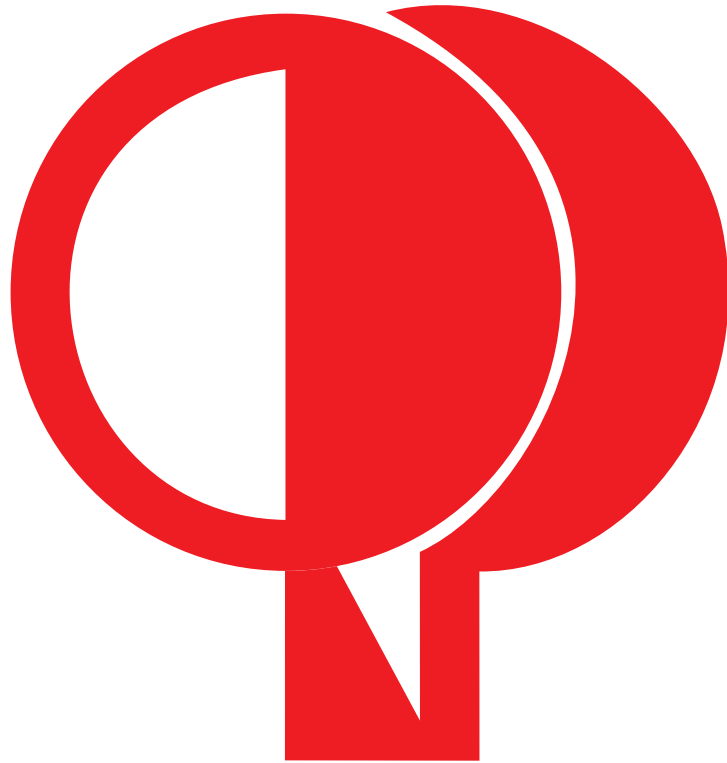


# ANNUAL REPORT 2021 - 2022



RESINS & PLASTICS LTD.

## SUMMARY RESULTS

(₹ in Lakhs)

DESCRIPTION	FY 2021-22	FY 2020-21	FY 2019-20	FY 2018-19	FY 2017-18
<b>SUMMARISED BALANCE SHEET</b>					
Net Fixed Asset	1,239.39	973.48	902.55	641.32	670.78
Investments	0.09	0.09	0.09	0.02	0.02
Long term loans and advances	196.58	136.23	113.41	68.54	67.69
Net Current Assets (Working Capital)	7,855.80	7,244.57	6,394.84	4,654.10	3,994.19
	<b>9,291.86</b>	<b>8,354.37</b>	<b>7,410.89</b>	<b>5,363.97</b>	<b>4,732.68</b>
Represented by :					
Deferred Tax Liability	52.51	40.07	27.95	57.36	63.19
Other long term liabilities	-	-	0.50	0.50	0.50
Long term provisions	78.27	105.51	154.20	93.05	59.25
Share Capital	417.23	417.23	357.23	357.23	357.23
Share Capital Suspense	-	-	60.00	-	-
Reserves	8,743.85	7,791.56	6,811.02	4,855.84	4,252.51
	<b>9,291.86</b>	<b>8,354.37</b>	<b>7,410.89</b>	<b>5,363.97</b>	<b>4,732.68</b>
<b>SUMMARISED PROFIT AND LOSS ACCOUNT</b>					
<b>INCOME</b>					
Sales (Net of taxes)	21,376.31	14,530.99	13,854.67	12,536.39	12,967.86
Misc. Income	189.11	375.84	189.56	115.31	74.69
<b>TOTAL INCOME</b>	<b>21,565.42</b>	<b>14,906.83</b>	<b>14,044.23</b>	<b>12,651.70</b>	<b>13,042.55</b>
<b>EXPENDITURE</b>					
Material Consumed	16,351.73	10,741.07	10,399.03	9,657.16	10,008.24
Overheads	3,532.48	2,520.01	2,465.28	1,906.45	2,058.11
Depreciation	92.84	71.37	64.15	58.10	55.83
Interest	0.53	4.65	0.36	1.87	0.52
<b>TOTAL EXPENDITURE</b>	<b>19,977.58</b>	<b>13,337.10</b>	<b>12,928.81</b>	<b>11,623.59</b>	<b>12,122.70</b>
Profit Before Tax	1,587.84	1,569.73	1,115.42	1,028.12	919.85
Operating Profit as % to Sales Revenue	6.54	8.22	6.68	7.28	6.52
Taxes	406.07	401.43	258.14	295.60	282.47
<b>Profit after Tax</b>	<b>1,181.77</b>	<b>1,168.30</b>	<b>857.30</b>	<b>732.53</b>	<b>637.38</b>
Dividend incl. Dividend Tax	229.48*	187.75	204.81	129.20	128.99
Dividend Percentages	55.00	45.00	40.00	30.00	30.00

\* Final dividend for the FY 2020-21

### Notes :

- The Board of Directors have recommended a dividend of ₹ 6/- per share (60%) for the FY 2021-22 at its meeting held on 2nd May, 2022 subject to the approval of the shareholders at the ensuing Annual General Meeting.
- Previous year's figures are not strictly comparable as merger of Pragati Chemicals Ltd. with Resins & Plastics Ltd. as approved by NCLT, Mumbai vide its order dated 25/06/2020 is effective from the appointed date of 1st April, 2019.

# ANNUAL REPORT 2021 - 2022

## BOARD OF DIRECTORS (as at March 31, 2022)

Shri Dhiren P. Mehta	- Chairman
Shri Abhay A. Vakil (Upto 02.11.2021)	- Chairman
Shri Rupen A. Choksi	- Managing Director
Shri Ashwin S. Dani	- Director
Smt. Dipika A. Vakil (w.e.f. 08.02.2022)	- Director
Shri Bharat B. Chovatia	- Director
Shri Chetan S. Thakkar	- Director
Smt. Hemangi N. Modi	- Director

## CHIEF OPERATING OFFICER

Shri Sanket D. Dwivedi

## BANKERS

HDFC Bank Ltd.  
State Bank of India

## CHIEF FINANCIAL OFFICER & COMPLIANCE OFFICER

Smt. Sunita R. Satpalkar

## AUDITORS

M/s. CNK & Associates LLP  
Chartered Accountants  
Mumbai

## Registrar & Transfer Agent

M/s. Link Intime India Pvt. Ltd.  
C-101, 247 Park,  
L.B.S. Marg, Vikhroli (West),  
Mumbai 400 083.  
Tel. No.: +91 22 4918 6270  
Fax No.: +91 22 4918 6060  
Email: [rnt.helpdesk@linkintime.co.in](mailto:rnt.helpdesk@linkintime.co.in)  
Website : [www.linkintime.co.in](http://www.linkintime.co.in)

## CORPORATE IDENTIFICATION NUMBER

U25209MH1961PLC012223

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Auditors' Report	26
Balance Sheet	32
Profit & Loss Account	33
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## Registered Office

A-8, Marol Industrial Estate of MIDC,  
Cross Road B, Street No.5,  
Andheri (East),  
Mumbai 400093.  
Tel : 022-61987000

## Plants

Taloja Industrial Estate of MIDC,  
Post Box No.6,  
Taloje,  
Dist. Raigad 410208.  
Tel : 022-65517200

Plot No.3607,  
GIDC Ind. Estate,  
Ankleshwar,  
Dist. Bharuch 393002.  
Tel : 02646-223262

Plot No.3605,  
GIDC Ind. Estate,  
Ankleshwar,  
Dist. Bharuch 393002.  
Tel : 02646-220440

## NOTICE RESINS AND PLASTICS LIMITED

**Corporate Identification No. (CIN) - U25209MH1961PLC012223**

**Registered Office:** A-8 Marol Industrial Estate of MIDC, Cross Road B, Street No.5, Andheri (East), Mumbai 400093.

**Tel:** 6198 7000 **E-mail:** info@resplast.com; **Website:** www.resplast.com

Notice is hereby given that the Sixty-First Annual General Meeting of the members of **RESINS & PLASTICS LIMITED** will be held on **Friday, the 5<sup>th</sup> August, 2022 at 11.00 a.m.** through video conferencing ("VC") or other audio visual means ("OAVM") to transact the following business:

### Ordinary Business:

1. To receive, consider and adopt the Audited Financial Statements of the Company for the Financial Year ended on 31<sup>st</sup> March, 2022 together with reports of the Board of Directors and Auditors thereon.
2. To declare dividend on Equity Shares for the Financial Year 2021-22.
3. To appoint a Director in place of Shri Ashwin S. Dani (DIN: 00009126), who retires by rotation and being eligible, offers himself for re-appointment.

### Special Business:

4. To consider, and if thought fit, to pass the following resolution as an Ordinary Resolution:

**"RESOLVED THAT** pursuant to Section 148 and other applicable provisions, if any, of the Companies Act, 2013 and the Rules made thereunder, as amended from time to time, the Company hereby ratifies the payment of remuneration of ₹ 1,45,000/- (Rupees One Lakh Forty Five Thousand Only) plus applicable taxes and reimbursement of out of pocket expenses to M/s. Kishore Bhatia & Associates, Cost Accountants, Mumbai, (Firm Registration No.00294) who have been appointed as Cost Auditors to conduct the audit of the cost records for the Financial Year 2022-23."

5. To consider and, if thought fit, to pass the following resolution as an Ordinary Resolution:

**"RESOLVED THAT** pursuant to the provisions of Section 152 and other applicable provisions of the Companies Act, 2013 read with the Companies (Appointment and Qualification of Directors) Rules, 2014 (including any statutory modification(s) or re-enactment thereof for the time being in force), Smt. Dipika A. Vakil (DIN - 00166010), who was appointed by the Board of Directors as an Additional Director of the Company pursuant to the provisions of Section 161 of the Companies Act, 2013 and the Articles of Association of the Company with effect from 8<sup>th</sup> February, 2022 and who holds office upto the date of this Annual General Meeting and in respect of whom the Company has received a notice in writing from a member, pursuant to the provisions of Section 160 of the Companies Act, 2013 proposing her candidature for the office of Director, be and is hereby appointed as a Director of the Company."

6. To consider and if thought fit, to pass the following resolution as a Special Resolution:

**"RESOLVED THAT** pursuant to the provisions of Sections 196 and 197 read with Schedule V and other applicable provisions of the Companies Act, 2013, including any Statutory modification or re-enactment thereof, for the time being in force and as approved by the Nomination and Remuneration Committee,

the Company in General Meeting hereby approves the re-appointment of Shri Rupen A. Choksi (DIN: 00059326) as Managing Director of the Company for a period of three years with effect from April 01, 2022 on the terms, conditions and remuneration as set out in the explanatory statement annexed to the notice convening this Annual General Meeting .

FURTHER RESOLVED THAT the Board of Directors of the Company be and is hereby authorised to alter and/or vary any of the terms of remuneration in consultation with Managing Director provided such variation is in accordance with the provisions of Schedule V of the Companies Act, 2013 and/ or the provisions of law as may be applicable thereto from time to time.

FURTHER RESOLVED THAT in the event of any statutory amendments or relaxation by the Central Government to Schedule V of the Act, the Board of Directors/Nomination and Remuneration Committee be and is hereby authorized to vary or increase the remuneration including the perquisites within such prescribed limits or ceiling and the agreement between the Company and Shri Rupen A. Choksi for his re-appointment as Managing Director be suitably amended to give effect to such modification, relaxation or variation.

FURTHER RESOLVED THAT the Board of Directors / Nomination and Remuneration Committee be and is hereby authorized to do all such acts, matters, deeds and things and to take such steps as expedient or desirable to give effect to this resolution."

Registered Office:

Plot No.A-8,  
Marol Ind. Est. of MIDC,  
Cross Road B, Street No.5,  
Andheri (East), Mumbai 400 093.  
(CIN: U25209MH1961PLC012223)

**Dated: 2<sup>nd</sup> May, 2022**

**By Order of the Directors  
For RESINS AND PLASTICS LIMITED**

**Sd/-  
(DHIREN MEHTA)  
CHAIRMAN  
DIN:00001471**

### NOTES:

1. In view of the outbreak of the Covid-19 pandemic and social distancing is a norm to be followed, the Government of India, Ministry of Corporate Affairs ("MCA") allowed conducting Annual General Meeting ("AGM") through Video Conferencing ("VC") or Other Audio Visual Means ("OAVM") and dispensed personal presence of the Members at the Meeting. Accordingly, MCA issued Circular No. 14/2020 dated 8<sup>th</sup> April, 2020 read with Circular No. 17/2020 dated 13<sup>th</sup> April, 2020, Circular No. 20/2020 dated 5<sup>th</sup> May, 2020 Circular No. 02/2021 dated 13<sup>th</sup> January, 2021, Circular No. 19/2021 dated 8<sup>th</sup> December, 2021 and Circular No. 2/2022 dated May 05, 2022 (hereinafter collectively referred to as "MCA Circulars") prescribing the procedures and manner of conducting the AGM through VC/OAVM. In terms of the said Circulars and the relaxations granted by the MCA, the 61<sup>st</sup> AGM of the Members will be held through VC/OAVM mode. Hence, Members can attend and participate in the AGM through VC/OAVM only. The detailed procedure for participating in the Meeting through VC/OAVM is given herein below.

2. Pursuant to section 105 of the Companies Act, 2013 (“the Act”), a Member entitled to attend and vote at the AGM is entitled to appoint a proxy to attend and vote on his/her behalf and the proxy need not be a Member of the Company. Since, this AGM is being held pursuant to the MCA Circulars through VC/OAVM, 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 the MCA Circulars the Company is providing facility of remote e-Voting to its Members in respect of the business to be transacted at the AGM. For this purpose, the Company has entered into an agreement with National Securities Depository Limited (NSDL) for facilitating voting through electronic means, as the authorized agency. The facility of casting votes by a member using remote e-Voting system as well as voting during the AGM will be provided by NSDL.
6. In line with the MCA Circulars, the Notice calling the AGM has been uploaded on the website of the Company at [www.resplast.com](http://www.resplast.com). The AGM Notice is also available on the website of NSDL (agency for providing the Remote e-Voting facility) i.e. [www.evoting.nsdl.com](http://www.evoting.nsdl.com).
7. In compliance with the aforementioned MCA Circulars, Notice of the AGM along with the Annual Report 2021-22 is being sent only through electronic mode to those Members whose email addresses are registered with the Company / Depository Participant. Members may note that the Notice and Annual Report 2021-22 will also be available on the Company's website [www.resplast.com](http://www.resplast.com) and on the website of National Securities Depository Limited (NSDL) <https://www.evoting.nsdl.com>.
8. Shareholders holding shares in physical mode and who have not updated their email addresses with the Company are requested to update their email addresses by sending a duly signed request letter to the Registrar and Transfer Agents of the Company, M/s. Link Intime India Pvt. Ltd., C-101, 247 Park, L.B.S. Marg, Vikhroli (West), Mumbai- 400083, by providing Folio No. and Name of the Shareholder. Shareholders holding shares in dematerialized mode are requested to register / update their email addresses with the relevant Depository Participants.
9. Members seeking any information with regard to any matter to be placed at the AGM, are requested to write to the Company through an email on [sunita.satpalkar@resplast.com](mailto:sunita.satpalkar@resplast.com) upto the date of the AGM.
10. Pursuant to the Act, the dividend remaining unclaimed / unpaid for a period of seven years from the date of transfer to the unpaid dividend account of the Company is required to be transferred to the Investor Education and Protection Fund (IEPF) of the Central Government. Members who have so far not claimed the dividend are requested to make claim with the Company as no claim shall lie against the Company in respect of individual amounts once credited to the said fund.  
Pursuant to the provision of Section 124(6) of the Act, read with Rule 6 of the Investor Education and Protection Fund Authority (Accounting, Audit, Transfer and Refund) Rules, 2016 (“the IEPF Rules”) and amendments thereto, shares on which dividend has not been paid or claimed for seven consecutive years or more shall be transferred to the demat account of the IEPF Authority except for shares in respect of which there is a specific order of Court, Tribunal or Statutory Authority restraining any transfer of the shares.  
During the Financial Year 2021-22, the Company has transferred to IEPF, the following unclaimed dividend and corresponding shares thereto:

Particulars	Amount of Dividend (In ₹)	No. of Shares
Final Dividend 2013-14	172,200/-	4600

The Members/claimants whose shares, unclaimed dividend, etc. have been transferred to the Fund may claim the shares by making an application to IEPF Authority in Form IEPF-5 (available on [iepf.gov.in](http://iepf.gov.in)) along with requisite fee as decided by the Authority from time to time.

11. In view of the circular issued by SEBI, the Electronic Clearing Services (ECS / NECS) facility should mandatorily be used by the companies for the distribution of dividend to its members. In order to avail the facility of ECS / NECS, members holding shares in physical form are requested to provide bank account details to the Company or its Registrar and Share Transfer Agents.
12. Shareholders holding shares in electronic form are, therefore requested to submit the PAN to their Depository Participant with whom they are maintaining their Demat accounts. Shareholders holding shares in physical form can submit their PAN details to the Company or the RTA (M/s. Link Intime India Pvt. Ltd.).
13. Members who hold shares in physical form in multiple folios in identical names or joint holding in the same order of names are requested to send the share certificates to M/s. Link Intime India Pvt. Ltd., for consolidation into a single folio.
14. To support the 'Green Initiative' the Members who have not yet registered their e-mail addresses are requested to register the same with Registrar and Share Transfer Agents/Depositories.
15. At the Fifty-Seventh Annual General Meeting (“AGM”) of the Company held on August 06, 2018 the Members approved the appointment of M/s. CNK & Associates LLP, Mumbai (Firm Registration No.101961W/ W-100036) as Statutory Auditors of the Company to hold office for a period of five years from the conclusion of Fifty-Seventh AGM till the conclusion of the Sixty-Second annual general meeting to be held in 2023 subject to ratification of their appointment by the Members at every AGM held thereafter. Section 139 of the Act has been amended vide the Companies (Amendment) Act, 2017 by the Ministry of Corporate Affairs on May 7, 2018 and has done away with the requirement of seeking ratification of Members for appointment of Auditors at every AGM. Accordingly, no Resolution is being proposed for ratification of appointment of Statutory Auditors at this Sixty-First AGM.



