

MEWAR POLYTEX LIMITED

**FORTY THIRD (43rd)
ANNUAL REPORT
2022-23**

BANKERS

State Bank of India
HDFC Bank Ltd

STATUTORY AUDITORS

M/s Doogar & Associates
3rd Floor, 13 Community Centre
East of Kailash
New Delhi – 11065

INTERNAL AUDITORS

Rajesh Suthar & Associates
203, Kothari Impex, 24, Patho ki Magri
Sevashram, Near Canara Bank
Udaipur – 313001

REGISTRAR & SHARE TRANSFER AGENT

M/s. Ankit Consultancy Pvt. Ltd.
60, Electronic Complex, Pardeshipura,
Indore (M.P.) 452010
Tel.: 0731-4065799/97
Fax: 0731-4065798
Email: ankit4321@yahoo.com

REGISTERED OFFICE

207 (A) Mewar Industrial Area
Road No.11, Madri,
Udaipur (Raj.)-313 001
Phone: 8875054444 /64444
Email: shareholders@mewarpolytex.com
Website: www.mewarpolytex.com
CIN: U25201RJ1979PLC001879

WORKS**Unit-I**

207 (A), Mewar Industrial Area,
Road No. 11, Madri, Udaipur

Unit-II

Jhadol Phalasia Road,
Village Nai, Udaipur

Unit-III Bedwas

Survey No. 1943, 1945 & 1946
Village Bedwas, Udaipur

Unit-III Dabok

Survey No. 794/17 & 2/298
Village Sarai, NH 76
Bhawarasia- Bhatewar Road, Udaipur

BOARD OF DIRECTORS:

Mr. B.H. Bapna
Mr. Sandeep Bapna
(Managing Director)
Mr. Vinod Bapna
Mrs. Shilpa Bapna
Mr. Sudheer Doogar
Mr. Anil Bagga
Mr. Vinay Rathi
Mr. Sunil Kumar Maheshwari

COMMITTEE COMPOSITION**AUDIT COMMITTEE**

Mr. Sandeep Bapna – Chairman
Mr. Vinay Rathi
Mr. Sunil Kumar Maheshwari

NOMINATION AND REMUNERATION COMMITTEE

Mr. Vinay Rathi – Chairman
Mr. Sunil Kumar Maheshwari
Mr. Sudheer Doogar

CSR COMMITTEE

Mr. B.H. Bapna – Chairman
Mr. Sandeep Bapna
Mr. Vinod Bapna
Mrs. Shilpa Bapna
Mr. Sudheer Doogar

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MEWAR POLYTEX LIMITED

Regd. Office: 207 (A), Mewar Industrial Area, Road No. 11, Madri, Udaipur - 313001 (Raj.)

Email: shareholders@mewarpolytex.com

CIN: U25201RJ1979PLC001879

NOTICE

Notice is hereby given that the **Forty Third (43rd) Annual General Meeting** of the members of **MEWAR POLYTEX LIMITED** (CIN U25201RJ1979PLC001879) will be held at the registered office of the company situated at 207 (A) Mewar Industrial Area, Road No. 11, Madri, Udaipur – 313 001 (Raj.) on Thursday 27th July 2023 at 11:00 A.M (**IST**) to transact the following businesses:

ORDINARY BUSINESS

1. To receive, consider and adopt the Audited Standalone Financial Statements of the Company for the year ended March 31, 2023 together with the Report of the Directors and Auditors thereon.
2. To re-appoint Mr. Anil Bagga (DIN – 07726008), who retires by rotation and being eligible, offer himself for re-appointment, as a Director.

SPECIAL BUSINESS

3. **Appointment of Mr. Vinay Rathi (DIN – 01429843) as an Independent Director of the Company.**

To consider and, if thought fit, to pass, with or without modification, the following resolution as Ordinary Resolution.

“RESOLVED THAT pursuant to the provisions of Section 149, 150, 152 read with Schedule IV and other applicable provisions of the Companies Act, 2013 and the Companies (Appointment and Qualifications of Directors) Rules 2014, (including any statutory modification(s) or re-enactment(s) thereof for the time being in force), and approval of the Board of Directors for appointment of Mr. Vinay Rathi (DIN – 014298430) as an Additional Director in the capacity of an Independent Director of the Company w.e.f. March 13, 2023, who has submitted a declaration that he meets the criteria for independence as provided under section 149 of the Act and is eligible for appointment, and in respect of whom the Company has received intimation by Director and who holds office as such up to the date of ensuing Annual General Meeting, be and is hereby, appointed as a Non-Executive Independent Director of the Company not liable to retire by rotation, to hold office for a period of 5 years.”

“RESOLVED FURTHER THAT the Board of Directors of the Company be and are hereby authorized to do all such acts, deeds, matters and things as may be deemed necessary to give effect to the above resolutions.”

4. Appointment of Mr. Sunil Kumar Maheshwari (DIN – 02317160) as an Independent Director of the Company.

To consider and, if thought fit, to pass, with or without modification, the following resolution as Ordinary Resolution.

“RESOLVED THAT pursuant to the provisions of Section 149, 150, 152 read with Schedule IV and other applicable provisions of the Companies Act, 2013 and the Companies (Appointment and Qualifications of Directors) Rules 2014, (including any statutory modification(s) or re-enactment(s) thereof for the time being in force), and approval of the Board of Directors for appointment of Mr. Sunil Kumar Maheshwari (DIN – 02317160) as an Additional Director in the capacity of an Independent Director of the Company w.e.f. March 13, 2023, who has submitted a declaration that he meets the criteria for independence as provided under section 149 of the Act and is eligible for appointment, and in respect of whom the Company has received intimation by Director and who holds office as such up to the date of ensuing Annual General Meeting, be and is hereby, appointed as a Non-Executive Independent Director of the Company not liable to retire by rotation, to hold office for a period of 5 years.”

“RESOLVED FURTHER THAT the Board of Directors of the Company be and are hereby authorized to do all such acts, deeds, matters and things as may be deemed necessary to give effect to the above resolutions.”

Registered Office:
207 (A) Mewar Industrial Area
Road No.11, Madri,
Udaipur 313 001 (Raj.)
Udaipur, the 30th May, 2023

By order of the Board of Directors
For Mewar Polytex Limited

Sandeep Bapna
Managing Director
DIN – 00594608

NOTES:

1. A Member entitled to attend and vote at the meeting is entitled to appoint a proxy to attend and vote instead of himself and the proxy need not be a member of the Company.
2. The proxy in order to be effective should be duly stamped, completed and signed and must be deposited at the registered office of the Company not less than 48 hours before the commencement of the meeting.
3. Statement pursuant to Section 102 of the Companies Act, 2013 (Act), setting out the material facts concerning Item Nos. 3 & 4 of the Notice, is annexed hereto.
4. Corporate members are required to send a certified copy of the Board Resolution, pursuant to Section 113 of the Companies Act 2013, authorizing their representatives to attend and vote at the AGM.
5. The Register of Members and Share Transfer Books of the company will be closed from 21st July, 2023 to 27th July, 2023 both days inclusive.
6. Route map of the AGM venue, pursuant to the Secretarial Standard on General Meetings, is also annexed.
7. All documents referred to in the Notice are open for inspection at the Registered Office of the company on all working days of the company between 11:00 a.m. and 1:00 p.m. upto the date of the Annual General Meeting and at the venue of the Meeting for the duration of the Meeting.
8. Members/Proxies/Authorised Representatives are requested to bring the attendance slips duly filled in for attending the Meeting. Members who hold shares in dematerialised form are requested to write their client ID and DP ID numbers and those who hold shares in physical form are requested to write their Folio Number in the attendance slip for attending the Meeting.
9. Electronic copy of the Annual Report is being sent to all the Members whose email IDs are registered with the company/Depository Participant(s) for communication purposes unless any Member has requested for a hard copy of the same. For Members who have not registered their email address, physical copy of the Annual Report is being sent in the permitted mode. In case you wish to get a physical copy of the Annual Report, you may send your request to shareholders@mewarpolytex.com mentioning your folio/DP ID and Client ID.
10. The Ministry of Corporate Affairs ("Ministry"), Government of India, has taken a "Green Initiative in Corporate Governance" by allowing paperless compliances by Companies through electronic mode. As per the Circular No. 17/2011, dated 21.04.2011 and Circular No. 18/2011, dated 29.04.2011 issued by the Ministry of Corporate Affairs, companies can now send various notices/documents (including notice calling Annual General Meeting, Audited Financial Statements, Directors Report, Auditors Report etc.) to their shareholders through electronic mode, to the registered email addresses of the shareholders.

11. In terms of Circular No. 17/2011, dated 21.04.2011 and Circular No. 18/2011, dated 29.04.2011 issued by the Ministry of Corporate Affairs, under Green initiative in the Corporate Governance all the members are requested to intimate their e-mail address to the Company's Registrar and Transfer Agents Ankit Consultancy Pvt. Ltd, 60, Electronic Complex, Pardeshipura, Indore (M.P.) – 452010 whose e-mail id is ankit_4321@yahoo.com mentioning the Company's name i.e., Mewar Polytex Limited so as to enable the company to send the Annual Report and Accounts, Notices and other documents through Electronic mode to their mail address.

12. Members are requested to intimate the change in their addresses, if any, to the Company's Registrar and Share Transfer Agents, M/s Ankit Consultancy Pvt. Ltd, 60, Electronic Complex, Pardeshipura, Indore (M.P.) - 452010.

Registered Office:
207 (A) Mewar Industrial Area
Road No.11, Madri,
Udaipur 313 001 (Raj.)
Udaipur, the 30th May, 2023

By order of the Board of Directors
For Mewar Polytex Limited

Sandeep Bapna
Managing Director
DIN – 00594608

Explanatory Statement pursuant to Section 102 of the Companies Act, 2013 in respect of Item No. 3 & 4 of the Notice:

Item No. 3

The Board of Directors of the Company at its meeting held on March 13, 2023, appointed Mr. Vinay Rathi as an Additional Director of the Company in the capacity of Independent Director for a term of 5 years with effect from March 13, 2023, subject to the approval of Members of the Company. In terms of section 160 of the Companies Act, 2013, the Board have recommended the appointment of Mr. Vinay Rathi as an Independent Director pursuant to the provisions of Sections 149 and 152 of the Companies Act, 2013.

The Company has received a declaration from Mr. Vinay Rathi confirming that he meets the criteria of independence under the Companies Act, 2013. Further, the Company has also received Mr. Vinay Rathi consent to act as a Director in terms of section 152 of the Companies Act, 2013 and a declaration that he is not disqualified from being appointed as a Director in terms of Section 164 of the Companies Act, 2013.

In the opinion of the Board, Mr. Vinay Rathi fulfils the conditions specified in the Companies Act, 2013 and rules made thereunder, for his appointment as an Independent Director of the Company and he is independent of the management. Considering Mr. Vinay Rathi's knowledge and experience, the Board of Directors is of the opinion that it would be in the interest of the Company to appoint him as an Independent Director for a period of five years with effect from March 13, 2023.

Brief profile of Mr. Vinay Rathi is given at Annexure to this notice. Except Mr. Vinay Rathi, being the appointee, or his relatives, none of the Directors and Key Managerial Personnel of the Company or their relatives are concerned or interested financially or otherwise, in the resolution set out at Item No 3.

Item No. 4

The Board of Directors of the Company at its meeting held on March 13, 2023, appointed Mr. Sunil Kumar Maheshwari as an Additional Director of the Company in the capacity of Independent Director for a term of 5 years with effect from March 13, 2023, subject to the approval of Members of the Company. In terms of section 160 of the Companies Act, 2013, the Board have recommended the appointment of Mr. Sunil Kumar Maheshwari as an Independent Director pursuant to the provisions of Sections 149 and 152 of the Companies Act, 2013.

The Company has received a declaration from Mr. Sunil Kumar Maheshwari confirming that he meets the criteria of independence under the Companies Act, 2013. Further, the Company has also received Mr. Sunil Kumar Maheshwari consent to act as a Director in terms of section 152 of the Companies Act, 2013 and a declaration that he is not disqualified from being appointed as a Director in terms of Section 164 of the Companies Act, 2013.

In the opinion of the Board, Mr. Sunil Kumar Maheshwari fulfils the conditions specified in the Companies Act, 2013 and rules made thereunder, for his appointment as an Independent Director of the Company and he is independent of the management. Considering Mr. Sunil Kumar Maheshwari's knowledge and experience, the Board of Directors is of the opinion that it would be in the interest of the Company to appoint him as an Independent Director for a period of five years with effect from March 13, 2023.

Brief profile of Mr. Sunil Kumar Maheshwari is given at Annexure to this notice. Except Mr. Sunil Kumar Maheshwari, being the appointee, or his relatives, none of the Directors and Key Managerial Personnel of the Company or their relatives are concerned or interested financially or otherwise, in the resolution set out at Item No 4.

