

ANNUAL REPORT 2022-23



**Shree Krishna Paper Mills
& Industries Limited**



BOARD OF DIRECTORS

Mr. Narendra Kumar Pasari	(Managing Director)
Mr. Naynesh Pasari*	(Executive Director)
Mr. Dev Kishan Chanda	(Non-Executive Non-Independent Director)
Mr. Lal Chand Sharma	(Independent Director)
Mr. Prakash Narayan Singh	(Independent Director)
Mrs. Shikha Singhal	(Independent Director)
Mrs. Rakhi Verma**	(Non-Executive Non-Independent Director)

* Appointed w.e.f. August 10, 2023

** Resigned w.e.f. August 10, 2023

CHIEF FINANCIAL OFFICER

Mr. Sanjiv Kumar Agarwal

COMPANY SECRETARY

Mrs. Ritika Priyam

STATUTORY AUDITORS

M/s. Radheshyam Sharma & Co.
Chartered Accountants
Delhi

COST AUDITORS

M/s. Vijender Sharma & Co.
Cost Accountants
Delhi

SECRETARIAL AUDITORS

M/s. BLAK & Co.
Company Secretaries
Ghaziabad, NCR

BANKERS

Bank of India
Bank of Baroda
CSB Bank Ltd.
Union Bank of India

REGISTERED OFFICE

4830/24, Prahlad Street,
Ansari Road, Darya Ganj,
New Delhi-110002
CIN : L21012DL1972PLC279773
Tel. : +91 11 46263200, 23261728
Email : info@skpmil.com
Website : www.skpmil.com

WORKS

Plot No.SPL-A, A-2 & A-3
RIICO Industrial Area,
Vill. Keshwana, Teh. Kotputli,
Distt. Jaipur (Rajasthan)
Pin - 303108

SHARE TRANSFER AGENT

Link Intime India Pvt. Ltd.
Noble Heights, 1st Floor, Plot NH 2,
C-1 Block LSC, Near Savitri Market,
Janakpuri, New Delhi-110058
Tel. : +91 11 49411000
Fax : +91 11 41410591
Email ID : delhi@linkintime.com

CONTENTS

Notice of AGM.....	1	Balance Sheet.....	51
Board's Report.....	14	Statement of Profit & Loss.....	52
Management Discussion and Analysis Report.....	28	Cash Flow Statement.....	53
Corporate Governance Report.....	30	Statement of Changes in Equity.....	54
Independent Auditors' Report.....	43	Notes to the Financial Statement.....	55

NOTICE

NOTICE is hereby given that 51st Annual General Meeting of the members of **Shree Krishna Paper Mills & Industries Limited** will be held on Tuesday, September 26, 2023 at 11:00 A.M. (IST) through Video Conferencing ("VC") / Other Audio Visual Means ("OAVM") facility, to transact the following business:

ORDINARY BUSINESS:

1. To receive, consider and adopt the Audited Financial Statements of the Company for the financial year ended March 31, 2023 together with Reports of the Board of Directors and Auditors thereon.
2. To appoint a Director in place of Mr. Dev Kishan Chanda (DIN: 00407123), who retires by rotation and being eligible, offers himself for re-appointment.

SPECIAL BUSINESS:

3. **To approve appointment of Mr. Naynesh Pasari (DIN: 00519612) as a Whole-time Director (designated as Executive Director) of the Company and fix his remuneration and in this regard, to consider and, if thought fit, to pass, the following resolution as a Special Resolution:**

"RESOLVED THAT pursuant to the provisions of Sections 152, 161 and other applicable provisions of the Companies Act, 2013 ('the Act') and Rules made thereunder (including any statutory modification(s) or re-enactment(s) thereof, for the time being in force) and the Articles of Association of the Company, Mr. Naynesh Pasari (DIN: 00519612) who was appointed as an Additional Director by the Board of Directors with effect from August 10, 2023, and who holds office up to the date of this Annual General Meeting be and is hereby appointed as a Director of the Company, liable to retire by rotation.

RESOLVED FURTHER THAT pursuant to the provisions of Sections 196 and 197 read with Schedule V and other applicable provisions of the Companies Act, 2013 ("Act"), read with the Companies (Appointment and Remuneration of Managerial Personnel) Rules, 2014 and applicable provisions of the Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015 ("SEBI Listing Regulations") [including any statutory modification(s) or re-enactment(s) thereof, for the time being in force] and the enabling provisions of Articles of Association of the Company, and subject to the approval(s), consent(s), permission(s) and/ or sanction(s), if any, of the appropriate authorities, as may be required and subject to such conditions, as may be prescribed by any of them, while granting any such

approval(s), consent(s), permission(s) and/ or sanction(s) and which may be agreed to by the Board of Directors of the Company, approval of the Members be and is hereby accorded to appoint Mr. Naynesh Pasari (DIN: 00519612) as a Whole-time Director (designated as Executive Director) of the Company, liable to retire by rotation for a period of up to 3 (Three) years with effect from August 10, 2023, on such terms and conditions, including remuneration by way of salary, perquisites and other allowances & benefits to be paid to him, as set-out in the Explanatory Statement annexed to this Notice.

RESOLVED FURTHER THAT the Board of Directors including Nomination and Remuneration Committee be and is hereby authorized to increase, alter, vary and modify the said terms and conditions of appointment (including remuneration) payable to Mr. Naynesh Pasari during his tenure, as per the provisions of the Act.

RESOLVED FURTHER THAT where in any financial year, during the tenure of 3 (three) years as a Whole-time Director, if the Company has no profits or its profits are inadequate, the Company may pay to Mr. Naynesh Pasari, the aforementioned remuneration, including any revisions approved by the Board of Directors from time to time, as minimum remuneration, in accordance with provisions of Section 197, 198 and other applicable provisions of the Act and rules made thereunder read with Schedule V to the Act and the SEBI Listing Regulations.

RESOLVED FURTHER THAT the total managerial remuneration payable to Mr. Naynesh Pasari, along with Managing Director or other Executive Director(s) of the Company, in any financial year may exceed the limit of 10% of net profit and overall managerial remuneration payable to all Director(s) may exceed the limit of 11% of net profit of the Company, as prescribed under Section 197 of the Act, read with rules made thereunder.

RESOLVED FURTHER THAT the Board of Directors of the Company be and is hereby authorized to do all such acts, deeds, things etc. and to sign all such documents and writings as may be necessary to give effect to the aforesaid resolution and to deal with all matters connected therewith or incidental thereto, without seeking any further approval of the Members of the Company."

4. **To approve the related party transaction with Govinda Power & Products Private Limited and in this regard, to consider and, if thought fit, to pass, the following resolution as an Ordinary Resolution:**

"RESOLVED THAT pursuant to the provisions of Section 188 and other applicable provisions of the Companies

Act, 2013 and Rules made thereunder (including any statutory modification or re-enactment thereof for the time being in force), consent of the Members of the Company be and is hereby accorded for entering into agreement(s)/contract(s)/ transaction(s) with Govinda Power & Products Private Limited, a related party, for sale & purchase transaction in respect of paper and other allied products and/or receipt/payment of commission on the terms and conditions as specified in the Explanatory Statement annexed to this Notice.

RESOLVED FURTHER THAT the Board of Directors of the Company be and are hereby authorized to do all such acts, deeds and things and to sign, execute all such documents, agreements and writings as may be necessary to give effect to this resolution and for matters connected therewith or incidental thereto."

5. To approve the related party transaction with Gopala Sales Private Limited, and in this regard, to consider and, if thought fit, to pass the following resolution as an Ordinary Resolution:

"RESOLVED THAT pursuant to the provisions of Section 188 and other applicable provisions of the Companies Act, 2013 and Rules made thereunder (including any statutory modification or re-enactment thereof for the time being in force), consent of the Members of the Company be and is hereby accorded for entering into agreement(s)/contract(s)/ transaction(s) with Gopala Sales Private Limited, a related party, for sale & purchase transaction in respect of paper and other allied products and/or receipt/payment of commission, on the terms and conditions as specified in the Explanatory Statement annexed to this Notice.

RESOLVED FURTHER THAT the Board of Directors of the Company be and are hereby authorized to do all such acts, deeds and things and to sign, execute all such documents, agreements and writings as may be necessary to give effect to this resolution and for matters connected therewith or incidental thereto."

6. To ratify the remuneration of Cost Auditors for the financial year ending March 31, 2024 and, in this regard, to consider and if thought fit, to pass the following resolution, as an Ordinary Resolution:

"RESOLVED THAT pursuant to the provisions of Section 148(3) and all other applicable provisions, if any, of the Companies Act, 2013 read with Rule 14 of the Companies (Audit and Auditors) Rules, 2014 (including any statutory modification(s) or re-enactment thereof, for the time being in force), the consent of the Members of the Company be and is hereby accorded to ratify the remuneration decided by the Board of Directors, based on the recommendation of the Audit Committee, amounting to Rs. ₹ 90,000/- (Rupees Ninety Thousand only) plus

taxes at the applicable rates and reimbursement of out of pocket expenses to M/s. Vijender Sharma & Co., Cost Accountants, Delhi (Firm Registration No.000180) who have been appointed by the Board of Directors of the Company for conducting the audit of cost records of the Company for the financial year ending March 31, 2024.

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

Registered Office:

4830/24, Prahlad Street,
Ansari Road, Darya Ganj,
New Delhi-110002
CIN: L21012DL1972PLC279773
Tel: +91 11 46263200

E-mail: info@skpml.com
Website: www.skpml.com
Place: New Delhi
Date: August 10, 2023

By order of the Board of Directors
For Shree Krishna Paper Mills & Industries Limited

Ritika Priyam
Company Secretary
Membership No. A53502

NOTES:

1. The Register of Members and Share Transfer Books of the Company will remain closed from **20.09.2023 (Wednesday) to 26.09.2023 (Tuesday)** (both days inclusive) for the purpose of 51st AGM.
2. An Explanatory Statement pursuant to Section 102 of the Companies Act, 2013 ("Act") relating to the Special Business to be transacted at the Meeting is annexed hereto.
3. In view of the continuing Covid-19 pandemic, the Ministry of Corporate Affairs ("MCA") vide its General Circular No. 14/2020 dated April 08, 2020, Circular No.17/2020 dated April 13, 2020, Circular No. 20/2020 dated May 05, 2020, Circular No. 39/2020 dated December 31, 2020, Circular No. 02/2021 dated January 13, 2021, Circular No. 21/2021 dated December 14, 2021, Circular No. 03/2022 dated May 5, 2022, Circular No. 10/2022 and 11/2022 dated December 28, 2022 and all other relevant circulars issued time to time (collectively referred to as "MCA Circulars") and Securities and Exchange Board of India ("SEBI") vide its circular no. SEBI/HO/CFD/PoD-2/P/CIR/2023/4 dated January 5, 2023 have permitted Companies to conduct Annual General Meeting ("AGM") through Video Conferencing (VC) and Other Audio Visual Means ("OAVM") without the physical presence of the Members at a Common Venue. In accordance with the said circulars of MCA, SEBI and applicable provisions of the Companies Act, 2013 ("the Act") and SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 ("SEBI Listing Regulations"), 51st AGM

of the Company is being held through VC/OAVM facility.

The Registered Office of the Company i.e. 4830/24, Prahlad Street Ansari Road, Darya Ganj New Delhi-110002 shall be deemed venue for the AGM.

e-AGM: The Company has appointed Link Intime India Pvt. Ltd., Registrars and Transfer Agents, to provide Video Conferencing (VC) / Other Audio Visual Means (OAVM) facility for the Annual General Meeting and the attendant enablers for conducting of the e-AGM.

4. Since this AGM is being held through VC pursuant to the MCA Circulars, physical attendance of shareholders has been dispensed with. Accordingly, the facility for appointment of proxies by the shareholders will not be available for the AGM. Accordingly, Proxy Form, Attendance Slip and Route Map of Meeting, are not annexed hereto. However, Body Corporates / Institutional shareholders are entitled to appoint authorised representatives through duly certified copy of the relevant Board Resolution to attend and vote at the AGM through VC/ OAVM facility.
5. Members attending the AGM through VC/OAVM facility shall be counted for the purpose of reckoning the quorum under section 103 of the Act.
6. Details of Directors seeking appointment / re-appointment at this AGM pursuant to Regulation 36(3) of the SEBI Listing Regulations and Secretarial Standard -2 on General Meetings issued by the Institute of Company Secretaries of India are annexed to this Notice.
7. The Notice of AGM and Annual Report will be sent to those Members/ beneficial owners whose name appears in the Register of Members/ list of beneficiaries received from the Depositories as on **Friday, August 25, 2023**.
8. Relevant documents, if any, referred to in the notice and in the explanatory statement are open for inspection at the registered office of the Company during the business hours on any working day (except Saturday, Sunday and Public Holiday) between 11.00 a.m. to 1.00 p.m. up to the date of the Annual General Meeting.
9. All the documents referred to in the accompanying Notice of AGM shall be available for inspection from the date of circulation of this Notice up to the date of AGM, upon the request being sent on cs@skpmil.com
10. As per Regulation 40 of the SEBI Listing Regulations, as amended, securities of listed companies can be transferred only in dematerialized form w.e.f. April 1 2019. Further, SEBI has mandated listed companies to issue securities in dematerialized form while processing service request for issue of duplicate securities certificate, claim from Unclaimed Suspense Account, renewal/exchange of securities certificate, endorsement, sub- division/splitting of securities certificate, consolidation of securities

certificates/folios, transmission, transposition, etc.

In view of the above and to eliminate the risks associated with physical shares and to avail various benefits of dematerialization, Members are advised to dematerialize their shares held in physical form. Members can contact the Company or Company's Registrars and Transfer Agents, Link Intime India Pvt. Ltd in this regard.

11. SEBI vide its Circular No. SEBI/HO/MIRSD/MIRSD-PoD1/P/CIR/2023/37 dated March 16, 2023, has extended the timeline for mandatory furnishing of PAN, nomination, contact details (postal address with PIN, mobile number & E-mail address), bank account details (bank name & branch, bank account number and IFSC code) and specimen signature ('mandatory KYC'), by security holders holding securities in physical form up to September 30, 2023. Accordingly, Members holding shares in physical form are requested to complete the mandatory KYC by sending an E-mail request along with duly signed forms to Company's Registrars and Transfer Agents, Link Intime India Pvt. Ltd at Noble Heights, 1st Floor, NH -2, C1- Block LSC, Near Savitri Market, Janakpuri, New Delhi – 110058 and E-mail ID: delhi@linkintime.co.in, before September 30, 2023. As per SEBI circular, non-availability of any of the above documents/ details with Link Intime India Pvt. Ltd on or after October 1, 2023 will result in freezing of the physical shareholders' folios. Members holding shares in demat form are requested to submit/update their KYC details with their respective Depository Participant.
12. Non-Resident Indian members are requested to inform Company/RTA, regarding:
 - Change in their residential status on return to India for permanent settlement.
 - Particulars of their bank account maintained in India with complete name, branch, account type, account number, IFSC Code and address of the Bank with pin code number, if not furnished earlier.
13. Pursuant to Section 101 and 136 of the Act read with relevant rules made thereunder and Regulation 36 of the SEBI Listing Regulations and circulars issued by Ministry of Corporate Affairs, from time to time, companies can serve Annual Report and other communications through electronic mode to those Members who have registered their e-mail address either with the Company or with the Depository Participants ("DP"). Member(s) holding shares in physical form and who have not registered their e-mail address with the Company/ RTA can now register the same by sending an email to Compliance Officer of the Company at cs@skpmil.com and/ or by sending a request to Link Intime India Pvt. Ltd , Registrar and Share Transfer Agent ("RTA") of the Company. Members holding shares in demat form are requested to register their e-mail

address with their DP only. The registered e-mail address will be used for sending future communications.

14. In compliance with the aforesaid MCA Circulars and SEBI Circulars, Notice of the AGM along with the Integrated Annual Report 2022-23 is being sent only through electronic mode to those Members whose e-mail addresses are registered with the Company/ Depositories/Registrar & Transfer Agent ('RTA'), unless any Member has requested for a physical copy of the same. The Notice of AGM and Annual Report 2022-23 are available on the Company's website at www.skpmil.com and may also be accessed from the relevant section of the websites of the Stock Exchanges i.e. BSE Limited at www.bseindia.com
15. Members seeking any information / clarification on the accounts or any matter to be placed at the AGM are requested to write to the Company at least seven days prior to the date of meeting from their registered email address mentioning their name, DPID and Client ID Folio no so as to enable the Management to keep the information ready.
16. Members can avail the facility of nomination in respect of their shareholding pursuant to the provisions of section 72 of the Act read with Rule 19(1) of the Companies (Share Capital and Debentures) Rules, 2014. Members holding shares in physical form desiring to avail of this facility may send their nomination in the prescribed Form No. SH-13 duly filled in to Link Intime India Pvt. Ltd. having their office at Noble Heights, 1st Floor, NH -2, C1- Block LSC, Near Savitri Market, Janakpuri, New Delhi - 110058 or send an E-mail at: delhi@linkintime.co.in.

If a Member desires to cancel the earlier nomination and record fresh nomination, he/she may submit the same in Form No. SH-14. Both the forms are available on the Company's website at the web-link: [https://www.skpmil.com/Investor Information](https://www.skpmil.com/Investor%20Information)

Members holding shares in demat form may contact their respective Depository Participants for availing this facility.

17. Members are requested to: -
 - a) Quote DP ID and Client ID/Ledger Folio numbers in all their correspondence;
 - b) Approach the RTA for consolidation of multiple ledger folios into one; and
 - c) To avoid inconvenience, get shares transferred in joint names, if they are held in a single name and/or appoint a nominee.
18. In compliance with the provisions of Section 108 of the Act read with Rule 20 of the Companies (Management and Administration) Rules, 2014 (as amended), Regulation

44 of the SEBI Listing Regulations (as amended), MCA Circulars and the SEBI Circulars, the Company is providing its Members the facility to exercise their right to vote on resolutions proposed to be considered at the AGM by electronic means (by using the electronic voting system provided by Link Intime India Pvt Ltd.) either by (i) remote e-voting prior to the AGM or (ii) remote e-voting during the AGM. Instructions for Members for attending the AGM through VC/OAVM are explained in this Notice.

19. The Members can opt for only one mode of remote e-voting i.e. either prior to the AGM or during the AGM. The Members present at the Meeting through VC/OAVM who have not already cast their vote by remote e-voting prior to the Meeting shall be able to exercise their right to cast their vote by remote e-voting during the Meeting. The Members who have cast their vote by remote e-voting prior to the AGM are eligible to attend the Meeting but shall not be entitled to cast their vote again.
20. Members desiring to exercise their vote by e-voting are requested to carefully read the enclosed instructions which *inter-alia* provide the process and manner for e-voting, login ID, generating password and time schedule including the time period during which the votes may be cast etc.
21. The Board of Directors has appointed Mr. Manish Kumar Bansal (Advocate) partner of Globiz Legal, as the Scrutinizer to scrutinize the remote e-voting process, in a fair and transparent manner.
22. Members are requested to notify immediately any change in their address:
 - i) to their Depository Participants (DP) in respect of shares held in dematerialized form, and
 - ii) to the Company at its registered office or its Registrar & Share Transfer Agent, Link Intime India Pvt Ltd. in respect of their physical shares, if any, quoting their Folio Number.
23. Members of the Company holding shares either in physical form or electronic form, as on **Tuesday, September 19, 2023 (i.e. cut-off date)**, may cast their vote by remote e-Voting. The voting rights of members shall be in proportion to their shares of the Paid-up equity share capital of the Company as on the cut-off date.
24. The remote e-Voting period commences on **Saturday, September 23, 2023 at 9:00 a.m. (IST) and ends on Monday, September 25, 2023 at 5:00 p.m. (IST)**. The remote e-Voting module shall be disabled by Link Intime India Pvt Ltd. for voting thereafter. Once the vote on a resolution is cast by the Member, the Member shall not be allowed to change it subsequently.

INSTRUCTIONS FOR REMOTE E-VOTING

As per the SEBI circular dated December 9, 2020 on e-Voting facility provided by Listed Companies, Individual shareholders holding securities in demat mode are allowed to vote through their demat account maintained with their respective Depositories/ Depository Participants as detailed below. 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:

1. Individual Shareholders holding securities in demat mode with NSDL :

- (i) Existing IDeAS user can visit the e-Services website of NSDL viz... <https://eservices.nsdl.com> either on a personal computer or on a mobile. On the e-Services home page click on the "Beneficial Owner" icon under "Login" which is available under 'IDeAS' section, this will prompt you to enter your existing User ID and Password. After successful authentication, you will be able to see e-Voting services under Value added services. Click on "Access to e-Voting" under e-Voting services and you will be able to see e-Voting page. Click on Company name or e-Voting service provider name i.e. LINKINTIME and you will be re-directed to "InstaVote" website for casting your vote during the remote e-Voting period.
- (ii) If you are not registered for IDeAS e-Services, option to register is available at <https://eservices.nsdl.com>. Select «Register Online for IDeAS Portal» or click at <https://eservices.nsdl.com/SecureWeb/IdeasDirectReg.jsp>.
- (iii) Visit the e-Voting website of NSDL. Open web browser by typing the following URL: <https://eservices.nsdl.com> either on a personal computer or on a mobile. Once the home page of e-Voting system is launched, click on the icon «Login» which is available under Shareholder/Member section. A new screen will open. You will have to enter your User ID (i.e. your sixteen-digit demat account number hold with NSDL), Password/OTP and a Verification Code as shown on the screen. After successful authentication, you will be redirected to NSDL Depository site wherein you can see e-Voting page. Click on Company name or e-Voting service provider name i.e. LINKINTIME and you will be redirected to "InstaVote" website for casting your vote during the remote e-Voting period.

2. Individual Shareholders holding securities in demat mode with CDSL :

- (i) Existing users who have opted for Easi / Easiest, 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/myeasinew/home/login> or www.cdslindia.com and click on New System Myeasi.
- (ii) After successful login of Easi/Easiest the user will be able to see the e-Voting Menu. The Menu will have links of e-Voting service provider i.e. LINKINTIME. Click on LINKINTIME and you will be redirected to "InstaVote" website for casting your vote during the remote e-Voting period.
- (iii) If the user is not registered for Easi/Easiest, option to register is available at <https://web.cdslindia.com/myeasinew/Registration/EasiRegistration>
- (iv) Alternatively, the user can directly access e-Voting page by providing demat account number and PAN No. from a link in www.cdslindia.com home page. The system will authenticate the user by sending OTP on registered Mobile & Email as recorded in the demat account. After successful authentication, user will be provided links for the respective ESP i.e. LINKINTIME. Click on LINKINTIME and you will be redirected to "InstaVote" website for casting your vote during the remote e-Voting period.

3. Individual Shareholders (holding securities in demat mode) login through their Depository Participants :

You can also login using the login credentials of your demat account through your Depository Participant registered with NSDL/CDSL for e-Voting facility. Upon logging in, you will be able to see e-Voting option. Click on e-Voting option, you will be redirected to NSDL/CDSL Depository site after successful authentication, wherein you can see e-Voting feature. Click on company name or e-Voting service provider name i.e. LINKINTIME and you will be redirected to "InstaVote" website for casting your vote during the remote e-Voting period.

Login method for Individual shareholders holding securities in physical form/ Non-Individual Shareholders holding securities in demat mode is given below:

Individual Shareholders of the Company, holding shares in physical form/ Non-Individual Shareholders holding securities in demat mode as on the cut-off date for e-voting may register for e-Voting facility of Link Intime as under:

1. Open the internet browser and launch the URL: <https://instavote.linkintime.co.in>

2. Click on “Sign Up” under ‘SHAREHOLDER’ tab and register with your following details:

A. User ID: Shareholders holding shares in physical form shall provide Event No. + Folio Number registered with the Company. Shareholders holding shares in NSDL demat account shall provide 8 Character DP ID followed by 8 Digit Client ID; Shareholders holding shares in CDSL demat account shall provide 16 Digit Beneficiary ID.

B. PAN: Enter your 10-digit Permanent Account Number (PAN). Shareholders who have not updated their PAN with the Depository Participant (DP)/ Company shall use the sequence number provided to you, if applicable.

C. DOB/DOI: Enter the Date of Birth (DOB) / Date of Incorporation (DOI) (As recorded with your DP / Company - in DD/MM/YYYY format).

D. Bank Account Number: Enter your Bank Account Number (last four digits), as recorded with your DP/ Company.

**Shareholders holding shares in physical form but have not recorded ‘C’ and ‘D’, shall provide their Folio number in ‘D’ above*

**Shareholders holding shares in NSDL form, shall provide ‘D’ above*

▶ Set the password of your choice (The password should contain minimum 8 characters, at least one special Character (@!#\$%&*), at least one numeral, at least one alphabet and at least one capital letter).

▶ Click “confirm” (Your password is now generated).

3. Click on ‘Login’ under ‘SHAREHOLDER’ tab.
4. Enter your User ID, Password and Image Verification (CAPTCHA) Code and click on ‘Submit’.

Cast your vote electronically:

1. After successful login, you will be able to see the notification for e-voting. Select ‘View’ icon.
2. E-voting page will appear.
3. Refer the Resolution description and cast your vote by selecting your desired option ‘Favour / Against’ (If you wish to view the entire Resolution details, click on the ‘View Resolution’ file link).
4. After selecting the desired option i.e. Favour / Against, click on ‘Submit’. A confirmation box will be displayed. If you wish to confirm your vote, click on ‘Yes’, else to change your vote, click on ‘No’ and accordingly modify your vote.

Guidelines for Institutional Shareholders:

Institutional Shareholders (i.e. other than Individuals, HUF,

NRI etc.) and Custodians are required to log on the e-voting system of LIPL at <https://instavote.linkintime.co.in> and register themselves as ‘Custodian / Mutual Fund / Corporate Body’. They are also required to upload a scanned certified true copy of the board resolution /authority letter/power of attorney etc. together with attested specimen signature of the duly authorised representative(s) in PDF format in the ‘Custodian / Mutual Fund / Corporate Body’ login for the Scrutinizer to verify the same.

Helpdesk for Individual Shareholders holding securities in physical mode/ Institutional Shareholders:

Shareholders facing any technical issue in login may contact Link Intime INSTAVOTE helpdesk by sending a request at enotices@linkintime.co.in or contact on: - Tel: 022 – 4918 6000.

Helpdesk for Individual Shareholders holding securities in demat mode:

Individual Shareholders holding securities in demat mode may contact the respective helpdesk for any technical issues related to login through Depository i.e. NSDL and CDSL.

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

Individual Shareholders holding securities in Physical mode has forgotten the password:

If an Individual Shareholder holding securities in Physical mode has forgotten the USER ID [Login ID] or Password or both then the Shareholder can use the “Forgot Password” option available on the e-Voting website of Link Intime: <https://instavote.linkintime.co.in>

- o Click on ‘Login’ under ‘SHAREHOLDER’ tab and further Click ‘forgot password?’
- o Enter User ID, select Mode and Enter Image Verification code (CAPTCHA). Click on “SUBMIT”.

In case Shareholder is having valid email address, password will be sent to his / her registered e-mail address. Shareholder can set the password of his/her choice by providing the information about the particulars of the Security Question and Answer, PAN, DOB/DOI, Bank Account Number (last four digits) etc. as mentioned above. The password should contain minimum 8 characters, at least one special character (@!#\$%&*), at least one numeral, at least one alphabet and at least one capital letter.

User ID for Shareholders holding shares in Physical Form (i.e. Share Certificate): Your User ID is Event No. + Folio Number

registered with the Company.

Individual Shareholders holding securities in demat mode with NSDL/ CDSL has forgotten the password:

Shareholders who are unable to retrieve User ID/ Password are advised to use Forget User ID and Forget Password option available at above mentioned depository/ depository participants website.

- It is strongly recommended not to share your password with any other person and take utmost care to keep your password confidential.
- For Shareholders/ Members holding shares in physical form, the details can be used only for voting on the resolutions contained in this Notice.
- During the voting period, Shareholders/ Members can login any number of time till they have voted on the resolution(s) for a particular "Event".

PROCESS AND MANNER FOR ATTENDING THE FIFTY FIRST ANNUAL GENERAL MEETING THROUGH INSTAMEET:

1. Open the internet browser and launch the URL: <https://instameet.linkintime.co.in>

- ▶ Select the "**Company**" and '**Event Date**' and register with your following details: -
 - A. Demat Account No. or Folio No:** Enter your 16 digit Demat Account No. or Folio No.
 - Shareholders/ Members holding shares in **CDSL demat account shall provide 16 Digit Beneficiary ID**
 - Shareholders/ Members holding shares in **NSDL demat account shall provide 8 Character DP ID followed by 8 Digit Client ID.**
 - Shareholders/ Members holding shares in **physical form shall provide** Folio Number registered with the Company.
 - B. PAN:** Enter your 10-digit Permanent Account Number (PAN). Members who have not updated their PAN with the Depository Participant (DP)/ Company shall use the sequence number provided to you, if applicable.
 - C. Mobile No.:** Enter your mobile number.
 - D. Email ID:** Enter your email ID, as recorded with your DP/Company.
- ▶ Click "Go to Meeting" (You are now registered for InstaMeet and your attendance is marked for the meeting).

Please refer the instructions (annexure) for the software requirements and kindly ensure to install the same on the device which would be used to attend the meeting. Please read the instructions carefully and participate in the meeting. You may also call upon the InstaMeet Support Desk for any support on the dedicated number provided to you in the instruction/ InstaMEET website.

Instructions for Shareholders/ Members to Speak during the

Annual General Meeting through InstaMeet:

1. Shareholders who would like to speak during the meeting must register their request mentioning their name, demat account number/folio number, email ID, mobile number at least 3 days in advance, with the Company on email id: cs@skpmil.com on or before, 5:00 P.M. (IST) on Saturday September 23, 2023.
2. Shareholders will get confirmation on first come first served basis.
3. Shareholders will receive "speaking serial number" once they mark attendance for the meeting.
4. Only those members who have registered themselves as a speaker will be allowed to express their views/ask questions during the e-AGM.
5. Other Shareholder may ask questions to the panellist, via active chat-board during the meeting.
6. The Company reserves the right to restrict the number of speakers depending on the availability of time for the e-AGM.
7. Please remember speaking serial number and start your conversation with panellist by switching on video mode and audio of your device.

Shareholders are requested to speak only when moderator of the meeting/ management will announce the name and serial number for speaking.

Instructions for Shareholders/ Members to Vote during the Annual General Meeting through InstaMeet:

Once the electronic voting is activated by the scrutinizer/ moderator during the meeting, Shareholders/ Members who have not exercised their vote through the remote e-voting can cast the vote as under:

On the Shareholders VC page, click on the link for e-Voting "Cast your vote"

1. Enter your 16 digit Demat Account No. / Folio No. and OTP (received on the registered mobile number/ registered email ID) received during registration for InstaMEET and click on 'Submit'.
2. After successful login, you will see "Resolution Description" and against the same the option "Favour/ Against" for voting.
3. Cast your vote by selecting appropriate option i.e. "Favour/Against" as desired. Enter the number of shares (which represents no. of votes) as on the cut-off date under "Favour/Against".
4. After selecting the appropriate option i.e. "Favour/ Against" as desired and you have decided to vote, click on "Save". A confirmation box will be displayed. If you wish to confirm your vote, click on "Confirm", else to

change your vote, click on “Back” and accordingly modify your vote.

5. Once you confirm your vote on the resolution, you will not be allowed to modify or change your vote subsequently.

Note: Shareholders/ Members, who will be present in the Annual General Meeting through InstaMeet facility and have not casted their vote on the Resolutions through remote e-Voting and are otherwise not barred from doing so, shall be eligible to vote through e-Voting facility during the meeting. Shareholders/ Members who have voted through Remote e-Voting prior to the Annual General Meeting will be eligible to attend/ participate in the Annual General Meeting through InstaMeet. However, they will not be eligible to vote again during the meeting.

Shareholders/ Members are encouraged to join the Meeting through Tablets/ Laptops connected through broadband for better experience.

Shareholders/ Members are required to use Internet with a good speed (preferably 2 MBPS download stream) to avoid any disturbance during the meeting.

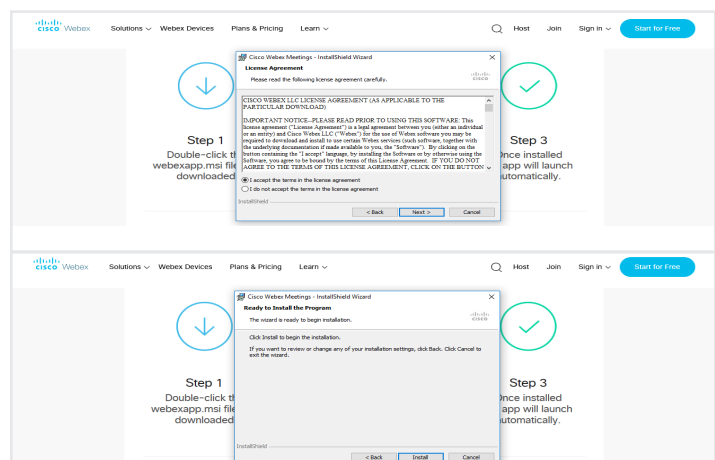
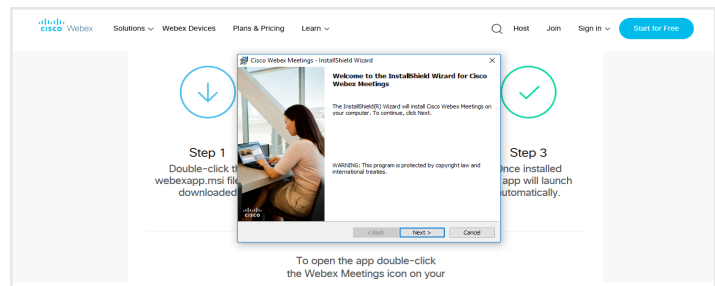
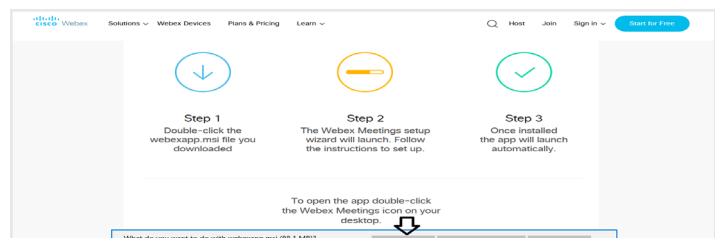
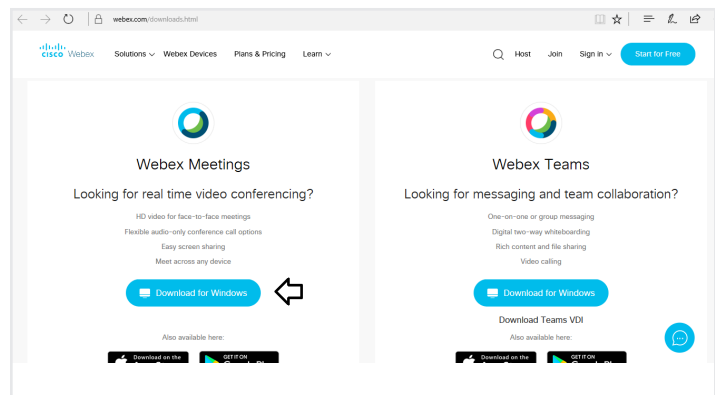
Please note that Shareholders/ Members connecting from Mobile Devices or Tablets or through Laptops connecting via Mobile Hotspot may experience Audio/Visual loss due to fluctuation in their network. It is therefore recommended to use stable Wi-Fi or LAN connection to mitigate any kind of aforesaid glitches.

