of the capital asset(s):          | April 21, 2021 |
| (b) Amount of CSR spent for creation or acquisition of capital asset: | ₹ 33,48,214    |

|                                                                                                                                     |                                                                                                                                                                                                                                                                                                                                                            |
|-------------------------------------------------------------------------------------------------------------------------------------|------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------|
| (a) Details of the entity or public authority or beneficiary under whose name such capital asset is registered, their address etc.: | Soham Jankalyan Charitable Trust, Vijyant Apartment, Lunsikui Road, Navsari-396445, Gujarat                                                                                                                                                                                                                                                                |
| (b) Provide details of the capital asset(s) created or acquired (including complete address and location of the capital asset):     | AIRSEP Oxygen Concentrator with Absorber tower, microprocessor panel and feed air package comprising of 11 KW Screw air compressor, air receiver 500 L, Oxygen receiver Tank 1000 L, refrigerated air dryer, filters & oxygen analyzer<br><br><b>Location:</b> Soham Jankalyan Charitable Trust, Vijyant Apartment, Lunsikui Road, Navsari-396445, Gujarat |

**Asset 2:**

|                                                                                                                                     |                                                                                                                                                 |
|-------------------------------------------------------------------------------------------------------------------------------------|-------------------------------------------------------------------------------------------------------------------------------------------------|
| (a) Date of creation or acquisition of the capital asset(s):                                                                        | June 03, 2021                                                                                                                                   |
| (b) Amount of CSR spent for creation or acquisition of capital asset:                                                               | ₹ 55,59,680                                                                                                                                     |
| (c) Details of the entity or public authority or beneficiary under whose name such capital asset is registered, their address etc.: | Dinbandhu Charitable Hospital Trust, NH. No. 8, Nr. Tapi Bridge, Kholwad-394190                                                                 |
| (d) Provide details of the capital asset(s) created or acquired (including complete address and location of the capital asset):     | Acquisition of 1 Oxygen Generation Plant<br><br><b>Location:</b> Dinbandhu Charitable Hospital Trust, NH.No. 8, Nr. Tapi Bridge, Kholwad-394190 |

**Asset 3:**

|                                                                                                                                     |                                                                                                                   |
|-------------------------------------------------------------------------------------------------------------------------------------|-------------------------------------------------------------------------------------------------------------------|
| (a) Date of creation or acquisition of the capital asset(s):                                                                        | June 05, 2021                                                                                                     |
| (b) Amount of CSR spent for creation or acquisition of capital asset:                                                               | ₹ 55,66,400                                                                                                       |
| (c) Details of the entity or public authority or beneficiary under whose name such capital asset is registered, their address etc.: | General Hospital, Uchchhal, Vyara, Tapi, Gujarat                                                                  |
| (d) Provide details of the capital asset(s) created or acquired (including complete address and location of the capital asset):     | Acquisition of 1 oxygen generation plant<br><br><b>Location:</b> General Hospital, Uchchhal, Vyara, Tapi, Gujarat |

**11. Specify the reason(s), if the Company has failed to spend two per cent of the average net profit as per section 135(5):** Not Applicable

For and on behalf of the Board of Directors of  
**Anupam Rasayan India Limited**

**Date:** August 13, 2022  
**Place:** Surat

**Anand Desai**  
Managing Director  
DIN:00038442

**Mona Desai**  
Whole-time Director and  
Chairperson of CSR Committee  
DIN:00038429

## Annexure-BR-V

### INFORMATION REGARDING EMPLOYEES STOCK OPTION SCHEME (ESOS) PURSUANT TO RULE 12(9) OF COMPANIES (SHARE CAPITAL AND DEBENTURES) RULES, 2014 AND REGULATION 14 OF SEBI (SHARE BASED EMPLOYEE BENEFITS & SWEAT EQUITY) REGULATIONS, 2021

#### DETAILS RELATED TO THE SCHEME:

As on March 31, 2022, the Company has in place the Employee Stock Option Scheme named "Anupam - Employee Stock Options Plan 2020" ("ESOP-2020"). ESOP-2020 is in the compliance with the SEBI (Share Based Employee Benefits and Sweat Equity) Regulations, 2021 and the Companies Act, 2013.

#### A. Relevant disclosures in terms of the accounting standards prescribed by the Central Government in terms of Section 133 of the Companies Act, 2013 including the 'Guidance note on accounting for employee share-based payments' issued in that regard from time to time.

Please refer Note No. 31.1- Share Based Payment, of Notes to the Standalone Financial Statements forming part of the Annual Report.

#### B. Diluted EPS on issue of shares pursuant to the scheme covered under the regulations in accordance with 'Indian Accounting Standard (Ind AS) - 33 - Earnings Per Share' or any other relevant accounting standards as prescribed from time to time.

Earnings Per Share (EPS) pursuant to issue of Equity Shares on exercise of stock Options calculated in accordance with Ind AS - 33 'Earning Per Share' (Consolidated)

Basic: 15.08

Diluted: 15.04

#### C. Other details related to ESOP-2020

Description of ESOP-2020 including the general terms and conditions, including -

| Sr. No.              | Description                      | Details                                                                                                                                                                                                                                                                                                                                                                                                                                                                         |                      |                      |          |           |
|----------------------|----------------------------------|---------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------|----------------------|----------------------|----------|-----------|
| i. (a)               | Date of shareholder's approval   | As on March 31, 2022, the Company has in place the Employee Stock Option Scheme named "Anupam - Employee Stock Options Plan 2020" ("ESOP-2020"), as approved by the shareholders on December 04, 2020, which was further modified and ratified by the shareholders in the 18 <sup>th</sup> annual general meeting held on September 30, 2021, in accordance with the SEBI (Share Based Employee Benefits & Sweat Equity) Regulations, 2021 and post IPO procedural requirements |                      |                      |          |           |
| (b)                  | Total number of options approved | The maximum number of 13,12,795 Equity Shares can be issued under ESOP-2020 against the employees stock Options                                                                                                                                                                                                                                                                                                                                                                 |                      |                      |          |           |
| (c)                  | Total number of options granted  | <table><tr><th>FY 2021-22 (Grant 2)</th><th>FY 2020-21 (Grant 1)</th></tr><tr><td>1,07,075</td><td>13,12,760</td></tr></table>                                                                                                                                                                                                                                                                                                                                                  | FY 2021-22 (Grant 2) | FY 2020-21 (Grant 1) | 1,07,075 | 13,12,760 |
| FY 2021-22 (Grant 2) | FY 2020-21 (Grant 1)             |                                                                                                                                                                                                                                                                                                                                                                                                                                                                                 |                      |                      |          |           |
| 1,07,075             | 13,12,760                        |                                                                                                                                                                                                                                                                                                                                                                                                                                                                                 |                      |                      |          |           |
| (d)                  | Vesting requirements             | <p><b>Vesting Schedule under Grant 1:</b></p> <ul style="list-style-type: none"><li>• 33.34% of the Options granted will vest on December 09, 2021;</li><li>• 33.34% of the Options granted will vest on December 09, 2022; and</li><li>• 33.32% of the Options granted will vest on December 09, 2023.</li></ul>                                                                                                                                                               |                      |                      |          |           |

|      |                                                                                                                                                                                                                                                                                   |                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                     |                   |
|------|-----------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------|---------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------|-------------------|
|      |                                                                                                                                                                                                                                                                                   | <b>Vesting Schedule under Grant 2:</b>                                                                                                                                                                                                                                                                                                                                                                                                                                                                              |                   |
|      |                                                                                                                                                                                                                                                                                   | • 100% of the Options granted will vest on January 19, 2023.                                                                                                                                                                                                                                                                                                                                                                                                                                                        |                   |
| (e)  | Exercise price or pricing formula                                                                                                                                                                                                                                                 | ₹ 225/-                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                             |                   |
| (f)  | Maximum term of options granted                                                                                                                                                                                                                                                   | The Options vested under Grant 1 and Grant 2 are exercisable within 1 year from the date of vesting.                                                                                                                                                                                                                                                                                                                                                                                                                |                   |
| (g)  | Source of shares (primary, secondary or combination)                                                                                                                                                                                                                              | Primary                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                             |                   |
| (h)  | Variation in terms of options                                                                                                                                                                                                                                                     | Pursuant to the SEBI (Share Based Employees Benefits and Sweat Equity) Regulations, 2021 introduced by the SEBI, the Scheme was modified to include the clauses/provisions in accordance with the SEBI (SBEB and Sweat Equity) Regulations and Scheme and was ratified in accordance with the Regulation 12 of the SEBI (SBEB and Sweat Equity) Regulations. Such modifications and ratifications of Scheme were approved by the Members in the 18 <sup>th</sup> annual general meeting held on September 30, 2021. |                   |
| ii.  | Method used to account for ESOP 2020                                                                                                                                                                                                                                              | Fair Value Method using Black-Scholes Model                                                                                                                                                                                                                                                                                                                                                                                                                                                                         |                   |
| iii. | Difference between the employee compensation cost using the intrinsic value of stock options and the employee compensation cost that shall have been recognized if it had used the fair value of the options. The impact of this difference on profits and on EPS of the Company. | For the year ended March 31, 2022, an amount of ₹ 35.20 million is debited to employee cost as share based compensation.                                                                                                                                                                                                                                                                                                                                                                                            |                   |
| iv.  | Option movement during the year                                                                                                                                                                                                                                                   | <b>FY 2021-22</b>                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                   | <b>FY 2020-21</b> |
| (a)  | Number of options outstanding at the beginning of the period                                                                                                                                                                                                                      | 12,70,750                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                           | -                 |
| (b)  | Number of options granted during the year                                                                                                                                                                                                                                         | 1,07,075                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                            | 13,12,760         |
| (c)  | Number of options forfeited during the year                                                                                                                                                                                                                                       | 0                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                   | 0                 |
| (d)  | Number of options cancelled during the year                                                                                                                                                                                                                                       | 0                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                   | 0                 |
| (e)  | Number of options lapsed during the year                                                                                                                                                                                                                                          | 93,327                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                              | 42,010            |
| (f)  | Number of options vested during the year                                                                                                                                                                                                                                          | 4,01,642                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                            | 0                 |
| (g)  | Number of options exercised during the year                                                                                                                                                                                                                                       | 3,24,494                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                            | 0                 |
| (h)  | Number of options allotted during the year                                                                                                                                                                                                                                        | 3,24,494                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                            | 0                 |
| (i)  | Number of shares arising as a result of exercise of options                                                                                                                                                                                                                       | 3,24,494                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                            | 0                 |
| (j)  | Money realized by exercise of options (₹), if scheme is implemented directly by the company                                                                                                                                                                                       | 7,30,11,150                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                         | 0                 |
| (k)  | Loan repaid by the Trust during the year from exercise price received                                                                                                                                                                                                             | NA                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                  | NA                |
| (l)  | Number of options outstanding at the end of the year                                                                                                                                                                                                                              | 9,60,004                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                            | 12,70,750         |
| (m)  | Number of options exercisable at the end of the year                                                                                                                                                                                                                              | 76,344                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                              | 0                 |

|    |                                                                                                                                                                                                           |                                                                                                                     |
|----|-----------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------|---------------------------------------------------------------------------------------------------------------------|
| v. | Weighted-average exercise prices and weighted-average fair values of options disclosed separately for options whose exercise price either equals or exceeds or is less than the market price of the stock | Weighted-average exercise price: ₹ 225<br>Weighted-average fair values of Options granted during the year: ₹ 816.73 |
|----|-----------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------|---------------------------------------------------------------------------------------------------------------------|

vi. Employee wise details of the options granted:

a. Option granted to Senior Managerial Personnel & KMPs during the year

| Name                | category | Designation                           | Options granted<br>FY 2021-22 | Options granted<br>FY 2020-21 |
|---------------------|----------|---------------------------------------|-------------------------------|-------------------------------|
| Ms Suchi Agarwal    | KMP      | CS & Compliance Officer               | 1,460                         | 4,220                         |
| Mr Amit Khurana     | KMP      | CFO (Appointed w.e.f. March 15, 2022) | 4,880                         | 1,190                         |
| Mr Afzal Malkani    | KMP      | CFO (Resigned w.e.f. March 14, 2022)  | 4,195                         | 22,550                        |
| Dr Nileshkumar Naik | KMP      | Technical Head                        | 5,500                         | 29,540                        |
| Dr Anuj Thakar      | KMP      | R&D (Process Development) Head        | 3,070                         | 15,560                        |
| Mr Ravi Desai       | KMP      | Head Sales & Marketing                | 1,780                         | 7,800                         |
| Mr Satish Patel     | SMP      | Regulatory Head                       | 1,170                         | 4,970                         |
| Mr Dattatray Joshi  | SMP      | Purchase Head                         | 2,440                         | 10,620                        |
| Mr Himanshu Bhatt   | SMP      | Vice-President (Projects)             | 1,910                         | 9,540                         |

a. Any other employee who receives a grant in any one year of option amounting to 5% or more of option granted during that year

Dr Nileshkumar Naik - 5,500 Options

b. Identified employees who were granted option during any one year equal to or exceeding 1% of the issued capital of the Company (excluding outstanding warrants and conversions) at the time of grant

NA

vii. A description of the method and significant assumptions used during the year to estimate the fair value of options including the following information:

Methodologies Considered for Black Scholes Valuation:

|    |                                         |                                                 |                                                 |
|----|-----------------------------------------|-------------------------------------------------|-------------------------------------------------|
| a. | Grant name                              | Anupam-Employees Stock Option Plan 2020 Grant 2 | Anupam-Employees Stock Option Plan 2020 Grant 1 |
| b. | Date of grant                           | January 20, 2022                                | December 10, 2020                               |
| c. | Fair value of Options at grant date (₹) | 816.73                                          | 22.37                                           |
| d. | Share price at grant date (₹)           | 1026.25                                         | 190.26*                                         |

|       |                                                                                                                                                |                                                                                                                                                                                                                                                      |        |
|-------|------------------------------------------------------------------------------------------------------------------------------------------------|------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------|--------|
| e.    | Exercise price (₹)                                                                                                                             | 225                                                                                                                                                                                                                                                  | 225    |
| f.    | Expected volatility (weighted-average)                                                                                                         | 25.36%                                                                                                                                                                                                                                               | 39.60% |
| g.    | Expected Option life (weighted-average)                                                                                                        | 1.08                                                                                                                                                                                                                                                 | 2.08   |
| h.    | Expected dividends                                                                                                                             | Not factored separately                                                                                                                                                                                                                              |        |
| i.    | Risk-free interest rate (based on government bonds)                                                                                            | 6.60%                                                                                                                                                                                                                                                | 5.11%  |
| viii. | The method used and the assumptions made to incorporate the effects of expected early exercise                                                 | NA                                                                                                                                                                                                                                                   |        |
| ix.   | How expected volatility was determined, including an explanation of the extent to which expected volatility was based on historical volatility | For Grant in FY22 - Volatility of the Company is worked out on the basis of movement of stock price on NSE based on the price data for last 43 weeks up to the date of grant (since the Company got listed in March, 2021 i.e. since last 43 weeks). |        |
| x.    | whether and how any other features of the option grant were incorporated into the measurement of fair value, such as a market condition        | NA                                                                                                                                                                                                                                                   |        |
| xi.   | Details related to trust                                                                                                                       | NA                                                                                                                                                                                                                                                   |        |

**Note:** \*The shares of the Company were not listed on the stock exchanges as on the date of Grant 1 i.e. December 10, 2020.

For and on behalf of the Board of Directors of  
**Anupam Rasayan India Limited**

**Date:** August 13, 2022  
**Place:** Surat

**Anand Desai**  
Managing Director  
DIN:00038442

**Mona Desai**  
Whole-Time Director  
DIN:00038429

## Annexure-BR-VI

### INFORMATION PURSUANT TO SECTION 197(12) OF THE COMPANIES ACT, 2013 AND RULE 5(1) OF THE COMPANIES (APPOINTMENT AND REMUNERATION OF MANAGERIAL PERSONNEL) RULES, 2014

**(A) The ratio of the remuneration of each director to the median remuneration of the employees of the Company and the percentage increase in remuneration of each director, for the financial year and the percentage increase in remuneration of CFO, CS or Manager, if any, in the financial year:** Median salary for the financial year 2021-22 is ₹ 2,75,535/-. Other details are mentioned below:

| Name of Director/Key Managerial Personnel | Designation                            | Ratio to Median remuneration | % increase in Remuneration over previous year |
|-------------------------------------------|----------------------------------------|------------------------------|-----------------------------------------------|
| Mr Anand S. Desai                         | Managing Director                      | 47.68:1                      | Nil                                           |
| Mrs Mona A. Desai                         | Vice-Chairperson & Whole-Time Director | 47.68:1                      | Nil                                           |
| Dr Kiran C. Patel                         | Non-Executive Chairperson              | -                            | Nil                                           |
| Mr Milan R. Thakkar                       | Non-Executive Director                 | -                            | Nil                                           |
| Mr Hetul Krishnakant Mehta                | Independent Director                   | 6.53:1                       | Not Comparable                                |
| Mr Vijay Kumar Batra                      | Independent Director                   | 5.17:1                       | Not Comparable                                |
| Mr Vinesh Prabhakar Sadekar               | Independent Director                   | 4.36:1                       | Not Comparable                                |
| Dr Namrata Dharmendra Jariwala            | Independent Director                   | 2.45:1                       | Not Comparable                                |
| Ms Suchi Agarwal                          | Company Secretary & Compliance Officer | 7.98:1                       | 10%                                           |
| Mr Afzal Malkani*                         | Chief Financial Officer                | -                            | NA                                            |
| Mr Amit Khurana**                         | Chief Financial Officer                | -                            | NA                                            |

#### Notes to table:

- Remuneration to Non-Executive & Independent Directors includes only sitting fees. Increase or decrease in their remuneration is due to increase or decrease in the meetings held/attended during the year.
- Other Non-Executive Directors were not paid any remuneration during the financial year.
- The % increase of remuneration is provided only for those directors and KMP in terms of Section 203 of the Act who have drawn remuneration from the Company for full FY 2021-22.
- The ratio to median remuneration is provided only for those directors and KMP in terms of Section 203 of the Act who have drawn remuneration from the Company for the full FY 2021-22.
- \*Mr Afzal Malkani resigned from the position of Chief Financial Officer and key managerial personnel of the Company with effect from the end of the business hours on March 14, 2022;
- \*\*Mr Amit Khurana was appointed as Chief Financial Officer and key managerial personnel of the Company with effect from March 15, 2022.

**(B) The percentage increase in the median remuneration of employees in the financial year 2021-22:** 9.00%

**(C) The number of permanent employees on the rolls of company:** There were 1491 permanent employees on the payroll of the Company.

**(D) Average percentile increase already made in the salaries of employees other than the managerial personnel in the last financial year and its comparison with the percentile increase in the managerial remuneration and justification thereof and point out if there are any exceptional circumstances for increase in the managerial remuneration:**

Remuneration of other employees was increased in accordance with the remuneration policy. The average percentile increase made in the salaries of employees other than the managerial personnel during the financial year 2021-22 aggregates to 18.66% which is higher in comparison with the percentile increase in the managerial remuneration during the financial year 2021-22 aggregates to 5.89%.

**(E) The Key parameters for any variable component of remuneration availed by the directors:** No variable remuneration was provided to the Directors in financial year 2021-22.

**(F) Affirmation that the remuneration is as per the remuneration policy of the Company:**

It is affirmed that the remuneration of Directors and key managerial personnel was in accordance to the remuneration policy of the Company.

For and on behalf of the Board of Directors of  
**Anupam Rasayan India Limited**

**Date:** August 13, 2022

**Place:** Surat

**Anand Desai**  
Managing Director  
DIN:00038442

**Mona Desai**  
Whole-Time Director  
DIN:00038429

# Annexure-BR-VII

## FORM NO. AOC-1

### Statement containing salient features of the financial statement of Subsidiaries/Associate companies/joint ventures

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

#### Part "A": Subsidiaries

(Information in respect of each subsidiary to be presented with amounts in ₹ Million)

| Sl. No. | Particulars                                                                                                                | Details                              |
|---------|----------------------------------------------------------------------------------------------------------------------------|--------------------------------------|
| 1       | Name of the subsidiary                                                                                                     | Jainam Intermediates Private Limited |
| 2       | The date since when subsidiary was acquired                                                                                | July 15, 2017                        |
| 3       | Reporting period for the subsidiary concerned, if different from the holding company's reporting period                    | N.A.                                 |
| 4       | Reported currency and Exchange rate as on the last date of the relevant financial year in the case of foreign subsidiaries | N.A.                                 |
| 5       | Share Capital                                                                                                              | 0.10                                 |
| 6       | Reserves and Surplus                                                                                                       | 27.06                                |
| 7       | Total assets                                                                                                               | 67.17                                |
| 8       | Total liabilities                                                                                                          | 40.00                                |
| 9       | Investments                                                                                                                | 0.23                                 |
| 10      | Turnover                                                                                                                   | 227.21                               |
| 11      | Profit before taxation                                                                                                     | 10.91                                |
| 12      | Provision for taxation                                                                                                     | 2.73                                 |
| 13      | Profit after taxation                                                                                                      | 8.18                                 |
| 14      | Proposed Dividend                                                                                                          | -                                    |
| 15      | % shareholding                                                                                                             | 100%                                 |

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

(Information in respect of each Associate to be presented with amounts in ₹ Million except No. of shares)

| Sl. No. | Particulars                                                | Details                   | Details                                                                                  |
|---------|------------------------------------------------------------|---------------------------|------------------------------------------------------------------------------------------|
| 1       | Name of the Associate                                      | Tanfac Industries Limited | Tangent Science Private Limited<br>(Associate Company of Jainam Intermediates Pvt. Ltd.) |
| 2       | Latest Audited Balance sheet date                          | March 31, 2022            | March 31, 2022                                                                           |
| 3       | The date on which the Associate was associated or acquired | February 01, 2022         | June 19, 2020                                                                            |

|   |                                                                            |                                                                       |                                                                       |
|---|----------------------------------------------------------------------------|-----------------------------------------------------------------------|-----------------------------------------------------------------------|
| 4 | Shares of associate or Joint Venture held by the Group on the year end     |                                                                       |                                                                       |
|   | No. of Equity Shares                                                       | 24,89,802                                                             | 22,500                                                                |
|   | Amount invested                                                            | 1,481.43                                                              | 0.225                                                                 |
|   | Extent of Holding %                                                        | 24.96%                                                                | 45%                                                                   |
| 5 | Net-worth attributable to shareholding as per latest audited balance sheet | 333.70                                                                | (0.61)                                                                |
| 6 | Profit / (Loss) for the year – Consolidated                                | 7.37                                                                  | (0.84)                                                                |
| 7 | Profit / (Loss) for the year – Not Consolidated                            | -                                                                     | -                                                                     |
| 8 | Description of how there is a significance influence                       | There is significant influence due to percentage (%) of voting power. | There is significant influence due to percentage (%) of voting power. |
| 9 | Reason why the Associate is not consolidated                               | Not Applicable                                                        | Not Applicable                                                        |

For and on behalf of Board of Directors of  
**Anupam Rasayan India Limited**

**Place:** Surat

**Date:** May 12, 2022

**Anand Desai**

Managing Director  
DIN: 00038442

**Mona Desai**

Whole Time  
Director  
DIN: 00038429

**Amit Khurana**

Chief Financial  
Officer

**Suchi Agarwal**

Company  
Secretary and  
Compliance Officer

# Corporate Governance Report 2021-22

This corporate governance report (the "CG Report") for the financial year 2021-22 is prepared in accordance with the provisions of the Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015, and the CG Report contains the details of corporate governance systems and processes at Anupam Rasayan India Limited.

## A. STATEMENT ON COMPANY'S PHILOSOPHY ON CODE OF GOVERNANCE

Corporate governance encompasses a set of systems and practices to ensure that the Company's affairs are managed with accountability, transparency, empowerment, integrity and fairness in its activities. We are committed to meet the aspirations of all our stakeholders. The Company's overall governance framework, systems, and processes reflect and support our Mission, Vision, Ethics and Values.

The Company firmly believes that good corporate governance is essential to achieve the long-term corporate goals and enhance stakeholders' value. Critical elements of corporate governance are transparency, internal controls, risk management, internal and external communications, high standards of safety, health, environment, accounting fidelity and product and service quality. The Board of Directors of the Company (the "Board") has empowered responsible persons to implement its policies and guidelines and has set up adequate review processes and mechanisms to serve this purpose. The Corporate Governance Report is presented below.

## B. BOARD OF DIRECTORS

### Board Composition and Category of Directors

The Company's policy is to maintain an optimum combination of executive and Non-Executive Directors. The details of the Board composition, category, DIN, shareholding of the Directors are as presented below:

**Table 1: Board composition**

| Sr. No. | Name of the Director | Designation                              | Category                                | DIN      | Equity Shares held as on 31.03.2022 |
|---------|----------------------|------------------------------------------|-----------------------------------------|----------|-------------------------------------|
| 1       | Dr Kiran Patel       | Chairperson                              | Non-Executive and Promoter Director     | 08051053 | Nil                                 |
| 2       | Mrs Mona Desai       | Vice-Chairperson and Whole-time Director | Executive and Promoter Director         | 00038429 | 4,140,625                           |
| 3       | Mr Anand Desai       | Managing Director                        |                                         | 00038442 | 11,273,440                          |
| 4       | Mr Milan Thakkar     |                                          | Non-Executive and Non-Promoter Director | 02470961 | 19,569,000                          |
| 5       | Mr Hetul Mehta       |                                          |                                         | 01650314 | Nil                                 |
| 6       | Mr Vijay Batra       |                                          | Independent Directors                   | 00038275 | Nil                                 |
| 7       | Mr Vinesh Sadekar    |                                          |                                         | 00046815 | Nil                                 |
| 8       | Dr Namrata Jariwala  |                                          |                                         | 08974528 | Nil                                 |

Directors at Sr. No. 5 to 8 in the above table 1 fall within the expression of "Independent Directors" as mentioned under Regulation 16(1)(b) of the Listing Regulations and Section 149(6) of the Act.

Mrs Mona Desai is the spouse of Mr Anand Desai. None of the other Directors are related to each other in terms of Regulation 2(zd) of the Listing Regulations.

None of the Independent Directors of the Company had any material pecuniary relationship or transactions with the Company, its promoters and its management during the FY 2021-22, which in the judgment of the Board may affect the directors' independent judgment.

The Board is of the opinion that Mr Hetul Mehta, Mr Vijay Batra, Mr Vinesh Sadekar and Dr Namrata

Jariwala, independent directors of the Company ("Independent Directors"), are independent in terms of Section 149 (6) of Act, and Regulation 16 of the Listing Regulations. The Independent Directors are the persons of integrity and also possess the relevant expertise and experience of their relevant fields to discharge their duties as an independent director and fulfil the conditions specified in the Listing Regulations.

#### **Familiarisation Programmes for Independent Directors**

The Independent Directors are provided with necessary documents/brochures, reports, presentations and internal policies to enable them to familiarise with the Company's procedures and practices.

All the Directors are regularly updated about the operations and key developments inside

the Company which may have an impact on the operations of the Company. The Directors are provided with the information on any proposed investments together with the expected synergies from such investments, operations of the Company, presentations on overall business strategies of the Company from time to time. Relevant statutory, regulatory changes encompassing important laws having an impact on the decision making of the Board are circulated to the Directors. Visits to various plant locations are organized for the Independent Directors and Non-Executive Directors to enable them to understand and get acquainted with the operations of the Company from time to time. The details of such familiarisation programmes are available on the website of the Company at <https://www.anupamrasayan.com/investors/>.

#### **Board Skill Matrix:**

As required under the Listing Regulations, the matrix setting out the skills, expertise, competencies identified and available within the Board of the Company for effective functioning is set out below:

**Table 2: Board skill matrix**

| <b>Name of the Director</b> | <b>Skills / Expertise / Competencies</b>                                                                                                                                                                                                                                         |
|-----------------------------|----------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------|
| Dr Kiran Patel              | leadership; strategic planning; industry experience-pharmaceutical & health care; research & development; finance; risk management; global business                                                                                                                              |
| Mrs Mona Desai              | leadership; strategic planning; administrative experience; chemical industry experience; corporate social responsibility                                                                                                                                                         |
| Mr Anand Desai              | leadership; strategic planning; operational, administrative experience; chemical industry experience; finance, accounting, regulatory, legal; sales & marketing; risk management; corporate governance; research & development; global business; corporate social responsibility |
| Mr Milan Thakkar            | leadership; strategic planning; chemical industry experience; global business; finance, accounting; sales & marketing; corporate social responsibility                                                                                                                           |
| Mr Hetul Mehta              | leadership; strategic planning; operational, administrative experience; industry experience- chemical, pharmaceuticals & health-care; finance, accounting, regulatory, legal; research & development; global business; corporate governance; corporate social responsibility     |
| Mr Vijay Batra              | leadership; strategic planning; operational experience; chemical industry experience; finance, accounting; risk management; global business; corporate governance                                                                                                                |
| Mr Vinesh Sadekar           | leadership; strategic planning; operational experience; chemical industry experience; finance, accounting; risk management; global business, corporate governance                                                                                                                |
| Dr Namrata Jariwala         | strategic planning; environment, health & safety research; corporate social responsibility                                                                                                                                                                                       |

**Board Meetings, Committee Meetings and procedures**

Number of Board Meetings: Ten (10) meetings of the Board were held during the financial year; details are provided hereunder in Table 3.

**Table 3: Details of the Board Meetings**

| Date of Board Meetings | Board Strength | Directors Present |
|------------------------|----------------|-------------------|
| May 15, 2021           | 8              | 7                 |
| June 12, 2021          | 8              | 8                 |
| August 06, 2021        | 8              | 8                 |
| September 04, 2021     | 8              | 6                 |
| November 01, 2021      | 8              | 7                 |
| November 10, 2021      | 8              | 6                 |
| December 27, 2021      | 8              | 8                 |
| February 01, 2022      | 8              | 8                 |
| February 11, 2022      | 8              | 8                 |
| March 14, 2022         | 8              | 8                 |

**Table 4**

**Attendance of Directors at the Board Meetings, last Annual General Meeting and number of other Directorship(s) and Chairmanship(s)/Membership(s) of committees of each Director in various Companies**

| Name of the Director | Attendance               |                                  | No. of other directorship(s) as on 31-03-2022 | Category of directorship and name of the other listed company(ies) as on 31-03-2022 | No. of membership(s)/ chairmanship(s) of committees in other company(ies) as on 31-03-2022 |
|----------------------|--------------------------|----------------------------------|-----------------------------------------------|-------------------------------------------------------------------------------------|--------------------------------------------------------------------------------------------|
|                      | Board meetings (2021-22) | Annual general meeting (2021-22) |                                               |                                                                                     |                                                                                            |
| Dr Kiran Patel       | 9                        | Yes                              | 4                                             | -                                                                                   | -                                                                                          |
| Mrs Mona Desai       | 9                        | Yes                              | 1                                             | -                                                                                   | -                                                                                          |
| Mr Anand Desai       | 10                       | Yes                              | 3                                             | -                                                                                   | -                                                                                          |
| Mr Milan Thakkar     | 8                        | Yes                              | 2                                             | -                                                                                   | -                                                                                          |
| Mr Hetul Mehta       | 9                        | Yes                              | 3                                             | -                                                                                   | -                                                                                          |
| Mr Vijay Batra       | 10                       | Yes                              | -                                             | -                                                                                   | -                                                                                          |
| Mr Vinesh Sadekar    | 10                       | Yes                              | 2                                             | Ineos Styrolution India Limited- Independent Director                               | 1                                                                                          |
| Dr Namrata Jariwala  | 9                        | Yes                              | -                                             | -                                                                                   | -                                                                                          |

**Notes to Table 4**

- The directorships held by the Directors, as mentioned above, do not include directorship(s) in foreign companies and Section 8 of the Act.
- In accordance with Regulation 26 (1)(b) of the Listing Regulations, membership(s)/ chairmanship(s) of only audit committees and stakeholders' relationship committees in all public limited companies have been considered.
- Video conferencing facility is offered to facilitate the Directors to participate in the meetings.
- The number of directorship(s) and committee membership(s) / chairmanship(s) of all the Directors is/are within the respective limits prescribed under the Act and the Listing Regulations.

## C. COMMITTEES

**Details of the Committees and other related information are provided hereunder:**

The Company has constituted six (6) Committees of the Board which are Audit Committee, Nomination and Remuneration Committee (NRC), Corporate Social Responsibility Committee (CSRC), Stakeholders' Relationship Committee (SRC), Risk Management Committee (RMC) and Sustainability Committee. The composition of the committees of the Board (the "Committee/s") is in accordance with the provisions of the Listing Regulations and the Act. Ms Suchi Agarwal, Company Secretary acts as the Compliance Officer, further, she is the secretary to all the Committees constituted by the Board.

**Table 5: Committees composition**

| Composition of Committees of the Company |                                           |
|------------------------------------------|-------------------------------------------|
| Audit Committee                          | Nomination and Remuneration Committee     |
| 1. Mr Hetul Mehta (Chairperson)          | 1. Mr Hetul Mehta (Chairperson)           |
| 2. Mr Vijay Batra                        | 2. Mr Milan Thakkar                       |
| 3. Mr Anand Desai                        | 3. Mr Vinesh Sadekar                      |
| Stakeholders' Relationship Committee     | Corporate Social Responsibility Committee |
| 1. Mr Hetul Mehta (Chairperson)          | 1. Mrs Mona Desai (Chairperson)           |
| 2. Mr Milan Thakkar                      | 2. Mr Milan Thakkar                       |
| 3. Mrs Mona Desai                        | 3. Mr Hetul Mehta                         |
| Risk Management Committee                | Sustainability Committee                  |
| 1. Mr Anand Desai (Chairperson)          | 1. Mr Anand Desai (Chairperson)           |
| 2. Mrs Mona Desai                        | 2. Mrs Mona Desai                         |
| 3. Mr Vinesh Sadekar                     | 3. Mr Hetul Mehta                         |

**Table 6: Attendance**

| COMMITTEE MEETINGS HELD DURING THE FY 2021-22 AND ATTENDANCE |                 |                                       |                                           |                                      |                             |
|--------------------------------------------------------------|-----------------|---------------------------------------|-------------------------------------------|--------------------------------------|-----------------------------|
| Committees of the Company                                    | Audit Committee | Nomination and Remuneration Committee | Corporate Social Responsibility Committee | Stakeholders' Relationship Committee | # Risk Management Committee |
| <b>Meetings held</b>                                         | <b>9</b>        | <b>4</b>                              | <b>1</b>                                  | <b>1</b>                             | <b>2</b>                    |
| <b>Directors' Attendance</b>                                 |                 |                                       |                                           |                                      |                             |
| Dr Kiran Patel                                               | NA              | NA                                    | NA                                        | NA                                   | NA                          |
| Mrs Mona Desai                                               | NA              | NA                                    | 1                                         | 1                                    | 2                           |
| Mr Anand Desai                                               | 9               | NA                                    | NA                                        | NA                                   | 2                           |
| Mr Milan Thakkar                                             | NA              | 4                                     | Leave                                     | 1                                    | NA                          |
| Mr Hetul Mehta                                               | 9               | 4                                     | 1                                         | 1                                    | NA                          |
| Mr Vijay Batra                                               | 9               | NA                                    | NA                                        | NA                                   | NA                          |
| Mr Vinesh Sadekar                                            | NA              | 4                                     | NA                                        | NA                                   | 2                           |
| Dr Namrata Jariwala                                          | NA              | NA                                    | NA                                        | NA                                   | NA                          |

### Notes to Table 6:

1. NA – Not a member of the Committee
2. IPO Committee was dissolved on March 14, 2022.
3. Sustainability Committee was constituted on December 27, 2021.
4. No meeting of IPO Committee and Sustainability Committee was held during the financial year.
5. Mr Afzal Malkani, in case of Audit Committee, CSRC, SRC, NRC, of which he was permanent invitee and RMC and Sustainability Committee, of which he was the member, ceased to act as the permanent

invitee/ member respectively with effect from close of business hours on March 14, 2022 pursuant to his resignation as CFO.

6. RMC and Sustainability Committee were reconstituted on March 14, 2022. Mr Afzal Malkani, had attended meeting of RMC held on November 16, 2021 as a member.
7. # Risk Management Committee had 4 members, consisting of Mr Anand Desai, Managing Director, Mrs Mona Desai, Whole-time Director, Mr Vinesh Sadekar, Independent Director and Mr Afzal Malkani, CFO (upto March 14, 2022). Mr Afzal Malkani, ex-CFO ceased to be the member of the Risk Management Committee w.e.f. March 14, 2022, pursuant to the approval of his resignation by the Board of Directors in their meeting held on March 14, 2022. Mr Afzal Malkani attended the first meeting of Risk Management Committee held on November 16, 2021 as member of the said Committee. The second meeting of the said Committee was held after its re-constitution on March 30, 2022.

## PROCEDURE AT COMMITTEE MEETINGS

The Company's guidelines relating to the Board meetings are applicable to the Committee meetings. Each Committee has the authority to engage outside experts, advisors and counsels to the extent it considers appropriate to assist in its functioning. Minutes of the proceedings of the Committee meetings are circulated to the respective Committee members and placed before the Board meetings for noting. The composition and terms of reference of all the Committees are in compliance with the Act and the Listing Regulations, as applicable. The composition of all the Committees is given in this report.

## DETAILS OF COMMITTEES

### I. AUDIT COMMITTEE

Terms of Reference of the Committee *inter alia* include the following:

- oversight of financial reporting process and the disclosure of financial information relating to Anupam Rasayan India Limited (the "Company") to ensure that the financial statements are correct, sufficient and credible;
- recommendation for appointment, re-appointment, replacement, remuneration and terms of appointment of auditors of the Company and the fixation of the audit fee;
- approval of payment to statutory auditors for any other services rendered by the statutory auditors;
- examining and reviewing, with the management, the annual financial statements and auditor's report thereon before submission to the Board for approval, with particular reference to 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; Changes, if any, in accounting policies and practices and reasons for the same; Major accounting entries involving estimates based on the exercise of judgment by management; Significant adjustments made in the financial statements arising out of audit findings; Compliance with listing and other legal requirements relating to financial statements; Disclosure of any related party transactions; and Modified opinion(s) in the draft audit report;
- reviewing, with the management, the quarterly, half-yearly and annual financial statements before submission to the Board for approval;
- reviewing, with the management, 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 Issue document/prospectus/notice and the report submitted by the monitoring agency monitoring the utilization of proceeds of a public or rights issue, and making appropriate recommendations to the board of directors of the Company (the "Board" or "Board of Directors") to take up steps in this matter;
- reviewing and monitoring the auditor's independence and performance, and effectiveness of audit process;
- approval of any subsequent modification of transactions of the Company with related parties and omnibus approval for related party transactions proposed to be entered into by the Company, subject to the conditions as may be prescribed;
- scrutiny of inter-corporate loans and investments;
- valuation of undertakings or assets of the Company, wherever it is necessary;
- evaluation of internal financial controls and risk management systems;
- reviewing, with the management, performance of statutory and internal auditors, adequacy of the internal control systems;

- 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;
- discussion with internal auditors of any significant findings and follow up there on;
- 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;
- 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;
- looking into the reasons for substantial defaults in the payment to depositors, debenture holders, shareholders (in case of non-payment of declared dividends) and creditors;
- reviewing the functioning of the whistle blower mechanism;
- monitoring the end use of funds raised through public offers and related matters;
- overseeing the vigil mechanism established by the Company, with the chairman of the Audit Committee directly hearing grievances of victimization of employees and directors, who used vigil mechanism to report genuine concerns in appropriate and exceptional cases;
- approval of appointment of chief financial officer (i.e., the whole-time finance Director or any other person heading the finance function or discharging that function) after assessing the qualifications, experience and background, etc. of the candidate;
- reviewing the utilization of loans and/or advances from/investment by the holding company in the subsidiary exceeding 1,000,000,000 or 10% of the asset size of the subsidiary, whichever is lower including existing loans/ advances/ investments existing as on the date of coming into force of this provision; and
- carrying out any other functions required to be carried out by the Audit Committee as contained in the Listing Regulations or any other applicable law, as and when amended from time to time.

## II. NOMINATION AND REMUNERATION COMMITTEE

Terms of Reference of the Committee *inter alia* include the following:

- Formulation of the criteria for determining qualifications, positive attributes and independence of a director and recommend to the board of directors of the Company (the "Board" or "Board of Directors") a policy relating to the remuneration of the directors, key managerial personnel and other employees ("Remuneration Policy");
- Formulation of criteria for evaluation of independent directors and the Board;
- Devising a policy on Board diversity;
- 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 carrying out evaluation of every director's performance (including independent director);
- Whether to extend or continue the term of appointment of the independent director, on the basis of the report of performance evaluation of independent directors;
- Recommend to the board, all remuneration, in whatever form, payable to senior management;
- carrying out any other functions required to be carried out by the Nomination and Remuneration Committee as contained in the Listing Regulations or any other applicable law, as and when amended from time to time.

## III. STAKEHOLDERS' RELATIONSHIP COMMITTEE

Terms of Reference of the Committee *inter alia* include the following:

- Resolving the grievances of the security holders of the listed entity including complaints related to transfer/transmission of shares, non-receipt of annual report, non-receipt of declared dividends, issue of new/duplicate certificates, general meetings etc.;
- review of measures taken for effective exercise of voting rights by shareholders;
- review of adherence to the service standards adopted by the listed entity in respect of various

services being rendered by the Registrar & Share Transfer Agent; and

- review of the various measures and initiatives taken by the listed entity for reducing the quantum of unclaimed dividends and ensuring timely receipt of dividend warrants/annual reports/statutory notices by the shareholders of the Company

#### PERFORMANCE EVALUATION CRITERIA FOR INDEPENDENT DIRECTORS:

Nomination and Remuneration Committee has devised criteria for evaluation of performance of the Directors including the Independent Directors of the Company, where evaluation assesses that whether they-

- act objectively and constructively while exercising their duties;
- exercise their responsibilities in a bona fide manner in the interest of the Company;
- devote sufficient time and attention to their professional obligations for informed and balanced decision making;
- do not abuse their position to the detriment of the Company or its shareholders or for the purpose of gaining direct or indirect personal advantage or advantage for any associated person;
- refrain from any action that would lead to loss of his independence;
- inform the Board immediately when they lose their independence;
- assist the Company in implementing the best corporate governance practices;
- strive to attend all meetings of the Board and the committees;

- participate constructively and actively in the committees of the Board in which they are members;
- strive to attend the Board, committee and general meetings of the Company;
- keep themselves well informed about the Company and the external environment in which it operates;
- do not to unfairly obstruct the functioning of an otherwise proper Board or committee of the Board;
- moderate and arbitrate in the interest of the Company as a whole, in situations of conflict between management and shareholder's interest; and
- abide by Company's memorandum and articles of association, Company's policies and procedures including code of conduct, insider trading guidelines etc.

#### INDEPENDENT DIRECTORS' MEETING

A separate meeting of the Independent Directors of the Company was held on March 03, 2022, without the attendance of Non-independent Directors and members of the management. The Independent Directors reviewed (i) the performance of Non-independent Directors, the Chairperson and Vice-Chairperson of the Company; and (ii) assessed the quality, quantity and timeliness of flow of information between the Company management and the Board required to effectively and reasonably perform their duties. All Independent Directors attended the meeting.

#### INVESTOR GRIEVANCE REDRESSAL

The number of complaints received and resolved to the satisfaction of investors during the year and their break-up is presented below; further, as on March 31, 2022, no complaints were pending.

**Table 7: Investor complaints**

| Types of Complaints                                                       | No. of Complaints           |            |            |                             |
|---------------------------------------------------------------------------|-----------------------------|------------|------------|-----------------------------|
|                                                                           | Opening as on<br>01.04.2021 | Receipt    | Resolved   | Pending as on<br>31.03.2022 |
| Non receipt of Dividend warrants                                          | 0                           | 12         | 12         | 0                           |
| Non-receipt of Refund Orders                                              | 0                           | 445        | 445        | 0                           |
| Non-receipts of electronic credit                                         | 0                           | 15         | 15         | 0                           |
| Non-receipt of securities/<br>complaint relating to transfer<br>of shares | 0                           | 2          | 2          | 0                           |
| <b>Total</b>                                                              | <b>0</b>                    | <b>474</b> | <b>474</b> | <b>0</b>                    |

**REMUNERATION OF THE MANAGING DIRECTOR AND WHOLE-TIME DIRECTORS FOR THE FINANCIAL YEAR 2021-22****Table 8: Remuneration details**

(₹ in million)

| Name of the director | Salary and allowances | Perquisites | Retirement benefits | Commission payable | Total | Stock options |
|----------------------|-----------------------|-------------|---------------------|--------------------|-------|---------------|
| Anand Desai          | 13.14                 | -           | -                   | -                  | 13.14 | -             |
| Mona Desai           | 13.14                 | -           | -                   | -                  | 13.14 | -             |

The tenure of office of the Managing Director and Whole-time Director of the Company is five years from their respective appointment date i.e. April 01, 2021. There is no separate provision for the notice period and payment of severance fees.

**REMUNERATION OF THE NON-EXECUTIVE DIRECTORS FOR THE FINANCIAL YEAR 2021-22****Table 9**

(₹ in million)

| Name of the Director | Sitting fee | Remuneration | Commission | Total        |
|----------------------|-------------|--------------|------------|--------------|
| Dr Kiran Patel       | -           | -            | -          | -            |
| Mr Milan Thakkar     | -           | -            | -          | -            |
| Mr Hetul Mehta       | 1.800       | -            | -          | 1.800        |
| Mr Vijay Batra       | 1.425       | -            | -          | 1.425        |
| Mr Vinesh Sadekar    | 1.200       | -            | -          | 1.200        |
| Dr Namrata Jariwala  | 0.675       | -            | -          | 0.675        |
| <b>Total</b>         |             | -            | -          | <b>5.100</b> |

There were no other pecuniary relationships or transactions of the Non-Executive Directors with the Company during the year. The Company has not granted any stock options to its Directors. The criteria for making payments to the Non-Executive Directors of the Company has been disseminated on the website of the Company and may be referred at <https://www.anupamrasayan.com/investors/>.

**D. GENERAL BODY MEETINGS****ANNUAL GENERAL/EXTRA-ORDINARY GENERAL MEETINGS****Table 10: Details of the general body meetings in the past three years**

| Date, time & place of annual general meetings of Members of the Company held during last 3 years |                    |            |                                                                                                                                 |
|--------------------------------------------------------------------------------------------------|--------------------|------------|---------------------------------------------------------------------------------------------------------------------------------|
| Year                                                                                             | Date               | Time       | Place                                                                                                                           |
| 2021-22                                                                                          | September 30, 2021 | 4:30 p.m.  | Meeting conducted through Video Conferencing at Registered Office at Plot No.8110, GIDC Industrial Estate, Sachin, Surat-394230 |
| 2020-21                                                                                          | September 30, 2020 | 1:00 p.m.  | Meeting conducted through physical mode at the Registered Office at Plot No.8110, GIDC Industrial Estate, Sachin, Surat-394230  |
| 2019-20                                                                                          | September 30, 2019 | 11:00 a.m. |                                                                                                                                 |

Details of special resolutions passed in the previous annual general meetings in past three years is as follows:

**1) September 30, 2021**

- (i) Ratification of Article 159 of Articles of Association of the Company;
- (ii) Modification of 'Anupam-Employees Stock Option Plan 2020'
- (iii) Ratification of 'Anupam-Employees Stock Option Plan 2020'

**2) September 30, 2020- NIL****3) September 30, 2019- NIL**

**SPECIAL RESOLUTION THROUGH POSTAL BALLOT**

A special resolution was approved in FY 2021-22 by the shareholders of the Company through the postal ballot via e-voting system in respect of continuation of the directorship of Mr Vijay Kumar Batra as a Non-Executive Independent Director upon attaining the age of 75 years.

The Postal Ballot exercise was conducted by an independent Scrutinizer, CS Mohan D Baid (Membership No. ACS 3598) of M.D. Baid & Associates, Practicing Company Secretaries and Certificate of Practice No. 3873

As per the voting pattern as mentioned below reported by the Scrutinizer in his report dated March 14, 2022, the resolution was passed with majority.

| Votes in favour of the resolution |                                     |                                                | Votes against the resolution |                                     |                                                | Invalid votes                                             |                                             |
|-----------------------------------|-------------------------------------|------------------------------------------------|------------------------------|-------------------------------------|------------------------------------------------|-----------------------------------------------------------|---------------------------------------------|
| Number of members voted           | Number of valid votes cast (Shares) | Percentage of total number of valid votes cast | Number of members voted      | Number of valid votes cast (Shares) | Percentage of total number of valid votes cast | Total number of members whose votes were declared invalid | Total number of invalid votes cast (Shares) |
| 435                               | 92258010                            | 99.9983                                        | 56                           | 1550                                | 0.0017                                         | NIL                                                       | NIL                                         |

Further none of the business proposed to be transacted at the ensuing 19<sup>th</sup> AGM requires passing of a special resolution through postal ballot.

**E. MEANS OF COMMUNICATION:**

The Company's quarterly/half-yearly/annual financial results for FY 2021-22 were submitted to the Stock Exchanges and published in leading newspapers in India, in the Financial Express (English) and Dhabkar (Gujarati), which are also available on the website of the Company at [www.anupamrasayan.com](http://www.anupamrasayan.com).

Official news releases and presentations made to the institutional investors/analysts are submitted to the NSE and BSE as well as displayed on the Company website at <https://www.anupamrasayan.com/investors/>

**F. GENERAL SHAREHOLDER INFORMATION**

Table 11

| Annual General Meeting (19 <sup>th</sup> )                                                                                                                                                                                             |                                                                                                                                                                                                                                                                      |
|----------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------|----------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------|
| Day, Date and Time                                                                                                                                                                                                                     | Thursday, September 15, 2022 at 4:30 p.m. IST for the Financial Year April 01, 2021 to March 31, 2022.                                                                                                                                                               |
| Venue                                                                                                                                                                                                                                  | The Annual General Meeting will be held through video conference ("VC")/ Other Audio Visual Means ("OAVM"). The venue of the meeting will be deemed to be the registered office of the Company at 8110, GIDC Industrial Estate, Sachin, Surat-394230, Gujarat, India |
| <b>Dividend</b>                                                                                                                                                                                                                        |                                                                                                                                                                                                                                                                      |
| Dividend for FY 2021-22 recommended by the Board                                                                                                                                                                                       | ₹ 1 /- per share                                                                                                                                                                                                                                                     |
| Dividend record date                                                                                                                                                                                                                   | September 05, 2022.                                                                                                                                                                                                                                                  |
| Dividend payment date                                                                                                                                                                                                                  | On or before October 13, 2022.                                                                                                                                                                                                                                       |
| This date is for electronic transfer to the shareholders who have furnished bank account details to the Company / its Registrar. Physical warrants shall be dispatched to the shareholders who have not registered their ECS mandates. |                                                                                                                                                                                                                                                                      |
| <b>Financial Year</b>                                                                                                                                                                                                                  | April 01 to March 31                                                                                                                                                                                                                                                 |

Table 12

| Listing on stock exchanges |                                                             |                                                                                        |
|----------------------------|-------------------------------------------------------------|----------------------------------------------------------------------------------------|
| Type & ISIN                | BSE Limited ("BSE")                                         | National Stock Exchange of India Limited ("NSE")                                       |
| Equity Shares              | Scrip Code – 543275                                         | Trading Symbol – ANURAS                                                                |
| ISIN-INE930P01018          | Phiroze Jeejeebhoy Towers,<br>Dalal Street, Mumbai - 400001 | Exchange Plaza, C-1, Block G, Bandra-Kurla<br>Complex, Bandra (East), Mumbai - 400 051 |

**REGISTRARS TO AN ISSUE AND SHARE TRANSFER AGENTS**

KFin Technologies Limited (formerly known as KFin Technologies Private Limited).

**PAYMENT OF LISTING FEES**

The Company's Equity Shares are listed on the recognized stock exchanges BSE and NSE, and the annual listing fees for the financial year 2021-22 was paid to the stock exchanges in due course.

**SHARE TRANSFER SYSTEM**

SEBI has mandated that, with effect from April 01, 2019, no share can be transferred in physical mode. All the shares of the Company are in dematerialized form. Trading in shares of the Company is permitted only in dematerialized form.

**Distribution of shareholding by size as on March 31, 2022**

Table 13

| Category (Shares) |        | No. of Holders | No. of Shares    | % of Total Shares |
|-------------------|--------|----------------|------------------|-------------------|
| Up to             | 5000   | 64954          | 2845375          | 2.84              |
| 5001 -            | 10000  | 44             | 335935           | 0.34              |
| 10001 -           | 20000  | 17             | 250851           | 0.25              |
| 20001 -           | 30000  | 11             | 259477           | 0.26              |
| 30001 -           | 40000  | 7              | 240231           | 0.24              |
| 40001 -           | 50000  | 3              | 138830           | 0.14              |
| 50001 -           | 100000 | 9              | 716643           | 0.71              |
| Above             | 100000 | 26             | 95459543         | 95.22             |
| <b>Total</b>      |        | <b>65071</b>   | <b>100246885</b> | <b>100.00</b>     |

**DEMATERIALIZATION OF SHARES AS ON MARCH 31, 2022**

Table 14

| Mode of Holding | In %          |
|-----------------|---------------|
| NSDL            | 97.04         |
| CDSL            | 2.96          |
| Physical        | 0             |
| <b>Total</b>    | <b>100.00</b> |

**LIQUIDITY**

The Company's Equity Shares are listed and traded on the recognized stock exchanges on BSE and NSE.

**STOCK MARKET PRICE DATA**

The Company's shares traded in terms of the volume are tabulated below. Relevant data for the average daily turnover for the financial year 2021-22 is given below:

Table 15: Stock Market price data

| Month  | BSE                  |                     |                                   | NSE                  |                     |                                     |
|--------|----------------------|---------------------|-----------------------------------|----------------------|---------------------|-------------------------------------|
|        | High price<br>(in ₹) | Low price<br>(in ₹) | Volume in<br>numbers<br>(in lacs) | High price<br>(in ₹) | Low price<br>(in ₹) | Volume in<br>numbers<br>(in ₹ lacs) |
| Apr-21 | 666                  | 493                 | 14.39                             | 662.5                | 492.85              | 132.09                              |
| May-21 | 849.7                | 612.55              | 27.34                             | 798.95               | 612                 | 93.7                                |
| Jun-21 | 807.75               | 701                 | 16.99                             | 808                  | 700                 | 42                                  |
| Jul-21 | 848.7                | 704.55              | 16.92                             | 848.05               | 705.35              | 38.17                               |
| Aug-21 | 791.7                | 681.1               | 13.64                             | 791.7                | 681.05              | 45.29                               |
| Sep-21 | 841.05               | 707                 | 10.91                             | 841.5                | 731.2               | 30.06                               |
| Oct-21 | 851.55               | 765.65              | 4.64                              | 851                  | 765                 | 20.67                               |
| Nov-21 | 874.8                | 771.7               | 1.94                              | 877.8                | 774                 | 18.08                               |
| Dec-21 | 1014.45              | 783.2               | 9.30                              | 1,014                | 783.1               | 38.3                                |
| Jan-22 | 1087.95              | 951.3               | 4.54                              | 1,087.80             | 951.5               | 30.47                               |
| Feb-22 | 1106                 | 802                 | 2.67                              | 1,107.55             | 741.3               | 26.7                                |
| Mar-22 | 934.5                | 774                 | 1.85                              | 936.55               | 773.5               | 32.01                               |

[Source: This information is compiled from the data available on the websites of BSE and NSE]

#### SHARE PRICE PERFORMANCE IN COMPARISON TO BROAD BASED INDICES - BSE SENSEX AS ON MARCH 31, 2022

Table 16

| Month  | BSE                                 |            |
|--------|-------------------------------------|------------|
|        | Anupam Rasayan closing price (in ₹) | BSE SENSEX |
| Apr-21 | 624.65                              | 48782.36   |
| May-21 | 755.8                               | 51937.44   |
| Jun-21 | 760.15                              | 52482.71   |
| Jul-21 | 723.1                               | 52586.84   |
| Aug-21 | 760.25                              | 57552.39   |
| Sep-21 | 803.55                              | 59126.36   |
| Oct-21 | 803.2                               | 59306.93   |
| Nov-21 | 787.8                               | 57064.87   |
| Dec-21 | 990.55                              | 58253.82   |
| Jan-22 | 959.85                              | 58014.17   |
| Feb-22 | 837                                 | 56247.28   |
| Mar-22 | 822.45                              | 58568.51   |

[Source: This information is compiled from the data available on the websites of BSE and NSE]

### OUTSTANDING GLOBAL DEPOSITORY OR AMERICAN DEPOSITORY RECEIPTS OR WARRANTS OR ANY CONVERTIBLE INSTRUMENTS CONVERSION RATE AND LIKELY IMPACT ON LIQUIDITY-

The Members of the Company in their meeting held on December 04, 2020 had approved 13,12,795 Options. The Nomination and Remuneration Committee/ Compensation Committee in its meeting held on December 10, 2020 had granted 13,12,760 Options as Grant 1 of the face value of ₹ 10/- each at an exercise price of ₹ 225/- per Option to the eligible employees under the Anupam - Employee Stock Options Plan 2020/ Scheme. Thereafter, the Committee had on January 20, 2022 granted 1,07,075 Options as Grant 2, of the face value of ₹ 10/- each at an exercise price of ₹ 225/- per Option to the eligible employees under the Scheme, from the Options available in the Scheme pool, wherein the unvested and lapsed and/or cancelled Options were pooled back in the Scheme. The details of the Scheme, Grants, vesting, exercise & allotment pursuant to exercise are set out in the BOARD REPORT 2021-22 under the heading 22 SHARE CAPITAL, sub-heading 22.6 Employees Stock Option Plan

No Global Depository Receipt or American Depository Receipt or warrant or any other convertible instruments have been issued by the Company except as mentioned above.

### COMMODITY PRICE RISKS / FOREIGN EXCHANGE RISK AND HEDGING ACTIVITIES

Commodity prices, especially prices for our raw materials, including phenol and benzene derivatives, are influenced by changes in global economic conditions, related industry cycles, demand-supply dynamics and attempts by individual producers to capture market share. In addition to market fluctuations, our average selling prices can be affected by contractual arrangements. Raw materials, including packaging materials, are subject to supply disruptions and price volatility caused by various factors such as commodity market fluctuations, the quality and availability of raw materials, currency fluctuations, consumer

demand, changes in government policies and regulatory sanctions.

The Company is exposed to foreign exchange risks by virtue of its exposure to imports of raw materials/services, exports of goods, loans, future commercial transactions, and recognized financial assets and liabilities denominated in a currency that is not the Company's functional currency (INR/₹).

The Company designates derivative contracts or non-derivative financial assets/liabilities as hedging instruments to mitigate the risk of change in the fair value of a hedged item due to movement in interest rates, foreign exchange rates and commodity prices. Sufficient measures in the form of pricing negotiations, hedging the risk in exposure by entering into contracts with the parties, forward contracts after considering natural hedges are taken.

### Plant location in India

| UNIT             | ADDRESS OF UNIT                                                                             |
|------------------|---------------------------------------------------------------------------------------------|
| Sachin Unit 1:   | Plot No. 8109, 8110, 8111, 268/1, GIDC Sachin, Surat, Gujarat – 394230                      |
| Sachin Unit 2:   | Plot No. 701, 2419/1, 2419/2, GIDC Sachin, Surat, Gujarat – 394230                          |
| Sachin Unit 3:   | Plot No. 8104 and 8106, GIDC Sachin, Surat, Gujarat – 394230                                |
| Jhagadia Unit 4: | Plot No. 907/3, 907/4, Jhagadia Industrial Estate, GIDC Jhagadia, Bharuch, Gujarat – 393110 |
| Jhagadia Unit 5: | Plot No. 905/1, Jhagadia Industrial Estate, GIDC Jhagadia, Bharuch, Gujarat – 393110        |
| Sachin Unit 6:   | Plot No. 2423 and 2425, GIDC Sachin, Surat, Gujarat – 394230                                |

### CREDIT RATING

The credit rating agency CRISIL Limited has reaffirmed the rating for the debt instruments/facilities

- Long-Term Rating: CRISIL A/Stable
- Short-Term Rating: CRISIL A1

**ADDRESS FOR CORRESPONDENCE**

|                                                    |                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                          |
|----------------------------------------------------|------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------|
| For shares/<br>debentures held in<br>physical form | <p>KFin Technologies Limited, Registrar and Share Transfer Agents</p> <p>Selenium Tower B, Plot 31-32, Financial District, Nanakramguda, Serilingampally Mandal, Hyderabad- 500 032, Telangana, India.</p> <p>E-mail: <a href="mailto:inward.ris@kfintech.com">inward.ris@kfintech.com</a></p> <p>Toll Free No.: 1800 425 8998, (From 9:00 a.m. to 6:00 p.m.)</p> <p>Members of the Company are requested to note that our Registrar and Share Transfer Agents have launched a mobile application - KPRISM and a website <a href="https://kprism.kfintech.com/">https://kprism.kfintech.com/</a> for our investors. Now you can download the mobile app and see your portfolios serviced by KFINTECH. Check Dividend status, request for annual reports, change of address, change/update Bank mandate and download standard forms. The android mobile application can be downloaded from the Play Store by searching for "KPRISM". Play Store (Android mobile application) –</p> <p><a href="https://play.google.com/store/apps/details?id=com.karvy.kprismv3">https://play.google.com/store/apps/details?id=com.karvy.kprismv3</a></p> |
| For shares/<br>debentures held in<br>demat form    | Investors' concerned Depository Participant(s) and/or KFin Technologies Limited.                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                         |
| Any query on the<br>Annual Report                  | <p>Ms Suchi Agarwal, Company Secretary and Compliance Officer</p> <p>Anupam Rasayan India Limited</p> <p>8110, GIDC Sachin, Surat, Gujarat – 394230</p> <p>Time: 11:00 a.m. to 6:00 p.m.</p> <p>Phone: +91 261 2398991-95</p> <p>E-mail: <a href="mailto:investors@anupamrasayan.com">investors@anupamrasayan.com</a></p>                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                |

**G. DISCLOSURES:**

- There were no materially significant related party transactions.
- There were no instances of non-compliance or penalty, strictures imposed on the Company by stock exchanges or SEBI or any statutory authority on any matter related to capital markets during the last three years.

## c. Whistle-blower policy

The Company promotes safe, ethical and compliant conduct of all its business activities and has in place a mechanism for reporting illegal or unethical behaviour. The Company has a vigil mechanism and whistle-blower policy under which the employees are encouraged to report violations of applicable laws and regulations and the Code of Conduct without fear of any retaliation. The reportable matters may be disclosed to the Vigilance Officer under the supervision of the Audit Committee. Employees may also report violations to the chairperson of the Audit Committee. Likewise, the other stakeholders including customers, suppliers, service providers or any third parties dealing with the Company can report violations to the

Vigilance Officer or Audit Committee. There were no instances of denial of access to the Audit Committee. The vigil mechanism and whistle-blower policy of the Company is available on the website of the Company. The Chairperson of the Audit Committee is the Vigilance Officer for this purpose.

- The Company has complied with the mandatory requirements of the Listing Regulations.
  - Weblink- 'Policy on Related Party Transactions and Material Subsidiary':
- <https://www.anupamrasayan.com/investors/>
- No complaints were received during the year in relation to the Sexual Harassment of Women at Workplace (Prevention, Prohibition and Redressal) Act, 2013 (as amended).

## g. Fees paid to the statutory auditors:

The Company paid total fees of ₹ 1.38 million (including statutory audit fees of ₹ 0.70 million and other services fees of ₹ 0.68 million) during the year ended March 31, 2022, to Rajendra & Co., Chartered Accountants, Mumbai, Statutory Auditor.

- h. The Company is in compliance with the requirements of corporate governance stipulated under Regulation 17 to 27, read with Schedule V and clauses (b) to (i) of sub-regulation (2) of Regulation 46 of the Listing Regulations, as applicable with regard to corporate governance.
- i. The Company did not raise any funds through preferential allotment or qualified institutions placements specified under Regulation 32(7A) of the Listing Regulations in the financial year 2021-22.
- j. The Company has complied with discretionary requirements regarding reporting of Internal Auditor. The Internal Auditor may directly report to the Audit Committee.
- k. The Chairperson of the Company is a Non-executive Director. No remuneration has been paid, or expenses have been reimbursed to him to perform his duties.
- l. The financial statements of the Company for the financial year 2021-22 have been issued with unmodified audit opinion.

#### NON-DISQUALIFICATION CERTIFICATE FROM COMPANY SECRETARY IN PRACTICE:

Certificate from M.D. Baid & Associates, practicing company secretary, confirming that none of the Directors on the Board have been debarred or disqualified from being appointed or continuing as directors of companies by the SEBI, Ministry of Corporate Affairs or any such other statutory authority, as stipulated under Regulation 34(3) of the Listing Regulations, is attached as **Annexure-CGR-I** to this CG Report.

#### MD AND CFO CERTIFICATION:

The Managing Director and the Chief Financial Officer have given an annual certification on financial reporting and internal controls to the Board in terms of Regulation 17(8) read with Part B of Schedule II of the Listing Regulations which is attached as **Annexure-CGR-II** to this CG Report.

#### COMPLIANCE CERTIFICATE OF THE AUDITORS:

Certificate from M.D. Baid and Associates, practicing company secretary confirming compliance with conditions of corporate governance as stipulated under the Listing Regulations, is attached as **Annexure-CGR-III** to this CG Report.

#### DEMAT SUSPENSE ACCOUNT

Table 17

| Particulars                                                             | No. of shareholders | No. of shares |
|-------------------------------------------------------------------------|---------------------|---------------|
| Outstanding Shares in the suspense account at the beginning of the year | 8                   | 216           |
| Transfer of Shares from suspense account during the year                | 8                   | 216           |
| Outstanding Shares in the suspense account at the end of the year       | 0                   | 0             |

#### CERTIFICATE ON COMPLIANCE WITH CODE OF CONDUCT

I hereby confirm that the Company has obtained from all the members of the Board and Senior Management Personnel the affirmation that they have complied with the Code of Conduct in respect of the financial year 2021-22.

**Date:** August 13, 2022

**Place:** Surat

**Anand Desai**  
Managing Director  
DIN:00038442

# Annexure-CGR-I

## CERTIFICATE OF NON-DISQUALIFICATION OF DIRECTORS

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

To,  
The Members of  
Anupam Rasayan India Limited  
8110, GIDC Industrial Estate, Sachin,  
Surat, Gujarat-394230s

We have examined the relevant registers, records, forms, returns and disclosures received from the Directors of Anupam Rasayan India Limited having CIN L24231GJ2003PLC042988 and having registered office at 8110, GIDC Industrial Estate, Sachin, Surat, Gujarat-394230 (hereinafter referred to as 'the Company'), produced before us by the Company for the purpose of issuing this Certificate, in accordance with Regulation 34(3) read with Schedule V Para-C Sub clause 10(i) of the Securities Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015.

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

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| Sr. No. | Name of the Director | Director Identification Number (DIN) | Date of appointment |
|---------|----------------------|--------------------------------------|---------------------|
| 1.      | Mr Anand Desai       | 00038442                             | 30.09.2003          |
| 2.      | Mr Hetul Mehta       | 01650314                             | 09.11.2020          |
| 3.      | Dr Kiran Patel       | 08051053                             | 09.01.2019          |
| 4.      | Mr Milan Thakkar     | 02470961                             | 10.10.2018          |
| 5.      | Mrs Mona Desai       | 00038429                             | 30.09.2003          |
| 6.      | Dr Namrata Jariwala  | 08974528                             | 04.12.2020          |
| 7.      | Mr Vijay Batra       | 00038275                             | 09.11.2020          |
| 8.      | Mr Vinesh Sadekar    | 00046815                             | 09.11.2020          |

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

For **M. D. Baid & Associates**  
**Company Secretaries**

**Place: Surat**  
**Date: 16/06/2022**

**CS Mohan Baid**  
**Partner**  
**M. No. ACS 3598 CP No.: 3873**  
**PRN: 942/2020**  
**UI No. P2004GJ015700**  
**UDIN: A003598D000497366**

# Annexure-CGR-II

## MANAGING DIRECTOR AND CHIEF FINANCIAL OFFICER CERTIFICATE UNDER REGULATION 33(2)(A) OF SEBI (LODR) REGULATIONS 2015

To,  
The Board of Directors  
Anupam Rasayan India Limited  
8110, GIDC Industrial Estate, Sachin, Surat-394230

Compliance with Regulation 17(8) read with Schedule II Part B of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015

In respect of the Financial Statements of the Company for the year ended March 31, 2022, we hereby certify that:

- (A) We have reviewed Financial Statements and the Cash Flow Statements of Anupam Rasayan India Limited ("*Company*") for the year ended March 31, 2022, and that to the best of our knowledge and belief, we state that;
- i. These statements do not contain any materially untrue statement or omit any material fact or contain statements that might be misleading;
  - ii. These statements together present a true and fair view of the company's affairs and are in compliance with existing accounting standards, applicable laws and regulations.
- (B) There are, to the best of our knowledge and belief, no transactions entered into by the Company during the year which are fraudulent, illegal or in violation of the Company's Code of Conduct.
- (C) We accept responsibility for establishing and maintaining internal controls for financial reporting, and that we have evaluated the effectiveness of internal controls systems of the Company pertaining to the financial reporting and we have disclosed to the Auditors and the Audit Committee, deficiencies, if any, in the design or operation of such internal controls, if any, of which we are aware and steps taken or proposed to be taken for rectifying these deficiencies.
- (D) We have indicated to the Auditors and the Audit committee:
- i. that there were no significant changes in internal controls over financial reporting during the year; and
  - ii. that there were no significant changes in accounting policies made during the year except as disclosed in the notes to the consolidated financial statements; and
  - iii. that there were no instances of significant fraud of which we have become aware of, involving the management or an employee having significant role in the Company's internal control system over financial reporting.

