Jumbo Bag Limited

ISO 9001 & 14001

32nd ANNUAL REPORT

2021 - 2022

BLISS GROUP

WE SHARE OUR JOY

CORPORATE INFORMATION

BOARD OF DIRECTORS

SMT RENUKA MOHAN RAO	Chairman
SHRI G.S. ANIL KUMAR	Managing Director
SHRI G.P.N. GUPTA	Whole-Time Director & CFO
SMT. S. SUBHASHINI	Director
SHRI. RAJENDRA KUMAR P	Director
SHRI. G.S. RAJASEKAR	Additional Director

AUDIT COMMITTEE:

SMT RENUKA MOHAN RAO	Chairman
SHRI G.P.N. GUPTA	Member
SMT. S. SUBHASHINI	Member

COMPANY SECRETARY & COMPLIANCE OFFICER:

SHRI KASHIRAMAN BALAKRISHNAN

REGISTERED OFFICE:

"S.K. Enclave", New No.4 (Old No.47),
Nowroji Road, Chetpet,
Chennai – 600 031
Phone: 044–26451722, 26461415, 26452325
Fax: 91-44-26451720
Website: www.jumbobaglimited.com
CIN: L36991TN1990PLC019944

PLANT LOCATIONS:

Unit I: No.75, Thatchur Kootu Road,
Panjetty Village, Ponneri Taluk,
Tiruvallur District – 601 204

Unit II: No.106, G.N.T. Road,
Alingivakkam P.O., Athipedu Village,
Chennai – 600 067

STATUTORY AUDITORS:

M/s. J.V. RAMANUJAM & CO
Chartered Accountants,
F1 Lakshmi, No.56, Third Main Road
Raja Annamalaipuram Chennai – 600 006

SECRETARIAL AUDITORS:

M/s. Lakshmmi Subramanian & Associates
Practising Company Secretaries
Ground Floor, 81, MNO Complex
Greams Road, Thousand Lights
Chennai-600006.

BANKERS:
State Bank of India
South India Bank

REGISTRARS & SHARE TRANSFER AGENT:
M/s. Cameo Corporate Services Limited,
Subramaniam Building,
No.1, Club House Road, Chennai – 600 002
Phone: 044-28460390
Fax: 044-28460129

LISTING:

The Bombay Stock Exchange Limited

DATE AND TIME OF MEETING:
27th June, 2022, 10.45 AM

VENUE OF MEETING: Through Video Conference (VC) or Other Audio Visual Means. The deemed venue for the AGM shall be the Registered Office of the Company.

MISSION

To provide a one-stop-solution through continuous innovation and total employee involvement

VISION

To be a world leader in the field of packaging

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NOTICE OF ANNUAL GENERAL MEETING

NOTICE is hereby given that the 32nd Annual General Meeting of the members of JUMBO BAG LIMITED will be held on Monday, 27th June, 2022, 10.45 AM IST through Video Conference (VC) or Other Audio Visual Means (OAVM) to transact the following:

ORDINARY BUSINESS

1. To receive, consider and adopt the Balance Sheet as on 31st March, 2022 and the statement of Profit & Loss for the year ended on that date and the report of the Directors and Auditors thereon.
2. To appoint a Director in the place of Sri GPN Gupta (DIN: 00086174) who retires by rotation and being eligible, offers himself for re-appointment.
3. To consider and if thought fit, to pass with or without modification(s), the following resolution as an Ordinary Resolution:

   To Re-Appoint M/s. J.V. Ramanujam & Associates, Chartered Accountants as statutory auditors of the Company and to authorise the Board of Directors of the Company to fix their remuneration:

   "RESOLVED THAT pursuant to Section 139 and other applicable provisions, if any, of the Companies Act, 2013 read with the Companies (Audit and Auditors) Rules, 2014 as amended from time to time ("Act"), M/s. J.V. Ramanujam & Associates, Chartered Accountants, (Firm Registration No. 002947S) be re-appointed as statutory auditors of the Company for a second term of 5 (five) years to hold office from the conclusion of this 32nd annual general meeting until the conclusion of the 37th annual general meeting of the Company at such remuneration plus applicable taxes and reimbursement of out-of-pocket expenses in connection with the Audit as may be decided by the Board of Directors of the Company.

SPECIAL BUSINESS

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

   Appointment of Shri G.S. Rajasekar (DIN: 00086002) as the Director of the Company

   "RESOLVED THAT pursuant to the provisions of Section 152 and other applicable provisions of the Companies Act, 2013 ("the Act"), Shri G.S. Rajasekar (DIN: 00086002), who was appointed as an Additional Director pursuant to the provisions of Section 161(1) of the Act and the Articles of Association of the Company and in respect of whom the Company has received a notice in writing under Section 160 of the Act for his candidature for Directorship, be and is hereby appointed as a Director of the Company, liable to retire by rotation;

   Resolved further that Managing Director or the Company Secretary of the Company, be and are hereby severally authorized to do all such acts, deeds, matters and things as may be deemed necessary to give effect to the aforesaid resolution and make necessary filings and disclosures to regulatory authorities as may be required under the applicable provisions of the Act.**"**

By Order of the Board of Directors

Date: 26.04.2022
Place: Chennai

Kashiraman Balakrishnan
Company Secretary

Registered Office:
S.k. Enclave, new no. 4 (old number 47)
nowroji road, chetpet chennai tn 600031
CIN: L36991TN1990PLC019944
Website:www.jumbobaglimited.com
E-mail: csjbl@blissgroup.com
Tel.: +91-44-2646 1415.

Note:

- In view of the situation arising due to COVID-19 global pandemic, the Annual General Meeting of the companies shall be conducted as per the guidelines issued by the Ministry of Corporate Affairs (MCA) vide Circular No. 14/2020 dated April 8, 2020, Circular No.17/2020 dated April 13, 2020, Circular No. 20/2020 dated May 05, 2020, Circular No.02/2021 dated January 13, 2021 and General Circular No.21/2021 dated 14.12.2021. The forthcoming AGM will thus be held through video conferencing (VC) or other audio visual means (OAVM). Hence, Members can attend and participate in the ensuing AGM through VC/OAVM.
- Additional information pursuant to Regulation 36(3) of the Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015 in respect of the re-appointment and appointment of Directors as mentioned under item no. 2 and 4 of this notice is appended. Further, the Company has received relevant disclosure/consent from the Director seeking appointment.
- The Register of Members and Share Transfer Books of the Company will remain closed from 21st June, 2022 to 27th June, 2022 (both days inclusive) in terms of the provisions of Section 91 of the Companies Act, 2013 and the applicable clauses of the SEBI (Listing Obligations and Disclosures Requirements Regulations) 2015.
- In compliance with the aforesaid MCA Circulars and SEBI Circular dated May13, 2022. Notice of the AGM along with the Annual Report 2021-22 is being sent only through electronic mode to those Members whose email addresses are registered with the Company/ Depositories. Members may note that the Notice and Annual Report 2021-22 will also be available on the Company’s website www. jumbobaglimited.com, websites of the Stock Exchange i.e. BSE Limited at www.bseindia.com.
- The Securities and Exchange Board of India has mandated submission of Permanent Account Number (PAN) by every participant in securities market. Members holding shares in demat form are, therefore, requested to submit PAN details to the Depository Participants with whom they have demat accounts. Members holding shares in physical form can submit their PAN details to M/s. Cameo Corporate Services Limited, the Registrar & Share Transfer Agent of the Company.
- As per Regulation 40 of SEBI Listing Regulations, as amended, securities of listed companies can be transferred only in dematerialized form with effect from, April 1, 2019, except in case of request received for transmission or transposition of securities. In view of these members holding shares in physical form are requested to consider converting their holdings to dematerialized form. Members can contact the Company or Company’s Registrars and Transfer Agents, Cameo Corporate Services Limited for assistance in this regard.
- Since the AGM will be held through VC / OAVM, the Route Map is not annexed in this Notice

E Voting & its procedures:

Voting through Electronic Means:

1. As you are aware, in view of the situation arising due to COVID-19 global pandemic, the general meetings of the companies shall be conducted as per the guidelines issued by the Ministry of Corporate Affairs (MCA) vide Circular No. 14/2020 dated April 8, 2020, Circular No.17/2020 dated April 13, 2020, Circular No. 20/2020 dated May 05, 2020, Circular No.02/2021 dated January 13, 2021 and General Circular No.21/2021 dated 14.12.2021. The forthcoming AGM/EGM will thus be held through video conferencing (VC) or other audio visual means (OAVM). Hence, Members can attend and participate in the ensuing AGM through VC/OAVM.
2. Pursuant to the provisions of Section 108 of the Companies Act, 2013 read with Rule 20 of the Companies (Management and Administration) Rules, 2014 (as amended) and Regulation 44 of SEBI (Listing Obligations & Disclosure Requirements) Regulations 2015 (as amended), and MCA above mentioned circulars the Company is providing facility of remote e-voting to its Members in respect of the business to be transacted at the AGM. For this purpose, the Company has entered into an agreement with Central Depository Services (India) Limited (CDSL) for facilitating voting through

electronic means, as the authorized e-Voting's agency. The facility of casting votes by a member using remote e-voting as well as the e-voting system on the date of the AGM will be provided by CDSL.

3. The Members can join the AGM in the VC/OAVM mode 15 minutes before and after the scheduled time of the commencement of the Meeting by following the procedure mentioned in the Notice. The facility of participation at the AGM through VC/OAVM will be made available to atleast 1000 members on first come first served basis. This will not include large Shareholders (Shareholders holding 2% or more shareholding), Promoters, Institutional Investors, Directors, Key Managerial Personnel, the Chairpersons of the Audit Committee, Nomination and Remuneration Committee and Stakeholders Relationship Committee, Auditors etc. who are allowed to attend the AGM without restriction on account of first come first served basis.

4. The attendance of the Members attending the AGM through VC/OAVM will be counted for the purpose of ascertaining the quorum under Section 103 of the Companies Act, 2013.

5. Pursuant to MCA Circular No. 14/2020 dated April 08, 2020, the facility to appoint proxy to attend and cast vote for the members is not available for this AGM. However, in pursuance of Section 112 and Section 113 of the Companies Act, 2013, representatives of the members such as the President of India or the Governor of a State or body corporate can attend the AGM through VC/OAVM and cast their votes through e-voting.

6. In line with the Ministry of Corporate Affairs (MCA) Circular No. 17/2020 dated April 13, 2020, the Notice calling the AGM/EGM has been uploaded on the website of the Company at www.jumbobaglimited.com. The Notice can also be accessed from the websites of the Stock Exchanges i.e. BSE Limited at www.bseindia.com. The AGM Notice is also disseminated on the website of CDSL (agency for providing the Remote e-Voting facility and e-voting system during the AGM) i.e.www.evotingindia.com.

7. The AGM has been convened through VC/OAVM in compliance with applicable provisions of the Companies Act, 2013 read with MCA Circular No. 14/2020 dated April 8, 2020 and MCA Circular No. 17/2020 dated April 13, 2020, MCA Circular No. 20/2020 dated May 05, 2020, Circular No.02/2021 dated January 13, 2021 and General Circular No.21/2021 dated 14.12.2021.

8. In continuation of this Ministry's General Circular No. 02/2021, dated 13th January, 2021 and after due examination, it has been decided to allow companies whose AGMs were due to be held in the year 2022, or become due in the year 2022, to conduct their AGMs on or before 30.06.2022, in accordance with the requirements provided in paragraphs 3 and 4 of the General Circular No. 20/2020 as per MCA Circular No.21/2021 dated 14.12.2021

THE INSTRUCTIONS FOR SHAREHOLDERS FOR REMOTE E-VOTING ARE AS UNDER:

i. The voting period begins on 9.00 a.m. on Friday, 24th June, 2022 and will end at 5.00 p.m. on Sunday, 26th June, 2022. During this period shareholders' of the Company, holding shares either in physical form or in dematerialized form, as on the cut-off date Monday, 20th June,2022 may cast their vote electronically. The e-voting module shall be disabled by CDSL for voting thereafter.

ii. Shareholders who have already voted prior to the meeting date would not be entitled to vote at the meeting venue.

iii. Pursuant to SEBI Circular No. SEBI/HO/CFD/CMD/CIR/P/2020/242 dated 09.12.2020**,** under Regulation 44 of Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015, listed entities are required to provide remote e-voting facility to its shareholders, in respect of all shareholders' resolutions. However, it has been observed that the participation by the public non-institutional shareholders/retail shareholders is at a negligible level.

   Currently, there are multiple e-voting service providers (ESPs) providing e-voting facility to listed entities in India. This necessitates registration on various ESPs and maintenance of multiple user IDs and passwords by the shareholders.

In order to increase the efficiency of the voting process, pursuant to a public consultation, it has been decided to enable e-voting to all the demat account holders, by way of a single login credential, through their demat accounts/ websites of Depositories/ Depository Participants. Demat account holders would be able to cast their vote without having to register again with the ESPs, thereby, not only facilitating seamless authentication but also enhancing ease and convenience of participating in e-voting process.

iv. In terms of SEBI circular no. SEBI/HO/CFD/CMD/CIR/P/2020/242 dated December 9, 2020 on e-Voting facility provided by Listed Companies, Individual shareholders holding securities in demat mode are allowed to vote through their demat account maintained with Depositories and Depository Participants. Shareholders are advised to update their mobile number and email Id in their demat accounts in order to access e-Voting facility.

Pursuant to abovesaid SEBI Circular**,** Login method for e-Voting and joining virtual meetings **for Individual shareholders holding securities in Demat mode CDSL/NSDL** is given below:

Type of shareholders	**Login Method**
Individual Shareholders holding securities in Demat mode with **CDSL**	1. Users who have opted for CDSL Easi / Easiest facility, can login through their existing user id and password. Option will be made available to reach e-Voting page without any further authentication. The URL for users to login to Easi / Easiest are https://web.cdslindia.com/myeasi/home/login or visit www.cdslindia.com and click on Login icon and select New System Myeasi. 2. After successful login the Easi / Easiest user will be able to see the e-Voting option for eligible companieswhere the evoting is in progress as per the information provided by company. On clicking the evoting option, the user will be able to see e-Voting page of the e-Voting service provider for casting your vote during the remote e-Voting period or joining virtual meeting & voting during the meeting. Additionally, there is also links provided to access the system of all e-Voting Service Providers i.e. CDSL/NSDL/KARVY/LINKINTIME, so that the user can visit the e-Voting service providers' website directly. 3. If the user is not registered for Easi/Easiest, option to register is available at https://web.cdslindia.com/myeasi/Registration/EasiRegistration 4. Alternatively, the user can directly access e-Voting page by providing Demat Account Number and PAN No. from a e-Voting link available on www.cdslindia.com home page or click on https://evoting.cdslindia.com/Evoting/EvotingLogin. The system will authenticate the user by sending OTP on registered Mobile & Email as recorded in the Demat Account. After successful authentication, user will be able to see the e-Voting optionwhere the evoting is in progress and also able to directly access the system of all e-Voting Service Providers.

Individual Shareholders holding securities in demat mode with **NSDL**	1. If you are already registered for NSDL IDeAS facility, please visit the e-Services website of NSDL. Open web browser by typing the following URL: https://eservices.nsdl.com either on a Personal Computer or on a mobile. Once the home page of e-Services is launched, click on the "Beneficial Owner" icon under "Login" which is available under 'IDeAS' section. A new screen will open. You will have to enter your User ID and Password. After successful authentication, you will be able to see e-Voting services. Click on "Access to e-Voting" under e-Voting services and you will be able to see e-Voting page. Click on company name or e-Voting service provider name and you will be re-directed to e-Voting service provider website for casting your vote during the remote e-Voting period or joining virtual meeting & voting during the meeting. 2. If the user is not registered for IDeAS e-Services, option to register is available at https://eservices.nsdl.com. Select "Register Online for IDeAS "Portal or click at https://eservices.nsdl.com/SecureWeb/IdeasDirectReg.jsp 3. Visit the e-Voting website of NSDL. Open web browser by typing the following URL: https://www.evoting.nsdl.com/ either on a Personal Computer or on a mobile. Once the home page of e-Voting system is launched, click on the icon "Login" which is available under 'Shareholder/Member' section. A new screen will open. You will have to enter your User ID (i.e. your sixteen digit demat account number hold with NSDL), Password/OTP and a Verification Code as shown on the screen. After successful authentication, you will be redirected to NSDL Depository site wherein you can see e-Voting page. Click on company name or e-Voting service provider name and you will be redirected to e-Voting service provider website for casting your vote during the remote e-Voting period or joining virtual meeting & voting during the meeting
Individual Shareholders (holding securities in demat mode) login through their **Depository Participants**	You can also login using the login credentials of your demat account through your Depository Participant registered with NSDL/CDSL for e-Voting facility. After Successful login, you will be able to see e-Voting option. Once you click on e-Voting option, you will be redirected to NSDL/CDSL Depository site after successful authentication, wherein you can see e-Voting feature. Click on company name or e-Voting service provider name and you will be redirected to e-Voting service provider website for casting your vote during the remote e-Voting period or joining virtual meeting & voting during the meeting.

Important note: Members who are unable to retrieve User ID/ Password are advised to use Forget User ID and Forget Password option available at abovementioned website.

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

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

v. Login method for e-Voting and joining virtual meetings for **Physical shareholders and shareholders other than individual holding in Demat form.**

1) The shareholders should log on to the e-voting website www.evotingindia.com.
2) Click on "Shareholders" module.
3) Now enter your User ID
   a. For CDSL: 16 digits beneficiary ID,
   b. For NSDL: 8 Character DP ID followed by 8 Digits Client ID,
   c. Shareholders holding shares in Physical Form should enter Folio Number registered with the Company.
4) Next enter the Image Verification as displayed and Click on Login.
5) If you are holding shares in demat form and had logged on to www.evotingindia.com and voted on an earlier e-voting of any company, then your existing password is to be used.
6) If you are a first-time user follow the steps given below:

	For Physical shareholders and other than individual shareholders holding shares in Demat.
PAN	Enter your 10 digit alpha-numeric PAN issued by Income Tax Department (Applicable for both demat shareholders as well as physical shareholders) Shareholders who have not updated their PAN with the Depository Participant are requested to use the sequence number sent by RTA or contact RTA.
Dividend Bank Details **OR** Date of Birth (DOB)	Enter the Dividend Bank Details or Date of Birth in (dd/mm/yyyy) format as recorded in your demat account or in the company records in order to login. If both the details are not recorded with the depository, please enter the member id / folio number in the Dividend Bank details field.

vi. After entering these details appropriately, click on "SUBMIT" tab.

vii. Shareholders holding shares in physical form will then directly reach the Company selection screen. However, shareholders holding shares in demat form will now reach 'Password Creation' menu wherein they are required to mandatorily enter their login password in the new password field. Kindly note that this password is to be also used by the demat holders for voting for resolutions of any other company on which they are eligible to vote, provided that company opts for e-voting through CDSL platform. It is strongly recommended not to share your password with any other person and take utmost care to keep your password confidential.

viii. For shareholders holding shares in physical form, the details can be used only for e-voting on the resolutions contained in this Notice.

ix. Click on the EVSN for the relevant Jumbo Bag Limited on which you choose to vote.

x. On the voting page, you will see "RESOLUTION DESCRIPTION" and against the same the option "YES/NO" for voting. Select the option YES or NO as desired. The option YES implies that you assent to the Resolution and option NO implies that you dissent to the Resolution.

xi. Click on the "RESOLUTIONS FILE LINK" if you wish to view the entire Resolution details.

xii. After selecting the resolution, you have decided to vote on, click on "SUBMIT". A confirmation box will be displayed. If you wish to confirm your vote, click on "OK", else to change your vote, click on "CANCEL" and accordingly modify your vote.

xiii Once you "CONFIRM" your vote on the resolution, you will not be allowed to modify your vote.

xiv You can also take a print of the votes cast by clicking on "Click here to print" option on the Voting page.

xv If a demat account holder has forgotten the login password then Enter the User ID and the image verification code and click on Forgot Password & enter the details as prompted by the system.

xvi. **Additional Facility for Non – Individual Shareholders and Custodians – For Remote Voting only.**

- Non-Individual shareholders (i.e. other than Individuals, HUF, NRI etc.) and Custodians are required to log on to www.evotingindia.com and register themselves in the "Corporates" module.
- A scanned copy of the Registration Form bearing the stamp and sign of the entity should be emailed to helpdesk.evoting@cdslindia.com.
- After receiving the login details a Compliance User should be created using the admin login and password. The Compliance User would be able to link the account(s) for which they wish to vote on.
- The list of accounts linked in the login should be mailed to helpdesk.evoting@cdslindia.com and on approval of the accounts they would be able to cast their vote.
- A scanned copy of the Board Resolution and Power of Attorney (POA) which they have issued in favour of the Custodian, if any, should be uploaded in PDF format in the system for the scrutinizer to verify the same.
- Alternatively Non Individual shareholders are required to send the relevant Board Resolution/ Authority letter etc. together with attested specimen signature of the duly authorized signatory who are authorized to vote, to the Scrutinizer and to the Company at the email address csjbl@ blissgroup.com, if they have voted from individual tab & not uploaded same in the CDSL e-voting system for the scrutinizer to verify the same.

PROCESS FOR THOSE SHAREHOLDERS WHOSE EMAIL ADDRESSES ARE NOT REGISTERED WITH THE DEPOSITORIES FOR OBTAINING LOGIN CREDENTIALS FOR E-VOTING FOR THE RESOLUTIONS PROPOSED IN THIS NOTICE:

1. For Physical shareholders- please provide necessary details like Folio No., Name of shareholder, scanned copy of the share certificate (front and back), PAN (self attested scanned copy of PAN card), AADHAR (self attested scanned copy of Aadhar Card) by murali@cameoindia.com.
2. For Demat shareholders - Please update your email id & mobile no. with your respective Depository Participant (DP)
3. For Individual Demat shareholders – Please update your email id & mobile no. with your respective Depository Participant (DP) which is mandatory while e-Voting & joining virtual meetings through Depository.

INSTRUCTIONS FOR SHAREHOLDERS ATTENDING THE AGM THROUGH VC/OAVM & E-VOTING DURING MEETING ARE AS UNDER:

1. The procedure for attending meeting & e-Voting on the day of the AGM is same as the instructions mentioned above for e-voting.
2. The link for VC/OAVM to attend meeting will be available where the EVSN of Company will be displayed after successful login as per the instructions mentioned above for e-voting.
3. Shareholders who have voted through Remote e-Voting will be eligible to attend the meeting. However, they will not be eligible to vote at the AGM/EGM.
4. Shareholders are encouraged to join the Meeting through Laptops / IPads for better experience.

5. Further shareholders will be required to allow Camera and use Internet with a good speed to avoid any disturbance during the meeting.
6. Please note that Participants Connecting from Mobile Devices or Tablets or through Laptop connecting via Mobile Hotspot may experience Audio/Video loss due to Fluctuation in their respective network. It is therefore recommended to use Stable Wi-Fi or LAN Connection to mitigate any kind of aforesaid glitches.
7. Shareholders who would like to express their views/ask questions during the meeting may register themselves as a speaker by sending their request in advance at least 10 days prior to meeting mentioning their name, demat account number/folio number, email id, mobile number at (company email id). The shareholders who do not wish to speak during the AGM but have queries may send their queries in advance 10 days prior to meeting mentioning their name, demat account number/ folio number, email id, mobile number at csjbl@blissgroup.com. These queries will be replied to by the company suitably by email.
8. Those shareholders who have registered themselves as a speaker will only be allowed to express their views/ask questions during the meeting.
9. Only those shareholders, who are present in the AGM through VC/OAVM facility and have not casted their vote on the Resolutions through remote e-Voting and are otherwise not barred from doing so, shall be eligible to vote through e-Voting system available during the AGM.
10. If any Votes are cast by the shareholders through the e-voting available during the AGM and if the same shareholders have not participated in the meeting through VC/OAVM facility, then the votes cast by such shareholders shall be considered invalid as the facility of e-voting during the meeting is available only to the shareholders attending the meeting.

If you have any queries or issues regarding attending AGM & e-Voting from the CDSL e-Voting System, you can write an email to helpdesk.evoting@cdslindia.com or contact at 022-23058738 and 022-23058542/43.

All grievances connected with the facility for voting by electronic means may be addressed to Mr. Rakesh Dalvi, Sr. Manager, (CDSL,) Central Depository Services (India) Limited, A Wing, 25th Floor, MarathonFuturex, Mafatlal Mill Compounds, N M Joshi Marg, Lower Parel (East), Mumbai - 400013 or send an email to helpdesk.evoting@cdslindia.com or call on 022-23058542/43.

xvi The Company has appointed Smt. Lakshmmi Subramanian, Practicing Company Secretary, to act as the Scrutinizer, for conducting the scrutiny of the votes cast and she has communicated her willingness to be appointed.

The Scrutinizer, after scrutinising the votes cast during the AGM and through remote e-voting, will not later than three days of conclusion of the Meeting, make a consolidated scrutinizer's report and submit the same to the Chairman. The results declared along with the consolidated scrutinizer's report shall be placed on the website of the Company www.jumbobaglimited.com and CDSL website. The results shall simultaneously be communicated to the Bombay Stock Exchange Limited.

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

In respect of Item No 4.

