

KAMARHATTY COMPANY LIMITED

DIRECTORS :

S. K. AGARWAL (Managing Director)
SRINIVASA RAO KOLAPALLI (Independent Director)
ILA SENGUPTA (Independent Director)
S. Z. HUSSAIN (Independent Director - Resigned w.e.f. 13/02/2024)
H. NAHATA (Executive Director)

CFO :

P. BILOTIA

CS :

S. MAITY (w.e.f 14/11/2023)

AUDITORS :

KHANDELWAL RAY & CO.
(Chartered Accountants)

BANKERS

- (1) KOTAK MAHINDRA BANK
Dalhousie Branch, Kolkata – 700001
- (2) STANDARD CHARTERED BANK
N S Road Branch, Kolkata – 700001
- (3) ICICI BANK
Portuguese church street, Kolkata – 700001

REGISTERED AND ADMINISTRATIVE OFFICE:

16A, BRABOURNE ROAD, KOLKATA - 700 001

MILLS:

1. 1, GRAHAM ROAD, KOLKATA - 700 058
2. GARJI, PO- BIGHATI
DIST- HOOGHLY, PIN-712124

REGISTRARS & SHARE TRANSFER AGENTS:

M/S. MAHESHWARI DATAMATICS PVT. LTD.
23, R.N.MUKHERJEE ROAD, 5TH FLOOR, KOLKATA - 700 001
Phone : 033-2248 2248, Fax : 033-2248 4787
Email : mdpldc@yahoo.com

KAMARHATTY COMPANY LIMITED

Registered Office: 16A, Brabourne Road, Kolkata - 700001
Phone No.:91-33-40211900 Fax:91-33-40211999 Email:jute@kamarhatty.com
CIN:L51109WB1877PLC000361 Website : www.Kamarhatty.com

NOTICE

TO THE SHAREHOLDERS

Notice is hereby given that 225th Annual General Meeting of the members of Kamarhatty Company Limited will be held on Saturday, the 28th September, 2024 at 12.30 P.M. through Video Conferencing (VC)/Other Audio Visual Means (OAVM), to transact the following business:-

ORDINARY BUSINESS

- 1) To consider and adopt the Audited Financial Statements of the Company for the financial year ended March 31, 2024, including the Audited Balance Sheet as on that date, the Statement of Profit and Loss, Cash Flow Statement, Changes in Equity together with schedules and notes on accounts and the Reports of the Directors and Auditors' thereon.
- 2) To appoint a Director in place of Mr. Harsh Nahata (DIN 02297916) who retires by rotation and being eligible offers himself for re-appointment.

SPECIAL BUSINESS

- 3) To consider and if thought fit, to pass with or without modification(s) the following, as an **Special Resolution**:-

Reappointment of Shri Sushant Kumar Agarwal (MD)

"RESOLVED THAT pursuant to the provisions of Section 152, 196, 197, 198, 203 read with Schedule V and other applicable provisions, if any, of the Companies Act, 2013, and Rules made thereunder (including any statutory modifications(s) or re-enactment thereof for the time being in force) and as recommended by the Nomination and Remuneration Committee and the Board of Directors, consent of the members be and is hereby accorded to the re-appointment of Shri. Sushant Kumar Agarwal (DIN : 00546541) as Managing Director of the Company for a period of 5 years, with effect from 14th August 2024 with the terms and conditions including remuneration as set out in the Explanatory Statement annexed to the Notice convening this Annual General Meeting and as recommended by Nomination and Remuneration Committee ("Committee") and approved by the Board, with liberty to the Board of Directors (including Committee) to alter and vary the terms and conditions of the said re-appointment /remuneration in such manner as deemed fit necessary."

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

Reappointment of Shri Harsh Nahata (WTD)

"RESOLVED THAT pursuant to the provisions of Sections 152, 196, 197 and 203 of the Companies Act, 2013 ("Act") read with Schedule V to the Act and the Companies (Appointment and Remuneration of Managerial Personnel) Rules, 2014 (including any statutory modification(s) and enactment(s) thereof for the time being in force), the consent of the members be and is hereby accorded for the re-appointment of Shri Harsh Nahata (DIN 02297916) as a Whole Time Director of the Company for a period of 5 years, with effect from 14th August 2024 with the terms and conditions including remuneration as set out in the Explanatory Statement annexed to the Notice convening this Annual General Meeting and as recommended by Nomination and Remuneration Committee ("Committee") and approved by the Board, with liberty to the Board of Directors (including Committee) to alter and vary the terms and conditions of the said re-appointment /remuneration in such manner as deemed fit necessary."

- 5) To consider and if thought fit, to pass with or without modification(s) the following, as an **Special Resolution**:-

Reappointment of Smt. ILA Sengupta - Independent Director.

“**RESOLVED THAT** pursuant to Sections 149, 150, 152, and other applicable provisions of the Companies Act, 2013, The Companies (Appointment and Qualification of Directors) Rules, 2014, read with Schedule IV to the Companies Act, 2013, and Regulation 16(1)(b), 17, 25, and other applicable regulations of the Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015 (including any statutory modification(s) or re-enactment(s) thereof) and the provisions of the Articles of Association of the Company based on the performance evaluation, recommendation of the Nomination & Remuneration Committee, and approval of the Board of Directors at their respective Meetings held on , 14th August 2024 Smt. ILA Sengupta (DIN 07752558) having submitted a declaration meeting the independence criteria as provided in Section 149(6) of the Companies Act, 2013, and the Rules made thereunder, and Regulation 16(1)(b) of the Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015, is hereby re-appointed as an Independent Director of the Company for a second term of 5 years. “

- 6) To consider and if thought fit, to pass with or without modification(s) the following, as an **Ordinary Resolution**:-

Ratification of remuneration of cost auditor.

“**RESOLVED THAT** pursuant to the provisions of section 148 and all other applicable provisions of the Companies Act, 2013 and the Companies (Audit and Auditors) Rules, 2014, the remuneration of Rs.32,500/- (Rupees Thirty Two Thousand Five Hundred only) plus applicable taxes thereon and reimbursement of actual out of pocket expenses as approved by the Board of Directors payable to M/s SPK Associates, Cost Accountants who have been re-appointed by the Board of Directors as Cost Auditors to conduct the audit of cost accounts of the Company for the financial year ending 31st March, 2025 be and is hereby ratified.”

Regd.Office:-
16A, BrabourneRoad
Kolkata – 700 001

By Order of the Board
For **Kamarhatty Company Limited**

S.Maity
(Company Secretary)

Dated :- 4th September, 2024

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NOTES:

1. The Ministry of Corporate Affairs ("MCA") inter-alia vide its General Circular Nos. 9/2023 dated 14/ 2020 dated April 8, 2020 and 17/2020 dated April 13, 2020, followed by General Circular Nos. 20/2020 dated May 5, 2020, General Circular No 10/2022 dated December 28, 2022 and the latest being 9/2023 dated September 25, 2023 (collectively referred to as "MCA Circulars") has permitted the holding of the annual general meeting through Video Conferencing ("VC") or through other audio-visual means ("OAVM"), without the physical presence of the Members at a common venue. In compliance with the provisions of the Companies Act, 2013 ("Act") and MCA Circulars, the AGM of the Company is being held through VC / OAVM. The proceedings of the AGM are deemed to be conducted at the Registered Office of the Company.
2. Pursuant to the provisions of the Act, a Member entitled to attend and vote at the AGM is entitled to appoint a proxy to attend and vote on his/her behalf and the proxy need not be a Member of the Company. Since, the AGM is being conducted through VC/OAVM pursuant to MCA Circulars, physical attendance of Members has been dispensed with. Accordingly, the facility for appointment of proxies by the Members will not be available for the AGM and hence the Proxy Form and Attendance Slip are not annexed to this Notice.
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 for 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 reckoning the quorum under Section 103 of the Companies Act, 2013.
5. 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 the Circulars issued by the Ministry of Corporate Affairs 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 Securities Limited (CDSL) for facilitating voting through electronic means, as the authorized agency. The facility of casting votes by a member using remote e-voting system as well as venue voting on the date of the AGM will be provided by CDSL.
6. In line with the Ministry of Corporate Affairs (MCA) Circular No. 17/2020 dated April 13, 2020, the Notice calling the AGM has been uploaded on the website of the Company at www.kamarhatty.com and the AGM Notice is also available on the website of CDSL (agency for providing the Remote e-Voting facility) www.evoting.cdsl.com.
7. Since the AGM will be held through VC / OAVM, the Route Map is not annexed in this Notice.
8. Statement pursuant to section 102(1) of the Companies Act, 2013 is annexed and forms part of this notice.
9. SEBI has amended Regulation 40 of SEBI Listing Regulation, 2015. Pursuant to this amendment with effect from 1 April 2019, transfer of securities (except transmission or transposition of shares) cannot be processed unless securities are in dematerialized form. Accordingly, the Company has sent letters to members holding shares in physical form advising them to dematerialize their holding.
10. The Registers of Members and Share Transfer Books of the Company shall remain closed from 21st September, 2024 to 28th September, 2024 (both days inclusive)
11. Members are requested to notify any change in their address immediately to the Company at the registered office of the Company at 16A, Brabourne Road, Kolkata – 700 001, or to its Registrars and Share Transfer Agents, M/s. Maheshwari Datamatics Pvt. Ltd.
12. The Securities and Exchange Board of India has mandated the submission of Permanent Account Number (PAN) by every participant in the securities market. Members holdings shares in electronic form are requested to submit their PAN to their DPs. Members holding share in physical form are

requested to submit their PAN to the Company.

13. The business set out in the Notice will be transacted through remote electronic voting system and the Company providing facility for voting by remote electronic means. Instructions and other information relating to remote e-voting are given in the Notice.
14. In compliance with the aforesaid MCA Circulars and SEBI Circular, Notice of the AGM along with the Annual Report 2023-24 is being sent only through electronic mode to those Members whose e-mail address are registered with the Company/Depositories/Share Transfer Agent of the Company. Members may note that the notice and Annual Report 2023-24 will also be available on the Company's website www.kamarhatty.com. For members who have not registered their email address, are requested to register their email IDs with the Company/Depositories/Share Transfer Agent of the Company.

15. Voting through Electronic means

1. 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 Circulars dated April 08, 2020, April 13, 2020 and May 05, 2020 the Company is providing facility of remote e-voting to its Members in respect of the business to be transacted at the AGM/EGM. 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 EGM/AGM will be provided by CDSL.

THE INTRUCTIONS OF SHAREHOLDERS FOR E-VOTING AND JOINING VIRTUAL MEETINGS ARE AS UNDER:

- Step 1** : Access through Depositories CDSL/NSDL e-Voting system in case of individual shareholders holding shares in demat mode.
- Step 2** : Access through CDSL e-Voting system in case of shareholders holding shares in physical mode and non-individual shareholders in demat mode.
- (i) The voting period begins on 25th September, 2024 at 9 A.M. and ends on 27th September, 2024 at 5.00 P.M. During this period shareholders' of the Company, holding shares either in physical form or in dematerialized form, as on the cut-off date (record date) of 21st September, 2024 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.

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Step 1 : Access through Depositories CDSL/NSDL e-Voting system in case of individual shareholders holding shares in demat mode.

- (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 above said 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 Depository	<ol style="list-style-type: none"> 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 companies where 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 option where 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 Depository	<ol style="list-style-type: none"> 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

	<p>available at https://eservices.nsdl.com. Select "Register Online for IDeAS" Portal or click at https://eservices.nsdl.com/SecureWeb/IdeasDirectReg.jsp</p> <p>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.</p>
Individual Shareholders (holding securities in demat mode) login through their Depository Participants (DP)	<p>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.</p>

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.com or contact at toll free no. 1800 22 55 33
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

Step 2 : Access through CDSL e-Voting system in case of shareholders holding shares in physical mode and non-individual shareholders in demat mode.

(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,

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- 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) <ul style="list-style-type: none">Shareholders who have not updated their PAN with the Company/Depository Participant are requested to use the sequence number sent by Company/RTA or contact Company/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. <ul style="list-style-type: none">If both the details are not recorded with the depository or company, 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 KAMARHATTY COMPANY 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.

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- (xvi) There is also an optional provision to upload BR/POA if any uploaded, which will be made available to scrutinizer for verification.
- (xvii) **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 will be mapped automatically & can be delink in case of any wrong mapping.
 - It is Mandatory that, 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 mandatory 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 viz; jute@kamarhatty.com, if they have voted from individual tab & not uploaded same in the CDSL e-voting system for the scrutinizer to verify the same.

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

1. The procedure for attending meeting & e-Voting on the day of the AGM/ EGM 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 atleast **48 hours prior to meeting** mentioning their name, demat account number/folio number, email id, mobile number at jute@kamarhatty.com. The shareholders who do not wish to speak during the AGM but have queries may send their queries in advance **48 hours prior to meeting** mentioning their name, demat account number/folio number, email id, mobile number at jute@kamarhatty.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.

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9. Only those shareholders, who are present in the AGM/EGM 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 EGM/AGM.
10. If any Votes are cast by the shareholders through the e-voting available during the EGM/AGM and if the same shareholders have not participated in the meeting through VC/OAVM facility, then the votes cast by such shareholders may be considered invalid as the facility of e-voting during the meeting is available only to the shareholders attending the meeting.

PROCESS FOR THOSE SHAREHOLDERS WHOSE EMAIL/MOBILE NO. ARE NOT REGISTERED WITH THE COMPANY/DEPOSITORIES.

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 email to jute@kamarhatty.com / mdpldc@yahoo.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.**

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 attoll free no. 1800 22 55 33

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Explanatory Statement (pursuant to Section 102 of the Companies Act, 2013)

ITEM NO. 3 (SPECIAL BUSINESS)

The Board of Directors in its Board Meeting held on 14th August, 2024 on the recommendation of the Nomination & Remuneration Committee has approved the appointment and remuneration of Shri Sushant Kumar Agarwal as Managing Director on the terms & conditions as set out in draft agreement to be entered into by the Company with him, subject to the approval of the members of the Company.

The principal terms and conditions contained in the draft agreement are as follows:

- A. Period —5 years with effect from 14th August, 2024
- B. Emoluments
 - 1) Basic Salary — Rs. 12,00,000/- p.a.
 - 2) Bonus — Rs. 2,40,000/- p.a.
- C. Perquisites entitlement of Shri Sushant Kumar Agarwal.
 - a. House Rent Allowance — 15% on the basic.
 - b. Leave Travel Concession — As per Company's Rules.
 - c. Leave and Encashment of Leave — As per Company's Rules.
 - d. Personal Accident Insurance — As per Company's Policy.
 - e. Contribution to Provident fund & Superannuation fund
- D. Car & Telephone — Provision of car for use & driver for use of Company's business and telephone at residence. Use of car for business purpose will not be considered as perquisite.
- E. Gratuity — As per Company's Rules.

Shri Sushant Kumar Agarwal satisfies all the conditions set out in Part-I of Schedule V of the Act as also conditions set out under sub section (3) of Section 196 of the Act for being eligible for his re-appointment. He is not disqualified from being appointed as Director in terms of Section 164 of the Act.

The above may be treated as a written memorandum setting out the terms of re-appointment of Shri Sushant Kumar Agarwal under Section 190 of the Act.

No Director of the Company except Shri Sushant Kumar Agarwal is interested in this Resolution.

The Board recommends the special resolution as set out in Item no. 3 of this notice for the approval of members.

ITEM NO. 4 (SPECIAL BUSINESS)

The Board of Directors in its Board Meeting held on 14th August, 2024 on the recommendation of the Nomination & Remuneration Committee has approved the appointment and remuneration of Mr. Nahata as Wholetime Director on the terms & conditions as set out in draft agreement to be entered into by the Company with him, subject to the approval of the members of the Company.

The principal terms and conditions contained in the draft agreement are as follows:

- A. Period —5 years with effect from 14th August, 2024
- B. Emoluments
 - 1) Basic Salary — Rs. 12,00,000/- p.a.
 - 2) Bonus — Rs. 2,40,000/- p.a.
- C. Perquisites entitlement of Mr Harsh Nahata.
 - a) House Rent Allowance — 15% on the basic.
 - b) Medical Benefits — Rs. 50000 p.a.
 - c) Leave Travel Concession — Rs. 100000 p.a
 - d) Leave and Encashment of Leave — As per Company's Rules.
 - e) Personal Accident Insurance — As per Company's Policy.
 - f) Contribution to Provident fund & Superannuation fund
- D. Car & Telephone — Provision of car for use & driver for use of Company's business and telephone at residence. Use of car for business purpose will not be considered as perquisite.
- E. Gratuity — As per Company's Rules.

KAMARHATTY COMPANY LIMITED

Shri Harsh Nahata satisfies all the conditions set out in Part-I of Schedule V of the Act as also conditions set out under sub section (3) of Section 196 of the Act for being eligible for his re-appointment. He is not disqualified from being appointed as Director in terms of Section 164 of the Act.

The above may be treated as a written memorandum setting out the terms of re-appointment of Shri Harsh Nahata under Section 190 of the Act.

No Director of the Company except Shri Harsh Nahata is interested in this Resolution.

The Board recommends the special resolution as set out in Item no. 4 of this notice for the approval of members.

ITEM NO. 5 (SPECIAL BUSINESS)

Based on the recommendation of the Nomination and Remuneration Committee, the Board, recommended the reappointment of Smt. ILA Sengupta as an independent director, not liable to retire by rotation, for a second term of 5 (five) years.

As per Section 149 of the Act, an independent director may hold office for two terms up to 5 (five) consecutive years each. Smt. ILA Sengupta fulfills the requirements of an independent director as laid down under Section 149(6) of the Act, and Regulation 16(1)(b) of the LODR Regulations.

In the opinion of the Board and based on its evaluation, Smt. ILA Sengupta fulfils the conditions specified in the Act, and Rules made thereunder and LODR Regulations for her reappointment as an independent director of the Company and she is independent of the Management of the Company.

The Board considers that the continued association of Smt. ILA Sengupta would be of immense benefit to the Company and is desirable to continue to avail his services as an independent director.

No director, KMP or their relatives except Smt. ILA Sengupta, to whom the resolution relates, is interested in or concerned, financially or otherwise, in passing the proposed resolution set out in item no. 5.

The Board recommends the special resolution as set out in Item no. 5 of this notice for the approval of members.

ITEM NO.6 (SPECIAL BUSINESS)

The Board of Directors, on the recommendation of the Audit Committee has approved the appointment of M/s SPK Associates, Cost Accountants, as Cost Auditor of the Company, subject to approval(s) as may be necessary, for auditing the cost accounts of the Company relating to any products as may be applicable for the financial year 2024-25 at a remuneration of Rs.32,500/- (Rupees Thirty Two thousand Five Hundred only) plus applicable taxes thereon and reimbursement of actual out of pocket expenses.

In terms of Section 148 of the Companies Act, 2013 read with the Companies (Audit and Auditors) Rules, 2014, the remuneration payable to the Cost Auditors is to be ratified by the Shareholders of the Company.

The Board recommends the resolution set out at item No. 6 for the approval of the Members of the Company.

None of the Directors and Key Managerial Personnel of the Company and their relatives are concerned or interested, financially or otherwise, in the resolution set out at item No. 6.

Regd.Office:-
16A,BrabourneRoad
Kolkata – 700 001

By Order of theBoard
For **Kamarhatty Company Limited**

S.Maity
(Company Secretary)

Dated:- 04/09/2024

DIRECTORS' REPORT TO THE SHAREHOLDERS

Your Directors have pleasure in presenting the Annual Report on the business and operations of the Company together with the Audited Statement of Accounts of the Company for the year ended 31st March 2024.

FINANCIAL RESULTS:

The Standalone financial results of the Company are summarized as under:

	2023-24 (Rs. in lakh)	2022-23 (Rs. in lakh)
Revenue from Operations	26393.51	28146.93
Other Operating Income	846.16	1072.21
Operating Profit after depreciation and amortization	693.43	791.66
Add: Other Income	101.81	158.33
Profit before Tax	795.24	949.99
Less: Tax Expenses	192.49	253.60
Profit for the year	602.75	696.40
Other Comprehensive Income	0.00	0.00
Total Comprehensive Income for the year	602.75	696.40
Retained Earnings- Opening Balance	4790.10	4093.70
Add : Profit for the year	602.75	696.40
Retained Earnings- Closing Balance	5392.85	4790.10

The financial statements for the year ended 31st March, 2024 have been prepared in accordance with the Indian Accounting Standards (IND AS) notified under section 133 of the Companies Act, 2013 read with Companies (Indian Accounting Standards) Rules, 2015, as amended.

DIVIDEND:

In view of expansion and diversification programme undertaken by the Company your Directors do not recommend any dividend for the financial year 2023-24.

PERFORMANCE HIGHLIGHT:

During the year under review, your Company's revenue from operations was **Rs. 26393.51** lacs as against **Rs. 28146.93** lacs in the previous year. The Company has operational profit of **Rs. 693.43** lacs before exceptional items & taxation as against **Rs. 791.66** lacs in the previous year.

The salable production of Jute goods during the year was **20712 MT** as compare to **23207 MT** in previous year. The salable production of paper unit is NIL during the year under review as compared to NIL on the previous year.

The salable production of Fine yarn unit in respect of Jute yarn was 2172 MT as compared to 2459 MT in the previous year (out of which 1551 MT (PY-1724 MT) Consumed captively as semi-finished goods in other unit).

The salable production of Fine yarn unit in respect of Jute Flax was 176 MT (Noil-102 MT & finished goods-74 MT) against 134 MT in the previous year (out of which 27 MT (PY- NIL MT) has been consumed captively as semi-finished in other unit).

The saleble production of linen yarn unit in respect of Flax has been 175 MT (FG-119 MT & Noil-56 MT) as against 144 MT in the previous year (out of which FG-64 MT & Noil-27MT (PY- 72 MT) has been captively consumed in other unit).

PROSPECT:

With strong policy measures and positive environment for Jute industry from Government at macro levels and with benefits expected from modernization and expansion at your mill the management is hopeful of a

promising future for jute industry.

CHANGE IN THE NATURE OF BUSINESS, IF ANY:

There has been no change in the nature of business of the Company.

DEPOSITS:

The Company has accepted exempted deposit from the Directors & members and also from their relatives within the meaning of Section 73, 74, 75 and 76 of the Act and the rules framed there under to the extent notified, in pursuance of the stipulation of the lending financial institutions.

INDUSTRIAL RELATIONS:

The industrial relations by and large remained cordial at all levels during the year under review.

SUBSIDIARY COMPANY

The Company does not have any Subsidiary, Joint Venture or Associate Company. Hence, AOC-1 is not annexed with this report for the Financial Year 2023-24.

CONSOLIDATED FINANCIAL STATEMENTS

Consolidated Financial Statement is not applicable to the Company for the Financial Year 2023-24.

PARTICULARS OF EMPLOYEES AND KEY MANAGERIAL PERSONNEL:

The following persons are the Key Managerial Personnel of the Company as per provisions of Section 203 of the Companies Act, 2013.

- | | |
|------------------------------|---------------------------------------|
| a) Mr. Sushant Kumar Agarwal | Managing Director (DIN: 00546541) |
| b) Mr. Harsh Nahata | Whole-time Director (DIN:02297916) |
| c) Mr. Praveen Bilotia | Chief Financial Officer |
| d) Mr. Sudipta Maity | Company Secretary (w.e.f. 14.11.2023) |

There is no employee in respect of whom particulars pursuant to Section 197(12) of the Act read with Rule 5(2) of the Companies (Appointment and Remuneration of Managerial personnel) Rules, 2014 are required to be given.