16. The Statement setting out material facts pursuant to Section 102 of the Companies Act, 2013, which sets out details relating to item no. 4, 5 & 6 of the Notice and the information required in respect of appointment / re-appointment of directors as per the Secretarial Standards on General Meetings of the persons seeking appointment / re-appointment as Directors under item nos. 3, 5 & 6 are annexed hereto.
17. All documents referred to in the accompanying Notice and the Explanatory Statement shall be open for inspection electronically and the shareholders desiring to inspect the documents may write to the Company at [sunita.satpalkar@resplast.com](mailto:sunita.satpalkar@resplast.com).
18. In case of joint holders, the Member whose name appears as the first holder in the order of names as per the Register of Members of the Company and attending the meeting will be entitled to vote at the AGM.
19. Shri P.N. Parikh (FCS 327 and CP No.1228) or failing him Shri Mitesh Dhabliwala (FCS 8331 and CP No.9511) of M/s. Parikh & Associates, Practicing Company Secretaries has been appointed as the Scrutinizer to scrutinize the remote e-voting before and during the AGM in a fair and transparent manner.
20. The Scrutinizer shall, immediately after the conclusion of remote e-voting at the AGM, first count the votes cast during the Meeting, thereafter unblock the votes cast through remote e-voting before the Meeting and make, not later than two working days of the conclusion of the Meeting, a consolidated Scrutinizer's report of the total votes cast in favour or against, if any, to the Chairman or a person authorised by him in writing, who shall countersign the same.
21. The results along with the report of the Scrutinizer shall be placed on the website of the Company [www.resplast.com](http://www.resplast.com) and on the website of NSDL [www.evoting.nsdl.com](http://www.evoting.nsdl.com) immediately after the declaration of result by the Chairman or a person authorised by him in writing.
22. Any person holding shares in physical form and non-individual shareholders, who acquires shares of the Company and becomes member of the Company after the notice is sent through e-mail and holding shares as of the cut-off date i.e. **Friday, the 29<sup>th</sup> July, 2022** may obtain the login ID and password by sending a request at [evoting@nsdl.co.in](mailto:evoting@nsdl.co.in) or Issuer/RTA. However, if you are already registered with NSDL for remote e-voting, then you can use your existing user ID and password for casting your vote. If you forgot your password, you can reset your password by using "Forgot User Details/Password" or "Physical User Reset Password" option available on [www.evoting.nsdl.com](http://www.evoting.nsdl.com) or call on toll free no. **1800 1020 990 and 1800 22 44 30**. In case of Individual Shareholders holding securities in demat mode who acquires shares of the Company and becomes a Member of the Company after sending of the Notice and holding shares as of the cut-off date i.e. **Friday, the 29<sup>th</sup> July, 2022** may follow steps mentioned in the Notice of the AGM under "Access to NSDL e-Voting system".

## THE INSTRUCTIONS FOR MEMBERS FOR REMOTE E-VOTING AND JOINING GENERAL MEETING ARE AS UNDER:-

The remote e-voting period begins on **Tuesday, the 2<sup>nd</sup> August, 2022 at 9.00 A.M. and ends on Thursday, the 4<sup>th</sup> August, 2022 at 5.00 P.M.** The remote e-voting module shall be disabled by NSDL for voting thereafter. The Members, whose names appear in the Register of Members / Beneficial Owners as on the record date (cut-off date) i.e. Friday, the 29<sup>th</sup> July, 2022 may cast their vote electronically. The voting right of shareholders shall be in proportion to their share in the paid-up equity share capital of the Company as on the cut-off date, being Friday, the 29<sup>th</sup> July, 2022.

## How do I vote electronically using NSDL e-Voting system?

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





### Step 1: Access to NSDL e-Voting system

#### A) Login method for e-Voting and joining virtual meeting for Individual shareholders holding securities in demat mode

In terms of SEBI circular dated December 9, 2020 on e-Voting facility provided by Listed Companies, Individual shareholders holding securities in demat mode are allowed to vote through their demat account maintained with Depositories and Depository Participants. Shareholders are advised to update their mobile number and email Id in their demat accounts in order to access e-Voting facility.

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

Type of shareholders	Login Method
Individual Shareholders holding securities in demat mode with NSDL.	<ol style="list-style-type: none"> <li>1. Existing <b>IDeAS</b> user can visit the e-Services website of NSDL Viz. <a href="https://eservices.nsdl.com">https://eservices.nsdl.com</a> either on a Personal Computer or on a mobile. On the e-Services home page click on the "<b>Beneficial Owner</b>" icon under "<b>Login</b>" which is available under '<b>IDeAS</b>' section, this will prompt you to enter your existing User ID and Password. After successful authentication, you will be able to see e-Voting services under Value added services. Click on "<b>Access to e-Voting</b>" under e-Voting services and you will be able to see e-Voting page. Click on company name or <b>e-Voting service provider i.e. NSDL</b> and you will be re-directed to e-Voting website of NSDL for casting your vote during the remote e-Voting period or joining virtual meeting &amp; voting during the meeting.</li> <li>2. If you are not registered for IDeAS e-Services, option to register is available at <a href="https://eservices.nsdl.com">https://eservices.nsdl.com</a>. Select "<b>Register Online for IDeAS Portal</b>" or click at <a href="https://eservices.nsdl.com/SecureWeb/IdcasDirectReg.jsp">https://eservices.nsdl.com/SecureWeb/IdcasDirectReg.jsp</a></li> <li>3. Visit the e-Voting website of NSDL. Open web browser by typing the following URL: <a href="https://www.evoting.nsdl.com/">https://www.evoting.nsdl.com/</a> either on a Personal Computer or on a mobile. 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 <b>e-Voting service provider i.e. NSDL</b> and you will be redirected to e-Voting website of NSDL for casting your vote during the remote e-Voting period or joining virtual meeting &amp; voting during the meeting.</li> </ol>

Type of shareholders	Login Method
	<p>4. Shareholders/Members can also download NSDL Mobile App “<b>NSDL Speede</b>” facility by scanning the QR code mentioned below for seamless voting experience.</p> <p style="text-align: center;"><b>NSDL Mobile App is available on</b></p> <div style="display: flex; justify-content: space-around; align-items: center;"> <div style="text-align: center;">  App Store         </div> <div style="text-align: center;">  Google Play         </div> </div> <div style="display: flex; justify-content: space-around; align-items: center; margin-top: 10px;">   </div>
Individual Shareholders holding securities in demat mode with CDSL	<ol style="list-style-type: none"> <li>Existing users who have opted for Easi / Easiest, they can login through their user id and password. Option will be made available to reach e-Voting page without any further authentication. The URL for users to login to Easi / Easiest are <a href="https://web.cdslindia.com/myeasi/home/login">https://web.cdslindia.com/myeasi/home/login</a> or <a href="http://www.cdslindia.com">www.cdslindia.com</a> and click on New System Myeasi.</li> <li>After successful login of Easi/Easiest the user will be also able to see the E Voting Menu. The Menu will have links of <b>e-Voting service provider i.e. NSDL</b>. Click on <b>NSDL</b> to cast your vote.</li> <li>If the user is not registered for Easi/Easiest, option to register is available at <a href="https://web.cdslindia.com/myeasi/Registration/EasiRegistration">https://web.cdslindia.com/myeasi/Registration/EasiRegistration</a></li> <li>Alternatively, the user can directly access e-Voting page by providing demat Account Number and PAN No. from a link in <a href="http://www.cdslindia.com">www.cdslindia.com</a> home page. The system will authenticate the user by sending OTP on registered Mobile &amp; Email as recorded in the demat Account. After successful authentication, user will be provided links for the respective ESP i.e. <b>NSDL</b> where the e-Voting is in progress.</li> </ol>
Individual Shareholders (holding securities in demat mode) login through their depository participants	<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. Upon logging in, you will be able to see e-Voting option. Click on e-Voting option, you will be redirected to NSDL/CDSL Depository site after successful authentication, wherein you can see e-Voting feature. Click on company name or e-Voting service provider i.e. NSDL and you will be redirected to e-Voting website of NSDL for casting your vote during the remote e-Voting period or joining virtual meeting &amp; 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. NSDL and CDSL.**

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

**B) Login Method for e-Voting and joining virtual meeting for shareholders other than Individual shareholders holding securities in demat mode and shareholders holding securities in physical mode.**

**How to Log-in to NSDL e-Voting website?**

- 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, your Password/OTP and a Verification Code as shown on the screen.  
*Alternatively, if you are registered for NSDL eservices i.e. IDEAS, you can log-in at <https://eservices.nsdl.com/> with your existing IDEAS login. Once you log-in to NSDL eservices after using your log-in credentials, click on e-Voting and you can proceed to Step 2 i.e. Cast your vote electronically.*
- Your User ID details are given below :

Manner of holding shares i.e. Demat (NSDL or CDSL) or Physical	Your User ID is:
a) For Members who hold shares in demat account with NSDL.	8 Character DP ID followed by 8 Digit Client ID For example if your DP ID is IN300*** and Client ID is 12***** then your user ID is IN300***12*****.
b) For Members who hold shares in demat account with CDSL.	16 Digit Beneficiary ID For example if your Beneficiary ID is 12***** then your user ID is 12*****
c) For Members holding shares in Physical Form.	EVEN Number followed by Folio Number registered with the company For example if folio number is 001*** and EVEN is 101456 then user ID is 101456001***

- Password details for shareholders other than Individual shareholders are given below:
  - If you are already registered for e-Voting, then you can use your existing password to login and cast your vote.

- b) If you are using NSDL e-Voting system for the first time, you will need to retrieve the 'initial password' which was communicated to you. Once you retrieve your 'initial password', you need to enter the 'initial password' and the system will force you to change your password.
- c) How to retrieve your 'initial password'?
  - (i) If your email ID is registered in your demat account or with the company, your 'initial password' is communicated to you on your email ID. Trace the email sent to you from NSDL from your mailbox. Open the email and open the attachment i.e. a .pdf file. Open the .pdf file. The password to open the .pdf file is your 8 digit client ID for NSDL account, last 8 digits of client ID for CDSL account or folio number for shares held in physical form. The .pdf file contains your 'User ID' and your 'initial password'.
  - (ii) If your email ID is not registered, please follow steps mentioned below in **process for those shareholders whose email ids are not registered.**
6. Click on **"Forgot User Details/Password?"** (If you are holding shares in your demat account with NSDL or CDSL) option available on [www.evoting.nsdl.com](http://www.evoting.nsdl.com).
  - a) **Physical User Reset Password?"** (If you are holding shares in physical mode) option available on [www.evoting.nsdl.com](http://www.evoting.nsdl.com).
  - b) If you are still unable to get the password by aforesaid two options, you can send a request at [evoting@nsdl.co.in](mailto:evoting@nsdl.co.in) mentioning your demat account number/folio number, your PAN, your name and your registered address etc.
  - c) Members can also use the OTP (One Time Password) based login for casting the votes on the e-Voting system of NSDL.
7. After entering your password, tick on Agree to "Terms and Conditions" by selecting on the check box.
8. Now, you will have to click on "Login" button.
9. After you click on the "Login" button, Home page of e-Voting will open.

## **Step 2: Cast your vote electronically and join General Meeting on NSDL e-Voting system.**

### **How to cast your vote electronically and join General Meeting on NSDL e-Voting system?**

1. After successful login at Step 1, you will be able to see all the companies "EVEN" in which you are holding shares and whose voting cycle and General Meeting is in active status.
2. Select "EVEN" of company for which you wish to cast your vote during the remote e-Voting period and casting your vote during the General Meeting. For joining virtual meeting, you need to click on "VC/OAVM" link placed under "Join Meeting".
3. Now you are ready for e-Voting as the Voting page opens.
4. Cast your vote by selecting appropriate options i.e. assent or dissent, verify/modify the number of shares for which you wish to cast your vote and click on "Submit" and also "Confirm" when prompted.
5. Upon confirmation, the message "Vote cast successfully" will be displayed.
6. You can also take the printout of the votes cast by you by clicking on the print option on the confirmation page.

7. Once you confirm your vote on the resolution, you will not be allowed to modify your vote.

### **General Guidelines for shareholders**

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

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

1. In case shares are held in physical mode please provide Folio No., Name of shareholder, scanned copy of the share certificate (front and back), PAN (self-attested scanned copy of PAN card) and AADHAR (self-attested scanned copy of Aadhar Card) by email to [sunita.satpalkar@resplast.com](mailto:sunita.satpalkar@resplast.com).
2. In case shares are held in demat mode, please provide DPID-CLID (16 digit DPID + CLID or 16 digit beneficiary ID), Name, client master or copy of Consolidated Account statement, PAN (self-attested scanned copy of PAN card), AADHAR (self-attested scanned copy of Aadhar Card) to [sunita.satpalkar@resplast.com](mailto:sunita.satpalkar@resplast.com). If you are an Individual shareholders holding securities in demat mode, you are requested to refer to the login method explained at **step 1 (A)** i.e. **Login method for e-Voting and joining virtual meeting for Individual shareholders holding securities in demat mode.**
3. Alternatively shareholder/members may send a request to [evoting@nsdl.co.in](mailto:evoting@nsdl.co.in) for procuring user id and password for e-voting by providing above mentioned documents.
4. In terms of SEBI circular dated December 9, 2020 on e-Voting facility provided by Listed Companies, Individual shareholders holding securities in demat mode are allowed to vote through their demat account maintained with Depositories and Depository Participants. Shareholders are required to update their mobile number and email ID correctly in their demat account in order to access e-Voting facility.



## THE INSTRUCTIONS FOR MEMBERS FOR e-VOTING ON THE DAY OF THE AGM ARE AS UNDER:-

1. The procedure for e-Voting on the day of the AGM is same as the instructions mentioned above for remote e-voting.
2. Only those Members/ shareholders, who will be present in the AGM through VC/OAVM facility and have not cast 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 in the AGM.
3. Members who have voted through Remote e-Voting will be eligible to attend the AGM. However, they will not be eligible to vote at the AGM.
4. The details of the person who may be contacted for any grievances connected with the facility for e-Voting on the day of the AGM shall be the same person mentioned for Remote e-voting.

## INSTRUCTIONS FOR MEMBERS FOR ATTENDING THE AGM THROUGH VC/OAVM ARE AS UNDER:

1. Member will be provided with a facility to attend the AGM through VC/OAVM through the NSDL e-Voting system. Members may access by following the steps mentioned above for **Access to NSDL e-Voting system**. After successful login, you can see link of "VC/OAVM link" placed under "**Join meeting**" menu against company name. You are requested to click on VC/OAVM link placed under Join General Meeting menu. The link for VC/OAVM will be available in Shareholder/ Member login where the EVEN of Company will be displayed. Please note that the members who do not have the User ID and Password for e-Voting or have forgotten the User ID and Password may retrieve the same by following the remote e-Voting instructions mentioned in the notice to avoid last minute rush.
2. Members are encouraged to join the Meeting through Laptops for better experience.
3. Further Members will be required to allow Camera and use Internet with a good speed to avoid any disturbance during the meeting.
4. Please note that Participants Connecting from Mobile Devices or Tablets or through Laptop connecting via Mobile Hotspot may experience Audio/Video loss due to Fluctuation in their respective network. It is therefore recommended to use Stable Wi-Fi or LAN Connection to mitigate any kind of aforesaid glitches.
5. Members who would like to express their views / ask questions as a speaker at the Meeting may pre-register themselves by sending their request from their registered email address mentioning their name, DP ID and Client ID/ folio number, PAN, mobile number at [sunita.satpalkar@resplast.com](mailto:sunita.satpalkar@resplast.com) from **Monday, the 1<sup>st</sup> August, 2022 (9:00 a.m. IST) to Wednesday, the 3<sup>rd</sup> August, 2022 (5:00 p.m. IST)**. **Only those Members who have pre-registered themselves as speaker will be allowed to express their views / ask questions during the AGM.** The Company reserves the right to restrict the number of speakers depending on the availability of time for the AGM.

### Dividend related information

1. The Register of Members and the Share Transfer Books of the Company will remain closed from **Saturday, the 30<sup>th</sup> July, 2022 to Friday, the 5<sup>th</sup> August, 2022 (both days inclusive)** for the purpose of final dividend.

2. Final dividend for the financial year ended 31<sup>st</sup> March, 2022, as recommended by the Board of Directors, if approved by the members at the AGM, will be paid on or after **Monday, the 8<sup>th</sup> August, 2022**, to those members whose names appear on the Register of Members as on **Friday, the 29<sup>th</sup> July, 2022** and those whose names appear as Beneficial Owners as at the close of the business hours on **Friday, the 29<sup>th</sup> July, 2022** as per details to be furnished by Depositories viz. National Securities Depository Limited and Central Depository Services (India) Limited for this purpose.
3. Members holding shares in electronic form are hereby informed that bank particulars registered with their respective Depository Participants (DP), with whom they maintain their demat accounts, will be used by the Company for payment of dividend.
4. Members holding shares in physical / electronic form are required to submit their bank account details, if not already registered, as mandated by SEBI.
5. Process for updation of bank account mandate for receipt of dividend electronically:

<b>Physical Holding :</b>	Send a duly signed request letter to the Registrar and Transfer Agents of the Company, Link Intime by providing Folio No., Name of shareholder along with following documents:
	a) Original Cancelled cheque leaf bearing the name of the first shareholder; or
	b) Bank attested copy of first page of the Bank Passbook/Statement of Account in original and an original cancelled Cheque (In case of absence of name on the original cancelled cheque or initials on the cheque).
<b>Demat Holding :</b>	Please contact your Depository Participant (DP) and register your bank account details in your demat account, as per the process advised by your DP.

6. In case the Company is unable to pay the dividend to any shareholder by the electronic mode, due to non-availability of the details of the bank account, the Company shall upon normalisation of postal services dispatch the dividend warrants to such shareholder by post.
7. Members may note that as per the Income Tax Act, 1961, as amended by the Finance Act, 2020, dividends paid or distributed by the Company after 1<sup>st</sup> April 2020, shall be taxable in the hands of the shareholders and the Company shall be required to deduct tax at source (TDS) at the prescribed rates from the dividend to be paid to shareholders, subject to approval of shareholders in the ensuing AGM. The TDS rate would vary depending on the residential status of the shareholder and the documents submitted by them and accepted by the Company.
  - a. All Shareholders are requested to ensure that the below details are completed and/or updated, as applicable, in their respective demat account(s) maintained with the Depository participant(s); or in case of shares held in physical form, with the Company, on or before the commencement of book closure from **Saturday, the 30<sup>th</sup> July, 2022** .

Please note that the following details, in case you had already registered with the Company, as available with the Company in the Register of Members / Register of

Beneficial Ownership maintained by the Depositories will be relied upon by the Company, for the purpose of complying with the applicable TDS provisions:

- I. Valid Permanent Account Number (PAN).
- II. Residential status as per the Income Tax Act, 1961 i.e. Resident or Non-Resident for FY 2021-22.
- III. Category of the Shareholder viz. Mutual Fund, Insurance Company, Alternate Investment Fund (AIF) Category I and II, AIF Category III, Government (Central/State Government), Foreign Portfolio Investor (FPI)/Foreign Institutional Investor (FII):  
Foreign Company, FPI/FII: Others (being Individual, Firm, Trust, Artificial Juridical Person, etc.), Individual, Hindu Undivided Family (HUF), Firm, Limited Liability Partnership (LLP), Association of Persons (AOP), Body of Individuals (BOI) or Artificial Juridical Person, Trust, Domestic Company, Foreign Company, etc.

IV. Email Address.

V. Residential Address

- b. For Resident Shareholders, TDS is required to be deducted at the rate of 10% under Section 194 of the Income Tax Act, 1961 on the amount of dividend declared and paid by the Company in the Financial Year 2022-23 provided valid PAN is registered by the Shareholder. If the valid PAN is not registered, the TDS is required to be deducted at the rate of 20% under Section 206AA of the Income Tax Act, 1961.