**Date:** May 12, 2022  
**Place:** Surat

**Anand Desai**  
Managing Director

**Amit Khurana**  
Chief Financial Officer

## Annexure-CGR-III

### **CERTIFICATE ON COMPLIANCE WITH THE CONDITIONS OF CORPORATE GOVERNANCE AS PER PROVISIONS OF CHAPTER IV OF SECURITIES AND EXCHANGE BOARD OF INDIA (LISTING OBLIGATIONS AND DISCLOSURE REQUIREMENTS) REGULATIONS, 2015**

To the members of  
Anupam Rasayan India Limited

We have examined all the relevant records of Anupam Rasayan India Limited ("the Company") for the purpose of certifying compliance with the conditions of the Corporate Governance under Chapter IV to the Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015 (Listing Regulations) for the financial year from April 01, 2021 to March 31, 2022.

The compliance with conditions of Corporate Governance is the responsibility of the Management. Our examination was limited to procedures and implementation process adopted by the Company for ensuring the compliance of the conditions of the Corporate Governance. This Certificate is neither an audit nor an expression of opinion on the Financial Statements of the Company.

In our opinion and to the best of our information and according to the explanations and information furnished to us, we certify that the Company has complied with all the conditions of Corporate Governance as stipulated in the Listing Regulations.

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

For **M. D. Baid & Associates**  
**Company Secretaries**

**Place: Surat**  
**Date: 16/06/2022**

**CS Mohan Baid**  
**Partner**  
**M. No. ACS 3598 CP No.: 3873**  
**PRN: 942/2020**  
**UI No. P2004GJ015700**  
**UDIN: A003598D000497718**

# Business Responsibility Sustainability Report FY 2021-22

## SECTION A: General Disclosures

### I. Details of the Listed Entity

| Disclosures                                                                                                                                                                                                                                                         | Information/Reference Sections                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                  |             |         |               |                                                                        |               |                                                                    |               |                                                              |                 |                                                                                             |                 |                                                                                      |               |                                                              |
|---------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------|---------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------|-------------|---------|---------------|------------------------------------------------------------------------|---------------|--------------------------------------------------------------------|---------------|--------------------------------------------------------------|-----------------|---------------------------------------------------------------------------------------------|-----------------|--------------------------------------------------------------------------------------|---------------|--------------------------------------------------------------|
| Corporate Identity Number (CIN) of the Company                                                                                                                                                                                                                      | L24231GJ2003PLC042988                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                           |             |         |               |                                                                        |               |                                                                    |               |                                                              |                 |                                                                                             |                 |                                                                                      |               |                                                              |
| Name of the Company                                                                                                                                                                                                                                                 | Anupam Rasayan India Limited                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                    |             |         |               |                                                                        |               |                                                                    |               |                                                              |                 |                                                                                             |                 |                                                                                      |               |                                                              |
| Year of incorporation                                                                                                                                                                                                                                               | 2003                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                            |             |         |               |                                                                        |               |                                                                    |               |                                                              |                 |                                                                                             |                 |                                                                                      |               |                                                              |
| Registered Office/Corporate Address                                                                                                                                                                                                                                 | 8110, GIDC Industrial Estate, Sachin, Surat-394210, GJ                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                          |             |         |               |                                                                        |               |                                                                    |               |                                                              |                 |                                                                                             |                 |                                                                                      |               |                                                              |
| E-mail id                                                                                                                                                                                                                                                           | <a href="mailto:office@anupamrasayan.com">office@anupamrasayan.com</a>                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                          |             |         |               |                                                                        |               |                                                                    |               |                                                              |                 |                                                                                             |                 |                                                                                      |               |                                                              |
| Telephone                                                                                                                                                                                                                                                           | +91261-2398991-95                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                               |             |         |               |                                                                        |               |                                                                    |               |                                                              |                 |                                                                                             |                 |                                                                                      |               |                                                              |
| Website                                                                                                                                                                                                                                                             | <a href="http://www.anupamrasayan.com">www.anupamrasayan.com</a>                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                |             |         |               |                                                                        |               |                                                                    |               |                                                              |                 |                                                                                             |                 |                                                                                      |               |                                                              |
| Financial year reported                                                                                                                                                                                                                                             | 2021-22                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                         |             |         |               |                                                                        |               |                                                                    |               |                                                              |                 |                                                                                             |                 |                                                                                      |               |                                                              |
| Name to Stock Exchange(s) where shares are listed                                                                                                                                                                                                                   | 1. BSE Limited<br>2. National Stock Exchange of India Limited                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                   |             |         |               |                                                                        |               |                                                                    |               |                                                              |                 |                                                                                             |                 |                                                                                      |               |                                                              |
| Paid up capital (31 <sup>st</sup> March 2022)                                                                                                                                                                                                                       | ₹ 100,24,68,850 /-                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                              |             |         |               |                                                                        |               |                                                                    |               |                                                              |                 |                                                                                             |                 |                                                                                      |               |                                                              |
| Name and contact details (telephone, email address) of the person who may be contacted in case of any queries on the BRSR report                                                                                                                                    | Kunal Aneja<br>Tel: - +91-261-2398991<br>Email: <a href="mailto:sustainability@anupamrasayan.com">sustainability@anupamrasayan.com</a>                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                          |             |         |               |                                                                        |               |                                                                    |               |                                                              |                 |                                                                                             |                 |                                                                                      |               |                                                              |
| Reporting boundary - Are the disclosures under this report made on a standalone basis (i.e., only for the entity) or on a consolidated basis (i.e., for the entity and all the entities which form a part of its consolidated financial statements, taken together) | <b>Disclosures are based on Standalone basis</b> <table> <tr> <th>No. of Unit</th><th>Address</th></tr> <tr> <td>Sachin Unit 1</td><td>Plot No. 8109, 8110, 8111, 268/1, GIDC Sachin, Surat, Gujarat – 394230</td></tr> <tr> <td>Sachin Unit 2</td><td>Plot No. 701, 2419/1, 2419/2, GIDC Sachin, Surat, Gujarat – 394230</td></tr> <tr> <td>Sachin Unit 3</td><td>Plot No. 8104 and 8106, GIDC Sachin, Surat, Gujarat – 394230</td></tr> <tr> <td>Jhagadia Unit 4</td><td>Plot No. 907/3, 907/4, Jhagadia Industrial Estate, GIDC Jhagadia, Bharuch, Gujarat – 393110</td></tr> <tr> <td>Jhagadia Unit 5</td><td>Plot No. 905/1, Jhagadia Industrial Estate, GIDC Jhagadia, Bharuch, Gujarat – 393110</td></tr> <tr> <td>Sachin Unit 6</td><td>Plot No. 2423 and 2425, GIDC Sachin, Surat, Gujarat – 394230</td></tr> </table> | No. of Unit | Address | Sachin Unit 1 | Plot No. 8109, 8110, 8111, 268/1, GIDC Sachin, Surat, Gujarat – 394230 | Sachin Unit 2 | Plot No. 701, 2419/1, 2419/2, GIDC Sachin, Surat, Gujarat – 394230 | Sachin Unit 3 | Plot No. 8104 and 8106, GIDC Sachin, Surat, Gujarat – 394230 | Jhagadia Unit 4 | Plot No. 907/3, 907/4, Jhagadia Industrial Estate, GIDC Jhagadia, Bharuch, Gujarat – 393110 | Jhagadia Unit 5 | Plot No. 905/1, Jhagadia Industrial Estate, GIDC Jhagadia, Bharuch, Gujarat – 393110 | Sachin Unit 6 | Plot No. 2423 and 2425, GIDC Sachin, Surat, Gujarat – 394230 |
| No. of Unit                                                                                                                                                                                                                                                         | Address                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                         |             |         |               |                                                                        |               |                                                                    |               |                                                              |                 |                                                                                             |                 |                                                                                      |               |                                                              |
| Sachin Unit 1                                                                                                                                                                                                                                                       | Plot No. 8109, 8110, 8111, 268/1, GIDC Sachin, Surat, Gujarat – 394230                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                          |             |         |               |                                                                        |               |                                                                    |               |                                                              |                 |                                                                                             |                 |                                                                                      |               |                                                              |
| Sachin Unit 2                                                                                                                                                                                                                                                       | Plot No. 701, 2419/1, 2419/2, GIDC Sachin, Surat, Gujarat – 394230                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                              |             |         |               |                                                                        |               |                                                                    |               |                                                              |                 |                                                                                             |                 |                                                                                      |               |                                                              |
| Sachin Unit 3                                                                                                                                                                                                                                                       | Plot No. 8104 and 8106, GIDC Sachin, Surat, Gujarat – 394230                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                    |             |         |               |                                                                        |               |                                                                    |               |                                                              |                 |                                                                                             |                 |                                                                                      |               |                                                              |
| Jhagadia Unit 4                                                                                                                                                                                                                                                     | Plot No. 907/3, 907/4, Jhagadia Industrial Estate, GIDC Jhagadia, Bharuch, Gujarat – 393110                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                     |             |         |               |                                                                        |               |                                                                    |               |                                                              |                 |                                                                                             |                 |                                                                                      |               |                                                              |
| Jhagadia Unit 5                                                                                                                                                                                                                                                     | Plot No. 905/1, Jhagadia Industrial Estate, GIDC Jhagadia, Bharuch, Gujarat – 393110                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                            |             |         |               |                                                                        |               |                                                                    |               |                                                              |                 |                                                                                             |                 |                                                                                      |               |                                                              |
| Sachin Unit 6                                                                                                                                                                                                                                                       | Plot No. 2423 and 2425, GIDC Sachin, Surat, Gujarat – 394230                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                    |             |         |               |                                                                        |               |                                                                    |               |                                                              |                 |                                                                                             |                 |                                                                                      |               |                                                              |

**II. Product Services****14. Details of business activities (accounting for 90% of the turnover):**

| Sr. No. | Description of Main Activity | Description of Business activity                                                                             | % of Turnover of the entity |
|---------|------------------------------|--------------------------------------------------------------------------------------------------------------|-----------------------------|
| 1       | Chemical Manufacturing       | Custom synthesis and manufacturing of life science related specialty chemicals and other specialty chemicals | 100%                        |

**15. Products/Services sold by the entity (accounting for 90% of the entity's Turnover):**

| Sr. No. | Product Services | NIC Code | % of total Turnover contributed |
|---------|------------------|----------|---------------------------------|
| 1       | Chemical Sector  | 20119    | 100%                            |

**III. Operations****16. Number of locations where plants and/or operations/offices of the entity are situated:**

| Location      | Number of Plants | Number of offices | Total |
|---------------|------------------|-------------------|-------|
| National      | 6                | 1                 | 7     |
| International | 0                | 0                 | 00    |

**17. Markets served by the Company****a. Number of Locations**

| Location                        | Number |
|---------------------------------|--------|
| National (No of States)         | 5      |
| International (No of Countries) | 9      |

**b. What is the contribution of exports as a percentage of the total turnover of the entity?**

(i) The contribution of export as a percentage of the total turnover of Anupam is 56%.

**c. A brief on types of customers**

(i) The company is working with top Agrochemicals MNCs as well as top pharmaceuticals MNCs.

**IV. Employees****18. Details as at the end of Financial Year:****a. Employees and workers (including differently abled):**

| Sr. No.   | Particulars              | Total (A) | Male  |         | Female |         |
|-----------|--------------------------|-----------|-------|---------|--------|---------|
|           |                          |           | No. B | % (B/A) | No. C  | % (C/A) |
| Employees |                          |           |       |         |        |         |
| 1         | Permanent (D)            | 672       | 636   | 94.64%  | 36     | 5.36%   |
| 2         | Other Than Permanent (E) | 0         | 0     | -       | 0      | -       |
| 3         | Total Employees (D+E)    | 672       | 636   | 94.64%  | 36     | 5.36%   |
| Workers   |                          |           |       |         |        |         |
| 4         | Permanent (F)            | 819       | 819   | 100.00% | 0      | 0.00    |
| 5         | Other Than Permanent (G) | 453       | 453   | 100.00% | 0      | 0.00    |
| 6         | Total Employees (F+G)    | 1272      | 1272  | 100.00% | 0      | 0.00    |

**b. Differently abled Employees and workers:**

| Sr. No.   | Particulars              | Total (A) | Male  |         | Female |         |
|-----------|--------------------------|-----------|-------|---------|--------|---------|
|           |                          |           | No. B | % (B/A) | No. C  | % (C/A) |
| Employees |                          |           |       |         |        |         |
| 1         | Permanent (D)            | 672       | 1     | 0.15%   | 0      | 0.00%   |
| 2         | Other Than Permanent E   | 0         | 0     | 0.00%   | 0      | 0.00%   |
| 3         | Total Employees (D+E)    | 672       | 1     | 0.15%   | 0      | 0.00%   |
| Workers   |                          |           |       |         |        |         |
| 4         | Permanent (F)            | 819       | 1     | 0.12%   | 0      | 0.00%   |
| 5         | Other Than Permanent (G) | 453       | 0     | 0.00%   | 0      | 0.00%   |
| 6         | Total Employees (F+G)    | 1272      | 1     | 0.08%   | 0      | 0.00%   |

**19. Participation/Inclusion/Representation of women**

| Particulars              | Total (A) | No. and percentage of females |         |
|--------------------------|-----------|-------------------------------|---------|
|                          |           | No. (B)                       | % (B/A) |
| Board of Directors       | 8         | 2                             | 25%     |
| Key Management Personnel | 6         | 1                             | 16%     |

**20. Turnover rate for permanent employees and workers**

| Particulars         | FY 2021-22<br>(Turnover rate<br>in current FY) |        |       | FY 2020-21<br>(Turnover rate<br>in previous FY) |        |       | FY 2019-20<br>(Turnover rate<br>in the year prior to<br>the previous FY) |        |       |
|---------------------|------------------------------------------------|--------|-------|-------------------------------------------------|--------|-------|--------------------------------------------------------------------------|--------|-------|
|                     | Male                                           | Female | Total | Male                                            | Female | Total | Male                                                                     | Female | Total |
| Permanent Employees | 6.44%                                          | 5.56%  | 6.40% | 6.51%                                           | 0%     | 6.51% | 3.59%                                                                    | 0%     | 3.59% |
| Permanent Workers   | 8.79%                                          | 0      | 8.79% | 3.70%                                           | 0%     | 3.70% | 5.92%                                                                    | 0%     | 5.92% |

**V. Holding, Subsidiary and Associate Companies (including joint ventures)****21. Names of holding / subsidiary / associate companies / joint ventures**

| Sr. No. | Name of the holding / subsidiary / associate/companies / joint ventures (A) | Indicate whether holding/ Subsidiary/ Associate/ Joint Venture | % of shares held by listed entity | Does the entity indicated at column A, participate in the Business Responsibility initiatives of the listed entity? (Yes/No) |
|---------|-----------------------------------------------------------------------------|----------------------------------------------------------------|-----------------------------------|------------------------------------------------------------------------------------------------------------------------------|
| 1       | Jainam Intermediates Private Limited                                        | Subsidiary                                                     | 100%                              | No                                                                                                                           |
| 2       | Tanfac Industries Ltd                                                       | Associate                                                      | 24.96%                            | No                                                                                                                           |

**VI. CSR Details**

**22.** (i) Whether CSR is applicable as per section 135 of Companies Act, 2013: Yes

(ii) Turnover (in ₹): 1066 crores

(iii) Net worth (in ₹): 1726.85 Crores

## VII. Transparency and Disclosures Compliances

### 23. Complaints/Grievances on any of the principles (Principles 1 to 9) under the National Guidelines on Responsible Business Conduct:

| Stakeholder group from whom complaint is received | Grievance Redressal Mechanism in Place (Yes/No) (If Yes, then provide web-link for grievance redress policy) | FY 2021-22 Current Financial Year          |                                                              |         | FY 2020-21 Previous Financial Year         |                                                              |         |
|---------------------------------------------------|--------------------------------------------------------------------------------------------------------------|--------------------------------------------|--------------------------------------------------------------|---------|--------------------------------------------|--------------------------------------------------------------|---------|
|                                                   |                                                                                                              | Number of complaints filed during the year | Number of complaints pending resolution at close of the year | Remarks | Number of complaints filed during the year | Number of complaints pending resolution at close of the year | Remarks |
| Communities                                       | Yes*                                                                                                         | Nil                                        | NA                                                           | NA      | Nil                                        | NA                                                           | NA      |
| Investors (other than shareholders)               | Yes                                                                                                          | Nil                                        | NA                                                           | NA      | Nil                                        | NA                                                           | NA      |
| Shareholders                                      | Yes                                                                                                          | Nil                                        | NA                                                           | NA      | Nil                                        | NA                                                           | NA      |
| Employees and workers                             | Yes                                                                                                          | Nil                                        | NA                                                           | NA      | Nil                                        | NA                                                           | NA      |
| Customers                                         | Yes                                                                                                          | Nil                                        | NA                                                           | NA      | Nil                                        | NA                                                           | NA      |
| Value Chain Partners                              | Yes                                                                                                          | Nil                                        | NA                                                           | NA      | Nil                                        | NA                                                           | NA      |
| Other (please specify)                            | Yes**                                                                                                        | Nil                                        | NA                                                           | NA      | Nil                                        | NA                                                           | NA      |

\*<https://www.anupamrasayan.com/corporate-social-responsibility/>

\*\*Please refer Whistle blower policy mechanism available at our website. Please refer link <https://www.anupamrasayan.com/vigil-or-whistle-blower-mechanism-policy/>, <https://www.anupamrasayan.com/grievance-redressal-mechanism-for-stakeholders/>

### 24. Overview of the entity's material responsible business conduct issues

Please indicate material responsible business conduct and sustainability issues pertaining to environmental and social matters that present a risk or an opportunity to your business, rationale for identifying the same, approach to adapt or mitigate the risk along-with its financial implications, as per the following format:

| Sr. No.           | Material issue identified                                  | Indicate whether risk or opportunity (R/O) | Rationale for identifying the risk / opportunity                                                                                            | In case of risk, approach to adapt or mitigate | Financial implications of the risk or opportunity (Indicate positive or negative implications) |
|-------------------|------------------------------------------------------------|--------------------------------------------|---------------------------------------------------------------------------------------------------------------------------------------------|------------------------------------------------|------------------------------------------------------------------------------------------------|
| <b>Governance</b> |                                                            |                                            |                                                                                                                                             |                                                |                                                                                                |
| 1                 | Organizational governance of Anupam Rasayan India Limited. | O                                          | We have robust decision-making processes in place which helps us to develop strategies, objectives and targets that reflect our commitment. | NA                                             | Positive                                                                                       |

| <b>Human Rights</b>    |                                           |   |                                                                                                                                                                                                                                                                                                                                                   |    |          |
|------------------------|-------------------------------------------|---|---------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------|----|----------|
| 2                      | Resolving grievances                      | ○ | We have grievances mechanism in place along with Whistle blower policy mechanism.                                                                                                                                                                                                                                                                 | NA | Positive |
| 3                      | Fundamental principles and rights at work | ○ | <p>We have policies in place which support the fundamental principles and rights at work. We have following policies in place:</p> <ul style="list-style-type: none"> <li>• Freedom of association</li> <li>• Policy for forced or compulsory labour</li> <li>• Abolition of child labour policy</li> <li>• Anti-discrimination policy</li> </ul> | NA | Positive |
| 4                      | Due diligence                             | ○ | We have due diligence procedure in place to identify, prevent and address actual or potential human rights impacts resulting from our activities or the activities of those with which they have relationships                                                                                                                                    | NA | Positive |
| <b>Labour Rights</b>   |                                           |   |                                                                                                                                                                                                                                                                                                                                                   |    |          |
| 5                      | Condition of work and social protection   | ○ | We have policies in place with respect to conditions of work and social protection which are complying with laws and regulations.                                                                                                                                                                                                                 | NA | Positive |
| 6                      | Health and safety at work                 | ○ | We have EHS policy and required mechanisms in place which help us to maintain safe and healthy workplace.                                                                                                                                                                                                                                         | NA | Positive |
| 7                      | Employment and employment relationship    | ○ | We have policies and procedures in place which helps that strengthen our employment relationships with our employees.                                                                                                                                                                                                                             | NA | Positive |
| <b>The Environment</b> |                                           |   |                                                                                                                                                                                                                                                                                                                                                   |    |          |
| 8                      | Prevention of pollution                   | ○ | We have EHS policy in place along with the processes that helps us to control the air emissions, waste management, effluent discharge in a responsible manner.                                                                                                                                                                                    | NA | Positive |

|                                              |                                            |   |                                                                                                                                                                                                                                 |    |          |
|----------------------------------------------|--------------------------------------------|---|---------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------|----|----------|
| 9                                            | Sustainable resource use                   | ○ | We are continuously improving our processes, adopting cleaner form of energies and energy efficient equipment to ensure sustainable use of resources.                                                                           | NA | Positive |
| <b>Fair Operating Practices</b>              |                                            |   |                                                                                                                                                                                                                                 |    |          |
| 10                                           | Anti-corruption                            | ○ | We have anti-corruption policy in place which is a part of Code of ethics policy in place. Also, we are signatory to UN global compact                                                                                          | NA | Positive |
| 11                                           | Respect of property rights                 | ○ | We have policy and practices in place that promotes respect for property rights and traditional knowledge.                                                                                                                      | NA | Positive |
| <b>Consumer Issues</b>                       |                                            |   |                                                                                                                                                                                                                                 |    |          |
| 12                                           | Protecting consumers' health and safety    | ○ | We have mechanism in place where all the necessary information of the products is shared with the consumers which contains clear instructions for safe handling, use, storage and disposal.                                     | NA | Positive |
| 13                                           | Education and awareness                    | ○ | We are providing hazard information of our product with our consumers, providing labelling on the packaging which display the hazards associated with our products.                                                             | NA | Positive |
| 14                                           | Consumer data protection and privacy       | ○ | We have information security and data protection policy in place which helps us to handle the consumer information with due care.                                                                                               | NA | Positive |
| <b>Community Involvement and Development</b> |                                            |   |                                                                                                                                                                                                                                 |    |          |
| 15                                           | Employment creation and skills development | ○ | With the help of our CSR initiatives, we are working on the education and skill development of vulnerable and marginalized groups that help them to create wealth generation for them.                                          | NA | Positive |
| 16                                           | Health                                     | ○ | Our all sites are situated in notified industrial areas thus reducing the impact of our processes on the community. Through our CSR initiatives, we are giving awareness and support to local community regarding their health. | NA | Positive |

**SECTION B: Management and Process Disclosures**

| Disclosure Questions                                                                                                                                                                                                                                        | P 1                                                                                                                                                                                                                                                                                                                                                | P 2 | P 3 | P 4 | P 5 | P 6 | P 7 | P 8 | P 9 |
|-------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------|----------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------|-----|-----|-----|-----|-----|-----|-----|-----|
| <b>Policy and management processes</b>                                                                                                                                                                                                                      |                                                                                                                                                                                                                                                                                                                                                    |     |     |     |     |     |     |     |     |
| 1. a. Whether your entity's policy/ policies cover each principle and its core elements of the NGRBCs. (Yes/No)                                                                                                                                             | Y                                                                                                                                                                                                                                                                                                                                                  | Y   | Y   | Y   | Y   | Y   | Y   | Y   | Y   |
| b. Has the policy been approved by the Board? (Yes/No)                                                                                                                                                                                                      | Y                                                                                                                                                                                                                                                                                                                                                  | Y   | Y   | Y   | Y   | Y   | Y   | Y   | Y   |
| c. Web Link of the Policies, if available                                                                                                                                                                                                                   | We are in the process of updating our website with such policies.                                                                                                                                                                                                                                                                                  |     |     |     |     |     |     |     |     |
| 2. Whether the entity has translated the policy into procedures. (Yes / No)                                                                                                                                                                                 | Y                                                                                                                                                                                                                                                                                                                                                  | Y   | Y   | Y   | Y   | Y   | Y   | Y   | Y   |
| 3. Do the enlisted policies extend to your value chain partners? (Yes/No)                                                                                                                                                                                   | Y                                                                                                                                                                                                                                                                                                                                                  | Y   | Y   | Y   | Y   | Y   | Y   | Y   | Y   |
| 4. Name of the national and international codes/certifications/ labels/ standards (e.g. Forest Stewardship Council, Fairtrade, Rainforest Alliance, Trustee) standards (e.g. SA 8000, OHSAS, ISO, BIS) adopted by your entity and mapped to each principle. | <b>We are practicing following Standards:</b><br>1. ISO 9001:2015 – Quality Management System<br>2. ISO 14001:2015 – Environment Management System<br>3. ISO 45001:2018 – Occupational Health & Safety Management System<br>4. ISO 26000:2010 – Social Responsibility<br>5. ISO 20400:2017 – Sustainable Procurement System                        |     |     |     |     |     |     |     |     |
| 5. Specific commitments, goals and targets set by the entity with defined timelines, if any.                                                                                                                                                                | Please refer our Sustainability Report of FY 2020-21 for targets we have defined. Please refer link <a href="https://www.anupamrasayan.com/sustainability-reports/">https://www.anupamrasayan.com/sustainability-reports/</a>                                                                                                                      |     |     |     |     |     |     |     |     |
| 6. Performance of the entity against the specific commitments, goals and targets along-with reasons in case the same are not met.                                                                                                                           | We have set targets this year itself. We will be disclosing the same in our next year sustainability report.                                                                                                                                                                                                                                       |     |     |     |     |     |     |     |     |
| <b>Governance, leadership and oversight</b>                                                                                                                                                                                                                 |                                                                                                                                                                                                                                                                                                                                                    |     |     |     |     |     |     |     |     |
| 7. Statement by director responsible for the business responsibility report, highlighting ESG related challenges, targets and achievements (listed entity has flexibility regarding the placement of this disclosure)                                       | A. Please refer our Managing Director Statement at the beginning of the Annual Report.                                                                                                                                                                                                                                                             |     |     |     |     |     |     |     |     |
| 8. Details of the highest authority responsible for implementation and oversight of the Business Responsibility policy(ies).                                                                                                                                | 1. Mr. Anand Desai<br>Managing Director<br><br>2. Mr. Amit Khurana<br>Chief Financial Officer<br><br>3. Mr. Vikash Chander<br>BR Co-head                                                                                                                                                                                                           |     |     |     |     |     |     |     |     |
| 9. Does the entity have a specified Committee of the Board/ Director responsible for decision making on sustainability related issues? (Yes / No). If yes, provide details.                                                                                 | Yes, we have sustainability committee in place. It consists of chairman and two members. Please refer link <a href="https://www.anupamrasayan.com/board-of-directors-committees-of-the-board-and-management-team-of-the-company/">https://www.anupamrasayan.com/board-of-directors-committees-of-the-board-and-management-team-of-the-company/</a> |     |     |     |     |     |     |     |     |

## 10. Details of Review of NGRBCs by the Company:

| Subject for Review                                                                                                                                                    | Indicate whether review was undertaken by Director / Committee of the Board/ Any other Committee |     |     |     |     |     |     |     |     | Frequency (Annually/ Half yearly/ Quarterly/ Any other - please specify) |     |     |     |     |     |     |     |     |
|-----------------------------------------------------------------------------------------------------------------------------------------------------------------------|--------------------------------------------------------------------------------------------------|-----|-----|-----|-----|-----|-----|-----|-----|--------------------------------------------------------------------------|-----|-----|-----|-----|-----|-----|-----|-----|
|                                                                                                                                                                       | P 1                                                                                              | P 2 | P 3 | P 4 | P 5 | P 6 | P 7 | P 8 | P 9 | P 1                                                                      | P 2 | P 3 | P 4 | P 5 | P 6 | P 7 | P 8 | P 9 |
| Performance against above policies and follow up action                                                                                                               |                                                                                                  |     |     |     |     |     |     |     |     | HY                                                                       | HY  | HY  | HY  | HY  | HY  | HY  | HY  | HY  |
| Compliance with statutory requirements of relevance to the principles, and, rectification of any non-compliances                                                      | Y                                                                                                | Y   | Y   | Y   | Y   | Y   | Y   | Y   | Y   | HY                                                                       | HY  | HY  | HY  | HY  | HY  | HY  | HY  | HY  |
| 11. Has the entity carried out independent assessment/ evaluation of the working of its policies by an external agency? (Yes/No). If yes, provide name of the agency. |                                                                                                  |     |     |     |     |     |     |     |     | Yes, it has been Assessed by TUV SUD South Asia Pvt. Ltd.                |     |     |     |     |     |     |     |     |

\*HY - Half Yearly; Y - Yearly

12. If answer to question (1) above is "No" i.e. not all Principles are covered by a policy, reasons to be stated:

| Questions                                                                                                                       | P 1 | P 2 | P 3 | P 4 | P 5 | P 6 | P 7 | P 8 | P 9 |
|---------------------------------------------------------------------------------------------------------------------------------|-----|-----|-----|-----|-----|-----|-----|-----|-----|
| The entity does not consider the Principles material to its business (Yes/No)                                                   | NA  | NA  | NA  | NA  | NA  | NA  | NA  | NA  | NA  |
| The entity is not at a stage where it is in a position to formulate and implement the policies on specified principles (Yes/No) | NA  | NA  | NA  | NA  | NA  | NA  | NA  | NA  | NA  |
| The entity does not have the financial or/human and technical resources available for the task (Yes/No)                         | NA  | NA  | NA  | NA  | NA  | NA  | NA  | NA  | NA  |
| It is planned to be done in the next financial year (Yes/No)                                                                    | NA  | NA  | NA  | NA  | NA  | NA  | NA  | NA  | NA  |
| Any other reason (please specify)                                                                                               | NA  | NA  | NA  | NA  | NA  | NA  | NA  | NA  | NA  |

## SECTION C: Principle Wise Performance Disclosure

**PRINCIPLE 1: Businesses should conduct and govern themselves with integrity, and in a manner that is Ethical, Transparent and Accountable.**

### Essential Indicators

**1. Percentage coverage by training and awareness programmes on any of the Principles during the financial year:**

| Segment                           | Total number of training and awareness programmes held | Topics / principles covered under the training and its impact                                                                                 | % age of persons in respective category covered by the awareness programmes |
|-----------------------------------|--------------------------------------------------------|-----------------------------------------------------------------------------------------------------------------------------------------------|-----------------------------------------------------------------------------|
| Board of Directors                | Nil                                                    | Nil                                                                                                                                           | Nil                                                                         |
| Key Managerial Personnel          | Nil                                                    | Nil                                                                                                                                           | Nil                                                                         |
| Employees other than BoD and KMPs | 303                                                    | <ul style="list-style-type: none"> <li>Human rights</li> <li>Anti-corruption</li> <li>Anti-harassment</li> <li>Anti-discrimination</li> </ul> | 20%                                                                         |
| Workers                           |                                                        |                                                                                                                                               |                                                                             |

**2. Details of fines / penalties /punishment/ award/ compounding fees/ settlement amount paid in proceedings (by the entity or by directors / KMPs) with regulators/ law enforcement agencies/ judicial institutions, in the financial year, in the following format (Note: the entity shall make disclosures on the basis of materiality as specified in Regulation 30 of SEBI (Listing Obligations and Disclosure Obligations) Regulations, 2015 and as disclosed on the entity's website):**

| Particulars         | Monetary        |                                                                     |                 |                   |                                        |
|---------------------|-----------------|---------------------------------------------------------------------|-----------------|-------------------|----------------------------------------|
|                     | NGRBC Principle | Name of the regulatory/ enforcement agencies/ judicial institutions | Amount (In INR) | Brief of the Case | Has an appeal been preferred? (Yes/No) |
| Penalty/ Fine       | Nil             | Nil                                                                 | Nil             | Nil               | Nil                                    |
| Settlement          | Nil             | Nil                                                                 | Nil             | Nil               | Nil                                    |
| Compounding fee     | Nil             | Nil                                                                 | Nil             | Nil               | Nil                                    |
| <b>Non-Monetary</b> |                 |                                                                     |                 |                   |                                        |
| Imprisonment        | Nil             | Nil                                                                 | Nil             | Nil               | Nil                                    |
| Punishment          | Nil             | Nil                                                                 | Nil             | Nil               | Nil                                    |

**3. Of the instances disclosed in Question 2 above, details of the Appeal/ Revision preferred in cases where monetary or non-monetary action has been appealed.**

A. There are no such instances where Appeal/Revision preferred in cases where monetary or non-monetary action has been appealed.

**4. Does the entity have an anti-corruption or anti-bribery policy? If yes, provide details in brief and if available, provide a web-link to the policy.**

A. Yes, we have anti-corruption or anti-bribery policy in place and this is part of our Business code of conduct which is applicable for all the stakeholders of our company. Our policy also covers ban on kickbacks and bribery or any kind of grease payments for any reason. This policy is currently available on our intranet website.

**5. Number of Directors/KMPs/employees/workers against whom disciplinary action was taken by any law enforcement agency for the charges of bribery/ corruption:**

| Particulars | FY 2021-22<br>(Current Financial Year) | FY 2020-21<br>(Previous Financial Year) |
|-------------|----------------------------------------|-----------------------------------------|
| Directors   | Nil                                    | Nil                                     |
| KMPs        | Nil                                    | Nil                                     |
| Employees   | Nil                                    | Nil                                     |
| Workers     | Nil                                    | Nil                                     |

**6. Details of complaints with regard to conflict of interest:**

| Particulars                                                                                  | FY 2021-22<br>(Current Financial Year) |         | FY 2020-21<br>(Previous Financial Year) |         |
|----------------------------------------------------------------------------------------------|----------------------------------------|---------|-----------------------------------------|---------|
|                                                                                              | Number                                 | Remarks | Number                                  | Remarks |
| Number of complaints received in relation to issues of Conflict of Interest of the Directors | Nil                                    | NA      | Nil                                     | NA      |
| Number of complaints received in relation to issues of Conflict of Interest of the KMPs      | Nil                                    | NA      | Nil                                     | NA      |

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**7. Provide details of any corrective action taken or underway on issues related to fines / penalties / action taken by regulators/ law enforcement agencies/ judicial institutions, on cases of corruption and conflicts of interest.**

A. Not applicable.

**Leadership Indicators**

**1. Does the entity have processes in place to avoid/ manage conflict of interests involving members of the Board? (Yes/No) If Yes, provide details of the same.**

A. We have Conflict of Interest policy in place for member of board. For details, please refer link <https://www.anupamrasayan.com/code-of-conduct-for-the-companys-board-of-directors-and-the-senior-management-team/>

**PRINCIPLE 2: Businesses should provide goods and services in a manner that is sustainable and safe**

**Essential Indicators**

**1. Percentage of R&D and capital expenditure (capex) investments in specific technologies to improve the environmental and social impacts of product and processes to total R&D and capex investments made by the entity, respectively.**

|             | FY 2021-22<br>(Current Financial Year) | FY 2020-21<br>(Previous Financial Year) | Details of improvements in environmental and social impacts    |
|-------------|----------------------------------------|-----------------------------------------|----------------------------------------------------------------|
| R&D Capex   | 8.54%                                  | 0.17%                                   | We have invested in the environmentally friendly technologies. |
| Other Capex | 91.46%                                 | 99.83%                                  |                                                                |

**2. a. Does the entity have procedures in place for sustainable sourcing? (Yes/No)**

A. Yes, we have sustainable procurement policy in place. It is available at our intranet website.

**b. If yes, what percentage of inputs were sourced sustainably?**

A. Nil.

**3. Describe the processes in place to safely reclaim your products for reusing, recycling and disposing at the end of life, for**

**a. Plastics (including packaging):** As per policy, we will be disposing this kind of waste to the third parties who are further sending this kind of waste to recyclers.

**b. E-waste:** As per policy, we will be disposing this kind of waste either to third parties or directly to the recyclers.

**c. Hazardous waste:** We are sending it to the landfilling, recyclers as well as for co-processing.

**d. Other waste:** Our non-hazardous waste consists of metal waste which is usually generated from aging of the process equipment or as a part of maintenance activities. Also, other source of non-hazardous waste is fly ash which is generated from the coal usage.

**4. Whether Extended Producer Responsibility (EPR) is applicable to the entity's activities (Yes / No).**

A. This is not applicable to us.

**PRINCIPLE 3: Businesses should respect and promote the well-being of all employees, including those in their value chains****Essential Indicators****1. a. Details of measures for the well-being of employees:**

| Category                       | % of employees Covered by |                  |            |                    |            |                    |            |                    |            |                     |            |
|--------------------------------|---------------------------|------------------|------------|--------------------|------------|--------------------|------------|--------------------|------------|---------------------|------------|
|                                | Total<br>(A)              | Health Insurance |            | Accident Insurance |            | Maternity Benefits |            | Paternity Benefits |            | Day Care Facilities |            |
|                                |                           | Number<br>(B)    | %<br>(B/A) | Number<br>C        | %<br>(C/A) | Number<br>D        | %<br>(D/A) | Number<br>E        | %<br>(E/A) | Number<br>F         | %<br>(F/A) |
| Permanent Employees            |                           |                  |            |                    |            |                    |            |                    |            |                     |            |
| Male                           | 636                       | 636              | 100%       | 636                | 100%       | 0                  | 0%         | Nil                | Nil        | NA                  | NA         |
| Female                         | 36                        | 36               | 100%       | 36                 | 100%       | 36                 | 100%       | Nil                | Nil        | NA                  | NA         |
| Total                          | 672                       | 672              | 100%       | 672                | 100%       | 36                 | 5.36%      | Nil                | Nil        | NA                  | NA         |
| Other Than Permanent Employees |                           |                  |            |                    |            |                    |            |                    |            |                     |            |
| Male                           | 0                         | 0                | 0%         | 0                  | 0%         | 0                  | 0%         | Nil                | Nil        | NA                  | NA         |
| Female                         | 0                         | 0                | 0%         | 0                  | 0%         | 0                  | 0%         | Nil                | Nil        | NA                  | NA         |
| Total                          | 0                         | 0                | 0%         | 0                  | 0%         | 0                  | 0%         | Nil                | Nil        | NA                  | NA         |

**b. Details of measures for the well-being of workers:**

| Category            | % of employees Covered by |                  |            |                    |            |                    |            |                    |            |                     |            |
|---------------------|---------------------------|------------------|------------|--------------------|------------|--------------------|------------|--------------------|------------|---------------------|------------|
|                     | Total<br>(A)              | Health Insurance |            | Accident Insurance |            | Maternity Benefits |            | Paternity Benefits |            | Day Care Facilities |            |
|                     |                           | Number<br>(B)    | %<br>(B/A) | Number<br>C        | %<br>(C/A) | Number<br>D        | %<br>(D/A) | Number<br>E        | %<br>(E/A) | Number<br>F         | %<br>(F/A) |
| Permanent Employees |                           |                  |            |                    |            |                    |            |                    |            |                     |            |
| Male                | 819                       | 819              | 100%       | 819                | 100%       | NA                 | NA         | NA                 | NA         | NA                  | NA         |
| Female              | 0                         | 0                | 0%         | 0                  | 0%         | NA                 | NA         | NA                 | NA         | NA                  | NA         |
| Total               | 819                       | 819              | 100%       | 819                | 100%       | NA                 | NA         | NA                 | NA         | NA                  | NA         |

| Other Than Permanent Employees |     |     |      |     |      |    |    |    |    |    |    |
|--------------------------------|-----|-----|------|-----|------|----|----|----|----|----|----|
| Male                           | 453 | 453 | 100% | 453 | 100% | NA | NA | NA | NA | NA | NA |
| Female                         | 0   | 0   | 0%   | 0   | 0%   | NA | NA | NA | NA | NA | NA |
| Total                          | 453 | 453 | 100% | 453 | 100% | NA | NA | NA | NA | NA | NA |

## 2. Details of retirement benefits, for Current FY and Previous Financial Year.

| Benefits                | FY 2021-22 (Current Year)                         |                                                |                                                       | FY 2020-21 (Previous Year)                        |                                                |                                                       |
|-------------------------|---------------------------------------------------|------------------------------------------------|-------------------------------------------------------|---------------------------------------------------|------------------------------------------------|-------------------------------------------------------|
|                         | No of Employees covered as a % of total employees | No. of Workers Covered as a % of total workers | Deducted and Deposited with the authority (Y/N / N.A) | No of Employees covered as a % of total employees | No. of Workers Covered as a % of total workers | Deducted and Deposited with the authority (Y/N / N.A) |
| PF                      | 100%                                              | 100%                                           | YES                                                   | 100%                                              | 100%                                           | YES                                                   |
| Gratuity                | 100.00%                                           | 100.00%                                        | YES                                                   | 100.00%                                           | 100.00%                                        | YES                                                   |
| ESI                     | 16.00%                                            | 10.00%                                         | YES                                                   | 21.00%                                            | 14.00%                                         | YES                                                   |
| Others - Please specify | -                                                 | -                                              | -                                                     | -                                                 | -                                              | -                                                     |

## 3. Accessibility of workplaces:

Are the premises / offices of the entity accessible to differently abled employees and workers, as per the requirements of the Rights of Persons with Disabilities Act, 2016? If not, whether any steps are being taken by the entity in this regard.

A. As per the nature of our business, we cannot recruit differently abled employees in the manufacturing plant operations activities though we give opportunities to differently abled persons in office premises. Our office areas have lifts making it accessible with people with mobility impairment.

## 4. Does the entity have an equal opportunity policy as per the Rights of Persons with Disabilities Act, 2016? If so, provide a web-link to the policy.

A. Yes, we have policy in place. Currently, this policy is available on our local intranet.

## 5. Return to work and Retention rates of permanent employees and workers that took parental leave.

| Gender | Permanent employees |                | Permanent workers   |                |
|--------|---------------------|----------------|---------------------|----------------|
|        | Return to work rate | Retention rate | Return to work rate | Retention rate |
| Male   | NA                  | NA             | NA                  | NA             |
| Female | NA                  | NA             | NA                  | NA             |
| Total  | NA                  | NA             | NA                  | NA             |

## 6. Is there a mechanism available to receive and redress grievances for the following categories of employees and worker? If yes, give details of the mechanism in brief.

|                                | Yes/No<br>(If Yes, then give details of the mechanism in brief)                                                                                                                                                                                                                                                                                                          |
|--------------------------------|--------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------|
| Permanent Workers              | Yes, we have grievance mechanism in place where one can approach the concerned department as per process and if he is not satisfied with the resolution then we have open door policy also in place where all employees including workers can approach their reporting manager or even managing director directly in case, they have any grievances related to anything. |
| Other than Permanent Workers   |                                                                                                                                                                                                                                                                                                                                                                          |
| Permanent Employees            |                                                                                                                                                                                                                                                                                                                                                                          |
| Other than Permanent Employees |                                                                                                                                                                                                                                                                                                                                                                          |

**7. Membership of employees and worker in association(s) or Unions recognised by the listed entity:**

A. We do not have trade unions in place.

**8. Details of training given to employees and workers:**

| Category  | FY 2021-22 (Current year) |                                  |            |                         |            | FY 2020-21 (Previous year) |                                  |            |                         |            |
|-----------|---------------------------|----------------------------------|------------|-------------------------|------------|----------------------------|----------------------------------|------------|-------------------------|------------|
|           | Total<br>(A)              | On Health and<br>Safety measures |            | On Skill<br>Upgradation |            | Total<br>(d)               | On Health and<br>Safety measures |            | On Skill<br>Upgradation |            |
|           |                           | No. B                            | %<br>(B/A) | No. C                   | %<br>(C/A) |                            | No. E                            | %<br>(E/D) | No. F                   | %<br>(F/D) |
| Employees |                           |                                  |            |                         |            |                            |                                  |            |                         |            |
| Male      | 636                       | 471                              | 74%        | 451                     | 71%        | 562                        | 202                              | 36%        | 382                     | 68%        |
| Female    | 36                        | 25                               | 71%        | 30                      | 85%        | 22                         | 9                                | 42%        | 11                      | 50%        |
| Total     | 672                       | 496                              | 73.80%     | 481                     | 71.58%     | 584                        | 211                              | 36.13%     | 393                     | 67.29%     |
| Workers   |                           |                                  |            |                         |            |                            |                                  |            |                         |            |
| Male      | 1272                      | 1272                             | 100%       | 992                     | 78%        | 702                        | 477                              | 68%        | 477                     | 68%        |
| Female    | Nil                       | Nil                              | Nil        | Nil                     | Nil        | Nil                        | Nil                              | Nil        | Nil                     | Nil        |
| Total     | 1272                      | 992                              | 78%        | 992                     | 78%        | 702                        | 477                              | 68%        | 477                     | 68%        |

**9. Details of performance and career development reviews of employees and worker:**

| Category         | FY 2021-22 (Current Year) |                                       |         | FY 2020-21 (Previous Year) |                                       |         |
|------------------|---------------------------|---------------------------------------|---------|----------------------------|---------------------------------------|---------|
|                  | Total (A)                 | No of employees / workers covered (B) | % (B/A) | Total C                    | No of employees / workers covered (D) | % (D/C) |
| <b>Employees</b> |                           |                                       |         |                            |                                       |         |
| Male             | 636                       | 636                                   | 100%    | 562                        | 562                                   | 100%    |
| Female           | 36                        | 36                                    | 100%    | 22                         | 22                                    | 100%    |
| Total            | 672                       | 672                                   | 100%    | 584                        | 584                                   | 100%    |
| <b>Worker</b>    |                           |                                       |         |                            |                                       |         |
| Male             | 819                       | 819                                   | 100%    | 702                        | 702                                   | 100%    |
| Female           | 0                         | 0                                     | 0%      | 0                          | 0                                     | 0%      |
| Total            | 819                       | 819                                   | 100%    | 702                        | 702                                   | 100%    |

**10. Health and safety management system:**

- a. Whether an occupational health and safety management system has been implemented by the entity?
  - i. Yes. We have an implemented occupational health and safety management system i.e. ISO 45001:2018 across all new sites and its practices are being followed across all our sites.
- b. What are the processes used to identify work-related hazards and assess risks on a routine and non-routine basis by the entity?
  - i. As a part of ISO 45001:2018 Occupational Health and Safety Management system, we have implemented Hazard identification and Hazard assessment techniques at our sites

which help us to identify work related hazards, which includes routine and non-routine activities. In addition to above, we have implemented Hazard operability (HAZOP) techniques for process related hazards, Hazard Identification and Risk assessment (HIRA) for routine and non-routine activities and Health Risk Assessment (HRA) for identifying exposure related activities.

- c. Whether you have processes for workers to report the work-related hazards and to remove themselves from such risks.
  - i. Yes, we have incident reporting procedure in place and we have given training with respect to accident reporting which includes accidents, near-misses, unsafe acts and unsafe conditions and take necessary actions

including removing themselves to safer place if any risk situation arises. All potential incidents are also investigated and required corrective and preventive actions are taken to eliminate the incidents.

d. Do the employees/ worker of the entity have access to non-occupational medical and healthcare services?

i. Yes

#### 11. Details of safety related incidents, in the following format:

| Safety Incident/Number                                                        | Category  | FY 2021-22             | FY 2020-21              |
|-------------------------------------------------------------------------------|-----------|------------------------|-------------------------|
|                                                                               |           | Current Financial Year | Previous Financial Year |
| Lost Time Injury Frequency Rate (LTIFR) (per one million-person hours worked) | Employees | Nil                    | Nil                     |
|                                                                               | Workers   | Nil                    | Nil                     |
| Total recordable work-related injuries                                        | Employees | Nil                    | Nil                     |
|                                                                               | Workers   | Nil                    | Nil                     |
| No. of fatalities                                                             | Employees | Nil                    | Nil                     |
|                                                                               | Workers   | Nil                    | Nil                     |
| High consequence work-related injury or ill-health (excluding fatalities)     | Employees | Nil                    | Nil                     |
|                                                                               | Workers   | Nil                    | Nil                     |

#### 12. Describe the measures taken by the entity to ensure a safe and healthy work place.

A. (i) We have implemented Hazard identification and Hazard assessment methodologies in place which help us to identify work related hazards which includes routine and non-routine activities. We are using Hazard operability (HAZOP) for process related hazards, Hazard Identification and Risk assessment (HIRA) for routine and non-routine activities and Health Risk Assessment (HRA) for identifying exposure related activities.

(ii) We are conducting tool box talk (TBT) on daily basis in each shift which is helping us in maintaining our work place free from hazards.

(iii) Regular site review, inspections and audits to assess safety preparedness

(iv) Regular training on occupational health & safety training

#### 13. Number of Complaints on the following made by employees and workers:

|                    | FY 2021-22 Current Financial Year |                                       |         | FY 2020-21 Previous Financial Year |                                       |         |
|--------------------|-----------------------------------|---------------------------------------|---------|------------------------------------|---------------------------------------|---------|
|                    | Filed during the year             | Pending resolution at the end of year | Remarks | Filed during the year              | Pending resolution at the end of year | Remarks |
| Working Conditions | Nil                               | NA                                    | NA      | Nil                                | NA                                    | NA      |
| Health & Safety    | Nil                               | NA                                    | NA      | Nil                                | NA                                    | NA      |

#### 14. Assessments for the year:

|                           | % of your plants and offices that were assessed (by entity or statutory authorities or third parties) |
|---------------------------|-------------------------------------------------------------------------------------------------------|
| Health & Safety Practices | 100%                                                                                                  |
| Working Conditions        | 100%                                                                                                  |

**15. Provide details of any corrective action taken or underway to address safety-related incidents (if any) and on significant risks / concerns arising from assessments of health & safety practices and working conditions.**

A. There were no major and reportable safety related incidents occurred in past financial year. Though, there were first-aid related incidents during the year which have been investigated and closed with necessary corrective and preventive actions.

**Leadership Indicators**

**1. Does the entity extend any life insurance or any compensatory package in the event of death of**

- a. (A) Employees – Yes.
- b. (B) Workers - Yes.

**2. Provide the measures undertaken by the entity to ensure that statutory dues have been deducted and deposited by the value chain partners.**

A. We are ensuring that vendors in our value chain are deducting and submitting the required statutory dues on time especially GST. Also, we are approving the vendors based on the statutory dues paid by their firm on periodic basis.

**3. Provide the number of employees / workers having suffered high consequence work-related injury / ill-health / fatalities (as reported in Q11 of Essential Indicators above), who have been are rehabilitated and placed in suitable employment or whose family members have been placed in suitable employment:**

|           | Total no. of affected employees/ workers |                                         | No. of employees/workers that are rehabilitated and placed in suitable employment or whose family members have been placed in suitable employment |                                         |
|-----------|------------------------------------------|-----------------------------------------|---------------------------------------------------------------------------------------------------------------------------------------------------|-----------------------------------------|
|           | FY 2021-22<br>(Current Financial Year)   | FY 2020-21<br>(Previous Financial Year) | FY 2021-22<br>(Current Financial Year)                                                                                                            | FY 2020-21<br>(Previous Financial Year) |
| Employees | Nil                                      | Nil                                     | Nil                                                                                                                                               | Nil                                     |
| Workers   | Nil                                      | Nil                                     | Nil                                                                                                                                               | Nil                                     |

**PRINCIPLE 4: Businesses should respect the interests of and be responsive to all its stakeholders**

**Essential Indicators**

**1. Describe the processes for identifying key stakeholder groups of the entity.**

A. The key stakeholders are those who are directly and indirectly impacted by the business operations and activities and those who we liaise with on a regular basis for reporting, relation building and business interactions, etc.

**2. List stakeholder groups identified as key for your entity and the frequency of engagement with each stakeholder group.**

| Stakeholder Group | Whether identified as Vulnerable & Marginalized Group (Yes/ No) | Channels of communication (Email, SMS, Newspaper, Pamphlets, Advertisement, Community Meetings, Notice Board, Website), Other | Frequency of engagement (Annually/ Half yearly/ Quarterly / others - please specify) | Purpose and scope of engagement including key topics and concerns raised during such engagement |
|-------------------|-----------------------------------------------------------------|-------------------------------------------------------------------------------------------------------------------------------|--------------------------------------------------------------------------------------|-------------------------------------------------------------------------------------------------|
| Customers         | No                                                              | 1. Customer feedback<br>2. Customer satisfaction survey<br>3. Phone calls, emails and Meetings<br>4. Signed contracts         | As and when required.                                                                | 1. Timely Delivery<br>2. Quality<br>3. Pricing<br>4. Post-sales Support                         |

|                                 |    |                                                                                                                                                                                                                                                                                                                             |                       |                                                                                                                                                                                                  |
|---------------------------------|----|-----------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------|-----------------------|--------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------|
|                                 |    | 5. Exhibitions, Events<br>6. Customer visits & audits<br>7. Websites                                                                                                                                                                                                                                                        |                       | 5. Product related certifications<br>6. EHS Management Systems                                                                                                                                   |
| Employees                       | No | 1. Emails and Meetings<br>2. Employee Satisfaction Surveys<br>3. Training Programmes<br>4. Performance appraisal reviews<br>5. Grievance Redressal Mechanisms                                                                                                                                                               | As and when required. | 1. Fair wages and Rewards<br>2. Work life Balance<br>3. Training & Skill development<br>4. Career Growth<br>5. Occupational Health and Safety<br>6. Job Security<br>7. Transparent Communication |
| Suppliers                       | No | 1. Emails and Meetings<br>2. Vendor Assessment & Review<br>3. Signed Contracts                                                                                                                                                                                                                                              | As and when required  | 1. Timely Payment<br>2. Continuity of orders<br>3. Capacity Building<br>4. Transparency                                                                                                          |
| Communities                     | No | 1. Training & Workshops<br>2. Regular Meetings<br>3. Need Assessment & Satisfaction Surveys<br>4. CSR Reports                                                                                                                                                                                                               | As and when required  | 1. Local Employment<br>2. Environmental pollution control<br>3. Infrastructure development<br>4. Training & Livelihood programs<br>5. Participation in social services                           |
| Investors & Shareholders        | No | 1. Shareholders Meetings<br>2. Publishing requisite notices/press releases/ other communications through Newspaper Advertisements/ e-mails/ websites<br>3. Annual Reports<br>4. Company's Website/ dissemination of requisite information on website of stock exchanges and depositories<br>5. Investor interactions/ Calls | As and when required  | 1. Sustainable Growth & Returns<br>2. Risk Management<br>3. Corporate Governance<br>4. Market Share<br>5. Operational Performance                                                                |
| Governments & Regulatory Bodies | No | 1. Annual Reports<br>2. Statutory filings<br>3. Communication with regulatory bodies<br>4. Formal Dialogues                                                                                                                                                                                                                 | As and when required  | 1. Tax and Royalties<br>2. Compliance with laws, rules & regulations<br>3. Employment<br>4. Pollution Prevention<br>5. Local Economy Growth                                                      |

|       |    |                                                                     |                      |                                                                                                     |
|-------|----|---------------------------------------------------------------------|----------------------|-----------------------------------------------------------------------------------------------------|
| Media | No | 1. Social Media<br>2. Press Releases<br>3. Interviews<br>4. Website | As and when required | 1. Community Relations<br>2. Workplace safety and wellbeing<br>3. Company's business and operations |
|-------|----|---------------------------------------------------------------------|----------------------|-----------------------------------------------------------------------------------------------------|

### Leadership Indicators

#### 1. Provide the processes for consultation between stakeholders and the Board on economic, environmental, and social topics or if consultation is delegated, how is feedback from such consultations provided to the Board.

A. We have considered all the stakeholders on whom our activities may impact and we have captured their concerns / feedback by adopting the ISO 26000 (Social Responsibility) guidelines. We developed the checklist by considering the above guidelines and collected their response through suitable media.

#### 2. Whether stakeholder consultation is used to support the identification and management of environmental, and social topics (Yes / No). If so, provide details of instances as to how the inputs received from stakeholders on these topics were incorporated into policies and activities of the entity.

A. Yes, stakeholder consultation is used to support the identification and management of environmental, and social topics.

### PRINCIPLE 5: Businesses should respect and promote human rights

#### Essential Indicators

#### 1. Employees and workers who have been provided training on human rights issues and policy(ies) of the entity, in the following format:

| Category             | FY 2021-22 (Current Year) |                                       |         | FY 2020-21 (Previous Year) |                                       |         |
|----------------------|---------------------------|---------------------------------------|---------|----------------------------|---------------------------------------|---------|
|                      | Total                     | No of employees / workers covered (B) | % (B/A) | Total C                    | No of employees / workers covered (D) | % (D/C) |
| <b>Employees</b>     |                           |                                       |         |                            |                                       |         |
| Permanent            | 672                       | 135                                   | 20%     | 584                        | 0                                     | 0.00    |
| Other Than Permanent | NA                        | NA                                    | NA      | NA                         | NA                                    | NA      |
| Total Employees      | 672                       | 135                                   | 20%     | 584                        | 0                                     | 0.00    |
| <b>Worker</b>        |                           |                                       |         |                            |                                       |         |
| Permanent            | 819                       | 168                                   | 20.51%  | 702                        | 0                                     | 0.00    |
| Other Than Permanent | 453                       | 20                                    | 4.42%   | Nil                        | Nil                                   | Nil     |
| Total Employees      | 1272                      | 188                                   | 14.77%  | 702                        | 0                                     | 0.00    |

## 2. Details of minimum wages paid to employees and workers, in the following format:

| Category             | FY (Current Year) |                          |            |                           |            | FY (Previous Year) |                          |            |                           |            |
|----------------------|-------------------|--------------------------|------------|---------------------------|------------|--------------------|--------------------------|------------|---------------------------|------------|
|                      | Total<br>(A)      | Equal to<br>Minimum Wage |            | More than<br>Minimum Wage |            | Total<br>(D)       | Equal to<br>Minimum Wage |            | More than<br>Minimum Wage |            |
|                      |                   | No. (B)                  | %<br>(B/A) | No. (B)                   | %<br>(B/A) |                    | No. (E)                  | %<br>(E/D) | No. (F)                   | %<br>(F/D) |
|                      |                   |                          |            |                           |            |                    |                          |            |                           |            |
| Employees            |                   |                          |            |                           |            |                    |                          |            |                           |            |
| Permanent            |                   |                          |            |                           |            |                    |                          |            |                           |            |
| Male                 | 636               | NA                       | NA         | 636                       | 100%       | 562                | NA                       | NA         | 562                       | 100%       |
| Female               | 36                | NA                       | NA         | 36                        | 100%       | 22                 | NA                       | NA         | 22                        | 100%       |
| Other than Permanent |                   |                          |            |                           |            |                    |                          |            |                           |            |
| Male                 | NA                | NA                       | NA         | NA                        | NA         | NA                 | NA                       | NA         | NA                        | NA         |
| Female               | NA                | NA                       | NA         | NA                        | NA         | NA                 | NA                       | NA         | NA                        | NA         |
| Worker               |                   |                          |            |                           |            |                    |                          |            |                           |            |
| Permanent            |                   |                          |            |                           |            |                    |                          |            |                           |            |
| Male                 | 819               | NA                       | NA         | 819                       | 100%       | 702                | NA                       | NA         | 702                       | 100%       |
| Female               | 0                 | NA                       | NA         | NA                        | NA         | 0                  | NA                       | NA         | NA                        | NA         |
| Other than Permanent |                   |                          |            |                           |            |                    |                          |            |                           |            |
| Male                 | 453               | NA                       | NA         | 453                       | 100%       | 647                | NA                       | NA         | 647                       | 100%       |
| Female               | 0                 | NA                       | NA         | NA                        | NA         | 0                  | NA                       | NA         | NA                        | NA         |

## 3. Details of remuneration/salary/wages, in the following format:

|                                                  | Male   |                                                                        | Female |                                                                        |
|--------------------------------------------------|--------|------------------------------------------------------------------------|--------|------------------------------------------------------------------------|
|                                                  | Number | Median /Salary /Wages<br>of respective Category<br>(₹ Lacks per annum) | Number | Median /Salary /Wages<br>of respective Category<br>(₹ Lacks per annum) |
| Board of Directors (BoD)                         |        |                                                                        |        |                                                                        |
| A) Executive Directors                           | 1      | 131.40                                                                 | 1      | 131.40                                                                 |
| B) Non - Executive Non -<br>Independent Director | 2      | NIL                                                                    | NA     | NA                                                                     |
| C) Non - Executive<br>Independent Director       | 3      | NA                                                                     | 1      | NA                                                                     |
| Key Managerial Personnel                         | 5      | 87.54                                                                  | 1      | 22.79                                                                  |
| Employees other than BOD<br>and KMP              | 631    | 4.87                                                                   | 35     | 2.99                                                                   |
| Workers                                          | 819    | 2.07                                                                   | NA     | NA                                                                     |

## 4. Do you have a focal point (Individual/ Committee) responsible for addressing human rights impacts or issues caused or contributed to by the business?

A. Yes.

## 5. Describe the internal mechanisms in place to redress grievances related to human rights issues.

A. Grievances related to human rights can be submitted to human resource department. In case employee is not satisfied with the outcome then as per open door policy he can approach to managing director office to share their concern. Also, his identity is protected through Whistle Blower Mechanism Policy throughout the grievances handling process

**6. Number of Complaints on the following made by employees and workers:**

|                                   | FY 2021-22 Current Financial Year |                                       |         | FY 2020-21 Previous Financial Year |                                       |         |
|-----------------------------------|-----------------------------------|---------------------------------------|---------|------------------------------------|---------------------------------------|---------|
|                                   | Filed during the year             | Pending resolution at the end of year | Remarks | Filed during the year              | Pending resolution at the end of year | Remarks |
| Sexual harassment                 | Nil                               | NA                                    | NA      | Nil                                | NA                                    | NA      |
| Discrimination at workplace       | Nil                               | NA                                    | NA      | Nil                                | NA                                    | NA      |
| Child Labour                      | Nil                               | NA                                    | NA      | Nil                                | NA                                    | NA      |
| Forced Labour/Involuntary Labour  | Nil                               | NA                                    | NA      | Nil                                | NA                                    | NA      |
| Wages                             | Nil                               | NA                                    | NA      | Nil                                | NA                                    | NA      |
| Other human rights related issues | Nil                               | NA                                    | NA      | Nil                                | NA                                    | NA      |

**7. Mechanisms to prevent adverse consequences to the complainant in discrimination and harassment cases.**

A. We have Whistle Blower Mechanism Policy in place which prevent adverse consequences to the complainant in discrimination and harassment cases

**8. Do human rights requirements form part of your business agreements and contracts?**

A. Yes, we have supplier code of conduct which takes care of the human rights issues and this should be followed by each and every stakeholder who is associated with us.

**9. Assessments for the year:**

|                             | % of your plants and offices that were assessed (by entity or statutory authorities or third parties) |
|-----------------------------|-------------------------------------------------------------------------------------------------------|
| Child labour                | 100%                                                                                                  |
| Forced/involuntary labour   | 100%                                                                                                  |
| Sexual harassment           | 100%                                                                                                  |
| Discrimination at workplace | 100%                                                                                                  |
| Wages                       | 100%                                                                                                  |
| Others – please specify     | NA                                                                                                    |

**10. Provide details of any corrective actions taken or underway to address significant risks / concerns arising from the assessments at Question 9 above.**

A. There are no concerns found due to which there is requirement of any corrective action to be taken.

**PRINCIPLE 6: Businesses should respect and make efforts to protect and restore the environment**  
**Essential Indicators**
**1. Details of total energy consumption (in Joules or multiples) and energy intensity, in the following format:**

| Particulars                                                                           | FY 2021-22<br>(Current Financial Year) | FY 2020-21<br>(Previous Financial Year) |
|---------------------------------------------------------------------------------------|----------------------------------------|-----------------------------------------|
| Total electricity consumption (A)                                                     | 217838.27 GJ                           | 1,89,588.21 GJ                          |
| Total fuel consumption (B)                                                            | 1129771.41 GJ                          | 901354.16 GJ                            |
| Energy consumption through other sources (C)                                          | 4712.03 GJ                             | -                                       |
| <b>Total energy consumption (A+B+C)</b>                                               | <b>1352321.71 GJ</b>                   | <b>1090942.37 GJ</b>                    |
| Energy intensity per rupee of turnover (Total energy consumption/ turnover in rupees) | 0.000126859 GJ/rupees                  | 0.000134535 GJ/rupees                   |

Note: Independent assurance has been carried out by Ernst & Young LLP.

**2. Does the entity have any sites / facilities identified as designated consumers (DCs) under the Performance, Achieve and Trade (PAT) Scheme of the Government of India? (Y/N) If yes, disclose whether targets set under the PAT scheme have been achieved. In case targets have not been achieved, provide the remedial action taken, if any.**

A. No, we do not have any site as designated consumers (DCs) under the Performance, Achieve and Trade (PAT) Scheme of the Government of India.

**3. Provide details of the following disclosures related to water, in the following format:**

| Particulars                                                                         | FY 2021-22<br>(Current Financial Year) | FY 2020-21<br>(Previous Financial Year) |
|-------------------------------------------------------------------------------------|----------------------------------------|-----------------------------------------|
| <b>Water withdrawal by source (in kilolitres)</b>                                   |                                        |                                         |
| (i) To Surface water                                                                | Nil                                    | Nil                                     |
| (ii) To Ground water                                                                | Nil                                    | Nil                                     |
| (iii) Third-party water                                                             | 359462                                 | 334200                                  |
| (iv) Seawater / desalinated water                                                   | Nil                                    | Nil                                     |
| (v) Others                                                                          | Nil                                    | Nil                                     |
| <b>Total volume of water withdrawal (in kilolitres)<br/>(i + ii + iii + iv + v)</b> | <b>359462</b>                          | <b>334200</b>                           |
| <b>Total volume of water consumption (in kilolitres)</b>                            | <b>-</b>                               | <b>-</b>                                |
| <b>Water intensity per rupee of turnover<br/>(Water consumed / turnover)</b>        | <b>0.033721 L/₹</b>                    | <b>0.041213 L/₹</b>                     |

Note: Independent assurance has been carried out by Ernst & Young LLP.

**4. Has the entity implemented a mechanism for Zero Liquid Discharge? If yes, provide details of its coverage and implementation.**

A. Yes, we have facility of primary treatment, secondary treatment (MEE with ATFD) and soil bio technology treatment plant as tertiary treatment facility available. We are the founding member of CETP and discharge to CETP as per their norms so as to encourage other organization to discharge responsibly.

**5. Please provide details of air emissions (other than GHG emissions) by the entity, in the following format:**

| Parameter                           | Please specify unit | FY 2021-22<br>(Current Financial Year) | FY 2020-21<br>(Previous Financial Year) |
|-------------------------------------|---------------------|----------------------------------------|-----------------------------------------|
| NOx                                 | ppm                 | Within permissible limit               | Within permissible limit                |
| SOx                                 | ppm                 | Within permissible limit               | Within permissible limit                |
| Particulate matter (PM)             | mg/Nm3              | Within permissible limit               | Within permissible limit                |
| Persistent organic pollutants (POP) | NA                  | Within permissible limit               | Within permissible limit                |
| Volatile organic compounds (VOC)    | NA                  | Within permissible limit               | Within permissible limit                |
| Hazardous air pollutants (HAP)      | µg/NM3 ozone        | Within permissible limit               | Within permissible limit                |
| Others – please specify             | NA                  | NA                                     | NA                                      |

Note: Independent assurance has been carried out by Ernst & Young LLP.

**6. Provide details of greenhouse gas emissions (Scope 1 and Scope 2 emissions) & its intensity, in the following format:**

| Parameter                                                                                                                                                                       | Unit                                        | FY 2021-22<br>(Current Financial Year) | FY 2020-21<br>(Previous Financial Year) |
|---------------------------------------------------------------------------------------------------------------------------------------------------------------------------------|---------------------------------------------|----------------------------------------|-----------------------------------------|
| <b>Total Scope 1 emissions</b><br>(Break-up of the GHG into CO <sub>2</sub> , CH <sub>4</sub> , N <sub>2</sub> O, HFCs, PFCs, SF <sub>6</sub> , NF <sub>3</sub> , if available) | Metric tonnes of CO <sub>2</sub> equivalent | 97518.6                                | 70351.40                                |
| <b>Total Scope 2 emissions</b><br>(Break-up of the GHG into CO <sub>2</sub> , CH <sub>4</sub> , N <sub>2</sub> O, HFCs, PFCs, SF <sub>6</sub> , NF <sub>3</sub> , if available) | Metric tonnes of CO <sub>2</sub> equivalent | 41122.18                               | 42026.84                                |
| <b>Total Scope 1 and Scope 2 emissions per rupee of turnover</b>                                                                                                                |                                             | 0.013005 kg Co <sub>2</sub> /₹         | 0.013880 kg Co <sub>2</sub> /₹          |

Note: Independent assurance has been carried out by Ernst & Young LLP.