In case Shareholders/ Members have any queries regarding login/ e-voting, they may send an email to instameet@linkintime.co.in or contact on: - Tel: 022-49186175.

Guidelines to attend the AGM proceedings of Link Intime India Pvt. Ltd.: InstaMEET

For a smooth experience of viewing the AGM proceedings of Link Intime India Pvt. Ltd. InstaMEET, Shareholders/ Members who are registered as speakers for the event are requested to download and install the Webex application in advance by following the instructions as under:

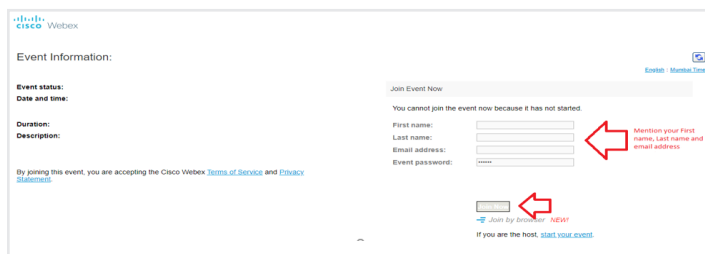
- a) Please download and install the Webex application by clicking on the link <https://www.webex.com/downloads.html/>



Or

- b) If you do not want to download and install the Webex application, you may join the meeting by following the process mentioned as under:

Step 1	Enter your First Name, Last Name and Email ID and click on join now.
1 (A)	If you have already installed the Webex application on your device, join the meeting by clicking on join now
1 (B)	If Webex application is not installed, a new page will appear giving you an option to either Add Webex to chrome or Run a temporary application. Click on Run a temporary application, an exe file will be downloaded. Click on this exe file to run the application and join the meeting by clicking on join now



GENERAL GUIDELINES FOR SHAREHOLDERS

- Any person, who acquires shares of the Company and become member of the Company after dispatch of the notice and holding shares as on the cut-off date, may obtain the login ID and password by sending a request at instameet@linkintime.co.in.
- The Scrutinizer shall immediately after the conclusion of voting at the AGM, unblock the votes cast through remote e-voting and e-voting on the date of the AGM and make, not later than 2 working days of the conclusion of the Meeting, a consolidated Scrutinizer's Report of the total votes cast in favour or against, if any, forthwith to the Chairman or any person authorized by him in writing and the Results shall be declared by the Chairman or any person authorized by him thereafter.
- The Results declared along with the Scrutinizer's Report shall be placed on the website of the Company www.skpmil.com and on the website of Link Intime India Pvt. Ltd. instavote.linkintime.co.in immediately after the declaration of result by the Chairman or any person authorized by him in writing. The results shall also be forwarded to the stock exchanges where the shares of the Company are listed.
- The resolutions, if passed by requisite majority, shall be deemed to have been passed on the date of the AGM i.e. September 26, 2023.

Annexure I

Details of Directors seeking appointment/re-appointment

Disclosure required under Regulation 26(4) and 36 (3) of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 and Secretarial Standard - 2 in respect of Directors seeking appointment/re-appointment:

Particulars	Mr. Naynesh Pasari	Mr. Dev Kishan Chanda
DIN	00519612	00407123
Date of Birth(Age in years)	03.07.1982 (41 Years)	14.10.1948 (74 Years)
Date of Appointment	10.08.2023	23.02.2021
Qualification	MBA in the stream of Finance from Walthan, USA	Commerce Graduate
Experience in specific functional areas	Rich experience in the field of accounting, marketing, export import, finance and other allied areas.	More than 27 years of rich experience in the field of Cost Management
Directorship held in other entities	1. Gopala Sales Private Limited 2. Inficore Visions Private Limited	NIL
Membership/ Chairmanship of Committees of listed entities (includes only Audit Committee and Stakeholders' Relationship Committee)	Stakeholder Relationship Committee and Corporate Social Responsibility Committee in the Company only.	Audit Committee, Stakeholder Relationship Committee and Corporate Social Responsibility Committee in the Company only.
Number of shares held in the Company	NIL	NIL
Terms and Condition of appointment/re-appointment	As Per policy of Director, KMP and Senior Management (weblink mentioned in Board Report)	As Per policy of Director, KMP and Senior Management (weblink mentioned in Board Report)
Relationship with any Director(s)/ KMP of the Company	He is son of Mr. Narendra Kumar Pasari, Managing Director of the Company	None
Number of Board Meeting attended during the year	NIL	As mentioned in the Corporate Governance Report

EXPLANATORY STATEMENT

(Pursuant to Section 102 of the Companies Act, 2013)

Item No. 3

The Board of Directors of the Company (based on the recommendation of Nomination and Remuneration Committee) in their meeting held on August 10, 2023, has appointed Mr. Naynesh Pasari as an Additional Director and Whole-time Director (designated as Executive Director) of the Company, liable to retire by rotation, for a period of up to 3 (Three) years with effect from August 10, 2023. Earlier he has provided services to the Company as a Business Development Advisor after having approval from the shareholders. He has now discontinued his services w.e.f August 1, 2023.

Mr. Naynesh Pasari is an MBA in the stream of Finance from Walthan, USA. He has wide experience in Paper Industry. He possesses the requisite skill sets i.e. competencies and exposure in areas including business, finance, risk oversight and governance as prescribed by the Board in the context of Company's business. During his services as Business Development Advisor, the Business of the Company has grown

over the years and it is expected that this growth will continue in future also. The Board is of the opinion, after evaluation of his qualifications, experience and other attributes, that his induction on the Board would be of immense benefit to the Company.

In terms of the applicable provisions of the Companies Act, 2013 ("Act") and the Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015 ("SEBI Listing Regulations"), it is proposed to seek approval of the Members for appointment and remuneration payable to Mr. Naynesh Pasari, as a Whole-time Director (designated as Executive Director) of the Company.

Mr. Naynesh Pasari satisfies all the conditions set-out in Section 196(3) read with Part-I of Schedule V to the Act and is eligible for appointment. The remuneration proposed to be paid to Mr. Naynesh Pasari is as per the Remuneration Policy of the Company. Mr. Naynesh Pasari has given his consent to act as a Director and a declaration to the effect that he is not disqualified to act as a Director in terms of Section 164 of the Act and is not debarred from holding the office of Director by virtue of any SEBI order or any other such authority. In terms of Section 160 of the Companies Act, 2013, the Company has received a notice in writing from a Member, proposing his candidature for appointment.

The composition of the Board of the Company post induction of Mr. Naynesh Pasari, if approved by the Members, will continue to be in compliance with the requirements of Regulation 17 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 ("SEBI Listing Regulations") and the Act. The proposed appointment is in line with the policy on appointment of Directors and Senior Management and Policy on remuneration of Directors of the Company. His Directorship/ Committee memberships are within the statutorily permitted limits.

Broad particulars of the terms of appointment and remuneration payable to Mr. Naynesh Pasari, are as under:

- a. Basic Salary : ₹ 2,00,000/- (Rupees Two Lakhs only) per month with an annual increment of such amount per month as per discretion of the Board or any committee thereof.
- b. HRA: @50% of the basic salary per month.
- c. The Company's contribution to superannuation or annuity fund, gratuity payable, personal and medical insurance and encashment of leave, as per the rules of the Company, shall be in addition to the remuneration under (a) above.
- d. Perquisites, allowances and remuneration based on net profit or by way of bonus/ performance linked incentive payable to Mr. Naynesh Pasari, as recommended by NRC, shall be in addition to the remuneration prescribed above. The said perquisites shall be evaluated, wherever

applicable, as per the provisions of the Income tax Act, 1961 and rules made thereunder or any statutory modification(s) or re-enactment(s) thereof.

- e. Reimbursement of Expenses: Expenses incurred for travelling, boarding and lodging during business trips and provision of car(s) for use on the Company's business and communication expenses shall be reimbursed at actuals and not considered as perquisite.
- f. General:
 - (i) The Whole-time Director shall perform his duties in the interest of the Company.
 - (ii) The Whole-time Director shall act in accordance with the Articles of Association of the Company and shall abide by the provisions contained in the Act and Rules made thereunder read with the SEBI Listing Regulations.
 - (iii) The Whole-time Director shall adhere to the Code of Conduct of the Company and shall also comply with the other policies and laws applicable on the Company.
 - (iv) The terms and conditions of the appointment (including remuneration) of Mr. Naynesh Pasari may be altered, varied or modified by the Board of Directors (including NRC), from time to time, in terms of Schedule V and other applicable provisions of the Act.
 - (v) Pursuant to the provisions of the Section 197 read with Schedule V to the Act, in the event of loss or inadequacy of profits in any financial year, Company may pay the abovementioned remuneration, including any subsequent revisions approved by the Board of Directors from time to time, as minimum remuneration to Mr. Naynesh Pasari for a period of up to 3 (Three) years with effect from August 10, 2023.

The above may be treated as a written memorandum setting out the terms of appointment of Mr. Naynesh Pasari pursuant to the provisions of Section 190 of the Act.

Details about Mr. Naynesh Pasari pursuant to the provisions of the SEBI Listing Regulations and the Act (including Secretarial Standard on General Meetings issued by the Institute of Company Secretaries of India) are annexed and form part of this Notice.

Further, the total managerial remuneration payable to Mr. Naynesh Pasari, along with Managing Director or other Executive Director(s) of the Company, in any financial year, may exceed the limit of 10% of net profit and overall managerial remuneration payable to all Director(s) may exceed the limit of 11% of net profit of the Company, as prescribed under Section 197 of the Act, read with rules made

thereunder or other applicable provisions or any statutory modifications thereof. Hence, the approval of the Members is sought by way of special resolution pursuant to the provisions of Section 197 of the Act and rules made thereunder read with Schedule V to the Act.

Statement of information/ details for the Members pursuant to Section II of Part II of Schedule V to the Act:

I. General Information :

- (1) Nature of Industry :
Manufacturing of paper
- (2) Date of commencement of commercial production :
Third quarter of the calendar year 1974
- (3) In case of new company, expected date of commencement of activities as per project approved by financial institutions appearing in the prospectus : N.A.
- (4) Financial performance :

(₹ in lakhs)

Financial Parameters	2022-23	2021-22	2020-21
Revenue from operations	17787.69	10347.57	6,940.60
Net Profit/(Loss) after tax	1256.22	(131.46)	(327.44)
EPS (₹)	9.29	(0.97)	(2.42)

- (5) Foreign Investments or collaborations, if any:
WPS PTE. LTD., Singapore and Mr. Vijay Kumar Gupta, NRI have invested in securities of the Company.

II. Information about the Appointee:

(1) Background details:

Mr. Naynesh Pasari holds an MBA degree in the stream of Finance from Waltham, USA. He has wide experience in Paper Industry. During his tenure as Business Development Advisor, he has been involved in the affairs of the Company and has always administered his valuable service and significant contributions to the Company. He holds Directorship in Inficore Visions Private Limited and Gopala Sales Private Limited.

(2) Past remuneration:

NIL

(3) Recognition or awards:

NIL

(4) Job Profile and his suitability:

Mr. Naynesh Pasari has served with the Company as Business Development Advisor. During his services, the Business of the Company has grown over the years. Considering his good understanding of managerial skills, domain knowledge, performance

and rich experience, the Board of Directors has recommended his appointment as Whole-time Director designated as Executive Director of the Company.

(5) Remuneration proposed:

Already mentioned hereinabove.

(6) Comparative remuneration profile with respect to industry, size of the Company, profile of the position and person:

Considering Mr. Naynesh Pasari's skills, knowledge, performance and rich experience, the proposed remuneration is commensurate and comparable with the remuneration payable to other Executives in the Industry with similar experience.

(7) Pecuniary relationship directly or indirectly with the Company, or relationship with the managerial personnel, if any

Mr. Naynesh Pasari is the son of Mr. Narendra Kumar Pasari, Managing Director of the Company. Except this, Mr. Naynesh Pasari does not have any other pecuniary relationship with the Company and/or its managerial personnel apart from his proposed remuneration.

III. Other information:

- (i) **Reasons for loss or inadequate profits:** This includes inflation, subdued market demand due to lower discretionary spends by the consumers and tough competitions due to low product pricing of similar products by other market players of the same kind of business.
- (ii) **Steps taken or proposed to be taken for improvement:** Cost Optimization, introduction of new products, expansion of business and aggressive marketing efforts.
- (iii) **Expected increase in productivity and profits in measurable terms:** The productivity will increase with the pickup in sales and the Company is expected to attain reasonable profits in near future.

Mr. Naynesh Pasari, being appointee, is interested in the resolution set-out at Item No. 3 of this Notice. The relatives of Mr. Naynesh Pasari may be deemed to be interested in the resolution to the extent of their shareholding, if any, in the Company. Mr. Naynesh Pasari is son of Mr. Narendra Kumar Pasari, Managing Director of our Company. Save and except the above, none of the other Directors/ Key Managerial Personnel of the Company/ their relatives are, in any way, concerned or interested, financially or otherwise, in the said resolution, set-out at Item No. 3.

All relevant documents and papers relating to Item No. 3 and

referred to in this Notice and Explanatory Statement shall be available for inspection without any fee by the Members, as provided in Note No. 8 of the Notes to this AGM Notice.

The Board of Directors of the Company recommends the resolution set out at Item No. 3 for approval of the Members as a **Special Resolution**.

Disclosure under Regulation 26(4) and 36(3) of the Listing Regulations and Secretarial Standard-2 issued by The Institute of Company Secretaries of India is annexed to this Notice of Annual General Meeting as **Annexure I**.

Item No. 4

It is proposed to enter into an agreement/contract/transaction with Govinda Power & Products Private Limited, a related party as per the provisions of the Companies Act, 2013, for sale & purchase transactions in respect of paper and other allied products and/or receipt/payment of commission. The material terms and conditions are as follows:

Sr. No.	Particulars	Details
1	Name of the Related Party	Govinda Power & Products Private Limited
2	Nature of Relationship	Relatives of Mr. Narendra Kumar Pasari, Managing Director and Mr. Naynesh Pasari, Whole time Director are Director and Member in Govinda Power & Products Private Limited.
3	Name of the Director or Key Managerial Personnel who is related, if any	Mr. Narendra Kumar Pasari, Managing Director and Mr. Naynesh Pasari, Whole time Director designated as Executive Director Mrs. Shilpa Pasari, wife of Mr. Narendra Kumar Pasari holds 21.28% of paid-up Equity Share Capital of Govinda Power & Products Private Limited. Further, Mrs Shradha Pasari wife of Mr. Naynesh Pasari is Director of Govinda Power & Products Private Limited.
4	Nature, material terms, monetary value and particulars of the contract or	The Company shall enter into transaction with Govinda Power & Products Private Limited for purchase and/or sale of the paper and other allied products and/or receipt/payment of commission in accordance with the prices as may be agreed from time to time for value not exceeding ₹50,00,00,000/-(Rupees Fifty Crores only) per annum over and above the prescribed limit under the relevant section of Companies Act for a period of ten (10) years commencing from April 1, 2023

5	Any other information relevant or important for the members to take a decision on the proposed resolution	The above-mentioned transaction is in the ordinary course of business and at arm's length basis.
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In terms of the provisions of Section 188 of the Companies Act, 2013 and Rules made thereunder, for entering into related party transactions where the transaction value exceed the thresholds prescribed, prior approval of the Shareholders by way ordinary resolution is required.

Save and except the above, none of the other Directors / Key Managerial Personnel of the Company / their relatives are, in any way, concerned or interested, financially or otherwise, in the resolution.

The Board of Directors of the Company recommends the resolution set out at Item No.4 for approval of the Members as an **Ordinary Resolution**.

Item No. 5

It is proposed to enter into an agreement/contract/transaction with Gopala Sales Private Limited, a related party as per the provisions of the Companies Act, 2013, for sale & purchase transactions in respect of paper and other allied products and/or receipt/payment of commission. The material terms and conditions are as follows:

Sr. No.	Particulars	Details
1	Name of the Related Party	Gopala Sales Private Limited
2	Nature of Relationship	Mr. Naynesh Pasari, Whole time Director is Director and Member in Gopala Sales Private Limited. Further, relative of Mr. Narendra Kumar Pasari, Managing Director is also Director in Gopala Sales Private Limited.
3	Name of the Director or Key Managerial Personnel who is related, if any	Mr. Narendra Kumar Pasari, Managing Director and Mr. Naynesh Pasari, Whole time Director designated as Executive Director Mr. Naynesh Pasari, holds 25% of paid-up Equity Share Capital of Gopala Sales Private Limited. Further, Mrs. Shilpa Pasari, wife of Mr. Narendra Kumar Pasari and Mr. Naynesh Pasari, are Directors of Gopala Sales Private Limited.

4	Nature, material terms, monetary value and particulars of the contract or arrangements	The Company shall enter into transaction with Gopala Sales Private Limited for purchase and/or sale of the paper and other allied products and/or receipt/payment of commission in accordance with the prices as may be agreed from time to time for value not exceeding ₹50,00,00,000/- (Rupees Fifty Crores only) per annum over and above the prescribed limit under the relevant section of Companies Act for a period of ten (10) years commencing from April 1, 2023
5	Any other information relevant or important for the members to take a decision on the proposed resolution	The above-mentioned transaction is in the ordinary course of business and at arm's length basis.

In terms of the provisions of Section 188 of the Companies Act, 2013 and Rules made thereunder, for entering into related party transactions where the transaction value exceed the thresholds prescribed, prior approval of the Shareholders by way ordinary resolution is required.

Save and except the above, none of the other Directors / Key Managerial Personnel of the Company / their relatives are, in any way, concerned or interested, financially or otherwise, in the resolution.

The Board of Directors of the Company recommends the resolution set out at Item No. 5 for approval of the Members as an **Ordinary Resolution**.

Item No. 6

The Board of Directors of the Company, on the recommendation of the Audit Committee, has approved the appointment and remuneration of M/s. Vijender Sharma & Co., Cost Accountants, Delhi (Firm Registration No.: 000180) to conduct the audit of the cost records of the Company for the financial year ending March 31, 2024 at a remuneration of ₹90,000/- (Rupees Ninty Thousands only) per annum plus taxes at the applicable rates and reimbursement of out of pocket expenses in connection with the audit, subject to ratification by members.

In terms of the provisions of Section 148(3) of the Act read with Rule 14 of the Companies (Audit and Auditors) Rules, 2014, the remuneration payable to the Cost Auditors is to be approved by the members of the Company. Accordingly, the members are requested to ratify the remuneration payable to the Cost Auditors during the year 2023-24 as set out in the

resolution for the aforesaid services to be rendered by them.

None of the Directors, Key Managerial Personnel or their relatives are interested in this resolution.

The Board of Directors of the Company recommends the resolution set out at Item No. 6 for approval of the Members as an **Ordinary Resolution**.

Registered Office:
4830/24, Prahlad Street,
Ansari Road, Darya Ganj,
New Delhi-110002
CIN: L21012DL1972PLC279773
Tel: +91 11 46263200
E-mail: info@skpmil.com
Website: www.skpmil.com
Place: New Delhi
Date: August 10, 2023

By order of the Board of Directors
For Shree Krishna Paper Mills & Industries Limited

Ritika Priyam
Company Secretary
Membership No.A53502

BOARD'S REPORT

To the Members,

Your Directors are pleased to present 51st Annual Report together with the Audited Financial Statements of your Company for the Financial Year ended March 31, 2023.

FINANCIAL PERFORMANCE

The financial performance of the Company for the financial year ended on March 31, 2023 is summarised below:

(₹ in Lakhs)

	2022-2023	2021-2022
Revenue from Operations	17,787.69	10,347.57
Other Income	29.76	92.02
Total Income	17,817.45	10,439.59
Profit/(Loss) before exceptional item & tax	325.96	(171.36)
Exceptional item	1,332.39	--
Profit/(Loss) before tax	1,658.35	(171.36)
Less: Tax expense	402.13	(39.90)
Profit/(Loss) for the year	1,256.22	(131.46)
Other Comprehensive Income/(Loss)	0.87	(4.07)
Total Comprehensive Income/(Loss)	1,257.09	(135.53)

During the year under review, there is a significant improvement in the performance of the Company. Revenue from operations stood at ₹17,787.69 lakhs against ₹10,347.57 lakhs in the last financial year. The Company has achieved profit before tax of at ₹325.96 lakhs against loss of ₹171.36 lakhs in the previous financial year 2021-22. In addition, the Company has also earned exceptional item income of ₹1,332.39 lakhs resulting total profit after tax of ₹1,256.22 lakhs against loss of ₹131.46 lakhs in the previous financial year. Your Directors are hopeful for the continuation of improved performance in the next year.

DIVIDEND

To conserve the funds for operations of the Company, the Board does not recommend any dividend on equity shares for the financial year ending on March 31, 2023.

SHARE CAPITAL

The paid-up Equity Share Capital as on March 31, 2023 was ₹1,352.17 lakhs. During the year under review, The Company has neither issued any shares through differential voting rights nor issued any sweat equity shares and equity shares under Employees Stock Option Scheme.

LISTING ON STOCK EXCHANGES

The Equity Shares of the Company are listed on Bombay Stock Exchange. The Company's delisting application with Calcutta Stock Exchange is pending since long.

PUBLIC DEPOSITS

During the year under review, the Company has not accepted any public deposit within the meaning of Chapter V of the Companies Act, 2013 (the 'Act') and rules made thereunder.

EXTRACT OF ANNUAL RETURN

Pursuant to Section 92(3) and Section 134(3)(a) of the Companies Act, 2013 read with rule 12(1) of the Companies (Management and Administration) Rules, 2014, the Annual Return in Form No. MGT-7, is available on the Company's website and web link for the same is: <http://www.skpmil.com/AnnualReport>.

DIRECTORS & KEY MANAGERIAL PERSONNEL

Mrs. Rakhi Verma (DIN: 07995132) resigned as Director of the Company w.e.f. August 10, 2023. The Board has placed on record sincere appreciation and gratitude for contributions made by her during her tenure as a Director.

The Board of Directors on the recommendation of Nomination and Remuneration Committee (NRC) and in accordance with provisions of the Act and SEBI Listing Regulations has appointed Mr. Naynesh Pasari (DIN: 00519612) as an Additional Director and as a Whole-time Director (designated as Executive Director) on the Board w.e.f. August 10, 2023, liable to retire by rotation, subject to approval of Members in the ensuing Annual General Meeting (AGM). He shall hold office as an Additional Director upto the date of ensuing AGM. The Company has received requisite notice under Section

160 of the Companies Act, 2013 from a member proposing his name for appointment as a Director of the Company. Accordingly, the Board recommends the resolution in relation to appointment of Mr. Naynesh Pasari as a Director, for the approval by the Members of the Company. Brief profile of Mr. Naynesh Pasari is given in the notice convening the ensuing AGM.

Except as stated above, there was no other change in Directors and Key Managerial Personnel of the Company, during the year under review.

Pursuant to the provisions of Section 152 of the Companies Act, 2013 and the Articles of Association of the Company, Mr. Dev Kishan Chanda (DIN: 00407123), will retire by rotation at the 51st Annual General Meeting and being eligible, has offered himself for re-appointment.

During the year under review, the Non-Executive Directors of the Company had no pecuniary relationship or transactions with the Company, other than sitting fees, commission, if any and reimbursement of expenses incurred by them for the purpose of attending meetings of the Board /Committee of the Company.

Pursuant to the provisions of Section 203 of the Companies Act, 2013 and Regulation 6 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, the Key Managerial Personnel of the Company as on March 31, 2023 are: Mr. Narendra Kumar Pasari (DIN: 00101426) Managing Director, Mr. Sanjiv Kumar Agarwal, Chief Financial Officer and Mrs. Ritika Priyam who acts as Company Secretary & Compliance Officer of the Company.

The information on the particulars of Director eligible for appointment in terms of Regulation 36(3) of SEBI (LODR) Regulations has been provided in the notes to the notice convening the Annual General Meeting.

DECLARATION BY INDEPENDENT DIRECTORS

The Company has received declarations from all the Independent Directors confirming that they meet with the criteria of independence as prescribed under Section 149(6) of the Act and the Regulation 16(1)(b) of the Listing Regulations. In the opinion of the Board, the Independent Directors fulfil the conditions specified under the Act and the Listing Regulations and are independent of the management.

BOARD EVALUATION

To comply with the provisions of Section 134 (3)(p) of the Act and the rules made thereunder, and Regulation 17(10) of SEBI (LODR) Regulations, the Board has carried out the annual performance evaluation of the Directors individually including the Independent Directors (wherein the concerned director being evaluated did not participate), Board as a whole and following Committees of the Board of Directors:

- i) Audit Committee;
- ii) Nomination and Remuneration Committee;

- iii) Stakeholders' Relationship Committee; and
- iv) Corporate Social Responsibility Committee.

The manner in which the annual performance evaluation has been carried out is explained in the Corporate Governance Report. Board is responsible to monitor and review Directors' Evaluation framework.

Further, to comply with Regulation 25 (4) of SEBI (LODR) Regulations, Independent Directors also evaluated the performance of Non-Independent Directors and Board as a whole at a separate meeting of Independent Directors.

POLICY ON DIRECTORS' APPOINTMENT AND REMUNERATION

The Board has on the recommendation of the Nomination and Remuneration Committee ('NRC'), formulated a Nomination and Remuneration Policy pertaining to remuneration of directors, key managerial personnel and senior management as stipulated by Section 178(3) of the Act and Regulation 19(4) of the Listing Regulations. The policy lays down guiding principles, philosophy and basis for recommending payment of remuneration to executive/non-executive directors and key managerial personnel. It includes criteria for determining qualifications, positive attributes and independence of directors. There has been no change in the policy during the year under review.

In compliance with proviso to Section 178(4) of the Act, the policy has been hosted on the Company's website at

<https://www.skpmil.com/SKPDocuments/InvestorsDoc/20210816083053-Nomination%20and%20Remuneration%20Policy.pdf>

COMMITTEES OF THE BOARD

The Board of Directors of your Company have formed various Committees, as per the provisions of the Companies Act, 2013 and as per SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015. The terms of reference and the constitution of these Committees are in compliance with the applicable laws. The details with respect to the composition, terms of reference, number of meetings held etc. are given in the "Corporate Governance Report" of the Company which is presented in a separate section and forms a part of the Annual Report of the Company.

MEETINGS OF THE BOARD

The Board of Directors of the Company met 15 (Fifteen) times during the year under review. The details of these Board Meetings are provided in the Corporate Governance section forming part of the Annual Report. The necessary quorum was present for all the meetings. The intervening gap between the Meetings was within the period prescribed under the Act and Listing Regulations, 2015.

CORPORATE SOCIAL RESPONSIBILITY

Company has constituted Corporate Social Responsibility (CSR) Committee, in compliance with the provision of section 135 of the Companies Act, 2013 read with rules framed thereunder. The Corporate Social Responsibility Policy as approved by the Board may be accessed on the Company's website at <http://www.skpmil.com/SKPDdocuments/InvestorsDoc/20210816083240-Corporate%20Social%20Responsibility%20Policy.pdf>

The Company did not fall under the criteria as specified under Section 135 of the Companies Act, 2013 and accordingly, it was not required to comply with the provisions of Corporate Social Responsibility during the year under review.

The Annual Report on CSR Activities for the Financial Year ended March 31, 2023 as required under Section 134 and 135 of the Act read with Rule 8 of the Companies (Corporate Social Responsibility Policy) Rules, 2014 and Rule 9 of the Companies (Accounts) Rules, 2014 is attached to this report as **Annexure-A**.

DIRECTORS' RESPONSIBILITY STATEMENT

Pursuant to the provisions of Section 134(3)(c) read with Section 134(5) of the Companies Act, 2013, the Board of Directors, to the best of their knowledge and ability, confirm that:

- i) in the preparation of the annual accounts for the financial year ended on March 31, 2023, the applicable accounting standards have been followed and there is no material departure from the same.
- ii) they have selected such accounting policies and applied them consistently and made judgments and estimates that are reasonable and prudent so as to give a true and fair view of the state of affairs of the Company as on March 31, 2023 and of the profit of the Company for the year;
- iii) they have taken proper and sufficient care for the maintenance of adequate accounting records in accordance with the provisions of this Act for safeguarding the assets of the Company and for preventing and detecting fraud and other irregularities;
- iv) the Annual Accounts have been prepared on a going concern basis;
- v) they had laid down internal financial controls to be followed by the Company and that such internal financial controls are adequate and were operating effectively;
- vi) they had devised proper systems to ensure compliance with the provisions of all applicable laws and these systems were adequate and operating effectively.

SUBSIDIARY/JOINT VENTURE/ASSOCIATE COMPANIES

Your Company does not have any subsidiary/joint venture/

associate company within the meaning of the Act.

CORPORATE DEBT RESTRUCTURING

The debts of the Company were restructured under Corporate Debt Restructuring (CDR) mechanism w.e.f. April 1, 2009.

RISK MANAGEMENT

Business risk evaluation and management is an ongoing process within the Organization. The Company has a robust risk management framework to identify, monitor and minimize risks as also identify business opportunities. The Board review the risks and suggest steps to be taken to manage/ mitigate the risk through a properly defined framework. During the year, no major risks were noticed, which may threaten the existence of the Company.

INTERNAL FINANCIAL CONTROLS

The Company has adequate Internal Financial Control Systems commensurate with its size and nature of business. The management is committed to ensuring adequate internal controls environment which assures compliance with internal policies, applicable laws and regulations, ensures reliability and accuracy of records, promotes operational efficiency, protects resources and assets, helps to prevent and detect fraud, errors and irregularities and overall minimises the risks. Internal financial controls framework assures the reliability and accuracy of financial reporting and the preparation of financial statements for external purposes following generally accepted accounting principles. In addition, the Internal Auditor also performs periodic audits in accordance with the pre-approved plan. Audit findings along with management response are shared with the Audit Committee.

CURRENT OUTLOOK

Paper Industry in India is exhibiting one of the fastest growths being witnessed anywhere in the world and is most likely to continue this trajectory in the years to come. The Indian paper industry has trained personnel at all levels, and therefore, it is able to produce high-quality paper with appropriate technology at relatively low labour costs. It has generated significant employment opportunities for the local community, especially in the rural areas, apart from enhancing their income. Paper is an important raw material used in the publication and packaging industries. The growth of the publishing and packaging industries in India is expected to drive the demand for paper in the country. The paper industry is constantly evolving, with modern technologies and processes being developed to improve productivity, efficiency, and quality.

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

The information pertaining to conservation of energy, technology absorption, foreign exchange earnings and outgo as stipulated under Section 134 (3)(m) of the Companies Act,

2013 read with Rule 8 of the Companies (Accounts) Rules, 2014 is attached to this report as **Annexure-B**.

AUDITORS AND AUDITORS' REPORT

Statutory Auditors

M/s. Radheshyam Sharma & Co., Chartered Accountants (Firm Registration No. 016172N), were re-appointed as the Statutory Auditors of the Company for a period of 5 (five) years at the 48th Annual General Meeting of the Company to hold office till the conclusion of the 53rd Annual General Meeting of the Company.

The Statutory Auditor Report for the financial year 2022-23 does not contain any qualification, reservation or adverse remarks and forms part of the Annual Report. The Statutory Auditors have not reported any fraud under Section 143(12) of the Act.

The details relating to fees paid to the Statutory Auditors are given in the Notes of the Financial Statements.

Cost Auditors

As per Section 148 of the Act, the Company is required to have the audit of its cost records conducted by a Cost Accountant. The Board of Directors of the Company has on the recommendation of the Audit Committee, approved the appointment of M/s Vijender Sharma & Co., Cost Accountants, Delhi (Firm Registration No. 00180) as the Cost Auditors of the Company to conduct cost audits for relevant products prescribed under the Companies (Cost Records and Audit) Rules, 2014 for the year ending March 31, 2024. M/s Vijender Sharma & Co. have, under Section 139(1) of the Act and the Rules framed thereunder furnished a certificate of their eligibility and consent for appointment.

The Board on recommendations of the Audit Committee have approved the remuneration payable to the Cost Auditor, subject to ratification of their remuneration by the Members at the forthcoming AGM. The resolution approving the above proposal is being placed for approval of the Members in the Notice for this AGM.

In terms of Rule 14 of the Companies (Audit and Auditors) Rules, 2014, remuneration of the cost auditor is required to be ratified by Members. Accordingly, the Members vide an ordinary resolution at the 50th AGM held on August 1, 2022, ratified the remuneration payable to Cost Auditor for conducting cost audit for the year ended March 31, 2023.

The cost accounts and records of the Company are duly prepared and maintained as required under Section 148(1) of Act.

The Cost Audit Report for the financial year ended on March 31, 2022 has been filed under XBRL mode within the stipulated time period.

Secretarial Auditors

Pursuant to the provisions of Section 204 of the Act and the

Companies (Appointment and Remuneration of Managerial Personnel) Rules, 2014, the Board of Director had appointed M/s BLAK & Co. a firm of Company Secretaries in Practice to conduct the Secretarial Audit of the Company for the year ended March 31, 2023. The Report of the Secretarial Audit is annexed herewith as **Annexure-C**. The said Secretarial Audit Report does not contain any qualification, reservations, adverse remarks and disclaimer.

Secretarial Compliance Report

In compliance with Regulation 24A of the SEBI Listing Regulations, annual Secretarial Compliance Report was obtained from M/s BLAK & Co. Practicing Company Secretaries. The Report confirms that the Company has maintained proper records as stipulated under various Rules and Regulations. The said report was filed with the stock exchanges, within the stipulated timeline.