The Board of Directors ("the Board") of the Company had appointed, pursuant to the provisions of Section 161(1) of the Act and the Articles of Association of the Company, Shri G.S. Rajasekar as an Additional Director of the Company with effect from August 14, 2021. As per the provisions of Section 161(1) of the Act, Shri G.S. Rajasekar holds office of Director up to the date of ensuing Annual General Meeting of the Company and being eligible, has offered himself for appointment as Director. The Company has received notice along with the deposit of requisite amount under Section 160 of the Act proposing the candidature of Shri G.S. Rajasekar for the office of Director of the Company. It is proposed to seek members' approval for the appointment of Shri G.S. Rajasekar as Director (Non-executive) in terms of the applicable provisions of the Act.

Brief resume and other details of Shri G.S. Rajasekar are provided in annexure to the Notice pursuant to the provision of SEBI (Listing Obligations and Disclosure Requirements) Regulation, 2015 and the Secretarial Standard on General Meetings ("SS-2"), issued by the Institute of Company Secretaries of India.

The Board of Directors recommends the said resolution for your approval.

Shri G.S. Anil Kumar being relative of the person proposed to be appointed and Shri G.S. Rajasekar are deemed to be interested in the said resolution.

None of the other Directors or key managerial personnel or their relatives is, in anyway, concerned or interested in the said resolution.

ANNEXURE TO THE NOTICE AS PER REGULATION 36(3) OF SEBI LODR 2015 AND AS PER SECRETARIAL STANDARDS ON GENERAL MEETING ADDITIONAL INFORMATION ABOUT THE DIRECTORS PROPOSED TO BE APPOINTED/RE-APPOINTED.

Name of Director	Shri. GPN Gupta	Shri. G.S. Rajasekar
Date of Birth / Age	75	51
Qualification	Graduate in Commerce	B.Com, ASM, AICWA, MBA (University of Mississippi, Oxford, USA.), CISA (Information Systems Audit and Control Association, USA)
Experience	52 years	28 years
Terms and Conditions of Appointment/Re-appointment	Re-appointment for a period of three years subject to retirement by rotation.	Appointment as non-executive director subject to retirement by rotation.
Date of First Appointment	29/11/1990	14/08/2021
Expertise in specific General Functional area	He has more than 40 years of experience in Packaging Industry. Associated with the Company as an experienced Director since inception. Expert se in Corporate Finance and General Management	Shri G.S. Rajasekar has over 28 years of rich and exhaustive experience in the areas of Accounting, BPO, Finance, Taxation, Audit, Consulting, Information Technology, Operations, Banking, Corporate Planning Investment Advisory and has held senior management positions during his career. He started his career in year 1994 with Hello World Inc., in New York, USA as Accounting and System Analyst. During the year 1995, he joined Council on International Educational Exchange, New York., USA as Manager & Senior Cost Accountant, Flown Revenue. He joined BLISS Group of Companies, Chennai, India in 1997 as Vice President - Corporate Planning, Projects & IT and later on appointed as Group CFO & Head IT.
Shareholding in the Company	1,15,873	51,550
Relationship with other directors and KMP	None	Relative of Shri G.S. Anil Kumar
No. of Board meetings attended during FY 2021-22	6	4
List of outside Directorships held	1. Stanpacks (India) Limited. 2. Ankur Learning Solutions Private Limited	1. Stanpacks (India) Limited. 2. Activepoint Business Consultants Private Limited

Chairman / Member of the Committee of the Board of Directors of the Company	1. Audit Committee- Member 2. Stakeholders' Relationship Committee – Member 3. Share Transfer Committee - Member	1. Share Transfer Committee – Chairman. 2. Stakeholders' Relationship Committee – Chairman.
Chairman / Member of the Committee of Directors of other Public Limited Companies in which he / she is a Director	Stanpacks (India) Limited 1. Audit Committee- Member 2. Nomination and Remuneration committee – Member 3. Stakeholders' Relationship Committee – Chairman 4. Share Transfer Committee - Chairman	Stanpacks (India) Limited 1. Stakeholders' Relationship Committee – Member 2. Share Transfer Committee – Member

DIRECTORS' REPORT

To the Members,

Your Directors present their 32nd Annual Report together with the Audited Statement of Accounts of the Company for the financial year ended 31st March 2022.

FINANCIAL RESULTS:

(Rs in Lakhs)

PARTICULARS	2021-22	2020-21
SALES AND OTHER INCOME	13113.80	8483.36
PROFIT BEFORE INTEREST, DEPRECIATION, TAXES & EXCEPTIONAL ITEMS	983.92	551.52
INTEREST	239.62	263.97
DEPRECIATION	225.81	232.66
EXCEPTIONAL ITEMS	391.00	-
PROFIT/ (LOSS) BEFORE TAX	127.49	54.89
TAX EXPENSES	21.46	23.37
PROFIT/ (LOSS) AFTER TAX	106.09	31.47
PROFIT AVAILABLE FOR APPROPRIATION	106.09	31.47

OPERATIONS AND FINANCIAL PERFORMANCE:

The revenue of the Company for the FY 2021-22 is Rs. 13113.80 lakhs increasing by 54.58 % over the previous year revenue of Rs. 8483.36 lakhs on account of reduced finance cost and improved sales due to return of normalcy of business. The PBT for the FY 2021-22 is Rs. 127.49 lakhs against Rs. 54.89 lakhs for FY 2020-21. The PAT of the Company for FY 2021-22 is Rs. 106.09 lakhs, up by 237% over the previous year PAT of Rs. 31.47 lakhs in FY 2020-21. The detail overview of the Company performance in the financial year 2021-22 is given in Annexure-I to the Directors Report - Management Discussion and Analysis Report.

The trading division of the Company which is into polymer raw material sales has recorded higher sales during the FY 2021-22 compared to the previous year in spite of the stiff competition in pricing from new players in the market and prevailing uncertain market post lifting of Lockdown. The revenue from the trading division of company in FY 2021-22 is Rs.295.75 lakhs higher by 6.98 % against the previous year commission of Rs. 276.46 lakhs in FY 2020-21.

DIRECTORS & KEY MANAGERIAL PERSONNEL:

In accordance with section 152 of the Companies Act, 2013 Sri GPN Gupta (DIN: 00086174) will retire by rotation at this ensuing Annual General Meeting. He being eligible, offers himself for re-appointment. The subject forms part of the ordinary business in the Notice of the 32nd Annual General Meeting.

Shri. G.S. Rajasekar (DIN: 00086002) Non-excutive director was appointed as an Additional Director on board meeting held on 14th August, 2021 after according recommendation from Nomination and remuneration committee. The term of his office is only upto the ensuing Annual General Meeting. The company has received his candidature for appointment as director in the ensuing 32nd Annual General Meeting and complying with other requirements under section 160 of the Companies, Act 2013.

DIVIDEND:

The Board of Directors wish to conserve resources for future expansion and growth of the Company. Hence, your Directors have decided not to declare any dividend for the financial year ended 31st March, 2022.

UNPAID / UNCLAIMED DIVIDEND:

In compliance with the provisions of Section 124 of the Companies Act, 2013 and rules made thereunder the Company had transferred all the unclaimed dividends to Investor Education and Protection Fund and there is no unclaimed dividends lying in the Company's Unpaid Dividend Account.

TRANSFER TO RESERVES IN TERMS OF SECTION 134 (3) (J) OF THE COMPANIES ACT, 2013:

For the financial year ended 31st March 2022, the Company has proposed to carry an amount of Rs.5.82 Lakhs to General Reserve Account.

COMMISSION RECEIVED BY DIRECTOR FROM HOLDING OR SUBSIDIARY COMPANY:

The Company neither has any holding nor has any subsidiary company, therefore, disclosure under Section 197 (14) of the Companies Act, 2013 not applicable.

MATERIAL CHANGES AND COMMITMENTS

There have been no material changes and commitments affecting the financial position of the Company occurred between the end of the financial year to which this financial statements relate and the date of this report.

ANNUAL EVALUATION OF BOARD'S PERFORMANCE:

Pursuant to the provisions of the Companies Act, 2013 and SEBI Guidance note on Board evaluation issued by SEBI vide its circular dated January 5, 2017, the annual performance evaluation of its Board, the directors individually and Committees of the board viz., Audit and Nomination and Remuneration Committee has been carried out.

The board and the committee were evaluated on various criteria as stated below:

1. Composition of the Board and Committee.
2. Understanding of the Company and its business by the Board.
3. Availability of information to the board and committee.
4. Effective Conduct of Board and Committee Meetings.
6. Monitoring by the Board management effectiveness in implementing strategies, managing risks and achieving the goals.

The Board also carried out the evaluation of directors and chairman based on following criteria:

1. Attendance at the meetings.
2. Understanding and knowledge of the entity.
3. Maintaining Confidentiality of board discussion.
4. Contribution to the board by active participation.
5. Maintaining independent judgment in the decisions of the Board

NUMBER OF MEETINGS OF BOARD AND AUDIT COMMITTEE:

The Board meets at regular intervals to discuss and decide on business strategies / policies and review the financial performances of the Company. The Board Meetings are pre-scheduled and a tentative annual calendar of the Board is circulated to the Directors well in advance to facilitate the Directors to plan their schedules. The details of number of board meetings and other committee meetings held during the Financial Year 2021-22 are as follows:

1. No. of Board Meetings: 6

21st April,2021	25th June, 2021
14th August, 2021	21st August, 2021
13th November, 2021	08th February, 2022

The interval between two Board Meetings was well within the maximum period mentioned under section 173 of the Companies Act, 2013, and SEBI Listing (Disclosures and Obligations Requirements) Regulations, 2015.

2. No. of Audit Committee Meetings: 4

25th June, 2021	14th August 2021
13th November 2021	08th February, 2022

3. No. of Nomination & Remuneration Committee Meetings: 2

4. Stakeholder Relationship Committee:

   As required under Section 178(5) of the Companies Act, 2013, the Company has constituted Stakeholders' Relationship Committee. The committee includes Shri. G.S. Rajasekar as Chairperson and Shri. G.P.N. Gupta as members. The Committee considers and resolves the grievances of security holders of the company.

5. Share Transfer Committee: 3

   The Committee overseas share transfers, share transmission, issue of duplicate share certificates etc. The committee includes Shri. G.S. Rajasekar as Chairperson and Shri. G.P.N. Gupta as member.

DECLARATION OF INDEPENDENCE:

All independent Directors have given declarations that they meet the criteria of independence as laid down under Section 149 of the Companies Act, 2013 which has been relied on by the Company and placed at the Board Meeting of the Company.

NOMINATION AND REMUNERATION POLICY:

Pursuant to Section 178(3) of the Companies Act, 2013, the Board of Directors has framed a policy which lays down a framework in relation to remuneration of Directors, Key Managerial Personnel and Senior Management of the company. The policy also lays down the criteria for selection and appointment of Board Members. The Remuneration Policy is available on the website of the company. The salient features of the policy are given below:

Nomination & remuneration Policy:

In accordance with the Nomination and Remuneration Policy, the Nomination and Remuneration Committee has, inter alia, the following responsibilities:

1. The Committee shall formulate the criteria for determining qualifications, positive attributes and independence of a director.
2. The Committee shall identify persons who are qualified to become Director and persons who may be appointed in Key Managerial and Senior Management positions in accordance with the criteria laid down in this policy.
3. Recommend to the Board, appointment and removal of Director, KMP and Senior Management Personnel.
4. The Board shall carry out evaluation of performance of every Director, Managerial Person, KMP and Senior Management Personnel at regular interval (yearly).

5. The remuneration/ compensation/ commission etc. to the Managerial Person, KMP and Senior Management Personnel will be determined by the Committee and recommended to the Board for approval. The remuneration/ compensation/ commission etc. shall be subject to the prior/ post approval of the shareholders of the Company and Central Government, wherever required.
6. Increments to the existing remuneration/ compensation structure may be recommended by the Committee to the Board which should be within the slabs approved by the Shareholders in the case of Managerial Personnel.
7. Where any insurance is taken by the Company on behalf of its Managerial Personnel, Chief Executive Officer, Chief Financial Officer, the Company Secretary and any other employees for indemnifying them against any liability, the premium paid on such insurance shall not be treated as part of the remuneration payable to any such personnel. Provided that if such person is proved to be guilty, the premium paid on such insurance shall be treated as part of the remuneration.
8. The Non- Executive/ Independent Director may receive remuneration by way of fees for attending meetings of Board or Committee thereof provided that the amount of such fees shall not exceed Rs. One lakh per meeting of the Board or Committee or such amount as may be prescribed by the Central Government from time to time.
9. Commission to Non-Executive/ Independent Directors may be paid within the monetary limit approved by shareholders, subject to the limit not exceeding 1% of the net profits of the Company computed as per the applicable provisions of the Companies Act, 2013.

RISK MANAGEMENT:

The Company has in place a Risk Management Policy duly approved by the board which is periodically reviewed by the management. The main objective of the company’s risk management policy is to ensure the effective identification and reporting of risk exposures, involvement of all departments and employees in risk management, to ensure continuous growth of business and protect all the stakeholders of the Company.

The Audit Committee and Board of Directors consider the risk exposure before approving a strategic decisions taken by the Company. Further the Company has strong internal control system in place to identify the risks at any stage of the business. This internal control system is further reviewed by the internal auditors of the Company and a report is submitted to the Audit Committee. The Committee based on the report of internal auditors advises on the necessary action to be taken in case of any deviation from required standards.

AUDITORS:

M/s. J.V. Ramanujam & Co (Firm Registration No. 002947S) are the Statutory Auditors of the Company who were appointed at the 27th Annual General Meeting held on 8th September, 2017 to hold office until the conclusion of 32nd Annual General Meeting.

Consequently, M/s. J.V. Ramanujam & Co, chartered accountants, complete their first term of five consecutive years as the statutory auditors of the company at the conclusion of 32nd AGM of the company. Pursuant to section 139(2) of the Act, the company can appoint an auditors firm for a second term for consecutive period of five years.

M/s. J.V. Ramanujam & Co, have consented to the said reappointment, and confirmed that their reappointment, if made, would be within the limits specified under Section 141(3) (g) of the Act. They have further confirmed that they are not disqualified to be reappointed as statutory auditor in terms of the provisions of the Act, and the provisions of the Companies (Audit and Auditors) Rules, 2014, as amended from time to time.

The audit committee and the board of directors recommend the reappointment of M/s. J.V. Ramanujam & Co, chartered accountants, as statutory auditors of the company from the conclusion of the 32nd AGM till the conclusion of 37th AGM, to the members.

The statutory auditor's report does not contain any qualifications, reservations, or adverse remarks or disclaimer.

COST AUDIT:

Pursuant to notification of Companies (Cost Records and Audit) Rules, 2014 read with Companies (Cost Records and Audit) amendment rules, 2014, the Company's product does not fall under the purview of Cost Audit.

MANAGEMENT DISCUSSION ANALYSIS REPORT:

The report has been presented separately detailing the overall status of economy, industry and business of the Company in Annexure [I].

SECRETARIAL AUDITORS:

Pursuant to the provisions of Section 204 of the Companies Act, 2013 and rules made thereunder, the Company has appointed M/s Lakshmmi Subramanian & Associates, Practising Company Secretaries to undertake the Secretarial Audit of the Company. The Secretarial Audit Report for the year 2021-22 is included as "Annexure [III]" and forms an integral part of this Report.

EXTRACT OF ANNUAL RETURN:

The Annual Return in accordance with Section 92(3) of the Companies Act, 2013 read with the Companies (Management and Administration) Rules, 2014, is available on company's website and can be accessed at www.jumbobaglimited.com.

RELATED PARTY TRANSACTIONS:

During the financial year 2021-22, your Company has entered into transactions with related parties as defined under Section 2(76) of the Companies Act, 2013 read with Companies (Specification of Definitions Details) Rules, 2014, which were in the ordinary course of business and on arms' length basis and in accordance with the provisions of the Companies Act, 2013, Rules issued thereunder. There are no materially significant related party transactions made by the Company with Promoters, Directors, Key Managerial Personnel or other designated persons which may have a potential conflict with the interest of the Company at large. Thus, disclosure in Form AOC-2 is not required.

The details of the related party transactions as required under Indian Accounting Standard – 24 are set out in Note to the standalone financial statements forming part of this Annual Report.

LOANS, GUARANTEES OR INVESTMENTS:

Details of Loans, Guarantees and Investments covered under the provisions of Section 186 of the Companies Act, 2013 are given in the notes to financial statement.

VIGIL MECHANISM:

Your Company has in place Whistle Blower Policy approved by Board of Directors in compliance with provisions of Section 177 (10) of the Companies Act, 2013. The policy provides a mechanism to the Directors and Employees to voice their concerns regarding irregularities in the Company in an effective manner. The mechanism provides for adequate safeguards against victimization of Directors and employees to avail the mechanism and also provides for direct access to the Chairman of the Audit Committee in exceptional cases. The policy as amended from time to time can be accessed from the website of the Company at www.jumbobaglimited.com.

AUDIT COMMITTEE RECOMMENDATION:

During the year all the recommendations of the Audit Committee were accepted by the Board. Pursuant to Section 177(8) of the Companies Act, 2013, the Composition of Audit Committee is given as under:

- Smt. Renuka Mohan Rao – Chairman
- Smt. Subhashini Subramanian – Member
- Sri G P N Gupta – Member

Secretary of the Company shall be the Secretary of the Committee.

DEPOSITS

The Company has not accepted any deposits from the public during the period 2021-22 within the meaning of Sections 73 and 74 of the Companies Act, 2013 read together with the Companies (Acceptance of Deposits) Rules, 2014.

INTERNAL COMPLAINTS COMMITTEE:

The Company has in place an Anti Sexual Harassment Policy in line with the requirements of the Sexual Harassment of Women at Workplace (Prevention, Prohibition and Redressal) Act, 2013. The Internal Complaints Committee ("ICC") has been set up to redress the complaints received regarding sexual harassment. All employees are covered under this policy. No Complaints were received during the year under review.

CORPORATE GOVERNANCE:

As prescribed under the provisions of Regulation 15(2) of SEBI (Listing Obligations and Disclosures Requirements) Regulations 2015, your Company does not fall under the purview of complying with the provisions of Corporate Governance. During the year your Company has informed the non-applicability provision to the Bombay Stock Exchange.

Since, the provision of Corporate Governance is not applicable for the entire Financial Year 2021-22, a separate report of Corporate Governance is not disclosed in the Annual Report 2021-22.

LISTING FEES:

The Company confirms that it has paid the annual listing fees for the year 2022-23 to the Bombay Stock Exchange.

CLOSURE OF REGISTER OF MEMBERS AND SHARE TRANSFER BOOKS:

The Register of Members and Share Transfer books of the company will be closed with effect from 21st June, 2022 to 27th June, 2022 (both days inclusive).

DIRECTORS' RESPONSIBILITY STATEMENT:

Pursuant to Section 134(3)(C) of the Companies Act, 2013, the Directors confirm that:

1. In the preparation of the annual accounts for the financial year ended 31st March, 2022, the applicable accounting standards and Schedule III of the Companies Act, 2013, have been followed and there are no material departures from the same;
2. The Directors have selected such accounting policies and applied them consistently and made judgments and estimates that are reasonable and prudent so as to give a true and fair view of the state of affairs of your Company as at 31st March, 2022 and of the statement of profit and loss of the Company for the financial year ended 31st March, 2022;
3. Proper and sufficient care has been taken for the maintenance of adequate accounting records in accordance with the provisions of the Companies Act, 2013 for safeguarding the assets of the Company and for preventing and detecting fraud and other irregularities;
4. The annual accounts have been prepared on a 'going concern' basis;
5. Proper internal financial controls laid down by the Directors were followed by the Company and that such internal financial controls are adequate and were operating effectively; and

6. Proper systems to ensure compliance with the provisions of all applicable laws were in place and that such systems were adequate and operating effectively.

PERSONNEL:

None of the employees of the Company drew remuneration which in the aggregate exceeded the limits fixed under Section 134(3)(q) read with Rule 5 of the Companies (Appointment and Remuneration of Managerial Personnel) Rules, 2014

REMUNERATION RATIO OF THE DIRECTORS / KEY MANAGERIAL PERSONNEL (KMP) / EMPLOYEES:

The information required pursuant to Section 197 read with Rule 5 of The Companies (Appointment and Remuneration of Managerial Personnel) Rules, 2014 in respect of employees of the Company and Directors is furnished hereunder:

The ratio of the remuneration of each Director to the median remuneration of the employees of the Company for the financial year and percentage increase in remuneration of each Director and KMP

(Rs. In lakhs)

S. No	Name	Designation	Remuneration for FY 2021-22	Remuneration for FY 2020-21	Increase in remuneration from previous year	Ratio / times per median of employee remuneration
1	G.S. Anilkumar	Managing Director	23.91	13.77	73.67%	9.3
2	G.P.N. Gupta	Whole-time Director Cum CFO	12.00	9.00	33.33%	4.6
3	Kashiraman Balakrishnan	Company Secretary	4.42	0.039	-	-
4	Renuka Mohan Rao	Independent Director	-	-	-	-
5	S. Subhashini	Independent Director	-	-	-	-
6	Rajendra Kumar P	Independent Director	-	-	-	-
7	G.S. Rajasekar	Additional Director	-	-	-	-

Note:

1. The percentage increase in the median remuneration of employees in the financial year is 24.86 %
2. The number of permanent employees on the rolls of company as on 31st March 2022 is 241.
3. The average increase in salaries of employees other than managerial personnel in 2021-22 was 30.76 % and that of managerial personnel is 161.17%.

   (Percentage increase in Salary of Managerial personnel is comparatively high due to payment of salaries to both MD and WTD for the entire current period unlike last financial year were both MD and WTD relinquished their 3 months' salary due to impact of Covid-19. Further Comparison of salary of Company Secretary Appointment During the last month of previous financial year has led to increased percentage)
4. The remuneration payable to the KMP / Whole time directors are in accordance with the Industry and Geographical standards and as per the Remuneration policy of the Company.

5. No remuneration is paid to the Independent Directors of the Company other than the sitting fees of Rs.10,000/- which was changed to Rs. 15,000/- w.e.f from 14.08.2021 for attending Board / Committee Meetings. The details of sitting fees paid to the Directors are set out in Extract of Annual Return which is uploaded in the website of the Company at www.jumbobaglimited.com

CONSERVATION OF ENERGY AND TECHNOLOGY OBSORPTION:

The information on conservation of energy, technology absorption as stipulated under Section 134 of the Companies Act, 2013 read with the Companies (Accounts) Rules, 2014, is set out herewith as "Annexure [II]" to this Report.

SIGNIFICANT/MATERIAL ORDERS PASSED BY THE REGULATORS:

During the year, the Company has not received any significant and material orders passed by the Regulators or courts or tribunals which would affect the going concern status of the Company and its future operations.

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

During the year under review there was no instance of one-time settlement with any Bank or Financial Institution.

DETAILS OF APPLICATION MADE OR ANY PROCEEDING PENDING UNDER THE INSOLVENCY AND BANKRUPTCY CODE, 2016 (31 OF 2016) DURING THE YEAR ALONGWITH THEIR STATUS AS AT THE END OF THE FINANCIAL YEAR:

There is no proceeding pending under the Insolvency and Bankruptcy Code, 2016.

REPORTING OF FRAUDS BY AUDITORS:

There is no fraud reported in the Company during the F.Y. ended 31st March, 2022. This is also being supported by the report of the auditors of the Company as no fraud has been reported in their audit report for the F.Y. ended 31st March, 2022.

INTERNAL FINANCIAL CONTROLS:

The Company has put in place an internal financial control based on the processes involved in the manufacturing and trading divisions of the Company. There is involvement from both management and functional/business process owner with periodic meetings to discuss issues, weaknesses, and progress of the company's internal financial control program.

The internal audit conducted for every quarter further scrutinizes the functioning of various areas of operations and gives its observation to the Audit Committee. Required action is taken based on the decision of the Audit Committee on the observations by the internal auditor.

Various processes like procurements, maintenance, production, marketing, Accounting etc.. are reviewed periodically both internally and by the internal auditors in a way which is commensurate with size & complexity of operations of the Company.

The above process helps the company in taking precautionary measures, making the existing process more efficient, bringing accuracy in accounting which enables orderly conduct of the business.

PARTICULARS OF EMPLOYEES

There are no employees falling within the provisions of section 197 of the Companies Act, 2013 read with Rule 5(2) and 5(3) of The Companies (Appointment and Remuneration of Managerial Personnel) Rules, 2014.

SECRETARIAL STANDARDS OF ICSI

The Company is in compliance with the Secretarial Standards on Meetings of the Board of Directors (SS - 1) and General Meetings (SS - 2) issued by The Institute of Company Secretaries of India and approved by the Central Government.

INDUSTRIAL RELATIONS:

Human Resource is an important asset for the Company and there is cordial relationship exist between the management and the employees across all the plants of the Company.

During the year your Company conducted various activities for the benefit of employees. Women Wellness and Awareness Program and Women Day celebration and Many health medical camps and checkups was organized for the employees in the factory. Many women employees participated in the women awareness program. We given opportunity and conducted placement stall in T.J.S Engineering College to recruit the candidates for our various positions with the help of Job Fair

SOCIAL RESPONSIBILITY:

Your Company believes in importance of education in the growth of individuals and the economy as whole. With an intention to support the education of under privileged children your company runs a school in the name of Gorantla Ramalingaiah Vivekananda Vidyalaya providing education to over 1100 students at concessional fees. Many children's have benefited from this initiative of the Company and we have provided donations on Flag day for Armed Forces to our local government bodies. We contributed for NSS camp students to give awareness for cleaning, hygienic and health for rural area. We contributed food arrangements for Polio drop camp in panjetty primary health centre and we have provided tables and chairs for our local village panchyath office.