Annexure to the Notice

DETAILS OF DIRECTORS SEEKING APPOINTMENT / RE-APPOINTMENT AT THE ANNUAL GENERAL MEETING

Name of the Director	Mr. Vinay Rathi	Mr. Sunil Kumar Maheshwari	Mr. Anil Bagga
Date of Birth	31-12-1974	10-08-1964	01-10-1958
Date of Appointment	13-03-2023	13-03-2023	23-01-2017
Qualifications	B Tech (Electrical Engineering)	B Tech (Civil Engineering)	B Tech (Textile Engineering), IIT Delhi
Expertise in specific functional areas	Sales and expansion of Market size, Market research & product development	Strategic Human Resource management, International Human Resource Management	Process improvements, Management
List of Companies in which outside Directorship held as on 31.03.2023	1. Sigma Minerals Limited 2. Tempsens Instruments (India) Private Limited 3. Accurate Sensing Technologies Private Limited 4. Marathon Heater (India) Private Limited 5. Accurate Optoelectronics Private Limited 6. Ast Imaging Private Limited	1. Siti Networks Limited 2. Rajasthan Barytes Limited 3. Techpro Edusys Private Limited	NIL
Chairman / Member of the Committees of other Companies on which he/she is a member as on 31.03.2023	Nil	NIL	NIL
Number of equity shares held in the Company	NIL	NIL	NIL

DIRECTORS' REPORT

To
The Members of
M/s Mewar Polytex Limited

Your Directors have pleasure in presenting the Forty Third Annual Report together with the Audited Accounts of your Company for the year ended 31st March, 2023.

FINANCIAL SUMMARY OR HIGHLIGHTS/PERFORMANCE OF THE COMPANY

Particulars	2022-2023 (₹ In Lacs)	2021-2022 (₹ In Lacs)
Profit before interest, depreciation and taxes	2752.95	2093.26
Less Interest	423.43	194.65
Less Depreciation	1488.64	836.26
Profit before Tax	840.88	1062.35
Add: Exceptional Items	-	-
Less: Extraordinary Items	-	-
Less: Provision for current taxation	146.92	185.61
Less: Deferred tax	87.80	237.33
Less: Earlier Year	2.95	(2.51)
Less: MAT Credit Entitlement	-	-
Profit after tax	603.21	641.91
Earning (₹) per share before Exceptional Items	18.68	19.87
Earning (₹) per share after Exceptional Items	18.68	19.87

The Company proposes to transfer ₹ 603.21 Lacs to the Reserves & Surplus.

OPERATIONS

During the year under review the Company has been able to achieve a turnover of ₹ 19653.40 Lacs as against the turnover of ₹ 21979.50 Lacs during 2021-2022.

The Net Profit after tax as at ₹ 603.21 Lacs (Previous Year ₹ 641.91 Lacs) is after providing for interest of ₹ 423.43 Lacs (Previous Year ₹ 194.65 Lacs) and Depreciation of ₹ 1488.64 Lacs (Previous Year ₹ 836.26 Lacs)

EXPORT

The Company's export was ₹ 14731.14 Lacs (including deemed export of ₹ 347.19 Lacs) in current year as compared to ₹ 17798.39 Lacs (including deemed export of ₹ NIL) in the previous year.

DIVIDEND

The Board of Directors of your company, after considering holistically the relevant circumstances, has decided that it would be prudent, not to recommend any dividend for the year under review.

DIRECTORS

During the Financial Year 2022-2023, following changes took place in the Board of Directors of the Company:

1. Mr. Roshan Lal Mehta (DIN – 00886730) has ceased to be an Independent Director of the Company due to sudden demise w.e.f. 27.01.2023.

2. Mr. Vinay Rathi (DIN – 01429843) has been appointed as an Additional Director of the Company w.e.f. 13-03-2023. Pursuant to the provisions of the Companies Act, 2013 he holds office only upto the Annual General Meeting at which his appointment shall be regularized as an Independent Director by the members.

Directors recommend passing the resolution as set out in item no. 3 of the notice.

3. Mr. Sunil Kumar Maheshwari (DIN – 02317160) has been appointed as an Additional Director of the Company w.e.f. 13-03-2023. Pursuant to the provisions of the Companies Act, 2013 he holds office only upto the Annual General Meeting at which his appointment shall be regularized as an Independent Director by the members.

Directors recommend passing the resolution as set out in item no. 4 of the notice.

4. Mr. Anil Bagga (DIN - 07726008) retires by rotation and, being eligible, offers himself for re-appointment. The Directors recommends Mr. Anil Bagga (DIN - 07726008) for re-appointment.

BOARD MEETINGS

During the year Eight Board Meetings were convened and held. The details of dates of Board Meetings are 11th May, 2022, 09th August, 2022, 10th August, 2022, 25th August, 2022, 30th September, 2022, 12th December, 2022, 27th February, 2023 and 13th March, 2023. The intervening gap between the Meetings was within the period prescribed under the Companies Act, 2013. Details of the Board Meeting attended by each Director are as under:

S.No.	Name of Director	Meetings eligible to attend	Meetings attended
1	Mr. B.H. Bapna	8	8
2	Mr. Sandeep Bapna	8	8
3	Mr. Vinod Bapna	8	8
4	Mrs. Shilpa Bapna	8	8
5	Mr. Sudheer Doogar	8	8
6	Mr. Anil Bagga	8	6
7	Mr. Roshan Lal Mehta	6	4
8	Mr. Vinay Rathi	-	-
9	Mr. Sunil Kumar Maheshwari	-	-

CSR COMMITTEE MEETING

During the year Two CSR Committee Meetings were convened and held. The details of dates of CSR Committee Meetings are 16th November, 2022 and 12th December, 2022. Details of the CSR Committee Meeting attended by each Director are as under:

S.No.	Name of Director	Meetings eligible to attend	Meetings attended
1	Mr. B.H. Bapna	2	2
2	Mr. Sandeep Bapna	2	2
3	Mr. Vinod Bapna	2	2
4	Mrs. Shilpa Bapna	2	2
5	Mr. Sudheer Doogar	2	2

BOARD EVALUATION

The Company has established a proper mechanism for evaluating the Board and the Board of Directors has carried out an annual evaluation of its own performance, Board Committees, and individual directors. The performance of the Board and Committee evaluated by the Board after seeking inputs from all the directors and the committee members on the basis of criteria such as the Board and Committee composition and structure, effectiveness of processes, information and functioning, etc.

SECRETARIAL STANDARD

The director state that applicable Secretarial Standards i.e. SS-1 and SS-2 relating to 'Meeting of the Board of Directors and 'General Meetings', respectively, have been diligently followed by the Company.

COMMITTEES OF THE BOARD

As on March 31, 2023, the Board had three committees: The Corporate Social Responsibility Committee, the Audit Committee and the Nomination and Remuneration Committee.

DIRECTORS INDEPENDENCE

Pursuant to the applicable provisions of Section 149 (6) of the Companies Act, 2013, the Independent Directors of the Company have given confirmation/declaration to the Board that they meet with the criteria of Independence and are Independent in terms of applicable provisions of Section 149 (6) of the Companies Act, 2013.

FIXED DEPOSITS

Your Company has not accepted any deposits within the meaning of section 73 of the Companies Act, 2013 and the Companies (Acceptance of Deposits) Rules, 2014.

INTERNAL FINANCIAL CONTROL

Management of the Company is responsible for establishing and maintaining adequate internal control over financial reporting. The Company's internal control over financial reporting is a process designed to provide reasonable assurance regarding the reliability of financial reporting and the preparation of financial statements for external purposes in accordance with generally accepted accounting principles. Accordingly, there exists an adequate internal control system commensurate with the size of the Company and the nature of its business. These are routinely tested and certified by Statutory as well as Internal Auditors and cover all offices and key business areas

PARTICULARS OF LOANS, GUARANTEES OR INVESTMENTS

During the financial year 2022-23, the Company has not made any investment. Further the company has not given any guarantee or security to any person or body corporate. Hence, the provisions of Section 186 of the Companies Act, 2023 not applicable to the Company.

CORPORATE SOCIAL RESPONSIBILITY

The provisions of Section 135 and Schedule VII of the Companies Act, 2013 regarding Corporate Social Responsibility are attracted to the Company. However, the Board of Directors constantly reviews the areas where the social expenditures for eradicating hunger and poverty, promotion of education and medical aid can be made and will make the suitable expenditures, as may be necessary.

The Annual Report on CSR activities is annexed herewith as: Annexure 'A'.

DETAILS OF SUBSIDIARY, JOINT VENTURE OR ASSOCIATE COMPANIES

The Company does not have any Subsidiary, Joint Venture or Associate Company.

RELATED PARTY TRANSACTIONS

All related party transactions that were entered during the financial year were on an arm's length basis and were in the ordinary course of business. There were no materially significant related party transactions with the Company's Promoters, Directors, Management or their relatives, which could have had a potential conflict with the interests of the Company. Transactions with related parties entered by the Company in the normal course of business are periodically placed before the Board of Directors for their omnibus approval and the particulars of contracts or arrangements with related parties entered by the company during the financial year ended 31st March 2023 is enclosed herewith as Annexure – B in prescribed Form AOC-2 and form part of this report.

EXTRACT OF ANNUAL RETURN

As per the notification of the Companies (Management and Administration) Amendment Rules 2021, dated 05th March, 2021 (Amendment notification 2021), Companies are no longer required to annex extract of annual return (MGT-9) with its Board Report. Companies having a website shall

place their annual return on the website and web link of the same should be disclosed in the Board's Report.

The Company has placed their Annual Return on the website and web link of the same has been disclosed.

Web Link: - www.mewarpolytex.com

DEVELOPMENT AND IMPLEMENTATION OF A RISK MANAGEMENT POLICY

The Company has been addressing various risks impacting the Company. Company has the policy on risk management and risk factors are identified at requisite intervals to minimize the risk.

PARTICULARS OF EMPLOYEES

In compliance with the provisions contained in Rule 5(2) and Rule 5(3) of Companies (Appointment and Remuneration of Managerial Personnel) Rules, 2014, it is stated that there was no employee in the Company drawing remuneration of ₹ 8,50,000 or more per month, if employed for part of the year or ₹ 1,02,00,000 or more, if employed for the whole year in the Company. Further the remuneration paid to all Key Managerial Personnel was in accordance with remuneration policy adopted by the company.

DIRECTORS RESPONSIBILITY STATEMENT

The Board of Directors acknowledges the responsibility for ensuring compliance with the provisions of Section 134 (3) (c) and Section 134(5) of the Act, in the preparation of the annual accounts for the financial year ended March 31, 2023 and state that:

- (a) In the preparation of the annual accounts, the applicable accounting standards had been followed along with proper explanation relating to material departures;
- (b) the directors had selected such accounting policies and applied them consistently and made judgments and estimates that are reasonable and prudent so as to give a true and fair view of the state of affairs of the Company at the end of the financial year and of the profit and loss of the Company for that period;
- (c) the directors had 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;
- (d) the directors had prepared the annual accounts on a going concern basis;
- (e) the directors had laid down internal financials controls to be followed by the company and that such internal financials controls are adequate and were operating effectively.
- (f) the directors had devised proper systems to ensure compliance with the provisions of all applicable laws and that such systems were adequate and operating effectively.

AUDIT COMMITTEE

The Audit Committee (AC) of the Company comprises of 2 Independent Director(s) and 1 Executive Director.

S.No.	Name	Role	Designation
1	Mr. Sandeep Bapna	Chairman	Managing Director
2	Mr. Vinay Rathi	Member	Independent Director
3	Mr. Sunil Maheshwari	Member	Independent Director

The Composition of the Committee is as per the requirements of the provisions of Sections 177 of the Act.

The main objective of the Committee is to assist the Board with oversight of:

1. The accuracy, integrity and transparency of the Company's financial statements with adequate and timely disclosures;
2. Compliance with legal and regulatory requirements;
3. The Company's Independent auditors' professional qualifications and Independence;
4. The performance of the Company's Independent auditors and internal auditors; and
5. Acquisitions and Investments made by the Company.

NOMINATION AND REMUNERATION COMMITTEE

The Nomination and Remuneration Committee (NRC) of the Company comprises of 2 Independent Director(s) and 1 Non-Executive Director.

S.No.	Name	Role	Designation
1	Mr. Vinay Rathi	Chairman	Independent Director
2	Mr. Sunil Maheshwari	Member	Independent Director
3	Mr. Sudheer Doogar	Member	Non-Executive Director

The Composition of the Committee is as per the requirements of the provisions of Sections 178 of the Act.

The main objective of the Committee is to assist the Board with oversight of:

1. Assist the Board in discharging its responsibility relating to the Compensation of the Company's executive directors, Key Managerial Personnel (KMP) and senior management;
2. Formulate the criteria for determining qualifications, positive attributes and independence of a director, and performance evaluation of directors on the Board;
3. Oversee the Company's nomination process for KMP and senior management and identify, screen and review individuals qualified to serve as directors, KMP and senior management consistent with criteria approved by the Board; and
4. Recommend the appointment and removal of directors, for approval at the annual meeting of shareholders.

MATERIAL CHANGES AND COMMITMENTS, IF ANY, AFFECTING THE FINANCIAL POSITION OF THE COMPANY WHICH HAVE OCCURRED BETWEEN THE END OF THE FINANCIAL YEAR OF THE COMPANY TO WHICH THE FINANCIAL STATEMENTS RELATE AND THE DATE OF THE REPORT

No material changes and commitments occurred between the end of the financial year of the Company to which the financial statements relate and the date of the report which may materially affect the financial position of the Company.