Internal Auditors

Pursuant to the provisions of Section 138 of the Companies Act, 2013 and The Companies (Accounts) Rules, 2014, M/s GAMS & Associates LLP. Chartered Accountants, was appointed by the Board of Directors to conduct internal audit of your Company for the financial year 2022-23. The Internal Audit report is reviewed by the audit committee from time to time.

PARTICULARS OF LOANS, GUARANTEES, INVESTMENTS AND SECURITIES UNDER SECTION 186 OF THE ACT

During the year, the company has not given any loans or guarantees covered under the provisions of section 186 of the Companies Act, 2013. The earlier investments made by company are provided in the notes to the financial statements in this Annual Report.

RELATED PARTY TRANSACTIONS

To comply with the provisions of Sections 177 and 188 of the Act and Rules made thereunder read with Regulation 23 of SEBI (LODR) Regulations, all related party transactions are placed before the Audit Committee for approval. Omnibus approval was obtained on a yearly basis for transactions which were of repetitive nature. All contracts / arrangements / transactions entered into by the Company with related parties were in the ordinary course of business and on arm's length basis.

During the year under review, your Company has not entered into any contract/arrangement/transaction with related parties which could be considered material in accordance with the Policy of the Company on Related Party Transactions. None of the transactions with any of the related parties were in conflict with the interest of the Company. Attention of members is drawn to the disclosure of transactions with the related parties set out in note no. 55 of the Financial Statements, forming part of the Annual Report.

Your Company has framed a Policy on Related Party Transactions in accordance with the Act and SEBI (LODR) Regulations. The Policy intends to ensure that proper reporting, approval and disclosure processes are in place for all transactions between the Company and its related parties. The policy is uploaded on website of the Company at www.skpmil.com

Since all transactions which were entered into during the financial year 2022-23 were on arm's length basis and in the ordinary course of business and there was no material related party transaction, no detail is required to be provided in Form AOC-2 prescribed under Clause (h) of Sub-section (3) of Section 134 of the Act and Rule 8(2) of the Companies (Accounts) Rules, 2014.

VIGIL MECHANISM/WHISTLE BLOWER POLICY

Pursuant to the provisions of Section 177 of the Act and Regulation 22 of SEBI (LODR) Regulations, the Company has adopted a Vigil Mechanism / Whistle Blower Policy to provide a platform to the Directors and Employees of the Company to raise concerns regarding any irregularity, misconduct or unethical matters / dealings within the Company. It is affirmed that no personnel of the Company has been denied access to the Audit Committee. No complaint has been received under the Whistle Blower Policy during the year under review. The said policy is also available on the website of the Company at <https://www.skpmil.com/SKPDDocuments/InvestorsDoc/20210816083029-Whistle%20Blower%20Policy.pdf>

CORPORATE GOVERNANCE

Your Company is committed to maintain the highest standards of Corporate Governance and adhere to the Corporate Governance requirements set out by Securities and Exchange Board of India. Report on Corporate Governance and Certificate by the Statutory Auditor of the Company regarding compliance of the conditions of Corporate Governance as stipulated in Part C of Schedule V of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, are provided in a separate section and forms a part of the Annual Report of the Company.

MANAGEMENT DISCUSSION AND ANALYSIS REPORT

The Management Discussion and Analysis Report for the year under review, as stipulated under Regulation 34 of the (Listing Obligations Disclosures Requirements), Regulations, 2015 is presented in a separate section forming part of the Annual Report of the Company.

DISCLOSURE UNDER THE SEXUAL HARASSMENT OF WOMEN AT WORKPLACE (PREVENTION, PROHIBITION AND REDRESSAL) ACT, 2013

Your Company has in place a Prevention of Sexual Harassment Policy in line with the requirements of the Sexual

Harassment of Women at Workplace (Prevention, Prohibition and Redressal) Act, 2013. An Internal Complaints Committee (ICC) has been set up to redress complaints received regarding sexual harassment. All employees are covered under this Policy. During the year under review, Company had not received any complaints on sexual harassment.

The policy has been posted on the Website of the Company at <http://www.skpmil.com/SKPDDocuments/InvestorsDoc/20210816103633-Prevention%20of%20sexual%20harassment%20policy.pdf>.

MANAGERIAL REMUNERATION & PARTICULARS OF EMPLOYEES

Disclosures pertaining to remuneration and other details as required under Section 197(12) of the Act, read with Rule 5(1) of the Companies (Appointment and Remuneration of Managerial Personnel) Rules, 2014 ('Rules') are annexed to this report as **Annexure-D**

CREDIT RATING

As on March 31, 2023, the long term credit rating of the Company was 'IVR BB' and short term rating was 'IVR A4'. Further details are provided in Corporate Governance Report which forms part of this Annual Report.

OTHER DISCLOSURES

The Directors further state that no disclosure or reporting is required in respect of the following items, as there were no transactions/events related to these items during the financial year under review:

1. No amount has been or is proposed to be transferred to any reserves of the Company.
2. During the year under review, there was no change in the nature of business of the Company.
3. No significant or material orders have been passed by any Regulator or Court or Tribunal which can have impact on the going concern status and the Company's operations in future.
4. There were no special resolution passed pursuant to the provisions of Section 67(3) of the Act and hence, no information as required pursuant to Section 67(3) of the Act read with Rule 16(4) of Companies (Share Capital and Debentures) Rules, 2014 is furnished.
5. The Directors have devised proper systems to ensure compliance with the provisions of the Secretarial Standards, i.e. SS-1 and SS-2, relating to 'Meetings of the Board of Directors' and 'General Meetings', respectively, issued by the Institute of Company Secretaries of India ("ICSI") and such systems are adequate and operating effectively.
6. No application made or any proceeding pending under Insolvency and Bankruptcy Code, 2016 during the year under review.

7. There was no suspension of trading of securities of the Company on account of corporate action or otherwise.
8. There was no revision made in Financial Statements or the Board's Report of the Company.
9. During the year under review, no amount was required to be transferred to Investor Education and Protection Fund.
10. No material changes and commitments have occurred after the closure of the Financial Year 2022-23 till the date of this Report which would affect the financial position of your Company except the following :

Against our insurance claim of ₹ 671.16 Lakhs on account of loss on fire (refer note no: 58 of the Financial Statements) , the Company has received ₹ 670.18 Lakhs against such insurance claim and for balance amount, discussion is under progress.

ACKNOWLEDGEMENT

Your Directors have pleasure in recording their appreciation for all the guidance and co-operation received from all its customers, members, investors, vendors, partners, bankers, Government authorities and other stakeholders for their consistent support to the Company in its operations. Your Directors take this opportunity to place on record their sincere appreciation of the dedication, contribution and sincere services rendered by the employees of the Company at all level.

For and on behalf of the Board of Directors of
Shree Krishna Paper Mills & Industries Limited

Dev Kishan Chanda
Director
DIN: 00407123

Narendra Kumar Pasari
Managing Director
DIN: 00101426

Place : New Delhi

Date : August 10, 2023

ANNEXURE –‘A’ ANNUAL REPORT ON CSR ACTIVITIES

1. Brief outline on CSR Policy of the Company

Refer Section on Corporate Social Responsibility in Board's Report

2. Composition of CSR Committee is as under:

Sl. No.	Name of Director	Designation / Nature of Directorship	Number of meetings of CSR Committee held during the financial year 2022-23	Number of meetings of CSR Committee attended during the financial year 2022-23
1.	Mr. Prakash Narayan Singh	Chairman Independent Director	0	0
2.	Mr. Dev Kishan Chanda	Member Non-Executive Director (Non-Independent)	0	0
3.	Mr. Naynesh Pasari*	Member Executive Director (Whole-time Director)	0	0
4.	Mrs. Rakhi Verma**	Member Non-Executive Director (Non-Independent)	0	0

* Appointed w.e.f August 10, 2023.

** Resigned w.e.f August 10, 2023.

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.

The Composition of CSR committee can be accessed at <https://www.skpmil.com/SKPDdocuments/InvestorsDoc/20230810101409-Composition%20of%20Committees.pdf>

The CSR Policy can be accessed at <https://www.skpmil.com/SKPDdocuments/InvestorsDoc/20210816083240-Corporate%20Social%20Responsibility%20Policy.pdf>

As the average profit for the last three financial years of the Company was negative, therefore the Board of Directors of the Company was not required to approve any CSR projects.

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 ₹)
Not Applicable			

6. Average net profit of the company as per section 135(5). Nil (Being loss)

7. (a) Two percent of average net profit of the company as per section 135(5) : N.A.

(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: Nil

(d) Total CSR obligation for the financial year (7a+7b-7c): Nil

8. (a) CSR amount spent or unspent for the financial year 2022-23:

Total Amount Spent for the Financial Year. (in ₹)	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 the Fund	Amount.	Date of transfer.
Not Applicable					

(b) Details of CSR amount spent against ongoing projects for the financial year 2022-23:

(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 (in ₹).	Amount spent in the current financial Year (in ₹).	Amount transferred to Unspent CSR Account for the project as per Section 135(6) (in ₹).	Mode of Implementation - Direct (Yes/No).	Mode of Implementation - Through Implementing Agency	
				State.	District.						Name	CSR Registration number.
Not Applicable												

(c) Details of CSR amount spent against other than ongoing projects for the financial year 2022-23:

(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 (in ₹).	Mode of implementation - Direct (Yes/No).	Mode of implementation - Through implementing agency.	
				State.	District.			Name.	CSR registration number.
Not Applicable									

(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 2022-23 (8b+8c+8d+8e): Not Applicable

(g) Excess amount for set off : NIL

Sl. No.	Particular	Amount (in ₹)
(i)	Two percent of average net profit of the company as per section 135(5)	Not Applicable
(ii)	Total amount spent for the Financial Year	
(iii)	Excess amount spent for the financial year [(ii)-(i)]	
(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)]	

9. (a) Details of Unspent CSR amount for the preceding three financial years:

Sl. No.	Preceding Financial Year.	Amount transferred to Unspent CSR Account under section 135 (6) (in ₹)	Amount spent in the reporting Financial Year (in ₹).	Amount transferred to any fund specified under Schedule VII as per section 135(6), if any.			Amount remaining to be spent in succeeding financial years. (in ₹)
				Name of the Fund	Amount (in ₹).	Date of transfer.	
Not Applicable							

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

(1)	(2)	(3)	(4)	(5)	(6)	(7)	(8)	(9)
Sl. No.	Project ID.	Name of the Project.	Financial Year in which the project was commenced.	Project duration.	Total amount allocated for the project (in ₹).	Amount spent on the project in the reporting Financial Year (in ₹).	Cumulative amount spent at the end of reporting Financial Year. (in ₹)	Status of the project - Completed / Ongoing.
Not Applicable								

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).

- Date of creation or acquisition of the capital asset(s): Not Applicable
- Amount of CSR spent for creation or acquisition of capital asset: Not Applicable
- Details of the entity or public authority or beneficiary under whose name such capital asset is registered, their address etc: Not Applicable
- Provide details of the capital asset(s) created or acquired (including complete address and location of the capital asset): Not Applicable

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

Narendra Kumar Pasari
Managing Director
DIN: 00101426

Prakash Narayan Singh
Chairman CSR Committee
DIN: 00076392

Place : New Delhi
Date : August 10, 2023

ANNEXURE 'B'

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

Information on Conservation of Energy, Technology Absorption and Foreign Exchange Earnings and Outgo required to be disclosed under Section 134 (3)(m) of the Companies Act, 2013 read with Rule 8 of the Companies (Accounts) Rules, 2014 are provided hereunder:

(A) CONSERVATION OF ENERGY

(i) The steps taken or impact on conservation of energy;

1. Replacement of Boiler Tubes for improving Boiler efficiency and fuel saving.
2. Replacement of old water and air pipelines for controlling leakages and wastage.
3. Replacement of old lights with new energy efficient LED lights for saving electricity.
4. Replacement of low efficiency pump with high energy efficient pump.
5. Automize Steam Condensate System for power and fuel saving.
6. Installation of soft starter on motors for energy saving.

(ii) The steps taken by the company for utilising alternate sources of energy;

None

(iii) The capital investment on energy conservation equipment;

₹ 62.83 lakhs

(B) TECHNOLOGY ABSORPTION

(i) The efforts made towards technology absorption;

1. Replaced induction motor with highly efficient EC motor.
2. Installation of various equipments to increase the pulping capacity in DIP section.
3. Replacement of paper machine old model VFD by new technology VFD for getting better performance and control break-downs.
4. Modification in HD Pulper and other related equipments for improving the quality of fibre.

(ii) The benefits derived like product improvement,

cost reduction, product development or import substitution;

The Company continues to focus on the rapid technological changes which has resulted into improvement in the productivity and cost reduction .

(iii) In case of imported technology (imported during the last three years reckoned from the beginning of the financial year) –

- (a) the details of technology imported;
- (b) the year of import;
- (c) whether the technology been fully absorbed;
- (d) if not fully absorbed, areas where absorption has not taken place and the reasons thereof;

Not applicable as no technology imported during the last three years.

(iv) The expenditure incurred on Research and Development;

Research & Development work is carried out in house as well as with the help of external sources on continuous basis. The expenses incurred on this are booked under general accounting head.

(C) FOREIGN EXCHANGE EARNINGS & OUTGO

Earnings	:	₹ 196.48 lakhs
Outgo	:	₹ 5,673.04 lakhs

For and on behalf of the Board of Directors of
Shree Krishna Paper Mills & Industries Limited

Dev Kishan Chanda

Director

DIN: 00407123

Place: New Delhi

Date: August 10, 2023

Narendra Kumar Pasari

Managing Director

DIN: 00101426

ANNEXURE 'C' SECRETARIAL AUDIT REPORT

FOR THE FINANCIAL YEAR ENDED 31ST MARCH, 2023

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

To,

The Members,

SHREE KRISHNA PAPER MILLS & INDUSTRIES LIMITED

4830/24, Prahlad Street, Ansari Road,

Darya Ganj, New Delhi-110002

We have conducted the Secretarial Audit for the compliance of applicable statutory provisions and the adherence to good corporate practices by **SHREE KRISHNA PAPER MILLS & INDUSTRIES LIMITED** (hereinafter called the company) for the Financial Year ended 31st March 2023. The Secretarial Audit was conducted in a manner that provided us a reasonable basis for evaluating the corporate conducts/statutory compliances and expressing our opinion thereon.

Based on our verification of the Company's books, papers, minute books, forms and returns filed and other records maintained by the company and also the information provided by the Company, its officers, agents and authorized representatives during the conduct of Secretarial Audit, we hereby report that in our opinion, the company has, during the Audit period covering the financial year ended on 31st March, 2023, 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 31st March, 2023 according to the provisions of applicable following laws:

- (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; **(Not applicable to the Company during the Audit Period)**
- d) The Securities and Exchange Board of India (Employee Stock Option Scheme and Employee Stock Purchase Scheme) Guidelines, 1999; **(Not applicable to the Company during the Audit Period)**
- e) The Securities and Exchange Board of India (Issue and Listing of Debt Securities) Regulations, 2008; **(Not applicable to the Company during the Audit Period)**
- f) The Securities and Exchange Board of India (Registrars to an Issue and Share Transfer Agents) Regulations, 1993 regarding the Companies Act and dealing with client;
- g) The Securities and Exchange Board of India (Delisting of Equity Shares) Regulations, 2009; **(Not applicable to the Company during the Audit Period)** and
- h) The Securities and Exchange Board of India (Buyback of Securities) Regulations; **(Not applicable to the Company during the Audit Period)**
- (vi) The other laws as may be applicable specifically in the case of the Company on the basis of documents/information produced before us:
 - a) Sexual Harassment of Women at Workplace (Prevention, Prohibition and Redressal) Act, 2013
 - b) Air (Prevention and Control of Pollution) Act, 1981 and the rules and standards made thereunder.
 - c) Water (Prevention and Control of Pollution) Act, 1974 and Water (Prevention and Control of Pollution) Rules, 1975.
 - d) Environment Protection Act, 1986 and the rules, notifications issued thereunder.
 - e) Weekly Holidays Act, 1942.
 - f) Factories Act, 1948.
 - g) Payment of Wages Act, 1936 and other Labour Laws as applicable to the company.

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

- i. The compliances of the listed entity are in accordance with the applicable Secretarial Standards (SS) issued by the Institute of Company Secretaries of India (ICSI), as notified by the Central Government under section 118(10) of the Companies Act, 2013 and mandatorily applicable

- ii. The Listing Agreement entered into by the Company with Bombay Stock Exchange (BSE) read with Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015.

*The Company's delisting application with Calcutta Stock Exchange is pending since long.

During the Audit period under review, the Company has complied with provisions of the Act, Rules, Regulations, Guidelines, standard etc mentioned above.

We further report that

1. The Board of Directors of the Company is duly constituted with the proper balance of Executive Directors, Non-Executive Directors and Independent Directors. The changes in the composition of the Board of Directors that took place during the period under review were carried out in compliance with the provisions of the Act.
2. Adequate notice is given to all directors for the Board Meetings. Agenda and detailed notes on the agenda were sent 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.
3. As per the minutes of the meetings duly recorded and signed by the Chairman, the decisions of the Board were unanimously recorded.

Based upon the compliance mechanism established by the company and on the basis of compliance certificate issued by Company Secretary of the company 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 no specific events / actions having a major bearing on the Company's affairs in pursuance of the above-referred Laws, Rules, Regulations, Guidelines, Standards, etc.

Place: Ghaziabad, NCR
Date: 30.05.2023

for BLAK & CO.
Company Secretaries

(Archana Bansal)
Mg. Partner
M. No. – A17865
COP No.- 11714
UDIN: A017865E000421391

ANNEXURE 'I'

Our Secretarial Auditor Report for the Financial Year ended 31st March, 2023 of even date is to be read along with this letter.

Management's Responsibility

1. Maintenance of secretarial record is the responsibility of the management of the Company. Our responsibility is to express an opinion on these secretarial records based on our audit.

Auditor's Responsibility

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

Place: Ghaziabad, NCR
Date: 30.05.2023

for BLAK & CO.
Company Secretaries

(Archana Bansal)
Mg. Partner
M. No. – A17865
COP No.- 11714
UDIN: A017865E000421391

Note: This report is to be read with our ANNEXURE 'I' of even date which are annexed and forms an integral part of this report.

ANNEXURE 'D (I)'

Disclosures pertaining to remuneration and other details as required under Section 197(12) of the Companies Act, 2013 read with Rule 5(1) of the Companies (Appointment and Remuneration of Managerial Personnel) Rules, 2014

- (i) The ratio of the remuneration of each Director to the median remuneration of the employees of the Company for the financial year 2022-23;

S. No.	Name of Director and Designation	Ratio of remuneration of each Director to median remuneration of employees
1	Mr. Narendra Kumar Pasari, Managing Director	13.23 : 1.00

- (ii) The percentage increase in remuneration of each Director, Chief Financial Officer and Company Secretary in the financial year 2022-23;

S. No.	Name of Director/ KMP	Designation	Percentage increase in Remuneration of Directors/KMP
1	Mr. Narendra Kumar Pasari	Managing Director	9.29
2	Mr. Sanjiv Kumar Agarwal	Chief Financial Officer	23.96
3	Ms Ritika Priyam	Company Secretary	52.21

- (iii) The percentage increase in the median remuneration of employees in the financial year 2022-23;
11.29

- (iv) The number of permanent employees on the rolls of company;

238 as on March 31, 2023

- (v) Average percentile increases 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;

Average percentage increase made in the salaries of employees other than the managerial personnel in the last financial year i.e. 2022-23 was 17.49 % whereas the managerial remuneration was increased by 9.29 % for the same financial year. There is no major change in the remuneration of managerial personnel.

- (vi) Affirmation that the remuneration is as per the remuneration policy of the company.

It is affirmed that the remuneration paid is as per the remuneration policy for Directors, Key Managerial Personnel and other Employees.

ANNEXURE 'D (II)'

Statement as required under Section 197(12) of the Companies Act, 2013 read with Rules 5(2) and 5(3) of the Companies (Appointment and Remuneration of Managerial Personnel) Rules, 2014 for the year ended March 31, 2023

- (i) **Top ten employees in terms of remuneration:**

S. No.	Name	Age (years)	Designation	Remuneration (₹ in Lakhs)	Qualification and Experience	Date of commencement of employment	Last employment held
1	Narendra Kumar Pasari	67	Managing Director	32.99	B. Com, 49 Years	11-03-1974	-
2	Ashok Kumar Sharma	73	Sr. Vice President (L & CA)	18.99	B.Sc., LL.B., 51 Years	05-04-2000	Jindal Photofilms Ltd.
3	Sanjiv Kumar Agarwal	54	Chief Financial Officer	16.42	B. Com, FCA, 31 Years	03-05-1993	Mehra Goel & Co.
4	Man Singh	65	DGM (Sales & Marketing)	9.50	Matriculation, 45 Years	01-08-1981	Bishwanath Industries Limited
5	Surinder Kumar Kaushal*	38	DGM (Process)	8.76	Diploma in Chemical Engineering (Spl. In Pulp & Paper) 15 Year	03-04-2022	ITC Limited - Paperboards & Specialty Papers Division,
6	Harish Chander	59	DGM (Commercial)	8.21	B. Com, 39 Years	01-09-1984	-
7	Dharambir Singh	54	DGM (Mechanical)	7.56	Diploma in Mech. Engg. 34 Years	13-01-2010	Rama News Print Limited
8	Bhupendra Kumar Sharma	60	DGM (HR & Administration)	7.20	MA, LLB 40 Years	02-05-2007	Marshal India Ltd
9	Raj Singh Soam	54	Manager (Electrical)	7.18	B.Tech 30 Years	01-11-2016	Harvest Gold Industries Pvt Ltd
10	Khirod Kumar Jena	60	Sr. Manager (Cutter & Rewinder)	6.65	Intermediate, 43 Years	05-03-2010	Manish Paper & Board Mills Ltd

*Employed for part of the year.



- (ii) Employed throughout the financial year and in receipt of remuneration aggregating not less than ₹102 lakhs per annum: None
- (iii) Employed for part of the year and in receipt of remuneration aggregating not less than ₹8.50 lakhs or more per month: None
- (iv) Employed throughout the financial year or part thereof, and was in receipt of remuneration in the year which, in the aggregate, or as the case may be, at a rate which, in the aggregate, is in excess of that drawn by the Managing Director or Whole-time Director or Manager and holds by himself or along with his spouse and dependent children, not less than two percent of the equity shares of the company: None

For and on behalf of the Board of Directors of
Shree Krishna Paper Mills & Industries Limited

Dev Kishan Chanda
Director
DIN: 00407123

Narendra Kumar Pasari
Managing Director
DIN: 00101426

Place : New Delhi
Date : August 10, 2023

MANAGEMENT DISCUSSION AND ANALYSIS REPORT

INDUSTRY STRUCTURE AND DEVELOPMENTS

The pulp and paper industry is one of the largest industries in the world. The paper industry holds immense potential for growth in India as the per capita consumption globally is one of the lowest. Paper Industry in the country has undergone a transformation of sorts in the last few years. The industry has gone up the sustainability curve and has become far more technologically advanced. India produces a variety of paper types that are often used in writing, packing, printing, and specialty papers. The paper industry's growth is expected to be sustained over the medium term because of economic growth, and structural transformation, transforming demographics, thrust on education and literacy by the Government, increased corporate activity and lifestyle changes and rising demand for improved quality paper.

OPPORTUNITIES AND THREATS

After the disruption caused by the Covid-19 pandemic, when paper consumption nosedived, the demand has made a robust recovery in the ongoing financial year and has overtaken pre-pandemic levels. In view of the large potential for growth aided by a growing economy, paper industry is expected to continue to grow in Sync with the economic growth recording 6-8% growth per annum. Moving away from single-use plastic is a huge opportunity for the pulp and paper industry. In India, the per capita paper consumption is around 15 kg, which is likely to grow to over 30 kg in the next few years, whereas the global average is close to 60 kg. These numbers itself shows the scope for the Indian paper industry. We have to continuously upgrade the technology to be at par with the quality of international standards.

The Indian paper industry is highly dependent on the availability of raw materials. Any shortage or price fluctuations of these raw materials can adversely affect the industry's operations and profitability. The Indian paper industry is highly competitive, with several large and small players heavily concentrated in a single community. Price competition can affect the industry's profitability.

OUTLOOK

Paper Industry in India is exhibiting one of the fastest growths being witnessed anywhere in the world and is most likely to continue this trajectory in the years to come. The Indian paper industry has trained personnel at all levels, and therefore, it is able to produce high-quality paper with appropriate technology at relatively low labour costs. It has generated significant employment opportunities for the local community, especially in the rural areas, apart from enhancing their income. Paper is an important raw material used in the publication and packaging industries. The growth of the publishing and packaging industries in India is expected to drive the demand for paper in the country. The paper

industry is constantly evolving, with modern technologies and processes being developed to improve productivity, efficiency, and quality.

RISKS & CONCERNS

The significance of risk management cannot be overstated, as it directly influences the success of business operations. The Company has a robust risk management framework to identify evaluate, mitigate, monitor and minimise risks to achieve business objectives. Risk Management Framework provides a clear and effective strategy for addressing risks. Risk evaluation and its management is an on-going process within the organisation.

INTERNAL CONTROL SYSTEMS AND THEIR ADEQUACY

The Company has well-equipped and effective internal control systems for different activities so as to minimize the impact of various risks. Such stringent and detailed controls ensure the effective and productive use of resources to the degree that the Company's assets and interests are safeguarded, transactions are approved, registered and properly reported. Apart from this, a well-defined system of internal audit is in place so as to independently review and strengthen these internal controls. The Audit Committee of the Company regularly reviews the reports of internal auditors and recommends steps for further improvement in the internal controls.

FINANCIAL PERFORMANCE

The financial statements of your Company have been prepared in accordance with the Indian Accounting Standard ('Ind AS') specified under Section 133 of the Companies Act, 2013 and the applicable Rules, as amended from time to time and other applicable provisions. The salient parameters of financial performance are as under:-

(₹ in Lakhs)

	2022-2023	2021-2022
Revenue from Operations	17,787.69	10,347.57
Total Income	17,817.45	10,439.59
Total Expenses	17,491.49	10,610.95
Profit/(Loss) before tax	325.96	(171.36)
Exceptional Items	1332.39	--
Tax expenses	402.13	(39.90)
Profit/(Loss) after tax	1256.22	(131.46)
Total Comprehensive Income	1257.09	(135.53)

During the year under review, there is a significant improvement in the performance of the Company. Revenue from operations stood at ₹17,787.69 lakhs against ₹10,347.57 lakhs in the last financial year. The Company has achieved profit before tax of at ₹325.96 lakhs against loss of ₹171.36 lakhs in the previous

financial year 2021-22. In addition, the Company has also earned exceptional item income of ₹1,332.39 lakhs resulting total profit after tax of ₹1,256.22 lakhs against loss of ₹131.46 lakhs in the previous financial year.

HUMAN RESOURCES & INDUSTRIAL RELATIONS

The Company strongly believes that its employees are the most valuable asset and the strategic differentiator. Consistent with every other aspect of its business strategy, the Company recognizes the value of talent within the organization to fuel future growth and progress. Our skilled employees, their expertise, and dedication are vital for achieving operational efficiency, innovation, and sustainable growth. Our endeavour is to provide a work environment where continuous learning and development takes place to meet the changing demands and priorities of the business. The industrial relations within the Company have remained harmonious throughout the year. The Company had 238 employees on its payrolls as on March 31, 2023.

KEY FINANCIAL RATIOS

In accordance with the SEBI (Listing Obligations and Disclosure Requirements) (Amendment) Regulations, 2018, the Company is required to give details of significant changes (change of 25% or more as compared to the immediately previous financial year) in key financial ratios.

Following are the key financial ratios:

Particulars	2022-23	2021-22
Debtors Turnover Ratio	24.78	14.09
Inventory Turnover Ratio	6.43	4.45
Interest Coverage Ratio	5.12	0.70
Current Ratio	1.06	0.90
Debt Equity Ratio	0.89	1.71
Operating Profit Margin (%)	11.59	3.89
Net Profit Margin (%)	7.06	(1.27)
Return on Net Worth	0.50	(0.10)

Reason for significant change:

1. Debtor turnover ratio has been improved due to increase in sales and better recovery from customers.
2. Inventory turnover ratio has been improved due to optimisation of inventory holding level.
3. Interest Coverage Ratio has been improved due to improvement in EBIT as compared to last year.
4. Debt equity ratio has been improved due to lower utilisation of credit limits and improved net worth than previous year.
5. Operating Profit Margin, Net Profit Margin and Return on Net Worth have been improved due to earning of operational profit along with exceptional income in current year as compared to loss in last year.

CAUTIONARY STATEMENT

The above Management Discussion and Analysis contains certain forward-looking statements within the meaning of applicable security laws and regulations. These pertain to the Company's future business prospects and business profitability, which are subject to several risks and uncertainties and the actual results could materially differ from those in such forward-looking statements. Important factors that could make a difference include, among others, economic conditions affecting demand/ supply and price conditions in the markets, in addition to changes in government regulations, tax laws and other statutes and incidental factors.

CORPORATE GOVERNANCE REPORT

COMPANY'S PHILOSOPHY ON CORPORATE GOVERNANCE

Your Company's philosophy on Corporate Governance oversees business affairs and strategies and ensures fiscal accountability, ethical corporate behaviour and fairness to all stakeholders comprising of customers, vendors, investors, shareholders, employees and the society at large. Your Company envisages on attaining higher level of transparency and accountability for efficient and ethical conduct of business. The Company believes in adopting the best practices in the area of Corporate Governance. The Company has a legacy of fair, transparent and ethical governance practices.

Your Company is in compliance with the requirements of Corporate Governance stipulated in the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 ("the Listing Regulations") and also the Guidance Note on Board Evaluation as prescribed by the Securities and Exchange Board of India ("SEBI"). We believe, Corporate Governance is not just a destination, but a journey to constantly improve sustainable value creation.

BOARD OF DIRECTORS

i) Board Structure

The Board of Directors is the apex body constituted by shareholders, for overseeing the Company's overall functioning. It provides strategic direction, leadership and guidance to the Company's management as also monitors the performance of the Company with the objective of creating long-term value for the Company's stakeholders. Your Board of Directors closely monitor the performance of the Company and Management, approves the plans, reviews the strategy and strives to achieve organisational growth. The primary role of the Board is that of trusteeship to protect and enhance shareholders value. The Board, as part and parcel of its functioning, annually reviews its role, evaluates its performance and also that of the Board Committees and the Directors.

During the year under review, the composition of the Board was in conformity with Regulation 17 of the SEBI Listing Regulations read together with Section 149 and 152 of the Act and rules framed thereunder. As on March 31, 2023, the Board consisted of 6 Directors headed by Mr. Narendra Kumar Pasari (Managing Director), an Executive Director, two Non-Executive Non-Independent Director and three Non-Executive Independent Director.

None of the Directors hold Directorships in more than 20 (twenty) Companies including 10 (ten) Public Limited Companies. Further, none of the Directors on the Board are members of more than 10 (ten) Board Committees and Chairpersons of more than 5 (five) Board Committees across all public Companies in which he/ she is a Director. All

the Directors have made necessary disclosures regarding Committee positions occupied by them in other Companies. None of the Independent Directors of the Company serve as Independent Directors in more than 7 (seven) listed Companies.

As on March 31, 2023, none of the Directors of the Company are related to each other. Mr. Naynesh Pasari who has been appointed as a Whole-time Director (designated as Executive Director), subject to approval of Members in the ensuing Annual General Meeting, w.e.f. August 10, 2023 is son of Mr. Narendra Kumar Pasari, Managing Director of the Company.

During the year, there is change in composition of Board of Directors. Mrs. Shikha Singhal (Woman Director) was appointed as Independent Director w.e.f. May 3, 2022. Further, Mr. Naynesh Pasari has been appointed as Whole-time Director designated as Executive Director w.e.f. August 10, 2023 and Mrs. Rakhi Verma has resigned as Director w.e.f. August 10, 2023.

The details of composition of the Board, the attendance record of the Directors at the Board Meetings and at the last AGM, as also the number of Directorship(s)/Committee Chairmanship(s)/ Membership(s) held by them in other Public Companies along with shareholding of non-executive directors are given below:

Name/ Designation of Directors	DIN	Cate- gory	No. of Position held in other companies			No. of Board Meet- ings Attend- ed	Atten- dance at last AGM	No. of shares held by Non- Executive Directors (as on 31.03.2023)
			Direc- tor- ship	Mem- ber	Chair- man			
Mr. Narendra Kumar Pasari (Managing Director)	00101426	ED (P)	1	-	-	14	Yes	-
Mr. Dev Kishan Chanda	00407123	NED(NI)	-	-	-	15	Yes	-
Mr. Lal Chand Sharma	00196158	ID	5	-	-	5	No	-
Mr. Prakash Narayan Singh	00076392	ID	2	-	-	15	Yes	-
Mrs. Rakhi Verma	07995132	NED(NI)	-	-	-	15	Yes	-
Mrs. Shikha Singhal	03030671	ID	-	-	-	5	Yes	-
Mr. Naynesh Pasari *	00519612	ED (WTD)	2	-	-	-	-	-

\$ Chairmanship/Membership of Board Committees includes only Audit Committee and Stakeholders Relationship Committee.

ED (P) - Executive Director (Promoter)

NED(NI): Non Executive Director (Non-Independent)

ID: Independent Director

ED(WTD)-Executive Director (Whole time-Director)

* Appointed as Additional Director w.e.f. August 10, 2023.

ii) Independent Directors

Independent Directors demonstrate an appropriate degree of independence in character and judgement and are independent from the management. They do not have any business or other pecuniary relationship with the Company which could materially impact exercise of their judgement. The Company has received declarations from all the Independent Directors confirming that they meet the criteria of independence as prescribed under Section 149(6) of the Act read with Rules framed thereunder, and Regulation 16(1)(b) of the Listing Regulations. The Company has received confirmation from all the Independent Directors of their registration on the Independent Directors Database maintained by the Indian Institute of Corporate Affairs pursuant to Rule 6 of the Companies (Appointment and Qualification of Directors) Rules, 2014.