However, no tax shall be deducted on the dividends paid to resident individuals if aggregate dividend distributed or likely to be distributed during the financial year does not exceed ₹5000. Normal dividend(s) declared in the preceding financial year 2021 - 22 would be considered as the basis to determine applicability of the said threshold for the entire financial year.

Even in the cases where the shareholder provides valid Form 15G (for individuals, with no tax liability on total income and income not exceeding maximum amount which is not chargeable to tax) or Form 15H (for individual above the age of 60 years with no tax liability on total income), no TDS shall be deducted.

- c. For Non-resident shareholders, the TDS is required to be deducted at the rate of 20% (plus applicable surcharge and cess) under Section 195 of the Income Tax Act, 1961. Further, as per Section 90 of the Income Tax Act, 1961, the non-resident shareholder has the option to be governed by the provisions of the Double Tax Avoidance Treaty between India and the country of tax residence of the shareholder, if they are more beneficial to them. For this purpose, i.e. to avail Tax Treaty benefits, the non-resident shareholders will have to provide the following:
  - I. Self-attested copy of the PAN allotted by the Indian Income Tax authorities;
  - II. Self-attested copy of valid Tax Residency Certificate obtained from the tax authorities of the country of which the shareholder is a resident;
  - III. Self-declaration in Form 10F; and
  - IV. Self-declaration in the attached format certifying:

- Shareholder is and will continue to remain a tax resident of the country of its residence during the Financial Year **2022-23**;
  - Shareholder is eligible to claim the beneficial DTAA rate for the purposes of tax withholding on dividend declared by the Company;
  - Shareholder has no reason to believe that its claim for the benefits of the DTAA is impaired in any manner;
  - Shareholder is the ultimate beneficial owner of its shareholding in the Company and dividend receivable from the Company; and
  - Shareholder does not have a taxable presence or a permanent establishment in India during the Financial Year **2022-23**.
- d. The aforementioned forms for tax exemption can be downloaded from Link Intime's website. The URPL for the same is as under:

<https://www.linkintime.co.in/client-downloads.html>- On this page select the General tab. All the forms are available in under the head "Form 15G/15H/10F"

The aforementioned documents (duly completed and signed) are required to be uploaded on the url mentioned below:

<https://linkintime.co.in/formsreg/submission-of-form-15g-15h.html>. On this page the user shall be prompted to select / share the following information to register their request.

1. Select the company (Dropdown)
2. Folio / DP-Client ID
3. PAN
4. Financial year (Dropdown)
5. Form selection
6. Document attachment – 1 (PAN)
7. Document attachment – 2 (Forms)
8. Document attachment – 3 (Any other supporting document)

Please note that the upload of documents (duly completed and signed) on the website of Link Intime India Private Ltd. should be done on or before **Friday, the 22<sup>nd</sup> July, 2022** in order to enable the Company to determine and deduct appropriate TDS / Withholding Tax. Incomplete and/or unsigned forms and declarations will not be considered by the Company. No communication on the tax determination/ deduction shall be considered after **Friday, the 22<sup>nd</sup> July, 2022**.

- e. It may be further noted that in case the tax on dividend is deducted at a higher rate in absence of receipt of the aforementioned details / documents, there would still be an option available with the shareholder to file the return of income and claim an appropriate refund, if eligible. No claim shall lie against the Company for such taxes deducted.

- f. We shall arrange to email the soft copy of TDS certificate at your registered email ID in due course, post payment of the dividend.

## Section 206AB of the Act:

Rate of TDS @10% u/s 194 of the Act is subject to provisions of section 206AB of Act (effective from 1 July 2021) which introduces special provisions for TDS in respect of non-filers of income-tax return. As provided in section 206AB, tax is required to be deducted at higher of following rates in case of payments to specified persons:

- at twice the rate specified in the relevant provision of the Act; or
- at twice the rate or rates in force; or
- at the rate of 5%.

Where Sections 206AA and 206AB are applicable i.e. the specified person has not submitted the PAN as well as not filed the return;

- the tax shall be deducted at the higher of the two rates prescribed in these two sections.

The term 'specified person' is defined in sub section (3) of Section 206AB who satisfies the following conditions:

- A person who has not filed the income tax return for two previous years immediately prior to the previous year in which tax is required to be deducted, for which the time limit of filing of return of income under section 139(1) of the I-T Act has expired; and
- The aggregate of TDS and TCS in his case is ₹ 50,000 or more in each of these two previous years.

The non-resident who does not have the permanent establishment is excluded from the scope of a specified person. Members are requested to inform us well in advance and before cut-off date if you are covered under the definition of 'specified person' as provided in section 206AB of the IT Act. The Company reserves its right to recover any demand raised subsequently on the Company for not informing the Company or providing wrong information about applicability of Section 206AB in your case.

Kindly note that the aforementioned documents are required to be uploaded before **Friday, the 22<sup>nd</sup> July, 2022** with Link Intime India Private Limited, the R&T Agent at <https://linkintime.co.in/formsreg/submission-of-form-15g-15h.html>.

## ANNEXURE TO THE NOTICE

### Item No. 4

Pursuant to Section 148 of the Companies Act, 2013 and Rule 14 of the Companies (Audit and Auditors) Rules, 2014, the Board of Directors shall appoint as Cost Auditors, a firm of cost accountants in practice on the recommendations of the Audit Committee, which shall also recommend the remuneration payable to the Cost Auditors. The remuneration so recommended by the Audit Committee shall be considered and approved by the Board of Directors and is to be ratified by the members.

On recommendation of the Audit Committee, the Board of Directors have at its meeting held on 2<sup>nd</sup> May, 2022 considered and approved the appointment of M/s. Kishore Bhatia & Associates, Cost Accountants, to conduct audit of Cost Accounts of the Company at a remuneration of ₹ 145,000/- (Rupees One Lakh Forty Five Thousand only) and reimbursement of out of pocket expenses at actual plus applicable taxes for the Financial Year ending March 31, 2023. This is required to be ratified by the members.

The Board of Directors recommends the resolution at Item no.4 of the accompanying Notice as an Ordinary Resolution for ratification of the remuneration.

None of the Directors / Key Managerial Personnel of the Company or their relatives is concerned with or interested in the resolution at item no. 4 of the accompanying notice.

### Item No. 5

The Board of Directors of the Company (the "Board") at its Meeting held on 8<sup>th</sup> February, 2022, on the recommendations of the Nomination and Remuneration Committee, has appointed Smt. Dipika A. Vakil (DIN: 00166010) as an Additional Director with effect from 8<sup>th</sup> February, 2022. By virtue of Section 161 of the Companies Act, 2013, Smt. Dipika A. Vakil shall hold office upto the date of this Annual General Meeting. The Company has received a notice under Section 160 of the Companies Act, 2013, proposing her candidature for the office of Director.

Her brief resume, the nature of her expertise in specific functional areas, names of companies in which she holds Directorship, Committee Memberships/ Chairmanships, her shareholding etc., are separately annexed hereto.

The Board recommends this Ordinary Resolution as set out at item No. 5 of the Notice for approval by the members.

Smt. Dipika A. Vakil is interested in the said resolution as it relates to her own appointment. None of the other Directors or Key Managerial Personnel of the Company or their relatives are, in any way, concerned or interested in the Resolution at item No. 5 of the Notice.

### ITEM NO. 6

The Board at its Meeting held on 8<sup>th</sup> February, 2022 and 2<sup>nd</sup> May, 2022, based on the recommendation of the Nomination & Remuneration Committee, re-appointed Shri Rupen A. Choksi as Managing Director of the Company for a period of three years from 1<sup>st</sup> April, 2022 to 31<sup>st</sup> March, 2025, subject to the approval of the members at the forthcoming Annual General Meeting upon the remuneration including perquisites as set out in the Explanatory statement as under:

Shri Rupen A. Choksi holds a Bachelor's degree in Business Administration from Pepperdine University, USA and a Master's Degree in Business Administration from Bentley College, USA. Shri Rupen A. Choksi has rich experience in the Paint & Resin Industry. He has led the Organization to newer benchmarks of success through his entrepreneurial approach, customer centricity and business process reengineering. Shri Rupen A. Choksi spearheads the strategic plans and policies of the Company. His passion for business excellence, proven leadership skills and deep understanding of the Resin Industry makes him best suited to steer the Organization into the next phase of its growth curve. His standing in the industry presents invaluable advantage to the Organization by way of credibility and influence amongst customers and other stakeholders.

The remuneration of Shri Rupen A. Choksi which is as per the provisions of Schedule V of the Companies Act, 2013, and has been approved by the Nomination & Remuneration Committee. The material terms of his appointment as to remuneration as contained in the draft of the agreement to be entered into with Shri Rupen Choksi are as under:

#### 1.a. SALARY:

₹ 2,94,955/- (Rupees Two Lakhs Ninety Four Thousand Nine Hundred Fifty Five Only) per month from 1<sup>st</sup> April, 2022 to 31<sup>st</sup> March, 2023.

## 1.b. PERQUISITES:

In addition to the above remuneration, he shall also be entitled to perquisites which are divided into categories A, B & C. The perquisites that may be allowed by the Board and the quantum thereof are given below:

### Category 'A'

#### i) House Rent Allowance:

₹ 45,000/- (Rupees Forty Five Thousand Only) per month from 1<sup>st</sup> April, 2022 to 31<sup>st</sup> March, 2023.

#### ii) Education Allowance:

₹ 26,000/- (Rupees Twenty Six Thousand Only) per month from 1<sup>st</sup> April, 2022 to 31<sup>st</sup> March, 2023.

#### iii) Leave Travel Assistance:

Reimbursement of Leave Travel Assistance subject to a maximum of one month's salary, as per the Company's Scheme.

#### iv) Club Fees:

Fees of club subject to a maximum of ₹ 4,500/- (Rupees Four Thousand Five Hundred Only) per annum, excluding admission and life membership fees.

#### v) Family Medicare:

Of an amount the premium of which shall not exceed ₹ 48,000/- (Rupees Forty Eight Thousand Only) per annum.

For the purpose of category 'A', 'family' means his spouse, dependent children and dependent parents.

### Category 'B'

#### i) Provident Fund:

The Company will contribute to the Provident Fund as per the scheme framed by the Company.

#### ii) Superannuation Fund:

The Company will contribute to the Superannuation Fund as per the scheme framed by the Company.

#### iii) Gratuity:

Gratuity payable shall not exceed half a month's salary for each completed year of service.

#### iv) Leave Encashment:

The balance of leave to the credit at the end of the tenure will be encashed at the rate of salary drawn at the time of encashment.

The aforesaid perquisites under Category 'B' (Contribution to PF & SAF to the extent of exemption under IT Act, 1961) will not be included in the computation of ceiling on perquisites under Schedule V to the Companies Act, 2013.

### Category 'C':

#### i) Conveyance:

The Company will provide a chauffeur driven car for official use and he is entitled to reimbursement of petrol / diesel expenses, as per the Company's Rules.

The Company will also reimburse driver's salary of ₹ 30,000/- (Rupees Thirty Thousand Only) per month from 1<sup>st</sup> April, 2022 to 31<sup>st</sup> March, 2023 for official use as

per the rules of the Company and shall not be included in the computation of ceiling on remuneration.

#### ii) Telephone / Internet:

The Company will provide telephone at the residence of Managing Director, mobile phone & internet facility for official purpose as per the rules of the Company. However personal STD calls will be charged to the Managing Director.

## 1.c. PERFORMANCE LINKED BONUS :

In addition to Salary, Benefits, Perquisites and Allowances, based on the Company's performance, Shri Rupen A Choksi shall be paid Performance Linked Bonus with effect from 1<sup>st</sup> April, 2022 such amount as may be decided by the Board of Directors of the Company on the recommendation of the Nomination & Remuneration Committee subject to a maximum of ₹ 10,00,000/- (Rupees Ten Lakhs Only) for each financial year.

The salary and perquisites of the Managing Director will be revised with such annual increment effective 1<sup>st</sup> April every year thereafter, as the Board of Directors may decide on the recommendation of the Nomination & Remuneration Committee, subject to a ceiling of 15% of CTC of previous 12 months.

In the event of loss or inadequacy of profits in any Financial Year during the currency of tenure of the Managing Director, the salary and perquisites of Managing Director shall not exceed the limits specified in Part II of Schedule V to the Companies Act, 2013 or as approved by the Shareholders.

The above remuneration and perquisites shall be subject to such limits as are laid down in Schedule V to the Companies Act, 2013 and/or changes / variation / substitution made / that may be made therein from time to time as approved where required.

The scope and quantum of remuneration and perquisites specified hereinabove may be enhanced, enlarged, widened, altered or varied by the Board of Directors in the light of and in conformity with any amendments to the relevant provisions of the Companies Act and / or re-enactment thereof or the Rules and regulations made thereunder and / or such guidelines as may be announced by the Central Government from time to time.

2. The Company shall pay to or reimburse to the Managing Director and the Managing Director shall be entitled to reimbursement by the Company of all costs, charges and expenses that may have been or may be incurred by him in connection with or relating to the business of the Company.
3. The Managing Director shall be entitled to all leave benefits as are applicable under the Company's rules to the executives and in force from time to time.
4. During his tenure as Managing Director, Shri Rupen A. Choksi shall not be entitled to sitting fees for attending the meetings of the Board or any Committee of the Board but shall be entitled to reimbursement of all reasonable expenses incurred by him for and on behalf of the Company for attending the said meetings.



**ADDITIONAL INFORMATION AS REQUIRED UNDER PART II OF SECTION II OF SCHEDULE V OF THE COMPANIES ACT, 2013 FOR ITEM 6 OF THE NOTICE**

**I. General Information:**

- (1) **Nature of industry:** The Company is manufacturing a wide range of synthetic resins such as Alkyd Resins, Acrylic Resins, Phenolic Resins, Polyamides, etc. some of which are import substitutes. The products of the Company find varied applications in diversified industries such as adhesives, industrial coatings, construction chemicals & printing inks.
- (2) **Date or expected date of commencement of commercial production:** The Company commenced operations in the year 1971.
- (3) **In case of new companies, expected date of commencement of activities as per project approved by financial institutions appearing in the prospectus:** Not Applicable
- (4) **Financial performance based on given indicators:** The financial performance of the Company is mentioned in the Directors' Report.
- (5) **Export performance and net foreign exchange collaborations:** The Company primarily caters to the domestic market only and has developed indigenous technology and therefore has no foreign collaborations in this regard.
- (6) **Foreign investments or collaborations, if any:** Nil

**II. Information about the appointee:**

**(1) Background details:**

Shri Rupen A. Choksi holds a Bachelor's degree in Business Administration from Pepperdine University, USA and a Master's Degree in Business Administration from Bentley College, USA. Shri Rupen A. Choksi has rich experience in the Paint & Resin Industry. He has led the Organization to newer benchmarks of success through his entrepreneurial approach, customer centricity and business process reengineering.

**(2) Past remuneration (F.Y. 2021-22) :**

Description	Amount (₹ in Lakhs)
Salary, Allowances & Perquisites	53.03
Provident Fund	4.12
Gratuity	4.05
<b>Total</b>	<b>61.20</b>

- (3) **Recognition or awards:** Not applicable
- (4) **Job profile and his suitability:**

Shri Rupen A. Choksi spearheads the strategic plans and policies of the Company. His passion for business excellence, proven leadership skills and deep understanding of the Resin Industry makes him best suited to steer the Organization into the next phase of its growth curve. His standing in the industry presents invaluable advantage to the Organization by way of credibility and influence amongst customers and other stakeholders.

- (5) **Remuneration proposed:** As per the details mentioned above.
- (6) **Comparative remuneration profile with respect to industry, size of the Company, profile of the position and person:** The proposed remuneration is in line with the trends in the industry and is befitting Shri Rupen A. Choksi's educational background, experience and competence.
- (7) **Pecuniary relationship directly or indirectly with the Company or relationship with the managerial personnel, if any:** Shri Rupen A. Choksi was Managing Director for the period 01.04.2019 to 31.03.2022 and he is the relative of Shri Mahendra Choksi, promoter of the Company.

**III. Other information:**

**(1) Reasons of loss or inadequate profits:**

Intense competition in the Resin Industry coupled with increasing raw material costs has had an adverse impact on the Profits of the Company.

**(2) Steps taken or proposed to be taken for improvement:**

The Company has taken several steps inter alia, efficient buying, cost optimization initiatives & product mix rationalisation for improving the Company's performance.

**(3) Expected increase in productivity and profits in measurable terms:**

The Company expects marginal growth in productivity and profits due to subdued economic conditions.

**IV. Disclosures:**

The details of remuneration payable / paid to Shri Rupen A. Choksi have been disclosed above. The Company does not have any scheme for grant of stock options.

The aforesaid draft of the agreements between the Company and Shri Rupen A. Choksi is available for inspection by the members at the Registered Office of the Company between 3.00 p.m. to 5.00 p.m. on any working day of the Company.

In compliance with the provisions of Sections 196, 197 and 203 read with Schedule V and other applicable provisions of the Companies Act, 2013, the terms of remuneration specified above are now being placed before the Members in Annual General Meeting for their approval.

Your Directors recommend the Special Resolution as item No. 6 for your approval. Except Shri Rupen A. Choksi no other Director is concerned or interested in these resolutions.