RETIRE BY ROTATION OF DIRECTOR:

In accordance with the Article of Association of the Company, Mr. Harsh Nahata (DIN 02297916) will retire at the forthcoming AGM, and being eligible, offers himself for re-appointment. Your Board of Directors has recommended his re-appointment.

INDEPENDENT DIRECTORS' MEETING

During the year under review, the Independent Directors met on **12TH FEBRUARY, 2024**, inter alia, to discuss:

1. Evaluation of the performance of Non Independent Directors and the Board of Directors as a whole;
2. Evaluation of the performance of Chairman of the Company, taking into account the views of the Executive and Non Executive Directors;
3. Evaluation of the quality, content and timelines of flow of information between the Management and the Board that is necessary for the Board to effectively and reasonably perform its duties.

All the Independent Directors were present at the Meeting.

DECLARATION BY INDEPENDENT DIRECTORS

All independent directors have given declarations that they meet the criteria of independence as laid down under section 149(6) of the Companies Act, 2013 read with Regulation 16(1)(b) of SEBI Listing Regulations, 2015.

MEETING OF THE BOARD AND IT'S COMMITTEES

Board Meetings:

During the year ended 31st March, 2024, 4 (Four) Board Meetings were held i.e. on May 29, 2023, August 12, 2023, November 14, 2023 and February 12, 2024. Attendance of the Directors has been as follows:

Name of the Director	Whether attended the meetings held on			
	29/05/2023	12/08/2023	14/11/2023	12/02/2024
Shri S.K. Agarwal (DIN 00546541)	YES	YES	YES	YES
ILA SENGUPTA (DIN 7752558)	YES	YES	YES	YES
Shri S.Z. Hussain Resigned w.e.f 13/02/2024 (DIN 00079558)	YES	YES	YES	YES
Shri H. Nahata (DIN 02297916)	YES	YES	NO	NO
Srinivasa Rao Kolapalli (DIN 09732333)	YES	YES	YES	YES

Audit Committee

i) Composition

The Audit Committee of the Board of Directors of the Company consists of Smt Ila Sengupta (DIN 07752558), Non- Executive Director, Shri S.Z. Hussain (DIN 00079558) Resigned w.e.f 13/02/2024, Non-Executive Director and Shri Srinivasa Rao Kolapalli (DIN 09732333), Non-Executive Director. Sri S.Z. Hussain, an Independent Director was the Chairman of the Committee.

ii) Attendance

4 (Four) Meetings of the Audit Committee were held during the financial year ended March 31, 2024 and the attendance of the members are as follows:

Name of the Member of the Audit Committee	Whether attended the meetings held on			
	29/05/2023	12/08/2023	14/11/2023	12/02/2024
Shri S.Z. Hussain Resigned w.e.f 13/02/2024 (DIN 00079558)	YES	YES	YES	YES
Smt Ila Sengupta (DIN 07752558)	YES	YES	YES	YES
Shri Srinivasa Rao Kolapalli (DIN 09732333)	YES	YES	YES	YES

During the year there were no instances where the Board of Directors of the Company had not accepted the recommendations of the Audit Committee.

Nomination and Remuneration Committee Composition

The Nomination & Remuneration Committee comprises Shri Syed Zakir Hussain (DIN 00079558), Smt Ila Sengupta (DIN 07752558) and Shri Srinivasa Rao Kolapalli (DIN 09732333), Non-Executive Director. Sri Syed Zakir Hussain was the Chairman of the Committee.

During the year ended March 31, 2024, Nomination and Remuneration Committee meeting was held on November 14, 2023 and February 12, 2024.

KAMARHATTY COMPANY LIMITED

Name of the Member of the Nomination & Remuneration Committee	Whether attended the meetings held on	
	14/11/2023	12/02/2024
Shri S.Z. Hussain Resigned w.e.f 13/02/2024 (DIN 00079558)	YES	YES
Smt Ila Sengupta (DIN 07752558)	YES	YES
Shri Srinivasa Rao Kolapalli (DIN 09732333)	YES	YES

Remuneration of Directors:

The details of remuneration paid to Sri H.Nahata (DIN 02297916) and Shri S.K.Agarwal (DIN 00546541) as Directors during the year ended March 31, 2024 were as follows:

Sl.No.	Name of Directors	Total amount in Gross figure (Rs. in lakh)
1.	S.K. Agarwal (DIN 00546541)	16.20
2.	H.Nahata (DIN 02297916)	17.70
	Total	33.90

(b) The remuneration to Non-Executive Directors is restricted only to Sitting Fee for attending the meetings of the Board, Audit Committee, Remuneration Committee and Shareholders'/Investors' Grievance Committee, Corporate Social Responsibility Committee. The Company presently pays sitting fee of Rs. 15,000/- per meeting to its Non-Executive Directors for attending the meetings of the Board and Rs. 7,500/- per meeting for attending the Audit Committee, Remuneration Committee, Shareholders'/Investors' Grievance Committee, Corporate Social Responsibility Committee, besides reimbursement of travelling and out-of-pocket expenses incurred by the Directors for attending the meetings. The details of sitting fees paid to the Non-Executive Directors during the year 2023-24 are given below:

Name	Board Meetings (Rs. in lakh)	Committee Meetings (Rs. in lakh)	Total (Rs. in lakh)
Shri Syed Zakir Hussain (DIN 00079558)	0.60	0.525	1.125
Smt Ila Sengupta (DIN 07752558)	0.60	0.525	1.125
Shri Srinivasa Rao Kolapalli (DIN 09732333)	0.60	0.525	1.125

Apart from the above remuneration, none of the Directors had any pecuniary relationship or transactions with the Company.

(i) Details of shares of the Company held by Non-Executive Directors as on 31st March, 2024 were as follows :

- Mr. S.Z. Hussain (Resigned w.e.f 13/02/2024) – 100 equity shares The Company has not issued any convertible instruments.

Stakeholders' Relationship Committee Composition

The Stakeholders Relationship Committee comprised of Shri Harsh Nahata (DIN 02297916), Smt Ila Sengupta (DIN 07752558) and Shri Srinivasa Rao Kolapalli (DIN 09732333) and Shri Syed Zakir Hussain (DIN 00079558) Resigned w.e.f 13/02/2024. Shri Syed Zakir Hussain (DIN 00079558) was the Chairman of the Committee.

During the year ended March 31, 2024, no Stakeholders Relationship Committee meetings were held.

Redressal of Stakeholders Grievances are as follows:

No. of Shareholders' complaints received during the year 2023-24	0
No. of complaints resolved to the satisfaction of Shareholders as on 31st March, 2024	0
No. of pending complaints as on 31st March, 2024	Nil

Corporate Social Responsibility Committee Composition

The Corporate Social Responsibility Committee comprised of Shri Harsh Nahata (DIN 02297916), Smt Ila Sengupta (DIN 07752558), Shri Srinivasa Rao Kolapalli (DIN 09732333) and Shri Syed Zakir Hussain (DIN 00079558). Shri Syed Zakir Hussain (DIN 00079558) was the Chairman of the Committee.

During the year ended March 31, 2024, one Corporate Social Responsibility Committee meeting was held on 12.02.2024, in which all the above Directors were present.

AUDITOR'S OBSERVATIONS

The Report of the Auditors is self – explanatory and does not call for any further comments from the Directors.

The Statutory Auditor of the Company M/s. Khandelwal Ray & Co., Chartered Accountants (Firm Regn. No. 302035E), was Re-appointed to hold office from the conclusion of Annual General Meeting of the Company held in the Financial Year 2022-23 until the conclusion of the Annual General Meeting to be held in the Financial Year 2027-28.

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

As required under Section 134(3)(m) of the Companies Act,2013 read with Rule 8(3) of the Companies (Accounts) Rules 2014, the information relating to conservation of energy, technology absorption and foreign exchange earnings and outgo are given in the Annexure – A , attached hereto and form a part of this Report.

DIRECTORS RESPONSIBILITY STATEMENT:

In accordance with the provisions of Section 134(3) (c) of the Companies, 2013, your Directors to their best of their knowledge and belief and according to the information and explanations obtained by them, make the following statements that:

- (i) That in the preparation of Annual Accounts, the applicable accounting standards have been followed along with proper explanation relating to material departures.
- (ii) That the Accounting Policies have been selected and applied consistently and judgments and estimates have been reasonably and prudently made so as to give a true and fair view of the state of affairs of the Company at the end of the financial year and of the Profit of the Company for the period under review.
- (iii) That Proper and sufficient care has been taken for maintenance of adequate accounting records in accordance with the provisions of the Act for safeguarding the assets of the Company and for preventing and detecting fraud and other irregularities.
- (iv) That the annual accounts for the financial year ending 31st March, 2024, has been prepared on a going concern basis.
- (v) That they have laid down internal financial controls to be followed by the Company and that such internal financial controls are adequate and were operating effectively ; and
- (vi) That they have devised proper systems to ensure compliance with the provisions of all applicable laws that such systems were adequate and operating effectively.

PARTICULARS OF LOAN, GUARANTEE OR INVESTMENT

The Company has not given any loan, guarantee or made any investment exceeding amounts as approved by

the shareholders of the company, as per Section 186 of the Act.

PARTICULARS OF CONTRACTS OR ARRANGEMENTS WITH RELATED PARTIES

Particulars of contracts/arrangements with related parties in term of Section 188(1) of the Act is provided in Form No AOC – 2 which is annexed as Annexure – F which forms part of the Report.

No amount is proposed to be transferred to any reserve during the year.

CORPORATE SOCIAL RESPONSIBILITY

During the financial year 2021-22 and 2022-23 your company meets the thresholds as laid down under Section 135 of the Companies Act, 2013 and accordingly contribution under Corporate Social Responsibility has been made during 2022-23 and 2023-24 respectively.

Further, during the year 2023-24 your company again meets the thresholds as laid down under Section 135 of the Companies Act, 2013 and accordingly contribution under Corporate Social Responsibility shall be made during 2024-25.

Disclosures of CSR activities as per Section 135 of the Companies Act, 2013 during the Financial Year 2023-24 is annexed as Annexure- J which forms part of the Report.

BOARD EVALUATION

Pursuant to the provisions of Section 134(3)(p) of the Act, the Board has carried out an annual performance evaluation of its own performance , the Directors individually as well as the evaluation of the working of its Audit, Nomination and Remuneration, Stakeholders Relationship and Corporate Social Responsibility Committees.

EXTRACT OF THE ANNUAL RETURN

Pursuant to Section 92(3) read with Section 134(3)(a) of the Act, the Annual Return is available on the Company's website at www.kamarhatty.com.

SIGNIFICANT AND MATERIAL ORDERS

There is no significant and material order passed by any of the regulators, court of law or tribunals impacting the going concern status of the Company or its operations in future.

ADEQUACY OF INTERNAL FINANCIAL CONTROL

There are adequate internal control procedures commensurate with the size, scale and complexity of its operation, which are well supplemented by surveillance of Internal Auditors.

RISK MANAGEMENT POLICY

In terms of the requirement of the provisions of Section 134(3)(n) of the Companies Act, 2013, the Company has developed and implemented a risk management policy which identifies major risks which may threaten the existence of the Company. The same has also been adopted by your Board and is also subject to its review from time to time. The Company continues with its emphasis on jute products without losing sight of the value of its human resources. Your Company recognizes the need to control and limit the risk, which it faces in day to day course of the business. The Company is exposed to certain financial risks- principally interest rate risk, liquidity risk, credit risk and risks associated with the economy, regulations and competition among others. These risks are managed through Risk Management Policies that are designed to minimize the potential adverse effects of these risks on financial performance of the Company. The Policy contains the procedures to inform the Board Members about the risk assessment and minimization process. These processes are periodically reviewed to ensure that the management of the Company controls risk and runs through a well-defined framework.

COST AUDITORS

The Board of Directors, on the recommendation of the Audit Committee has approved the appointment of M/s SPK Associates, Cost Accountants (Firm Registration Number-000040) as Cost Auditor of the Company,

subject to approval(s) as may be necessary, for auditing the cost accounts of the Company relating to Jute and paper products for the financial year 2024-25 at a remuneration of Rs.32,500/- (Rupees Thirty Two thousand Five Hundred only) and taxes at the applicable rate and reimbursement of out of pocket expenses at actuals.

SECRETARIAL AUDIT

The Company has appointed M/s Rupa Gupta, Company Secretaries in practice as Secretarial Auditor of the Company to conduct the Secretarial Audit upto the financial year ended 31st March, 2025. The Secretarial Audit Report for the financial year ended 31st March, 2024 is annexed as Annexure- G which forms part of the Report.

SECRETARIAL COMPLIANCE REPORT

In terms of the provisions of Circular No. CIR/CFD/CMD/27/2019 dated 8th February, 2019 issued by SEBI, the Company has obtained the Annual Secretarial Compliance Report for the Financial Year 31st March, 2024 confirming compliance of applicable SEBI Regulations and circulars thereunder. The same is annexed as Annexure-H which forms part of the Report.

INTERNAL AUDITOR

The Company has appointed M/S Kay & Kay Associates, Chartered Accountants (Firm Regn. No. 312108E) as an Internal Auditor of the Company, (for Jute Division) at a remuneration of Rs. 3,60,000/- p.a. and P Rakshit & Associates, Chartered Accountants (Firm Regn. No. 313204E) as an Internal Auditor of the Company, (for Fine Yarn Division) at a remuneration of Rs. 1,20,000/- p.a. to conduct the Internal Audit upto the financial year ended 31st March, 2025. The Internal Audit Report during the year does not contain any qualification, reservation or adverse remark.

VIGIL MECHANISM

A Vigil Mechanism Policy has been formulated for Directors and Employees to report their genuine concerns or grievances. This policy provides for adequate safeguards against victimization of persons who use such mechanism. Necessary provision is in place for direct access to the Chairperson of the Audit Committee in appropriate and exceptional cases.

FRAUD REPORTING

There was no fraud reported by the Auditors of the Company under Section 143(12) of the Companies Act, 2013, to the Audit Committee or the Board of Directors during the year under review.

POLICY ON PREVENTION, PROHIBITION AND REDRESSAL OF SEXUAL HARASSMENT AT WORK PLACE

The Company has a policy of zero tolerance for sexual harassment at workplace in line with the provisions of the Sexual Harassment of Women at Workplace (Prevention, Prohibition and Redressal) Act, 2013 and the Rules there under.

During the year, the Company has not received any complain on sexual harassment.

PARTICULARS OF EMPLOYEES :

During the period under review, no employee of the Company drew remuneration in excess of the limits specified under the provisions of Section 197(12) of the Companies Act, read with Rules 5(2) and 5(3) of the Companies (Appointment and Remuneration of Managerial Personnel) Rules, 2014 and hence no disclosure is required to be made in the Report.

ACKNOWLEDGEMENT:

Your Directors wish to place on record their sincere appreciation for the co-operation and support extended to the Company by the Government of West Bengal, Financial Institutions, the Company's Bankers,

KAMARHATTY COMPANY LIMITED

Shareholders Suppliers, Customers, and Business associates. Your Directors also place on record their appreciation for the services of all the workers, staffs and executives, which is largely reflected in the performance of the Company.

Registered Office
16A, Brabourne Road
Kolkata 700 001
Date : 14/08/2024

On behalf of the Board
For **Kamarhatty Co. Ltd.**

Harsh Nahata
Wholtime Director
(DIN 02297916)

S.K.Agarwal
Chairman cum Managing Director
(DIN 00546541)

KAMARHATTY COMPANY LIMITED

ANNEXURE TO THE DIRECTORS' REPORT FOR THE YEAR ENDED 31ST MARCH 2024

ANNEXURE – 'A'

Information pursuant to Section 134(3)(m) of the Companies Act, 2013 read with Rule 8 (3) of the Companies (Accounts) Rule, 2014.

A. CONSERVATION OF ENERGY:

- a. Energy Conservation measure taken:
 - i. Rearrangement and better distribution of power system.
 - ii. Changing of Motors for improving efficiency as required.
- b. Additional investment and proposals if any, being implemented for reduction of energy. Energy conservation is an ongoing process with the Company. The Company is exploring other areas where energy conservation measures can be taken up. Investment will be considered after the area is identified.
- c. Impact for measures taken at (a) and (b) above for reduction of energy consumption and consequent impact on the cost of production of goods.
 - i. Improvement of power factor, smooth working of Electrical system and saving of energy.
 - ii. Better machine productivity and increase in longevity of the machines. However, the reduction in cost of production for goods to the extent of saving in cost of energy was mitigated with upward revision in rates of electricity charges.

B. TECHNICAL ABSORPTION:

FORM A

Research and Development (R&D)

1. Specific areas in which R & D carried out by the Company: Efforts are being made to reduce generation of cutting and up-gradation of low-grade fibre by applying additives to save on Raw Jute cost with the help of IJIRA and other experts. Continued efforts are being made to save consumption of Jute batching oil (JBO) with various scientific techniques in consultation with IJIRA and other experts.
2. Benefits derived as a result of the above : Saving in material (Raw Jute & Batching Oil)
3. Future Plan of Action : Besides carrying out existing activities, efforts are being made for future improvements.
4. Expenditure on R & D : In accordance with the Company's consistent practice, expenditure incurred on R & D activities remains merged with various heads including members subscription paid to IJIRA, Kolkata.
 - a) Capital
 - b) Recurring
 - c) Total
 - d) Total of R&D expenditure as percentage of turnover :

Technology Absorption, Adaptation & Innovation:

1. Efforts in brief made towards technology absorption, adaptation and innovation : Suitable equipments are being procured to conform to the latest technology
2. Benefits delivered as a result of above efforts, : Improvement in productivity and quality of products.
e.g. output improvement, cost reduction, product development, import substitution
3. Details of imported technology : No technology has been imported so far.

KAMARHATTY COMPANY LIMITED

C. FOREIGN EXCHANGE EARNING AND OUTGO:

- a) Activities relating to export initiative taken : During last 5-6 years the company has been increase exports, development of new export market for products and services and export plans. the company has improved its export market
- During last 5-6 years the company has been constantly exploring the export market for its jute products by visiting the foreign markets, Participating into the foreign trade fairs. As a result

Which is also reflected in the Export Sales position in the current year. The company expects further increase in the export sales in the years to come.

- b) Foreign Exchange earnings & outgo:

Details of Foreign exchange Earnings and Outgo are as under:-

	<u>(Rs. in Lakh)</u> Current Year	<u>(Rs. in Lakh)</u> Previous Year
i) Total Foreign Exchange Used	3589.59	3182.65
ii) Total Foreign Exchange Earned (FOB Value)	4060.67	4889.53

For and on behalf of the Board

S.K.Agarwal
Chairman cum Managing Director
(DIN 00546541)

Place: Kolkata
Dated: 14/08/2024

KAMARHATTY COMPANY LIMITED

ANNEXURE – ‘B’ REPORT ON CORPORATE GOVERNANCE

Pursuant to Regulation 34(3) and 53 (f) read with Schedule V of Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015

Compliance of Mandatory Requirements.

I. Companies Philosophy on Code of Governance

The Company believes that good corporate governance consists of a combination of business practices which result in enhancement of the value of the Company to the shareholders and simultaneously enable the Company to fulfill its obligations to other stakeholders such as customers, vendors, employees and financiers and to the society in general. The Company further believes that such practices are founded upon the core values of transparency, empowerment, accountability, independent monitoring and environmental consciousness. The Company makes its best endeavors to uphold and nurture these core values in all aspects of its operations.

II. Board of Directors

- (i) The composition of the Board is in conformity with Regulation 17 of Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015 with the Stock Exchange.
- (ii) The Company has an Executive Chairman and the number of Independent Directors is half the numbers of the total number of Directors.
- (iii) None of the Directors on the Board is a Member of more than 10 Committees or Chairman of more than 5 Committees as specified in Regulation 17 of Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015, across all companies in which he is a Director.

The names and categories of the Directors on the Board, their attendance at Board Meetings held during the year ended 31st March, 2024 and the number of Directorships and Committee Chairmanships / Memberships held by them in other companies is given below. Other directorships do not include alternate directorships, directorships of private limited companies and of companies incorporated outside India. Chairmanship / Membership of Board Committees include only Audit and Shareholders'/Investors' Grievance Committee.

The following is the composition of the Board of Directors as on 31st March 2024.

Name	Category	No. of Board Meetings attended during the year	Whether attended last AGM	No of other Directorships and Committee Members / Chairmanships held	
				Other Directorships	Other Committee Memberships
Shri S.K.Agarwal (DIN 00546541)	Managing Director	4	YES	10	NIL
Shri S.Z.Hussain (DIN 00079558) (Resigned w.e.f 13/02/2024)	NED & ID	4	YES	1	NIL
Shri H.Nahata (DIN 02297916)	ED	2	YES	5	2
Ila Sengupta (DIN 07752558)	NED & ID	4	YES	3	NIL
Srinivasa Rao Kolapalli (DIN 09732333)	NED & ID	4	YES	NIL	NIL

NED: Non-Executive Director; ED: Executive Director; ID: Independent Director

During the year ended 31st March, 2024, 4 (Four) Board Meetings were held i.e. on May 29, 2023, August 12, 2023, November 14, 2023 and February 12, 2024.

III. Audit Committee

- (i) The Company has a qualified and independent Audit Committee comprising of three Non- executive Independent Directors. Its terms of reference were in conformity with Regulation 18 of Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015 entered into with the Stock Exchange. The Managing Director, Chief Financial Officer and the Statutory Auditors were regular invitees to the Committee Meetings. The terms of reference also confirm to the requirement of Section 177 of the Companies Act, 2013.
- (ii) The terms of reference of the Audit Committee are broadly as under :
- a. Overview of the Company's financial reporting process and the disclosure of its financial information to ensure that the financial statement is correct, sufficient and credible.
 - b. Recommending the appointment and removal of external auditor, fixation of audit fee and also approval for payment for any other services.
 - c. Reviewing with management the annual financial statements before submission to the Board, focusing primarily on:
 - Any changes in accounting policies and practices.
 - Major accounting entries based on exercise of judgment by management.
 - Qualifications in draft audit report
 - Significant adjustments arising out of audit
 - The going concern assumption
 - Compliance with accounting standards
 - Compliance with stock exchange and legal requirements concerning financial statements.
 - Any related party transactions i.e. transactions of the company of material nature, with promoters or the management, their subsidiaries or relatives etc. that may have potential conflict with the interests of company at large.
 - d. Reviewing with the management, external and internal auditors, the adequacy of internal control systems.
 - e. Reviewing the adequacy of internal audit function, including the structure of the internal audit department, staffing and seniority of the official heading the department, reporting structure coverage and frequency of internal audit.
 - f. Discussion with internal auditors any significant findings and follow up thereon.
 - g. Reviewing the findings of any internal investigations by internal auditors into matters where there is suspected fraud or irregularity or a failure of internal control systems of a material nature and reporting the matter to the Board.
 - h. Discussion with external auditors before the audit commences, nature and scope of audit as well as have post-audit discussion to ascertain any area of concern.
 - i. Reviewing the company's financial risk management policies.
- (iii) Four Audit Committee meetings were held on May 29, 2023, August 12, 2023, November 14, 2023 and February 12, 2024.