The Board has adopted the provisions with respect to appointment and tenure of Independent Directors consistent with the Companies Act, 2013 and the Listing Regulations. As per the provisions of the Companies Act, 2013, the Independent Directors shall be appointed for not more than two terms of maximum of five years each and shall not be liable to retire by rotation. At the time of appointment of an Independent Director, the Company issues a formal letter of appointment outlining his/ her role, function, duties and responsibilities as a Director.

iii) Familiarisation Programme for Independent Directors

Pursuant to the SEBI Regulations, the Company has worked out a Familiarisation Programme for the Independent Directors, with a view to familiarise them with their role, rights and responsibilities in the Company, nature of Industry in which the Company operates, business model of the Company etc. Through the Familiarisation Programme, the Company apprises the Independent directors about the business model, corporate strategy, business plans, finance human resources, technology, quality, facilities, risk management strategy, governance policies and operations of the Company. Details of Familiarisation Programme of Independent Directors with the Company are available on the website of the Company at

<https://www.skpmil.com/SKPDdocuments/InvestorsDoc/20230221020557-Familiarization%20programmes%20imparted%20to%20ID%20till%202022,23.pdf>

iv) Separate Meeting of Independent Directors

To comply with the provisions of Schedule IV of the Act read with Regulation 25 of SEBI (LODR) Regulations, the Independent Directors met once on February 14, 2023, without the presence of Non-Independent Directors and members of the management of the Company. The Independent Directors had discussed and reviewed the performance of the Non-Independent Directors and the Board as a whole and also assessed the quality, quantity and timeliness of the flow of information between the Management and the Board, which is

necessary for the Board to effectively and reasonably perform its duties.

v) Meetings of Board of Directors

The Board meets at regular intervals to discuss and decide on Company / business policies and strategies apart from other regular business matters. Board Meetings are usually held at the Corporate Office of the Company at New Delhi. During the year under review, 15 Board Meetings were held on April 23, 2022, May 3, 2022, May 30, 2022, June 28, 2022, August 9, 2022, September 27, 2022, October 20, 2022, November 14, 2022, November 24, 2022, December 15, 2022, December 31, 2022, January 16, 2023, February 14, 2023, March 1, 2023 and March 31, 2023. The requisite quorum was present for all Board meetings. The agenda of the meetings including all material information is circulated to the Directors in advance. This includes minimum information required to be made available to the Board as specified in Regulation 17(7) read with Part A of Schedule II of the SEBI Listing Regulations. The gap between two Board meetings was within the limit prescribed under Section 173(1) of the Act and Regulation 17(2) of the SEBI (LODR) Regulations.

vi) Board Membership Criteria/Skills

The Board comprises of qualified members who bring in the required skills, competence and expertise to enable them to make a valuable contribution to the Board and its Committees.

The following skills / expertise / competencies have been identified for the effective functioning of the Company and are currently available with the Board:

- Leadership / Operational experience
- Strategic Planning
- Global Business
- Financial, Regulatory / Legal & Risk Management
- Corporate Governance

Given below is a list of core skills, expertise and competencies of the individual Directors:

S. No.	Name	Skills/Expertise/Competencies				
		Leadership / Operational experience	Strategy Planning	Global Business	Finance and Legal	Corporate Governance
1.	Mr. Narendra Kumar Pasari	✓	✓	✓	✓	✓
2.	Mr. Dev Kishan Chanda	✓	✓	✓	✓	✓
3.	Mr. Lal Chand Sharma	✓	-	-	✓	✓
4.	Mr. Prakash Narayan Singh	✓	✓	✓	✓	✓
5.	Mrs. Shikha Singhal	✓	✓	-	-	✓
6.	Mr. Naynesh Pasari *	✓	✓	✓	✓	✓
7.	Mrs. Rakhi Verma**	✓	✓	-	-	✓

* Appointed w.e.f. August 10, 2023.

** Resigned w.e.f. August 10, 2023.

vii) Performance Evaluation

In terms of requirements of the Companies Act, 2013 read with the rules issued thereunder and SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 the Board is required to carry out the annual performance evaluation of the Board of Directors as a whole, Committees of the Board and individual Directors. Accordingly, the Board has carried out the annual evaluation of its own performance, its Committees and Directors.

The evaluation process focused on various aspects of the Board and Committees functioning such as composition of the Board and Committees, experience and competencies, performance of specific duties and obligations, corporate governance and compliance management etc.

The performance evaluation of Independent Directors was done by the entire Board, excluding the Independent Director being evaluated. A separate meeting of the Independent Directors was also held for the evaluation of the performance of Non-Independent Directors and the performance of the Board as a whole.

COMMITTEES OF THE BOARD

The Board of Directors of your Company have formed various Committees, as per the provisions of the Companies Act, 2013 and as per SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015. The terms of reference and the constitution of these Committees are in compliance with the applicable laws and are as follows:

i) AUDIT COMMITTEE

The Audit Committee acts as a link between the management, the Statutory and Internal Auditors and the Board of Directors. It assists the Board in fulfilling its oversight responsibilities of monitoring financial reporting processes, reviewing the Company's established systems and processes for internal financial controls, governance and reviewing the Company's statutory and internal audit activities. Majority of the Members on the Committee, including the Chairperson are Independent Directors. The Committee is governed by a Charter that is in line with the regulatory requirements mandated by the Section 177 of the Companies Act, 2013 and SEBI Regulations. The Company Secretary acts as the Secretary of the Audit Committee.

Details on composition of the Audit Committee and the attendance by each member of the Audit Committee are as under:

Sr. No.	Name	Status	Category	No. of Meetings attended
1.	Mr. Prakash Narayan Singh	Chairman	ID	6
2.	Mr. Lal Chand Sharma	Member	ID	6
3.	Mr. Dev Kishan Chanda	Member	NED(NI)	6

ID - Independent Director

NED (NI) - Non-Executive Director (Non-Independent)

Meeting and Attendance:

The Audit Committee met 6 (Six) times during the previous year, with a gap not exceeding one hundred and twenty days between any two meetings. The said committee met at the following dates:

Sr. No.	Date of Audit Committee Meeting	Total strength of committee	Attendance
1.	May 30, 2022	3	3
2.	August 9, 2022	3	3
3.	September 27, 2022	3	3
4.	November 14, 2022	3	3
5.	November 24, 2022	3	3
6.	February 14, 2023	3	3

The necessary quorum was present at the meetings.

Role of the Audit Committee:

The brief terms of reference of the Audit Committee include the followings:

- Oversight of the Company's financial reporting process and the disclosure of its financial information to ensure that the financial statement is correct, sufficient and credible;
- Recommendation for appointment, remuneration and terms of appointment of auditors of the Company;
- Approval of payment to statutory auditors for any other services rendered by the statutory auditors.
- Reviewing, with the management, the annual financial statements and auditors' 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 Act.
 - Changes, if any, in accounting policies and practices and reasons for the same.
 - Major accounting entries involving estimates based on the exercise of judgement 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 related party transactions, if any.
 - Qualifications in the draft audit report, if any.
- Reviewing, with the management, the quarterly financial statements before submission to the Board for approval;
- Approval or any subsequent modification of transactions of the Company with related parties;

- Evaluation of internal financial controls and risk management systems;
- Interaction with Auditors including review of internal audit function and reports;
- Approve policies in relation to the implementation of the Insider Trading Code and to supervise implementation of the same.
- Review of the Management's Discussion and Analysis of financial condition and results of operations.
- Scrutiny of inter-corporate loans and investments.

ii) **STAKEHOLDERS' RELATIONSHIP COMMITTEE**

The terms of reference and composition of the Stakeholders' Relationship Committee satisfy the requirements of Section 178 of the Act and Regulation 20 of SEBI (LODR) Regulations. The brief terms of reference of Stakeholders' Relationship Committee are to consider and resolve the grievances of security holders of the Company including but not limited to complaints related to transfer/transmission of shares, non-receipt of annual report and review of services rendered by the Registrar and Share Transfer Agent.

Mrs. Ritika Priyam Company Secretary acts as Secretary to the Committee and also designated as a Compliance Officer of the Company.

After close of the financial year 2022-23, the Stakeholders Relationship Committee has been duly reconstituted to give effect to the change in the composition of the Board of Directors of the Company w.e.f. August 10, 2023.

The Committee regularly reviews activities pertaining to investor services. The composition of the Stakeholders Relationship Committee and the attendance of each member of the said Committee are as under:

Sr. No.	Name	Status	Category	No. of Meetings attended
1.	Mr. Prakash Narayan Singh	Chairman	ID	3
2.	Mr. Dev Kishan Chanda	Member	NED(NI)	3
3.	Mrs. Rakhi Verma*	Member	NED(NI)	3
4.	Mr. Naynesh Pasari**	Member	ED(WTD)	-

ID - Independent Director

NED (NI) - Non-Executive Director (Non-Independent)

ED(WTD)-Executive Director (Whole-time Director)

* Resigned w.e.f. August 10, 2023.

** Appointed w.e.f. August 10, 2023. Since he was appointed as member w.e.f. 10.08.2023 in Stakeholders' Relationship Committee, no meeting was attended by him.

Meeting and Attendance:

The Stakeholder Relationship Committee met 3(Three) times during the financial year 2022-23. The number of meetings held and attended by the members during the year are as under:

Sr. No.	Date of Stakeholder relationship Committee Meeting	Total strength of committee	Attendance
1.	May 30, 2022	3	3
2.	November 14, 2022	3	3
3.	February 14, 2023	3	3

The terms of reference of the Stakeholders Relationship Committee, inter alia, include the followings:

- to consider and resolve the grievances of security holders of the Company including complaints related to transfer/transmission of shares, non-receipt of annual report, non- receipt of declared dividend, issue of new/ duplicate certificates, general meetings etc.;
- to review measures taken for effective exercise of voting rights by shareholders;
- to review adherence to the standards adopted by the Company in respect of various services being rendered by the Registrar & Share Transfer Agent;
- to review of the measures and initiatives taken by the Company for reducing the quantum of unclaimed dividends and ensuring timely receipt of dividend warrants/annual reports/statutory notices by the shareholders of the Company;

Investor Grievances / Complaints

The details of the Investor Complaints received and resolved during the Financial Year 2022-23 are as follows:

- No. of investors' complaints received during the year: Nil
- No. of complaints not solved to the satisfaction of shareholders during the year: Nil
- No. of complaints pending as at March 31, 2023: Nil (other than those which are under litigation, disputes or court orders).

iii) **NOMINATION AND REMUNERATION COMMITTEE**

The terms of reference and composition of the Nomination and Remuneration Committee satisfy the requirements of Section 178 of the Act and Regulation 19 of SEBI (LODR) Regulations and SEBI (Share Based Employee Benefits and Sweat Equity) Regulations, 2021.

After close of the financial year 2022-23, the Nomination and Remuneration Committee has been duly reconstituted to give effect to the change in the composition of the Board of Directors of the Company w.e.f. August 10, 2023.

The composition, names of members, chairperson, status and number of the meetings during the financial year ended on March 31, 2023 are as follows:

Sr. No.	Name	Status	Category	No. of Meetings attended
1.	Mr. Lal Chand Sharma	Chairman	ID	4
2.	Mr. Prakash Narayan Singh	Member	ID	4
3.	Mrs. Rakhi Verma*	Member	NED(NI)	4
4.	Mrs. Shikha Singhal **	Member	ID	-

ID - (Independent) Director)

NED (NI) - Non-Executive Director (Non-Independent)

* Resigned w.e.f. August 10, 2023.

** Since she was appointed as member w.e.f. 10.08.2023 in Nomination and Remuneration Committee, no meeting was attended by her.

Meeting and Attendance:

The Nomination and Remuneration Committee met 4 (Four) times during the financial year 2022-23. The number of meetings held and attended by the members during the year are as under:

Sr. No.	Date of Nomination and Remuneration Committee Meeting	Total strength of committee	Attendance
1.	May 3, 2022	3	3
2.	May 30, 2022	3	3
3.	November 24, 2022	3	3
4.	February 14, 2023	3	3

The terms of reference of the Nomination and Remuneration Committee, inter alia, include the followings:

- Identifying persons who are qualified to become Directors and who may be appointed in senior management positions in accordance with the laid down criteria and recommend their appointment and removal to the Board;
- Formulation of criteria for determining qualifications, positive attributes and independence of a Director and recommend to the Board a policy relating to the remuneration of the Directors, Key Managerial Personnel and other employees;
- Formulation of criteria for performance evaluation of Independent Directors and the Board;
- Devising a policy on Board diversity;
- 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.

The Board has approved Nomination and Remuneration Policy as recommended by Nomination and Remuneration Committee which is displayed on the Company's website www.skpmil.com

iv) CORPORATE SOCIAL RESPONSIBILITY COMMITTEE

The Corporate Social Responsibility (CSR) Committee of the Board is constituted in compliance with the requirements of Section 135 of the Act, led by an Independent Director.

After close of the financial year 2022-23, the Corporate Social Responsibility Committee has been duly reconstituted to give effect to the change in the composition of the Board of Directors of the Company w.e.f. August 10, 2023.

The composition, names of members and details of members during the financial year 2022-23 are as under:

Sr. No.	Name	Status	Category	No. of Meetings attended
1.	Mr. Prakash Narayan Singh	Chairman	ID	-
2.	Mr. Dev Kishan Chanda	Member	NED(NI)	-
3.	Mrs. Rakhi Verma*	Member	NED(NI)	-
4.	Mr. Naynesh Pasari **	Member	ED(WTD)	-

ID - Independent Director

NED (NI) - Non-Executive Director (Non-Independent)

ED(WTD) - Executive Director (Whole-time Director)

* Resigned w.e.f. August 10, 2023.

** Appointed w.e.f. August 10, 2023.

Meeting and Attendance:

As the average profit for the last three financial years of the Company was negative, the Board of Directors of the Company was not required to approve any CSR projects. Hence, no meeting was conducted during the financial year 2022-23.

Role of the Committee:

- Formulate and recommend to the Board, a Corporate Social Responsibility Policy which shall indicate the activities to be undertaken by the Company in accordance with the provisions of the Companies Act, 2013;
- Recommend the amount of expenditure to be incurred on activities to be undertaken by the Company;
- Review and monitor the CSR policy of the Company and its implementation from time to time;
- Any other matter as the Corporate Social Responsibility Committee may deem appropriate after approval of the Board or as may be directed by the Board from time to time.

REMUNERATION TO DIRECTORS

(i) Remuneration to Managing Director

The detail of remuneration paid to Mr. Narendra Kumar Pasari, Managing Director during the financial year ended March 31, 2023 is as under:

(Amount in ₹)

Basic Salary	HRA	Perquisites	Bonus	Contribution to PF	Total
19,50,000	9,75,000	39,600	1,48,482	1,86,000	32,99,082

(ii) Criteria of making payments to Non-Executive Directors

The Company does not pay any remuneration or sitting fee to the Non-Executive Directors. They are entitled to claim

the actual out-of-pocket expenses incurred for attending Board Meetings.

Non-Executive Directors do not have any pecuniary relationship or transactions with the Company. The terms and conditions for appointment of Independent Directors are available on the website of the Company: www.skpmil.com

RECONCILIATION OF SHARE CAPITAL AUDIT

The certificate of Reconciliation of Share Capital Audit by a Company Secretary in practice confirming that the total issued capital of the Company is in agreement with the total number of shares in physical form and the total number of dematerialized shares held with NSDL and CDSL, is placed before the Board on quarterly basis subsequent to its submission to the stock exchanges.

CEO/CFO CERTIFICATION

To comply with Regulation 17(8) of SEBI (LODR) Regulations, the Managing Director and the Chief Financial Officer (CFO) of the Company have given Compliance Certificate stating therein matters prescribed under Part B of Schedule II of the said Regulations which forms part of this Corporate Governance Report.

To comply with Regulation 33(2)(a) of SEBI (LODR) Regulations, while placing the Quarterly Financial Results before the Board of Directors, the Managing Director and CFO certifies that the Financial Results do not contain any false or misleading statement or figures or do not omit any material fact which may make the statements or figures contained therein misleading.

COMPLIANCE WITH CODE OF CONDUCT

To comply with the provisions of Regulation 17(5) of SEBI (LODR) Regulations, the Company has adopted "Code of Conduct for Board of Directors and Senior Management" (Code). Code is available on website of the Company at www.skpmil.com.

On the basis of declarations received from Board Members and senior Management Personnel, the Managing Director & Chief Financial Officer has given a declaration that the Members of the Board of Directors and Senior Management Personnel have affirmed compliance with the Code during the Financial Year 2022-23. A copy of such declaration is also attached with this report.

GENERAL BODY MEETINGS

The details of Annual General Meetings held during last three years and the special resolution(s) passed there at, are as follows:

AGM Date & Time	Venue of Meeting	Special Resolution Passed
01-08-2022 11:00 a.m.	Registered Office through Video Conference(VC) / Other Audio Visual Means (OAVM) facility	1. Re-appoint Mr. Narendra Kumar Pasari (DIN: 00101426) as Managing Director and fix his remuneration. 2. To give loans/guarantees, providing securities and making of investments in securities. 3. To Appoint Mrs. Shikha Singhal (DIN: 03030671) as an Independent Director of the Company for a period of Five years.
28-09-2021 11:00 a.m.	Registered Office through Video Conference(VC) / Other Audio Visual Means (OAVM) facility	None
29-09-2020 10:30 a.m.	Registered Office through Video Conference(VC) / Other Audio Visual Means (OAVM) facility	1. Re- appointment of Mr. Prakash Narayan Singh (DIN: 00076392) as a Non-Executive Independent Director on the Board of the Company to hold office for a second term. 2. Re-appointment of Mr. Lal Chand Sharma (DIN: 00196158) as a Non-Executive Independent Director on the Board of the Company to hold office for a second term.

All the Resolutions moved at the last 3 AGMs were passed by the requisite majority of Members.

POSTAL BALLOT

During the year under review, pursuant to Regulation 44 of SEBI (LODR) Regulations and Sections 108, 110 and other applicable provisions of the Act read with Rules made thereunder, Members of the Company passed total 4 (Four) special resolutions by way of postal ballots.

Procedure adopted for Postal Ballot:

In compliance with Regulation 44 of the SEBI (LODR) Regulations and Sections 108, 110 and other applicable provisions of the Act read with the Rules made thereunder and General Circulars issued by Ministry of Corporate Affairs, the Postal Ballot Notice dated 24th November 2022 was dispatched on November 29, 2022 containing draft resolution together with the explanatory statement and remote e-voting instructions through electronic mode to all those Members whose e-mail address were registered with the Company/ Registrar and Share Transfer Agent (RTA) or Depository/ Depository Participants and whose names appeared in the Register of Members of the Company or in the Register of Beneficial Owners maintained by the Depositories as on Friday, November 25, 2022. The Company also published notice in the newspapers declaring details of completion of dispatch on Wednesday, November 30, 2022 as mandated under the Act and applicable rules.

The remote e-voting facility was provided by Link Intime India Private Limited. The remote e-voting period commenced from 9.00 a.m. (IST) on Wednesday, November 30, 2022 and

concluded at 5:00 p.m. (IST) on Thursday, December 29, 2022

Mr. Manish Kumar Bansal (Advocate) partner of Globiz Legal, were appointed as Scrutiniser to conduct and scrutinise the postal ballot process and votes cast (through remote e-voting only) in a fair and transparent manner. The Scrutiniser submitted his report on postal ballot by remote e-voting process on December 30, 2022.

The results of the postal ballot were announced by the Company Secretary on December 30, 2022. The last date of remote e-voting i.e. Thursday, December 29, 2022 was taken as the date of passing the resolution.

The voting results were submitted to the Stock Exchanges where shares of the Company were listed, on December 30, 2022, and uploaded on the website of the Company (www.skpmil.com). The Postal ballot was conducted in due compliance with all the statutory provisions under the Act and Listing Regulations.

The following resolutions were passed through Postal Ballot:

Sr. No.	Description	Votes in favour of the Resolution (No. of Equity Shares) and % of Valid Votes	Votes against the Resolution (No. of Equity Shares) and % of Valid Votes
1	Special Resolution to approve the continuation of Directorship of Mr. Prakash Narayan Singh (DIN: 00076392) as a Non-executive Independent Director of the Company after attaining the age of 75 years	12736015 (99.9992%)	98 (0.0008%)
2	Special Resolution to approve the continuation of Directorship of Mr. Dev Kishan Chanda (DIN: 00407123) as a Non-executive Director of the Company after attaining the age of 75 years	12736015 (99.9992%)	98 (0.0008%)
3	Special Resolution to give loans/ guarantees, providing securities and making of investments in securities under Section 186.	12736015 (99.9992%)	98 (0.0008%)
4	Ordinary Resolution to approve the re-appointment and increase in remuneration of Mr. Naynesh Pasari who holds an office or place of Profit in the Company under Section 188(1)(f)	12736015 (99.9992%)	98 (0.0008%)

All resolutions were passed with requisite majority.

As at the date of this report, there are no resolutions proposed to be passed through postal ballot.

v) MEANS OF COMMUNICATION

The Company recognizes communication as a key element to the overall Corporate Governance framework, and therefore emphasizes on prompt, continuous, efficient and relevant

communication to all external constituencies.

I. Quarterly Results:

The Quarterly / Half Yearly / Annual Financial Results are published in English and Hindi language newspapers normally in Business Standard. The Company is filing all Quarterly Financial Results electronically on BSE website viz. www.bseindia.com and website of the Company i.e. www.skpmil.com

II. Website:

The Company is filing all reports / information including Quarterly Financial Results, Shareholding Pattern and Corporate Governance Report etc., electronically on BSE website viz. www.bseindia.com and website of the Company www.skpmil.com

III. Intimation to Stock Exchange:

All the data relating to financial results, quarterly compliances, various submissions/ disclosure documents etc., are filed electronically on BSE's Electronic platform 'Listing Centre' and shareholding pattern & Corporate Governance Report have been filed in XBRL mode with the Exchange on the 'Listing Centre' as mandated by BSE. Disclosure pursuant to various provisions of SEBI (LODR) Regulations, as applicable, are promptly communicated to the Bombay Stock Exchanges, and are displayed by them on their websites.

IV. Annual Report:

The information regarding the performance of the Company is shared with the shareholders vide the Annual Report. The Annual Reports for FY 2022-23 are being sent in electronic mode, to all members who have registered their email ids for the purpose of receiving documents / communication in electronic mode with the Company and / or Depository Participants. The Annual Reports are also available in the "Investors" section on the Company's website at www.skpmil.com

V Electronic Communication:

The Company had during FY 2022-23 sent required communications including Annual Reports, by email to those shareholders whose email addresses were registered with the Company/ Depositories. In support of the 'Green Initiative' the Company encourages Members to register their email address with their Depository Participant or the Company, to receive soft copies of the Annual Report, Notices and other information disseminated by the Company, on a real-time basis without any delay.

GENERAL SHAREHOLDER INFORMATION

i) Corporate Identity Number (CIN)

The Corporate Identity Number (CIN) allotted by the Ministry of Corporate Affairs, Government of India, is L21012DL1972PLC279773.

ii) Annual General Meeting

Date : September 26, 2023

Day : Tuesday

Time : 11.00 a.m.

Venue/ Mode : Annual General Meeting would be held through video-conferencing / other audio visual means ('VC / OAVM').

(Deemed venue for meeting: Registered Office of the Company at 4830/24, Prahlad Street, Ansari Road, Darya Ganj, New Delhi – 110 002)

As required under Regulation 36(3) of the SEBI Listing Regulations and Secretarial Standard 2, details of Director seeking appointment / re-appointment at this AGM are given in the Annexure to the Notice of the forthcoming AGM.

iii) Financial Year

The Company follows the period of April 1 to March 31 as the Financial Year.

iv) Financial Calendar (Tentative)

Board Meeting to take on record	Schedule
Results for the	
* Quarter ending June 30, 2023	On or before August 14, 2023
* Quarter ending September 30, 2023	On or before November 14, 2023
* Quarter ending December 31, 2023	On or before February 14, 2024
* Quarter ending March 31, 2024	On or before May 30, 2024

v) Book Closure Date

September 20, 2023 to September 26, 2023 (both days inclusive).

vi) Listing on Stock Exchanges

The Equity Shares of the Company are listed on the following two Stock Exchanges:

Name & Address of the Stock Exchanges	Stock Code
BSE Limited Floor 25, P J Towers, Dalal Street, Mumbai - 400 001.	500388
* The Calcutta Stock Exchange Association Ltd. 7, Lyons Range, Kolkata - 700 001.	29133

*The Company's delisting application with Calcutta Stock Exchange is in process since long.

Note: The listing fees of BSE for FY 2023-24 has been paid within the due date.

vii) Market Price Data

The Equity Shares of the Company are traded at the

Bombay Stock Exchange Limited (BSE) only. The performance of the Equity Shares of the Company in comparison to BSE Sensex is given hereunder:

Month	Share Prices		BSE Sensex	
	High	Low	High	Low
April 2022	29.40	19.90	60,845.10	56,009.07
May 2022	26.95	21.40	57,184.21	52,632.48
June 2022	21.35	18.65	56,432.65	50,921.22
July 2022	19.95	15.50	57,619.27	52,094.25
August 2022	23.75	15.05	60,411.20	57,367.47
September 2022	31.00	23.10	60,676.12	56,147.23
October 2022	33.20	28.45	60,786.70	56,683.40
November 2022	33.95	25.10	63,303.01	60,425.47
December 2022	29.10	25.00	63,583.07	59,754.10
January 2023	29.10	23.90	61,343.96	58,699.20
February 2023	26.15	20.55	61,682.25	58,795.97
March 2023	22.00	18.34	60,498.48	57,084.91

Source: www.bseindia.com

viii) Code of Conduct for Prohibition of Insider Trading

Your Company has adopted a Code of Conduct for Prevention of Insider Trading, in accordance with the requirements of Securities and Exchange Board of India (Prohibition of Insider Trading) Regulations 2015, as amended from time to time. The Company Secretary is the Compliance Officer for monitoring adherence to the said Regulations. The Code is displayed on the Company's website at www.skpmil.com

ix) SEBI Complaints Redress System (SCORES)

A centralised web based complaints redress system 'SCORES' which serves as a centralised database of all complaints received, enables uploading of Action Taken Reports by the concerned companies and online viewing by the investors of actions taken on complaint and its current status.

During the financial year 2022-23, no shareholder's complaint was received on SCORES by the Company.

x) Registrar and Share Transfer Agents

The Registrar and Share Transfer Agent of the Company is Link Intime India Private Limited. All the work relating to the shares held in physical form as well as the shares held in the electronic (demat) form is being done by RTA, whose details are given below:

Link Intime India Pvt. Ltd.
Noble Heights, 1st Floor, Plot NH 2,
C-1 Block LSC, Near Savitri Market,
Janakpuri, New Delhi-110058
Ph. # 011- 49411000
Fax # 011- 41410591

Email.: delhi@linkintime.com
 Website: www.linkintime.co.in
 Contact Persons: Mr. Swapan Kumar Naskar
 Mr. Shamwant Kushwaha

xi) Share Transfer System

Transfer of Equity Shares in dematerialized form are done through depositories with no involvement of the Company. In terms of SEBI (LODR) Regulations, securities of listed companies can only be transferred in dematerialized form including where the claim is lodged for transmission or transposition of shares. Company obtains a yearly certificate from a Company Secretary in Practice as required under Regulation 40(9) of SEBI (LODR) Regulations and files copy of the said certificate with the Stock Exchanges.

xii) Pending Share Transfers

No share transfers were pending as on March 31, 2023.

xiii) Distribution of Shareholding

The distribution of shareholding as on March 31, 2023 was as under:

Shareholding of Shares	Number of Shareholders	%	Number of shares	%
1 to 500	1267	85.96	1,85,566	1.37
501 to 1000	119	8.07	1,00,224	0.74
1001 to 2000	38	2.58	59,387	0.44
2001 to 3000	12	0.81	29,917	0.22
3001 to 4000	9	0.61	30,527	0.23
4001 to 5000	6	0.41	27,616	0.21
5001 to 10000	3	0.20	25,893	0.19
10001 & above	20	1.36	1,30,62,550	96.60
Total	1,474	100.00	1,35,21,680	100.00

Shareholding pattern as on March 31, 2023

Category Code	Category of shareholder	Total number of shares	As a percentage of total shares
(A)	Shareholding of Promoter and Promoter Group		
1	Indian	57,10,680	42.23
2	Foreign	-	-
	Total Shareholding of Promoter and Promoter Group	57,10,680	42.23
(B)	Public Shareholding		
I	Institutions	-	-
II	Non-Institutions		
1	Bodies Corporate	38,34,883	28.36
2	Non-Resident Indians/Foreign Bodies Corporate	32,00,365	23.67
3	Resident Individuals and Others	7,75,752	5.74
	Total Public Shareholding	78,11,000	57.77
(C)	Shares held by Custodians and against which Depository Receipts have been issued	-	-
	Total (A+B+C)	1,35,21,680	100.00

xiv) Dematerialization of Shares

The Company has executed agreements with

National Securities Depositories Limited (NSDL) and Central Depository Services (India) Limited (CDSL) for dematerialisation of shares. As on March 31, 2023, a total of 30,55,455 Equity Shares representing 22.60 % of the total paid-up capital of the Company were in dematerialized form. Members are advised to get their shares converted into demat mode.

The Company's ISIN No.: INE 970C01012
xv) Outstanding GDRs/ADRs /Warrants etc.

The Company has no outstanding GDRs/ADRs/Warrants or any convertible instruments as on March 31, 2023.

xvi) Commodity Price Risk/ Foreign Exchange Risk and Hedging

The Company has foreign exchange risk and the mitigation of the same is managed by entering into forward contracts to hedge the risk as per Company's policy. The details of foreign currency exposure as on March 31, 2023 are disclosed in Note No. 54 of Notes to Financial Statement. The Company does not indulge in commodity hedging activities.

xvii) Credit Rating

During the year under review, credit rating of the Company, done by Infomermics Valuation and Ratings Pvt. Ltd., New Delhi, is as under:-

Long-Term Rating : IVR BB

Short-Term Rating : IVR A4

xviii) Plant Location

Plot No.SPL-A, A-2 & A-3

RIICO Industrial Area,

Vill. Keshwana, Teh. Kotputli,

Distt. Jaipur (Rajasthan)

Pin - 303108

xix) Address for Correspondence

Shree Krishna Paper Mills & Industries Ltd.

4830/24, Prahlad Street,

Ansari Road, Darya Ganj,

New Delhi -110002.

Tel. +91 11 46263200, 23261728

E-mail: cs@skpmil.com, info@skpmil.com

Website: www.skpmil.com

vi) DISCLOSURES

a) All transactions entered into by the Company with related parties as defined under the Act and the Listing Regulations, during the Financial Year 2022-23 were in the ordinary course of business and on arm's length basis. There were no materially significant transactions with the related parties during the financial year which were in conflict with the interest of Company. Necessary disclosures

as required under the Accounting Standards have been made in the Financial Statements. The Board has approved a policy on materiality of related party transactions and on dealing with related party transactions and the same is disclosed on the website of the Company at the link:

<https://www.skpmil.com/SKPDdocuments/InvestorsDoc/20210816083217-Policy%20for%20determination%20of%20materiality%20of%20events%20and%20information.pdf>.

The details of the related party transactions during the year have been provided in Note No.55 of Notes to Financial Statement.

- b) The Company has complied with the requirements of the Stock Exchanges / SEBI and Statutory Authorities on all matters related to the capital markets. No penalty or strictures were imposed on the Company by any of these authorities except one case of penalty of ₹ 5,42,800/- (including GST) imposed by BSE for non-compliance of Regulation 17(1)(c) of SEBI (Listing Obligations & Disclosure Requirements) Regulation, 2015 for the quarter ended December 31 , 2020. The penalty has not been paid by the Company and has submitted its reply for waiver off penalty as the case falls under Carve Out Policy and SOP Circular of SEBI. None of the Company's listed securities is suspended from trading.
- c) The Company has adopted a Whistle Blower Policy and has established necessary Vigil Mechanism as required under Regulation 22 of the Listing Regulations for Directors and employees to report concerns about any unethical behaviour. No person has been denied access to the Chairman of the Audit Committee. The said policy has also been disclosed on the website of the Company at the link: www.skpmil.com
- d) A certificate from a Company Secretary in practice that none of the Directors on the Board of the Company have been debarred or disqualified from being appointed or continuing as Directors of Companies by the Board/ Ministry of Corporate Affairs or any such statutory authority has been obtained. The Certificate of Company Secretary in practice is annexed herewith as a part of the report.
- e) The Board periodically reviewed the compliance of all the applicable laws and steps were taken by the Company to rectify instances of non-compliance, if any. During the year, the Company has complied with all the mandatory requirements of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015.
- f) During the Year, the Board has accepted all the

recommendations of its Committees.

- g) Details of total fees for all the services paid by the Company to the Statutory Auditors are given in Note No. 39 of Notes to Financial Statements.
- h) As the Company doesn't have any subsidiary under the provisions of the Act read with SEBI (LODR) Regulations, the requirement for adopting the Policy for determining 'material' subsidiaries is not applicable. Hence, no web link of the policy has been given in this report.
- i) In the preparation of financial statements, the Company has followed the Indian Accounting Standards referred to in Section 133 of the Act. The significant accounting policies which are consistently applied have been set out in the Notes to the Financial Statements.
- j) Business risk evaluation and management is an ongoing process within the Company. The assessment is periodically examined by the Board.
- k) The Company has duly complied with the requirements specified in Regulations 17 to 27 and Clauses (b) to (i) of sub-regulation (2) of Regulation 46 of the SEBI (Listing Obligations and Disclosures Requirements) Regulations, 2015 (listing regulations) for the financial year ended on March 31, 2023.
- l) Certificate from Statutory Auditor of the Company regarding compliance of conditions of Corporate Governance is annexed herewith to the report on Corporate Governance in this Annual Report.
- m) Disclosure in relation to the Sexual Harassment of Women at Workplace (Prevention, Prohibition and Redressal) Act, 2013 forms part of the Board's Report.
- n) Company does not have any share in the demat suspense account or unclaimed suspense account as on March 31, 2023.
- o) **Green Initiative :** Pursuant to Sections 101 and 136 of the Act read with the Companies (Management and Administration) Rules, 2014 and Companies (Accounts) Rules, 2014 and Regulation 36 of SEBI (LODR) Regulations, the Company can send Notice of Annual General Meeting, Financial Statements and other communication in electronic form. Your Company is sending the Annual Report including the Notice of Annual General Meeting, Audited Financial Statements, Board's Report along with their annexure etc. for the Financial Year 2022-23 in electronic mode to the shareholders who have registered their e-mail address with the Company or their respective Depository Participants (DPs).