Our company has sponsored various social activities in this Covid -19 lockdown periods and awareness program. Further providing Rice to local villagers and Covid precautionary items such as Face mask, hand gloves and sanitizer to government offices and village peoples and local government bodies.

Our company has arranged Covid – 19 vaccination camps for both doses for all our employees and our local area peoples.

CAUTIONARY STATEMENT

Shareholders and Readers are cautioned that in the case of data and information external to the Company, no representation is made on its accuracy or comprehensiveness though the same are based on sources believed to be reliable. Utmost care has been taken to ensure that the opinions expressed by the management herein contain its perceptions on the material impacts on the Company's operations, but it is not exhaustive as they contain forward-looking statements which are extremely dynamic and increasingly fraught with risk and uncertainties. Actual results, performances, achievements or sequence of events may be materially different from the views expressed herein.

ACKNOWLEDGEMENT:

Your Directors place on record their appreciation for the continued co-operation, support and assistance extended to the Company by Government of India, Government of Tamil Nadu, Bankers and the Shareholders.

Your Directors also place on record their appreciation for the continued and dedicated performance and commitment by Officers and Staff of the Company.

For and on behalf of the Board

Place: Chennai
Date: 26.04.2022

Smt. RENUKA MOHAN RAO
Chairman
DIN: 07542045

ANNEXURE - I

MANAGEMENT DISCUSSION AND ANALYSIS REPORT

World Economic Conditions

With Rising Caseloads, A Disrupted Recovery, and Higher Inflation the global economy enters 2022 in a weaker position than previously expected. As at the beginning of 2022, due to new Omicron COVID-19 variant spread, countries have reimposed mobility restrictions. Rising energy prices and supply disruptions have resulted in higher and more broad-based inflation than anticipated, notably in United States and many emerging market and developing economies. The ongoing retrenchment of China's real estate sector and slower-than-expected recovery of private consumption also have limited growth prospects.

Global growth is expected to moderate from 5.9 in 2021 to 4.4 percent in 2022—half a percentage point lower for 2022 than in the October World Economic Outlook (WEO), largely reflecting forecast markdowns in the two largest economies. A revised assumption removing the Build Back Better fiscal policy package from the baseline, earlier withdrawal of monetary accommodation, and continued supply shortages produced a downward 1.2 percentage-points revision for the United States. In China, pandemic-induced disruptions related to the zero-tolerance COVID-19 policy and protracted financial stress among property developers have induced a 0.8 percentage-point downgrade. Global growth is expected to slow to 3.8 percent in 2023. Although this is 0.2 percentage point higher than in the previous forecast, the upgrade largely reflects a mechanical pickup after current drags on growth dissipate in the second half of 2022. The forecast is conditional on adverse health outcomes declining to low levels in most countries by end-2022, assuming vaccination rates improve worldwide and therapies become more effective.

Elevated inflation is expected to persist for longer than envisioned in the October WEO, with ongoing supply chain disruptions and high energy prices continuing in 2022. Assuming inflation expectations stay well anchored, inflation should gradually decrease as supply-demand imbalances wane in 2022 and monetary policy in major economies responds.

Risks to the global baseline are tilted to the downside. The emergence of new COVID-19 variants could prolong the pandemic and induce renewed economic disruptions. Moreover, supply chain disruptions, energy price volatility, and localized wage pressures mean uncertainty around inflation and policy paths is high. As advanced economies lift policy rates, risks to financial stability and emerging market and developing economies' capital flows, currencies, and fiscal positions—especially with debt levels having increased significantly in the past two years—may emerge. Other global risks may crystallize as geopolitical tensions remain high, and the ongoing climate emergency means that the probability of major natural disasters remains elevated.

With the pandemic continuing to maintain its grip, the emphasis on an effective global health strategy is more salient than ever. Worldwide access to vaccines, tests, and treatments is essential to reduce the risk of further dangerous COVID-19 variants. This requires increased production of supplies, as well as better in-country delivery systems and fairer international distribution. Monetary policy in many countries will need to continue on a tightening path to curb inflation pressures, while fiscal policy—operating with more limited space than earlier in the pandemic—will need to prioritize health and social spending while focusing support on the worst affected. In this context, international cooperation will be essential to preserve access to liquidity and expedite orderly debt restructurings where needed. Investing in climate policies remains imperative to reduce the risk of catastrophic climate change.

Uncertainties and risks

The balance of risks remains tilted to the downside, with the outlook for the global economy depending critically on following key factors:

a. *Impact of pandemic in 2022-23:*

   Despite rapid and effective rollouts of vaccination programs in most advanced economies, vaccination programs in many emerging market and developing economies are too slow. This sluggish progress *has been a contributing factor weighing on the recovery in undervaccinated countries. The most pressing health risk is the impact of the Omicron variant. Even if symptoms are less severe, increased transmissibility could still add to labor shortages and put extra pressure on hospitals, prompting tighter and longer-lasting mobility restrictions beyond the first quarter (as assumed in the baseline forecast). Global growth could fall below the baseline if these risks materialize.*

Moreover, the global growth forecast assumes that adverse health outcomes—severe illness, hospitalizations, deaths—are brought to low levels in most countries by the end of 2022. But low current vaccination rates in many countries risk further new variants. The longer and more widely the COVID-19 virus circulates, the greater the likelihood of new mutations that evade vaccines, turn back the clock on the pandemic, and fuel social discontent if recurrent mobility restrictions are needed to slow transmission.

b. *Impact of United States monetary policy on global financial conditions- With inflation on the rise and still large pent-up demand in the system in part due to the pandemic recovery program, US monetary policy will have to tighten. But how far and fast is not yet clear. The WEO forecast is conditioned on an end to asset purchases in March 2022 and three rate increases in both 2022 and 2023—consistent with what will be needed to bring inflation back down to the 2 percent medium-term goal. But there are upside risks. Inflation could turn out higher than expected (if, for instance, supply disruptions persist and wage pressures feed into inflation). A different policy stance will be required if circumstances change. Communicating such changes will be a delicate task and risks prompting strong market reactions that could, in turn, result in tighter financial market conditions. Markets' reactions to (actual or perceived) changes in Federal Reserve policies will govern how less-accommodative policy in the United States spills over to other countries, particularly emerging markets and frontier economies. Any miscommunication or misunderstanding of such changes may provoke a flight to safety, raising spreads for riskier borrowers. This may put undue pressure on emerging market currencies, firms, and fiscal positions.*

c. *Ease of supply chain disruptions:*

The shift toward goods consumption, particularly in advanced economies, overloaded global supply chain networks during the pandemic. This problem was compounded by pandemic-related impediments to transportation and staffing, as well as by the inherently fragile nature of just-in-time logistics and lean inventories. The resulting disruption to global trade led to shortages and higher prices for imported consumer goods. Disruptions in the United States have been particularly severe, consistent with the larger switch into goods consumption. IMF staff analysis suggests that supply disruptions shaved 0.5–1.0 percentage point off global GDP growth in 2021 while adding 1.0 percentage point to core inflation. Although international shipping fleets have limited spare capacity, the bottlenecks are often on land, with trucking and other services unable to move freight off the docks faster than new ships can bring it in. These supply chain disruptions will eventually ease, not least because the composition of demand is likely to shift back to services (households can buy only so many durable goods). The baseline assumes supply-demand imbalances will wane over the course of 2022. But the longer they persist, the more likely they are to feed through to expectations of higher future prices and the larger the risk to the world economy. Dysfunctional global supply chains also leave economies less able to adapt to a possible resurgence of the pandemic, as clogged ports impede the flow of goods needed to adapt to changing public health conditions. The impact of the Omicron variant may further limit the efficiency of ports, add to shipping problems, and delay the rebalancing of consumer demand from goods to services—thus exacerbating supply-demand imbalances.

d. *Will tight labor markets drive up wages and cause persistently higher inflation?*

In the baseline forecast, inflation is expected to subside in the coming year and expectations to remain well anchored. Yet there is a risk that persistently elevated living costs and tighter labor markets will compel workers to ask for (and firms to accede to) higher wages. The resulting higher labor costs would in turn push up prices further, perpetuating an inflationary cycle that would require aggressive *policy action to combat. These risks appear particularly salient in the United States, where labor market slack seems to have dissipated and labor costs have risen. Inflation in the United States also appears more broad-based—including shelter-related components—and supply disruptions are likely to last longer than in Europe or Asia (see more discussion below). In addition, workers who dropped out of in-person service professions (for example, leisure and hospitality), during the pandemic may be unwilling to return, leading to potential labor shortages in those industries. As such, wages in these professions will be an important bellwether for medium-term inflation as pre-pandemic activities resume and demand rebalances back toward service consumption.*

e. *China's real estate slowdown:*

A broader slowdown in China will affect global prospects, principally via spillovers to commodity exporters and emerging markets. The baseline assumes a significant moderation in real estate investment growth in 2022, reflecting continued tight policies to rein in risks related to leveraged property developers. If the real estate slowdown intensifies further and balance sheet stresses spread beyond property developers, exposed banks and other financial intermediaries may be forced to shrink credit to the broader economy. Such an outcome would hold back investment and consumption, dragging overall growth lower with adverse implications for commodity exporters and other emerging markets.

f. *Other factors:*

Geopolitical tensions, including in eastern Europe and east Asia, imperil energy supply, international trade, and policy cooperation. Social unrest, which had declined earlier in the pandemic, is once again on the rise in some countries—related in part to elevated food and energy prices. Moreover, many of the tariff increases introduced during 2018–19 are still in place, and cross-border technology frictions remain salient. All of these elements threaten additional roadblocks in the path to recovery.

Indian Economic Conditions

After growing at very high rates for years, India's economy had already begun to slow down before the onset of the COVID-19 pandemic. Between FY17 and FY20, growth decelerated from 8.3 percent to 4.0 percent, with weaknesses in the financial sector compounded by a decline in the growth of private consumption. In FY21, the economy contracted by 7.3 percent.

In response to the COVID-19 shock, the government and the Reserve Bank of India took several monetary and fiscal policy measures to support vulnerable firms and households, expand service delivery (with increased spending on health and social protection) and cushion the impact of the crisis on the economy. Thanks in part to these proactive measures, the economy is expected to rebound - with a strong base effect materializing in FY22 - and growth is expected to stabilize at around 7 percent thereafter.

As per the latest round of FICCI's Economic Outlook Survey puts forth an annual median GDP growth forecast for 2022-23 at 7.4 per cent - with a minimum and maximum growth estimate of 6.0 per cent and 7.8 per cent, respectively. However, it may be noted that downside risks to growth remain escalated. While the threat from the pandemic remains on fore, the continuation of Russia -Ukraine conflict is posing a significant challenge to global recovery. The impact on global economy is still not assessable and the survey showed, "the overall situation remains volatile, and outlook is uncertain with risks amplified to the downside. According to indicative estimates provided by the participants, global growth could slow down by 50-75 basis points – further moderating the prospects of post Covid recovery" with global supply chains remain in chaos, especially of commodities, with crude prices surging to multi-decade highs near $140 per barrel. Further with the ongoing conflict between Russia and Ukraine, rising commodity prices key commodities are the biggest risk. Prolonging this conflict will further hit supplies of major raw materials, including crude oil, natural gas, food, fertilisers, and metals.

As per the latest RBI's estimates, Consumer price inflation (CPI) is seen averaging to 6.3 percent in Q1 or first quarter (April-June 2022), 5.8 percent in Q2 or second quarter (July-September 2022), 5.4 percent in Q3 or third quarter (October-December 2022), and 5.1 percent in the fourth quarter or Q4 (January-March 2023) of the current fiscal. After nearly three years, inflation is emerging as a bigger challenge than growth for the rate-setting panel. The annual inflation rate accelerated for a fifth straight month to 6.07% in February, the highest since June 2021. It was the second successive month that inflation had broken above the 6% upper end of the central bank's comfort zone.

Packaging and FIBC Industrial Trend

The global industrial packaging market size is projected to grow from USD 58.8 billion in 2020 to USD 72.6 billion by 2025, at a CAGR of 4.3% from 2020 to 2025. India's FIBC industry has grown 38 % in the last 10 years. India's FIBC exports over the year has also shown steady growth in the past decade and despite the disruption in supply chain management worldwide due to COVID-19 in last fiscal year the overall exports from FIBC sector from India was 708.48 USD million. The industrial packaging market is expected to witness significant growth in the future due to its increased demand in end-use industries, such as food, beverage and pharmaceutical. Growth in modern retailing, high consumer income, and acceleration in industrial activities, especially in the emerging economies, are likely to support the growth of the industrial packaging market during the forecast period.

The Packaging Industry in India is expected to register a CAGR of approximately 26.7% during the period (2022-2027).

Rapid industrialization across the globe is one of the key factors driving the growth of the market. Chemical, agriculture products, Construction and manufacturers are increasingly using FIBCs to handle their goods. These bags are also used to store and transport construction materials, such as carbon black, steel, alloys, minerals, cement and sand. Furthermore, increasing environmental consciousness among the masses and the rising demand for lightweight, biodegradable and bulk packaging material for pharmaceutical products is also stimulating the market growth. Pharma-grade FIBC bags are used for storing various medical products and preventing contamination. In line with this, product innovations, such as the development of FIBC variants as hygiene packaging solutions, is acting as another growth-inducing factor. Food-grade FIBC bags are manufactured using virgin polypropylene resins that aid in preventing spoilage of perishable goods and are suited for storing packaged products in bulk quantities.

Strengths and Opportunities:

The demand for packaging is growing due to the rising population, increasing income levels, changing lifestyles, increased media penetration through the internet, television, and growing economy. Moreover, it is one of the strongest growing sectors in the country. According to Care Ratings, a prominent credit rating company in India, more than 49% of the paper produced in the country is used for packaging purposes.

Your Company is in the business of manufacturing Flexible Intermediate Bulk Containers (FIBC) for more than three decades with a strong supply chain network and reputed customers both in domestic and international market. The Company's vast experience in the industry provides the opportunity to serve customers in diverse sectors from different geographical regions in accordance to their requirements.

The knowledge gained from vast experience in the industry is been invested in Research and Development activities. Through these activities the Company is developing new range of bags to match the needs of the customers. This gives an edge to the Company over its competitors in the market.

The advantage of having customers in diverse sectors has helped the Company during lockdown period enforced due to Covide-19. The Company executed orders for its customers in Pharma and Food industries as they provide essential services at this time of crisis and who use FIBC bags to a larger extent in transportation.

Weakness and Threats:

Due to the ongoing geopolitical tension in Europe over Ukraine war, Cost of crude oil has increased and exchange rates have been too volatile which might have an adverse impact on the Company, Since exports to various countries will carry the risk of fluctuation in currency value which may affect the realization. Hence in order to safeguard its returns forex contracts are executed by the Company for export transactions. There is always a high risk that any unexpected incidents like the pandemic which we were facing last year or trade wars between countries may lead to loss in forex in extreme cases.

The Company employees many migrant laborers in its manufacturing units and with uncertainty over the Covid-19, new variants there is restlessness among the migrant labors to gone back to their home town due to spread of new Covid-19 variant and lockdown restrictions imposed again. Hence the Company might face labor shortage in its units and has to manage local laborers. Though some of them are given accommodation by the Company but still it is not adequate.

Segment Wise Performance:

Your Company is into the manufacturing of Flexible Intermediate Bulk Bags (FIBC bags) generally used for industrial purposes and also a Del – Credere Associate cum Consignment Stockist (DCA/ CS) of Indian Oil Corporation Limited (IOCL) for polymer trading for a decade now. The following table gives an overview of the financial results of the Company.

Particulars	Results 2022	Results 2021	Growth %
Sales and other income	13113.80	8483.36	54.58
Profit before interest, Depreciation, taxes & exceptional items	983.92	551.52	78.40
Profit before tax & exceptional items	518.49	54.89	844.60
Profit/ (Loss) before tax	127.49	54.89	132.26
Profit/ (Loss) after tax	106.09	31.47	237.11

The revenue of the Company for the financial year 2021-22 has gone up by 54.58% compared to the previous year ended 2020-21. The whopping growth under difficult covid times has been possible primarily because of strong customer base, reduced finance cost and decent contribution from trading division of company.

The profit before tax & exceptional items is up by 844.60% mirroring the increase in the total revenue of the Company. The increase in profit before tax 132.26% is mainly due to above mentioned reason.

In the upcoming financial year 2022-23 your company will be looking to strengthen its customer base around the globe and look to replicate its growth though main challenges like increasing Covid-19 cases/ new covid variants, slow phase of vaccination and uncertainty of lockdown restriction being enforced again in major parts of India and internationally to contain the spread of Covid-19 pandemic resulting in supply chain disruption and shortage of labour.

Your Company is working on various cost cutting measures and also reaching out to other stakeholders including its customers to deal with challenges together.

Your company is a Del – Credere Associate cum Consignment Stockist (DCA/ CS) of Indian Oil Corporation Limited for Tamil Nadu, Pondicherry and Kerala since 2009. We are able to achieve constant level of sales throughout the year

The trading division has been able to add new customers its order book. The existing customers are opening their business gradually after months of shutdown and we are expecting the sales to pick up in the coming months-based return of normalcy and material availability from IOCL.

Financial Performance

The Financial and Operational performance of the Company are on growing trend and details of the same are mentioned in the Financial Statements as well as Board report.

Internal Control System

Your Company has an efficient inbuilt system to monitor the compliance of standards at each stage of the production process. The system enables the management to quickly identify any deviations from the required standards and to take appropriate action for correction. The compliance to the standards is also reviewed by the management at the monthly meetings.

The above system is further audited by the internal auditor appointed by the Board of Directors who gives quarterly reports to the Audit Committee on the level of compliance. The deviations if any are also reported further to which the committee recommends necessary course of action.

The system helps the company to identify the risks at an early stage so that required action is taken for control.

Material developments in Human Resources / Industrial Relations front, including number of people employed.

The FIBC industry is highly labor intensive and attrition rate is also high, hence recruiting right talent, providing quality training and retaining them is the primary focus of the Company. Your Company is equipped with inbuilt infrastructure to provide continuous training to the workers for achieving efficiency in production. The implementation of Total Productive Maintenance (TPT) system is one such initiative for maintaining and improving the production, workers safety and quality systems through the machines, equipment, processes, and employees that add business value. The Administration employees are given opportunities to learn and up skill them by inviting trainers to the Company who are specialist in various fields. The employees and workers are provided competitive compensation, growth opportunities and other benefits for their association with the Company for a longer period.

The Company's total strength of employees is 956 as on 31st March, 2022.There have been no major disputes during the financial year and the Company enjoys cordial relationship with all its employees.

Risks and Concerns

The Company has in place a Risk Management Policy duly approved by the board which is periodically reviewed by the management. The main objective of the company's risk management policy is to ensure the effective identification and reporting of risk exposures, involvement of all departments and employees in risk management, to ensure continuous growth of business and protect all the stakeholders of the Company. Based on the current business environment below are the major risks and its impact identified by the Company and the measures taken for mitigation.

Risks	Impact on the Company	Mitigation Strategy
Uncertainty in the business environment caused by Covid-19.	As FIBC is an labour intense industry with surge in Covid-19 cases creating restlessness among labours especially migrant labours will affect the productive capacity of the company.	Employing local laborers wherever possible. Engaging with the migrant workers for their return. Conducting vaccination drives and encouraging employees to get vaccinated.
Exchange Risks	The Company is into export of FIBC bags to different countries. There is high risk of forex loss due to volatility in currency market caused by ongoing geopolitical tension around Ukraine war and emergence of Covid-19 variants.	Company follows a comprehensive Forex Policy for hedging against such volatility in the currency market. Forex Contracts will be executed based on the current market conditions and future outlook.
Supply Chain Disruption	There is also the risk of the supply chain disruption due to the COVID-19 pandemic and Ukraine war since there might be trade restrictions enforced. This could impact cost of transportation of goods particularly exports as per schedule and in effect the delay the revenue generation from orders.	Company has engaged multiple entities in the supply chain to ensure that there is no disruption in the network and there is always an alternative.

Key Financial Ratios

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

Key financial ratios as per the above mentioned regulation

Financial ratios	FY 2021-22	FY 2020-21
Inventory Turnover	5 Times	3.40 Times
Operating Profit Margin	7.10%	0.36%
Net Profit Margin	0.81%	0.40%
Return on Net Worth	3.35%	1.11%

The increase in above ratios is due to return of normalcy in business as compare to previous financial year.

Future Outlook:

At the beginning of 2022, the new COVID-19 variant, Omicron spread like a wild fire across the globe especially India, countries had reimposed mobility restrictions. Rising energy prices and supply disruptions have resulted in higher and more broad-based inflation than anticipated, just when things looked settled from the global variant and return of normalcy was foreseeable geopolitical tension around Ukraine war has led to increase in crude oil price taking up the manufacturing and logistics cost high.

Future developments will depend on path of the decline on any future mutation of new COVID-19 variants and end of geopolitical tension in Europe. Which is having a great impact on the demand for FIBC bags used by the customers for storage and transportation of their goods. Hence your Company is engaging with the existing customers and also reaching out to new markets to increase the revenue and growth.

Cautionary Statement:

Statements contain in this report describing the Company's objectives, expectations or predictions may be forward looking within the meaning of applicable laws and regulations. The actual results may differ materially from those expressed in this statement because of many factors like economic condition, availability of labour, price conditions, domestic and international market, etc.

For and on behalf of the Board

Place: Chennai
Date: 26.04.2022

Smt. RENUKA MOHAN RAO
Chairman
DIN: 07542045

ANNEXURE - II

INFORMATION UNDER SECTION 134(3) (m) OF THE COMPANIES ACT, 2013, READ WITH THE COMPANIES (MANAGEMENT AND ADMINISTRATION) RULES, 2014

A. CONSERVATION OF ENERGY

Company continues to put all the efforts in conserving and optimizing the use of energy. The effort has benefited in savings to the Company and in protecting the environment around its units. The followings measures are in place to optimize the energy consumption.

1. Use of energy efficient LED lights.
2. Re-use of treated water.
3. Rain water harvesting.
4. Optimization of the operations etc…

All efforts made to conserve and optimize use of energy are continuously monitored and maintained to ensure maximum energy savings.

The Total energy consumption per unit of production is as follows:-

(Rupees in lacs)

S.No	Particulars	2021-22	2020-21
A	Power and Fuel Consumption		
1	Electricity (includes from TNEB, Wind and Coal)		
	(a) Purchased		
	Unit	5666430	4228458
	Total amount	35931746	28669078
	Rate/unit	6.34	6.78
	(d) Through diesel generator		
	Unit	93193	116209
	Unit per liter of Diesel oil	2.84	2.26
	Cost/unit	30.07	25.54
	Diesel (in liters)	32794	51290

B. RESEARCH AND DEVELOPMENT (R&D)

(Rupees in lacs)

S.No	Particulars	2021-22	2020-21
A	Expenditure on R & D:		
B	Capital Expenditure		
C	Revenue	16.96	15.36
	Total		-
D	Total R&D expenditure as a percentage of total turnover	0.129	0.181

C. FOREIGN EXCHANGE EARNINGS AND OUTGO:

(Rupees in lakhs)

S.No	Particulars	2021-22	2020-21
A	**Foreign exchange outgo**		
	CIF value of Imports	1600.74	648.70
	ii) Travel	0	-
	iii) Commission for export sales	0	-
	iv) Testing Charges	0	-
	Total	1600.74	648.70
	Foreign exchange Earned		
	FOB Value of Exports	4947.91	2067.51

For and on behalf of the Board

Place: Chennai
Date: 26.04.2022

Smt. RENUKA MOHAN RAO
Chairman
DIN: 07542045

ANNEXURE - III

Secretarial Audit Report for the financial year ended 31.03.2022

[Pursuant to section 204(1) of the Companies Act, 2013 and Rule 9 of the Companies (Appointment and Remuneration of Managerial Personnel) Rules, 2014]

To,

The Members
Jumbo Bag Limited
S.K. Enclave, New No. 4 (Old No.47)
Nowroji Road, Chetpet,
Chennai - 600 031

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

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

We have also examined the following:

all the documents and records made available to us and explanation provided by Jumbo Bag Limited ("the Listed Entity"),

a. the filings/submissions made by the Listed Entity to the Stock Exchanges,

b. website of the listed entity,

c. books, papers, minute books, forms and returns filed with the Ministry of Corporate Affairs and other records maintained by Jumbo Bag Limited ("the Company") for the financial year ended on 31st March, 2022 according to the provisions as applicable to the Company during the period of audit and subject to the reporting made hereinafter and in respect of all statutory provisions listed hereunder:

   i. The Companies Act, 2013 (the Act) and the Rules made there under;

   ii. The Securities Contracts (Regulation) Act, 1956 ('SCRA') and the Rules made there under;

   iii. The Depositories Act, 1996 and the Regulations and Bye-laws framed there under;

   iv. Foreign Exchange Management Act, 1999 and the rules and regulations made there under to the extent of Foreign Direct Investment, Overseas Direct Investment, External Commercial Borrowings, and Foreign Trade (Development and Regulation) Act 1992;

   v. The following Regulations and Guidelines prescribed under the Securities and Exchange Board of India Act, 1992 ('SEBI Act'):-

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

      (b) The Securities and Exchange Board of India (Substantial Acquisition of Shares and Takeovers) Regulations, 2011;

      (c) The Securities and Exchange Board of India (Prohibition of Insider Trading Regulations, 2015;

We hereby report that

a. The Listed Entity has complied with the provisions of the above Regulations and circulars/guidelines issued thereunder.

b. The Listed Entity has maintained proper records under the provisions of the above Regulations and circulars/guidelines issued thereunder in so far as it appears from our examination of those records.

c. There were no actions taken against the listed entity/its promoters/directors/material subsidiaries either by SEBI or by Stock Exchanges (including under the Standard Operation Procedures issued by SEBI through various circulars) under the aforesaid Acts/Regulations and circulars/guidelines issued thereunder.