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

As per the requirement of The Sexual Harassment of Women at Workplace (Prevention, Prohibition & Redressal) Act, 2013 ('Act') and rules made there under, your Company has adopted a Sexual Harassment Policy for women to ensure healthy working environment without fear of prejudice, gender bias and sexual harassment.

The Board states that there were no cases or complaints filed pursuant to the Sexual Harassment of Women at Workplace (Prevention, Prohibition and Redressal) Act, 2013.

SIGNIFICANT AND MATERIAL ORDERS PASSED BY THE REGULATORS OR COURTS

There are no significant material orders passed by the Regulators / Courts which would impact the going concern status of the Company and its future operations.

CHANGE IN THE NATURE OF BUSINESS, IF ANY

The Company is engaged in the business of manufacturing of HDPE/PP Woven Fabric, Tape and Sacks. There is no change in nature of business during the year.

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

The Company has taken adequate steps for energy conservation.

Since the Companies does not fall under the list of industries, which should furnish this information in Form A annexed to the aforesaid Rules, the question of furnishing the same does not arise.

TECHNOLOGY ABSORPTION

Company is constantly taking steps to absorb better technology with a view to reduce the cost of production and improve the product quality.

AUDIT OBSERVATIONS

As regards the Auditors report the points raised therein have been adequately explained in the Notes to the Accounts and as such the directors have no further comments to offer.

STATUTORY AUDITORS

M/s Doogar & Associates., Chartered Accountants (Firm Regn. No 000561N) the Statutory Auditor of the Company were appointed at 42nd Annual General Meeting of the Company held on 15th September, 2022 for a period of five years till 13th September, 2027.

The Company has received consent from the Statutory Auditors and confirmation to the effect that they are not disqualified to be appointed as the Statutory Auditors of the Company in terms of the provisions of Companies Act, 2013 and Rules framed there under.

COMMENTS ON AUDITOR REPORT

The Comments made by M/s Doogar & Associates, Auditors of the Company in their Auditors reports read with relevant notes thereon are self-explanatory in nature and hence do not call for any further comments under Section 134 of the Companies Act, 2013.

INTERNAL AUDITOR

M/s Rajesh Suthar & Associates had been appointed as the Internal Auditor of the Company to conduct the Internal Audit on the basis of detailed Internal Audit Plan.

MAINTENANCE OF COST RECORDS

Pursuant to Section 148(1) of the Companies Act, 2013 read with Companies (Cost Records and Audit) Amendment Rules, 2014, company is not required to maintain cost records.

FOREIGN EXCHANGE EARNINGS AND OUT GO

The Foreign Exchange Earnings and Out-go during the year has been as follows: (₹ In Lakhs)

Earnings	: ₹ 11466.28 (Previous year ₹ 16121.59)
Outgo	: ₹ 1181.36 (Previous year ₹ 1994.22)

INSOLVENCY AND BANKRUPTCY CODE, 2016

No application has been made under the Insolvency and Bankruptcy Code; hence the requirement to disclose the details of application made or any proceeding pending under the Insolvency and Bankruptcy Code, 2016 (31 of 2016) during the year along with their status as at the end of the financial year is not applicable.

DETAILS OF DIFFERENCE BETWEEN VALUATION AMOUNT ON ONE TIME SETTLEMENT AND VALUATION WHILE AVAILING LOANS FROM BANKS AND FINANCIAL INSTITUTIONS

During the year under review, there has been no one time settlement of loans taken from Banks and Financial Institutions.

ACKNOWLEDGMENT

Your Directors take this opportunity to place on record their sincere appreciation for the cooperation received from Government and Commercial Banks. They also sincerely appreciate efficient and loyal services rendered by the Employees of the Company at all levels throughout during the year.

Registered Office
207(A) Mewar Industrial Area
Road No.11, Madri, Udaipur 313 001 (Raj.)
Udaipur, the 30th May, 2023

For and on behalf of Board of Directors
For Mewar Polytex Limited

B.H. Bapna
Director
Din: 00594590

Vinod Bapna
Director
Din: 00736144

Sandeep Bapna
Managing Director
Din: 00594608

ANNEXURE – A

FORMAT FOR THE ANNUAL REPORT ON CSR ACTIVITIES TO BE INCLUDED IN THE BOARD'S REPORT

1. A brief outline of the Company's CSR policy:

The Company has constituted a Corporate Social Responsibility (CSR) Committee in accordance with Section 135 of the Companies Act, 2013 read with Companies (Corporate Social Responsibility Policy) Rules, 2014 and the amendments thereto. Pursuant to provisions of Section 135 of the Companies Act, 2013, the Company has also formulated a Corporate Social Responsibility Policy which is available on the website of the Company at www.mewarpolytex.com

2. Composition of CSR Committee

S.No	Name of the Member	Designation	Number of meetings of CSR Committee held during the year	Number of meetings of CSR Committee attended during the year
1	B.H. Bapna	Chairman	2	2
2	Sandeep Bapna	Member	2	2
3	Shilpa Bapna	Member	2	2
4	Vinod Bapna	Member	2	2
5	Sudheer Doogar	Member	2	2
Any two Directors shall form the Quorum of the Committee				

3. Provide the web-link(s) where Composition of CSR committee, CSR Policy and CSR projects approved by the board are disclosed on the website of the company:

www.mewarpolytex.com

4. Provide the executive summary along with web-link(s) of Impact Assessment of CSR Projects carried out in pursuance of sub-rule (3) of rule 8, if applicable: Not Applicable.

- 5. (a) Average net profit of the Company as per sub-section (5) of section 135: INR 940.66 Lakhs**
(b) Two percent of average net profit of the Company as per section 135(5): INR 18.81 Lakhs
(c) Surplus arising out of the CSR Projects or Programs or Activities of the previous financial years: NIL
(d) Amount required to be set-off for the financial year, if any: NIL
(e) Total CSR obligation for the Financial Year: INR 18.81 Lakhs

- 6. (a) Amount spent on CSR Projects (both Ongoing Project and other than Ongoing Project): INR 17.88 Lakhs**
(b) Amount spent in Administrative Overheads: NIL
(c) Amount spent on Impact assessment, if applicable: NIL
(d) Total amount spent for the financial year [(6a) + (6b) + (6c)]: INR 17.88 Lakhs
(e) CSR amount spent or unspent for the financial year: INR 0.94 Lakhs

Total Amount spent for the financial year (in Lakhs)	Amount unspent (in Lakhs)				
	Total amount transferred to unspent CSR Account as per section 135(6)		Amount transferred to any fund specified under Schedule VII as per second proviso to section 135(5)		
	Amount	Date of transfer	Name of Fund	Amount	Date of Transfer
17.88	0.94	31/03/2023			

(f) Excess amount for set off, if any:

S.No.	Particular	Amount (in Lakhs)
(1)	(2)	(3)
(i)	Two percent of average net profit of the company as per sub-section (5) of section 135	
(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)]	

7. Details of Unspent CSR Amount for the preceding three financial years:

1	2	3	4	5	6		7	8
Sr. No	Preceding Financial Year	Amount transferred to Unspent CSR Account under section 135(6) (in ₹)	Balance amount in Unspent CSR account under section 135(6) (in ₹)	Amount spent in the Financial Year (in ₹)	Amount transferred to a fund as specified under Schedule VII as per second proviso to sub section (5) of section 135, if any		Amount remaining to be spent in succeeding Financial Years (in ₹)	Deficiency, if any
					Amount (in ₹)	Date of Transfer		
1	FY-1							
2	FY-2							
3	FY-3							

8. In case of creation or acquisition of capital assets, furnish the details relating to the assets so created or acquired through CSR spent in the financial year (asset-wise details):
- (a) Date of acquisition of the capital asset(s): NIL
 - (b) Amount of CSR spent for creation or acquisition of capital assets: NIL
 - (c) Details of the entity or public authority or beneficiary under whose name such capital assets is registered, their address etc.: NIL
 - (d) Provide details of the capital asset(s) created or acquired (including complete address and location of the capital assets): NIL
9. Specify the reason(s), if the company has failed to spend two percent of the net profit as per section 135(5):

Pertains to the ongoing project, the company has not spent ₹ 0.94 Lakhs allocated towards Rain Water Harvesting Project. Therefore, the amount allocated to the project has been transferred to 'Unspent CSR Account' opened with ICICI Bank. The program is under progress and the said amount is scheduled to be spent in next financial year.

Place: Udaipur
Date: 30.05.2023

Sandeep Bapna
Member of CSR Committee
DIN: 00594608

B.H. Bapna
Chairman of CSR Committee
DIN: 00594590

**ANNEXURE – B
FORM AOC – 2**

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

Form for Disclosure of particulars of contracts/arrangements entered into by the company with related parties referred to in sub section (1) of section 188 of the Companies Act, 2013 including certain arm's length transaction under third proviso is given below:

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

S. No.	Particulars	Details
a)	Name (s) of the related party & nature of relationship	NIL
b)	Nature of contracts/arrangements/transaction	NIL
c)	Duration of the contracts/arrangements /transaction	NIL
d)	Salient terms of the contracts or arrangements or transaction including the value, if any	NIL
e)	Justification for entering into such contracts or arrangements or transactions	NIL
f)	Date of approval by the Board	NIL
g)	Amount paid as advances, if any	NIL
h)	Date on which the special resolution was passed in General meeting as required under first proviso to section 188	NIL

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

(₹ in Lacs)

S. No.	Name (s) of the related party	Nature of Relationship	Nature of contracts / arrangements /transactions	Amount	Duration of Contract / Arrangement	Terms of Contract / Arrangement	Date(s) of approval by the Board	Amount paid as advances, if any
1	Anita Plastics Inc.	Directors are interested	Export Sales	13840.29	NA	NA	11/05/2022	NIL
2	Harmony Plastics Pvt. Ltd.	Directors are interested	Purchase of goods	4582.69	NA	NA	11/05/2022	NIL
			Sale of goods	2229.52				

Registered Office:
207(A) Mewar Industrial Area
Road No.11, Madri, Udaipur 313 001 (Raj.)
Udaipur, the 30th May, 2023

For and on behalf of Board of Directors
For Mewar Polytex Limited

B.H.Bapna Director Din: 00594590	Vinod Bapna Director Din: 00736144	Sandeep Bapna Managing Director Din: 00594608
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MEWAR POLYTEX LIMITED

Regd. Office: 207 (A), Mewar Industrial Area, Road No. 11, Madri, Udaipur – 313 001 (Raj.)

Email: shareholders@mewarpolytex.com

CIN: U25201RJ1979PLC001879

ATTENDANCE SLIP

I/We hereby record my presence at the Forty Third (43th) Annual General Meeting of the members of Mewar Polytex Limited held at the registered office of the company at 207 (A), Mewar Industrial Area, Road No. 11, Madri, Udaipur – 313 001 (Raj.) on Thursday, 27th day of July, 2023 at 11.00 A.M.

Name (Shareholder)..... Register Folio No.

Address No. of Shares Held

.....

.....

Signature of the Shareholder or Proxy _____

Please complete this attendance slip and hand it over at the entrance of the meeting hall.

-----Please tear here-----

PROXY FORM

Pursuant to Section 105 (6) of the Companies Act, 2013 and rule 19 (3) of the Companies (Management and Administration) Rules 2014

MEWAR POLYTEX LIMITED

Regd. Office: 207 (A), Mewar Industrial Area, Road No. 11, Madri, Udaipur – 313 001 (Raj.)

Email: shareholders@mewarpolytex.com

CIN: U25201RJ1979PLC001879

Name of the member

Registered Address

.....

Email

Folio No./Client ID

DP ID

I/We, being the Member (s) ofshares of the above- named Company, hereby appoint

Name

Email

or failing him/her

Name.....

Email

or failing him/her

Name.....

Email

As my / our proxy to attend and Vote (on a poll) for me/ us and on my/our behalf at the Forty Third (43th) Annual General Meeting of the company to be held on Thursday, the 27th day of July, 2023 at 11.00 A. M. at the registered office of the company at 207 (A), Mewar Industrial Area, Road No. 11, Madri, Udaipur – 313 001 (Raj.) and any adjournment thereof in respect of such resolutions are indicated below:

Resolution Number	Resolution	Vote	
		For	Against
Ordinary Business			
1.	Receiving, considering and adoption of an Audited Standalone Financial Statements of the Company for the year ended March 31, 2023 together with Report of the Directors and Auditors thereon.		
2.	Re-appointment of Mr. Anil Bagga (DIN – 07726008), as a Directors, retiring by rotation.		
Special Business			
3.	Appointment of Mr. Vinay Rathi (DIN – 01429843) as an Independent Director of the Company		
4.	Appointment of Mr. Sunil Kumar Maheshwari (DIN – 02317160) as an Independent Director of the Company		

Signed this.....day of.....2023

.....

Signature of the Member

.....