Shareholders who have not registered their e-mail

addresses so far are requested to register their e-mail addresses. Those holding shares in demat form can register their e-mail addresses with their concerned DPs. Shareholders who hold shares in physical form are requested to register their e-mail addresses with the Company / RTA, by sending a letter, duly signed by the first/sole holder quoting details of Folio Number.

For and on behalf of the Board of Directors of
Shree Krishna Paper Mills & Industries Limited

Dev Kishan Chanda

Director

DIN: 00407123

Place : New Delhi

Date : August 10, 2023

Narendra Kumar Pasari

Managing Director

DIN: 00101426

Auditors' Certificate of Compliance with Corporate Governance pursuant to SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015

To the members of,

Shree Krishna Paper Mills & Industries Limited

We have examined the compliance of conditions of Corporate Governance by Shree Krishna Paper Mills & Industries Limited for the year ended on March 31, 2023, as stipulated in Regulation 17 to 27, clause (b) to (i) of Regulation 46(2) and paragraph C, D and E of Schedule V of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended.

The compliance of conditions of Corporate Governance is the responsibility of the management. Our examination was limited to a review of the procedures and implementation thereof, adopted by the Company for ensuring the compliance of conditions of the Corporate Governance. It 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 given to us, and the representations made by the Directors and Management, we certify that the Company has complied with the conditions of Corporate Governance as stipulated in the above mentioned Listing Regulations.

We further state that such compliance 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 Radheshyam Sharma & Co.

Chartered Accountants

Firm Registration No. 016172N

CA Radheshyam Sharma

Proprietor

Membership No. 097127

UDIN : 23097127BGVMB52839

Place: New Delhi

Date: May 30, 2023

Declaration for compliance with Code of Conduct

I, Narendra Kumar Pasari, Managing Director of the Company declare that all the members of the Board of Directors and Senior Management Personnel have, for the year ended March 31, 2023, affirmed compliance with the Code of Conduct as laid down by the Company in terms of Regulation 26(3) read with Schedule V to SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended.

For Shree Krishna Paper Mills & Industries Ltd.

Place: New Delhi
Date: May 30, 2023

Narendra Kumar Pasari
Managing Director
DIN: 00101426

Certificate by Managing Director and Chief Financial Officer

The Board of Directors,

Shree Krishna Paper Mills & Industries Limited

1. We have reviewed financial statements and the cash flow statement for the year ended March 31, 2023 and 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.
2. 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 violative of the Company's code of conduct.
3. We accept responsibility for establishing and maintaining internal controls for financial reporting. We have also evaluated the effectiveness of internal control systems of the Company pertaining to financial reporting and we have disclosed to the auditors and the audit committee, deficiencies in the design or operation of such internal controls, if any, of which we are aware and intimated the steps taken or proposed to be taken to rectify these deficiencies.
4. We have indicated to the Auditors and the Audit Committee:
 - (i) significant changes in internal control over financial reporting during the year;
 - (ii) significant changes in accounting policies during the year and that the same have been disclosed in the notes to the financial statements; and
 - (iii) instances of significant fraud of which we have become aware and the involvement therein, if any, of the management or an employee having a significant role in the Company's internal control system over financial reporting.

Sanjiv Kumar Agarwal
Chief Financial Officer

Narendra Kumar Pasari
Managing Director
DIN: 00101426

Place: New Delhi
Date: May 30, 2023

**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)

The Members of

SHREE KRISHNA PAPER MILLS & INDUSTRIES LIMITED

4830/24, Prahlad Street, Ansari Road,
Darya Ganj, New Delhi-110002

We have examined the relevant registers, records, forms, returns and disclosures received from the Directors of Shree Krishna Paper Mills & Industries Limited having **CIN: L21012DL1972PLC279773** and having registered office at 4830/24, Prahlad Street, Ansari Road, Darya Ganj, New Delhi-110002 (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) as considered necessary and explanations furnished to us by the company & its officers, we hereby certify that none of the Directors on the Board of the Company as stated below for the Financial Year ended on 31st March, 2023 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.

S. NO.	NAME OF DIRECTOR	DIN	DATE OF APPOINTMENT
01.	NARENDRA KUMAR PASARI	00101426	11/03/1974
02.	DEV KISHAN CHANDA	00407123	23/02/2021
03.	LAL CHAND SHARMA	00196158	30/07/2002
04.	PRAKASH NARAYAN SINGH	00076392	01/07/2010
05.	RAKHI VERMA	07995132	18/11/2017
06.	SHIKHA SINGHAL	03030671	03/05/2022

Ensuring the eligibility of 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.

Place: Ghaziabad, NCR

Date: 30.05.2023

for **BLAK & Co.**
Company Secretaries

(Archana Bansal)
(Mg. Partner)

M.NO. - A17865
COP -11714

UDIN- A017865E000421565

INDEPENDENT AUDITOR'S REPORT

To the Members of Shree Krishna Paper Mills & Industries Limited Report on the audit of Financial Statements Opinion

We have audited the accompanying financial statements of Shree Krishna Paper Mills & Industries Limited ("the Company"), which comprise the Balance Sheet as at March 31, 2023, the Statement of Profit and Loss (including Other Comprehensive Income), the Statement of Changes in Equity and the Statement of Cash Flow for the year then ended, and notes to the financial statements, including a summary of the significant accounting policies and other explanatory information (hereinafter referred to as "Financial Statements").

In our opinion and to the best of our information and according to the explanations given to us, the aforesaid financial statements give the information required by the Companies Act, 2013 ("the Act") in the manner so required and give a true and fair view in conformity with the accounting principles generally accepted in India, of the state of affairs of the Company as at March 31, 2023, and its profit and other comprehensive income, changes in equity and its cash flows for the year ended on that date.

Basis for Opinion

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

Key Audit Matters

Key audit matters are those matters that, in our professional judgment, were of most significance in our audit of the financial statements of the current period. These matters were addressed in the context of our audit of the financial statements as a whole, and in forming our opinion thereon, and we do not provide a separate opinion on these matters.

We have determined the matters described below to be the key audit matters to be communicated in our report.

Description of a Key Audit Matter is given below:-

Sr No.	Key Audit Matter	How the matter was addressed in our audit
1	<p>Appropriateness of the carrying amount of trade receivables (Unsecured & Considered Good) at amortized cost (Refer Note – 12 to the financial statements)</p> <p>Trade receivables aggregating to ₹788.18 lakhs as at March 31, 2023 comprise a significant portion of the assets of the Company and serve as security for the Company's short-term debts.</p> <p>Letters have been sent to majority of the debtors for confirmation of balances and reconciliation, in case of differences, but replies have not been received from all.</p> <p>This is determined as a key audit matter as balance confirmation is one of the evidences which establishes the authenticity of the receivables which comprise significant portion of the Assets of the entity.</p>	<p>Our procedures, regarding obtaining the balance confirmation of Trade Receivable and verifying the same</p> <ul style="list-style-type: none"> Designing the external confirmation procedures to obtain additional corroborative information as a response to address the assessed risks of material misstatement, including determining that external confirmation requests are properly addressed and contain return information for responses to be sent directly to the auditor and maintaining control over external confirmation requests. Evaluating whether the results of the external confirmation procedures provide relevant and reliable audit evidence, or whether performing further audit procedures is necessary including in the case of each non-response, perform alternative audit procedures to obtain relevant and reliable audit evidence. Performing alternative audit procedures include examining specific subsequent cash receipts, transport documentation, and sales near the period-end. <p>Based on the above procedures performed, we did not find any significant exceptions with the balances of trade receivables.</p>

Information Other than the 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 financial statements and our auditors' report thereon.

Our opinion on the 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 financial statements, our

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

Management's Responsibility for the Financial Statements

The Company's Board of Directors is responsible for the matters stated in Section 134(5) of the Act ("the Act") with respect to the preparation of these financial statements that give a true and fair view of the financial position, financial performance (including Other Comprehensive income/loss), changes in equity and cash flows of the Company in accordance with the accounting principles generally accepted in India, including the Ind AS specified under Section 133 of the Act. This responsibility also includes maintenance of adequate accounting records in accordance with the provisions of the Act for safeguarding the assets of the Company and for preventing and detecting frauds and other irregularities; selection and application of appropriate accounting policies; making judgments and estimates that are reasonable and prudent; and design, implementation and maintenance of adequate internal financial controls, that were operating effectively for ensuring the accuracy and completeness of the accounting records, relevant to the preparation and presentation of the financial statements that give a true and fair view and are free from material misstatement, whether due to fraud or error.

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

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

Auditor's Responsibilities for the Audit of the Financial Statements

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

on the basis of these financial statements.

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

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

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

We also provide those charged with governance with a statement that we have complied with relevant ethical

requirements regarding independence, and to communicate with them all relationships and other matters that may reasonably be thought to bear on our independence, and where applicable, related safeguards.

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

Report on Other Legal and Regulatory Requirements

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, to the extent applicable.
2. As required by Section 143 (3) of the Act, we report that:
 - (a) We have sought and obtained all the information and explanations which to the best of our knowledge and belief were necessary for the purposes of our audit.
 - (b) In our opinion, proper books of account as required by law have been kept by the Company so far as it appears from our examination of those books.
 - (c) The Balance Sheet, the Statement of Profit and Loss including Other Comprehensive income, the Statement of Changes in Equity and the Cash Flow Statement dealt with by this Report are in agreement with the books of account.
 - (d) In our opinion, the aforesaid financial statements comply with the Indian Accounting Standards (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, 2023 taken on record by the Board of Directors, none of the directors is disqualified as on March 31, 2023 from being appointed as a director in terms of Section 164 (2) of the Act.
 - (f) With respect to the adequacy of the internal financial controls with reference to financial statements of the Company and the operating effectiveness of such controls, refer to our separate report in 'Annexure B'.

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

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

- (h) With respect to the other matters to be included in the Auditor's Report in accordance with Rule 11 of the Companies (Audit and Auditors) Rules, 2014, as amended in our opinion and to the best of our information and according to the explanations given to us:
 - i. The Company has disclosed the impact of pending litigations on its financial position in its Ind AS financial statements – refer note no. 43 of the financial statements;
 - ii. The Company did not have any long-term contracts including derivative contracts for which there were any material foreseeable losses; refer note no 57 of the financial statements.
 - iii. There were no amounts which were required to be transferred to the Investor Education and Protection Fund by the Company.
 - iv. (a) The management has represented that, to the best of its knowledge and belief, as disclosed in the Note 64 to the financial statement, no funds have been advanced or loaned or invested (either from borrowed funds or share premium or any other sources or kind of funds) by the Company to or in any other person(s) or entity(ies), including foreign entities ("Intermediaries"), with the understanding, whether recorded in writing or otherwise, that the Intermediary shall, whether, directly or indirectly, lend or invest in other persons or entities identified in any manner whatsoever by or on behalf of the Company ("Ultimate Beneficiaries") or provide any guarantee, security or the like on behalf of the Ultimate Beneficiaries;
 - (b) The management has represented that, to the best of its knowledge and belief, as disclosed in the Note 64 to the financial statement, no funds have been received by the Company from any person(s) or entity(ies), including foreign entities ("Funding Parties"), with the understanding,

whether recorded in writing or otherwise, that the Company shall, whether, directly or indirectly, lend or invest in other persons or entities identified in any manner whatsoever by or on behalf of the Funding Party ("Ultimate Beneficiaries") or provide any guarantee, security or the like on behalf of the Ultimate Beneficiaries; and

- (c) Based on such audit procedures that we considered reasonable and appropriate in the circumstances, nothing has come to our notice that has caused us to believe that the representations under sub-clause (a) and (b) contain any material misstatement.
- v. The company has neither declared nor paid any dividend during the year.
- vi. As proviso to rule 3(1) of the Companies (Accounts) Rules, 2014 is applicable for the Company with effect from 1 April 2023, reporting under Rule 11(g) of the Companies (Audit and Auditors) Rules, 2014 is not applicable.

For Radheshyam Sharma & Co.
Firm Registration No. 016172N
Chartered Accountants

CA Radheshyam Sharma
Proprietor
Membership No.097127
UDIN: 23097127BGVMBR8633

Place: New Delhi
Date: May 30, 2023

ANNEXURE 'A' TO THE INDEPENDENT AUDITOR'S REPORT

(Referred to in our report of even date)

Referred to in Paragraph 1 under the heading "Report on Other Legal and Regulatory Requirements",

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, and to the best of our knowledge and belief, we report that:

- (i) (a) (A) The Company has maintained proper records showing full particulars, including quantitative details and situation of Property, Plant and Equipment.
- (B) The Company has maintained proper records showing full particulars of intangible assets.
- (b) The Company has a regular programme of physical verification of its Property, plant and equipment by which all Property, plant and equipment are verified in a phased manner over a period of three years. In our opinion, this periodicity of physical verification is reasonable having regard to the size of the Company and the nature of its assets. No material discrepancies were noticed on such verification.
- (c) The title deeds of immovable properties (other than immovable properties where the Company is the lessee and the lease agreements are duly executed in favour of the lessee) disclosed in the financial statements are held in the name of the Company.
- (d) The company has not revalued its Property, Plant and Equipment or intangible assets during the year. Therefore, the provisions of Clause (i)(d) of paragraph 3 of the order are not applicable to the company.
- (e) No proceedings have been initiated or are pending against the Company for holding any benami property under the Prohibition of Benami Property Transactions Act, 1988 (as amended) (45 of 1988) and rules made thereunder. Therefore, the provisions of Clause (i)(e) of paragraph 3 of the order are not applicable to the company.
- (ii) (a) The inventory except of goods-in-transit has been physically verified by the management at reasonable intervals during the year. The goods-in-transit has been verified with reference to subsequent receipt of material. In our opinion, the frequency of such verification is reasonable. The procedures and coverage followed by the management were appropriate. No discrepancies were noticed on verification between the physical stocks and the

book records that were 10% or more in the aggregate for each class of inventory.

- (b) According to the information and explanations given to us, the Company has been sanctioned working capital limits in excess of five crore rupees, in aggregate, during the year, from banks on the basis of security of current assets. In our opinion and according to the information and explanations given to us, the quarterly returns or statements filed by the Company with the banks are in agreement with the books of account of the Company of the respective quarters and no material discrepancies have been observed.
- (iii) The Company has not made any investments, provided guarantee or security or granted any advances in the nature of loans, secured or unsecured, to companies, firms, limited liability partnerships or any other parties during the year. Accordingly, the provisions of para 3(iii) (a), (b), (c), (d), (e) and (f) of the said Order are not applicable to the Company.
- (iv) The Company has not granted any loans or provided any guarantees or security or not made any investment as specified under Section 185 and 186 of the Companies Act, 2013. Accordingly, the provision of para 3(iv) of the Order is not applicable.
- (v) The Company has not accepted any deposits or amounts which are deemed to be deposits from the public to which the directives issued by the Reserve Bank of India apply and within the meaning of Section 73 to 76 of the Act and the Rules framed there under. Therefore, the provision of para 3(v) of the Order is not applicable.
- (vi) We have broadly reviewed the books of account maintained by the Company prescribed by the Central Government for the maintenance of cost records under Section 148 (1) of the Act and are of the opinion that prima facie, the prescribed accounts and records have been made and maintained. However, we have not made a detailed examination of the records.
- (vii) (a) According to the information and explanations given to us and on the basis of our examination of the records of the Company, the Company is generally regular in depositing the undisputed statutory dues including provident fund, employees' state insurance, income tax, sales tax, service tax, Goods and Service tax, duty of customs, duty of excise, value added tax, cess and other material statutory dues, as applicable, with the appropriate authorities though there has been a slight delay in a few cases. According to information and explanations given to us, no undisputed amounts payable in respect of

aforesaid dues were outstanding as on March 31, 2023 for a period more than six months from the date the same became payable.

- (b) According to the information and explanations given to us, there are no disputed dues of income tax, sales tax, service tax, Goods and Service tax, duty of customs, duty of excise, value added tax, cess and other statutory dues which have not been deposited with the appropriate authorities other than those as mentioned below:

Nature of the Statute	Nature of dues	Amount (₹ in lakhs)	Period to which the amount relates	Forum where dispute is pending
Pollution Control Board	Water Cess and Interest	21.53	01-06-2007 to 31-03-2013	Cess Appellate Committee and RSPCB
Central Excise Act, 1944	Excise Duty	315.94	19-01-2004 to 30-09-2014	Hon'ble CESTAT Chandigarh
Central Board of Indirect Taxes and Customs	Custom Duty	363.10*	2006	Hon'ble Supreme Court
Central Excise Act, 1944	Excise Duty & Interest	0.95	June 2016 to June 2017	Dy. Commissioner (CGST)
Sub Registrar, Kotputli	Land Tax	7.81	2020-2021	Appellate Authority, Jaipur
BSE Limited	Penalty	5.43	February 2021	BSE Limited
CGST, Audit Circle, Jaipur	Service tax & Penalty	13.77	Oct 2016 to June 2017	Asstt. Commissioner, Audit Circle-A, Jaipur
Income Tax Act, 1962	Income tax demand	102.96	A.Y. 2018-19	CIT(Appeals)

*against this, ₹250.00 lakhs have been deposited by the Company under protest with Custom Department.

- (viii) According to the information and explanations given to us and on the basis of our examination of the records of the Company, the Company has not surrendered or disclosed any transactions, previously unrecorded as income in the books of account, in the tax assessments under the Income-tax Act, 1961 as income during the year.
- (ix) (a) According to the records of the Company examined by us and the information and explanations given to us, the Company has not defaulted in repayment of loans or other borrowings or in the payment of

interest to any lender during the year.

- (b) According to the information and explanations given to us and on the basis of our audit procedures, we report that the Company has not been declared Willful Defaulter by any bank or financial institution or government or any government authority.
- (c) In our opinion, and according to the information and explanations given to us, the term loans have been applied for the purposes for which they were obtained.
- (d) According to the information and explanations given to us, and the procedures performed by us, and on an overall examination of the financial statements of the company, we report that no funds raised on short-term basis have been used for long-term purposes by the company.
- (e) The Company does not have any subsidiary, associate or joint venture, accordingly the requirement to report on clause 3(ix) (e) & (f) of the Order is not applicable.
- (x) (a) The Company has not raised any moneys by way of initial public offer or further public offer (including debt instruments). Accordingly, clause 3(x)(a) of the Order is not applicable.
- (b) According to the information and explanations given to us and on the basis of our examination of the records of the Company, the Company has not made any preferential allotment or private placement of shares or fully or partially convertible debentures during the year. Accordingly, clause 3(x)(b) of the Order is not applicable.
- (xi) (a) Based on examination of the books and records of the Company and according to the information and explanations given to us, considering the principles of materiality outlined in Standards on Auditing, we report that no fraud by the Company or on the Company has been noticed or reported during the course of the audit.
- (b) According to the information and explanations given to us, no report under sub-section (12) of Section 143 of the Companies Act, 2013 has been filed by the auditors in Form ADT-4 as prescribed under Rule 13 of Companies (Audit and Auditors) Rules, 2014 with the Central Government.
- (c) As represented to us by the management, there are no whistle blower complaints received by the company during the year.
- (xii) In our opinion and according to the information and explanations given to us, the Company is not a Nidhi company. Therefore, the provisions of para 3(xii) (a), (b) and (c) of the Order are not applicable to the Company.
- (xiii) In our opinion and according to the information and explanations given to us, the transactions with related parties are in compliance with Sections 177 and 188 of the Companies Act, 2013, where applicable, and the details of the related party transactions have been disclosed in the financial statements as required by the applicable Indian Accounting Standards.
- (xiv) (a) In our opinion and based on our examination, the company has an internal audit system commensurate with the size and nature of its business
- (b) We have considered the internal audit reports of the company issued till date, for the period under audit.
- (xv) In our opinion and according to the information and explanations given to us, the Company has not entered into any non-cash transactions with its directors or persons connected to its directors and hence, provisions of Section 192 of the Companies Act, 2013 are not applicable to the Company.
- (xvi) (a) The Company is not required to be registered under Section 45-IA of the Reserve Bank of India Act, 1934. Accordingly, clause 3(xvi)(a) of the Order is not applicable.
- (b) The Company has not conducted non-banking financial / housing finance activities during the year. Accordingly, the reporting under Clause 3(xvi)(b) of the Order is not applicable to the Company.
- (c) The Company is not a Core Investment Company (CIC) as defined in the regulations made by the Reserve Bank of India. Accordingly, the reporting under Clause 3(xvi)(c) of the Order is not applicable to the Company.
- (d) According to the information and explanations provided to us during the course of audit, the Group does not have any CIC. Accordingly, the requirements of clause 3(xvi)(d) are not applicable.
- (xvii) The Company has not incurred cash losses in the current and in the immediately preceding financial year.
- (xviii) There has been no resignation of the statutory auditors during the year. Accordingly, clause 3(xviii) of the Order is not applicable.
- (xix) According to the information and explanations given to us and on the basis of the financial ratios, ageing

and expected dates of realisation of financial assets and payment of financial liabilities, other information accompanying the financial statements, our knowledge of the Board of Directors and management plans and based on our examination of the evidence supporting the assumptions, nothing has come to our attention, which causes us to believe that any material uncertainty exists as on the date of the audit report that the Company is not capable of meeting its liabilities existing at the date of balance sheet as and when they fall due within a period of one year from the balance sheet date. 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) Based on the examination of records of the Company and information and explanations given to us, due to average net profits being loss during the three immediately preceding financial year, the conditions and requirements of section 135 of the act is not applicable to the company hence, paragraph 3(xx) (a) and (xx) (b) of the Order is not applicable.
- (xxi) The Company does not have any subsidiary, associate or joint venture. Hence, the requirement to report on clause 3(xx) of the order is not applicable to the Company.

For Radheshyam Sharma & Co.
Firm Registration No. 016172N
Chartered Accountants

CA Radheshyam Sharma
Proprietor
Membership No.097127
UDIN: 23097127BGVMBR8633

Place: New Delhi

Date: May 30, 2023

ANNEXURE 'B' TO THE INDEPENDENT AUDITOR'S REPORT

(Referred to in our report of even date)

Referred to in Paragraph 2(f) under the heading "Report on Other Legal and Regulatory Requirements", we report that:

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

We have audited the internal financial controls with reference to financial statements of Shree Krishna Paper Mills & Industries Limited ("the Company") as of March 31, 2023 in conjunction with our audit of the Ind AS financial statements of the Company for the year ended on that date.

Management's Responsibility for Internal Financial Controls

The Company's management is responsible for establishing and maintaining internal financial controls based on the internal financial controls with reference to 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. These responsibilities include the design, implementation and maintenance of adequate internal financial controls that were operating effectively for ensuring the orderly and efficient conduct of its business, including adherence to the Company's policies, the safeguarding of its assets, the prevention and detection of frauds and errors, the accuracy and completeness of the accounting records, and the timely preparation of reliable financial information, as required under the Companies Act, 2013.

Auditor's Responsibility

Our responsibility is to express an opinion on the Company's internal financial controls with reference to financial statements based on our audit. We conducted our audit in accordance with the Guidance Note on Audit of Internal Financial Control Over Financial Reporting (the "Guidance Note") issued by the Institute of Chartered Accountants of India 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 with reference to financial statements, both applicable to an audit of Internal Financial Controls and, both issued by the Institute of Chartered Accountants of India. Those Standards and the Guidance Note require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether adequate internal financial controls with reference to 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 with reference to financial statements and their operating effectiveness. Our audit of internal financial controls with reference to financial statements included obtaining an understanding of such internal financial controls, 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 Ind AS 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 with reference to financial statements.

Meaning of Internal Financial Controls with reference to financial statements

A Company's internal financial control with reference to financial statements is a process designed to provide reasonable assurance regarding the reliability of financial reporting and the preparation of financial statements for external purposes in accordance with generally accepted accounting principles. A Company's internal financial control with reference to 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 unauthorised acquisition, use or disposition of the Company's assets that could have a material effect on the financial statements.

Inherent Limitations of Internal Financial Controls with reference to financial statements

Because of the inherent limitations of internal financial controls with reference to 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 financial statements to future periods are subject to the risk that the internal financial control with reference to 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 with reference to financial statements and such internal financial controls with reference to financial statements were operating effectively as at March 31, 2023, based on the internal control over financial reporting criteria established by the Company considering the essential components of internal control stated in the Guidance Note on Audit of Internal Financial Controls Over Financial Reporting issued by the Institute of Chartered Accountants of India.

For Radheshyam Sharma & Co.

Firm Registration No. 016172N
Chartered Accountants

CA Radheshyam Sharma

Proprietor
Membership No.097127

UDIN: 23097127BGVMBR8633

Place: New Delhi

Date: May 30, 2023

BALANCE SHEET AS AT MARCH 31, 2023

		(₹ in Lakhs)	
Particulars	Note No.	As at March 31, 2023	As at March 31, 2022
ASSETS			
(1) Non-current assets			
(a) Property, Plant and Equipment	5 (a)	3,173.45	3,211.26
(b) Capital work-in-progress	5 (b)	233.06	24.19
(c) Other Intangible assets	5 (c)	11.99	-
(d) Financial Assets			
(i) Investments	6	149.09	157.88
(ii) Trade receivables	7	-	-
(iii) Other financial assets	8	281.01	265.75
(e) Deferred tax assets (net)	9	581.85	691.82
(f) Other non-current assets	10	39.80	53.24
Total non-current assets		4,470.25	4,404.14
(2) Current assets			
(a) Inventories	11	2,309.22	2,822.11
(b) Financial Assets			
(i) Trade receivables	12	788.18	633.36
(ii) Cash and cash equivalents	13	71.56	105.55
(iii) Bank balances other than (ii) above	14	226.43	116.53
(iv) Other financial assets	15	19.74	24.63
(c) Current Tax Assets (Net)	16	20.75	29.52
(d) Other current assets	17	1,374.45	405.14
Total current assets		4,810.33	4,136.84
(3) Assets held for sale	18	-	148.86
Total Assets		9,280.58	8,689.84
EQUITY AND LIABILITIES			
Equity			
(a) Equity Share capital	19	1,352.17	1,352.17
(b) Other Equity	20	1,879.42	622.33
Total equity		3,231.59	1,974.50
Liabilities			
(1) Non-current liabilities			
(a) Financial Liabilities			
(i) Borrowings	21	1,193.70	1,187.25
(ii) Trade payables	22	-	-
(A) Total Outstanding dues of micro enterprises and small enterprises.		98.48	110.44
(B) Total Outstanding dues of Creditors other than micro enterprises and small enterprises.		69.70	82.33
(iii) Other financial liabilities	23	134.52	130.09
(b) Provisions	24	1,496.40	1,510.11
Total non-current liabilities		1,496.40	1,510.11
(2) Current liabilities			
(a) Financial Liabilities			
(i) Borrowings	25	1,668.21	2,184.33
(ii) Trade payables	26	-	-
(A) Total Outstanding dues of micro enterprises and small enterprises.		1,946.54	1,592.17
(B) Total Outstanding dues of Creditors other than micro enterprises and small enterprises.		619.76	416.07
(iii) Other financial liabilities	27	164.07	387.17
(b) Other current liabilities	28	5.97	5.49
(c) Provisions	29	148.04	-
(d) Current tax liabilities (Net)	30	4,552.59	4,585.23
Total current liabilities		4,552.59	4,585.23
(3) Liabilities against assets held for sale	31	-	620.00
Total Equity and Liabilities		9,280.58	8,689.84
Significant accounting policies	4		

The accompanying notes are an integral part of the financial statements
As per our attached report of even date

For Radheshyam Sharma & Co.

Firm Registration No. 016172N

Chartered Accountants

CA Radheshyam Sharma

Proprietor

Membership No. 097127

Place: New Delhi
Date: May 30, 2023

Sanjiv Kumar Agarwal
Chief Financial Officer

Ritika Priyam
Company Secretary
Membership No. A53502

For and on behalf of the Board of Directors of
Shree Krishna Paper Mills & Industries Limited

Narendra Kumar Pasari
Managing Director
DIN : 00101426

Dev Kishan Chanda
Director
DIN : 00407123

Place: New Delhi
Date: May 30, 2023

STATEMENT OF PROFIT AND LOSS FOR THE YEAR ENDED MARCH 31, 2023

		(₹ in Lakhs)	
Particulars	Note No.	Year ended March 31, 2023	Year ended March 31, 2022
I) Revenue From Operations	32	17,787.69	10,347.57
II) Other Income	33	29.76	92.02
III) Total Income (I + II)		17,817.45	10,439.59
IV) EXPENSES			
Cost of materials consumed	34	11,077.63	6,553.59
Purchases of Stock-in-Trade		27.30	-
Changes in inventories of finished goods, stock-in -trade and work-in-progress	35	408.87	(758.57)
Employee benefits expense	36	827.07	680.91
Finance costs	37	480.26	628.80
Depreciation and amortization expense	38	427.86	377.59
Other expenses	39	4,242.50	3,128.63
Total expenses (IV)		17,491.49	10,610.95
V) Profit/(loss) before exceptional items and tax (III - IV)		325.96	(171.36)
VI) Exceptional items	40	1,332.39	-
VII) Profit/(Loss) before tax (V + VI)		1,658.35	(171.36)
VIII) Tax expense			
- Current tax		290.80	-
- Deferred tax		402.13	(39.90)
- MAT (credit)/utilization		(290.80)	-
Total tax expense (VIII)	41(a)	402.13	(39.90)
IX) Profit/(Loss) for the year (VII - VIII)		1,256.22	(131.46)
X) Other Comprehensive Income			
A (i) Items that will not be reclassified to profit or loss		10.08	(0.54)
(ii) Income tax relating to items that will not be reclassified to profit or loss	41(b&c)	-	-
B (i) Items that will be reclassified to profit or loss		(8.81)	(4.77)
(ii) Income tax relating to items that will be reclassified to profit or loss	41(b&c)	(0.40)	1.24
Total Other Comprehensive Income/(Loss) (X)		0.87	(4.07)
XI) Total Comprehensive Income/(Loss) for the year (IX + X)		1,257.09	(135.53)
XII) Earnings per equity share (face value of ₹10/- each)			
(1) Basic (in ₹)	52	9.29	(0.97)
(2) Diluted (in ₹)	52	9.29	(0.97)
Significant accounting policies	4		

The accompanying notes are an integral part of the financial statements

As per our attached report of even date

For Radheshyam Sharma & Co.

Firm Registration No. 016172N

Chartered Accountants

CA Radheshyam Sharma

Proprietor

Membership No. 097127

Place: New Delhi
Date: May 30, 2023

Sanjiv Kumar Agarwal
Chief Financial Officer

Ritika Priyam
Company Secretary
Membership No. A53502

For and on behalf of the Board of Directors of
Shree Krishna Paper Mills & Industries Limited

Narendra Kumar Pasari
Managing Director
DIN : 00101426

Dev Kishan Chanda
Director
DIN : 00407123

Place: New Delhi
Date: May 30, 2023

CASH FLOW STATEMENT FOR THE YEAR ENDED MARCH 31, 2023

	Year ended March 31, 2023	(₹ in Lakhs) Year ended March 31, 2022
A. CASH FLOW FROM OPERATING ACTIVITIES		
Profit / (Loss) before exceptional items and tax	325.96	(171.36)
Adjustments for :		
Depreciation and amortization expense	427.86	377.59
Finance costs	480.26	628.80
Interest income	(17.04)	(14.75)
Gain on re-measurement of financial assets/liabilities (net)	-	(47.31)
Other non-operating income	(10.96)	(30.82)
Re-measurement of net defined benefit plans	10.08	(0.54)
Re-measurement of fair value of investment unlisted shares	(8.79)	(4.77)
Unrealised foreign exchange gain (net)	(0.53)	1.03
Provision for doubtful debts recovered (net)	0.24	0.23
Provision of ECL	(1.76)	(0.17)
Loss on sale of Property, Plant & Equipment (net)	2.07	-
Operating profit before working capital changes	1,207.39	737.93
Adjustments for :		
Inventories	512.89	(1,278.52)
Trade and other receivables	(1,108.46)	190.18
Trade and other payables	339.88	(50.24)
Cash from operating activities	951.70	(400.65)
Income tax paid (net of refunds)	(135.35)	(14.58)
Cash flow before exceptional items	816.35	(415.23)
Exceptional items		
Exceptional Items relating to operating activities	(27.20)	-
Net cash generated/(used in) operating activities	789.15	(415.23)
B. CASH FLOW FROM INVESTING ACTIVITIES		
Purchase of property, plant and equipment incl. intangible assets	(634.77)	(242.83)
Sale proceed of property, plant and equipment	910.24	-
Interest received	17.45	18.99
Adjustments for :		
Creditors for capital goods	(11.28)	(7.39)
Capital advances	13.44	7.08
Fixed deposits with banks and others	(126.46)	67.06
Net cash generated/(used in) investing activities	168.62	(157.09)
C. CASH FLOW FROM FINANCING ACTIVITIES		
Proceeds from long-term borrowings (net)	75.97	789.55
Repayment of long- term borrowings	(80.96)	-
Short-term borrowings (net)	(504.68)	448.90
Interest paid	(482.09)	(628.04)
Net cash used in financing activities	(991.76)	610.41
Net increase/(decrease) in cash and cash equivalents	(33.99)	38.09
Opening balance of cash and cash equivalents	105.55	67.46
Closing balance of cash and cash equivalents	71.56	105.55

(Refer note no. 13)

The accompanying notes are an integral part of the financial statements

As per our attached report of even date

For Radheshyam Sharma & Co.