Registered Office:

Plot No.A-8,  
Marol Ind. Est. of MIDC,  
Cross Road B, Street No.5,  
Andheri (East), Mumbai 400 093.  
(CIN: U25209MH1961PLC012223)

**Dated: 2<sup>nd</sup> May, 2022**

**By Order of the Directors  
For RESINS AND PLASTICS LIMITED**

Sd/-  
**(DHIREN MEHTA)**  
**CHAIRMAN**  
**DIN:00001471**

**INFORMATION AS REQUIRED UNDER SECRETARIAL STANDARDS ON GENERAL MEETINGS ISSUED BY THE INSTITUTE OF COMPANY SECRETARIES OF INDIA WITH RESPECT TO GENERAL MEETINGS FOR ITEM NOS. 3, 5 TO 6 OF THE NOTICE**

Name of the Director	Shri Ashwin S. Dani	Smt. Dipika A. Vakil	Shri Rupen A. Choksi
<b>DIN</b>	00009126	00166010	00059326
<b>Age</b>	80	66	45
<b>Nationality</b>	Indian	Indian	Indian
<b>Date of Appointment on the Board</b>	13.01.1970	08.02.2022	21.06.2007
<b>Qualifications</b>	Graduation in B.Sc. (Hons) from The Institute of Science, University of Mumbai and B.Sc. (Tech) - Paints, Pigments and Varnishes from U.D.C.T., now known as Institute of Chemical Technology (ICT), University of Mumbai. He holds a Master's Degree in Polymer Science from University of Akron, Akron, USA and a Diploma in Colour Science from Rensselaer Polytechnic, New York, USA.	Graduation in B.A.	Bachelor's degree in Business Administration from Pepperdine University, USA and a Master's Degree in Business Administration from Bentley College, USA.
<b>Experience in brief</b>	Shri Dani started his career in 1967, as a Development Chemist with Inmont Corp. (now known as BASF), Detroit, USA, a major supplier of automotive OEM and refinishes. He joined Asian Paints Ltd. in 1968 as Senior Executive and moved through successive senior positions like Director-R&D, Works Director and Whole-time Director. He has served on the Board of Asian Paints Ltd. in various capacities like Vice Chairman and Managing Director, Non Executive Vice Chairman, and Non Executive Chairman. He is presently a Non Executive Director of Asian Paints Ltd. Shri Dani has been associated with Resins & Plastics Ltd. since 1970 and over these years the company has immensely benefitted from his vast experience and knowledge in the field of coatings, synthetic resins, and chemicals. He has played an important role in product range diversification, which was initially only alkyds, to other new products.	Smt. Dipika Vakil has more than 35 years of experience with Non-Banking Financial Companies.	Shri Rupen A. Choksi has rich experience in the Paint & Resin Industry. He has led the Organization to newer benchmarks of success through his entrepreneurial approach, customer centricity and business process reengineering. Shri Rupen A. Choksi spearheads the strategic plans and policies of the Company. His passion for business excellence, proven leadership skills and deep understanding of the Resin Industry makes him best suited to steer the Organization into the next phase of its growth curve. His standing in the industry presents invaluable advantage to the Organization by way of credibility and influence amongst customers and other stakeholders.

## ANNUAL REPORT 2021 - 2022

Name of the Director	Shri Ashwin S. Dani	Smt. Dipika A. Vakil	Shri Rupen A. Choksi
	<p>Shri Dani was the founder promoter for Loctite India Private Limited which is now Henkel Adhesive Technologies India Private Limited. Throughout his career, he has been associated with various government and trade bodies like the President's Advisory Council of The University of Akron, Akron, Ohio, USA, The Central Board of Trustees – Employees Provident Fund of the Government of India, Vice President of the Federation of Indian Chambers of Commerce and Industry (FICCI), Board of Governors of the U.D.C.T. (Currently Institute of Chemical Technology) Alumni Association, Board of Management of Institute of Chemical Technology, Mumbai.</p> <p>Shri Ashwin Dani is recipient of several awards and recognitions for his work, the most recent being the 'Lifetime Achievement Award' by CNBC-TV18's India Business Leader Awards (IBLA) in April 2022.</p>		
<b>Number of shares held in the Company</b>	9,474	160,534	46,270
<b>List of directorships held in other Companies</b>	<ol style="list-style-type: none"> <li>1) Asian Paints Limited</li> <li>2) Hitech Corporation Limited</li> <li>3) Geetanjali Trading &amp; Investments Private Limited</li> <li>4) Rituh Holding and Trading Company Private Limited</li> <li>5) Avinash Holding and Trading Company Private Limited</li> <li>6) S C Dani Research Foundation Private Limited</li> </ol>	<ol style="list-style-type: none"> <li>1) Elcid Investments Limited</li> <li>2) Lambodar Investments and Trading Co. Limited</li> <li>3) Murahar Investments and Trading Co. Limited</li> <li>4) Suptaswar Investments and Trading Co. Limited</li> <li>5) Vikatmev Containers Limited</li> <li>6) Dipika Chemicals Private Limited</li> </ol>	<ol style="list-style-type: none"> <li>1) Rupen Investment &amp; Industries Private Limited</li> <li>2) Centaurus Trading &amp; Investments Private Limited</li> </ol>
<b>Chairman / Member in the Committees of the Boards of Companies in which he / she is Director</b>	<ol style="list-style-type: none"> <li>1) Asian Paints Limited <ul style="list-style-type: none"> <li>• Member of Shareholders Committee</li> </ul> </li> <li>2) Hitech Corporation Limited <ul style="list-style-type: none"> <li>• Chairman of Stakeholders Relationship Committee &amp; Member of Nomination and Remuneration Committee</li> </ul> </li> </ol>	<ol style="list-style-type: none"> <li>1) Elcid Investments Limited <ul style="list-style-type: none"> <li>• Member of Corporate Social Responsibility Committee &amp; Stakeholder Committee</li> </ul> </li> </ol>	--
<b>Relationship with other Directors and Key Managerial Personnel</b>	--	--	--

## **BOARDS' REPORT**

[Pursuant to Section 134(3) of the Companies Act, 2013]

To

The Members,

**RESINS AND PLASTICS LTD**

Your Directors have pleasure in presenting before you the 61<sup>st</sup> Annual Report of the Company together with the Audited Financial Statements for the year ended 31<sup>st</sup> March, 2022.

### **1. PERFORMANCE OF THE COMPANY**

₹ In Lakhs

<b>FINANCIAL RESULTS</b>	<b>Year Ended 31.03.2022</b>	<b>Year Ended 31.03.2021</b>
Revenue from Operations	21,376.32	14,530.99
Other Income	189.11	375.84
Profit before Depreciation and Tax	1,680.68	1,641.11
Less : Depreciation	92.84	71.37
Provision for Taxation	406.07	401.43
<b>PROFIT AFTER TAX</b>	<b>1,181.77</b>	<b>1,168.31</b>
Add / (Less) : Balance brought forward from Previous Year	6,321.49	5,460.93
<b>DISPOSABLE PROFIT</b>	<b>7,503.27</b>	<b>6,629.24</b>
The Directors' recommendation of appropriation of the disposable profits as under :		
a) Final Dividend FY 2020-21	229.48	-
b) Final Dividend FY 2019-20	-	187.75
c) Transfer to General Reserve	120.00	120.00
Balance carried forward to Balance Sheet	7,153.79	6,321.49
	<b>7,503.27</b>	<b>6,629.24</b>

### **2. DIVIDEND**

Your Directors are pleased to recommend a dividend of ₹ 6.00/- per share (60%) on 41,72,300 equity shares of ₹ 10/- each for the Financial Year 2021-22. The dividend, if approved would result in a cash outflow of ₹ 250.34 Lakhs.

### **3. TRANSFER TO RESERVE**

The Company has transferred ₹ 120 Lakhs to the General Reserve during the Financial Year 2021-22.

### **4. OPERATIONS / STATE OF COMPANY'S AFFAIRS**

During the Financial Year 2021-22, revenue from operations increased to ₹ 21,376.32 Lakhs as against ₹ 14,530.99 Lakhs, an overall growth of 47%.

Due to COVID-19 lockdown, the production and sale were adversely affected for a few months during the Financial Year 2021-22.

The Profit after Tax for the current year is ₹ 1,181.77 Lakhs as against ₹ 1,168.31 Lakhs in the previous year 2020-21, an overall growth of 1.15%.

The Company has been able to increase the profitability due to timely purchase of raw materials in the uncertain and volatile market, bringing in further improvement in yields and changes in product mix.

There are no material changes and commitments affecting the financial position of the Company which have occurred between the end of the Financial Year 2021-22 and the date of this report.

### **5. IMPACT OF COVID-19**

The country witnessed lockdown due to COVID-19 pandemic in the second fortnight of March 2020 affecting the worldwide business due to various restrictions. This impacted the business operations of the Company significantly. Since May 2020, the Company started resuming operations in its manufacturing plants and warehouses after taking requisite permissions from local Government authorities. The Company has taken several measures to ensure the safety of its employees including leveraging the power of technology to enable them to work from home. For those employees who are working in manufacturing locations, their safety is being ensured by use of protective gear, abiding by social distancing norms and taking all safety precautions. The Company is supporting local hospitals in order to help communities around to fight the COVID -19 pandemic.

### **6. CHANGE IN THE NATURE OF BUSINESS, IF ANY**

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

### **7. NUMBER OF MEETINGS OF THE BOARD**

The Board of Directors met 4 (Four) times during the Financial Year 2021-22.

### **8. DIRECTORS AND KEY MANAGERIAL PERSONNEL**

We regret to inform the sudden and unexpected passing away of the Co-Founders of the Company, Shri Abhay Arvind Vakil on 02/11/2021 and Shri Amar Arvind Vakil on 04/11/2021. All the directors and employees of the Company convey their deep condolences to their family. The Company has immensely benefitted from their vision and leadership during their tenure.

#### **Re-appointment of Directors:**

**Shri Ashwin S. Dani (DIN: 00009126)** Director of the Company is liable to retire by rotation at the ensuing Annual General Meeting pursuant to the provisions of Section 152 of the Companies Act, 2013 read with the Companies (Appointment and Qualification of Directors) Rules, 2014 and the Articles of Association of your Company and being eligible offers himself for re-appointment.

**Smt. Dipika A. Vakil (DIN:00166010)** was appointed as an Additional Director of the Company with effect from 8<sup>th</sup> February, 2022. She holds office upto the date of ensuing AGM. The resolution seeking approval of the members for her appointment has been incorporated in the notice of the ensuing AGM.

**Shri Rupen A. Choksi (DIN: 00059326)** was re-appointed as Managing Director of the Company for a period of three years with effect from 1<sup>st</sup> April, 2022 subject to the approval by members at the general meeting.

### **9. DECLARATION FROM INDEPENDENT DIRECTORS ON ANNUAL BASIS**

Shri Bharat B. Chovatia, Shri Dhiren P. Mehta, Shri Chetan S. Thakkar and Smt. Hemangi N. Modi, Independent Directors of the company, have submitted declarations that each of them meet the criteria of independence as provided in sub section (6) of Section 149 of the Act and there has been no



change in the circumstances which may affect their status as independent director during the year.

In the opinion of the Board, the independent directors possess appropriate balance of skills, experience and knowledge, as required.

## 10. RISK MANAGEMENT

The company has laid down a well-defined risk management mechanism covering the risk mapping and trend analysis, risk exposure, potential impact and risk mitigation process. A detailed exercise is being carried out on regular basis to identify, evaluate, manage and monitor the principal risks that can impact its ability to achieve its strategic objectives. The Board periodically reviews the risks and suggests steps to be taken to control and mitigate the same through a well defined framework. Details on the risk elements which the company is exposed to are covered in Management Discussion and Analysis report.

## 11. CORPORATE SOCIAL RESPONSIBILITY

The CSR expenditure incurred by the Company during the Financial Year 2021-22 was ₹ 24.80 lakhs, which is in line with the statutory requirement of 2% of the average profit of the last three financial years i.e. ₹ 24.77 lakhs.

The CSR initiatives of the Company were under the thrust area of education, health and hygiene. The Company would continue its focus on the core indicators of the educational cycle, viz., enrollment and retention, improving learning outcomes in schools, life skills and employability and providing support for education. The Company aims at making a positive impact on society through educational development directly and through its partners.

In the area of Healthcare, the country witnessed lockdown due to COVID-19 pandemic and this pandemic has created major disruptions in the economy and the life of businesses, whether or not they are able to continue their operations. The Company has supported local hospitals in order to help communities around to fight the COVID -19 pandemic.

The Company's CSR Policy statement and annual report on the CSR activities undertaken during the Financial Year ended 31<sup>st</sup> March, 2022, in accordance with Section 135 of the Companies Act, 2013 and Companies (Corporate Social Responsibility Policy) Rules, 2014 (including any statutory modification(s) or re-enactment(s) thereof for the time being in force) is set out in the **Annexure (A)** of this Report.

## 12. MATERIAL CHANGES AND COMMITMENTS, AFFECTING THE FINANCIAL POSITION OF THE COMPANY WHICH HAS OCCURRED BETWEEN THE END OF THE FINANCIAL YEAR OF THE COMPANY TO WHICH FINANCIAL STATEMENTS RELATE AND THE DATE OF THE REPORT

There have been no material changes and commitments, if any, affecting the financial position of the Company, which have occurred between the end of the Financial Year dated 31<sup>st</sup> March, 2022 and the date of the report.

## 13. AUDIT COMMITTEE

The Audit Committee met 4 (four) times during the Financial Year 2021-22.

## 14. SIGNIFICANT AND MATERIAL ORDERS PASSED BY THE REGULATORS AND COURTS

There are no significant and material orders passed by the regulators / courts that would impact the going concern status of the Company and its future operations.

## 15. DIRECTOR'S RESPONSIBILITY STATEMENT

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

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

## 16. DETAILS OF SUBSIDIARIES/ JOINT VENTURES/ ASSOCIATES

The Company does not have any subsidiaries/ joint ventures/ associates.

## 17. ANNUAL RETURN

Pursuant to the provisions of Section 134(3)(a) and Section 92 of the Act read with Rule 12 of the Companies (Management and Administration) Rules, 2014 Annual Return of the Company as at 31<sup>st</sup> March, 2022 is uploaded on the website of the Company at [www.resplast.com](http://www.resplast.com).

## 18. MANAGEMENT DISCUSSION AND ANALYSIS

The Synthetic Resins manufactured by our company primarily caters to the Industrial Coatings, Printing Inks, Adhesives and Construction Chemical Industry. Our Company's customer base largely comprises of small and medium scale companies and some large Corporates.

During the Financial Year 2021-22, raw material prices witnessed high volatility throughout the year due to COVID-19 and its concomitant impact on the Indian economy including imports. Restriction on imports from certain countries due to geopolitical reasons, short supply of some key raw materials, Increase in freight cost, Foreign exchange fluctuations, the Ukraine war followed by sky rocketing fuel prices led to 15-20% increase in raw material pricing thereby considerably diminishing market sentiments. Despite all these odds our Company was able to keep our supply pipeline at near normal level through close co-ordination with our Customers and

Vendors, flexible pricing strategies, dynamic Supply Chain Management and other measures. In addition, through adroit and disciplined cash flow management we also ensured that our financial health is not adversely affected.

Our Company's vision is to become an Agile, Process and System based Organisation. We have taken steps to strengthen our Supply Chain Management with improved Data Analytics and real time synchronisation with Production, Purchase and Pricing. We have also focused on Talent Management with a view to create a Talent Pool to meet our future requirements and provide flexibility to the Company in terms of optimum utilization of its manpower resources. In line with our focus, during the year we had organized need based Training Programs to upgrade the knowledge, skills and competencies of our Key Personnel.

We were able to successfully negotiate and conclude Long Term Settlements with the new Labour Union at Taloja (Direct Workmen and Mathadi).

This year, we placed special focus on upgradation of infrastructure in all our three manufacturing units with a view to improve productivity, cost effectiveness and quality. Our Taloja Plant, which completed 50 years of manufacturing in December 2021 underwent major upgradation in terms of replacement of old and low efficient equipment, office renovation, new roads, new storm water drainage system, upgradation of main and material gate, etc. The R & D setup at Taloja also underwent major upgradation in terms of renovation of Labs and purchase of new equipment to support new technology and product development. Apart from infrastructure upgradation our Company also focused on reducing wastages, improving efficiency and reducing utility cost during the year.

During the year our Ankleshwar Unit received Environmental clearance for enhancing its capacity to make larger volumes which will help us meet our Customer requirements more pro-actively.

A notable achievement during the year has been the successful Companywide implementation of the Integration Management System (IMS). We have now been recommended for ISO 14001:2015 & ISO 45001:2018 Certification.

During the year, our Company has registered 47% revenue growth and clocked a historical milestone of ₹ 200 plus Crores of Sales. This top line growth is remarkable considering the challenging market conditions that we had to operate in during the year.

Overall it has been a good year for the Company in terms of growth in Sales Revenue, Upgradation of Infrastructure, IMS certification and peaceful and amicable resolution of IR issues.

## 19. AUDITORS AND AUDITORS' REPORT

### • STATUTORY AUDITORS

As per the provisions of Section 139 of the Companies Act, 2013 read with the Companies (Audit and Auditors) Rules, 2014, M/s. CNK & Associates LLP., Chartered Accountants were appointed as Statutory Auditors of the Company for a period of five years from the conclusion of the Fifty-Seventh annual general meeting to the conclusion of the Sixty-Second annual general meeting to be held in 2023, subject to ratification by shareholders at each annual general meeting. However in terms of the

Notification issued by the Ministry of Corporate Affairs dated May 7, 2018, the proviso requiring ratification of the Auditors appointment by the shareholders at each annual general meeting has been omitted. Accordingly, the ratification of appointment of Statutory Auditors would not be required at the annual general meeting and M/s. CNK & Associates LLP., Chartered Accountants would continue to act as the statutory auditors of the Company for five years upto the conclusion of the Sixty-Second annual general meeting to be held in 2023.

The Statutory Auditors of the Company have not reported any fraud as specified under the second proviso of Section 143(12) of the Companies Act, 2013 (including any statutory modification(s) or re-enactment(s) for the time being in force).

### • COST AUDITOR

Pursuant to the direction from the Ministry of Corporate Affairs for appointment of Cost Auditors, your Company has appointed M/s. Kishore Bhatia & Associates, as the Cost Auditor of the Company for the Financial Year 2022-23 to conduct the audit of the cost records of the Company.

As per Section 148 and other applicable provisions, if any, of the Companies Act, 2013 read with Companies (Audit and Auditors) Rules, 2014, the Board of Directors of your Company has appointed M/s. Kishore Bhatia & Associates, Cost Accountants as the Cost Auditor for the Financial Year 2022-23 on the recommendations made by the Audit Committee. The remuneration proposed to be paid to the Cost Auditor, subject to the ratification by the members at the ensuing AGM, would not exceed ₹ 1,45,000/- (Rupees One Lakh Forty Five Thousand only) excluding taxes and out of pocket expenses, if any. Your Company has received consent from M/s. Kishore Bhatia & Associates, Cost Accountants, to act as the Cost Auditor for conducting audit of the cost records for the Financial Year 2022-23 along with a certificate confirming their independence.

The Cost Audit Report of the Company for the Financial Year ended March 31, 2021 was filed by the Company in XBRL mode on 19<sup>th</sup> August, 2021.

### • INTERNAL AUDITOR

The Board of Directors of your Company, on the recommendations made by the Audit Committee has approved the appointment of M/s Aneja Associates, Chartered Accountants, having their office at 301, Peninsula Towers, Peninsula Corporate Park, Ganpatrao Kadam Marg, Lower Parel, Mumbai - 400013 (Firm Registration No. 100404W) as the Internal Auditor of your Company to conduct the audit for the Financial Year 2022-23.

### • SECRETARIAL AUDITOR

Pursuant to the provisions of Section 204 and other applicable provisions, if any, of the Companies Act, 2013, M/s. Parikh & Associates, Practicing Company Secretaries were appointed as the Secretarial Auditors for auditing the secretarial records of the Company for the Financial Year 2021-22.

The Secretarial Auditors' Report is annexed as **Annexure [B]** to this report.

• **AUDITORS' REPORT AND SECRETARIAL AUDITORS' REPORT**

The auditors' reports do not contain any qualifications, reservations or adverse remarks in their report.