The attendance of the Directors at Audit Committee Meetings held during the Financial Year 2023-24 was as under:

Committee members	Designation	No. of Audit Committee Meetings attended
Shri Syed Zakir Hussain (DIN 00079558) (Resigned w.e.f 13/02/2024)	Director	4
Smt ILA Sengupta (DIN 07752558)	Director	4
Shri Srinivasa Rao Kolapall (DIN 09732333)	Director	4

KAMARHATTY COMPANY LIMITED

IV. Nomination & Remuneration Committee:

- (i) The Board constituted a Remuneration Committee in accordance with the requirements of Section 178 of the Companies Act, 2013; its terms of reference were in conformity with Regulation 19 of Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015 of the Listing Agreement entered into with the Stock Exchanges.
- (ii) The Nomination & Remuneration Committee comprises of Smt Ila Sengupta , Shri Syed Zakir Hussain (DIN 00079558) Resigned w.e.f 13/02/2024 and Shri Srinivasa Rao Kolapalli. Sri Syed Zakir Hussain was the Chairman of the Committee.

During the year ended March 31, 2024, Nomination and Remuneration Committee meeting were held on 14th November 2023 and 12th February 2024

Remuneration of Directors:

- (a) The details of remuneration paid to Sri H.Nahata (DIN 02297916) and Shri S.K.Agarwal (DIN 00546541) as Directors during the year ended March 31, 2024 were:

Sl.No.	Name of Directors	Total amount in Gross figure (Rs. in lakh)
1.	S.K. Agarwal (DIN 00546541)	16.20
2.	H.Nahata (DIN 02297916)	17.70
	Total	33.90

- (c) The remuneration to Non-Executive Directors is restricted only to Sitting Fee for attending the meetings of the Board, Audit Committee, Remuneration Committee and Shareholders'/Investors' Grievance Committee, Corporate Social Responsibility Committee. The Company presently pays sitting fee of Rs. 15,000/- per meeting to its Non-Executive Directors for attending the meetings of the Board and Rs. 7,500/- per meeting for attending the Audit Committee, Remuneration Committee, Shareholders'/Investors' Grievance Committee, Corporate Social Responsibility Committee, besides reimbursement of travelling and out-of-pocket expenses incurred by the Directors for attending the meetings. The details of sitting fees paid to the Non-Executive Directors during the year 2023-24 are given below:

Name	Board Meetings (Rs. in lakh)	Committee Meetings (Rs. in lakh)	Total (Rs. in lakh)
Shri Syed Zakir Hussain (DIN 00079558)	0.60	0.525	1.125
Smt Ila Sengupta (DIN 07752558)	0.60	0.525	1.125
Shri Srinivasa Rao Kolapalli (DIN 09732333)	0.60	0.525	1.125

Apart from the above remuneration, none of the Directors had any pecuniary relationship or transactions with the Company.

- (iii) Details of shares of the Company held by Non-Executive Directors as on 31st March, 2023 were as follows :

Mr. S.Z. Hussain - 100 equity shares

The Company has not issued any convertible instruments.

V. Stakeholders Relationship Committee

- (i) The Board constituted a Stakeholders Relationship Committee in accordance with the requirements

KAMARHATTY COMPANY LIMITED

of Regulation 20 of Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015, entered into with the Stock Exchanges. This Committee deals with grievances like delay in the transfer of shares, non-receipt of the Annual Report, etc.; and approves the transfer, sub-division, transmission, issue of duplicate shares etc.

- (ii) The Stakeholders Relationship Committee comprised of four Directors, viz. Smt Ila Sengupta (DIN 7752558), Shri Syed Zakir Hussain (DIN 00079558), Sri Harsh Nahata (DIN 02297916) Resigned w.e.f 13/02/2024 and Shri Srinivasa Rao Kolapalli (DIN 09732333). Shri Syed Zakir Hussain (DIN 00079558), Non-Executive and Independent Director is the Chairman.

During the year ended March 31, 2024, no Stakeholder Relationship Committee meeting were held.

- (iii) Redressal of Stakeholders Grievances are as follows:

No. of Shareholders' complaints received during the year 2023-24	Nil
No. of complaints resolved to the satisfaction of Shareholders as on 31st March, 2024	Nil
No. of pending complaints as on 31st March, 2024	Nil

VI. Corporate Social Responsibility Committee

Composition

The Corporate Social Responsibility Committee comprised of three non-executive Directors viz. Shri Syed Zakir Hussain (DIN 00079558), Smt Ila Sengupta (DIN 7752558), Shri Srinivasa Rao Kolapalli (DIN 09732333) Resigned w.e.f 13/02/2024 and one executive Director Viz. Shri Harsh Nahata (DIN 02297916). Shri Syed Zakir Hussain (DIN 00079558) is the Chairman of the Committee.

During the year ended March 31, 2024, one Corporate Social Responsibility Committee meeting was held on 12.02.2024, in which all the above Directors were present.

VII. Certificate from Practising Company Secretary regarding non-debarment and non-disqualification of Directors

The Company has received declaration from all the Directors on the Board of the Company that they are not debarred or disqualified from being appointed or continuing as directors of companies by SEBI/MCA or any other such statutory authority. A certificate received from Ms. Rupa Gupta, Practising Company Secretary in this regard forms part of this report (Annexure I).

VIII. General Body Meetings

- (i) Particulars of the last three AGMs

Year	Venue	Date	Time
2022-2023	16A Brabourne Road	30.09.2023	12.30 PM
2021-2022	16A Brabourne Road	26.09.2022	3.00 PM
2020-2021	16A Brabourne Road	22.09.2021	3.00 PM

IX. Disclosures

- (i) Disclosures on materially significant related party transactions that may have potential conflict with the interests of the Company at large.

There were no materially significant related party transactions, which may have potential conflict with the interest of the Company at large. However, the list of related party relationships or transactions as required to be disclosed in accordance with IND-AS 24 issued by the Institute of Chartered Accountants of India has been given in Additional Notes to Financial Statements in the Financial Statements for 2023-24.

KAMARHATTY COMPANY LIMITED

- (ii) Details of non-compliance by the Company, penalties and strictures imposed on the Company by Stock Exchange or SEBI or any statutory authority, on any matter related to capital markets, during the last three years: Nil
- (iii) The Company has complied with all the mandatory requirements of Schedule V of Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015 as detailed herein.

IX Means of communication

The quarterly, half yearly and the annual financial results are normally published in the the Echo of India (English Version) and Arthik Lipi (Bengali Version).

Management Discussion and Analysis Report forms part of this Annual Report to the Shareholders of the Company.

X. General Shareholder Information:

(i) Annual General Meeting:

Date	:	28 th September, 2024
Time	:	12.30 P.M.
Venue	:	Video Conferencing (e-voting)

(ii) Financial calendar 2024-25

The Financial Year of the Company is April to March. Publication of Results for the year 2023-24 will be as follows (tentative): -

First quarter ending June 30, 2024 (Unaudited)	Mid of August, 2024
Half year ending September 30, 2024 (unaudited)	Mid of November, 2024
Third Quarter ending December 31, 2024 (Unaudited)	Mid of February , 2025
Year ending March 31, 2025 (Audited)	End of May, 2025

(iii) Date of Book Closure :

From 21st September, 2024 to 28th September, 2024 (both days inclusive)

(iv) Dividend Payment date :

The Directors have not recommended any Dividend for the year ended 31st March, 2024.

(v) Listing on Stock Exchanges :

The Company's Equity Shares are listed at:

Sl. No.	Name of Stock Exchanges	Stock Code
1	The Calcutta Stock Exchange Association Ltd. 7, Lyons Range, Kolkata – 700 001	A - 4

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(vi) Market Price Data :

Monthly high and low quotations of shares traded on the Stock Exchange at Calcutta Stock Exchange.

Month	CSE	
	High	Low
April 2023	NIL	NIL
May 2023	NIL	NIL
June 2023	NIL	NIL
July 2023	NIL	NIL
August 2023	NIL	NIL
September 2023	NIL	NIL
October 2023	NIL	NIL
November 2023	NIL	NIL
December 2023	NIL	NIL
January 2024	NIL	NIL
February 2024	NIL	NIL
March 2024	NIL	NIL

(vii) Registrar and Transfer Agents

Name and Address	:	Maheshwari Datamatics Pvt Ltd. 23, R.N. Mukherjee Road, 5th Floor, Kolkata – 700 001
Phone No.	:	91 33 2248-2248 / 2243-5029
Fax No.	:	91 33 22484787
Email	:	mdpldc@yahoo.com

The shareholders holding shares in the electronic form should address their correspondence to their respective depository participants.

(viii) Share Transfer System:

Transfer of Shares held in electronic form is done through the depositories with no involvement of the Company. Regarding transfer of shares in physical form, the transfer documents are processed by the Company's Registrar and Transfer Agents (RTA) at the above mentioned address normally within 15 days from the date of receipt and the Share Certificates returned duly transferred in favour of transferees, if the documents are complete in all respects. Share Transfers under objections are returned immediately.

(ix) Shareholding as on 31st March, 2024

(a) Distribution of shareholding :

No of Shares	Shareholders		Shares	
	Number	%	Number	%
Upto 500	819	93.4932	660110	1.1752
501 to 1000	17	1.9406	137890	0.2455
1001 to 2000	4	0.4566	47100	0.0839
2001 to 5000	2	0.2283	47700	0.0849
5001 to 10000	2	0.2283	190000	0.3383
10001 and above	32	3.6530	55087200	98.0723
Total	876	100.0000	56170000	100.0000

KAMARHATTY COMPANY LIMITED

(b) Shareholding Pattern as on 31st March 2024

Sl No	Category of Shareholder	No. of Shareholders	Total No. of shares (in lakh)	No of Shares held in Demat Form (in lakh)	Total Shareholding as a % of Total Shares	
					As a % of (A + B)	As a % of (A + B + C)
A	Shareholding of Promoter & Promoter Group					
1.	Indian					
a.	Individuals/Hindu Undivided Family	5	14.0947	14.0947	25.0929	25.0929
b.	Central/State Government(s)					
c.	Bodies Corporate	4	17.191	NIL	30.6053	30.6053
d.	Financial Institutions/Banks					
e.	Any other (specify)					
	Sub Total (A1)	9	31.2857	14.0947	55.6982	55.6982
2.	Foreign					
a.	Individuals/Hindu Undivided Family					
b.	Bodies Corporate					
c.	Financial Institutions/Banks					
d.	Any other (specify)					
	Sub Total (A2)					
	Total Shareholding of Promoter and Promoter Group A=(A)(1)+(A2)	9	31.2857	14.0947	55.6982	55.6982
B	Public Shareholding					
1.	Institutions					
a.	Mutual Funds / UTI					
b.	Financial Institutions/Banks	13	0.0467	0.0018	0.0831	0.0831
c.	Central/State Government(s)	1	0.001	0.001	0.0018	0.0018
d.	Venture Capital Funds					
e.	Insurance Companies					
f.	Foreign Institutional Investors					
g.	Foreign Venture Capital Investors					
h.	Foreign National					
	Sub Total (B1)	14	0.0477	0.0028	0.0849	0.0849
2.	Non-Institutions					
a.	Bodies Corporate	29	8.2937	0.0076	14.7653	14.7653
b.	Individuals Holding					
i.	Nominal share capital upto Rs.2 lac	809	1.4437	0.38807	2.5703	2.5703
ii.	Nominal share capital in excess of Rs. 2 lac	10	13.5915	13.3415	24.1971	24.1971
c.	Non Resident Indian	1	0.0063	0.0063	0.0112	0.0112
d.	Any other	4	1.5014	1.5014	2.6729	2.6729
	Sub Total (B2)	853	24.8366	15.24487	44.2168	44.2168
	Total Public Shareholding B=(B)(1)+(B)(2)	867	24.8843	15.24767	44.3017	44.3017
	TOTAL (A) + (B)	876	56.17	29.34237	100	100
C.	Shares held by Custodians & against which Depository Receipts have been issued					
	GRAND TOTAL (A)+(B)+(C)	876	56.17	29.34237	100	100

(ix) Dematerialisation of shares and liquidity

The shares of the Company are traded in dematerialised form with the depository National Securities Depository Ltd. (NSDL). As on March 31, 2024, 52.23% shares of the Company had been dematerialized.

The Company's shares are traded on the Calcutta Stock Exchange Association Ltd.

Under the Depository System, the International Securities Identification Number (ISIN) allotted to the Company is INE 176F01019.

(x) Outstanding GDRs/ADRs/Warrants or any Convertible Instruments, conversion date and likely impact on equity.

Not applicable.

(xi) Plant Location :

- 1, Graham Road
P.O. Kamarhatty
Kolkata – 700 058 (North 24 Parganas)
- Garji, P.O. Bighati
Dist. Hooghly
West Bengal. PIN: 712124

(xii) Address for correspondence :

KAMARHATTY COMPANY LIMITED
16 A, Brabourne Road,
Kolkata-700001
PhoneNo. 033-40211900/1901
Email : jute@kamarhatty.com
Website : www.kamarhatty.com

B. Compliance of Non-Mandatory Requirements

The Company has not yet adopted the non-mandatory requirements specified under the Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015 except constitution of Remuneration Committee.

Code of Conduct Compliance Declaration

This is to confirm that the company has adopted a Code of Conduct for its Board Members & Senior Management Personnel.

It is hereby confirmed that the Company has in respect of the financial year ended March 31st 2023, received from the senior management of the Company and the members of the Board a declaration of compliance with the Code of Conduct as applicable to them.

Place: Kolkata.
Dated: 14/08/2024

S.K.Agarwal
Chairman

KAMARHATTY COMPANY LIMITED

ANNEXURE – 'C'

Auditors' Certificate on Corporate Governance

We have examined the compliance of conditions of Corporate Governance by Kamarhatty Company Ltd for the year ended on 31st March 2024 as stipulated in Schedule V of Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015 of the said company with the Calcutta Stock Exchange.

The compliance of conditions of Corporate governance is the responsibility of management. Our examination was limited to procedure and implementation thereof adopted by the company for ensuring the compliance of the conditions of corporate governance. It is neither an audit nor an expression of opinion on the financial statement of the company. We further state that such compliance is neither an assurance as to the future viability of the company nor the efficiency or effectiveness with which the management has conducted the affairs of the company.

As on 31st March 2024 no investor grievance was pending for a period exceeding one month against the Company as per records maintained by the company.

In our opinion and to the best of our information and according to the explanation given to us, we certify that the Company has complied with conditions of Corporate Governance as stipulated in the above-mentioned Listing Agreement.

Place: Kolkata
Dated : 14/08/2024

For **Khandelwal Ray & Co**
Chartered Accountants

(Anirban Roy)
Partner
Membership No.066427

ANNEXURE – ‘D’

MANAGEMENT DISCUSSION AND ANALYSIS REPORT

Schedule V of Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015 stipulates disclosure under specific heads which are given in the following paragraphs and which continue to be followed in the internal course of the Company's business over the years in discussions amongst the Directors and other Senior Management Personnel.

a) Industry Structure and Developments

- (i) Availability of raw jute has been comfortable. Rather the price has sometimes even gone below the minimum support levels. However sowing of jute in the current year crop is expected to be 30% lower due to non-remunerative prices received by the farmers.
- (ii) The Govt. B.T will orders have decreased and with the increased production capacity in the Jute industry has resulted in production cuts all throughout the Industry.
- (iii) There is no local sacking business because of cheaper imports from Bangladesh.
- (iv) The demand for Hessian and Yarns in both local as well as export market is poor.

b) Opportunity Threats and Risks & Concerns

Opportunities:

- (i) Awareness of Climate change is increasing across the world. The use of Natural/Sustainable products of Jute will gain importance which will lead to increased usage.
- (ii) The technological developments in the industry will reduce cost of production and the development of new products will help in increasing the demand of Jute products.

Threats:

- (i) The production cuts has created an imbalance in the operation of the industry leading to increase in production costs.
- (ii) The lower production of Jute in this year will lead to increase in Raw Jute prices.

The areas of risk & concern which may pose threat to Jute Industry includes:-

- Competition/continuous threat from the substitute synthetic packaging industry.
- Competition from Bangladesh in export market due to inherent disadvantage in wage and power cost.
- Continuous increase in dearness allowance leading to rise in wage cost is a major area of concern.
- Gradual abolition of benefits in the form of Export Market Assistance.
- Competition from new grass root units operating at lower wage cost & overheads as compared to the existing old units.
- Non-implementation of the agreement relating to productivity linked Wages and increasing Wage Cost of the Worker.

c) Outlook

- (i) The use of Jute being eco-friendly and due emphasis on climate change is expected to increase use of natural products.
- (ii) New technology and products are being developed by the Jute industry, which should help the industry increase production and market.
- (iii) Substantial increase in capacity additions in the Jute industry and with production cuts, the balance in the Industry has been disturbed which has led to an increase in the production cost

KAMARHATTY COMPANY LIMITED

whereby affecting the financial performance of the Industry.

- (iv) The demand for sacking bags has gone down, and unless it increase the Industry will be in a difficult situation.

d) Risks & Concerns

The Company continues with its emphasis on jute products without losing sight of the value of its human resources.

e) Internal Control Systems & their Adequacy

The Company has established an adequate system of internal control which provide reasonable assurance with regard to safeguard Company's asset, improving operational efficiency, reducing avoidable expenditure and ensuring compliance with various statutory provisions. A qualified and independent Audit Committee reviews the Internal Audit Reports and steps are taken to implement suggestion of the internal auditors.

f) Financial & Operational Performances

During the year under review, your Company achieved a gross turnover of Rs.26393.51 lakh as against Rs. 28146.93 lakh in the previous year.

During the year under review, the Company achieved a Profit before Tax of Rs. 795.24 lakh as against a Profit before Tax of Rs. 949.99 lakh in the previous year.

g) Material Developments in Human Resources/Industrial Relations Front

The relationship with the employees was harmonious and cordial through the year.

h) Cautionary Statement

Statements made above in this section of the Report with regard to future outlook and performance is on the basis of prevailing industry scenario and market conditions as envisaged by us. Actual results may differ materially from those expressed in the statement.

KAMARHATTY COMPANY LIMITED

ANNEXURE – 'E' MD AND CFO CERTIFICATION

We, S.K. Agarwal (DIN :00546541), Chairman cum Managing Director(and P. Bilotia, Chief Financial Officer (CFO) responsible for the finance function certify that:-

1. We have reviewed the financial statements of the Company and the cash flow statement for the year 2023-24 and that to the best of our knowledge and belief:
 - i) These statements do not contain any materially untrue statement or omit to state a material fact or contain statement that might be misleading:
 - ii) These statements together present a true and fair view of the Company's affair and are in compliance with existing Accounting Standards, applicable laws and regulations.
2. We also certify that based on our knowledge and the information provided to us, there are no transactions entered into by the Company which are fraudulent, illegal or violative of the Company's code of conduct.
3. We are responsible for establishing and maintaining internal controls and procedures for the Company, and we have evaluated the effectiveness of the Company's internal controls and procedures.
4.
 - i) There has not been any significant change in internal control over financial reporting during the year under reference.
 - ii) There has not been any significant change in accounting policies during the year requiring disclosure in the notes to the financial statements; and
 - iii) We are not aware of any instance during the year of significant fraud with involvement therein of the management or any employee having a significant role in the Company's internal control system over financial reporting.

Regd. Office:
16A, Brabourne Road
Kolkata – 700 001
Dated: 14/08/2024

P. Bilotia
Chief Financial Officer

S.K. Agarwal
Chairman cum Managing Director

(DIN :00546541)

ANNEXURE-'F' FORM

NO. AOC-2

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

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

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

The Kamarhatty Company Ltd has not entered into any contract or arrangement or transaction with its related parties which is not at arm's length during the financial year 2023-24

ANNEXURE-G

**FORM No MR-3
SECRETARIAL AUDIT REPORT**

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

FOR THE FINANCIAL YEAR ENDED 31ST MARCH, 2024

To,
The Members,
KAMARHATTY CO LIMITED
16A, Brabourne Road
Kolkata -700001

I have conducted the secretarial audit of the compliance of applicable statutory provisions and the adherence to good corporate practices by **Kamarhatty Co Limited** (CIN: **L51109WB1877PLC000361**) (hereinafter called the company). Secretarial Audit was conducted in a manner that provided me a reasonable basis for evaluating the corporate conducts/statutory compliances and expressing my opinion thereon.

Based on my verification of the Company 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, the explanations and clarifications given to us and the representation made by the management, I hereby report that in my opinion, the company has, during the audit period covering the financial year ended on **31st March, 2024** generally complied with the statutory provisions listed hereunder and also the Company has proper Board processes and compliance mechanism in place to the extent, in the manner and subject to the reporting made hereinafter:

I have examined the books, papers, minute books, forms and returns filed and other records maintained by the company for the financial year ended on 31st March, 2024 according to the provisions of:

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

- d) The Securities and Exchange Board of India (Issue of Capital and Disclosure Requirements) Regulations, 2009; (**Not Applicable** to the company during the Audit Period)
 - e) The Securities and Exchange Board of India (Share Based Employee Benefits) Regulation, 2014; (**Not applicable** to the Company during the Audit Period)
 - f) The Securities and Exchange Board of India (Issue and Listing of Debt Securities) Regulations, 2008; (**Not applicable** to the Company during the Audit Period)
 - g) The Securities and Exchange Board of India (Registrars to an Issue and Share Transfer Agents) Regulations, 1993 regarding the Companies Act and dealing with client; (**Not applicable** to the Company during the Audit Period)
 - h) The Securities and Exchange Board of India (Delisting of Equity Shares) Regulations, 2009; (**Not applicable** to the Company during the Audit Period).
 - i) The Securities and Exchange Board of India (Buyback of Securities) Regulations, 1998: (**Not applicable** to the Company during the Audit Period).
- vi. Other Applicable Acts:**
- The Factories Act, 1948
 - The Employee Provident Fund Act, 1952
 - Payment of Bonus Act, 1965
 - Other Labour Laws
- Company is engaged in jute business and compliances are made relating to that to the extent applicable to the Company as per the representations made by the Company.
- I have also examined compliance with the applicable clauses of the following:
- Secretarial Standards issued by The Institute of Company Secretaries of India.
 - The SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 entered into by the Company with CSE Limited.

During the period under review the Company has complied with the mostly provisions of the Act, Rules, Regulations, Guidelines, Standards, etc.

I further report that

The Board of Directors of the Company is duly constituted with proper balance of Executive Directors, Non-Executive Directors and Independent Directors. The changes in the composition of the Board of Directors that took place during the period under review were carried out in compliance with the provisions of the Act.

Adequate notice is given to all directors to schedule the Board Meetings, agenda and detailed notes on agenda were sent at least seven days in advance, and a system exists for seeking and obtaining further information and clarifications on the agenda items before the meeting and for meaningful participation at the meeting.

The minutes of the Board meetings have not identified any dissent by members of the Board; hence we have no reason to believe that the decisions by the Board were not approved by all the directors present.