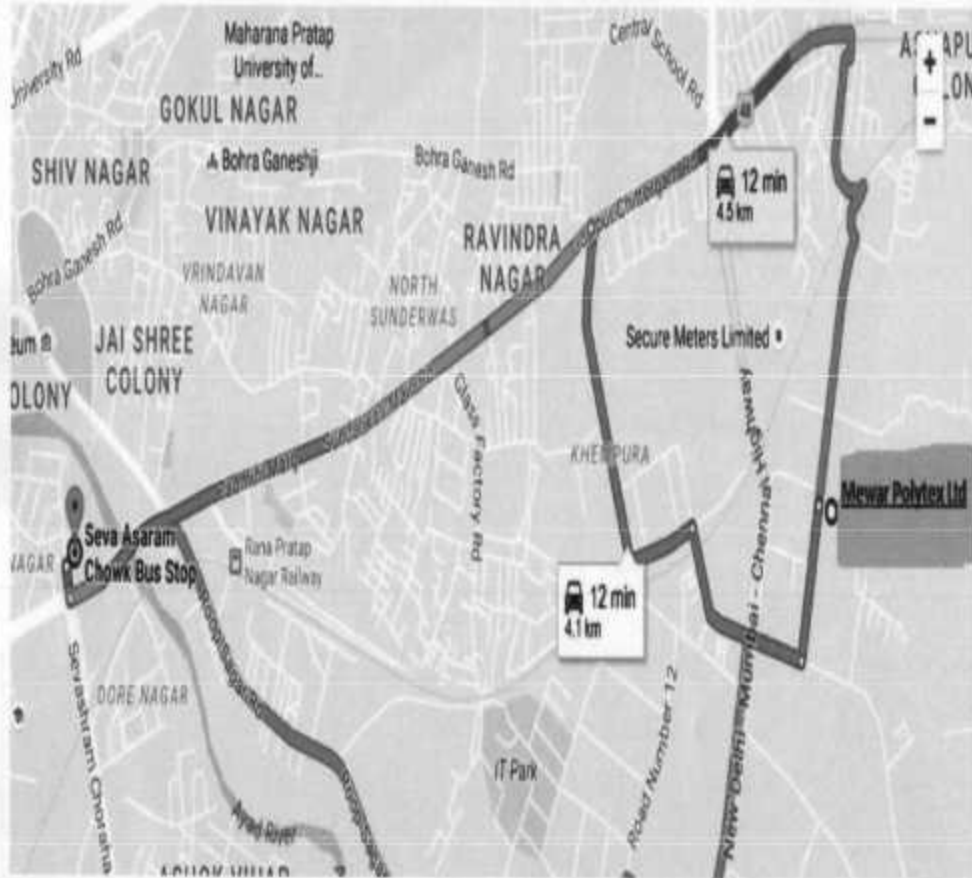
Signature of proxy holder (s)

Affix ₹ 1 Revenue Stamp

Notes:

1. This form, in order to be effective, should be duly stamped, completed, signed and deposited at the Registered Office of the Company not less than 48 hours before the Meeting.
2. It is optional to indicate your preference. If you leave the for or against column blank against any or all resolutions, your proxy will be entitled to vote in the manner as he/she may deem appropriate.

ROUTE MAP TO MEWAR POLYTEX LIMITED



Distance from Seva Ashram, Udaipur - 313001 (Raj.)

INDEPENDENT AUDITOR'S REPORT

To the Members of MEWAR POLYTEX LIMITED

Report on Audit of Financial Statements

Opinion

We have audited the financial statements of **MEWAR POLYTEX LIMITED** ("the Company"), which comprise the Balance Sheet as at March 31, 2023, the Statement of Profit and Loss, Statement of Cash Flow for the year ended and notes to the financial statements including a summary of significant accounting policies and other explanatory information (hereinafter referred as "the 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, its profits and cash flows for the year ended on that date.

Basis for Opinion

We conducted our audit of the financial statements 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 (ICAI) together with the ethical requirements that are relevant to our audit of the financial statements under the provisions of the Act and the Rules thereunder, and we have fulfilled our other ethical responsibilities in accordance with these requirements and the ICAI's Code of Ethics. We believe that the audit evidence obtained by us is sufficient and appropriate to provide a basis for our audit opinion on the financial statements.

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 auditor's report thereon. The Annual Report is expected to be made available to us after the date of this auditor's report.

Our opinion on the financial statements does not cover the other information and we 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 work we have performed, we conclude that there is a material misstatement therein, we are required to report that fact. We have nothing to report in this regard.

Responsibilities of Management and Those Charged with Governance for the Financial Statements

The Company's Board of Directors is responsible for the matters stated in Section 134(5) of the Companies Act, 2013 ("the Act") with respect to the preparation of these financial statements that give a true and fair view of the financial position, financial performance and cash flows of the Company in accordance with the accounting principles generally accepted in India, including the Accounting Standards specified under Section 133 of the Act.

This responsibility also includes maintenance of adequate accounting records in accordance with the provisions of the Act for safeguarding 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, the Board of Directors is responsible for assessing the Company's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless the Board of Directors either intends to liquidate the Company or to cease operations, or has no realistic alternative but to do so.

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 financial controls relevant to the audit in order to design audit procedures that are appropriate in the circumstances. Under section 143(3)(i) of the Act, we are also responsible for expressing our opinion on whether the Company has adequate internal financial controls system in place and the operating effectiveness of such controls.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by management.
- Conclude on the appropriateness of management's use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the Company's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the 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.

Other Matter

The financial statements of the Company for the year ended March 31, 2022, were audited by another auditor whose report dated August 10, 2022 expressed an unmodified opinion on those statements.

Our opinion is not modified in respect of above matter.

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 section 143(11) of the Act, we enclose in '**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, and the Cash Flow Statement dealt with by this report are in agreement with the books of account;
 - d) In our opinion, the aforesaid financial statements comply with the Accounting Standards prescribed under Section 133 of the Act.
 - e) On the basis of written representation received from the directors as on March 31, 2023 and 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 internal financial controls over financial reporting of the company and the operating effectiveness of such controls, refer to our separate report in **“Annexure B”**
- g) With respect to the other matters to be included in the Auditor’s Report in accordance with the requirements of section 197 of the act, as amended. In our opinion, the managerial remuneration for the year ended March 31, 2023 has been paid / provided by the Company to its directors in accordance with the provisions of section 197 read with Schedule V to 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 does not have any pending litigations as at March 31, 2023 which would impact its financial position.
 - ii. The Company did not have any long-term contracts including derivative contracts for which there were any material foreseeable losses.
 - iii. There was no amount which was required to be transferred to the Investor Education and Protection Fund by the Company.
 - iv. (a) The Management has represented that, to the best of its knowledge and belief, no funds (which are material either individually or in the aggregate) have been advanced or loaned or invested (either from borrowed funds or share premium or any other sources or kind of funds) by the Company to or in any other person or entity, including foreign entity ("Intermediaries"), with the understanding, whether recorded in writing or otherwise, that the Intermediary shall, whether, directly or indirectly lend or invest in other persons or entities identified in any manner whatsoever by or on behalf of the Company ("Ultimate Beneficiaries") or provide any guarantee, security or the like on behalf of the Ultimate Beneficiaries;
 - (b) The Management has represented, that, to the best of its knowledge and belief, no funds (which are material either individually or in the aggregate) have been received by the Company from any person or entity, including foreign entity ("Funding Parties"), with the understanding, whether recorded in writing or otherwise, that the Company shall, whether, directly or indirectly, lend or invest in other persons or entities identified in any manner whatsoever by or on behalf of the Funding Party ("Ultimate Beneficiaries") or provide any guarantee, security or the like on behalf of the Ultimate Beneficiaries;
 - (c) Based on the audit procedures that have been considered reasonable and appropriate in the circumstances, nothing has come to our notice that has caused us to

believe that the representations under sub-clause (i) and (ii) of Rule 11(e), as provided under (a) and (b) above, contain any material misstatement.

- v. No dividend has been declared or paid during the year by the Company.
- vi. As proviso to Rule 3(1) of the Companies (Accounts) Rules, 2014 (as amended), which provided for books of accounts to have the feature of audit trail, edit log and related matters in the accounting software used by the Company, is applicable to the Company only with effect from financial year beginning April 01, 2023, the reporting under clause Rule 11(g) of the Companies (Audit and Auditors) Rules, 2014 (as amended), is currently not applicable.

For **Doogar and Associates**

Chartered Accountants

Firm 's Registration Number: 000561N

Vardhman Doogar

Partner

Membership Number: 517347

UDIN: 23517347BGPWZO6598

Place: Udaipur

Date: May 30, 2023

“ANNEXURE A” TO THE INDEPENDENT AUDITOR’S REPORT

(Referred to in paragraph 1 under the ‘Report on Other Legal and Regulatory Requirements’ section of our report to the Members of MEWAR POLYTEX LIMITED of even date)

Report on the matters specified in paragraph 3 of the Companies (Auditor’s Report) Order, 2020 (“the Order”) issued by the Central Government of India in terms of section 143(11) of the Companies Act, 2013 (“the Act”)

- i. In respect of the Company’s Property, Plant and Equipment: -
 - a. The Company has maintained proper records showing full particulars, including quantitative details and situation of property, Plant and Equipment.
 - b. As explained to us, the Company has a program of physical verification of Property, Plant and Equipment to cover all the assets once every three years which, in our opinion, is reasonable having regard to the size of the Company and the nature of its assets. Pursuant to the program, certain Property, Plant and Equipment were due for verification during the year and were physically verified by the Management during the year. According to the information and explanations given to us, no material discrepancies were noticed on such verification.
 - c. According to the information and explanation provided to us and the records examined by us, we report that the title in respect of self-constructed buildings and title deeds of all other immovable properties (other than properties where the company is the lessee and the lease agreement are you executed and favour of lessee), which are freehold are held in the name of the company as at the balance sheet date.
 - d. The Company has not revalued any of its Property, Plant and Equipment during the year.
 - e. No proceedings have been initiated during the year or are pending against the Company as at March 31, 2023 for holding any benami property under the Benami Transactions (Prohibition) Act, 1988 (as amended in 2016) and rules made thereunder.
- ii. (a) The physical verification of inventory has been conducted at reasonable intervals by the Management during the year and, in our opinion, the coverage and procedure of such verification by the Management is appropriate. The discrepancies noticed on physical verification of inventory as compared to book records were not 10% or more in aggregate for each class of inventory and have been properly dealt with in the books of accounts.

(b) As per the information and explanations given to us and examination of books of account and other records produced before us, in our opinion quarterly returns or statements including revised filed by the Company with banks pursuant to terms of sanction letters for working capital limits secured by current assets are generally in agreement with the books of account of the Company.

- iii. 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 provided any guarantee or security or granted any loans or advances in the nature of loans, secured or unsecured to companies, firms, limited liability partnership or any other parties during the year. The Company has also not made any investments in firms, limited liability partnership or any other parties. Accordingly, clause 3(iii) of the Order is not applicable to the Company
- iv. There are no loans, investments, guarantees, and security in respect of which provisions of sections 185 and 186 of the Companies Act, 2013 are applicable and accordingly, the requirement to report on clause 3(iv) of the Order is not applicable to the Company.
- v. According to the information and explanations given to us, the Company has not accepted any deposits within the meaning of sections 73 to 76 of the Companies Act and the rules made thereunder, to the extent applicable. Accordingly, the requirement to report on clause 3(v) of the Order is not applicable to the Company.
- vi. The Central Government has not prescribed the maintenance of cost records under section 148(1) of the Act, for any of the activities carried out by the Company. Therefore, the provision of clause 3(vi) of the Order are not applicable to the Company.
- vii. According to the information and explanations given to us, in respect of statutory dues:
 - (a) In our opinion, the Company has generally been regular in depositing undisputed statutory dues, including provident fund, employees' state insurance, income-tax, sales tax, service tax, customs duty, excise duty, value added tax, goods and service tax, cess and other material statutory dues applicable to it with the appropriate authorities.

There are no undisputed amounts payable in respect of provident fund, employees' state insurance, income-tax, sales tax, service tax, customs duty, excise duty, value added tax, goods and service tax, cess and other material statutory dues in arrears as at March 31, 2023 for a period of more than six months from the date they became payable.
 - (b) According to records and information & explanation given to us, there is no dues in respect of income tax, service tax, goods and service tax, and value added tax that have not been deposited with the appropriate authorities on account of any dispute and the forum where the dispute is pending.
- viii. According to the information and explanation given to us and the records of the Company examined by us, there is no income surrendered or disclosed as income during the year in the tax assessments under the Income Tax Act, 1961, that has not been recorded in the books of account.
- ix. (a) According to the records of the Company examined by us and the information and explanation given to us, the Company has not defaulted in repayment of loans or other borrowings or in the payment of interest to any lender as at the balance sheet date.

(b) According to the information and explanation given to us and on the basis of our audit procedures, we report that the Company has not been declared wilful defaulter by any bank or financial institution or government or any government authority.

(c) In our opinion and according to the information and explanation given to us, the term loans have been applied for the purpose for which they were obtained.

(d) According to the information and explanation given to us, and the procedures performed by us, and on the overall examination of the financial statements of the Company, we report that no funds raised on the short-term basis have been used for long-term purposes by the Company.

(e) There is no subsidiary of the Company. Accordingly, the reporting under Clause 3(ix)(e) of the Order are not applicable to the Company.

(f) There is no subsidiary, joint venture or associate of the company. Accordingly, the reporting under Clause 3(ix)(f) of the Order are not applicable to the Company.