**20. CONSERVATION OF ENERGY, TECHNOLOGY ABSORPTION AND FOREIGN EXCHANGE EARNINGS AND OUTGO**

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

**21. INTERNAL FINANCIAL CONTROLS**

Your Company has put in place adequate internal financial controls with reference to the financial statements, some of which are outlined below:

Your Company has adopted accounting policies which are in line with the Accounting Standards prescribed in the Companies (Accounting Standards) Rules, 2006 that continue to apply under Section 133 and other applicable provisions, if any, of the Companies Act, 2013 read with Rule 7 of the Companies (Accounts) Rules, 2014. These are in accordance with generally accepted accounting principles in India. Changes in policies, if any, are approved by the Audit Committee in consultation with the Auditors.

Your Company has an integrated ERP system and is configured to ensure that all transactions are integrated seamlessly with the underlying books of accounts. The processes are automated to ensure accurate and timely updation of various master data in the underlying ERP system.

Your Company has a robust financial closure self-certification mechanism, wherein the line managers certify adherence to various accounting policies, accounting hygiene and accuracy of provisions and other estimates.

The Management periodically reviews the financial performance of your Company against the approved plans across various metrics and takes necessary actions, wherever required. Your Company gets limited review of quarterly Accounts by its Statutory Auditors.

**22. PARTICULARS OF LOANS, GUARANTEES OR INVESTMENTS**

The Company had not given any loans or guarantees or made investments pursuant to the provisions of Section 186 of the Companies Act, 2013 during the Financial Year 2021-22.

**23. RELATED PARTY TRANSACTIONS**

During the Financial Year 2021-22, your Company has entered into transactions with related parties as defined under Section 2(76) of the Companies Act, 2013 read with Companies (Specification of Definitions Details) Rules, 2014, which were in the ordinary course of business and are at arms' length basis and in accordance with the provisions of the Companies Act, 2013, read with the Rules issued thereunder. Further, there were no transactions with related parties which qualify as materiality transaction.

All transactions with related parties were reviewed and approved by the Audit Committee. The details of the related party transactions as required under Accounting Standard - 18 are set out in Note No. 27 to the financial statements forming part of this Annual Report.

The Form AOC-2 pursuant to Section 134(3)(h) of the Companies Act, 2013 read with Rule 8(2) of the Companies (Accounts) Rules, 2014 is set out as **Annexure [D]** to this Report.

**24. EVALUATION OF BOARD, ITS COMMITTEES AND INDIVIDUAL DIRECTORS**

An annual evaluation of the Board's own performance, its Committees and Individual Directors was carried out pursuant to the provisions of the Act in the following manner:

Sr. No.	Performance evaluation of	Performance evaluation performed by	Criteria
1	Each Individual Directors	Nomination and Remuneration Committee	Attendance, Contribution to the Board and Committee meetings like preparedness on the issues to be discussed, meaningful and constructive contribution and guidance provided, key performance aspects in case of Executive Directors etc.
2	Independent Directors	Entire Board of Directors excluding the Director who is being evaluated	Attendance, Contribution to the Board and Committee meetings like preparedness on the issues to be discussed, meaningful and constructive contribution, and guidance provided etc.
3	Board and its Committees	All Directors	Board composition and structure; effectiveness of Board processes, information and functioning, fulfilment of key responsibilities, performance of specific duties and obligations, timely flow of information etc. The assessment of Committees based on the terms of reference of the committees and effectiveness of the meetings.

## 25. DISCLOSURE RELATING TO REMUNERATION OF DIRECTORS, KEY MANAGERIAL PERSONNEL AND PARTICULARS OF EMPLOYEES

The Remuneration Policy for directors and senior management and the Criteria for selection of candidates for appointment as directors, independent directors and senior management are placed on the website of the Company. The web link is <http://www.resplast.com/Investors/Policies/Nomination&RemunerationPolicy.pdf>. There has been no change in the policies since the last fiscal year. We affirm that the remuneration paid to the directors is as per the terms laid out in the remuneration policy of the Company.

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

The Company has in place an Anti-Sexual Harassment Policy in line with the requirements of The Sexual Harassment of Women at Workplace (Prevention, Prohibition and Redressal) Act, 2013. All employees (permanent, contractual, temporary, trainees) are covered under this policy.

During the Financial Year 2021-22, the Company has not received any complaints on the sexual harassment under the said Act.

## 27. SECRETARIAL STANDARDS

The company has devised proper systems to ensure compliance with the provisions of all applicable secretarial standards issued by the Institute of Company Secretaries of India and that such systems are adequate and operating effectively.

## 28. DEPOSITS FROM PUBLIC

The Company has not accepted any deposits from public during the year.

## 29. APPRECIATION

Your Directors wish to place on record their appreciation for the valuable services and the contribution made by the Company's employees at all levels for the continued growth and prosperity of the Company. The Industrial relations continued to be cordial during the year.

The Directors also wish to place on record its appreciation for the continued co-operation and assistance received by the Company from its Customers, Vendors, Shareholders, Bankers, Business Associates & Government Authorities during the year under review.

Registered Office:  
Plot No.A-8,  
Marol Ind. Est. of MIDC,  
Cross Road B, Street No.5,  
Andheri (East), Mumbai 400 093.  
(CIN: U25209MH1961PLC012223)

**Dated: 2<sup>nd</sup> May, 2022**

**By Order of the Directors  
For RESINS AND PLASTICS LIMITED**

**Sd/-  
(DHIREN MEHTA)  
CHAIRMAN  
DIN: 00001471**



# ANNUAL REPORT 2021 - 2022

## ANNEXURE A TO BOARD'S REPORT REPORT ON CORPORATE SOCIAL RESPONSIBILITY (CSR) ACTIVITIES

(Pursuant to Section 135 of the Companies Act, 2013)

1.	Brief outline on CSR Policy of the Company	In accordance with the CSR Policy of the Company, the CSR initiatives were focused on the following pre-identified areas : In the area of education, the Company would continue its focus on the core indicators of the educational cycle, viz., enrollment and retention, improving learning outcomes in schools, life skills and employability and providing support for education. The Company aims at making a positive impact on society through educational development directly and through its partners. In the area of Healthcare, the country witnessed lockdown due to COVID-19 pandemic and this pandemic has created major disruptions in the economy and the life of businesses, whether or not they are able to continue their operations. The Company has supported local hospitals in order to help communities around to fight the COVID -19 pandemic.
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2.	Composition of CSR Committee:
----	-------------------------------

Sl. No.	Name of Director	Designation / Nature of Directorship	Number of meetings of CSR Committee held during the year	Number of meetings of CSR Committee attended during the year
(i)	Smt.Hemangi N. Modi	Non-Executive/ Independent	3	3
(ii)	Shri Abhay A. Vakil Upto 02.11.2021	Non-Executive Chairman / Promoter	3	2
(iii)	Shri Rupen A. Choksi	Managing Director/ Promoter	3	3

3.	Provide the web-link where Composition of CSR committee, CSR Policy and CSR projects approved by the Board are disclosed on the website of the Company.	<a href="http://www.resplast.com/Investors/OtherDownloads/BoardandCommittees.pdf">http://www.resplast.com/Investors/OtherDownloads/BoardandCommittees.pdf</a> <a href="http://www.resplast.com/Investors/Policies/CSRPolicy.pdf">http://www.resplast.com/Investors/Policies/CSRPolicy.pdf</a>
----	---	--

4.	Provide the details of Impact assessment of CSR projects carried out in pursuance of sub-rule (3) of rule 8 of the Companies (Corporate Social responsibility Policy) Rules, 2014, if applicable (attach the report).	NOT APPLICABLE
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5.	Details of the amount available for set off in pursuance of sub-rule (3) of rule 7 of the Companies (Corporate Social responsibility Policy) Rules, 2014 and amount required for set off for the Financial Year, if any
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Sl. No.	Financial Year	Amount available for set-off from preceding financial years (in ₹)	Amount required to be set-off for the financial year, if any (₹ in Lakh)
(i)	2018-19	--	--
(ii)	2019-20	--	--
(iii)	2020-21	--	--
	TOTAL	--	--

6.	Average net profit of the company as per Section 135(5) – ₹ In Lakhs	1238.37
----	--	---------

7.	(a) Two percent of average net profit of the company as per section 135(5)	24.77
	(b) Surplus arising out of the CSR projects or programmes or activities of the previous financial years.	--
	(c) Amount required to be set off for the financial year, if any	--
	(d) Total CSR obligation for the Financial Year (7a+7b- 7c)	24.77

8.	(a) CSR amount spent or unspent for the Financial Year 2021-22
----	--

Total Amount Spent for the Financial Year. (in ₹)	Amount Unspent (in ₹)				
	Total Amount transferred to Unspent CSR Account as per section 135(6)		Amount transferred to any fund specified under Schedule VII as per second proviso to section 135(5)		
	Amount	Date of transfer	Name of the Fund	Amount	Date of transfer
24,80,206	NIL	NIL	NIL	NIL	NIL

(b) Details of CSR amount spent against ongoing projects for the Financial Year 2021-22 - NIL

(1)	(2)	(3)	(4)	(5)		(6)	(7)	(8)	(9)	(10)	(11)	
Sl. No	Name of the Project	Item from the list of activities in Schedule VII to the Act	Local Area (Yes / No)	Location of the project		Project duration	Amount allocated for the project (in ₹)	Amount spent in the current financial Year (in ₹)	Amount transferred to Unspent CSR Account for the project as per Section 135(6) (in ₹)	Mode of Implementation Direct (Yes /No)	Mode of Implementation - Through Implementing Agency	
				State	District						Name	CSR Registration No.
	TOTAL											

(c) Details of CSR amount spent against **other than ongoing projects** for the Financial Year 2021-22

(1)	(2)	(3)	(4)	(5)		(6)	(7)	(8)	
Sl. No.	Name of the Project	Item from the list of activities in schedule VII to the Act	Local area (Yes/ No)	Location of the project		Amount spent for the project (In ₹)	Mode of implementation Direct (Yes/No)	Mode of implementation -Through implementing agency	
				State	District			Name	CSR registration number
1	Supply of Medical Equipments Pediatric / Neonatal ICU - Sub-District Hospital	Healthcare	Yes	Maharashtra	Panvel	12,17,178	Yes	--	--
2	Supply of Oxygen Pipeline - Taluka Health Office, CHC Netrang Covid Hospital	Healthcare	Yes	Gujarat	Bharuch	2,61,880	Yes	--	--
3	Supply of Computers and Furnitures - Taluka Health Office, CHC Netrang Covid Hospital	Healthcare	Yes	Gujarat	Bharuch	3,06,440	Yes	--	--
4	Supply of water storage tank civil work - Village Kombal Tekdi	Healthcare	Yes	Maharashtra	Panvel	4,28,901	Yes	--	--
5	Renovation of the school building – Zilla Parishad Primary School, Moho.	Education	Yes	Maharashtra	Panvel	2,65,807	Yes	--	--
	<b>TOTAL</b>					<b>24,80,206</b>			

(d) Amount spent in Administrative Overheads

NIL

(e) Amount spent on Impact Assessment, if applicable

NA

(f) Total amount spent for the Financial Year (8b+8c+8d+8e)

₹ 24,80,206

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

Sl. No.	Particular	Amount (₹ In Lakh)
(i)	Two percent of average net profit of the Company as per section 135(5)	24.77
(ii)	Total amount spent for the Financial Year	24.80
(iii)	Excess amount spent for the financial year [(ii)-(i)]	0.03
(iv)	Surplus arising out of the CSR projects or programmes or activities of the previous financial years, if any	--
(v)	Amount available for set off in succeeding financial years [(iii)-(iv)]	--

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

Sl. No.	Preceding Financial Year	Amount transferred to Unspent CSR Account under section 135 (6) (₹ In Lakh)	Amount spent in the reporting Financial Year (in ₹)	Amount transferred to any fund specified under Schedule VII as per section 135(6), if any			Amount remaining to be spent in succeeding financial years. (in ₹)
				Name of the Fund	Amount (in ₹)	Date of transfer	
(i)	2018-19	NIL					
(ii)	2019-20	NIL					
(iii)	2020-21	NIL					
	TOTAL						

9 (b) Details of CSR amount spent in the financial year for **ongoing projects** of the preceding financial year(s): **NOT APPLICABLE**

(1)	(2)	(3)	(4)	(5)	(6)	(7)	(8)	(9)
Sl. No.	Project ID	Name of the Project	Financial Year in which the project was commenced	Project duration	Total amount allocated for the project (in ₹)	Amount spent on the project in the reporting Financial Year (in ₹)	Cumulative amount spent at the end of reporting Financial Year. (in ₹)	Status of the project Completed / Ongoing
-	-	-	-	-	-	-	-	-

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

Sd/-  
Hemangi Modi  
**Chairperson CSR Committee**

Sd/-  
Rupen Choksi  
**Managing Director**

This is to certify that the funds allocated for CSR Projects during Financial Year 2021-22 have been utilized for the specified purpose.

Sd/-  
Sunita Satpalkar  
**Chief Financial Officer**

**Mumbai : 2<sup>nd</sup> May, 2022**

## ANNEXURE B TO THE BOARDS' REPORT

FORM No. MR-3

SECRETARIAL AUDIT REPORT

FOR THE FINANCIAL YEAR ENDED 31<sup>ST</sup> MARCH, 2022

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

To,  
The Members,  
Resins and Plastics Limited

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

Based on our verification of the Company's books, papers, minute books, forms and returns filed and other records maintained by the Company, the information to the extent provided by the Company, its officers, agents and authorised representatives during the conduct of secretarial audit, the explanations and clarifications given to us and the representations made by the Management and considering the relaxations granted by the Ministry of Corporate Affairs warranted due to the spread of the COVID-19 pandemic, we hereby report that in our opinion, the Company has during the audit period covering the financial year ended on 31<sup>st</sup> March, 2022, generally complied with the statutory provisions listed hereunder and also that the Company has proper Board processes and compliance mechanism in place to the extent, in the manner and subject to the reporting made hereinafter:

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

- (i) The Companies Act, 2013 (the Act) and the rules made thereunder;
- (ii) The Securities Contract (Regulation) Act, 1956 ('SCRA') and the rules made thereunder;
- (iii) The Depositories Act, 1996 and the Regulations and Bye-laws framed thereunder;
- (iv) Foreign Exchange Management Act, 1999 and the rules and regulations made thereunder to the extent of Foreign Direct Investment, Overseas Direct Investment and External Commercial Borrowings; (Not applicable to the Company during the audit period)
- (v) The following Regulations and Guidelines prescribed under the Securities and Exchange Board of India Act, 1992 ('SEBI Act'):
  - (a) The Securities and Exchange Board of India (Substantial Acquisition of Shares and Takeovers) Regulations, 2011; (Not applicable to the Company during the audit period)
  - (b) The Securities and Exchange Board of India (Prohibition of Insider Trading) Regulations, 2015; (Not applicable to the Company during the audit period)
  - (c) The Securities and Exchange Board of India (Issue of Capital and Disclosure Requirements) Regulations, 2018 and amendments from time to time; (Not applicable to the Company during the audit period)
  - (d) The Securities and Exchange Board of India (Share Based Employee Benefits) Regulations, 2014 and The Securities and Exchange Board of India (Share Based Employee Benefits and Sweat Equity) Regulations, 2021; (Not applicable to the Company during the audit period)
  - (e) The Securities and Exchange Board of India (Issue and Listing of Debt Securities) Regulations, 2008 and The Securities and Exchange Board of India (Issue and Listing of Non-Convertible Securities) Regulations, 2021; (Not applicable to the Company during the audit period)
  - (f) The Securities and Exchange Board of India (Registrars to an Issue and Share Transfer Agents) Regulations, 1993 regarding the Companies Act and dealing with client; (Not applicable to the Company during the audit period)
  - (g) The Securities and Exchange Board of India (Delisting of Equity Shares) Regulations, 2009 and The Securities and Exchange Board of India (Delisting of Equity Shares) Regulations, 2021; (Not applicable to the Company during the audit period) and
  - (h) The Securities and Exchange Board of India (Buyback of Securities) Regulations, 2018; (Not applicable to the Company during the audit period)
- (vi) Other laws applicable specifically to the Company, namely:
  - a) The Environment (Protection) Act, 1986
  - b) The Manufacture, Storage and Import of Hazardous Chemicals Rules, 1989;
  - c) Air (Prevention and Control of Pollution) Act, 1981 and Rules issued by the State Pollution Control Boards;
  - d) Water (Prevention and Control of Pollution) Act, 1974 and Rules issued by the State Pollution Control Boards; and
  - e) The Factories Act, 1948 and Explosives Act, 1884 and explosives rules (for Solvents and storage).

We have also examined compliance with the applicable clauses of the following which have been generally complied.

- (i) Secretarial Standards issued by The Institute of Company Secretaries of India with respect to board and general meetings.



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

We further report that:

The Board of Directors of the Company is duly constituted with proper balance of Executive Directors, Non-Executive Directors and Independent Directors. 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 was given to all directors to schedule the Board Meetings, agenda and detailed notes on agenda were sent at least seven days in advance for meetings 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.

Decisions at the Board Meetings were taken unanimously.

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

We further report that during the audit period no events occurred which had bearing on the Company's affairs in pursuance of the above referred laws, rules, regulations, guidelines etc.

**For Parikh & Associates**  
Company Secretaries

Sd/-  
Shalini Bhat  
Partner

FCS No: 6484 CP No: 6994  
UDIN: F006484D000255271  
PR No.: 1129/2021

Place: Mumbai  
Date : May 02, 2022

*This Report is to be read with our letter of even date which is annexed as Annexure A and Forms an integral part of this report.*

## 'Annexure A'

To,  
The Members  
Resins and Plastics Limited

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

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

**For Parikh & Associates**  
Company Secretaries

Sd/-  
Shalini Bhat  
Partner

FCS No: 6484 CP No: 6994  
UDIN: F006484D000255271  
PR No.: 1129/2021

Place: Mumbai  
Date : May 02, 2022

## ANNEXURE C TO THE BOARDS' REPORT

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

Information on conservation of Energy, Technology absorption, Foreign Exchange earnings and outgo required to be disclosed under Section 134 of the Companies Act, 2013 read with Companies (Accounts) Rules, 2014 are provided hereunder:

#### (A) Conservation of Energy :

Energy conservation & environment sustainability continues to receive priority attention at all levels.

A. POWER AND FUEL CONSUMPTION		FY 2021-22	FY 2020-21
<b>Power</b>			
a)	<b>Purchased</b> Units (000 KWH) Total Amount (₹ in Lakhs) Rate / Unit (₹)	1441 124.00 8.60	1302 114.46 8.79
b)	<b>Own generation Through Diesel Generator</b> Units (000 KWH) Units per litre of Diesel Cost / Unit (₹)	28.73 2.65 34.52	51.54 3.95 19.25
<b>Natural Gas</b>			
Quantity (Standard Cubic Meter)		689526	657178
Total Amount (₹ in Lakhs)		352.17	212.38
Average rate (₹ / SCM)		51.07	32.32
<b>B. CONSUMPTION PER UNIT OF PRODUCTION *</b>			
<b>ELECTRICITY (KWH/TON)</b>		<b>NATURAL GAS (SCM/TON)</b>	
	<b>FY 2021-22</b>	<b>FY 2020-21</b>	<b>FY 2021-22</b>
	121	119	57
			<b>FY 2020-21</b>
			58

\* Previous Year's figures re-worked based on As is production quantity.