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

(i) The Listing Agreements entered into by the Company with the Stock Exchanges, where the Securities of the Company are listed and the uniform listing agreement with the said stock exchanges pursuant to the provisions of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015

(ii) Secretarial Standards with respect to Meetings of Board of Directors (SS-1) and General Meetings (SS-2) issued by the Institute of Company Secretaries of India.

In our opinion and as identified and informed by the Management, the following laws are specifically applicable to the Company as the company is engaged in manufacturing of bags and other allied products except the following identified by the Management:

1. Indian Boilers Act, 1923 and Rules made thereunder.
2. The Petroleum Act, 1934 and Rules and Regulations made thereunder
3. Hazardous waste (Management, Handling and Trans boundary Movement) Rules, 2008.
4. Water (Prevention and Control of Pollution) Act, 1974 and Rules made thereunder
5. Air (Prevention and Control of Pollution) Act, 1981 and Rules made thereunder
6. Environment (Protection) Act, 1986 and Rules made thereunder
7. Legal Metrology Act, 2009 and Rules made thereunder

It is reported that during the period under review, the Company has been regular in complying with the provisions of the Act, Rules, Regulations and Guidelines, except few improvements needs to be made under Sebi (LODR) Regulation 2015.

We further report that there were no actions/events in the pursuance of

1. The Securities and Exchange Board of India (Share based Employee benefits and Sweat Equity) Regulations, 2021;
2. The Securities and Exchange Board of India (Delisting of Equity Shares) Regulations, 2021
3. The Securities and Exchange Board of India (Buyback of Securities) Regulations, 2018
4. The Securities and Exchange Board of India (Issue of Capital and Disclosure Requirements) Regulations, 2018;
5. The Securities and Exchange Board of India (Issue and Listing of Debt Securities) Regulations, 2008;
6. SEBI Circular number CIR/CFD/CMD1/27/2019 dated 8th February, 2019 Regulation 24A of SEBI (LODR) 2015

requiring compliance thereof by the Company during the Financial Year under review.

We further report that, based on the information provided by the Company, its officers and authorized representatives in our opinion, adequate systems and control mechanism exist in the Company to monitor and ensure compliance with other applicable general laws including Human Resources and Labour laws.

We further report that the compliance by the Company of applicable financial laws, like direct and indirect tax laws, has not been reviewed in this Audit since the same have been subject to review by Statutory financial auditor and other designated professionals.

We further report that

The company is constituted with proper balance of Executive Directors, Non-Executive Directors and Independent Directors. There is change in the composition of the Board of Directors during the period under review, however company complied with filing of relevant returns with Statutory Authority.

Notice is given to all directors to schedule the Board Meetings, agenda and detailed notes on agenda were delivered and a system exists for seeking and obtaining further information and clarifications on the agenda items before the meeting and for meaningful participation at the meeting.

All decisions at Board Meetings and Committee Meetings are carried out unanimously as recorded in the minutes of the meetings of the Board of Directors or Committee of the Board, as the case may be.

We further report that during the audit period no events have occurred, which have a major bearing on the Company's affairs, except the following:

a. Appointment of Mr. Kashiraman Balakrishnan as the Company Secretary of the Company with effect from 21st April 2021.

b. Appointment of G S Rajasekar as the Additional Non-Executive Director effective from 14th August 2021.

c. Company has received notice from Directorate General of Foreign Trade (DGFT) on 20th October 2021 for a matter relating to 2007-08 for which Company had replied. However the case is still pending.

d. Deed of Hypothecation dated 02.12.2021 executed by Jumbo bag Limited in favour of SIDBI for securing term loan facility aggregating to a sum of Rs. 220 Lakh together with all amount payable by the Company to the lenders in the relation to the aforesaid facility.

e. Re appointment of Ms. Renuka Mohan as the Independent Director effective from 09th March 2022.

f. Mr. Gaddam Kumar Reddy reclassified from "Promoter Category" to "Public Category" vide BSE letter dated 16th March 2022.

There are no material events after the end of the financial year 31st March 2022 except the following:

a. Re appointment of Mr. G S Anil Kumar as the Managing Director effective from 01st April 2022.

b. Re appointment of Mr. G P N Gupta as the Whole Time Director effective from 01st April 2022.

c. Re appointment of Ms. Subramanian Subhashini as the Independent Director effective from 30th May 2022.

Place: Chennai
Date: 26.04.2022

For LAKSHMMI SUBRAMANIAN & ASSOCIATES
Lakshmi Subramanian
Senior Partner
FCS No. 3534
C.P.No. 1087
P.R. No. 1670/2022
UDIN:F003534D000213084

ANNEXURE – A

To,

The Members
Jumbo Bag Limited
S.K. Enclave, New No. 4 (Old No.47),
Nowroji Road, Chetpet,
Chennai - 600 031

1. Maintenance of secretarial record is the responsibility of the management of the Company. Our responsibility is to express an opinion on these secretarial records based on our audit.
2. We have followed the audit practices and processes as were appropriate to obtain reasonable assurance about the correctness of the contents of the secretarial records. The verification was done on the random test basis to ensure that correct facts are reflected in secretarial records. We believe that the processes and practices, we followed provide a reasonable basis for our opinion.
3. We have not verified the correctness and appropriateness of financial records and Books of Accounts of the Company.
4. Where ever required, we have obtained the Management representation about the compliance of laws, rules, regulations, happening of events and company has represented that Related party transaction are at Arm's Length basis and in Ordinary Course of Business.
5. The compliance of the provisions of Corporate and other applicable laws, rules, regulations, standards is the responsibility of the management. Our examination was limited to the verification of procedures on a random test basis.
6. The Secretarial Audit report is neither an assurance as to the future viability of the company nor of the efficacy or effectiveness with which the management has conducted the affairs of the Company.

Place: Chennai
Date: 26.04.2022

For LAKSHMMI SUBRAMANIAN & ASSOCIATES

Lakshmi Subramanian
Senior Partner
FCS No. 3534
C.P.No. 1087
P.R. No. 1670/2022
UDIN:F003534D000213084

INDEPENDENT AUDITORS' REPORT

To the Members of Jumbo Bag Limited

Report on the Audit of the Standalone Financial Statements

Opinion

We have audited the accompanying financial statements of **Jumbo Bag Limited,** which comprise the Balance Sheet as at March 31, 2022, and the Statement of Profit and Loss (including Other Comprehensive Income), the Statement of Changes in Equity and the Statement of Cash Flows for the year then ended and a summary of the significant accounting policies and other explanatory information.

In our opinion and to the best of our information and according to the explanations given to us, the aforesaid standalone financial statements give the information required by the Companies Act, 2013 (the "Act") in the manner so required and give a true and fair view in conformity with the Indian Accounting Standards prescribed under section 133 of the Act read with the Companies (Indian Accounting Standards) Rules, 2015, as amended, ("Ind AS") and other accounting principles generally accepted in India of the state of affairs of the company as at March 31, 2022; and its Profit, Total Comprehensive Income, the changes in Equity, and Cash Flows for the year ended on that date.

Basis for Opinion

We conducted our audit in accordance with the Standards on Auditing (SAs) specified under section 143(10) of the Companies Act, 2013. 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 Companies Act, 2013 and the Rules thereunder, and we have fulfilled our other ethical responsibilities in accordance with these requirements and the Code of Ethics. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

Key Audit Matters

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

Sl. No	Key Audit Matter	Auditors' Response
1	**Revenue Recognition – Sale of goods** Revenue from sale of goods is recognized when the control of goods is transferred to the customers. In terms of the application of the new revenue accounting standard Ind AS 115 (Revenue from Contracts with Customers), for some contracts, control is transferred either when the product is delivered to the customer's site or when the product is shipped, depending on the applicable terms. The Management has exercised judgement in applying the revenue accounting policy while recognising revenue.	We have performed the following principal audit procedures in relation to revenue recognised. • Understood the revenue recognition process, evaluated the design and implementation, and operating effectiveness of internal controls relating to revenue recognised. • Selected samples and tested the operating effectiveness of internal controls, relating to transfer of control. We carried out a combination of procedures involving enquiry, observation and inspection of evidence in respect of operation of these controls. • Tested the relevant information technology general controls, automated controls, and the related information used in recording and disclosing revenue. • In respect of the selected sample of transactions: o Tested whether the revenue is recognised upon transfer of control to customer. o We have evaluated the delivery and shipping terms of the contracts for revenue recognised during the period. o We have also tested the location stock reports from Company warehouses, where applicable, for confirmation on sales quantity made during the year. o Tested that the revenue recorded is after considering the applicable rebates and discounts. o For samples near to period end, tested the acknowledgments of customers.

Sl. No	Key Audit Matter	Auditors' Response
2	**Property, Plant and Equipment** Management judgement is utilised for determining the carrying value of property, plant and equipment, intangible assets and their respective depreciation/ amortization rates. These include the decision to capitalise or expense costs; the annual asset life review; the timelines of the capitalisation of assets and the measurement and recognition criteria for assets retired from active use. Please refer accounting policy.	We have done verification of controls in place over the fixed assets cycle, evaluated the appropriateness of capitalisation process, performed tests to verify the capitalised costs, assessed the timelines of the capitalisation of the assets and assessed the derecognition criteria for assets retired from active use. Useful life review of assets has been assessed by the management. In performing these procedures, we reviewed the judgements made by management including the nature of underlying costs capitalised; determination of realizable value of the assets retired from active use; the appropriateness of asset lives applied in the calculation of depreciation/ amortization; and the useful lives of assets prescribed in Schedule II of the Companies Act, 2013.
3	**Provisions and Contingent Liabilities** The Company is involved in certain legal and tax disputes and the assessment of the risks associated with the litigations is based on Management assumptions, which require the use of judgment and such judgment relates, primarily, to the assessment of the uncertainties connected to the prediction of the outcome of the proceedings.	Our audit procedure in response to same is included, among others, • Assessment of the process to identify legal and tax litigations, and pending administrative proceedings. • Assessment of assumptions used in the evaluation of potential legal and tax risks performed by the legal and tax department of the Company considering the legal precedence and other rulings/judgement in similar cases. • Analysis of opinion received from the tax consultant where available. • Review of the adequacy of the disclosures in the notes to the financial statements.

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

The Company's Board of Directors is responsible for the preparation of the other information. The other information comprises the information included in the Board's report, Management discussion and analysis and Report on corporate governance, but does not include the standalone financial statements and our auditor's report thereon.

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

In connection with our audit of the standalone financial statements, our responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the standalone financial statements or our knowledge obtained during the course of our audit or otherwise appears to be materially misstated.

If, based on the work we have performed, we conclude that there is no material misstatement of this other information we are required to report that fact. We have nothing to report in this regard.

Management's Responsibility for the Standalone Financial Statements

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

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

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

Auditor's Responsibilities for the Audit of the Financial Statements

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

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

- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.

- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances. Under section 143(3)(i) of the Companies Act, 2013, we are also responsible for expressing our opinion on whether the company has adequate internal financial controls system in place and the operating effectiveness of such controls.

- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by management.

- Conclude on the appropriateness of management's use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the Company's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the 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.

Materiality is the magnitude of misstatements in the standalone financial statements that, individually or in aggregate, makes it probable that the economic decisions of a reasonably knowledgeable user of the standalone financial statements may be influenced. We consider quantitative materiality and qualitative factors in (i) planning the scope of our audit work and in evaluating the results of our work; and (ii) to evaluate the effect of any identified misstatements in the standalone financial statements.

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

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

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

Report on Other Legal and Regulatory Requirements

(1) As required by the Companies (Auditor's Report) Order, 2020 ("the Order") issued by the Central Government of India in terms of sub-section (11) of section 143 of the Act, we give in the "Annexure A" a statement on the matters specified in paragraphs 3 and 4 of the Order, to the extent applicable.

(2) As required by Section 143 (3) of the Act, we report that:

(a) We have sought and obtained all the information and explanations which to the best of our knowledge and belief were necessary for the purposes of our audit.

(b) In our opinion, proper books of account as required by law have been kept by the Company so far as it appears from our examination of those;

(c) the Balance Sheet, the Statement of Profit and Loss including Other Comprehensive Income, Statement of Changes in Equity and the Statement of Cash Flow dealt with by this Report are in agreement with the books of account;

(d) In our opinion, the aforesaid standalone financial statements comply with the Indian Accounting Standards specified under Section 133 of the Act.

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

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

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

(h) With respect to the adequacy of the internal financial controls over financial reporting of the Company and the operating effectiveness of such controls, refer to our separate Report in "Annexure B". With respect to the other matters to be included in the Auditor's Report in accordance with Rule 11 of the Companies (Audit and Auditors) Rules, 2014, in our opinion and to the best of our information and according to the explanations given to us:

i. The Company has disclosed the impact of pending litigations on its financial position in its standalone financial statements.

ii. The Company has made provision, as required under the applicable law and Accounting standards, for material foreseeable losses, if any, on long-term contracts.

iii. There has been no delay in transferring amounts, required to be transferred, to the investor's education and protection fund by the Company.

for J. V. RAMANUJAM & Co.,
Chartered Accountants
FRN: 02947S

(Sri Narayana Jakhotia)
Partner
M.No.233192
UDIN: 22233192AKBCFM1153

Place: Chennai
Date: April 26, 2022

"ANNEXURE A" TO INDEPENDENT AUDITORS' REPORT

(Referred to in Paragraph 1 under the heading "Report on Other Legal and Regulatory Requirements" of our report of even date on the accounts of Jumbo Bag Limited ("the Company"), for the year ended March 31, 2022)

i) In respect of the Company's Property, Plant and Equipment and Intangible Assets:

(a) The Company has maintained proper records showing full particulars including quantitative details and situation of its Property, Plant and Equipment (PPE).

(b) According to the information and explanations given to us, physical verification of PPE is being conducted in a phased manner by the management under a programme designed to cover all the PPE over a period of three years, which, in our opinion, is reasonable having regard to the size of the Company and nature of its business. Pursuant to the program, a portion of the PPE has been physically verified by the management during the year and no material discrepancies between the books records and the physical PPE have been noticed.

(c) Based on our examination of the property tax receipts and lease agreement for land on which building is constructed, registered sale deed / transfer deed / conveyance deed provided to 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 agreements are duly executed in favour of the lessee), disclosed in the financial statements included under Property, Plant and Equipment are held in the name of the Company as at the balance sheet date.

(d) The Company has not revalued any of its Property, Plant and Equipment (including right-of-use assets) and intangible assets during the year.

(e) No proceedings have been initiated during the year or are pending against the Company as at March 31, 2022 for holding any benami property under the Benami Transactions (Prohibition) Act, 1988 (as amended in 2016) and rules made thereunder.

ii) (a) The management has conducted the physical verification of inventory at reasonable intervals during the year. We are informed that management has not discovered discrepancies of 10% or more in the aggregate for each class of inventory on verification between the physical stock and book records.

In our opinion and according to the information and explanations given to us, the procedures for physical verification of inventory followed by the management were reasonable and adequate in relation to the size of the company and the nature of its business.

(b) The company has been sanctioned working capital limits in excess of five crore rupees, in aggregate, from banks or financial institutions on the basis of security of current assets.

According to the information and explanations given to us, the quarterly returns filed with the banks are in confirmity with the books of accounts.

iii) The Company has made investments in, companies, firms, Limited Liability Partnerships, and granted unsecured loans to other parties, during the year, in respect of which:

(a) The Company has not provided any loans or advances in the nature of loans or stood guarantee, or provided security to any other entity during the year, and hence reporting under clause 3(iii)(a) of the Order is not applicable.

(b) In our opinion, the investments made and the terms and conditions of the grant of loans, during the year are, prima facie, not prejudicial to the Company's interest.

(c) In respect of loans granted by the Company, the schedule of repayment of principal and payment of interest has been stipulated and the repayments of principal amounts and receipts of interest are generally been regular as per stipulation.

(d) In respect of loans granted by the Company, there is no overdue amount remaining outstanding as at the balance sheet date.

(e) No loan granted by the Company which has fallen due during the year, has been renewed or extended or fresh loans granted to settle the overdues of existing loans given to the same parties.

(f) The Company has not granted any loans or advances in the nature of loans either repayable on demand or without specifying any terms or period of repayment during the year. Hence, reporting under clause 3(iii)(f) is not applicable.

The Company has not provided any guarantee or security or granted any advances in the nature of loans, secured or unsecured, to companies, firms, Limited Liability Partnerships or any other parties.

iv) The Company has complied with the provisions of the section 185 and 186 of the Companies Act, 2013 in respect of loans, investments, guarantees, and security.

v) The Company has not accepted any deposits from public during the year hence the directives issued by RBI and the provisions of sections 73 to 76 or any other relevant provisions of the Companies Act, 2013 and the Companies (Acceptance of Deposits) Rules 2015, are not applicable.

vi) We have broadly reviewed the books of account maintained by the Company pursuant to the rules made by the Central Government for the maintenance of cost records under Section 148(1) of the Act, related to the manufacturing activities, and are of the opinion that prima facie, the specified accounts and records have been made and maintained. We have not, however, made a detailed examination of the same

vii) (a) According to the information and explanations given to us, in our opinion, the Company is generally regular in depositing with appropriate authorities undisputed statutory dues including Provident Fund, Employees' State Insurance, Income Tax, Sales Tax, Service Tax, duty of Customs, duty of Excise, Value Added Tax, Cess and any other statutory dues as applicable to it.

(b) According to the information and explanations given to us, no undisputed amounts payable in respect of Provident Fund, Employees State Insurance, Income Tax, Sales Tax, Service Tax, duty of Customs, duty of Excise, Value Added Tax, Cess and any other statutory dues were outstanding as at March 31, 2022 for a period of more than six months from the date they became payable.

(c) According to the information and explanations given to us, the particulars of dues of Excise Duty, and Sales Tax which have not been deposited with the appropriate authorities on account of any dispute are as follows:

S. No	Name of the Statute	Nature of Dues	Demand (incl Penalty) Rs. lakhs	Amount Not provided	Forum where the dispute is pending
1	Excise Duty	Rebate Claim Original Docs Missed-Unit-2	3.55	3.55	Case closed & Order passed in our favor , but Dept has filed review petition before The Secretary, Government Of India
2	Income Tax Act	Notice u/s 148 Scrutiny /C C IV (2)/11-12 dt. 01.08.2011 for AY 2006-07	44.75	44.75	Appeal made with CIT
3	Income Tax Act	Notice u/s 143/(3) dt 14.03.14 for AY 2011-12	54.01	54.01	Appeal made with CIT
	Total		**102.31**	**102.31**	

viii) There were no transactions relating to previously unrecorded income that have been surrendered or disclosed as income during the year in the tax assessments under the Income Tax Act, 1961 (43 of 1961).

ix) (a) Based on our audit procedures and according to the information and explanations given to us, the

Company has not defaulted in repayment of loans or borrowings to a financial institution, bank, or dues to debenture holders.

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

(c) On an overall examination of the financial statements of the Company, funds raised on short-term basis have, prima facie, not been used during the year for long-term purposes by the Company.

(d) On an overall examination of the financial statements of the Company, the Company has not taken any funds from any entity or person on account of or to meet the obligations of its subsidiaries.

(e) The company has not raised loans on the pledge of securities held in subsidiaries, joint ventures and associates.

x) (a) Based on our audit procedures and according to the information and explanations given to us, the Company did not raise any money by way of further public offer (including debt instruments) during the year.

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

xi) (a) During the course of our 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, no fraud by the Company or any fraud on the Company by its officers or employees has been noticed or reported during the course of our Audit.

(b) No report under sub-section (12) of section 143 of the Companies Act has been filed in Form ADT-4 as prescribed under rule 13 of Companies (Audit and Auditors) Rules, 2014 with the Central Government, during the year and upto the date of this report.

(c) We have taken into consideration the whistle blower complaints received by the Company during the year (and upto the date of this report), while determining the nature, timing and extent of our audit procedures.

xii) The company is not a Nidhi Company. Therefore clause 3 (xii) of the Companies (Auditor’s Report) Order, 2020 is not applicable to the Company.

xiii) In our opinion, all transactions with the related parties are in compliance with section 177 and 188 of Companies Act, 2013 and the details 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 during the year the Company has not entered into any non-cash transactions with its Directors or persons connected with its directors. and hence provisions of section 192 of the Companies Act, 2013 are not applicable to the Company.

xvi) (a) In our opinion and according to the information and explanations given to us, the Company is not required to be registered under Section 45-IA of the Reserve Bank of India Act, 1934.

(b) In our opinion, there is no core investment company within the Group (as defined in the Core Investment Companies (Reserve Bank) Directions, 2016) and accordingly reporting under clause 3(xvi)(d) of the Order is not applicable.

xvii) The Company has not incurred cash losses during the financial year covered by our audit and the immediately preceding financial year.

xviii) There has been no resignation of the statutory auditors of the Company during the year

xix) On the basis of the financial ratios, ageing and expected dates of realisation of financial assets and payment of financial liabilities, other information accompanying the financial statements and our knowledge of the Board of Directors and Management plans and based on our examination of the evidence supporting the assumptions, nothing has come to our attention, which causes us to believe that any material uncertainty exists as on the date of the audit report indicating that 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) Reporting on CSR: Provisions of Section 135 Corporate Social Responsibility (CSR) are not applicable to the company. Accordingly, reporting under clause 3(xx)(a) and (b) of the Order is not applicable for the year.

for J. V. RAMANUJAM & Co.,
Chartered Accountants
FRN: 02947S

(Sri Narayana Jakhotia)
Partner
M.No.233192
UDIN: 22233192AKBCFM1153

Place: Chennai
Date: April 26, 2022

"ANNEXURE B" TO THE INDEPENDENT AUDITOR'S REPORT OF EVEN DATE ON THE STANDALONE FINANCIAL STATEMENTS OF JUMBO BAG LIMITED

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 M/s Jumbo Bag Limited ("the Company") as of March 31, 2022 in conjunction with our audit of the standalone financial statements of the Company for the year ended on that date.

Management's Responsibility for Internal Financial Controls

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

Auditors' Responsibility

Our responsibility is to express an opinion on the Company's internal financial controls over financial reporting 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 Companies Act, 2013, 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 judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion on the 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 (1) pertain to the maintenance of records that, in reasonable detail, accurately and fairly reflect the transactions and dispositions of the assets of the company; (2) provide reasonable assurance that transactions are recorded as necessary to permit preparation of financial statements in accordance with generally accepted accounting principles, and that receipts and expenditures of the company are being made only in accordance with authorisations of management and directors of the company; and (3) provide reasonable assurance regarding prevention or timely detection of unauthorised acquisition, use, or disposition of the company's assets that could have a material effect on the financial statements.