Firm Registration No. 016172N

Chartered Accountants

CA Radheshyam Sharma

Proprietor

Membership No. 097127

Place: New Delhi

Date: May 30, 2023

Sanjiv Kumar Agarwal
Chief Financial Officer

Ritika Priyam
Company Secretary
Membership No. A53502

For and on behalf of the Board of Directors of
Shree Krishna Paper Mills & Industries Limited

Narendra Kumar Pasari
Managing Director
DIN : 00101426

Dev Kishan Chanda
Director
DIN : 00407123

Place: New Delhi

Date: May 30, 2023

STATEMENT OF CHANGES IN EQUITY FOR THE YEAR ENDED MARCH 31, 2023

A. EQUITY SHARE CAPITAL

(Refer note no. 19)

Equity share capital (face value of ₹10/- each)	2022-2023		2021-2022	
	No. of Shares	(₹ in Lakhs)	No. of Shares	(₹ in Lakhs)
Balance at the beginning of the year	13,521,680	1,352.17	13,521,680	1352.17
Changes in Equity Share Capital due to prior period errors	-	-	-	-
Restated balance at the beginning of the year	13,521,680	1,352.17	13,521,680	1352.17
Changes in equity share capital during the year	-	-	-	-
Balance at the end of the year	13,521,680	1,352.17	13,521,680	1352.17

B. OTHER EQUITY

(Refer note no. 20)

(₹ in Lakhs)

Particulars	Reserve and Surplus				Items of Other Comprehensive Income		Total
	Capital Reserve	Securities Premium	Capital Redemption Reserve	Retained Earnings	Actuarial gain/(loss) on defined benefit plans	Equity instruments through Other Comprehensive Income	
As at April 1, 2021*	22.97	565.49	500.00	(532.34)	82.29	119.45	757.86
Profit/(loss) for the year	-	-	-	(131.46)	-	-	(131.46)
Re-measurement of investments (unquoted)	-	-	-	-	-	(3.53)	(3.53)
Actuarial gain/(loss) during the year	-	-	-	-	(0.54)	-	(0.54)
Total Comprehensive Income/(Loss) for the year	-	-	-	(131.46)	(0.54)	(3.53)	(135.53)
Balance as at March 31, 2022	22.97	565.49	500.00	(663.80)	81.75	115.92	622.33
Profit/(loss) for the year	-	-	-	1,256.22	-	-	1,256.22
Re-measurement of investments (unquoted)	-	-	-	-	-	(9.21)	(9.21)
Actuarial gain/(loss) during the year	-	-	-	-	10.08	-	10.08
Total Comprehensive Income/(Loss) for the year	-	-	-	1,256.22	10.08	(9.21)	1,257.09
Balance as at March 31, 2023	22.97	565.49	500.00	592.42	91.83	106.71	1,879.42

*There are no changes in other equity due to prior period errors

The accompanying notes are an integral part of the financial statements.

As per our attached report of even date
For Radheshyam Sharma & Co.
Firm Registration No. 016172N
Chartered Accountants

CA Radheshyam Sharma
Proprietor
Membership No. 097127

Place: New Delhi
Date: May 30, 2023

Sanjiv Kumar Agarwal
Chief Financial Officer

Ritika Priyam
Company Secretary
Membership No. A53502

For and on behalf of the Board of Directors of
Shree Krishna Paper Mills & Industries Limited

Narendra Kumar Pasari
Managing Director
DIN : 00101426

Dev Kishan Chanda
Director
DIN : 00407123

Place: New Delhi
Date: May 30, 2023

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED MARCH 31, 2023

1. CORPORATE INFORMATION

Shree Krishna Paper Mills & Industries Limited (hereinafter referred to as 'the Company') is a public limited company domiciled in India and is incorporated under the provisions of the Companies Act applicable in India. The Company's equity shares are listed on the Bombay Stock Exchange. The Company is engaged in the manufacturing and selling of various quality of paper and paper products. The Company's registered office is at 4830/24, Prahlad Street, Ansari Road, Darya Ganj, New Delhi – 110002. The Corporate Identity Number (CIN) of the Company is L21012DL1972PLC279773

The financial statements were approved for issue by the Board of Directors on May 30, 2023.

2. CHANGES IN ACCOUNTING STANDARDS AND OTHER RECENT ACCOUNTING PRONOUNCEMENTS

Ministry of Corporate Affairs ("MCA") has notified the following new amendments to Ind AS which the Company has not applied as they are effective for annual periods beginning on or after April 1, 2023:

- a. Amendments to Ind AS 1: Presentation of Financial Statements where the companies are now required to disclose material accounting policies rather than their significant accounting policies.
- b. Amendments to Ind AS 8: Accounting policies, Changes in Accounting Estimates and Errors where the definition of 'change in account estimate' has been replaced by revised definition of 'accounting estimate'.
- c. Amendments to Ind AS 12: Income Taxes where the scope of Initial Recognition Exemption (IRE) has been narrowed down.

Based on preliminary assessment, the Company does not expect these amendments to have any material impact on its financial statements

3. CRITICAL ACCOUNTING JUDGEMENTS & KEY SOURCES OF ESTIMATION UNCERTAINTY

The preparation of the Company's financial statements in conformity with the Ind AS requires management to make judgements, estimates and assumptions that affect the application of accounting policies and the reported amounts of revenues, expenses, assets and liabilities, the accompanying disclosures and the disclosure of contingent liabilities. The estimates and associated assumptions are based on historical experience and other factors that are considered to be relevant. Actual results may differ from these estimates.

The estimates and underlying assumptions are reviewed on an ongoing basis. Revisions to accounting estimates are recognized in the period in which the estimate is revised if the revision affects only that period, or in the period of the revision and future periods if the revision affects both current and future periods.

The key assumptions concerning the future and other key sources of estimation uncertainty at the reporting date, that have significant risk of causing a material adjustment to the carrying amounts of assets and liabilities within the next financial year, are described below:

Defined Benefit Plans

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

Contingencies & Commitments

In the normal course of business, contingent liabilities may arise from litigations and other claims against the Company. Where the potential liabilities have a low probability of crystallizing or are very difficult to quantify reliably, we treat them as contingent liabilities. Such liabilities are disclosed in the notes but are not provided for in the financial statements. Although there can be no assurance regarding the final outcome of the legal proceedings, the Company does not expect them to have a materially adverse impact on our financial position or profitability.

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED MARCH 31, 2023

Depreciation / amortisation and useful lives of property, plant and equipment / intangible assets

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

Allowances for doubtful debts

The Company makes allowances for doubtful debts based on an assessment of the recoverability of trade and other receivables. The identification of doubtful debts requires use of judgement and estimates. Where the expectation is different from the original estimate, such difference will impact the carrying value of the trade and other receivables and doubtful debts expenses in the period in which such estimate has been changed.

Impairment of Financial Assets

The impairment provisions for financial assets are based on assumptions about risk of default and expected loss rates. The Company uses judgement in making these assumptions and selecting the inputs to the impairment calculation, based on Company's past history, existing market conditions as well as forward looking estimates at the end of each reporting period.

The Company measures the expected credit loss associated with its assets based on historical trend, industry practices and the business environment in which the entity operates or any other appropriate basis.

Impairment of Non-Financial Assets

The carrying values of assets / cash generating units ('CGU') at each balance sheet date are reviewed to determine whether there is any indication that an asset may be impaired. If any indication of such impairment exists, the recoverable amount of such assets / CGU is estimated and in case the carrying amount of these assets exceeds their recoverable amount, an impairment loss is recognised in the Statement of Profit and Loss. The recoverable amount is the higher of the net selling price and their value in use. Value in use is arrived at by discounting the future cash flows to their present value based on an appropriate discount factor. Assessment is also done at each balance sheet date as to whether there is indication that an impairment loss recognised for an asset in prior accounting periods no longer exists or may have decreased, consequent to which such reversal of impairment loss is recognised in the Statement of Profit and Loss.

Measurement of fair values

The Company's accounting policies and disclosures require financial instruments to be measured at fair values. The Company has an established control framework with respect to the measurement of fair values. The Company uses valuation techniques that are appropriate in the circumstances and for which the sufficient data are available to measure the fair value, maximizing the use of relevant observable inputs and minimizing the use of unobservable inputs. The management regularly reviews significant unobservable inputs and valuation adjustments. If third party information, such as broker quotes or pricing services, is used to measure fair values, then the management assesses the evidence obtained from the third parties to support the conclusion that such valuations meet the requirements of Ind AS, including the level in the fair value hierarchy in which such valuations should be classified. For fair value hierarchy, refer note no.53 of financial statements.

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 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.

4. SIGNIFICANT ACCOUNTING POLICIES

A. STATEMENT OF COMPLIANCE

The financial statements are prepared in accordance with and in compliance, in all material aspects, with Indian Accounting Standards (Ind AS) notified under Section 133 of the Companies Act, 2013 (the "Act") read along with

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED MARCH 31, 2023

Companies (Indian Accounting Standards) Rules 2015, as amended and other provisions of the Act. The presentation of the financial statements is based on Division II of Schedule III of the Act.

B. BASIS OF PREPARATION AND PRESENTATION

The financial statements have been prepared on the historical cost basis except for certain financial instruments which have been measured at their fair values at the end of each reporting period in accordance with the relevant Ind AS. Historical cost is generally based on the fair value of the consideration given in exchange for goods and services. Fair value is the price that would be received to sell an asset or paid to transfer a liability in an orderly transaction between market participants at the measurement date, regardless of whether that price is directly observable or estimated using another valuation technique.

Company's financial statements have been presented in Indian Rupee (₹) which is also its functional currency and all values are rounded to the nearest Lakhs, except where otherwise indicated.

C. CURRENT VERSUS NON-CURRENT CLASSIFICATION

The Company presents assets and liabilities in the balance sheet based on current/ non-current classification. An asset is treated as current when it is:

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

All other assets are classified as non-current.

A liability is current when:

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

The Company classifies all other liabilities as non-current.

Deferred tax assets and liabilities are classified as non-current assets and liabilities. The operating cycle is the time between the acquisition of assets for processing and their realisation in cash and cash equivalents.

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

D. FAIR VALUE MEASUREMENT

The Company measures financial instruments, such as derivatives and investment, at fair value at each balance sheet date. Fair value is the price that would be received to sell an asset or paid to transfer a liability in an orderly transaction between market participants at the measurement date. The fair value measurement is based on the presumption that the transaction to sell the asset or transfer the liability takes place either:

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

The principal or the most advantageous market must be accessible by the Company. The fair value of an asset or a liability is measured using the assumptions that market participants would use when pricing the asset or liability, assuming that market participants act in their economic best interest.

A fair value measurement of a non-financial asset takes into account a market participant's ability to generate economic

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED MARCH 31, 2023

benefits by using the asset in its highest and best use or by selling it to another market participant that would use the asset in its highest and best use.

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

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

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

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

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

E. PROPERTY, PLANT AND EQUIPMENT

The tangible items of property, plant and equipment are carried at cost less accumulated depreciation and accumulated impairment losses, if any. Cost of an item of property, plant and equipment comprises its purchase price including non-refundable duties and taxes, net of rebate and discounts and borrowing costs for qualifying assets, including other costs that are directly attributable to bringing the asset to the location and condition necessary for it to be capable of operating in the manner intended by management.

Subsequent costs are included in the asset's carrying amount or recognised as a separate asset, as appropriate, 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. All other repairs and maintenance are charged to statement of profit and loss during the reporting period in which they are incurred.

The carrying values of property, plant and equipment are reviewed for impairment when events or changes in circumstances indicate that the carrying value may not be recoverable. An item of property, plant and equipment is derecognised 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 disposal or retirement of an item of property, plant and equipment is determined as the difference between sales proceeds and the carrying amount of the asset and is recognised in statement of profit and loss. Fully depreciated assets still in use are retained in financial statements.

Capital Work in Progress is stated at cost. Cost includes purchase price, net of taxes where applicable and all direct costs and borrowing costs attributable to qualifying assets till they are ready for their intended use.

F. INTANGIBLE ASSETS

Intangible assets acquired separately are measured on initial recognition at cost. Following initial recognition, intangible assets are carried at cost less any accumulated amortisation and accumulated impairment losses. The useful lives of intangible assets are assessed as either finite or indefinite.

An intangible asset is derecognised upon disposal (i.e., at the date the recipient obtains control) or when no future economic benefits are expected from its use or disposal. Any gain or loss arising upon derecognition of the asset (calculated as the difference between the net disposal proceeds and the carrying amount of the asset) is included in the statement of profit and loss, when the asset is derecognised.

G. DEPRECIATION & AMORTIZATION

Depreciation on the property, plant and equipment (except for leasehold land) is provided on straight- line method

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED MARCH 31, 2023

("SLM") over the useful lives of the assets as specified in Schedule II to the Act. On property, plant and equipment which are added / disposed off during the year, depreciation is provided on pro-rata basis with reference to the month of addition / deletion.

The estimated useful life, residual values and depreciation method are reviewed at the end of each reporting period, with the effect of any changes in estimate accounted for on a prospective basis.

Leasehold land is amortized on a straight line basis over the period of lease. Leasehold improvements are depreciated on a straight-line basis over the period of the lease or useful life whichever is lower.

Intangible assets with finite lives are amortised over the useful economic life and assessed for impairment whenever there is an indication that the intangible asset may be impaired. The amortisation period and the amortisation method for an intangible asset with a finite useful life are reviewed at least at the end of each reporting period. Changes in the expected useful life or the expected pattern of consumption of future economic benefits embodied in the asset are considered to modify the amortisation period or method, as appropriate, and are treated as changes in accounting estimates. The amortisation expense on intangible assets with finite lives is recognised in the statement of profit and loss unless such expenditure forms part of carrying value of another asset.

Intangible assets with indefinite useful lives are not amortised, but are tested for impairment annually, either individually or at the cash-generating unit level. The assessment of indefinite life is reviewed annually to determine whether the indefinite life continues to be supportable. If not, the change in useful life from indefinite to finite is made on a prospective basis.

H. BORROWING COST

Borrowing costs are interest and ancillary costs incurred in connection with the arrangement of borrowings. General and specific borrowing costs attributable to acquisition and construction of any qualifying asset are capitalised until such time as the assets are substantially ready for their intended use or sale, and included as part of the cost of that asset. Income earned on the temporary investment of specific borrowings pending their expenditure on qualifying assets is deducted from the borrowing costs eligible for capitalisation. Borrowing cost also includes exchange differences to the extent regarded as an adjustment to the borrowing costs. Interest income earned on the temporary investment of specific borrowings pending their expenditure on qualifying assets is deducted from the borrowing costs eligible for capitalisation.

All other borrowing costs are recognised in the Statement of Profit and Loss in the period in which they are incurred.

I. INVENTORIES

Inventories except scrap are valued at lower of cost and net realizable value after providing for obsolescence. Scrap is valued at net realizable value. Cost is determined on FIFO basis. Cost of inventories comprises of cost of purchase, cost of conversion and other costs (net of recoverable taxes and duties wherever applicable) including manufacturing overheads incurred in bringing them to their respective present location and condition. Net realizable value is the estimated selling price in the ordinary course of business, less estimated cost necessary to make the sale.

J. REVENUE RECOGNITION

Revenue from contracts with customers is recognised to the extent that it is probable that the economic benefits will flow to the Company and the revenue can be reliably measured, regardless of when the payment is being made. Revenue is measured at the fair value of the consideration received or receivable, taking into account contractually defined terms of payment and excluding taxes or duties collected on behalf of the government.

Revenue excludes Goods and Service Tax (GST) that is not received by the Company on its own account. Rather, it is tax collected on value added to the commodity by the seller on behalf of the government. Accordingly, it is excluded from revenue. The specific recognition criteria described below must also be met before revenue is recognized:

- i) Revenue from the sale of goods is recognised when the significant risks and rewards of ownership of the goods have passed to the buyer, usually on dispatch of the goods. It is measured at the fair value of the consideration received or receivable, net of returns and trade discounts.

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED MARCH 31, 2023

- ii) Income from services rendered is recognised based on agreements/arrangements with the customers as the service is performed and there are no unfulfilled obligations.
- iii) Interest income for financial assets measured at amortized cost is recorded using the Effective Interest Rate (EIR). EIR is the rate that exactly discounts the estimated future cash payments or receipts over the expected life of the financial instrument to the gross carrying amount of the financial asset or to the amortized cost of a financial liability. When calculating the effective interest rate, the Company estimates the expected cash flows by considering all the contractual terms of the financial instrument (for example, prepayment, extension, call and similar options) but does not consider the expected credit losses.
- iv) Dividend Income is recognised when the Company's right to receive the amount has been established.
- v) All other Income is recognised when it is probable that economic benefits will flow to the company and amount of income can be measured reliably.

K. FOREIGN CURRENCY TRANSACTIONS AND TRANSLATION

Financial statements are presented in Indian Rupee, which is also the Company's functional currency. Foreign currency transactions are recorded on initial recognition in the functional currency, using the exchange rate at the date of the transaction. At each balance sheet date, foreign currency monetary assets or liabilities are translated at exchange rate prevailing on the balance sheet date and the exchange gains or losses are recognised in the statement of profit & loss. Financial instruments designated as Hedge Instruments are mark to market at the valuation existing on the reporting date. Exchange differences arising on settlement of monetary items on actual payments / realisations and year end translations including on forward contracts are dealt with in Statement of Profit and Loss in the period in which they arise.

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

The Company uses forward exchange contracts to hedge its exposure to the extent considered appropriate and premium or discount arising on such forward exchange contract is amortised as expense or income over the life of the contract. The unhedged forward contracts remaining unsettled at the year end are translated at the exchange rates prevailing on that date and the resulting gains or losses are recognized in the Statement of Profit and Loss.

L. EMPLOYEE BENEFITS EXPENSE

i) Short term employee benefits

Short-term employee benefits include employee benefits (other than termination benefits) which are expected to be settled wholly within twelve months after the end of the period in which the employees render the related service and are recognized as expense in the period in which the related service is rendered.

ii) Post-employment benefits

a) Defined contribution plans

A defined contribution plan is a post-employment benefit plan under which the Company pays specified contributions to a separate entity (a fund) and will have no legal or constructive obligation to pay further contributions if the fund does not hold sufficient assets to pay all employee benefits relating to employee service in the current and prior periods. The Company makes specified monthly contributions towards Provident Fund, Superannuation Fund and Pension Scheme. The Company's contributions to defined contribution plans are charged to the Statement of Profit and Loss as and when incurred.

b) Defined benefit plans

Funded plan: The Company has a defined benefit plan for post employment benefit in the form of gratuity, which is administered through Life Insurance Corporation of India (LIC), liability for which is provided on the basis of

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED MARCH 31, 2023

valuation, as at the balance sheet date, carried out by an independent actuary. The liability in respect of gratuity and other post-employment benefits is calculated using the Projected Unit Credit Method and spread over the period during which the benefit is expected to be derived from employees' services.

Re-measurement of defined benefit plans in respect of post-employment are charged to the Other Comprehensive Income.

iii) Other long term employee benefits

Liability for compensated absences is provided on the basis of valuation as at the balance sheet date carried out by an independent actuary. The actuarial valuation method used for measuring the liability is the Projected Unit Credit (PUC) method.

iv) Termination benefits are recognized as an expense as and when incurred.

v) The actuarial gains and losses on defined benefit plans arising during the year are charged to the Other Comprehensive Income.

M. TAX EXPENSES

Tax expense comprises current tax expense and the net change in the deferred tax asset or liability during the year. Current and deferred taxes are recognised in Statement of Profit and Loss, except when they relate to items that are recognised in other comprehensive income or directly in equity, in which case, the current and deferred tax are also recognised in other comprehensive income or directly in equity, respectively.

Current Tax

Current income tax is measured at the amount expected to be paid to the tax authorities in accordance with the Income-tax Act, 1961 and rules thereunder. Current income tax assets and liabilities are measured at the amount expected to be recovered from or paid to the taxation authorities. The tax rates and tax laws used to compute the amount are those that are enacted or substantively enacted, at the reporting date.

Current tax assets and current tax liabilities are off set 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

Deferred tax assets are recognised only to the extent that it is probable that either future taxable profits or reversal of deferred tax liabilities will be available, against which the deductible temporary differences, and the carry forward of unused tax credits and unused tax losses can be utilised. The carrying amount of deferred tax assets is reviewed at each reporting date and reduced to the extent that it is no longer probable that sufficient taxable profit will be available to allow all or part of the deferred tax asset to be utilised. Unrecognised deferred tax assets are reassessed at each reporting date and are recognised to the extent that it has become probable that future taxable profits will allow the deferred tax asset to be recovered.

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

Deferred tax assets and deferred tax liabilities are offset if a legally enforceable right exists to set off current tax assets against current income tax liabilities and the deferred taxes relate to the same taxable entity and the same taxation authority.

Minimum Alternate Tax (MAT) is calculated as per Section 115 JB of the Income Tax Act, 1961 and is payable when tax as per it is higher than tax as per the normal provisions of the Act. Minimum Alternate Tax credit is recognised as deferred tax asset only when and to the extent there is convincing evidence that the Company will pay normal income tax during the specified period. Such asset is reviewed at each Balance Sheet date and the carrying amount of the MAT credit asset is written down to the extent there is no longer a convincing evidence to the effect that the Company will pay normal income tax during the specified period.

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED MARCH 31, 2023

N. EARNINGS PER SHARE

Basic Earnings Per Share (EPS) is computed by dividing the net profit or loss after tax attributable to the equity shareholders of the Company by the weighted average number of equity shares outstanding during the year.

Diluted EPS is computed by adjusting the profit or loss attributable to the equity shareholders and the weighted average number of ordinary equity shares, for the effects of all dilutive potential equity shares.

O. PROVISIONS, CONTINGENT LIABILITIES AND CONTINGENT ASSETS

Provisions are recognised when the Company has a present obligation (legal or constructive) as a result of a past event, where 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.

Where a provision is measured using the cash flows estimates to settle the present obligation, its carrying amount is the present value of those cash flows. Where the effect is material, the provision is discounted to net present value using an appropriate current market-based pre-tax discount rate and the unwinding of the discount is included in finance costs.

Contingent liabilities are recognised only when there is a possible obligation arising from past events, due to occurrence or non-occurrence of one or more uncertain future events, not wholly within the control of the Company, or where any present obligation cannot be measured in terms of future outflow of resources, or where a reliable estimate of the obligation cannot be made. Obligations are assessed on an ongoing basis and only those having a largely probable outflow of resources are provided for.

Contingent assets are not disclosed in the financial statements unless an inflow of economic benefits is probable.

P. LEASES

The Company, as a lessee, recognises a right-of-use asset and a lease liability for its leasing arrangements, if the contract conveys the right to control the use of an identified asset.

The contract conveys the right to control the use of an identified asset, if it involves the use of an identified asset and the Company has substantially all of the economic benefits from use of the asset and has right to direct the use of the identified asset. The cost of the right-of-use asset shall comprise of the amount of the initial measurement of the lease liability adjusted for any lease payments made at or before the commencement date plus any initial direct costs incurred. The right-of-use assets is subsequently measured at cost less any accumulated depreciation, accumulated impairment losses, if any and adjusted for any remeasurement of the lease liability. The right-of-use assets is depreciated using the straight-line method from the commencement date over the shorter of lease term or useful life of right-of-use asset.

Q. IMPAIRMENT OF ASSETS

Impairment of non-financial assets

The Company assesses at each reporting date as to whether there is any indication that any property, plant and equipment and intangible assets or group of assets, called Cash Generating Units (CGU) may be impaired. If any such indication exists, the recoverable amount of an asset or CGU is estimated to determine the extent of impairment, if any. When it is not possible to estimate the recoverable amount of an individual asset, the Company estimates the recoverable amount of the CGU to which the asset belongs.

Impairment of financial assets

In accordance with Ind AS 109, the Company applies expected credit loss (ECL) model for measurement and recognition of impairment loss for financial assets. 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 Company expects to receive.

Trade receivables

The Company applies approach permitted by Ind AS 109, financial instruments, which requires expected lifetime

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED MARCH 31, 2023

losses to be recognised from initial recognition of receivables.

An impairment loss is recognised in the Statement of Profit and Loss to the extent, asset's carrying amount exceeds its recoverable amount. The recoverable amount is higher of an asset's fair value less cost of disposal and value in use. Value in use is based on the estimated future cash flows, discounted to their present value using pre-tax discount rate that reflects current market assessments of the time value of money and risk specific to the assets.

The impairment loss recognised in prior accounting period is reversed if there has been a change in the estimate of recoverable amount.

R. FINANCIAL INSTRUMENTS

Financial assets and liabilities are recognised when the Company becomes a party to the contractual provisions of the instrument. Financial assets and liabilities are initially measured at fair value. Transaction costs that are directly 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 the fair value measured on initial recognition of financial asset or financial liability. Purchase and sale of financial assets are recognized using trade date accounting.

Cash and cash equivalents

Cash and cash equivalents comprise cash at banks and on hand and demand deposits with an original maturity of three months or less and short-term highly liquid investments that are readily convertible into known amounts of cash and which are subject to an insignificant risk of changes in value. Cash and cash equivalents include balances with banks which are unrestricted for withdrawal and usage.

(i) Financial Assets

Initial Recognition and Measurement

All financial assets are recognized initially at fair value plus, in the case of financial assets not recorded at fair value through profit or loss, transaction costs that are attributable to the acquisition of the financial asset.

Subsequent Measurement

Financial Assets at Amortised Cost

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

Financial Assets At Fair Value Through Other Comprehensive Income (FVTOCI)

Financial assets are measured at fair value through other comprehensive income if such financial assets are held within a business model whose objective is to hold these assets in order to collect contractual cash flows or to sell such financial assets and the contractual terms of the financial asset give rise on specified dates to cash flows that are solely payments of principal and interest on the principal amount outstanding.

Financial Assets At Fair Value Through Profit or Loss (FVTPL)

Financial assets are measured at fair value through profit or loss unless it is measured at amortised cost or at fair value through other comprehensive income on initial recognition. The transaction costs directly attributable to the acquisition of financial assets and liabilities at fair value through profit or loss are immediately recognised in profit or loss.

All equity investments are measured at fair value in the balance sheet, with value changes recognized in the statement of profit and loss, except for those equity investments for which the Company has elected an irrevocable option to present value changes in OCI.

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED MARCH 31, 2023

(ii) Financial Liabilities

All financial liabilities are recognized at fair value at initial recognition and in case of loans, net of directly attributable cost. Fees of recurring nature are directly recognised in the Statement of Profit and Loss as finance cost. Financial Liabilities are subsequently measured at amortised cost using the effective interest method. For trade and other payables maturing within one year from the balance sheet date, the carrying amounts approximate fair value due to the short maturity of these instruments.

(iii) Derivative Financial Instruments

The Company uses derivative financial instruments, such as forward currency contracts to hedge its foreign currency risks. Derivative financial instruments are initially recognised at fair value on the date a derivative contract is entered into and are subsequently re-measured at their fair value at the end of each period. The method of recognizing the resulting gain or loss depends on whether the derivative is designated as a hedging instrument, and if so, on the nature of the item being hedged. Any gains or losses arising from changes in the fair value of derivatives are taken directly to profit or loss.

Derecognition of Financial Instruments:

A financial asset is primarily derecognised when the rights to receive cash flows from the asset have expired or the Company has transferred its rights to receive cash flows from the asset and has substantially transferred all the risks and rewards of ownership of the financial assets.

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

Offsetting of Financial Instruments

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

S. NON-CURRENT ASSETS HELD FOR SALE

Non-current assets or disposal comprising of assets and liabilities are classified as 'held for sale' when all of the following criteria's are met (i) decision has been made to sell (ii) the assets are available for immediate sale in its present condition (iii) the assets are being actively marketed and (iv) sale has been agreed or is expected to be conducted within twelve months of the Balance Sheet date. Subsequently, such non-current assets and disposal groups classified as held for sale are measured at lower of its carrying value and fair value less costs to sell. Non-current assets held for sale are not depreciated or amortised.

Non-current assets classified as held for sale are presented separately in the balance sheet.

T. GOVERNMENT GRANTS

Government grants are recognised when there is a reasonable assurance that the Company will comply with the relevant conditions and the grant will be received. Government grants are recognised in the statement of profit and loss, either on a systematic basis when the Company recognises, as expenses, the related costs that the grants are intended to compensate or, immediately if the costs have already been incurred. Government grants related to assets are deferred and amortised over the useful life of the asset. Government grants related to income are presented as an offset against the related expenditure, and government grants that are awarded as incentives with no ongoing performance obligations to the Company are recognised as income in the period in which the grant is received.

U. EXCEPTIONAL ITEMS

When items of income and expense within statement of profit and loss from ordinary activities are of such size, nature or incidence that their disclosure is relevant to explain the performance of the enterprise for the period, the nature and amount of such material items are disclosed separately as exceptional items.

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED MARCH 31, 2023

5) PROPERTY, PLANT AND EQUIPMENT

(a) Property, plant and equipment

(₹ in Lakhs)

Description	Land Lease hold	Buildings	Plant and Equipment	Furniture and Fixtures	Vehicles	Office equipment	Computers	Total
Gross carrying amount								
As at April 1, 2021	174.94	1,386.34	8,619.99	38.80	146.75	56.30	72.91	10,496.03
Additions	-	17.03	455.19	-	-	-	2.04	474.26
Deductions/Adjustments	-	-	-	-	-	-	-	-
As at March 31, 2022	174.94	1,403.37	9,075.18	38.80	146.75	56.30	74.95	10,970.29
As at April 01, 2022	174.94	1,403.37	9,075.18	38.80	146.75	56.30	74.95	10,970.29
Additions	227.60	18.64	148.91	0.17	15.27	0.09	3.22	413.90
Deductions/Adjustments	23.91	-	-	-	21.17	-	-	45.08
As at March 31, 2023	378.63	1,422.01	9,224.09	38.97	140.85	56.39	78.17	11,339.11
Accumulated depreciations:								
As at April 1, 2021	33.49	543.35	6,587.30	24.27	77.91	51.04	64.08	7,381.44
Additions	1.76	42.76	313.08	1.66	15.42	1.08	1.83	377.59
Deductions/Adjustments	-	-	-	-	-	-	-	-
As at March 31, 2022	35.25	586.11	6,900.38	25.93	93.33	52.12	65.91	7,759.03
As at April 1, 2022	35.25	586.11	6,900.38	25.93	93.33	52.12	65.91	7,759.03
Additions	2.30	44.19	361.86	1.66	14.56	0.78	2.50	427.85
Deductions/Adjustments	4.39	-	-	-	16.83	-	-	21.22
As at March 31, 2023	33.16	630.30	7,262.24	27.59	91.06	52.90	68.41	8,165.66
Net Block								
As at April 1, 2021	141.45	842.99	2,032.69	14.53	68.84	5.26	8.83	3,114.59
As at March 31, 2022	139.69	817.26	2,174.80	12.87	53.42	4.18	9.04	3,211.26
As at March 31, 2023	345.47	791.71	1,961.85	11.38	49.79	3.49	9.76	3,173.45

(b) Capital work-in-progress

(₹ in Lakhs)

As at March 31, 2022	
Plant and Equipment under erection	19.98
Buildings under construction	4.21
	24.19
As at March 31, 2023	
Plant and Equipment under erection	233.06
Buildings under construction	-
	233.06

Notes:

- Addition in Plant and Equipment includes gain/(loss) of ₹ Nil (March 31, 2022 gain of ₹ Nil) on account of foreign exchange difference during the year.
- Refer note no. 43 (II) for details of contractual commitments.
- Refer note no. 21 (b) and 25 (a) for information on property, plant and equipment pledged as security by the Company.

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED MARCH 31, 2023

(iv) Ageing of CWIP as on March 31, 2023 :

(₹ in Lakhs)

Particulars	Amount in CWIP for a period of				Total
	Less than 1 year	1-2 years	2-3 years	More than 3 years	
Projects in progress	233.06	-	-	-	233.06
Projects temporarily suspended	-	-	-	-	-
Total	233.06	-	-	-	233.06

(v) CWIP, whose completion is overdue or has exceeds its cost compared to its original plan, following CWIP as on March 31, 2023:

(₹ in Lakhs)

Particulars	To be completed in				Total
	Less than 1 year	1-2 years	2-3 years	More than 3 years	
Projects in progress	-	-	-	-	-
Projects temporarily suspended	-	-	-	-	-
Total	-	-	-	-	-

(vi) Ageing of CWIP as on March 31, 2022 :

(₹ in Lakhs)

Particulars	Amount in CWIP for a period of				Total
	Less than 1 year	1-2 years	2-3 years	More than 3 years	
Projects in progress	24.19	-	-	-	24.19
Projects temporarily suspended	-	-	-	-	-
Total	24.19	-	-	-	24.19

(vii) CWIP, whose completion is overdue or has exceeds its cost compared to its original plan, following CWIP as on March 31, 2022:

(₹ in Lakhs)

Particulars	To be completed in				Total
	Less than 1 year	1-2 years	2-3 years	More than 3 years	
Projects in progress	-	-	-	-	-
Projects temporarily suspended	-	-	-	-	-
Total	-	-	-	-	-

(c) Other intangible assets

(₹ in Lakhs)

Description	Computer Software	Total
Gross carrying amount		
As at April 1, 2021	-	-
Additions	-	-
Deductions/Adjustments	-	-
As at March 31, 2022	-	-
As at April 01, 2022	-	-
Additions	12.00	12.00
Deductions/Adjustments	-	-
As at March 31, 2023	12.00	12.00
Accumulated amortization:		
As at April 1, 2021	-	-
Additions	-	-
Deductions/Adjustments	-	-
As at March 31, 2022	-	-
As at April 1, 2022	-	-
Additions	0.01	0.01
Deductions/Adjustments	-	-
As at March 31, 2023	0.01	0.01
Net Block		
As at April 1, 2021	-	-
As at March 31, 2022	-	-
As at March 31, 2023	11.99	11.99

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED MARCH 31, 2023

	(₹ in Lakhs)
As at March 31, 2023	As at March 31, 2022
6) NON-CURRENT FINANCIAL ASSETS - INVESTMENTS	
Investments in Equity instruments (fully paid)	
Quoted	
Investments at fair value through profit or loss	
300 (March 31, 2022: 300) Equity Shares of ₹10/- each of Sarda Papers Ltd.	0.06
300 (March 31, 2022: 300) Equity Shares of ₹10/- each of Soma Papers & Industries Ltd.*	0.03
	-
Un-quoted	
Investment carried at fair value through other comprehensive income	
20,990 (March 31, 2022: 20,990) Equity shares of ₹10/- each of Bishwanath Industries Ltd.	149.03
	157.85
	149.09
	157.88
*Trading is suspended by Bombay Stock Exchange (BSE Ltd.)	
Aggregate amount of quoted investments ₹0.06 lakhs (March 31, 2022 ₹0.03 lakhs)	
Aggregate market value of quoted investments ₹0.06 lakhs (March 31, 2022 ₹0.03 lakhs)	
Aggregate amount of un-quoted investments ₹149.03 lakhs (March 31, 2022 ₹157.85 lakhs)	
7) NON-CURRENT FINANCIAL ASSETS - TRADE RECEIVABLES	
Trade receivables - credit impaired	4.81
	4.81
Less: Loss allowance for bad and doubtful debts/credit impaired	4.81
	-

Ageing for trade receivables from the due date of payment for each of the category as at March 31, 2023 (₹ in Lakhs)

Particulars	Not Due	Outstanding for following periods from due date of payment					Total
		Less than 6 months	6 months-1 year	1-2 years	2-3 years	More than 3 years	
Undisputed trade receivables:-							
- considered good	-	-	-	-	-	-	-
- which have significant increase in credit risk	-	-	-	-	-	-	-
- credit impaired	-	-	-	-	-	0.32	0.32
Disputed trade receivables:-							
- considered good	-	-	-	-	-	-	-
- which have significant increase in credit risk	-	-	-	-	-	-	-
- credit impaired	-	-	-	-	-	4.49	4.49
Total	-	-	-	-	-	4.81	4.81
Less: Loss allowance for bad and doubtful debts/credit impaired	-	-	-	-	-	4.81	4.81
Net	-	-	-	-	-	-	-

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED MARCH 31, 2023

Ageing for trade receivables from the due date of payment for each of the category as at March 31, 2022 (₹ in Lakhs)

Particulars	Not Due	Outstanding for following periods from due date of payment					Total
		Less than 6 months	6 months-1year	1-2 years	2-3 years	More than 3 years	
Undisputed trade receivables:-							
- considered good	-	-	-	-	-	-	-
- which have significant increase in credit risk	-	-	-	-	-	-	-
- credit impaired	-	-	-	-	-	0.32	0.32
Disputed trade receivables:-							
- considered good	-	-	-	-	-	-	-
- which have significant increase in credit risk	-	-	-	-	-	-	-
- credit impaired	-	-	-	-	-	4.49	4.49
Total	-	-	-	-	-	4.81	4.81
Less: Loss allowance for bad and doubtful debts/credit impaired	-	-	-	-	-	4.81	4.81
Net	-	-	-	-	-	-	-

There are no debts due by Directors or other Officers of the Company or any of them either severally or jointly with any other person or debts due by firms or private companies respectively in which any Director is a Partner or a Director or a Member.