#### (B) Technology Absorption :

##### 1. Specific areas in which R & D is carried out by the Company:

- Development of new products & processes related to Synthetic Resins.
- Quality enhancement.
- Formulation re-engineering
- Identification / evaluation and of new and alternate raw materials.
- Technology upgradation.
- Substitution of existing products with the new products.
- Innovation of new applications of the existing products and vice-versa.
- Collaborative development of products with customers to meet the specifications for industrial applications / high performance coatings.

##### 2. Benefits derived as a result of the above R & D:

- Modification of manufacturing facilities to improve process technology.
- Cost reduction in Alkyds, Polyamides & Acrylics.
- Development of advanced range of Acrylics/Polyesters.
- Up-gradation in the quality of the products.
- Reduction in effluent load during manufacture of Polyamides.

##### 3. Future Plan of action:

Focus on research and innovation projects will continue and this will enable launch of improved as well as new products of superior quality in the market to meet clients' expectations/demands.

##### 4. Expenditure on R & D during the Financial Year is as follows:

(₹ in Lakhs)

		FY 2021-22	FY 2020-21
a)	Capital	1.05	-
b)	Recurring	98.02	62.46
	<b>Total</b>	<b>99.07</b>	<b>62.46</b>
c)	Total R & D expenditure as a percentage of total turnover	0.46%	0.43%

#### (C) Foreign Exchange Earnings and Outgo:

The Foreign Exchange outgo and foreign exchange earned by the Company during the year are detailed in Note No.25.7 and 25.8 of other Notes to the Financial Statements.

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## ANNEXURE D TO THE BOARDS' REPORT FORM AOC – 2

(Pursuant to Section 134(3)(h) of the Companies Act, 2013 read with 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 Section 188(1) of the Companies Act, 2013 including certain arm's length transactions under third proviso thereto.

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

(a)	Name(s) of the related party and nature of relationship	NA
(b)	Nature of contracts/ arrangements / transactions	
(c)	Duration of the contracts / arrangements / transactions	
(d)	Salient terms of the contracts or arrangements or transactions including the value, if any	
(e)	Justification for entering into such contracts or arrangements or transactions	
(f)	Date(s) of approval by the Board	
(g)	Amount paid as advances, if any	
(h)	Date on which the special resolution was passed	
(i)	Amount paid as advances, if any	
(j)	Date on which (a) the special resolution was passed in general meeting as required under first proviso to Section 188 of the Companies Act, 2013	

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

(a)	Name(s) of the related party and nature of relationship	NIL
(b)	Nature of contracts/ arrangements / transactions	
(c)	Duration of the contracts / arrangements / transactions	
(d)	Salient terms of the contracts or arrangements or transactions including the value, if any	
(e)	Date(s) of approval by the Board	
(f)	Amount paid as advances, if any	

By order of the Board of Directors  
For RESINS AND PLASTICS LIMITED

Sd/-  
(DHIREN MEHTA)  
CHAIRMAN  
DIN:00001471

Mumbai: 2<sup>nd</sup> May, 2022

## INDEPENDENT AUDITOR'S REPORT

To the Members of RESINS & PLASTICS LIMITED

### Report on the Audit of the Financial Statements

#### Opinion

We have audited the financial statements of Resins & Plastics Limited ("the Company"), which comprise the Balance Sheet as at March 31, 2022, the Statement of Profit and Loss, and Statement of the Cash Flows for the year then ended, and notes to the financial statements, including a summary of significant accounting policies and other explanatory information.

In our opinion and to the best of our information and according to the explanations given to us, the aforesaid financial statements give the information required by the Companies Act, 2013 ("the Act") in the manner so required and give a true and fair view in conformity with the accounting principles generally accepted in India, of the state of affairs of the Company as at March 31, 2022, and its profit, and its cash flows for the year ended on that date.

#### Basis for Opinion

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

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

The Company's Board of Directors is responsible for the preparation of other information. The other information comprises the information included Management Discussion and Analysis, Board's report including Annexures to Board's Report but does not include the financial statements and our auditor's report thereon.

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

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

If, based on the work we have performed, we conclude that there is a material misstatement of this other information, we are required to report that fact. We have nothing to report in this regard.

#### Management's Responsibility for the Financial Statements

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

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

This Board of Directors is also responsible for overseeing the company's financial reporting process.

#### Auditor's Responsibilities for the Audit of the Financial Statements

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

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

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

- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances. Under section 143(3)(i) of the Act, we are also responsible for expressing our opinion on whether the company has adequate internal financial controls 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.
- Conclude on the appropriateness of management's use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the Company's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the financial statements or, if such disclosures are inadequate, to modify our opinion.  
Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the Company to cease to continue as a going concern.
- Evaluate the overall presentation, structure and content of the financial statements, including the disclosures, and whether the financial statements represent the underlying transactions and events in a manner that achieves fair presentation.

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

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

## Report on Other Legal and Regulatory Requirements

1. 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.
2. As required by the Companies (Auditor's Report) Order, 2020 (the "Order") issued by the Central Government in terms of Section 143(11) of the Act, we give in "Annexure A" a statement on the matters specified in paragraphs 3 and 4 of the Order.
3. As required by Section 143 (3) of the Act, we report that:
  - (a) We have sought and obtained all the information and explanations which to the best of our knowledge and belief were necessary for the purposes of our audit;
  - (b) In our opinion, proper books of account as required by law have been kept by the Company so far as it appears from our examination of those books;
  - (c) The Balance Sheet, the Statement of Profit and Loss and the Cash Flow statement dealt with by this Report are in agreement with the relevant books of account;
  - (d) In our opinion, the aforesaid financial statements comply with the Accounting Standards specified under Section 133 of the Act, read with Rule 7 of the Companies (Accounts) Rules, 2014;
  - (e) On the basis of the written representations received from the directors as on March 31, 2022 taken on record by the Board of Directors, none of the directors is disqualified as on March 31, 2022 from being appointed as a director in terms of Section 164(2) of the Act;
  - (f) With respect to the adequacy of the internal financial controls with reference to the financial statements of the Company and the operating effectiveness of such controls, refer to our separate Report in "Annexure B". Our report expresses an unmodified opinion on the adequacy and operating effectiveness of the Company's internal financial controls with reference to the financial statements.
  - (g) With respect to the other matters to be included in the Auditor's Report in accordance with Rule 11 of the Companies (Audit and Auditors) Rules, 2014, in our opinion and to the best of our information and according to the explanations given to us:
    - i. The Company has disclosed the impact of pending litigations on its financial position in its financial statements – Refer note no.25.1 to the financial statements.
    - ii. The Company did not have any long-term contracts including derivative contracts for which there were any material foreseeable losses.
    - iii. There has been no delay in transferring amounts, required to be transferred, to the Investor Education and Protection Fund by the Company.
    - iv. (A) The management has represented that, to the best of its knowledge and belief, other than as disclosed in the notes to the accounts, 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, whether, directly or indirectly lend or invest in other persons or entities identified in any manner whatsoever by or on behalf of the company ("Ultimate Beneficiaries") or provide any guarantee, security or the like on behalf of the Ultimate Beneficiaries;



- (B) The management has represented, that, to the best of it's knowledge and belief, other than as disclosed in the notes to the accounts, 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, whether, directly or indirectly, lend or invest in other persons or entities identified in any manner whatsoever by or on behalf of the Funding Party ("Ultimate Beneficiaries") or provide any guarantee, security or the like on behalf of the Ultimate Beneficiaries; and,
- (C) Based on such audit procedures that we have considered reasonable and appropriate in the circumstances; nothing has come to our notice that has caused us to believe that the representations under sub-clause (i) and (ii) contain any material mis-statement.
- v. The final dividend paid by the Company during the year in respect of the same declared for the previous year is in accordance with section 123 of the Companies Act 2013 to the extent it applies to payment of dividend.
- As stated in note no. 3 to the financial statements, the Board of Directors of the Company have proposed final dividend for the year which is subject to the approval of the members at the ensuing Annual General Meeting. The dividend declared is in accordance with section 123 of the Act to the extent it applies to declaration of dividend.

## **FOR C N K & ASSOCIATES LLP**

CHARTERED ACCOUNTANTS

Firm Registration Number: 101961W/W-100036

Himanshu Kishnadwala

Partner

Membership No.:37391

UDIN: 22037391AIHBJT8322

Place: Mumbai

Date: May 2, 2022

### **ANNEXURE - A TO THE INDEPENDENT AUDITORS' REPORT**

(Referred to in Paragraph 1 under "Report on Other Legal and Regulatory Requirements" section of our report to the Members of Resins & Plastics Limited ("the Company") of even date)

1. (a) (A) The Company has maintained proper records showing full particulars, including quantitative details and situation of Property, Plant and Equipment;  
(B) The Company has maintained proper records showing full particulars of intangible assets;
- (b) The Property, Plant and Equipment have been physically verified by the management at reasonable intervals considering the size of the Company and nature of assets. There were certain discrepancies noticed on such verification which were not material, and the same have been properly dealt with in the books of accounts;
- (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 immovable properties (other than properties where the Company is the lessee, and the lease agreements are duly executed in favour of the lessee) disclosed in the financial statements are held in the name of the Company;
- (d) The Company has not revalued any of its Property, Plant and Equipment (including right- of-use assets) and intangible assets during the year. Hence the reporting under clause 3(i)(d) of the Order is not applicable to the Company;
- (e) As disclosed in note no. 35(i) and according to the information and explanations given by the Management, the Company does not have any proceedings initiated or pending for holding any benami property under the Benami Transactions (Prohibition) Act, 1988 (45 of 1988) and rules made thereunder;
2. (a) The Management has conducted physical verification of inventory except goods-in-transit at reasonable intervals. Considering the size of the Company, the frequency of verification is reasonable, and the procedures are adequate.  
The discrepancies noticed on physical verification were not exceeding 10% in aggregate and the same have been properly dealt with in the books of account;
- (b) As disclosed in note no. 25.10 and based on our examination of the relevant documents and according to the information and explanations given to us by the Management, the Company has working capital limits sanctioned from banks or financial institutions exceeding Rupees Five crore during the year and the quarterly returns / statements filed by the Company are materially in agreement with the books of accounts;
3. According to the information and explanations given to us by the Management and based on our verification of the records, the Company has not made any investments in, provided any guarantee or security or granted any loans or advances in the nature of loans, secured or unsecured, to companies, firms, Limited Liability Partnerships or any other parties. Hence the reporting under clauses 3(iii)(a) to 3(iii)(f) of the Order are not applicable to the Company;
4. In our opinion and according to the information and explanations given to us, the Company has complied with the provisions of section 185 and 186 of the Act, with respect to the loans, investments, guarantees and security to the extent applicable;

5. In our opinion and according to the information and explanations given to us, the company has not accepted any deposits within the provisions of sections 73 to 76 or any other relevant provisions of the Companies Act, 2013 and the rules framed thereunder, hence the reporting under clause 3(v) of the Order is not applicable to the Company;

6. 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 of the Companies Act, 2013 and are of the opinion that prima facie, the prescribed accounts and records have been made and maintained;

7. (a) In our opinion, the Company has generally been regular in depositing undisputed statutory dues, including Goods and Services tax, Provident Fund, Employees' State Insurance, Income Tax, Sales Tax, Service Tax, duty of Custom, duty of Excise, Value Added Tax, Cess and any other statutory dues applicable to it with the appropriate authorities.

There were no undisputed amounts payable in respect of Goods and Service tax, Provident Fund, Employees' State Insurance, Income Tax, Sales Tax, Service Tax, duty of Custom, duty of Excise, Value Added Tax, Cess and any other statutory dues in arrears as at March 31, 2022 for a period of more than six months from the date they became payable;

(b) On the basis of our examination of records and according to the information and explanations given to us by the management, there are no dues of Goods and Service tax, Provident Fund, Employees' State Insurance, Income Tax, Sales Tax, Service Tax, duty of Custom, duty of Excise, Value Added Tax, Cess and other material statutory dues applicable to it which have not been deposited by the Company on account of any dispute with appropriate authorities except as disclosed as under:

Name of the Statute	Nature of Dues	Amount (₹)	Period to which amount relates	Forum where dispute is pending
Income Tax Act 1961	Income Tax	1,69,000	Assessment Year 2018-19	Commissioner of Income Tax (Appeals)

8. As disclosed in note no. 35(v) and according to information and explanations given to us by the Management, there are no transactions which are not recorded in the books of account and have been surrendered or disclosed as income during the year in the tax assessments under the Income Tax Act, 1961 (43 of 1961);

9. (a) According to the information and explanations given to us by the Management and on the basis of our examination of relevant records, the Company has not defaulted in repayment of loans or other borrowings or in the payment of interest thereon to any lender;

(b) As disclosed in note no. 35(vi) the Company is not declared wilful defaulter by any bank or financial institution or other lender;

(c) The Company has not taken any term loan during the year and there are no outstanding term loans at the beginning of the year and hence, reporting under clause 3(ix)(c) of the Order is not applicable to the Company;

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

(e) The Company has no subsidiaries, joint venture or associate companies and hence reporting on clause 3(ix)(e) of the Order is not applicable to the Company;

(f) The Company has no subsidiaries, joint venture or associate companies and hence reporting on clause 3(ix)(f) of the Order is not applicable to the Company;

10. (a) The Company has not raised moneys by way of initial public offer or further public offer (including debt instruments) during the year and hence reporting under clause 3(x)(a) of the Order is not applicable to the Company;

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

11. (a) No fraud by the Company and no material fraud on the Company has been noticed or reported during the year;

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

(c) As represented to us by the management, there are no whistle blower complaints received by the company during the year;

12. The Company is not a Nidhi Company and hence reporting under clause (xii) of the Order is not applicable to the Company;

13. In our opinion, and according to the information and explanations given by the management, the Company is in compliance with section 177 and 188 of the Companies Act, 2013, and the details of related party transactions have been disclosed in Note no. 27 of the financial statements as required by the applicable accounting standards;

14. (a) In our opinion the Company has an adequate internal audit system commensurate with the size and the nature of its business;

(b) We have considered, the internal audit reports for the year under audit, issued to the Company during the year and till date, in determining the nature, timing and extent of our audit procedures;

15. In our opinion during the year the Company has not entered into any non-cash transactions with its Directors or persons connected with its directors. and hence provisions of section 192 of the Companies Act, 2013 are not applicable to the Company;

16. (a) In our opinion, the Company is not required to be registered under section 45-IA of the Reserve Bank of India Act, 1934. Hence, reporting under clause 3(xvi)(a) to 3(xvi)(c) of the Order is not applicable to the Company;

(b) There is no core investment company within the Group (as defined in the Core Investment Companies (Reserve Bank) Directions, 2016) and accordingly reporting under clause 3(xvi)(d) of the Order is not applicable to the Company;

17. The Company has not incurred cash losses during the financial year covered by our audit and the immediately preceding financial year;
18. There has been no resignation of the statutory auditors of the Company during the year;
19. On the basis of the financial ratios, ageing and expected dates of realisation of financial assets and payment of financial liabilities, other information accompanying the financial statements and our knowledge of the Board of Directors and Management plans and based on our examination of the evidence supporting the assumptions, nothing has come to our attention, which causes us to believe that any material uncertainty exists as on the date of the audit report indicating that Company is not capable of meeting its liabilities existing at the date of balance sheet as and when they fall due within a period of one year from the balance sheet date.  
We, however, state that this is not an assurance as to the future viability of the Company. We further state that our reporting is based on the facts up to the date of the audit report and we neither give any guarantee nor any assurance that all liabilities falling due within a period of one year from the balance sheet date, will get discharged by the Company as and when they fall due;
20. (a) There are no unspent amounts towards Corporate Social Responsibility (CSR) on other than ongoing projects requiring a transfer to a Fund specified in Schedule VII to the Companies Act in compliance with second proviso to sub-section (5) of Section 135 of the said Act. Accordingly, reporting under clause 3(xx)(a) of the Order is not applicable for the year to the Company;  
(b) There are no ongoing projects in relation to Corporate Social Responsibility (CSR) and therefore reporting under clause 3(xx)(b) of the Order is not applicable for the year to the Company;
21. The Company does not have any subsidiary, associates or joint venture company or entities, the Company is not required to prepare consolidated financial statements and hence reporting under clause 3(xxi) of the Order is not applicable to the Company.

## **FOR C N K & ASSOCIATES LLP**

CHARTERED ACCOUNTANTS

Firm Registration Number: 101961W/W-100036

Himanshu Kishnadwala

Partner

Membership No.:37391

UDIN: 22037391AIHBJT8322

Place: Mumbai

Date: May 2, 2022

## **ANNEXURE - B TO THE INDEPENDENT AUDITORS' REPORT**

(Referred to in paragraph 1(f) under 'Report on Other Legal and Regulatory Requirements' section of our report to the Members of Resins & Plastics Limited of even date).

### **Report on the Internal Financial Controls Over Financial Reporting under Clause (i) of sub-section 3 of Section 143 of the Companies Act, 2013 (the "Act")**

We have audited the internal financial controls over financial reporting of Resins & Plastics Limited (the "Company") as of March 31, 2022 in conjunction with our audit of the financial statements of the Company for the year ended on that date.

#### **Management's Responsibility for Internal Financial Controls**

The Management of the Company 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 (the "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.

#### **Auditor's Responsibility**

Our responsibility is to express an opinion on the Company's internal financial controls over financial reporting of the Company 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") issued by the ICAI and the Standards on Auditing prescribed under Section 143(10) of the Companies Act, 2013, to the extent applicable to an audit of internal financial controls. Those Standards and the Guidance Note require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether adequate internal financial controls over financial reporting was established and maintained and if such controls operated effectively in all material respects.

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

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

## **Meaning of Internal Financial Controls over Financial Reporting**

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

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

## **Inherent Limitations of Internal Financial Controls over Financial Reporting**

Because of the inherent limitations of internal financial controls over financial reporting, including the possibility of collusion or improper management override of controls, material misstatements due to error or fraud may occur and not be detected.

Also, projections of any evaluation of the internal financial controls over financial reporting to future periods are subject to the risk that the internal financial control over financial reporting may become inadequate because of changes in conditions, or that the degree of compliance with the policies or procedures may deteriorate.

## **Opinion**

In our opinion, to the best of our information and according to the explanations given to us, the Company has, in all material respects, an adequate internal financial controls system over financial reporting and such internal financial controls over financial reporting were operating effectively as at March 31, 2022, based on the criteria for internal financial control over financial reporting 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 ICAI.