**7. Does the entity have any project related to reducing Green House Gas emission? If Yes, then provide details.**

A. We have set targets to reduce our GHG by 10% which we have disclosed in our first sustainability report which is available on our website at link <https://www.anupamrasayan.com/sustainability-reports/>. In addition to above, decarbonization roadmap is available in our sustainability report of FY 2021-22.

**8. Provide details related to waste management by the entity, in the following format:**

| Parameters                                                                                                                                     | FY 2021-22<br>(Current Financial Year) | FY 2020-21<br>(Previous Financial Year) |
|------------------------------------------------------------------------------------------------------------------------------------------------|----------------------------------------|-----------------------------------------|
| <b>Total Waste generated (in metric tonnes)</b>                                                                                                |                                        |                                         |
| Plastic waste (A)                                                                                                                              | Nil                                    | Nil                                     |
| E-waste (B)                                                                                                                                    | Nil                                    | Nil                                     |
| Bio-medical waste (C)                                                                                                                          | Nil                                    | Nil                                     |
| Construction and demolition waste (D)                                                                                                          | Nil                                    | Nil                                     |
| Battery waste (E)                                                                                                                              | Nil                                    | Nil                                     |
| Radioactive waste (F)                                                                                                                          | NA                                     | NA                                      |
| Other Hazardous waste. Please specify, if any. (G)                                                                                             | 42406.53                               | 41492.59                                |
| Other Non-hazardous waste generated (H). Please specify, if any. (Break-up by composition i.e., by materials relevant to the sector)           | 2248.75                                | 190.35 (does not include fly ash)       |
| <b>a. SS Scrap</b>                                                                                                                             |                                        |                                         |
| <b>b. MS Scrap</b>                                                                                                                             |                                        |                                         |
| <b>c. Aluminium Scrap</b>                                                                                                                      |                                        |                                         |
| <b>d. Fly Ash</b>                                                                                                                              |                                        |                                         |
| <b>Total (A+B + C + D + E + F + G + H)</b>                                                                                                     | <b>44655.28</b>                        | <b>41682.94</b>                         |
| <b>For each category of waste generated, total waste recovered through recycling, re-using or other recovery operations (in metric tonnes)</b> |                                        |                                         |
| <b>Category of waste</b>                                                                                                                       |                                        |                                         |
| (i) Recycled (Waste Water)                                                                                                                     | 61270.77                               | 26535                                   |
| (ii) Re-used (By product)                                                                                                                      | 5135.63                                | 4,674.02                                |

|                                                                                                                   |                  |                  |
|-------------------------------------------------------------------------------------------------------------------|------------------|------------------|
| (iii) Steam Condensate reuse                                                                                      | 110058.01        | 195715           |
| (iv) Recycled                                                                                                     | 23487.82         | 21,559.22        |
| (v) Coprocessing                                                                                                  | 7066.81          | 7796.927         |
| (vi) Non-Hazardous waste                                                                                          | 2884.12          | 190.35           |
| <b>Total</b>                                                                                                      | <b>209903.16</b> | <b>256470.52</b> |
| <b>For each category of waste generated, total waste disposed by nature of disposal method (in metric tonnes)</b> |                  |                  |
| <b>Category of waste</b>                                                                                          |                  |                  |
| (i) Landfill                                                                                                      | 7280.759         | 7217.03          |
| (ii) Incineration                                                                                                 | 0                | 245.395          |
| <b>Total</b>                                                                                                      | <b>7280.759</b>  | <b>7462.43</b>   |

Note: Independent assurance has been carried out by Ernst & Young LLP.

**9. Briefly describe the waste management practices adopted in your establishments. Describe the strategy adopted by your company to reduce usage of hazardous and toxic chemicals in your products and processes and the practices adopted to manage such wastes.**

A. Being a chemical manufacturing and environment conscious company, our focus is to manage the waste at the source itself which includes segregation of the waste so that it can be managed accordingly. We believe in 3R principles of waste management i.e., reduce, reuse and recycle. We have adopted the processes that are environment friendly and generate less wastes as compared to conventional methods like hydrogenation which helps in reducing the hazardous waste. We recycle our effluent and reuse within the premises and thus working towards zero liquid discharge. We are recovering waste heat and utilizing the same again thus there by reducing the energy requirements. We have diverted 84% of our waste from landfill to either recycling or reuse activities.

B. To handle the hazardous and toxic chemicals, we are making our premises safer and more hygienic by implementing latest available technologies and making employees more aware with respect to the handling and usage of the chemicals.

**10. If the entity has operations/offices in/around ecologically sensitive areas (such as national parks, wildlife sanctuaries, biosphere reserves, wetlands, biodiversity hotspots, forests, coastal regulation zones etc.) where environmental approvals / clearances are required.**

A. We do not have offices in/around ecologically sensitive areas (such as national parks, wildlife sanctuaries, biosphere reserves, wetlands, biodiversity hotspots, forests, coastal regulation zones etc.) where environmental approvals / clearances are required. We have all the sites in the notified industrial areas only.

**11. Details of environmental impact assessments of projects undertaken by the entity based on applicable laws, in the current financial year:**

| Name and brief details of project | EIA Notification No | Date | Whether conducted by independent external agency (Yes / No) | Results communicated in public domain (Yes / No) | Relevant Web link |
|-----------------------------------|---------------------|------|-------------------------------------------------------------|--------------------------------------------------|-------------------|
| NA                                | NA                  | NA   | NA                                                          | NA                                               | NA                |

**12. Is the entity compliant with the applicable environmental law/ regulations/ guidelines in India; such as the Water (Prevention and Control of Pollution) Act, Air (Prevention and Control of Pollution) Act, Environment protection act and rules thereunder (Y/N).**

A. Yes, we are compliant with the applicable environmental law/ regulations/ guidelines in India; such as the Water (Prevention and Control of Pollution) Act, Air (Prevention and Control of Pollution) Act, Environment protection act and rules thereunder.

## Leadership Indicators

1. Provide break-up of the total energy consumed (in Joules or multiples) from renewable and non-renewable sources, in the following format:

| Parameters                                                      | FY 2021-22<br>(Current Financial Year) | FY 2020-21<br>(Previous Financial Year) |
|-----------------------------------------------------------------|----------------------------------------|-----------------------------------------|
| <b>From Renewables</b>                                          |                                        |                                         |
| Total electricity consumption (A)                               | 31464.38 GJ                            | 0 GJ                                    |
| Total fuel consumption (B)                                      | Nil                                    | Nil                                     |
| Energy consumption through other sources (C)                    | Nil                                    | Nil                                     |
| <b>Total energy consumed from renewable sources (A+B+C)</b>     | <b>31464.38 GJ</b>                     | <b>0 GJ</b>                             |
| <b>From Non-Renewables</b>                                      |                                        |                                         |
| Total electricity consumption (D)                               | 186373.89 GJ                           | 1,89,588.21 GJ                          |
| Total fuel consumption (E)                                      | 1129771.41 GJ                          | 901354.16 GJ                            |
| Energy consumption through other sources (F)                    | 4712.03 GJ                             | -                                       |
| <b>Total energy consumed from non-renewable sources (D+E+F)</b> | <b>1320857.33 GJ</b>                   | <b>1090942.37 GJ</b>                    |

2. Provide the following details related to water discharged:

| Parameters                                                                                                       | FY 2021-22<br>(Current Financial Year) | FY 2020-21<br>(Previous Financial Year) |
|------------------------------------------------------------------------------------------------------------------|----------------------------------------|-----------------------------------------|
| <b>Water discharge by destination and level of treatment (in kilolitres)</b>                                     |                                        |                                         |
| (i) To Surface water                                                                                             |                                        |                                         |
| - No treatment                                                                                                   | Nil                                    | Nil                                     |
| - With treatment – please specify level of treatment                                                             | Nil                                    | Nil                                     |
| (ii) To Groundwater                                                                                              |                                        |                                         |
| - No treatment                                                                                                   | Nil                                    | Nil                                     |
| - With treatment – please specify level of treatment                                                             | Nil                                    | Nil                                     |
| (iii) To Seawater                                                                                                |                                        |                                         |
| - No treatment                                                                                                   | Nil                                    | Nil                                     |
| - With treatment – please specify level of treatment                                                             | Nil                                    | Nil                                     |
| (iv) Sent to third-parties                                                                                       |                                        |                                         |
| - No treatment                                                                                                   | Nil                                    | Nil                                     |
| - With treatment – please specify level of treatment                                                             |                                        |                                         |
| We have primary treatment, secondary treatment and tertiary treatment facility available for effluent treatment. | 32272.04 KL                            | 21700 KL                                |
| (v) Others                                                                                                       |                                        |                                         |
| - No treatment                                                                                                   | Nil                                    | Nil                                     |
| - With treatment – please specify level of treatment                                                             | Nil                                    | Nil                                     |
| <b>Total water discharged (in kilolitres)</b>                                                                    | <b>32272.04 KL</b>                     | <b>21700 KL</b>                         |

Note: Independent assurance has been carried out by Ernst & Young LLP.

3. If the entity has undertaken any specific initiatives or used innovative technology or solutions to improve resource efficiency, or reduce impact due to emissions / effluent discharge / waste generated, please provide details of the same as well as outcome of such initiatives, as per the following format:

| Sr. No. | Initiative undertaken | Details of the initiative (Web-link, if any, may be provided along-with summary) | Outcome of the initiative |
|---------|-----------------------|----------------------------------------------------------------------------------|---------------------------|
| NA      | NA                    | NA                                                                               | NA                        |

4. Does the entity have a business continuity and disaster management plan? Give details in 100 words/ web link.

We have a business continuity and disaster management plan in place. We have identified the threats and opportunities and captured in the threat matrix and their detailed action plan is available for each site in case company needs to continue its business operations with minimum facilities. Regarding the disaster management plan, we have onsite and offsite emergency plan which is available at each site and relevant employees are trained to handle the emergency situation.

**PRINCIPLE 7: Businesses, when engaging in influencing public and regulatory policy, should do so in a manner that is responsible and transparent**

#### Essential Indicators

1. a. Number of affiliations with trade and industry chambers/ associations.

a. Currently we are associated with 8 trade and industry chambers / associations.

b. List the top 10 trade and industry chambers/ associations (determined based on the total members of such body), of which the Company is a member or is affiliated to.

| Sr. No. | Name of the trade and industry chambers/ associations                  | Reach of trade and industry chambers/ associations (State/ National) |
|---------|------------------------------------------------------------------------|----------------------------------------------------------------------|
| 1       | Indo-German chamber of commerce                                        | National                                                             |
| 2       | Indo-American chamber of commerce                                      | National                                                             |
| 3       | Confederation of Indian Industry                                       | National                                                             |
| 4       | Indian Chemical Council                                                | National                                                             |
| 5       | Basic Chemicals, Cosmetics & Dyes Export Promotion Council (Chemexcil) | National                                                             |
| 6       | Pesticides Manufacturers & Formulators Association of India (PM FAI)   | National                                                             |
| 7       | South Gujarat chamber of commerce                                      | State                                                                |
| 8       | EBG Federation, India                                                  | National                                                             |

2. Provide details of corrective action taken or underway on any issues related to anti-competitive conduct by the entity, based on adverse orders from regulatory authorities.

A. We have not received any adverse orders from regulatory authorities in last FY 2021-22.

**PRINCIPLE 8: Businesses should promote inclusive growth and equitable development**

#### Essential Indicators

1. Details of Social Impact Assessments (SIA) of projects undertaken by the entity based on applicable laws, in the current financial year:

| Name and brief details of project | SIA Notification No. | Date of notification | Whether conducted by independent external agency (Yes / No) | Results communicated in public domain (Yes / No) | Relevant Web link |
|-----------------------------------|----------------------|----------------------|-------------------------------------------------------------|--------------------------------------------------|-------------------|
| NA                                | NA                   | NA                   | NA                                                          | NA                                               | NA                |

## 2. Provide information on project(s) for which ongoing Rehabilitation and Resettlement (R&R) is being undertaken by your entity, in the following format:

| Sr. No. | Name of Project for which R&R is ongoing | State | District | No. of Project Affected Families (PAFs) | % of PAFs covered by R&R | Amounts paid to PAFs in the FY (In INR) |
|---------|------------------------------------------|-------|----------|-----------------------------------------|--------------------------|-----------------------------------------|
| NA      | NA                                       | NA    | NA       | NA                                      | NA                       | NA                                      |

## 3. Describe the mechanisms to receive and redress grievances of the community.

Grievances can be written or verbal and can be expressed in local languages. They can be lodged by email, phone, through our community relations and development staff working locally, and other locally dedicated channels, as well as at corporate level. The grievances can be expressed anonymously, as well as on behalf of another individual. The channel is also open for our local suppliers. Each grievance is acknowledged once received, and the complainant is informed of the next steps. Once we receive a grievance, we assess its severity and assign to designate person, who will follow through to ensure that the issue is investigated by departments that are best suited to do so, and that the complainant is responded to in due course. Grievances with high severity levels are escalated to senior management levels. The grievance manager and the respective departments investigate the grievance and respond to the complainant informing them about the proposed resolution. In some cases, more information may be requested from the complainant to ensure a thorough investigation. We strive for our community grievance process to be based on dialogue where a resolution can be found together with the complainant. Remedies may be proposed on case-to-case basis. If the solution is refused, the complainant can appeal, in which case the grievance will be re-evaluated by alternate investigators. Once the complainant accepts the solution, the grievance is considered resolved. We aim to solve all grievances quickly.

## 4. Percentage of input material (inputs to total inputs by value) sourced from suppliers:

| Parameters                                                           | FY 2021-22<br>(Current Financial Year) | FY 2020-21<br>(Previous Financial Year) |
|----------------------------------------------------------------------|----------------------------------------|-----------------------------------------|
| Directly sourced from MSMEs/ small producers                         | 4.12%                                  | 2.78%                                   |
| Sourced directly from within the district and neighbouring districts | 73.73%                                 | 65.43%                                  |
| Sourced from outside India (Import)                                  | 22.15%                                 | 31.79%                                  |

## Leadership Indicators

### 1. Details of beneficiaries of CSR Projects:

| Sr. No. | CSR Project                                                                                                | No. of persons benefitted from CSR Projects                                                                 | % of beneficiaries from vulnerable and marginalized groups                                                     |
|---------|------------------------------------------------------------------------------------------------------------|-------------------------------------------------------------------------------------------------------------|----------------------------------------------------------------------------------------------------------------|
| 1       | Upgradation of physiotherapy dept. of <b>Dinbandhu Charitable Hospital Trust</b>                           | 3936                                                                                                        | 82%                                                                                                            |
| 2       | Bird Rescue, Rehabilitation and Animal Welfare undertaken through Prayas Team Environment Charitable Trust | 5357 Animals, Birds and Reptiles benefitted from the CSR funds from your organization.                      | 100% animals and birds and reptiles are from vulnerable and marginalised - Mainly all are homeless/ abandoned. |
| 3       | One Teacher School " <b>Ekal Vidyalaya</b> " undertaken through Friends of Tribals Society                 | The number of students is 1681. The number of villagers is 2368. The total number of beneficiaries is 4049. | 100% beneficiaries are mostly in villages where the villagers are vulnerable and marginalized groups.          |

**PRINCIPLE 9: Businesses should engage with and provide value to their consumers in a responsible manner****Essential Indicators****1. Describe the mechanisms in place to receive and respond to consumer complaints and feedback.**

A. We have procedure in place to address the consumer complaints based on the criticality of the complaint and also, we have feedback mechanism in place through which we improve our system on continuous basis.

**2. Turnover of products and/ services as a percentage of turnover from all products/service that carry information about:**

|                                                             | As a percentage to total turnover |
|-------------------------------------------------------------|-----------------------------------|
| Environmental and social parameters relevant to the product |                                   |
| Safe and responsible usage                                  | 100%                              |
| Recycling and/or safe disposal                              |                                   |

**3. Number of consumer complaints in respect of the following:**

| Parameter                      | FY 2021-22<br>(Current Financial Year) |     | Remarks | FY 2020-21<br>(Previous Financial Year) |     | Remarks |
|--------------------------------|----------------------------------------|-----|---------|-----------------------------------------|-----|---------|
| Data privacy                   | Nil                                    | Nil | Nil     | Nil                                     | Nil | Nil     |
| Advertising                    | Nil                                    | Nil | Nil     | Nil                                     | Nil | Nil     |
| Cyber-security                 | Nil                                    | Nil | Nil     | Nil                                     | Nil | Nil     |
| Delivery of essential services | Nil                                    | Nil | Nil     | Nil                                     | Nil | Nil     |
| Restrictive Trade Practices    | Nil                                    | Nil | Nil     | Nil                                     | Nil | Nil     |
| Unfair Trade Practices         | Nil                                    | Nil | Nil     | Nil                                     | Nil | Nil     |
| Other                          | NA                                     | NA  | NA      | NA                                      | NA  | NA      |

**4. Details of instances of product recalls on account of safety issues:**

|                   | Number | Reasons for recall |
|-------------------|--------|--------------------|
| Voluntary recalls | Nil    | Nil                |
| Forced recalls    | Nil    | Nil                |

**5. Does the entity have a framework/ policy on cyber security and risks related to data privacy?**

A. Yes, we have policy in place. Currently policy is available on intranet.

**6. Provide details of any corrective actions taken or underway on issues relating to advertising, and delivery of essential services; cyber security and data privacy of customers; re-occurrence of instances of product recalls; penalty / action taken by regulatory authorities on safety of products / services.**

A. We have not received any penalty / or no action has been taken by regulatory authorities on safety of products in last financial year.

**Leadership Indicators****1. Channels / platforms where information on products and services of the entity can be accessed.**

A. We have our services available on website. It is available at link <https://www.anupamrasayan.com/life-science-related-specialty-chemicals/> , <https://www.anupamrasayan.com/other-specialty-chemicals/> .

**2. Steps taken to inform and educate consumers about safe and responsible usage of products and/or services.**

A. We provide safety data sheets along with all our products which contains all the necessary information related to our product.

**3. Mechanisms in place to inform consumers of any risk of disruption/discontinuation of essential services.**

A. We have change procedures in place which triggers the communication to customers in case of any risk of disruption/discontinuation of essential services.

**4. Does the entity display product information on the product over and above what is mandated as per local laws?**

A. Yes, we do label as per GHS/CLP requirements which communicates the necessary information related to the nature of the products. We take feedback from our customers on periodic basis to continuously improve our systems. Yes, we carry out feedback survey with regard to consumer satisfaction relating to the major products / services of the entity as a whole.

**5. Provide the following information relating to data breaches:**

- a. Number of instances of data breaches along-with impact: **Nil, there is no impact due to the same.**
- b. Percentage of data breaches involving personally identifiable information of customers: **0%.**

**Click here to view the Independent Assurance Statement to Anupam Rasayan India Limited's Business Responsibility and Sustainability Report in the annual report for the financial year 2021-22**

# Independent Auditor's Report

**To**  
**The Members of Anupam Rasayan India Ltd**  
**Report on the Audit of the Standalone Financial Statements**

## Opinion

We have audited the accompanying Standalone Financial Statements of **Anupam Rasayan India Ltd** ("the Company"), which comprise the Balance Sheet as at March 31, 2022, the Statement of Profit and Loss (including Other Comprehensive Income), Statement of Changes in Equity and Statement of Cash Flows for the year ended on that date, and a summary of significant accounting policies and other explanatory information (hereinafter referred to as "Standalone Financial Statements").

In our opinion and to the best of our information and according to the explanations given to us, the aforesaid standalone financial statements give the information required by the Companies Act, 2013 ("the Act") in the manner so required and give a true and fair view in conformity with Indian Accounting standards prescribed under Section 133 of the Act read with the Companies (Indian Accounting Standards) Rules 2015, as amended ("Ind AS") and

other accounting principles generally accepted in India, of the state of affairs of the Company as at March 31, 2022, and its profit, total other comprehensive income, changes in equity and its cash flows for the year ended on that date.

## Basis for Opinion

We conducted our audit of the standalone financial statements in accordance with the Standards on Auditing ("SA's") 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 Standalone financial Statements section of our report. We are independent of the Company in accordance with the Code of Ethics issued by the Institute of Chartered Accountants of India ("ICAI") together with the ethical requirements that are relevant to our audit of the standalone financial Statements under the provisions of the Act and the Rules thereunder, and we have fulfilled our other ethical responsibilities in accordance with these requirements and the 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 statements.

## Key Audit Matters

Key audit matters are those matters that, in our professional judgement, were of most significance in our audit of the Standalone Financial Statements for the financial year ended March 31, 2022. These matters were addressed in the context of our audit of the Standalone Financial Statements as a whole, and in forming our opinion thereon, and we do not provide a separate opinion on these matters. For each matter below, our description of how our audit addressed the matter is provided in that context.

We have determined the matters described below to be the key audit matters to be communicated in our report. We have fulfilled the responsibilities described in the Auditors' responsibilities for the audit of the Standalone Financial Statements section of our report, including in relation to these matters. Accordingly, our audit included the performance of procedures designed to respond to our assessment of the risks of material misstatement of the Standalone Financial Statements. The results of our audit procedures, including the procedures performed to address the matters below, provide the basis for our audit opinion on the accompanying Standalone Financial Statements.

| The key audit matters                                                                                                                                                                                                                                                                                                                                                               | How our audit addressed the key audit matter                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                       |
|-------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------|--------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------|
| <b>Revenue recognition – Ind AS 115</b>                                                                                                                                                                                                                                                                                                                                             |                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                    |
| The Company recognises revenue when the control over the underlying products has been transferred to the customer.                                                                                                                                                                                                                                                                  | Our audit procedures included: <ul style="list-style-type: none"> <li>Focusing on the Company's revenue recognition for compliance with Ind AS;</li> </ul>                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                         |
| Due to the Company's sales under various contractual terms and across the country, delivery to customers in different regions might take different time periods and may result in undelivered goods at the period end. We consider a risk of misstatement of the Financial Statements related to transactions occurring close to the year the incorrect financial period (cut-off). | <ul style="list-style-type: none"> <li>Testing the design, implementation and operating effectiveness of the Company's manual and automated (Information Technology - IT) controls on recording revenue.</li> <li>Performing testing on selected statistical samples of revenue transactions recorded during the year. We verified contractual terms of invoices, acknowledged delivery receipts and tested the transit time to deliver the goods. Our tests of detail focused on cut-off samples to verify that only revenue pertaining to current year is recognized based on terms and conditions set out in sales contracts and delivery documents.</li> </ul> |

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

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

### Responsibilities of Management and Those Charged with Governance for the Standalone financial Statements

The Company's Board of Directors is responsible for the matters stated in section 134(5) of the Act with respect to the preparation of these standalone Financial Statements that give a true and fair view of the financial position, financial performance including other comprehensive income, changes in equity and cash flows of the Company in accordance with the Ind AS and other accounting principles generally accepted in India. This responsibility also

includes maintenance of adequate accounting records in accordance with the provisions of the Act for safeguarding of the assets of the Company and for preventing and detecting frauds and other irregularities; selection and application of appropriate accounting policies; making judgments and estimates that are reasonable and prudent; and design, implementation and maintenance of adequate internal financial controls, that were operating effectively for ensuring the accuracy and completeness of the accounting records, relevant to the preparation and presentation of the standalone financial Statements that give a true and fair view and are free from material misstatement, whether due to fraud or error.

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

The Board of Directors are 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 scepticism throughout the audit. We also:

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

- Evaluate the overall presentation, structure and content of the standalone financial statements, including the disclosures, and whether the standalone financial statements represent the underlying transactions and events in a manner that achieves fair presentation.

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

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

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

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

## Report on Other Legal and Regulatory Requirements

1. As required by the Companies (Auditor's Report) Order, 2020 ("the Order"), issued by the Central Government of India in terms of sub-section (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.
2. With respect to the other matters to be included in the Auditors' Report in accordance with section 197(16) of the Act, as amended:

In our opinion and according to the information and explanations given to us, the remuneration paid by the Company to its directors during the current year is in accordance with the provisions of Section 197 of the Act.

3. As required by Section 143(3) of the Act, based on our audit report we report that:

- (a) We have sought and obtained all the information and explanations which to the best of our knowledge and belief were necessary for the purposes of our audit.
- (b) In our opinion, proper books of account as required by law have been kept by the Company so far as it appears from our examination of those books.
- (c) The Balance Sheet, the Statement of Profit and Loss including Other Comprehensive Income, the Statement of Changes in Equity and the Statement of Cash Flows dealt with by this Report are in agreement with the books of account.
- (d) In our opinion, the aforesaid Standalone financial Statements comply with the Ind AS specified under Section 133 of the Act.
- (e) On the basis of the written representations received from the directors as on March 31, 2022, taken on record by the Board of Directors, none of the directors is disqualified as on March 31, 2022 from being appointed as a director in terms of Section 164(2) of the Act.
- (f) With respect to the adequacy of the internal financial controls with reference to standalone financial statements of the Company and the operating effectiveness of such controls, refer to our separate Report in **"Annexure B"**. Our report expresses an unmodified opinion on adequacy and operating effectiveness of the Company's internal financial controls over financial reporting.
- (g) With respect to the other matters to be included in the Auditor's Report in accordance with Rule 11 of the Companies (Audit and Auditors) Rules, 2014, as amended, in our opinion and to the best of our information and according to the explanations given to us:
  - i. The Company does not have any pending litigations which would impact its financial position.

ii. The Company has made provision, as required under the applicable law or accounting standards, for material foreseeable losses, if any, on long-term contracts including derivative contracts.

iii. There were no amounts which were required to be transferred to the Investor Education and Protection Fund by the Company.

iv. (a) The Management has represented to us that, to the best of its knowledge and belief, as disclosed in the notes to the accounts no funds (which are material either individually or in the aggregate) have been advanced or loaned or invested (either from borrowed funds or share premium or any other sources or kind of funds) by the company to or in any other persons or entities, including foreign entities ("Intermediaries"), with the understanding, whether recorded in writing or otherwise, that the Intermediary shall, whether, directly or indirectly lend or invest in other persons or entities identified in any manner whatsoever by or on behalf of the Company ("Ultimate Beneficiaries") or provide any guarantee, security or the like on behalf of the Ultimate Beneficiaries;

(b) The Management has represented to us that, to the best of its knowledge and belief, as disclosed in the notes to the accounts, no funds (which are material either individually or in the aggregate) have been received by the Company from any person(s) or entity(ies), including foreign entities ("Funding Parties"), with the understanding, whether recorded in writing or otherwise, that the company shall, whether, directly or indirectly, lend or invest in other persons or entities identified in any manner whatsoever by or on behalf of the Funding Party ("Ultimate Beneficiaries") or provide any guarantee, security or the like on behalf of the Ultimate Beneficiaries.

(c) Based on the audit procedures that have been considered reasonable and appropriate in the circumstances, nothing has come to our notice that cause us to believe that the representation given by the Management under paragraph (3)

(g) (iv) (a) and (b) above contain any material misstatement.

v. As stated in Note 15 and Note 43 to the standalone financial statements -

a) The final dividend proposed in the previous year, declared and paid by the Company during the year ₹ 49.96 million and the interim dividend ₹ 49.96 million declared and paid for the year is

in accordance with Section 123 of the Act, as applicable.

b) The Board of Directors of the Company have proposed final dividend for the year which is subject to the approval of the members at the ensuing Annual General Meeting. The amount of dividend proposed is in accordance with section 123 of the Act, as applicable

For **Rajendra & Co**  
Chartered Accountants  
Firm's Registration No. 108355W

**Akshay R Shah**  
Partner  
Membership No. 103316  
UDIN: 22103316AIWSRC1531

**Place:** Mumbai  
**Date:** May 12, 2022

# "Annexure A" to the Independent Auditor's Report

(Referred to in Paragraph 1, under the heading of "Report on other legal and regulatory requirements" section of our report to the Members of **Anupam Rasayan India Limited** of even date)

In terms of the information and explanations sought by us and given by the Company, and the books of account and records examined by us in the normal course of audit, we state that –

(i) (a)(A) The Company has maintained proper records showing full particulars, including quantitative details and situation of Property, Plant and Equipment and relevant details of right-of-use assets.

(B) The Company has maintained proper records showing full particulars of intangible assets. (b) All Property, Plant and Equipment were physically verified by the management in a phased periodical manner, which in our opinion is reasonable having regard to the size of the Company and nature of its assets. No material discrepancies were noticed on such physical verification.

(c) The title deeds of all the immovable properties (other than properties where the company is the lessee and the lease agreements are duly executed in favour of the lessee) disclosed in the standalone financial statements are held in the name of the company.

(d) The Company has not revalued its Property, Plant and Equipment (including Right of Use assets) and intangible assets during the year.

(e) There are no proceedings that have been initiated or are pending against the company for holding any benami property under the Prohibition of Benami Property Transactions Act, 1988 (45 of 1988) (as amended in 2016) and rules made thereunder and hence reporting under clause 3(i)(e) of the Order is not applicable.

(ii) (a) The inventories have been physically verified at reasonable intervals by the management and in our opinion the coverage and procedures followed by the management on such verification are appropriate. Further

no discrepancies of 10% or more in the aggregate for each class of inventory were noticed on such verification.

(b) During the year, the company has been sanctioned working capital limits in excess of five crore rupees, in aggregate, from banks or financial institutions on the basis of security of current assets. The quarterly returns or statements filed by the company with such banks or financial institutions are in agreement with the books of accounts of the company.

(iii) (a) (A) During the year, the company has not provided loans or advances in the nature of loans, or stood guarantee, or provided security to any subsidiary, joint venture or associates except loan to associate company of the wholly owned subsidiary company as below.

| Particulars                                  | Amounts<br>(In Million) |
|----------------------------------------------|-------------------------|
| Aggregate amount during the year             | 150.00                  |
| Balance outstanding as at balance sheet date | 110.67                  |

(B) During the year, the company has not provided loans or advances in the nature of loans, or stood guarantee, or provided security to parties other than subsidiary, joint venture or associates.

(b) We are of the opinion that the terms and conditions of the loans given and investment made during the year are, not prima facie, prejudicial to the Company's interest.

(c) In the case of loans given, the repayment of principal and payment of interest has been stipulated and the repayments or receipts have been regular.

(d) There is no overdue amount for more than ninety days in respect of loans given.

(e) There is no loan given falling due during the year, which has been renewed or extended

or fresh loans given to settle the overdue of existing loans given to the same party.

(f) The company has not granted any loans or advances in the nature of loans either repayable on demand or without specifying any terms or period of repayment during the year. Hence, reporting under clause 3(iii)(f) of the Order is not applicable.

(iv) The Company has not directly or indirectly advanced any loans to the person or given guarantees or securities in connection with the loan taken by persons covered under Section 185 of the Act. The Company has complied with the provisions of section 186 of the Act, in respect of investments made, loans, guarantee or security given, as applicable.

(v) The Company has neither accepted any deposits from the public nor accepted any amounts which are deemed to be deposits within the meaning of provisions of sections 73 to 76 of the Act and the rules framed there under. Therefore, the clause (v) of paragraph 3 of the Order is not applicable to the Company.

(vi) In our opinion the maintenance of cost records has been specified by the Central Government under sub section (1) of section 148 of the Act and such accounts and records have been so made and maintained by the company. We have however, not made a detailed examination of the records with a view to determining whether they are accurate or complete.

(vii) In respect of Statutory dues:

(a) The Company is regular in depositing undisputed statutory dues including Goods and Service Tax, Provident Fund, Employees' State Insurance, Income Tax, Sales Tax, Service Tax, Duty of Custom, Duty of Excise, Value Added Tax, Cess and any other statutory dues applicable to it to the appropriate authorities. According to the information and explanations given to us and based on audit procedures performed by us, no undisputed amounts payable in respect of the aforesaid statutory dues were outstanding, as at March 31, 2022 for a period of more than six months from the date they became payable.

(b) According to the records made available to us and the information and explanations given by the management, there are no disputed statutory dues on account of statutory dues referred to in sub clause (a) that have not been

deposited on account of matters pending before the appropriate authorities.

(viii) There are no transactions relating to previously unrecorded income that have been surrendered or disclosed as income during the year in tax assessments under the Income Tax Act, 1961 (43 of 1961).

(ix)(a) The Company has not defaulted in repayment of loans or other borrowings or in the payment of interest thereon to any lender.

(b) The company is a not declared wilful defaulter by any bank or financial institution or other lender.

(c) The term loans were applied for the purpose for which they were obtained.

(d) On an overall examination of the standalone financial statements of the Company, funds raised on short term basis have, prima facie, not been utilised for long term purposes by the Company.

(e) On an overall examination of the standalone financial statements of the Company, the Company has not taken any funds from any entity or person on account of or to meet the obligations of its subsidiaries, associates, or joint ventures.

(f) The Company has not raised loans during the year on the pledge of securities held in its subsidiaries, or joint ventures, or associate companies.

(x) (a) The moneys raised by way of initial public offer in the preceding year have been applied for the purpose for which those were raised.

(b) The company has not made any preferential allotment or private placement of shares or convertible debentures (fully, partially or optionally convertible) during the year and hence, reporting requirements under sub clause (b) of clause (x) of paragraph 3 of the order are not applicable to the company.

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

(b) No report under sub-section (12) of Section 143 of the Act has been filed in Form ADT-4 as prescribed under rule 13 of Companies (Audit and Auditors) Rules, 2014 with the Central

Government, during the year and up to the date of this report.

- (c) As represented to us by the Management, there were no whistle blower complaints received by the Company during the year.
- (xii) The Company is not a Nidhi Company as per the provisions of the Act and hence reporting under, the provisions of sub clause (a), (b) and (c) of clause (xii) of paragraph 3 of the Order are not applicable to the Company.
- (xiii) The Company is in compliance with Section 177 and 188 of the Act, where applicable, for all transactions with the related parties and the details of related party transactions have been disclosed in the standalone financial statements etc. as required by the applicable accounting standards.
- (xiv) (a) The Company has an 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) During the year, the Company has not entered into any non-cash transactions covered by Section 192 of the Act with its directors or persons connected with them and hence, reporting under clause 3(xv) of the Order is not applicable.
- (xvi) The Company is not required to be registered under Section 45-IA of the Reserve Bank of India Act, 1934 and hence reporting under sub clauses 3(xvi)(a), (b) and (c) of clause (xvi) of the Order is not applicable to the company.
- d. As represented by the management, the Group does not have any Core Investment Company (CIC) as part of the Group within Group as defined in (Reserve Bank) Directions, 2016.
- (xvii) On an overall examination of the balance sheet, 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 disclosed in note 38 to the standalone financial statements, ageing and expected dates of realisation of financial assets and payment of financial liabilities, other information accompanying the standalone financial statements, the 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 company is not capable of meeting its liabilities existing at the date of balance sheet as and when they fall due within a period of one year from the balance sheet date. We, however, state that this is not an assurance as to the future viability of the Company. We further state that our reporting is based on the facts up to the date of the audit report and we neither give any guarantee nor any assurance that all liabilities falling due within a period of one year from the balance sheet date, will get discharged by the Company as and when they fall due.
- (xx)(a) There is no unspent amount towards Corporate Social Responsibility (CSR) required to transfer a Fund specified in Schedule VII to the Companies Act within a period of six months of the expiry of the financial year in compliance with second proviso to sub- section (5) of section 135 of the said Act.
- (b) There are no ongoing CSR projects run by the company and hence, there is no amount remaining unspent under sub-section (6) of section 135 of the Companies Act, pursuant to any ongoing project, which is required to be transferred to special account in compliance with the provision of sub-section (6) of section 135 of the said Act.

For **Rajendra & Co**  
Chartered Accountants  
Firm's Registration No. 108355W

**Akshay R Shah**  
Partner  
Membership No. 103316  
UDIN: 22103316AIWSRC1531

**Place:** Mumbai  
**Date:** May 12, 2022

# Annexure "B" to the Independent Auditor's Report on the Standalone Financial Statements of Anupam Rasayan India Ltd

## Report on the internal financial controls with reference to the aforesaid financial statements under Clause (i) of Sub-section 3 of Section 143 of the Companies Act, 2013

(Referred to in paragraph 3 (f) under 'Report on Other Legal and Regulatory Requirements' of our report of even date)

We have audited the Internal Financial Control with reference to standalone financial statements of **ANUPAM RASAYAN INDIA LTD** ("the company") as of March 31, 2022 in conjunction with our audit of the Standalone Financial Statements of the Company for the year then ended.

and plan and perform the audit to obtain reasonable assurance about whether adequate internal financial controls with reference to standalone financial statements was established and maintained and if such controls operated effectively in all material respects.

### Management Responsibility for the Internal Financial Controls

The Company's management is responsible for establishing and maintaining internal financial controls based on the internal control with reference to standalone financial statements 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 (the "Guidance Note") issued by the Institute of Chartered Accountants of India ("ICAI"). These responsibilities include the design, implementation and maintenance of adequate internal financial controls that were operating effectively for ensuring the orderly and efficient conduct of its business, including adherence to company's policies, the safeguarding of its assets, the prevention and detection of frauds and errors, the accuracy and completeness of the accounting records, and the timely preparation of reliable financial information, as required under the Act.

Our audit involves performing procedures to obtain audit evidence about the adequacy of the internal financial controls system with reference to standalone financial statements and their operating effectiveness. Our audit of internal financial controls with reference to standalone financial statements included obtaining an understanding of internal financial controls with reference to 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 standalone Financial Statements, whether due to fraud or error.

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

### Auditor's Responsibility

Our responsibility is to express an opinion on the Company's internal financial controls with reference to standalone financial statements based on our audit. We conducted our audit in accordance with the Guidance Note and the Standards on auditing prescribed under Section 143(10) of the Act, to the extent applicable to an audit of internal financial controls. Those Standards and the Guidance Note require that we comply with ethical requirements

### Meaning of Internal Financial Controls with reference to standalone financial statements

A company's internal financial control with reference to standalone financial statements is a process designed to provide reasonable assurance regarding the reliability of financial reporting and the preparation of Standalone Financial Statements for external purposes in accordance with generally accepted accounting principles. A

company's internal financial control with reference to 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 Standalone 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 Standalone Financial Statements.

### **Inherent Limitations of Internal Financial Controls with reference to standalone financial statements**

Because of the inherent limitations of internal financial controls with reference to 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 with reference to standalone financial statements to future periods are subject to the risk that the internal financial control with reference to 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, to the best of our information and according to the explanations given to us, the Company has, in all material respects, an adequate internal financial controls system with reference to standalone financial statements and such internal financial controls with reference to standalone financial statements were operating effectively as at March 31, 2022, based on the internal control with reference to standalone financial statements criteria established by the Company considering the essential components of internal control stated in the Guidance Note.

For **Rajendra & Co**  
Chartered Accountants  
Firm's Registration No. 108355W

**Akshay R Shah**  
Partner  
Membership No. 103316  
UDIN: 22103316AIWSRC1531

**Place:** Mumbai  
**Date:** May 12, 2022

# Standalone Balance Sheet

As At March 31, 2022

|                                                                                    |          | Amount (₹) in million |                      |
|------------------------------------------------------------------------------------|----------|-----------------------|----------------------|
| Particulars                                                                        | Note No. | As at March 31, 2022  | As at March 31, 2021 |
| <b>I. ASSETS:</b>                                                                  |          |                       |                      |
| <b>Non-Current Assets</b>                                                          |          |                       |                      |
| Property, Plant and Equipment                                                      | 2        | 11,475.69             | 10,665.04            |
| Rights-of-Use Assets                                                               | 3        | 440.65                | 378.79               |
| Capital Work-in-Progress                                                           | 2        | 427.78                | 424.47               |
| Intangible Assets                                                                  | 2        | 115.01                | 115.87               |
| <b>Financial Assets</b>                                                            |          |                       |                      |
| Investments                                                                        | 4        | 1,481.53              | 0.10                 |
| Loans                                                                              | 5        | 86.42                 | 80.32                |
| Other Financial Assets                                                             | 6        | 227.91                | 194.05               |
| Other Non-Current Assets                                                           | 7        | 177.31                | 217.90               |
|                                                                                    |          | <b>14,432.30</b>      | <b>12,076.54</b>     |
| <b>Current assets</b>                                                              |          |                       |                      |
| Inventories                                                                        | 8        | 8,630.24              | 4,912.10             |
| <b>Financial Assets</b>                                                            |          |                       |                      |
| Trade Receivables                                                                  | 9        | 2,800.95              | 2,054.89             |
| Cash & Cash Equivalents                                                            | 10       | 420.62                | 2,410.49             |
| Other Bank Balance                                                                 | 11       | 1,674.52              | 545.41               |
| Loans                                                                              | 12       | 40.41                 | 34.04                |
| Other Financial Assets                                                             | 13       | 298.07                | 194.63               |
| Other Current Assets                                                               | 14       | 564.69                | 725.09               |
|                                                                                    |          | <b>14,429.50</b>      | <b>10,876.66</b>     |
| <b>TOTAL ASSETS</b>                                                                |          | <b>28,861.80</b>      | <b>22,953.20</b>     |
| <b>II. EQUITY AND LIABILITIES:</b>                                                 |          |                       |                      |
| <b>Equity</b>                                                                      |          |                       |                      |
| Equity Share Capital                                                               | 15       | 1,002.47              | 999.22               |
| Other Equity                                                                       | 15       | 16,244.07             | 14,726.86            |
| <b>Total Equity</b>                                                                |          | <b>17,246.54</b>      | <b>15,726.08</b>     |
| <b>Non-Current Liabilities</b>                                                     |          |                       |                      |
| <b>Financial Liabilities</b>                                                       |          |                       |                      |
| Borrowings                                                                         | 16       | 4,944.77              | 2,473.89             |
| Lease Liability                                                                    | 3        | 195.01                | 322.32               |
| Deferred Tax Liabilities (Net)                                                     | 34       | 546.10                | 243.43               |
|                                                                                    |          | <b>5,685.88</b>       | <b>3,039.64</b>      |
| <b>Current Liabilities</b>                                                         |          |                       |                      |
| <b>Financial Liabilities</b>                                                       |          |                       |                      |
| Borrowings                                                                         | 17       | 3,013.73              | 1,389.19             |
| Lease Liability                                                                    | 3        | 208.64                | 40.41                |
| <b>Trade Payables:</b>                                                             |          |                       |                      |
| Due to Micro and Small Enterprises                                                 | 18       | 8.42                  | 3.30                 |
| Due to other than Micro and Small Enterprises                                      | 18       | 2,256.32              | 1,982.22             |
| Other Financial Liabilities                                                        | 19       | 27.21                 | 230.14               |
| Provisions                                                                         | 20       | 91.28                 | 152.59               |
| Other Current Liabilities                                                          | 21       | 188.46                | 300.92               |
| Current Tax Liabilities (Net)                                                      | 22       | 135.32                | 88.71                |
|                                                                                    |          | <b>5,929.38</b>       | <b>4,187.48</b>      |
| <b>TOTAL EQUITY AND LIABILITIES</b>                                                |          | <b>28,861.80</b>      | <b>22,953.20</b>     |
| The accompanying notes are an integral part of the Standalone Financial Statements |          |                       |                      |
|                                                                                    |          | 2-43                  |                      |

As per our report of even date  
**For and on behalf of the Board,**

**For Rajendra & Co.**  
 Chartered Accountants  
 Firm Reg. No. 108355W

**Anand Desai**  
 Managing Director  
 DIN: 00038442

**Mona Desai**  
 Whole Time  
 Director  
 DIN:  
 00038429

**Suchi Agarwal**  
 Company  
 Secretary &  
 Compliance  
 Officer

**Amit Khurana**  
 Chief Financial  
 Officer

**Akshay R. Shah**  
 Partner  
 Mem. No. 103316

**Date :** May 12, 2022  
**Place:** Surat

**Date :** May 12, 2022  
**Place:** Mumbai

# Statement of Standalone Profit and Loss

For The Year Ended March 31, 2022

Amount (₹) in million except earning per share

| Particulars                                                                                                  | Note No.  | Financial Year Ended |                 |
|--------------------------------------------------------------------------------------------------------------|-----------|----------------------|-----------------|
|                                                                                                              |           | March 31, 2022       | March 31, 2021  |
| <b>INCOME:</b>                                                                                               |           |                      |                 |
| Revenue from Operations (a)                                                                                  | 23        | 10,660.01            | 8,108.88        |
| Other Income (b)                                                                                             | 24        | 151.06               | 266.10          |
| <b>Total Income (a)+(b)</b>                                                                                  |           | <b>10,811.07</b>     | <b>8,374.98</b> |
| <b>EXPENSES:</b>                                                                                             |           |                      |                 |
| Cost of Materials Consumed                                                                                   | 25        | 6,929.79             | 4,704.05        |
| Purchase of Stock in Trade                                                                                   | 25        | -                    | -               |
| Changes in Inventories of Finished Goods, Work-in-Progress and Stock-in-Trade                                | 25        | (3,217.97)           | (1,307.10)      |
| Employee Benefits Expense                                                                                    | 26        | 485.04               | 324.43          |
| Finance Costs                                                                                                | 27        | 308.27               | 685.43          |
| Depreciation, Amortization and Impairment Expense                                                            | 2         | 601.16               | 516.52          |
| Other Expenses                                                                                               | 28        | 3,502.97             | 2,457.41        |
| <b>Total Expenses</b>                                                                                        |           | <b>8,609.26</b>      | <b>7,380.74</b> |
| <b>Profit Before Tax</b>                                                                                     |           | <b>2,201.81</b>      | <b>994.24</b>   |
| <b>Tax Expenses</b>                                                                                          |           |                      |                 |
| Current tax                                                                                                  |           | 391.37               | 175.29          |
| Deferred tax                                                                                                 |           | 302.68               | 52.99           |
| Short Provision of Tax Expenses of earlier year(s)                                                           |           | -                    | 66.74           |
| <b>Profit after tax for the year</b>                                                                         |           | <b>1,507.76</b>      | <b>699.21</b>   |
| <b>Other Comprehensive Income</b>                                                                            |           |                      |                 |
| <b>A Items that will not be reclassified to Profit or Loss :</b>                                             |           |                      |                 |
| Gain/(loss) on remeasurements of the defined benefits plan                                                   |           | (20.24)              | (14.44)         |
| Income tax (expenses)/income on remeasurements of the defined benefits plan                                  |           | 7.07                 | 2.52            |
|                                                                                                              |           | <b>(13.17)</b>       | <b>(11.91)</b>  |
| <b>B Items that may be reclassified to Profit or Loss :</b>                                                  |           |                      |                 |
| Effective portion of gain/(loss) on hedging instruments in a cash flow hedge                                 |           | 5.82                 | 5.38            |
| Income tax (expenses)/income on effective portion of gain/(loss) on hedging instruments in a cash flow hedge |           | (1.02)               | (0.94)          |
|                                                                                                              |           | <b>4.80</b>          | <b>4.44</b>     |
| <b>Other Comprehensive Income for the year (Net of Tax)</b>                                                  |           | <b>(8.36)</b>        | <b>(7.47)</b>   |
| <b>Total Comprehensive Income for the year</b>                                                               |           | <b>1,499.40</b>      | <b>691.75</b>   |
| <b>Earnings per Equity share</b>                                                                             | <b>33</b> |                      |                 |
| <b>Basic Earnings per Equity Share</b>                                                                       |           | <b>15.08</b>         | <b>8.51</b>     |
| <b>Diluted Earnings per Equity Share</b>                                                                     |           | <b>15.04</b>         | <b>8.51</b>     |
| <b>Face value per Equity Share</b>                                                                           |           | <b>10.00</b>         | <b>10.00</b>    |

As per our report of even date  
For and on behalf of the Board,

For **Rajendra & Co.**  
Chartered Accountants  
Firm Reg. No. 108355W

**Anand Desai**  
Managing Director  
DIN: 00038442

**Mona Desai**  
Whole Time  
Director  
DIN: 00038429

**Suchi Agarwal**  
Company Secretary  
& Compliance  
Officer

**Amit Khurana**  
Chief Financial  
Officer

**Akshay R. Shah**  
Partner  
Mem. No. 103316

**Date :** May 12, 2022  
**Place:** Surat

**Date :** May 12, 2022  
**Place:** Mumbai

# Standalone Cash Flow Statement

For The Year Ended March 31, 2022

Amount (₹) in million

| Particulars                                                         | As at March 31, 2022 | As at March 31, 2021 |
|---------------------------------------------------------------------|----------------------|----------------------|
| <b>A. Cash flow from operating activities:</b>                      |                      |                      |
| Net profit/(loss) before tax and extraordinary items:               | <b>2,201.81</b>      | <b>994.24</b>        |
| <b>Adjustments for:</b>                                             |                      |                      |
| Financial charges                                                   | 308.27               | 685.43               |
| Depreciation & amortization                                         | 601.16               | 516.52               |
| (Profit)/loss on sale of fixed assets                               | 2.58                 | 1.79                 |
| (Profit)/loss on sale of Investments                                | -                    | (0.01)               |
| ESOP Expenses                                                       | 52.38                | 6.35                 |
| Lease charges                                                       | 0.96                 | 0.96                 |
| Bad Debts/Advance written off                                       | -                    | 7.47                 |
| Unrealised exchange differences                                     | (116.35)             | (21.99)              |
| <b>Operating profit before working capital changes</b>              | <b>3,050.81</b>      | <b>2,190.75</b>      |
| <b>Adjustments for:</b>                                             |                      |                      |
| (Increase)/decrease in inventories                                  | (3,718.14)           | (1,944.83)           |
| (Increase)/decrease in trade and other receivables                  | (699.16)             | (1,099.20)           |
| (Increase)/decrease in loans and advances                           | (6.36)               | 24.85                |
| (Increase)/decrease in other non current assets                     | (3.30)               | 4.08                 |
| Increase/(decrease) in trade payables & other liabilities           | 16.47                | 1,006.91             |
| <b>Cash generated from operations before extra ordinary items</b>   | <b>(1,359.68)</b>    | <b>182.57</b>        |
| Direct taxes refund/(paid) [net]                                    | (354.86)             | (173.64)             |
| <b>Net cash generated from / (utilized in) operations</b>           | <b>(1,714.53)</b>    | <b>8.93</b>          |
| <b>B. Cash flow from investing activities:</b>                      |                      |                      |
| Acquisition of fixed assets                                         | (1,467.17)           | (1,454.35)           |
| Proceeds from sale of fixed assets                                  | 1.26                 | 2.89                 |
| Purchase of non-current investments                                 | (1,481.43)           | 4.01                 |
| Movement in Bank Fixed Deposits/Earmarked bank balance              | (1,171.62)           | (477.29)             |
| <b>Net cash generated from / (utilized in) investing activities</b> | <b>(4,118.97)</b>    | <b>(1,924.75)</b>    |
| <b>C. Cash flow from financing activities:</b>                      |                      |                      |
| Financial charges (interest paid)                                   | (305.05)             | (685.30)             |
| Payment of lease liabilities                                        | (41.39)              | (10.59)              |
| (Repayments)/Proceeds from non-current borrowings                   | 2,571.38             | (2,340.18)           |
| (Repayments)/Proceeds from other borrowings (net)                   | 1,650.01             | (1,903.20)           |
| Proceeds from fresh issue of Equity share capital                   | 3.24                 | 217.97               |
| Security premium received                                           | 69.77                | 9,218.03             |
| Dividend paid                                                       | (99.92)              | -                    |
| Payment for share issued                                            | (4.42)               | (339.04)             |
| <b>Net cash generated from financing activities</b>                 | <b>3,843.63</b>      | <b>4,157.70</b>      |
| <b>Net (decrease)/increase in cash and cash equivalents</b>         | <b>(1,989.87)</b>    | <b>2,241.94</b>      |
| Cash and cash equivalents at beginning of the Year                  | 2,410.49             | 168.55               |
| Cash and cash equivalents at closing of the Year                    | <b>420.62</b>        | <b>2,410.49</b>      |
| <b>Cash and cash equivalents comprise of:</b>                       |                      |                      |
| Cash on Hand                                                        | 4.55                 | 5.36                 |
| Bank Overdraft and other short term facilities                      | -                    | -                    |
| Balance with Scheduled Banks in Current accounts                    | 415.35               | 2,404.80             |
| Balance in foreign currency                                         | 0.71                 | 0.33                 |
|                                                                     | <b>420.62</b>        | <b>2,410.49</b>      |

**Change in Liability arising from financing activities**

Amount (₹) in million

| Particulars                                 | As at<br>March 31, 2021 | Cash Flow       | Foreign Exchange<br>Difference | As at<br>March 31, 2022 |
|---------------------------------------------|-------------------------|-----------------|--------------------------------|-------------------------|
| Borrowing - Non Current (Refer Note No. 16) | 3,435.33                | 2,542.86        | (100.50)                       | 5,877.69                |
| Borrowing - Current (Refer Note No. 17)     | 427.75                  | 1,678.54        | (25.47)                        | 2,080.82                |
| <b>Total</b>                                | <b>3,863.08</b>         | <b>4,221.40</b> | <b>(125.97)</b>                | <b>7,958.51</b>         |

Amount (₹) in million

| Particulars                                 | As at<br>March 31, 2020 | Cash Flow         | Foreign Exchange<br>Difference | As at<br>March 31, 2021 |
|---------------------------------------------|-------------------------|-------------------|--------------------------------|-------------------------|
| Borrowing - Non Current (Refer Note No. 16) | 5,814.11                | (2,339.67)        | (39.10)                        | 3,435.33                |
| Borrowing - Current (Refer Note No. 17)     | 2,365.59                | (1,933.20)        | (4.64)                         | 427.75                  |
| <b>Total</b>                                | <b>8,179.70</b>         | <b>(4,272.88)</b> | <b>(43.74)</b>                 | <b>3,863.08</b>         |

As per our report of even date  
For and on behalf of the Board,

For **Rajendra & Co.**  
Chartered Accountants  
Firm Reg. No. 108355W

**Anand Desai**  
Managing Director  
DIN: 00038442

**Mona Desai**  
Whole Time  
Director  
DIN: 00038429

**Suchi Agarwal**  
Company Secretary  
& Compliance  
Officer

**Amit Khurana**  
Chief Financial  
Officer

**Akshay R. Shah**  
Partner  
Mem. No. 103316

**Date :** May 12, 2022  
**Place:** Surat

**Date :** May 12, 2022  
**Place:** Mumbai

# Statement of Changes In Equity

For The Year Ended March 31, 2022

## A. Equity Share Capital

Amount (₹) in million

| Particulars                                                                                 | As at March 31, 2022 |            | As at March 31, 2021 |            |
|---------------------------------------------------------------------------------------------|----------------------|------------|----------------------|------------|
|                                                                                             | No. of shares        | Amount (₹) | No. of shares        | Amount (₹) |
| Issued, subscribed and fully paid up equity shares outstanding at the beginning of the year | 9,99,22,391          | 999.22     | 5,00,00,100          | 500.00     |
| Shares issued during the year*                                                              | 3,24,494             | 3.24       | 2,17,97,391          | 217.97     |
| Conversion of Compulsorily convertible preference shares into Equity shares                 | -                    | -          | 2,81,24,900          | 281.25     |
| Issued, subscribed and fully paid up equity shares outstanding at the end of the year       | 10,02,46,885         | 1,002.47   | 9,99,22,391          | 999.22     |

### Reconciliation for Current Reporting year:

Amount (₹) in million

| Particulars          | Balance at the beginning of current reporting year | Changes in equity share capital due to prior period errors | Restated balance at the beginning of the current reporting year | Changes in equity share capital during the current year | Balance at the end of the current reporting year |
|----------------------|----------------------------------------------------|------------------------------------------------------------|-----------------------------------------------------------------|---------------------------------------------------------|--------------------------------------------------|
| Equity Share Capital | 999.22                                             | -                                                          | 999.22                                                          | 3.24                                                    | 1,002.47                                         |

### Reconciliation for Previous Reporting year:

Amount (₹) in million

| Particulars          | Balance at the beginning of previous reporting year | Changes in equity share capital due to prior period errors | Restated balance at the beginning of the previous reporting year | Changes in equity share capital during the previous year | Balance at the end of the previous reporting year |
|----------------------|-----------------------------------------------------|------------------------------------------------------------|------------------------------------------------------------------|----------------------------------------------------------|---------------------------------------------------|
| Equity Share Capital | 500.00                                              | -                                                          | 500.00                                                           | 499.22                                                   | 999.22                                            |

## B. Compulsorily Convertible Preference Shares

### Reconciliation for Current Reporting year:

Amount (₹) in million

| Particulars                                | Balance at the beginning of current reporting year | Changes in Compulsorily Convertible Preference Shares due to prior period errors | Restated balance at the beginning of the current reporting year | Changes in Compulsorily Convertible Preference Shares during the current year | Balance at the end of the current reporting year |
|--------------------------------------------|----------------------------------------------------|----------------------------------------------------------------------------------|-----------------------------------------------------------------|-------------------------------------------------------------------------------|--------------------------------------------------|
| Compulsorily Convertible Preference Shares | -                                                  | -                                                                                | -                                                               | -                                                                             | -                                                |

### Reconciliation for Previous Reporting year:

Amount (₹) in million

| Particulars                                | Balance at the beginning of previous reporting year | Changes in Compulsorily Convertible Preference Shares due to prior period errors | Restated balance at the beginning of the previous reporting year | Changes in Compulsorily Convertible Preference Shares during the previous year | Balance at the end of the previous reporting year |
|--------------------------------------------|-----------------------------------------------------|----------------------------------------------------------------------------------|------------------------------------------------------------------|--------------------------------------------------------------------------------|---------------------------------------------------|
| Compulsorily Convertible Preference Shares | 281.25                                              | -                                                                                | 281.25                                                           | (281.25)                                                                       | -                                                 |

**C. Other equity**

Amount (₹) in million

| Particulars                                                           | Reserves and surplus |                 |                   |                             | Other Comprehensive Income | Total Equity     |
|-----------------------------------------------------------------------|----------------------|-----------------|-------------------|-----------------------------|----------------------------|------------------|
|                                                                       | Securities Premium   | General Reserve | Retained Earnings | Share Based Payment Reserve | Cash flow hedging reserve  |                  |
| <b>Balance as at 01-04-2020</b>                                       | <b>2,427.52</b>      | <b>1.02</b>     | <b>2,742.95</b>   | <b>-</b>                    | <b>(21.63)</b>             | <b>5,149.87</b>  |
| Profit for the year (a)                                               | -                    | -               | 699.21            | -                           | -                          | 699.21           |
| Other Comprehensive Income (b)                                        | -                    | -               | (11.91)           | -                           | 4.44                       | (7.47)           |
| <b>Total Comprehensive Income for the year (a+b)</b>                  | <b>-</b>             | <b>-</b>        | <b>687.30</b>     | <b>-</b>                    | <b>4.44</b>                | <b>691.73</b>    |
| Issue of Equity shares*                                               | 9,218.03             | -               | -                 | -                           | -                          | 9,218.03         |
| Issue of share options granted                                        | -                    | -               | -                 | 6.35                        | -                          | 6.35             |
| Preference share dividend paid during the year                        | -                    | -               | (0.08)            | -                           | -                          | (0.08)           |
| Share issue expenses                                                  | (339.04)             | -               | -                 | -                           | -                          | (339.04)         |
| <b>Balance as at 31-03-2021</b>                                       | <b>11,306.51</b>     | <b>1.02</b>     | <b>3,430.17</b>   | <b>6.35</b>                 | <b>(17.18)</b>             | <b>14,726.86</b> |
| <b>Balance as at 01-04-2021</b>                                       | <b>11,306.51</b>     | <b>1.02</b>     | <b>3,430.17</b>   | <b>6.35</b>                 | <b>(17.18)</b>             | <b>14,726.86</b> |
| Profit for the year (a)                                               | -                    | -               | 1,507.76          | -                           | -                          | 1,507.76         |
| Other Comprehensive Income (b)                                        | -                    | -               | (13.17)           | -                           | 4.80                       | (8.36)           |
| <b>Total Comprehensive Income for the period (a+b)</b>                | <b>-</b>             | <b>-</b>        | <b>1,494.60</b>   | <b>-</b>                    | <b>4.80</b>                | <b>1,499.40</b>  |
| Issue of share options granted                                        | -                    | -               | -                 | 35.20                       | -                          | 35.20            |
| Issue of Equity Shares against ESOP exercised                         | 69.77                | -               | -                 | -                           | -                          | 69.77            |
| Share issue expenses                                                  | (4.42)               | -               | -                 | -                           | -                          | (4.42)           |
| Final Dividend paid for the Previous Financial Year i.e (FY 2020-21)  | -                    | -               | (49.96)           | -                           | -                          | (49.96)          |
| Interim Dividend paid for the Current Financial Year i.e (FY 2021-22) | -                    | -               | (49.96)           | -                           | -                          | (49.96)          |
| Other Comprehensive Income reclassified to Profit and Loss account    | -                    | -               | -                 | -                           | 17.18                      | 17.18            |
| <b>Balance as at 31-03-2022</b>                                       | <b>11,371.86</b>     | <b>1.02</b>     | <b>4,824.84</b>   | <b>41.54</b>                | <b>4.80</b>                | <b>16,294.03</b> |

\*In FY 2020-2021, the Company has completed Initial Public Offerings (IPO) of 1,37,15,495 shares of ₹ 10/- each (Issued 1,34,95,495 Equity Shares at an offer price of ₹ 555/- per Equity Share and 2,20,000 Equity Shares to the Employees of the Company at an offer price of ₹ 500/- per Equity Share) aggregating to ₹ 7,600 millions through Fresh Issue of Equity Shares. The Equity Shares of the Company are listed on March 24, 2021 on BSE Limited (BSE) and National Stock Exchange of India Limited (NSE).

As per our report of even date  
**For and on behalf of the Board,**

**Anand Desai**  
 Managing Director  
 DIN: 00038442

**Mona Desai**  
 Whole Time Director  
 DIN: 00038429

**Suchi Agarwal**  
 Company Secretary & Compliance Officer

**Amit Khurana**  
 Chief Financial Officer

**For Rajendra & Co.**  
 Chartered Accountants  
 Firm Reg. No. 108355W

**Akshay R. Shah**  
 Partner  
 Mem. No. 103316

**Date :** May 12, 2022  
**Place:** Surat

**Date :** May 12, 2022  
**Place:** Mumbai

# Note 1 To Standalone Financial Statements For The Year Ended March 31, 2022

## (1) Company overview

Anupam Rasayan India Limited ("the Company") is a Public Company incorporated and domiciled in India, having its registered office in Surat, Gujarat, India. The Company is engaged in manufacturing of chemicals, which are sold in local market as well as exported to other countries.

The Company had completed Initial Public Offerings (IPO) of 1,37,15,495 shares of ₹ 10/- each (Issued 1,34,95,495 Equity Shares at an offer price of ₹ 555/- per Equity Share and 2,20,000 Equity Shares to the Employees of the Company at an offer price of ₹ 500/- per Equity Share) aggregating to ₹ 7,600 million through Fresh Issue of Equity Shares. The Equity Shares of the Company are listed on March 24, 2021 on BSE Limited (BSE) and National Stock Exchange of India Limited (NSE).

The financial statements have been prepared for the year ended on March 31, 2022.

## (2) Significant accounting policies

### (A) Statement of compliance

#### (i) Basis of preparation of financial statements

##### Compliance with Ind AS

The standalone financial statements are prepared in accordance with Indian Accounting Standards ("Ind AS"), under the historical cost convention on the accrual basis except for certain financial instruments which are measured at fair values. The Ind AS are prescribed under Section 133 of the Act read with the Companies (Indian Accounting Standards) Rules, 2015, as amended and other relevant provisions of the Act.

Effective from April 01, 2018, the Company had adopted all the Ind AS and the adoption has been carried out in accordance with Ind AS 101, First time Adoption of Indian Accounting Standards, with April 01, 2017 as the transition date. The transition was carried out from Indian Accounting Principles generally accepted in India as prescribed under Section 133 of the Act, which was the previous GAAP.

##### Presentation of financial statements

The Balance Sheet as at March 31, 2022 and the Statement of Profit and Loss for the year ending

March 31, 2022 are prepared and presented in the format prescribed in the Schedule III to the Companies Act, 2013 ("the Act"). The Statement of Cash Flows for the year ended March 31, 2022 has been prepared and presented as per the requirements of Ind AS 7 "Statement of Cash Flows". The disclosure requirements with respect to items in the Balance Sheet and Statement of Profit and Loss, as prescribed in the Schedule III to the Act, are presented by way of notes forming part of the financial statements.

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

With effect from April 01, 2019, Ind AS 116 – "Leases" (Ind AS 116) supersedes Ind AS 17 – "Leases". The Company has adopted Ind AS 116 using the prospective approach. The application of Ind AS 116 has resulted into recognition of 'Right-of-Use' asset with a corresponding Lease Liability in the Balance Sheet.

The Company's Financial Statements are presented in Indian Rupees, which is also its functional currency and all values are rounded to the nearest millions (₹ 0,00,000), except when otherwise indicated.

#### (ii) Investments in subsidiaries, Associates and Joint Ventures

The investment in subsidiaries and associates are carried in these financial statements at historical cost, except when the investment, or a portion thereof, is classified as held for sale, in which case, it is accounted for as Non-Current assets held for sale and discontinued operations.

Where the carrying amount of investment is greater than its estimated recoverable amount, it is written down immediately to its recoverable amount and the difference is transferred to the Statement of Profit and Loss.

On disposal of investment, the difference between the net disposal proceeds and the carrying amount is charged or credited to the Statement of Profit or Loss.

**(iii) Property, plant and equipment**

Freehold land is carried at historical cost.

All other items of Property, plant and equipment are stated at cost of acquisition net of any trade discounts and rebates, any import duties and other taxes (other than those subsequently recoverable from the tax authorities), any directly attributable expenditure on making the asset ready for its intended use, including relevant borrowing costs for qualifying assets and any expected costs of decommissioning. Expenditure incurred after the property, plant and equipment have been put into operation, such as repairs and maintenance, are charged to the Statement of Profit and Loss in the year in which the costs are incurred. Major shutdown and overhaul expenditure is capitalized as the activities undertaken improves the economic benefits expected to arise from the asset. It includes professional fees and, for qualifying assets, borrowing costs capitalized in accordance with the Company's accounting policy based on Ind AS 23 – Borrowing costs. Such properties are classified to the appropriate categories of PPE when completed and ready for intended use. Assets in the course of construction are capitalized in the assets under construction account. At the point when an asset is operating at management's intended use, the cost of construction is transferred to the appropriate category of property, plant and equipment and depreciation commences. Costs associated with the commissioning of an asset and any obligatory decommissioning costs are capitalized where the asset is available for use but incapable of operating at normal levels until a year of commissioning has been completed. Revenue generated from production during the trial period is capitalized. Property, plant and equipment except freehold land held for use in the production, supply or administrative purposes, are stated in the balance sheet at cost less accumulated depreciation and accumulated impairment losses, if any.

The Company has elected to continue with the carrying value for all of its property, plant and equipment as recognized in the financial statements on transition to Ind AS, measured as per the previous GAAP and use that as its deemed cost as at the date of transition.

**Subsequent expenditure and componentization**

Parts of an item of PPE having different useful lives and significant value and subsequent expenditure on Property, Plant and Equipment arising on account of capital improvement or other factors are accounted for as separate components only when it is probable that future economic benefits associated with the item will flow to the Company and the cost of the item can be measured reliably. The carrying amount

of any component accounted for as a separate asset is derecognized when replaced. All other repairs and maintenance are charged to profit or loss during the reporting period in which they are incurred.

**Decommissioning costs**

Decommissioning cost includes cost of restoration. Provision for decommissioning costs is recognized when the Company has a legal or constructive obligation to plug and abandon a well, dismantle and remove a facility or an item of Property, Plant and Equipment and to restore the site on which it is located. The full eventual estimated provision towards costs relating to dismantling, abandoning and restoring sites and other facilities are recognized in respective assets when the site is complete / facilities or Property, Plant and Equipment are installed. The amount recognized is the present value of the estimated future expenditure determined using existing technology at current prices and escalated using appropriate inflation rate till the expected date of decommissioning and discounted up to the reporting date using the appropriate risk-free discount rate. An amount equivalent to the decommissioning provision is recognized along with the cost of exploratory well or Property, Plant and Equipment.

**Depreciation and Useful life**

Depreciable amount for assets is the cost of an asset, or other amount substituted for cost, less its estimated residual value. Depreciation is recognized so as to write off the cost of assets (other than freehold land and properties under construction) less their residual values over their useful lives, using straight-line method as per the useful life prescribed in Schedule II to the Companies Act, 2013 except in respect of following categories of assets, in whose case the life of the assets has been assessed as under based on technical advice, taking into account the nature of the asset, the estimated usage of the asset, the operating conditions of the asset, past history of replacement, anticipated technological changes, manufacturers warranties and maintenance support, etc.

| Asset class            | Useful life |
|------------------------|-------------|
| Building               | 10-30 Years |
| Plant and machinery    | 8-30 Years  |
| Office equipment       | 3-20 Years  |
| Computer equipment     | 3-5 Years   |
| Furniture and fixtures | 10-20 Years |
| Vehicles               | 8-10 Years  |
| Electric Installations | 10-30 Years |
| Laboratory Equipment   | 10-20 Years |

The assets' residual values and useful lives are reviewed, and adjusted if appropriate, at the end of each reporting period and if the expectations differ from the previous estimates, the change is accounted for as a change in accounting estimate on a retrospective or prospective basis, whichever is nearly possible for the Company.