Inherent Limitations of Internal Financial Controls 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, 2022, based on the internal control over financial reporting criteria established by the Company considering the essential components of internal control stated in the Guidance Note on Audit of Internal Financial Controls Over Financial Reporting issued by the Institute of Chartered Accountants of India and jointly controlled companies, which are companies incorporated in India, as of that date.

for J. V. RAMANUJAM & Co.,
Chartered Accountants
FRN: 02947S

(Sri Narayana Jakhotia)
Partner
M.No.233192
UDIN: 22233192AKBCFM1153

Place: Chennai
Date: April 26, 2022

Balance Sheet as at Marchr 31, 2022

(Rs. In Lakhs)

	Particulars	Note	As at Mar 31, 2022 (Ind AS)	As at Mar 31, 2021 (Ind AS)
	ASSETS			
(1)	**Non-current assets**			
	(a) Property, Plant and Equipment	2.1	2,484.64	2,470.64
	(b) - Right-of-Use Asset a/c		91.01	157.22
	(c) Capital Work-In-Progress	2.1	47.53	1.63
	(d) Investment Property		-	-
	(e) Financial Assets		-	-
	i) Investments	2.2	6 .52	2.52
	ii) Trade receivables		-	-
	iii) Loans		-	-
	iv) Other financial assets	2.3	139.27	130.46
	(e) Other Non-current Assets	2.4	-	405.64
			2,768.97	**3,168.11**
(2)	**Current Assets**			
	(a) Inventories	2.5	2,622.38	2,447.15
	(b) Financial Assets			
	i) Trade receivables			
	Undisputed Trade receivables – considered good	2.6	3,818.12	3,598.16
	ii) Cash and cash equivalents	2.7	212.48	151.57
	iii) Loans	2.8	459.05	243.80
	iv) Other financial assets		-	-
	(c) Other Current Assets	2.9	210.30	210.30
	(d) Assets held for Sale	2.10	22.40	77.08
			7,344.72	**6,728.06**
	Total Assets		**10,113.69**	**9,896.17**
	EQUITY AND LIABILITIES			
(1)	**Equity**			
	(a) Equity Share Capital	2.11	878.17	878.17
	(b) Other Equity	2.12		
	i) Retained earnings		4 43.39	337.31
	ii) Other reserves		1 ,847.55	1,862.85
			3,169.11	**3,078.33**
	Liabilities			
(2)	**Non-Current Liabilities**			
	(a) Financial liabilities			
	i) Borrowings	2.13	239.88	297.85
	(ia) Lease libilities		194.16	10.78
	(b) Provisions	2.14	0.68	0.68
	(c) Deferred Tax Liabilities (net)	2.15	150.50	165.52
	(d) Other Non-current liabilities	2.16	378.08	419.13
			9 63.30	**893.96**
(3)	**Current Liabilities**			
	(a) Financial liabilities			
	i) Borrowings	2.17	4,137.21	3,878.63
	(ia) Lease libilities		5 3.67	66.21
	ii) Trade payables	2.18	1597.31	1749.75
	(iia) Total outstanding dues of micro enterprises and small enterprises		96.99	49.11
	(iib)Total outstanding dues of creditors other than micro enterprises and small enterprises		1,500.33	1,700.64
	(b) Provisions	2.19	178.47	188.85
	(c) Other current liabilities	2.20	14.61	40.44
			5,981.28	**5,923.88**
	Total Equity and Liabilities		**10,113.69**	**9,896.17**

Significant accounting policies & Notes to accounts 1 to 18
The schedule referred to above form an integral part of these financial statements
As our report attached
for **J.V.RAMANUJAM & CO**
Chartered Accountants
Firm's registration no. 002947S

SRI NARAYANA JAKHOTIA
Partner
Membership No. 233192

Place: Chennai
Date: 26.04.2022

for and on behalf of the Board

G S ANILKUMAR
Managing Director
DIN:00080712

GPN GUPTA
WTD & CFO
DIN: 00086174

KASHIRAMAN BALAKRISHNAN
Company Secretary

Statement of Profit and Loss account for the period ended Mar 31, 2022

(Rs. In Lakhs)

Particulars	Note	For the period ended Mar 31, 2022 (Ind AS)	For the period ended March 31, 2021 (Ind AS)
Revenue from Operations	2.21	13056.50	8459.17
Other Income	2.22	57.29	24.19
Total Income		**13113.80**	**8483.36**
Expenses		-	-
Cost of materials consumed	2.23	8383.01	4690.09
Changes in inventories and finished goods	2.24	-230.87	243.76
Employee benefits expenses	2.25	1054.84	981.25
Excise duty		0	0
Depreciation and amortization expense	2.1	225.81	232.66
Finance costs	2.26	239.62	263.97
Other expenses	2.27	2922.90	2016.74
Total expenses		**12595.31**	**8428.47**
Profit / (loss) before exceptional items and tax		**518.49**	**54.89**
Exceptional items	2.28	391.00	0
Profit / (loss) before tax		**127.49**	**54.89**
Current tax		36.42	41.21
Less: Tax adjustment of Prvs year		0	0
Deferred tax		-15.02	-17.79
Total tax expense		**21.4**	**23.42**
Profit / (loss) for the year		**106.09**	**31.47**
Other comprehensive income		0	0
Items that will not be reclassified subsequently to (profit) or loss		-15.31	17.37
Remeasurements of defined benefit liability (asset)		-	-
Net other comprehensive income not to be reclassified to profit or loss		-15.31	17.37
Items that will be reclassified subsequently to profit or loss		0	0
Others (specify nature)		0	0
Net other comprehensive income to be reclassified subsequently to profit or loss		0	0
Other comprehensive income for the year, net of income tax		-15.31	17.37
Total comprehensive income / (loss) for the year		90.78	48.84
Earnings per share			
Basic earnings per share		1.27	0.38
Diluted earnings per share		1.27	0.38

Significant accounting policies & Notes to accounts 1 to 18

The schedule referred to above form an integral part of these financial statements

As per our report attached

for **J. VEDANTHA RAMANUJAM & Co**
Chartered Accountants
Firm's registration no. 002947S

SRI NARAYANA JAKHOTIA
Partner
Membership No. 233192

For and on behalf of the Board

G S ANILKUMAR
Managing Director
DIN:00080712

GPN GUPTA
WTD & CFO
DIN: 00086174

Place: Chennai
Date: 26.04.2022

KASHIRAMAN BALAKRISHAN
Company Secretary

Statement of changes in equity for the period ended 31.03.2022

A. Equity Share Capital

(1) Current reporting period **(Rs. In lakhs)**

Balance at the beginning of the current reporting period	Changes in Equity Share Capital due to prior period errors	Restated balance at the beginning of the current reporting period	Changes in equity share capital during the current year	Balance at the end of the current reporting period
837.37	**-**	**-**	**-**	**837.37**

(2) Previous reporting period **(Rs. In lakhs)**

Balance at the beginning of the previous reporting period	Changes in Equity Share Capital due to prior period errors	Restated balance at the beginning of the previous reporting period	Changes in equity share capital during the previous year	Balance at the end of the previous reporting period
837.37	**-**	**-**	**-**	**837.37**

B. Other Equity

(1) Current reporting period **(Rs. In lakhs)**

Particulars	Reserves and Surplus					Revaluation Reserves	Other comprehensive income / loss	Total
	Capital Total Reserve	Capital Redemp-tion Reserves	Securities Premium	General Reserves	Surplus / (deficit) balance in the statement of profit and loss account			
Balance as at 31 March, 2021	196.33	86.75	294.45	49.08	337.61	1265.04	-29.10	**2200.16**
Changes in accounting policy or prior period errors	-	-	-	-	-	-	-	**-**
Restated balance at the beginning of the current reporting period	196.33	86.75	294.45	49.08	337.61	1265.04	-29.10	**2200.16**
Total Comprehensive Income / (Loss) for the current year	-	-	-	-	106.09	-	-	**106.09**
Dividends	-	-	-	-	-	-	-	**-**
Transfer from P&L	-	-	-	5.82	-	-5.82	-15.31	**-15.31**
Balance as at 31 March, 2022	196.33	86.75	294.45	54.90	443.70	1259.22	-44.41	**2290.94**

(2) Previous reporting period **(Rs. In lakhs)**

Particulars	Reserves and Surplus					Revaluation Reserves	Other comprehensive income / loss	Total
	Capital Total Reserve	Capital Redemption Reserves	Securities Premium	General Reserves	Surplus / (deficit) balance in the statement of profit and loss account			
Balance as at 01 April, 2020	196.33	86.75	294.45	43.26	306.14	1270.86	-46.47	**2151.32**
Changes in accounting policy or prior period errors	-	-	-	-	-	-	-	**-**
Restated balance at the beginning of the current reporting period	196.33	86.75	294.45	43.26	306.14	1270.86	-46.47	**2151.32**
Total Comprehensive Income/ (Loss) for the current year	-	-	-		31.47	-	-	**31.47**
Dividends	-	-	-	-	-	-	-	**-**
Transfer from P&L	-	-	-	5.82	-	-5.82	17.37	**17.37**
Balance as at 31 March, 2021	196.33	86.75	294.45	49.08	337.61	1265.04	-29.10	**2200.16**

Note: a. Figures reflecting for other comprehensive income/ losses for the current reporting year pertains to actuarial gain on defined benefit obligation.

Cash Flow Statement for the period ended MAR 31, 2022

(Rs. In Lakhs)

		Apr'21 to Mar'22		Apr'20 to Mar'21	
		Rs.	Rs.	Rs.	Rs.
A	**Cash Flow from Operating Activities :**				
	Profit before tax		**127.49**		**54.89**
	Adjustments for :				
	Prior period adjustments - Profit / (Loss)	0		0	
	Depreciation	225.81		232.66	
	Deferred tax liabilities (net)	-15.02		-17.79	
	Foreign exchange (gains)/Losses	-		-	
	(Profit) / Loss on sale of asset	-29.77		-2.62	
	Interest Expenses	239.62		263.97	
	Interest Income	-25.06		-13.02	
			395.58		463.20
	Operating profit before working capital		**523.07**		**518.09**
	Adjustments for Changes in				
	Trade payables - Increase / (Decrease)	-152.44		836.58	
	Long term provisions- Increase / (Decrease)	-15.31		17.37	
	Short term provisions - Increase / (Decrease)	-10.38		-3.41	
	Other current liabilities- Increase / (Decrease)	-8.27		55.13	
	Other long term liabilities - Increase / (Decrease)	-26.03		106.79	
	Trade receivables - (increase) / Decrease	-219.96		-1347.45	
	Inventories - (increase) / Decrease	-175.23		-7.79	
	Long term Loans and advances - (Increase) / Decrease	-8.81		14.85	
	Short term loans and advances - (increase) / Decrease	-215.25		67.18	
	Other current assets - (increase) / Decrease	54.68		0.00	
	Other non current assets - (increase) / Decrease	405.64		-6.31	
			-371.35		-267.05
	Cash generated from operations		151.72		251.04
	Income taxes paid (Net of refunds)		-36.42		-41.21
	Net Cash from Operating activities		**115.30**		**209.83**
B	**Cash Flow from Investing Activities :**				
	Purchase of fixed assets / WIP	-255.94		-240.17	
	Proceeds from sale of fixed assets				
	Purchase of Investments	-4.00		-0.07	
	Sale of investments				
			-259.94		-240.24
	Net cash used in Investing Activities		**-259.94**		**-240.24**

		Apr'21 to Mar'22		Apr'20 to Mar'21	
		Rs.	Rs.	Rs.	Rs.
C	**Cash Flow from Financing Activities :**				
	Proceeds from issuance of Share Capital	0		0	
	Proceeds from Share premium	-		-	
	Proceeds / (Repayment) of Long Term borrowings	-57.97		297.85	
	Borrowings for working capital purposes	258.58		19.56	
	Finance / Lease Liabilities - Increase / (Decrease)	219.50		-30.07	
	Investment in Subsidiaries				
	Interest Expenses	-239.62		-263.97	
	Interest Income	25.06		13.02	
	Dividend paid (Including Tax on dividend)				
			205.55		36.39
	Net cash used in Financing Activities		**205.55**		**36.39**
D	**Net Increase in Cash and Cash Equivalents (A+B+C)**		60.91		5.97
	Cash and Cash equivalents as at 31.03.2021		151.57		145.60
	Cash and Cash equivalents as at 31.03.2022		212.48		151.57
E	Net (Increase) / Decrease in Cash and Cash Equivalents		-60.91		-5.97

As per our report of even date

For **J.V.RAMANUJAM & CO.**
Chartered Accountants
Firm's registration no. 002947S

SRI NARAYANA JAKHOTIA
Partner - Membership No. 233192

Place : Chennai
Date : 26.04.2022

For and on behalf of the Board

G.S.ANILKUMAR
Managing Director
DIN:00080712

GPN GUPTA
WTD & CFO
DIN:00080712

KASHIRAMAN BALAKRISHNAN
Company Secretary

NOTES FORMING PART OF THE FINANCIAL STATEMENTS

NOTE 1

1.1 CORPORATE INFORMATION

Jumbo Bag Limited is a part of BLISS Group. Jumbo Bag Ltd. was established in the year 1990 with an initial capacity of 720,000 jumbo bags (FIBCs).

STATEMENT OF SIGNIFICANT ACCOUNTING POLICIES

1.2 Basis of Accounting And Preparation Of Financial Statements

1.3 Statement of Compliance

The financial statements have been prepared in accordance with the Indian Accounting Standards (Ind AS) as notified under the Companies (Indian Accounting Standards) Rules, 2015.

With effect from 1st April, 2019, Ind AS 116 – "Leases" (Ind AS 116) supersedes Ind AS 17 – "Leases". The Company has adopted Ind AS 116 using the prospective approach. The application of Ind AS 116 has resulted into recognition of 'Right-of-Use' asset with a corresponding Lease Liability in the Balance Sheet.

1.4 Basis of preparation and presentation

The financial statements have been prepared on accrual basis under the historical cost convention except for certain financial instruments that are measured at fair values at the end of each reporting period, as explained in the accounting policies below.

Historical cost is generally based on the fair value of the consideration given in exchange for goods and services.

Fair value is the price that would be received to sell an asset or paid to transfer a liability in an orderly transaction between market participants at the measurement date, regardless of whether that price is directly observable or estimated using another valuation technique. In estimating the fair value of an asset or a liability, the Company takes into account the characteristics of the asset or liability if market participants would take those characteristics into account when pricing the asset or liability at the measurement date. Fair value for measurement and/or disclosure purposes in these financial statements is determined on above basis, except for lease transactions that are within the scope of Ind AS 116 - Leases, and measurements that have some similarities to fair value but are not fair value, such as net realisable value in Ind AS 2 - Inventories or value in use in Ind AS 36 - Impairment of Assets.

In addition, for financial reporting purposes, fair value measurements are categorised into Level 1, 2 or 3 based on the degree to which the inputs to the fair value measurements are observable and the significance of the inputs to the fair value measurement in its entirety, which are described as follows:

- Level 1 inputs are quoted prices (unadjusted) in active markets for identical assets or liabilities that the entity can access at the measurement date;
- Level 2 inputs are inputs, other than quoted prices included within Level 1, that are observable for the asset or liability, either directly or indirectly; and
- Level 3 inputs are unobservable inputs for the asset or liability.

The principal accounting policies are set out below –

1.5 Property, Plant and Equipment (PPE)

a) Land and buildings held for use in the production or supply of goods or services, or for administrative purposes, are stated in the balance sheet at cost less accumulated depreciation and accumulated impairment losses. Freehold land is not depreciated.

b) Properties in the course of construction for production, supply or administrative purposes are carried at cost, less any recognised impairment loss. For qualifying assets, borrowing costs are capitalised in accordance with Ind AS 23 - Borrowing costs. Such properties are classified to the appropriate categories of property, plant and equipment when completed and ready for intended use. Depreciation of these assets, on the same basis as other property assets, commences when the assets are ready for their intended use.

c) Fixtures and equipment are stated at cost less accumulated depreciation and accumulated impairment losses.

d) Depreciation is recognised so as to write off the cost or valuation of assets (other than freehold land and properties under construction) less their residual values over their useful lives, using the straight-line method. The estimated useful lives, residual values and depreciation method are reviewed at the end of each reporting period, with the effect of any changes in estimate accounted for on a prospective basis. The management believes that these estimated useful lives are realistic and reflect fair approximation of the period over which the assets are likely to be used.

   Depreciation on tangible fixed assets has been provided on the straight-line method as per the useful life prescribed in Schedule II to the Companies Act, 2013.

e) Machinery spares which can be used only in connection with an item of fixed assets and whose use as per technical assessment is expected to be irregular are capitalized and depreciated over the residual useful life of the respective assets.

f) Individual assets whose cost is less than Rs. 5,000 are fully depreciated.

g) Leasehold land / Improvements thereon are amortized over the primary period of lease.

h) An item of property, plant and equipment is derecognised upon disposal or when no future economic benefits are expected to arise from the continued use of the asset. Any gain or loss arising on the disposal or retirement of an item of property, plant and equipment is determined as the difference between the sales proceeds and the carrying amount of the asset and is recognised in profit or loss.

   For transition to Ind AS, the Company has elected to continue with the carrying value of its property, plant and equipment recognised as of April 1, 2016 (transition date) measured as per the previous GAAP and use that carrying value as deemed cost as of the transition date.

1.6 Intangible assets

Intangible assets with finite useful lives are carried at cost less accumulated amortisation and impairment losses, if any. The cost of an intangible asset comprises its purchase price, including any import duties and other taxes (other than those subsequently recoverable from the taxing authorities), and any directly attributable expenditure on making the asset ready for its intended use and net of any trade discounts and rebates. Subsequent expenditure on an intangible asset after its purchase / completion is recognised as an expense when incurred unless it is probable that such expenditure will enable the asset to generate future economic benefits in excess of its originally assessed standards of performance and such expenditure can be measured and attributed to the asset reliably, in which case such expenditure is added to the cost of the asset.

The intangible assets are amortized over their respective individual estimated useful lives on a straight-line basis, commencing from the date the asset is available to the Company for its use. The amortisationperiod are reviewed at the end of each financial year and the amortisation method is revised to reflect the changed pattern.

Intangible assets comprising of software is amortised over estimated useful life of 4 years.

De-recognition of intangible assets:

An intangible asset is derecognised upon disposal or when no future economic benefits are expected to arise from the continued use of the asset. Gains or losses arising from derecognition of an intangible asset, measured as the difference between the net disposal proceeds and the carrying amount of the asset, arerecognised in profit or loss when the asset is derecognised.

Investments in associates and joint ventures

An associate is entity over which the Company has significant influence. Significant influence is the power to participate in the financial and operating policy decisions of the investee but is not control or joint control over those policies.

A joint venture is a joint arrangement whereby the parties that have joint control of the arrangement have rights to the net assets of the joint arrangement. Joint control is the contractually agreed sharing of control of an arrangement, which exists only when decisions about the relevant activities require unanimous consent of parties sharing control.

1.7 Inventories

Inventories are valued at the lower of cost and estimated net realizable value (net of allowances) after providing for obsolescence and other losses, where considered necessary. The cost comprises of cost of purchase, cost of conversion and other costs including appropriate production overheads in the case of finished goods and work in progress, incurred in bringing such inventories to their present location and condition. Trade discounts or rebates are deducted in determining the costs of purchase. Net realisable value represents the estimated selling price for inventories less all estimated costs of completion and costs necessary to make the sale. In case of raw materials and traded goods, cost (net of CENVAT/ VAT/GST credits wherever applicable) is determined on a moving weighted average basis.

1.8 Cash and cash equivalents (for the purpose of cash flow statement)

Cash comprises cash on hand and demand deposits with banks. Cash equivalents are short-term balances (with an original maturity of three months or less from the date of acquisition), highly liquid investments that are readily convertible into known amounts of cash and which are subject to insignificant risk of changes in value.

1.9 Cash flow statement

Cash flows are reported using the indirect method, whereby profit / (loss) before tax is adjusted for the effects of transactions of non-cash nature and any deferrals or accruals of past or future cash receipts or payments. The cash flows from operating, investing and financing activities of the Company are segregated based on the available information.

1.10 Revenue recognition

Revenue is measured at the fair value of the consideration received or receivable. Revenue is reduced for customer returns, taxes on sales, estimated rebates and other similar allowances.

i) Revenue from sale of goods is recognized when the following conditions are satisfied:
   - the Company has transferred the significant risks and rewards of ownership of the goods to the buyer which generally coincides with the delivery of goods,
   - the Company retains neither continuing managerial involvement to the degree usually associated with ownership nor effective control over goods sold;
   - the amount of revenue can be measured reliably:
   - it is probable that the economic benefits associated with the transaction will flow to the Company;
   - the costs incurred or to be incurred in respect of the transaction can be measured reliably.

ii) Service income is recognised on completion of service.

1.11 Other Income

Dividend income from investments is recognised when the right to receive payment has been established (provided that it is probable that the economic benefits will flow to the Company and the amount of income can be measured reliably).

Interest income from a financial asset is recognised when it is probable that the economic benefits will flow to the Company and the amount of income can be measured reliably. Interest income is accrued on a time basis, by reference to the principle outstanding and at the effective interest rate applicable, which is the rate that exactly discounts estimated future cash receipts through the expected life of the financial asset to that asset's net carrying amount on initial recognition.

1.12 Foreign currency transactions and translations

Foreign currency transactions are recorded at rates of exchange prevailing on the date of transaction. Monetary assets and liabilities denominated in foreign currencies as at the balance sheet date are translated at the rate of exchange prevailing at the year-end. Non-monetary items carried at fair value that are denominated in foreign currencies are retranslated at the rates prevailing at the date when the fair value was determined. Non-monetary items that are measured in terms of historical cost in a foreign currency are not retranslated.

Exchange differences on monetary items are recognised in profit or loss in the period in which they arise except for:

- exchange differences on foreign currency borrowings relating to assets under construction for future productive use, which are included in the cost of those assets when they are regarded as an adjustment to interest costs on those foreign currency borrowings;
- exchange differences on transactions entered into in order to hedge certain foreign currency risks; and
- exchange differences on monetary items receivable from or payable to a foreign operation for which settlement is neither planned nor likely to occur (therefore forming part of the net investment in the foreign operation), which are recognised initially in other comprehensive income and reclassified from equity to profit or loss on repayment of the monetary items.

1.13 Government grants, subsidies and export incentives

Government grants and subsidies are recognised when there is reasonable assurance that the Company will comply with the conditions attached to them and the grants / subsidy will be received.

Government grants whose primary condition is that the Company should purchase, construct or otherwise acquire non-current assets are recognised as deferred revenue in the balance sheet and transferred to profit or loss on a systematic and rational basis over the useful lives of the related assets. Revenue grant is recognised as an income in the period in which related obligation is met.

Export Incentives earned in the year of exports are treated as income and netted off from cost of raw material imported.

1.14 Borrowing costs

Borrowing costs directly attributable to the acquisition, construction or production of qualifying assets, which are assets that necessarily take a substantial period of time to get ready for their intended use or sale, are added to the cost of those assets, until such time as the assets are substantially ready for their intended use or sale.

All other borrowing costs are recognised in profit or loss in the period in which they are incurred.

1.15 Employee benefits

Employee benefits include wages & salaries, provident fund, employee state insurance scheme, gratuity fund and Superannuation.

a. Defined contribution plans

Contributions to defined contribution plans are recognised as an expense when employees have rendered service entitling them to the contributions.

b. Defined benefit plans

For defined benefit retirement plans, the cost of providing benefits is determined using the projected unit credit method, with actuarial valuations being carried out at the end of each annual reporting period. Re-measurement, comprising actuarial gains and losses, the effect of the changes to the asset ceiling (if applicable) and the return on plan assets (excluding net interest), is reflected immediately in the Balance Sheet with a charge or credit recognised in other comprehensive income in the period in which they occur. Re-measurement recognised in other comprehensive income is reflected immediately in retained earnings and will not be reclassified to profit or loss. Past service cost is recognised in profit or loss in the period of a plan amendment. Net interest is calculated by applying the discount rate at the beginning of the period to the net defined benefit liability or asset. Defined benefit costs are categorised as follows:

- service cost (including current service cost, past service cost, as well as gains and losses on curtailments and settlements);
- net interest expense or income; and
- re-measurement

The retirement benefit obligation recognised in the balance sheet represents the actual deficit or surplus in the Company's defined benefit plans. Any surplus resulting from this calculation is limited to the present value of any economic benefits available in the form of refunds from the plans or reductions in future contributions to the plans.

c. Other Short-term and long-term employee benefits

Liabilities recognised in respect of short-term employee benefits are measured at the undiscounted amount of the benefits expected to be paid in exchange for the related service.

Liabilities recognised in respect of other long-term employee benefits are measured at the present value of the estimated future cash outflows expected to be made by the Company in respect of services provided by employees up to the reporting date.

1.16 Segment reporting

Operating segments reflect the Company's management structure and the way the financial information is regularly reviewed by the Company's Chief Operating Decision Maker (CODM). The CODM considers the business from both business and product perspective based on the dominant source, nature of risks and returns and the internal organisation and management structure. The operating segments are the segments for which separate financial information is available and for which operating profit / (loss) amounts are evaluated regularly by the executive Management in deciding how to allocate resources and in assessing performance.

The accounting policies adopted for segment reporting are in line with the accounting policies of the Company. Segment revenue, segment expenses, segment assets and segment liabilities have been identified to segments on the basis of their relationship to the operating activities of the segment.

Revenue, expenses, assets and liabilities which relate to the Company as a whole and are not allocable to segments on reasonable basis have been included under unallocated revenue / expenses / assets / liabilities.

1.17 Leases

The Company evaluates if an arrangement qualifies to be a lease as per the requirements of Ind AS 116. Identification of a lease requires significant judgement. The Company uses judgement in assessing whether a contract (or part of contract) include a lease, the lease team (including anticipated renewals), the applicable discount rate, variable lease payments whether are in-substance fixed.

The judgement involves assessment of whether the asset included in the contract is a fully or partly identified asset based on the facts and circumstances, whether the contract include a lease and non-lease component and if so, separation thereof for the purpose of recognition and measurement, determination of lease term basis, inter alia the non-cancellable period of lease and whether the lessee intends to opt for continuing with the use of the asset upon the expiry thereof, and whether the lease payments are fixed are variable or a combination of both.

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

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

The Company measures the lease liability at the present value of the lease payments that are not paid at the commencement date of the lease. The lease payments are discounted using the interest rate implicit in the lease, if that rate can be readily determined. If that rate cannot be readily determined, the Company uses incremental borrowing rate. For short-term and low value leases, the Company recognises the lease payments as an operating expense on a straight-line basis over the lease term.

The Company, as a lessor, classifies a lease either as an operating lease or a finance lease. Leases are classified as finance lease whenever the terms of the lease transfer substantially all the risks and rewards of ownership to the lessee. All other leases are classified as operating leases.

1.18 Earnings per share

Basic earnings per share is computed by dividing the profit / (loss) after tax (including the post tax effect of extraordinary items, if any) by the weighted average number of equity shares outstanding during the year. Diluted earnings per share is computed by dividing the profit / (loss) after tax (including the post tax effect of extraordinary items, if any) as adjusted for dividend, interest and other charges to expense or income (net of any attributable taxes) relating to the dilutive potential equity shares, by the weighted average number of equity shares considered for deriving basic earnings per share and the weighted average number of equity shares which could have been issued on the conversion of all dilutive potential equity shares. Potential equity shares are deemed to be dilutive only if their conversion to equity shares would decrease the net profit per share from continuing ordinary operations. Potential dilutive equity shares are deemed to be converted as at the beginning of the period, unless they have been issued at a later date. The dilutive potential equity shares are adjusted for the proceeds receivable had the shares been actually issued at fair value (i.e. average market value of the outstanding shares). Dilutive potential equity shares are determined independently for each period presented. The number of equity shares and potentially dilutive equity shares are adjusted for share splits / reverse share splits and bonus shares, as appropriate.