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

(b) The Company has not made any preferential allotment or private placement of shares /fully or partially or optionally convertible debentures during the year under audit and hence, the requirement to report on clause 3(x)(b) of the Order is not applicable to the Company.

xi. (a) During the course of the examination of the books and records of the Company, carried out in accordance with the generally accepted auditing practices in India, and according to the information and explanations given to us, we have neither come across any instance of material fraud by the Company or on the Company noticed or reported during the year, nor have been informed of any such case by the Management.

(b) During the course of the examination of the books and records of the Company, carried out in accordance with the generally accepted auditing practices in India, and according to the information and explanations given to us, report under section 143(12) of the Act, in Form ADT-4 was not required to be filed. Accordingly, the reporting under Clause 3(xi)(b) of the Order are not applicable to the Company.

(c) During the course of the examination of the books and records of the Company, carried out in accordance with the generally accepted auditing practices in India, and according to the information and explanations given to us and as represented to us by the management, no whistle blower complaints have been received during the year by the Company. Accordingly, the reporting under Clause 3(xi)(c) of the Order are not applicable to the Company.

- xii. The Company is not a Nidhi Company. Accordingly, the reporting under Clause 3(xii) of the Order are not applicable.
- xiii. According to the information and explanation and records made available by the company, the Company has complied with the provision of Section 177 and 188 of the Companies Act, 2013 where applicable, for all transactions with the related parties and the details of related party transactions have been disclosed in the financial statements as required by the applicable accounting standards.
- xiv. (a) In our opinion the Company has an adequate internal audit system commensurate with the size and the nature of its business.
- (b) We have considered, the internal audit reports for the year under audit, issued to the Company during the year and till date, in determining the nature, timing and extent of our audit procedures.
- xv. In our opinion and according to the information and explanations given to us, during the year the Company has not entered into any non-cash transactions with its directors or persons connected with him. Accordingly, reporting under Clause 3(xv) of the Order are not applicable.
- xvi. (a) In our opinion, the Company is not required to be registered under section 45-IA of the Reserve Bank of India Act, 1934. Accordingly, reporting under Clause 3(xvi) of the Order are not applicable.
- (b) Based on the information and explanations provided by the management of the Company, there are no other Companies part of the Group, hence, the requirement to report on clause 3(xvi) of the Order is not applicable to the Company.
- xvii. The Company has not incurred cash losses during the financial year covered by our audit and the immediately preceding financial year.
- xviii. The term of the previous statutory auditor of the Company has been completed during the year and we have taken into consideration the issues, objections or concerns raised by the outgoing auditors.
- xix. According to the information and explanations are given to us and on the basis of the financial ratios, ageing and expected dates of realization of financial assets and payment of financial liabilities, other information accompanying the financial statements and our knowledge of the Board of Directors and Management plans, nothing has come to our attention, which causes us to believe that any material uncertainty exists as on the date of the audit report indicating that Company is not capable of meeting its liabilities existing at the date of balance sheet as and when they fall due within a period of one year from the balance sheet date. We, however, state that this is not an assurance as to the future viability of the Company. We further state that our reporting is based on the facts up to the date of the audit report and we neither give any guarantee nor any assurance that all liabilities falling due within a period

of one year from the balance sheet date, will get discharged by the Company as and when they fall due.

- xx. (a) According to the information and explanations given to us, there are no unspent amounts towards Corporate Social Responsibility (CSR) on other than ongoing projects requiring a transfer to a Fund specified in Schedule VII to the Companies Act in compliance with second proviso to sub-section (5) of Section 135 of the said Act.

(b) All amounts that are unspent under section (5) of section 135 of Companies Act, pursuant to any ongoing project, has been transferred to special account in compliance of with provisions of sub section (6) of section 135 of the said Act. This matter has been disclosed in Note **48** to the financial statements.

For Doogar and Associates

Chartered Accountants

Firm 's Registration Number: 000561N

Vardhman Doogar

Partner

Membership Number: 517347

UDIN: 23517347BGPWZO6598

Place: Udaipur

Date: May 30, 2023

"Annexure B" to Independent Auditors' Report —March 31, 2023 (Referred to in our report of even date)

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

We have audited the internal financial controls over financial reporting of **MEWAR POLYTEX LIMITED** ("the Company") as at March 31, 2023 in conjunction with our audit of the Financial Statements of the Company for the year ended on that date.

Management's Responsibility for Internal Financial Controls

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

Auditors' Responsibility

Our responsibility is to express an opinion on the Company's internal financial controls over financial reporting based on our audit. We conducted our audit in accordance with the Guidance Note on Audit of Internal Financial Controls Over Financial Reporting (the "Guidance Note") and the Standards on Auditing, issued by ICAI and deemed to be prescribed under Section 143(10) of the Act, to the extent applicable to an audit of internal financial controls, 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 over financial reporting was established and maintained and if such controls operated effectively in all material respects.

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

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

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion on the Company's internal financial controls system over financial reporting.

Meaning of Internal Financial Controls Over Financial Reporting

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

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

Inherent Limitations of Internal Financial Controls Over Financial Reporting

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

Opinion

In our opinion, the Company has, in all material respects, an adequate internal financial controls system over financial reporting and such internal financial controls over financial reporting were operating effectively as at March 31, 2023, based on the internal 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 **Doogar & Associates**

Chartered Accountants
Firm's Registration No: 000561N

Vardhman Doogar

Partner
Membership Number: 517347

UDIN: 23517347BGPWZO6598

Place: Udaipur

Date: May 30, 2023

MEWAR POLYTEX LIMITED
BALANCE SHEET AS AT 31ST MARCH 2023
CIN NO. U25201RJ1979PLC001879
207 (A) MEWAR INDUSTRIAL AREA, ROAD NO.11, MADRI UDAIPUR 313003

Amount in Lakhs

PARTICULARS	NOTE NO.	As At 31st March 2023	As At 31st March. 2022
I. EQUITY AND LIABILITIES :			
(1) Shareholder's Funds :			
a) Share Capital	3	323.00	323.00
b) Reserves & Surplus	4	4,950.90	4,347.69
		5,273.90	4,670.69
(2) Non-current liabilities			
a) Long-term borrowings	5	5,910.33	4,820.29
b) Deferred tax liabilities (Net)	6	306.44	218.65
c) Other Long term liabilities	7	411.43	472.23
		6,628.20	5,511.17
(3) Current liabilities			
a) Short-term borrowings	8	3,698.43	4,766.37
b) Trade payables	9	209.99	1,607.66
c) Other current liabilities	10	324.03	692.54
		4,232.45	7,066.57
TOTAL		16,134.55	17,248.43
II. ASSETS			
(1) Non-current assets			
Property, plant & equipment and			
a) Intangible asset	11		
i) Property, plant and equipment		10,225.62	7,506.72
ii) Capital work-in-progress		733.11	1,794.20
b) Non-current investments	12	0.05	0.05
c) Other non current assets	13	184.77	335.86
		11,143.54	9,636.83
(2) Current assets			
a) Inventories	14	3,565.16	4,047.52
b) Trade receivables	15	536.54	1,897.16
c) Cash and cash equivalents	16	146.29	395.19
d) Short-term loans and advances	17	707.49	1,162.15
e) Other current assets	18	35.52	109.58
		4,991.00	7,611.60
TOTAL		16,134.55	17,248.43

The accompanying notes are an integral part of these financial statements

In terms of our report of even date-

For Doogar & Associates

Chartered Accountants

Firm Regn.No. 000561N

For and on behalf of Mewar Polytex Limited

(Vardhman Doogar)

Partner

M.No. 517347

Udaipur the 30th May, 2023

UDIN: 23517347BGPWZO6598

B.H. Bapna

Director

Din : 00594590

Vinod Bapna

Director

Din : 00736144

Sandeep Bapna

Managing Director

Din : 00594608

MEWAR POLYTEX LIMITED
STATEMENT OF PROFIT & LOSS ACCOUNT FOR THE YEAR 31ST MARCH 2023
CIN NO. U25201RJ1979PLC001879
207 (A) MEWAR INDUSTRIAL AREA, ROAD NO.11, MADRI UDAIPUR 313003

PARTICULARS		Amount in Lakhs	
		For the Period ended 31-03-2023	For the Period ended 31-03-2022
I REVENUE			
Revenue from operations	19	19,653.40	21,979.50
Other Income	20	950.94	789.95
Total Income		20,604.34	22,769.45
II EXPENSES:			
Cost of materials consumed	21	10,621.23	11,745.51
Purchases of Stock-in-Trade		1,133.89	4,500.29
Changes in inventories of finished goods work-in-progress and Stock-in-Trade	22	681.82	(557.13)
Increase/Decrease in MEIS		-	6.62
Employee benefits expense	23	1,237.31	1,063.81
Finance costs	24	431.91	205.24
Depreciation and Amortization Expense	25	1,488.64	836.26
Other expenses	26	4,168.66	3,906.50
III Total expenses		19,763.46	21,707.10
IV Profit before Exceptional & Extraordinary items and Tax		840.88	1,062.35
V Profit before Tax		840.88	1,062.35
a) Current Tax		146.92	185.61
b) Deferred Tax		87.80	237.33
c) Earlier year		2.95	(2.51)
VI Profit for the year		603.21	641.91
VII Earning per equity share of face value of Rs. 10 each			
a) Basic		18.68	19.87
b) Diluted		18.68	19.87
The accompanying notes are an integral part of these financial statements			
In terms of our report of even date For Doogar & Associates Chartered Accountants Firm Regn.No. 000561N		For and on behalf of Mewar Polytex Limited	
(Vardhman Doogar) Partner M.No. 517347 Udaipur the 30th May,2023 UDIN: 235173478GPWZO6598	B.H. Bapna Director Din : 00594590	Vinod Bapna Director Din : 00736144	Sandeep Bapna Managing Director Din : 00594608

MEWAR POLYTEX LIMITED
CASH FLOW STATEMENT
CIN NO. U25201RJ1979PLC001879
207 (A) MEWAR INDUSTRIAL AREA, ROAD NO.11, MADRI UDAIPUR 313003

Amount in Lakhs

	As at 31/03/23	As at 31/03/22
A. CASH FLOW FROM OPERATING ACTIVITIES		
Net Profit Before Tax	840.88	1,062.35
Adjustment for Depreciation	1,488.64	836.26
Interest and Financial Charges	431.91	205.24
Profit/Loss on Sale of Fixed Assets	(2.91)	(6.77)
Excess provisions written off (Net)	(2.95)	2.51
Interest and Dividend Received	(23.90)	(28.64)
Foreign Exchange (gain)/loss	(13.22)	(35.96)
Operating Profit Before Working Capital Charges	2,718.44	2,034.98
Adjustments For:		
(Increase) / Decrease in Inventories	482.36	(1,194.34)
(Increase) / Decrease in Trade and Other Receivable	1,360.62	(592.82)
(Increase) / Decrease in Short Term Loan & Advances	454.66	(468.74)
(Increase) / Decrease in Long Term Loan & Advances	151.09569	(28.75)
(Increase) / Decrease in Other Current Assets	74.05	(89.69)
Increase / (Decrease) in Trade and Other Payable	(1,397.67)	(136.49)
Increase / (Decrease) in Current Liabilities	(368.51)	86.97
Increase / (Decrease) in Other Provision	-	(19.11)
Cash Generated From Operation	3,475.05	(408.00)
Tax Paid / Tax Deducted at Source	(146.92)	(185.61)
Net Cash Flow Operating Activities (A)	3,328.13	(593.61)
B. Cash From Investing Activities		
(Purchase)/ Sale of Fixed Assets (Net)	(3,143.54)	(5,232.30)
Interest Received	23.90	28.64
Net Cash Used in Investing Activities (B)	(3,119.64)	(5,203.66)
C. Cash Flow From Financing Activities:		
Proceeds From / (Repayment of) Long Term Borrowings	1,090.04	2,352.02
Proceeds From / (Repayment of) Other Long term liabilities	(60.80)	240.80
Increase / (Decrease) in Bank Borrowings	(1,067.95)	3,390.71
Interest and Financial Charges Paid	(431.91)	(205.24)
Net Cash From Financing Activities (C)	(470.62)	5,778.30
D. NET INCREASE IN CASH AND CASH EQUIVALENT (A+B+C)	(262.13)	(18.97)
E. OPENING CASH AND CASH EQUIVALENTS (see note no.1)	395.19	378.21
F. CLOSING CASH AND CASH EQUIVALENTS (see note no.1)	133.07	359.23

Notes to the cash flow statement:

1 Cash & Cash Equivalents consist of cash on hand & balances with banks, which comprises the following amounts

Cash on Hand	1.44	0.60
Balances with banks	144.85	394.59
Cash & Cash Equivalents	146.29	395.19
Foreign Exchange Gain/Loss (Currency in Hand)	(13.22)	(35.96)
	133.07	359.23

1 The above cash flow statement has ben prepared under the indirect method set out in AS -3 cash flow statement, notified under section 133 of the companies Act ,2013 read with rule 7 of the companies (accounts) Rules 2014, as amended .