In the current financial year, the estimate of life of plant and machinery is revised from 20 years to 22 years evidenced through technical evaluation certificate provided by the management of the Company. The same is accounted for on a prospective basis.

The property, plant and equipment acquired under finance leases is depreciated over the asset's useful life or over the shorter of the asset's useful life and the lease term if there is no reasonable certainty that the Company will obtain ownership at the end of the lease term.

### De-recognition of Asset

An item of PPE is de-recognized upon disposal or when no future economic benefits are expected to arise from the continued use of the asset. Any gain or loss arising on the disposal or retirement of an item of property, plant and equipment is determined as the difference between the sales proceeds and the carrying amount of the asset and is recognized in Statement of Profit and Loss.

### (iv) Intangible assets

Intangible assets are stated at acquisition cost, net of accumulated amortization and accumulated impairment losses, if any. Intangible assets are recognized only on reasonable certainty and after completion of all activities related to the asset.

Gains or losses arising from the retirement or disposal of an intangible asset are determined as the difference between the disposal proceeds and the carrying amount of the asset and are recognized as income or expense in the Statement of Profit and loss.

Intangible assets with finite useful lives are amortized on a straight-line basis over the following period:

| Asset class       | Useful life |
|-------------------|-------------|
| Intangible assets | 3-10 Years  |

### (v) Impairment of assets

An asset is treated as impaired when the carrying cost of asset exceeds its recoverable value. At

each year end, assets are broadly evaluated for impairment. Provision for impairment of asset is made only if the recoverable amount of the asset goes below the carrying amount of the asset.

For the purpose of impairment testing, the recoverable amount (i.e. the higher of the fair value less cost to sell and the value-in-use) is determined on an individual asset basis unless the asset does not generate cash flows that are largely independent of those from other assets. In such cases, the recoverable amount is determined for the Cash Generating Unit (CGU) to which the asset belongs.

If such assets are considered to be impaired, the impairment to be recognized in the Statement of Profit and Loss is measured by the amount by which the carrying value of the assets exceeds the estimated recoverable amount of the asset. An impairment loss is reversed in the Statement of Profit and Loss if there has been a change in the estimates used to determine the recoverable amount. The carrying amount of the asset is increased to its revised recoverable amount, provided that this amount does not exceed the carrying amount that would have been determined (net of any accumulated depreciation) had no impairment loss been recognized for the asset in prior years.

### (vi) Leases:

The company has applied Ind AS 116 for entering into leases in the current financial year and hence there was no need of restatement required to be done for the previous financial years.

As a lessee, the company recognizes a right-of-use asset and a lease liability at the lease commencement date. The right-of-use asset is initially measured at cost, which comprises the initial amount of the lease liability adjusted for any lease payments made at or before the commencement date, plus any initial direct costs incurred and an estimate of costs to dismantle and remove the underlying asset or to restore the underlying asset or the site on which it is located, less any lease incentives received.

The right-of-use asset is subsequently depreciated using the straight-line method from the commencement date to the earlier of the end of the useful life of the right-of-use asset or the end of the lease term. The estimated useful lives of right-of-use assets are determined on the same basis as those of property and equipment. In addition, the right-of-use asset is periodically reduced by impairment losses, if any, and adjusted for certain re-measurements of the lease liability.

The lease liability is initially measured at the present value of the lease payments that are not paid at the commencement date, discounted using the interest rate implicit in the lease or, if that rate cannot be readily determined, company's incremental borrowing rate. Generally, the company uses its incremental borrowing rate as the discount rate.

Lease payments included in the measurement of the lease liability comprise the following: –

- Fixed payments, including in-substance fixed payments;
- Variable lease payments that depend on an index or a rate, initially measured using the index or rate as at the commencement date;
- Amounts expected to be payable under a residual value guarantee; and
- The exercise price under a purchase option that the company is reasonably certain to exercise, lease payments in an optional renewal period if the company is reasonably certain to exercise an extension option, and penalties for early termination of a lease unless the company is reasonably certain not to terminate early.

The lease liability is measured at amortized cost using the effective interest method. It is remeasured when there is a change in future lease payments arising from a change in an index or rate, if there is a change in the company's estimate of the amount expected to be payable under a residual value guarantee, or if company changes its assessment of whether it will exercise a purchase, extension or termination option.

When the lease liability is remeasured in this way, a corresponding adjustment is made to the carrying amount of the right-of-use asset, or is recorded in profit or loss if the carrying amount of the right-of-use asset has been reduced to zero.

The company presents right-of-use assets that do not meet the definition of investment property in 'property, plant and equipment' and lease liabilities in 'loans and borrowings' in the statement of financial position.

#### **Short-term leases and leases of low-value assets**

The company has elected not to recognize right-of-use assets and lease liabilities for short term leases of real estate properties that have a lease term of 12 months. The company recognizes the lease payments associated with these leases as an expense on a straight-line basis over the lease term.

## **(vii) Financial instruments**

### **Initial Recognition and Measurement**

Financial assets and/or financial liabilities are recognized when the Company becomes party to a contract embodying the related financial instruments. All financial assets, financial liabilities and financial guarantee contracts are initially measured at transaction values and where such values are different from the fair value, at fair value. Transaction costs that are attributable to the acquisition or issue of financial assets and financial liabilities (other than financial assets and financial liabilities at fair value through profit or loss) are added to or deducted from as the case may be, the fair value of such financial assets or liabilities, on initial recognition. Transaction costs directly attributable to the acquisition of financial assets or financial liabilities at fair value through profit or loss are recognized immediately in Profit or Loss.

### **Offset**

A financial asset and a financial liability are offset and presented on net basis in the balance sheet when there is a current legally enforceable right to set-off the recognized amounts and it is intended to either settle on net basis or to realize the asset and settle the liability simultaneously.

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

#### **a. Subsequent measurement:**

For subsequent measurement, the company classifies financial asset in following broad categories:

- Financial asset carried at amortized cost.
- Financial asset carried at fair value through other comprehensive income (FVTOCI)
- Financial asset carried at fair value through profit or loss (FVTPL)

#### **i. Financial asset carried at amortized cost (net of any write down for impairment, if any):**

Financial assets are measured at amortized cost when asset is held within a business model, whose objective is to hold assets for collecting contractual cash flows and contractual terms of the asset give rise on specified dates to cash flows that are solely payments of principal and interest. Such financial assets are subsequently measured at amortized costs using Effective Interest Rate (EIR) method less impairment, if any. The losses arising from impairment are recognized in the statement of profit or loss. Cash and bank balances, trade receivables, loans and other financial asset of the company are covered under this category.

Under the EIR method, the future cash receipts are exactly discounted to the initial recognition value using EIR. The cumulative amortization using the EIR method of the difference between the initial recognition amount and maturity amount is added to the initial recognition value (net of principal repayments, if any) of the financial asset over the relevant period of the financial asset to arrive at amortized cost at each reporting date. The corresponding effect of the amortization under EIR method is recognized as interest income over the relevant period of the financial asset. The same is included under "other income" in the statement of profit or loss. The amortized cost of the financial asset is also adjusted for loss allowance, if any.

#### **ii. Financial asset carried at FVTOCI:**

Financial asset under this category are measured initially as well as at each reporting date at fair value, when asset is held with a business model whose objective is to hold asset for both collecting contractual cash flows and selling financial assets. Fair value movements are recognized in the other comprehensive income.

#### **iii. Financial asset carried at FVTPL:**

Financial asset under this category are measured initially as well as at each reporting date at fair value. Changes in fair value are recognized in the statement of profit or loss.

#### **b. Derecognition:**

A financial asset is primarily derecognized when rights to receive cash flows from the asset have expired or the Company has transferred its contractual rights to receive cash flows of the financial asset and has substantially transferred all the risk and reward of the ownership of the financial asset.

#### **c. Impairment of financial asset:**

In accordance with Ind AS 109, the Company uses 'Expected Credit Loss' (ECL) model, for evaluating impairment of financial assets other than those measured at fair value through profit and loss (FVTPL).

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 (i.e., all cash shortfalls), discounted at the original effective interest rate.

Lifetime ECL are the expected credit losses resulting from all possible default events over the expected life of a financial asset. 12-month ECL is a portion of the lifetime ECL which results from default events that are possible within 12 months from the reporting date.

For trade receivables, the Company applies 'simplified approach' which requires expected lifetime losses to be recognized from initial recognition of the receivables. The Company uses historical default rates to determine impairment loss on the portfolio of trade receivables. At every reporting date these historical default rates are reviewed and changes in the forward looking estimates are analyzed.

For other assets, the Company uses 12-month ECL to provide for impairment loss where there is no significant increase in credit risk. If there is significant increase in credit risk full lifetime ECL is used.

ECL impairment loss allowance (or reversal) recognized during the period is recognized as income/expense in the Statement of Profit and Loss under the head 'Other expenses'.

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

##### **a. Subsequent measurement:**

Financial liabilities at fair value through profit or loss include financial liabilities held for trading and financial liabilities designated upon initial recognition as at fair value through profit or loss.

Interest-bearing loans and borrowings are subsequently measured at amortized cost using the Effective Interest Rate (EIR) method. Gains and losses are recognized in profit or loss when the liabilities are derecognized as well as through 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.

##### **b. Derecognition of financial liabilities:**

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.

##### **c. Derivative financial instrument:**

Company uses derivative financial instruments such as interest rate swaps, currency swaps, forward contracts to mitigate the risk of changes in interest rate and foreign currency exchange rate. At the inception of a hedge relationship, the Company formally designates and documents the

hedge relationship to which the Company wishes to apply hedge accounting and the risk management objective and strategy for undertaking the hedge. Such derivative financial instruments are initially recognised at fair value on the date on which a derivative contract is entered into and are also subsequently measured at fair value.

Derivatives are carried as financial assets when the fair value is positive and as financial liabilities when the fair value is negative. Any gains or losses arising from changes in the fair value of derivatives are taken directly to Statement of Profit and Loss, except for the effective portion of cash flow hedge which is recognised in Other Comprehensive Income and later to Statement of Profit and Loss when the hedged item affects profit or loss or is treated as basis adjustment if a hedged forecast transaction subsequently results in the recognition of a Non-Financial Assets or Non-Financial liability. Hedges that meet the criteria for hedge accounting are accounted for as follows:

#### **A. Cash Flow Hedge:**

The Company designates derivative contracts or non-derivative Financial Assets/Liabilities as hedging instruments to mitigate the risk of movement in interest rates and foreign exchange rates for foreign exchange exposure on highly probable future cash flows attributable to a recognised asset or liability or forecast cash transactions.

When a derivative is designated as a cash flow hedging instrument, the effective portion of changes in the fair value of the derivative is recognised in the cash flow hedging reserve being part of Other Comprehensive Income. Any ineffective portion of changes in the fair value of the derivative is recognised immediately in the Statement of Profit and Loss. If the hedging relationship no longer meets the criteria for hedge accounting, then hedge accounting is discontinued prospectively. If the hedging instrument expires or is sold, terminated or exercised, the cumulative gain or loss on the hedging instrument recognised in cash flow hedging reserve till the period the hedge was effective remains in cash flow hedging reserve until the underlying transaction occurs. The cumulative gain or loss previously recognised in the cash flow hedging reserve is transferred to the Statement of Profit and Loss upon the occurrence of the underlying transaction. If the forecasted transaction is no longer expected to occur, then the amount accumulated in cash flow hedging reserve is reclassified in the Statement of Profit and Loss.

#### **B. Fair Value Hedge:**

The Company designates derivative contracts or non-derivative Financial Assets/Liabilities as

hedging instruments to mitigate the risk of change in fair value of hedged item due to movement in interest rates, foreign exchange rates and commodity prices. Changes in the fair value of hedging instruments and hedged items that are designated and qualify as fair value hedges are recorded in the Statement of Profit and Loss. If the hedging relationship no longer meets the criteria for hedge accounting, the adjustment to the carrying amount of a hedged item for which the effective interest method is used is amortized to Statement of Profit and Loss over the period of maturity.

#### **(viii) Trade receivables**

Trade receivables are recognized initially at fair value and subsequently measured at amortized cost using the effective interest method, less provision for impairment.

#### **(ix) Inventories-**

Inventories comprise of Raw and packing materials, Work-in-progress, Finished goods, and Stores and spares.

Inventories are valued at the lower of cost and the net realizable value. Cost is determined on weighted average basis. Cost includes all charges in bringing the goods to their present location and condition. The cost of Work-in-progress and Finished goods comprises of materials, direct labour, other direct costs and related production overheads.

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

#### **(x) Employee benefits**

##### **(a) Short-term employee benefits:**

Employee benefits such as salaries, wages, short term compensated absences, expected cost of bonus, ex-gratia and performance-linked rewards falling due wholly within twelve months of rendering the service are classified as short-term employee benefits and are expensed in the period in which the employee renders the related service.

##### **(b) Post-employment benefits:**

###### **i. Defined contribution plans:**

The contribution paid/payable under defined contribution plan is recognized during the period in which the employee renders the related service.

###### **ii. Defined benefit plans:**

The liability or asset recognized in the balance sheet in respect of defined benefit gratuity plans is the present value of the defined obligation at the end of the reporting period less the fair value of plan

assets. The defined obligation is calculated annually based on actuarial valuation using the Projected Unit Credit Method.

The obligation is measured at the present value of the estimated future cash flows using a discount rate based on the market yield on government securities of a maturity period equivalent to the weighted average maturity profile of the defined benefit obligations at the Balance Sheet date.

Re-measurement, comprising actuarial gains and losses, the return on plan assets (excluding amounts included in net interest on the net defined benefit liability or asset) and any change in the effect of asset ceiling (if applicable) is recognized in Other Comprehensive Income and is reflected in Retained earnings and the same is not eligible to be reclassified to Profit or Loss.

Defined benefit costs comprising current service cost, past service cost and gains or losses on settlements are recognized in the Statement of Profit and Loss as employee benefits expense. Interest cost implicit in defined benefit employee cost is recognised in the Statement of Profit and Loss under finance cost. Gains or losses on settlement of any defined benefit plan are recognized when the settlement occurs. Past service cost is recognized as expense at the earlier of the plan amendment or curtailment and when the company recognizes related restructuring costs or termination benefits.

In case of funded plans, the fair value of the plan assets is reduced from the gross obligation under the defined benefit plans to recognize the obligation on a net basis.

Leave Salary is considered as short-term benefits and the same is accrued and paid within the working cycle of the business.

#### **(xi) Provisions, Contingent liabilities and Contingent assets**

Provisions are recognized only 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. Provision is measured using the cash flows estimated to settle the present obligation and when the effect of time value of money is material, the carrying amount of the provision is the present value of those cash flows. Reimbursement expected in respect of expenditure required to settle a provision is recognized only when it is virtually certain that the reimbursement will be received.

Contingent liability is disclosed in case of, a present obligation arising from past events, when it is not probable that an outflow of resources will be required to settle the obligation; and a present obligation arising from past events, when no reliable estimate is possible.

Contingent assets are disclosed where an inflow of economic benefits is probable.

Provisions, contingent liabilities and contingent assets are reviewed at each Balance Sheet date.

Where the unavoidable costs of meeting the obligations under the contract exceed the economic benefits expected to be received under such contract, the present obligation under the contract is recognized and measured as a provision.

#### **(xii) Revenue recognition**

The Company has adopted Ind-AS 115 "Revenue from Contracts with Customers" effective from April 01, 2018.

Revenue from the sale of goods is recognized when the Company transfers control of the product. Control of the product transfers upon shipment of the product to the customer or when the product is made available to the customer, provided transfer of title to the customer occurs and the Company has not retained any significant risks of ownership or future obligations with respect to the product shipped. Amounts disclosed as revenue are net off returns, trade allowances, rebates and indirect taxes.

#### **Other income:**

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

Dividend income is accounted in the period in which the right to receive the same is established.

Government grants, which are revenue in nature and are towards compensation for the qualifying costs, incurred by the Company, are recognized as other income in the Statement of Profit and Loss in the period in which such costs are incurred. Government grant receivable in the form of duty credit script is recognized as Other income in the Statement of Profit and Loss in the period in which the

application is made to the government authorities and to the extent there is no uncertainty towards its receipt.

Other items of income are accounted as and when the right to receive such income arises and it is probable that the economic benefits will flow to the Company and the amount of income can be measured reliably.

#### (xiii) Foreign Currency Transactions

The functional currency and presentation currency of the company is Indian Rupee.

Transactions in currencies other than the Company's functional currency are recorded on initial recognition using the exchange rate at the transaction date. At each Balance Sheet date, foreign currency monetary items are reported at the closing spot rate. Non-monetary items carried at fair value that are denominated in foreign currencies are translated at the rates prevailing at the date when the fair value was determined. Non-monetary items that are measured in terms of historical cost in foreign currency are not retranslated.

Exchange differences that arise on settlement of monetary items or on reporting of monetary items at each Balance Sheet date at the closing spot rate are recognized in the Statement of Profit and Loss in the period in which they arise except for:

- (a) exchange gains or losses on foreign currency borrowings taken which are related to the acquisition or construction of qualifying assets are adjusted in the carrying cost of such assets.
- (b) exchange differences on derivatives transactions entered into in order to hedge foreign currency risks associated with underlying assets/liabilities which are classified as cash flow hedges. The effective portion of changes in the fair value of the derivative is recognised in the cash flow hedging reserve being part of Other Comprehensive Income. Any ineffective portion of changes in the fair value of the derivative is recognised immediately in the Statement of Profit and Loss.

#### (xiv) Exceptional items

An item of income or expense which by its size, type or incidence requires disclosure in order to improve an understanding of the performance of the Company is treated as an exceptional item and disclosed as such in the financial statements.

#### (xv) Taxes on income

The tax expenses for the period comprises of current tax and deferred income tax. Tax is recognised in

Statement of Profit and Loss, except to the extent that it relates to items recognised in the Other Comprehensive Income. In which case, the tax is also recognised in Other Comprehensive Income.

#### Current Tax

Tax on income for the current period is determined on the basis of taxable income and tax credits computed in accordance with the provisions of the Income Tax Act, 1961 and based on the expected outcome of assessments/appeals.

#### Deferred Tax

Deferred tax is recognized on temporary differences between the carrying amounts of assets and liabilities in the Company's financial statements and the corresponding tax bases used in computation of taxable profit and quantified using the tax rates and laws enacted or substantively enacted as at the Balance Sheet date.

Deferred tax assets are generally recognized for all taxable temporary differences to the extent it is probable that taxable profits will be available against which those deductible temporary differences can be utilized.

The carrying amount of deferred tax assets is reviewed at the end of each reporting period and reduced to the extent that it is no longer probable that sufficient taxable profits will be available to allow all or part of the asset to be recovered.

Deferred tax assets relating to unabsorbed depreciation/business losses/losses under the head "capital gains" are recognized and carried forward to the extent of available taxable temporary differences or where there is convincing other evidence that sufficient future taxable income will be available against which such deferred tax assets can be realized.

Transaction or event which is recognized outside Profit or Loss, either in Other Comprehensive Income or in equity, is recorded along with the tax as applicable.

Current tax assets and current tax liabilities are offset when there is a legally enforceable right to set off the recognized amounts and there is an intention to settle the asset and the liability on a net basis. Deferred tax assets and deferred tax liabilities are offset when there is a legally enforceable right to set off assets against liabilities representing current tax and where the deferred tax assets and the deferred tax asset and the deferred tax liabilities relate to taxes on income levied by the same governing taxation laws.

**(xvi) Cash and bank balances**

Cash and bank balances also include fixed deposits, margin money deposits, earmarked balances with banks and other bank balances which have restrictions on repatriation. Short term and liquid investments being subject to more than insignificant risk of change in value, are not included as part of cash and bank balances.

**(xvii) Cash flow statement**

Cash flows are reported using the indirect method where by the profit before tax is adjusted for the effect of the transaction of non-cash nature, any deferrals or accruals of past and future operating cash receipts or payments and items of income or expenses associated with investing or financing cash flows. The cash flows from operating, investing and financing activities of the company are segregated.

In the cash flow statement, cash and cash equivalents includes cash on hand, demand deposits with banks, other short-term highly liquid investments with original maturities of three months or less that are readily convertible to known amounts of cash and which are subject to an insignificant risk of changes in value, and bank overdrafts. Bank overdrafts are shown within borrowings in current liabilities in the balance sheet.

**(xviii) Borrowing costs**

Borrowing costs, general or specific, that are directly attributable to the acquisition or construction of qualifying assets is capitalized as part of such assets. A qualifying asset is one that necessarily takes substantial period of time to get ready for intended use. All other borrowing costs are charged to the Statement of Profit and Loss. The Company determines the amount of borrowing costs eligible for capitalization as the actual borrowing costs incurred on that borrowing during the year less any interest income earned on temporary investment of specific borrowings pending their expenditure on qualifying assets, to the extent that an entity borrows funds specifically for the purpose of obtaining a qualifying asset. In case if the Company borrows generally and uses the funds for obtaining a qualifying asset, borrowing costs eligible for capitalization are determined by applying a capitalizations rate to the expenditures on that asset.

Borrowing cost includes exchange differences arising from foreign currency borrowings to the extent they are regarded as an adjustment to the finance cost.

**(xix) Securities premium**

Securities premium include, the difference between the face value of the equity shares and the consideration received in respect of shares issued. The issue expenses of securities which qualify as equity instruments are written off against securities premium.

**(xx) Non-current assets held for sale**

Non-current assets and disposal groups are classified as held for sale if their carrying amount is intended to be recovered principally through a sale (rather than through continuing use) when the asset (or disposal group) is available for immediate sale in its present condition subject only to terms that are usual and customary for sale of such asset (or disposal group) and the sale is highly probable and is expected to qualify for recognition as a completed sale within one year from the date of classification.

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

**(xxi) Operating cycle for current and non-current classification**

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

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

- It is expected to be realized or intended to be sold or consumed in normal operating cycle;
- It is held primarily for the purpose of trading;
- It is expected to be realized within 12 months after the date of reporting period; or
- Cash and cash equivalents unless restricted from being exchanged or used to settle a liability for at least 12 months after reporting period.

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

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

- It is expected to be realized or intended to be sold or consumed in normal operating cycle;
- It is held primarily for the purpose of trading;
- It is expected to be realized within 12 months after the date of reporting period; or

- There is no unconditional right to defer the settlement of the liability for at least 12 months after the reporting period current liabilities include the current portion of long-term financial liabilities.

The company classifies all other liabilities as non-current. Deferred tax assets and liabilities are classified as non-current assets and liabilities.

#### (xxii) Earnings Per Share

Basic earnings per share is calculated by dividing the net profit after tax by the weighted average number of equity shares outstanding during the year adjusted for bonus element in equity share. Diluted earnings per share adjusts the figures used in determination of basic earnings per share to take into account the conversion of all dilutive potential equity shares. Dilutive potential equity shares are deemed converted as at the beginning of the period unless issued at a later date.

#### (xxiii) Key sources of estimation

The preparation of the financial statements in conformity with Ind AS requires the management of the Company makes estimates and assumptions that affect the reported amounts of income and expenses of the period, the reported balances of assets and liabilities and the disclosures relating to contingent liabilities as of the date of the financial statements. The estimates and underlying assumptions are reviewed on an ongoing basis. Revisions to accounting estimates include useful lives of property, plant and equipment & intangible assets, allowance for expected credit loss, future obligations in respect of retirement benefit plans, fair value measurement etc. Difference, if any, between the actual results and estimates is recognized in the period in which the results are known.

#### (i) Segment reporting

Revenue and Geographical Segments are identified based on the stratification of the risk and returns. The company operates only in the one revenue segment. i.e. Manufacturing of industrial chemicals.

#### (ii) Commitments

Commitments are future liabilities for contractual expenditure. Commitments include the value of the contracts for the acquisition of the assets net of advances.

#### (iii) Recognition of Deferred Tax Assets and Liabilities

Deferred tax assets and liabilities are recognised for deductible temporary differences and unused tax losses for which there is probability of utilization against the future taxable profit. The Company uses judgement to determine the amount of deferred tax that can be recognised, based upon the likely timing and the level of future taxable profits and business developments.

#### (iv) Global Health Pandemic on COVID-19

The Covid-19 pandemic had its impact on the global economic environment including in India, causing significant disruption in economic activities and the chemical industry where the company is operating had been adversely impacted in the first half of Financial Year 2020-2021 due to pandemic. With the gradual relaxation in the second half, economic activities had improved.

The Company closely monitors the recent development and effects of present pandemic over the business. The Company believes that this pandemic is not likely to have a material impact on the carrying value of its assets and hence no provision for any impairment is required.

#### (3) Standards Issued But Not Effective

On March 23, 2022, the Ministry of Corporate Affairs (MCA) has notified Companies (Indian Accounting Standards) Amendment Rules, 2022. This notification has resulted into amendments in the following existing accounting standards which are applicable to company from April 01, 2022.

- Ind AS 101 – First time adoption of Ind AS
- Ind AS 103 – Business Combination
- Ind AS 109 – Financial Instrument
- Ind AS 16 – Property, Plant and Equipment
- Ind AS 37 – Provisions, Contingent Liabilities and Contingent Assets
- Ind AS 41 – Agriculture

Application of above standards are not expected to have any significant impact on the company's financial statements.

# Notes To Standalone Financial Statements

For The Year Ended March 31, 2022

## 2 Property, Plant & Equipment, Capital Work-In-Progress, Intangible Assets and Intangible Assets under Development

Amount (₹) in million

| Particulars                                | Freehold Land | Buildings       | Plant and machinery | Office equipment | Computer and Peripherals | Furniture and Fixtures | Vehicles       | Electric Installations | Laboratory Equipment | Total             |
|--------------------------------------------|---------------|-----------------|---------------------|------------------|--------------------------|------------------------|----------------|------------------------|----------------------|-------------------|
| <b>Gross carrying value</b>                |               |                 |                     |                  |                          |                        |                |                        |                      |                   |
| <b>As at April 01, 2021</b>                | 480.18        | 2,554.53        | 8,317.74            | 47.42            | 44.47                    | 26.24                  | 63.20          | 610.27                 | 182.86               | 12,326.91         |
| Additions                                  | 228.36        | 61.27           | 758.00              | 7.63             | 6.51                     | 2.58                   | 28.25          | 29.11                  | 30.73                | 1,152.44          |
| Disposals (Write off)                      | -             | -               | (0.28)              | (5.17)           | (5.80)                   | (0.13)                 | -              | (1.08)                 | (0.67)               | (13.13)           |
| Disposals (Sales)                          | -             | -               | -                   | -                | -                        | -                      | (13.75)        | -                      | -                    | (13.75)           |
| Transfers from Capital Work in Progress    | 1.00          | 35.98           | 173.50              | -                | -                        | -                      | -              | 25.84                  | -                    | 236.31            |
| <b>As at March 31, 2022</b>                | <b>709.54</b> | <b>2,651.77</b> | <b>9,248.96</b>     | <b>49.88</b>     | <b>45.19</b>             | <b>28.69</b>           | <b>77.71</b>   | <b>664.14</b>          | <b>212.91</b>        | <b>13,688.78</b>  |
| <b>Accumulated depreciation</b>            |               |                 |                     |                  |                          |                        |                |                        |                      |                   |
| <b>As at April 01, 2021</b>                | -             | (231.34)        | (1,166.29)          | (16.71)          | (10.52)                  | (11.19)                | (28.20)        | (126.80)               | (70.83)              | (1,661.88)        |
| Depreciation                               | -             | (82.72)         | (387.77)            | (7.18)           | (5.45)                   | (3.33)                 | (7.69)         | (60.91)                | (19.21)              | (574.26)          |
| Accumulated depreciation on Write off      | -             | -               | 0.27                | 4.91             | 5.51                     | 0.12                   | -              | 1.03                   | 0.64                 | 12.47             |
| Accumulated depreciation on sale           | -             | -               | -                   | -                | -                        | -                      | 10.57          | -                      | -                    | 10.57             |
| <b>As at March 31, 2022</b>                | <b>-</b>      | <b>(314.06)</b> | <b>(1,553.79)</b>   | <b>(18.98)</b>   | <b>(10.46)</b>           | <b>(14.40)</b>         | <b>(25.32)</b> | <b>(186.68)</b>        | <b>(89.40)</b>       | <b>(2,213.09)</b> |
| <b>Carrying value as at March 31, 2022</b> | <b>709.54</b> | <b>2,337.72</b> | <b>7,695.17</b>     | <b>30.89</b>     | <b>34.72</b>             | <b>14.29</b>           | <b>52.38</b>   | <b>477.46</b>          | <b>123.51</b>        | <b>11,475.69</b>  |
| <b>Carrying value as at March 31, 2021</b> | <b>480.18</b> | <b>2,323.19</b> | <b>7,151.45</b>     | <b>30.70</b>     | <b>33.96</b>             | <b>15.05</b>           | <b>35.00</b>   | <b>483.47</b>          | <b>112.03</b>        | <b>10,665.04</b>  |

For The Year Ended March 31, 2021

## 2 Property, Plant & Equipment, Capital Work-In-Progress, Intangible Assets and Intangible Assets under Development

Amount (₹) in million

| Particulars                                | Freehold Land | Buildings       | Plant and machinery | Office equipment | Computer and Peripherals | Furniture and Fixtures | Vehicles       | Electric Installations | Laboratory Equipment | Total             |
|--------------------------------------------|---------------|-----------------|---------------------|------------------|--------------------------|------------------------|----------------|------------------------|----------------------|-------------------|
| <b>Gross carrying value</b>                |               |                 |                     |                  |                          |                        |                |                        |                      |                   |
| <b>As at April 01, 2020</b>                | <b>476.23</b> | <b>2,243.55</b> | <b>6,890.75</b>     | <b>36.72</b>     | <b>39.08</b>             | <b>22.54</b>           | <b>64.03</b>   | <b>520.66</b>          | <b>152.20</b>        | <b>10,445.75</b>  |
| Additions                                  | 3.95          | 213.44          | 487.82              | 11.19            | 5.44                     | 3.68                   | 15.07          | 58.96                  | 30.78                | 830.33            |
| Deductions                                 | -             | -               | -                   | (0.78)           | -                        | -                      | (15.90)        | -                      | -                    | (16.68)           |
| Adjustments                                | -             | -               | -                   | -                | (0.05)                   | -                      | -              | -                      | (0.12)               | (0.16)            |
| Transfers from Capital Work in Progress    | -             | 97.55           | 939.17              | 0.28             | -                        | 0.03                   | -              | 30.66                  | -                    | 1,067.69          |
| <b>As at March 31, 2021</b>                | <b>480.18</b> | <b>2,554.53</b> | <b>8,317.74</b>     | <b>47.42</b>     | <b>44.47</b>             | <b>26.24</b>           | <b>63.20</b>   | <b>610.27</b>          | <b>182.86</b>        | <b>12,326.91</b>  |
| <b>Accumulated depreciation</b>            |               |                 |                     |                  |                          |                        |                |                        |                      |                   |
| <b>As at April 01, 2020</b>                | -             | (157.04)        | (837.41)            | (11.67)          | (6.17)                   | (8.52)                 | (32.53)        | (75.38)                | (55.32)              | (1,184.03)        |
| Depreciation for the year                  | -             | (74.30)         | (328.38)            | (5.98)           | (4.35)                   | (2.67)                 | (7.26)         | (51.42)                | (15.51)              | (489.87)          |
| Deductions                                 | -             | -               | -                   | 0.70             | -                        | -                      | 11.59          | -                      | -                    | 12.29             |
| Adjustments                                | -             | -               | (0.50)              | 0.24             | -                        | -                      | (0.00)         | -                      | -                    | (0.26)            |
| <b>As at March 31, 2021</b>                | <b>-</b>      | <b>(231.34)</b> | <b>(1,166.29)</b>   | <b>(16.71)</b>   | <b>(10.52)</b>           | <b>(11.19)</b>         | <b>(28.20)</b> | <b>(126.80)</b>        | <b>(70.83)</b>       | <b>(1,661.88)</b> |
| <b>Carrying value as at March 31, 2021</b> | <b>480.18</b> | <b>2,323.19</b> | <b>7,151.45</b>     | <b>30.70</b>     | <b>33.96</b>             | <b>15.05</b>           | <b>35.00</b>   | <b>483.47</b>          | <b>112.03</b>        | <b>10,665.04</b>  |
| <b>Carrying value as at April 01, 2020</b> | <b>476.23</b> | <b>2,086.51</b> | <b>6,053.33</b>     | <b>25.06</b>     | <b>32.91</b>             | <b>14.02</b>           | <b>31.50</b>   | <b>445.28</b>          | <b>96.87</b>         | <b>9,261.71</b>   |

**2 Capital Work in Progress and Intangible assets**

Amount (₹) in million

| Particulars                                                     | Capital work-in-progress | Intangible assets | Total          |
|-----------------------------------------------------------------|--------------------------|-------------------|----------------|
| <b>Gross carrying value</b>                                     |                          |                   |                |
| <b>As at April 01, 2021</b>                                     | 424.47                   | 145.38            | 569.85         |
| Additions                                                       | 239.63                   | 6.54              | 246.16         |
| Assets Capitalized (Transfer to Property, Plant and Equipments) | (236.31)                 | -                 | (236.31)       |
| <b>As at March 31, 2022</b>                                     | <b>427.78</b>            | <b>151.92</b>     | <b>579.70</b>  |
| <b>Accumulated amortization</b>                                 |                          |                   |                |
| <b>As at April 01, 2021</b>                                     | -                        | (29.51)           | (29.51)        |
| Amortization for the year                                       | -                        | (7.40)            | (7.40)         |
| Deductions                                                      | -                        | -                 | -              |
| <b>As at March 31, 2022</b>                                     | <b>-</b>                 | <b>(36.91)</b>    | <b>(36.91)</b> |
| <b>Carrying value as at March 31, 2022</b>                      | <b>427.78</b>            | <b>115.01</b>     | <b>542.79</b>  |
| <b>Carrying value as at March 31, 2021</b>                      | <b>424.47</b>            | <b>115.87</b>     | <b>540.34</b>  |

**2 Capital Work in Progress and Intangible assets**

Amount (₹) in million

| Particulars                                                     | Capital work-in-progress | Intangible assets | Total           |
|-----------------------------------------------------------------|--------------------------|-------------------|-----------------|
| <b>Gross carrying value</b>                                     |                          |                   |                 |
| <b>As at April 01, 2020</b>                                     | 1,007.53                 | 150.69            | 1,158.23        |
| Additions                                                       | 554.72                   | 0.85              | 555.57          |
| Adjustments                                                     | (76.26)                  | -                 | (76.26)         |
| Assets Capitalized (Transfer to Property, Plant and Equipments) | (1,061.52)               | (6.17)            | (1,067.69)      |
| <b>As at March 31, 2021</b>                                     | <b>424.47</b>            | <b>145.38</b>     | <b>569.85</b>   |
| <b>Accumulated amortization</b>                                 |                          |                   |                 |
| <b>As at April 01, 2020</b>                                     | -                        | (22.76)           | (22.76)         |
| Amortization for the year                                       | -                        | (7.25)            | (7.25)          |
| Deductions                                                      | -                        | -                 | -               |
| Amortization on Transfer of assets                              | -                        | 0.50              | 0.50            |
| <b>As at March 31, 2021</b>                                     | <b>-</b>                 | <b>(29.51)</b>    | <b>(29.51)</b>  |
| <b>Carrying value as at March 31, 2021</b>                      | <b>424.47</b>            | <b>115.87</b>     | <b>540.34</b>   |
| <b>Carrying value as at April 01, 2020</b>                      | <b>1,007.53</b>          | <b>127.93</b>     | <b>1,135.46</b> |

**2 Capital work in progress:**

Amount (₹) in million

| CWIP                               | Amount in CWIP for a period of: March 31, 2022 |              |             |                   |               |
|------------------------------------|------------------------------------------------|--------------|-------------|-------------------|---------------|
|                                    | Less than 1 year                               | 1-2 year     | 2-3 year    | More than 3 years | Total         |
| Projects in progress (A)           | 201.61                                         | 51.53        | -           | -                 | 253.14        |
| Projects temporarily suspended (B) | -                                              | -            | 1.70        | 131.97            | 133.68        |
| <b>Grand Total (A) + (B)</b>       | <b>201.61</b>                                  | <b>51.53</b> | <b>1.70</b> | <b>131.97</b>     | <b>386.82</b> |

Amount (₹) in million

| CWIP               | To be completed in (For projects temporarily suspended) |               |          |                   |                         |               |
|--------------------|---------------------------------------------------------|---------------|----------|-------------------|-------------------------|---------------|
|                    | Less than 1 year                                        | 1-2 year      | 2-3 year | More than 3 years | Project running on time | Total         |
| AC                 | -                                                       | 109.38        | -        | -                 | -                       | 109.38        |
| AD                 | -                                                       | 24.29         | -        | -                 | -                       | 24.29         |
| <b>Grand Total</b> | <b>-</b>                                                | <b>133.68</b> | <b>-</b> | <b>-</b>          | <b>-</b>                | <b>133.68</b> |

There are no projects under CWIP, whose completion is over due or has exceeds its cost compared to its original plan except temporarily suspended projects.

## 2 Capital work in progress:

Amount (₹) in million

| CWIP                               | Amount in CWIP for a period of: March 31, 2021 |          |          |                   |        |
|------------------------------------|------------------------------------------------|----------|----------|-------------------|--------|
|                                    | Less than 1 year                               | 1-2 year | 2-3 year | More than 3 years | Total  |
| Projects in progress (A)           | 254.18                                         | 1.64     | -        | -                 | 255.82 |
| Projects temporarily suspended (B) | -                                              | 1.70     | 106.47   | 25.50             | 133.68 |
| Grand Total (A) + (B)              | 254.18                                         | 3.34     | 106.47   | 25.50             | 389.50 |

Amount (₹) in million

| CWIP               | To be completed in (For projects temporarily suspended) |          |               |                   |                         |               |
|--------------------|---------------------------------------------------------|----------|---------------|-------------------|-------------------------|---------------|
|                    | Less than 1 year                                        | 1-2 year | 2-3 year      | More than 3 years | Project running on time | Total         |
| AC                 | -                                                       | -        | 109.38        | -                 | -                       | 109.38        |
| AD                 | -                                                       | -        | 24.29         | -                 | -                       | 24.29         |
| <b>Grand Total</b> | <b>-</b>                                                | <b>-</b> | <b>133.68</b> | <b>-</b>          | <b>-</b>                | <b>133.68</b> |

There are no projects under CWIP, whose completion is over due or has exceeds its cost compared to its original plan except temporarily suspended projects.

## 2 Intangible Assets Under Development:

Amount (₹) in million

| Intangible Asset under Development | Amount in Intangible Asset Under Development for a period of: March 31, 2022 |          |          |                   |       |
|------------------------------------|------------------------------------------------------------------------------|----------|----------|-------------------|-------|
|                                    | Less than 1 year                                                             | 1-2 year | 2-3 year | More than 3 years | Total |
| Projects in progress (A)           | 34.82                                                                        | 6.14     | -        | -                 | 40.96 |
| Projects temporarily suspended (B) | -                                                                            | -        | -        | -                 | -     |
| Grand Total (A) + (B)              | 34.82                                                                        | 6.14     | -        | -                 | 40.96 |

There are no projects in Intangible Asset Under Development, whose completion is over due or has exceeds its cost compared to its original plan.

Amount (₹) in million

| Intangible Asset under Development | Amount in Intangible Asset Under Development for a period of: March 31, 2021 |             |          |                   |              |
|------------------------------------|------------------------------------------------------------------------------|-------------|----------|-------------------|--------------|
|                                    | Less than 1 year                                                             | 1-2 year    | 2-3 year | More than 3 years | Total        |
| Projects in progress (A)           | 32.13                                                                        | 2.84        | -        | -                 | 34.97        |
| Projects temporarily suspended (B) | -                                                                            | -           | -        | -                 | -            |
| <b>Grand Total (A) + (B)</b>       | <b>32.13</b>                                                                 | <b>2.84</b> | <b>-</b> | <b>-</b>          | <b>34.97</b> |

There are no projects in Intangible Asset Under Development, whose completion is over due or has exceeds its cost compared to its original plan.

### 3 Leases

The Company has adopted Ind AS 116 'Leases' effective April 01, 2019 and applied the Standard to its leases.

#### [A] Carrying value of Right of Use of Asset (ROU) at the end of reporting year:

Amount (₹) in million

| Particulars                                                                         | Plant and Machinery and Land | Plant and Machinery  |
|-------------------------------------------------------------------------------------|------------------------------|----------------------|
|                                                                                     | As at March 31, 2022         | As at March 31, 2021 |
| <b>Balance as at April 01, 2021</b>                                                 | <b>365.74</b>                | <b>378.85</b>        |
| Adjustment on account of revision of terms of lease agreement                       | -                            | 4.26                 |
| <b>Adjusted Opening balance</b>                                                     | <b>365.74</b>                | <b>383.11</b>        |
| Addition during the year at fair value through Profit and Loss account*             | 82.32                        | 2.27                 |
| Depreciation charge for the year [Forming a part of Profit and Loss account]-Note A | 19.50                        | 19.64                |
| <b>Balance as at March 31, 2022</b>                                                 | <b>428.56</b>                | <b>365.74</b>        |

\* Leased lands acquired in current financial year (i.e 2021-22)

#### [B] Carrying value of prepaid expenses on interest free security deposit at the end of reporting year:

Amount (₹) in million

| Particulars                                 | Plant and Machinery and Land | Plant and Machinery  |
|---------------------------------------------|------------------------------|----------------------|
|                                             | As at March 31, 2022         | As at March 31, 2021 |
| <b>Balance as at April 01, 2021</b>         | <b>13.06</b>                 | <b>13.97</b>         |
| Addition during the year                    | -                            | 0.04                 |
| Lease Expenses charged for the year         | 0.96                         | 0.96                 |
| <b>Balance as at March 31, 2022</b>         | <b>12.10</b>                 | <b>13.06</b>         |
| <b>Total Rights-of-Use Assets [A] + [B]</b> | <b>440.65</b>                | <b>378.79</b>        |

**[C] Carrying value of Lease Liabilities at the end of reporting year:**

Amount (₹) in million

| Particulars                                                   | Plant and Machinery and Land | Plant and Machinery  |
|---------------------------------------------------------------|------------------------------|----------------------|
|                                                               | As at March 31, 2022         | As at March 31, 2021 |
| <b>Balance as at April 01, 2021</b>                           | <b>362.72</b>                | <b>372.85</b>        |
| Adjustment on account of revision of terms of lease agreement | -                            | 4.26                 |
| <b>Adjusted Opening balance</b>                               | <b>362.72</b>                | <b>377.11</b>        |
| Addition of lease liability during the year as per Ind AS 116 | 119.01                       | 42.04                |
| Payment of lease liability during the year                    | 78.08                        | 56.43                |
| <b>Balance as at March 31, 2022</b>                           | <b>403.65</b>                | <b>362.72</b>        |

**Maturity Analysis of Lease Liabilities:**

Amount (₹) in million

| Maturity analysis – contractual undiscounted cash flows                                    | As at March 31, 2022 | As at March 31, 2021 |
|--------------------------------------------------------------------------------------------|----------------------|----------------------|
|                                                                                            |                      |                      |
| Less than one year                                                                         | 208.64               | 40.41                |
| One to five years                                                                          | 169.94               | 220.29               |
| More than five years                                                                       | 93.23                | 102.03               |
| <b>Total undiscounted lease liabilities at March 31, 2022</b>                              | <b>471.82</b>        | <b>362.72</b>        |
| <b>Lease liabilities included in the statement of financial position at March 31, 2022</b> | <b>403.65</b>        | <b>362.72</b>        |
| Current                                                                                    | 208.64               | 40.41                |
| Non-current                                                                                | 195.01               | 322.32               |

**[D] Carrying value of interest free security deposit given for leases at the end of reporting year:**

Amount (₹) in million

| Particulars                                                                       | Plant and Machinery and Land | Plant and Machinery  |
|-----------------------------------------------------------------------------------|------------------------------|----------------------|
|                                                                                   | As at March 31, 2022         | As at March 31, 2021 |
| <b>Balance as at April 01, 2021</b>                                               | <b>26.64</b>                 | <b>23.98</b>         |
| Addition during the year at fair value through Profit and Loss account            | -                            | 0.08                 |
| Interest Income on security deposit at fair value through Profit and Loss account | 2.85                         | 2.58                 |
| <b>Balance as at March 31, 2022</b>                                               | <b>29.49</b>                 | <b>26.64</b>         |

**[E] Amounts recognised in the Statement of Profit or Loss**

Amount (₹) in million

| Particulars                                                                       | As at March 31, 2022 | As at March 31, 2021 |
|-----------------------------------------------------------------------------------|----------------------|----------------------|
|                                                                                   |                      |                      |
| Interest on Lease Liabilities [Finance cost]                                      | 119.01               | 42.04                |
| Interest Income on security deposit at fair value through Profit and Loss account | 2.85                 | 2.58                 |
| Depreciation charge for the year                                                  | 19.50                | 19.64                |
| Lease rent expense [depreciation of ROU of asset from security deposit valuation] | 0.96                 | 0.96                 |

**3 Class of asset: Plant and Machinery**

Amount (₹) in million

| Particulars                                                   | FY 2021-22     | FY 2020-21     |
|---------------------------------------------------------------|----------------|----------------|
|                                                               | ROU            | ROU            |
| <b>Gross carrying value</b>                                   |                |                |
| <b>As at April 01</b>                                         | <b>407.85</b>  | <b>401.27</b>  |
| Adjustment on account of revision of terms of lease agreement | -              | 4.26           |
| <b>Adjusted Opening balance</b>                               | <b>407.85</b>  | <b>405.54</b>  |
| Acquisition                                                   | -              | 2.31           |
| <b>As at March 31</b>                                         | <b>407.85</b>  | <b>407.85</b>  |
| Accumulated depreciation/Lease expense                        |                |                |
| <b>As at April 01</b>                                         | <b>(29.05)</b> | <b>(8.45)</b>  |
| Depreciation                                                  | (19.50)        | (19.64)        |
| Lease expense                                                 | (0.96)         | (0.96)         |
| <b>As at March 31</b>                                         | <b>(49.52)</b> | <b>(29.05)</b> |
| <b>Carrying value as at March 31 in current year</b>          | <b>358.33</b>  | <b>378.79</b>  |
| <b>Carrying value as at March 31 in previous year</b>         | <b>378.79</b>  | <b>378.85</b>  |

**3 Class of asset: Land\***

Amount (₹) in million

| Particulars                                                   | FY 2021-22   | FY 2020-21 |
|---------------------------------------------------------------|--------------|------------|
|                                                               | ROU          | ROU        |
| <b>Gross carrying value</b>                                   |              |            |
| <b>As at April 01</b>                                         | -            | -          |
| Adjustment on account of revision of terms of lease agreement | -            | -          |
| <b>Adjusted Opening balance</b>                               | -            | -          |
| Acquisition                                                   | 82.32        | -          |
| <b>As at March 31</b>                                         | <b>82.32</b> | -          |
| Accumulated depreciation/Lease expense                        |              |            |
| <b>As at April 01</b>                                         | -            | -          |
| Depreciation                                                  | -            | -          |
| Lease expense                                                 | -            | -          |
| <b>As at March 31</b>                                         | -            | -          |
| <b>Carrying value as at March 31 in current year</b>          | <b>82.32</b> | -          |
| <b>Carrying value as at March 31 in previous year</b>         | -            | -          |

\* Financial year 2021-22 is being the first year of lease, there is a monotorium for a first year under lease agreement for lease payment.

**4 Non-Current Assets: Financial Assets - Investments**

Amount (₹) in million

| Particulars                                                                                                  | Notes                    | As at<br>March 31, 2022 | As at<br>March 31, 2021 |
|--------------------------------------------------------------------------------------------------------------|--------------------------|-------------------------|-------------------------|
| <b>Investment in Equity Instruments</b>                                                                      | <b>Note A.1 /A.2/A.3</b> |                         |                         |
| <b>Unquoted</b>                                                                                              |                          |                         |                         |
| <b>Subsidiary company</b>                                                                                    |                          |                         |                         |
| Jainam Intermediates Pvt Ltd - 10,000 (Previous year - 10,000) shares - Face value of ₹ 10/- each fully paid |                          | 0.10                    | 0.10                    |
| <b>Quoted</b>                                                                                                |                          |                         |                         |
| <b>Associate company*</b>                                                                                    |                          |                         |                         |
| Tanfac industries Ltd. - 24,89,802 (Previous year -Nil) shares - Face value of ₹ 10/- each fully paid up     |                          | 1,481.43                | -                       |
| <b>Total value of Non Current Investments</b>                                                                |                          | <b>1,481.53</b>         | <b>0.10</b>             |

**Note A.1:**

Amount (₹) in million

| Category wise Investments -Non current | As at<br>March 31, 2022 | As at<br>March 31, 2021 |
|----------------------------------------|-------------------------|-------------------------|
| Financial Assets measured at cost      | 1,481.53                | 0.10                    |
| <b>Total</b>                           | <b>1,481.53</b>         | <b>0.10</b>             |

\*During the current financial year, the Company has vide a Share Purchase agreement dated February 01, 2022 acquired 24.96% equity shares of ₹ 10/- each of TANFAC Industries Limited and obtained joint control over the Tanfac along with Tamilnadu Industrial Development Corporation Limited.

**Note A.2**

The list of subsidiaries and associates along with proportion of ownership interest held, country of incorporation and relevant business activities are disclosed in Note 41 of the Consolidated Financial Statements.

Amount (₹) in million

| <b>Note A.3</b>                              | As at<br>March 31, 2022 | As at<br>March 31, 2021 |
|----------------------------------------------|-------------------------|-------------------------|
| Aggregate value of Quoted investments        | 1,481.43                | -                       |
| Aggregate value of Unquoted investments      | 0.10                    | 0.10                    |
| Aggregate Market value of Quoted investments | 1,448.32                | -                       |

**5 Non-Current Assets: Financial Assets - Loans**

Amount (₹) in million

| Particulars                                                        | Notes  | As at<br>March 31, 2022 | As at<br>March 31, 2021 |
|--------------------------------------------------------------------|--------|-------------------------|-------------------------|
| Loans and advances to contractor entities valued at amortised cost | Note E | 86.42                   | 80.32                   |
| <b>Total value of Non Current Investments</b>                      |        | <b>86.42</b>            | <b>80.32</b>            |

**6 Non-Current Assets: Other Financial Assets**

Amount (₹) in million

| Particulars                                                                  | Notes  | As at<br>March 31, 2022 | As at<br>March 31, 2021 |
|------------------------------------------------------------------------------|--------|-------------------------|-------------------------|
| Fixed deposits with banks with maturity more than 12 months                  |        | 42.62                   | 0.10                    |
| Subscription to Equity Shares for acquiring membership                       | Note B | 5.74                    | 5.74                    |
| Security Deposits                                                            | -      | 150.06                  | 161.56                  |
| <b>Financial Assets valued at Fair value Through Profit and Loss account</b> |        |                         |                         |
| Security Deposit Receivable (Lease)                                          | Note 3 | 29.49                   | 26.64                   |
| <b>Total</b>                                                                 |        | <b>227.91</b>           | <b>194.05</b>           |

**Note B:**

The Company has made contribution in the Equity Shares of following companies for acquiring membership in those companies for operation purposes. Hence, investment in such companies are valued at cost.

Globe Enviro Care Ltd. - 2,66,191 (Previous year - 2,66,191) shares - Face value of ₹ 10/- each

Narmada Clean Tech Ltd. 1,34,100 (Previous year - 1,34,100) shares - Face value of ₹ 10/- each

**7 Non-Current Assets: Other Non-Current Assets**

Amount (₹) in million

| Particulars                               | Notes | As at<br>March 31, 2022 | As at<br>March 31, 2021 |
|-------------------------------------------|-------|-------------------------|-------------------------|
| Capital advances                          | -     | 169.08                  | 212.97                  |
| Employee Group Gratuity Scheme Fund [Net] | -     | 8.23                    | 4.93                    |
| <b>Total</b>                              |       | <b>177.31</b>           | <b>217.90</b>           |

**8 Current Assets: Inventories**

Amount (₹) in million

| Particulars       | Notes | As at<br>March 31, 2022 | As at<br>March 31, 2021 |
|-------------------|-------|-------------------------|-------------------------|
| Raw Materials     | -     | 1,738.01                | 1,269.43                |
| Work-in-progress  | -     | 5,365.16                | 2,644.17                |
| Finished Goods    | -     | 1,372.04                | 875.06                  |
| Packing Materials | -     | 85.63                   | 48.18                   |
| Stores and Spares | -     | 69.39                   | 75.26                   |
| <b>Total</b>      |       | <b>8,630.24</b>         | <b>4,912.10</b>         |

**9 Current Assets: Financial Assets - Trade Receivables**

Amount (₹) in million

| Particulars                              | Notes  | As at<br>March 31, 2022 | As at<br>March 31, 2021 |
|------------------------------------------|--------|-------------------------|-------------------------|
| Unsecured and considered good            | -      | 2,800.95                | 2,054.89                |
| Less: Allowance for expected credit loss | Note C | -                       | -                       |
| <b>Total</b>                             |        | <b>2,800.95</b>         | <b>2,054.89</b>         |

**Note C:**

Under IND AS 109-Financial Instruments, Expected credit loss is to be provided for various items of Financial Assets of the Company. Trade Receivable being classified as Financial Asset of the company, Expected credit Loss is to be provided for on the basis of Simplified Approach as allowed under IND AS. Based on the management representation, the chances of impairment of Trade Receivable are negligible according to which no material expected credit loss is estimated for the current financial year.

**Trade Receivables Ageing**

Amount (₹) in million

| Particulars                                                                 | Outstanding for following periods from due date of payment |                    |                 |          |          |                  |                 |
|-----------------------------------------------------------------------------|------------------------------------------------------------|--------------------|-----------------|----------|----------|------------------|-----------------|
|                                                                             | Not due                                                    | Less than 6 months | 6 months-1 year | 1-2 year | 2-3 year | more than 3 year | Total           |
| As at March 31, 2022                                                        |                                                            |                    |                 |          |          |                  |                 |
| undisputed trade receivables - considered good                              | 2,333.97                                                   | 264.46             | 159.60          | 42.93    | -        | -                | <b>2,800.95</b> |
| undisputed trade receivables which have significant increase in credit risk | -                                                          | -                  | -               | -        | -        | -                | -               |
| undisputed trade receivables - Credit impaired                              | -                                                          | -                  | -               | -        | -        | -                | -               |
| disputed trade receivables - considered good                                | -                                                          | -                  | -               | -        | -        | -                | -               |
| disputed trade receivables which have significant increase in credit risk   | -                                                          | -                  | -               | -        | -        | -                | -               |
| disputed trade receivables - Credit impaired                                | -                                                          | -                  | -               | -        | -        | -                | -               |

Amount (₹) in million

| Particulars                                                                 | Outstanding for following periods from due date of payment |                    |                 |          |          |                  |                 |
|-----------------------------------------------------------------------------|------------------------------------------------------------|--------------------|-----------------|----------|----------|------------------|-----------------|
|                                                                             | Not due                                                    | Less than 6 months | 6 months-1 year | 1-2 year | 2-3 year | more than 3 year | Total           |
| As at March 31, 2021                                                        |                                                            |                    |                 |          |          |                  |                 |
| undisputed trade receivables - considered good                              | 1,559.49                                                   | 431.84             | 43.76           | 19.80    | -        | -                | <b>2,054.89</b> |
| undisputed trade receivables which have significant increase in credit risk | -                                                          | -                  | -               | -        | -        | -                | -               |
| undisputed trade receivables - Credit impaired                              | -                                                          | -                  | -               | -        | -        | -                | -               |
| disputed trade receivables - considered good                                | -                                                          | -                  | -               | -        | -        | -                | -               |
| disputed trade receivables which have significant increase in credit risk   | -                                                          | -                  | -               | -        | -        | -                | -               |
| disputed trade receivables - Credit impaired                                | -                                                          | -                  | -               | -        | -        | -                | -               |

**10 Current Assets: Financial Assets - Cash and Cash Equivalents**

Amount (₹) in million

| Particulars                        | Notes | As at<br>March 31, 2022 | As at<br>March 31, 2021 |
|------------------------------------|-------|-------------------------|-------------------------|
| Balance with banks (Refer Note 40) | -     | 415.35                  | 2,404.80                |
| Cash on hand                       | -     | 4.55                    | 5.36                    |
| Balance in foreign currency        | -     | 0.71                    | 0.33                    |
| <b>Total</b>                       |       | <b>420.62</b>           | <b>2,410.49</b>         |

**11 Current Assets: Financial Assets - Other Bank Balances**

Amount (₹) in million

| Particulars                                                                 | Notes  | As at<br>March 31, 2022 | As at<br>March 31, 2021 |
|-----------------------------------------------------------------------------|--------|-------------------------|-------------------------|
| Fixed deposits with banks with maturity less than 12 months (Refer note 40) | Note D | 131.39                  | 545.41                  |
| Earmarked Bank Balance*                                                     |        | 1,543.13                | -                       |
| <b>Total</b>                                                                |        | <b>1,674.52</b>         | <b>545.41</b>           |

**Note D:**

The amount of fixed deposit with Banks includes Lien over fixed deposit of ₹ 100.24 Mn (Previous year: 400 Mn)

\*Earmarked Bank Balance of ₹ 1,543.13 million is the amount earmarked for the open offer for equity shares of Tanfac Industries Limited offered to the public shareholders of the Tanfac Industries Limited.

**12 Current Assets: Financial Assets - Loans**

Amount (₹) in million

| Particulars                                     | Notes  | As at<br>March 31, 2022 | As at<br>March 31, 2021 |
|-------------------------------------------------|--------|-------------------------|-------------------------|
| Loans and advances                              | -      | 0.11                    | 0.11                    |
| Advances valued at Fair Value at amortised cost | Note E | 40.30                   | 33.94                   |
| <b>Total</b>                                    |        | <b>40.41</b>            | <b>34.04</b>            |

**Note E:**

As per IND AS 109-Financial Instruments, the amount of interest free loans provided to Employees and contractor entities of the company are valued at amortised cost with market rate of interest at 8.00% per annum and 7.40% per annum considered as per historical rate of State Bank of India as on March 31, 2022 and March 31, 2021 respectively.

There is no loan given to Promoters, Directors, KMPs and Related Parties which is repayable on demand or loan without specifying terms or period of repayment.

**13 Current Assets: Financial Assets - Others**

Amount (₹) in million

| Particulars                  | Notes | As at<br>March 31, 2022 | As at<br>March 31, 2021 |
|------------------------------|-------|-------------------------|-------------------------|
| Advances recoverable in cash | -     | 1.94                    | 11.87                   |
| Forward Contracts Receivable | -     | 14.16                   | -                       |
| GST Duty - Rebate receivable | -     | 251.97                  | 182.77                  |
| Security Deposits            | -     | 30.00                   | -                       |
| <b>Total</b>                 |       | <b>298.07</b>           | <b>194.63</b>           |

**14 Other Current Assets**

Amount (₹) in million

| Particulars                        | Notes | As at<br>March 31, 2022 | As at<br>March 31, 2021 |
|------------------------------------|-------|-------------------------|-------------------------|
| Unsecured advance, considered good | -     | 231.84                  | 189.82                  |
| Prepaid Insurance & other expenses | -     | 85.22                   | 61.24                   |
| Prepaid staff cost                 | -     | 22.37                   | 28.72                   |
| TDS receivable                     | -     | 12.69                   | 8.07                    |
| TCS receivable                     | -     | 4.74                    | 2.79                    |
| Tax receivable (net)               | -     | 76.51                   | 66.93                   |
| Balance with Tax authorities       | -     | 131.32                  | 367.52                  |
| <b>Total</b>                       |       | <b>564.69</b>           | <b>725.09</b>           |

**15 Share Capital****A] Share capital authorized, issued, subscribed and paid up:**

Amount (₹) in million

| Particulars                                                | As at March 31, 2022 |                 | As at March 31, 2021 |                 |
|------------------------------------------------------------|----------------------|-----------------|----------------------|-----------------|
|                                                            | No. of shares        | Amount<br>(₹)   | No. of shares        | Amount<br>(₹)   |
| <b>Authorized Share capital*</b>                           |                      |                 |                      |                 |
| Equity Share Capital of ₹ 10/- each                        | 12,50,00,000         | 1,250.00        | 12,50,00,000         | 1,250.00        |
|                                                            |                      | <b>1,250.00</b> |                      | <b>1,250.00</b> |
| <b>Issued, subscribed &amp; fully paid share capital**</b> |                      |                 |                      |                 |
| Equity Share Capital of ₹ 10/- each                        | 10,02,46,885         | 1,002.47        | 9,99,22,391          | 999.22          |
| <b>Total</b>                                               |                      | <b>1,002.47</b> |                      | <b>999.22</b>   |

**\*Note for Authorized Share Capital:**

In FY 2020-2021, on November 09, 2020, as per the resolution passed in Extra Ordinary General Meeting of the Company, the existing unissued Preference Share Capital of ₹ 28,50,00,000/- divided into 2,85,00,000 shares of face value ₹ 10/- each are reclassified into Authorized Share Capital of Equity Shares and thus the Authorized Share Capital of Equity Shares is reclassified from 9,65,00,000 shares of face value of ₹ 10/- each to 12,50,00,000 shares of face value of ₹ 10/- each.

On September 14, 2020, as per the resolution passed in Extra Ordinary General Meeting, the Authorized Share Capital of the Company was increased from ₹ 80,00,00,000/- divided into 5,15,00,000 Equity Shares of ₹ 10/- each and 2,85,00,000 Preference Shares of ₹ 10/- each to ₹ 125,00,00,000/- divided into 9,65,00,000 Equity Shares of ₹ 10/- each and 2,85,00,000 Preference Shares of ₹ 10/- each.

**B] Reconciliation of Equity Share Capital:****a) Equity Share Capital**

Amount (₹) in million

| Particulars                                                                                        | As at March 31, 2022 |                 | As at March 31, 2021 |               |
|----------------------------------------------------------------------------------------------------|----------------------|-----------------|----------------------|---------------|
|                                                                                                    | No. of shares        | Amount<br>(₹)   | No. of shares        | Amount<br>(₹) |
| <b>Issued, subscribed and fully paid up Equity Shares outstanding at the beginning of the year</b> | <b>9,99,22,391</b>   | <b>999.22</b>   | <b>5,00,00,100</b>   | <b>500.00</b> |
| Shares issued during the year against ESOP 2020**                                                  | 3,24,494             | 3.24            | -                    | -             |
| Shares issued during the year***                                                                   | -                    | -               | 2,17,97,391          | 217.97        |
| Conversion of Compulsorily convertible Preference Shares into Equity Shares                        | -                    | -               | 2,81,24,900          | 281.25        |
| <b>Issued, subscribed and fully paid up Equity Shares outstanding at the end of the year</b>       | <b>10,02,46,885</b>  | <b>1,002.47</b> | <b>9,99,22,391</b>   | <b>999.22</b> |

\*\*Pursuant to ESOP 2020 in total 13,12,760 options have been granted to eligible employees of the Company during Previous financial Year (i.e 2020-21) out of which during the Current Financial year (i.e 2021-22) the

Company has issued 3,24,494 equity shares to eligible employees against exercise of the options and 9,60,004 options are outstanding as on March 31, 2022. (Refer Note No. 31.1).

\*\*\*In FY 2020-2021, the Company has completed Initial Public Offerings (IPO) of 1,37,15,495 shares of ₹ 10/- each (Issued 1,34,95,495 Equity Shares at an offer price of ₹ 555/- per Equity Share and 2,20,000 Equity Shares to the Employees of the Company at an offer price of ₹ 500/- per Equity Share) aggregating to ₹ 7,600 millions through Fresh Issue of Equity Shares. The Equity Shares of the Company are listed on March 24, 2021 on BSE Limited (BSE) and National Stock Exchange of India Limited (NSE).

#### b) List of shares holders who are holding more than 5 % Equity Shares of the company

| Name of Shareholder                              | As at March 31, 2022 |                   | As at March 31, 2021 |                   |
|--------------------------------------------------|----------------------|-------------------|----------------------|-------------------|
|                                                  | No. of Shares        | % of shareholding | No. of Shares        | % of shareholding |
| Kiran Pallavi Investments LLC                    | 3,62,06,896          | 36.12             | 3,62,06,896          | 36.24             |
| Milan Thakkar                                    | 1,95,69,000          | 19.52             | 1,95,69,000          | 19.58             |
| Anand Desai                                      | 1,12,73,440          | 11.25             | 1,12,73,440          | 11.28             |
| Shraddha Desai                                   | 77,86,435            | 7.77              | 77,86,435            | 7.79              |
| Rehash Industrial and Resins Chemicals Pvt. Ltd. | 53,12,500            | 5.30              | 53,12,500            | 5.32              |

#### Shares held by promoters at the end of March 31, 2022

| Promoters name                                         | No of shares       | % of total shares | % of change during the year |
|--------------------------------------------------------|--------------------|-------------------|-----------------------------|
| Rehash Industrial and Resins Chemicals Private Limited | 53,12,500          | 5.30%             | 0.0%                        |
| Anand Sureshbhai Desai                                 | 1,12,73,440        | 11.25%            | 0.0%                        |
| Mona Anandbhai Desai                                   | 41,40,625          | 4.13%             | 0.0%                        |
| Kiran Pallavi Investments LLC                          | 3,62,06,896        | 36.12%            | 0.0%                        |
| <b>Total</b>                                           | <b>6,53,44,976</b> | <b>65.18%</b>     |                             |

#### Shares held by promoters at the end of March 31, 2021

| Promoters name                                         | No of shares       | % of total shares | % of change during the year |
|--------------------------------------------------------|--------------------|-------------------|-----------------------------|
| Rehash Industrial and Resins Chemicals Private Limited | 53,12,500          | 5.32%             | ****                        |
| Anand Sureshbhai Desai                                 | 1,12,73,440        | 11.28%            | 0.00%                       |
| Mona Anandbhai Desai                                   | 41,40,625          | 4.14%             | 0.00%                       |
| Kiran Pallavi Investments LLC                          | 3,62,06,896        | 36.24%            | ****                        |
| <b>Total</b>                                           | <b>6,53,44,896</b> | <b>65.40%</b>     |                             |

\*\*\*\* The said entities have been designated as a promoter w.e.f September 21, 2020 and hence, % change in shareholding compared to March 31, 2020 is not given.

#### Rights, Preferences and restrictions attached to Equity Shares;

The Company has only one class of Equity Shares having face value of ₹ 10/- each and the holder of the Equity Share is entitled to one vote per share. The dividend proposed by Board of Directors is subject to approval of the shareholders in the ensuing Annual General Meeting, except in case of interim dividend. In the event of liquidation of the Company, the holders of Equity Shares will be entitled to receive the remaining assets of the Company in proportion to the number of Equity Shares held.

**15 Other Equity**

Amount (₹) in million

| Particulars                                                                        | As at<br>March 31, 2022 | As at<br>March 31, 2021 |
|------------------------------------------------------------------------------------|-------------------------|-------------------------|
| <b>Compulsorily Convertible Preference Shares*****</b>                             |                         |                         |
| As per Last Balance Sheet                                                          | -                       | 281.25                  |
| <b>Less:</b> Conversion of Preference Shares into Equity Shares                    | -                       | 281.25                  |
|                                                                                    | -                       | -                       |
| <b>Securities Premium</b>                                                          |                         |                         |
| As per Last Balance Sheet                                                          | 11,306.51               | 2,427.52                |
| <b>Add:</b> Issue of Equity Shares                                                 | 69.77                   | 9,218.03                |
| <b>Less:</b> Share issue expenses                                                  | 4.42                    | 339.04                  |
|                                                                                    | <b>11,371.86</b>        | <b>11,306.51</b>        |
| <b>General Reserve</b>                                                             |                         |                         |
| As per Last Balance Sheet                                                          | 1.02                    | 1.02                    |
|                                                                                    |                         |                         |
| <b>Share Based Payment Reserve</b>                                                 |                         |                         |
| As per Last Balance Sheet                                                          | 6.35                    | -                       |
| <b>Add:</b> Issue of share options granted during the year                         | 35.20                   | 6.35                    |
|                                                                                    | <b>41.54</b>            | <b>6.35</b>             |
| <b>Retained Earnings</b>                                                           |                         |                         |
| As per Last Balance Sheet                                                          | 3,430.17                | 2,742.95                |
| <b>Add:</b> Profit for the year                                                    | 1,507.76                | 699.21                  |
| <b>Less:</b> Preference Share dividend paid during the year                        | -                       | (0.08)                  |
| <b>Less:</b> Final Dividend paid for the Previous Financial Year i.e (FY 2020-21)  | (49.96)                 | -                       |
| <b>Less:</b> Interim Dividend paid for the Current Financial Year i.e (FY 2021-22) | (49.96)                 |                         |
| <b>Less:</b> Remeasurement of defined benefit obligations                          | (13.17)                 | (11.91)                 |
|                                                                                    | <b>4,824.84</b>         | <b>3,430.17</b>         |
| <b>Other Comprehensive Income</b>                                                  |                         |                         |
| As per Last Balance Sheet                                                          | (17.18)                 | (21.63)                 |
| <b>Add:</b> Movement in OCI (Net) during the year                                  | 4.80                    | 4.44                    |
| <b>Less:</b> Other Comprehensive Income reclassified to Profit and Loss account    | 17.18                   | -                       |
|                                                                                    | <b>4.80</b>             | <b>(17.18)</b>          |
| <b>Total</b>                                                                       | <b>16,244.07</b>        | <b>14,726.86</b>        |

\*\*\*\*\*On October 10, 2020, 2,81,24,900 Compulsorily Convertible Preference Shares have been converted into 2,81,24,900 Equity Shares of ₹ 10/- each fully paid at the ratio of 1:1.