8) NON-CURRENT FINANCIAL ASSETS - OTHERS (Unsecured, considered good)

Carried at amortised cost

Security deposits

Fixed deposit with banks (remaining maturity more than 12 months)*

	(₹ in Lakhs)	
	As at March 31, 2023	As at March 31, 2022
Security deposits	264.45	265.75
Fixed deposit with banks (remaining maturity more than 12 months)*	16.56	-
	281.01	265.75

* pledged with bank as margin against bank guarantees

9) DEFERRED TAX ASSETS (NET)

Deferred tax assets

Unused tax losses

Deductible temporary differences

MAT credit entitlement

Total deferred tax assets

Less: Deferred tax liabilities

Property, plant and equipment

Fair valuation of financial instruments through Other Comprehensive Income

Deferred tax assets/(liabilities) net

Unused tax losses	81.83	446.06
Deductible temporary differences	18.63	14.45
MAT credit entitlement	796.46	503.90
Total deferred tax assets	896.92	964.41
Less: Deferred tax liabilities		
Property, plant and equipment	(273.95)	(231.86)
Fair valuation of financial instruments through Other Comprehensive Income	(41.12)	(40.73)
Deferred tax assets/(liabilities) net	581.85	691.82

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED MARCH 31, 2023

Movement in deferred tax assets/(liabilities)

(₹ in Lakhs)

Particulars	Unused tax losses	Deductible temporary differences	MAT credit entitlement	Property, plant and equipment	Fair valuation of financial instruments through OCI	Deferred tax assets/(liabilities) net
As at April 1, 2021	398.81	13.59	503.90	(223.65)	(41.97)	650.68
(Charged)/credited to profit or loss	47.25	0.86	-	(8.21)	-	39.90
(Charged)/credited to other comprehensive income	-	-	-	-	1.24	1.24
As at March 31, 2022	446.06	14.45	503.90	(231.86)	(40.73)	691.82
(Charged)/credited to profit or loss	(364.23)	4.18	-	(42.09)	-	(402.13)
MAT credit entitlement	-	-	292.56	-	-	292.56
(Charged)/credited to other comprehensive income	-	-	-	-	(0.40)	(0.40)
As at March 31, 2023	81.83	18.63	796.46	(273.95)	(41.12)	581.85

*MAT credit entitlement includes ₹1.76 lakhs on "items that will not be reclassified to profit or loss" under head of Other Comprehensive Income, [refer note 41(b)].

(₹ in Lakhs)

10) OTHER NON-CURRENT ASSETS (Unsecured, considered good)

Capital advances

35.96

49.40

(Unsecured, considered doubtful)

Capital advances

3.84

3.84

39.80

53.24

11) INVENTORIES

(Valued at lower of cost and net realisable value)

Raw materials*

1,231.86

1,346.58

Work-in-progress

21.08

29.84

Finished goods

735.13

1,135.24

Stores and spares**

321.15

310.45

2,309.22

2,822.11

(i) Including goods in transit of :

*₹413.01 lakhs (March 31, 2022 ₹131.37 lakhs) in Raw materials

**₹12.16 lakhs (March 31, 2022 ₹12.03 lakhs) in Stores and spares

(ii) Refer note no. 21 (b) and 25 (a) for information on inventories pledged as security by the Company.

12) CURRENT FINANCIAL ASSETS - TRADE RECEIVABLES

Trade receivables considered good - Unsecured

804.82

651.76

Trade receivables - credit impaired

28.60

28.60

833.42

680.36

Less: Loss allowance for bad and doubtful debts/expected credit loss/credit impaired

45.24

47.00

788.18

633.36

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED MARCH 31, 2023

Ageing for trade receivables from the due date of payment for each of the category as at March 31, 2023 (₹ in Lakhs)

Particulars	Not Due	Outstanding for following periods from due date of payment					Total
		Less than 6 months	6 months-1 year	1-2 years	2-3 years	More than 3 years	
<u>Undisputed trade receivables:-</u>							
- considered good	340.64	274.86	36.11	0.09	15.86	76.16	743.72
- which have significant increase in credit risk	-	-	-	-	-	-	-
- credit impaired	-	-	-	-	-	23.20	23.20
<u>Disputed trade receivables:-</u>							
- considered good	-	0.55	-	-	0.21	60.34	61.10
- which have significant increase in credit risk	-	-	-	-	-	-	-
- credit impaired	-	-	-	-	-	5.40	5.40
Total	340.64	275.41	36.11	0.09	16.07	165.10	833.42
Less: Loss allowance for bad and doubtful debts/credit impaired	-	1.45	0.27	0.01	1.33	42.18	45.24
Net	340.64	273.96	35.84	0.08	14.74	122.92	788.18

Ageing for trade receivables from the due date of payment for each of the category as at March 31, 2022 (₹ in Lakhs)

Particulars	Not Due	Outstanding for following periods from due date of payment					Total
		Less than 6 months	6 months-1 year	1-2 years	2-3 years	More than 3 years	
<u>Undisputed trade receivables:-</u>							
- considered good	286.47	134.72	47.10	4.64	45.03	69.89	587.85
- which have significant increase in credit risk	-	-	-	-	-	-	-
- credit impaired	-	-	-	-	-	23.20	23.20
<u>Disputed trade receivables:-</u>							
- considered good	-	-	0.36	0.21	12.08	51.26	63.91
- which have significant increase in credit risk	-	-	-	-	-	-	-
- credit impaired	-	-	-	-	-	5.40	5.40
Total	286.47	134.72	47.46	4.85	57.11	149.75	680.36
Less: Loss allowance for bad and doubtful debts/credit impaired	-	0.20	1.41	0.24	4.49	40.66	47.00
Net	286.47	134.52	46.05	4.61	52.62	109.09	633.36

There are no debts due by Directors or other Officers of the Company or any of them either severally or jointly with any other person or debts due by firms or private companies respectively in which any Director is a Partner or a Director or a Member.

(₹ in Lakhs)

As at March 31, 2023	As at March 31, 2022
-------------------------	-------------------------

13) CURRENT FINANCIAL ASSETS - CASH AND CASH EQUIVALENTS

Balances with banks - in current accounts	66.45	101.74
Cash on hand	5.11	3.81
	71.56	105.55

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED MARCH 31, 2023

	(₹ in Lakhs)	
	As at March 31, 2023	As at March 31, 2022
14) CURRENT FINANCIAL ASSETS - BANK BALANCES OTHER THAN CASH AND CASH EQUIVALENTS AS ABOVE		
Fixed deposit with bank (maturing within 12 months)		
Pledged with bank as margin against Letter of Credit and Bank Guarantee*	226.43	116.53
	226.43	116.53
* includes ₹Nil (March 31, 2022 ₹13.77 lakhs) having an original maturity of more than 12 months		
15) CURRENT FINANCIAL ASSETS - OTHERS		
(Unsecured, considered good)		
Interest receivable	11.37	11.78
Security deposits	5.80	9.10
Other receivables	2.57	3.75
	19.74	24.63
16) CURRENT TAX ASSETS (NET)		
Advance income tax and tax deducted at source (net of provision)	20.75	29.52
	20.75	29.52
17) OTHERS CURRENT ASSETS		
(Unsecured, considered good)		
Advance to suppliers	300.84	83.71
Employees' advances	1.28	1.74
Balance with statutory authorities	58.95	28.99
Deposit with government authorities	252.68	252.68
Prepaid expenses	75.76	24.24
Income tax refundable	4.08	4.08
Claim recoverable from insurance company	671.16	-
(Unsecured, considered doubtful)		
Advance to suppliers	9.70	9.70
	1,374.45	405.14
18) ASSETS HELD FOR SALE		
Land and building	-	148.86
	-	148.86
In June 2017, the Company had decided to dispose off the land and building of its shut plant situated at Bahadurgarh. Part of the land and building was sold during the year 2019-20 and balance part is sold during the year.		
19) EQUITY SHARE CAPITAL		
Authorised		
2,00,00,000 (March 31, 2022: 2,00,00,000) Equity shares of ₹10/- each	2,000.00	2,000.00
5,00,000 (March 31, 2022: 5,00,000) 4% Cumulative redeemable preference shares of ₹100/- each	500.00	500.00
	2,500.00	2,500.00
Issued, subscribed and fully paid		
1,35,21,680 (March 31, 2022: 1,35,21,680) Equity shares of ₹10/- each	1,352.17	1,352.17
	1,352.17	1,352.17

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED MARCH 31, 2023

(a) Reconciliation of number of shares outstanding at the beginning and end of the year

	As at March 31, 2023		As at March 31, 2022	
	No. of Shares	(₹ in Lakhs)	No. of Shares	(₹ in Lakhs)
Equity shares of ₹10/- each				
Balance at the beginning of the year	1,35,21,680	1,352.17	1,35,21,680	1,352.17
Issued during the year	-	-	-	-
Balance at the end of the year	1,35,21,680	1,352.17	1,35,21,680	1,352.17

(b) Rights, preferences and restrictions attached to equity shares:

The Company has one class of equity shares referred to as equity shares having at face value of ₹10/- each. Each shareholder is entitled to one vote per share. Holders of equity shares are entitled to dividend, in proportion to the paid up amount, proposed by Board of Directors subject to approval of the shareholders in the ensuing annual general meeting except in case of interim dividend. In the event of liquidation, the equity-holders are eligible to receive the remaining assets of the Company after distribution of all preferential amounts, in proportion to their shareholding.

(c) Shareholders holding more than 5% of shares:

Equity shares of ₹10/- each	As at March 31, 2023		As at March 31, 2022	
	No. of Shares	(%)	No. of Shares	(%)
Bishwanath Industries Limited	20,47,300	15.14	20,47,300	15.14
Vijay Kumar Gupta	20,00,000	14.79	20,00,000	14.79
Bishwanath Traders & Investments Limited	16,71,080	12.36	16,71,080	12.36
Govinda Power & Products Pvt. Limited	14,00,000	10.35	14,00,000	10.35
WPS PTE Ltd.	12,00,000	8.87	12,00,000	8.87
SKCS Finvest Pvt. Limited	10,14,850	7.51	10,14,850	7.51
Birender Kumar Pasari	9,10,000	6.73	9,10,000	6.73
Gopala Sales Pvt. Limited	7,50,000	5.55	7,50,000	5.55
Bijay Paper Traders Limited	7,47,100	5.53	7,47,100	5.53

(d) Disclosure of Shareholding of Promoters:

(i) Shares held by promoters as at March 31, 2023

Equity shares of ₹10/- each		As at March 31, 2023		As at March 31, 2022		% Change during the year
S.No.	Promoter name	No. of Shares	% of total shares	No. of Shares	% of total shares	
1	Bishwanath Industries Limited	20,47,300	15.14	20,47,300	15.14	-
2	Bishwanath Traders & Investments Limited	16,71,080	12.36	16,71,080	12.36	-
3	Birender Kumar Pasari	9,10,000	6.73	9,10,000	6.73	-
4	Bijay Paper Traders Limited	7,47,100	5.53	7,47,100	5.53	-
5	Devanshu Infin Limited	2,75,000	2.03	2,75,000	2.03	-
6	Pradeep Kumar Pasari	60,000	0.44	60,000	0.44	-
7	Bishwanath Pasari	200	0.00	200	0.00	-
	Total	57,10,680	42.23	57,10,680	42.23	-

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED MARCH 31, 2023

(ii) Shares held by promoters as at March 31, 2022

Equity shares of ₹10/- each		As at March 31, 2022		As at March 31, 2021		% Change during the year
S.No.	Promoter name	No. of Shares	% of total shares	No. of Shares	% of total shares	
1	Bishwanath Industries Limited	20,47,300	15.14	20,47,300	15.14	-
2	Bishwanath Traders & Investments Limited	16,71,080	12.36	16,71,080	12.36	-
3	Birender Kumar Pasari	9,10,000	6.73	9,10,000	6.73	-
4	Bijay Paper Traders Limited	7,47,100	5.53	7,47,100	5.53	-
5	Devanshu Infin Limited	2,75,000	2.03	2,75,000	2.03	-
6	Pradeep Kumar Pasari	60,000	0.44	60,000	0.44	-
7	Bishwanath Pasari	200	0.00	200	0.00	-
	Total	57,10,680	42.23	57,10,680	42.23	-

(₹ in Lakhs)

20) OTHER EQUITY

(i) Reserves and Surplus

(a) Capital Reserve

Balance as per last balance sheet

(b) Securities Premium

Balance as per last balance sheet

(c) Other Reserve

- Capital Redemption Reserve

Balance as per last balance sheet

(d) Retained Earnings

Balance/(Deficit) as per last balance sheet

Add: Profit/(loss) for the year

(ii) Item of Other Comprehensive Income

(a) Re-measurements of defined benefit plans

Balance as per last balance sheet

Add: Actuarial gain/(loss) during the year

(b) Re-measurements of investments in Equity instruments (unquoted)

Balance as per last balance sheet

Add: Gain/(loss) on Re-measurement of investments

As at March 31, 2023		As at March 31, 2022	
	22.97		22.97
	565.49		565.49
	500.00		500.00
(663.80)		(532.34)	
1,256.22	592.42	(131.46)	(663.80)
81.75		82.29	
10.08	91.83	(0.54)	81.75
115.92		119.45	
(9.21)	106.71	(3.53)	115.92
	1,879.42		622.33

Nature and purpose of reserves

- Capital Reserve was created on forfeiture of equity shares and will be utilised in accordance with the provision of the Companies Act, 2013.
- Securities Premium was created to record the excess of the amount received over the face value of the shares. This reserve will be utilised in accordance with the provision of the Companies Act, 2013.
- Capital Redemption Reserve was created for redemption of 4% Cumulative Redeemable Preference Shares of ₹100/- each. This reserve will be utilised in accordance with the provision of the Companies Act, 2013.
- FVOCI equity investments:

The Company has elected to recognise changes in the fair value of certain investments in equity securities in OCI. These changes are accumulated within the FVOCI equity investment reserve within equity. The Company transfers amounts from this reserve to retained earnings when the relevant equity securities are derecognised.

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED MARCH 31, 2023

	(₹ in Lakhs)
As at March 31, 2023	As at March 31, 2022
21) NON-CURRENT FINANCIAL LIABILITIES - BORROWINGS	
Measured at amortized cost	
Secured	
WCDL (CESS-2020) from bank	-
WCTL (GECL) from banks	496.00
Unsecured	
Loans from related parties [refer note no. 55(c)]	691.25
1,193.70	1,187.25
Details of security and other terms:	
(a) Current maturities of long term borrowings ₹66.45 lakhs (March 31, 2022 ₹77.89 lakhs) are taken under current financial liabilities borrowings (refer note no. 25)	
(b) Above term loan from banks (WCDL/WCTL) are secured as under:-	
Primary security:	
(i) First pari-passu charge by way of hypothecation of stocks and book debts of the Company	
Collateral security:	
(i) Extension of charge on Land & Building situated at Keshwana Unit.	
(ii) Extension of hypothecation charge on block of assets (P&M and other fixed assets) of Keshwana (Kotputli) unit.	
(iii) First pari passu charge by way of pledge of 48,20,400 equity shares (previous year 48,20,400).	
(c) Repayment schedule of WCTL (GECL) and year wise maturity is as under:-	
	Total
2024-25	2025-26
2026-27	Total
Amount (₹ in Lakhs)	451.59
No. of Instalments	134
(d) Unsecured loans are repayable on March 31, 2027. However, the Company has the option to pay before maturity by giving prior notice of 30 days.	
(e) The above loans carry varying rates of interest with the maximum rate of interest going upto 12.00% (previous year 12.00%).	
	(₹ in Lakhs)
As at March 31, 2023	As at March 31, 2022
22) NON-CURRENT FINANCIAL LIABILITIES - TRADE PAYABLES	
Measured at amortized cost	
(A) total outstanding dues of micro enterprises and small enterprises (refer note no 47)	-
(B) total outstanding dues of creditors other than micro enterprises and small enterprises	110.44
98.48	110.44

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED MARCH 31, 2023

Ageing for trade payables from the due date of payment for each of the category as at March 31, 2023 (₹ in Lakhs)

Particulars	Not due	outstanding for following periods from due date of payment				Total
		Less than 1 year	1-2 years	2-3 years	More than 3 years	
i) MSME	-	-	-	-	-	-
ii) Others	-	-	2.20	7.67	88.61	98.48
iii) Disputed dues-MSME	-	-	-	-	-	-
iv) Disputed dues -Others	-	-	-	-	-	-
Total	-	-	2.20	7.67	88.61	98.48

Ageing for trade payables from the due date of payment for each of the category as at March 31, 2022 (₹ in Lakhs)

Particulars	Not due	outstanding for following periods from due date of payment				Total
		Less than 1 year	1-2 years	2-3 years	More than 3 years	
i) MSME	-	-	-	-	-	-
ii) Others	-	2.20	15.75	2.47	90.02	110.44
iii) Disputed dues-MSME	-	-	-	-	-	-
iv) Disputed dues -Others	-	-	-	-	-	-
Total	-	2.20	15.75	2.47	90.02	110.44

23) NON-CURRENT FINANCIAL LIABILITIES - OTHERS

Measured at amortized cost

Security deposits from dealers and contractors

Creditors for capital goods

	As at March 31, 2023	As at March 31, 2022
Security deposits from dealers and contractors	64.90	77.53
Creditors for capital goods	4.80	4.80
	69.70	82.33

24) NON-CURRENT PROVISIONS

Provision for employee benefits (refer note no 44)

Gratuity

Leave encashment

Gratuity	110.74	111.03
Leave encashment	23.78	19.06
	134.52	130.09

25) CURRENT FINANCIAL LIABILITIES - BORROWINGS

Secured

Loans repayable on demand

Cash credit from banks

Buyer's credit facilities from banks

Current maturities of long term borrowings [refer note no 21(a)]

Secured - WCDL (CESS-2020) from bank

Secured - WCTL (GECL) from banks

Unsecured - loans from related parties [refer note no. 55(c)]

Loans repayable on demand	1,601.76	2,013.16
Cash credit from banks	-	93.28
Buyer's credit facilities from banks	-	-
Current maturities of long term borrowings [refer note no 21(a)]	-	53.15
Secured - WCDL (CESS-2020) from bank	41.34	-
Secured - WCTL (GECL) from banks	25.11	24.74
Unsecured - loans from related parties [refer note no. 55(c)]	1,668.21	2,184.33

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED MARCH 31, 2023

Details of security and other terms:

- (a) Above cash credit facilities from banks under consortium arrangement having Bank of India as lead bank, are secured by:-

Primary security:

- (i) First pari-passu charge by way of hypothecation of stocks and book debts of the Company.
- (ii) Pledge of TDRs as cash margin @10.00% on LC and 15.00% on BG limit.

Collateral security:

- (i) Charge on Land & Building situated at Keshwana Unit.
 - (ii) Hypothecation charge on block of assets (P&M and other fixed assets) of Keshwana (Kotputli) unit.
 - (iii) First pari passu charge by way of pledge of 48,20,400 equity shares (previous year 48,20,400).
 - (iv) Guaranteed by personal guarantee of Managing Director of the Company.
- (b) Maximum rate of interest on cash credit facilities was 14.15% per annum (previous year 14.15% per annum).

	As at March 31, 2023	(₹ in Lakhs) As at March 31, 2022
26) CURRENT FINANCIAL LIABILITIES - TRADE PAYABLES		
(A) total outstanding dues of micro enterprises and small enterprises (refer note no 47)	-	-
(B) total outstanding dues of creditors other than micro enterprises and small enterprises		
Acceptances	491.85	372.41
Other than acceptances	1,454.69	1,219.76
	1,946.54	1,592.17

Ageing for trade payables from the due date of payment for each of the category as at 31st March, 2023 (₹ in Lakhs)

Particulars	Not due	outstanding for following periods from due date of payment				Total
		Less than 1 year	1-2 years	2-3 years	More than 3 years	
i) MSME	-	-	-	-	-	-
ii) Others	1,506.52	377.00	31.13	11.74	20.15	1,946.54
iii) Disputed dues-MSME	-	-	-	-	-	-
iv) Disputed dues -Others	-	-	-	-	-	-
Total	1,506.52	377.00	31.13	11.74	20.15	1,946.54

Ageing for trade payables from the due date of payment for each of the category as at 31st March, 2022 (₹ in Lakhs)

Particulars	Not due	outstanding for following periods from due date of payment				Total
		Less than 1 year	1-2 years	2-3 years	More than 3 years	
i) MSME	-	-	-	-	-	-
ii) Others	920.21	621.01	28.99	9.01	12.95	1,592.17
iii) Disputed dues-MSME	-	-	-	-	-	-
iv) Disputed dues -Others	-	-	-	-	-	-
Total	920.21	621.01	28.99	9.01	12.95	1,592.17

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED MARCH 31, 2023

		(₹ in Lakhs)
	As at March 31, 2023	As at March 31, 2022
27) CURRENT FINANCIAL LIABILITIES - OTHERS		
Interest accrued	161.60	163.43
Other payables		
Due to employees	103.42	93.88
Creditors for capital goods	34.42	45.70
Expenses payable	319.18	112.27
Currency forward account	1.14	0.79
	619.76	416.07
28) OTHER CURRENT LIABILITIES		
Advance from customers	60.53	260.90
Security deposits from dealers	50.17	55.36
Statutory dues	53.37	70.91
	164.07	387.17
29) CURRENT PROVISIONS		
Provision for employee benefits (refer note no 44)		
Gratuity	-	-
Leave encashment	5.97	5.49
	5.97	5.49
30) CURRENT TAX LIABILITIES (NET)		
Provision for income tax (net of advance tax and TDS)	148.04	-
	148.04	-
31) LIABILITIES AGAINST ASSETS HELD FOR SALE		
Advance received against sale of Land and Building	-	620.00
	-	620.00
		(₹ in Lakhs)
	Year ended March 31, 2023	Year ended March 31, 2022
32) REVENUE FROM OPERATIONS		
(Refer note no. 46 & 50)		
Sale of products	17,088.05	10,132.60
Sale of services	508.02	7.49
Other operating revenues	191.62	207.48
	17,787.69	10,347.57
33) OTHER INCOME		
Interest income on:		
Security deposits carried at amortized cost	8.05	8.04
Fixed deposit with banks carried at amortized cost	8.03	6.71
Income tax refund	0.96	-
	17.04	14.75
Other non-operating income		
Excess provision w/back (ECL)	1.76	0.17
Foreign exchange rate fluctuations (net)	-	22.72
Government incentives	9.27	0.02

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED MARCH 31, 2023

	Year ended March 31, 2023	(₹ in Lakhs) Year ended March 31, 2022
Miscellaneous income	1.67	7.03
Fair value gain on long term investment re-measurement at FVTPL	0.02	0.02
Gain on re-measurement of financial liabilities	-	47.31
	29.76	92.02
34) COST OF MATERIALS CONSUMED		
Raw materials consumed		
Inventories at the beginning of the year	1,346.58	893.81
Add: Purchases during the year (Net)	11,699.74	7,006.36
	13,046.32	7,900.17
Less: Material damaged by fire	736.83	-
Less: Inventories at the end of the year	1,231.86	1,346.58
	11,077.63	6,553.59
35) CHANGES IN INVENTORIES OF FINISHED GOODS, STOCK-IN-TRADE AND WORK-IN-PROGRESS		
Opening inventories		
Finished goods	1,135.24	382.55
Work-in-progress	29.84	23.96
	1,165.08	406.51
Closing inventories		
Finished goods	735.13	1,135.24
Work-in-progress	21.08	29.84
	756.21	1,165.08
(Increase)/Decrease in inventories of		
Finished goods	400.11	(752.69)
Work-in-progress	8.76	(5.88)
	408.87	(758.57)
36) EMPLOYEE BENEFITS EXPENSE		
Salary and wages	712.20	603.71
Contribution to provident and other funds	70.56	63.56
Staff welfare expenses	44.31	13.64
	827.07	680.91
37) FINANCE COSTS		
Interest expense	396.62	371.40
Right of Recompense	-	202.30
Interest on income tax	5.93	-
Other borrowing costs	77.71	55.10
	480.26	628.80
38) DEPRECIATION AND AMORTIZATION EXPENSES		
Depreciation of property, plant and equipment (refer note no 5a)	427.85	377.59
Amortization of intangible assets (refer note no 5c)	0.01	-
	427.86	377.59
39) OTHER EXPENSES		
Stores and spares consumed	450.52	310.43
Power and fuel	2,808.80	2,261.70
Packing materials	276.32	139.03

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED MARCH 31, 2023

		(₹ in Lakhs)
	Year ended March 31, 2023	Year ended March 31, 2022
Contract charges for services	68.32	66.25
Rent	14.51	3.29
Repairs		
Buildings	12.55	9.75
Machinery	80.91	70.42
Others	27.38	-
Insurance	9.93	9.45
Rates and taxes	10.06	6.31
Cost auditor's remuneration		
Cost audit fees	0.90	0.75
Auditor's remuneration		
For audit fees	1.30	0.90
For tax audit and GST audit fees	1.20	1.10
For taxation matters	0.47	0.37
For other services	0.54	0.28
Foreign exchange rate fluctuations (net)	23.31	-
Loss on sale of property, plant & equipment (net)	2.07	-
Tour, travelling and conveyance	148.68	91.69
Miscellaneous expenses	304.73	156.91
	4,242.50	3,128.63

40) EXCEPTIONAL ITEMS

(₹ in Lakhs)

Particulars	2022-2023	2021-2022
Pending settlement receipt from GAIL (India) Ltd.	104.73	-
Profit on sale of Land & Building of shut plant at Bahadurgarh	1,187.08	-
Profit on sale of a part of surplus land of Keshwana Unit	172.51	-
Loss by fire	(131.93)	-
Total	1,332.39	-

41) TAX EXPENSE

(a) Amount recognised in Statement of Profit and Loss

(₹ in Lakhs)

Particulars	2022-2023	2021-2022
Current tax	290.80	-
Deferred tax	402.13	(39.90)
MAT (credit)/utilization	(290.80)	-
Total	402.13	(39.90)

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED MARCH 31, 2023

(b) Income tax expense/(benefit) recognised in Other Comprehensive Income

(₹ in Lakhs)

Particulars	2022-2023	2021-2022
Tax effect on actuarial gains/losses on defined benefit obligations	1.76	-
MAT credit entitlement on above	(1.76)	-
Deferred tax liability on re-measurement of unquoted equity instruments at FVTOCI	(0.40)	1.24
Total	(0.40)	1.24

(c) Income tax reconciliation

(₹ in Lakhs)

Particulars	2022-2023	2021-2022
Profit/(loss) before tax	1,658.35	(171.36)
Enacted tax rate (%)*	27.82%	26.00%
Tax expense/(saving) at enacted tax rate	461.35	(44.55)
Tax impact on account of depreciation	19.61	(7.75)
Other items giving rise to temporary differences	37.92	7.37
Effect due to non deductible expenses	37.48	15.74
Effect due to deductible expenses earlier disallowed	(2.59)	(10.71)
Deferred tax effect due to carried forward losses	364.22	-
Income tax effect due to brought forward losses	(406.11)	-
Tax impact on capital gain	(109.75)	-
Total	402.13	(39.90)

The variation in enacted tax rate is due to applicability of surcharge on the Company in the current year @ 7.00% (March 31, 2022 @ Nil).

42) KEY FINANCIAL RATIOS

S.No.	Ratios	Numerator	Denominator	March 31, 2023	March 31, 2022	% Variance
1	Current ratio	Current assets	Current liabilities	1.06	0.90	17.78%
2	Debt-equity ratio ¹	Total Debt = (Non-current borrowings + Current borrowings)	Total Equity = (Equity share capital + Other equity)	0.89	1.71	-47.95%
3	Debt service coverage ratio ²	Profit after Tax + Interest on long term borrowings + Depreciation	Total service of long term borrowings + interest thereon	4.45	2.40	85.42%
4	Return on Equity ratio ³	Profit after tax	Average total equity	48.26%	-6.44%	-849.38%
5	Inventory turnover ratio ⁴	Cost of Goods sold*	Average inventory	6.43	4.45	44.49%
6	Trade receivables turnover ratio ⁵	Net credit sales	Average trade receivables	24.78	14.09	75.87%

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED MARCH 31, 2023

KEY FINANCIAL RATIOS (Cont.....)

7	Trade payables turnover ratio ⁶	Net credit purchase	Average trade payables	7.58	4.74	59.92%
8	Net capital turnover ratio ⁷	Net sales	Average working capital (working capital = current assets - current liabilities)	-186.61	-13.17	1316.93%
9	Net profit ratio ³	Net profit	Net sales	7.06%	-1.27%	-655.91%
10	Return on capital employed ³	Earning before interest and tax	Capital employed**	33.90%	8.87%	282.19%
11	Return on investment ⁸	Return on investment	Average investment	-5.99%	-2.19%	173.52%

* Cost of Goods sold = Total expenses as per statement of profit & loss - Finance costs - Administrative, selling & distribution expenses.

** Capital employed = Tangible net worth+Total debt

¹ Debt equity ratio has been improved due to lower utilisation of credit limits and improved net worth than previous year.

² The ratio has been improved mainly due to achieving operating profit in current year as compared to losses in last year.

³ Return on equity ratio, Net profit ratio and Return on capital employed have been improved due to earning of operational profit along with exceptional income in current year as compared to loss in last year.

⁴ Inventory turnover ratio has been improved due to optimisation of inventory holding level.

⁵ Trade receivable turnover ratio has been improved due to increase in sales and better recovery from customers.

⁶ The increase in ratio is due to higher volume of purchase to meet the increased production and quick payment to creditors due to availability of funds.

⁷ Improvement is due to robust revenue growth and enhanced working capital efficiency.

⁸ Higher negative return on investment has resulted into decrease in ratio.

43) CONTINGENT LIABILITIES AND COMMITMENTS (to the extent not provided for)

(₹ in Lakhs)

Particulars	March 31, 2023	March 31, 2022
(I) Contingent liabilities		
Claims against the Company not acknowledged as debt:		
Central excise duty matters	316.89	316.89
CGST matter	13.77	13.77
Custom duty matters	363.10	363.10
Water cess/Land tax	29.34	29.34
Income tax matter	102.96	102.96
Labour law matter	3.00	3.00
Stock Exchange matter	5.43	5.43
- Show Cause notices issued by the Excise Department, Rohtak for recovery of ₹4,043.51 lakhs adjudicated by the Commissioner, Central Excise and demand of ₹3,727.57 lakhs has been dropped. Remaining demand of ₹315.94 lakhs was confirmed along with the penalty and interest thereon. The Company has filed appeal before the Hon'ble CESTAT, hearing yet not received.		
In addition, show cause notices were issued by the Excise Department, Jaipur for ₹0.95 lakhs and CGST Audit Circle, Jaipur for recovery of ₹13.77 lakhs. The replies for the same have been filed, personal hearing completed and reserved for orders.		