1.19 Taxes on income

Income tax expense represents the sum of the tax currently payable and deferred tax.

Current Tax

Current tax is the amount of tax payable on the taxable income for the year as determined in accordance with the applicable income tax laws of the country in which the respective entities in the

Company are incorporated. Taxable profit differs from ‘profit before tax’ as reported in the statement of profit and loss because of items of income or expense that are taxable or deductible in other years and items that are never taxable or deductible. The current tax is calculated using tax rates that have been enacted or substantively enacted by the end of the reporting period.

Deferred Tax

Deferred tax is recognized on temporary differences between the carrying amount of assets and liabilities in the financial statements and quantified using the tax rates and laws enacted or substantively enacted as on the Balance Sheet date. Deferred tax liabilities are recognised for all taxable temporary differences. Deferred tax assets are generally recognised for all deductible temporary differences to the extent that it is probable that taxable profits will be available against which those deductible temporary differences can be utilised. Such deferred tax assets and liabilities are not recognised if the temporary difference arises from the initial recognition of assets and liabilities in a transaction that affects neither the taxable profit nor the accounting profit.

The carrying amount of deferred tax assets is reviewed at the end of each reporting period and reduced to the extent that it is no longer probable that sufficient taxable profits will be available to allow all or part of the asset to be recovered.

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

The measurement of deferred tax liabilities and assets reflects the tax consequences that would follow from the manner in which the Company expects, at the end of the reporting period, to recover or settle the carrying amount of its assets and liabilities.

Current and Deferred tax for the year

Current and deferred tax are recognised in profit or loss, except when they relate to items that are recognised in other comprehensive income or directly in equity, in which case, the current and deferred tax are also recognised in other comprehensive income or directly in equity respectively.

Mat Credit

Minimum Alternative Tax (“MAT”) credit is recognised as an asset only when and to the extent there is convincing evidence that the Company will pay normal income tax during the specified period. In the year in which the MAT Credit becomes eligible to be recognised as an asset, the said asset is created by way of a credit to the Statement of Profit and Loss and shown as MAT Credit Entitlement. The Company reviews the same at each Balance Sheet date and writes down the carrying amount of MAT Credit Entitlement to the extent there is no longer convincing evidence to the effect that the Company will pay normal Income Tax during the specified period.

1.20 Impairment of tangible assets

At the end of each reporting period, the Company reviews the carrying amounts of its tangible and intangible assets or cash generating units to determine whether there is any indication that those assets have suffered an impairment loss. If any such indication exists, the recoverable amount of the asset is estimated in order to determine the extent of the impairment loss (if any). When it is not possible to estimate the recoverable amount of an individual asset, the Company estimates the recoverable amount of the cash-generating unit to which the asset belongs. When a reasonable and consistent basis of allocation can be identified, corporate assets are also allocated to individual cash-generating units, or otherwise they are allocated to the smallest group of cash-generating units for which a reasonable and consistent allocation basis can be identified.

Recoverable amount is the higher of fair value less costs of disposal and value in use. In assessing value in use, the estimated future cash flows are discounted to their present value using a pre-tax discount rate that reflects current market assessments of the time value of money and the risks specific to the asset for which the estimates of future cash flows have not been adjusted.

If the recoverable amount of an asset (or cash-generating unit) is estimated to be less than its carrying amount, the carrying amount of the asset (or cash-generating unit) is reduced to its recoverable amount. An impairment loss is recognised immediately in profit or loss, unless the relevant asset is carried at a revalued amount, in which case the impairment loss is treated as a revaluation decrease.

When an impairment loss subsequently reverses, the carrying amount of the asset (or a cash-generating unit) is increased to the revised estimate of its recoverable amount, but so that the increased carrying amount does not exceed the carrying amount that would have been determined had no impairment loss been recognised for the asset (or cash-generating unit) in prior years. A reversal of an impairment loss is recognised immediately in profit or loss, unless the relevant asset is carried at a revalued amount, in which case the reversal of the impairment loss is treated as a revaluation increase.

1.21 Provisions

A provision is recognized when the Company has a present obligation (legal / constructive) as a result of past events and it is probable that an outflow of resources will be required to settle the obligation, in respect of which a reliable estimate can be made.

The amount recognised as a provision is the best estimate of the consideration required to settle the present obligation at the end of the reporting period, taking into account the risks and uncertainties surrounding the obligation. When a provision is measured using the cash flows estimated to settle the present obligation, its carrying amount is the present value of those cash flows (when the effect of the time value of money is material.

Contingent liability is disclosed for (i) Possible obligation which will be confirmed only by future events not wholly within the control of the Company or (ii) Present obligations arising from past events where it is not probable that an outflow of resources will be required to settle the obligation or a reliable estimate of the amount of the obligation cannot be made. When some or all of the economic benefits required to settle a provision are expected to be recovered from a third party, a receivable is recognised as an asset if it is virtually certain that reimbursement will be received and the amount of the receivable can be measured reliably.

Provisions for the expected cost of sales related obligations under local sale of goods legislation are recognised at the date of sale of the relevant products, at the management’s best estimate of the expenditure required to settle the Company’s obligation.

Warranties: Provisions for the expected cost of warranty obligations under the local sale of goods legislation are recognised at the date of sale of the relevant products, at the directors best estimate of the expenditure required to settle the Company’s obligation.

1.22 Financial Instruments

Financial assets and financial liabilities are recognised when an entity becomes a party to the contractual provisions of the instruments.

Financial assets and financial liabilities are initially measured at fair value. Transaction costs that are directly attributable to the acquisition or issue of financial assets and financial liabilities (other than financial assets and financial liabilities at fair value through profit or loss) are added to or deducted from the fair value of the financial assets or financial liabilities, as appropriate, on initial recognition. Transaction costs directly attributable to the acquisition of financial assets or financial liabilities at fair value through profit or loss are recognised immediately in profit or loss.

1.23 Financial Assets

All regular way purchases or sales of financial assets are recognised and derecognised on a trade date basis. Regular way purchases or sales are purchases or sales of financial assets that require delivery of assets within the time frame established by regulation or convention in the marketplace.

All recognised financial assets are subsequently measured in their entirety at either amortised cost or fair value, depending on the classification of the financial assets.

1.23.1 Classification of financial asset

Financial assets that meet the following conditions are subsequently measured at amortised cost less impairment loss (FVTPL) (except for investments that are designated as at fair value through profit or loss on initial recognition:

- the asset is held within a business model whose objective is to hold assets in order to collect contractual cash flows; and
- the contractual terms of the instrument give rise on specified dates to cash flows that are solely payments of principal and interest on the principal amount outstanding.

Financial assets that meet the following conditions are subsequently measured at fair value through other comprehensive income (FVTOCI) (except for investments that are designated as at fair value through profit or loss on initial recognition:

- the asset is held within a business model whose objective is achieved both by collecting contractual cash flows and selling financial assets; and
- the contractual terms of the instrument give rise on specified dates to cash flows that are solely payments of principal and interest on the principal amount outstanding.

All other financial assets are subsequently measured at fair value.

1.23.2 Amortised cost and Effective interest method

The effective interest method is a method of calculating the amortised cost of a debt instrument and of allocating interest income over the relevant period. The effective interest rate is the rate that exactly discounts estimated future cash receipts (including all fees and points paid or received that form an integral part of the effective interest rate, transaction costs and other premiums or discounts) through the expected life of the debt instrument, or, where appropriate, a shorter period, to the net carrying amount on initial recognition. Income is recognised on an effective interest basis for debt instruments other than those financial assets classified as at FVTPL. Interest income is recognised in profit or loss and is included in the Other Income.

1.23.3 Investments in equity instruments at FVTOCI

On initial recognition, the Group can make an irrevocable election (on an instrument-by-instrument basis) to present the subsequent changes in fair value in other comprehensive income pertaining to investments in equity instruments. This election is not permitted if the equity investment is held for trading. These elected investments are initially measured at fair value plus transaction costs. Subsequently, they are measured at fair value with gains and losses arising from changes in fair value recognised in other comprehensive income and accumulated in the 'Reserve tor equity instruments through other comprehensive income. The cumulative gain or loss is not reclassified to profit or loss on disposal of the investments.

A financial asset is held for trading if:

- it has been acquired principally for the purpose of selling it in the near term; or
- on initial recognition it is part of a portfolio of identified financial instruments that the Group manages together and has a recent actual pattern of short-term profit-taking; or
- it is a derivative that is not designated and effective as a hedging instrument or a financial guarantee.

Dividends on these investments in equity instruments are recognised in profit or loss when the Company's right to receive the dividends is established, it is probable that the economic benefits associated with the dividend will flow to the entity, the dividend does not represent a recovery of part of cost of the investment and the amount of dividend can be measured reliably.

1.23.4 Financial assets at fair value through profit or loss (FVTPL)

Investments in equity instruments are classified as at FVTPL, unless the Company irrevocably elects on initial recognition to present subsequent changes in fair value in other comprehensive income for equity instruments which are not held for trading.

Debt instrument that do not meet the amortised cost criteria or fair value through other comprehensive income criteria (see above) are measured at FVTPL. In addition, debt instruments that meet the amortised cost criteria or the fair value through other comprehensive income criteria but are designated as at FVTPL are measured at FVTPL.

A financial asset may be designated as at FVTPL upon initial recognition if such designation eliminates or significantly reduces a measurement or recognition inconsistency that would arise from measuring assets or liabilities or recognising the gains and losses on them on different bases.

Financial assets at FVTPL are measured at fair value at the end of each reporting period, with any gains or losses arising on re-measurement recognised in profit or loss. The net gain or loss recognised in profit or loss is included in the other income line item .Dividend on financial assets at FVTPL is recognised when the Company's right to receive the dividends is established, it is probable that the economic benefits associated with the dividend will flow to the entity, the dividend does not represent a recovery of part of cost of the investment and the amount of dividend can be measured reliably.

1.23.5 Impairment of financial assets

The Company applies the expected credit loss model for recognising impairment loss on financial assets measured at amortised cost, debt instruments at FVTOCI, lease receivables, trade receivables, other contractual rights to receive cash or other financial assets, and financials guarantees not designated as at FVTPL.

Expected credit losses are the weighted average of credit losses with the respective risks of default occurring as the weights. Credit loss is the difference between all contractual cash flows that are due to the Company in accordance with the contract and all the cash flows that the Company expects to receive (i.e., all cash shortfalls), discounted at the original effective interest rate (or credit-adjusted effective interest rate for purchased or originated credit-impaired financial assets). The Company estimates cash flows by considering all contractual terms of the financial instrument (for example, prepayment, extension, call and similar options) through the expected life of that financial instruments.

The Company measures the loss allowance for a financial instrument at an amount equal to the lifetime expected credit losses if the credit risk on that financial instrument has increased significantly since initial recognition. If the credit risk on a financial instrument has not increased significantly since initial recognition, the Company measures the loss allowance for that financial instrument at an amount equal to 12-month expected credit losses.12-month expected credit losses are portion of the life-time expected credit losses and represent the lifetime cash shortfalls that will result if default occurs within the 12 months after the reporting date and thus, are not cash shortfalls that are predicted over the next 12 months.

If the Company measured loss allowance for a financial instrument at lifetime expected credit loss model in the previous period, but determines at the end of a reporting period that the credit risk has not increased significantly since initial recognition due to improvement in credit quality as compared to the previous period, the Company again measures the loss allowance based on 12-month expected credit losses.

When making the assessment of whether there has been a significant increase in credit risk since initial recognition, the Company uses the change in the risk of a default occurring over the expected life of the financial instrument. To make that assessment, the Company compares the risk of a default occurring on the financial instrument as at the reporting date with the risk of a default occurring on the financial instrument as at the date of initial recognition and considers reasonable and supportable information, that is available without undue cost or effort, that is indicative of significant increases in credit risk since initial recognition.

For trade receivables or any contractual right to receive cash or another financial asset that result from transactions that are within the scope of Ind AS 18 - Revenue, the Company always measures the loss allowance at an amount equal to lifetime expected credit losses.

1.23.6 De-recognition of financial assets

The Company derecognises a financial asset when the contractual rights to the cash flows from the asset expire, or when it transfers the financial asset and substantially all the risks and rewards of ownership of the asset to another party. If the Company neither transfers nor retains substantially all the risks and rewards of ownership and continues to control the transferred asset, the Company recognises its retained interest in the asset and an associated liability for amounts it may have to pay. If the Company retains substantially all the risks and rewards of ownership of a transferred financial asset, the Company continues to recognise the financial asset and also recognises a collateralised borrowing for the proceeds received.

On de-recognition of a financial asset in its entirety, the difference between the asset's carrying amount and the sum of the consideration received and receivable and the cumulative gain or loss that had been recognised in other comprehensive income and accumulated in equity is recognised in profit or loss if such gain or loss would have otherwise been recognized in profit or loss on disposal of that financial asset.

On de-recognition of a financial asset other than in its entirety (e.g. when the Company retains an option to repurchase part of a transferred asset), the Company allocates the previous carrying amount of the financial asset between the part it continues to recognise under continuing involvement, and the part it no longer recognises on the basis of the relative fair values of those parts on the date of the transfer. The difference between the carrying amount allocated to the part that is no longer recognised and the sum of the consideration received for the part no longer recognised and any cumulative gain or loss allocated to it that had been recognised in other comprehensive income is recognised in profit or loss if such gain or loss would have otherwise been recognized in profit or loss on disposal of that financial asset. A cumulative gain or loss that had been recognised in other comprehensive income is allocated between the part that continues to be recognised and the part that is no longer recognised on the basis of the relative fair values of those parts.

1.24 Financial Liabilities And Equity Instruments

1.24.1 Classification as debt or equity

Debt and equity instruments issued by the Company are classified as either financial liabilities or as equity in accordance with the substance of the contractual arrangements and the definitions of a financial liability and an equity instrument.

1.24.2 Equity instruments

An equity instrument is any contract that evidences a residual interest in the assets of an entity after deducting all of its liabilities. Equity instruments issued by the Company are recognised at the proceeds received, net of direct issue costs.

1.24.3 Financial liabilities

All financial liabilities are subsequently measured at amortised cost using the effective interest method or at FVTPL. However, financial liabilities that arise when a transfer of a financial asset does not qualifyforderecognition or when the continuing involvement approach applies, financial guarantee contracts issued by the Company are measured in accordance with the specific accounting policies set out below.

1.24.4 Financial liabilities at FVTPL

Financial liabilities are classified as at FVTPL when the financial liability is either held for trading or it is designated as at FVTPL.

A financial liability is classified as held for trading if:

- it has been incurred principally for the purpose of repurchasing it in the near term; or
- on initial recognition it is part of a portfolio of identified financial instruments that the Company manages together and has a recent actual pattern of short-term profit-taking; or
- it is a derivative that is not designated and effective as a hedging instrument.

A financial liability other than a financial liability held for trading may be designated as at FVTPL upon initial recognition if:

such designation eliminates or significantly reduces a measurement or recognition inconsistency that would otherwise arise.

Financial liabilities at FVTPL are stated at fair value, with any gains or losses arising on remeasurementrecognised in profit or loss.

1.24.5 Derecognition of financial liabilities

The Company derecognises financial liabilities when, and only when, the Company's obligations are discharged, cancelled or they expire. The difference between the carrying amount of the financial liability derecognised and the consideration paid and payable is recognised in profit or loss.

1.25 Derivative financial instruments

The Company enters into a variety of derivative financial instruments to manage its exposure to interest rate and foreign exchange rate risks, including foreign exchange forward contracts and cross currency swaps.

Derivatives are initially recognised at fair value at the date the derivative contracts are entered into and are subsequently remeasured to their fair value at the end of each reporting period. The resulting gain or loss is recognised in profit or loss immediately unless the derivative is designated and effective as a hedging instrument, in which event the timing of the recognition in profit or loss depends on the nature of the hedging relationship and the nature of the hedged item.

1.26 Hedge Accounting

The company designates certain hedging instruments, which include derivatives, embedded derivatives and non-derivatives in respect of foreign currency risk, as either fair value hedges, cash flow hedges, or hedges of net investments in foreign operations. Hedges of foreign exchange risk on firm commitments are accounted for as cash flow hedges.

At the inception of the hedge relationship, the entity documents the relationship between the hedging instrument and the hedged item, along with its risk management objectives and its strategy for undertaking various hedge transactions. Furthermore, at the inception of the hedge and on an ongoing basis, the company documents whether the hedging instrument is highly effective in offsetting changes in fair values or cash flows of the hedged item attributable to the hedged risk.

Cash flow hedges

The effective portion of changes in the fair value of derivatives that are designated and qualify as cash flow hedges is recognised in other comprehensive income and accumulated under the heading of cash flow hedging reserve. The gain or loss relating to the ineffective portion is recognised immediately in profit or loss, and is included in the 'Other income' line item. Amounts previously recognised in other comprehensive income and accumulated in equity relating to (effective portion as described above) are reclassified to profit or loss in the periods when the hedged item affects profit or loss, in the same line as the recognised hedged item. However, when the hedged forecast transaction results in the recognition of a non-financial asset or a non-financial liability ,such gains and losses are transferred from equity (but not as a reclassification adjustment) and included in the initial measurement of the cost of the non -financial asset or non-financial liability.

In cases where the designated hedging instruments are options and forward contracts, the company has an option, for each designation, to designate on an instrument only the changes in intrinsic value of the options and spot element of forward contracts respectively as hedges. In such cases, the time value of the options is accounted based on the type of hedged item which those options hedge.

In case of transaction related hedged item in the above cases, the change in time value of the options is recognised in other comprehensive income to the extent it relates to the hedged item and accumulated in a separate component of equity i.e. Reserve for time value of options and forward elements of forward contracts in hedging relationship. This separate component is removed and directly included in the initial cost or other carrying amount of the asset or the liability (i.e. not as a reclassification adjustment thus not affecting other comprehensive income) if the hedged item subsequently results in recognition of a non-financial asset or a non-financial liability. In other cases, the amount accumulated is reclassified to profit or loss as a reclassification adjustment in the same period in which the hedged expected future cash flows affect profit or loss.

In case of time-period related hedged item in the above cases, the change in time value of the options is recognised in other comprehensive income to the extent it relates to the hedged item and accumulated in a separate component of equity i.e. Reserve for time value of options and forward elements of forward contracts in hedging relationship. The time value of options at the date of designation of the options in the hedging relationships is amortised on a systematic and rational basis over the period during which the options' intrinsic value could affect profit or loss. This is done as a reclassification adjustment and hence affects other comprehensive income.

In cases where only the spot element of the forward contracts is designated in a hedging relationship and the forward element of the forward contract is not designated, the company makes the choice for each designation whether to recognise the changes in forward element of fair value of the forward contracts in profit or loss or to account for this element similar to the time value of an option.

Hedge accounting is discontinued when the hedging instrument expires or is sold, terminated, or exercised, or when it no longer qualifies for hedge accounting. Any gain or loss recognised in other comprehensive income and accumulated in equity at that time remains in equity and is recognised when the forecast transaction is ultimately recognised in profit or loss. When a forecast transaction is no longer expected to occur, the gain or loss accumulated in equity is recognised immediately in profit or loss.

1.27 Insurance claims

Insurance claims are accounted for on the basis of claims admitted / expected to be admitted and to the extent that the amount recoverable can be measured reliably and it is reasonable to expect ultimate collection.

1.28 Service tax input credit

Service tax input credit is accounted for in the books in the period in which the underlying service received is accounted and when there is reasonable certainty in availing / utilising the credits.

1.29 Operating Cycle

Based on the nature of products / activities of the Company and the normal time between acquisition of assets and their realisation in cash or cash equivalents, the Company has determined its operating cycle as 12 months for the purpose of classification of its assets and liabilities as current and non-current.

2. NOTES ON ACCOUNTS

2.1 - Property, Plant & Equipment

Amount Rs. In lacs

Description	Gross Block					Depreciation					Net block	
	As at 1 April 2021	Additions	Deletion	Sub total	As at 31 Mar 2022	Accumulated Depreciation 01.04.2016 to 31.3.2021	Depreciation charge for 01.04.2021 to 31.03.2022	Revaluation charge for 01.04.2021 to 31.03.2022	Deductions / Other adjustments	As at 31 Mar 2022	As at 31 Mar 2022	As at 31 Mar 2021
	Rs.	Rs.	Rs.	Rs.	Rs.	Rs.	Rs.	Rs.	Rs.	Rs.	Rs.	Rs.
Land												
Owned	1,200.00	-	-	1,200.00	1,200.00	-	-	-		-	1,200.00	1,200.00
Buildings												
Owned	746.78		-	746.78	746.78	194.08	34.91	5.82		234.81	511.97	552.70
Leasehold improvements												
Plant and Equipment												
Owned	1,199.14	53.28	18.14	1,234.28	1,234.28	548.97	96.43	-	15.07	630.33	603.95	553.90
Assets under lease	-	100.78	-	100.78	100.78	-	1.07	-	-	1.07	99.71	96.27
Right-of-use Asset A/c	213.29			213.29	213.29	56.07	66.21			122.28	91.01	157.22
Furniture and Fixtures												
Owned	27.15	1.48	-	28.63	28.63	13.16	1.99	-	-	15.15	13.48	13.99
Assets under lease												
Vehicles												
Owned	13.85	-		13.85	13.85	14.09	2.05			16.14	(2.29)	(0.24)
Assets under lease	25.98	7.13	-	33.11	33.11	3.25	2.14		-	5.39	27.72	22.73
Office equipment												
Owned	73.49	11.89	-	85.38	85.38	58.01	12.00	-	-	70.01	15.37	15.48
Assets under lease												
Electrical & Electronic equipments												
Owned	36.89	2.10	-	38.99	38.99	21.08	3.19	-	-	24.27	14.72	15.81
Assets under lease												
	3,536.57	176.66	18.14	3,695.09	3,695.09	908.71	219.99	5.82	15.07	1,119.44	2,575.65	2,627.86

Capital work in progress

Note:1. Revaluation of Fixed Assets as approved by the Board on 23.9.2015 has been given effect from 1st Jan 2016. 2) WDV as on 1.4.2016 considered as cost of asset as opening balance as per Ind AS

CWIP aging schedule **As at 31st March 2022 (Rs.in Lakh)**

CWIP	Less than 1 year	1-2 years	2-3 years	More than 3 years	Total
Projects in progress	47.53				47.53
Projects temporarily suspended					

CWIP aging schedule **As at 31st March 2021 (Rs.in Lakh)**

CWIP	Less than 1 year	1-2 years	2-3 years	More than 3 years	Total
Projects in progress	1.66				1.66
Projects temporarily suspended					

2.2 Investments Amount Rs In Lacs

Particulars	As at 31 Mar 2022 Rs.	As at 31 Mar 2021 Rs.
Investment in Equity instruments- Unquoted-at cost		
In Jumbo Bag LLC	2.28	2.28
Investment on Chennai Plastic Print Lam Association	4.00	
Investment on Scent trans pvt Ltd. 2377 shares @Rs.10 per share	0.24	0.24
	6.52	2.52

2.3 Other Financial assets (Rs. In Lakhs)

Particulars	As at 31 Mar 2022 Rs.	As at 31 Mar 2021 Rs.
Security Deposit	0	0
Electricity & other deposits	85.49	82.35
Rental deposits	53.59	47.92
Telephone deposits	0.19	0.19
	139.27	**130.46**

2.4: Other non current assets (Rs. In Lakhs)

Particulars	As at 31 Mar 2022 Rs.	As at 31 Mar 2021 Rs.
Long term trade receivables (including trade receivables on deferred credit terms)		
Unsecured, considered good	0	14.64
Unsecured, not considered good	0	0
Provision for doubtful debts	0	0
Insurance Claim Receivables on (Stocks)	0	391.00
	0	405.64

2.5: Inventories (Rs. In Lakhs)

Particulars	As at 31 March 2022 Rs.	As at 31 March 2021 Rs.
Raw Materials and components (Valued at lower of cost or Net Realisable value)	462.72	503.76
Goods-in transit	173.09	31.15
Net	**635.81**	**534.91**
Work-in-progress (Valued at lower of cost or Net Realisable value)	1498.65	1408.75
Net	**1498.65**	**1408.75**
Finished goods (Valued at lower of cost or Net Realisable value)	364.16	400.24
Net	**364.16**	**400.24**
Scrap (Valued at lower of cost or Net Realisable value)	22.13	18.18
	22.13	18.18
Stores and spares (Valued at lower of cost or Net Realisable value)	101.63	85.07
	101.63	85.07
	2622.38	**2447.15**

2.6: Trade receivables (Rs. In Lakhs)

Particulars	As at 31 March 2022 Rs.	As at 31 March 2021 Rs.
Debtors outstanding for period exceeding six months		
Unsecured, considered good	4.02	5.66
	4.02	5.66
Unsecured, considered good	3814.09	3592.5
	3814.09	3592.5
	3818.11	**3598.16**

Trade Receivable stated above include debts due by the group under the same management

(Rs. In Lakhs)