**A] Reconciliation of Preference Share Capital:****a) Compulsorily Convertible Preference Share Capital (CCPS)**

Amount (₹) in million

| Particulars                                                                                 | As at March 31, 2022 |            | As at March 31, 2021 |               |
|---------------------------------------------------------------------------------------------|----------------------|------------|----------------------|---------------|
|                                                                                             | No. of shares        | Amount (₹) | No. of shares        | Amount (₹)    |
| <b>Issued, subscribed and fully paid up shares outstanding at the beginning of the year</b> | -                    | -          | <b>2,81,24,900</b>   | <b>281.25</b> |
| Shares issued during the year                                                               | -                    | -          | -                    | -             |
| Conversion of CCPS into Equity Shares                                                       | -                    | -          | 2,81,24,900          | 281.25        |
| <b>Issued, subscribed and fully paid up shares outstanding at the end of the year</b>       | -                    | -          | -                    | -             |

**b) List of shares holders who are holding more than 5 % Preference Shares of the company**

| Name of Shareholder                | As at March 31, 2022 |                   | As at March 31, 2021 |                   |
|------------------------------------|----------------------|-------------------|----------------------|-------------------|
|                                    | No. of Shares        | % of shareholding | No. of Shares        | % of shareholding |
| Kiran Pallavi Investments LLC***** | -                    | -                 | 2,81,24,900          | 100               |

\*\*\*\*\*On October 10, 2020, 2,81,24,900 Compulsorily Convertible Preference Shares have been converted into 2,81,24,900 equity shares of ₹ 10/- each fully paid at the ratio of 1:1.

**B) Rights, Preferences and restrictions attached to Preference Shares**

The Company has issued one class of Preference Shares having face value of ₹ 10/- each and the holder of the Preference Share is entitled to one vote per share. Such shares are cumulative shares, holder of Preference Share is entitled to receive cumulative dividend before it is distributed amongst Equity Share holders by the Company. In the event of liquidation of the Company, the holders of Preference Shares will be entitled to have first preference in the assets of the Company in proportion to the number of Equity Shares held by Equity Share holders.

**Nature and purpose of reserves:****Securities Premium**

Securities Premium reserve is created due to premium on issue of shares. These reserve are utilized in accordance with provisions of the Companies Act, 2013.

**General Reserve**

Under the erstwhile Companies Act, 1956, a general reserve was created through an annual transfer of net income at a specified percentage in accordance with applicable regulations. The purpose of these transfers was to ensure that if a dividend distribution in a given year is more than 10% of the paid up capital of the Company for that year, then the total dividend distribution is less than the total distributable reserve for that year.

Consequent to introduction of Companies Act, 2013, the requirement of mandatory transfer of a specified percentage of the net profit to general reserves has been withdrawn and the Company can optionally transfer any amount from the Surplus of profit or loss to the General Reserve.

**Share Based Payment Reserve**

Vide shareholders resolution on December 04, 2020, the Company has reserved issuance of 13,12,795 number of Equity Shares of ₹ 10/- each for offering to the eligible employees of the Company and its subsidiary under the Anupam - Employee Stock Option Plan, 2020 ('ESOP-2020'), pursuant to which, the Company has granted (i) on December 10, 2020, 13,12,760 number of Options at an exercise price of ₹ 225/- per Equity Share on exercise of the Options under Grant 1, and (ii) on January 20, 2022, 1,07,075 number of Options at an exercise price of ₹ 225/- per Equity Share on exercise of Options under Grant 2 to the eligible employees.

The Options would vest (i) over a period of 3 years under Grant 1 from the date of Grant 1, and (ii) 1 year under Grant 2 from the date of Grant 2, based on specified criteria. Please refer Note no. 31.1 for detailed disclosure on Share Based Payments.

## 16 Non-Current Liabilities: Financial liabilities-Borrowings

Amount (₹) in million

| Particulars                                       | Notes  | As at<br>March 31, 2022 | As at<br>March 31, 2021 |
|---------------------------------------------------|--------|-------------------------|-------------------------|
| <b>Secured at Amortised cost:</b>                 |        |                         |                         |
| Term loan from Banks*                             | Note A | 520.97                  | 340.61                  |
| Term loan from Other companies                    | Note A | 3,081.25                | 233.28                  |
| Car Loan from Bank                                | Note A | 3.01                    | 6.20                    |
| <b>Unsecured:</b>                                 |        |                         |                         |
| From Shareholders - Kiran Pallavi Investments LLC | -      | 1,339.54                | 1,893.81                |
| <b>Total</b>                                      |        | <b>4,944.77</b>         | <b>2,473.89</b>         |

\*Term loan from banks includes prepaid finance charges of ₹ 28.74 Million (Previous year: ₹ 2.58 Million)

### Note A:

As per IND AS 109 "Financial Instruments" and IND AS 113 "Fair Value Measurements", term loans taken from banks are financial instruments and accordingly the processing fee paid on bank loans is to be valued at fair valuation and recognised as "Term loan deferred processing fee" which is amortised as "Deferred interest expense" over the period of term loan using effective interest rate for each bank loan taken during the year.

### Terms of Security of Non current Borrowings and Current Borrowings

| Sr. No. | Short Particulars of the Security Charged                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                       |
|---------|---------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------|
| 1       | 1. First pari passu charge over Fixed Asset (Moveable and Immoveable) of the company.<br>2. Second Pari passu charge over current asset of the company.                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                         |
| 2       | 1. Immovable properties of the company at Industrial Plot No.701, admeasuring 2790 Sq. Meters at Sachin GIDC, Surat<br>2. Immovable properties of the company at Industrial Plot No.8109, admeasuring 3000 Sq. Meters at Sachin GIDC, Surat<br>3. Immovable properties of the company at Industrial Plot No.8110, admeasuring 3000 Sq. Meters at Sachin GIDC, Surat.<br>4. Immovable properties of the company at Industrial Plot No.8111, admeasuring 3000 Sq. Meters at Sachin GIDC, Surat<br>5. Immovable properties of the company at Industrial Plot No.8104, admeasuring 8550.38 Sq. Meters at Sachin GIDC, Surat<br>6. Immovable properties of the company at Industrial Plot No.907/3, admeasuring 27178.98 Sq. Meters at Jhagadia Industrial Estate, Village-Talodara, Taluka-Jhagadia, Dist- Bharuch<br>7. Immovable properties of company at Industrial PlotNo.268/1, admeasuring 2550.00 Sq. Meters at Sachin Industrial Area, GIDC, Village- Gabheni, Taluka: Choryasi, Dist & City- Surat<br>8. Immovable properties of the company at Industrial Plot No.907/4, admeasuring 26,816.86 Sq. Meters at Jhagadia Industrial Estate, Village-Talodara, Taluka-Jhagadia, Dist- Bharuch<br>9. Immovable properties of the company at Industrial Plot No.905/1, admeasuring 81,494.02 Sq. Meters at Jhagadia Industrial Estate, Village-Dadheda, Taluka-Jhagadia, Dist- Bharuch<br>10. Immovable properties of company at Industrial PlotNo.2425, admeasuring 2550.00 Sq. Meters at Sachin Industrial Area, GIDC, Village- Gabheni, Taluka: Choryasi, Dist & City- Surat |
| 3       | Car loan is secured against hypothecation of specific car.                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                      |

| Name of the Lender                          | Interest | Nature of the facility                         | Tenure of Repayment |
|---------------------------------------------|----------|------------------------------------------------|---------------------|
| Yes Bank Limited                            | 2.38%    | Pre Shipment Credit in Foreign Currency (PCFC) | Up to 270 Days      |
| Standard Chartered Bank                     | 3.58%    | PCFC Loan                                      | Up to 180 Days      |
| Axis Bank Limited                           | 2.03%    | PCFC Loan                                      | Up to 180 Days      |
| Axis Bank Limited                           | 5.50%    | Working Capital Loan                           | Up to 180 Days      |
| DBS Bank India Limited                      | 2.52%    | PCFC Loan                                      | Up to 180 Days      |
| Qatar National Bank                         | 1.30%    | PCFC Loan                                      | Up to 180 Days      |
| State Bank of India                         | 1.90%    | PCFC Loan                                      | Up to 180 Days      |
| Standard Chartered Bank (Mauritius) Limited | 6.90%    | External Commercial Borrowing (ECB)            | Quarterly           |
| DBS Bank India Limited                      | 6.25%    | Foreign Currency Term Loan                     | Montly              |
| Axis Finance Limited                        | 8.50%    | Term Loan Facility                             | Quarterly           |
| Standard Chartered Capital Limited          | 8.85%    | Term Loan Facility                             | Half Yearly         |
| Bajaj Finance Limited                       | 7.50%    | Term Loan Facility                             | Quarterly           |
| Yes Bank Limited                            | 7.00%    | Term Loan Facility                             | Montly              |
| Kiran Pallavi Investments LLC               | 3.00%    | ECB Loan                                       | Monthly             |
| Yes Bank Limited                            | 7.99%    | Car Loan                                       | Monthly             |

Please refer note no. 16.1 on Reconciliation of Stock as statements submitted to Banks and Books of Accounts.

#### 16.1 - Reconciliation of Stock as statements submitted to Banks and Books of Accounts;

Amount (₹) in million

| Stock Reconciliation (Quarter wise) FY 2021-2022 |                                                      |                                    |                                |                                               |                      |
|--------------------------------------------------|------------------------------------------------------|------------------------------------|--------------------------------|-----------------------------------------------|----------------------|
| Quarter                                          | Name of bank                                         | Particulars of securities provided | Amount as per books of account | Amount reported in quarterly statement/return | Amount of difference |
| June'21                                          | Standard Chartered Bank (Lead Bank under consortium) | Finished goods                     | 1,243.47                       | 1,243.47                                      | -                    |
|                                                  |                                                      | WIP                                | 2,977.29                       | 2,977.29                                      | -                    |
|                                                  |                                                      | Raw Material                       | 1,289.67                       | 1,289.67                                      | -                    |
| September'21                                     |                                                      | Finished goods                     | 1,204.39                       | 1,204.39                                      | -                    |
|                                                  |                                                      | WIP                                | 3,692.48                       | 3,692.48                                      | -                    |
|                                                  |                                                      | Raw Material                       | 1,456.80                       | 1,456.80                                      | -                    |
| December'21                                      |                                                      | Finished goods                     | 1,332.06                       | 1,332.06                                      | -                    |
|                                                  |                                                      | WIP                                | 4,329.20                       | 4,329.20                                      | -                    |
|                                                  |                                                      | Raw Material                       | 1,588.96                       | 1,588.96                                      | -                    |
| March'22                                         |                                                      | Finished goods                     | 1,343.19                       | 1,343.19                                      | -                    |
|                                                  |                                                      | WIP                                | 5,337.33                       | 5,337.33                                      | -                    |
|                                                  |                                                      | Raw Material                       | 1,738.01                       | 1,738.01                                      | -                    |

#### Reason for discrepancies in stock statement submitted with Lenders:

There is no difference between stock statement submitted to banks and amount as per books of account.

Amount (₹) in million

| Stock Reconciliation (Quarter wise) FY 2020-2021 |                                                      |                                    |                                |                                               |                      |
|--------------------------------------------------|------------------------------------------------------|------------------------------------|--------------------------------|-----------------------------------------------|----------------------|
| Quarter                                          | Name of bank                                         | Particulars of securities provided | Amount as per books of account | Amount reported in quarterly statement/return | Amount of difference |
| June'20                                          | Standard Chartered Bank (Lead Bank under consortium) | Finished goods                     | 810.92                         | 810.68                                        | 0.23                 |
|                                                  |                                                      | WIP                                | 1,708.03                       | 1,707.21                                      | 0.82                 |
|                                                  |                                                      | Raw Material                       | 833.65                         | 833.65                                        | -                    |
| September'20                                     |                                                      | Finished goods                     | 764.06                         | 762.22                                        | 1.84                 |
|                                                  |                                                      | WIP                                | 1,807.65                       | 1,804.94                                      | 2.71                 |
|                                                  |                                                      | Raw Material                       | 932.62                         | 932.62                                        | -                    |
| December'20                                      |                                                      | Finished goods                     | 987.75                         | 987.75                                        | -                    |
|                                                  |                                                      | WIP                                | 2,190.38                       | 2,190.38                                      | -                    |
|                                                  |                                                      | Raw Material                       | 938.94                         | 938.94                                        | -                    |
| March'21                                         |                                                      | Finished goods                     | 2,644.17                       | 2,644.17                                      | -                    |
|                                                  |                                                      | WIP                                | 875.06                         | 875.06                                        | -                    |
|                                                  |                                                      | Raw Material                       | 1,269.43                       | 1,269.43                                      | -                    |

**Reason for discrepancies in stock statement submitted with Lenders:**

There is minor difference between stock as per Books of account of the Company and stock statements submitted with lenders due to change in certain valuation working.

**17 Current Liabilities: Financial Liabilities - Borrowings**

Amount (₹) in million

| Particulars                                        | Notes      | As at<br>March 31, 2022 | As at<br>March 31, 2021 |
|----------------------------------------------------|------------|-------------------------|-------------------------|
| <b>Secured - At Amortised cost;</b>                |            |                         |                         |
| Working Capital Loans from Banks                   | Note 16(A) | 2,080.82                | 427.75                  |
| <b>Current maturity of Non-Current Borrowings:</b> |            |                         |                         |
| <b>Secured:</b>                                    |            |                         |                         |
| Term loan from Banks                               |            | 137.33                  | 337.49                  |
| Term loan from Other Companies                     |            | 168.75                  | 6.72                    |
| Car Loan from Bank                                 |            | 3.22                    | 3.03                    |
| <b>Unsecured:</b>                                  |            |                         |                         |
| From Shareholders - Kiran Pallavi Investments LLC  |            | 623.62                  | 614.21                  |
| <b>Total</b>                                       |            | <b>3,013.73</b>         | <b>1,389.19</b>         |

Refer Note 16 (A) for terms of security, interest rates and repayment schedule.

**18 Current Liabilities: Financial Liabilities - Trade Payables**

Amount (₹) in million

| Particulars                                    | Notes  | As at<br>March 31, 2022 | As at<br>March 31, 2021 |
|------------------------------------------------|--------|-------------------------|-------------------------|
| Due to Micro and Small Enterprises:            | Note B |                         |                         |
| For Goods                                      | -      | 8.42                    | 1.60                    |
| For Expenses & services                        | -      | -                       | 1.70                    |
|                                                |        | <b>8.42</b>             | <b>3.30</b>             |
| Due to other than Micro and Small Enterprises: |        |                         |                         |
| For Goods                                      | -      | 1,898.69                | 1,593.10                |
| For Expenses & services                        | -      | 357.63                  | 389.12                  |
|                                                |        | <b>2,256.32</b>         | <b>1,982.22</b>         |
| <b>Total</b>                                   |        | <b>2,264.74</b>         | <b>1,985.52</b>         |

**Trade Payables Ageing**

Amount (₹) in million

| Particulars           | Outstanding for following periods from due date of payment |                     |          |          |                     |                 |
|-----------------------|------------------------------------------------------------|---------------------|----------|----------|---------------------|-----------------|
| As at March 31, 2022  | Not due                                                    | Less than<br>1 year | 1-2 year | 2-3 year | more than<br>3 year | Total           |
| MSME                  | 8.42                                                       | -                   | -        | -        | -                   | 8.42            |
| Others                | 1,987.95                                                   | 268.38              | -        | -        | -                   | 2,256.32        |
| Disputed dues- MSME   | -                                                          | -                   | -        | -        | -                   | -               |
| Disputed dues- others | -                                                          | -                   | -        | -        | -                   | -               |
| <b>Total</b>          | <b>1,996.36</b>                                            | <b>268.38</b>       | <b>-</b> | <b>-</b> | <b>-</b>            | <b>2,264.74</b> |

Amount (₹) in million

| Particulars           | Outstanding for following periods from due date of payment |                     |          |          |                     |                 |
|-----------------------|------------------------------------------------------------|---------------------|----------|----------|---------------------|-----------------|
| As at March 31, 2021  | Not due                                                    | Less than<br>1 year | 1-2 year | 2-3 year | more than<br>3 year | Total           |
| MSME                  | 3.30                                                       | -                   | -        | -        | -                   | 3.30            |
| Others                | 1,863.84                                                   | 118.38              | -        | -        | -                   | 1,982.22        |
| Disputed dues- MSME   | -                                                          | -                   | -        | -        | -                   | -               |
| Disputed dues- others | -                                                          | -                   | -        | -        | -                   | -               |
| <b>Total</b>          | <b>1,867.15</b>                                            | <b>118.38</b>       | <b>-</b> | <b>-</b> | <b>-</b>            | <b>1,985.52</b> |

**Note B:**

Due to Micro and Small enterprises- As per Micro, Small and Medium Enterprises Development Act, 2006 (MSMED Act)

This information has been determined to the extent such parties have been identified on the basis of information available with the Company

Amount (₹) in million

| Particulars                                                                       | Notes | As at<br>March 31, 2022 | As at<br>March 31, 2021 |
|-----------------------------------------------------------------------------------|-------|-------------------------|-------------------------|
| Principal amount remaining unpaid to any supplier as at the end of the year       | -     | 8.42                    | 3.30                    |
| Amount of interest due remaining unpaid to any supplier as at the end of the year | -     | -                       | -                       |

|                                                                                                                                                            |   |   |   |
|------------------------------------------------------------------------------------------------------------------------------------------------------------|---|---|---|
| Amount of interest paid under MSMED Act, 2006 along with the amount of the payment made to the suppliers beyond the appointed day during the year          | - | - | - |
| Amount of interest due and payable for the year of delay in making payment (where the principal has been paid but interest under MSMED Act, 2006 not paid) | - | - | - |
| Amount of interest accrued and remaining unpaid at the end of year                                                                                         | - | - | - |
| Amount of further interest remaining due and payable even in the succeeding year                                                                           | - | - | - |

**19 Current liabilities: Other financial liabilities**

Amount (₹) in million

| Particulars                       | Notes | As at<br>March 31, 2022 | As at<br>March 31, 2021 |
|-----------------------------------|-------|-------------------------|-------------------------|
| Other Payables                    |       | 4.05                    | -                       |
| TDS/TCS payable                   | -     | 19.94                   | 25.54                   |
| Forward / Swap contract payable   | -     | -                       | 13.91                   |
| Creditors -IPO expenses           | -     | -                       | 190.56                  |
| Interest accrued and due to banks | -     | 3.22                    | 0.13                    |
| <b>Total</b>                      |       | <b>27.21</b>            | <b>230.14</b>           |

**20 Current Liabilities- Provisions**

Amount (₹) in million

| Particulars                      | Notes | As at<br>March 31, 2022 | As at<br>March 31, 2021 |
|----------------------------------|-------|-------------------------|-------------------------|
| Provision for Employee Benefits: |       |                         |                         |
| Salary & Reimbursements          | -     | 40.30                   | 32.99                   |
| Contribution to PF/ESI/PT        | -     | 4.60                    | 3.47                    |
| Other Provisions                 | -     | 46.38                   | 116.13                  |
| <b>Total</b>                     |       | <b>91.28</b>            | <b>152.59</b>           |

**21 Other Current Liabilities**

Amount (₹) in million

| Particulars                | Notes | As at<br>March 31, 2022 | As at<br>March 31, 2021 |
|----------------------------|-------|-------------------------|-------------------------|
| Creditor for Capital Goods | -     | 188.46                  | 300.92                  |
| <b>Total</b>               |       | <b>188.46</b>           | <b>300.92</b>           |

**22 Current Tax Liabilities (Net)**

Amount (₹) in million

| Particulars                                                                       | Notes | As at<br>March 31, 2022 | As at<br>March 31, 2021 |
|-----------------------------------------------------------------------------------|-------|-------------------------|-------------------------|
| Provision for Income Tax (Net of Advance tax of ₹ 25.00 Mn (Previous year :85 Mn) | -     | 135.32                  | 88.71                   |
| <b>Total</b>                                                                      |       | <b>135.32</b>           | <b>88.71</b>            |

**Reconciliation of Income Tax Provision provided for the current financial year:**

Amount (₹) in million

| Particulars                                                                           | Notes | As at<br>March 31, 2022 | As at<br>March 31, 2021 |
|---------------------------------------------------------------------------------------|-------|-------------------------|-------------------------|
| <b>Income tax recognised in statement of Profit and loss</b>                          | -     |                         |                         |
| Current tax                                                                           | -     | 391.37                  | 175.29                  |
| Deferred Tax                                                                          | -     | 302.68                  | 52.99                   |
| <b>[ A ] Profit before tax during the year</b>                                        | -     | <b>2,201.81</b>         | <b>994.24</b>           |
| Rate of taxation                                                                      | -     | 34.94%                  | 17.47%                  |
| Computed Tax expense                                                                  | -     | 769.31                  | 173.71                  |
| Tax effect of :                                                                       |       |                         |                         |
| Gain/(loss) on remeasurements of the defined benefits plan                            | -     | 7.07                    | 2.52                    |
| Effective portion of gain/(loss) on hedging instruments in a cash flow hedge          | -     | (1.02)                  | (0.94)                  |
| Other Adjustment                                                                      | -     | (304.26)                | -                       |
| MAT credit set off                                                                    | -     | (79.74)                 | -                       |
| <b>Amount of Tax Provision on [ A ]</b>                                               | -     | <b>391.37</b>           | <b>175.29</b>           |
| Incremental / (Reversal) of Deferred Tax liability on account of                      |       |                         |                         |
| Property Plant and Equipment                                                          | -     | 302.68                  | 52.99                   |
| <b>Deferred Tax provision [ B ]</b>                                                   | -     | <b>302.68</b>           | <b>52.99</b>            |
| <b>Total Income tax expenses recognised in statement of Profit and loss [ A + B ]</b> | -     | <b>694.05</b>           | <b>228.28</b>           |
|                                                                                       | -     | <b>31.52%</b>           | <b>22.96%</b>           |

**23 Revenue from Operations**

Amount (₹) in million

| Particulars                      | Notes | As at<br>March 31, 2022 | As at<br>March 31, 2021 |
|----------------------------------|-------|-------------------------|-------------------------|
| Revenue from - Sale of products: |       |                         |                         |
| Export sales                     | -     | 5,986.19                | 4,669.50                |
| Domestic sales                   | -     | 4,148.98                | 3,050.87                |
| SEZ Supply                       | -     | 372.58                  | 353.86                  |
| Operating income                 |       |                         |                         |
| Jobwork income                   | -     | 121.09                  | 34.65                   |
| Electric power credit            | -     | 31.17                   | -                       |
| <b>Total</b>                     |       | <b>10,660.01</b>        | <b>8,108.88</b>         |

**24 Other Income**

Amount (₹) in million

| Particulars                                                       | Notes  | As at<br>March 31, 2022 | As at<br>March 31, 2021 |
|-------------------------------------------------------------------|--------|-------------------------|-------------------------|
| Interest Income                                                   | -      | 28.61                   | 8.02                    |
| <b>Other Financial Assets measured at amortised cost</b>          |        |                         |                         |
| Interest Income on Lease Deposits                                 | Note 3 | 2.85                    | 2.58                    |
| Interest Income on Staff Loans                                    | -      | 5.69                    | 7.45                    |
| Exchange Gain /(Loss) resultant from the transaction /translation | -      | 35.06                   | 108.37                  |
| Other Income                                                      | -      | 0.67                    | 30.25                   |
| Duty Drawback Income                                              | -      | 63.15                   | 50.25                   |
| Insurance claims received                                         | -      | -                       | 8.09                    |
| Rent Income                                                       | -      | 1.20                    | -                       |
| Export benefit incentive                                          |        | 13.83                   | 51.09                   |
| Net gain/(loss) on sale of Investment                             |        | -                       | 0.01                    |
| <b>Total</b>                                                      |        | <b>151.06</b>           | <b>266.10</b>           |

**25 Cost of Materials Consumed**

Amount (₹) in million

| Particulars                                                                          | Notes | As at<br>March 31, 2022 | As at<br>March 31, 2021 |
|--------------------------------------------------------------------------------------|-------|-------------------------|-------------------------|
| <b>Cost of Materials Consumed</b>                                                    |       |                         |                         |
| Opening stock of material                                                            | -     | 1,269.43                | 703.39                  |
| Add: Purchases during the year                                                       | -     | 7,398.37                | 5,270.10                |
|                                                                                      |       | 8,667.80                | 5,973.48                |
| Less: Closing stock of material                                                      | -     | 1,738.01                | 1,269.43                |
|                                                                                      |       | <b>6,929.79</b>         | <b>4,704.05</b>         |
| <b>Changes in Inventories of Finished Goods, Work-in-Progress and Stock-in-Trade</b> |       |                         |                         |
| Opening stock:                                                                       |       |                         |                         |
| Finished goods                                                                       | -     | 875.06                  | 883.82                  |
| Work-in-progress                                                                     | -     | 2,644.17                | 1,328.31                |
| Less: Closing stock:                                                                 |       |                         |                         |
| Finished goods                                                                       | -     | 1,372.04                | 875.06                  |
| Work-in-progress                                                                     | -     | 5,365.16                | 2,644.17                |
|                                                                                      |       | <b>(3,217.97)</b>       | <b>(1,307.10)</b>       |
| <b>Total</b>                                                                         |       | <b>3,711.82</b>         | <b>3,396.96</b>         |

**26 Employee Benefits Expense**

Amount (₹) in million

| Particulars                                                   | Notes | As at<br>March 31, 2022 | As at<br>March 31, 2021 |
|---------------------------------------------------------------|-------|-------------------------|-------------------------|
| Salaries and wages                                            |       | 369.67                  | 228.79                  |
| Bonus                                                         | -     | 30.35                   | 58.59                   |
| Contribution to and provision for:                            |       |                         |                         |
| Provident and other funds                                     |       | 12.99                   | 8.62                    |
| Retirement benefit (including contribution to Group Gratuity) | -     | 14.24                   | 7.76                    |

|                                |          |               |               |
|--------------------------------|----------|---------------|---------------|
| Employees Compensation Account | -        | 35.20         | 6.35          |
| Staff welfare expenses         | -        | 22.60         | 14.32         |
| <b>Total</b>                   | <b>-</b> | <b>485.04</b> | <b>324.43</b> |

## 27 Finance Costs

Amount (₹) in million

| Particulars                                                      | Notes  | As at<br>March 31, 2022 | As at<br>March 31, 2021 |
|------------------------------------------------------------------|--------|-------------------------|-------------------------|
| Interest Expenses*                                               | Note A | 241.52                  | 573.55                  |
| Other Borrowing Costs                                            | -      | 50.64                   | 76.63                   |
| Applicable loss on foreign currency transactions and translation | -      | 16.11                   | 35.25                   |
| <b>Total</b>                                                     |        | <b>308.27</b>           | <b>685.43</b>           |

\*Net of interest capitalised Nil in the current financial year (Previous year: ₹ 48.66 millions)

### Note A:

As per IND AS 109 "Financial Instruments" and IND AS 113 "Fair Value Measurements", term loans taken from banks are financial instruments and accordingly the processing fee paid on bank loans is to be valued at fair valuation and recognised as "Term loan deferred processing fee" which is amortised as "Deferred interest expense" over the period of term loan using effective interest rate for each bank loan taken during the year.

## 28 Other Expenses

Amount (₹) in million

| Particulars                        | Notes  | As at<br>March 31, 2022 | As at<br>March 31, 2021 |
|------------------------------------|--------|-------------------------|-------------------------|
| <b>(A) Manufacturing Expenses</b>  |        |                         |                         |
| Job work and other charges         | -      | 731.79                  | 570.88                  |
| Utility charges                    | -      | 1,222.29                | 750.91                  |
| Consumption - Stores and Spares    | -      | 84.67                   | 61.35                   |
| Consumption - Packing Materials    | -      | 117.41                  | 66.41                   |
| Pollution expenses                 | -      | 264.69                  | 223.60                  |
| Laboratory expenses                | -      | 18.64                   | 14.87                   |
| Factory Expenses                   | -      | 121.38                  | 98.20                   |
| Lease Rent expenses                | Note 3 | 0.96                    | 0.96                    |
| Insurance machinery, factory, etc. | -      | 0.01                    | 2.04                    |
| Other manufacturing expenses       | -      | 320.84                  | 240.32                  |
| <b>Total (A)</b>                   |        | <b>2,882.69</b>         | <b>2,029.55</b>         |
| <b>(B) Administrative Expenses</b> |        |                         |                         |
| Legal & professional charges       | -      | 99.31                   | 64.02                   |
| Director remuneration              | -      | 26.28                   | 26.28                   |
| Director sitting fees              | -      | 5.10                    | 4.05                    |
| Insurance expenses                 | -      | 61.07                   | 17.97                   |
| Rent, rates, taxes & duties        | -      | 69.66                   | 45.32                   |
| Repairs & maintenance              | -      | 22.24                   | 17.65                   |
| Indirect taxes expenses            | -      | 0.62                    | 1.09                    |
| Donation                           | -      | 16.87                   | 17.89                   |
| Employee advances written off      | -      | -                       | 7.47                    |
| Security charges                   | -      | 29.95                   | 24.01                   |

|                                                        |   |                 |                 |
|--------------------------------------------------------|---|-----------------|-----------------|
| Audit fees (Refer Note No. 37)                         | - | 2.20            | 2.65            |
| CSR expenditure                                        | - | 18.82           | 12.39           |
| Net (loss) on sale of property, plant and equipment    |   | 2.58            | 1.79            |
| Other Administrative Expenses                          | - | 65.93           | 50.91           |
| <b>Total (B)</b>                                       |   | <b>420.63</b>   | <b>293.48</b>   |
| <b>(C) Selling &amp; Distribution Expenses</b>         |   |                 |                 |
| Commission and Brokerage                               | - | 21.83           | 23.52           |
| Packing expense                                        | - | 0.39            | 0.03            |
| Insurance on sales (including Export)                  | - | 2.48            | 3.96            |
| Clearing & forwarding charges                          | - | 146.04          | 89.28           |
| Advertisement, business promotion and Seminar expenses | - | 28.91           | 17.59           |
| <b>Total (C)</b>                                       |   | <b>199.65</b>   | <b>134.38</b>   |
| <b>Grand Total (A)+(B)+(C)</b>                         |   | <b>3,502.97</b> | <b>2,457.41</b> |

**28.1 Corporate Social Responsibilities:**

Amount (₹) in million

| Particulars                                                                                           | Notes | As at<br>March 31, 2022 | As at<br>March 31, 2021 |
|-------------------------------------------------------------------------------------------------------|-------|-------------------------|-------------------------|
| Amount of CSR required to be spent as per Section 135 of Companies Act, 2013 read with Schedule VII   | -     | 15.90                   | 12.39                   |
| Amount of CSR spent during the year                                                                   | -     | 18.82                   | 12.39                   |
| Short fall at the end of the year                                                                     | -     | -                       | -                       |
| Total of previous years shortfall                                                                     | -     | -                       | -                       |
| Reason for shortfall                                                                                  | -     | N/A                     | N/A                     |
| Detail of related party transaction                                                                   | -     | Nil                     | Nil                     |
| Movement in provision made with respect to liability incurred by entering into contractual obligation | -     | N/A                     | N/A                     |

Amount (₹) in million

| Particulars of nature of CSR activities | Notes | As at<br>March 31, 2022 | As at<br>March 31, 2021 |
|-----------------------------------------|-------|-------------------------|-------------------------|
| Health                                  | -     | 16.52                   | 6.79                    |
| Education                               | -     | 1.10                    | 2.30                    |
| Environmental Protection                | -     | 1.20                    | 3.30                    |
| <b>Total</b>                            | -     | <b>18.82</b>            | <b>12.39</b>            |

**29 Other Comprehensive Income/(Expense)**

Amount (₹) in million

| Particulars                                                                         | As at<br>March 31, 2022 | As at<br>March 31, 2021 |
|-------------------------------------------------------------------------------------|-------------------------|-------------------------|
| <b>Other Comprehensive Income which will not be reclassified to Profit and Loss</b> |                         |                         |
| Remeasurement of Defined Benefit Plan                                               | (13.17)                 | (11.91)                 |
| <b>Other Comprehensive Income which will be reclassified to Profit and Loss</b>     |                         |                         |
| Effective portion of gain/(loss) on hedging instruments in a cash flow hedge        | 4.80                    | 4.44                    |

## 30 Contingent Liabilities and Commitments

### Contingent Liabilities

#### Capital Commitments

Estimated amount of contracts remaining to be executed on capital account and not provided for as on March 31, 2022 is ₹ 415.00 Mn (Previous year ₹ 259.39 Mn).

## 31 Employee Benefits

Employee Gratuity fund scheme is for the purpose of the Defined Benefits. The Company is making annual contributions for gratuities to funds administered by trustees and managed by insurer (LIC) for amounts notified by the insurer. The present value of obligation under such defined benefit plan is determined based on actuarial valuation carried out by an independent actuary.

The Company has paid premium under Staff Gratuity EGS Scheme with the LIC. Accordingly, all the required disclosures are provided in the financial statements to the extent details available from actuarial valuation report and LIC gratuity valuation report respectively.

These plans typically expose the Group to actuarial risks such as: Investment risk, interest rate risk, longevity risk and salary risk.

### Investment risk

The present value of the defined benefit plan liability is calculated using a discount rate which is determined by reference to market yields at the end of the reporting year on government bonds. If the return on plan asset is below this rate, it will create a plan deficit. Currently, for the plan in India, it has a relatively balanced mix of investments in government securities, and other debt instruments.

### Interest risk

A fall in the discount rate which is linked to the Government Security Rate will increase the present value of the liability requiring higher provision. A fall in the discount rate generally increases the mark to market value of the assets depending on the duration of asset.

### Salary risk:

The present value of the defined benefit plan liability is calculated by reference to the future salaries of members. As such, an increase in the salary of the members more than assumed level will increase the plan's liability.

### Concentration risk:

Plan is having a concentration risk as all the assets are invested with the insurance company and a default will wipe out all the assets. Although probability of this is very less as insurance companies have to follow regulatory guidelines.

## I. Charge to the Statement of Profit and Loss based on Defined Contribution

### Plans

Amount (₹) in million

| Particulars                               | As at<br>March 31, 2022 | As at<br>March 31, 2021 |
|-------------------------------------------|-------------------------|-------------------------|
| Employer's contribution to Provident Fund | 21.67                   | 14.43                   |
| Employer's contribution to ESI            | 1.84                    | 2.16                    |
| <b>Total</b>                              | <b>23.51</b>            | <b>16.59</b>            |

## II. Disclosures for Defined Benefit Plans based on actuarial valuation reports

### A. Changes in present value Defined Benefit Obligation

Amount (₹) in million

| Particulars                                           | Gratuity (Funded)    |                      |
|-------------------------------------------------------|----------------------|----------------------|
|                                                       | As at March 31, 2022 | As at March 31, 2021 |
| Present value of obligations as at beginning of year  | 81.73                | 57.86                |
| Interest cost                                         | 5.61                 | 4.20                 |
| Current Service Cost                                  | 10.41                | 7.51                 |
| Benefits Paid                                         | (3.31)               | (1.52)               |
| Actuarial (gain)/ loss on obligations                 | 19.18                | 13.69                |
| <b>Present value of obligations as at end of year</b> | <b>113.62</b>        | <b>81.73</b>         |

### B. Changes in the Fair Value of Plan Assets

Amount (₹) in million

| Particulars                                       | Gratuity (Funded)    |                      |
|---------------------------------------------------|----------------------|----------------------|
|                                                   | As at March 31, 2022 | As at March 31, 2021 |
| Fair value of plan assets at beginning of year    | 86.66                | 66.87                |
| Expected return on plan assets                    | 5.95                 | 4.85                 |
| Contributions                                     | 33.61                | 17.20                |
| Benefits Paid                                     | (3.31)               | (1.52)               |
| Actuarial gain/(loss) on Plan assets              | (1.05)               | (0.74)               |
| <b>Present value of Fair value at end of year</b> | <b>121.85</b>        | <b>86.66</b>         |

### C. Amount recognized in the Balance Sheet

Amount (₹) in million

| Particulars                                                        | Gratuity (Funded)    |                      |
|--------------------------------------------------------------------|----------------------|----------------------|
|                                                                    | As at March 31, 2022 | As at March 31, 2021 |
| Present Value of Defined Benefit Obligations as at end of the year | 113.62               | 81.73                |
| Fair Value of Plan Assets as at end of the year                    | 121.85               | 86.66                |
| <b>Net Liability/(Asset) recognized in the Balance Sheet</b>       | <b>(8.23)</b>        | <b>(4.93)</b>        |

### D. Expenses recognized in the Statement of Profit and Loss

Amount (₹) in million

| Particulars                                    | Gratuity (Funded)    |                      |
|------------------------------------------------|----------------------|----------------------|
|                                                | As at March 31, 2022 | As at March 31, 2021 |
| Current Service Cost                           | 10.41                | 7.51                 |
| Interest Cost                                  | 5.61                 | 4.20                 |
| Expected return on Plan assets                 | (5.95)               | (4.85)               |
| Present value of obligations as at end of year | 10.07                | 6.85                 |

**F. Significant Actuarial Assumption**

| Particulars                         | Gratuity (Funded)    |                      |
|-------------------------------------|----------------------|----------------------|
|                                     | As at March 31, 2022 | As at March 31, 2021 |
| Discount Rate (p.a.)                | 7.15%                | 6.86%                |
| Rate of escalation in salary (p.a.) | 8.00%                | 8.00%                |

**31.1 Share based Payment****a) Scheme details**

Company has an Employee Stock Option Scheme under which the maximum quantum of options was granted at ₹ 225/- (face value ₹ 10/- each) with options to be vested from time to time on the basis of performance and other eligibility criteria.

Details of Employee Stock Option (**GRANT 1 & 2**) granted from April 01, 2020 to March 31, 2022 but not vested as on March 31, 2022:

| Financial Year      | Number of Options Granted | Financial Year of Vesting | Exercise Price - ₹ | Number of Shares Outstanding for respective GRANTS |
|---------------------|---------------------------|---------------------------|--------------------|----------------------------------------------------|
| 2021-2022 (GRANT 2) | 1,07,075                  | 2021-22 to 2022-23        | 225.00             | 1,01,220                                           |
| 2020-2021 (GRANT 1) | 13,12,760                 | 2021-22 to 2023-24        | 225.00             | 8,58,784                                           |

Fair Value of Option at Grant date with respect to GRANT 1 is ₹ 190.26 and GRANT 2 is ₹ 816.73 and Exercise period is one year from the date of each respective vesting under Grant 1 & Grant 2 or such other period as may be decided by the Nomination and Remuneration Committee/ Compensation Committee.

**b) Compensation expenses arising on account of the share based payments:**

Amount (₹) in million

| Particulars                    | For March 31, 2022 | For March 31, 2021 |
|--------------------------------|--------------------|--------------------|
| Employees Compensation Account | 35.20              | 6.35               |

**c) Fair Value on the grant date**

The fair value at grant date is determined using Black Scholes Model which takes into account the exercise price, the term of the option, the share price at grant date and expected price volatility of the underlying share, the expected dividend yield and the risk free interest rate for the term of the option.

The model inputs for options granted during the year ended March 31, 2022 included:

| Particulars                                                      | Grant 1                             | Grant 2            |
|------------------------------------------------------------------|-------------------------------------|--------------------|
| 1. Weighted average exercise price ₹                             | 190.26                              | 816.73             |
| 2. Grant Date                                                    | December 10, 2020                   | January 20, 2022   |
| 3. Vesting Year                                                  | 2021-22 to 2023-24                  | 2021-22 to 2022-23 |
| 4. Share price at grant date ₹ per share as per Valuation report | 190.26                              | 816.73             |
| 5. Expected Price Volatility (Weighted Average)                  | 39.06%                              | 25.36%             |
| 6. Expected Dividend Yield                                       | Dividend is not factored separately |                    |
| 7. Risk Free Interest Rate                                       | 5.11%                               | 6.60%              |

## d) Movement in share option during the year:

| Particulars                                                    | As at March 31, 2022    |                    | As at March 31, 2021    |                    |
|----------------------------------------------------------------|-------------------------|--------------------|-------------------------|--------------------|
|                                                                | Number of share options | Exercise price (₹) | Number of share options | Exercise price (₹) |
| Balance at the beginning of the year                           | 12,70,750               | 225.00             | -                       | -                  |
| Add: Granted during the year - GRANT 1                         | -                       | -                  | 13,12,760               | 225.00             |
| Less: Expired / Lapsed during the year with respect to GRANT 1 | 87,472                  | 225.00             | 42,010                  | 225.00             |
| Add: Granted during the year - GRANT 2                         | 1,07,075                | 225.00             |                         |                    |
| Less: Expired / Lapsed during the year with respect to GRANT 2 | 5,855                   | 225.00             |                         |                    |
| Forfeited during the year                                      | -                       | -                  | -                       | -                  |
| Exercised & Alloted during the year with respect to GRANT 1    | 3,24,494                | 225.00             | -                       | -                  |
| Balance at the end of the year                                 | 9,60,004                | 225.00             | 12,70,750               | 225.00             |

## 32 Related Party Disclosure

As per Ind AS 24, the disclosures of transactions with the related parties are as follows:

## I. List of related parties

## A. Subsidiaries

The Subsidiary companies including step down subsidiary:

| Name of the Company                                      | Principal place of business | Proportion of Ownership interest held as at March 31, 2022 | Proportion of Ownership interest held as at March 31, 2021 |
|----------------------------------------------------------|-----------------------------|------------------------------------------------------------|------------------------------------------------------------|
| Jainam Intermediates Pvt Ltd                             | Surat                       | 100%                                                       | 100%                                                       |
| Radha Murari Petrofills Pvt. Ltd (Step down subsidiary)* | Surat                       | 0%                                                         | 0%                                                         |

\*Radha Murari Petrofills Private Limited by virtue of the Scheme of arrangement in the nature of amalgamation has been merged with Jainam Intermediates Private Limited with effect from November 10, 2020 vide order passed by Hon'able Regional Director (North-Western Region), Ahmedabad of Ministry of Corporate Affairs dated November 10, 2020 pursuant to provisions of Section 233 of Companies Act, 2013 and Rules framed thereunder, Appointed date being April 01, 2019.

## A.1 Associates

| Name of the Company        | Principal place of business | Proportion of Ownership interest held as at March 31, 2022 | Proportion of Ownership interest held as at March 31, 2021 |
|----------------------------|-----------------------------|------------------------------------------------------------|------------------------------------------------------------|
| TANFAC Industries Limited* | Cuddalore (Tamilnadu)       | 24.96%                                                     | 0%                                                         |

\*During the current financial year, the Company has vide a Share Purchase agreement dated February 01, 2022 acquired 24.96% equity shares of ₹ 10/- each of TANFAC Industries Limited and obtained joint control over the Tanfac along with Tamilnadu Industrial Development Corporation Limited.

## B. Enterprise over which key management personnel is able to exercise significant influence:

|                                                                                                                                                                       |           |        |        |
|-----------------------------------------------------------------------------------------------------------------------------------------------------------------------|-----------|--------|--------|
| Atharva Exochem Private Limited (Upto September 26, 2020)**                                                                                                           | Surat     | 0.00%  | 0.00%  |
| Tangent Science Private Limited (Investment held through Jainam Intermediates Pvt. Ltd and Associate Company of Jainam Intermediates Pvt. Ltd.) (w.e.f June 19, 2020) | Ahmedabad | 45.00% | 45.00% |

\*\*W.e.f September 26, 2020, Atharva Exochem Private Limited is not a part of group company as Anupam Rasayan India Limited ceased to hold any ownership interest in Atharva Exochem Private Limited

**C. Key Management Personnel/Relatives of Key Management Personnel**

| Name                                              | Designation                                                                |
|---------------------------------------------------|----------------------------------------------------------------------------|
| Anand Sureshbhai Desai                            | Managing Director                                                          |
| Afzal Harunbhai Malkani (till March 14, 2022)     | Chief Financial Officer                                                    |
| Amit A Khurana (w.e.f March 15, 2022)             | Chief Financial Officer                                                    |
| Vishal Thakkar (w.e.f February 01, 2022)          | Deputy Chief Financial Officer                                             |
| Suchi S Agarwal                                   | Company Secretary & Compliance Officer                                     |
| Mona Anandbhai Desai                              | Vice Chairperson and Whole Time Director                                   |
| Nilesh Madhusudan Naik (w.e.f September 26, 2020) | Key Managerial Person -Technical Head                                      |
| Anuj Hemantbhai Thakar (w.e.f September 26, 2020) | Key Managerial Person-R&D (Process Development) Head                       |
| Ravi Ashwinbhai Desai (w.e.f September 26, 2020)  | Key Managerial Person -Sales Head                                          |
| Ramsarup Khurana (w.e.f December 01, 2020)        | Relative of Key Management Personnel (Administrative Head of the Company)  |
| Gaurav Khurana (w.e.f December 01, 2020)          | Relative of Key Management Personnel (Unit in charge of Unit 3 and Unit 4) |

**D. Entity in which directors are substantially interested**

| Name                                                     | Relationship                                           |
|----------------------------------------------------------|--------------------------------------------------------|
| Rehash Industrial and Resins Chemicals Pvt. Ltd.         | Entity in which directors are substantially interested |
| Kiran Pallavi Investments LLC (w.e.f September 26, 2020) | Entity in which director is substantially interested   |

**E. Non-Executive/Independent Directors**

| Name                                                     | Designation                              |
|----------------------------------------------------------|------------------------------------------|
| Dr Kiran Chhotubhai Patel                                | Chairperson and Director (Non-executive) |
| Milan Ramesh Thakkar                                     | Director (Non-executive)                 |
| Vijay Kumar Batra (w.e.f November 09, 2020)              | Independent Director                     |
| Vinesh Prabhakar Sadekar (w.e.f November 09, 2020)       | Independent Director                     |
| Hetul Krishnakant Mehta (w.e.f November 09, 2020)        | Independent Director                     |
| Dr Namrata Dharmendra Jariwala (w.e.f December 04, 2020) | Independent Director                     |

**II. Details of transactions with related parties**

Amount (₹) in million

| Details of transactions                                           | For the year ended on |                      |
|-------------------------------------------------------------------|-----------------------|----------------------|
|                                                                   | As at March 31, 2022  | As at March 31, 2021 |
| <b>Jainam Intermediates Private Limited</b>                       |                       |                      |
| Purchase of goods                                                 | 217.61                | 176.85               |
| <b>Tangent Science Private Limited</b>                            |                       |                      |
| Loan given *                                                      | 150.00                | -                    |
| Loan repaid by Tangent Science Private Limited towards loan given | 40.00                 | -                    |
| License fee Income                                                | 1.20                  | -                    |

|                                                                 |       |       |
|-----------------------------------------------------------------|-------|-------|
| Interest Income                                                 | 2.46  | -     |
| <b>Kiran Pallavi Investments LLC (w.e.f September 26, 2020)</b> |       |       |
| Interest Expenses                                               | 67.93 | 42.25 |

\* The Company had provided loan of ₹ 150.00 million to Tangent Science Private Limited for the purpose of principal business activity of Tangent Science Private Limited.

### Compensation of key management personnel and relatives of Key Management personnel

Amount (₹) in million

| Particulars                | As at<br>March 31, 2022 | As at<br>March 31, 2021 |
|----------------------------|-------------------------|-------------------------|
| <b>Short-term benefits</b> |                         |                         |
| Anand Sureshbhai Desai     | 13.14                   | 13.14                   |
| Mona Anandbhai Desai       | 13.14                   | 13.14                   |
| Afzal Harunbhai Malkani    | 20.25                   | 13.50                   |
| Amit A Khurana             | 0.40                    | -                       |
| Vishal Thakkar             | 1.40                    | -                       |
| Suchi S Agarwal            | 2.20                    | 1.99                    |
| Nilesh Madhusudan Naik     | 17.01                   | 16.20                   |
| Anuj Hemantbhai Thakar     | 8.51                    | 8.10                    |
| Ravi Ashwinbhai Desai      | 3.71                    | 3.38                    |
| Ramsarup Khurana           | 1.86                    | 0.50                    |
| Gaurav Khurana             | 4.25                    | 1.20                    |
| <b>Total</b>               | <b>85.87</b>            | <b>71.15</b>            |

### Director sitting fees

Amount (₹) in million

| Particulars                    | As at<br>March 31, 2022 | As at<br>March 31, 2021 |
|--------------------------------|-------------------------|-------------------------|
| <b>Director sitting fees</b>   |                         |                         |
| Vijay Kumar Batra              | 1.43                    | 0.75                    |
| Vinesh Prabhakar Sadekar       | 1.20                    | 0.83                    |
| Hetul Krishnakant Mehta        | 1.80                    | 1.95                    |
| Dr Namrata Dharmendra Jariwala | 0.68                    | 0.53                    |

### III. Balances of related parties

Amount (₹) in million

| Account balances                                     | Key Management Personnels |                      |
|------------------------------------------------------|---------------------------|----------------------|
|                                                      | As at March 31, 2022      | As at March 31, 2021 |
| Directors remuneration payable                       | 1.39                      | 2.19                 |
| Key Management Personnel remuneration payable-Others | 7.97                      | 2.44                 |

Amount (₹) in million

| Account balances                           | Non-Executive/ Independent Directors |                      |
|--------------------------------------------|--------------------------------------|----------------------|
|                                            | As at March 31, 2022                 | As at March 31, 2021 |
| Independent Directors Sitting fees payable | 0.61                                 | 1.32                 |

Amount (₹) in million

| Account balances                                          | Investments          |                      |
|-----------------------------------------------------------|----------------------|----------------------|
|                                                           | As at March 31, 2022 | As at March 31, 2021 |
| Jainam Intermediates Private Limited - Subsidiary Company | 0.10                 | 0.10                 |
| TANFAC Industries Limited - Associate Company             | 1,481.43             | -                    |

Amount (₹) in million

| Account balances                                                                                                                | Balance outstanding  |                      |
|---------------------------------------------------------------------------------------------------------------------------------|----------------------|----------------------|
|                                                                                                                                 | As at March 31, 2022 | As at March 31, 2021 |
| Kiran Pallavi Investments LLC (w.e.f September 26, 2020)                                                                        |                      |                      |
| Unsecured Loan from shareholders (carrying interest rate 3% p.a. and repayable within seven year from the date of disbursement) | 1,963.16             | 2,508.02             |
| Jainam Intermediates Private Limited                                                                                            |                      |                      |
| - Payable/(Advance) for Purchase of goods                                                                                       | 3.61                 | (6.73)               |
| Tangent Science Pvt. Ltd. (Associate of Subsidiary)                                                                             |                      |                      |
| - Loan Given                                                                                                                    | 110.67               | -                    |
| - Others                                                                                                                        | 0.11                 | -                    |

### 33 Earnings per share (EPS)

EPS is calculated by dividing the profit/(loss) attributable to the equity shareholders by the weighted average number of Equity Shares outstanding during the year. The earnings and weighted average numbers of Equity Shares used in calculating basic and diluted earnings per Equity Share are as follows:

| Particulars                                                                 | As at<br>March 31, 2022 | As at<br>March 31, 2021 |
|-----------------------------------------------------------------------------|-------------------------|-------------------------|
| <b>Profit/(loss) after tax (Amount in million)</b>                          | <b>1,507.76</b>         | <b>699.21</b>           |
| Weighted average number of Equity Shares for calculating Basic EPS (No.)    | 9,99,80,821             | 8,21,59,313             |
| Weighted average number of Equity Shares for calculating Diluted EPS (No.)  | 10,02,64,085            | 8,21,59,313             |
| <b>Earnings per share - Basic attributable to Equity Shareholders (₹)</b>   | <b>15.08</b>            | <b>8.51</b>             |
| <b>Earnings per share - Diluted attributable to Equity Shareholders (₹)</b> | <b>15.04</b>            | <b>8.51</b>             |
| <b>Face value per share (₹)</b>                                             | <b>10.00</b>            | <b>10.00</b>            |

### 34 Deferred Taxes

#### I. Deferred tax balances

Amount (₹) in million

| Particulars                    | As at<br>March 31, 2022 | As at<br>March 31, 2021 |
|--------------------------------|-------------------------|-------------------------|
| Deferred tax liabilities (Net) | 546.10                  | 243.43                  |
|                                | <b>546.10</b>           | <b>243.43</b>           |

Deferred tax assets and liabilities are recognized for the future tax consequences of temporary differences between the carrying value of assets and liabilities and their respective tax bases, and unutilized business

loss and depreciation carry-forwards and tax credits. Deferred tax assets are recognized to the extent that it is probable that future taxable income will be available against which the deductible temporary differences, unused tax losses, depreciation carry-forwards and unused tax credits could be utilized.

## II. Deferred tax movement during the year ended March 31, 2022

Amount (₹) in million

| Particulars                                                | As at<br>March 31, 2022 | As at<br>March 31, 2021 |
|------------------------------------------------------------|-------------------------|-------------------------|
| <b>Deferred Tax Asset/(Liability), at the beginning</b>    | <b>(243.43)</b>         | <b>(190.44)</b>         |
| Add : Deferred Tax Asset/(Liability) on timing differences |                         |                         |
| (a) due to difference in depreciation & amortization       | (208.95)                | (157.93)                |
| (b) due to timing difference of other items                | 8.74                    | -                       |
|                                                            | <b>(200.21)</b>         | <b>(157.93)</b>         |
| Tax credits available (MAT)                                | (102.46)                | 104.94                  |
| Net Deferred Tax Asset/(Liability), at the end             | <b>(546.10)</b>         | <b>(243.43)</b>         |
| <b>Provision for Deferred Tax Liability/(Asset)</b>        | <b>302.68</b>           | <b>52.99</b>            |

## 35 Fair Value Measurement

### I. Financial Instruments by category (net of ECL provision)

Amount (₹) in million

| Particulars                  | Carrying<br>Amount | 31-Mar-22   |             |                  |
|------------------------------|--------------------|-------------|-------------|------------------|
|                              |                    | FVTPL       | FVTOCI      | Amortized Cost   |
| <b>Financial Assets</b>      |                    |             |             |                  |
| Investments*                 | -                  | -           | -           | -                |
| Loans                        | 126.82             | -           | -           | 126.82           |
| Cash & Bank balances         | 2,095.14           | -           | -           | 2,095.14         |
| Trade Receivables            | 2,800.95           | -           | -           | 2,800.95         |
| Other Financial Assets       | 525.98             | 8.34        | 5.82        | 511.82           |
|                              | <b>5,548.90</b>    | <b>8.34</b> | <b>5.82</b> | <b>5,534.73</b>  |
| <b>Financial Liabilities</b> |                    |             |             |                  |
| Borrowings                   | 7,958.51           | -           | -           | 7,958.51         |
| Trade payables               | 2,264.74           | -           | -           | 2,264.74         |
| Other financial liabilities  | 430.86             | -           | -           | 430.86           |
|                              | <b>10,654.11</b>   | <b>-</b>    | <b>-</b>    | <b>10,654.11</b> |

\* Exclude investment in group companies ₹ 1,481.53 Million is measured at cost.

Amount (₹) in million

| Particulars             | Carrying<br>Amount | 31-Mar-21 |          |                 |
|-------------------------|--------------------|-----------|----------|-----------------|
|                         |                    | FVTPL     | FVTOCI   | Amortized Cost  |
| <b>Financial Assets</b> |                    |           |          |                 |
| Investments*            | -                  | -         | -        | -               |
| Loans                   | 114.36             | -         | -        | 114.36          |
| Cash & Bank balances    | 2,955.90           | -         | -        | 2,955.90        |
| Trade receivables       | 2,054.89           | -         | -        | 2,054.89        |
| Other financial assets  | 388.68             | -         | -        | 388.68          |
|                         | <b>5,513.84</b>    | <b>-</b>  | <b>-</b> | <b>5,513.84</b> |

|                             |                 |          |              |                 |
|-----------------------------|-----------------|----------|--------------|-----------------|
| Financial Liabilities       |                 |          |              |                 |
| Borrowings                  | 3,863.08        | -        | -            | 3,863.08        |
| Trade payables              | 1,985.52        | -        | -            | 1,985.52        |
| Other financial liabilities | 592.86          | -        | 13.91        | 578.95          |
|                             | <b>6,441.47</b> | <b>-</b> | <b>13.91</b> | <b>6,427.55</b> |

\* Exclude investment in subsidiary company ₹ 0.1 Million is measured at cost.

## II. Fair value of hierarchy and method of valuation

This section explains the judgements and estimates made in determining the fair values of the financial instruments that are a) recognized and measured at fair value, and b) measured at amortized cost and for which fair values are disclosed in the financial statements. To provide an indication about the reliability of the inputs used in determining fair value, the company has classified its financial instruments into the three levels prescribed under the accounting standard.

| Amount (₹) in million        |                 |           |         |         |
|------------------------------|-----------------|-----------|---------|---------|
| Financial instrument         | Carrying Amount | 31-Mar-22 |         |         |
|                              |                 | Level 1   | Level 2 | Level 3 |
| <b>Financial Assets</b>      |                 |           |         |         |
| Other Financial Assets       | -               | -         | 14.16   | -       |
| <b>Financial Liabilities</b> |                 |           |         |         |
| Other financial liabilities  | -               | -         | -       | -       |

| Amount (₹) in million        |                 |           |         |         |
|------------------------------|-----------------|-----------|---------|---------|
| Financial instrument         | Carrying Amount | 31-Mar-21 |         |         |
|                              |                 | Level 1   | Level 2 | Level 3 |
| <b>Financial Assets</b>      |                 |           |         |         |
| Other financial assets       | -               | -         | -       | -       |
| <b>Financial Liabilities</b> |                 |           |         |         |
| Other financial liabilities  | 13.91           | -         | 13.91   | -       |

Except for those financial instruments for which the carrying amounts are mentioned in the above table, the Company considers that the carrying amounts recognized in the financial statements approximate their fair values.

For financial assets that are recognized at fair value, the carrying amounts are equal to the fair values.

Level 1 : Level 1 hierarchy includes financial instruments measured using quoted prices.

Level 2 : The fair value of the financial instruments that are not traded in active market is determined using valuation techniques which maximize the use of observable market data and rely 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: If one or more significant inputs is not based on observable market data, the instrument is included in level 3.

### Valuation techniques used to determine the fair values:

The fair value of the forward exchange contract is determined using forward exchange rate at the balance sheet date. The fair value of cross currency interest rate swap is calculated as the present value of future cash flow based on available foreign exchange rates.

### Reconciliation of fair value measurement of the other financial liabilities categorised at level 2:

Amount (₹) in million

| Particulars                             | As at March 31, 2022 |                                                                       | As at March 31, 2021 |                                                                       |
|-----------------------------------------|----------------------|-----------------------------------------------------------------------|----------------------|-----------------------------------------------------------------------|
|                                         | At FVTPL             | At FVTOCI                                                             | At FVTPL             | At FVTOCI                                                             |
| <b>Opening Balance</b>                  | -                    | (17.18)                                                               | -                    | (21.63)                                                               |
| Addition during the year                | -                    | 4.80                                                                  | -                    | -                                                                     |
| Sale/reduction during the year          | -                    | 17.18                                                                 | -                    | 4.45                                                                  |
| Gain/(Loss)                             | -                    | -                                                                     | -                    | -                                                                     |
| <b>Closing Balance</b>                  | -                    | <b>4.80</b>                                                           | -                    | <b>(17.18)</b>                                                        |
| Line in which gain/(Loss) is recognised | -                    | Other comprehensive Income which will be classified to Profit or Loss | -                    | Other comprehensive Income which will be classified to Profit or Loss |

## 36 Risk management

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

### A. Liquidity risk

Liquidity risk refers to insufficiency of funds to meet the financial obligations. Liquidity risk management implies maintenance of sufficient cash and the availability of funding through an adequate amount of committed credit lines to meet obligations when due.

The Company has access to undrawn borrowing facilities at the end of each reporting year.

### The Company has following undrawn credit lines available as at the end of the reporting year

Amount (₹) in million

| Particulars              | As at March 31, 2022 | As at March 31, 2021 |
|--------------------------|----------------------|----------------------|
| Expiring within one year | 769.18               | 70.00                |
|                          | <b>769.18</b>        | <b>70.00</b>         |

The following tables detail the Company's remaining contractual maturity for its non-derivative financial liabilities.

### Maturity profile of financial liabilities: 31-Mar-22

Amount (₹) in million

| Particulars                             | Carrying Amount  | Within 12 months | After 12 months |
|-----------------------------------------|------------------|------------------|-----------------|
| Borrowings                              | 7,958.51         | 3,013.73         | 4,944.77        |
| Trade payables                          | 2,264.74         | 2,264.74         | -               |
| Other financial liabilities             | 430.86           | 235.85           | 195.01          |
| <b>Total non-derivative liabilities</b> | <b>10,654.11</b> | <b>5,514.32</b>  | <b>5,139.79</b> |
| Other financial liabilities             | -                | -                | -               |
| <b>Total derivative liabilities</b>     | -                | -                | -               |

### 31-Mar-21

Amount (₹) in million

| Particulars    | Carrying Amount | Within 12 months | After 12 months |
|----------------|-----------------|------------------|-----------------|
| Borrowings     | 3,863.08        | 1,389.19         | 2,473.89        |
| Trade payables | 1,985.52        | 1,985.52         | -               |

|                                         |                 |                 |                 |
|-----------------------------------------|-----------------|-----------------|-----------------|
| Other financial liabilities             | 915.18          | 592.86          | 322.32          |
| <b>Total non-derivative liabilities</b> | <b>6,763.78</b> | <b>3,967.57</b> | <b>2,796.21</b> |
| Other financial liabilities             | 13.91           | 13.91           | -               |
| <b>Total derivative liabilities</b>     | <b>13.91</b>    | <b>13.91</b>    | <b>-</b>        |

The inflows/(outflows) disclosed in the above table represent the contractual undiscounted cash flows relating to derivative financial liabilities held for risk management purposes and which are not usually closed out before contractual maturity.

## B. Credit risk

Credit risk refers to the risk that counterparty will default on its contractual obligations resulting in financial loss to the Company. An analysis of financial assets shows that no asset was impaired or requiring consideration in determining impairment.

The amount of maximum exposure to credit risk as at March 31, 2022 without taking account of any collateral or other credit enhancements is as stated in table below.

| Trade receivables                  | Amount (₹) in million |                      |
|------------------------------------|-----------------------|----------------------|
|                                    | As at March 31, 2022  | As at March 31, 2021 |
| Outstanding up to 60 days          | 2,094.51              | 1,871.84             |
| Outstanding from 61 to 180 days    | 245.37                | 119.49               |
| Outstanding for more than 180 days | 461.07                | 63.56                |

## C. Market risk

With the entity having varied geographical spread of revenue, and with the price being determined, primarily by demand and supply, the entity is not exposed to any market risk that require sensitivity analysis akin to any specific market such that profit or loss or equity of the entity would get affected by changes in the relevant risk variable.

### Currency risk

The Company is exposed to foreign exchange risk arising from foreign currency transactions, primarily with respect to the USD. Foreign exchange risk arises from future commercial transactions and recognised assets and liabilities denominated in a currency that is not the company's functional currency. The risk is measured through a forecast of highly probable foreign currency cash flows. The objective of the hedges is to minimise the volatility of the cash flows of highly probable forecast transactions by hedging the foreign exchange inflows on regular basis.

Currency risks related to the principal amounts of the Company's foreign currency receivable/ payables have not been hedged using forward contracts.

In respect of other monetary assets and liabilities denominated in foreign currencies, the Company's policy is to ensure that its net exposure is kept to an acceptable level by buying or selling foreign currencies at spot rates when necessary to address short-term imbalances.

### Exposure to currency risk

| Particulars                            | Amount (₹) in million |                      |
|----------------------------------------|-----------------------|----------------------|
|                                        | As at March 31, 2022  | As at March 31, 2021 |
|                                        | USD                   | USD                  |
| <b>Financial Instruments</b>           |                       |                      |
| Trade payables                         | 7.22                  | 7.01                 |
| Borrowings                             | 56.59                 | 43.58                |
| Trade receivables                      | (12.16)               | (9.75)               |
| <b>Derivatives</b>                     |                       |                      |
| Forwards and Futures                   | 19.00                 | 12.60                |
| <b>Net financial position exposure</b> | <b>63.80</b>          | <b>50.59</b>         |

**Sensitivity analysis**

A reasonably possible strengthening (weakening) of the ₹ against all currencies at March 31, 2022 would have affected the measurement of financial instruments denominated in a foreign currency and affected equity and profit or loss by the amounts shown below. This analysis assumes that all other variables, in particular interest rates, remain constant.

Amount (₹) in million

| Particulars           | Profit or loss |           |
|-----------------------|----------------|-----------|
|                       | Strengthening  | Weakening |
| <b>March 31, 2022</b> |                |           |
| USD (1% movement)     | (53.55)        | 53.55     |
| <b>March 31, 2021</b> |                |           |
| USD (1% movement)     | (39.08)        | 39.08     |

**Interest rate risk**

The Company's main interest rate risk arises from long-term borrowings with variable rates, which expose the Company to cash flow interest rate risk. Currently the Company's borrowings are within acceptable risk levels, as determined by the management.

**Exposure to interest rate risk**

The interest rate profile of the Company's interest-bearing financial instruments as reported to the management of the Company is as follows.

Amount (₹) in million

| Particulars                      | Nominal Amount       |                      |
|----------------------------------|----------------------|----------------------|
|                                  | As at March 31, 2022 | As at March 31, 2021 |
| <b>Fixed-rate instruments</b>    |                      |                      |
| Financial assets                 | -                    | -                    |
| Financial liabilities            | 1,963.16             | 2,748.02             |
|                                  | <b>1,963.16</b>      | <b>2,748.02</b>      |
| <b>Variable-rate instruments</b> |                      |                      |
| Financial assets                 | -                    | -                    |
| Financial liabilities            | 5,995.35             | 1,115.07             |
|                                  | <b>5,995.35</b>      | <b>1,115.07</b>      |

**Cash flow sensitivity analysis for variable-rate instruments**

A reasonably possible change of 100 basis points in interest rates at the reporting date would have increased (decreased) equity and profit or loss by the amounts shown below. This analysis assumes that all other variables, in particular foreign currency exchange rates, remain constant.

Amount (₹) in million

| Particulars                  | Profit or loss  |                 |
|------------------------------|-----------------|-----------------|
|                              | 100 bp increase | 100 bp decrease |
| <b>March 31, 2022</b>        |                 |                 |
| Variable-rate instruments    | (59.95)         | 59.95           |
| <b>Cash flow sensitivity</b> | <b>(59.95)</b>  | <b>59.95</b>    |
| <b>March 31, 2021</b>        |                 |                 |
| Variable-rate instruments    | (11.15)         | 11.15           |
| <b>Cash flow sensitivity</b> | <b>(11.15)</b>  | <b>11.15</b>    |

### Fair value sensitivity analysis for fixed-rate instruments

The Company does not account for any fixed-rate financial assets or financial liabilities at fair value through profit or loss. Therefore, a change in interest rates at the reporting date would not affect profit or loss.

### Hedge Accounting

The company's business objective includes safe-guarding its earnings against foreign exchange fluctuations. The Company has adopted a structured risk management policy to hedge all these risks within an acceptable risk limit and an approved hedge accounting framework which allows for Fair Value hedges and Cash Flow hedges. Hedging instruments include forwards contracts to achieve this objective. The table below shows the position of hedging instruments and hedged items as on the balance sheet date.

### Cash flow hedge

The objective of hedge accounting is to represent, in the Company's financial statements, the effect of the Company's use of financial instruments to manage exposures arising from particular risks that could affect profit or loss. The Company's exposure to foreign currency risk as at March 31, 2022 is stated below.

During the year ended March 31, 2022, the Company has designated specific foreign exchange cross currency forward and as cash flow hedges to mitigate the risk of foreign exchange exposure on highly probable forecast cash transactions. The related hedge transactions for balance in cash flow hedge reserve as at March 31, 2022 are expected to occur and reclassified to Statement of Profit and Loss within thirty six months.

The Company determines the existence of an economic relationship between the hedging instrument and hedged item based on the currency, amount and timing of its forecasted cash flows. Hedge effectiveness is determined at the inception of the hedge relationship, and through periodic prospective effectiveness assessments to ensure that an economic relationship exists between the hedged item and hedging instrument, including whether the hedging instrument is expected to offset changes in cash flows of hedged items.

If the hedge ratio for risk management purposes is no longer optimal but the risk management objective remains unchanged and the hedge continues to qualify for hedge accounting, the hedge relationship will be rebalanced by adjusting either the volume of the hedging instrument or the volume of the hedged item so that the hedge ratio aligns with the ratio used for risk management purposes. Any hedge ineffectiveness is calculated and accounted for in the Statement of Profit and Loss at the time of the hedge relationship rebalancing.