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

KAMARHATTY COMPANY LIMITED

I further report that during the audit period the following events/actions have taken place, having a major bearing on the Company's affairs in pursuance of the above referred laws, rules, regulations, guidelines and standards:

Place: Kolkata
Dated: 14.08.2024
Udin: F012465F000957926

FOR GUPTA RUPA & ASSOCIATES
RUPA GUPTA
Proprietor

CP No 11691
M No F12465

ANNEXURE-H

SECRETARIAL COMPLIANCE REPORT

FOR THE FINANCIAL YEAR ENDED 31ST MARCH, 2024

To,
The Members,
KAMARHATTY CO LTD
16A, BRABOURNE ROAD KOLKATA -700001

I have examined:

All the documents and records made available to us and explanation provided by KAMARHATTY CO LIMITED (the listed entity)

- a) The filings/submissions made by the listed entity to the stock exchanges,
- b) Website of the listed entity,
- c) Any other document/ filing, as may be relevant, which has been relied upon to make this certification, for the year ended 31.03.2024 in respect of compliance with the provisions of
 - a) The Securities and Exchange Board of India Act, 1992 (“SEBI Act”) and the Regulations, circulars, guidelines issued thereunder; and
 - b) The Securities Contracts (Regulation) Act, 1956 (“SCRA”), rules made thereunder and the Regulations, circulars, guidelines issued thereunder by the Securities and Exchange Board of India (“SEBI”);

The specific Regulations, whose provisions and the circulars/ guidelines issued thereunder, have been examined, include: -

- 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;
- d) The Securities and Exchange Board of India (Issue of Capital and Disclosure Requirements) Regulations, 2009; (**Not Applicable** to the company during the Audit Period)
- e) The Securities and Exchange Board of India (Share Based Employee Benefits) Regulation, 2014; (**Not applicable** to the Company during the Audit Period)
- f) The Securities and Exchange Board of India (Issue and Listing of Debt Securities) Regulations, 2008; (**Not applicable** to the Company during the Audit Period)
- g) The Securities and Exchange Board of India (Registrars to an Issue and Share Transfer Agents) Regulations, 1993 regarding the Companies Act and dealing with client; (**Not applicable** to the Company during the Audit Period)
- h) The Securities and Exchange Board of India (Delisting of Equity Shares) Regulations, 2009; (Not applicable to the Company during the Audit Period).

- i) The Securities and Exchange Board of India (Buyback of Securities) Regulations, 1998: (Not applicable to the Company during the Audit Period).

Based on the above examination, I hereby report that, during the Review Period:

- 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 insofar as it appears from my/our examination of those records.
- c) The following are the details of actions taken against the listed entity/ its promoters/ directors/ material subsidiaries either by SEBI or by Stock Exchanges (including under the Standard Operating Procedures issued by SEBI through various circulars) under the aforesaid Acts/ Regulations and circulars/ guidelines issued thereunder: **NIL**
- d) The listed entity has taken the following actions to comply with the observations made in previous reports: **NIL**.

Place: Kolkata

Date: 11.04.2024

FOR GUPTA RUPA & ASSOCIATES

RUPA GUPTA

PROPRIETOR

Practicing Company Secretaries

Membership No: F12465

C.P. No.: 11691

UDIN:- **F012465F000089113**

KAMARHATTY COMPANY LIMITED

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

To,
The Members of
KAMARHATTY CO LIMITED
16A BRABOURNE ROAD
KOLKATA - 700001

I have examined the relevant registers, records, forms, returns and disclosures received from the Directors of **KAMARHATTY CO LIMITED** having CIN **L51109WB1877PLC000361** and having registered office at **16A BRABOURNE ROAD KOLKATA - 700001** produced before me by the Company for the purpose of issuing this Certificate, in accordance with Regulation 34(3) read with Schedule V Para-C Sub clause 10(i) of the Securities Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015.

In my opinion and to the best of my information and according to the verifications (including Directors Identification Number (DIN) status at the portal (www.mca.gov.in) as considered necessary and explanations furnished to me by the Company & its officers, I hereby certify that none of the Directors on the Board of the Company as stated below for the Financial Year ending on 31st March, 2024 have been debarred or disqualified from being appointed or continuing as Directors of companies by the Securities and Exchange Board of India, Ministry of Corporate Affairs, or any such other Statutory Authority.

S.NO	Name of Directors	DIN	Date of appointment	Date of Cessation
1.	Syed Zakir Hussain	00079558	19/02/2004	13/02/2024
2.	Sushant Kumar Agarwal	00546541	03/01/1987	N.A.
3.	Harsh Nahata	02297916	23/08/2008	N.A.
4.	Ila Sengupta	07752558	03/08/2019	N.A.
5.	Srinivasa Rao Kolapalli	09732333	13/08/2022	N.A.

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

Place: Kolkata
Date: 14.08.2024

FOR GUPTA RUPA & ASSOCIATES
Practicing Company Secretary

Rupa Gupta
Proprietor
Membership No.: F12465
CP No.: 11691
UDIN:F012465F000958069

KAMARHATTY COMPANY LIMITED

ANNEXURE-J

Disclosures of CSR activities as per Section 135 of the Companies Act, 2013 during the Financial Year 2023-24

1	2	3	4	5	6	7	8	9
Brief Outline of the Company's CSR policy	Average Net profit for F.Y 2020-21, 2021-22 & 2022-2023 (Rs in Lakhs)	Prescribed CSR budget (2% Average Net profit for F.Y 2020-21, 2021-22 & 2022-2023) (Rs in Lakhs)	Actual CSR spent in F.Y 2023-24 (Rs in Lakhs)	Reasons for under spending/ not spending (if any)	Details of CSR Programmes/ Projects/ Activities	Project Description (covered within Schedule VII)	Mode of implementation (Direct or through implementing agencies)	Details of implementing agencies
Kamarhatty Company Limited, a Jute manufacturing based company focus on the socio economic development and betterment of the lives of the people through various activities	793.76	15.88	15.90	Nil	Purchase of Machinery, equipment and accessories for Operation Theater during the Financial year 2023-24 (Covered under clause I of schedule VII)	Promoting health care including preventive health care	Through Implementing agencies	i) Mitra Sangh Trust CSR Registration No.- CSR00003397

Place : Kolkata
Dated : 14/08/2024

Sushant Kumar Agarwal
Managing Director
(DIN : 00546541)

**INDEPENDENT AUDITORS' REPORT
To the Members of Kamarhatty Company Limited**

Report on the Audit of the Financial Statements

Qualified Opinion

We have audited the accompanying Ind AS financial statements of **Kamarhatty Company Ltd.** (in the Company"), which comprise the Balance Sheet as at **March 31, 2024**, 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 notes to the financial statements including a summary of the significant accounting policies to the financial statements and other explanatory information.

In our opinion and to the best of our information and according to the explanations given to us, except for the effects of the matter described in the Basis for qualified opinion section of our report, the aforesaid financial statements give the information required by the Companies Act, 2013 (in 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, 2024**, the profits and total comprehensive income, changes in equity and its cash flows for the year ended on that date.

Basis for Qualified Opinion

- (1) Liability on account of gratuity and leave encashment payable to employees on retirement as on **31st March 2024** have neither been ascertained nor accounted for. The same has been accounted for as and when paid basis. This is not in compliance with Ind AS-19.
- (2) The Trade Receivables aggregating to **Rs.2.91** lakhs remains outstanding for more than 3 years. In the absence of confirmation of balances from the parties realisability of the balances could not be ascertained.
- (3) Insurance claim balance stands at **Rs.452.93** lakhs (net of salvage) as on **31.03.2024** for which claims were raised and remain outstanding for a long time. The Company is in correspondence with the assessor appointed by the Insurance Company. The Company also contemplates to take legal step at appropriate forum.

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

Key Audit Matters

Key audit matters are those matters that, in our professional judgment, were of most significance in our audit of the financial statements of the current period. These matters were addressed in the context of our audit of the financial statements as a whole, and in forming our opinion thereon, and we do not provide a separate opinion on these matters. We have nothing to report in this regard.

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 Directors' Report but does not include the financial statements and our auditor's report thereon. The company's annual report is expected to be made available to us after the date of our auditors report.

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

In connection with our audit of the financial statements, our responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the financial statements or our knowledge obtained 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 a material misstatement of this other information, we are required to report that fact, to those charged with governance and take necessary actions, as applicable under the relevant laws and regulation.

Responsibilities of Management and those charged with governance for the Financial Statements

The Company's Board of Directors is responsible for the matters stated in section 134(5) of the Companies Act, 2013 ("the Act") with respect to the preparation of these financial statements that give a true and fair view of the financial position, financial performance (including total comprehensive income), changes in equity and cash flows of the Company in accordance with the accounting principles generally accepted in India, including the Accounting Standards specified under section 133 of the Act. This responsibility also includes maintenance of adequate accounting records in accordance with the provisions of the Act for safeguarding the assets of the Company and for preventing and detecting frauds and other irregularities, selection and application of appropriate accounting policies, making judgments and estimates that are reasonable and prudent, and design, implementation and maintenance of adequate internal financial controls, that were operating effectively for ensuring the accuracy and completeness of the accounting records, relevant to the preparation and presentation of the financial statements that give a true and fair view and are free from material misstatement, whether due to fraud or error.

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

The 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 controls relevant to the audit in order to design audit procedures that are appropriate in the circumstances. Under section 143(3)(i) of the Act, we are also responsible for expressing our opinion on whether the Company has adequate internal financial controls system with reference to financial statements in place and the operating effectiveness of such controls.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by management.

KAMARHATTY COMPANY LIMITED

- 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 the matter that achieves fair presentation.
- Materiality is the magnitude of misstatement in the Financial Statement that individually or in aggregate makes it probable that the economic decisions of a reasonably knowledgeable user of the Financial Statement may be influenced. We consider quantitative materiality a qualitative factor in (i) planning the scope of our audit work and in evaluating the results of our work, (ii) to evaluate the effect of any identified misstatement in the Financial Statement.

Misstatements can arise due to 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.

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, issued by the Central Government of India in terms of sub-section (11) of section 143 of the Act (hereinafter referred to as the "the Order"), and on the basis of such checks of the books and records of the Company as we considered appropriate and according to the information and explanations given to us, we give in the Annexure "B", a statement on the matters specified in the paragraphs 3 and 4 of the Order to the extent applicable.
2. As required by Section 143(3) of the Act, we report that:
 - a) We have sought and obtained all the information and explanations which to the best of our knowledge and belief were necessary for the purposes of our audit.
 - b) In our opinion, proper books of account as required by law have been kept by the Company so far as it appears from our examination of those books.
 - c) The Ind AS Balance Sheet, the Statement of Profit and Loss, Statement of Changes in Equity and the Cash Flow Statement dealt with by this Report are in agreement with the books of account. According to information and explanations given to us there was no material Other Comprehensive Income of the Company during the year under report.
 - d) In our opinion, the aforesaid Ind AS financial statements comply with the Indian Accounting Standards

KAMARHATTY COMPANY LIMITED

specified under Section 133 of the Act, read with Rule 7 of the Companies (Accounts) Rules, 2014 except Ind AS 19 as stated above.

- e) On the basis of the written representations received from the directors as on **31st March, 2024** taken on record by the Board of Directors, none of the directors is disqualified as on **31st March, 2024** from being appointed as a director in terms of Section 164(2) of the Act.
- f) With respect to the adequacy of the internal financial controls over financial reporting of the Company and the operating effectiveness of such controls, refer to our separate Report in "Annexure A". Our report expresses an unmodified opinion on the adequacy and operating effectiveness of the Company's internal financial controls over financial reporting.
- 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, as amended, in our opinion and to the best of our knowledge and belief and according to the information and explanations given to us:
- a) The Company has disclosed the impact of pending litigations on its financial position in its financial statements. (Refer Note no. 29 in Notes to the Financial Statements)
- b) The Company did not have any long term contracts including derivative contracts for which there were any material foreseeable losses.
- c) There were no amounts which were required to be transferred to the Investor Education and Protection Fund by the Company.
- d) i) The management has represented that, to the best of its knowledge and belief, no funds have been advanced or loaned or invested (either from borrowed funds or share premium or any other sources or kind of funds) by the Company to or in any other persons or entities, including foreign entities ("Intermediaries"), with the understanding, whether recorded in writing or otherwise, that the Intermediary shall:
- directly or indirectly, lend or invest in other persons or entities identified in any manner whatsoever by or on behalf of the Funding Parties ("Ultimate Beneficiaries") or
 - provide any guarantee, security or the like from or on behalf of the Ultimate Beneficiaries
- ii) The management has represented, that, to the best of its knowledge and belief, no funds have been received by the Company from any persons or entities, including foreign entities ("Funding Parties"), with the understanding, whether recorded in writing or otherwise, that the Company shall:
- directly or indirectly, lend or invest in other persons or entities identified in any manner whatsoever by or on behalf of the Funding Parties ("Ultimate Beneficiaries") or
 - provide any guarantee, security or the like from or on behalf of the Ultimate Beneficiaries
- iii) Based on such audit procedures as considered reasonable and appropriate in the circumstances, nothing has come to our notice that has caused us to believe that the representations under sub clause (d) (i) and (d) (ii) contain any material misstatement.
- e) The company has not declared or paid any dividend during the year.
- C) With respect to the other matters to be included in the Auditor's Report in accordance with the requirements of section 197(16) of the Act, as amended:

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

KAMARHATTY COMPANY LIMITED

for KHANDELWAL RAY & CO.
Chartered Accountants
(Registration No. 302035E)

15/15, Sarsoona Banerjee Para Road,
Sarsoona, Kolkata – 700 061
Date: 29th May, 2024

Anirban Roy
Partner
Membership No. 066427
UDIN: 24066427BKGYEF8915

Annexure-A to the Independent Auditors Report

Referred to in paragraph 12(g) of the Independent Auditors' Report of even date to the members of Kamarhatty Company Limited on the financial statements for the year ended March 31, 2024

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

1. We have audited the internal financial controls over financial reporting of **Kamarhatty Company Limited** ("the Company") as of March 31, 2024 in conjunction with our audit of the Ind AS financial statements of the Company for the year ended on that date.

Management's Responsibility for Internal Financial Controls

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

Auditors' Responsibility

3. Our responsibility is to express an opinion on the Company's internal financial controls over financial reporting based on our audit. We conducted our audit in accordance with the Guidance Note on Audit of Internal Financial Controls Over Financial Reporting (the "Guidance Note") and the Standards on Auditing issued by ICAI and deemed to be prescribed under section 143(10) of the Act to the extent applicable to an audit of internal financial controls, both applicable to an audit of internal financial controls and both issued by the ICAI. 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.
4. 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 system 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.
5. 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

6. 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

7. 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

8. 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, 2024**, based on the internal control over financial reporting criteria established by the Company considering the essential components of internal control stated in the Guidance Note on Audit of Internal Financial Controls Over Financial Reporting issued by the Institute of Chartered Accountants of India.

**for KHANDELWAL RAY & CO.
Chartered Accountants
(Registration No. 302035E)**

**15/15, Sarsoona Banerjee Para Road,
Sarsoona, Kolkata – 700 061
Date: 29th May, 2024**

**Anirban Roy
Partner
Membership No. 066427
UDIN: 24066427BKGYEF8915**

Annexure B to the Auditors' Report

As referred to in paragraph I of our Report on "Other Legal and Regulatory Requirements", we state that:

- i.
 - a) (A)The Company has maintained proper records to show full particulars, including quantitative details and situation of Property, Plant and Equipment. However Fixed Assets register has yet to be updated.

(B) The Company is maintaining proper records showing full particulars of intangible assets.
 - b) The Property, Plant and Equipment are physically verified by the Management according to a phased programme designed to cover all the items over a period of three years, which, in our opinion, is reasonable having regard to the size of the Company and the nature of its assets. Pursuant to the programme, a portion of the Property, Plant and Equipment has been physically verified by the Management during the year and no material discrepancies have been noticed on such verification. The property, plant and equipment's includes investment property, which could not be separated from other buildings.
 - c) According to the information and explanations given to us and on the basis of our examination of the records of the Company, 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), as disclosed in Note 3(a),3(b) on Property, Plant and Equipment to the financial statements, are held in the name of the Company,as verified from the sanctioning letter from banks.

The immovable properties belonging to Jute Division and Other Divisions (having registered Deed of Conveyance) could not be physically verified as the same are mortgaged with the Banks in connection with various credit facilities availed by the company , as confirmed by the management. Property of Directors are also mortgaged with the bank for availing credit facilities for the purpose of business.

- d) The Company has not revalued its Property, Plant and Equipment (including Right-of-use assets) or intangible assets during the year. Accordingly, the reporting under the clause is not applicable to the Company.
 - e) According to the information and explanations furnished to us, no proceedings have been initiated on or are pending against the Company for holding benami property under the Prohibition of Benami Property Transactions Act, 1988 and Rules made thereunder.
 - ii.
 - a) The inventories, have been physically verified by the management during the year, at reasonable intervals. In our opinion the coverage and procedure of such verification by the management is reasonable. Procedure and coverage of such verification as followed by the management are appropriate. No discrepancies were noticed on verification between physical stock and the book records that were 10% or more in aggregate for each class of inventory.
 - b) According to the information and explanations given to us and on the basis of our examination of the records of the Company, the Company has working capital limits in excess of five crores rupees, in aggregate during the year from banks .On the basis of security of current assets and the monthly returns of statements filed by the company with the banks are in agreement with the books of account .

- iii.
 - a) According to information and explanation given to us and on the basis of our examination of the records of the company, the company has not made any investment, provided security or granted any advance in the nature of loan secured and unsecured to any company/firm/Limited Liability Partnership (LLP) and any other party during the year. The company has granted corporate guarantee after revising the guarantee given in the earlier year as per banks requirement.

The Company has extended corporate guarantee to a company (Related Party) . The total amount of guarantee given during the year and the amount of guarantee outstanding as at the balance sheet date are given below-

The company has no subsidiary/joint venture or associate.

KAMARHATTY COMPANY LIMITED

Particulars	Guarantee
Aggregate amount guarantee provided during the year	Rs. 2,522.00 Lakhs
Balance Outstanding as at Balance Sheet date 31st March,2024	NIL
	-

- b) No loans has been given during the year.
- c) In view of (b) above this clause is not applicable to the company.
- d) In view of (b) above this clause is not applicable.
- iv. In our opinion and according to the information and explanations given to us, the Company has complied with the provisions of Sections 185 and 186 of Companies Act with respect to loans and investments made.
- v. In our opinion and according to the information and explanations given to us and on the basis of our examination of the books of account, the Company has not accepted Deposits covered by Sec.73 to Sec.76 of the Act and the Rules framed thereunder.
- 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 Companies Act, 2013, related to the manufacture of specified products of the Company 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 and the records of the Company examined by us, in our opinion, the Company is regular in depositing the undisputed statutory dues, including goods and service tax, provident fund, employees' state insurance, income tax, sales tax, service tax, duty of customs, duty of excise, value added tax, cess and other statutory dues, where ever applicable to a appropriate authorities.

There are no undisputed amounts payable in respect of such applicable statutory dues as at **March 31, 2024** for a period of more than six months from the date they became payable.

- (b) According to the information and explanations given to us and the records of the company examined by us, there are no dues of goods service tax, duty of customs and duty of central excise, cess which have not been deposited on account of any dispute except for income tax, central sales tax, west Bengal sales tax, service tax, employees provident fund & ESI. Details are as follows:

Name of Statute	Nature of Dues	Amount (Rs. in lacs)	Period to which it relates (Assessment Year)	Forum where dispute is pending
Income Tax Act,1961	Income Tax	7.96	2009-10	Commissioner of Income Tax(Appeals), Kolkata
		127.41	2014-15	Remanded to LD. Assessing Officer by Hon'ble Taxation Tribunal
		23.17	2021-22	Remanded to LD. Assessing Officer by Hon'ble Taxation Tribunal
WBST Act, VAT & CST	Sales Tax	179.29	1998-99(WBST)	Appellate & Revisional Board

KAMARHATTY COMPANY LIMITED

Act		10.45	2010-11(VAT)	Taxation Tribunal
		43.43	2016-17(CST)	Sr. Joint Commissioner(Appeals)
Employees Provident Fund & Misc. Provisions Act,1952	Damages	33.21	1998-2000	Central Board of Trustees, New Delhi
Employees State Insurance Act,1948	Contribution Interest & Damages	468.82	1981-2003	Hon'ble High Court, Kolkata

viii. According to information and explanation given to us and on the basis of examination of the records, the company has not surrendered or disclosed any transactions previously unrecorded as income in the books of account have been surrendered in the tax assessment under the Income Tax Act, 1961 as income during the year.

ix.

- a) According to the records of the Company examined by us and the information and explanations given to us, the Company has not defaulted in repayment of loans or other borrowings or in the payment of interest to any lender during the year.
- b) According to the information and explanations given to us and on the basis of our audit procedures, we report that the Company has not been declared Willful Defaulter by any bank or financial institution or government or any government authority.
- c) In our opinion, and according to the information and explanations given to us, the term loans have been applied, on an overall basis, for the purposes for which they were obtained.
- d) According to the information and explanations given to us and on an overall examination of the balance sheet of the company, we report that the funds raised on short term basis have not been utilized for long term purpose.
- e) The Company has no Subsidiary, Joint Ventures and Associates. Accordingly this clause is not applicable.
- f) The Company has no Subsidiary, Joint Ventures and Associates. Accordingly this clause is not applicable.

x.

- a) The Company has not raised any money by way of initial public offer, further public offer (including debt instruments).
- b) The Company has not made any preferential allotment or private placement of shares or fully or partially or optionally convertible debentures during the year. Accordingly, the reporting under the clause is not applicable to the Company.

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, we have neither come across any instance of fraud by the Company or on the Company, noticed or reported during the year, nor have we been informed of any such case by the Management
- (b) 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 report under Section 143(12) of the Act, in Form ADT-4, as prescribed under rule 13 of

KAMARHATTY COMPANY LIMITED

Companies (Audit and Auditors) Rules, 2014 was filed with the Central Government. Accordingly, the reporting under the clause is not applicable to the Company.

- (c) 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, the Company has not received any complaint from whistle-blower during the year.
- xii. In our opinion, the Company is not a nidhi company. Therefore, the provisions of this clause are not applicable to the Company.
- xiii. According to the information and explanations given to us and based on our examination of the records of the Company, transactions with the related parties are in compliance with Sections 177 and 188 of the Act. The details of such related party transactions have been disclosed in the Financial Statements as required under Indian Accounting Standard 24.
- xiv. (a) In our opinion and according to the information and explanation given to us, the Company has an internal audit system commensurate with the size and nature of its business
(b) The reports of the Internal Auditor for the period under audit have been considered by us.
- xv. According to the information and explanations given to us and based on our examination of the records of the Company, the Company has not entered into non-cash transactions with directors or persons connected with him.
- xvi. (a) According to the information and explanations given to us, the company is not required to be registered under Section 45A of the Reserve Bank of India Act, 1934.
(b) According to information and explanation given to us the Company has not conducted any Non-Banking Financial or Housing Finance activities during the year. Accordingly, this clause is not applicable to the company.
(c) According to information and explanation given to us the Company is not a Core Investment Company (CIC) as defined in there regulations made by the Reserve Bank of India. Accordingly, this clause is not applicable to the company.
(d) According to information and explanation given to us during the course of audit the group does not have any Core Investment Company. Accordingly, this clause is not applicable to the company.
- xvii. The Company has not incurred cash losses in the financial year and in the immediately preceding financial year.
- xviii. There has been no resignation of the statutory auditors during the year. Accordingly, this clause is not applicable.
- xix. On the basis of Financial Ratios, Ageing of Receivables expected date of realization of financial assets and payment of financial liabilities, other information accompanied financial statements, our knowledge about board of directors and management plan. We are of the opinion that no material uncertainties exist as on the date of Audit Report that company is capable of meeting its liabilities existing on the date of balance sheet as and when falls due within a period of one from the balance sheet date.
- xx. Based on our examination which include test checks, the company has used an accounting software for maintaining its books of accounts which has a feature of recording audit trail (edit log) facility and the same has operated throughout the year.