Particulars	As at 31 March 2022 Rs.	As at 31 March 2021 Rs.
Stanpacks (India) Ltd.,	0.41	5.3
JBL Saks (P) ltd.,	0.32	0
Jumbo Bag LLC	231.000	300.05
GF Impex Pvt Ltd.,	8.43	52.93
Balaji Trading Enterprises Pvt Ltd.,	21.86	216.29
Dinesh Polyfab Pvt Ltd.,	0	0
Master material suppliers FZE	0	0
	262.02	**574.57**

Trade Receivables ageing schedule

As at 31st March 2022 (Rs. In Lakhs)

Particulars	Outstanding for following periods from due date of payment#					
	Less than 6 months	6 months - 1 year	1 - 2 Years	2 - 3 years	More than 3 years	Total
(i) Undisputed Trade receivables – considered good	3,812.91	4.09	-	1.12	-	3,818.12
(ii) Undisputed Trade Receivables – which have significant increase in credit risk	-	-	-	-	-	-
(iii) Undisputed Trade Receivables – credit impaired	-	-	-	-	-	-
(iv) Disputed Trade Receivables– considered good	-	-	-	-	-	-
(v) Disputed Trade Receivables – which have significant increase in credit risk	-	-	-	-	-	-
(vi) Disputed Trade Receivables – credit impaired	-	-	-	-	-	-

As at 31st March 2021 (Rs. In Lakhs)

Particulars	Outstanding for following periods from due date of payment#					
	Less than 6 months	6 months - 1 year	1 - 2 Years	2 - 3 years	More than 3 years	Total
(i) Undisputed Trade receivables – considered good	3,579.86	5.18	5.81	7.31	-	3,598.16
(ii) Undisputed Trade Receivables – which have significant increase in credit risk	-	-	-	-	-	-
(iii) Undisputed Trade Receivables – credit impaired	-	-	-	-	-	-
(iv) Disputed Trade Receivables– considered good	-	-	-	-	-	-
(v) Disputed Trade Receivables – which have significant increase in credit risk	-	-	-	-	-	-
(vi) Disputed Trade Receivables – credit impaired	-	-	-	-	-	-

2.7: Cash and cash equivalents (Rs. In Lakhs)

Particulars	As at 31 March 2022 Rs.	As at 31 March 2021 Rs.
Cash Balance	1.37	0.96
Balance with banks	15.85	9.96
Other Bank balances		
Earmarked Balances (eg/- unpaid dividend accounts)	0	0
Margin money	195.26	140.64
Bank deposits with more than 12 months maturity	-	-
	212.48	**151.57**

2.8: Loans (Rs. In Lakhs)

Particulars	As at 31 March 2022 Rs.	As at 31 March 2021 Rs.
Others		
Unsecured, considered good		
Rental deposits	0	0
Cenvat receivable	6.90	6.90
GST receivable	220.30	86.35
TCS&TDS receivable	22.08	0
Interest receivable on bank deposits	0.06	0.06
GST refund receivable	46.94	0
Interest/EPI receivable on customers	0	0
Prepaid expenses	38.53	34.63
ECGC premium	-1.34	-1.69
Rebate Claim & Duty Drawback receivable	3.56	3.56
Merchant Export Incentive Scheme	0	0
Staff advance / others	16.98	31.81
Provision for taxation(Net)	105.04	82.19
	459.05	**243.81**

2.9: Other current assets (Rs. In Lakhs)

Particulars	As at 31 March 2022 Rs.	As at 31 March 2021 Rs.
Insurance Claim Receivables on (Fixed Assets)	210.30	210.30
	210.30	**210.30**

2.10: Property held for sale (Rs. In Lakhs)

Particulars	As at 31 March 2022 Rs.	As at 31 March 2021 Rs.
Karagpur Land	22.40	77.08
	22.40	**77.08**

2.11 Equity Share Capital (Rs. In Lakhs)

Particulars	As at 31 March 2022	As at 31 March 2021
Authorised		
Equity shares		
140,00,000 (previous year 140,00,000), Rs.10 par value	1400	1400
Preference shares		
6,00,000 (previous year. 600,000) cumulative, redeemable preference shares of Rs 100 par value	600	600
	2000	2000
Issued		
Equity shares		
83,73,700 (previous year 83,73,700), Rs. 10 par value	837.37	837.37
	837.37	837.37
Subscribed and fully Paid up		
Equity shares		
83,73,700 (previous year83,73,700), Rs .10 fully paid up	837.37	837.37
	837.37	837.37
Forfeited shares		
408,000(previous year 408,000) equity shares of Rs 10 par value	40.8	40.8
	878.17	**878.17**

Clause (a)(b)(c) – The Authorised Capital comprises of equity shares and non-convertible redeemable

Preference shares. The Issued and Fully Paid-up Capital comprise of equity shares having a par value of Rs.10 each.

Clause (d)- The reconciliation of the number of equity shares outstanding is set out below; (in Nos)

Particulars	As at 31st Mar 2022	As at 31st Mar 2021
Shares outstanding at the beginning of the year	83,73,700	83,73,700
Shares Issued during the Year	-	-
Shares bought back during the Year	-	-
Shares outstanding at the end of the Year	-	-

Clause (e)- Rights, Preference and Restrictions attached to shares

Equity Shares:

"The company has one class of equity shares having a par value of Rs. 10 each. Each shareholder is eligible for one vote per share held. The dividend (if any) proposed by the Board of Directors is subject to the approval of the shareholders in the ensuing annual general meeting."

Clause (f)- Shares held by holding company or its ultimate holding company including their subsidiaries- Not applicable

Clause (g)- Particulars of shares held by shareholder holding more than 5% of the aggregate shares in the company:

Name of Shareholder	As at 31 Mar 2022		As at 31 Mar 2021	
	No. of shares held	% of Holding	No. of shares held	% of Holding
Balaji Trading Enterprises Private Limited	28,05,195	33.50	26,32,200	31.43

Clause (h)- Shares reserved for issue under options and contracts/commitments for the sale of shares- Not applicable

Clause (i)- Shares allotted in the preceding five years without payment being received in cash/by way of bonus shares/ shares bought back- Not Applicable

Clause (j)- Terms of any securities convertible into issued along with the earliest date of conversion- Not Applicable

Clause (k)- Calls unpaid- Not applicable

Clause (I)- Forfeited Shares

Particulars	As at 31st Mar 2022	As at 31st Mar 2021
Equity Shares 4,08,000 (previous year 4,08,000) shares of Rs. 10 per value	40.80	40.80

Clause (m)- Shareholding of Promoters

Promoter name	As On 31st March,2022			As On 31st March,2021		
	Number of Share	%of total shares	% Change during the year	Number of Share	%of total shares	% Change during the year
BALAJI TRADING ENTERPRISES PRIVATE LTD*	28,05,195	33.50	2.07%	26,32,200	31.43	-
GUPTA G P N	1,15,873	1.38	-	1,15,873	1.38	-
RADHAKRISHNA G	-	-	(1.20)	1,00,495	1.20	-
G V JAYALAKSHMI	88,250	1.05	-	88,250	1.05	-

Promoter name	As On 31st March,2022			As On 31st March,2021		
	Number of Share	%of total shares	% Change during the year	Number of Share	%of total shares	% Change during the year
DR GADDAM KUMAR REDDY	Reclassified to Public category during the year.			75,230	0.90	-
LATHARANI G	-	-	(0.87)	72,500	0.87	-
RAJASEKAR G S	51,550	0.62	-	51,550	0.62	-
G S SAROJINI	50,750	0.61	-	50,750	0.61	-
SUDHAKAR GORANTLA	50,300	0.60	-	50,300	0.60	-
PRAGATHI G R	48,100	0.57	-	48,100	0.57	-
BALAJI G V	40,500	0.48	-	40,500	0.48	-
RAMRAJ G P	35,500	0.42	-	35,500	0.42	-
ANILKUMAR G S	32,550	0.39	-	32,550	0.39	-
SRIDHAR G S	31,550	0.38	-	31,550	0.38	-
SRINIVAS G S	31,550	0.38		31,550	0.38	-
G AHALYA	29,900	0.36	-	29,900	0.36	-
GOPINATH G V	28,000	0.33	-	28,000	0.33	-
GORANTLA RAVICHANDRAN	25,100	0.30	-	25,100	0.30	-
G R MAHALAKSHMI	20,004	0.24	-	20,004	0.24	-
G SANGEETHA	19,167	0.23	-	19,167	0.23	-
SATHISHKUMAR G V	18,161	0.22	-	18,161	0.22	-
CHALAPATHI G V	12,800	0.15	-	12,800	0.15	-
JWALA G S	6,800	0.08	-	6,800	0.08	-
RACHITHA G B	6,667	0.08	-	6,667	0.08	-
REENA G R	6,000	0.07	-	6,000	0.07	-
NANDHINI G A	6,000	0.07	-	6,000	0.07	-
VIJAYA LAKSHMI G S	6,000	0.07	-	6,000	0.07	-
ACHYUTHA G R	1,000	0.01	-	1,000	0.01	-

** Increase in shareholding during the year is due to promoter inter-se transfer.

2.12 Other Equity (Rs. In Lakhs)

106.09	As at 31 March 2022 Rs.	As at 31 March 2021 Rs.
Capital Reserves		
Opening Balance	196.33	196.33
Add: Amount transferred from statement of profit and loss account		
Less: Amount utilized		
Closing Balance	**196.33**	**196.33**
Capital Redemption Reserve		
Opening Balance	86.75	86.75
Add: Amount Transferred		
Less: Amount utilised		
Closing Balance	**86.75**	**86.75**
Securities Premium Account		
Opening Balance	294.45	294.45
Add: Amount Transferred		
Less: Amount utilised		
Closing Balance	294.45	294.45
General Reserve		
Opening Balance	49.08	43.26
Add: Amount Transferred	5.82	5.82
Less: Amount utilised		
Closing Balance	**54.90**	**49.08**
Revaluation Reserve		
Opening Balance	1265.04	1270.86
Add: Additions on revaluation during the year	0	0
Less: Amount utilised	5.82	5.82
Closing Balance	**1259.23**	**1265.04**
Other comprehensive Income / Loss		
Opening Balance	-28.8	-46.17
Add: Additions duriing the year	-15.31	17.37
Closing Balance	**-44.11**	**-28.8**
Other Reserves Total	**1847.55**	**1862.85**
Surplus / (deficit) balance in the statement of profit and loss account		
Opening Balance	337.31	305.84
Add: Profit/ (Loss) for the year	106.09	31.47
Add: Amount utilised Income tax for 2016-17 & 2017-18 adjusted for 2018-19	0	0
Closing Balance	**443.39**	**337.31**
	2290.94	**2200.16**

2.13 Borrowings

(Rs. In Lakhs)

Particulars	As at 31 March 2022 Rs.	As at 31 March 2021 Rs.
Secured- Considered good		
State Bank Of India		
Term loans (Covid Loan)		
from banks		
Covid Emergency Credit Line & Guranteed Emergency Credit Line (State Bank of India)	239.88	297.85
(secured by fixed and current assets of the Company on pari passu charge with SBI and SIB through SBICAP Trustee and Guaranteed by promoted directors in their personnel capacity)		
In case of continuing default as on the balance sheet date in repayment of loans and interest		
1. Period of default NIL		
2. Amount NIL		
	239.88	**297.85**
Unsecured -considered good		
Public Deposits	0	0
Repayable on maturity depending on the period of deposit more than 1 year		
In case of continuing default as on the balance sheet date in repayment of loans and interest		
1. Period of default NIL		
2. Amount NIL		
	0	0
	239.88	**297.85**

2.14: Provisions (Rs. In Lakhs)

Particulars	As at 31 March 2022 Rs.	As at 31 Mar 2021 Rs.
Others (Specify nature)		
Provision for pending sales tax forms and other sales tax disputes	0.68	0.68
Provisions for Contingencies	0	0
Others provision (Reserve for bad debts)	0	0
	0.68	**0.68**

2.15 Deferred tax liabilities (Net) (Rs. In Lakhs)

Particulars	As at 31 March 2022 Rs.	As at 31 Mar 2021 Rs.
As per last Balance Sheet	165.52	183.31
Add : Deferred tax liability / (Deferred tax Asset) for the year (Net)	-15.02	-17.79
Closing Balance	**150.50**	**165.52**

2.16 Other non current liabilities (Rs. In Lakhs)

Particulars	As at 31 March 2022 Rs.	As at 31 Mar 2021 Rs.
Trade Payables		
- due to micro and small enterprises	0	0
- others creditors	0	0
Others		
Loan from directors	288.92	278.5
Lease Liability	39.44	96.65
Payables for purchase of fixed assets	0	0
Security Deposit	49.72	43.98
	378.08	**419.13**

2.17 Borrowings (Rs. In Lakhs)

Particulars	As at 31 Mar 2022 Rs.	As at 31 Mar 2021 Rs.
Secured - Considered Good		
Loans repayable on demand		
from banks		
- State Bank of India	3009.37	2782.04
(Includes Rs. Nil as buyers credit on short term repayable with in one year).		
(Secured by pari passu first charge on the entire current assets Viz, RM,SIP,FG,Receivables, spares, consumables and other current assets of the Company with State Bank of India and also Guaranteed by the directors in their personnel capacity)		

Particulars	As at 31 Mar 2022 Rs.	As at 31 Mar 2021 Rs.
In case of default as on the balance sheet date in repayment of loans and interest		
1. Period of default NIL		
2. Amount NIL		
- South Indian Bank	898.89	869.75
(Includes Rs Nil as buyers credit on short term repayable with in one year).		
(Secured by pari passu first charge on the entire current assets Viz, RM,SIP,FG,Receivables, spares, consumables and other current assets of the Company with South Indian Bank and also Guaranteed by the directors in their personnel capacity)		
In case of default as on the balance sheet date in repayment of loans and interest		
1. Period of default NIL		
2. Amount NIL		
	0	0
Covid Emergency Credit Line & Guranteed Emergency Credit Line (State Bank of India)	228.95	226.84
(secured by fixed assets with a specific mention in case guaranteed by any director or others)		
In case of default as on the balance sheet date in repayment of loans and interest		
1. Period of default NIL		
2. Amount NIL		
	4137.21	**3878.63**
Unsecured		
Loans repayable on demand		
Others		
from other parties	0	0
In case of default as on the balance sheet date in repayment of loans and interest		
1. Period of default NIL		
2. Amount NIL		
Deposits		
Public Deposits	0	0
Repayable on maturity depending on the period of deposit less than 1 year		
In case of continuing default as on the balance sheet date in repayment of loans and interest		
1. Period of default NIL		
2. Amount NIL		
Loan from directors		
	0	0
	4137.21	**3878.63**

2.18 Trade payables (Rs. In Lakhs)

Particulars	As at 31 Mar 2022 Rs.	As at 31 Mar 2021 Rs.
Trade Payables		
due to Micro and Small Enterprises	96.99	49.11
others creditors	1500.33	1700.64
	1597.32	**1749.75**

As at 31st March 2022 (Rs. In Lakhs)

Particulars	Outstanding for following periods from due date of payment				
	Less than 1 year	1-2 years	2-3 years	More than 3 years	total
(i) MSME	96.99				96.99
(II) Others	1,500.32				1,500.32
(ii) Disputed dues-MSME					
(iii) Disputed dues- Others					

As at 31st March 2021 (Rs. In Lakhs)

Particulars	Outstanding for following periods from due date of payment				
	Less than 1 year	1-2 years	2-3 years	More than 3 years	total
(i) MSME	49.11				49.11
(II) Others	1,700.65				1,700.65
(ii) Disputed dues-MSME					
(iii) Disputed dues- Others					

2.19 Provisions (Rs. In Lakhs)

Particulars	As at 31 Mar 2022 Rs.	As at 31 Mar 2021 Rs.
Provision for employee benefits		
Salary & Reimbursements	52.18	44.43
Contribution to PF / ESIC	24.80	15.81
Gratuity	-2.98	-0.6
Superannuation	1.21	0.33
Leave travel & Medical expenses-Directors	4.15	3.92
Professional tax payable	2.58	2.65
Employee related	1.23	1.17
Others (Specify nature)		
Provision for Electricity Charges	1.6	0
provision for Freight & Clearing	0	0
Provision for Job work charges	0	0
provision for Expenses	93.70	121.14
	178.41	**188.85**

2.20 Other Current Liabilities (Rs. In Lakhs)

Particulars	As at 31 Mar 2022 Rs.	As at 31 Mar 2021 Rs.
Current maturities of finance lease obligations	4.21	34.31
(Secured by motor Vehicle / Plant and machinery under Hypothecation)		
Repayment tenure of 60 months ended March 2022		
Interest accrued but not due on borrowings	0	0
Other payables		
Sales Tax / GST Payable	0.26	0.24
TDS payable	7.60	4.40
TCS payable	0.30	0.82
Profession tax payable	0	0
Sundry creditors for purchase of Fixed Assets	2.24	0.67
	14.61	**40.44**

2.21: Revenue from Operations

Sale of Products (Rs. In Lakhs)

Particulars	31st Mar 2022	31st Mar 202
Sales - Exports	5129.65	2022.74
Sales - Domestic	7242.58	5999.17
Sub Total	12372.23	8021.91
Net Turnover	12372.23	8021.91

Sale of services (Rs. In Lakhs)

Particulars	31st Mar 2022	31st Mar 2021
Income from Job work charges	2.88	18.29
Commission on sales	130.45	149.15
Early payment incentive	159.29	112.04
	292.62	**279.47**

Other operating revenues (Rs. In Lakhs)

Particulars	31st Mar 2022	31st Mar 2021
Sale of scrap (net)	297.77	142.51
MEIS	0	0
Interest Income (IOCL operations)	6.01	15.27
Exchange gain / (Loss) (net)	87.87	0
	391.66	157.78
Total (2.21)	**13056.50**	**8459.17**

2.22: Other income (Rs. In Lakhs)

Particulars	31st Mar 2022	31st Mar 2021
Interest Income (bank FD+others)	25.06	13.02
Profit on sale of fixed assets	29.77	2.62
Insurance claim	0	0
Brokerage & Commission - Income	0	0
Gratuity .	0	
Liabilities / Assets no longer required written back	0	0
Write back - Provision for Baddebts	0	1.53
Miscellaneous Income / Other Income	2.46	7.02
	57.29	**24.19**

2.23: Cost of material consumed (Rs. In Lakhs)

Particulars	31st Mar 2022	31st Mar 2021
Raw materials and packing materials consumed		
Opening stock	503.76	254.94
Add: Purchases	8341.97	4938.91
Less: Closing stock	462.72	503.76
	8383.01	**4690.09**

2.24: Changes in inventories and Finished goods (Rs. In Lakhs)

Particulars	31st Mar 2022	31st Mar 2021
Opening Stock		
Finished goods	400.24	292.16
Work-in-progress	1408.75	1703.85
Goods in transit	31.15	105.75
Scrap	18.18	0.32
Less: Closing stock		0
Finished goods	364.16	400.24
Work-in-progress	1498.65	1408.75
Goods in transit	204.25	31.15
Scrap	22.13	18.18
	-230.87	**243.76**

2.25: Employee benefits expense (Rs. In Lakhs)

Particulars	31st Mar 2022	31st Mar 2021
Salaries, wages	696.89	631.98
Bonus and Exgratia	29.01	44.80
Contribution to provident fund / ESIC	51.96	47.68
Gratuity	-0.74	16.77
Workmen and staff welfare expenses	241.49	216.91
Directors remuneration	36.23	23.11
	1054.84	**981.25**

2.26: Finance Cost

(Rs. In Lakhs)

Particulars	31st Mar 2022	31st Mar 2021
Medium Term Loan	43.79	4.66
Cash Credit / Covid loan	86.33	137.29
Packing Credit	70.30	50.01
Bills Discounting (FUBD)	35.25	49.80
Interest paid on Hire Purchase	2.37	0.83
Others (Other + interest on unsecured loan)	-7.36	7.72
Interest on Lease Liabilities	8.939	13.660
	239.62	**263.97**

2.27: Other expenses

(Rs. In Lakhs)

Particulars	31st Mar 2022	31st Mar 2021
Consumption of stores, loose tools and spare parts	227.83	143.70
Power and fuel	391.23	305.42
Rent	-13.35	0
Repairs and maintenance:		0
- buildings	75.17	55.98
- plant and machinery	33.42	21.82
- others	25.17	20.81
Rates and taxes, excluding, taxes on income	25.14	27.63
Watch & Ward	28.09	23.06
Insurance	29.15	29.06
Job work charges paid	1502.98	1027.25
Traveling and conveyance (Domestic)	16.94	6.61
Traveling and conveyance (Foreign)	0	0.10
Communication	14.31	14.78
Legal and professional fees	23.74	15.13
Statutory Auditor’s remuneration	4.35	2.98
Internal Audit fees/others	2.40	1.80
Freight and clearing outward	350.22	154.92
ECGC premium paid	23.29	13.38

Particulars	31st Mar 2022	31st Mar 2021
Sales promotion	2.33	2.72
Foreign exchange loss	0	16.34
Sales commission	0.97	1.63
Bank charges	71.41	73.39
Testing charges	9.51	2.08
Loss on sale of FPS licence	0	0
Loss on sale of fixed Assets	0	0
Bad debts written off	6.00	0
Training and seminar expenses	4.71	0.61
Provision for bad debts	0	0
Books and periodicals	0.27	0.25
Advertisements	0.35	0.24
Management meeting expenses	0.08	0.08
Printing and stationery	6.24	7.15
Office Electricity	1.96	2.07
Membership and subscriptions	2.09	1.58
Research & Development expenses	16.96	15.36
Sitting Fees	4.85	2.50
Office Maintenance	26.00	19.98
Excise duty on finished goods at stock valued (16-17)	0	0
Listing & Filing fees	3.5	3.69
Donations	5.23	0.43
Miscellaneous expenses	0.28	2.18
Assets condemned	0	0
	2922.90	**2016.74**

2.28: Exceptional items (Rs. In Lakhs)

Particulars	31st Mar 2022	31st Mar 2021
Provision for Contingencies	0	0
Insurance Claim written off	391.00	0
Total Exceptional items	**391.00**	**0**

3. Dues to Micro, Small and Medium Enterprises:

The management has written to vendors requesting them to inform whether they would fall under the preview of Micro, Small and Medium Enterprises Act, 2001. Based on disclosure received, there are no amount payable to such enterprises as at 31st March 2022 other than stated in financial. The above information has been determined to the extent such parties have been identified on the basis of information available with the Company which has been relied upon by the auditors.

4. Status on Fire accident claim:

The claim relates to fire accident in the year 2013 at one of the units. The Company has filed cases against the insurance companies for the claims with respect to loss of stock and fixed assets in the fire since only a partial claim has been paid as final settlement. Below is the present status of the case:

Stock Claim

Company is pursuing the suit filed at High Court in the year 2018 against repudiation of the claim by insurance company on loss of stock in the fire accident. Beholding the facts of case and regular hearing at court the company is confident about the judgement in its favor.

The Company has written off a sum of Rs.391 lakhs on the insurance claim receivable for stock, owing to prolong impact of Covid-19 on hearing of legal matters and lapse of time much more than the expectation by the company even though the company is convinced about the veracity of the claim. The actual settlement will be treated as income in the year in which it is settled as per applicable accounting standard.

Machinery Claim:

Based on the petition filed by the Company, the High Court ordered appointment of arbitrator for adjudication of the disputes between the parties. Later the Supreme Court of India overturned the ruling based on appeal challenging it by the insurance Company. In view of this the Company has filed fresh suit in High Court against the repudiation of the claim. The Company is confident that the merits of the case are in our favor and when the case is heard by the Court it will be having a better chance to put the facts.

The company believes that there will be no financial impact as the case is likely to be in our favour and will deal with any financial impact of the same upon conclusion of the case.