### Cash Flow Hedge

#### Hedging Instruments - Maturity March 2022

Amount (₹) in million

| Particulars                  | Nominal Value | Carrying Amount | Change in Fair Value | Line Item in Balance Sheet     |
|------------------------------|---------------|-----------------|----------------------|--------------------------------|
| <b>Foreign Currency Risk</b> |               |                 |                      |                                |
| Forwards Contracts           | 518.14        | 5.82            | 5.82                 | Other Current Financial Assets |

#### Hedged Items

Amount (₹) in million

| Particulars                        | Carrying Amount | Change in Fair Value | Line Item in Balance Sheet |
|------------------------------------|-----------------|----------------------|----------------------------|
| Foreign Currency Risk              |                 |                      |                            |
| Highly Probable Forecasted Exports | 518.14          | -                    | -                          |

The reconciliation of cash flow hedge reserve for the year ended on March 31, 2022 and March 31, 2021 is as follows :

Amount (₹) in million

| Particulars                                                            | As at<br>March 31, 2022 | As at<br>March 31, 2021 |
|------------------------------------------------------------------------|-------------------------|-------------------------|
| <b>Gain / (Loss)</b>                                                   |                         |                         |
| Balance at the beginning of the year                                   | (13.91)                 | (19.30)                 |
| Gain / (Loss) recognized in other comprehensive income during the year | 5.82                    | 5.38                    |
| Amount reclassified to profit and loss during the year                 | 13.91                   | -                       |
| <b>Balance at the end of the year</b>                                  | <b>5.82</b>             | <b>(13.91)</b>          |

### Cash Flow Hedge

#### Hedging Instruments - Maturity March 2021

Amount (₹) in million

| Particulars                  | Nominal Value | Carrying Amount | Change in Fair Value | Line Item in Balance Sheet          |
|------------------------------|---------------|-----------------|----------------------|-------------------------------------|
| <b>Foreign Currency Risk</b> |               |                 |                      |                                     |
| Cross currency contract      | 2.03          | (5.38)          | (5.38)               | Other Current Financial Liabilities |

#### Hedged Items

Amount (₹) in million

| Particulars                          | Carrying Amount | Change in Fair Value | Line Item in Balance Sheet |
|--------------------------------------|-----------------|----------------------|----------------------------|
| Foreign Currency Risk                |                 |                      |                            |
| "Highly Probable Forecasted Exports" | 2.03            | -                    | -                          |

Other derivative contracts related to swap of interest on the External Commercial Borrowings (ECBs). Position is as below:

| Sanctioned Amount (USD) Million | Outstanding Amount as on March 31, 2022 (USD) Million | Floating Interest Rate |
|---------------------------------|-------------------------------------------------------|------------------------|
| 4.00                            | 2.39                                                  | LIBOR (3M)+2.00%       |

### 37 Auditor's remuneration\*

Amount (₹) in million

| Particulars            | Mar-22 | Mar-21 |
|------------------------|--------|--------|
| Statutory audit fee    | 0.70   | 0.60   |
| Tax audit fee          | 1.50   | 2.00   |
| Certification fee      | 0.08   | 0.05   |
| Other Consultation fee | 0.60   | -      |

\*In addition to above, March 31 2022 : Nil (Previous year: 4.50 Millions) was paid to auditors in relation to services of Initial Public Offer (IPO) which has been debited to security premium account.

**38 Ratio Analysis:**

Amount (₹) in million

| Ratios                           | Numerator and Denominator                                                     | FY 2021-2022 | FY 2020-2021 | % Changes | Reason for variance                                                                                          |
|----------------------------------|-------------------------------------------------------------------------------|--------------|--------------|-----------|--------------------------------------------------------------------------------------------------------------|
| Current Ratio                    | Current Assets<br>Current Liabilities                                         | 2.43         | 2.60         | (6.31%)   | -                                                                                                            |
| Debt-Equity Ratio                | Total Debt<br>Shareholders' Equity                                            | 2.46         | 0.25         | 87.85%    | There is an increase in debt during the year compared to previous year.                                      |
| Debt Service Coverage Ratio      | PAT + Non Cash + Interest<br>Interest + Principal Repayments + Lease Payments | 1.68         | 0.55         | 204.78%   | There is an increase in profit for the year and higher loan repayments and lower interest cost for the year. |
| Return on Equity Ratio           | PAT<br>Avg. Shareholders' Equity                                              | 9.15%        | 6.45%        | 41.64%    | Ratio is improved due to higher profit earned during the year.                                               |
| Inventory Turnover Ratio         | Sales<br>Average Inventory                                                    | 1.57         | 2.06         | (23.51%)  | -                                                                                                            |
| Trade Receivables Turnover Ratio | Net Sales<br>Avg. Receivables                                                 | 4.39         | 2.86         | (9.31%)   | -                                                                                                            |
| Trade Payables Turnover Ratio    | Net Purchases<br>Avg. Trade Payables                                          | 3.48         | 3.21         | 8.44%     | -                                                                                                            |
| Net Capital Turnover Ratio       | Net Sales<br>Current Assets - Current Liabilities                             | 1.25         | 1.21         | 3.45%     | -                                                                                                            |
| Net Profit Ratio                 | Net Profit<br>Net Sales                                                       | 14.14%       | 8.62%        | 64.03%    | Ratio is improved due to higher profit earned during the year.                                               |
| Return on Capital Employed       | EBIT<br>Tangible Net Worth + Total Debt + Deferred Tax Liability              | 9.79%        | 8.52%        | 14.93%    | -                                                                                                            |
| Return on Investment             | Income generated from invested funds<br>Average Invested Funds                | 5.71%        | 1.08%        | 430.41%   | Increased due to higher interest income for the year.                                                        |

**39** The Covid-19 pandemic had its impact on the global economic environment including in India, causing significant disruption in economic activities and the chemical industry where the company is operating had been adversely impacted in the first half of Financial Year 2020-2021 due to pandemic. With the gradual relaxation in the second half, economic activities had improved.

The Company closely monitors the recent development and effects of present pandemic over the business. The Company believes that this pandemic is not likely to have a material impact on the carrying value of its assets and hence no provision for any impairment is required. As the situation unfolds in future, the eventful impact may be different from the estimates made as on the date of approval of these Financial Statements.

**40** Out of total proceeds of Initial public offer (IPO) ₹ 7,600 millions, ₹ 5,636.98 millions upto current year (upto Previous year: ₹ 4,706.74 millions) has been utilised for repayment of Term Loans and Working Capital Loans including interest and prepayment charges, if any, ₹ 1,574.34 millions upto Current year (upto Previous year: ₹ Nil) for General Corporate Purpose and ₹ 388.68 millions upto Current year (upto Previous year: ₹ 81.08 millions) for Issue related expenses of upto March 31, 2022 as per object of IPO as per Prospectus filed with Securities and Exchange Board of India (SEBI) on March 17, 2021 and balance proceeds of ₹ Nil upto current year (upto Previous year: ₹ 2,812.18 millions) are lying with Bank Accounts and Fixed Deposits with Banks.

#### 41 Other statutory information:

(i) There is no balance outstanding on account of any transaction with companies struck off under section 248 of the Companies Act, 2013 or section 560 of Companies Act, 1956.

(ii) 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 the company (Ultimate Beneficiaries) or

(b) Provide any guarantee, security or the like to or on behalf of the Ultimate beneficiaries.

(iii) 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 will:-

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

(b) Provide any guarantee, security or the like on behalf of the Ultimate Beneficiaries.

(iv) The Company has not entered into 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.

**42** Figures for the previous year have been regrouped/reclassified to conform to the figures of the current year.

#### 43 Approval of Financial Statement

The Financial Statements were approved for issue by the Board of Directors on May 12, 2022

The Board of Directors have recommended a final dividend of ₹ 1/- @10% per fully paid up Equity Share of ₹ 10/- each for the Financial Year 2021-22 subject to the approval of shareholders at the Annual General Meeting.

As per our report of even date  
**For and on behalf of the Board,**

**For Rajendra & Co.**  
Chartered Accountants  
Firm Reg. No. 108355W

**Anand Desai**  
Managing Director  
DIN: 00038442

**Mona Desai**  
Whole Time  
Director  
DIN:  
00038429

**Suchi Agarwal**  
Company  
Secretary &  
Compliance  
Officer

**Amit Khurana**  
Chief Financial  
Officer

**Akshay R. Shah**  
Partner  
Mem. No. 103316

**Date :** May 12, 2022  
**Place:** Surat

**Date :** May 12, 2022  
**Place:** Mumbai

# Independent Auditor's Report

**To the Board of Directors of Anupam Rasayan India Limited**

**Report on the Audit of Consolidated Financial Statements**

## Opinion

We have audited the accompanying consolidated financial statements of **Anupam Rasayan India Limited** (herein after referred to as the "Holding Company") and its subsidiaries (the Holding Company and its subsidiaries together referred to as the "Group") and its associates, which comprise the Consolidated Balance Sheet as at March 31, 2022, the Consolidated Statement of Profit and Loss (including Other Comprehensive Income), the Consolidated Statement of Changes in Equity and the Consolidated Statement of Cash Flows for the year then ended, and 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 (the "Act") in the manner so required and give a true and fair view in conformity with Indian Accounting Standards prescribed under Section 133 of the

Act read with the Companies (Indian Accounting Standards) Rules 2015, as amended ("Ind AS") and other accounting principles generally accepted in India, of the state of affairs of the Group as at March 31, 2022 and its consolidated profit including other comprehensive income, its consolidated changes in equity and its consolidated cash flows and for the year ended on that date.

## Basis for Opinion

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

## Key Audit Matter

Key audit Matters are those matters that, in our professional judgement, were of most significance in our audit of the consolidated financial statement for the financial year ended March 31, 2022. These matters were addressed in the context of our audit of the consolidated financial statement as a whole, and in forming our opinion thereon; we do not provide a separate opinion on these matters. For each matter below, our description of how our audit addressed the matter is provided in that context.

We have determined the matters described below to be the key audit matters to be communicated in our report. We have fulfilled the responsibilities described in the Auditors' responsibilities for the audit of the Consolidated Financial Statements section of our report, including in relation to these matters. Accordingly, our audit included the performance of procedures designed to respond to our assessment of the risks of material misstatement of the Consolidated Financial Statements. The results of our audit procedures, including the procedures performed to address the matters below, provide the basis for our audit opinion on the accompanying Consolidated Financial Statements.

| The key audit matters                                                                                                                                                                                                                                                                                                                                                                                                                                                                                         | How our audit addressed the key audit matter                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                      |
|---------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------|---------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------|
| <b>Revenue recognition – Ind AS 115</b>                                                                                                                                                                                                                                                                                                                                                                                                                                                                       |                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                   |
| <p>The Company recognises revenue when the control over the underlying products has been transferred to the customer. Due to the Company's sales under various contractual terms and across the country, delivery to customers in different regions might take different time periods and may result in undelivered goods at the period end. We consider a risk of misstatement of the Financial Statements related to transactions occurring close to the year the incorrect financial period (cut-off).</p> | <p>Our audit procedures included:</p> <ul style="list-style-type: none"> <li>• Focusing on the Company's revenue recognition for compliance with Ind AS;</li> <li>• Testing the design, implementation and operating effectiveness of the Company's manual and automated (Information Technology - IT) controls on recording revenue.</li> <li>• Performing testing on selected statistical samples of revenue transactions recorded during the year. We verified contractual terms of invoices, acknowledged delivery receipts and tested the transit time to deliver the goods. Our tests of detail focused on cut-off samples to verify that only revenue pertaining to current year is recognized based on terms and conditions set out in sales contracts and delivery documents.</li> </ul> |

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

The Holding Company's Board of Directors are responsible for the preparation of other information. The other information comprises of the information included in the Annual Report, but does not include the consolidated financial statements and our auditor's report. Our opinion on the consolidated financial statements does not cover the other information and we do not express any form of assurance conclusion thereon.

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

### Responsibilities of Management and Those Charged with Governance for the Consolidated financial Statements

The Holding Company's Board of Directors is responsible for the matters stated in section 134(5) of the Companies Act, 2013 (the "Act") with respect to the preparation of these consolidated financial statements that give a true and fair view of the consolidated financial position, consolidated financial performance, including other comprehensive income, consolidated cash flows

and consolidated changes in equity of the Group in accordance with the Ind AS and accounting principles generally accepted in India. 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 the Group and for preventing and detecting frauds and other irregularities; selection and application of appropriate accounting policies; making judgments and estimates that are reasonable and prudent; and design, implementation and maintenance of adequate internal financial controls, that were operating effectively for ensuring the accuracy and completeness of the accounting records, relevant to the preparation and presentation of the 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 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 the Board of Directors either intends to liquidate the Group 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 responsible for overseeing the financial reporting process of the Group.

## Auditor's Responsibility for the Audit of the Consolidated Financial Statements

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

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

- Identify and assess the risks of material misstatement of the consolidated financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
- Obtain an understanding of internal financial 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 systems 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 Group'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 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 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 Group 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. We are responsible for the direction, supervision and performance of the audit of the financial statements of such entities included in the Consolidated Financial Statements of which we are the independent auditors. For the other entities 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.

Materiality is the magnitude of misstatements in the consolidated financial statements that, individually or in aggregate, makes it probable that the economic decisions of a reasonably knowledgeable user of the consolidated 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 consolidated financial statements.

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

### Other Matter

The Consolidated Financial Statements includes subsidiary company which reflects total assets of ₹ 67.17 million as at March 31, 2022, total revenues of ₹ 227.21 million, total net profit after tax of ₹ 8.18 million and net cash inflow of ₹ 0.81 million for year then ended on that date and two associates which reflects Group's Share of total comprehensive income of ₹ 6.53 million for the year ended March 31, 2022, which have been audited by their respective independent auditors.

These Ind AS financial statement and other financial information have been audited by other auditors, which financial statements, other financial information and auditors' 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 these subsidiary and associates, and our report in terms of sub-sections (3) of Section 143 of the Act, in so far as it relates to the aforesaid subsidiary and associates, is based solely on the report(s) of such other auditors.

### Report on Other Legal and Regulatory Requirements

1. As required by Section 143(3) of the Act, we report, to the extent applicable, 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 of the aforesaid Consolidated Financial Statements.

- b) In our opinion, proper books of account as required by law relating to preparation of the aforesaid Consolidated Financial Statements have been kept so far as it appears from our examination of those books and the reports of the other auditors.
- c) The Consolidated Balance Sheet, the Consolidated Profit and Loss statement (including Other Comprehensive Income), Consolidated Statement of Changes in Equity and the Consolidated Cash Flow Statement dealt with by this Report are in agreement with the relevant 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 Indian Accounting Standards prescribed under Section 133 of the Act read with rule 7 of the Companies (Accounts) Rules, 2014.
- e) On the basis of the written representations received from the directors 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 auditor of its subsidiary Company and associate incorporated in India, none of the directors of the Group 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 and the operating effectiveness of such controls, refer to our Report in "**Annexure A**", which is based on the auditors' reports of the Group and associate incorporated in India.
- g) With respect to the other matters to be included in the Auditor's Report in accordance with Rule 11 of the Companies (Audit and 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 consideration of the report of the other auditors on separate financial statements:
  - i. The Group does not have any pending litigations which would impact its financial position;
  - ii. The Group has made provision, as required under the applicable law or accounting

standards, for material foreseeable losses, if any, on long-term contracts including derivative contracts;

- iii. There were no amounts which were required to be transferred to the Investor Education and Protection Fund by the Group.
- iv. (a) The Management has represented to us that, to the best of its knowledge and belief, as disclosed in the notes to the accounts no funds (which are material either individually or in the aggregate) have been advanced or loaned or invested (either from borrowed funds or share premium or any other sources or kind of funds) by the company to or in any other persons or entities, including foreign entities ("Intermediaries"), with the understanding, whether recorded in writing or otherwise, that the Intermediary shall, whether, directly or indirectly lend or invest in other persons or entities identified in any manner whatsoever by or on behalf of the Company ("Ultimate Beneficiaries") or provide any guarantee, security or the like on behalf of the Ultimate Beneficiaries;
- (b) The Management has represented to us that, to the best of its knowledge and belief, as disclosed in the notes to the accounts, no funds (which are material either individually or in the aggregate) have been received by the Company from any person(s) or entity(ies), including foreign entities ("Funding Parties"), with the understanding, whether recorded in writing or otherwise, that the company shall, whether, directly or indirectly, lend or invest in other persons or entities identified in any manner whatsoever by or on behalf of the Funding Party ("Ultimate Beneficiaries") or

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

- (c) Based on the audit procedures that has been considered reasonable and appropriate in the circumstances, nothing has come to our notice that cause us to believe that the representation given by the Management under paragraph (1) (g) (iv) (a) and (b) above contain any material misstatement.
- v. As stated in Note 15 and Note 45 to the consolidated financial statements -
  - a) The final dividend proposed in the previous year, declared and paid by the Holding Company during the year ₹ 49.96 million and the interim dividend ₹ 49.96 million declared and paid for the year is in accordance with Section 123 of the Act, as applicable.
  - b) The Board of Directors of the Holding Company have proposed final dividend for the year which is subject to the approval of the members at the ensuing Annual General Meeting. The amount of dividend proposed is in accordance with section 123 of the Act, as applicable
2. With respect to the matters specified in paragraphs 3(xi) and 4 of the Companies (Auditor's Report) Order, 2020 (the "Order"/"CARO") issued by the Central Government in terms of Section 143(11) of the Act, to be included in the Auditor's report, according to the information and explanations given to us, and based on the CARO reports issued by us for the Company and its subsidiaries included in the consolidated financial statements of the Company, to which reporting under CARO is applicable, we report that there are no qualifications or adverse remarks in these CARO reports.

For **Rajendra & Co**  
Chartered Accountants  
Firm's Registration No. 108355W

**Akshay R Shah**  
Partner  
Membership No. 103316  
UDIN: 22103316AIWTFM7796

**Place:** Mumbai  
**Date:** May 12, 2022

# Annexure "A" to the Independent Auditor's Report on the Consolidated Financial Statements of Anupam Rasayan India Limited

(Referred to in paragraph 1 (f) under 'Report on Other Legal and Regulatory Requirements' section of our report of even date)

## **Report on the Internal Financial Controls with reference to Consolidated Financial Statements under Clause (i) of Sub-section 3 of Section 143 of the Companies Act, 2013 ("the Act")**

In conjunction with our audit of the consolidated financial statements of the Company as of and for the year ended March 31, 2022, we have audited the internal financial controls with reference to consolidated financial statements of **Anupam Rasayan India Limited** (hereinafter referred to as "Holding Company") and its subsidiary company (the Holding Company and its subsidiary together referred to as the "Group") and its associates which are companies incorporated in India, as of that date.

with the Guidance Note and the Standards on Auditing prescribed under section 143(10) of the Companies Act, 2013, to the extent applicable to an audit of internal financial controls. Those Standards and the Guidance Note require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether adequate internal financial controls with reference to consolidated 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 system 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 internal control based on the assessed risk. The procedures selected depend on the auditor's judgement, including the assessment of the risks of material misstatement of the Consolidated Financial Statements, whether due to fraud or error.

We believe that the audit evidence obtained by us and 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 Group's internal financial controls system over financial reporting.

## **Meaning of Internal Financial Controls with reference to consolidated financial statements**

A Company's internal financial control with reference to consolidated financial statements is a process designed to provide reasonable assurance

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

The respective Board of Directors of the Group and its associates are responsible for establishing and maintaining internal financial controls based on the internal control over financial reporting criteria established by Holding Company, considering the essential components of internal control stated in the Guidance Note 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 respective company's policies, the safeguarding of its assets, the prevention and detection of frauds and errors, the accuracy and completeness of the accounting records, and the timely preparation of reliable financial information, as required under the Companies Act, 2013.

## **Auditor's Responsibility**

Our responsibility is to express an opinion on, internal financial controls with reference to Consolidated Financial Statements of the Group and its associates which are incorporated in India based on our audit. We conducted our audit in accordance

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 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 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 unauthorized acquisition, use, or disposition of the Company's assets that could have a material effect on the financial statements.

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

Because of the inherent limitations of internal financial controls 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 control 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, to the best of our information and according to the explanations given to us and based on the consideration of reports of other auditors, as referred to in the Other Matters paragraph, the Group and its associates, which are companies incorporated in India, have, maintained in all material respects, an adequate internal financial controls system over financial reporting and such internal financial controls with reference to Consolidated financial statements were operating effectively as at March 31, 2022, based on the internal control with reference to Consolidated financial statements 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 (the "Guidance Note").

### **Other Matters**

Our aforesaid report under section 143(3)(i) of the Act on the adequacy and operating effectiveness of the internal financial controls over financial reporting in so far as it relates to one subsidiary company, One associate and one associate of the wholly owned subsidiary company, which are companies incorporated in India, is based on the corresponding reports of the auditors of such company incorporated in India.

For **Rajendra & Co**  
Chartered Accountants  
Firm's Registration No. 108355W

**Akshay R Shah**  
Partner  
Membership No. 103316  
UDIN: 22103316AIWTFM7796

**Place:** Mumbai  
**Date:** May 12, 2022

# Consolidated Balance Sheet

As At March 31, 2022

Amount (₹) in million

| Particulars                                                                          | Note No. | As at March 31, 2022 | As at March 31, 2021 |
|--------------------------------------------------------------------------------------|----------|----------------------|----------------------|
| <b>I. ASSETS:</b>                                                                    |          |                      |                      |
| <b>Non Current Assets</b>                                                            |          |                      |                      |
| Property, Plant and Equipment                                                        | 2        | 11,466.66            | 10,656.01            |
| Rights-of-Use Assets                                                                 | 3        | 440.65               | 378.79               |
| Capital Work-in-Progress                                                             | 2        | 437.01               | 432.24               |
| Intangible Assets                                                                    | 2        | 115.01               | 115.87               |
| <b>Financial Assets</b>                                                              |          |                      |                      |
| Investments                                                                          | 4        | 1,488.19             | 0.22                 |
| Loans                                                                                | 5        | 86.42                | 80.32                |
| Other Financial Assets                                                               | 6        | 227.91               | 194.05               |
| Other Non-Current Assets                                                             | 7        | 177.31               | 217.90               |
|                                                                                      |          | <b>14,439.15</b>     | <b>12,075.40</b>     |
| <b>Current assets</b>                                                                |          |                      |                      |
| Inventories                                                                          | 8        | 8,631.90             | 4,922.17             |
| <b>Financial Assets</b>                                                              |          |                      |                      |
| Trade Receivables                                                                    | 9        | 2,800.95             | 2,054.89             |
| Cash & Cash Equivalents                                                              | 10       | 422.60               | 2,411.66             |
| Other Bank Balance                                                                   | 11       | 1,674.52             | 545.41               |
| Loans                                                                                | 12       | 40.41                | 34.04                |
| Other Financial Assets                                                               | 13       | 330.91               | 218.03               |
| Other Current Assets                                                                 | 14       | 565.04               | 718.44               |
|                                                                                      |          | <b>14,466.34</b>     | <b>10,904.64</b>     |
| <b>TOTAL ASSETS</b>                                                                  |          | <b>28,905.49</b>     | <b>22,980.04</b>     |
| <b>II. EQUITY AND LIABILITIES:</b>                                                   |          |                      |                      |
| <b>Equity</b>                                                                        |          |                      |                      |
| Equity Share Capital                                                                 | 15       | 1,002.47             | 999.22               |
| Other Equity                                                                         | 15       | 16,266.03            | 14,734.80            |
| <b>Total Equity</b>                                                                  |          | <b>17,268.50</b>     | <b>15,734.02</b>     |
| <b>Non-Current Liabilities</b>                                                       |          |                      |                      |
| <b>Financial Liabilities</b>                                                         |          |                      |                      |
| Borrowings                                                                           | 16       | 4,944.77             | 2,473.89             |
| Lease Liability                                                                      | 3        | 195.01               | 322.32               |
| Deferred Tax Liabilities (Net)                                                       | 34       | 546.49               | 243.82               |
|                                                                                      |          | <b>5,686.28</b>      | <b>3,040.02</b>      |
| <b>Current Liabilities</b>                                                           |          |                      |                      |
| <b>Financial Liabilities</b>                                                         |          |                      |                      |
| Borrowings                                                                           | 17       | 3,013.73             | 1,394.72             |
| Lease Liability                                                                      | 3        | 208.64               | 40.41                |
| <b>Trade Payables:</b>                                                               |          |                      |                      |
| Due to Micro and Small Enterprises                                                   | 18       | 8.42                 | 3.30                 |
| Due to other than Micro and Small Enterprises                                        | 18       | 2,269.41             | 1,992.97             |
| Other Financial Liabilities                                                          | 19       | 34.22                | 230.23               |
| Provisions                                                                           | 20       | 92.00                | 153.25               |
| Other Current Liabilities                                                            | 21       | 188.45               | 300.92               |
| Current Tax Liabilities (Net)                                                        | 22       | 135.85               | 90.21                |
|                                                                                      |          | <b>5,950.71</b>      | <b>4,206.00</b>      |
| <b>TOTAL EQUITY AND LIABILITIES</b>                                                  |          | <b>28,905.49</b>     | <b>22,980.04</b>     |
| The accompanying notes are an integral part of the Consolidated Financial Statements |          |                      |                      |
|                                                                                      |          | 2-45                 |                      |

As per our report of even date  
For and on behalf of the Board,

For **Rajendra & Co.**  
Chartered Accountants  
Firm Reg. No. 108355W

**Anand Desai**  
Managing Director  
DIN: 00038442

**Mona Desai**  
Whole Time  
Director  
DIN: 00038429

**Suchi Agarwal**  
Company Secretary  
& Compliance  
Officer

**Amit Khurana**  
Chief Financial  
Officer

**Akshay R. Shah**  
Partner  
Mem. No. 103316

**Date :** May 12, 2022  
**Place:** Surat

**Date :** May 12, 2022  
**Place:** Mumbai

# Statement of Consolidated Profit and Loss

For The Year Ended March 31, 2022

Amount (₹) in million except earning per share

| Particulars                                                                                                  | Note No.  | Financial Year Ended |                 |
|--------------------------------------------------------------------------------------------------------------|-----------|----------------------|-----------------|
|                                                                                                              |           | March 31, 2022       | March 31, 2021  |
| <b>INCOME:</b>                                                                                               |           |                      |                 |
| Revenue from Operations (a)                                                                                  | 23        | 10,660.01            | 8,108.88        |
| Other Income (b)                                                                                             | 24        | 151.06               | 266.13          |
| <b>Total Income (a)+(b)</b>                                                                                  |           | <b>10,811.07</b>     | <b>8,375.00</b> |
| <b>EXPENSES:</b>                                                                                             |           |                      |                 |
| Cost of Materials Consumed                                                                                   | 25        | 6,916.97             | 4,693.57        |
| Purchase of Stock in Trade                                                                                   | 25        | -                    | -               |
| Changes in Inventories of Finished Goods, Work-in-Progress and Stock-in-Trade                                | 25        | (3,217.97)           | (1,303.95)      |
| Employee Benefits Expense                                                                                    | 26        | 485.04               | 324.43          |
| Finance Costs                                                                                                | 27        | 308.27               | 685.43          |
| Depreciation, Amortization and Impairment Expense                                                            | 2         | 601.16               | 516.52          |
| Other Expenses                                                                                               | 28        | 3,505.56             | 2,458.97        |
| <b>Total Expenses</b>                                                                                        |           | <b>8,599.04</b>      | <b>7,374.97</b> |
| <b>Profit Before Tax</b>                                                                                     |           | <b>2,212.03</b>      | <b>1,000.04</b> |
| Share of net Profit/(Loss) of associates                                                                     |           | 6.53                 | -               |
| <b>Profit after share of profit of associates</b>                                                            |           | <b>2,218.56</b>      | <b>1,000.04</b> |
| <b>Tax Expenses</b>                                                                                          |           |                      |                 |
| Current tax                                                                                                  |           | 394.10               | 177.28          |
| Deferred tax                                                                                                 |           | 302.68               | 52.99           |
| Short Provision of Tax Expenses of earlier year(s)                                                           |           | -                    | 66.80           |
| <b>Profit after tax for the year</b>                                                                         |           | <b>1,521.79</b>      | <b>702.96</b>   |
| <b>Other Comprehensive Income</b>                                                                            |           |                      |                 |
| <b>A Items that will not be reclassified to Profit or Loss :</b>                                             |           |                      |                 |
| Gain/(loss) on remeasurements of the defined benefits plan                                                   |           | (20.24)              | (14.44)         |
| Income tax (expenses)/income on remeasurements of the defined benefits plan                                  |           | 7.07                 | 2.52            |
|                                                                                                              |           | <b>(13.17)</b>       | <b>(11.91)</b>  |
| <b>B Items that may be reclassified to Profit or Loss :</b>                                                  |           |                      |                 |
| Effective portion of gain/(loss) on hedging instruments in a cash flow hedge                                 |           | 5.82                 | 5.38            |
| Income tax (expenses)/income on effective portion of gain/(loss) on hedging instruments in a cash flow hedge |           | (1.02)               | (0.94)          |
|                                                                                                              |           | <b>4.80</b>          | <b>4.44</b>     |
| <b>Other Comprehensive Income for the year (Net of Tax)</b>                                                  |           | <b>(8.36)</b>        | <b>(7.47)</b>   |
| <b>Total Comprehensive Income for the year</b>                                                               |           | <b>1,513.42</b>      | <b>695.49</b>   |
| <b>Earnings per Equity share</b>                                                                             | <b>33</b> |                      |                 |
| <b>Basic Earnings per Equity Share</b>                                                                       |           | <b>15.22</b>         | <b>8.56</b>     |
| <b>Diluted Earnings per Equity Share</b>                                                                     |           | <b>15.18</b>         | <b>8.56</b>     |
| <b>Face value per Equity Share</b>                                                                           |           | <b>10.00</b>         | <b>10.00</b>    |

As per our report of even date  
For and on behalf of the Board,

For **Rajendra & Co.**  
Chartered Accountants  
Firm Reg. No. 108355W

**Anand Desai**  
Managing Director  
DIN: 00038442

**Mona Desai**  
Whole Time  
Director  
DIN:  
00038429

**Suchi Agarwal**  
Company  
Secretary &  
Compliance  
Officer

**Amit Khurana**  
Chief Financial  
Officer

**Akshay R. Shah**  
Partner  
Mem. No. 103316

**Date :** May 12, 2022  
**Place:** Surat

**Date :** May 12, 2022  
**Place:** Mumbai

# Consolidated Cash Flow Statement

For The Year Ended March 31, 2022

Amount (₹) in million

| Particulars                                                         | As at March 31, 2022 | As at March 31, 2021 |
|---------------------------------------------------------------------|----------------------|----------------------|
| <b>A. Cash flow from operating activities:</b>                      |                      |                      |
| Net profit/(loss) before tax and extraordinary items:               | <b>2,212.03</b>      | <b>1,000.04</b>      |
| <b>Adjustments for:</b>                                             |                      |                      |
| Financial charges                                                   | 308.27               | 685.43               |
| Depreciation & amortization                                         | 601.16               | 516.52               |
| (Profit)/loss on sale of fixed assets                               | 2.58                 | 1.79                 |
| (Profit)/loss on sale of Investments                                | -                    | (0.01)               |
| ESOP Expenses                                                       | 52.38                | 6.35                 |
| Lease charges                                                       | 0.96                 | 0.96                 |
| Bad Debts/Advance written off                                       | -                    | 7.47                 |
| Unrealised exchange differences                                     | (116.35)             | (21.99)              |
| <b>Operating profit before working capital changes</b>              | <b>3,061.03</b>      | <b>2,196.55</b>      |
| Adjustments for:                                                    |                      |                      |
| (Increase)/decrease in inventories                                  | (3,709.73)           | (1,951.74)           |
| (Increase)/decrease in trade and other receivables                  | (713.31)             | (1,099.20)           |
| (Increase)/decrease in loans and advances                           | (17.78)              | 18.82                |
| (Increase)/decrease in other non current assets                     | (3.30)               | 4.08                 |
| Increase/(decrease) in trade payables & other liabilities           | 28.42                | 1,021.70             |
| <b>Cash generated from operations before extra ordinary items</b>   | <b>(1,354.68)</b>    | <b>190.22</b>        |
| Direct taxes refund/(paid) [net]                                    | (357.59)             | (175.63)             |
| <b>Net cash generated from / (utilized in) operations</b>           | <b>(1,712.26)</b>    | <b>14.59</b>         |
| <b>B. Cash flow from investing activities:</b>                      |                      |                      |
| Acquisition of fixed assets                                         | (1,468.64)           | (1,460.18)           |
| Proceeds from sale of fixed assets                                  | 1.26                 | 2.89                 |
| Sale of non-current investments                                     | -                    | 3.79                 |
| Purchase of non-current investments                                 | (1,481.43)           | -                    |
| Movement in Bank Fixed Deposits                                     | (1,171.62)           | (477.29)             |
| <b>Net cash generated from / (utilized in) investing activities</b> | <b>(4,120.43)</b>    | <b>(1,930.80)</b>    |
| <b>C. Cash flow from financing activities:</b>                      |                      |                      |
| Financial charges (interest paid)                                   | (305.05)             | (685.30)             |
| Payment of lease liabilities                                        | (41.39)              | (10.59)              |
| (Repayments)/Proceeds from non-current borrowings                   | 2,571.38             | (2,340.18)           |
| (Repayments)/Proceeds from other borrowings (net)                   | 1,650.01             | (1,903.20)           |
| Proceeds from fresh issue of Equity share capital                   | 3.24                 | 217.97               |
| Security premium received                                           | 69.77                | 9,218.03             |
| Dividend paid                                                       | (99.92)              | -                    |
| Payment for share issued                                            | (4.42)               | (339.05)             |
| <b>Net cash generated from financing activities</b>                 | <b>3,843.63</b>      | <b>4,157.69</b>      |
| Net (decrease)/increase in cash and cash equivalents                | <b>(1,989.06)</b>    | <b>2,241.48</b>      |
| Cash and cash equivalents at beginning of the Year                  | 2,411.66             | 170.18               |
| Cash and cash equivalents at closing of the Year                    | <b>422.60</b>        | <b>2,411.66</b>      |
| <b>Cash and cash equivalents comprise of:</b>                       |                      |                      |
| Cash on Hand                                                        | 5.18                 | 6.00                 |
| Bank Overdraft and other short term facilities                      | -                    | -                    |
| Balance with Scheduled Banks in Current accounts                    | 416.70               | 2,405.33             |
| Balance in foreign currency                                         | 0.71                 | 0.33                 |
|                                                                     | <b>422.60</b>        | <b>2,411.66</b>      |

**Change in Liability arising from financing activities**

Amount (₹) in million

| Particulars                                 | As at<br>March 31, 2021 | Cash Flow       | Foreign Exchange<br>Difference | As at<br>March 31, 2022 |
|---------------------------------------------|-------------------------|-----------------|--------------------------------|-------------------------|
| Borrowing - Non Current (Refer Note No. 15) | 3,435.33                | 2,542.86        | (100.50)                       | 5,877.69                |
| Borrowing - Current (Refer Note No. 17)     | 427.75                  | 1,678.54        | (25.47)                        | 2,080.82                |
| <b>Total</b>                                | <b>3,863.08</b>         | <b>4,221.40</b> | <b>(125.97)</b>                | <b>7,958.51</b>         |

Amount (₹) in million

| Particulars                                 | As at<br>March 31, 2020 | Cash Flow         | Foreign Exchange<br>Difference | As at<br>March 31, 2021 |
|---------------------------------------------|-------------------------|-------------------|--------------------------------|-------------------------|
| Borrowing - Non Current (Refer Note No. 15) | 5,814.11                | (2,339.67)        | (39.10)                        | 3,435.33                |
| Borrowing - Current (Refer Note No. 17)     | 2,365.59                | (1,933.20)        | (4.64)                         | 427.75                  |
| <b>Total</b>                                | <b>8,179.70</b>         | <b>(4,272.88)</b> | <b>(43.74)</b>                 | <b>3,863.08</b>         |

As per our report of even date  
**For and on behalf of the Board,**

For **Rajendra & Co.**  
Chartered Accountants  
Firm Reg. No. 108355W

**Anand Desai**  
Managing Director  
DIN: 00038442

**Mona Desai**  
Whole Time  
Director  
DIN:  
00038429

**Suchi Agarwal**  
Company  
Secretary &  
Compliance  
Officer

**Amit Khurana**  
Chief Financial  
Officer

**Akshay R. Shah**  
Partner  
Mem. No. 103316

**Date :** May 12, 2022  
**Place:** Surat

**Date :** May 12, 2022  
**Place:** Mumbai

# Statement of Changes In Equity

For The Year Ended March 31, 2022

## A. Equity Share Capital

Amount (₹) in million

| Particulars                                                                                 | As at March 31, 2022 |            | As at March 31, 2021 |            |
|---------------------------------------------------------------------------------------------|----------------------|------------|----------------------|------------|
|                                                                                             | No. of shares        | Amount (₹) | No. of shares        | Amount (₹) |
| Issued, subscribed and fully paid up equity shares outstanding at the beginning of the year | 9,99,22,391          | 999.22     | 5,00,00,100          | 500.00     |
| Shares issued during the year*                                                              | 3,24,494             | 3.24       | 2,17,97,391          | 217.97     |
| Conversion of Compulsorily convertible preference shares into Equity shares                 | -                    | -          | 2,81,24,900          | 281.25     |
| Issued, subscribed and fully paid up equity shares outstanding at the end of the year       | 10,02,46,885         | 1,002.47   | 9,99,22,391          | 999.22     |

### Reconciliation for Current Reporting year:

Amount (₹) in million

| Particulars          | Balance at the beginning of current reporting year | Changes in equity share capital due to prior period errors | Restated balance at the beginning of the current reporting year | Changes in equity share capital during the current year | Balance at the end of the current reporting year |
|----------------------|----------------------------------------------------|------------------------------------------------------------|-----------------------------------------------------------------|---------------------------------------------------------|--------------------------------------------------|
| Equity Share Capital | 999.22                                             | -                                                          | 999.22                                                          | 3.24                                                    | 1,002.47                                         |

### Reconciliation for Previous Reporting year:

Amount (₹) in million

| Particulars          | Balance at the beginning of previous reporting year | Changes in equity share capital due to prior period errors | Restated balance at the beginning of the previous reporting year | Changes in equity share capital during the previous year | Balance at the end of the previous reporting year |
|----------------------|-----------------------------------------------------|------------------------------------------------------------|------------------------------------------------------------------|----------------------------------------------------------|---------------------------------------------------|
| Equity Share Capital | 500.00                                              | -                                                          | 500.00                                                           | 499.22                                                   | 999.22                                            |

## B. Compulsorily Convertible Preference Shares

### Reconciliation for Current Reporting year:

Amount (₹) in million

| Particulars                                | Balance at the beginning of current reporting year | Changes in Compulsorily Convertible Preference Shares due to prior period errors | Restated balance at the beginning of the current reporting year | Changes in Compulsorily Convertible Preference Shares during the current year | Balance at the end of the current reporting year |
|--------------------------------------------|----------------------------------------------------|----------------------------------------------------------------------------------|-----------------------------------------------------------------|-------------------------------------------------------------------------------|--------------------------------------------------|
| Compulsorily Convertible Preference Shares | -                                                  | -                                                                                | -                                                               | -                                                                             | -                                                |

### Reconciliation for Previous Reporting year:

Amount (₹) in million

| Particulars                                | Balance at the beginning of previous reporting year | Changes in Compulsorily Convertible Preference Shares due to prior period errors | Restated balance at the beginning of the previous reporting year | Changes in Compulsorily Convertible Preference Shares during the previous year | Balance at the end of the previous reporting year |
|--------------------------------------------|-----------------------------------------------------|----------------------------------------------------------------------------------|------------------------------------------------------------------|--------------------------------------------------------------------------------|---------------------------------------------------|
| Compulsorily Convertible Preference Shares | 281.25                                              | -                                                                                | 281.25                                                           | (281.25)                                                                       | -                                                 |

**C. Other equity**

Amount (₹) in million

| Particulars                                                           | Reserves and surplus |                 |                   |                             |                 | Other Comprehensive Income | Total Equity     |
|-----------------------------------------------------------------------|----------------------|-----------------|-------------------|-----------------------------|-----------------|----------------------------|------------------|
|                                                                       | Securities Premium   | General Reserve | Retained Earnings | Share Based Payment Reserve | Capital Reserve | Cash flow hedging reserve  |                  |
| <b>Balance as at 01-04-2020</b>                                       | <b>2,427.52</b>      | <b>1.02</b>     | <b>2,745.23</b>   | <b>-</b>                    | <b>1.91</b>     | <b>(21.63)</b>             | <b>5,154.06</b>  |
| Profit for the year (a)                                               | -                    | -               | 702.96            | -                           | -               | -                          | 702.96           |
| Other Comprehensive Income (b)                                        | -                    | -               | (11.91)           | -                           | -               | 4.44                       | (7.47)           |
| <b>Total Comprehensive Income for the year (a+b)</b>                  | <b>-</b>             | <b>-</b>        | <b>691.04</b>     | <b>-</b>                    | <b>-</b>        | <b>4.44</b>                | <b>695.49</b>    |
| Issue of Equity shares*                                               | 9,218.03             | -               | -                 | -                           | -               | -                          | 9,218.03         |
| Issue of share options granted                                        | -                    | -               | -                 | 6.35                        | -               | -                          | 6.35             |
| Preference share dividend paid during the year                        | -                    | -               | (0.08)            | -                           | -               | -                          | (0.08)           |
| Share issue expenses                                                  | (339.04)             | -               | -                 | -                           | -               | -                          | (339.04)         |
| <b>Balance as at 31-03-2021</b>                                       | <b>11,306.51</b>     | <b>1.02</b>     | <b>3,436.20</b>   | <b>6.35</b>                 | <b>1.91</b>     | <b>(17.18)</b>             | <b>14,734.80</b> |
| <b>Balance as at 01-04-2021</b>                                       | <b>11,306.51</b>     | <b>1.02</b>     | <b>3,436.19</b>   | <b>6.35</b>                 | <b>1.91</b>     | <b>(17.18)</b>             | <b>14,734.80</b> |
| Profit for the year (a)                                               | -                    | -               | 1,521.79          | -                           | -               | -                          | 1,521.79         |
| Other Comprehensive Income (b)                                        | -                    | -               | (13.17)           | -                           | -               | 4.80                       | (8.36)           |
| <b>Total Comprehensive Income for the year (a+b)</b>                  | <b>-</b>             | <b>-</b>        | <b>1,508.62</b>   | <b>-</b>                    | <b>-</b>        | <b>4.80</b>                | <b>1,513.42</b>  |
| Issue of share options granted                                        | -                    | -               | -                 | 35.20                       | -               | -                          | 35.20            |
| Issue of Equity Shares against ESOP exercised                         | 69.77                | -               | -                 | -                           | -               | -                          | 69.77            |
| Share issue expenses                                                  | (4.42)               | -               | -                 | -                           | -               | -                          | (4.42)           |
| Final Dividend paid for the Previous Financial Year i.e (FY 2020-21)  | -                    | -               | (49.96)           | -                           | -               | -                          | (49.96)          |
| Interim Dividend paid for the Current Financial Year i.e (FY 2021-22) | -                    | -               | (49.96)           | -                           | -               | -                          | (49.96)          |
| Other Comprehensive Income reclassified to Profit and Loss account    | -                    | -               | -                 | -                           | -               | 17.18                      | 17.18            |
| <b>Balance as at 31-03-2022</b>                                       | <b>11,371.86</b>     | <b>1.02</b>     | <b>4,844.89</b>   | <b>41.54</b>                | <b>1.91</b>     | <b>4.80</b>                | <b>16,266.03</b> |

\*In FY 2020-2021, the Company has completed Initial Public Offerings (IPO) of 1,37,15,495 shares of ₹ 10/- each (Issued 1,34,95,495 Equity Shares at an offer price of ₹ 555/- per Equity Share and 2,20,000 Equity Shares to the Employees of the Company at an offer price of ₹ 500/- per Equity Share) aggregating to ₹ 7,600 millions through Fresh Issue of Equity Shares. The Equity Shares of the Company are listed on March 24, 2021 on BSE Limited (BSE) and National Stock Exchange of India Limited (NSE).

As per our report of even date  
For and on behalf of the Board,

For **Rajendra & Co.**  
Chartered Accountants  
Firm Reg. No. 108355W

**Anand Desai**  
Managing Director  
DIN: 00038442

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**Akshay R. Shah**  
Partner  
Mem. No. 103316

**Date :** May 12, 2022  
**Place:** Surat

**Date :** May 12, 2022  
**Place:** Mumbai

# Note 1 To Consolidated Financial Statements For The Year Ended March 31, 2022

## (1) Corporate Information

The Anupam Rasayan India Ltd. (the Company), along with its subsidiaries (collectively referred to as the Group) is engaged in manufacturing of chemicals, which are sold in local market as well as exported to other countries. The Company is a public company incorporated and domiciled in India, having its registered office in Surat, Gujarat, India.

The Company had completed Initial Public Offerings (IPO) of 1,37,15,495 shares of ₹ 10/- each at an offer price of ₹ 555/- per Equity Share aggregating to ₹ 7,600 millions through Fresh Issue of Equity Shares. The Equity Shares of the Company are listed on March 24, 2021 on BSE Limited (BSE) and National Stock Exchange of India Limited (NSE).

The consolidated financial statements comprise financial statements of 'Anupam Rasayan India Ltd' ('the Holding Company' or 'the Company') and its subsidiaries for the year ended on March 31, 2022.

## (2) Significant accounting policies

### (A) Statement of compliance

#### (i) Basis of preparation of financial statements

##### Compliance with Ind AS

The consolidated financial statements are prepared in accordance with Indian Accounting Standards ("Ind AS"), under the historical cost convention on the accrual basis except for certain financial instruments which are measured at fair values. The Ind AS are prescribed under Section 133 of the Act read with the Companies (Indian Accounting Standards) Rules, 2015, as amended and other relevant provisions of the Act.

Effective April 01, 2018, the Group had adopted all the Ind AS and the adoption has been carried out in accordance with Ind AS 101, First time Adoption of Indian Accounting Standards, with April 01, 2017 as the transition date. The transition was carried out from Indian Accounting Principles generally accepted in India as prescribed under Section 133 of the Act, which was the previous GAAP.

##### Presentation of financial statements

The Balance Sheet as at March 31, 2022 and the Statement of Profit and Loss for the year ending March 31, 2022 are prepared and presented in

the format prescribed in the Schedule III to the Companies Act, 2013 ("the Act"). The Statement of Cash Flows for the year ended March 31, 2022 has been prepared and presented as per the requirements of Ind AS 7 "Statement of Cash Flows". The disclosure requirements with respect to items in the Balance Sheet and Statement of Profit and Loss, as prescribed in the Schedule III to the Act, are presented by way of notes forming part of the financial statements.

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

With effect from April 01, 2019, Ind AS 116 – "Leases" (Ind AS 116) supersedes Ind AS 17 – "Leases". The Group has adopted Ind AS 116 using the prospective approach. The application of Ind AS 116 has resulted into recognition of 'Right-of-Use' asset with a corresponding Lease Liability in the Balance Sheet.

The Consolidated Financial Statements are presented in Indian Rupees (₹), which is also its functional currency and all values are rounded to the nearest lakhs (₹00,000), except when otherwise indicated.

#### (ii) Basis of Consolidation

The consolidated financial statements incorporate the financial statements of the Holding Company and its subsidiaries. For this purpose, an entity which is, directly or indirectly, controlled by the Holding Company is treated as subsidiary. The Holding Company together with its subsidiaries constitutes the Group. Control exists when the Holding Company, directly or indirectly, has power over the investee, is exposed to variable returns from its involvement with the investee and has the ability to use its power to affect its returns.

Consolidation of a subsidiary begins when the Holding Company, directly or indirectly, obtains control over the subsidiary and ceases when the Holding Company, directly or indirectly, loses control of the subsidiary. Income and expenses of a subsidiary acquired or disposed of during the year are included in the consolidated Statement of

Profit and Loss from the date the Holding Company, directly or indirectly, gains control until the date when the Holding Company, directly or indirectly, ceases to control the subsidiary.

The consolidated financial statements of the Group combine financial statements of the Holding Company and its subsidiaries line-by-line by adding together the like items of assets, liabilities, income and expenses. All intra-group assets, liabilities, income, expenses and unrealized profits/losses on intra-group transactions are eliminated on consolidation. The accounting policies of subsidiaries have been harmonized to ensure the consistency with the policies adopted by the Holding Company.

The consolidated financial statements have been presented to the extent possible, in the same manner as Holding Company's standalone financial statements. Profit or loss and other comprehensive income are attributed to the owners of the Holding Company and to the non-controlling interests and have been shown separately in the financial statements.

Non-controlling interests represent that part of the total comprehensive income and net assets of subsidiaries attributable to interest which is not owned, directly or indirectly, by the Holding Company.

The gains/losses in respect of part divestment/dilution of stake in subsidiary companies not resulting in ceding of control, are recognized directly in other equity attributable to the owners of the Holding Company.

The gains/losses in respect of divestment of stake resulting in ceding of control in subsidiary companies are recognized in the Statement of Profit and Loss. The investment representing the interest retained in a former subsidiary, if any, is initially recognized at its fair value with the corresponding effect recognized in the Statement of Profit and Loss as on the date the control is ceded. Such retained interest is subsequently accounted as an associate or a joint venture or a financial asset.

#### **(iii) Business Combination/Goodwill on consolidation**

The Group accounts for its business combinations under acquisition method of accounting. Acquisition related costs are recognized in the statement of profit and loss as incurred. The acquiree's identifiable assets, liabilities and contingent liabilities that meet the condition for recognition are recognized at their fair values at the acquisition date.

Goodwill arising on consolidation is not amortized, however, it is tested for impairment annually. In the event of cessation of operations of a subsidiary, the unimpaired goodwill is written off fully.

Business combinations arising from transfers of interests in entities that are under common control are accounted at historical cost. The difference between any consideration given and the aggregate historical carrying amounts of assets and liabilities of the acquired entity are recorded in shareholders' equity.

#### **(iv) Property, plant and equipment**

Freehold land is carried at historical cost.

All other items of Property, plant and equipment are stated at cost of acquisition net of any trade discounts and rebates, any import duties and other taxes (other than those subsequently recoverable from the tax authorities), any directly attributable expenditure on making the asset ready for its intended use, including relevant borrowing costs for qualifying assets and any expected costs of decommissioning. Expenditure incurred after the property, plant and equipment have been put into operation, such as repairs and maintenance, are charged to the Statement of Profit and Loss in the year in which the costs are incurred. Major shutdown and overhaul expenditure is capitalized as the activities undertaken improves the economic benefits expected to arise from the asset. It includes professional fees and, for qualifying assets, borrowing costs capitalized in accordance with the Group's accounting policy based on Ind AS 23 – Borrowing costs. Such properties are classified to the appropriate categories of PPE when completed and ready for intended use. Assets in the course of construction are capitalized in the assets under construction account. At the point when an asset is operating at management's intended use, the cost of construction is transferred to the appropriate category of property, plant and equipment and depreciation commences. Costs associated with the commissioning of an asset and any obligatory decommissioning costs are capitalized where the asset is available for use but incapable of operating at normal levels until a year of commissioning has been completed. Revenue generated from production during the trial period is capitalized. Property, plant and equipment except freehold land held for use in the production, supply or administrative purposes, are stated in the balance sheet at cost less accumulated depreciation and accumulated impairment losses, if any.

The Group has elected to continue with the carrying value for all of its property, plant and equipment as recognized in the financial statements on transition

to Ind AS, measured as per the previous GAAP and use that as its deemed cost as at the date of transition.

### Subsequent expenditure and componentization

Parts of an item of PPE having different useful lives and significant value and subsequent expenditure on Property, Plant and Equipment arising on account of capital improvement or other factors are accounted for as separate components only when it is probable that future economic benefits associated with the item will flow to the Group and the cost of the item can be measured reliably. The carrying amount of any component accounted for as a separate asset is derecognized when replaced. All other repairs and maintenance are charged to profit or loss during the reporting period in which they are incurred.

### Decommissioning costs

Decommissioning cost includes cost of restoration. Provision for decommissioning costs is recognized when the Group has a legal or constructive obligation to plug and abandon a well, dismantle and remove a facility or an item of Property, Plant and Equipment and to restore the site on which it is located. The full eventual estimated provision towards costs relating to dismantling, abandoning and restoring sites and other facilities are recognized in respective assets when the site is complete / facilities or Property, Plant and Equipment are installed. The amount recognized is the present value of the estimated future expenditure determined using existing technology at current prices and escalated using appropriate inflation rate till the expected date of decommissioning and discounted up to the reporting date using the appropriate risk-free discount rate. An amount equivalent to the decommissioning provision is recognized along with the cost of exploratory well or Property, Plant and Equipment.

### Depreciation and Useful life

Depreciable amount for assets is the cost of an asset, or other amount substituted for cost, less its estimated residual value. Depreciation is recognized so as to write off the cost of assets (other than freehold land and properties under construction) less their residual values over their useful lives, using straight-line method as per the useful life prescribed in Schedule II to the Companies Act, 2013 except in respect of following categories of assets, in whose case the life of the assets has been assessed as under based on technical advice, taking into account the nature of the asset, the estimated usage of the asset, the operating conditions of the asset, past history of replacement, anticipated technological changes, manufacturers warranties and maintenance support, etc.

| Asset class            | Useful life |
|------------------------|-------------|
| Building               | 10-30 Years |
| Plant and machinery    | 8-30 Years  |
| Office equipment       | 3-20 Years  |
| Computer equipment     | 3-5 Years   |
| Furniture and fixtures | 10-20 Years |
| Vehicles               | 8-10 Years  |
| Electric Installations | 10-30 Years |
| Laboratory Equipment   | 10-20 Years |

The assets' residual values and useful lives are reviewed, and adjusted if appropriate, at the end of each reporting period and if the expectations differ from the previous estimates, the change is accounted for as a change in accounting estimate on a retrospective or prospective basis, whichever is nearly possible for the Group.

The property, plant and equipment acquired under finance leases is depreciated over the asset's useful life or over the shorter of the asset's useful life and the lease term if there is no reasonable certainty that the Group will obtain ownership at the end of the lease term.

### De-recognition of Asset

An item of PPE is de-recognized upon disposal or when no future economic benefits are expected to arise from the continued use of the asset. Any gain or loss arising on the disposal or retirement of an item of property, plant and equipment is determined as the difference between the sales proceeds and the carrying amount of the asset and is recognized in Statement of Profit and Loss.

### (v) Intangible assets

Intangible assets are stated at acquisition cost, net of accumulated amortization and accumulated impairment losses, if any. Intangible assets are recognized only on reasonable certainty and after completion of all activities related to the asset.

Gains or losses arising from the retirement or disposal of an intangible asset are determined as the difference between the disposal proceeds and the carrying amount of the asset and are recognized as income or expense in the Statement of Profit and loss.

Intangible assets with finite useful lives are amortized on a straight line basis over the following period:

| Asset class       | Useful life |
|-------------------|-------------|
| Intangible assets | 3-10 Years  |

**(vi) Impairment of assets**

An asset is treated as impaired when the carrying cost of asset exceeds its recoverable value. At the each year end, assets are broadly evaluated for impairment. Provision for impairment of asset is made only if the recoverable amount of the asset goes below the carrying amount of the asset.

For the purpose of impairment testing, the recoverable amount (i.e. the higher of the fair value less cost to sell and the value-in-use) is determined on an individual asset basis unless the asset does not generate cash flows that are largely independent of those from other assets. In such cases, the recoverable amount is determined for the Cash Generating Unit (CGU) to which the asset belongs.

If such assets are considered to be impaired, the impairment to be recognized in the Statement of Profit and Loss is measured by the amount by which the carrying value of the assets exceeds the estimated recoverable amount of the asset. An impairment loss is reversed in the Statement of Profit and Loss if there has been a change in the estimates used to determine the recoverable amount. The carrying amount of the asset is increased to its revised recoverable amount, provided that this amount does not exceed the carrying amount that would have been determined (net of any accumulated depreciation) had no impairment loss been recognized for the asset in prior years.

**(vii) Leases:**

The group has applied Ind AS 116 for entering into leases in the current financial year and hence there was no need of restatement required to be done for the previous financial years.

As a lessee, the group recognizes a right-of-use asset and a lease liability at the lease commencement date. The right-of-use asset is initially measured at cost, which comprises the initial amount of the lease liability adjusted for any lease payments made at or before the commencement date, plus any initial direct costs incurred and an estimate of costs to dismantle and remove the underlying asset or to restore the underlying asset or the site on which it is located, less any lease incentives received.

The right-of-use asset is subsequently depreciated using the straight-line method from the commencement date to the earlier of the end of the useful life of the right-of-use asset or the end of the lease term. The estimated useful lives of right-of-use assets are determined on the same basis as those of property and equipment. In addition, the right-of-use

asset is periodically reduced by impairment losses, if any, and adjusted for certain re-measurements of the lease liability.

The lease liability is initially measured at the present value of the lease payments that are not paid at the commencement date, discounted using the interest rate implicit in the lease or, if that rate cannot be readily determined, group's incremental borrowing rate. Generally, the group uses its incremental borrowing rate as the discount rate.

Lease payments included in the measurement of the lease liability comprise the following: –

- Fixed payments, including in-substance fixed payments;
- Variable lease payments that depend on an index or a rate, initially measured using the index or rate as at the commencement date;
- Amounts expected to be payable under a residual value guarantee; and
- The exercise price under a purchase option that the group is reasonably certain to exercise, lease payments in an optional renewal period if the group is reasonably certain to exercise an extension option, and penalties for early termination of a lease unless the group is reasonably certain not to terminate early.

The lease liability is measured at amortized cost using the effective interest method. It is remeasured when there is a change in future lease payments arising from a change in an index or rate, if there is a change in the group's estimate of the amount expected to be payable under a residual value guarantee, or if group changes its assessment of whether it will exercise a purchase, extension or termination option.

When the lease liability is remeasured in this way, a corresponding adjustment is made to the carrying amount of the right-of-use asset, or is recorded in profit or loss if the carrying amount of the right-of-use asset has been reduced to zero.

The group presents right-of-use assets that do not meet the definition of investment property in 'property, plant and equipment' and lease liabilities in 'loans and borrowings' in the statement of financial position.

**Short-term leases and leases of low-value assets**

The group has elected not to recognize right-of-use assets and lease liabilities for short term leases of

real estate properties that have a lease term of 12 months. The group recognizes the lease payments associated with these leases as an expense on a straight-line basis over the lease term.

### (viii) Financial instruments

#### Initial Recognition and Measurement

Financial assets and/or financial liabilities are recognized when the Group becomes party to a contract embodying the related financial instruments. All financial assets, financial liabilities and financial guarantee contracts are initially measured at transaction values and where such values are different from the fair value, at fair value. Transaction costs that are attributable to the acquisition or issue of financial assets and financial liabilities (other than financial assets and financial liabilities at fair value through profit or loss) are added to or deducted from as the case may be, the fair value of such financial assets or liabilities, on initial recognition. Transaction costs directly attributable to the acquisition of financial assets or financial liabilities at fair value through profit or loss are recognized immediately in Profit or Loss.

#### Offset

A financial asset and a financial liability is offset and presented on net basis in the balance sheet when there is a current legally enforceable right to set-off the recognized amounts and it is intended to either settle on net basis or to realize the asset and settle the liability simultaneously.

#### A. Financial Assets:

##### a. Subsequent measurement:

For subsequent measurement, the group classifies financial asset in following broad categories:

- Financial asset carried at amortized cost.
- Financial asset carried at fair value through other comprehensive income (FVTOCI)
- Financial asset carried at fair value through profit or loss (FVTPL)

##### i. Financial asset carried at amortized cost (net of any write down for impairment, if any):

Financial assets are measured at amortized cost when asset is held within a business model, whose objective is to hold assets for collecting contractual cash flows and contractual terms of the asset give rise on specified dates to cash flows that are solely payments of principal and interest. Such financial assets are subsequently measured at amortized costs using Effective Interest Rate (EIR) method less impairment, if any. The losses arising from impairment are recognized in the statement of profit or loss. Cash and bank balances, trade receivables, loans and other

financial asset of the group are covered under this category.

Under the EIR method, the future cash receipts are exactly discounted to the initial recognition value using EIR. The cumulative amortization using the EIR method of the difference between the initial recognition amount and maturity amount is added to the initial recognition value (net of principal repayments, if any) of the financial asset over the relevant period of the financial asset to arrive at amortized cost at each reporting date. The corresponding effect of the amortization under EIR method is recognized as interest income over the relevant period of the financial asset. The same is included under "other income" in the statement of profit or loss. The amortized cost of the financial asset is also adjusted for loss allowance, if any.

##### ii. Financial asset carried at FVTOCI:

Financial asset under this category are measured initially as well as at each reporting date at fair value, when asset is held with a business model whose objective is to hold asset for both collecting contractual cash flows and selling financial assets. Fair value movements are recognized in the other comprehensive income.

##### iii. Financial asset carried at FVTPL:

Financial asset under this category are measured initially as well as at each reporting date at fair value. Changes in fair value are recognized in the statement of profit or loss.

##### b. Derecognition:

A financial asset is primarily derecognized when rights to receive cash flows from the asset have expired or the Group has transferred its contractual rights to receive cash flows of the financial asset and has substantially transferred all the risk and reward of the ownership of the financial asset.

##### c. Impairment of financial asset:

In accordance with Ind AS 109, the Group uses 'Expected Credit Loss' (ECL) model, for evaluating impairment of financial assets other than those measured at fair value through profit and loss (FVTPL).

ECL is the difference between all contractual cash flows that are due to the Group in accordance with the contract and all the cash flows that the entity expects to receive (i.e., all cash shortfalls), discounted at the original effective interest rate.

Lifetime ECL are the expected credit losses resulting from all possible default events over the expected life of a financial asset. 12-month ECL is a portion of the lifetime ECL which results from default

events that are possible within 12 months from the reporting date.

For trade receivables, the Group applies 'simplified approach' which requires expected lifetime losses to be recognized from initial recognition of the receivables. The Group uses historical default rates to determine impairment loss on the portfolio of trade receivables. At every reporting date these historical default rates are reviewed and changes in the forward looking estimates are analyzed.

For other assets, the Group uses 12-month ECL to provide for impairment loss where there is no significant increase in credit risk. If there is significant increase in credit risk full lifetime ECL is used.

ECL impairment loss allowance (or reversal) recognized during the period is recognized as income/expense in the Statement of Profit and Loss under the head 'Other expenses'.

## **B. Financial Liabilities:**

### **a. Subsequent measurement:**

Financial liabilities at fair value through profit or loss include financial liabilities held for trading and financial liabilities designated upon initial recognition as at fair value through profit or loss.

Interest-bearing loans and borrowings are subsequently measured at amortized cost using the Effective Interest Rate (EIR) method. Gains and losses are recognized in profit or loss when the liabilities are derecognized as well as through 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.

### **b. Derecognition of financial liabilities:**

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.

### **c. Derivative financial instrument:**

Group uses derivative financial instruments such as interest rate swaps, currency swaps, forward contracts to mitigate the risk of changes in interest rate and foreign currency exchange rate. At the

inception of a hedge relationship, the Group formally designates and documents the hedge relationship to which the Group wishes to apply hedge accounting and the risk management objective and strategy for undertaking the hedge. Such derivative financial instruments are initially recognised at fair value on the date on which a derivative contract is entered into and are also subsequently measured at fair value.

Derivatives are carried as financial assets when the fair value is positive and as financial liabilities when the fair value is negative. Any gains or losses arising from changes in the fair value of derivatives are taken directly to Statement of Profit and Loss, except for the effective portion of cash flow hedge which is recognised in Other Comprehensive Income and later to Statement of Profit and Loss when the hedged item affects profit or loss or is treated as basis adjustment if a hedged forecast transaction subsequently results in the recognition of a Non-Financial Assets or Non-Financial liability. Hedges that meet the criteria for hedge accounting are accounted for as follows:

### **A. Cash Flow Hedge;**

The Group designates derivative contracts or non-derivative Financial Assets/ Liabilities as hedging instruments to mitigate the risk of movement in interest rates and foreign exchange rates for foreign exchange exposure on highly probable future cash flows attributable to a recognised asset or liability or forecast cash transactions.

When a derivative is designated as a cash flow hedging instrument, the effective portion of changes in the fair value of the derivative is recognised in the cash flow hedging reserve being part of Other Comprehensive Income. Any ineffective portion of changes in the fair value of the derivative is recognised immediately in the Statement of Profit and Loss. If the hedging relationship no longer meets the criteria for hedge accounting, then hedge accounting is discontinued prospectively. If the hedging instrument expires or is sold, terminated or exercised, the cumulative gain or loss on the hedging instrument recognised in cash flow hedging reserve till the period the hedge was effective remains in cash flow hedging reserve until the underlying transaction occurs. The cumulative gain or loss previously recognised in the cash flow hedging reserve is transferred to the Statement of Profit and Loss upon the occurrence of the underlying transaction. If the forecasted transaction is no longer expected to occur, then the amount accumulated in cash flow hedging reserve is reclassified in the Statement of Profit and Loss.

### **B. Fair Value Hedge;**

The Group designates derivative contracts or non-derivative Financial Assets/Liabilities as hedging

instruments to mitigate the risk of change in fair value of hedged item due to movement in interest rates, foreign exchange rates and commodity prices. Changes in the fair value of hedging instruments and hedged items that are designated and qualify as fair value hedges are recorded in the Statement of Profit and Loss. If the hedging relationship no longer meets the criteria for hedge accounting, the adjustment to the carrying amount of a hedged item for which the effective interest method is used is amortised to Statement of Profit and Loss over the period of maturity.

#### (ix) Trade receivables

Trade receivables are recognized initially at fair value and subsequently measured at amortized cost using the effective interest method, less provision for impairment.

#### (x) Inventories-

Inventories comprise of Raw and packing materials, Work-in-progress, Finished goods, and Stores and spares.

Inventories are valued at the lower of cost and the net realizable value. Cost is determined on weighted average basis. Cost includes all charges in bringing the goods to their present location and condition. The cost of Work-in-progress and Finished goods comprises of materials, direct labour, other direct costs and related production overheads.

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

#### (xi) Employee benefits

##### (a) Short-term employee benefits:

Employee benefits such as salaries, wages, short term compensated absences, expected cost of bonus, ex-gratia and performance-linked rewards falling due wholly within twelve months of rendering the service are classified as short term employee benefits and are expensed in the period in which the employee renders the related service.

##### (b) Post-employment benefits:

##### i. Defined contribution plans:

The contribution paid/payable under defined contribution plan is recognized during the period in which the employee renders the related service.

##### ii. Defined benefit plans:

The liability or asset recognized in the balance sheet in respect of defined benefit gratuity plans is the present value of the defined obligation at the end of the reporting period less the fair value of plan

assets. The defined obligation is calculated annually based on actuarial valuation using the Projected Unit Credit Method.

The obligation is measured at the present value of the estimated future cash flows using a discount rate based on the market yield on government securities of a maturity period equivalent to the weighted average maturity profile of the defined benefit obligations at the Balance Sheet date.

Re-measurement, comprising actuarial gains and losses, the return on plan assets (excluding amounts included in net interest on the net defined benefit liability or asset) and any change in the effect of asset ceiling (if applicable) is recognized in Other Comprehensive Income and is reflected in Retained earnings and the same is not eligible to be reclassified to Profit or Loss.

Defined benefit costs comprising current service cost, past service cost and gains or losses on settlements are recognized in the Statement of Profit and Loss as employee benefits expense. Interest cost implicit in defined benefit employee cost is recognised in the Statement of Profit and Loss under finance cost. Gains or losses on settlement of any defined benefit plan are recognized when the settlement occurs. Past service cost is recognized as expense at the earlier of the plan amendment or curtailment and when the group recognizes related restructuring costs or termination benefits.

In case of funded plans, the fair value of the plan assets is reduced from the gross obligation under the defined benefit plans to recognize the obligation on a net basis.

Leave Salary is considered as short term benefits and the same is accrued and paid within the working cycle of the business.

#### (xii) Provisions, Contingent liabilities and Contingent assets

Provisions are recognized only when the Group 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. Provision is measured using the cash flows estimated to settle the present obligation and when the effect of time value of money is material, the carrying amount of the provision is the present value of those cash flows. Reimbursement expected in respect of expenditure required to settle a provision is recognized only when it is virtually certain that the reimbursement will be received.

Contingent liability is disclosed in case of, a present obligation arising from past events, when it is not probable that an outflow of resources will be required to settle the obligation; and a present obligation arising from past events, when no reliable estimate is possible.

Contingent assets are disclosed where an inflow of economic benefits is probable.

Provisions, contingent liabilities and contingent assets are reviewed at each Balance Sheet date.

Where the unavoidable costs of meeting the obligations under the contract exceed the economic benefits expected to be received under such contract, the present obligation under the contract is recognized and measured as a provision.

#### (xiii) Revenue recognition

The Group has adopted Ind-AS 115 "Revenue from Contracts with Customers" effective from April 01, 2018.