## **FOR C N K & ASSOCIATES LLP**

CHARTERED ACCOUNTANTS

Firm Registration Number: 101961W/W-100036

Himanshu Kishnadwala

Partner

Membership No.:37391

UDIN: 22037391AIHBJT8322

Place: Mumbai

Date: May 2, 2022

## BALANCE SHEET AS AT 31<sup>ST</sup> MARCH, 2022

₹ in Lakhs

Sr No	Particulars	Notes	As at 31-03-2022	As at 31-03-2021
<b>I.</b>	<b>EQUITY AND LIABILITIES</b>			
	<b>(1) Shareholders' Funds :</b>			
	(a) Share Capital	2	417.23	417.23
	(b) Reserves and Surplus	3	8,743.85	7,791.56
			<u>9,161.08</u>	<u>8,208.79</u>
	<b>(2) Non- Current Liabilities :</b>			
	(a) Deferred Tax Liabilities (Net)	4	52.51	40.07
	(b) Long Term Provisions	5	78.27	105.51
			<u>130.78</u>	<u>145.58</u>
	<b>(3) Current Liabilities :</b>			
	(a) Trade Payables			
	(A) Total Outstanding dues of Micro Enterprises and small enterprises	6	104.72	42.91
	(B) Total Outstanding dues of Creditors other than Micro Enterprises and Small Enterprises	6	1,245.29	1,074.79
	(b) Other Current Liabilities	7	158.63	116.63
	(c) Short Term Provisions	8	100.99	140.50
			<u>1,609.63</u>	<u>1,374.83</u>
	<b>TOTAL</b>		<u><b>10,901.49</b></u>	<u><b>9,729.20</b></u>
<b>II</b>	<b>ASSETS</b>			
	<b>(1) Non-Current Assets :</b>			
	(a) Property Plant and Equipment and Intangible Assets			
	(i) Property Plant and Equipment	9A	1,139.69	871.87
	(ii) Intangible Assets	9B	3.72	5.57
	(iii) Capital Work- in- Progress	9C	95.97	96.04
	(b) Non - Current Investments	10	0.09	0.09
	(c) Long Term Loans and Advances	11	196.58	136.23
			<u>1,436.05</u>	<u>1,109.81</u>
	<b>(2) Current Assets :</b>			
	(a) Current Investments	12	2,000.99	766.13
	(b) Inventories	13	2,182.21	2,063.76
	(c) Trade Receivables	14	5,095.85	4,183.98
	(d) Cash and Cash equivalents	15	81.42	1,487.79
	(e) Short Term Loans and Advances	16	103.35	43.62
	(f) Other Current Assets	17	1.62	74.11
			<u>9,465.44</u>	<u>8,619.39</u>
	<b>TOTAL</b>		<u><b>10,901.49</b></u>	<u><b>9,729.20</b></u>
	<b>Significant Accounting Policies</b>	1		

Accompanying Notes are an integral part of the financial statements.

As per our report of even date  
**For CNK & Associates LLP**  
 Chartered Accountants  
 FRN : 101961W / W-100036

**HIMANSHU KISHNADWALA**  
 Partner  
 M No 37391

Mumbai :- 2<sup>nd</sup> May, 2022

For and on behalf of the Board of Directors of  
**RESINS AND PLASTICS LIMITED**  
 CIN:U25209MH1961PLC012223

**DHIREN MEHTA**  
 Chairman  
 DIN-00001471

**RUPEN CHOKSI**  
 Managing Director  
 DIN-00059326

**SUNITA SATPALKAR**  
 Chief Financial Officer



# ANNUAL REPORT 2021 - 2022

## STATEMENT OF PROFIT AND LOSS FOR THE YEAR ENDED 31<sup>ST</sup> MARCH, 2022

₹ in Lakhs

Sr No	Particulars	Notes	Year 2021-22	Year 2020-21
I	Revenue from operations	18	21,376.31	14,530.99
II	Other Income	19	189.11	375.84
III	<b>Total Income (I+II)</b>		<b>21,565.42</b>	14,906.83
IV	<b>Expenses</b>			
	Cost of Materials Consumed	20	16,115.56	10,581.48
	Purchase of Stock in Trade		400.13	265.56
	Change in inventories of finished goods, work-in-progress and stock-in-trade	21	(163.96)	(105.97)
	Employee Benefits Expenses	22	1,252.15	1,040.36
	Finance Costs	23	0.53	4.65
	Depreciation and Amortisation Expenses	9.A&B	92.84	71.37
	Other Expenses	24	2,280.33	1,479.65
	<b>Total Expenses</b>		<b>19,977.58</b>	13,337.09
V	<b>PROFIT BEFORE TAX ( III-IV)</b>		<b>1,587.84</b>	1,569.74
VI	<b>Tax Expenses</b>			
	Current Tax		393.63	387.79
	Deferred Tax		12.44	12.12
	Short/ (Excess) Provision for earlier years		-	1.52
	<b>TOTAL TAX EXPENSES</b>		<b>406.07</b>	401.43
VII	<b>PROFIT FOR THE YEAR (V-VI)</b>		<b>1,181.77</b>	1,168.31
	<b>Earnings per share (₹) Basic &amp; Diluted</b>		<b>28.32</b>	28.00

(Face value of ₹ 10 each)

**Significant Accounting Policies**

1

**Accompanying Notes are an integral part of the financial statements.**

As per our report of even date

**For CNK & Associates LLP**

Chartered Accountants

FRN : 101961W / W-100036

**HIMANSHU KISHNADWALA**

Partner

M No 37391

**Mumbai :- 2<sup>nd</sup> May, 2022**

For and on behalf of the Board of Directors of

**RESINS AND PLASTICS LIMITED**

CIN:U25209MH1961PLC012223

**DHIREN MEHTA**

Chairman

DIN-00001471

**RUPEN CHOKSI**

Managing Director

DIN-00059326

**SUNITA SATPALKAR**

Chief Financial Officer

## CASH FLOW STATEMENT FOR THE YEAR ENDED 31<sup>ST</sup> MARCH, 2022

₹ in Lakhs

Sr No	Particulars	Year 2021-22	Year 2020-21
<b>A.</b>	<b>Cash flow from operating activities</b>		
	Net profit before tax and extraordinary items	1,587.84	1,569.74
	<b>Adjustments for :</b>		
	Depreciation and amortisation	92.84	71.37
	Interest income	(9.24)	(89.28)
	Finance cost	0.53	4.65
	Dividend income received from Current Investment	(0.02)	(0.02)
	Loss/(profit) on Sale of Investment (Net)	(106.61)	(236.10)
	Fixed assets written off	3.93	0.72
	Sundry Balances written back/write off	(10.85)	(6.82)
	Bad Debt written off	4.68	4.38
	Unrealised Foreign exchange (gain)/loss	(3.07)	(1.47)
	Loss /(profit) on sale of fixed assets (net)	(1.77)	(5.99)
	Operating profit before working capital changes	<b>1,558.26</b>	<b>1,311.17</b>
	<b>Changes in working Capital :</b>		
	<b>Adjustment for (increase)/decrease in operating assets :</b>		
	Inventories	(118.45)	(546.66)
	Trade receivables	(916.55)	(1,219.63)
	Short term loans and advances	(59.72)	138.62
	Long term loans and advances	(56.51)	(23.36)
	<b>Adjustment for (increase)/decrease in operating liabilities :</b>		
	Trade payables	246.22	52.05
	Other current liabilities	41.78	35.14
	Other long term liabilities	-	(0.50)
	Short term provisions	(0.86)	(5.58)
	Long term provisions	(27.25)	(48.69)
	<b>Cash generated from operations</b>	<b>666.94</b>	<b>(307.44)</b>
	Income tax paid (Net of refund)	(436.12)	(345.65)
	<b>Net cash flow generated from operating activities</b>	<b>(A) 230.82</b>	<b>(653.10)</b>
<b>B.</b>	<b>Cash flow from investing activities</b>		
	Capital expenditure on Property Plant and Equipments	(267.38)	(47.28)
	Capital work in progress	(95.97)	(96.04)
	Purchase of Current Investment	(4,612.07)	(578.02)
	Sale of Current Investment	3,483.82	2,863.31
	Proceeds from sale of Property Plant and Equipments	2.47	6.30
	Dividend income received from Current Investment	0.02	0.02
	Interest received	81.72	16.09
	<b>Net cash used in investing activities</b>	<b>(B) (1,407.39)</b>	<b>2,164.36</b>
<b>C.</b>	<b>Cash flow from financing activities</b>		
	Finance cost	(0.53)	(0.44)
	Dividend paid (Final and Interim)	(229.48)	(187.75)
	<b>Net cash used in financing activities</b>	<b>(C) (230.01)</b>	<b>(188.19)</b>
	<b>Net increase / (decrease) in cash and cash equivalents</b>	<b>(A+B+C) (1,406.59)</b>	<b>1,323.08</b>
	Cash and cash equivalents at the beginning of the year	1,473.66	150.58
	<b>Cash and cash equivalents at the end of the year</b>	<b>67.07</b>	<b>1,473.66</b>

# ANNUAL REPORT 2021 - 2022

## NOTES :

- (a) The cash flow statement has been prepared under "Indirect Method" as set out in the Accounting Standard 3 "on Cash Flow Statement".
- (b) Previous year figures have been regrouped and re-arranged, wherever necessary.

		As at 31-03-2022	As at 31-03-2021
<b>(A)</b>	<b>Cash and Cash Equivalent comprises of</b>		
	(a) Balances with banks		
	Current Account	6.75	4.80
	Cash Credit Account	59.23	14.31
	(b) Other Bank Balances		
	Fixed Deposit with Bank	-	1,453.00
	(c) Cash on hand	1.09	1.55
	<b>Total</b>	<b>67.07</b>	<b>1,473.66</b>
<b>(B)</b>	<b>Restricted Cash Balance</b>		
	i) Unpaid Dividend Account - In earmarked accounts	14.35	14.13

As per our report of even date

**For CNK & Associates LLP**

Chartered Accountants

FRN : 101961W / W-100036

**HIMANSHU KISHNADWALA**

Partner

M No 37391

**Mumbai :- 2<sup>nd</sup> May, 2022**

For and on behalf of the Board of Directors of

**RESINS AND PLASTICS LIMITED**

CIN:U25209MH1961PLC012223

**DHIREN MEHTA**

Chairman

DIN-00001471

**RUPEN CHOKSI**

Managing Director

DIN-00059326

**SUNITA SATPALKAR**

Chief Financial Officer

## NOTE NO.1 NOTES TO FINANCIAL STATEMENTS

### A. Corporate Information note on business activity:

Resins & Plastics Ltd started its operations in 1971 and is pioneer in manufacturing and marketing of synthetic resins in India. Its product portfolio has wide range of products – Alkyds, Acrylics, Polyamides, Phenolic, Polyurethane and Maleic Resins. It has PAN India sales network / distributors providing technical service and support to small, large & MNC customers operating in Surface Coatings, Adhesives, Printing Inks and Construction Chemicals. It exports to neighbouring countries and are planning to expand it to other countries. Its Corporate Office is in Mumbai and has three manufacturing plants located in Taloja (1) (Maharashtra) and Ankleshwar (2) (Gujarat), both of which are in close proximity to the shipping ports. The Management team consists of experienced professionals having educational background in Chemical Engineering, Polymer Science and MBA's from reputed institutes. Its well-equipped R&D centre is recognized by Government of India and it leverages technology to achieve a competitive advantage for its customers.

### B. Significant Accounting Policies

#### I) a) Basis of Accounting

The financial statements have been prepared and presented under the historical cost convention, on accrual basis of accounting in accordance with the accounting principles generally accepted in India ('Indian GAAP') and comply with the Accounting standards prescribed in the Companies (Accounting Standards) Rules, 2006 which continue to apply under Section 133 of the Companies Act, 2013 ('the Act') read with Rule 7 of the Companies (Accounts) Rules, 2014.

#### b) Presentation and Disclosure of Financial Statements

All assets and liabilities have been classified as current & non-current as per company's normal operating cycle and other criteria set out in the Schedule III of the Companies Act, 2013.

Based on the nature of products / services and time between acquisition of assets for processing / rendering of services and their realization in cash and cash equivalents, operating cycle is less than 12 months. However, for the purpose of current/ non-current classification of assets & liabilities period of 12 months has been considered as normal operating cycle.

#### c) Use of Estimates

The preparation of the financial statements in conformity with generally accepted accounting principles requires management to make estimates and assumptions that affect the application of accounting policies, reported balances of assets and liabilities, disclosure of contingent liabilities as on the date of the financial statements and reported amounts of income and expenses during the period. Management believes that the estimates and assumptions used in the preparation of financial statements are prudent and reasonable. Actual results could differ from those estimates. Any difference between the actual results and estimates are recognized in the period in which the results are known / materialize. Any revision to accounting estimates is recognized prospectively in the current and future periods

#### II) Property, plant and equipment

##### Tangible Assets

- a) Property, plant and equipment are stated at cost of acquisition / construction less accumulated depreciation and where applicable accumulated impairment losses. Gross carrying amount of all property, plant and equipment are measured using cost model.
- b) Cost of an item of property, plant and equipment includes purchase price including non - refundable taxes and duties, borrowing cost directly attributable to the qualifying asset, any costs directly attributable to bringing the asset to the location and condition necessary for its intended use and the present value of the expected cost for the dismantling/ decommissioning of the asset.
- c) Parts (major components) of an item of property, plant and equipments having different useful lives are accounted as separate items of property, plant and equipments.
- d) Capital work-in-progress comprises of cost incurred on property, plant and equipment under construction / acquisition that are not yet ready for their intended use at the Balance Sheet Date.
- e) Property, plant and equipment are eliminated from financial statement either on disposal or when retired from active use. Assets held for disposal are stated at net realizable value. Losses arising in case of retirement of property, plant and equipment and gains or losses arising from disposal of property, plant and equipment are recognized in the statement of profit and loss in the year of occurrence.
- f) From F.Y. 2021-22 onwards assets costing ₹ 1,00,000/- or less are fully depreciated in the year of purchase. However up to March 31, 2021, the Company had fully depreciated assets costing ₹ 5,000/- or less in the year of purchase.

- g) The Company has provided depreciation at the rates of useful life under schedule II to the Companies Act, 2013 on the following basis :

Leasehold Land	Amortised over the period of lease
Building additions prior to 31-03-1994	Written Down Value Method
Other Assets	Straight Line Method.

### Intangible Assets

- a) Intangible assets are recognized only if it is probable that the future economic benefits attributable to asset will flow to the Company and the cost of asset can be measured reliably. Intangible assets are stated at cost of acquisition/development less accumulated amortization and accumulated impairment loss if any.
- b) Cost of an intangible asset includes purchase price including non - refundable taxes and duties, borrowing cost directly attributable to the qualifying asset and any directly attributable expenditure on making the asset ready for its intended use.
- c) Intangible assets under development comprises of cost incurred on intangible assets under development that are not yet ready for their intended use as at the Balance Sheet date.
- d) Capitalized cost of software includes license fees paid.

### e) Amortization of intangible assets

Intangible assets are amortised on a Straight Line basis over the estimated useful economic life. The purchase cost and user licenses fees for major software are amortised over a period of four years.

### Capital Advances

- a) Advances given towards acquisition of fixed assets outstanding at each balance sheet date are disclosed as long term loans and advances.

### III) Impairment:

The carrying amounts of assets are reviewed at each balance sheet date for any indication of impairment based on internal / external factors. An impairment loss is recognized wherever the carrying amount of an asset exceeds its recoverable amount. The recoverable amount is the greater of the asset's net selling price and value in use. Value in use is the present value of estimated future cash flows expected to arise from the continuing use of an asset and from its disposal at the end of its useful life.

Based on the assessment done at each balance sheet date, recognised impairment loss is further provided depending on changes in circumstances. After recognition of impairment loss, the depreciation / amortisation charge for the property, plant and equipment / intangible asset is adjusted in future periods to allocate the asset's revised carrying amount, less its residual value (if any), on a systematic basis over its remaining useful life. If the conditions leading to recognition of impairment losses no longer exist or have decreased, impairment losses recognised are reversed to the extent it does not exceed the carrying amount that would have been determined after considering depreciation/ amortization had no impairment loss been recognised in earlier years.

### IV) Investments:

- a) Investments are classified into current and long-term investments.
- b) Investments that are readily realizable and intended to be held for not more than a year from the date on which such investments are made are classified as current investments. All other investments are classified as long-term investments.
- c) Current investments are carried at lower of cost and fair value (net asset value in case of units of mutual fund) determined on category wise basis. Long term investments are carried at cost. However, provision for diminution in value of long term investments is made to recognize a decline, other than temporary, on an individual investment basis.
- d) Long term investments which are expected to be realized within twelve months from the balance sheet date are presented under 'current investments' as 'current portion of long term investments' in accordance with the current / noncurrent classification of investments as per Schedule III of the Companies Act, 2013.
- e) The cost of investments comprises purchase price and directly attributable acquisition charges such as brokerage, fees and duties.

### V) Inventories:

- a) The inventories (including traded goods) are valued at lower of cost and net realizable value after providing for cost of obsolescence wherever considered necessary. However, materials and other items held for use in the production of inventories are not written down below cost if the finished products in which they will be incorporated are expected to be sold at or above cost.
- b) In determining cost of raw materials, packing materials, stores, spares and consumables, First In First Out method is used. The cost of inventory comprises all cost of purchases, duties, taxes (other than those subsequently recoverable from tax authorities) and all other costs incurred in bringing the inventory to their present location and condition.



- c) In case of work in progress and finished goods cost of conversion includes the cost of raw materials, cost directly related to the unit of production, packing materials, and an systematic allocation of fixed and variable production overheads, non recoverable duties applicable and other cost incurred in bringing the inventories to their present location and condition. Traded goods are valued at lower of cost and net realisable value. Fixed production overheads are allocated on the basis of normal capacity of production facilities.

## **VI) Revenue Recognition:**

- a) Sales of goods are recognized when significant risks and rewards of ownership of the goods have passed to the buyer that coincides with delivery and are recorded net of goods and service tax, rebates, trade discounts and sales returns.
- b) Interest income is recognized on time proportion basis taking into account the amount outstanding and rate applicable.
- c) Dividend income on investment is accounted for in the year in which the right to receive the payment.
- d) Export incentives principally comprises of Duty Drawback. These incentives are recognized as income on accrual basis in Statement of Profit and Loss only to the extent that realisation/ utilisation is certain.
- e) Rental income on assets given under operating lease arrangements is recognized on straight line basis over the lease term in accordance with terms of agreement. Rental income is recorded net of goods and service tax.
- f) Insurance claims are recognized as income on accrual basis in Statement of Profit and Loss only to the extent the realisation is certain.

## **VII) Foreign Currency Transactions:**

- a) Transactions denominated in foreign currencies are recorded at the exchange rates prevailing on the date of the transaction.
- b) As at balance sheet date, foreign currency monetary items are translated at closing exchange rate. Foreign currency non-monetary items are carried at historical cost using exchange rate on the date of transaction.
- c) The premium or discount arising at the inception of forward exchange contract is amortised and recognised as an expense/ income over the life of the contract. Exchange differences on such contracts are recognised in the Statement of Profit and Loss in the period in which the exchange rates change. Any Profit or Loss arising on cancellation or renewal of such forward exchange contract is also recognised as income or expense for the period.