During the course of our audit, we did not come across any instance of audit trail feature being tampered with for the period for which the audit trail was operating.

As proviso to Rule 3(1) of the Companies (Accounts) Rules, 2014 is applicable from April 1, 2023,

KAMARHATTY COMPANY LIMITED

reporting under Rule 11(g) of the Companies (Audit and Auditors) Rules, 2014 on preservation of audit trail as per the statutory requirements for record retention is applicable for the year ended March 31, 2024.

- xxi. According to the information and explanations given to us and based on our examination of the records of the Company, there is no unspent amount under subsection 5 of section 135 of Companies Act, 2013 pursuant to CSR activities. The company has complied with the provision of this section.

**for KHANDELWAL RAY & CO.
Chartered Accountants
(Registration No. 302035E)**

**15/15, Sarsoona Banerjee Para Road,
Sarsoona, Kolkata – 700 061
Date: 29th May, 2024
UDIN: 24066427BKGYEF8915**

**Anirban Roy
Partner
Membership No. 066427**

KAMARHATTY COMPANY LIMITED
BALANCE SHEET AS AT 31ST MARCH, 2024

(All amounts in INR Lakh)

PARTICULARS	NOTES	31 MARCH 2024	31 MARCH 2023
ASSETS			
Non-current assets			
Property, plant and equipment	3(a)	10,045.55	10,132.41
Capital work in progress	4(a)	35.84	50.36
Other intangible assets	4(b)	10.34	9.64
Financial assets			
(i) Investments	5	2.87	2.87
Other non-current assets	6	145.53	161.17
Total non-current assets		10,240.13	10,356.45
Current assets			
Inventories	7	7,688.62	8,271.79
Financial assets			
(i) Trade receivables	8(a)	1,743.59	1,634.11
(ii) Cash and cash equivalents	8(b)	23.58	41.89
(iii) Bank balances other than (iii) above	8(C)	118.26	336.40
(iv) Other financial assets	8(d)	490.38	458.57
Current tax assets	9	513.04	411.33
Other current assets	10	424.30	350.07
Total current assets		11,001.77	11,504.16
Total assets		21,241.90	21,860.62
EQUITY AND LIABILITIES			
Equity			
Equity share capital	11	561.70	561.70
Other equity	12	5,794.09	5,207.40
Total equity		6,355.79	5,769.10
Liabilities			
Non-current liabilities			
Financial liabilities			
(i) Borrowings	13(a)	6,043.97	5,467.78
(ii) Other financial liabilities	13(b)	122.07	134.15
Deferred tax liabilities (net)	14	212.74	131.31
Total non-current liabilities		6,378.78	5,733.24
Current liabilities			
Financial liabilities			
(i) Borrowings	15(a)	2,680.00	3,000.06
(ii) Trade payables	15(b)	4,846.12	6,463.78
(iii) Other financial liabilities	15(c)	250.62	242.94
Other current liabilities	16	612.65	529.21
Provisions	17	-	-
Current tax liabilities	18	117.94	122.29
Total current liabilities		8,507.33	10,358.28
Total liabilities		14,886.11	16,091.52
Total equity and liabilities		21,241.90	21,860.62
Corporate Information	1		
Summary of significant Accounting Policies	2		

The accompanying notes are an integral part of these Financial Statements.

This is the statement of Balance Sheet referred to in our report of even date.

 for Khandelwal Ray & Co.
 Chartered Accountants
 Registration No - 302035E

 Anirban Roy
 Partner
 Membership No - 066427
 UDIN: 24066427BKGYEF8915
 Kolkata, the 29th day of May, 2024

 S.K.agarwal
 (Managing Director)
 (DIN 00546541)

 Harsh Nahata
 Director
 (DIN 02297916)

 Praveen Bilotia
 C.F.O.

 Sudipta Maity
 C.S.

KAMARHATTY COMPANY LIMITED

STATEMENT OF PROFIT AND LOSS FOR THE Year ended 31ST MARCH, 2024

(All amounts in INR Lakh)

PARTICULARS	NOTE	31ST MARCH 2024	31st March, 2023
Revenue from operations	19	26,393.51	28,146.93
Other Operating Income	19	846.16	1,072.21
Other Income	20	181.81	158.33
Total Revenue		27,341.48	29,377.47
II. EXPENSES			
Cost of Materials Consumed	21	15,585.01	18,645.52
Change in inventories of finished goods and stock in process	22	313.95	(1408.38)
Employee benefit expenses	23	4,088.85	4,254.10
Finance Costs	24	1,287.45	977.43
Depreciation and amortisation expense	25	844.42	745.61
Other expenses	26	4,426.56	5,213.20
Total Expenses		26,546.24	28,427.48
III. PROFIT BEFORE TAX		795.24	949.99
LESS:			
IV Tax Expense:	28		
- Current tax		117.94	122.29
- Deferred Tax LIAB expenses/(credit)		81.43	131.31
- Reversal of Tax Provision		(6.88)	-
		192.49	253.59
V Profit AFTER TAX for the year (A)		602.75	696.40
Other Comprehensive Income			
Items that will not be reclassified to Profit or Loss		-	-
Other Comprehensive Income FOR THE YEAR (B)			
vi TOTAL Comprehensive Income for the year(A)+(B)		602.75	696.40
vii Earnings Per Equity Share (nominal value of share Rs.10/- each)			
Basic and Diluted (in Rupees)	27	10.73	12.40
Significant Accounting Policies and Notes on financial Statements	1		

The Significant Accounting Policies and Notes referred to above form an integral part of the Financial Statements
As per our report of even date

for **Khandelwal Ray & Co.**

Chartered Accountants
Registration No - 302035E

Anirban Roy

Partner

Membership No - 066427

UDIN: 24066427BKGYEF8915

Kolkata, the 29th day of May, 2024

S.K.agarwal
(Managing Director)
(DIN 00546541)

Harsh Nahata
Director
(DIN 02297916)

Praveen Bilotia
C.F.O.

Sudipta Maity
C.S.

KAMARHATTY COMPANY LIMITED
CASH FLOW STATEMENT FOR THE YEAR ENDED 31ST MARCH, 2024 AS PER THE LISTING AGREEMENT

	For the year ended 31ST MARCH,2024	(All amounts in INR Lakh) For the year ended 31st March,2023	
A Cash Flow from Operating Activities :			
Net Profit before Tax & extraordinary items	795.25		949.99
Adjustment for:			
Depreciation and amortisation expenses	860.48	745.60	
Finance cost	1287.45	977.43	
Interest income	(15.58)	(5.18)	
Business loss on sale of investment in subsidiary	-	365.51	
Write off of advance to subsidiary	-	92.59	
Write off of insurance claim	-	62.06	
Bad debts written off	-	32.03	
Deferred Government Grant	(16.06)	(20.30)	
Provision For Packing Credit Loss	-	2.46	
Loss on Sale of Plant & Equipment & car (net)	-	(13.43)	2238.77
Operating Profit before Working Capital changes	2911.54		3188.76
Adjustment for:			
Trade & other receivables	(344.00)	1126.37	
Trade payable , Other Current Liabilities and Provisions	(1534.23)	167.39	
(Decrease) / increase in Other Financial Liabilities	(4.40)	(52.89)	
Inventories	583.17	(2446.60)	(1205.73)
Cash generated from operations	1612.08		1983.03
Direct Taxes Paid	(72.99)		(150.24)
Net Cash generated from Operating Activities	1539.09		1832.79
B. Cash Flow from Investing Activities :			
Changes in Capital Work in progress	14.51	5,721.57	
Purchase of Property, Plant & Equipment	(771.18)	(7,240.90)	
Purchase of intangible assets	(3.13)	(6.64)	
Sale of Property, Plant and Equipment (net)	-	375.10	
Interest Received	15.58	5.18	
Net Cash used in Investing Activities	(744.22)		(1145.69)
C Cash Flow from Financing Activities			
Proceeds from Non-Current Borrowings	576.19	173.44	
(Repayment of) / Proceeds from Current Borrowings	(320.06)	279.41	
Interest paid	(1287.45)	(977.43)	
capital subsidy received	-	-	
Net Cash (used) / generated from Financing Activities	(1031.32)		(524.58)
Net increase / (decrease) in Cash & Cash equivalents	(236.45)		162.52
Cash & Cash equivalents -Opening balance	378.29		215.77
Cash & Cash equivalents -Closing balance	141.84		378.29

The above Cash Flow Statement has been prepared under the Indirect Method' as set out in Ind AS 7,

The accompanying notes are an integral part of these Financial Statements.

This is the Cash Flow Statement referred to in our report of even date.

for Khandelwal Ray & Co.

Chartered Accountants

Registration No - 302035E

Anirban Roy

Partner

Membership No - 066427

UDIN: 24066427BKGYEF8915

Kolkata, the 29th day of May, 2024

S.K.agarwal
(Managing Director)
(DIN 00546541)

Harsh Nahata
Director
(DIN 02297916)

Praveen Bilotia
C.F.O.

Sudipta Maity
C.S.

KAMARHATTY COMPANY LIMITED

STATEMENT OF CHANGES IN EQUITY FOR THE YEAR ENDED 31ST MARCH, 2024

A. Share capital

(All amounts in INR Lakh)

Description	Notes	Amount
Balance at the beginning of the previous year (01.04.2023)		561.70
Changes during the previous year		-
Balance at the end of the previous year (31.03.2024)		561.70
Balance at the beginning of the current year (01.04.2023)		561.70
Changes during the current year	11	-
Balance at the end of the previous year (31.03.2024)		561.70

B. Other equity

Current reporting period

(All amounts in INR Lakh)

Description	Notes 12	Reserve and Surplus					Retained Earnings	Equity instru ments through OCI	Total other equity
		Capital Reserv e	Securities Premium	General Reserves	Capital Redemption Reserve				
Balance as at 01 April 2023		173.30	204.00	-	40.00	4,790.10	-	5,207.40	
Changes in accounting policy or prior period errors		-	-	-	-	-	-	-	
Balance as at 01 April 2023		173.30	204.00	-	40.00	4,790.10	-	5,207.40	
Profit for the year	12	-	-	-	-	602.75	-	602.75	
addition during the year	-	-	-	-	-	-	-	-	
Less: Released to the Statement of Profit and loss account	-	-16.06	-	-	-	-	-	-16.06	
Other Comprehensive income for the year	12	-	-	-	-	-	-	-	
Total comprehensive income for the year		-16.06	-	-	-	602.75	-	586.69	
Balance as at 31 March 2024	12	157.24	204.00	-	40.00	5,392.85	-	5,794.09	

KAMARHATTY COMPANY LIMITED

STATEMENT OF CHANGES IN EQUITY FOR THE YEAR ENDED 31ST MARCH, 2024

Previous reporting period

Description	Notes 12	Reserve and Surplus					Equity instrum ents through OCI	Total other equity
		Capital Reserve	Securities Premium	General Reserves	Capital Redemption Reserve	Retained Earnings		
Balance as at 01 April 2022		193.60	204.00	-	40.00	4,093.70	-	4,531.30
Changes in accounting policy or prior period errors		-	-	-	-	-	-	-
Restated Balance as at 01 April 2022		193.60	204.00	-	40.00	4,093.70	-	4,531.30
Profit for the year	12	-	-	-	-	696.40	-	696.40
Add: Addition during the year		-	-	-	-	-	-	-
Less: Released to the Statement of Profit & Loss account		-20.30	-	-	-	0.00	-	-20.30
Less: Transfer from Revaluation reserve		-	-	-	-	-	-	-
Other Comprehensive income for the year	12	-	-	-	-	-	-	-
Total comprehensive income for the year		-20.30	-	-	-	696.40	-	676.10
Balance as at 31 March 2023	12	173.30	204.00	-	40.00	4,790.10	-	5,207.40

The accompanying notes are an integral part of these Financial Statements.
This is the Statement of Changes in Equity referred to in our report of even date.

for Khandelwal Ray & Co.
Chartered Accountants
Registration No - 302035E

Anirban Roy
Partner
Membership No - 066427
UDIN: 24066427BKGYEF8915
Kolkata, the 29th day of May, 2024

S.K.agarwal
(Managing Director)
(DIN 00546541)

Praveen Bilotia
C.F.O.

Harsh Nahata
Director
(DIN 02297916)

Sudipta Maity
C.S.

KAMARHATTY COMPANY LIMITED

NOTES TO THE FINANCIAL STATEMENTS

NOTES TO THE FINANCIAL STATEMENTS

Note: 1 Corporate Information

The Company is a Public Company within the meaning of Companies Act, 2013. The equity shares of the Company are listed at Calcutta Stock exchange Ltd. The Company's manufacturing facilities for Jute & Yarn products are located at 1, Graham Road and its registered office at 16A, Brabourne Road, 8th Floor Kolkata- 700001. The Company's manufacturing facilities for linen yarn unit is located at 363/A, Baro Gorjee, Bighati, Bhadreswar, Hooghly – 712124.

The Company is a leading manufacturer of Jute and Jute allied products, yarn, flax & linen yarn. The Company also exports jute goods to various countries spread over the world.

Basis of Accounting

(i) Compliance with Ind AS

These financial statements have been prepared to comply in all material aspects with Indian Accounting Standards (Ind AS) notified under Section 133 of the Companies Act, 2013 (the Act) [Companies (Indian Accounting Standards) Rules, 2015 and Companies (Indian Accounting Standards) Amendment Rules, 2016] and other relevant provisions of the Act.

(ii) Basis of Measurement

These financial statements have been prepared in accordance with the generally accepted accounting principles in India under the historical cost convention.

iii) Functional and Presentation Currency

The financial statements have been presented in Indian Rupees, which is also the Company's functional currency. All financial information presented in Rupees has been rounded off to the nearest lakhs as per the requirement of Schedule III, unless otherwise stated.

Use of estimates

The preparation of financial statements in conformity with Ind AS requires the management to make judgments, estimates and assumptions that affect the reported amounts of revenues, expenses, assets and liabilities and the disclosure of contingent liabilities, at the end of the reporting period. Although these estimates are based on management's best knowledge of current events and actions, uncertainty about these assumptions and estimates could result in outcomes requiring a material adjustment to the carrying amounts of assets and liabilities in the period prospecting in which the results are known / materialized.

Classification of current and non-current

All asset and liabilities have been classified as current or non-current as per the Company's normal operating cycle and other criteria set out in the Ind AS 1 - Presentation of Financial Statements and Schedule III to the Companies Act, 2013. Based on the nature of products and the time between the acquisition of assets for processing and their realization in cash and cash equivalents, the Company has ascertained its operating cycle as 12 months for the purpose of current / non-current classification of assets and liabilities.

Note: 2 : SIGNIFICANT ACCOUNTING POLICIES

A summary of the significant accounting policies applied in the preparation of the financial statement are given below :-

Property, Plant and equipment and Depreciation

- a) Freehold land is carried at historical cost. All other items of property, plant and equipment are stated at historical cost less depreciation/amortization if any. Historical cost includes expenditure that is directly attributable to the acquisition of the items.
- b) Subsequent costs are included in the asset's carrying amount or recognized as a separate asset, as appropriate, only when it is probable that future economic benefits associated with the item will flow to the Company and the cost of the item can be measured reliably. The carrying amount of any component accounted for as a separate asset is derecognized when replaced. All other repairs and maintenance are charged to statement of profit or loss during the reporting period in which they are incurred.
- c) Depreciation is provided on Straight line method over the estimated useful lives of the assets. Pursuant to Notification of Schedule II of the Companies Act, 2013 becoming effective, the Company has adopted the useful lives as per the lives specified for the respective fixed assets in the Schedule II of the Companies Act, 2013. No depreciation is provided on Freehold Land.

KAMARHATTY COMPANY LIMITED

NOTES TO THE FINANCIAL STATEMENTS

- d) An impairment loss is recognized where applicable when the carrying amount of property, plant and equipment exceeds its recoverable amount.

Intangible assets and amortization

- a) Intangible assets are stated at cost of acquisition including duties, taxes and expenses incidental to acquisition and installation, net of accumulated depreciation. Recognition of costs as an asset is ceased when the asset is complete and available for its intended use.
- b) Intangible assets comprising of computer software is depreciated on straight line method over a period of six years.
- c) Gains and Losses on disposal of Intangible assets is recognized in the Statement of Profit and Loss.

Impairment of assets

Assessment is done at each balance sheet date as to whether there is any indication that an asset (property, plant and equipment) may be impaired. Such indication exists, an estimate of the recoverable amount of the asset/ cash generating unit is made. Assets whose carrying value exceeds their recoverable amount are written down to their recoverable amount.

Recoverable amount is higher of an asset's or cash generating unit's net selling price and its value in use. Assessment is also done at each balance sheet date as to whether there is any indication that an impairment loss recognized for an asset in prior accounting periods may no longer exist or may have decreased / increased.

In the opinion of the management, there is no impairment loss in Value of assets based on the assessment of their recoverable value carried out by the technical persons.

Disposal of Assets

An item of Plant, Property and equipment is recognized upon disposal or when no future economic benefit are expected to draw from the continued use of the Assets.

Gains and losses on disposal of Property, plant and equipments recognized in the statement of profit and loss.

Capital Incentive

Capital Incentive from National Jute Board under acquisition of Plant and Machinery (Capital Subsidy) Scheme – under Jute Technology Mission is being accounted for following the Ind AS 20 on "Accounting for Government Grants" as prescribed under Section 133 and rules made thereunder.

Capital work in progress

Capital work in progress stated at cost which includes expense incurred during construction / paid interest on amount borrowed for acquisition of qualifying assets and other expenses incurred in connection with project implementation in so far as such expenses relate to the period prior to the commencement of commercial production.

An impairment loss is recognized in the statement of profit and loss as and when the carrying value of an asset exceeds its recoverable amount. The carrying value of the asset is increased to the revised estimate of its recoverable amount so that the increased carrying value does not exceed the carrying value that would have been determined had no impairment loss been recognized for the asset (or cash generating unit) in prior years. A reversal of an impairment loss is recognized in the statement of profit and loss immediately.

Investments in subsidiaries

Investments in subsidiaries has been sold to the another company during the year & business loss has been debited in profit & loss account.

Financial instruments

A financial instrument is a contract that gives rises to a financial assets of one entity and financial liability or equity of another entity.

Financial assets

The financial assets measured at fair value through profit and loss (FVTPL), and

- c) Financial assets measured at fair value through other comprehensive income (FVOCI).

The classification of financial assets depends on the Company's business model for managing financial assets and the contractual terms of the cash flow.

At initial recognition, the financial assets are measured at its fair value plus transaction costs that are directly

KAMARHATTY COMPANY LIMITED

NOTES TO THE FINANCIAL STATEMENTS

attributable to the acquisition of the financial asset. Transaction costs of financial assets carried at FVTPL are expensed in the Profit or financial assets are not reclassified subsequent to their recognition except if and in the period the Company changes its business model for arranging financial assets.

Financial assets measured at amortized cost

Assets that are held for collection of contractual cash flows where those cash flows represent solely payments of principal and interest are measured at amortized cost. After initial measurement, such financial assets are subsequently measured at amortized cost using the effective interest rate method. The losses arising from impairment are recognized in the Statement of Profit or Loss.

Trade Receivables are recognized initially at fair value and subsequently measured at amortized cost using the effective interest method less provision for impairment, if any.

Financial instruments measured at FVTPL

Financial instruments included within FVTPL category are measured initially as well as at each reporting period at fair value plus transaction costs as applicable. Fair value movements are recorded in statement of profit and loss.

Financial assets at FVOCI

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

Equity instruments

Apart from investment in Subsidiary, the Company measures all equity investments at fair value. The Company's management has elected to present fair value gains and losses on equity investments in other comprehensive income, and accordingly there is no subsequent reclassification of fair value gains and losses to profit or loss.

De-recognition of financial asset

The Company de-recognizes a financial asset when the contractual rights to the cash flows from the financial assets expire or it transfers the financial assets and such transfer qualifies for de-recognition under Ind AS 109 : Financial Instruments.

Impairment of financial assets

The Company assesses on a forward looking basis the expected credit losses associated with its assets carried at amortized cost. The impairment methodology applied depends on whether there has been a significant increase in credit risk.

Only for Trade receivables, the simplified approach of lifetime expected credit losses is recognized from initial recognition of the receivables as required by Ind AS 109: Financial Instruments. Impairment loss allowance recognized /reversed during the year is charged/written back to Statement of Profit and Loss.

Financial Liabilities

Financial liabilities are measured at amortized cost using the effective interest method.

Borrowings are initially recognized at fair value, net of transaction costs incurred. Borrowings are subsequently measured at amortized cost. Any difference between the proceeds (net of transaction costs) and the redemption amount is recognized in profit or loss over the period of the borrowings using the effective interest method. Fees paid on the establishment of loan facilities are recognized as transaction cost of the loan to the extent that it is probable that some or all of the facility will be drawn down. In this case, the fee is deferred until the draw down occurs. To the extent there is no evidence that it is probable that some or all of the facility will be drawn down, the fee is capitalized as a prepayment for liquidity services and amortized over the period of the facility to which it relates.

Borrowings are classified as current liabilities unless the Company has an unconditional right to defer settlement of the liability for at least 12 months after the reporting period. Where there is a breach of a material provision of a long-term loan arrangement on or before the end of the reporting period with the effect that the liability becomes payable on demand on the reporting date, the entity does not classify the liability as current, if the lender agreed, after the reporting period and before the approval of the financial statements for issue, not to demand payment as a consequence of the breach.

For Trade and Other Payables maturing within one year from the balance sheet date, the carrying amount approximates fair value to short-term maturity of these instruments.

A financial liability (or a part of financial liability) is de-recognized from Company's balance sheet when obligation specified in the contract is discharged or cancelled or expired.

KAMARHATTY COMPANY LIMITED

NOTES TO THE FINANCIAL STATEMENTS

Subsidy / Government Grant

Subsidy/ Grants from the government are recognized at their fair value where there is a reasonable assurance that the grant will be received and the Company will comply with all attached conditions.

Government grants relating to income are deferred and recognized in the statement of profit or loss over the period necessary to match them with the costs that they are intended to compensate and presented within other income.

Government grants relating to the purchase of property, plant and equipment are included in Capital Reserves as deferred reserves and are credited to statement of profit or loss on a straight-line basis over the expected lives of the related assets and presented within other income.

Inventories

Raw materials, Stores and Spares parts and components are valued at cost (cost being determined on weighted average basis) Cost includes cost of purchase & non-refundable taxes and others cost incurred in bringing the inventories to their present location. Stock-in- process are valued at raw materials cost plus labour and overheads apportioned on an estimated basis depending upon the stages of completion or at net realizable value whichever is lower. Finished goods are valued at cost or at net realizable value whichever is lower. Cost includes all direct cost and applicable manufacturing and administrative overheads. Net realizable value is the estimated selling price in the ordinary course of business, less the estimated cost of completion and the estimated cost necessary to make the sale.