2 Figures in brackets represent outflow.

3 Previous years figures have been regrouped / reclassified wherever applicable.

In terms of our report of even date

For Doogar & Associates

Chartered Accountants

Firm Regn.No. 000561N

(Vardhman Doogar)

Partner

M.No. 517347

Udaipur the 30th May,2023

UDIN: 235173478GPWZO6598

B.H. Bapna

(Director)

Din : 00594590

Vinod Bapna

(Director)

Din : 00736144

Sandeep Bapna

(Managing Director)

Din : 00594608

MEWAR POLYTEX LIMITED

SIGNIFICANT ACCOUNTING POLICIES AND NOTES ON ACCOUNTS FOR THE YEAR ENDED 31ST MARCH, 2023

1. Company Overview

Mewar Polytex Limited was incorporated in 1979 as a private limited company and subsequently converted in to public limited company. In 1994 it was listed on Bombay Stock Exchange (BSE). Later the company has been delisted w.e.f. 06-01-2017. The Company was promoted by Mr. B.H. Bapna an engineer from University of California, to manufacture light weight PP bags for packing minerals and chemical during a period when HDPE bags were predominately used. The company is ISO 9001:2015 certified. The Company is also a star export house.

2. Significant Accounting Policies:

2.1 Method of Accounting:

Generally Mercantile System of Accounting is followed except interest on National Saving Certificate, Subsidy and incentives which are accounted on Cash basis. MEIS is accounted on mercantile basis.

2.2 Inventories:

Raw materials, components, stores, spares and consumables are valued at lower of cost and net realizable value.

Work in Progress and cost of finished goods produced and purchased by the company are valued at cost.

Cost includes cost of direct material and Predetermined Cost of Conversion.

MEIS Licenses are valued at net realizable value.

Wastage is valued at estimated realizable value.

2.3 Retirement Benefits:

As per Accounting Standard (AS-15) accounting for post employment benefit is covered under Defined Contribution plans. The Company's contribution towards retirement benefit scheme, viz. Provident fund and Gratuity Fund is charged against revenue each year.

The gratuity fund is administered by a trust formed for this purpose through the group gratuity scheme of Life Insurance Corporation of India and Provident fund is administered by Government.

Disclosure as per AS-15 revised

	In Lakhs
	MPL
The principle assumption used in actuarial valuation are as below	2022-23
Discount rate	7.25%
Expected rate of future salary increase	7.00%
Change in present value of obligations	
Opening balance present value	151.36
Interest cost	10.60
Current service cost	8.29
Benefits paid	(7.83)
Actuarial (Gain)/loss on obligations	(2.57)
Closing balance of present value	159.86
Liabilities recognized in the Balance sheet	
Present value of obligation	159.86
Fair value of plan assets as at the end of the year	192.46
Funded status	32.61
Net Assets/(Liabilities) recognized in Balance Sheet	32.61

(a) Short-term employee benefits:

Employee benefits payable wholly within twelve months of rendering the service are classified as short term employee benefits and are recognized in the period in which the employee renders the related service.

(b) Post-employment benefits (defined benefit plans):

All employees are covered under Employees' Gratuity Scheme which is a defined benefit plan. The Company contributes to the Fund on the basis of the year-end liability actuarially determined in pursuance of the Scheme. All actuarial gains / losses arising during the accounting year are recognized immediately in the Statement of Profit and Losses income or expense.

(c) Benefits (defined contribution plans):

Contributions to defined contribution scheme such as provident fund are charged to the Statement of profit and loss as incurred. The Company contributes to State Plans namely Employees **Post-employment** State Insurance Fund which is also charged to the Statement of profit and loss.

2.4 Investment:

- (a) Investments, which are readily realizable and intended to be held for not more than one year from the date on which such investments are made, classified as current investments. All other investments are classified as long term investments.
- (b) On initial recognition, all investments are stated at cost.
- (c) Provision is made for diminution in value of investment other than temporary.

2.5 Plant Property & Equipment:

- (a) Fixed Assets are stated at their original cost including incidental expenditure related to acquisition and installation less accumulated depreciation up to 31.03.2023, and exclusive of TUFs Subsidy and GST thereafter.
- (b) Company had been providing Depreciation at the rates calculated taking the useful life prescribed under schedule II of the Company Act, 2013 on WDV method for the fixed assets.
- (c) Depreciation on additions to assets has been provided with reference to the days of addition / installation and in case of sale of assets up to the date of sale.
- (d) Leasehold land is amortized over the period of lease, buildings constructed on leasehold land are depreciated based on the useful life specified in Schedule II to the Companies Act, 2013, where the lease period of land is beyond the life of the building. In other cases, building constructed on leasehold land is amortized over the primary lease period of the land.

2.6 Revenue recognition:

- (a) Domestic sales are recognized at the point of dispatch of goods to the customers, which is when risks and rewards of ownership are passed to the customers and stated net of trade discount and exclusive of Goods and Service Tax (GST), but inclusive of freight and insurance recoveries.
- (b) Export sales is recognized when all the risk and rewards of ownership of the goods have been passed to the buyer, usually on delivery of the goods. Export sales are accounted at CBIC (Central Board of Indirect Taxes and Custom) rate as per shipping Bill. The difference between booked rate and realization rate is debited or credited to Exchange Rate Fluctuation account. In case of debtors outstanding of export sales as on last day of the financial year, the difference between booked rate and closing rate is debited or credited to Exchange Rate Fluctuation account. Net Exchange Rate Fluctuation gain is grossed up with revenue from operations head in final accounts.
- (c) Other income is accounted for on accrual basis except where the receipt of income is uncertain in which case it is accounted for on receipt basis.

2.7 Taxes on Income

- (a) Tax Expense for the period, comprising current tax and deferred tax, are included in the determination of the net profit or loss for the period. Current tax is measured at the amount expected to be paid to the tax authorities in accordance with the provisions of the Income Tax Act, 1961.
- (b) Deferred tax expense or benefit is recognized on all the timing differences being the difference between taxable incomes and accounting income that originate in one period and are capable of reversal in one or more subsequent periods. Deferred tax assets and liabilities are measured using the tax rates and tax laws that have been enacted or substantively enacted by the balance sheet date. In the event of unabsorbed depreciation and carry forward of losses, deferred tax assets are recognized only to the extent that there is virtual certainty that sufficient future taxable income will be available to realize such assets. In other situations, deferred tax assets are recognized only to the extent that there is reasonable certainty that sufficient future taxable income will be available to realize these assets. At each Balance Sheet date, the Company re-assesses unrecognized deferred tax asset, if any.

2.8 Foreign Exchange Rate Fluctuations:

(a) Initial Recognition

Foreign currency transactions are recorded in the reporting currency, by applying to the foreign currency amount the exchange rate between the reporting currency and the foreign currency at the date of transaction. Export sale is recognized at CBIC (Central Board of Indirect Expense and Custom) rate as per shipping bill.

(b) Conversion

Foreign currency monetary items are reported using the closing rate. Non-monetary items which are carried in terms of historical cost denominated in a foreign currency are reported using the exchange rate at the date of the transaction.

(c) Exchange Differences

Exchange differences arising on the settlement of monetary items or on reporting group's monetary items at rates different from those at which they were initially recorded during the year, or reported in previous financial statements, are recognized as income or expenses in the year in which they arise. The assets and liabilities in the foreign currencies are converted on exchange rates prevailing at the end of the year and the resultant profit or loss is charged to the Statement of Profit and Loss account.

2.9 Government Grants and Subsidies:

Grants and subsidies from the government are recognized on receipt basis.

Any grant or subsidy in the nature of meeting the cost of the assets, directly or indirectly is reduced from the cost of assets.

Company's term loans are covered under Technology Upgradation Funds Scheme Subsidy (TUFS).

2.10 Contingent liabilities

Contingent liabilities are disclosed in respect of possible obligations that arise from past events but their existence will be confirmed by the 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. A provision is made based on a reliable estimate when it is probable that an outflow of resources embodying economic benefits will be required to settle an obligation and in respect of which a reliable estimate can be made. Provision is not discounted and is determined based on best estimate required to settle the obligation at the yearend date. Contingent assets are not recognized or disclosed in the financial statements.

2.11 Earnings Per Share

The Company reports basic and diluted earnings per equity share in accordance with Accounting Standard 20 - "Earning per Share. Basic earnings per equity share have been computed by dividing net profit after tax by the weighted average number of equity shares outstanding for the year. Diluted earnings per equity share have been computed using the weighted average number of equity shares and dilutive potential equity shares outstanding during the year.

2.12 Operating cycle:-

All assets and liabilities have been classified as current or non-current as per the Company's normal operating cycle and other criteria set out above which are in accordance with the Schedule III to the Act. Based on the nature of and the time between the acquisition of assets for providing of services and their realization in cash and cash equivalents, the Company has ascertained its operating cycle as 12 months for the purpose of current & non-current classification of assets and liabilities.

NOTE NO. : 3

SHARE CAPITAL

Authorised Share Capital:

3750000 (P.Y.3750000) Equity Shares of Rs.10/- each

Issued, Subscribed and Paid-up Share Capital:

3230000 (P.Y.3230000) Equity Share of Rs.10/- each

Reconciliation of the number of shares

Outstanding at the beginning of the year

Outstanding at the end of the year

Shares held by each shareholder holding more than 5% shares

Promoters' Holding

Aruna Bapna

Babulal Bapna

Mangla Bapna

Sandeep Bapna

Shilpa Bapna

Vinod Bapna

Vivaan Bapna

Varun Bapna

Shares Held by Promoters at the end of the Year

Promoter Name	No. of Shares		% of Total Shares	% of changes during the year	No. of Shares
	31-03-2023	31-03-2023			
Anita Bhandari	2,000	0.06%	0.00%	2,000	
Anushka Bhandari	20,000	0.62%	0.00%	20,000	
Aruna Bafna	322,648	9.99%	0.00%	322,648	
B H Bafna HUF	42,300	1.31%	0.00%	42,300	
Babulal Bapna	311,853	9.65%	0.00%	311,853	
Mangla Bapna	507,895	15.72%	0.00%	507,895	
Plasti Weave Industries LLP	5,000	0.15%	0.00%	5,000	
Rhea Bhandari	21,300	0.66%	0.00%	21,300	
Sandeep Bapna	323,029	10.00%	0.00%	323,029	
Sandeep Bapna HUF	90,000	2.79%	0.00%	90,000	
Saurabh Bapna	34,000	1.05%	0.00%	34,000	
Shilpa Bapna	517,420	16.02%	0.48%	514,941	
Sisarma Plastics Pvt Ltd.	6,000	0.19%	0.00%	6,000	
Varun Bapna	174,452	5.40%	0.00%	174,452	
Venus Polytex Private Limited	158,798	4.92%	0.00%	158,798	
Vinod Bafna	264,325	8.18%	0.00%	264,325	
Vinod Bafna HUF	35,000	1.08%	0.00%	35,000	
Vivaan Sandeep Bapna	174,455	5.40%	0.00%	174,455	
	3,010,475			3,007,996	

Other Disclosures

The Company has one class of equity shares having par value of 10 per share. Each equity shareholder is eligible For one vote per share held. Each equity shareholder is entitled to dividends as and when declared by the Company. Interim dividend is paid as and when declared by the Board. In the event of liquidation, the equity shareholders are eligible to receive the remaining assets of the Company after distribution of all preferential amount in proportion to their shareholding.

Amount in Lakhs	
AS AT	AS AT
31-03-2023	31-03-2022
375.00	375.00
375.00	375.00
323.00	323.00
323.00	323.00

No.of Shares	No.of Shares
3,230,000	3,230,000
3,230,000	3,230,000

%	No. of Shares	%	No. of Shares
9.99%	322648	9.99%	322648
9.65%	311853	9.65%	311853
15.72%	507895	15.72%	507895
10.00%	323029	10.00%	323029
16.02%	517420	15.94%	514941
8.18%	264325	8.18%	264325
5.40%	174455	5.40%	174455
5.40%	174452	5.40%	174452
	2,595,077		2,592,598

	Amount in Lakhs	
	AS AT 31-03-2023	AS AT 31-03-2022
NOTE NO. : 4		
RESERVES & SURPLUS		
General Reserve	86.94	86.94
Securities Premium Reserve	122.69	122.69
TOTAL A	209.63	209.63
Surplus		
Opening balance	4,138.06	3,496.15
(+) Net Profit/(Net Loss) For the current year	603.21	641.91
TOTAL B	4,741.27	4,138.06
TOTAL A+B	4,950.90	4,347.69

NOTE NO. : 5		
LONG-TERM BORROWINGS		
Secured - SBI Term Loan	4,765.92	3,688.13
Less : Shown in current maturities of long-term debt (Refer Note No. 8)	983.62	1,012.27
Less : Interest Payable on term Loan (Refer Note No. 10)	38.22	21.82
Unsecured Loan (from Directors)	2,166.25	2,166.25
	5,910.33	4,820.29

Note:

Term Loan : 1. It is Secured by Exclusive charge over entire Fixed assets (Both present and future), equitable mortgage of factory land and building together with all building structure thereon of the company .