Revenue from the sale of goods is recognized when the Group transfers control of the product. Control of the product transfers upon shipment of the product to the customer or when the product is made available to the customer, provided transfer of title to the customer occurs and the Group has not retained any significant risks of ownership or future obligations with respect to the product shipped. Amounts disclosed as revenue are net off returns, trade allowances, rebates and indirect taxes.

#### Other income:

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

Dividend income is accounted in the period in which the right to receive the same is established.

Government grants, which are revenue in nature and are towards compensation for the qualifying costs, incurred by the Group, are recognized as other income in the Statement of Profit and Loss in the period in which such costs are incurred. Government grant receivable in the form duty credit script is recognized as other income in the Statement of Profit and Loss in the period in which the application

is made to the government authorities and to the extent there is no uncertainty towards its receipt.

Other items of income are accounted as and when the right to receive such income arises and it is probable that the economic benefits will flow to the Group and the amount of income can be measured reliably.

#### (xiv) Foreign Currency Transactions

The functional currency and presentation currency of the group is Indian Rupee.

Transactions in currencies other than the Group's functional currency are recorded on initial recognition using the exchange rate at the transaction date. At each Balance Sheet date, foreign currency monetary items are reported at the closing spot rate. Non-monetary items carried at fair value that are denominated in foreign currencies are translated at the rates prevailing at the date when the fair value was determined. Non-monetary items that are measured in terms of historical cost in foreign currency are not retranslated.

Exchange differences that arise on settlement of monetary items or on reporting of monetary items at each Balance Sheet date at the closing spot rate are recognized in the Statement of Profit and Loss in the period in which they arise except for:

- (a) exchange gains or losses on foreign currency borrowings taken which are related to the acquisition or construction of qualifying assets are adjusted in the carrying cost of such assets.
- (b) exchange differences on derivatives transactions entered into in order to hedge foreign currency risks associated with underlying assets/liabilities which are classified as cash flow hedges. The effective portion of changes in the fair value of the derivative is recognised in the cash flow hedging reserve being part of Other Comprehensive Income. Any ineffective portion of changes in the fair value of the derivative is recognised immediately in the Statement of Profit and Loss.

#### (xv) Exceptional items

An item of income or expense which by its size, type or incidence requires disclosure in order to improve an understanding of the performance of the Group is treated as an exceptional item and disclosed as such in the financial statements.

#### (xvi) Taxes on income

The tax expenses for the period comprises of current tax and deferred income tax. Tax is recognised in Statement of Profit and Loss, except to the extent

that it relates to items recognised in the Other Comprehensive Income. In which case, the tax is also recognised in Other Comprehensive Income.

### Current Tax

Tax on income for the current period is determined on the basis of taxable income and tax credits computed in accordance with the provisions of the Income Tax Act, 1961 and based on the expected outcome of assessments/appeals.

### Deferred Tax

Deferred tax is recognized on temporary differences between the carrying amounts of assets and liabilities in the Group's financial statements and the corresponding tax bases used in computation of taxable profit and quantified using the tax rates and laws enacted or substantively enacted as at the Balance Sheet date.

Deferred tax assets are generally recognized for all taxable temporary differences to the extent it is probable that taxable profits will be available against which those deductible temporary differences can be utilized.

The carrying amount of deferred tax assets is reviewed at the end of each reporting period and reduced to the extent that it is no longer probable that sufficient taxable profits will be available to allow all or part of the asset to be recovered.

Deferred tax assets relating to unabsorbed depreciation/business losses/losses under the head "capital gains" are recognized and carried forward to the extent of available taxable temporary differences or where there is convincing other evidence that sufficient future taxable income will be available against which such deferred tax assets can be realized.

Transaction or event which is recognized outside Profit or Loss, either in Other Comprehensive Income or in equity, is recorded along with the tax as applicable.

Current tax assets and current tax liabilities are offset when there is a legally enforceable right to set off the recognized amounts and there is an intention to settle the asset and the liability on a net basis. Deferred tax assets and deferred tax liabilities are offset when there is a legally enforceable right to set off assets against liabilities representing current tax and where the deferred tax assets and the deferred tax asset and the deferred tax liabilities relate to taxes on income levied by the same governing taxation laws.

### (xvii) Cash and bank balances

Cash and bank balances also include fixed deposits, margin money deposits, earmarked balances with banks and other bank balances which have restrictions on repatriation. Short term and liquid investments being subject to more than insignificant risk of change in value, are not included as part of cash and bank balances.

### (xviii) Cash flow statement

Cash flows are reported using the indirect method where by the profit before tax is adjusted for the effect of the transaction of non-cash nature, any deferrals or accruals of past and future operating cash receipts or payments and items of income or expenses associated with investing or financing cash flows. The cash flows from operating, investing and financing activities of the group are segregated.

In the cash flow statement, cash and cash equivalents includes cash on hand, demand deposits with banks, other short-term highly liquid investments with original maturities of three months or less that are readily convertible to known amounts of cash and which are subject to an insignificant risk of changes in value, and bank overdrafts. Bank overdrafts are shown within borrowings in current liabilities in the balance sheet.

### (xix) Borrowing costs

Borrowing costs, general or specific, that are directly attributable to the acquisition or construction of qualifying assets is capitalized as part of such assets. A qualifying asset is one that necessarily takes substantial period of time to get ready for intended use. All other borrowing costs are charged to the Statement of Profit and Loss. The Group determines the amount of borrowing costs eligible for capitalization as the actual borrowing costs incurred on that borrowing during the year less any interest income earned on temporary investment of specific borrowings pending their expenditure on qualifying assets, to the extent that an entity borrows funds specifically for the purpose of obtaining a qualifying asset. In case if the Group borrows generally and uses the funds for obtaining a qualifying asset, borrowing costs eligible for capitalization are determined by applying a capitalizations rate to the expenditures on that asset.

Borrowing cost includes exchange differences arising from foreign currency borrowings to the extent they are regarded as an adjustment to the finance cost.

### (xx) Securities premium

Securities premium include, the difference between the face value of the equity shares and the

consideration received in respect of shares issued. The issue expenses of securities which qualify as equity instruments are written off against securities premium.

#### **(xxi) Non-current assets held for sale**

Non-current assets and disposal groups are classified as held for sale if their carrying amount is intended to be recovered principally through a sale (rather than through continuing use) when the asset (or disposal group) is available for immediate sale in its present condition subject only to terms that are usual and customary for sale of such asset (or disposal group) and the sale is highly probable and is expected to qualify for recognition as a completed sale within one year from the date of classification.

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

#### **(xxii) Operating cycle for current and non-current classification**

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

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

- It is expected to be realized or intended to be sold or consumed in normal operating cycle;
- It is held primarily for the purpose of trading;
- It is expected to be realized within 12 months after the date of reporting period; or
- Cash and cash equivalents unless restricted from being exchanged or used to settle a liability for at least 12 months after reporting period.

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

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

- It is expected to be realized or intended to be sold or consumed in normal operating cycle;
- It is held primarily for the purpose of trading;
- It is expected to be realized within 12 months after the date of reporting period; or
- There is no unconditional right to defer the settlement of the liability for at least 12 months

after the reporting period current liabilities include the current portion of long-term financial liabilities.

The group classifies all other liabilities as non-current. Deferred tax assets and liabilities are classified as non-current assets and liabilities.

#### **(xxiii) Earnings Per Share**

Basic earnings per share is calculated by dividing the net profit after tax by the weighted average number of equity shares outstanding during the year adjusted for bonus element in equity share. Diluted earnings per share adjusts the figures used in determination of basic earnings per share to take into account the conversion of all dilutive potential equity shares. Dilutive potential equity shares are deemed converted as at the beginning of the period unless issued at a later date.

#### **(xxiv) Key sources of estimation**

The preparation of the financial statements in conformity with Ind AS requires that the management of the Group makes estimates and assumptions that affect the reported amounts of income and expenses of the period, the reported balances of assets and liabilities and the disclosures relating to contingent liabilities as of the date of the financial statements. The estimates and underlying assumptions are reviewed on an ongoing basis. Revisions to accounting estimates include useful lives of property, plant and equipment & intangible assets, allowance for expected credit loss, future obligations in respect of retirement benefit plans, fair value measurement etc. Difference, if any, between the actual results and estimates is recognized in the period in which the results are known.

#### **(i) Segment reporting**

Revenue and Geographical Segments are identified based on the stratification of the risk and returns. The group operates only in the one revenue segment. i.e. Manufacturing of industrial chemicals.

#### **(ii) Commitments**

Commitments are future liabilities for contractual expenditure. Commitments include the value of the contracts for the acquisition of the assets net of advances.

#### **(iii) Recognition of Deferred Tax Assets and Liabilities**

Deferred tax assets and liabilities are recognised for deductible temporary differences and unused tax losses for which there is probability of utilisation against the future taxable profit. The Group uses judgement to determine the amount of deferred tax

that can be recognised, based upon the likely timing and the level of future taxable profits and business developments.

**(iv) Global Health Pandemic on COVID-19**

The Covid-19 pandemic had its impact on the global economic environment including in India, causing significant disruption in economic activities and the chemical industry where the company is operating had been adversely impacted in the first half of Financial Year 2020-2021 due to pandemic. With the gradual relaxation in the second half, economic activities had improved.

The Company closely monitors the recent development and effects of present pandemic over the business. The Company believes that this pandemic is not likely to have a material impact on the carrying value of its assets and hence no provision for any impairment is required.

**(3) Standards Issued But Not Effective**

On March 23, 2022, the Ministry of Corporate Affairs (MCA) has notified Companies (Indian Accounting Standards) Amendment Rules, 2022. This notification has resulted into amendments in the following existing accounting standards which are applicable to company from April 01, 2022.

- i. Ind AS 101 – First time adoption of Ind AS
- ii. Ind AS 103 – Business Combination
- iii. Ind AS 109 – Financial Instrument
- iv. Ind AS 16 – Property, Plant and Equipment
- v. Ind AS 37 – Provisions, Contingent Liabilities and Contingent Assets
- vi. Ind AS 41 – Agriculture

Application of above standards are not expected to have any significant impact on the company's financial statements.

# Notes To Consolidated Financial Statements

For The Year Ended March 31, 2022

## 2 Property, Plant & Equipment, Capital Work-In-Progress, Intangible Assets and Intangible Assets under Development

Amount (₹) in million

| Particulars                                | Freehold Land | Buildings       | Plant and machinery | Office equipment | Computer and Peripherals | Furniture and Fixtures | Vehicles       | Electric Installations | Laboratory Equipment | Total             |
|--------------------------------------------|---------------|-----------------|---------------------|------------------|--------------------------|------------------------|----------------|------------------------|----------------------|-------------------|
| <b>Gross carrying value</b>                |               |                 |                     |                  |                          |                        |                |                        |                      |                   |
| <b>As at April 01, 2021</b>                | 471.26        | 2,554.53        | 8,317.74            | 47.42            | 44.47                    | 26.24                  | 63.20          | 610.27                 | 182.86               | 12,317.99         |
| Additions                                  | 228.36        | 61.27           | 758.00              | 7.63             | 6.51                     | 2.58                   | 28.25          | 29.11                  | 30.73                | 1,152.44          |
| Disposals (Write off)                      | -             | -               | (0.28)              | (5.17)           | (5.80)                   | (0.13)                 | -              | (1.08)                 | (0.67)               | (13.13)           |
| Disposals (Sales)                          | -             | -               | -                   | -                | -                        | -                      | (13.75)        | -                      | -                    | (13.75)           |
| Transfers from Capital Work in Progress    | 1.00          | 35.98           | 173.50              | -                | -                        | -                      | -              | 25.84                  | -                    | 236.31            |
| <b>As at March 31, 2022</b>                | <b>700.62</b> | <b>2,651.77</b> | <b>9,248.96</b>     | <b>49.88</b>     | <b>45.19</b>             | <b>28.69</b>           | <b>77.71</b>   | <b>664.14</b>          | <b>212.91</b>        | <b>13,679.86</b>  |
| <b>Accumulated depreciation</b>            |               |                 |                     |                  |                          |                        |                |                        |                      |                   |
| <b>As at April 01, 2021</b>                | -             | (231.31)        | (1,166.27)          | (16.71)          | (10.52)                  | (11.19)                | (28.37)        | (126.79)               | (70.83)              | (1,661.98)        |
| Depreciation                               | -             | (82.72)         | (387.77)            | (7.18)           | (5.45)                   | (3.33)                 | (7.69)         | (60.91)                | (19.21)              | (574.26)          |
| Accumulated depreciation on Write off      | -             | -               | 0.27                | 4.91             | 5.51                     | 0.12                   | -              | 1.03                   | 0.64                 | 12.47             |
| Accumulated depreciation on sale           | -             | -               | -                   | -                | -                        | -                      | 10.57          | -                      | -                    | 10.57             |
| <b>As at March 31, 2022</b>                | <b>-</b>      | <b>(314.03)</b> | <b>(1,553.77)</b>   | <b>(18.98)</b>   | <b>(10.46)</b>           | <b>(14.40)</b>         | <b>(25.49)</b> | <b>(186.67)</b>        | <b>(89.40)</b>       | <b>(2,213.20)</b> |
| <b>Carrying value as at March 31, 2022</b> | <b>700.62</b> | <b>2,337.75</b> | <b>7,695.19</b>     | <b>30.89</b>     | <b>34.72</b>             | <b>14.29</b>           | <b>52.22</b>   | <b>477.47</b>          | <b>123.51</b>        | <b>11,466.66</b>  |
| <b>Carrying value as at March 31, 2021</b> | <b>471.26</b> | <b>2,323.22</b> | <b>7,151.47</b>     | <b>30.70</b>     | <b>33.96</b>             | <b>15.05</b>           | <b>34.83</b>   | <b>483.48</b>          | <b>112.03</b>        | <b>10,656.01</b>  |

For The Year Ended March 31, 2021

## 2 Property, Plant & Equipment, Capital Work-In-Progress, Intangible Assets and Intangible Assets under Development

Amount (₹) in million

| Particulars                                | Freehold Land | Buildings       | Plant and machinery | Office equipment | Computer and Peripherals | Furniture and Fixtures | Vehicles       | Electric Installations | Laboratory Equipment | Total             |
|--------------------------------------------|---------------|-----------------|---------------------|------------------|--------------------------|------------------------|----------------|------------------------|----------------------|-------------------|
| <b>Gross carrying value</b>                |               |                 |                     |                  |                          |                        |                |                        |                      |                   |
| <b>As at April 01, 2020</b>                | 467.31        | 2,243.55        | 6,890.75            | 36.72            | 39.08                    | 22.54                  | 64.03          | 520.66                 | 152.20               | 10,436.82         |
| Additions                                  | 3.95          | 213.44          | 487.82              | 11.19            | 5.44                     | 3.68                   | 15.07          | 58.96                  | 30.78                | 830.33            |
| Deductions                                 | -             | -               | -                   | (0.78)           | -                        | -                      | (15.90)        | -                      | -                    | (16.68)           |
| Adjustments                                | -             | -               | -                   | -                | (0.05)                   | -                      | -              | -                      | (0.12)               | (0.16)            |
| Transfers from Capital Work in Progress    | -             | 97.55           | 939.17              | 0.28             | -                        | 0.03                   | -              | 30.66                  | -                    | 1,067.69          |
| <b>As at March 31, 2021</b>                | <b>471.26</b> | <b>2,554.53</b> | <b>8,317.74</b>     | <b>47.42</b>     | <b>44.47</b>             | <b>26.24</b>           | <b>63.20</b>   | <b>610.27</b>          | <b>182.86</b>        | <b>12,317.99</b>  |
| <b>Accumulated depreciation</b>            |               |                 |                     |                  |                          |                        |                |                        |                      |                   |
| <b>As at April 01, 2020</b>                | -             | (157.01)        | (837.39)            | (11.67)          | (6.17)                   | (8.52)                 | (32.70)        | (75.37)                | (55.32)              | (1,184.14)        |
| Depreciation for the year                  | -             | (74.30)         | (328.38)            | (5.98)           | (4.35)                   | (2.67)                 | (7.26)         | (51.42)                | (15.51)              | (489.87)          |
| Deductions                                 | -             | -               | -                   | 0.70             | -                        | -                      | 11.59          | -                      | -                    | 12.29             |
| Adjustments                                | -             | -               | (0.50)              | 0.24             | -                        | -                      | (0.00)         | -                      | -                    | (0.26)            |
| <b>As at March 31, 2021</b>                | <b>-</b>      | <b>(231.31)</b> | <b>(1,166.27)</b>   | <b>(16.71)</b>   | <b>(10.52)</b>           | <b>(11.19)</b>         | <b>(28.37)</b> | <b>(126.79)</b>        | <b>(70.83)</b>       | <b>(1,661.98)</b> |
| <b>Carrying value as at March 31, 2021</b> | <b>471.26</b> | <b>2,323.22</b> | <b>7,151.47</b>     | <b>30.70</b>     | <b>33.96</b>             | <b>15.05</b>           | <b>34.83</b>   | <b>483.48</b>          | <b>112.03</b>        | <b>10,656.01</b>  |
| <b>Carrying value as at April 01, 2020</b> | <b>467.31</b> | <b>2,086.54</b> | <b>6,053.36</b>     | <b>25.06</b>     | <b>32.91</b>             | <b>14.02</b>           | <b>31.34</b>   | <b>445.29</b>          | <b>96.87</b>         | <b>9,252.68</b>   |

**2 Capital Work in Progress and Intangible assets**

Amount (₹) in million

| Particulars                                            | Capital work-in-progress | Intangible assets | Total          |
|--------------------------------------------------------|--------------------------|-------------------|----------------|
| <b>Gross carrying value</b>                            |                          |                   |                |
| <b>As at April 01, 2021</b>                            | 432.24                   | 145.38            | 577.62         |
| Additions                                              | 241.08                   | 6.54              | 247.62         |
| Assets Capitalized (Transfer to Tangible Fixed Assets) | (236.31)                 | -                 | (236.31)       |
| <b>As at March 31, 2022</b>                            | <b>437.01</b>            | <b>151.92</b>     | <b>588.92</b>  |
| <b>Accumulated amortization</b>                        |                          |                   |                |
| <b>As at April 01, 2021</b>                            | -                        | (29.51)           | (29.51)        |
| Amortization for the year                              | -                        | (7.40)            | (7.40)         |
| Deductions                                             | -                        | -                 | -              |
| <b>As at March 31, 2022</b>                            | <b>-</b>                 | <b>(36.91)</b>    | <b>(36.91)</b> |
| <b>Carrying value as at March 31, 2022</b>             | <b>437.01</b>            | <b>115.01</b>     | <b>552.01</b>  |
| <b>Carrying value as at March 31, 2021</b>             | <b>432.24</b>            | <b>115.87</b>     | <b>548.11</b>  |

**2 Capital Work in Progress and Intangible assets**

Amount (₹) in million

| Particulars                                   | Capital work-in-progress | Intangible assets | Total           |
|-----------------------------------------------|--------------------------|-------------------|-----------------|
| <b>Gross carrying value</b>                   |                          |                   |                 |
| <b>As at April 01, 2020</b>                   | 1,009.47                 | 150.69            | 1,160.17        |
| Additions                                     | 560.55                   | 0.85              | 561.40          |
| Capital Advance                               | 5.49                     | -                 | 5.49            |
| Write Off's                                   | -                        | -                 | -               |
| Adjustments                                   | (76.26)                  | -                 | (76.26)         |
| Assets Capitalized (Transfer to Fixed Assets) | (1,061.52)               | (6.17)            | (1,067.69)      |
| <b>As at March 31, 2021</b>                   | <b>432.24</b>            | <b>145.38</b>     | <b>577.62</b>   |
| <b>Accumulated amortization</b>               |                          |                   |                 |
| <b>As at April 01, 2020</b>                   | -                        | (22.76)           | (22.76)         |
| Amortization for the year                     | -                        | (7.25)            | (7.25)          |
| Deductions                                    | -                        | -                 | -               |
| Accumulated Amortization on Write off         | -                        | -                 | -               |
| Deprecation on write up                       | -                        | -                 | -               |
| Amortization on Transfer of assets            | -                        | 0.50              | 0.50            |
| <b>As at March 31, 2021</b>                   | <b>-</b>                 | <b>(29.51)</b>    | <b>(29.51)</b>  |
| <b>Carrying value as at March 31, 2021</b>    | <b>432.24</b>            | <b>115.87</b>     | <b>548.11</b>   |
| <b>Carrying value as at April 01, 2020</b>    | <b>1,009.47</b>          | <b>127.93</b>     | <b>1,137.40</b> |

**2 - Capital work in progress:**

Amount (₹) in million

| CWIP                               | Amount in CWIP for a period of: March 31, 2022 |              |             |                   |               |
|------------------------------------|------------------------------------------------|--------------|-------------|-------------------|---------------|
|                                    | Less than 1 year                               | 1-2 year     | 2-3 year    | More than 3 years | Total         |
| Projects in progress (A)           | 203.07                                         | 59.30        | -           | -                 | 262.37        |
| Projects temporarily suspended (B) | -                                              | -            | 1.70        | 131.97            | 133.68        |
| <b>Grand Total (A) + (B)</b>       | <b>203.07</b>                                  | <b>59.30</b> | <b>1.70</b> | <b>131.97</b>     | <b>396.05</b> |

Amount (₹) in million

| CWIP               | To be completed in (For projects temporarily suspended) |               |          |                   |                         | Total         |
|--------------------|---------------------------------------------------------|---------------|----------|-------------------|-------------------------|---------------|
|                    | Less than 1 year                                        | 1-2 year      | 2-3 year | More than 3 years | Project running on time |               |
| AC                 | -                                                       | 109.38        | -        | -                 | -                       | 109.38        |
| AD                 | -                                                       | 24.29         | -        | -                 | -                       | 24.29         |
| <b>Grand Total</b> | <b>-</b>                                                | <b>133.68</b> | <b>-</b> | <b>-</b>          | <b>-</b>                | <b>133.68</b> |

There are no projects under CWIP, whose completion is over due or has exceeds its cost compared to its original plan except temporarily suspended projects.

**2 - Capital work in progress:**

Amount (₹) in million

| CWIP                               | Amount in CWIP for a period of: March 31, 2021 |              |               |                   |               |
|------------------------------------|------------------------------------------------|--------------|---------------|-------------------|---------------|
|                                    | Less than 1 year                               | 1-2 year     | 2-3 year      | More than 3 years | Total         |
| Projects in progress (A)           | 254.18                                         | 9.41         | -             | -                 | 263.59        |
| Projects temporarily suspended (B) | -                                              | 1.70         | 106.47        | 25.50             | 133.68        |
| <b>Grand Total (A) + (B)</b>       | <b>254.18</b>                                  | <b>11.11</b> | <b>106.47</b> | <b>25.50</b>      | <b>397.27</b> |

Amount (₹) in million

| CWIP               | To be completed in (For projects temporarily suspended) |          |               |                   |                         | Total         |
|--------------------|---------------------------------------------------------|----------|---------------|-------------------|-------------------------|---------------|
|                    | Less than 1 year                                        | 1-2 year | 2-3 year      | More than 3 years | Project running on time |               |
| AC                 | -                                                       | -        | 109.38        | -                 | -                       | 109.38        |
| AD                 | -                                                       | -        | 24.29         | -                 | -                       | 24.29         |
| <b>Grand Total</b> | <b>-</b>                                                | <b>-</b> | <b>133.68</b> | <b>-</b>          | <b>-</b>                | <b>133.68</b> |

There are no projects under CWIP, whose completion is over due or has exceeds its cost compared to its original plan except temporarily suspended projects.

**2 - Intangible Assets Under Development:**

Amount (₹) in million

| Intangible Asset under Development | Amount in Intangible Asset Under Development for a period of: March 31, 2022 |             |          |                   |              |
|------------------------------------|------------------------------------------------------------------------------|-------------|----------|-------------------|--------------|
|                                    | Less than 1 year                                                             | 1-2 year    | 2-3 year | More than 3 years | Total        |
| Projects in progress (A)           | 34.82                                                                        | 6.14        | -        | -                 | 40.96        |
| Projects temporarily suspended (B) | -                                                                            | -           | -        | -                 | -            |
| <b>Grand Total (A) + (B)</b>       | <b>34.82</b>                                                                 | <b>6.14</b> | <b>-</b> | <b>-</b>          | <b>40.96</b> |

There are no projects in Intangible Asset Under Development, whose completion is over due or has exceeds its cost compared to its original plan.

Amount (₹) in million

| Intangible Asset under Development | Amount in Intangible Asset Under Development for a period of: March 31, 2021 |             |          |                   |              |
|------------------------------------|------------------------------------------------------------------------------|-------------|----------|-------------------|--------------|
|                                    | Less than 1 year                                                             | 1-2 year    | 2-3 year | More than 3 years | Total        |
| Projects in progress (A)           | 32.13                                                                        | 2.84        | -        | -                 | 34.97        |
| Projects temporarily suspended (B) | -                                                                            | -           | -        | -                 | -            |
| <b>Grand Total (A) + (B)</b>       | <b>32.13</b>                                                                 | <b>2.84</b> | <b>-</b> | <b>-</b>          | <b>34.97</b> |

There are no projects in Intangible Asset Under Development, whose completion is over due or has exceeds its cost compared to its original plan.

### 3 Leases

The Company has adopted Ind AS 116 'Leases' effective April 01, 2019 and applied the Standard to its leases.

#### [A] Carrying value of Right of Use of Asset (ROU) at the end of reporting year:

Amount (₹) in million

| Particulars                                                                         | Plant and Machinery and Land | Plant and Machinery  |
|-------------------------------------------------------------------------------------|------------------------------|----------------------|
|                                                                                     | As at March 31, 2022         | As at March 31, 2021 |
| <b>Balance as at April 01, 2021</b>                                                 | <b>365.74</b>                | <b>378.85</b>        |
| Adjustment on account of revision of terms of lease agreement                       | -                            | 4.26                 |
| <b>Adjusted Opening balance</b>                                                     | <b>365.74</b>                | <b>383.11</b>        |
| Addition during the year at fair value through Profit and Loss account*             | 82.32                        | 2.27                 |
| Depreciation charge for the year [Forming a part of Profit and Loss account]-Note A | 19.50                        | 19.64                |
| <b>Balance as at March 31, 2022</b>                                                 | <b>428.56</b>                | <b>365.74</b>        |

\* Leased lands acquired in current financial year

#### [B] Carrying value of prepaid expenses on interest free security deposit at the end of reporting year:

Amount (₹) in million

| Particulars                                 | Plant and Machinery and Land | Plant and Machinery  |
|---------------------------------------------|------------------------------|----------------------|
|                                             | As at March 31, 2022         | As at March 31, 2021 |
| <b>Balance as at April 01, 2021</b>         | <b>13.06</b>                 | <b>13.97</b>         |
| Addition during the year                    | -                            | 0.04                 |
| Lease Expenses charged for the year         | 0.96                         | 0.96                 |
| <b>Balance as at March 31, 2022</b>         | <b>12.10</b>                 | <b>13.06</b>         |
| <b>Total Rights-of-Use Assets [A] + [B]</b> | <b>440.65</b>                | <b>378.79</b>        |

**[C] Carrying value of Lease Liabilities at the end of reporting year:**

Amount (₹) in million

| Particulars                                                   | Plant and Machinery and Land | Plant and Machinery  |
|---------------------------------------------------------------|------------------------------|----------------------|
|                                                               | As at March 31, 2022         | As at March 31, 2021 |
| <b>Balance as at April 01, 2021</b>                           | <b>362.72</b>                | <b>372.85</b>        |
| Adjustment on account of revision of terms of lease agreement | -                            | 4.26                 |
| <b>Adjusted Opening balance</b>                               | <b>362.72</b>                | <b>377.11</b>        |
| Addition of lease liability during the year as per Ind AS 116 | 119.01                       | 42.04                |
| Payment of lease liability during the year                    | 78.08                        | 56.43                |
| <b>Balance as at March 31, 2022</b>                           | <b>403.65</b>                | <b>362.72</b>        |

**Maturity Analysis of Lease Liabilities:**

Amount (₹) in million

| Maturity analysis - contractual undiscounted cash flows                                    | As at March 31, 2022 | As at March 31, 2021 |
|--------------------------------------------------------------------------------------------|----------------------|----------------------|
|                                                                                            |                      |                      |
| Less than one year                                                                         | 208.64               | 40.41                |
| One to five years                                                                          | 169.94               | 220.29               |
| More than five years                                                                       | 93.23                | 102.03               |
| <b>Total undiscounted lease liabilities at March 31, 2022</b>                              | <b>471.82</b>        | <b>362.72</b>        |
| <b>Lease liabilities included in the statement of financial position at March 31, 2022</b> | <b>403.65</b>        | <b>362.72</b>        |
| Current                                                                                    | 208.64               | 40.41                |
| Non-current                                                                                | 195.01               | 322.32               |

**[D] Carrying value of interest free security deposit given for leases at the end of reporting year:**

Amount (₹) in million

| Particulars                                                                       | Plant and Machinery and Land | Plant and Machinery  |
|-----------------------------------------------------------------------------------|------------------------------|----------------------|
|                                                                                   | As at March 31, 2022         | As at March 31, 2021 |
| <b>Balance as at April 01, 2021</b>                                               | <b>26.64</b>                 | <b>23.98</b>         |
| Addition during the year at fair value through Profit and Loss account            | -                            | 0.08                 |
| Interest Income on security deposit at fair value through Profit and Loss account | 2.85                         | 2.58                 |
| <b>Balance as at March 31, 2022</b>                                               | <b>29.49</b>                 | <b>26.64</b>         |

**[E] Amounts recognised in the Statement of Profit or Loss**

Amount (₹) in million

| Particulars                                                                       | As at March 31, 2022 | As at March 31, 2021 |
|-----------------------------------------------------------------------------------|----------------------|----------------------|
|                                                                                   |                      |                      |
| Interest on Lease Liabilities [Finance cost]                                      | 119.01               | 39.84                |
| Interest Income on security deposit at fair value through Profit and Loss account | 2.85                 | 2.58                 |
| Depreciation charge for the year                                                  | 19.50                | 19.64                |
| Lease rent expense [depreciation of ROU of asset from security deposit valuation] | 0.96                 | 0.96                 |

**3 Class of asset: Plant and Machinery**

Amount (₹) in million

| Particulars                                                   | FY 2021-22     | FY 2020-21     |
|---------------------------------------------------------------|----------------|----------------|
|                                                               | ROU            | ROU            |
| <b>Gross carrying value</b>                                   |                |                |
| <b>As at April 01</b>                                         | <b>407.85</b>  | <b>401.27</b>  |
| Adjustment on account of revision of terms of lease agreement | -              | 4.26           |
| <b>Adjusted Opening balance</b>                               | <b>407.85</b>  | <b>405.54</b>  |
| Acquisition                                                   | -              | 2.31           |
| <b>As at March 31</b>                                         | <b>407.85</b>  | <b>407.85</b>  |
| <b>Accumulated depreciation/Lease expense</b>                 |                |                |
| <b>As at April 01</b>                                         | <b>(29.05)</b> | <b>(8.45)</b>  |
| Depreciation                                                  | (19.50)        | (19.64)        |
| Lease expense                                                 | (0.96)         | (0.96)         |
| <b>As at March 31</b>                                         | <b>(49.52)</b> | <b>(29.05)</b> |
| <b>Carrying value as at March 31 in current year</b>          | <b>358.33</b>  | <b>378.79</b>  |
| <b>Carrying value as at March 31 in previous year</b>         | <b>378.79</b>  | <b>392.82</b>  |

**3 Class of asset: Land\***

Amount (₹) in million

| Particulars                                                   | FY 2021-22   | FY 2020-21 |
|---------------------------------------------------------------|--------------|------------|
|                                                               | ROU          | ROU        |
| <b>Gross carrying value</b>                                   |              |            |
| <b>As at April 01</b>                                         | -            | -          |
| Adjustment on account of revision of terms of lease agreement | -            | -          |
| <b>Adjusted Opening balance</b>                               | -            | -          |
| Acquisition                                                   | 82.32        | -          |
| <b>As at March 31</b>                                         | <b>82.32</b> | -          |
| <b>Accumulated depreciation/Lease expense</b>                 |              |            |
| <b>As at April 01</b>                                         | -            | -          |
| Depreciation                                                  | -            | -          |
| Lease expense                                                 | -            | -          |
| <b>As at March 31</b>                                         | -            | -          |
| <b>Carrying value as at March 31 in current year</b>          | <b>82.32</b> | -          |
| <b>Carrying value as at March 31 in previous year</b>         | -            | -          |

\* Financial year 2021-22 is being the first year of lease, there is a monotorium for a first year under lease agreement for lease payment.

**4 Non-Current Assets: Financial Assets - Investments**

Amount (₹) in million

| Particulars                                                                                                | Notes                    | As at<br>March 31, 2022 | As at<br>March 31, 2021 |
|------------------------------------------------------------------------------------------------------------|--------------------------|-------------------------|-------------------------|
| <b>Investment in Equity Instruments</b>                                                                    | <b>Note A.1 /A.2/A.3</b> |                         |                         |
| <b>Unquoted</b>                                                                                            |                          |                         |                         |
| Financial Assets measured at cost                                                                          |                          |                         |                         |
| Associate Company of Jainam Intermediates Pvt. Ltd.                                                        |                          |                         |                         |
| Tangent Science Private Limited 22,500 (Previous Period 22,500) Face Value of ₹ 10/- Each                  |                          | (0.61)                  | 0.22                    |
| <b>Quoted</b>                                                                                              |                          |                         |                         |
| Financial Assets measured at cost                                                                          |                          |                         |                         |
| <b>Associate company*</b>                                                                                  |                          |                         |                         |
| Tanfac industries Ltd. - 24,89,802 (Previous period -Nil) shares - Face value of ₹ 10/- each fully paid up |                          | 1,488.80                | -                       |
| <b>Total value of Non Current Investments</b>                                                              |                          | <b>1,488.19</b>         | <b>0.22</b>             |

**Note A.1:**

Amount (₹) in million

| Category wise Investments -Non current                                | As at<br>March 31, 2022 | As at<br>March 31, 2021 |
|-----------------------------------------------------------------------|-------------------------|-------------------------|
| Financial Assets measured at Fair value through Profit & Loss Account | -                       | -                       |
| Financial Assets measured at cost                                     | 1,488.19                | 0.22                    |
| <b>Total Investments-Non current</b>                                  | <b>1,488.19</b>         | <b>0.22</b>             |

\*During the current financial year, the Company has vide a Share Purchase agreement dated February 01, 2022 acquired 24.96% equity shares of ₹ 10/- each of TANFAC Industries Limited and obtained joint control over the Tanfac along with Tamilnadu Industrial Development Corporation Limited.

**Note A.2**

The list of subsidiaries and associates along with proportion of ownership interest held, country of incorporation and relevant business activities are disclosed in Note 41 of the Consolidated Financial Statements.

Amount (₹) in million

| Note A.3                                     | As at<br>March 31, 2022 | As at<br>March 31, 2021 |
|----------------------------------------------|-------------------------|-------------------------|
| Aggregate value of Quoted investments        | 1,488.80                | -                       |
| Aggregate value of Unquoted investments      | (0.61)                  | 0.22                    |
| Aggregate Market value of Quoted investments | 1,448.32                | -                       |

**5 Non-Current Assets: Financial Assets - Loans**

Amount (₹) in million

| Particulars                                                        | Notes  | As at<br>March 31, 2022 | As at<br>March 31, 2021 |
|--------------------------------------------------------------------|--------|-------------------------|-------------------------|
| Loans and advances to contractor entities valued at amortised cost | Note E | 86.42                   | 80.32                   |
| <b>Total</b>                                                       |        | <b>86.42</b>            | <b>80.32</b>            |

**6 Non-Current Assets: Other Financial Assets**

Amount (₹) in million

| Particulars                                                           | Notes  | As at<br>March 31, 2022 | As at<br>March 31, 2021 |
|-----------------------------------------------------------------------|--------|-------------------------|-------------------------|
| Fixed deposits with banks with maturity more than 12 months           |        | 42.62                   | 0.10                    |
| Subscription to Equity Shares for acquiring membership                | Note B | 5.74                    | 5.74                    |
| Security Deposits                                                     | -      | 150.06                  | 161.56                  |
| Financial Assets valued at Fair value Through Profit and Loss account |        |                         |                         |
| Security deposit receivable (Lease)                                   | Note 3 | 29.49                   | 26.64                   |
| <b>Total</b>                                                          |        | <b>227.91</b>           | <b>194.05</b>           |

**Note B:**

The Company has made contribution in the Equity Shares of following companies for acquiring membership in those companies for operation purposes. Hence, investment in such companies are valued at cost.

Globe Enviro Care Ltd. - 2,66,191 (Previous year - 2,66,191) shares - Face value of ₹ 10/- each

Narmada Clean Tech Ltd. 1,34,100 (Previous year - 1,34,100) shares - Face value of ₹ 10/- each

**7 Non-Current Assets: Other Non-Current Assets**

Amount (₹) in million

| Particulars                               | Notes | As at<br>March 31, 2022 | As at<br>March 31, 2021 |
|-------------------------------------------|-------|-------------------------|-------------------------|
| Capital advances                          | -     | 169.08                  | 212.97                  |
| Employee Group Gratuity Scheme Fund [Net] | -     | 8.23                    | 4.93                    |
| <b>Total</b>                              |       | <b>177.31</b>           | <b>217.90</b>           |

**8 Current Assets: Inventories**

Amount (₹) in million

| Particulars       | Notes | As at<br>March 31, 2022 | As at<br>March 31, 2021 |
|-------------------|-------|-------------------------|-------------------------|
| Raw Materials     | -     | 1,739.68                | 1,279.50                |
| Work-in-progress  | -     | 5,365.16                | 2,644.17                |
| Finished Goods    | -     | 1,372.04                | 875.06                  |
| Packing Materials | -     | 85.63                   | 48.18                   |
| Stores and Spares | -     | 69.39                   | 75.26                   |
| <b>Total</b>      |       | <b>8,631.90</b>         | <b>4,922.17</b>         |

**9 Current Assets: Financial Assets - Trade Receivables**

Amount (₹) in million

| Particulars                              | Notes  | As at<br>March 31, 2022 | As at<br>March 31, 2021 |
|------------------------------------------|--------|-------------------------|-------------------------|
| Unsecured and considered good            | -      | 2,800.95                | 2,054.89                |
| Less: Allowance for expected credit loss | Note C | -                       | -                       |
| <b>Total</b>                             |        | <b>2,800.95</b>         | <b>2,054.89</b>         |

**Note C:**

Under IND AS 109-Financial Instruments, Expected credit loss is to be provided for various items of Financial Assets of the company. Trade Receivable being classified as Financial Asset of the company, Expected credit Loss is to be provided for on the basis of Simplified Approach as allowed under IND AS. Based on the management representation, the chances of impairment of Trade Receivable are negligible according to which no material expected credit loss is estimated for the current financial year.

**Trade Receivables Ageing**

Amount (₹) in million

| Particulars                                                                 | Outstanding for following periods from due date of payment |                    |                 |          |          |                  | Total           |
|-----------------------------------------------------------------------------|------------------------------------------------------------|--------------------|-----------------|----------|----------|------------------|-----------------|
|                                                                             | Not due                                                    | Less than 6 months | 6 months-1 year | 1-2 year | 2-3 year | more than 3 year |                 |
| As at March 31, 2022                                                        |                                                            |                    |                 |          |          |                  |                 |
| Undisputed trade receivables - considered good                              | 1,443.65                                                   | 1,154.78           | 159.60          | 42.93    | -        | -                | <b>2,800.95</b> |
| Undisputed trade receivables which have significant increase in credit Risk | -                                                          | -                  | -               | -        | -        | -                | -               |
| Undisputed trade receivables - Credit impaired                              | -                                                          | -                  | -               | -        | -        | -                | -               |
| Disputed trade receivables - considered good                                | -                                                          | -                  | -               | -        | -        | -                | -               |
| Disputed trade receivables which have significant increase in credit risk   | -                                                          | -                  | -               | -        | -        | -                | -               |
| Disputed trade receivables - Credit impaired                                | -                                                          | -                  | -               | -        | -        | -                | -               |

Amount (₹) in million

| Particulars                                                                 | Outstanding for following periods from due date of payment |                    |                 |          |          |                  | Total           |
|-----------------------------------------------------------------------------|------------------------------------------------------------|--------------------|-----------------|----------|----------|------------------|-----------------|
|                                                                             | Not due                                                    | Less than 6 months | 6 months-1 year | 1-2 year | 2-3 year | more than 3 year |                 |
| As at March 31, 2021                                                        |                                                            |                    |                 |          |          |                  |                 |
| Undisputed trade receivables - considered good                              | 942.87                                                     | 1,048.46           | 43.76           | 19.80    | -        | -                | <b>2,054.89</b> |
| Undisputed trade receivables which have significant increase in credit Risk | -                                                          | -                  | -               | -        | -        | -                | -               |
| Undisputed trade receivables - Credit impaired                              | -                                                          | -                  | -               | -        | -        | -                | -               |
| Disputed trade receivables - considered good                                | -                                                          | -                  | -               | -        | -        | -                | -               |
| Disputed trade receivables which have significant increase in credit risk   | -                                                          | -                  | -               | -        | -        | -                | -               |
| Disputed trade receivables - Credit impaired                                | -                                                          | -                  | -               | -        | -        | -                | -               |

**10 Current Assets: Financial Assets - Cash and Cash Equivalents**

Amount (₹) in million

| Particulars                        | Notes | As at<br>March 31, 2022 | As at<br>March 31, 2021 |
|------------------------------------|-------|-------------------------|-------------------------|
| Balance with banks (Refer Note 39) | -     | 416.70                  | 2,405.33                |
| Cash on hand                       | -     | 5.18                    | 6.00                    |
| Balance in foreign currency        | -     | 0.71                    | 0.33                    |
| <b>Total</b>                       |       | <b>422.60</b>           | <b>2,411.66</b>         |

**11 Current Assets: Financial Assets - Other Bank Balances**

Amount (₹) in million

| Particulars                                                                 | Notes  | As at<br>March 31, 2022 | As at<br>March 31, 2021 |
|-----------------------------------------------------------------------------|--------|-------------------------|-------------------------|
| Fixed deposits with banks with maturity less than 12 months (Refer note 39) | Note D | 131.39                  | 545.41                  |
| Earmarked Bank Balance*                                                     |        | 1,543.13                | -                       |
| <b>Total</b>                                                                |        | <b>1,674.52</b>         | <b>545.41</b>           |

**Note D:**

The amount of fixed deposit with Banks includes Lien over fixed deposit of ₹ 100.24 Mn (Previous year: ₹ 400 Mn)

\*Earmarked Bank Balance of ₹ 1,543.13 million is the amount earmarked for the open offer for equity shares of Tanfac Industries Limited offered to the public shareholders of the Tanfac Industries Limited.

**12 Current Assets: Financial Assets - Loans**

Amount (₹) in million

| Particulars                                     | Notes  | As at<br>March 31, 2022 | As at<br>March 31, 2021 |
|-------------------------------------------------|--------|-------------------------|-------------------------|
| Loans and advances                              | -      | 0.11                    | 0.11                    |
| Advances valued at Fair Value at amortised cost | Note E | 40.30                   | 33.94                   |
| <b>Total</b>                                    |        | <b>40.41</b>            | <b>34.04</b>            |

**Note E:**

As per IND AS 109-Financial Instruments, the amount of interest free loans provided to Employees and contractor entities of the company are valued at amortised cost with market rate of interest at 8.00% per annum and 7.40% per annum considered as per historical rate of State Bank of India as on March 31, 2022 and March 31, 2021 respectively.

There is no loan given to Promoters, Directors, KMPs and Related Parties which is repayable on demand or loan without specifying terms or period of repayment.

**13 Current Assets: Financial Assets - Others**

Amount (₹) in million

| Particulars                  | Notes | As at<br>March 31, 2022 | As at<br>March 31, 2021 |
|------------------------------|-------|-------------------------|-------------------------|
| Advances recoverable in cash | -     | 34.78                   | 34.90                   |
| Forward Contracts Receivable | -     | 14.16                   | -                       |
| GST Duty - Rebate receivable | -     | 251.97                  | 183.14                  |
| Security Deposits            | -     | 30.00                   | -                       |
| <b>Total</b>                 |       | <b>330.91</b>           | <b>218.03</b>           |

**14 Other Current Assets**

Amount (₹) in million

| Particulars                        | Notes | As at<br>March 31, 2022 | As at<br>March 31, 2021 |
|------------------------------------|-------|-------------------------|-------------------------|
| Unsecured advance, considered good | -     | 231.84                  | 183.09                  |
| Prepaid Insurance & other expenses | -     | 85.22                   | 61.24                   |
| Prepaid staff cost                 | -     | 22.37                   | 28.72                   |
| TDS receivable                     | -     | 12.86                   | 8.07                    |
| TCS receivable                     | -     | 4.93                    | 2.86                    |
| Tax receivable (net)               | -     | 76.51                   | 66.93                   |
| Balance with Tax authorities       | -     | 131.32                  | 367.52                  |
| <b>Total</b>                       |       | <b>565.04</b>           | <b>718.43</b>           |

**15 Share Capital****A] Share capital authorized, issued, subscribed and paid up:**

Amount (₹) in million

| Particulars                                              | As at March 31, 2022 |                 | As at March 31, 2021 |                 |
|----------------------------------------------------------|----------------------|-----------------|----------------------|-----------------|
|                                                          | No. of<br>shares     | Amount<br>(₹)   | No. of<br>shares     | Amount<br>(₹)   |
| <b>Authorized Share capital*</b>                         |                      |                 |                      |                 |
| Equity Share Capital of ₹ 10/- each                      | 12,50,00,000         | 1,250.00        | 12,50,00,000         | 1,250.00        |
|                                                          |                      | <b>1,250.00</b> |                      | <b>1,250.00</b> |
| <b>Issued, subscribed &amp; fully paid share capital</b> |                      |                 |                      |                 |
| Equity Share Capital of ₹ 10/- each                      | 10,02,46,885         | 1,002.47        | 9,99,22,391          | 999.22          |
| <b>Total</b>                                             |                      | <b>1,002.47</b> |                      | <b>999.22</b>   |

**\*Note for Authorized Share Capital:**

In FY 2020-2021, on November 09, 2020, as per the resolution passed in Extra Ordinary General Meeting of the Company, the existing unissued Preference Share Capital of INR 28,50,00,000/- divided into 2,85,00,000 shares of face value INR 10/- each are reclassified into Authorized Share Capital of Equity Shares and thus the Authorized Share Capital of Equity Shares is reclassified from 9,65,00,000 shares of face value of INR 10/- each to 12,50,00,000 shares of face value of INR 10/- each.

On September 14, 2020, as per the resolution passed in Extra Ordinary General Meeting, the Authorized Share Capital of the Company was increased from INR 80,00,00,000/- divided into 5,15,00,000 Equity Shares of INR 10/- each and 2,85,00,000 Preference Shares of INR 10/- each to INR 125,00,00,000/- divided into 9,65,00,000 Equity Shares of INR 10/- each and 2,85,00,000 Preference Shares of INR 10/- each.

**B] Reconciliation of Equity Share Capital:****a) Equity Share Capital**

Amount (₹) in million

| Particulars                                                                                        | As at March 31, 2022 |                 | As at March 31, 2021 |               |
|----------------------------------------------------------------------------------------------------|----------------------|-----------------|----------------------|---------------|
|                                                                                                    | No. of shares        | Amount (₹)      | No. of shares        | Amount (₹)    |
| <b>Issued, subscribed and fully paid up Equity Shares outstanding at the beginning of the year</b> | <b>9,99,22,391</b>   | <b>999.22</b>   | <b>5,00,00,100</b>   | <b>500.00</b> |
| Shares issued during the year against ESOP 2020**                                                  | 3,24,494             | 3.24            | -                    | -             |
| Shares issued during the year***                                                                   | -                    | -               | 2,17,97,391          | 217.97        |
| Conversion of Compulsorily convertible Preference Shares into Equity Shares                        | -                    | -               | 2,81,24,900          | 281.25        |
| <b>Issued, subscribed and fully paid up Equity Shares outstanding at the end of the year</b>       | <b>10,02,46,885</b>  | <b>1,002.47</b> | <b>9,99,22,391</b>   | <b>999.22</b> |

\*\*Pursuant to ESOP 2020 in total 13,12,760 options have been granted to eligible employees of the Company during Previous financial Year (i.e 2020-21) out of which during the Current Financial year (i.e 2021-22) the Company has issued 3,24,494 equity shares to eligible employees against exercise of the options and 9,60,004 options are outstanding as on March 31, 2022 . (Refer Note No. 31.1).

\*\*\*In FY 2020-2021, the Company has completed Initial Public Offerings (IPO) of 1,37,15,495 shares of INR 10/- each ( Issued 1,34,95,495 Equity Shares at an offer price of INR 555/- per Equity Share and 2,20,000 Equity Shares to the Employees of the Company at an offer price of INR 500/- per Equity Share ) aggregating to INR 7,600 millions through Fresh Issue of Equity Shares. The Equity Shares of the Company are listed on March 24, 2021 on BSE Limited (BSE) and National Stock Exchange of India Limited (NSE).

**b) List of shares holders who are holding more than 5 % Equity Shares of the company**

| Name of Shareholder                              | As at March 31, 2022 |                   | As at March 31, 2021 |                   |
|--------------------------------------------------|----------------------|-------------------|----------------------|-------------------|
|                                                  | No. of Shares        | % of shareholding | No. of Shares        | % of shareholding |
| Kiran Pallavi Investments LLC                    | 3,62,06,896          | 36.12             | 3,62,06,896          | 36.24             |
| Milan Thakkar                                    | 1,95,69,000          | 19.52             | 1,95,69,000          | 19.58             |
| Anand Desai                                      | 1,12,73,440          | 11.25             | 1,12,73,440          | 11.28             |
| Shraddha Desai                                   | 77,86,435            | 7.77              | 77,86,435            | 7.79              |
| Rehash Industrial and Resins Chemicals Pvt. Ltd. | 53,12,500            | 5.30              | 53,12,500            | 5.32              |

**Shares held by promoters at the end of March 31, 2022**

| Promoters name                                         | No of shares       | % of total shares | % of change during the year |
|--------------------------------------------------------|--------------------|-------------------|-----------------------------|
| Rehash Industrial and Resins Chemicals Private Limited | 53,12,500          | 5.30%             | 0.0%                        |
| Anand Sureshbhai Desai                                 | 1,12,73,440        | 11.25%            | 0.0%                        |
| Mona Anandbhai Desai                                   | 41,40,625          | 4.13%             | 0.0%                        |
| Kiran Pallavi Investments LLC                          | 3,62,06,896        | 36.12%            | 0.0%                        |
| <b>Total</b>                                           | <b>6,53,44,976</b> | <b>65.18%</b>     |                             |

## Shares held by promoters at the end of March 31, 2021

| Promoters name                                         | No of shares       | % of total shares | % of change during the year |
|--------------------------------------------------------|--------------------|-------------------|-----------------------------|
| Rehash Industrial and Resins Chemicals Private Limited | 53,12,500          | 5.32%             | ****                        |
| Anand Sureshbhai Desai                                 | 1,12,73,440        | 11.28%            | 0.00%                       |
| Mona Anandbhai Desai                                   | 41,40,625          | 4.14%             | 0.00%                       |
| Kiran Pallavi Investments LLC                          | 3,62,06,896        | 36.24%            | ****                        |
| <b>Total</b>                                           | <b>6,53,44,896</b> | <b>65.40%</b>     |                             |

\*\*\*\* The said entities have been designated as a promoter w.e.f September 21, 2020 and hence, % change in shareholding compared to March 31, 2020 is not given.

## Rights, Preferences and restrictions attached to Equity Shares;

The Company has only one class of Equity Shares having face value of INR 10/- each and the holder of the Equity Share is entitled to one vote per share. The dividend proposed by Board of Directors is subject to approval of the shareholders in the ensuing Annual General Meeting, except in case of interim dividend. In the event of liquidation of the Company, the holders of Equity Shares will be entitled to receive the remaining assets of the Company in proportion to the number of Equity Shares held.

## 15 Other Equity

Amount (₹) in million

| Particulars                                                                        | As at<br>March 31, 2022 | As at<br>March 31, 2021 |
|------------------------------------------------------------------------------------|-------------------------|-------------------------|
| <b>Compulsorily Convertible Preference Shares*****</b>                             |                         |                         |
| As per Last Balance Sheet                                                          | -                       | 281.25                  |
| <b>Less:</b> Conversion of Preference Shares into Equity Shares                    | -                       | 281.25                  |
|                                                                                    | -                       | -                       |
| <b>Securities Premium</b>                                                          |                         |                         |
| As per Last Balance Sheet                                                          | 11,306.51               | 2,427.52                |
| <b>Add:</b> Issue of Equity Shares                                                 | 69.77                   | 9,218.03                |
| <b>Less:</b> Share issue expenses                                                  | (4.42)                  | (339.04)                |
|                                                                                    | <b>11,371.86</b>        | <b>11,306.51</b>        |
| <b>Capital Reserve</b>                                                             |                         |                         |
| As per Last Balance Sheet                                                          | 1.91                    | 1.91                    |
| <b>General Reserve</b>                                                             |                         |                         |
| As per Last Balance Sheet                                                          | 1.02                    | 1.02                    |
| <b>Share Based Payment Reserve</b>                                                 |                         |                         |
| As per Last Balance Sheet                                                          | 6.35                    | -                       |
| <b>Add:</b> Issue of share options granted during the year                         | 35.20                   | 6.35                    |
|                                                                                    | <b>41.54</b>            | <b>6.35</b>             |
| <b>Retained Earnings</b>                                                           |                         |                         |
| As per Last Balance Sheet                                                          | 3,436.19                | 2,745.23                |
| <b>Add:</b> Profit for the year                                                    | 1,521.79                | 702.96                  |
| <b>Less:</b> Preference Share dividend paid during the year                        | -                       | (0.08)                  |
| <b>Less:</b> Final Dividend paid for the Previous Financial Year i.e (FY 2020-21)  | (49.96)                 | -                       |
| <b>Less:</b> Interim Dividend paid for the Current Financial Year i.e (FY 2021-22) | (49.96)                 | -                       |

|                                                                                 |                  |                  |
|---------------------------------------------------------------------------------|------------------|------------------|
| <b>Less:</b> Remeasurement of defined benefit obligations                       | (13.17)          | (11.91)          |
|                                                                                 | <b>4,844.89</b>  | <b>3,436.20</b>  |
| <b>Other Comprehensive Income</b>                                               |                  |                  |
| As per Last Balance Sheet                                                       | (17.18)          | (21.63)          |
| <b>Add:</b> Movement in OCI (Net) during the year                               | 4.80             | 4.44             |
| <b>Less:</b> Other Comprehensive Income reclassified to Profit and Loss account | 17.18            | -                |
|                                                                                 | <b>4.80</b>      | <b>(17.18)</b>   |
| <b>Total</b>                                                                    | <b>16,266.03</b> | <b>14,734.80</b> |

\*\*\*\*\*On October 10, 2020, 2,81,24,900 Compulsorily Convertible Preference Shares have been converted into 2,81,24,900 Equity Shares of INR 10/- each fully paid at the ratio of 1:1.

#### A] Reconciliation of Preference Share Capital:

##### a) Compulsorily Convertible Preference Share Capital (CCPS)

Amount (₹) in million

| Particulars                                                                                 | As at March 31, 2022 |            | As at March 31, 2021 |               |
|---------------------------------------------------------------------------------------------|----------------------|------------|----------------------|---------------|
|                                                                                             | No. of shares        | Amount (₹) | No. of shares        | Amount (₹)    |
| <b>Issued, subscribed and fully paid up shares outstanding at the beginning of the year</b> | -                    | -          | <b>2,81,24,900</b>   | <b>281.25</b> |
| Shares issued during the year                                                               | -                    | -          | -                    | -             |
| Conversion of CCPS into Equity Shares                                                       | -                    | -          | 2,81,24,900          | 281.25        |
| <b>Issued, subscribed and fully paid up shares outstanding at the end of the year</b>       | -                    | -          | -                    | -             |

##### b) List of shares holders who are holding more than 5 % Preference Shares of the company

| Name of Shareholder                | As at March 31, 2022 |                   | As at March 31, 2021 |                   |
|------------------------------------|----------------------|-------------------|----------------------|-------------------|
|                                    | No. of Shares        | % of shareholding | No. of Shares        | % of shareholding |
| Kiran Pallavi Investments LLC***** | -                    | -                 | 2,81,24,900          | 100               |

\*\*\*\*\*On October 10, 2020, 2,81,24,900 Compulsorily Convertible Preference Shares have been converted into 2,81,24,900 Equity Shares of INR 10/- each fully paid at the ratio of 1:1.

#### B) Rights, Preferences and restrictions attached to Preference Shares

The Company has issued one class of Preference Shares having face value of INR 10/- each and the holder of the Preference Share is entitled to one vote per share. Such shares are cumulative shares, holder of Preference Share is entitled to receive cumulative dividend before it is distributed amongst Equity Share holders by the Company. In the event of liquidation of the Company, the holders of Preference Shares will be entitled to have first preference in the assets of the Company in proportion to the number of Equity Shares held by Equity Share holders.

##### Nature and purpose of reserves:

##### Securities Premium

Securities Premium reserve is created due to premium on issue of shares. These reserve are utilized in accordance with provisions of the Companies Act, 2013.

##### General Reserve

Under the erstwhile Companies Act, 1956, a general reserve was created through an annual transfer of net income at a specified percentage in accordance with applicable regulations. The purpose of these transfers was

to ensure that if a dividend distribution in a given year is more than 10% of the paid up capital of the Company for that year, then the total dividend distribution is less than the total distributable reserve for that year.

Consequent to introduction of Companies Act, 2013, the requirement of mandatory transfer of a specified percentage of the net profit to general reserves has been withdrawn and the Company can optionally transfer any amount from the Surplus of profit or loss to the General Reserve.

### Share Based Payment Reserve

Vide shareholders resolution on December 04, 2020, the Company has reserved issuance of 13,12,795 number of Equity Shares of INR 10/- each for offering to the eligible employees of the Company and its subsidiary under the Anupam - Employee Stock Option Plan, 2020 ('ESOP-2020'), pursuant to which, the Company has granted (i) on December 10, 2020, 13,12,760 number of Options at an exercise price of INR 225/- per Equity Share on exercise of the Options under Grant 1, and (ii) on January 20, 2022, 1,07,075 number of Options at an exercise price of INR 225/- per Equity Share on exercise of Options under Grant 2 to the eligible employees. The Options would vest (i) over a period of 3 years under Grant 1 from the date of Grant 1, and (ii) 1 year under Grant 2 from the date of Grant 2, based on specified criteria. Please refer Note no. 31.1 for detailed disclosure on Share Based Payments.

## 16 Non-Current Liabilities: Financial liabilities-Borrowings

Amount (₹) in million

| Particulars                                       | Notes  | As at<br>March 31, 2022 | As at<br>March 31, 2021 |
|---------------------------------------------------|--------|-------------------------|-------------------------|
| <b>Secured at Amortised cost:</b>                 |        |                         |                         |
| Term loan from Banks*                             | Note A | 520.97                  | 340.61                  |
| Term loan from Other companies                    | Note A | 3,081.25                | 233.28                  |
| Car Loan from Bank                                | Note A | 3.01                    | 6.20                    |
| <b>Unsecured:</b>                                 |        |                         |                         |
| From Shareholders - Kiran Pallavi Investments LLC | -      | 1,339.54                | 1,893.81                |
| <b>Total</b>                                      |        | <b>4,944.77</b>         | <b>2,473.89</b>         |

\*Term loan from banks includes prepaid finance charges of ₹ 28.74 Million (Previous year: ₹ 2.58 Million)

### Note A:

As per IND AS 109 "Financial Instruments" and IND AS 113 "Fair Value Measurements", term loans taken from banks are financial instruments and accordingly the processing fee paid on bank loans is to be valued at fair valuation and recognised as "Term loan deferred processing fee" which is amortised as "Deferred interest expense" over the period of term loan using effective interest rate for each bank loan taken during the year.

**Terms of Security of Non current Borrowings and Current Borrowings**

| <b>Sr. No.</b> | <b>Short Particulars of the Security Charged</b>                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                  |
|----------------|-----------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------|
| 1              | 1. First pari passu charge over Fixed Asset (Moveable and Immoveable) of the company.<br>2. Second Pari passu charge over current asset of the company.                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                           |
| 2              | 1. Immovable properties of the company at Industrial Plot No.701, admeasuring 2790 Sq. Meters at Sachin GIDC, Surat<br>2. Immovable properties of the company at Industrial Plot No.8109, admeasuring 3000 Sq. Meters at Sachin GIDC, Surat<br>3. Immovable properties of the company at Industrial Plot No.8110, admeasuring 3000 Sq. Meters at Sachin GIDC, Surat.<br>4. Immovable properties of the company at Industrial Plot No.8111, admeasuring 3000 Sq. Meters at Sachin GIDC, Surat.<br>5. Immovable properties of the company at Industrial Plot No.8104, admeasuring 8550.38 Sq. Meters at Sachin GIDC, Surat.<br>6. Immovable properties of the company at Industrial Plot No.907/3, admeasuring 27178.98 Sq. Meters at Jhagadia Industrial Estate, Village-Talodara, Taluka-Jhagadia, Dist- Bharuch<br>7. Immovable properties of company at Industrial PlotNo.268/1, admeasuring 2550.00 Sq. Meters at Sachin Industrial Area, GIDC, Village- Gabheni, Taluka: Choryasi, Dist & City- Surat<br>8. Immovable properties of the company at Industrial Plot No.907/4, admeasuring 26,816.86 Sq. Meters at Jhagadia Industrial Estate, Village-Talodara, Taluka-Jhagadia, Dist- Bharuch<br>9. Immovable properties of the company at Industrial Plot No.905/1, admeasuring 81,494.02 Sq. Meters at Jhagadia Industrial Estate, Village-Dadheda, Taluka-Jhagadia, Dist- Bharuch<br>10. Immovable properties of company at Industrial PlotNo.2425, admeasuring 2550.00 Sq. Meters at Sachin Industrial Area, GIDC, Village- Gabheni, Taluka: Choryasi, Dist & City- Surat |
| 3              | Car loan is secured against hypothecation of specific car.                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                        |

| <b>Name of the Lender</b>                   | <b>Interest</b> | <b>Nature of the facility</b>           | <b>Tenure of Repayment</b> |
|---------------------------------------------|-----------------|-----------------------------------------|----------------------------|
| Yes Bank Limited                            | 2.38%           | Pre Shipment Credit in Foreign Currency | Up to 270 Days             |
| Standard Chartered Bank                     | 3.58%           | Pre Shipment Credit in Foreign Currency | Up to 180 Days             |
| Axis Bank Limited                           | 2.03%           | Pre Shipment Credit in Foreign Currency | Up to 180 Days             |
| Axis Bank Limited                           | 5.50%           | Working Capital Demand Loan             | Up to 180 Days             |
| DBS Bank India Limited                      | 2.52%           | Pre Shipment Credit in Foreign Currency | Up to 180 Days             |
| Qatar National Bank                         | 1.30%           | Pre Shipment Credit in Foreign Currency | Up to 180 Days             |
| State Bank of India                         | 1.90%           | Pre Shipment Credit in Foreign Currency | Up to 180 Days             |
| Standard Chartered Bank (Mauritius) Limited | 6.90%           | External Commercial Borrowing           | Quarterly                  |
| DBS Bank India Limited                      | 6.25%           | Foreign Currency Term Loan Facility     | Montly                     |
| Axis Finance Limited                        | 8.50%           | Term Loan Facility                      | Quarterly                  |
| Standard Chartered Capital Limited          | 8.85%           | Term Loan Facility                      | Half Yearly                |
| Bajaj Finance Limited                       | 7.50%           | Term Loan Facility                      | Quarterly                  |
| Yes Bank Limited                            | 7.00%           | Term Loan Facility                      | Montly                     |
| Kiran Pallavi Investments LLC               | 3.00%           | External Commercial Borrowing           | Monthly                    |
| Yes Bank Limited                            | 7.99%           | Car Loan                                | Monthly                    |

**17 Current Liabilities: Financial Liabilities - Borrowings**

Amount (₹) in million

| Particulars                                       | Notes      | As at<br>March 31, 2022 | As at<br>March 31, 2021 |
|---------------------------------------------------|------------|-------------------------|-------------------------|
| <b>Secured - At Amortised cost;</b>               |            |                         |                         |
| Working Capital Loans from Banks                  | Note 16(A) | 2,080.82                | 427.75                  |
| Current maturity of Non-Current Borrowings:       |            |                         |                         |
| <b>Secured:</b>                                   |            |                         |                         |
| Term loan from Banks                              |            | 137.33                  | 337.49                  |
| Term loan from Other Companies                    |            | 168.75                  | 6.72                    |
| Car Loan from Bank                                |            | 3.22                    | 3.03                    |
| <b>Unsecured:</b>                                 |            |                         |                         |
| From Shareholders - Kiran Pallavi Investments LLC |            | 623.62                  | 614.21                  |
| Others                                            |            | -                       | 5.52                    |
| <b>Total</b>                                      |            | <b>3,013.73</b>         | <b>1,394.72</b>         |

Refer Note 16 (A) for terms of security, interest rates and repayment schedule.