Employee Benefit

- i) The accrued liability on account of gratuity payable to the employees as on 31st March 2024 is neither ascertained nor provided for in accounts. Also liability in respect of employees who have retired till 31.03.2024, is neither ascertained nor provided in the accounts the same is accounted for as and when paid.
- ii) Liability in respect of leave encashment payable to the employee has not been ascertained and provided for in the accounts.

Revenue Recognition

The Company recognizes revenue at fair value when the amount of revenue can be reliably measured and it is probable that future economic benefits will flow to the entity and specific criteria have been met for each of the Company's activities. The Company bases its estimates on historical results, taking into consideration the type of customer, the type of transaction and the specifics of each arrangement.

Sale of Goods

Revenue from sale of goods is recognized to the extent when significant risks and rewards of ownership are transferred to the customer and the company retains neither continuing managerial involvement to the degree usually associated with the ownership nor effective control over the goods sold.

Revenue is measured at the fair value of the consideration received or receivable. Amounts disclosed as revenue are exclusive of Taxes, Rebates & discount and net of returns, trade allowances, rebates, value added taxes.

Foreign Currency Transaction

(i) Initial Recognition

On initial recognition, all foreign currency transactions are recorded at exchange rates prevailing on the date of the transaction.

(ii) Subsequent Recognition

At the reporting date, foreign currency non-monetary items carried in terms of historical cost are reported using the exchange rate at the date of transactions.

All monetary assets and liabilities in foreign currency are restated at the end of accounting period at the closing exchange rate.

Gains/losses arising out of fluctuations in the exchange rates are recognized in the Statement of Profit and Loss in the period in which they arise.

Gains or Losses in respect of liabilities incurred for acquisition of fixed assets are adjusted in the carrying cost of such assets.

Taxation

Income Tax comprises current and deferred tax it is recognized in the statement of Profit & Loss Account except to the extent that it relates to an item recognized directly in the equity or in other comprehensive income.

Current tax is determined as the amount of tax payable in respect of taxable income for the year based on the basis of the tax laws enacted or substantively enacted at the end of the reporting period.

KAMARHATTY COMPANY LIMITED

NOTES TO THE FINANCIAL STATEMENTS

Review of Deferred Tax Assets

The carrying of deferred tax assets is reviewed at the end of each reporting period and the carrying amount is reviewed to the extent that it is no longer probable that sufficient taxable profit will be available to allow the benefit of part or that entire amount of deferred tax assets to be utilized.

Deferred tax is recognized subject to the consideration of prudence in respect of deferred tax assets, on timing difference, being the difference between taxable income and accounting income that originates in one period and are capable of reversal in one or more subsequent period.

Deferred tax assets are recognized for all deductible temporary differences and unused tax losses only if it is probable that future taxable amounts will be available to utilize those temporary differences and losses.

Other operating Income

Export incentive are recognized when the company's right to receive the property has been established.

Borrowing Cost

The borrowing costs consist of interest and other costs that an entity incurs in connection with the borrowing funds.

General and specific borrowing costs that are directly attributable to the acquisition, construction or production of a qualifying asset are capitalized during the period of time that is required to complete and prepare the asset for its intended use or sale. Qualifying assets are assets that necessarily take a substantial period of time to get ready for their intended use or sale.

Other borrowing costs are expensed in the period in which they are incurred.

Provisions and Contingent Liabilities

f) Provisions, Contingent Liabilities and Contingent Assets:

Provisions are recognized in respect of obligations where, based on the evidence available, their existence at the Balance Sheet date is considered probable. Contingent Liabilities are shown by way of Notes to Accounts in respect of obligations where, based on the evidence available, their existence at the Balance Sheet date is not considered probable, hence not provided for. Contingent assets are not recognized though are disclosed, where an inflow of economics benefit is probable.

Earnings per Share

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

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

Cash and Cash Equivalents

1. In the cash flow statement, cash and cash equivalents include cash in hand, and balance with bank in current account with a original maturity 3 months of less which are subject to an insignificant risks of change in value.

KAMARHATTY COMPANY LIMITED

NOTES TO THE FINANCIAL STATEMENTS

NON-CURRENT ASSETS

NOTE 3(a) Property, Plant and equipment

(All amounts in INR lakh)

PARTICULARS	GROSS Carrying amount				ACCUMULATED DEPRECIATION				NET CARRYING AMOUNT	
	As on 01.04.2023	Addition during the Year / Capitalised	Sales/ Dispos- al During the Year	As on 31.03.2024	As on 01.04.2023	For the Year	Adj. for Disposals	As on 31.03.2024	As on 31.03.2024	As on 31.03.2023
Land (Free Hold)	493.13	50.36	-	543.49	-	-	-	0.00	543.49	493.13
Building	2563.67	84.35	-	2648.02	543.23	63.76	-	606.99	2041.03	2020.44
Plant & Machinery	11361.49	565.84	-	11927.33	5145.36	633.18	-	5778.54	6148.79	6216.13
Solar Power Plant	656.69	-	-	656.69	20.49	42.88	-	63.37	593.32	636.20
Co-Generation	304.38	-	-	304.38	269.91	-	-	269.91	34.47	34.47
Computer	97.80	10.92	-	108.72	71.54	12.71	-	84.25	24.47	26.26
Electric Installation	697.11	25.98	-	723.09	293.61	46.14	-	339.75	383.34	403.50
Tubewell & Water Supply	15.39	-	-	15.39	7.65	-	-	7.65	7.74	7.74
Furniture Fixture & Other Office Equipments	389.02	33.75	-	422.77	137.01	48.53	-	185.54	237.23	252.01
Motor Vehicles	176.15	-	-	176.15	133.62	10.86	-	144.48	31.67	42.53
TOTAL	16754.83	771.20	-	17526.03	6622.42	858.06	-	7480.48	10045.55	10132.41

1. Motor vehicles include Rs.6.30 lakh (PY – Rs 15.63 lakh) acquired in financing scheme.
2. Refer Note 13(a) and 15(a) for information on property, plant and equipment Hypothecated with Bank as security by the Company.
3. Plant & Machinery includes ETP Plant made.
4. Addition in fixed assets during the year includes Rs.481.78 Lakh in respect of new linen yarn unit at Chandannagar.

KAMARHATTY COMPANY LIMITED

NOTES TO THE FINANCIAL STATEMENTS

NOTE 3(a) Property, Plant and equipment (GAAP)

(All amounts in INR lakh)

PARTICULARS	GROSS CARRYING AMOUNT				ACCUMULATED DEPRECIATION				NET CARRYING AMOUNT	
	As on	Additio n during	Sales/ Dispo sal	As on	As on	For the	Adj. for	As on	As on	As on
	01.04.2022	the Year	During the Year	31.03.2023	01.04.2022	Year	Disposal	31.03.2023	31.03.2023	31.03.2022
Land (Free Hold)	164.52	328.61	-	493.13	-	-	-	-	493.13	164.52
Building	1239.25	1414.42	90.00	2563.67	500.18	53.00	9.95	543.23	2020.44	739.07
Plant & Machiner	7393.79	4246.04	278.34	11361.49	4555.98	596.74	7.36	5145.36	6216.13	2837.81
Solar Power Plant	-	656.69	-	656.69	-	20.49	-	20.49	636.20	-
Co-Generation	304.38	-	-	304.38	267.02	2.89	-	269.91	34.47	37.36
Computer	76.70	21.10	-	97.80	64.00	7.54	-	71.54	26.26	12.70
Electric Installation	391.97	319.71	14.57	697.11	261.00	36.54	3.93	293.61	403.50	130.97
Tubewell & Water Supply	15.39	-	-	15.39	7.65	-	-	7.65	7.74	7.74
Furniture Fixture & Other Office Equipments	146.53	242.49	-	389.02	102.67	34.34	-	137.01	252.01	43.86
Motor Vehicles	164.32	11.83	-	176.15	121.17	12.45	-	133.62	42.53	43.15
TOTAL	9896.85	7240.89	382.91	16754.83	5879.67	763.99	21.24	6622.42	10132.41	4017.18

1. Motor vehicles include Rs.15.83 lakh (PY - Rs.26.62 lakh) acquired in financing scheme.
2. Refer Note 13(a) and 15(a) for information on property,plant and equipment Hypothecated with Bank as security by the Company.
3. Fixed assets includes certain properties in the nature of investment properties from which rental income is being earned. Bifurcation between building and investment property is in progress.
4. Addition in fixed assets during the year includes Rs. 6253.22 Lakh (CWIP capitalised Rs. 5669.53 lakh & addition made Rs. 583.69 lakh) in respect of new linen yarn unit at Chandannagar.
5. Addition in Fixed assets includes Rs. 916.94 Lakh in Jute Division & Rs. 70.73 Lakh in Fine Yarn Unit.
6. Sale of assets includes Rs. 110.95 Lakh destroyed in fire in finishing department of Jute Division.

NOTE 4(a) Capital Work in Progress

(All amounts in INR Lakh)

PARTICULARS	Gross Carrying amount			
	As on 01.04.2023	Addition during the Year	Capitalisation During the Year	As on 31.03.2024
CAPITAL WORK IN PROGRESS	50.36	35.84	50.36	35.84

Capital Work in Progress addition and capitalization during the year includes:-

- (a) Rs.50.36 lakh representing purchase of Land at North (24) parganas West Bengal towards Company's proposed new diversification Project at Kalyani, capitalized during the year.
- (b) Rs. 35.84 lakhs in respect of Machinery Division.

KAMARHATTY COMPANY LIMITED
NOTES TO THE FINANCIAL STATEMENTS
CAPITAL WORK IN PROGRESS (CWIP) ageing schedule as on 31/03/2024

(All amounts in INR Lakh)

CWIP	Less than 1 year	1-2 years	2-3 years	More than 3 Years	TOTAL
Project in progress	-	35.84	-	-	35.84
Project temporarily suspended	-	-	-	-	-

NOTE 4(a) Capital Work in Progress (GAAP)

(All amounts in INR Lakh)

PARTICULARS	Gross Carrying amount			
	As on	Addition during	Capitalisation	As on
	01.04.2022	the Year	During the Year	31.03.2023
CAPITAL WORK IN PROGRESS	5771.92	393.95	6115.51	50.36

Capital Work in Progress includes :

- Rs.50.36 lakh representing purchase of Land at North (24) parganas West Bengal towards Company's proposed new diversification Project
- Rs.445.98 lakh in the Unit Jute & Rs.210.71 lakh in the Unit Linenyarn, capitalised during the year towards Solar Power Project.
- Rs.5669.53 lakh (including Solar Power Project for Rs.210.71 lakh) capitalised during the year in respect of new Linen Yarn manufacturing Project at Chandannagar, West Bengal, which has commenced its commercial production with effect from 01.07.2022.

CAPITAL WORK IN PROGRESS (CWIP) ageing schedule as on 31/03/2023

(All amounts in INR Lakh)

CWIP	Less than 1 year	1-2 years	2-3 years	More than 3 Years	TOTAL
Project in progress	-	-	-	50.36	50.36
Project temporarily suspended	-	-	-	-	-

(All amounts in INR Lakh)

Note: 4(b) Other INTANGIBLE ASSETS

PARTICULARS	GROSS BLOCK			DEPRECIATION					NET CARRYING AMOUNT	
	As on 01.04.2023	Addition during the Year	Sales/ Disposal During the Year	As on 31.03.2024	As on 01.04.2023	For the Year	Adj. for Disposals	As on 31.03.2024	As on 31.03.2023	
SOFTWARE	46.28	3.12	-	49.40	36.64	2.42	-	39.06	10.34	9.64
TOTAL	46.28	3.12	-	49.40	36.64	2.42	-	39.06	10.34	9.64

- The addition is in respect of Linen Yarn Unit at Chandannagar.

(All amounts in INR Lakh)

Note: 4(b) Other INTANGIBLE ASSETS (GAAP)

PARTICULARS	GROSS BLOCK			DEPRECIATION					NET CARRYING AMOUNT	
	As on 01.04.2022	Addition during the Year	Sales/ Disposal During the Year	As on 31.03.2023	As on 01.04.2022	For the Year	Adj. for Disposals	As on 31.03.2023	As on 31.03.2022	
SOFTWARE	39.64	6.64	-	46.28	34.73	1.91	-	36.64	9.64	4.91
TOTAL	39.64	6.64	-	46.28	34.73	1.91	-	36.64	9.64	4.91

KAMARHATTY COMPANY LIMITED

NOTES TO THE FINANCIAL STATEMENTS

Note: 5 Investments (Non-current)

(All amounts in INR Lakh)

Particulars	Face value	No. of units	31-Mar 2024	No. of units	31-Mar 2023
I. Mandatorily measured at FVTPL					
INVESTMENT IN EQUITY INSTRUMENT					
FULLY PAID UP					
UNQUOTED - AT COST					
Kamakshi Jute Industries Ltd. (82880 shares) (82880 equity shares was allotted to Kamakshi Jute Industries Ltd against 1250 equity shares of Yatan Tradelink Pvt. Ltd. in terms of order dated 23 rd March, 2023 by the Hon'ble NCLT accordance with the scheme of Amalgamation)	10	82880	2.50	1250	2.50
Woodland Multispeciality Hospital Ltd. fully paid equity shares of Rs.10/- each	10	3310	0.33	3310	0.33
INVESTMENT IN REDEEMABLE SHARE (B'class)					
Kamarhatty Jute Mill Employees. Consumers Co.op Stores Ltd.	10	250	0.03	250	0.03
INVESTMENT IN 7 YEARS NATIONAL SAVING CERTIFICATE			0.01		0.01
Aggregate amount of Unquoted Investments			2.87		2.87

Note: 6 Other non-current assets (Unsecured, considered good)

(All amounts in INR Lakh)

Particulars	31-Mar-24	31-Mar-23
Capital advances	145.53	161.17
Total	145.53	161.17

Note: 7 Inventories

(All amounts in INR Lakh)

(At lower of cost or net realizable value)

Particulars	31-Mar-24	31-Mar-23
Raw materials	2,304.87	2,576.09
Process Stock	1,355.27	1,070.32
Coal & others	9.94	8.01
Finished goods	3,234.16	3,838.32
Stores and spares parts	784.38	779.05
* Total	7,688.62	8,271.79

* Includes inventory amounting to Rs. 21.87 lacs lying for more than 10 years.

Note: 8(a) Trade receivables

(All amounts in INR Lakh)

Particulars	31-Mar-24	31-Mar-23
Unsecured, considered good	1,743.59	1,634.11
Total	1,743.59	1,634.11

Trade receivable ageing schedule as on 31.03.2024

(All amounts in INR Lakh)

PARTICULARS	OUTSTANDING FOR FOLLOWING PERIODS FROM DUE DATE OF PAYMENT					
	LESS THAN 6 MONTHS	6 MONTHS- 1 YEAR	1-2 YEAR	2-3 YEARS	MORE THAN 3 YEARS	TOTAL
Undisputed Trade Receivables- considered good	1558.72	0.05	147.17	3.46	31.28	1740.68
Undisputed Trade Receivables- which have significant increase in credit risk	-	-	-	-	2.91	2.91
Undisputed Trade Receivables- credit impaired	-	-	-	-	-	-
Disputed Trade Receivables- considered good	-	-	-	-	-	-
Disputed Trade Receivables- which have significant increase in credit risk	-	-	-	-	-	-
Disputed Trade Receivables- credit impaired	-	-	-	-	-	-
	1558.72	0.05	147.17	3.46	34.19	1743.59

Trade receivable ageing schedule as on 31.03.2023

(All amounts in INR Lakh)

PARTICULARS	OUTSTANDING FOR FOLLOWING PERIODS FROM DUE DATE OF PAYMENT					
	LESS THAN 6 MONTHS	6 MONTHS- 1 YEAR	1-2 YEAR	2-3 YEARS	MORE THAN 3 YEARS	TOTAL
Undisputed Trade Receivables- considered good	1498.78	3.01	87.11	0.94	41.36	1631.20
Undisputed Trade Receivables- which have significant increase in credit risk	-	-	-	-	2.91	2.91
Undisputed Trade Receivables- credit impaired	-	-	-	-	-	-
Disputed Trade Receivables- considered good	-	-	-	-	-	-
Disputed Trade Receivables- which have significant increase in credit risk	-	-	-	-	-	-
Disputed Trade Receivables- credit impaired	-	-	-	-	-	-
	1498.78	3.01	87.11	0.94	44.27	1634.11

Note: 8(b) Cash and cash equivalents

(All amounts in INR Lakh)

Particulars	31-Mar-24	31-Mar-23
Cash and cash equivalents		
Cash on hand	2.73	9.85
Balances with banks		
- In current accounts	20.85	32.04
(Including foreign currency amounting to Rs. Nil (Previous Year Rs. Nil)		
Total	23.58	41.89

KAMARHATTY COMPANY LIMITED
NOTES TO THE FINANCIAL STATEMENTS

Note: 8(c) Other bank balances

(All amounts in INR Lakh)

Particulars	31-Mar-24	31-Mar-23
FIXED DEPOSITS		
(pledged with bank as margin)	118.26	336.40
Total	118.26	336.40

Note: 8(d) Other financial assets - current

(All amounts in INR Lakh)

Particulars	31-Mar-24	31-Mar-23
Insurance Claim receivable	452.93	452.93
Interest accrued on deposits	7.45	5.64
Investment in Axis Mutual Fund	30.00	-
Total	490.38	458.57

Note: 9 Current tax assets

(All amounts in INR Lakh)

Particulars	31-Mar-24	31-Mar-23
Advance for taxation (Incl. Input Tax Credit C/F)	150.38	191.38
ITC C/F under GST Act	258.12	133.86
Advance for 2% TDS	104.54	86.09
Total	513.04	411.33

Note: 10 Other current assets

(All amounts in INR Lakh)

Particulars	31-Mar-24	31-Mar-23
Prepaid expenses	24.57	6.54
Balances with government authorities	169.30	81.56
Deposits with Container Corporation of India Ltd.	3.45	3.29
Advances for goods and services	169.20	189.09
Other advances (considered good)	22.30	7.21
Advance to Workers & Employees	35.24	42.04
Advance to bodies corporate	0.24	20.34
Total	424.30	350.07

Note: 11 Equity share capital

A) Authorised share capital

(All amounts in INR Lakh)

Particulars

Equity shares

	Number of shares	Amount
As at 31 March 2023	60,00,000	600.00
Changes during the year		
As at 31 March 2024	60,00,000	600.00

Note: 11 Preference share capital

A) Authorised share capital

(All amounts in INR Lakh)

Particulars

	Number of shares	Amount
As at 31 March 2023	1,00,000	100.00
Changes during the year		
As at 31 March 2024	1,00,000	100.00

KAMARHATTY COMPANY LIMITED
NOTES TO THE FINANCIAL STATEMENTS

B) Issued, subscribed and fully paid-up shares
Particulars

(All amounts in INR Lakh)

	Equity shares	
	Number of shares	Amount
As at 31 March 2023	56,17,000	561.70
Changes during the year		
As at 31 March 2024	56,17,000	561.70

C) Details of the shareholders holding more than 5% of equity shares of the Company

Name of the shareholder	31-Mar-24		31-Mar-23	
	Number	% holding	Number	% holding
Tornado Consultants Ltd	8,35,000	14.87	8,35,000	14.87
Malsisar Converting Machinery Pvt Ltd	5,50,000	9.79	5,50,000	9.79
Echolac Trexim Ltd	5,00,000	8.90	5,00,000	8.90
Niramaya Investment & Dealers Ltd	2,91,100	5.18	2,91,100	5.18
Late Shakuntala Devi Agarwal	7,09,980	12.64	7,09,980	12.64
Mr Sushant Kumar Agarwal	2,86,000	5.09	2,86,000	5.09

D) Shareholding of Promoters

SHARES HELD BY PROMOTERS AS ON 31/03/2024

Promoter name	Number of shares	% age of total shares	%age change during the year
Late Shakuntala Devi Agarwal	709980	12.6398	0.00
Sushant Kumar Agarwal	286000	5.0917	0.00
Kalpana Agarwal	247490	4.4061	0.00
Sushant Kumar Agarwal (HUF)	84000	1.4955	0.00
Badri Prasad Agarwal (HUF)	82000	1.4599	0.00
Tornado Consultants Ltd	835000	14.8656	0.00
Echolac Trexim Ltd	500000	8.9015	0.00
Niramaya Investment & Dealers Ltd	291100	5.1825	0.00
Annapurna Commercial Co Ltd	93000	1.6557	0.00

SHARES HELD BY PROMOTERS AS ON 31/03/2023

Promoter name	Number of shares	% age of total shares	%age change during the year
Shakuntala Devi Agarwal	709980	12.6398	0.00
Sushant Kumar Agarwal	286000	5.0917	0.00
Kalpana Agarwal	247490	4.4061	0.00
Sushant Kumar Agarwal (HUF)	84000	1.4955	0.00
Badri Prasad Agarwal (HUF)	82000	1.4599	0.00
Tornado Consultants Ltd	835000	14.8656	0.00
Echolac Trexim Ltd	500000	8.9015	0.00
Niramaya Investment & Dealers Ltd	291100	5.1825	0.00
Annapurna Commercial Co Ltd	93000	1.6557	0.00

KAMARHATTY COMPANY LIMITED
NOTES TO THE FINANCIAL STATEMENTS

E) Rights, preferences and restrictions attached to equity shares

The Company has only one class of Equity shares having a face value of Rs.10 per share. Each shareholder is eligible for one vote per share held.

In the event of liquidation, the shareholders are eligible to receive remaining assets of the Company after distribution of all preferential amount in proportion to their shareholding.

The Board has not proposed any dividend for the year.

Note: 12 Other equity

A. Reserve & Surplus

(All amounts in INR Lakh)

Particulars	31-Mar-24	31-Mar-23
(i) Retained earnings	5,392.85	4,790.10
(ii) Capital Reserve	157.24	173.30
(iii) Securities Premium	204.00	204.00
(iv) Capital Redemption Reserve	40.00	40.00
Total reserves and surplus	5,794.09	5,207.40

(All amounts in INR Lakh)

Particulars	31-Mar-24	31-Mar-23
ii)Capital Reserve		
Balance as at the beginning of the year	173.30	193.60
Add: Addition during the year	-	-
Less: Release to Statement of Profit and Loss account	(16.06)	(20.30)
Balance at the end of the year	157.24	173.30
(i) Retained earnings		
Balance as at the beginning of the year	4,790.10	4,093.70
Profit for the year	602.75	696.40
Items of other comprehensive income recognised directly in retained earnings	-	-
Balance at the end of the year	5,392.85	4,790.10

Nature and Purpose of Reserves

a) Capital Reserves represents Government Grants received from Government authorities on account of Investments in Capital assets by the Company.

b) Securities Premium represents share issued earlier at Premium.

c) Capital Redemption reserve represents Preference shares issued and redeemed earlier and the corresponding amount has been transferred to CRR.

d) Retained earnings are the profit that the Company has earned till date less any transfer to general Reserves, dividend or other distribution paid to the shareholders.