2. Term of repayment and interest are as follows :-

Loan From	ROI %	No of Installments Left	Year of Maturity	Amount Outstanding as at 31-03-2023	Amount Outstanding as at 31-03-2022
Term Loan-I from SBI	EBLR+.35%	0	2023	-	5.57
Term Loan-II from SBI	EBLR+.35%	0	2023	-	76.40
Term Loan-IV from SBI	EBLR+.35%	10	2024	8.49	18.94
Term Loan-V from SBI	EBLR+.35%	66	2028	1,021.49	521.17
Term Loan-VI from SBI	EBLR+.35%	67	2028	983.64	17.18
Term Loan-VII from SBI	EBLR+.35%	67	2028	2,547.24	3,048.87
Term Loan-VIII from SBI	EBLR+.35%	59	2028	185.52	-
Term Loan-IX from SBI	EBLR+.35%	30	2026	19.54	-
				4,765.92	3,688.13

* Applicable rate of interest as on 31-03-2023

NOTE NO. : 6		
DEFERRED TAX LIABILITIES (NET)		
Related to Fixed Asset	306.44	226.21
Related to Unabsorbed Capital Loss	-	(7.56)
	306.44	218.65

NOTE NO. : 7		
OTHER LONG TERM LIABILITIES		
Security Deposit	411.43	472.23
	411.43	472.23

NOTE NO. : 8		
SHORT-TERM BORROWINGS		
Secured		
Loans repayable on demand (from banks)	2,714.81	3,754.10
Current maturities of long-term debt-Bank	983.62	1,012.27
	3,698.43	4,766.37

(Hypothecation charge over entire current assets comprising Inventories and all present and future book debts/receivable of the company and equitable mortgage of factory land and building together with all building structure thereon of the company .

(Secured By entire fixed and current assets (Both present and future of the company)

		Amount in Lakhs	
		AS AT 31-03-2023	AS AT 31-03-2022
MSME		209.99	1,607.66
Other		209.99	1,607.66

NOTE NO. : 9

TRADE PAYABLES

MSME

Other

Note 1: The disclosures relating to Micro, Small and Medium Enterprises has been furnished to the extent such parties have been identified on the basis of the intimation received from the suppliers regarding their status under the Micro, Small and Medium Development Act, 2006 (the act). There is no interest paid/payable as at March 31, 2023

Note : 2 Trade Payable Ageing Schedule

S.No	Particular	Outstanding for following periods from due date of payment 22-23					Total 31st March, 2023
		Not due	Less Than 1 Year	1-2 Year	2-3 Year	More than 3 Year	
1	MSME	-	-	-	-	-	
2	Others	209.99	-	-	-	-	209.99
3	Disputed dues- MSME	-	-	-	-	-	
4	Disputed dues- Others	-	-	-	-	-	

Note : 2 Trade Payable Ageing Schedule

S.No	Particular	Outstanding for following periods from due date of payment 21-22					Total 31st March, 2022
		Not due	Less Than 1 Year	1-2 Year	2-3 Year	More than 3 Year	
1	MSME	-	-	-	-	-	-
2	Others	-	1,607.66	-	-	-	1,607.66
3	Disputed dues- MSME	-	-	-	-	-	-
4	Disputed dues- Others	-	-	-	-	-	-

NOTE NO. : 10

OTHER CURRENT LIABILITIES

Statutory Liabilities	32.24	37.37
Liability for Capital Expenditure	49.67	438.99
Advance from customers	63.23	51.82
Interest Payable on Term Loan	38.22	21.82
Other Payable	140.67	142.54
	324.03	692.54

MEWAR POLYTEX LIMITED

NOTE NO. : 11

PROPERTY, PLANT AND EQUIPMENT

Amount in Lakhs

PARTICULARS	GROSS BLOCK				DEPRECIATION/AMORTIZATION			NET BLOCK		
	AS AT 01/04/2022	ADDITION	DEDUCTION/ ADJUSTMEN	AS AT 31/03/2023	AS AT 01/04/2022	FOR THE YEAR	DEDUCTION	AS AT 31/03/2023	AS AT 31/03/2023	AS AT 31/03/2022
Land	380.92	-	-	380.92	6.69	2.27	1.80	7.16	373.76	374
Building	4,158.02	1,052.36	-	5,210.38	1,002.18	370.91	-	1,373.09	3,837.29	3,155.84
Plant & Equipments	5,468.12	3,086.33	30.49	8,523.97	1,553.71	1,072.44	4.47	2,621.68	5,902.28	3,914.41
Furniture Fixtures and office	89.40	59.84	-	149.24	52.04	20.57	-	72.61	76.63	37.36
Vehicles	20.57	6.99	5.47	22.09	7.62	4.39	5.29	6.93	15.17	12.75
Computers	38.53	28.21	-	66.74	26.41	19.85	-	46.26	20.48	12.12
	10,155.57	4,233.73	35.95	14,353.35	2,648.85	1,490.44	11.56	4,127.73	10,225.62	7,506.72
Capital work-in-Progress	1,794.20	1,207.84	2,268.93	733.11	-	-	-	-	733.11	1,794.20
Total Assets	11,949.77	5,441.57	2,304.88	15,086.45	2,648.85	1,490.44	11.56	4,127.73	10,958.72	9,300.91
Previous Year	6,931.97	8,479.15	3,462.13	11,948.99	2,033.87	836.26	222.05	2,648.08	9,300.91	4,898.10

Note : Capital Work in Progress (CWIP)

S.No.	CWIP	Amount in CWIP for a period of				Total
		Less than 1 Year	1-2 Year	2-3 Year	More than 3 Years	
1	Project in Progress	733.11				733.11

	Amount in Lakhs	
	AS AT 31-03-2023	AS AT 31-03-2022
NOTE NO. : 12		
NON-CURRENT INVESTMENTS		
N.S.C. (Assigned in favour of govt. Department)	0.05	0.05
	<u>0.05</u>	<u>0.05</u>
NOTE NO. : 13		
OTHER NON CURRENT ASSETS		
Security Deposits	131.16	87.15
Capital Advance	8.42	204.32
Gratuity Fund Assets	32.61	31.81
Other non current Assets	12.58	12.58
	<u>184.77</u>	<u>335.86</u>
NOTE NO. : 14		
INVENTORIES		
Raw Material	1,237.31	961.82
Work in Progress	479.22	472.15
Finished Goods	1,713.41	2,324.28
Stores, Spares, Diesel and Consumables	26.28	11.92
Stock in Transit	106.42	196.81
Waste & Scrap	2.52	4.03
MEIS (Merchandise Exports from India Scheme)	-	76.51
	<u>3,565.16</u>	<u>4,047.52</u>
NOTE NO. : 15		
TRADE RECEIVABLES		
(Unsecured considered good)		
Outstanding for a period exceeding six months from the due date	0.21	0.21
Other *	536.33	1,896.95
	<u>536.54</u>	<u>1,897.16</u>

* Including related party dues of Rs.95.88 (P.Y.Rs. 175.97)

Trade Receivable Ageing Schedule

Particulars	Outstanding for following periods from due date of payment for the Year 2022-23					
	Not Due	Less than 6 month	Less than 1 year	1-2 Year	2-3 year	Total 31-03-2023
Undisputed Trade receivables - considered Good	536.54	-				536.54
Undisputed Trade receivables - considered Doubtful						
Disputed Trade receivables - considered Good						
Disputed Trade receivables - considered Doubtful						

Trade Receivable Ageing Schedule

Particulars	Outstanding for following periods from due date of payment for the Year 2021-22					
	Not due	Less than 6 month	Less than 1 year	1-2 Year	2-3 year	Total 31-03-2022
Undisputed Trade receivables - considered Good		1,896.96	0.20			1,897.16
Undisputed Trade receivables - considered Doubtful						
Disputed Trade receivables - considered Good						
Disputed Trade receivables - considered Doubtful						

	Amount in Lakhs	
	AS AT 31-03-2023	AS AT 31-03-2022
NOTE NO. : 16		
CASH AND CASH EQUIVALENTS		
Cash in Hand (INR)	1.44	0.60
Cash in Hand (Foreign Currency)	0.17	-
Balances with Banks	144.68	394.59
	<u>146.29</u>	<u>395.19</u>
NOTE NO. : 17		
SHORT-TERM LOANS AND ADVANCES		
Advance to Suppliers	34.69	7.43
Prepaid Expenses	123.89	356.78
Others		-
Loan To Staff	2.60	6.81
Balance With Government Authorities	546.31	791.13
	<u>707.49</u>	<u>1,162.15</u>
NOTE NO. : 18		
OTHER CURRENT ASSETS		
Discount Receivable	28.60	46.57
Job Work Income Receivable	0.02	38.81
AVVNL TDS Receivable	1.07	-
Preoperative exp	-	20.97
Interest Receivable	5.83	3.23
	<u>35.52</u>	<u>109.58</u>

MEWAR POLYTEX LIMITED
NOTE ON FINANCIAL STATEMENTS FOR THE PERIOD 31ST MARCH 2023

		Amount in Lakhs	
		AS AT 31-03-2023	AS AT 31-03-2022
NOTE NO. : 19			
REVENUE FROM OPERATIONS			
Sale of Products/Traded Goods		20,863.51	24,432.28
Sale of Services		454.18	99.98
Sale of License		75.19	39.71
		<u>21,392.88</u>	<u>24,571.97</u>
Less: Sales in Transit		1,739.48	2,592.47
		<u>19,653.40</u>	<u>21,979.50</u>
NOTE NO. : 20			
OTHER INCOME			
Exchange Rate Fluctuation		463.86	341.93
Interest Income		23.90	28.64
Misc.Balance Written off		3.44	1.01
Profit On Sale Of Fixed Assets		2.91	6.77
Rental Income		456.83	411.60
		<u>950.94</u>	<u>789.95</u>
NOTE NO. : 21			
COST OF MATERIALS CONSUMED			
Opening Stock		961.82	412.19
Add: Purchases Plus Expenses		10,896.72	12,295.14
Less: Closing Stock		1,237.31	961.82
Raw Material Consumption		<u>10,621.23</u>	<u>11,745.51</u>
Details of Material Consumed			
(a) Granuals		7,886.33	10,002.64
(b) Fabric / Laminated Fabric		2,395.65	1,422.03
(c) Bags		65.78	133.06
(c) Others		273.47	187.78
		<u>10,621.23</u>	<u>11,745.51</u>
NOTE NO. : 22			
CHANGES IN INVENTORIES OF FINISHED GOODS WORK-IN-PROGRESS AND STOCK-IN-TRADE			
Closing Stock			
Work in Progress		479.22	472.15
Finished Goods		1,713.41	2,324.28
Waste & Scrap		2.52	4.03
MEIS (Mechandise Exports from India Scheme)		-	76.51
	TOTAL(A)	<u>2,195.15</u>	<u>2,876.97</u>
Opening Stock			
Work in Progress		472.15	142.37
Finished Goods		2,324.28	2,175.44
Waste & Scrap		4.04	2.03
MEIS (Mechandise Exports from India Scheme)		76.51	-
	TOTAL(B)	<u>2,876.97</u>	<u>2,319.84</u>
Increase/Decrease in Stock (C) (A-B)		<u>681.82</u>	<u>(557.13)</u>

MEWAR POLYTEX LIMITED
NOTE ON FINANCIAL STATEMENTS FOR THE PERIOD 31ST MARCH 2023

	Amount in Lakhs	
	AS AT 31-03-2023	AS AT 31-03-2022
Detail of Finished Goods		
(a) Fabric / Laminated Fabric	1,701.58	2,274.72
(b) Bags	3.97	49.56
(c) Other	7.86	76.51
	1,713.41	2,400.78
Detail of Work in progress		
(a) Tape	468.06	472.15
(b) BOPP	11.16	-
	479.22	472.15
Detail of wastage		
(a) Waste	2.52	4.03
	2.52	4.03
NOTE NO. : 23		
EMPLOYEE BENEFITS EXPENSE		
Salary and Wages	1,132.02	981.97
Contribution to Provident and other funds	76.28	51.26
Staff Welfare expenses	29.01	30.58
	1,237.31	1,063.81
NOTE NO. : 24		
FINANCE COSTS		
Interest Expenses		
Interest on term loan	312.94	135.27
Interest on working capital	110.41	59.35
Interest Other	0.09	0.02
Other Borrowing Cost		
Bank Charges	8.47	10.60
	431.91	205.24
NOTE NO. 25		
Depreciation and Amortization expense		
Depreciation and Amortization expense	1,488.64	836.26
	1,488.64	836.26
NOTE NO. : 26		
OTHER EXPENSES		
Manufacturing Expenses		
Store & Spares Consumed	49.07	44.95
Power & Fuel Expenses	601.21	609.31
Job Work Expenses	117.44	227.90
Rent Expenses	1.20	1.20
Repair and Maintenance		
Plant & Machinery	205.62	148.79
Building	26.23	13.28
Other	19.33	13.62
Other Mfg. Expenses	0.37	0.38
Total (A)	1,020.47	1,059.43

MEWAR POLYTEX LIMITED
NOTE ON FINANCIAL STATEMENTS FOR THE PERIOD 31ST MARCH 2023

	Amount in Lakhs	
	AS AT 31-03-2023	AS AT 31-03-2022
Administrative And Other Expenses :		
Car Rent Exp.	-	1.04
CSR(Corporate Social Responsibility)	17.88	14.95
Selling Expenses	203.97	184.91
Lab & Testing Charges A/C	0.84	0.79
Export Ocean Freight	2,240.85	1,907.38
Other Export Expenses	450.12	546.51
Conveyance & Vehicle Expenses	5.09	6.32
Garden Up Keep Expenses	0.46	0.96
Insurance	22.63	21.33
Land & Building Tax	0.20	0.20
Legal & Professional Expenses	25.28	28.36
Retainership Fees & Consultants Expense	78.34	63.04
Housekeeping Expenses	25.30	13.29
Office & Computer Expense	15.65	11.36
Payment to auditor		-
Audit Fee	1.15	1.15
Audit Fee for Tax Audit	0.15	0.15
Postage, Telegram & Telephone Expenses	2.93	2.35
Printing & Stationary Expenses	9.20	6.49
Prior Period Adj. (Net)	1.14	0.12
Rates & Taxes Expenses	0.99	1.04
Security Service Expenses	33.28	29.82
Travelling Expense	12.74	5.51
Total (B)	3,148.19	2,847.07
Total (A+B)	4,168.66	3,906.50

Particulars of securities-Term Loans and Other Loans

27. In the opinion of the Board of Directors of the Company and to the best of their knowledge and belief all the current assets, loans and advances have a value on realization in the ordinary course of the business at least equal to the amount at which they are stated in the Balance Sheet.