5. Earnings per share (Rs. In lacs)

EARNINGS PER SHARE	2021-22	2020-21
Profit available for equity share holder (Rs. in lacs)	106.09	31.47
Number of Equity shares (Basic and diluted)	83.73	83.73
Earnings per Share (in Rs.)	1.27	0.38
Cash Earnings per Share (in Rs.)	**4.84**	**3.15**

6. Unhedged foreign Currency Exposure (Rs. In lacs)

Particulars	currency	Foreign Currency	31st March 2022	31st March 2021
Unhedged Foreign currency (Export/ Import)	US $	US$	NIL	NIL

7. Particulars of demands by Income Tax, Sales Tax, Excise in Dispute and their status is as under:-

7.1. EXCISE DUTY/ SERVICE TAX:

	Description	Demand (including penalty) Rs. in Lacs	Amount not provided	Present status
1.1	Rebate Claim Original Docs Missed-Unit-2	3.55	3.55	Award was passed in our favor, but department went for further review and the matter is pending before the chief secretary of central Excise, Delhi
	TOTAL	**3.55**	**3.55**	

7.2. INCOME TAX:

Sl No.	Description	AY	Demand (including Penalty in lacs)	Present Status
2.1	Notice u/s 148 Scrutiny /C C IV (2)/11-12 dt. 01.08.2011	2006-2007	44.75	Appeal made with CIT. Now the case has been moved back to Assessing Officer.
2.2	Notice u/s 143/(3) dt 14.03.14 – AY 2011-12	2011-2012	54.01	Appeal made with CIT
	TOTAL		98.76	

8. Defined Contribution Plans:-

(a) Contribution to Provident Fund /ESI : 50.11*

(b) Contribution to Superannuation Fund : 4.98

** Contribution by company is only taken into consideration.

Defined Benefit Plans:-

Gratuity: -

The following table sets forth the status of the Gratuity Plan of the Company and the amount recognized in the Balance Sheet and Statement of Profit and Loss. The Gratuity liability is covered by a Master Policy taken out with LIC of India under the Cash Accumulation scheme

Retirement Benefits:

The amounts recognized in the Statement of Profit and Loss are as follows: (Rs. In lacs)

Sl No.	Particulars	2021-22	2020-21
(i)	Present value of obligation at the beginning of the year	186.47	189.39
	Interest Cost	13.05	13.73
	Current Service Cost	12.56	16.90
	Benefits paid	(8.59)	(16.19)
	Actuarial (gain) / loss on obligation	15.31	(17.36)
	Present Value of obligation at the end of the year	218.79	186.46
(ii)	Fair value of plan assets at the beginning of the year	210.19	189.42
	Expected return on plan assets	15.49	13.86
	Contribution	14.79	23.10
	Benefits paid	(8.59)	(16.19)
	Actuarial gain / (loss) on plan assets	NIL	NIL
	Fair value of plan assets at the end of the year	231.88	210.19
(iii)	Amounts recognized in the balance sheet		
	Present Value of obligation as at the end of the year	218.79	189.39
	Fair Value of plan at the end of the year	231.88	210.19
	Funded status of the plan – (asset) / liability	13.08	23.72
	Net Assets / (liability) recognized in Balance Sheet	13.08	23.72
(iv)	Amounts recognized in the statement of Profit and Loss		
	Current Service Cost	12.56	16.90
	Interest Cost	13.05	13.73
	Expected return on plan assets	(15.49)	(13.86)
	Expenses recognized in the statement of profit and loss	10.12	(0.59)
	Other Comprehensive Income	NIL	NIL
	Net Actuarial (gain)/loss recognized in the year	15.31	23.72
	Principal actuarial assumptions		
	Discount Rate	7.00%	7.00%
	Salary Escalation	7.00%	5.00%
	Expected Return on plan assets	6.56%	7.00%
	Expected rate of attrition	18.00%	18.00%
	Mortality	IALM (2006-08)	IALM (2006-08)

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

Notes:

(a) Estimates of future salary increase take account of inflation, seniority, promotion and other relevant factors.

(b) The discount rate is based on the prevailing market yields of Government of India Bonds as at the Balance Sheet date for the estimated term of the obligation.

(c) The Company's gratuity funds are managed by the Life Insurance Corporation of India and therefore the composition of the fund assets in not presently ascertained.

9. Segmental Reporting

Company's business segments are as under:

Manufacturing:

Manufacture of Flexible intermediate bulk container packaging material used for industrial purposes.

Trading:

Trading of Polymers.

Segment Accounting Policies:

a. Segment accounting disclosures are in line with accounting policies of the Company.
b. Segment Revenue includes Sales and other income directly identifiable with / allocable to the segment.
c. Expenses that are directly identifiable with allocable to segments are considered for determining the Segment Result.
d. Major portion of segment liabilities and Assets relates to manufacturing segment
e. Regrouping done wherever necessary.

(i) Segment-wise Reporting as per the format under the Listing agreement (Rs. In lacs)

Particulars	Year ended 31.03.2022	Year ended 31.03. 2021
(i) Segment Revenue (Net Sales / Income from each segment should be disclosed under this head)		
(a) Segment A - Manufacturing Business	12,818.05	8,206.90
(b) Segment B - Trading Business	295.75	276.46
(c) Unallocated	-	-
Total	13,113.80	8483.36
Less: Inter Segment Revenue		
Net Sales / Income from Operations	**13,113.80**	**8483.36**
(ii) Segment Results - Profit (+) / Loss (-) before tax and interest from each segment		
(a) Segment A - Manufacturing Business	529.28	82.19
(b) Segment B - Trading business	228.83	236.67
(c) Unallocated	-	-
Total	758.11	318.86
Less: (i) Interest	239.62	263.97
(ii) Exceptional items	391.00	-
(iii) Unallocable Income	-	-
Total Profit before tax	**127.49**	**54.89**

Particulars	Year ended 31.03.2022	Year ended 31.03. 2021
(iii) Capital Employed **Segment (A) Polymer**		
Assets	1,657.08	1,596.12
Liabilities	1,300.82	1,544.21
Segment (B) Manufacturing		
Assets	8,456.60	8,300.05
Liabilities	8,812.87	8,351.96

(ii) SECONDARY SEGMENT INFORMATION (Rs. In lacs)

1. Segment Revenue - Turnover	2021-22	2020-21
Sales-Exports	5129.65	2022.74
Sales-Domestic	7242.58	5999.17
Total	**12372.23**	**8021.91**
2. Non-Current Assets		
Exports	NIL	NIL
Domestic	NIL	NIL

10. RELATED PARTIES with whom transactions have taken place during the year 2021-22

(Rs. in lacs)

Sl No	Name of the Party	Nature of Relationship	Nature of Transaction	Transactions during the Year		Closing Balance as on Cr / (Dr)	
				2021-22	2020-21	31.03.2022	31.03.2021
(i)	Stanpacks (India) Limited	A public company in which directors along with their relatives, hold more than two per cent of its paid-up share capital.	Job Work Charges Paid	25.21	19.45	(0.40)	(5.30)
			Purchase of goods	68.69	91.65		
			Sale of Goods	119.24	113.83		
			Job Work Charges Received	2.83	-		
(ii)	JBL Saks (P) Ltd	A private company in which director's relatives a member and director.	Sale of Goods	1.03	-	(0.31)	0.31
			Purchase	-	10.93		
			Rent & Others	6.79	5.90		

Sl No	Name of the Party	Nature of Relationship	Nature of Transaction	Transactions during the Year		Closing Balance as on Cr / (Dr)	
				2021-22	2020-21	31.03.2022	31.03.2021
(iii)	Jumbo Bag LLC	Body corporate which is accustomed to act in accordance with the advice, directions or instructions of a director.	Sale	1,917.25	682.64	(231.00)	(300.05)
(iv)	G P N Gupta	Key Management Personnel	Remuneration	12.00	9.00	6.05	0.97
			Interest Paid	5.94	-		
(vi)	G S Anil kumar	Key Management Personnel	Remuneration	21.51	12.24	6.68	1.34
			Interest Paid	5.94	-		
(vii)	G. Sangeetha	Member of Promoter Group	Rent	5.77	3.66	0.43	0.84
(viii)	G.R. Latha Rani	Relative of Key Management Personnel	Rent	6.00	2.00	0.45	0.50
(ix)	Balaji Trading Enterprises Pvt Ltd	A private company in which a director's relatives a member and director.	Interest paid	-	38.14	(21.85)	(216.29)
			Interest Received	18.69	-		
			Purchase	88.16	93.00		
			Sales	117.69	103.58		
(x)	G.F.IMPEX	A private company in which a director's relatives a member and director.	Interest received	1.72	-	(8.43)	(52.93)
(xi)	Master Material	Body corporate which is accustomed to act in accordance with the advice, directions or instructions of a director.	Sales	72.60	-	-	70.13
			Total	**2,496.78**	**1,186.03**		

11. (A) INCOME TAXES: (in Rs. Lakhs)

Reconciliatsion between average effective tax rate and applicable tax rate

The income tax expenses for the year can be reconciled to the accounting profit as follows:

	For the year ended 31st March, 2022	For the year ended 31st March, 2021
Profit before tax	127.49	54.89
Applicable Tax Rate	25.17%	25.17%
Computed Tax Expense	32.09	13.82
Tax effect of :		
Expenses disallowed	4.33	27.39
Set off of Brought Forward Business Loss/ Unabsorbed Depreciation		
Current Tax Provision (A)	36.42	42.21
Increase in Deferred Tax Liability on account of Tangible and Intangible Assets	(15.02)	(17.79)
Decrease in Deferred Tax Asset on account of Financial Assets and Other Items	0	1.42
Deferred tax Provision (B)	(15.02)	(17.75)
Tax Expenses recognised in Statement of Profit and Loss (A+B)	21.40	23.46
Effective Tax Rate	16.78%	45.25%

11. (B) Deferred Tax -

Following is the analysis of the deferred tax asset/(liabilities) presented in the Balance sheet: (Rs. in lakhs)

Particulars	For the Year ended 31st March, 2022			
	Opening Balance	Recognised in profit and Loss	Recognised in OCI	Closing Balance
Tax effect of items constituting deferred tax liabilities				
Property, Plant and Equipment	(165.56)	15.02		(150.54)
Tax effect of items constituting deferred tax assets				
Employee Benefits	-	-		-
Other Items	-	-		-
Brought forward business loss and unabsorbed depreciation	-	-		-
Total	-	-		-
Net Tax Asset / (Liabilities)	**(165.52)**	**15.02**		**(150.54)**

Particulars	For the Year ended 31st March, 2021			
	Opening Balance	Recognised in profit and Loss	Recognised in OCI	Closing Balance
Tax effect of items constituting deferred tax liabilities				
Property, Plant and Equipment	(184.74)	19.17		(165.52)
Tax effect of items constituting deferred tax assets				
Employee Benefits	1.42	(1.42)		-
Other Items	-	-	-	-
Brought forward business loss and unabsorbed depreciation	-	-	-	-
Total	1.42	-	-	-
Net Tax Asset / (Liabilities)	**(183.32)**	**17.75**	**-**	**(165.52)**

12. Financial Instruments

A. Capital risk management

The capital structure of the company consists of debt, cash and cash equivalents and equity attributable to equity shareholders of the company which comprises issued share capital and accumulated reserves disclosed in the Statement of Changes in Equity.

The company's capital management objective is to achieve an optimal weighted average cost of capital while continuing to safeguard the company's ability to meet its liquidity requirements (including its commitments in respect of capital expenditure) and repay loans as they fall due.

(Rs. in lakhs)

Particulars	As at 31st March, 2022	As at 31st March 2021
Debt	4,571.25	4,187.26
Less: Cash and Bank Balance	212.48	151.57
Total Debt	**4,358.77**	**4,035.69**
Total Equity	1670.91	1559.01
Net Debt to equity ratio	**2.61**	**2.59**

Categories of Financial Instruments

(a) Financial Assets (Rs. in lakhs)

Particulars	As at 31 March 2022	As at31 March 2021
Measured at fair value through profit or loss (FVTPL)		
-Investments	6.52	2.52
Measured by FVOCI	-	-
Measured at amortised cost		
- Investments	-	-
- Trade receivables	3,818.12	3,598.16
- Cash and Bank balance	212.48	151.57
- Loans	594.47	374.27
- Other financial assets	-	-

(b) Financial Liabilities: (Rs. in lakhs)

Particulars	As at 31 March 2022	As at31 March 2021
Measured at fair value through OCI (FVTOCI)	-	-
Measured at amortised cost		
- Borrowings	4,571.25	4,187.26
- Trade payables	1,597.31	1,749.75
- Other financial liabilities	-	-

B. Financial Risk Management

a) Market risk

The company's activities expose it primarily to the financial risk of changes in interest rates. There have been no changes to the company's exposure to market risk or the manner in which it manages and measures the risk in recent past.

i) Currency risk

The company's exposure arises mainly on import (of raw material and capital items). Management uses certain derivative instruments to manage its exposure to the foreign currency risk. Foreign currency transactions are managed within approved policy parameters.

The carrying amounts of the Company's foreign currency denominated monetary assets and monetary liabilities at the end of each reporting period are as follows :

Currency	As on Mar'22			As on Mar'21		
	Exposure Hedged	Exposure Unhedged	Total	Exposure Hedged	Exposure Unhedged	Total
Trade payable						
USD	-	2,400	2,400	2,22,107		2,22,107
EURO	-	-	-	-	-	-
Borrowings						
USD	-	-	-	-	-	-
Trade Receivable						
USD	22,27,400	-	22,27,400	6,97,107	1,28,321	8,25,428

Foreign currency sensitivity analysis

The Company is mainly exposed to US Dollars, Japanese Yen and Euro

The following table details the Company's sensitivity to a 1% increase and decrease in the INR against the relevant foreign currencies. 1% is the rate used in order to determine the sensitivity analysis considering the past trends and expectation of the management for changes in the foreign currency exchange rate. The sensitivity analysis includes the outstanding foreign currency denominated monetary items and adjusts their translation at the period end for a 1% change in foreign currency rates. A positive number below indicates a increase in profit or equity where the INR Strengthens 1% against the relevant currency. For a 1 % weakening of the INR against the relevant currency, there would be a comparable impact on the profit or equity and balance below would be negative.

Currency	As at March 31, 2022	Sensitivity +1%	Sensitivity -1%	As at March 31, 2021	Sensitivity +1%	Sensitivity -1%
USD	-	-	-	1,28,321	1,283	(1,283)
Euro	-	-	-	-	-	-

Notes :

1. This is mainly attributable to the exposure of payable outstanding in the above mentioned currencies to the Company at the end of the reporting period.

i) Interest rate risk

The company is exposed to interest rate risk as the company borrows funds at both fixed and floating interest rates. The risk is managed by the company by maintaining an appropriate mix between fixed and floating rate borrowings.

ii) Credit risk

Credit risk refers to the risk that counterparty will default on its contractual obligations resulting in financial loss to the Company. The Company has adopted a policy of only dealing with creditworthy counterparties and obtaining advances, where appropriate, as a means of mitigating the risk of financial loss from defaults. The Company uses other publicly available financial information and its own trading records to rate its major customers. The Company's exposure and the credit ratings of its counterparties are continuously monitored.

Trade receivables consist of a large number of customers, concentrated in the Chemicals, Pharmaceuticals and Minerals industry. Ongoing credit evaluation is performed on the financial condition of accounts receivable and, where appropriate, advances are received from customers.

At 31st March 2022 the company did not consider there to be any significant concentration of credit risk which had not been adequately provided for. The carrying amount of the financial assets recorded in the financial statements, grossed up for any allowances for losses, represents the maximum exposure to credit risk.

iii) Liquidity Risk

The company manages liquidity risk by maintaining adequate reserves and banking facilities, by continuously monitoring forecast and actual cash flows and by matching the maturity profiles of financial assets and liabilities for the company. The company has established an appropriate liquidity risk management framework for it's short term, medium term and long term funding requirement.

The below tables summarise the maturity profile of the company's financial assets and financial liabilities

i. Non Derivative Financial assets (Rs. in Lakhs)

Particulars	As at March 31, 2022			As at March 31, 2021		
	Less than 1 year	1 to 5 years	5 years and above	Less than 1 year	1 to 5 years	5 years and above
Investments	4.00	-	2.52	-	-	2.52
Trade receivables	3,818.12	-	-	3,598.16	405.64	-
Cash and cash equivalents	212.48	-	-	151.57	-	-
Bank balance other cash and cash equivalents stated above	-	-	-	-	-	-
Loans	455.20	139.27	-	243.81	130.46	-
Other financial assets	-	-	-	-	-	-

ii. Non Derivative Financial Liabilities (Rs. in Lakhs)

Particulars	As at March 31, 2022			As at March 31, 2021		
	Less than 1 year	1 to 5 years	5 years and above	Less than 1 year	1 to 5 years	5 years and above
Long Term Loan	-	434.04	-	-	308.63	-
Short term loan	4,137.21	-	-	3,878.63	-	-

iii. Derivative assets/ (Liabilities) (Rs. in Lakhs)

Particulars	As at March 31, 2022			As at March 31, 2021		
	Less than 1 year	1 to 5 years	5 years and above	Less than 1 year	1 to 5 years	5 years and above
Net settled:						
Foreign currency forward contracts	(8.00)	-	-	(6.95)	-	-
Total	**(8.00)**	**-**	**-**	**(6.95)**	**-**	**-**

The below tables summarise the fair value of the financial assets / liabilities

i. Fair Value of derivative instruments carried at fair value (Rs. in Lakhs)

Particulars	As at March 31, 2022	As at March 31, 2021	Fair value hierarchy (Level 1, 2 or 3) *
Derivative financial assets (a)			
- Cross Currency rate swaps	-	-	-
Derivative financial liabilities (b)			
- Foreign currency forward contracts	8.00	6.95	1
- Interest rate swaps	-	-	
Total	**8.00**	**6.95**	-
Net derivate financial assets / (liabilities) (a - b)	**(8.00)**	**(6.95)**	

ii. Fair value of financial assets / liabilities (other than investment in subsidiaries) that are not measured at fair value

The management considers that the carrying amount of financial assets and financial liabilities recognised at amortised cost in the balance sheet approximates their fair value.

Level 1 - Quoted price in an active market.

Level 2 - Discounted cash flow. Future cash flows are estimated based on forward exchange rates and contract rates, discounted at a rate that reflects the credit risk of various counterparties.

Level 3 - Discounted cash flow method is used to capture the present value of the expected future economic benefits that will flow to the company.

Details of outstanding forward exchange contracts #

Currency pair	Currency	Currency value	Average exchange rate	Nominal value (Rs)	Buy/Sell
As at March 31, 2022					
USD/INR	US Dollar	22,25,000	76.90	17,10,93,275	Buy
As at March 31, 2021					
USD/INR	US Dollar	4,75,000	73.11	3,47,27,250	Buy

13. Contingent Liabilities

Contingent Liabilities not provided for	As at 31st March, 2022 (Rs. in Lacs)	As at 31st March, 2021 (Rs. in Lacs)
a. In respect of guarantees given by the Company	600	600.00
b. Letter of credit for purchase of raw-materials	797.52	799.33
c. Claims not acknowledged as debts	Nil	Nil
d. Estimated amount of contracts remaining to be executed on Capital accounts, not provided for	Nil	Nil
e. Disputed amount of Central Excise	3.55	6.32
f. Disputed amount on Income Tax	98.76	109.47

No provision has been made in the accounts in respect of disputed amount of sales tax as the company has contested the case and is hopeful of getting the verdict in its favor. Certain claims/show cause notices disputed have neither been considered as contingent liability nor acknowledged as claim, based on the opinion obtained, since the possibility of loss is remote.

14. Expenditure in Foreign Exchange (Rs. In lacs)

Expenditures in Foreign Currency	2021-22	2020-21
i) CIF value of Imports	1600.74	464.85
ii) Travel	-	-
iii) Commission for export sales	-	-
iv) Others (Testing Charges)	-	-

15. Foreign Exchange Earnings (Rs. In lacs)

Earnings in Foreign Currency	2021-22	2020-21
i) FOB Value of Exports	4947.91	2067.51

16. Balances of sundry debtors, creditors, advances & deposits received/paid are as per the books of accounts. Letters have been sent seeking confirmation of balances and replies from most of the cases are awaited. Adjustments, if any, will be made in the books of accounts on receipt of such confirmations.

17. Capacity and Production during the year 2021-22: (Rs. In lacs)

Capacity & Production	2021-22	2020-21
Class of Goods : Intermediate Flexible Containers, Fabric, Components of Jumbo Bags, Liner & Small Bags		
Licensed Capacity (in MT)	8870.00	8870.00
Installed Capacity (in MT)	7200.00	7200.00
Actual Production (in MT)	5844.34	3659.50

The Installed capacity is technically evaluated as certified by the management and accepted by auditors (per year on a continuous shift basis)

Description	2021-22		2020-21	
	Quantity in MT	(Rs. In lacs)	Quantity in MT	(Rs. In lacs)
a. Poly Propylene Granules	4,056.35	4,600.00	3438.60	2781.45
b. Others	2,515.37	3,127.18	2513.45	2571.64
Total	**6,571.72**	**7,727.18**	**5952.05**	**5353.09**
ii) Consumption of Imported & Indigenous Raw Material, Stores and Spares Parts and the percentage of each to the Consumption:-	% of Consumption	Total Value	% of Consumption	Total Value
a. Raw Material				
Import	20.90%	1,327.23	34.92%	1838.50
Indigenous	79.10%	5,024.19	65.08%	3426.42
Total	**100.00%**	**6,351.42**	**100.00%**	**5264.92**
b. Stores and Spares				
Import	2.42%	4.67	-	-
Indigenous	97.58%	188.80	100.00%	118.01
Total	**100.00%**	**193.47**	**100.00%**	**118.01**
	2021-22		**2020-21**	
	Qty in MTS	**Value**	**Qty in MTS**	**Value (Rs. In lacs)**
P. P. Bags , Fabric , Components of Jumbo Bags & Small Bags	5,041.78	1,1365.56	3,819.67	7,621.70
	Closing Stock as on 31.03.2022		**Closing Stock as on 31.03.2021**	
	Qty in MTS	**(Rs. In lacs)**	**Qty in MTS**	**(Rs. In lacs)**
Finished Goods (Inclusive of Excise Duty)	178.99	364.16	202.86	400.24

The relevant information regarding Turnover, Production, Opening Stock and Closing Stock are given only in aggregate and no detailed breakup thereof is given as the items are too numerous to be conveniently grouped.

18. Leases:

A lessee shall disclose the following amounts for the reporting period:

(a) depreciation charge for right-of-use assets by class of underlying asset;

(b) interest expense on lease liabilities;

(c) the expense relating to short-term leases accounted for applying paragraph 6 of Ind AS-116. This expense need not include the expense relating to leases with a lease term of one month or less;

(d) the expense relating to leases of low-value assets accounted for applying paragraph 6 of Ind AS-116. This expense shall not include the expense relating to short-term leases of low-value assets included in paragraph 53(c);

(e) the expense relating to variable lease payments not included in the measurement of lease liabilities;

(f) income from subleasing right-of-use assets;

(g) total cash outflow for leases;

(h) additions to right-of-use assets;

(i) gains or losses arising from sale and leaseback transactions; and

(j) the carrying amount of right-of-use assets at the end of the reporting period by class of underlying asset.

A lessee shall provide the disclosures specified in paragraph 53 of Ind AS-116, in a tabular format, unless another format is more appropriate. The amounts disclosed shall include costs that a lessee has included in the carrying amount of another asset during the reporting period.

19. Additional Regulatory Information:

a. The title deeds of all the immovable properties (other than properties where the Company is the lessee and the lease agreements are duly executed in favour of the lessee) are held in the name of the Company.

b. The Company has not revalued its Property, Plant and Equipment (including Right of use assets) or intangible assets during the year ended 31 March, 2022.

c. The company has not given any Loans or Advances in the nature of loans to promoters, directors, KMPs and their related parties (as defined under Companies Act, 2013,) either severally or jointly with any other person.

d. No Intangible assets under development during the year.

e. Quarterly statements of current assets filed with banks and financial institutions for fund borrowed from those banks and financial institutions on the basis of security of current assets are in agreement with the books of account.

f. Ratios:

Ratios	Numerator	Denominator	As on March 31,2022	As on March 31,2021	Percentage Variation	Comments for variation, if any
Current Ratio	Current Assets	Current Liabilities	1.24	1.14	9.05%	N.A
Debt-Equity Ratio	Total Debt	Shareholder's Equity	1.38	1.36	1.63%	N.A
Debt Service Coverage Ratio	Earnings available for debt service	Debt service	2.47	2.09	18.43%	N.A

Ratios	Numerator	Denominator	As on March 31,2022	As on March 31,2021	Percentage Variation	Comments for variation, if any
Return on Equity Ratio	Net profit after tax	Average equity	3.35%	1.11%	200.84%	Increase in ratio is due to higher profit for the current financial year as compared for previous year profit.
Inventory turnover ratio	Cost of goods Sold	Average Inventory	5.00	3.40	47.06	Increase in ratio is due to volume increase and increase in input prices post COVID 19 impact.
Trade Receivables turnover ratio	Net credit sales	Average Accounts receivables	3.42	2.84	20.32 %	N.A
Trade payables turnover ratio	Net credit Purchases	Average accounts payables	7.57	6.23	21.38%	N.A
Net capital turnover ratio	Net Sales	Working capital	2.90	1.99	45.55%	Increase in ratio is due to value addition to existing product leading to improved sales over last year.
Net profit ratio	Net Profit	Net Sales	0.81%	0.40%	100.17%	As per note (i)
Return on Capital employed	EBIT	Capital employed	14%	13%	2.57%	N.A
Return on investment	Income generated from investments	Average Investments	10%	6%	75.74%	As per note (i)

Note (i) Increase in the said ratios is mainly due to increase in profit for the year. Such an increase is due to efforts of management to address major issues like waste management, value addition to existing product leading to improved sales from existing customer and adding new customers to the order book.

g. The Company has not traded or invested in Crypto currency or Virtual Currency during the financial year.

h. The Company does not have any charges or satisfaction which is yet to be registered with ROC beyond the statutory period.

i. There are no transactions and / or balance outstanding with companies struck off under section 248 of the Companies Act, 2013.

j. The company does not have any investments through more than two layers of investment companies as per section 2(87) (cd) and section 186 of Companies Act, 2013.

k. No proceedings have been initiated during the year or are pending against the Company as at 31 March 2022 for holding any benami property under the Benami Transactions (Prohibition) Act, 1988 (as amended in 2016) and rules made thereunder.

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

m. There were no transactions relating to previously unrecorded income that were surrendered or disclosed as income in the tax assessments under the Income Tax Act, 1961 (43 of 1961) during the year.

PREVIOUS YEAR FIGURES

Previous year figures have been restated wherever required.

As per our report of even date

For J V Ramanujam & Co
Chartered Accountants
FRN No. 002947S

For and on behalf of the Board

Sri Narayana Jakhotia
Partner
Membership No. 233192

G S ANIL KUMAR
Managing Director
DIN:00080712

GPN GUPTA
WTD CUM CFO
DIN:00086174

Place: Chennai
Date: 26.04.2022

KASHIRAMAN BALAKRISHNAN
Company Secretary

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Registered Book Post/Courier

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