B. Other reserves - Equity instruments through Other comprehensive income

(All amounts in INR Lakh)

Particulars	31-Mar-24	31-Mar-23
Balance at the beginning of the year	-	-
Balance at the end of the year	-	-
Total (A+B)	5,794.09	5,207.40

KAMARHATTY COMPANY LIMITED

NOTES TO THE FINANCIAL STATEMENTS

Note: 13(a) Borrowings (Non-current)

(All amounts in INR Lakh)

Particulars	31-Mar-24	31-Mar-23
Secured		
(i) TERM LOAN FROM BANK [Refer note (i) to (xvi) below]	3991.74	4088.47
(ii) Long term maturities of Finance lease(car) (refer note (xi) below)	6.30	15.83
Unsecured		
(a) LOAN FROM OTHERS	3067.91	2468.58
Less: Current maturities of long term debts [refer note 15(c)]	(1021.98)	(1105.10)
Total	6043.97	5467.78

Nature of security	Terms of repayment
(i) Term loan (296) from Kotak banks amounting to Rs.106.31 (31 March 2023 - Rs. NIL are secured by exclusive hypothecation of stock in trade, loans & book debts of the Company both present & future & by way of a first charge over the entire immoveable / moveable fixed assets of the Company & the personal guarantee of both the executive directors of the Company.	Repayable in 60 instalments in 5 years beginning from December 2023.
(ii) Term loan (257) from Kotak banks amounting to Rs.552.91 lakh (31 March 2023 - Rs.669.21 are secured by exclusive hypothecation of stock in trade, loans & advances, stores & book debts of the Company both present & future & by way of a first charge over the entire immoveable / moveable fixed assets of the Company & the personal guarantee of both the executive directors of the Company.	Repayable in 60 equal monthly instalments beginning from October, 2022.
(iii) Term loan (204) from Kotak banks amounting to Rs.712.13 lakh (31 March 2023 - Rs.1031.19 lakh are secured by exclusive hypothecation of stock in trade, loans & advances, stores & book debts of the Company both present & future & by way of a first charge over the entire immoveable / moveable fixed assets of the Company & the personal guarantee of both the executive directors of the Company.	Repayable in 60 equal monthly instalments beginning from November 2020.
(iv) Term loan (206) from Kotak banks amounting to Rs. 99.40 lakh (31 March 2023 - Rs.205.95 lakh are secured by exclusive hypothecation of stock in trade , loans & advances, stores & book debts of the Company both present & future & by way of a first charge over the entire immoveable / moveable fixed assets of the Company & the personal guarantee of both the executive directors of the Company.	Repayable in 60 equal monthly instalments beginning from June 2020
(v) Term loan (32 ECLG) from Kotak banks amounting to Rs.109.70 lakh (31 March 2023 - Rs. 245.50 lakhs are secured by exclusive hypothecation of stock in trade, loans & advances, stores & book debts of the Company both present & future & by way of a first charge over the entire immoveable / moveable fixed assets of the Company & the personal guarantee of both the executive directors of the Company.	Repayable in 48 equal monthly instalments beginning from June 2021
(vi) Term loan (264) from Kotak banks amounting to Rs.153.10 lakh (31 March 2023 - Rs. 189.47 lakh are secured by exclusive hypothecation of stock in trade, loans & advances, stores & book debts of the Company both present & future & by way of a first charge over the entire immoveable / moveable fixed assets of the Company & the personal guarantee of both the executive directors of the Company.	Repayable in 60 equated monthly instalments beginning from September, 2022.
(vii) Term loan (48) from Kotak banks amounting to Rs.450.00 lakh (31 March 2023 - Rs.NIL are secured by exclusive hypothecation of stock in trade, loans & advances, stores & book debts of the Company both present & future & by way of a first charge over the entire immoveable / moveable fixed assets of the Company & the personal guarantee of both the executive directors of the Company.	Repayable in 60 equated monthly instalments beginning from April, 2023.
(viii) Term loan (299) from Kotak banks amounting to Rs.86.81 lakh (31 March 2023 - Rs. NIL are secured by exclusive hypothecation of stock in trade, loans & advances, stores & book debts of the Company both present & future & by way of a first charge over the entire immoveable / moveable fixed assets of the Company & the personal guarantee of both the executive directors of the Company.	Repayable in 60 equated monthly instalments beginning from April, 2023.
(ix) ICICI TL Account secured against security of a property of a Director - amounting to Rs. 210.00 lakh (31 March 2023 - Rs. 270.00 lakh)	Repayable in 60 equated monthly instalments beginning from October 2022.

KAMARHATTY COMPANY LIMITED

NOTES TO THE FINANCIAL STATEMENTS

Nature of security	Terms of repayment
(x) ICICI LAP-2 Account secured against security of a property of a Director - amounting to Rs. 334.46 lakh (31 March 2023 - Rs. 377.61 lakh)	Repayable in 120 equated monthly instalments beginning from October 2019.
(xi) ICICI LAP-3 Account secured against security of a property of a Director - amounting to Rs. 5.08 lakh (31 March 2023 - Rs. 5.81 lakh)	Repayable in 120 equated monthly instalments beginning from October 2019.
(xii) ICICI ECLGS- Account secured against security of a property of a Director - amounting to Rs.80.53 lakh (31 March 2023 - 119.04 lakhs)	Repayable in 60 equated monthly instalments beginning from February 2021.
(xiii) Car acquired under finance lease are secured by hypothecation of cars. - Rs.6.30 lakh(PY-15.83 lakh)	Repayable in 60 equal monthly instalments beginning from November 2018 & in case of car acquired during the year repayable from October, 2020 & January-2021
(xiv) TERM LOAN from Standard Chartered Bank (TL-005146532) amounting to Rs. 117.65 lakhs (31 March 2023 -Rs. 176.47 Lakhs), are secured by way of collateral security over the movable fixed assets purchased from the term loan, the Land of the Company at North 24 Parganas, at Kamarhatty, moveable fixed assets of the company & personal guarantee of Shri Sushant Kumar Agarwal, Shri Dharmesh Kumar Agarwal and Smt Kalpana Agarwal.	Repayable in 51 equal monthly instalments beginning from January 2022.
(xv) TERM LOAN from Standard Chartered Bank (TL-005145111) amounting to Rs. 188.23 lakhs (31 March 2022 -Rs. 376.47 Lakhs), are secured by way of collateral security over the Land of the Company at North 24 Parganas, at Kamarhatty & personal guarantee of Shri Sushant Kumar Agarwal, Shri Dharmesh Kumar Agarwal and Smt Kalpana Agarwal.	Repayable in 51 equal monthly instalments beginning from January 2022.
(xvi) DEMAND LOAN from Standard Chartered Bank amounting to Rs. 398.85 lakhs (31 March 2023 -Rs. Nil), are secured by way of collateral security over the movable fixed assets purchased from the term loan, the Land of the Company at North 24 Parganas, at Kamarhatty, moveable fixed assets of the company & personal guarantee of Shri Sushant Kumar Agarwal, Shri Dharmesh Kumar Agarwal and Smt Kalpana Agarwal.	
(xvii) Term loan (35 ECGL) from kotak banks amounting to Rs.61.94 lakh(31 March 2023 - Rs. 114.83 lakhs are secured by exclusive hypothecation of stock in trade, loans & advances, stores & book debts of the Company both present & future & by way of a first charge over the entire immoveable / moveable fixed assets of the Company & the personal guarantee of both the executive directors of the Company.	Repayable in 36 equal monthly instalments beginning from May 2022
(xviii) TERM LOAN from Standard Chartered Bank (TL-005509338) amounting to Rs. 85.71 lakhs (31 March 2023 -Rs. 128.57), are secured by way of collateral security over the Land of the Company at North 24 Parganas, at Kamarhatty, moveable fixed assets of the company & personal guarantee of Shri Sushant Kumar Agarwal, Shri Dharmesh Kumar Agarwal and Smt Kalpana Agarwal.	Repayable in 51 equal monthly instalments beginning from October 2022.
(xix) OD DROP LINE from ICICI banks amounting to Rs. 238.92 lakhs (31 March 2023 -Rs.272.47 Lakhs) secured against security of a property of a Director	Repayable in quarterly instalments starting from June 2022 quarter for 10 years.

KAMARHATTY COMPANY LIMITED
NOTES TO THE FINANCIAL STATEMENTS

Note: 13(b) Other financial liabilities (Non-current)

(All amounts in INR Lakh)

Particulars	31-Mar-24	31-Mar-23
Security Deposit	122.07	134.15
Total	122.07	134.15

Note: 14 Deferred tax liabilities (net)

(All amounts in INR Lakh)

Particulars	31-Mar-24	31-Mar-23
Deferred tax liabilities	131.31	131.31
Decrease during the year	-	-
Increase during the year	81.43	-
Net deferred tax liabilities	212.74	131.31

Note: 15(a) Borrowings (Current)

(All amounts in INR Lakh)

Particulars	31-Mar-24	31-Mar-23
Secured		
Cash Credit from Kotak Mahindra Bank [refer note (a) below]	1,242.13	1,315.69
Cash Credit from Standard Chartered Bank [refer note (a) below]	40.35	206.63
Packing Credit from Bank (refer note (b) below)	375.54	372.64
Current maturities of long-term debt (refer note 13(a))	1,021.98	1,105.10
Total	2,680.00	3,000.06

Notes:(a) & (b)

- Secured primarily by exclusive hypothecation charge over stocks, books and other current assets of the Company both present and future and by collateral equitable mortgage /hypothecation of land, building and Plant and machinery of the Company.
- Secured by exclusive hypothecation of stocks meant for export.

Note: 15(b) Trade payables

(All amounts in INR Lakh)

Particulars	31-Mar-24	31-Mar-23
Trade payables (refer note (a) below for dues to Micro, Small and Medium Enterprises)	4,846.12	6,463.78
Total	4,846.12	6,463.78

Note(a)

Amount unpaid at the year end, to the Micro, Small, & Medium Enterprises under the Micro small & medium Enterprises Development Act, 2006, amounts to Rs.3.20 lakhs.

Details of dues to Micro and Small Enterprises under Micro, Small and Medium Enterprise Development Act, 2006 included in trade payables.

(All amounts in INR Lakh)

Particulars	31-Mar-24	31-Mar-23
i. The Principal amount and the interest due thereon remaining unpaid to any supplier at the end of financial year	3.20	23.82
ii. The amount of interest paid by the buyer in terms of Section 16 of the Micro, Small and Medium Enterprises Development Act, 2006 along with the amount of the payment made to supplier beyond the appointed day during the accounting year	Nil	Nil

KAMARHATTY COMPANY LIMITED
NOTES TO THE FINANCIAL STATEMENTS

iii. The amount of interest due and payable for the period of delay in making payment but without adding the interest specified under the Micro, Small and Medium Enterprises Development Act, 2006	Nil	Nil
iv. The amount of interest accrued and remaining unpaid at the end of accounting year	0.07	Nil
v. The amount of further interest remaining due and payable even in succeeding years until such date when the interest dues above are actually paid to the Small Enterprise for the purpose of disallowance of a deductible expenditure under Section 23 of the Micro, Small and Medium Enterprises Development Act, 2006	Nil	Nil

Trade payable ageing schedule as on 31.03.2024

(All amounts in INR Lakh)

Outstanding for following periods from due date of payment

PARTICULARS	LESS THAN 1 YEAR	1-2 YEAR	2-3 YEARS	MORE THAN 3 YEARS	TOTAL
MSME	3.20	-	-	-	3.20
OTHERS	4840.50	2.42	-	-	4842.92
DISPUTED DUES MSME	-	-	-	-	-
DISPUTED DUES OTHERS	-	-	-	-	-
	4843.70	2.42	-	-	4846.12

Trade payable ageing schedule as on 31.03.2023

(All amounts in INR Lakh)

Outstanding for following periods from due date of payment

PARTICULARS	LESS THAN 1 YEAR	1-2 YEAR	2-3 YEARS	MORE THAN 3 YEARS	TOTAL
MSME	23.82	-	-	-	23.82
OTHERS	6230.85	209.11	-	-	6439.96
DISPUTED DUES MSME	-	-	-	-	-
DISPUTED DUES OTHERS	-	-	-	-	-
	6254.67	209.11	-	-	6463.78

Note: 15(c) Other financial liabilities - current

(All amounts in INR Lakh)

Particulars	31-Mar-24	31-Mar-23
Book Overdraft	153.20	180.30
Advances received from customers	78.73	62.64
Others	18.69	-
Total	250.62	242.94

a) There are no amounts due for payment to the Investor Education and Protection Fund under section 125C of the Companies Act, 2013 as at the end of the year.

Note: 16 Other current liabilities

(All amounts in INR Lakh)

Particulars	31-Mar-24	31-Mar-23
Statutory dues	288.25	245.45
Electricity dues	78.47	92.26
Other payables	245.93	191.50
Total	612.65	529.21

KAMARHATTY COMPANY LIMITED
NOTES TO THE FINANCIAL STATEMENTS

Note: 17 Provisions (Current)

(All amounts in INR Lakh)

Particulars	31-Mar-24	31-Mar-23
Provision	-	-
Total	-	-

Note: 18 Current tax liabilities

(All amounts in INR Lakh)

Particulars	31-Mar-24	31-Mar-23
Provision for taxation	117.94	122.29
Total	117.94	122.29

Note: 19 Revenue from Operations

(All amounts in INR Lakh)

Particulars	31-Mar-24	31-Mar-23
JUTE DIVISION - JUTE GOODS (NOTE - 1)	23,924.59	26,652.39
FINE YARN DIVISION – FLAX & JUTE YARN	1,385.94	1,492.15
LINYARN DIVISION - FLAX [SEMI FINISHED & FINISHED, NOIL]	1061.70	-
PAPER DIVISION - WASTE PAPER	21.28	2.39
Total	26,393.51	28,146.93

1. Revenue of Jute Division includes Rs. 564.71 lakh towards export sale of flax yarn purchased from Linyarn Unit separate GST registration of the unit.

Other Operating Income

Processing charges received	358.51	388.11
Rent (Gross):	329.18	332.24
Profit on Sale of Property, Plant & Equipment	-	13.43
Insurance Claim	-	119.36
Sale Of MEIS Licence	41.20	51.56
Sale Of Scrap	36.72	10.83
Sale Of Stores	-	3.56
Foreign Exchange Gain On Export	22.47	74.25
Export Duty Drawback	58.08	78.88
Total	846.16	1072.21

Note: 20 OTHER INCOME

(All amounts in INR Lakh)

Particulars	31-Mar-24	31-Mar-23
Interest on deposits	13.20	4.96
Interest income	-	0.04
Interest received on CESC deposits	0.19	0.19
Interest on Late Payment Received	2.19	-
CESC Tariff received	-	76.37
Consultancy and technical fees received	67.38	67.38
Miscellaneous Income	18.86	9.40
Total	101.81	158.33

KAMARHATTY COMPANY LIMITED
NOTES TO THE FINANCIAL STATEMENTS

Note: 21 Cost of Material Consumed

(All amounts in INR Lakh)

Particulars of Principal Raw material Consumed	31-Mar-24	31-Mar-23
Raw Jute -(For Mfgr.)	12,718.41	16,670.96
Flax Fiber Consumed	1446.99	356.34
Flax Yarn Consumed	232.68	197.53
Jute Batching Oil	305.91	431.59
Dye Chemical	151.58	189.07
Waste Paper	21.28	-
Yarn (Semi Finished .Goods)	708.16	800.03
Total	15,585.01	18,645.52

Note: 22 Change in inventories of finished goods and stock in process

(All amounts in INR Lakh)

Particulars	31-Mar-24	31-Mar-23
OPENING STOCK:		
Finished Goods	3,838.32	2,557.77
Stock-in-process	1,070.32	942.49
Total A	4,908.64	3,500.27
Less		
CLOSING STOCK:		
Finished Goods	3,239.42	3,838.32
Stock-in-process	1,355.27	1,070.32
Total B	4,594.69	4,908.64
(INCREASE) / DECREASE IN STOCK IN TRADE (A-B)	313.95	(1,408.38)

Note: 23 EMPLOYEE BENEFIT EXPENSES

(All amounts in INR Lakh)

Particulars	31-Mar-24	31-Mar-23
Salary, Wages, allowances and Bonus	3,644.39	3,730.13
Gratuity	132.38	240.39
Contribution to Provident Fund & Other Funds	293.33	265.48
Staff Welfare	18.75	18.10
Total	4,088.85	4,254.10

Note: 24 Financial Cost

(All amounts in INR Lakh)

Particulars	31-Mar-24	31-Mar-23
a. Interest to Bank	543.56	439.18
b. Interest - Others	262.10	218.38
c. Interest - Raw Jute	481.79	319.87
Total	1287.45	977.43

Note: 25 Depreciation And Amortisation Expenses

(All amounts in INR Lakh)

Particulars	31-Mar-24	31-Mar-23
Depreciation on Tangible Assets	858.06	763.99
Depreciation on Intangible Assets	2.42	1.91
	860.48	765.91
Less: Transferred from Capital Reserve	16.06	20.30
Total	844.42	745.61

KAMARHATTY COMPANY LIMITED
NOTES TO THE FINANCIAL STATEMENTS

Note: 26 Other Expenses

(All amounts in INR Lakh)

Particulars	31-Mar-24	31-Mar-23
Stores & Spare Consumed	502.05	495.34
Packing Material Consumed	224.78	171.31
Repair To Building	154.62	43.63
Repair To Plant & Machinery	568.09	519.22
Repair To Others	60.03	84.20
Printing & Stationery	12.91	12.16
Power & Fuel	1063.19	1227.33
Branding Charges	31.93	31.04
Job Work Charges	86.89	95.08
Brokerage & Commission	67.50	85.86
Transport Charges	201.80	147.51
Bank Charges	16.95	13.49
Conveyance	3.86	7.85
Electric Charges	9.14	8.06
Legal Expenses	9.66	8.08
Motor Car Expenses	26.70	33.85
Subscription	10.97	17.06
Telephone Expenses	8.95	7.98
Travelling Expenses	35.68	24.42
Security Charges	10.21	9.33
Loss on sale of currency (net)	-	4.12
Provision For Forex Loss On Packing Credit	-	2.46
Depletion of stock of paper material	-	15.83
Business loss on sale of investment in subsidiary	-	365.51
Forex difference on export	-	5.93
Foreign exchange loss on forward booking	-	1.96
Bad debts written off	-	32.03
Advance to subsidiary written off	-	92.59
Insurance claim non recoverable	-	62.06
Rates & Taxes	159.52	21.90
Rent	7.42	12.53
Insurance Charges	101.19	85.60
Miscellaneous Expenses	698.14	740.59
Export Expenses	215.21	634.17
CSR expenditure	15.91	11.50
Auditors' Remuneration (Note A)	1.34	1.34
Directors' Remuneration	33.90	28.24
Director Fees	3.38	1.50
Professional Fees	84.65	50.54
Total	4,426.56	5,213.20

Note (a)

As Auditor

Audit fees	0.70	0.70
Tax Audit	0.15	0.15

Other Capacity

Company Law matters	0.35	0.35
Other matters	-	-
Certification	0.14	0.14

As Auditor

Total	1.34	1.34
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Note: 27 Earnings per share (EPS)

(All amounts in INR Lakh)

Particulars	31-Mar-24	31-Mar-23
Profit after tax (in INR Lakh)	602.75	696.40
Less : Preference dividend (including tax thereon)	-	-
Net Profit for calculation of Basic and Diluted EPS (A)	602.75	696.40
Weighted average number of shares outstanding (B) of Rs.10/- each.	56,17,000	56,17,000
Basic and Diluted Earning per share (Amt in Rupees) A/B	10.73	12.40

KAMARHATTY COMPANY LIMITED
NOTES TO THE FINANCIAL STATEMENTS

Note: 28 Income tax expense

This note provides an analysis of the Company's income tax expense, shows amounts that are recognized directly in equity and how the tax expense is affected by non-assessable and non-deductible items.

(All amounts in INR Lakh)		
(a) Income tax expense	31-Mar-24	31-Mar-23
Particulars		
Current tax		
Current tax on profits for the year	117.94	122.29
Total current tax expense	117.94	122.29
Deferred tax	81.43	131.31
Reversal of Tax provision	(6.88)	-
Income tax expense	192.49	253.60

(All amounts in INR Lakh)		
(b) Reconciliation of tax expense and the accounting profit multiplied by tax rate:	31-Mar-24	31-Mar-23
Particulars		
Profit before tax	795.24	949.99
Tax at the Indian tax rate of 25.168%	200.15	239.09
Tax effect of amounts which are not deductible (taxable) in calculating taxable income	(82.21)	(116.80)
Deferred tax liability / (asset)	81.43	131.31
Reversal of Tax Provision	(6.88)	-
Total income tax expense	192.49	253.60

NOTE : 29

(All amounts in INR lakhs)

Particulars	31 March 2024	31 March 2023
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a) Contingent Liabilities and commitments (to the extent not provided for):

(i) Bank Guarantee

Others

399.20 399.20

Claim against the Company not acknowledged as debts:

(ii) Demand of different Statutory authorities under dispute pending in appeals

893.74 1347.62

The Management feels that the claims are not likely to succeed and hence not provided in the accounts. However the consequential effect of the claims is dependent on disposal of appeals.

Capital and other commitments

Estimated amount of Contract remaining to be executed on Capital account (net of advances) and not provided for

- -

(iii) Corporate Guarantee - Others

- 2522.00

b) Pursuant to and in compliance with the Order dt 08/12/2022 passed by the Hon'ble Supreme Court in Civil appeal No 6500 of 2009, the company has received Rs 76,36,856.75 on 02/01/2023 in respect of CESC (2000-2002) tariff account towards concessional tariff for sick unit for the period April,2000 to March,2002 in term of BIFR (as modified by AAIFR) for two years. The company has disclosed the above amount received towards concessional tariff in other income in the annual accounts.

c) The insurance claim balance as on 31st March,2024 was Rs 452.93 Lakh

d) The company had investment in Subsidiary company, M/S Kamarhatty Power Ltd which stood at Rs

KAMARHATTY COMPANY LIMITED
NOTES TO THE FINANCIAL STATEMENTS

378.11 Lakh as on 31st March , 2023.

The subsidiary companies operation was shut down in the year 2011 with its possession of Fixed and Current Assets taken over by WBIDC in the year 2012 due to non-payment of dues. That the investment in subsidiary company was made out of commercial expediency.

That since the operation of the Subsidiary Company has become totally defunct, the project has proved to be total loss project. In view of the above, the Company has sold off its investment worth Rs 378.11 Lakh in the Subsidiary Company, to M/S Antim investment Pvt Ltd at a sale value of Rs 12.60 Lakh resulting in business loss of Rs 365.51 Lakh in the previous financial year.

Moreover, the company had an advance with the subsidiary M/S Kamarhatty Power Ltd, amounting to Rs 92.59 Lakh, which has also been written off during the previous financial year on account of its non-recovery

- e) Inter-unit purchase and sales between Linyarn unit and Jute Mill has been shown as purchase and sales in respective division (in view of the separate GSTIN), however for accounting purpose the same has been set off and transaction shown on net basis (in view of same PAN) in accounts.