28. (a) Sundry Creditors do not include any sum due to micro and small scale undertakings.

(b) The above information has been compiled in respect of parties, to the extent to which they could be identified as micro and small scale undertaking on the basis of information available with the Company.

29. Related party disclosure: Disclosures as required by accounting Standard-18 "Related Party Disclosure"

i. List of Related Parties

(a) Individuals and other persons exercising control or significant influence:

1. Shri B.H.Bapna (Director)
2. Shri Vinod Bapna (Director)
3. Shri Sandeep Bapna (Managing Director)
4. Shri R.L.Mehta (Director) (Ceases w.e.f. 19-01-2023)
5. Smt. Shilpa Bapna (Director)
6. Shri Sudheer Doogar (Director)
7. Shri Anil Bagga (Director)
8. Shri Vijendra Bapna (Director's Brother)
9. Smt. Sandhya Bapna(Director brother's wife)
10. Shri Saurabh Bapna (Director's Son)

(b) Enterprises over which KMP are able to exercise Significant Influence

1. Sun Polytex Private Limited
2. Crescent Polytex LLP
3. Sisarma Plastics LLP
4. Anita Plastics Inc.
5. Venus Polytex Private Limited
6. Harmony Plastics Private Limited
7. Plasti Weave Industries LLP
8. M.G. Electricals
9. Hastimal Bapna Charitable Trust

ii. Details of transaction with the above mentioned related parties: **(Rs.in Lakh)**

S.No.	Nature of Transactions	Key Managerial Personnel	Key Managerial Personnel	Enterprises over which KMP are significant influence	Enterprises over which KMP are significant influence
		2022-23	2021-22	2022-23	2021-22
1	Job Work Income				
	Sun Polytex Pvt. Ltd.			234.31	56.32
	Plasti Weave Industries LLP			211.70	55.63
2	Job Work Expenses				
	Sun Polytex Pvt. Ltd.			57.98	40.43
	Plasti Weave Industries LLP			6.27	163.13
3	Purchases of goods				
	Harmony Plastics Private Limited			4,582.69	5,530.48
	Sun Polytex Pvt. Ltd.			136.44	1,003.51
	Plasti Weave Industries LLP			213.39	1,928.80
4	Sales of goods				
	Harmony Plastics Private Limited			2,229.52	1,929.79
	Sun Polytex Pvt. Ltd.			833.83	810.48
	Sandeep Bapna	0.10	-		
	Plasti Weave Industries LLP			1,088.05	409.63
5	(Frieght) & Discount Export				
	Anita Plastics Inc.			-	126.63
6	Export Sales				
	Anita Plastics Inc.			13,840.29	16,589.88
7	Reimbursement of Ocean Freight				
	Anita Plastics Inc.			51.25	
8	Rental Income				
	Plasti Weave Industries LLP			7.20	6.00
	Sun Polytex Pvt. Ltd.			4.80	6.00
	Harmony Plastics Private Limited			444.83	399.10
9	Rental Expenses				
	Crescent Polytex LLP			1.20	1.20
10	Sale of Fixed Assets				
	Harmony Plastics Private Limited			8.75	-
	Sun Polytex Pvt Ltd			17.52	-
	Plasti Weave Industries LLP			0.13	0.13
11	Purchase of Fixed Assets				
	Harmony Plastics Private Limited			0.19	1.59
	Sun Polytex Pvt Ltd			34.15	30.23
	Plasti Weave Industries LLP			36.15	4.72
12	Director remuneration & Allowances				
	Vijendra Bapna		0.61		
	Anil Bagga	37.97	32.47		
13	Vehicle/Car Rent Expenses				
	Sandhya Bapna		0.98		

14	Travelling exp.				
	Sandeep Bapna	2.08			
	Vinod Bapna	0.12			
	Anil Bagga	0.98			
	Saurabh Bapna	2.24			
15	Unsecured Loans				
	B.H. Bapna	799.75	799.75		
	Sandeep Bapna	400.00	400.00		
	Shilpa Bapna	467.00	467.00		
	Vinod Bapna	499.50	499.50		
16	Legal Audit and Professional				
	Sudheer Dooger		12.00		
17	Other Exp.				
	Harmony Plastics Private Limited			0.15	7.07
	Anil Bagga	5.42			
	Sun Polytex Pvt. Ltd.				6.69
18	Misc Purchases				
	Plasti Weave Industries LLP			15.12	18.83
	Harmony Plastics Private Limited			4.03	
	Sun Polytex Pvt Ltd			22.61	
19	Fee for Technical Services				
	Harmony Plastics Private Limited			46.80	
20	Electrical Repair and Maintenance				
	MG Electricals	15.00	14.00		
21	Freight Outward				
	Sun Polytex Pvt Ltd			0.03	
22	CSR Expenses				
	Hastmal Bapna Charitable Trust			12.88	

Balance Outstanding at the year end (Related Party)	31-03-2023 (In lakhs)	31-03-2022 (In lakhs)
Loan and Advances	411.43	472.23
Unsecured Loans	2166.25	2,166.25
Trade Receivable		
Anita Plastics	316.36	1672.06

30. Earning Per Share	2022-23	2021-22
Net Profit for the Year(In Lakhs)	603.21	641.90
Number of Equity Share	3,230,000	3,230,000
Nominal Value of the Shares (Rs.)	10	10
Basic and diluted Earnings per Share (Rs.)	18.68	19.87

31. Auditor's Remuneration Charged to Accounts:	2022-23	2021-22
Audit Fee (In Lakhs)	1.15	1.15
Tax Audit (In Lakhs)	0.15	0.15
TOTAL	1.30	1.30

32. Deferred Taxes	31-03-2023	31-3-2022
Deferred Tax Assets/(Liabilities)	(In Lakhs)	(In Lakhs)
Timing Difference in depreciable Assets	(306.44)	(226.20)
Carry forwarded Unabsorbed Capital Loss	-	7.56
Total Deferred Tax Assets/(Liabilities)	(306.44)	(218.64)

33. Additional information pursuant to schedule III to the Companies Act, 2013 (to the extent applicable)

(a) Value of imported and indigenous raw material, stores, spares and consumable consumed during the year

	2022-23		2021-22	
	%	Rs. (In Lakhs)	%	Rs.(In Lakhs)
Raw Material				
Imported	NIL	NIL	NIL	NIL
Indigenous	100	10,621.23	100	11,745.51
Total	100	10,621.23	100	11,745.51
Stores and Spares				
Imported	NIL	NIL	NIL	NIL
Indigenous	100	49.07	100	44.95
Total	100	49.07	100	44.95

(b) Value of imports calculated on CIF basis in respect of (In Lakhs)

Capital Asset	Rs. 570.40 (Rs.570.40)
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(c) The Foreign exchange earnings and out go during the year has been as follows: (In Lakhs)

Earning (Export Sales) FOB :	Rs. 11466.28/- (Previous year Rs. 1,6121.59/-)
Outgo :	Rs. 1811.36/- (Previous year Rs. 1994.22/-)

(f) Remittance in foreign currency (Dividend) NIL

34. Financial Ratios

S.No.	Particulars	Numerator	Denominator	31-Mar-23	31-Mar-22	Variance %	Reasons for variance of above 25%
1	Current Ratio	Current Assets	Current Liabilities	1.18	1.08	9.48%	-
2	Debt Equity Ratio	Long Term Debt	Shareholder's Equity	1.82	2.05	-11.23%	
3	Debt service coverage ratio	Earnings available for debt service	Debt Service	1.77	2.54	-30.26%	Variance is primarily on account of increase of new Term Loans Repayment.
4	Return on Equity Ratio (%)	Net Profits after taxes	Average Shareholder's Equity	12.13	14.76	-17.79%	
5	Inventory turnover ratio	Cost of goods sold (or) sales	Average Inventory	5.16	6.37	-18.95%	
6	Trade Receivables turnover ratio	Net Credit Sales	Average trade receivables	16.15	13.73	17.63%	
7	Trade payables turnover ratio	Net Credit Purchases	Average trade payables	13.24	10.02	32.09%	Variance is primarily on account of Decrease in trade payable
8	Net capital turnover ratio	Net Sales	Working Capital	30.15	19.50	54.60%	Variance is primarily on account of Decrease in net sales & increase in working Capital
9	Net profit ratio	Net Profits after taxes	Net Sales	3.07	2.92	5.09%	
10	Return on Capital employed	Earning before interest and taxes	Capital Employed	8.32%	8.68%	-4.14%	
11	Return on investment (ROI)	Difference in market value adjusted with net cash flows to equity	Opening market value and Sum of (Net cash flow from Equity X Weight of the netcash flow)	NIL	NIL	NIL	

35. Title deeds of immovable properties

The title deeds of all the immovable properties, as disclosed in note 11 to the financial statements, are held in the name of the company.

36. Valuation of Property Plant & Equipment, intangible asset

The Company has not revalued its property, plant and equipment or intangible assets or both during the current or previous year.

37. Loans or advances to specified persons

No loans or advances in the nature of loans are granted to promoters, directors, KMPS and the related parties (as defined under Companies Act, 2013,) either severally or jointly with any other person, that are repayable on demand or without specifying any terms or period of repayment.

38. Details of benami property held

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

39. Borrowing secured against current assets

The Company has borrowings from banks on the basis of security of current assets. The quarterly returns or statements of current assets filed by the Company with banks are in agreement with the books of accounts.

40. Willful defaulter

The Company has not been declared willful defaulter by any bank or financial institution or other lender.

41. Relationship with struck off companies

The Company has no transactions with the companies struck off under Section 248 of the Companies Act, 2013 or Section 560 of the Companies Act, 1956.

42. Registration of charges or satisfaction with Registrar of Companies (ROC)

There are no charges or satisfaction yet to be registered with Registrar of Companies (ROC) beyond the statutory period.

43. Compliance with number of layers of companies

The Company has complied with the number of layers prescribed under the Section 2(87) of the Companies Act, 2013 read with Companies (Restriction on number of layers) Rules, 2017.

44. Compliance with approved scheme(s) of arrangements

The Company has not entered into any scheme of arrangement which has an accounting impact on current or previous financial year.

45. Utilization of borrowed funds and share premium

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 or entity, including foreign entities ("Intermediaries") with the understanding, whether recorded in writing or otherwise, that the Intermediary shall lend or invest in party identified by or on behalf of the Company (Ultimate Beneficiaries). The Company has not received any fund from any party (Funding Party) with the understanding that the Company shall whether, directly or indirectly lend or invest in other persons or entities identified by or on behalf of the Company ("Ultimate Beneficiaries") or provide any guarantee, security or the like on behalf of the Ultimate Beneficiaries

46. Undisclosed income

There is no income surrendered or disclosed as income during the current or previous year in the tax assessments under the Income Tax Act, 1961, that has not been recorded previously in the books of account.

47. Corporate Social Responsibility (CSR)**(In Lakhs)**

S.no.	Particulars	Amount
1.	Amount required to be spent by the company during the Year	18.81
2.	Amount of Expenditure incurred	17.88
3.	Shortfall at the end of the Year	0.94
4.	Total of Previous Year shortfall	NIL
5.	Reason of Shortfall	Pertains to ongoing Project
6.	Nature of CSR activities	Education and Healthcare and safe guarding environment sustainability

- CSR Expenses with Related Party is Rs. 12.88/- **(In Lakhs)**

48. Details of crypto currency or virtual currency

The Company has not traded or invested in crypto currency or virtual currency during the current or previous year.

49. Utilization of borrowings availed from banks and financial institutions

The borrowings obtained by the company from banks and financial institutions have been applied for the purposes for which such loans were taken.

50. Previous year's figures have been regrouped / reclassified wherever necessary to correspond with the current year's classification / disclosure.

Annexure to our report of even date

For and on behalf of the Board of Directors

For Doogar & Associates.
Chartered Accountants

Vardhman Doogar
Partner
M.No. 517347
Firm Regn.No. 000561N
Udaipur the 30th May, 2023
UDIN: 23517347BGPWZO6598

B.H.Bapna
Director
Din : 00594590

Vinod Bapna
Director
Din : 00736144

Sandeep Bapna
Managing Director
Din : 00594608