**18 Current Liabilities: Financial Liabilities - Trade Payables**

Amount (₹) in million

| Particulars                                    | Notes  | As at<br>March 31, 2022 | As at<br>March 31, 2021 |
|------------------------------------------------|--------|-------------------------|-------------------------|
| Due to Micro and Small Enterprises:            | Note B |                         |                         |
| For Goods                                      | -      | 8.42                    | 1.60                    |
| For Expenses & services                        | -      | -                       | 1.70                    |
|                                                |        | <b>8.42</b>             | <b>3.30</b>             |
| Due to other than Micro and Small Enterprises: |        |                         |                         |
| For Goods                                      | -      | 1,911.77                | 1,603.84                |
| For Expenses & services                        | -      | 357.63                  | 389.12                  |
|                                                |        | <b>2,269.41</b>         | <b>1,992.97</b>         |
| <b>Total</b>                                   |        | <b>2,277.82</b>         | <b>1,996.27</b>         |

**Trade Payables Ageing**

Amount (₹) in million

| Particulars          | Outstanding for following periods from due date of payment |                 |                  |          |          |                  |                 |
|----------------------|------------------------------------------------------------|-----------------|------------------|----------|----------|------------------|-----------------|
| As at March 31, 2022 | Unbilled receivables                                       | Not due         | Less than 1 year | 1-2 year | 2-3 year | more than 3 year | Total           |
| MSME                 | -                                                          | 8.42            | -                | -        | -        | -                | 8.42            |
| Others               | -                                                          | 1,987.95        | 281.46           | -        | -        | -                | 2,269.41        |
| Disputed dues-MSME   | -                                                          | -               | -                | -        | -        | -                | -               |
| Disputed dues-others | -                                                          | -               | -                | -        | -        | -                | -               |
| <b>Total</b>         | <b>-</b>                                                   | <b>1,996.36</b> | <b>281.46</b>    | <b>-</b> | <b>-</b> | <b>-</b>         | <b>2,277.83</b> |

Amount (₹) in million

| Particulars          | Outstanding for following periods from due date of payment |                      |                 |                  |          |          |                  |
|----------------------|------------------------------------------------------------|----------------------|-----------------|------------------|----------|----------|------------------|
|                      | As at March 31, 2021                                       | Unbilled receivables | Not due         | Less than 1 year | 1-2 year | 2-3 year | more than 3 year |
| MSME                 | -                                                          | -                    | 3.30            | -                | -        | -        | -                |
| Others               | -                                                          | -                    | 1,863.84        | 129.12           | -        | -        | -                |
| Disputed dues-MSME   | -                                                          | -                    | -               | -                | -        | -        | -                |
| Disputed dues-others | -                                                          | -                    | -               | -                | -        | -        | -                |
| <b>Total</b>         | <b>-</b>                                                   | <b>-</b>             | <b>1,867.15</b> | <b>129.12</b>    | <b>-</b> | <b>-</b> | <b>- 1996.27</b> |

**Note B:**

Due to Micro and Small enterprises- As per Micro, Small and Medium Enterprises Development Act, 2006 (MSMED Act)

This information has been determined to the extent such parties have been identified on the basis of information available with the Company

Amount (₹) in million

| Particulars                                                                                                                                                | Notes | As at March 31, 2022 | As at March 31, 2021 |
|------------------------------------------------------------------------------------------------------------------------------------------------------------|-------|----------------------|----------------------|
| Principal amount remaining unpaid to any supplier as at the end of the year                                                                                | -     | 8.42                 | 3.30                 |
| Amount of interest due remaining unpaid to any supplier as at the end of the year                                                                          | -     | -                    | -                    |
| Amount of interest paid under MSMED Act, 2006 along with the amount of the payment made to the suppliers beyond the appointed day during the year          | -     | -                    | -                    |
| Amount of interest due and payable for the year of delay in making payment (where the principal has been paid but interest under MSMED Act, 2006 not paid) | -     | -                    | -                    |
| Amount of interest accrued and remaining unpaid at the end of year                                                                                         | -     | -                    | -                    |
| Amount of further interest remaining due and payable even in the succeeding year                                                                           | -     | -                    | -                    |

**19 Current liabilities: Other financial liabilities**

Amount (₹) in million

| Particulars                       | Notes | As at March 31, 2022 | As at March 31, 2021 |
|-----------------------------------|-------|----------------------|----------------------|
| Other payables                    | -     | 4.05                 | -                    |
| TDS/TCS payable                   | -     | 19.98                | 25.54                |
| Forward / Swap contract payable   | -     | -                    | 13.91                |
| Creditors -IPO expenses           | -     | -                    | 190.56               |
| GST payable                       | -     | 1.36                 | -                    |
| Others                            | -     | 5.61                 | 0.09                 |
| Interest accrued and due to banks | -     | 3.22                 | 0.13                 |
| <b>Total</b>                      |       | <b>34.22</b>         | <b>230.23</b>        |

**20 Current Liabilities- Provisions**

Amount (₹) in million

| Particulars                               | Notes | As at<br>March 31, 2022 | As at<br>March 31, 2021 |
|-------------------------------------------|-------|-------------------------|-------------------------|
| Provision for Employee Benefits:          |       |                         |                         |
| Salary & Reimbursements                   | -     | 40.30                   | 32.99                   |
| Contribution to PF/ESI/PT                 | -     | 4.60                    | 3.47                    |
| Employee Group Gratuity Scheme Fund (Net) |       | -                       | -                       |
| Other Provisions                          | -     | 47.10                   | 116.79                  |
| <b>Total</b>                              |       | <b>92.00</b>            | <b>153.25</b>           |

**21 Other Current Liabilities**

Amount (₹) in million

| Particulars                | Notes | As at<br>March 31, 2022 | As at<br>March 31, 2021 |
|----------------------------|-------|-------------------------|-------------------------|
| Creditor for Capital Goods | -     | 188.45                  | 300.92                  |
| <b>Total</b>               |       | <b>188.45</b>           | <b>300.92</b>           |

**22 Current Tax Liabilities (Net)**

Amount (₹) in million

| Particulars                                                                       | Notes | As at<br>March 31, 2022 | As at<br>March 31, 2021 |
|-----------------------------------------------------------------------------------|-------|-------------------------|-------------------------|
| Provision for Income Tax (Net of Advance tax of ₹ 25.00 Mn (Previous year:85 Mn)) | -     | 135.85                  | 90.21                   |
| <b>Total</b>                                                                      |       | <b>135.85</b>           | <b>90.21</b>            |

**Reconciliation of Income Tax Provision provided for the current financial year:**

Amount (₹) in million

| Particulars                                                                  | Notes | As at<br>March 31, 2022 | As at<br>March 31, 2021 |
|------------------------------------------------------------------------------|-------|-------------------------|-------------------------|
| <b>Income tax recognised in statement of Profit and loss</b>                 | -     |                         |                         |
| Current tax                                                                  | -     | 394.10                  | 177.28                  |
| Deferred Tax                                                                 |       | 302.68                  | 52.99                   |
| <b>[ A ] Profit before tax during the year</b>                               | -     | <b>2,212.03</b>         | <b>1,000.04</b>         |
| Rate of taxation                                                             | -     | 34.94%                  | 17.47%                  |
| Computed Tax expense                                                         | -     | 772.88                  | 174.73                  |
| <b>Tax effect of :</b>                                                       |       |                         |                         |
| Gain/(loss) on remeasurements of the defined benefits plan                   | -     | 7.07                    | 2.52                    |
| Effective portion of gain/(loss) on hedging instruments in a cash flow hedge | -     | (1.02)                  | (0.94)                  |
| Other Adjustment                                                             |       | (303.32)                | -                       |
| MAT credit set off                                                           |       | (81.52)                 | -                       |
| <b>Amount of Tax Provision on [ A ]</b>                                      | -     | <b>394.10</b>           | <b>176.31</b>           |

|                                                                                       |   |               |               |
|---------------------------------------------------------------------------------------|---|---------------|---------------|
| Incremental / (Reversal) of Deferred Tax liability on account of                      |   |               |               |
| Property Plant and Equipment                                                          | - | 302.68        | 52.99         |
| <b>Deferred Tax provision [ B ]</b>                                                   | - | <b>302.68</b> | <b>52.99</b>  |
| <b>Total Income tax expenses recognised in statement of Profit and loss [ A + B ]</b> | - | <b>696.78</b> | <b>229.30</b> |
|                                                                                       | - | <b>31.50%</b> | <b>22.93%</b> |

## 23 Revenue from Operations

Amount (₹) in million

| Particulars                      | Notes | As at<br>March 31, 2022 | As at<br>March 31, 2021 |
|----------------------------------|-------|-------------------------|-------------------------|
| Revenue from - Sale of products: |       |                         |                         |
| Export sales                     | -     | 5,986.19                | 4,669.50                |
| Domestic sales                   | -     | 4,148.98                | 3,050.87                |
| SEZ Supply                       | -     | 372.58                  | 353.86                  |
| Operating income                 |       |                         |                         |
| Jobwork income                   | -     | 121.09                  | 34.65                   |
| Electric power credit            |       | 31.17                   | -                       |
| <b>Total</b>                     |       | <b>10,660.01</b>        | <b>8,108.88</b>         |

## 24 Other Income

Amount (₹) in million

| Particulars                                                       | Notes  | As at<br>March 31, 2022 | As at<br>March 31, 2021 |
|-------------------------------------------------------------------|--------|-------------------------|-------------------------|
| Interest Income                                                   | -      | 28.61                   | 8.04                    |
| Other Financials Assets measured at amortised cost                |        |                         |                         |
| Interest Income on lease deposits                                 | Note 3 | 2.85                    | 2.58                    |
| Interest Income on staff loans                                    | -      | 5.69                    | 7.45                    |
| Exchange Gain /(Loss) resultant from the transaction /translation | -      | 35.06                   | 108.37                  |
| Other income                                                      | -      | 0.67                    | 30.25                   |
| Duty Drawback Income                                              | -      | 63.15                   | 50.25                   |
| Insurance claims received                                         | -      | -                       | 8.09                    |
| Rent Income                                                       | -      | 1.20                    | -                       |
| Export benefit incentive                                          |        | 13.83                   | 51.09                   |
| Net gain/(loss) on sale of Investment                             |        | -                       | 0.01                    |
| <b>Total</b>                                                      |        | <b>151.06</b>           | <b>266.13</b>           |

**25 Cost of Materials Consumed**

Amount (₹) in million

| Particulars                                                                          | Notes | As at<br>March 31, 2022 | As at<br>March 31, 2021 |
|--------------------------------------------------------------------------------------|-------|-------------------------|-------------------------|
| <b>Cost of Materials Consumed</b>                                                    |       |                         |                         |
| Opening stock of material                                                            | -     | 1,279.50                | 703.39                  |
| Add: Purchases during the year                                                       | -     | 7,377.15                | 5,269.68                |
|                                                                                      |       | 8,656.65                | 5,973.07                |
| Less: Closing stock of material                                                      | -     | 1,739.68                | 1,279.50                |
|                                                                                      |       | 6,916.97                | 4,693.57                |
| <b>Changes in Inventories of Finished Goods, Work-in-Progress and Stock-in-Trade</b> |       |                         |                         |
| Opening stock:                                                                       |       |                         |                         |
| Finished goods                                                                       | -     | 875.06                  | 886.97                  |
| Work-in-progress                                                                     | -     | 2,644.17                | 1,328.31                |
| Less: Closing stock:                                                                 |       |                         |                         |
| Finished goods                                                                       | -     | 1,372.04                | 875.06                  |
| Work-in-progress                                                                     | -     | 5,365.16                | 2,644.17                |
|                                                                                      |       | <b>(3,217.97)</b>       | <b>(1,303.95)</b>       |
| <b>Total</b>                                                                         |       | <b>3,699.00</b>         | <b>3,389.62</b>         |

**26 Employee Benefits Expense**

Amount (₹) in million

| Particulars                                                   | Notes | As at<br>March 31, 2022 | As at<br>March 31, 2021 |
|---------------------------------------------------------------|-------|-------------------------|-------------------------|
| Salaries and wages                                            | -     | 369.67                  | 228.79                  |
| Bonus                                                         | -     | 30.35                   | 58.59                   |
| <b>Contribution to and provision for:</b>                     |       |                         |                         |
| Provident and other funds                                     | -     | 12.99                   | 8.62                    |
| Retirement benefit (including contribution to Group Gratuity) | -     | 14.24                   | 7.76                    |
| Employees Compensation Account                                | -     | 35.20                   | 6.35                    |
| Staff welfare expenses                                        | -     | 22.60                   | 14.32                   |
| <b>Total</b>                                                  |       | <b>485.04</b>           | <b>324.43</b>           |

**27 Finance Costs**

Amount (₹) in million

| Particulars                                                      | Notes  | As at<br>March 31, 2022 | As at<br>March 31, 2021 |
|------------------------------------------------------------------|--------|-------------------------|-------------------------|
| Interest Expenses*                                               | Note A | 241.52                  | 573.55                  |
| Other Borrowing Costs                                            | -      | 50.64                   | 76.63                   |
| Applicable loss on foreign currency transactions and translation | -      | 16.11                   | 35.25                   |
| <b>Total</b>                                                     |        | <b>308.27</b>           | <b>685.43</b>           |

\*Net of interest capitalised Nil in the current financial year (Previous year: ₹ 48.66 millions)

**Note A:**

As per IND AS 109 "Financial Instruments" and IND AS 113 "Fair Value Measurements", term loans taken from banks are financial instruments and accordingly the processing fee paid on bank loans is to be valued at fair valuation and recognised as "Term loan deferred processing fee" which is amortised as "Deferred interest expense" over the period of term loan using effective interest rate for each bank loan taken during the year.

**28 Other Expenses**

Amount (₹) in million

| Particulars                                            | Notes  | As at<br>March 31, 2022 | As at<br>March 31, 2021 |
|--------------------------------------------------------|--------|-------------------------|-------------------------|
| <b>(A) Manufacturing Expenses</b>                      |        |                         |                         |
| Job work and other charges                             | -      | 731.79                  | 570.88                  |
| Utility charges                                        | -      | 1,222.29                | 750.91                  |
| Consumption - Stores and Spares                        | -      | 84.67                   | 61.35                   |
| Consumption - Packing Materials                        | -      | 117.41                  | 66.41                   |
| Pollution expenses                                     | -      | 264.69                  | 223.60                  |
| Laboratory expenses                                    | -      | 18.64                   | 14.87                   |
| Factory Expenses                                       | -      | 121.38                  | 98.20                   |
| Lease Rent expenses                                    | Note 3 | 0.96                    | 0.96                    |
| Insurance machinery, factory, etc.                     | -      | 0.01                    | 2.04                    |
| Other manufacturing expenses                           | -      | 320.84                  | 240.32                  |
| <b>Total (A)</b>                                       |        | <b>2,882.69</b>         | <b>2,029.55</b>         |
| <b>(B) Administrative Expenses</b>                     |        |                         |                         |
| Legal & professional charges                           | -      | 99.44                   | 64.18                   |
| Director remuneration                                  | -      | 26.28                   | 26.40                   |
| Director sitting fees                                  | -      | 5.10                    | 4.05                    |
| Insurance expenses                                     | -      | 61.07                   | 17.97                   |
| Rent, rates, taxes & duties                            | -      | 69.78                   | 45.32                   |
| Repairs & maintenance                                  | -      | 22.24                   | 17.65                   |
| Indirect taxes expenses                                | -      | 0.62                    | 1.09                    |
| Donation                                               | -      | 17.27                   | 19.04                   |
| Employee advances written off                          | -      | -                       | 7.47                    |
| Security charges                                       | -      | 29.95                   | 24.01                   |
| Audit fees (Refer Note No. 37)                         | -      | 2.25                    | 2.65                    |
| CSR expenditure                                        | -      | 18.82                   | 12.39                   |
| Net (loss) on sale of property, plant and equipment    |        | 2.58                    | 1.79                    |
| Other Administrative Expenses                          | -      | 66.23                   | 50.91                   |
| <b>Total (B)</b>                                       |        | <b>421.63</b>           | <b>294.92</b>           |
| <b>(C) Selling &amp; Distribution Expenses</b>         |        |                         |                         |
| Commission and Brokerage                               | -      | 21.83                   | 23.52                   |
| Packing expense                                        | -      | 0.39                    | 0.03                    |
| Insurance on sales (including Export)                  | -      | 2.48                    | 3.96                    |
| Clearing & forwarding charges                          | -      | 146.04                  | 89.40                   |
| Advertisement, business promotion and Seminar expenses | -      | 30.51                   | 17.59                   |
| <b>Total (C)</b>                                       |        | <b>201.25</b>           | <b>134.50</b>           |
| <b>Grand Total (A)+(B)+(C)</b>                         |        | <b>3,505.56</b>         | <b>2,458.97</b>         |

**28.1 Corporate Social Responsibilities:**

Amount (₹) in million

| Particulars                                                                                           | Notes | As at<br>March 31, 2022 | As at<br>March 31, 2021 |
|-------------------------------------------------------------------------------------------------------|-------|-------------------------|-------------------------|
| Amount of CSR required to be spent as per Section 135 of Companies Act, 2013 read with Schedule VII   | -     | 15.90                   | 12.39                   |
| Amount of CSR spent during the year                                                                   | -     | 18.82                   | 12.39                   |
| Short fall at the end of the year                                                                     | -     | -                       | -                       |
| Total of previous years shortfall                                                                     | -     | -                       | -                       |
| Reason for shortfall                                                                                  | -     | N/A                     | N/A                     |
| Detail of related party transaction                                                                   | -     | Nil                     | Nil                     |
| Movement in provision made with respect to liability incurred by entering into contractual obligation | -     | N/A                     | N/A                     |

Amount (₹) in million

| Particulars of nature of CSR activities | Notes    | As at<br>March 31, 2022 | As at<br>March 31, 2021 |
|-----------------------------------------|----------|-------------------------|-------------------------|
| Health                                  | -        | 16.52                   | 6.79                    |
| Education                               | -        | 1.10                    | 2.30                    |
| Environmental Protection                | -        | 1.20                    | 3.30                    |
| <b>Total</b>                            | <b>-</b> | <b>18.82</b>            | <b>12.39</b>            |

**29 Other Comprehensive Income/(Expense)**

Amount (₹) in million

| Particulars                                                                         | As at<br>March 31, 2022 | As at<br>March 31, 2021 |
|-------------------------------------------------------------------------------------|-------------------------|-------------------------|
| <b>Other Comprehensive Income which will not be reclassified to Profit and Loss</b> |                         |                         |
| Remeasurement of Defined Benefit Plan                                               | (13.17)                 | (11.91)                 |
| <b>Other Comprehensive Income which will be reclassified to Profit and Loss</b>     |                         |                         |
| Effective portion of gain/(loss) on hedging instruments in a cash flow hedge        | 4.80                    | 4.44                    |

**30 Contingent Liabilities and Commitments****Contingent Liabilities****Capital Commitments**

Estimated amount of contracts remaining to be executed on capital account and not provided for as on March 31, 2022 is ₹ 415.00 Mn (Previous year ₹ 259.39 Mn).

**31 Employee Benefits**

Employee Gratuity fund scheme is for the purpose of the Defined Benefits. The Company is making annual contributions for gratuities to funds administered by trustees and managed by insurer (LIC) for amounts notified by the insurer. The present value of obligation under such defined benefit plan is determined based on actuarial valuation carried out by an independent actuary.

The Company has paid premium under Staff Gratuity EGS Scheme with the LIC. Accordingly, all the required disclosures are provided in the financial statements to the extent details available from actuarial valuation report and LIC gratuity valuation report respectively.

These plans typically expose the Group to actuarial risks such as: Investment risk, interest rate risk, longevity risk and salary risk.

### Investment risk

The present value of the defined benefit plan liability is calculated using a discount rate which is determined by reference to market yields at the end of the reporting year on government bonds. If the return on plan asset is below this rate, it will create a plan deficit. Currently, for the plan in India, it has a relatively balanced mix of investments in government securities, and other debt instruments.

### Interest risk

A fall in the discount rate which is linked to the Government Security Rate will increase the present value of the liability requiring higher provision. A fall in the discount rate generally increases the mark to market value of the assets depending on the duration of asset.

### Salary risk:

The present value of the defined benefit plan liability is calculated by reference to the future salaries of members. As such, an increase in the salary of the members more than assumed level will increase the plan's liability.

### Concentration risk:

Plan is having a concentration risk as all the assets are invested with the insurance company and a default will wipe out all the assets. Although probability of this is very less as insurance companies have to follow regulatory guidelines.

## I. Charge to the Statement of Profit and Loss based on Defined Contribution Plans

Amount (₹) in million

| Particulars                               | As at<br>March 31, 2022 | As at<br>March 31, 2021 |
|-------------------------------------------|-------------------------|-------------------------|
| Employer's contribution to Provident Fund | 21.67                   | 14.43                   |
| Employer's contribution to ESI            | 1.84                    | 2.16                    |
| <b>Total</b>                              | <b>23.51</b>            | <b>16.59</b>            |

## II. Disclosures for Defined Benefit Plans based on actuarial valuation reports

### A. Changes in present value Defined Benefit Obligation

Amount (₹) in million

| Particulars                                           | Gratuity (Funded)    |                      |
|-------------------------------------------------------|----------------------|----------------------|
|                                                       | As at March 31, 2022 | As at March 31, 2021 |
| Present value of obligations as at beginning of year  | 81.73                | 57.86                |
| Interest cost                                         | 5.61                 | 4.20                 |
| Current Service Cost                                  | 10.41                | 7.51                 |
| Benefits Paid                                         | (3.31)               | (1.52)               |
| Actuarial (gain)/ loss on obligations                 | 19.18                | 13.69                |
| <b>Present value of obligations as at end of year</b> | <b>113.62</b>        | <b>81.73</b>         |

**B. Changes in the Fair Value of Plan Assets**

Amount (₹) in million

| Particulars                                       | Gratuity (Funded)    |                      |
|---------------------------------------------------|----------------------|----------------------|
|                                                   | As at March 31, 2022 | As at March 31, 2021 |
| Fair value of plan assets at beginning of year    | 86.66                | 66.87                |
| Expected return on plan assets                    | 5.95                 | 4.85                 |
| Contributions                                     | 33.61                | 17.20                |
| Benefits Paid                                     | (3.31)               | (1.52)               |
| Actuarial gain/(loss) on Plan assets              | (1.05)               | (0.74)               |
| <b>Present value of Fair value at end of year</b> | <b>121.85</b>        | <b>86.66</b>         |

**C. Amount recognized in the Balance Sheet**

Amount (₹) in million

| Particulars                                                        | Gratuity (Funded)    |                      |
|--------------------------------------------------------------------|----------------------|----------------------|
|                                                                    | As at March 31, 2022 | As at March 31, 2021 |
| Present Value of Defined Benefit Obligations as at end of the year | 113.62               | 81.73                |
| Fair Value of Plan Assets as at end of the year                    | 121.85               | 86.66                |
| <b>Net Liability/(Asset) recognized in the Balance Sheet</b>       | <b>(8.23)</b>        | <b>(4.93)</b>        |

**D. Expenses recognized in the Statement of Profit and Loss**

Amount (₹) in million

| Particulars                                    | Gratuity (Funded)    |                      |
|------------------------------------------------|----------------------|----------------------|
|                                                | As at March 31, 2022 | As at March 31, 2021 |
| Current Service Cost                           | 10.41                | 7.51                 |
| Interest Cost                                  | 5.61                 | 4.20                 |
| Expected return on Plan assets                 | (5.95)               | (4.85)               |
| Net Actuarial (Gain)/Loss                      | -                    | -                    |
| Present value of obligations as at end of year | 10.07                | 6.85                 |

**E. Expenses recognized in the Other Comprehensive Income (OCI)**

Amount (₹) in million

| Particulars                                                | Gratuity (Funded)    |                      |
|------------------------------------------------------------|----------------------|----------------------|
|                                                            | As at March 31, 2022 | As at March 31, 2021 |
| Actuarial gain/(losses) on obligations                     | (19.18)              | (13.69)              |
| Actuarial gain/(losses) on plan assets                     | (1.05)               | (0.74)               |
| <b>Net Income/(Expense) for the year recognized in OCI</b> | <b>(20.24)</b>       | <b>(14.44)</b>       |

**F. Significant Actuarial Assumption**

| Particulars                         | Gratuity (Funded)    |                      |
|-------------------------------------|----------------------|----------------------|
|                                     | As at March 31, 2022 | As at March 31, 2021 |
| Discount Rate (p.a.)                | 7.15%                | 6.86%                |
| Rate of escalation in salary (p.a.) | 8.00%                | 8.00%                |

**31.1 Share based Payment****a) Scheme details**

Company has an Employee Stock Option Scheme under which the maximum quantum of options was granted at ₹ 225/- (face value ₹ 10/- each) with options to be vested from time to time on the basis of performance and other eligibility criteria.

Details of Employee Stock Option (GRANT 1 & 2) granted from April 01, 2020 to March 31, 2022 but not vested as on March 31, 2022:

| Financial Year      | Number of Options Granted | Financial Year of Vesting | Exercise Price - ₹ | Number of Shares Outstanding for respective GRANTs |
|---------------------|---------------------------|---------------------------|--------------------|----------------------------------------------------|
| 2021-2022 (GRANT 2) | 1,07,075                  | 2021-22 to 2022-23        | 225.00             | 1,01,220                                           |
| 2020-2021 (GRANT 1) | 13,12,760                 | 2021-22 to 2023-24        | 225.00             | 8,58,784                                           |

Fair Value of Option at Grant date with respect to GRANT 1 is ₹ 190.26 and GRANT 2 is ₹ 816.73 and Exercise period is one year from the date of each respective vesting under Grant 1 & Grant 2 or such other period as may be decided by the Nomination and Remuneration Committee/ Compensation Committee.

**b) Compensation expenses arising on account of the share based payments:**

Amount (₹) in million

| Particulars                    | For March 31, 2022 | For March 31, 2021 |
|--------------------------------|--------------------|--------------------|
| Employees Compensation Account | 35.20              | 6.35               |

**c) Fair Value on the grant date**

The fair value at grant date is determined using Black Scholes Model which takes into account the exercise price, the term of the option, the share price at grant date and expected price volatility of the underlying share, the expected dividend yield and the risk free interest rate for the term of the option.

The model inputs for options granted during the year ended March 31, 2022 included:

| Particulars                                                      | Grant 1                             | Grant 2            |
|------------------------------------------------------------------|-------------------------------------|--------------------|
| 1. Weighted average exercise price ₹                             | 190.26                              | 816.73             |
| 2. Grant Date                                                    | December 10, 2020                   | January 20, 2022   |
| 3. Vesting Year                                                  | 2021-22 to 2023-24                  | 2021-22 to 2022-23 |
| 4. Share price at grant date ₹ per share as per Valuation report | 190.26                              | 816.73             |
| 5. Expected Price Volatility (Weighted Average)                  | 39.06%                              | 25.36%             |
| 6. Expected Dividend Yield                                       | Dividend is not factored separately |                    |
| 7. Risk Free Interest Rate                                       | 5.11%                               | 6.60%              |

**d) Movement in share option during the year:**

| Particulars                                                    | As at March 31, 2022    |                    | As at March 31, 2021    |                    |
|----------------------------------------------------------------|-------------------------|--------------------|-------------------------|--------------------|
|                                                                | Number of share options | Exercise price (₹) | Number of share options | Exercise price (₹) |
| Balance at the beginning of the year                           | 12,70,750               | 225.00             | -                       | -                  |
| Add: Granted during the year - GRANT 1                         | -                       | -                  | 13,12,760               | 225.00             |
| Less: Expired / Lapsed during the year with respect to GRANT 1 | 87,472                  | 225.00             | 42,010                  | 225.00             |
| Add: Granted during the year - GRANT 2                         | 1,07,075                | 225.00             |                         |                    |

|                                                                |          |        |           |        |
|----------------------------------------------------------------|----------|--------|-----------|--------|
| Less: Expired / Lapsed during the year with respect to GRANT 2 | 5,855    | 225.00 |           |        |
| Forfeited during the year                                      | -        | -      | -         | -      |
| Exercised & Alloted during the year with respect to GRANT 1    | 3,24,494 | 225.00 | -         | -      |
| Balance at the end of the year                                 | 9,60,004 | 225.00 | 12,70,750 | 225.00 |

## 32 Related Party Disclosure

As per Ind AS 24, the disclosures of transactions with the related parties are given below:

### I. List of related parties

#### A. Associates

| Name of the Company       | Principal place of business | Proportion of Ownership interest held as at March 31, 2022 | Proportion of Ownership interest held as at March 31, 2021 |
|---------------------------|-----------------------------|------------------------------------------------------------|------------------------------------------------------------|
| TANFAC Industries Limited | Cuddalore (Tamilnadu)       | 24.96%                                                     | 0%                                                         |

\*During the current financial year, the Company has vide a Share Purchase agreement dated February 01, 2022 acquired 24.96% equity shares of ₹ 10/- each of TANFAC Industries Limited and obtained joint control over the Tanfac along with Tamilnadu Industrial Development Corporation Limited.

#### B. Enterprise over which key management personnel is able to exercise significant influence:

|                                                                                                                                                                       |           |        |        |
|-----------------------------------------------------------------------------------------------------------------------------------------------------------------------|-----------|--------|--------|
| Atharva Exochem Private Limited (Upto September 26, 2020)*                                                                                                            | Surat     | 0.00%  | 0.00%  |
| Tangent Science Private Limited (Investment held through Jainam Intermediates Pvt. Ltd and Associate Company of Jainam Intermediates Pvt. Ltd.) (w.e.f June 19, 2020) | Ahmedabad | 45.00% | 45.00% |

\*W.e.f September 26, 2020 Atharva Exochem Private Limited is not a part of group company as Anupam Rasayan India Limited ceased to hold any ownership interest in Atharva Exochem Private Limited

#### C. Key Management Personnel/Relatives of Key Management Personnel

| Name                                              | Designation                                                                |
|---------------------------------------------------|----------------------------------------------------------------------------|
| Anand Sureshbhai Desai                            | Managing Director                                                          |
| Afzal Harunbhai Malkani (till March 14, 2022)     | Chief Financial Officer                                                    |
| Amit A Khurana (w.e.f March 15, 2022)             | Chief Financial Officer                                                    |
| Vishal Thakkar (w.e.f February 01, 2022)          | Deputy Chief Financial Officer                                             |
| Suchi S Agarwal                                   | Company Secretary & Compliance Officer                                     |
| Mona Anandbhai Desai                              | Vice Chairperson and Whole Time Director                                   |
| Nilesh Madhusudan Naik (w.e.f September 26, 2020) | Key Managerial Person-Technical Head                                       |
| Anuj Hemantbhai Thakar (w.e.f September 26, 2020) | Key Managerial Person-R&D (Process Development) Head                       |
| Ravi Ashwinbhai Desai (w.e.f September 26, 2020)  | Key Managerial Person-Sales Head                                           |
| Ramsarup Khurana (w.e.f December 01, 2020)        | Relative of Key Management Personnel (Administrative Head of the Company)  |
| Gaurav Khurana (w.e.f December 01, 2020)          | Relative of Key Management Personnel (Unit in charge of Unit 3 and Unit 4) |

**D. Entity in which directors are substantially interested**

| Name                                                     | Relationship                                           |
|----------------------------------------------------------|--------------------------------------------------------|
| Rehash Industrial and Resins Chemicals Pvt. Ltd.         | Entity in which directors are substantially interested |
| Kiran Pallavi Investments LLC (w.e.f September 26, 2020) | Entity in which director is substantially interested   |

**E. Non-Executive/Independent Directors**

| Name                                                     | Designation                              |
|----------------------------------------------------------|------------------------------------------|
| Dr Kiran Chhotubhai Patel                                | Chairperson and Director (Non-executive) |
| Milan Ramesh Thakkar                                     | Director (Non-executive)                 |
| Vijay Kumar Batra (w.e.f November 09, 2020)              | Independent Director                     |
| Vinesh Prabhakar Sadekar (w.e.f November 09, 2020)       | Independent Director                     |
| Hetul Krishnakant Mehta (w.e.f November 09, 2020)        | Independent Director                     |
| Dr Namrata Dharmendra Jariwala (w.e.f December 04, 2020) | Independent Director                     |

**II. Details of transactions with related parties**

Amount (₹) in million

| Details of transactions                                           | For the year ended on |                      |
|-------------------------------------------------------------------|-----------------------|----------------------|
|                                                                   | As at March 31, 2022  | As at March 31, 2021 |
| <b>Tangent Science Private Limited</b>                            |                       |                      |
| Loan given *                                                      | 150.00                | -                    |
| Loan repaid by Tangent Science Private Limited towards loan given | 40.00                 |                      |
| License fee Income                                                | 1.20                  |                      |
| Interest Income                                                   | 2.46                  |                      |
| <b>Kiran Pallavi Investments LLC (w.e.f September 26, 2020)</b>   |                       |                      |
| Interest Expenses                                                 | 67.93                 | 42.25                |

\*The Company had provided loan of INR 150.00 million to Tangent Science Private Limited for the purpose of principal business activity of Tangent Science Private Limited.

**Compensation of key management personnel and relatives of Key Management personnel**

Amount (₹) in million

| Particulars                | As at March 31, 2022 | As at March 31, 2021 |
|----------------------------|----------------------|----------------------|
| <b>Short-term benefits</b> |                      |                      |
| Anand Sureshbhai Desai     | 13.14                | 13.14                |
| Mona Anandbhai Desai       | 13.14                | 13.14                |
| Afzal Harunbhai Malkani    | 20.25                | 13.50                |
| Amit A Khurana             | 0.40                 | -                    |
| Vishal Thakkar             | 1.40                 | -                    |
| Suchi S Agarwal            | 2.20                 | 1.99                 |
| Nilesh Madhusudan Naik     | 17.01                | 16.20                |
| Anuj Hemantbhai Thakar     | 8.51                 | 8.10                 |

|                       |              |              |
|-----------------------|--------------|--------------|
| Ravi Ashwinbhai Desai | 3.71         | 3.38         |
| Ramsarup Khurana      | 1.86         | 0.50         |
| Gaurav Khurana        | 4.25         | 1.20         |
| <b>Total</b>          | <b>85.87</b> | <b>71.15</b> |

**Director sitting fees**

Amount (₹) in million

| Particulars                    | As at<br>March 31, 2022 | As at<br>March 31, 2021 |
|--------------------------------|-------------------------|-------------------------|
| <b>Director sitting fees</b>   |                         |                         |
| Vijay Kumar Batra              | 1.43                    | 0.75                    |
| Vinesh Prabhakar Sadekar       | 1.20                    | 0.83                    |
| Hetul Krishnakant Mehta        | 1.80                    | 1.95                    |
| Dr Namrata Dharmendra Jariwala | 0.68                    | 0.53                    |

**III. Balances of related parties**

Amount (₹) in million

| Account balances                                     | Key Management Personnels |                      |
|------------------------------------------------------|---------------------------|----------------------|
|                                                      | As at March 31, 2022      | As at March 31, 2021 |
| Directors remuneration payable                       | 1.39                      | 2.19                 |
| Key Management Personnel remuneration payable-Others | 7.97                      | 2.44                 |

Amount (₹) in million

| Account balances                           | Non-Executive/ Independent Directors |                      |
|--------------------------------------------|--------------------------------------|----------------------|
|                                            | As at March 31, 2022                 | As at March 31, 2021 |
| Independent Directors Sitting fees payable | 0.61                                 | 1.32                 |

Amount (₹) in million

| Account balances                                                                                                                | Balance outstanding  |                      |
|---------------------------------------------------------------------------------------------------------------------------------|----------------------|----------------------|
|                                                                                                                                 | As at March 31, 2022 | As at March 31, 2021 |
| Kiran Pallavi Investments LLC (w.e.f September 26, 2020)                                                                        |                      |                      |
| Unsecured Loan from shareholders (carrying interest rate 3% p.a. and repayable within seven year from the date of disbursement) | 1,963.16             | 2,508.02             |
| Jainam Intermediates Private Limited                                                                                            |                      |                      |
| -Payable/(Advance) for Purchase of goods                                                                                        | 3.61                 | (6.73)               |
| Tangent Science Pvt. Ltd. (Associate of Subsidiary)                                                                             |                      |                      |
| -Loan Given                                                                                                                     | 110.67               | -                    |
| -Others                                                                                                                         | 0.11                 | -                    |

### 33 Earnings per share (EPS)

EPS is calculated by dividing the profit/(loss) attributable to the equity shareholders by the weighted average number of Equity Shares outstanding during the year. The earnings and weighted average numbers of Equity Shares used in calculating basic and diluted earnings per Equity Share are as follows:

| Particulars                                                                 | As at<br>March 31, 2022 | As at<br>March 31, 2021 |
|-----------------------------------------------------------------------------|-------------------------|-------------------------|
| <b>Profit/(loss) after tax (Amount in million)</b>                          | <b>1,521.79</b>         | <b>702.95</b>           |
| Weighted average number of Equity Shares for calculating Basic EPS (No.)    | 9,99,80,821             | 8,21,59,313             |
| Weighted average number of Equity Shares for calculating Diluted EPS (No.)  | 10,02,64,085            | 8,21,59,313             |
| <b>Earnings per share - Basic attributable to Equity Shareholders (₹)</b>   | <b>15.22</b>            | <b>8.56</b>             |
| <b>Earnings per share - Diluted attributable to Equity Shareholders (₹)</b> | <b>15.18</b>            | <b>8.56</b>             |
| <b>Face value per share (₹)</b>                                             | <b>10.00</b>            | <b>10.00</b>            |

### 34 Deferred Taxes

#### I. Deferred tax balances

Amount (₹) in million

| Particulars                    | As at<br>March 31, 2022 | As at<br>March 31, 2021 |
|--------------------------------|-------------------------|-------------------------|
| Deferred tax liabilities (Net) | 546.49                  | 243.82                  |
|                                | <b>546.49</b>           | <b>243.82</b>           |

Deferred tax assets and liabilities are recognized for the future tax consequences of temporary differences between the carrying value of assets and liabilities and their respective tax bases, and unutilized business loss and depreciation carry-forwards and tax credits. Deferred tax assets are recognized to the extent that it is probable that future taxable income will be available against which the deductible temporary differences, unused tax losses, depreciation carry-forwards and unused tax credits could be utilized.

#### II. Deferred tax movement during the year ended March 31, 2022

Amount (₹) in million

| Particulars                                                | As at<br>March 31, 2022 | As at<br>March 31, 2021 |
|------------------------------------------------------------|-------------------------|-------------------------|
| <b>Deferred Tax Asset/(Liability), at the beginning</b>    | <b>(243.82)</b>         | <b>(190.83)</b>         |
| Add : Deferred Tax Asset/(Liability) on timing differences |                         |                         |
| (a) due to difference in depreciation & amortization       | (208.95)                | (157.93)                |
| (b) due to timing difference of other items                | 8.74                    | -                       |
|                                                            | <b>(200.21)</b>         | <b>(157.93)</b>         |
| Tax credits available (MAT)                                | (102.46)                | 104.94                  |
| <b>Net Deferred Tax Asset/(Liability), at the end</b>      | <b>(546.50)</b>         | <b>(243.82)</b>         |
| <b>Provision for Deferred Tax Liability/(Asset)</b>        | <b>302.68</b>           | <b>52.99</b>            |

### 35 Fair Value Measurement

#### I. Financial Instruments by category (net of ECL provision)

Amount (₹) in million

| Particulars                  | Carrying Amount  | 31-Mar-22   |             |                  |
|------------------------------|------------------|-------------|-------------|------------------|
|                              |                  | FVTPL       | FVTOCI      | Amortized Cost   |
| <b>Financial Assets</b>      |                  |             |             |                  |
| Investments*                 | -                | -           | -           | -                |
| Loans                        | 126.82           | -           | -           | 126.82           |
| Cash & Bank balances         | 2,097.12         | -           | -           | 2,097.12         |
| Trade Receivables            | 2,800.95         | -           | -           | 2,800.95         |
| Other Financial Assets       | 558.82           | 8.34        | 5.82        | 544.66           |
|                              | <b>5,583.72</b>  | <b>8.34</b> | <b>5.82</b> | <b>5,569.56</b>  |
| <b>Financial Liabilities</b> |                  |             |             |                  |
| Borrowings                   | 7,958.51         | -           | -           | 7,958.51         |
| Trade payables               | 2,277.82         | -           | -           | 2,277.82         |
| Other financial liabilities  | 437.87           | -           | -           | 437.87           |
|                              | <b>10,674.21</b> | <b>-</b>    | <b>-</b>    | <b>10,674.21</b> |

\* Exclude investment in group companies ₹ 1,488.19 Million is measured at cost.

Amount (₹) in million

| Particulars                  | Carrying Amount | 31-Mar-21 |              |                 |
|------------------------------|-----------------|-----------|--------------|-----------------|
|                              |                 | FVTPL     | FVTOCI       | Amortized Cost  |
| <b>Financial Assets</b>      |                 |           |              |                 |
| Investments*                 | -               | -         | -            | -               |
| Loans                        | 114.36          | -         | -            | 114.36          |
| Cash & Bank balances         | 2,957.07        | -         | -            | 2,957.07        |
| Trade receivables            | 2,054.89        | -         | -            | 2,054.89        |
| Other financial assets       | 412.08          | -         | -            | 412.08          |
|                              | <b>5,538.41</b> | <b>-</b>  | <b>-</b>     | <b>5,538.41</b> |
| <b>Financial Liabilities</b> |                 |           |              |                 |
| Borrowings                   | 3,868.61        | -         | -            | 3,868.61        |
| Trade payables               | 1,996.27        | -         | -            | 1,996.27        |
| Other financial liabilities  | 592.95          | -         | 13.91        | 579.04          |
|                              | <b>6,457.83</b> | <b>-</b>  | <b>13.91</b> | <b>6,443.92</b> |

\* Exclude investment in subsidiary company ₹ 0.1 Million is measured at cost.

#### II. Fair value of hierarchy and method of valuation

This section explains the judgements and estimates made in determining the fair values of the financial instruments that are a) recognized and measured at fair value, and b) measured at amortized cost and for which fair values are disclosed in the financial statements. To provide an indication about the reliability of the inputs used in determining fair value, the company has classified its financial instruments into the three levels prescribed under the accounting standard.

Amount (₹) in million

| Financial instrument         | Carrying Amount | 31-Mar-22 |         |         |
|------------------------------|-----------------|-----------|---------|---------|
|                              |                 | Level 1   | Level 2 | Level 3 |
| <b>Financial Assets</b>      |                 |           |         |         |
| Other Financial Assets       | -               | -         | 14.16   | -       |
| <b>Financial Liabilities</b> |                 |           |         |         |
| Other financial liabilities  | -               | -         | -       | -       |

Amount (₹) in million

| Financial instrument        | Carrying Amount | 31-Mar-21 |         |         |
|-----------------------------|-----------------|-----------|---------|---------|
|                             |                 | Level 1   | Level 2 | Level 3 |
| Financial Assets            |                 |           |         |         |
| Other financial assets      | -               | -         | -       | -       |
| Financial Liabilities       |                 |           |         |         |
| Other financial liabilities | 13.91           | -         | 13.91   | -       |

Except for those financial instruments for which the carrying amounts are mentioned in the above table, the Company considers that the carrying amounts recognized in the financial statements approximate their fair values.

For financial assets that are recognized at fair value, the carrying amounts are equal to the fair values.

Level 1 : Level 1 hierarchy includes financial instruments measured using quoted prices.

Level 2 : The fair value of the financial instruments that are not traded in active market is determined using valuation techniques which maximize the use of observable market data and rely 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: If one or more significant inputs is not based on observable market data, the instrument is included in level 3.

#### Valuation techniques used to determine the fair values:

The fair value of the forward exchange contract is determined using forward exchange rate at the balance sheet date. The fair value of cross currency interest rate swap is calculated as the present value of future cash flow based on available foreign exchange rates.

#### Reconciliation of fair value measurement of the other financial liabilities categorised at level 2:

Amount (₹) in million

| Particulars                             | As at March 31, 2022 |                                                                       | As at March 31, 2021 |                                                                       |
|-----------------------------------------|----------------------|-----------------------------------------------------------------------|----------------------|-----------------------------------------------------------------------|
|                                         | At FVTPL             | At FVTOCI                                                             | At FVTPL             | At FVTOCI                                                             |
| <b>Opening Balance</b>                  | -                    | (17.18)                                                               | -                    | (21.63)                                                               |
| Addition during the year                | -                    | 4.80                                                                  | -                    | -                                                                     |
| Sale/reduction during the year          | -                    | 17.18                                                                 | -                    | 4.45                                                                  |
| Gain/(Loss)                             | -                    | -                                                                     | -                    | -                                                                     |
| <b>Closing Balance</b>                  | -                    | 4.80                                                                  | -                    | (17.18)                                                               |
| Line in which gain/(Loss) is recognised | -                    | Other comprehensive Income which will be classified to Profit or Loss | -                    | Other comprehensive Income which will be classified to Profit or Loss |

## 36 Risk management

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

### A. Liquidity risk

Liquidity risk refers to insufficiency of funds to meet the financial obligations. Liquidity risk management implies maintenance of sufficient cash and the availability of funding through an adequate amount of committed credit lines to meet obligations when due.

The Company has access to undrawn borrowing facilities at the end of each reporting year.

The Company has following undrawn credit lines available as at the end of the reporting year

Amount (₹) in million

| Particulars              | As at<br>March 31, 2022 | As at<br>March 31, 2021 |
|--------------------------|-------------------------|-------------------------|
| Expiring within one year | 769.18                  | 70.00                   |
|                          | <b>769.18</b>           | <b>70.00</b>            |

The following tables detail the Company's remaining contractual maturity for its non-derivative financial liabilities.

**Maturity profile of financial liabilities: 31-Mar-22**

Amount (₹) in million

| Particulars                             | Carrying Amount  | Within 12 months | After 12 months |
|-----------------------------------------|------------------|------------------|-----------------|
| Borrowings                              | 7,958.51         | 3,013.73         | 4,944.77        |
| Trade payables                          | 2,277.82         | 2,277.82         | -               |
| Other financial liabilities             | 437.87           | 242.86           | 195.01          |
| <b>Total non-derivative liabilities</b> | <b>10,674.21</b> | <b>5,534.42</b>  | <b>5,139.79</b> |
| Other financial liabilities             | -                | -                | -               |
| <b>Total derivative liabilities</b>     | <b>-</b>         | <b>-</b>         | <b>-</b>        |

**31-Mar-21**

Amount (₹) in million

| Particulars                             | Carrying Amount | Within 12 months | After 12 months |
|-----------------------------------------|-----------------|------------------|-----------------|
| Borrowings                              | 3,868.61        | 1,394.72         | 2,473.89        |
| Trade payables                          | 1,996.27        | 1,996.27         | -               |
| Other financial liabilities             | 592.95          | 270.63           | 322.32          |
| <b>Total non-derivative liabilities</b> | <b>6,457.83</b> | <b>3,661.62</b>  | <b>2,796.21</b> |
| Other financial liabilities             | 13.91           | 13.91            | -               |
| <b>Total derivative liabilities</b>     | <b>13.91</b>    | <b>13.91</b>     | <b>-</b>        |

The inflows/(outflows) disclosed in the above table represent the contractual undiscounted cash flows relating to derivative financial liabilities held for risk management purposes and which are not usually closed out before contractual maturity.

**B. Credit risk**

Credit risk refers to the risk that counterparty will default on its contractual obligations resulting in financial loss to the Company. An analysis of financial assets shows that no asset was impaired or requiring consideration in determining impairment.

The amount of maximum exposure to credit risk as at March 31, 2022 without taking account of any collateral or other credit enhancements is as stated in table below.

Amount (₹) in million

| Trade receivables                  | As at<br>March 31, 2022 | As at<br>March 31, 2021 |
|------------------------------------|-------------------------|-------------------------|
| Outstanding up to 60 days          | 2,094.51                | 1,871.84                |
| Outstanding from 61 to 180 days    | 245.37                  | 119.49                  |
| Outstanding for more than 180 days | 461.07                  | 63.56                   |

**C. Market risk**

With the entity having varied geographical spread of revenue, and with the price being determined, primarily by demand and supply, the entity is not exposed to any market risk that require sensitivity analysis akin to any specific market such that profit or loss or equity of the entity would get affected by changes in the relevant risk variable.

**Currency risk**

The Company is exposed to foreign exchange risk arising from foreign currency transactions, primarily with respect to the USD. Foreign exchange risk arises from future commercial transactions and recognised assets and liabilities denominated in a currency that is not the company's functional currency. The risk is measured through a forecast of highly probable foreign currency cash flows. The objective of the hedges is to minimise the volatility of the cash flows of highly probable forecast transactions by hedging the foreign exchange inflows on regular basis.

Currency risks related to the principal amounts of the Company's foreign currency receivable/ payables have not been hedged using forward contracts.

In respect of other monetary assets and liabilities denominated in foreign currencies, the Company's policy is to ensure that its net exposure is kept to an acceptable level by buying or selling foreign currencies at spot rates when necessary to address short-term imbalances.

**Exposure to currency risk**

| Particulars                                         | As at March 31, 2022 | As at March 31, 2021 |
|-----------------------------------------------------|----------------------|----------------------|
|                                                     | USD                  | USD                  |
| <b>Financial Instruments</b>                        |                      |                      |
| Trade receivables                                   | 12.16                | 9.75                 |
| Trade payables                                      | 7.22                 | 7.01                 |
| Borrowings                                          | 56.59                | 43.58                |
| <b>Derivatives</b>                                  |                      |                      |
| Forwards and Futures                                | (19.00)              | (12.60)              |
| <b>Net statement of financial position exposure</b> | <b>63.80</b>         | <b>50.59</b>         |

**Sensitivity analysis**

A reasonably possible strengthening (weakening) of the ₹ against all currencies at March 31, 2022 would have affected the measurement of financial instruments denominated in a foreign currency and affected equity and profit or loss by the amounts shown below. This analysis assumes that all other variables, in particular interest rates, remain constant.

Amount (₹) in million

| Particulars           | Profit or loss |           |
|-----------------------|----------------|-----------|
|                       | Strengthening  | Weakening |
| <b>March 31, 2022</b> |                |           |
| USD (1% movement)     | (53.55)        | 53.55     |
| <b>March 31, 2021</b> |                |           |
| USD (1% movement)     | (39.08)        | 39.08     |

**Interest rate risk**

The Company's main interest rate risk arises from long-term borrowings with variable rates, which expose the Company to cash flow interest rate risk. Currently the Company's borrowings are within acceptable risk levels, as determined by the management.

**Exposure to interest rate risk**

The interest rate profile of the Company's interest-bearing financial instruments as reported to the management of the Company is as follows.

Amount (₹) in million

| Particulars                      | Nominal Amount       |                      |
|----------------------------------|----------------------|----------------------|
|                                  | As at March 31, 2022 | As at March 31, 2021 |
| <b>Fixed-rate instruments</b>    |                      |                      |
| Financial assets                 | -                    | -                    |
| Financial liabilities            | 1,963.16             | 2,748.02             |
|                                  | <b>1,963.16</b>      | <b>2,748.02</b>      |
| <b>Variable-rate instruments</b> |                      |                      |
| Financial assets                 | -                    | -                    |
| Financial liabilities            | 5,995.35             | 1,120.59             |
|                                  | <b>5,995.35</b>      | <b>1,120.59</b>      |

**Cash flow sensitivity analysis for variable-rate instruments**

A reasonably possible change of 100 basis points in interest rates at the reporting date would have increased (decreased) equity and profit or loss by the amounts shown below. This analysis assumes that all other variables, in particular foreign currency exchange rates, remain constant.

Amount (₹) in million

| Particulars                  | Profit or loss  |                 |
|------------------------------|-----------------|-----------------|
|                              | 100 bp increase | 100 bp decrease |
| <b>March 31, 2022</b>        |                 |                 |
| Variable-rate instruments    | (59.95)         | 59.95           |
| <b>Cash flow sensitivity</b> | <b>(59.95)</b>  | <b>59.95</b>    |
| <b>March 31, 2021</b>        |                 |                 |
| Variable-rate instruments    | (11.21)         | 11.21           |
| <b>Cash flow sensitivity</b> | <b>(11.21)</b>  | <b>11.21</b>    |

**Fair value sensitivity analysis for fixed-rate instruments**

The Company does not account for any fixed-rate financial assets or financial liabilities at fair value through profit or loss. Therefore, a change in interest rates at the reporting date would not affect profit or loss.

**Hedge Accounting**

The company's business objective includes safe-guarding its earnings against foreign exchange fluctuations. The Company has adopted a structured risk management policy to hedge all these risks within an acceptable risk limit and an approved hedge accounting framework which allows for Fair Value hedges and Cash Flow hedges. Hedging instruments include forwards contracts to achieve this objective. The table below shows the position of hedging instruments and hedged items as on the balance sheet date.

**Cash flow hedge**

The objective of hedge accounting is to represent, in the Company's financial statements, the effect of the Company's use of financial instruments to manage exposures arising from particular risks that could affect profit or loss. The Company's exposure to foreign currency risk as at March 31, 2022 is stated below.

During the year ended March 31, 2022, the Company has designated specific foreign exchange cross currency forward and as cash flow hedges to mitigate the risk of foreign exchange exposure on highly probable forecast cash transactions. The related hedge transactions for balance in cash flow hedge reserve as at March 31, 2022 are expected to occur and reclassified to Statement of Profit and Loss within thirty six months.

The Company determines the existence of an economic relationship between the hedging instrument and hedged item based on the currency, amount and timing of its forecasted cash flows. Hedge effectiveness is determined at the inception of the hedge relationship, and through periodic prospective effectiveness assessments to ensure that an economic relationship exists between the hedged item and hedging instrument, including whether the hedging instrument is expected to offset changes in cash flows of hedged items.

If the hedge ratio for risk management purposes is no longer optimal but the risk management objective remains unchanged and the hedge continues to qualify for hedge accounting, the hedge relationship will be rebalanced by adjusting either the volume of the hedging instrument or the volume of the hedged item so that the hedge ratio aligns with the ratio used for risk management purposes. Any hedge ineffectiveness is calculated and accounted for in the Statement of Profit and Loss at the time of the hedge relationship rebalancing.

### Cash Flow Hedge

#### Hedging Instruments - Maturity March 2022

Amount (₹) in million

| Particulars                  | Nominal Value | Carrying Amount | Change in Fair Value | Line Item in Balance Sheet     |
|------------------------------|---------------|-----------------|----------------------|--------------------------------|
| <b>Foreign Currency Risk</b> |               |                 |                      |                                |
| Cross currency contract      | 518.14        | 5.82            | 5.82                 | Other Current Financial Assets |

#### Hedged Items

Amount (₹) in million

| Particulars                        | Carrying Amount | Change in Fair Value | Line Item in Balance Sheet |
|------------------------------------|-----------------|----------------------|----------------------------|
| Foreign Currency Risk              |                 |                      |                            |
| Highly Probable Forecasted Exports | 518.14          | -                    | -                          |

The reconciliation of cash flow hedge reserve for the year ended on March 31, 2022 and March 31, 2021 is as follows :

Amount (₹) in million

| Particulars                                                            | As at<br>March 31, 2022 | As at<br>March 31, 2021 |
|------------------------------------------------------------------------|-------------------------|-------------------------|
| <b>Gain / (Loss)</b>                                                   |                         |                         |
| Balance at the beginning of the year                                   | (13.91)                 | (19.30)                 |
| Gain / (Loss) recognized in other comprehensive income during the year | 5.82                    | 5.38                    |
| Amount reclassified to profit and loss during the year                 | 13.91                   | -                       |
| <b>Balance at the end of the year</b>                                  | <b>5.82</b>             | <b>(13.91)</b>          |

### Cash Flow Hedge

#### Hedging Instruments - Maturity March 2021

Amount (₹) in million

| Particulars                  | Nominal Value | Carrying Amount | Change in Fair Value | Line Item in Balance Sheet          |
|------------------------------|---------------|-----------------|----------------------|-------------------------------------|
| <b>Foreign Currency Risk</b> |               |                 |                      |                                     |
| Cross currency contract      | 2.03          | (5.38)          | (5.38)               | Other Current Financial Liabilities |

**Hedged Items**

Amount (₹) in million

| Particulars                        | Carrying Amount | Change in Fair Value | Line Item in Balance Sheet |
|------------------------------------|-----------------|----------------------|----------------------------|
| Foreign Currency Risk              |                 |                      |                            |
| Highly Probable Forecasted Exports | 2.03            | -                    | -                          |

Other derivative contracts related to swap of interest on the External Commercial Borrowings (ECBs). Position is as below:

| Sanctioned Amount (USD) - Million | Outstanding Amount as on March 31, 2022 (USD) - Million | Floating Interest Rate |
|-----------------------------------|---------------------------------------------------------|------------------------|
| 4.00                              | 2.39                                                    | LIBOR (3M)+2.00%       |

**37 Auditor's remuneration\***

Amount (₹) in million

| Particulars            | Mar-22 | Mar-21 |
|------------------------|--------|--------|
| Statutory audit fee    | 0.75   | 0.60   |
| Tax audit fee          | 1.50   | 2.00   |
| Certification fee      | 0.08   | 0.05   |
| Other Consultation fee | 0.60   | -      |

\*In addition to above, March 31, 2022 : Nil (Previous year: ₹ 4.50 Millions ) was paid to auditors in relation to services of Initial Public Offer (IPO) which has been debited to security premium account.

**38** The Covid-19 pandemic had its impact on the global economic environment including in India , causing significant disruption in economic activities and the chemical industry where the company is operating had been adversely impacted in the first half of Financial Year 2020-2021 due to pandemic. With the gradual relaxation in the second half, economic activities had improved.

The Company closely monitors the recent development and effects of present pandemic over the business. The Company believes that this pandemic is not likely to have a material impact on the carrying value of its assets and hence no provision for any impairment is required. As the situation unfolds in future, the eventful impact may be different from the estimates made as on the date of approval of these Financial Statements.

**39** Out of total proceeds of Initial public offer (IPO) ₹ 7,600 millions, ₹ 5,636.98 millions upto current year (upto Previous year: ₹ 4,706.74 millions) has been utilised for repayment of Term Loans and Working Capital Loans including interest and prepayment charges, if any, ₹ 1,574.34 millions upto Current year (upto Previous year: ₹ Nil) for General Corporate Purpose and ₹ 388.68 millions upto Current year (upto Previous year: ₹ 81.08 millions) for Issue related expenses of upto March 31, 2022 as per object of IPO as per Prospectus filed with

Securities and Exchange Board of India (SEBI) on March 17, 2021 and balance proceeds of ₹ Nil upto current year (upto Previous year: ₹ 2,812.18 millions) are lying with Bank Accounts and Fixed Deposits with Banks.

**40 Other statutory information:**

- (i) There is no balance outstanding on account of any transaction with companies struck off under section 248 of the Companies Act, 2013 or section 560 of Companies Act, 1956.
- (ii) 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 the company (Ultimate Beneficiaries) or
  - (b) Provide any guarantee, security or the like to or on behalf of the Ultimate beneficiaries.
- (iii) 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 will:-

- (a) Directly or indirectly lend or invest in other persons or entities identified in any manner whatsoever by or on behalf the Funding Party (Ultimate Beneficiaries) or
- (b) Provide any guarantee, security or the like on behalf of the Ultimate Beneficiaries.
- (iv) The Company has not entered into 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.

## 41 General Information:

### 1 The Consolidated Financial Statements present the Consolidated Accounts of Anupam Rasayan India Limited with following companies:

Amount (₹) in million

| Name                                                                                  | Country of Incorporation | Proportion of Ownership of Interest |                      |
|---------------------------------------------------------------------------------------|--------------------------|-------------------------------------|----------------------|
|                                                                                       |                          | As at March 31, 2022                | As at March 31, 2021 |
| Jainam Intermediates Private Limited (Wholly owned Subsidiary)                        | India                    | 100%                                | 100%                 |
| TANFAC Industries Limited (Associate Company )                                        | India                    | 24.96%                              | 0%                   |
| Tangent Science Private Limited (Associate Company of Jainam Intermediates Pvt. Ltd.) | India                    | 45%                                 | 45%                  |

### 2 Disclosures mandated by Schedule III of the Companies Act 2013, by way of additional information: For year ended March 31, 2022

Amount (₹) in million

| Name of the Entities                                                                                                    | Net Assets i.e. Total Assets minus Total Liabilities |                  | Share in Profit / (Loss)      |                 | Share in Other Comprehensive Income               |               | Share in Total Comprehensive Income               |                 |
|-------------------------------------------------------------------------------------------------------------------------|------------------------------------------------------|------------------|-------------------------------|-----------------|---------------------------------------------------|---------------|---------------------------------------------------|-----------------|
|                                                                                                                         | As a % of Consolidated Net Assets                    | Amount           | As a % of Consolidated Profit | Amount          | As a % of Consolidated Other Comprehensive Income | Amount        | As a % of Consolidated Total Comprehensive Income | Amount          |
| <b>Parent : Anupam Rasayan India Limited</b>                                                                            | <b>99.87%</b>                                        | <b>17,246.54</b> | <b>99.08%</b>                 | <b>1,507.76</b> | <b>100.00%</b>                                    | <b>(8.36)</b> | <b>99.07%</b>                                     | <b>1,499.40</b> |
| Jainam Intermediates Private Limited (Wholly owned Subsidiary)                                                          | 0.15%                                                | 26.33            | 0.54%                         | 8.18            | 0.00%                                             | -             | 0.54%                                             | 8.18            |
| Tangent Science Private Limited (Associate Company of Jainam Intermediates Pvt. Ltd.) - Investment as per Equity Method | 0.00%                                                | (0.84)           | -0.06%                        | (0.84)          | 0.00%                                             | -             | -0.06%                                            | (0.84)          |
| TANFAC Industries Limited (Associate Company of Anupam Rasayan India Ltd) - Investment as per Equity Method             | 0.04%                                                | 7.37             | 0.48%                         | 7.37            | 0.00%                                             |               | 0.49%                                             | 7.37            |
| Sub Total                                                                                                               |                                                      | 17,279.40        |                               | 1,522.47        |                                                   | (8.36)        |                                                   | 1,514.11        |
| Inter - Company Elimination & Consolidation Adjustments                                                                 | 0.06%                                                | 10.90            | 0.05%                         | 0.69            | 0.00%                                             | -             | 0.05%                                             | 0.69            |
| <b>Grand Total</b>                                                                                                      | <b>100.00%</b>                                       | <b>17,268.50</b> | <b>100.00%</b>                | <b>1,521.78</b> | <b>100.00%</b>                                    | <b>(8.36)</b> | <b>100.00%</b>                                    | <b>1,513.42</b> |

## 2 Disclosures mandated by Schedule III of the Companies Act 2013, by way of additional information: For year ended March 31, 2021

Amount (₹) in million

| Name of the Entities                                                                                                    | Net Assets i.e. Total Assets minus Total Liabilities |                  | Share in Profit / (Loss)      |               | Share in Other Comprehensive Income               |               | Share in Total Comprehensive Income               |               |
|-------------------------------------------------------------------------------------------------------------------------|------------------------------------------------------|------------------|-------------------------------|---------------|---------------------------------------------------|---------------|---------------------------------------------------|---------------|
|                                                                                                                         | As a % of Consolidated Net Assets                    | Amount           | As a % of Consolidated Profit | Amount        | As a % of Consolidated Other Comprehensive Income | Amount        | As a % of Consolidated Total Comprehensive Income | Amount        |
| <b>Parent : Anupam Rasayan India Limited</b>                                                                            | <b>99.95%</b>                                        | <b>15,726.08</b> | <b>99.47%</b>                 | <b>699.21</b> | <b>100.00%</b>                                    | <b>(7.47)</b> | <b>99.46%</b>                                     | <b>691.74</b> |
| Jainam Intermediates Private Limited (Wholly owned Subsidiary)                                                          | 0.12%                                                | 18.98            | 0.81%                         | 5.66          | 0.00%                                             | -             | 0.81%                                             | 5.66          |
| Tangent Science Private Limited (Associate Company of Jainam Intermediates Pvt. Ltd.) - Investment as per Equity Method | 0.00%                                                | 0.22             | 0.00%                         | -             | 0.00%                                             | -             | 0.00%                                             | -             |
| <b>Sub Total</b>                                                                                                        |                                                      | <b>15,745.28</b> |                               | <b>704.87</b> |                                                   | <b>(7.47)</b> |                                                   | <b>697.40</b> |
| Inter - Company Elimination & Consolidation Adjustments                                                                 | 0.07%                                                | 11.26            | 0.27%                         | 1.91          | 0.00%                                             | -             | 0.27%                                             | 1.91          |
| <b>Grand Total</b>                                                                                                      | <b>100.00%</b>                                       | <b>15,734.02</b> | <b>100.00%</b>                | <b>702.96</b> | <b>100.00%</b>                                    | <b>(7.47)</b> | <b>100.00%</b>                                    | <b>695.49</b> |

**42** Pursuant to the order of the H'ble Regional Director, Ahmedabad dated November 10, 2020, Radha Murari Petrofills Private Limited has been amalgamated with Jainam Intermediates Private Limited from 'Appointed date' being April 01, 2019 and 'Effective Date' being November 11, 2020.

**43** Figures for the previous period have been regrouped/reclassified to conform to the figures of the current year.

### 44 Approval of Financial Statement

The Financial Statements were approved for issue by the Board of Directors on May 12, 2022

**45** The Board of Directors have recommended a final dividend of ₹ 1/- @10% per fully paid up Equity Share of ₹ 10/- each for the Financial Year 2021-22 subject to the approval of shareholders at the Annual General Meeting.

As per our report of even date  
**For and on behalf of the Board,**

For **Rajendra & Co.**  
Chartered Accountants  
Firm Reg. No. 108355W

**Anand Desai**  
Managing Director  
DIN: 00038442

**Mona Desai**  
Whole Time  
Director  
DIN:  
00038429

**Suchi Agarwal**  
Company  
Secretary &  
Compliance  
Officer

**Amit Khurana**  
Chief Financial  
Officer

**Akshay R. Shah**  
Partner  
Mem. No. 103316

**Date :** May 12, 2022  
**Place:** Surat

**Date :** May 12, 2022  
**Place:** Mumbai

# Assurance Statement



Ernst & Young Associates LLP  
5th Floor, Block B-2  
Nirlon Knowledge Park  
Off. Western Express Highway  
Goregaon (E), Mumbai - 400063, India

Tel: +91 22 6192 0000  
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ey.com

## Independent Assurance Statement

### The Management and Board of Directors

Anupam Rasayan India Limited,  
8110, GIDC Sachin,  
Surat - 394230 India

### Scope

We have been engaged by Anupam Rasayan India Limited to perform independent assurance, as defined by International Standards on Assurance Engagements (ISAE 3000), hereafter referred to as the engagement, to report on Anupam Rasayan India Limited Business Responsibility and Sustainability Report (BRSR) FY 22 (the "Subject Matter") for the period from 01st April 2021 to 31st March 2022.

Other than as described in the preceding paragraph, which sets out the scope of our engagement, we did not perform assurance procedures on the remaining information included in the Report, and accordingly, we do not express a conclusion on this information.

### Criteria applied by Anupam Rasayan India Limited

In preparing the Business Responsibility and Sustainability Report (BRSR) FY 22, Anupam Rasayan India Limited applied the Securities and Exchange Board of India (SEBI) BRSR guidelines. As a result, the subject matter information may not be suitable for another purpose.

### Anupam Rasayan India Limited's Responsibilities

Anupam Rasayan India Limited management is responsible for selecting the Criteria, and for presenting the Business Responsibility and Sustainability Report (BRSR) FY 22 in accordance with that Criteria, in all material respects. This responsibility includes establishing and maintaining internal controls, maintaining adequate records and making estimates relevant to the preparation of the the subject matter, such that it is free from material misstatement, whether due to fraud or error.

### EY's Responsibilities

Our responsibility is to express a conclusion on the presentation of the Subject Matter based on the evidence we have obtained.

We conducted our engagement in accordance with the International Standard for Assurance Engagements Other Than Audits or Reviews of Historical Financial Information ('ISAE 3000'). The terms of reference for this engagement as agreed with Anupam Rasayan India Limited. The Subject Matter is presented in accordance with the Criteria, and to issue a report. The nature, timing, and extent of the procedures selected depend on our judgment, including an assessment of the risk of material misstatement, whether due to fraud or error.

We believe that the evidence obtained is sufficient and appropriate to provide a basis for our limited assurance conclusions.

### Our Independence and Quality Control

We have maintained our independence and confirm that we have met the requirements of the Code of Ethics for Professional Accountants issued by the International Ethics Standards Board for Accountants, and have the required competencies and experience to conduct this assurance engagement

EY also applies International Standard on Quality Control 1, Quality Control for Firms that Perform Audits and Reviews of Financial Statements, and Other Assurance and Related Services Engagements, and accordingly maintains a comprehensive system of quality control including documented policies and procedures regarding compliance with ethical requirements, professional standards, and applicable legal and regulatory requirements.



### Description of procedures performed

Procedures performed in a limited assurance engagement vary in nature and timing from and are less in extent than for a reasonable assurance engagement. Consequently, the level of assurance obtained in a limited assurance engagement is substantially lower than the assurance that would have been obtained had a reasonable assurance engagement been performed. Our procedures were designed to obtain a limited level of assurance on which to base our conclusion and do not provide all the evidence that would be required to provide a reasonable level of assurance.

Although we considered the effectiveness of management's internal controls when determining the nature and extent of our procedures, our assurance engagement was not designed to provide assurance on internal controls. Our procedures did not include testing controls or performing procedures relating to checking aggregation or calculation of data within IT systems.

A limited assurance engagement consists of making inquiries, primarily of persons responsible for preparing the sustainability report and related information and applying analytical and other appropriate procedures

Our procedures included:

- Conducted interviews with select personnel at manufacturing units and corporate teams to understand the process for collecting, collating, and reporting the subject matter as per Standards and Securities and Exchange Board of India (SEBI) BRSR guidelines; Checked that the calculation criteria have been correctly applied in accordance with the
- Checked that the calculation criteria have been correctly applied in accordance with the methodologies outlined in the Criteria;
- Undertook analytical review procedures to support the reasonableness of the data through consultations with the site team and sustainability team;
- Review of relevant data, on a selective test basis, for the following units/ locations,
- through consultations with the site team and sustainability team
  - Unit-1A (Sachin GIDC-Surat)
  - Unit-1B (Sachin GIDC-Surat)
  - Unit II (Sachin GIDC-Surat)
  - Unit VI (Sachin GIDC-Surat)
- Review of data on a sample basis, at the above-mentioned locations, pertaining to the following disclosures of BRSR guideline
  - Environmental Topics: Energy (P6.1, P6.9), Water (P6.2), Emissions (P6.4, P6.12), Waste (P6.5);
  - Social Topics: New employee hires and employee turnover (General disclosure), Performance and Career Development Reviews (P3.7), No. of CSR projects in aspirational districts (P8.4), Total beneficiaries of CSR Projects (P8.6)
- Execution of an audit trail of claims and data streams, on a selective test basis, to determine the level of accuracy in the collection, transcription, and aggregation processes followed;
- Review of the Company's plans, policies, and practices, pertaining to their social, environmental, and sustainable development, to be able to make comments on the fairness of Business Responsibility and sustainability reporting.
- Review of the Company's approach towards materiality assessment disclosed in the Report to identify relevant issues
- Review of select qualitative statements in various sections of the Business Responsibility and Sustainability Report (BRSR) FY 22

We also performed such other procedures as we considered necessary in the circumstances



### Emphasis of matter

The assurance scope excludes:

- Data and information outside the defined reporting period (1st April 2021 to 31st March 2022)
- Data and information on the economic and financial performance of the Company
- Data, statements, and claims already available in the public domain through Annual Report, Sustainability Report, or other sources available in the public domain
- The Company's statements that describe the expression of opinion, belief, inference, aspiration, expectation, aim, or future intention provided by the Company
- The Company's compliance with regulations, acts, and guidelines with respect to various regulatory agencies and other legal matters

### Our Conclusion

Based on our procedures and the evidence obtained, we are not aware of any material modifications that should be made to the Business Responsibility and Sustainability Report (BRSR) FY 22 for the period from 01st April 2021 to 31st March 2022, in order for it to be in accordance with the Standards and Securities and Exchange Board of India (SEBI) BRSR guidelines.

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**Restricted use:** This report is intended solely for the information and use of Anupam Rasayan India Limited and is not intended to be and should not be used by anyone other than Anupam Rasayan India Limited.

**For and on behalf of Ernst & Young Associates LLP**

**Shailesh Tyagi**  
19<sup>th</sup> July 2022  
Mumbai, India



## **ANUPAM RASAYAN INDIA LTD.**

### **ANUPAM RASAYAN INDIA LTD**

CORPORATE OFFICE  
Anupam Rasayan India Ltd. India (HQ) 8110,  
Sachin G.I.D.C. Estate,  
Sachin, Surat - 394 230,  
Gujarat, India.