NOTE: 30 RELATED PARTY DISCLOSURES:

Related Party Disclosures as required by Ind AS – 24, 'Related Party Disclosure' are given below:

i) Key Management Personnel:-

Shri S.K.Agarwal, Managing Director
 Shri H. Nahata, Executive Director
 Shri Praveen Bilotia, Chief Financial Officer
 Mr. Sudipta Maity, Company Secretary (w.e.f. 14/11/2023)

Relatives of Key Managerial Personnel: Shri S.K.Agarwal, Shri H.K. Agarwal, Shri D.K. Agarwal, Smt S.D. Agarwal, Smt Kalpana Agarwal, Shri S.K. Agarwal (HUF), Smt Sweta Agarwal, Smt Sarita Agarwal, Smt Priti Agarwal, Nandini Agarwal, Nishit Agarwal, Shri Rajendra Kr. Bansal, Shri Jagdish Prasad Bansal, Smt Hema Bansal.

b) Transactions with related parties:

i) Remuneration paid to key Managerial Personnel:

	(All amounts in INR lakhs)	
	<u>31.03.2024</u>	<u>31.03.2023</u>
Mr. Sushant Kumar Agarwal	16.20	14.59
Mr. Harsh Nahata	17.70	13.66
	<u>33.90</u>	<u>28.25</u>
Mr. Praveen Bilotia-C.F.O	19.90	14.79
Mr. Sudipta Maity (w.e.f. 14/11/2023)	1.83	--
Miss. Dibisha Mishra- C.S. (resigned w.e.f. 31.05.2023)	0.94	5.59
Total	<u>56.57</u>	<u>48.63</u>

a) List of Related Parties.

ii) Parties where control exists.

Name of the Related Party

Nature of relationship

a) Kamakshi Jute Industries Ltd

Company in which some of the Directors are interested as Directors & holds along with his relatives more than 2% of its paid up share capital.

b) Hemp Trading Pvt Ltd

Company in which Director is interested as a Director and as a member & holds along with his relatives more than 2% of its paid up share capital.

KAMARHATTY COMPANY LIMITED
NOTES TO THE FINANCIAL STATEMENTS

- | | |
|---|---|
| c) Annapurna Commercial Company Ltd | Company in which Director is interested as a Director & holds along with his relatives more than 2% of its paid up share capital |
| d) Kamarhatty Industries Ltd | Company in which Director is interested as a Director & holds along with his relatives more than 2% of its paid up share capital |
| e) Malsisar Converting Machinery Pvt. Ltd | Company in which Director is interested as a Director. |
| f) Tornado Consultants Ltd. | Company in which Director is interested as a Director & holds along with his relatives more than 2% of its paid up share capital. |
| g) Echolac Trexim Ltd | Company in which Director is interested as a Director & holds along with his relatives more than 2% of its paid up share capital. |
| h) Niramaya Investment & Dealers Ltd. | Company in which Director is interested as a Director& holds along with his relatives more than 2% of its paid up share capital. |
| i) Linyarn Textile Limited | Company in which Director is interested as a Director& holds along with his relatives more than 2% of its paid up share capital. |

KAMARHATTY COMPANY LIMITED
NOTES TO THE FINANCIAL STATEMENTS

TRANSACTION WITH THE RELATED PARTIES

(All amounts in INR lakhs)

Received From	Relation	Nature of Transaction	31.03.2024	31.03.2023
B.P. Agarwal (HUF)	Director or Relative of Director of the Company	Loans and Advances taken	65.42	56.95
Dharmesh Kr. Agarwal (HUF)	Relative of Director of the Company	Loans and Advances taken	20.44	2.89
Dharmesh Kr. Agarwal	Relative of Director of the Company	Loans and Advances taken	72.84	69.20
Harshita Agarwal	Relative of Director of the Company	Loans and Advances taken	36.35	34.45
Hema Bansal	Relative of Director of the Company	Loans and Advances taken	22.30	22.30
Hitesh Kr. Agarwal (HUF)	Relative of Director of the Company	Loans and Advances taken	55.90	53.40
Hitesh Kr. Agarwal	Relative of Director of the Company	Loans and Advances taken	40.97	28.24
J.P.Bansal Family Trust.	Relative of Director of the Company	Loans and Advances taken	70.00	59.00
Jagdish Prasad Bansal (HUF)	Relative of Director of the Company	Loans and Advances taken	0.90	0.90
Kalpana Agarwal	Relative of Director of the Company	Loans and Advances taken	97.86	80.00
Nandini Agarwal	Relative of Director of the Company	Loans and Advances taken	68.64	56.83
Nishit Agarwal	Relative of Director of the Company	Loans and Advances taken	49.57	40.09
Paridhi Agarwal	Relative of Director of the Company	Loans and Advances taken	10.00	10.00
Priti Agarwal	Relative of Director of the Company	Loans and Advances taken	10.00	10.00
Rajendra Kumar Bansal	Relative of Director of the Company	Loans and Advances taken	13.00	2.95
Ramesh Kumar Agarwal (HUF)	Relative of Director of the Company	Loans and Advances taken	16.22	16.21
Ramesh Kumar Agarwal	Relative of Director of the Company	Loans and Advances taken	36.09	36.09
Sarita Agarwal	Relative of Director of the Company	Loans and Advances taken	86.77	76.14
Sejal Agarwal	Relative of Director of the Company	Loans and Advances taken	28.19	33.06
Sushant Kr Agarwal (HUF)	Relative of Director of the Company	Loans and Advances taken	75.48	71.00
Sushant Kumar Agarwal	Director of the Company	Loans and Advances taken	229.58	175.89

KAMARHATTY COMPANY LIMITED

(All amounts in INR lakhs)

Received From	Relation	Nature of Transaction	Outstanding as on 31.03.2024	Outstanding as on 31.03.2023
Sweta Agarwal	Relative of Director of the Company	Loans and Advances taken	25.37	18.12
Utkarsh Agarwal	Relative of Director of the Company	Loans and Advances taken	79.11	74.36
Udisha Agarwal	Relative of Director of the Company	Loans and Advances taken	61.06	50.50
Hemp Trading Company Pvt Limited	A Company in which some of the Directors & or relatives are interested as Director	Loans and Advances taken Brokerage paid	13.97 0	14.43 0.34
Malsisar Converting Machinery Pvt. Ltd	A Company in which some of the Directors & or relatives are interested as Director	Loans and Advances taken	456.44	459.66
Niramaya Investment & Dealers Ltd.	A Company in which some of the Directors & or relatives are interested as Director	Loans and Advances taken	7.91	3.01
Keshava Jute Mills Pvt. Ltd	A Company in which some of the Directors & or relatives are interested as Director	Purchase of Raw Jute Interest received on Raw Jute sale of raw jute & stores	- - -	67.19 0.03 40.66
Kamakshi Jute Industries Ltd	A Company in which some of the Directors & or relatives are interested as Director	Sale of Plane & Machinery Raw Jute purchase, Sale of Raw Jute yarn Purchase Rent Received Consultancy Fees Received (Gross)	- - 72.64 33.41 1.62 -	303.32 - 26.68 85.68 5.26 79.50
Tornado Consultants Ltd	A Company in which some of the Directors & or relatives are interested as Director	Loans and Advances taken	141.79	147.31
Echolac Trexim Ltd	A Company in which some of the Directors & or relatives are interested as Director	Loans and Advances taken	9.90	0.64
Annapurna Commercial Company Ltd	A Company in which some of the Directors & or relatives are interested as Director	Loans and Advances given	-	0.47
Linyarn Textiles Ltd.	A Company in which some of the Directors & or relatives are interested as Director	Loans and Advances given	7.11	7.14

KAMARHATTY COMPANY LIMITED

NOTES TO THE FINANCIAL STATEMENTS

NOTE: 31 Capital Management

The Company's objectives when managing capital are to

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

Note: 32 Fair value measurements

Financial instruments by category

Particulars	31-Mar-24			31-Mar-23		
	FVTPL	FVOCI	Amortised cost	FVTPL	FVOCI	Amortised cost
Financial assets						
Investments			2.87			2.87
Trade receivables			1743.59			1634.11
Cash & cash equivalents			23.58			41.89
Bank balances other than cash & cash equivalents			118.26			336.40
Other financial assets			490.38			458.57
Total financial assets			2378.68			2473.84
Financial liabilities						
Borrowings			8723.97			8467.84
Trade payables			4846.12			6463.78
Security deposit			122.07			134.15
Other payables			250.62			242.94
Total financial liabilities			13942.78			15308.71

(i) Fair value hierarchy

This section explains the judgements and estimates made in determining the fair values of the financial instruments that are (a) recognised and measured at fair value and (b) measured at amortised cost and for which fair values are disclosed in the financial statements. To provide an indication about the reliability of the inputs used in determining fair value, the Company has classified its financial instruments into the three levels prescribed under the accounting standard. An explanation of each level follows underneath the table.

(All amounts in INR Lakh)

Financial assets and liabilities measured at fair value - recurring fair value measurements - At 31 March 2024	Level 1	Level 2	Level 3	Total
Financial assets				
Investments				
- Quoted investments	-	-	30.00	30.00
- Unquoted investments	-	-	2.87	2.87
Total financial assets	-	-	32.87	32.87
Financial liabilities				
Total financial liabilities	-	-	-	-

Financial assets and liabilities measured at fair value - recurring fair value measurements - At 31 March 2023	Level 1	Level 2	Level 3	Total
Financial assets				
Investments				
- Quoted investments	-	-	-	-
- Unquoted investments	-	-	2.87	2.87
Total financial assets	-	-	2.87	2.87

KAMARHATTY COMPANY LIMITED

NOTES TO THE FINANCIAL STATEMENTS

Level 3 [Fair values determined using valuation techniques with significant unobservable inputs]:

In case of unquoted equity instrument where most recent information to measure the value is not sufficient, cost has been considered as Fair value.

There are no transfers between levels 1 and 2 during the year.

(a) The carrying amounts of trade receivables, loans, cash and cash equivalents, other bank balances, other financial assets, security deposits, trade payables and other financial liabilities are considered to be the same as their fair values, due to their short-term nature.

(b) For financial assets and liabilities that are measured at fair value, the carrying amounts are equal to the fair values.

Note 33(I) Maturity Analysis For Financial Liabilities (All amounts in INR Lakh)

The following are the remaining contractual maturities of financial liabilities at the reporting date.

Contractual maturities of financial liabilities 31 March 2024	Less than 1 year	1 - 3 years	3 - 5 years	More than 5 years	Total
Non-derivatives					
Borrowings	2,680.00	-	6,043.97	-	8,723.97
Other financial liabilities	250.62	-	122.07	-	372.69
Trade payables	4,843.70	2.42	-	-	4,846.12
Total non-derivative financial liabilities	<u>7,774.32</u>	<u>2.42</u>	<u>6,166.04</u>	-	<u>13942.78</u>
<hr/>					
Contractual maturities of financial liabilities 31 March 2023	Less than 1 year	1 - 3 years	3 - 5 years	More than 5 years	Total
Non-derivatives					
Borrowings	3,000.06	-	5,467.78	-	8,467.84
Other financial liabilities	242.94	-	134.15	-	377.09
Trade payables	6,254.67	209.11	-	-	6,463.78
Total non-derivative financial liabilities	<u>9,497.67</u>	<u>209.11</u>	<u>5,601.93</u>	-	<u>15,308.71</u>

Note: 34 Financial risk management

The Company's activities expose it to credit risk, liquidity risk and market risk (i.e. foreign currency risk, interest rate risk and price risk). This note explains the sources of risk which the entity is exposed to and how the entity manages the risk and the impact of it in the financial statements.

Risk	Exposure arising from	Measurement	Management
Credit risk	Cash and cash equivalents, trade receivables, financial assets measured at amortised cost	Ageing analysis	Diversification of customer base and approved counter parties.
Liquidity risk	Borrowings and other liabilities	Cash flow forecasts	Availability of committed credit lines and borrowing facilities
Foreign Currency Risk	Trade Receivables , Trade payables	Sensitivity analysis	Company does not have significant foreign currency exposure
Market risk – interest rate	Long-term borrowings at variable rates	Sensitivity analysis	Diversified debt portfolio Regular monitoring of borrowings

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NOTES TO THE FINANCIAL STATEMENTS

Unhedged foreign currency exposure

(All amounts in INR Lakh)

Particulars	As at 31st March 2024		As at 31st March 2023	
	Foreign Currency	INR Lakh	Foreign Currency	INR Lakh
Financial Assets				
<i>Cash in hand and othe current assets</i>				
In USD	3,97,276.93	333.71	27,203.90	22.36
In GBP	64,074.10	67.28	73,793.73	74.86
In EURO	1,67,463.00	150.72	1,67,463.00	149.56
	6,28,814.03	551.71	2,68,460.63	246.78
<i>Trade Payable and other current liabilities</i>				
In USD	-	-	-	-
In GBP	-	-	-	-
	-	-	-	-

Note: 35 Net debt reconciliation

This section sets out an analysis of net debt and the movements in net debt

(All amounts in INR Lakh)

Particulars	31-Mar-24	31-Mar-23
Current borrowings	2,680.00	3,000.06
Non-current borrowings	6,043.97	5,467.78
Net debt	8,723.97	8,467.84

(All amounts in INR Lakh)

Particulars	Liabilities from financing activities	
	Non-current borrowings	Current borrowings
Net debt as at 01 April 2023	5,467.78	3,000.06
Proceeds from borrowings during the year	3,968.04	33,101.84
Repayment of borrowings during the year	(3,391.85)	(33,421.90)
Net debt as at 31 MARCH 2024	6,043.97	2,680.00

Footnotes:

a) Reclassification

The Company has done the following reclassifications as per requirement of Ind AS:-

i) Assets/Liabilities which do not meet the definition of financial asset/financial liability have been reclassified to other asset/liability.

36 Key Financial Ratios

No.	Name of the Ratio	To measure	FY-2023-24	FY-2022-23	%age variation	
1	Current Ratio	(in times)	1.29	1.11	16.22	(Note 1)
2	Debt Equity Ratio	(in times)	2.34	2.78	-15.83	(Note 2)
3	Debt Service Coverage Ratio	(in times)	1.09	0.12	808.33	
4	Return on Equity (in %)	(in %)	9.48	12.00	-21.00	(Note 3)
5	Inventory Turnover Ratio	(in times)	5.56	6.70	-17.01	(Note 4)
6	Trade Receivable Turnover Ratio	(in times)	15.63	13.14	18.95	(Note 5)
7	Trade Payable Turnover Ratio	(in times)	2.76	2.91	-5.15	(Note 6)
8	Net Capital Turnover Ratio	(in times)	10.58	24.56	-56.92	(Note 7)
9	Net Profit Ratio	(in %)	2.28	2.48	-8.06	(Note 8)
10	Return on Capital Employed	(in %)	16.36	8.82	85.49	(Note 9)
11	Return on Investment	(in %)	9.80	18.61	-47.34	(Note 10)

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NOTES TO THE FINANCIAL STATEMENTS

Manner of Computation				
No.	Name of the Ratio	To measure	Numerator	Denominator
1	Current Ratio	(in times)	Current Assets	Current Liabilities
2	Debt Equity Ratio	(in times)	Total Debt	Equity
3	Debt Service Coverage Ratio	(in times)	Earnings available for debt service	Total Debt Service
4	Return on Equity	(in %)	Net Profit - Preferred Dividend	Average Shareholder Equity
5	Inventory Turnover Ratio	(in times)	Sales	Average Inventory
6	Trade Receivable Turnover Ratio	(in times)	Net Sales	Average Accounts Receivables
7	Trade Payable Turnover ratio	(in times)	Net Purchases	Average Trade Payables
8	Net Capital Turnover Ratio	(in times)	Net Sales	Working Capital
9	Net Profit Ratio	(in %)	Net Profit	Net Sales
10	Return on Capital Employed	(in %)	Earning before interest and taxes	Capital Employed
11	Return on Investment	(in %)	Earning before interest and taxes	Average assets

Note:

- 1 The variation in current ratio is on account of decrease in current liabilities on account of decrease in trade payable.
- 2 The variation in Debt Equity ratio is on account of increase in reserves thereby increasing the equity base.
- 4 The variation is on account of increasing reserves resulting in increase in equity base & also decrease in profit during the year thereby resulting in decrease in numerator.
- 5 The variation is on account of decrease in inventory level during the year.
- 6 There is a marginal decrease on account of decrease in purchase during the year.
- 7 The variation is on account of decrease in sales thereby decreasing numerator.
- 8 There is a marginal decrease due to decrease in net profit during the year.
- 9 This is increase in ROCE due to increase in EBIT during the year.
- 10 The decrease in ROI is on account of decrease in Total assets during the year.

NOTE : 37

Other Regulatory Information

- i) The title deeds of all the immovable properties disclosed in the financial statements included in property, plant and equipments are held in the name of the Company as at the balance sheet date.
- ii) During the Financial year under review, the Company has not made any transactions with companies struck off under Section 248 of the Companies Act, 2013.
- iii) No proceeding has been initiated or pending against the company for holding any benami property under the Benami Transactions (Prohibition) Act, 1988 (45 of 1988) and rules made thereunder.
- iv) The Company has not been declared willful defaulter by any bank or financial institution.
- v) The Company does not have any charges or satisfaction of charges which is yet to be registered with Registrar of Companies beyond the statutory period.
- vi) The Company has complied with the number of layers prescribed under clause (87) of section 2 of the Act read with the Companies (Restriction on number of Layers) Rules, 2017.

KAMARHATTY COMPANY LIMITED

NOTES TO THE FINANCIAL STATEMENTS

- vii) The company has not advanced or loaned or invested funds to any other person(s) or entity(ies), including foreign entities (Intermediaries) with the understanding that the Intermediary shall
 - (i) directly or indirectly lend or invest in other persons or entities identified in any manner whatsoever by or on behalf of the company (Ultimate Beneficiaries) or
 - (ii) provide any guarantee, security or the like to or on behalf of the Ultimate Beneficiaries;
- viii) The company has not received or loaned or invested funds from any other person(s) or entity(ies), including foreign entities (Intermediaries) with the understanding that the Intermediary shall
 - (i) directly or indirectly lend or invest in other persons or entities identified in any manner whatsoever by or on behalf of the company (Ultimate Beneficiaries) or
 - (ii) provide any guarantee, security or the like to or on behalf of the Ultimate Beneficiaries;
- ix) The Company has used borrowings from bank and financial institutions for specific purpose for which it was obtained
- x) The Company has not traded or invested in Crypto Currency or Virtual Currency during the financial year.
- xi) There is no income surrendered or disclosed as income during the current or previous year in the tax assessments under the Income Tax Act, 1961 that has not been recorded in the books of accounts.

NOTE : 38

Previous GAAP figures have been reclassified / regrouped to confirm the presentation requirements under Ind AS and the requirements laid down in Division II of the Schedule III of the Companies Act'2013.

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NOTES TO THE FINANCIAL STATEMENTS

39.

AUDITED SEGMENT INFORMATION FOR THE QUARTER / YEAR ENDED 31ST MARCH,2024

(RS IN LACS)

SR NO	PARTICULARS	Quarter ended			Year ended	
		31ST MARCH 2024	31ST DECEMBER 2023	31ST MARCH 2023	31ST MARCH 2024	31ST MARCH 2023
1	SEGMENT REVENUE					
	A) JUTE AND YARN PRODUCT	6604.83	6899.57	7384.13	26177.97	29219.14
	B) TEXTILE LINYARN YARN PRODUCT	1164.87	434.46	510.82	1743.07	1040.33
	C) INTER SEGMENT ELIMINATION	(436.42)	-	(510.82)	(681.37)	(1040.33)
	REVENUE FROM OPERATIONS	7333.28	7334.03	7384.13	27239.67	29,219.14
2	SEGMENT RESULTS					
	A) JUTE PRODUCT	560.04	927.68	387.45	2731.11	2083.83
	B) TEXTILE YARN (LINYARN)	(88.74)	16.75	(104.28)	(648.41)	(156.41)
	TOTAL	471.30	944.43	283.17	2,082.70	1,927.42
	LESS :					
	1) FINANCE COST	343.32	314.34	375.95	1,287.45	977.43
	2) OTHER UNALLOCABLE EXPENDITURE	-	-	-	-	-
	PROFIT FROM ORDINARY ACTIVITY BEFORE TAX	127.98	630.09	(92.78)	795.24	949.99
	Tax including Deferred Tax	66.49	126.00	13.59	192.49	253.59
	Profit for the year	61.49	504.09	(106.37)	602.75	696.40
3	Other information					
	SEGMENT ASSETS					
	A) JUTE & YARN PRODUCT	18876.57	18705.20	19013.29	18876.57	19013.29
	B) TEXTILE YARN (LINYARN)	7934.52	7710.88	7465.45	7934.52	7465.45
	C) INTER SEGMENT ELIMINATION	5569.20	-	4618.14	5569.20	4618.14
	TOTAL	32380.29	26416.08	31096.88	32380.29	31096.88
4	SEGMENT LIABILITY					
	A) JUTE & YARN PRODUCT	10599.86	10641.32	12561.05	10599.86	12561.05
	B) TEXTILE YARN (LINYARN)	9855.44	9348.21	8148.60	9855.44	8148.60
	C) INTER SEGMENT ELIMINATION	5569.20	-	4618.14	5569.20	4618.14
	TOTAL	26024.50	19989.53	25327.79	26024.50	25327.79
5	NET CAPITAL EMPLOYED					
	A) JUTE & YARN PRODUCT	8276.71	8063.88	6452.24	8276.71	6452.24
	B) TEXTILE YARN (LINYARN)	(1,920.92)	(1,637.33)	(683.15)	(1,920.92)	(683.15)

KAMARHATTY COMPANY LIMITED

NOTES TO THE FINANCIAL STATEMENTS

NOTES : Previous period figures have been regrouped and reclassified wherever required.

1. Total amount of Inland Sale Rs. 22125.69 Lakh
Total amount of Export Sale Rs. 4267.82 Lakh

Area wise Major Client in Foreign Country

Country	INR Lakh
BELGIUM	667.48
CHILE	100.83
GERMANY	237.76
ITALY	309.21
NETHERLAND	1027.20
PERU	263.28
POLAND	305.21
THAILAND	265.34
TURKEY	105.27
UNITED KINGDOM	602.23

2. Balance Sheet of the company includes assets and liabilities in respect of discontinued operation (Paper Division) as per following details for which no provision has been made.

Fixed assets (gross block)	1006.74 Lakhs
Provision for depreciation	674.82 Lakhs
Net Block	331.92 Lakhs
Inventory	21.53 Lakhs
Sundry debtors (net)	107.32 Lakhs
Sundry Creditors (net)	806.45 Lakhs

KAMARHATTY COMPANY LIMITED

NOTES TO THE FINANCIAL STATEMENTS

40. EXPENSES ON CORPORATE SOCIAL RESPONSIBILITY (CSR) ACTIVITIES

The company is covered under section 135 of the Companies Act, 2013. Accordingly, the CSR committee has been formed by the company in accordance with sub section 1 thereof and the company is mandatorily required to spend atleast 2% of its average Net Profit as computed under section 198 for the immediately preceding three financial year on Corporate Social Responsibility (CSR) activities. The required disclosure for CSR activities under taken during the year is given hereunder:-

(All amount in INR Lakh)

		2023-24	2022-23
(i)	Amount required to be spent by the company during the year.	15.88	11.37
(ii)	The amount of expenditure incurred	15.90	11.50
(iii)	Short fall at the end of the year	-	N.A.
(iv)	Total of previous years short fall	-	N.A.
(v)	Reason for shortfall	N.A.	N.A.
(vi)	Nature of CSR activities	Eradicating hunger, poverty and mal nutrition, promoting health care including preventive healthcare, promoting education, including special education and employment	