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED MARCH 31, 2023

(₹ in Lakhs)

Particulars	March 31, 2023	March 31, 2022
<ul style="list-style-type: none"> Customs Duty matter relates to demand of ₹163.10 lakhs and penalty and redemption fine of ₹100.00 lakhs each. The matter is pending with Hon'ble Supreme Court of India. The amount of ₹250.00 lakhs deposited under protest during investigation, with Custom Department is subject matter of outcome of the appeal. The income tax department has issued a notice of demand for ₹102.96 lakhs for A.Y. 2018-19. The Company has filed appeal before CIT (Appeals), NAFC, Delhi for the same. The other contingent liabilities have been disputed by the Company before respective authorities on account of classification, rates and applicability. Based on the legal advices, the Company is reasonably certain that the outcome of these proceedings shall not have a material impact on its financial statements. 		
(II) Commitments		
Estimated amount of contracts remaining to be executed on capital account and not provided for	95.99	320.00

44) EMPLOYEE BENEFITS

a) Post retirement benefits : Defined contribution plans

The Company has recognized the following amounts in the Statement of Profit and Loss for the year:

(₹ in Lakhs)

S.No.	Particulars	March 31, 2023	March 31, 2022
1	Contribution to employee's provident fund	16.14	14.63
2	Contribution to employee's family pension fund	21.85	19.19
	Total	37.99	33.82

b) Defined benefit plans

(A) Gratuity (Funded)

(₹ in Lakhs)

	March 31, 2023	March 31, 2022
i. Changes in the present value of obligation		
a. Present value of obligation at the beginning of the year	208.50	185.29
b. Interest cost	14.43	12.10
c. Current service cost	18.50	17.26
d. Benefits paid	(10.17)	(7.83)
e. Actuarial (gain)/loss:		
due to change in financial assumptions	(7.33)	(5.61)
due to experience variance	(2.48)	7.29
f. Present value of obligation at the end of the year	221.45	208.50
ii. Changes in the fair value of plan assets		
a. Present value of plan assets at the beginning of the year	97.47	83.98
b. Expected return on plan assets	6.75	5.49
c. Actuarial gain/(loss)	0.27	1.14
d. Employer's contributions	16.39	14.69

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED MARCH 31, 2023

		(₹ in Lakhs)	
		March 31, 2023	March 31, 2022
e.	Benefit paid	(10.17)	(7.83)
f.	Fair value of plan assets at the end of the year	110.71	97.47
iii.	Amount recognized in the Balance Sheet and reconciliation of the present value of obligation and the fair value of assets		
a.	Present value of obligation at the end of the year	221.45	208.50
b.	Fair value of plan assets at the end of the year	110.71	97.47
c.	Net (asset)/liability recognized in the balance sheet	110.74	111.03
iv.	Expenses recognized in the Statement of Profit & Loss		
a.	Current service cost	18.50	17.26
b.	Interest cost	14.43	12.10
c.	Expected return on plan assets	(6.75)	(5.49)
d.	Total expenses recognized in the Statement of Profit & Loss	26.18	23.87
v.	Amount recognized in other comprehensive income		
a.	Actuarial gain/(loss) on liabilities	9.81	(1.68)
b.	Actuarial gain/(loss) on assets	0.27	1.14
c.	Net gain/(loss) recognized in other comprehensive income	10.08	(0.54)
vi.	Percentage of each category of plan assets to total fair value of plan assets as at end of the year	%	%
a.	Insurer managed funds	100	100
vii.	Actuarial assumption	%	%
a.	Discount rate	7.42	6.92
b.	Expected rate of return on plan assets	6.92	6.53
c.	Salary escalation rate	10.00	10.00
viii.	Sensitivity analysis		
a.	Impact due to increase of 0.50% in discount rate	(6.82)	(6.74)
b.	Impact due to decrease of 0.50% in discount rate	7.33	7.26
c.	Impact due to increase of 1.00% in salary inflation rate	14.09	14.16
d.	Impact due to decrease of 1.00% in salary inflation rate	(12.42)	(12.62)
e.	Impact due to increase of 5.00% in withdrawal rate	(10.60)	(11.93)
f.	Impact due to decrease of 5.00% in withdrawal rate	19.20	22.22
ix.	Maturity profile of defined benefit obligation		
a.	1st following year	82.36	78.72
b.	2nd following year	6.42	5.65
c.	3rd following year	7.16	7.56
d.	4th following year	10.49	6.54
e.	5th following year	24.12	9.59
f.	After 6th following year	295.52	282.65
x	The expected contributions for Defined Benefit Plan during the next financial year	36.78	33.42

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED MARCH 31, 2023

(B) Leave encashment (Unfunded)

(₹ in Lakhs)

	March 31, 2023	March 31, 2022
i. Changes in the present value of obligation		
a. Present value of obligation at the beginning of the year	24.55	25.81
b. Interest cost	1.69	1.69
c. Current service cost	9.69	5.73
d. Benefits paid	(5.39)	(7.04)
e. Actuarial (gain)/loss:		
due to change in financial assumptions	(0.92)	(0.61)
due to experience variance	0.13	(1.03)
f. Present value of obligation at the end of the year.	29.75	24.55
ii. Amount recognized in the Balance Sheet and reconciliation of the present value of obligation and the fair value of assets		
a. Present value of obligation at the end of the year	29.75	24.55
b. Fair value of plan assets at the end of the year	-	-
c. Net (asset)/liability recognized in the balance sheet	29.75	24.55
iii. Expenses recognized in the Statement of Profit & Loss		
a. Current service cost	9.69	5.73
b. Interest cost	1.69	1.69
c. Net actuarial (gain)/loss	(0.79)	(1.64)
d. Total expenses recognized in the Statement of Profit & Loss	10.59	5.78
iv. Amount recognized in other comprehensive income		
a. Actuarial gain/(loss) on liabilities	-	-
b. Actuarial gain/(loss) on assets	-	-
c. Net gain/(loss) recognized in other comprehensive income	-	-
v. Actuarial assumption	%	%
a. Discount rate	7.42	6.92
b. Expected rate of return on plan assets	NA	NA
c. Salary escalation rate	10.00	10.00
vi. Sensitivity analysis		
a. Impact due to increase of 0.50% in discount rate	(0.87)	(0.73)
b. Impact due to decrease of 0.50% in discount rate	0.92	0.78
c. Impact due to increase of 1.00% in salary inflation rate	1.81	1.53
d. Impact due to decrease of 1.00% in salary inflation rate	(1.63)	(1.37)
e. Impact due to increase of 5.00% in withdrawal rate	(1.81)	(1.67)
f. Impact due to decrease of 5.00% in withdrawal rate	3.12	2.95

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED MARCH 31, 2023

(₹ in Lakhs)

		March 31, 2023	March 31, 2022
vii.	Maturity profile of defined benefit obligation		
a.	1st following year	6.41	5.87
b.	2nd following year	2.67	2.23
c.	3rd following year	2.76	1.86
d.	4th following year	3.96	2.02
e.	5th following year	3.33	2.76
f.	After 6th following year	34.33	28.07

- 45) Corporate Debt Restructuring (CDR) package was sanctioned to the Company vide LOA dated August 17, 2009. The package was successfully implemented by all the bankers w.e.f. the cut off date i.e. April 1, 2009 as per terms and conditions set out in the Letter of Approval(LOA). The CDR lenders had a right to recompense of their waivers & sacrifices made as part of the CDR proposal. Accordingly the Company had paid final installment of ₹202.30 lakhs as full and final payment during the financial year 2021-2022 on account of Right of Recompense under Corporate Debt Restructuring (CDR) package to all the member banks.

- 46) The Company is engaged into manufacturing and sale of paper and activities incidental thereto. There is no impact on the Company's revenue on applying Ind AS 115 on contracts with customers.

Disaggregation of revenue from contracts with customers:

(₹ in Lakhs)

Sl. No.	Particulars	2022-2023	2021-2022
1	Revenue from contracts with customers		
	Sale of finished products	17,070.88	10,132.60
	Sale of traded goods	17.17	-
	Sale of services	508.02	7.49
		17,596.07	10,140.09
2	Other operating revenues	191.62	207.48
	Total revenue	17,787.69	10,347.57

Sales by performance obligations:

(₹ in Lakhs)

Sl. No.	Particulars	2022-2023	2021-2022
1	Upon shipment	17,088.05	10,132.60
2	Upon delivery	-	-
3	Upon performance	508.02	7.49
	Total	17,596.07	10,140.09

Revenue by geographical market :

(₹ in Lakhs)

S.No.	Particulars	2022-2023	2021-2022
1	Within India	17,367.58	10,097.53
2	Outside India	228.49	42.56
	Total	17,596.07	10,140.09

Contract balances :

(₹ in Lakhs)

S.No.	Particulars	2022-2023		2021-2022	
		Closing Balance	Opening Balance	Closing Balance	Opening Balance
1	Advance from customers (refer note no. 28)	60.53	260.90	260.90	57.17
2	Trade receivables (refer note no. 12)	788.18	633.36	633.36	818.48

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED MARCH 31, 2023

Reconciliation of revenue from contract with customer:

(₹ in Lakhs)

S.No.	Particulars	2022-2023	2021-2022
A	Revenue from contract with customer as per the contract price	18,050.11	10,416.39
	Adjustments made to contract price on account of:-		
	a) Discounts/rebates/incentives	382.65	191.71
	b) Sales returns/credits/reversals	71.39	84.59
	Revenue from contract with customer as per Statement of Profit and Loss (A)	17,596.07	10,140.09
B	Other operating revenues (B)	191.62	207.48
	Revenue from operations (A+B)	17,787.69	10,347.57

- 47) Disclosure of the amounts due to the Micro and Small Enterprises as required under the “Micro, Small and Medium Enterprises Development Act, 2006” is based on the information available with the Company regarding the status of registration of such vendors under the said Act, as per the intimation received from parties on the request made by the Company as given under:

(₹ in Lakhs)

S.No.	Particulars	March 31, 2023	March 31, 2022
(a)	The principal amount due remaining unpaid to any supplier at the end of each accounting year;	-	-
(b)	The interest due remaining unpaid to any supplier at the end of each accounting year;	-	-
(c)	The amount of interest paid by the buyer in terms of section 16 of the Micro, Small and Medium Enterprises Development Act, 2006 (27 of 2006), along with the amounts of the payment made to the supplier beyond the appointed day during each accounting year;	-	-
(d)	The amount of interest due and payable for the period of delay in making payment (which has been paid but beyond the appointed day during the year) but without adding the interest specified under the Micro, Small and Medium Enterprises Development Act, 2006;	-	-
(e)	The amount of interest accrued and remaining unpaid at the end of each accounting year; and	-	-
(f)	The amount of further interest remaining due and payable even in the succeeding years, until such date when the interest dues above are actually paid to the small enterprises, for the purpose of disallowance of a deductible expenditure under section 23 of the Micro, Small and Medium Enterprises Development Act, 2006.	-	-

- 48) Interest accrued (refer note no. 27) also includes accumulated dividend on 4% cumulative redeemable preference shares amounting to ₹145.76 lakhs in March 31, 2023 and ₹145.76 in March 31, 2022 .
- 49) The Rajasthan State Industrial Development and Investment Corporation Ltd. (RIICO) had issued cancellation orders for part of the land of Keshwana. After meeting necessary obligations, the said land has been restored and regularisation by RIICO in January 2023.
- 50) “Operating segments are reported in a manner consistent with the internal reporting provided to the Chief Operating Decision Maker (“CODM”) of the Company. The CODM, who is responsible for allocating resources and assessing performance of the operating segments, has been identified as the Managing Director of the Company. The Company operates only in one Business Segment i.e. manufacturing and sale of paper and the activities incidental thereto, hence does not have any reportable Segments as per Ind AS 108 “Operating Segments”.

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED MARCH 31, 2023

Information about major customers

Detail of customers accounted for 10% or more revenue is as under:

(₹ in Lakhs)

Sl. No.	Particulars	2022-2023	2021-2022
1	Customer 1	3,227.35	1,777.80
2	Customer 2	2,724.21	1,764.44
3	Customer 3	-	1,387.20

51) CAPITAL MANAGEMENT

The Company aims to manage its capital efficiently so as to safe guard its ability to continue as a going concern and to optimise returns to our shareholders.

For the purposes of the Company's capital management, capital includes issued capital and all other equity reserves. The primary objective of the Company's capital management is to maximise shareholder value. The Company manages its capital structure and makes adjustments in the light of changes in economic environment and the requirements of the financial covenants. The Company's Capital Management objectives are to maintain equity including all reserves to protect economic viability and to finance any growth opportunities that may be available in future so as to maximise shareholders' value. The Company is monitoring capital using debt equity ratio as its base, which is debt to equity.

Gearing Ratio

The Company monitors its capital using gearing ratio, which is net debt divided to total equity as given below:

(₹ in Lakhs)

Particulars	March 31, 2023	March 31, 2022
Debt*	2,861.91	3,371.58
Less: Cash and bank balances	297.99	222.08
Net Debt	2,563.92	3,149.50
Total Equity	3,231.59	1,974.50
Debt to Equity ratio	0.79	1.60

*Debt is defined as long-term borrowings, short-term borrowings and current maturities of long term debts.

52) EARNINGS PER SHARE

(₹ in Lakhs)

Particulars	2022-2023	2021-2022
Profit/(loss) after Tax	1,256.22	(131.46)
Weighted average number of equity shares	1,35,21,680	1,35,21,680
Basic and Diluted earnings per share (₹)	9.29	(0.97)
Face value of an equity share (₹)	10.00	10.00

53) FAIR VALUE MEASUREMENT

The following table shows the carrying amounts and fair values of financial assets and liabilities, including their levels in the fair value hierarchy:

(a) As at March 31, 2023

(₹ in Lakhs)

Particulars	Carrying amount / Fair value				Fair value hierarchy			
	FVTPL	FVTOCI	Amortized cost	Fair value	Level 1	Level 2	Level 3	Total
Non-current financial assets								
Investments in equity instruments (quoted)	0.06	-	-	0.06	0.06	-	-	0.06
Investments in equity instruments (unquoted)	-	149.03	-	149.03	-	149.03	-	149.03
Trade receivables	-	-	-	-	-	-	-	-
Other financial assets	-	-	281.01	281.01	-	-	-	-

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED MARCH 31, 2023

(₹ in Lakhs)

Particulars	Carrying amount / Fair value				Fair value hierarchy			
	FVTPL	FVTOCI	Amortized cost	Fair value	Level 1	Level 2	Level 3	Total
Current financial assets					-	-	-	-
Trade receivables	-	-	788.18	788.18	-	-	-	-
Cash and cash equivalents	-	-	71.56	71.56	-	-	-	-
Bank balances other than above	-	-	226.43	226.43	-	-	-	-
Other financial assets	-	-	19.74	19.74	-	-	-	-
Total financial assets	0.06	149.03	1386.92	1536.01	0.06	149.03	-	149.09
Non-current financial liabilities								
Borrowings	-	-	1193.70	1193.7	-	-	-	-
Trade payables	-	-	98.48	98.48	-	-	-	-
Other financial liabilities	-	-	69.70	69.70	-	-	-	-
Current financial liabilities								
Borrowings	-	-	1668.21	1668.21	-	-	-	-
Trade payables	-	-	1946.54	1946.54	-	-	-	-
Other financial liabilities	-	-	619.76	619.76	-	-	-	-
Total financial liabilities	-	-	5596.39	5596.39	-	-	-	-

(b) As at March 31, 2022

(₹ in Lakhs)

Particulars	Carrying amount / Fair value				Fair value hierarchy			
	FVTPL	FVTOCI	Amortized cost	Fair value	Level 1	Level 2	Level 3	Total
Non-current financial assets								
Investments in equity instruments (quoted)	0.03	-	-	0.03	0.03	-	-	0.03
Investments in equity instruments (unquoted)	-	157.85	-	157.85	-	157.85	-	157.85
Trade receivables	-	-	-	-	-	-	-	-
Other financial assets	-	-	265.75	265.75	-	-	-	-
Current financial assets								
Trade receivables	-	-	633.36	633.36	-	-	-	-
Cash and cash equivalents	-	-	105.55	105.55	-	-	-	-
Bank balances other than above	-	-	116.53	116.53	-	-	-	-
Other financial assets	-	-	24.63	24.63	-	-	-	-
Total financial assets	0.03	157.85	1145.82	1303.70	0.03	157.85	-	157.88
Non-current financial liabilities								
Borrowings	-	-	1187.25	1187.25	-	-	-	-
Trade payables	-	-	110.44	110.44	-	-	-	-
Other financial liabilities	-	-	82.33	82.33	-	-	-	-
Current financial liabilities								
Borrowings	-	-	2184.33	2184.33	-	-	-	-
Trade payables	-	-	1592.17	1592.17	-	-	-	-
Other financial liabilities	-	-	416.07	416.07	-	-	-	-
Total financial liabilities	-	-	5572.59	5572.59	-	-	-	-

The following methods and assumptions were used to estimate the fair values:

The fair values of the long term borrowings, loans and other deferred payments are determined by using discounted cash flow method using the appropriate discount rate. The discount rate is determined using other similar instruments incorporating the risk associated.

The fair value of long term quoted investment in equity instruments are measured at quoted market price.

The fair values of the unquoted instruments and other financial assets and liabilities have been estimated using a discounted cash flow method using the appropriate discount rate. The discount rate is determined using other similar instruments incorporating the risk associated.

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED MARCH 31, 2023

The Company executed derivative financial instruments such as cross currency interest rate swap being valued using valuation techniques, which employs use of market observable inputs. The Company uses mark to market valuation provided by bank for its valuation.

There were no transfers between level 1 and level 2 for recurring fair value measurements during the year.

Carrying amount of Financial Assets and Liabilities carried at Amortized Cost is considered a reasonable approximation of Fair Value.

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

Level 1- Quoted (unadjusted) market prices in active markets for identical assets or liabilities.

Level 2- Valuation techniques for which the lowest level input that is significant to the fair value measurement is directly or indirectly

Level 3- Valuation techniques for which the lowest level input that is significant to the fair value measurement is unobservable.

54) FINANCIAL RISK MANAGEMENT

The Company's principal financial liabilities, other than derivatives, comprise borrowings, trade and other payables. The Company's principal financial assets include loans, trade and other receivables and cash and cash equivalents that derive directly from its operations. The Company also holds FVTOCI investments and enters into derivative transactions

The Company is exposed to market risk, credit risk and liquidity risk. The Company's management monitors these risks and provides assurance that the financial risk activities are governed by appropriate policies and procedures. The financial risks are identified, measured and managed in accordance with the Company's policies and risk objectives. All derivative activities for risk management purposes are carried out by teams that have the appropriate skills, experience and supervision. The Board of Directors reviews and agrees policies for managing each of these risks, which are summarised below:

Credit Risk

Credit risk is the risk of financial loss to the Company if a customer or counterparty to a financial instrument fails to meet its contractual obligations, and arises principally from the Company's receivables from customers, loans and investments. Credit risk is managed through credit approvals, establishing credit limits and continuously monitoring the creditworthiness of counterparty to which the Company grants credit terms in the normal course of business.

Trade receivables

The Company evaluates the concentration of risk with respect to trade receivables as low, as its customers are located in several jurisdictions and industries and operate in largely independent markets. The credit worthiness are monitored at periodical intervals. The maximum exposure to credit risk at the reporting date is the carrying value of each class of financial assets. The Company has used expected credit loss (ECL) model for assessing the impairment loss. For the purpose, the Company uses a provision matrix to compute the expected credit loss amount. The provision matrix takes into account external and internal risk factors and historical data of credit losses from various customers.

(₹ in Lakhs)

Particulars	As at March 31, 2023	As at March 31, 2022
Financial assets for which loss allowances is measured using the expected credit loss		
Trade receivables		
less than 180 days	1.45	0.20
180 - 365 days	0.27	1.41
1 year to 2 years	0.01	0.24
2 years to 3 years	1.33	4.49
above 3 years	13.58	12.06
Total	16.64	18.40

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED MARCH 31, 2023

Movement in the allowance for bad and doubtful debts/expected credit loss on trade receivables (₹ in Lakhs)

Particulars	2022-2023		2021-2022	
	Allowance for bad and doubtful debts	Expected credit loss allowance	Allowance for bad and doubtful debts	Expected credit loss allowance
Balance at the beginning of the year	33.41	18.40	33.41	18.58
Addition	-	4.67	-	4.84
Write - offs	-	-	-	-
Recoveries	-	6.43	-	5.02
Balance at the end of the year	33.41	16.64	33.41	18.40

Liquidity Risk

Liquidity risk is the risk that the Company will not be able to meet its financial obligations when they become due. The Company manages liquidity risk by continuously monitoring forecast and actual cash flows on daily, monthly and yearly basis. The Company ensures that there is a free credit limit available at the start of the year which is sufficient for repayments getting due in the ensuing year. Loan arrangements, credit limits with various banks including working capital and monitoring of operational and working capital issues are always kept in mind for better liquidity management. The Company has unutilised working capital limits from banks of ₹898.24 lakhs as on March 31, 2023; ₹486.84 lakhs as on March 31, 2022.

The table below provides details regarding the contractual maturities of significant financial liabilities :

As at March 31, 2023

(₹ in Lakhs)

Particulars	Less than 1 year	1-5 years	More than 5 years	Total
Non derivative				
Borrowings	1,668.21	1,193.70	-	2,861.91
Trade payables	1,946.54	98.48	-	2,045.02
Other financial liabilities	618.62	4.80	64.90	688.32
Derivative				
Forward exchange contracts	1.14	-	-	1.14

As at March 31, 2022

(₹ in Lakhs)

Particulars	Less than 1 year	1-5 years	More than 5 years	Total
Non derivative				
Borrowings	2,184.33	1,187.25	-	3,371.58
Trade payables	1,592.17	110.44	-	1,702.61
Other financial liabilities	415.28	4.80	77.53	497.61
Derivative				
Forward exchange contracts	0.79	-	-	0.79

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED MARCH 31, 2023

Market Risk- Foreign Currency Risk

This is the risk that the Company may suffer losses as a result of adverse exchange rate movement during the relevant period. As a policy, the Company is covering foreign exchange risk on account of import to avoid any loss situation due to adverse fluctuations in currency rates. There is periodical review of foreign exchange transactions and hedging by the Company's executives.

Derivative instruments and unhedged foreign currency exposure:

(a) Derivative outstanding as at the reporting date:

Particulars	As at March 31, 2023	As at March 31, 2022
Trade payable on account of purchase of goods		
Forward contracts to buy USD (\$ in lakhs)	1.52	2.83
Amount outstanding in Indian Rupee (₹ in lakhs)	126.55	216.11

Derivative financial instruments such as foreign exchange forward contracts are used for hedging purposes and not as trading or speculative instruments.

(b) Particulars of unhedged foreign currency exposures as at the reporting date :

Particulars	As at March 31, 2023	As at March 31, 2022
Trade payable on account of purchase of goods		
Amount outstanding in USD (\$ in lakhs)	0.29	0.77
Amount outstanding in Indian Rupee (₹ in lakhs)	23.89	58.62

Market Risk- Price Risk Exposure

Equity Price Risk is related to the change in market reference price of the investments in equity securities. The Company is exposed to equity price risks arising from equity investments. Equity investments are held for strategic rather than trading purposes. The Company does not actively trade these investments. Profit /(Loss) for the year would increase/(decrease) as a result of gains/ losses on equity securities as at fair value through profit or loss.

Sensitivity

The table below summarizes the impact of increases/decreases of the BSE index on the Company's equity and Gain/Loss for the period. The analysis is based on the assumption that the index has increased by 5 % or decreased by 5 % with all other variables held constant, and that all the Company's equity instruments moved in line with the index:

Impact on Profit/(loss) before tax:

(₹ in Lakhs)

Particulars	As at March 31, 2023	As at March 31, 2022
BSE Sensex 30- Increase 5%	0.00	0.00
BSE Sensex 30- Decrease 5%	(0.00)	(0.00)

Above referred sensitivity pertains to quoted equity investment. Profit/(loss) for the year would change as a result of gains/ losses on equity securities as at fair value through profit or loss. Since the Company has nominal investments in quoted equity and hence, sensitivity analysis is reflecting zero value.

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED MARCH 31, 2023

Foreign Currency Risk Sensitivity

A change of 5% in Foreign currency would have following Impact on profit/(loss) before tax:

(₹ in Lakhs)

Particulars	As at March 31, 2023	As at March 31, 2022
USD		
5% Increase	(7.52)	(13.74)
5% Decrease	7.52	13.74

Interest Rate Risk

The Company has loan facilities on floating interest rate, which exposes the Company to the risk of changes in interest rates. The management monitors the interest rate movement and manages the interest rate risk by evaluating interest rate swaps etc. based on the market / risk perception.

For the years ended March 31, 2023 and March 31, 2022, every 50 basis point decrease in the floating interest rate component applicable to its loans and borrowings would increase/(decrease) the Company's profit/(loss) before tax by approximately ₹9.26 Lakhs and ₹10.20 Lakhs respectively. A 50 basis point increase in floating interest rate would have led to an equal but opposite effect.

Commodity Rate Risk

Exposure to market risk with respect to commodity prices primarily arises from the Company's purchases of waste paper including the raw material components and sale of various types of papers. These are commodity products, whose prices may fluctuate significantly over short periods of time. The prices of the Company's some of the raw materials generally fluctuate in line with commodity cycles, although the prices of raw materials used in the Company's business are generally more volatile. Commodity price risk exposure is evaluated and managed through operating procedures and sourcing policies. As of March 31, 2023, the Company had not entered into any material derivative contracts to hedge exposure to fluctuations in commodity prices.

55) RELATED PARTY DISCLOSURES

a) List of related parties:-

i) Key Management Personnel:

Mr. Narendra Kumar Pasari	Managing Director
Mr. Sanjiv Kumar Agarwal	Chief Financial Officer
Mrs. Ritika Priyam	Company Secretary
Mr. Dev Kishan Chanda	Non-Executive Non-Independent Director
Mr. Prakash Narayan Singh	Independent Director
Mr. Lal Chand Sharma	Independent Director
Mrs. Rakhi Verma	Non-Executive Non-Independent Director
Mrs. Shikha Singhal	Independent Director

ii) Relatives of Key Management Personnel:

Mr. Birendra Pasari
Mr. Pradeep Pasari
Mr. Naynesh Pasari
Mrs. Shilpa Pasari
Mrs. Shradha Pasari

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED MARCH 31, 2023

iii) Enterprises where Key Management Personnel/Relative of Key Management Personnel have significant influence:

Laxmi Traders
Gopala Sales Pvt. Ltd.
SKCS Finvest Pvt. Ltd.
Bishwanath Traders & Investments Ltd.
Dilwara Leasing and Investment Ltd.
Inficore Visions Pvt. Ltd.
Amer Hotels Ltd.
Bishwanath Industries Ltd.
Govinda Power & Products Pvt. Ltd.

b) Details of transactions with the related parties in the ordinary course of business:-

(₹ in Lakhs)

Nature of transactions	2022-2023			2021-2022		
	Referred in (i) above	Referred in (ii) above	Referred in (iii) above	Referred in (i) above	Referred in (ii) above	Referred in (iii) above
Expenses :						
<i>Employee benefits expense*</i>						
(short term employee benefits)						
Mr. Narendra Kumar Pasari	32.99	-	-	30.19	-	-
Mr. Sanjiv Kumar Agarwal	16.42	-	-	13.25	-	-
Mrs. Ritika Priyam	6.04	-	-	3.97	-	-
<i>Consultancy paid</i>						
Mr. Naynesh Pasari	-	21.30	-	-	11.50	-
<i>Finance costs</i>						
Gopala Sales Pvt. Ltd.	-	-	18.98	-	-	18.77
Govinda Power & Products Pvt. Ltd.	-	-	12.40	-	-	12.27
Bishwanath Industries Ltd.	-	-	39.92	-	-	35.76
Bishwanath Traders & Investments Ltd.	-	-	3.84	-	-	3.45
Dilwara Leasing & Investment Ltd.	-	-	3.62	-	-	3.29
<i>Raw material purchase</i>						
Gopala Sales Pvt. Ltd.	-	-	253.36	-	-	86.96
Govinda Power & Products Pvt. Ltd.	-	-	16.16	-	-	-
<i>Packing material purchase</i>						
Govinda Power & Products Pvt. Ltd.	-	-	12.12	-	-	16.84
Gopala Sales Pvt. Ltd.	-	-	14.89	-	-	-
Income :						
<i>Sale of products</i>						
Gopala Sales Pvt. Ltd.	-	-	424.47	-	-	-
<i>Other operating revenues</i>						
Gopala Sales Pvt. Ltd.	-	-	0.56	-	-	74.46
Govinda Power & Products Pvt. Ltd.	-	-	9.47	-	-	2.03
<i>Other income</i>						
Gopala Sales Pvt. Ltd.	-	-	0.72	-	-	0.72
Govinda Power & Products Pvt. Ltd.	-	-	0.66	-	-	0.66
SKCS Finvest Pvt. Ltd.	-	-	0.06	-	-	0.06
Inficore Visions Pvt. Ltd.	-	-	0.03	-	-	0.12

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED MARCH 31, 2023

Nature of transactions	2022-2023			2021-2022		
	Referred in (i) above	Referred in (ii) above	Referred in (iii) above	Referred in (i) above	Referred in (ii) above	Referred in (iii) above
Non-current financial liabilities-Borrowings:						
<i>Loan taken</i>						
Gopala Sales Pvt. Ltd.	-	-	-	-	-	143.20
Govinda Power & Products Pvt. Ltd.	-	-	-	-	-	109.50

*it does not include provision for gratuity and leave encashment as the same is not determinable since the actuarial valuation is done for the Company as a whole.

c) Closing balances receivables/payables:

(₹ in Lakhs)

Particulars	As at March 31, 2023	As at March 31, 2022
Referred in (i) above		
<i>Current financial liabilities-Others</i>		
Mr. Narendra Kumar Pasari	2.15	1.51
Mr. Sanjiv Kumar Agarwal	0.88	0.71
Mrs. Ritika Priyam	0.44	0.28
Referred in (ii) above		
<i>Current financial liabilities-Trade payables</i>		
Mr. Naynesh Pasari	2.70	0.90
Referred in (iii) above		
<i>Current financial assets-Trade receivables</i>		
Inficore Visions Pvt. Ltd.	0.04	-
<i>Non-current financial liabilities-Borrowings*</i>		
Bishwanath Traders & Investments Ltd.	38.72	34.88
Bishwanath Industries Ltd.	386.08	346.16
Gopala Sales Pvt. Ltd.	164.70	162.57
Govinda Power & Products Pvt. Ltd.	112.25	110.90
Dilwara Leasing & Investment Ltd.	40.36	36.74
<i>Current financial liabilities-Borrowings</i>		
Gopala Sales Pvt. Ltd.	15.17	14.96
Govinda Power & Products Pvt. Ltd.	9.94	9.78
<i>Current financial liabilities-Trade payables</i>		
Laxmi Traders	1.08	1.08
Amer Hotels Ltd.	0.15	0.15
<i>Current financial liabilities-Others</i>		
Amer Hotels Ltd.	0.15	0.15
<i>Other current liabilities</i>		
Bishwanath Traders & Investments Ltd.	1.63	1.63

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED MARCH 31, 2023

*These figures are at amortised cost as per Ind AS 109, the original values are given below: (₹ in Lakhs)

Particulars	As at March 31, 2023	As at March 31, 2022
Bishwanath Traders & Investments Ltd.	50.00	50.00
Bishwanath Industries Ltd.	508.64	508.64
Gopala Sales Pvt. Ltd.	190.00	190.00
Govinda Power & Products Pvt. Ltd.	130.00	130.00
Dilwara Leasing & Investment Ltd.	58.77	58.77

d) Terms and conditions of transactions with related parties:

The sales to and purchases from related parties are made on terms equivalent to those that prevail in arm's length transactions. Outstanding balances at the year end are unsecured and will be settled in cash. There have been no guarantees received or provided for any related party receivables or payables.

e) The Company does not have any subsidiary/associates.

56) RECONCILIATION OF LIABILITIES ARISING FROM FINANCING ACTIVITIES PURSUANT TO IND AS 7 - CASH FLOWS

The changes in the Company's liabilities arising from financing activities can be classified as follows: (₹ in Lakhs)

Particulars	Non-current borrowings	Current borrowings	Current maturities of long term debt	Total
Net debt as at April 1, 2021	445.65	1657.54	77.25	2180.44
Proceeds from non-current borrowings (including current maturities) net *	741.60	-	0.64	742.24
Proceed/(repayment) from current borrowings (net)	-	448.90	-	448.90
Net debt as at March 31, 2022	1187.25	2106.44	77.89	3371.58
Net debt as at April 1, 2022	1187.25	2106.44	77.89	3371.58
Proceeds from non-current borrowings (including current maturities) net	6.45	-	(11.44)	(4.99)
Proceed/(repayment) from current borrowings (net)	-	(504.68)	-	(504.68)
Net debt as at March 31, 2023	1193.70	1601.76	66.45	2861.91

*It does not include the re-mesurement effect of ₹ 47.31 lakhs as per Ind AS 109.

- 57) During the year ended March 31, 2023 no material foreseeable loss (March 31, 2022: Nil) was incurred for any long-term contract including derivative contracts.
- 58) A fire incident took place at the Company's plant at SPL-A, RIICO Industrial Area, Village – Keshwana, Tehsil – Kotputli, District – Jaipur, Rajasthan on April 9, 2022. The Company had filed insurance claim of ₹803.09 lakhs with the Insurance Company. Later on, based on recommendation by the surveyor, we had given the consent letter of loss being assessed at ₹671.16 lakhs for further processing of the claim with the Insurance Company. Accordingly, the difference of ₹131.93 lakhs has been booked as loss on fire in the exceptional item. The further difference in final claim settlement, if any, will be accounted for at the time of receipt of the claim.
- 59) 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), are held in the name of the Company.
- 60) The Company has borrowings from banks on the basis of security of current assets and the quarterly returns filed by the Company with the banks are in accordance with the books of account of the Company for the respective quarters.

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED MARCH 31, 2023

- 61) The Company does not have any transactions with companies struck off under Section 248 of the Companies Act, 2013 or Section 560 of Companies Act, 1956 during the year ended March 31, 2023 and March 31, 2022.
- 62) No proceedings have been initiated or are pending against the Company for holding any benami property under the Prohibition of Benami Property Transactions Act, 1988 and rules made thereunder, as at March 31, 2023 and March 31, 2022
- 63) The Company is not declared wilful defaulter by any bank or financial Institution or other lender during the year ended March 31, 2023 and March 31, 2022.
- 64) (a) The Company has not advanced or loaned or invested funds (either borrowed funds or share premium or any other sources or kind of funds) to any other person or entity, 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/ 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 Company has not received any fund from any person(s) or entity(ies), including foreign entities ("Funding party") with the understanding (whether recorded in writing or otherwise) that the Company shall 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.
- 65) There have been no transactions which have not been recorded in the books of account, that have been surrendered or disclosed as income during the year ended March 31, 2023 and March 31, 2022, in the tax assessments under the Income Tax Act, 1961. There have been no previously unrecorded income and related assets which were to be properly recorded in the books of account during the year ended March 31, 2023 and March 31, 2022.
- 66) The Company has not traded or invested in Crypto currency or Virtual Currency during the year ended March 31, 2023 and March 31, 2022.
- 67) The Company does not have any charges or satisfaction of charges which is yet to be registered with Registrar of Companies beyond the statutory period.
- 68) During the year, the Company has utilised the borrowings for the specific purposes for which they were taken.
- 69) The Company has not revalued its Property, Plant and Equipment, Intangible and Right of Use asset during the year.
- 70) Comparative corresponding figures for the previous year have been re-grouped and/or re-arranged wherever considered necessary.
- 71) The financial statements were approved for issue by the Board of Directors on May 30, 2023.

The accompanying notes are an integral part of the financial statements

As per our attached report of even date

For Radheshyam Sharma & Co.

Firm Registration No. 016172N

Chartered Accountants

CA Radheshyam Sharma

Proprietor

Membership No. 097127

Place: New Delhi

Date : May 30 2023

Sanjiv Kumar Agarwal

Chief Financial Officer

Ritika Priyam

Company Secretary

Membership No. A53502

For and on behalf of the Board of Directors of

Shree Krishna Paper Mills & Industries Limited

Narendra Kumar Pasari

Managing Director

DIN : 00101426

Dev Kishan Chanda

Director

DIN : 00407123

Place: New Delhi

Date: May 30 2023



**Shree Krishna Paper Mills
& Industries Limited**

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