## **VIII) Trade Receivables**

Trade receivables are stated after writing off debts considered as bad. Adequate provision is made for debts considered doubtful.

## **IX) Borrowing Costs:**

Borrowing costs that are directly attributable to the acquisition, construction or development of a qualifying asset are capitalized as part of the cost of the respective asset till such time the asset is ready for its intended use. A qualifying asset is an asset which necessarily takes a substantial period of time to get ready for its intended use. All other borrowing costs are expensed in the period in which they occur. Borrowing costs consist of interest, exchange difference arising from foreign currency borrowings to the extent they are treated as an adjustment to the borrowing cost and other costs that an entity incurs in connection with the borrowing of funds.

## **X) Employees' Benefits:**

### **a) Short Term Employee Benefits :**

All employee benefits payable/paid wholly within twelve months of rendering the service are classified as short term employee benefits and they are recognized in the period in which the employee renders the related service. The Company recognizes the undiscounted amount of short term employee benefits expected to be paid in exchange for services rendered as a liability (accrued expense) after deducting any amount already paid.

### **b) Post-employment benefits :**

#### **i) Defined contribution plans**

Defined contribution plans are Employee State Insurance Scheme and Government administered Pension Fund Scheme for all employees and Superannuation Scheme for eligible employees. The Company's contribution to defined contribution plans are recognized in the Statement of Profit and Loss in the financial year to which they relate.

#### **ii) Defined Benefit Plan**

##### **Provident Fund Scheme:**

The company makes specified monthly contributions towards Employee Provident Fund scheme to a separate trust administered by the Company. The minimum interest payable by the trust to the beneficiaries is being notified by the Government every year. The Company has an obligation to make good the shortfall, if any, between the return on investments of the trust and notified interest rate.

The defined benefit obligations recognised in the balance sheet represent the present value of defined benefit obligations as reduced by fair value of plan assets. When the calculation results in a potential asset for the Company, the recognised asset is limited to the present value of the economic benefits available in the form of any future refunds from the plan or reductions in future contributions to the plan.

Shortfall on account of interest is debited to the Statement of Profit and Loss.

## **Gratuity scheme:**

The Company operates a defined benefit gratuity plan for employees. The Company contributes to a separate entity (a fund), towards meeting the gratuity obligation.

The liability or asset recognised in the balance sheet in respect of gratuity plans is the present value of the defined benefit obligation at the end of the reporting period less the fair value of plan assets. The defined benefit obligation is calculated annually by actuaries using the projected unit credit method.

The present value of the defined benefit obligation is determined by discounting the estimated future cash outflows by reference to market yields at the end of the reporting period on government bonds that have terms approximating to the terms of the related obligation.

The net interest cost is calculated by applying the discount rate to the net balance of the defined benefit obligation and the fair value of plan assets. This cost is included in employee benefit expense in profit or loss.

Remeasurement gains and losses arising from experience adjustments and changes in actuarial assumptions are recognised in the period in which they occur, directly in Statement of Profit and Loss.

Changes in the present value of the defined benefit obligation resulting from plan amendments or curtailments are recognised immediately in profit or loss as past service cost.

## **iii) Other long-term benefits:**

Entitlements to privilege leave and casual leave are recognised when they accrue to employees. Casual leave can only be availed while privilege leave can either be availed or encashed subject to a restriction on the maximum number of accumulation of leave. The Company determined the liability for such accumulated leaves using the projected unit method with actuarial valuations being carried out at each Balance Sheet date. The Company presents this liability as current and non current in balance sheet as per actuarial valuation by the independent actuary.

## **XI) Operating Lease:**

Lease arrangements where risks and rewards incidental to ownership of an asset substantially vests with the lessor are classified as operating lease.

Rental expenses on assets obtained under operating lease arrangements are recognized on a straight-line basis as an expense in the Statement of Profit and Loss over the lease term of respective lease arrangement.

## **XII) Taxes on Income:**

- a) Tax expenses comprise of current tax, deferred tax charge or credit and adjustments of taxes for earlier years. In respect of amounts adjusted against securities premium/ retained earnings or other reserves, the corresponding tax effect is also adjusted against the securities premium/ retained earnings or other reserves as the case may be, as per the announcement of Institute of Chartered Accountant of India
- b) Provision for current tax is made as per the provisions of Income Tax Act, 1961.
- c) Deferred tax charge or credit reflects the impact of current year timing differences between taxable income and accounting income for the year and reversal of timing differences of earlier years and are measured based on the tax rates and the tax laws enacted or substantively enacted at the balance sheet date. Deferred tax assets are recognized only to the extent there is reasonable certainty that sufficient future taxable income will be available against which such deferred tax assets can be realized. In situations where the Company has unabsorbed depreciation or carry forward tax losses, all deferred tax assets are recognized only if there is virtual certainty supported by convincing evidence that they can be realized against future taxable profits. Deferred tax assets are reviewed for the appropriateness of their respective carrying amounts at each balance sheet date. At each balance sheet date the Company re-assesses unrecognized deferred tax assets. It recognizes unrecognized deferred tax assets to the extent that it has become reasonably/virtually certain as the case may be that sufficient future taxable income will be available against which such deferred tax assets can be realized.

## **XIII) Cash and Cash Equivalents:**

Cash and cash equivalents include cash in hand, bank balances, deposits with banks (other than on lien) and all short term highly liquid investments / mutual funds (with zero exit load at the time of investment) that are readily convertible into known amounts of cash and are subject to an insignificant risk of changes in value.

## **XIV) Cash Flow Statement:**

Cash flows are reported using the indirect method, where by net profit before tax is adjusted for the effects of transactions of a non-cash nature, any deferrals or accruals of past or future operating cash receipts or payments and item of income or expenses associated with investing or financing cash flows. The cash flows from operating, investing and financing activities are segregated.

## **XV) Provisions and Contingent Liabilities:**

A provision is recognized when the Company has a present obligation as a result of past event and it is probable that an outflow of resources will be required to settle the obligation, in respect of which a reliable estimate can be made. Provisions are not discounted to its present value (except (a) retirement benefits and (b) dismantling / decommissioning liabilities that are recognised as cost of Property, Plant and Equipment) and are determined based on best estimate required to settle the obligation at the balance sheet date. These are reviewed at each balance sheet date and adjusted to reflect the current best estimates.

A disclosure for a contingent liability is made when there is a possible obligation or a present obligation that may, but probably will not require an outflow of resources. When there is a possible obligation or a present obligation in respect of which likelihood of outflow of resources is remote, no provision or disclosure is made.

## **XVI) Dividend distribution**

Final equity dividends on shares are recorded as a liability on the date of approval by the shareholders and interim equity dividends are recorded as a liability on the date of declaration by the Company's Board of Directors.

## **XVII) Earnings per Share:**

Basic earnings per share are calculated by dividing the net profit or loss (after tax) for the year attributable to equity shareholders by the weighted average number of equity shares outstanding during the year. The weighted average number of equity shares outstanding during the period is adjusted for events of bonus issue and share split if any.

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

## **XVIII) Segment Reporting:**

The segments have been identified taking into account the nature of the products / services, geographical locations, nature of risks and returns, internal organization structure and internal financial reporting system. The Company prepares its segment information in conformity with the accounting policies adopted for preparing and presenting the financial statements of the Company as a whole.

## **XIX) Research and Development:**

Research and development expenditure of a revenue nature is expensed out under the respective head of account in the year in which it is incurred .

Expenditure incurred on fixed assets used for research and development is capitalised and depreciated in accordance with the Policies stated for the Tangible Assets and Intangible Assets.

## 2. SHARE CAPITAL

₹ in Lakhs

Particulars	As at 31-03-2022	As at 31-03-2021
<b>Authorised</b>		
60,00,000 (Previous year 60,00,000) Equity Shares of ₹ 10/- each	600.00	600.00
<b>Issued, Subscribed &amp; Paid up</b>		
41,72,300 (Previous year 41,72,300) Equity Shares of ₹ 10/- each	417.23	417.23

Pursuant to amalgamation of Pragati Chemicals Ltd with the Company, during financial year 2020-21 the Company had issued 6,00,000 Shares to the Shareholders of erstwhile Pragati Chemicals Ltd, without payment being received in cash.

**(i) Reconciliation of the number of equity shares and amount outstanding at the beginning and at the end of the reporting period**

Particulars	As at 31-03-2022		As at 31-03-2021	
	No of shares	₹ in Lakhs	No of shares	₹ in Lakhs
Shares outstanding at the beginning of the year	41,72,300	417.23	35,72,300	357.23
Add : Issued during year	-	-	6,00,000	60.00
Shares outstanding at the end of the year	41,72,300	417.23	41,72,300	417.23

**(ii) Terms/rights attached to equity shares**

The Company has only one class of shares referred to as equity shares of ₹10/- each. Each holder of equity shares is entitled to one vote per share. The dividend proposed by the Board of Directors is subject to the approval of the shareholders in the ensuing Annual General Meeting, except in the case of interim dividend.

**(iii) Details of equity shares held by each shareholder holding more than 5% shares :**

Name of Shareholder	As at 31-03-2022		As at 31-03-2021	
	No. of Equity Shares held	% of Holding	No. of Equity Shares held	% of Holding
Elf Trading & Chemical Manufacturing Private Limited	5,06,580	12.14	5,06,580	12.14
Gujarat Organics Limited	3,46,280	8.30	3,46,280	8.30
Elcid Investments Limited	3,04,297	7.29	3,04,297	7.29
Geetanjali Trading and Investment Private Limited	3,37,134	8.08	3,37,134	8.08

**(iv) Details of equity shares held by the Promoters :**

Shares held by promoters at the end of the year

S. No.	Promoters Name	No of Shares As at 31-03-2022	% of Total Shares As at 31-03-2022	No of Shares As at 31-03-2021	% of Total Shares As at 31-03-2021	% Change during the year
1	Dipika Amar Vakil	1,60,534	3.85	62,267	1.49	2.36
2	Nehal Abhay Vakil	1,51,800	3.64	6,667	0.16	3.48
3	Vivek Abhay Vakil	1,47,932	3.55	1,47,932	3.55	-
4	Ina A Dani	1,30,200	3.12	1,30,200	3.12	-
5	Hasit Ashwin Dani	1,21,213	2.91	1,21,213	2.91	-
6	Jalaj A Dani	1,21,213	2.91	1,21,213	2.91	-
7	Malav A Dani	1,21,213	2.91	1,21,213	2.91	-
8	Urvashi Ashwin Choksi	91,584	2.20	91,584	2.20	-
9	Rita Mahendra Choksi	87,667	2.10	87,667	2.10	-
10	Varun Amar Vakil	79,500	1.91	79,500	1.91	-
11	Manish Mahendra Choksi	58,600	1.40	58,600	1.40	-
12	Rupal Anant Bhat	48,800	1.17	48,800	1.17	-
13	Ashish Ashwin Choksi	46,320	1.11	46,320	1.11	-
14	Rupen Ashwin Choksi	46,270	1.11	46,270	1.11	-
15	Shailesh Chimanlal Choksi	40,947	0.98	40,947	0.98	-
16	Mahendra Chimanlal Choksi	33,633	0.81	33,633	0.81	-
17	Abhay Arvind Vakil (Deceased on 02-11-2021)	30,467	0.73	1,75,600	4.21	(3.48)
18	Shailesh Chimanlal Choksi - As Karta of HUF	20,000	0.48	20,000	0.48	-
19	Prafullika Shailesh Choksi	15,547	0.37	15,547	0.37	-

₹ in Lakhs

S. No.	Promoters Name	No of Shares As at 31-03-2022	% of Total Shares As at 31-03-2022	No of Shares As at 31-03-2021	% of Total Shares As at 31-03-2021	% Change during the year
20	Vivek Vakil - As Karta of Abhay Arvind Vakil HUF	12,000	0.29	12,000	0.29	-
21	Jigish Shailesh Choksi	12,000	0.29	12,000	0.29	-
22	Vishal Shailesh Choksi	12,000	0.29	12,000	0.29	-
23	Ashwin Suryakant Dani	9,474	0.23	9,474	0.23	-
24	Ami Manish Choksi	2,000	0.05	2,000	0.05	-
25	Mahendra Chimanlal Choksi - As Karta of HUF	1,540	0.04	1,540	0.04	-
26	Ragini Varun Vakil	1,000	0.02	1,000	0.02	-
27	Asha Gujarati	1,667	0.04	1,667	0.04	-
28	Amar Vakil (Deceased on 04-11-2021)	-	-	98,267	2.36	(2.36)
29	Elf Trading And Chemical Manufacturing Private Limited	5,06,580	12.14	5,06,580	12.14	-
30	Gujarat Organics Limited	3,46,280	8.30	3,46,280	8.30	-
31	Geetanjali Trading And Investments Private Limited	3,37,134	8.08	3,37,134	8.08	-
32	Elcid Investments Limited	3,04,297	7.29	3,04,297	7.29	-
33	Murahar Investments And Trading Company Limited	97,732	2.34	97,732	2.34	-
34	Suptaswar Investments And Trading Company Limited	97,721	2.34	97,721	2.34	-
35	Lyon Investment & Industries Private Limited	87,252	2.09	87,252	2.09	-
36	Lambodar Investments And Trading Company Limited	62,000	1.49	62,000	1.49	-
37	Rupen Investment & Industries Private Limited	48,991	1.17	48,991	1.17	-
38	Tru Trading And Investments Private Limited	36,424	0.87	36,424	0.87	-
39	Asteroids Trading And Investments Private Limited	27,397	0.66	27,197	0.65	0.01
40	Jaldhar Investments And Trading Company Private Limited	25,967	0.62	25,967	0.62	-
41	Castle Investment & Industries Private Limited	24,872	0.60	24,872	0.60	-
42	Jalaj Trading & Investment Company Private Limited	19,597	0.47	19,597	0.47	-
43	Unnati Trading And Investments Private Limited	19,596	0.47	19,596	0.47	-
44	Nehal Trading And Investments Private Limited	19,595	0.47	19,595	0.47	-
45	Doli Trading And Investments Private Limited	12,373	0.30	12,373	0.30	-
46	Riash Realty Private Limited	7,167	0.17	7,167	0.17	-
47	Satyadhama Investments And Trading Company Private Limited	4,667	0.11	4,667	0.11	-
	Total equity shares held by the promoters	36,90,763	88.46	36,90,563	88.45	
	Total equity shares held by other shareholders	4,81,537	11.54	4,81,737	11.55	
	<b>Total Equity Share Capital</b>	<b>41,72,300</b>	<b>100.00</b>	<b>41,72,300</b>	<b>100.00</b>	

As per the Companies Act 2013, the holders of equity shares will be entitled to receive remaining assets of the Company, after distribution of all preferential amounts in the event of liquidation of the Company. However, no such preferential amounts exist currently. The distribution will be in proportion to the number of equity shares held by the shareholders.



## 3. RESERVES AND SURPLUS

Particulars		As at 31-03-2022	As at 31-03-2021
<b>(a) Securities Premium</b>			
	Opening Balance	233.58	233.58
	Closing Balance (Represents Premium received on Shares Issued )	233.58	233.58
<b>(b) General Reserve</b>			
	As per last Balance Sheet	1,236.49	1,116.48
	Add : Transferred from surplus in statement of Profit & Loss	120.00	120.00
	Closing balance	1,356.49	1,236.49
<b>(c) Surplus in Statement of Profit &amp; Loss</b>			
	As per last Balance Sheet	6,321.49	5,460.94
	Add : Net Profit after tax transferred from Statement of Profit and Loss for the year	1,181.77	1,168.31
	Less :Final dividend for FY 2020-21 (PY for FY 2019-20)	229.48	187.75
	Amount per share ₹ 5.50 (PY ₹ 4.50 ) per share of ₹ 10 each	-	-
	Transfer to General Reserve	120.00	120.00
	Closing balance	7,153.78	6,321.49
	<b>Total</b>	<b>8,743.85</b>	<b>7,791.56</b>

## NON- CURRENT LIABILITIES

## 4. DEFERRED TAX LIABILITIES (NET)

Particulars		As at 31-03-2022	As at 31-03-2021
<b>Deferred tax liabilities</b>			
	Difference between the written down value of assets under the Companies Act, 2013 and Income Tax Act, 1961	90.25	87.09
<b>Deferred tax assets</b>			
	Expenses allowable for tax purpose on payment basis and other Items	(37.74)	(47.02)
<b>Net Deferred Tax liabilities</b>		<b>52.51</b>	<b>40.07</b>
	Deferred Tax (benefits)/expenses for the year	12.44	12.12

## 5. LONG TERM PROVISIONS

Particulars		As at 31-03-2022	As at 31-03-2021
<b>Provision for employee benefits :</b>			
	Retirement Benefit Liability Gratuity - Funded	8.87	15.80
	Retirement Benefit Liability Provident Fund - Funded	-	35.57
	Leave Encashment - Unfunded	69.40	54.15
	<b>Total</b>	<b>78.27</b>	<b>105.51</b>

## CURRENT LIABILITIES

## 6. TRADE PAYABLES

Particulars		As at 31-03-2022	As at 31-03-2021
	Total outstanding dues of micro enterprises and small enterprises	104.72	42.91
	Total outstanding dues of creditors other than micro enterprises and small enterprises (Refer Note No 25.2 & 25.2(a))	1,245.29	1,074.79
	<b>Total</b>	<b>1,350.01</b>	<b>1,117.70</b>

## 7. OTHER CURRENT LIABILITIES

Particulars	As at 31-03-2022	As at 31-03-2021
<b>a) Unclaimed Dividend</b> (There are no outstanding dues to Investor Education Protection Fund)	<b>14.35</b>	14.13
<b>b) Other payables :</b>		
i) Statutory Dues :		
a) Payable towards Tax Deducted at Source under Income tax	<b>22.10</b>	14.59
b) Statutory Payables towards Employees Contribution	<b>9.96</b>	7.93
ii) Provision for Bonus	<b>26.92</b>	26.80
iii) Payable to Employees	<b>80.13</b>	51.88
iv) Advances from Customers	<b>5.17</b>	1.30
<b>Total</b>	<b>158.63</b>	116.63

## 8. SHORT TERM PROVISIONS

Particulars	As at 31-03-2022	As at 31-03-2021
<b>Provision for employee benefits :</b>		
Leave Encashment - Unfunded	<b>8.56</b>	9.19
Other Provisions	<b>52.09</b>	55.40
Retirement Benefit Liability Gratuity - Funded	<b>31.66</b>	28.58
<b>Other Provisions</b>		
Provision for taxation ( Net of Taxes paid in advance)	<b>8.68</b>	47.33
<b>Total</b>	<b>100.99</b>	140.50

## Note 9A. PROPERTY PLANT AND EQUIPMENTS

Sr No.	Particulars	Gross Block			Depreciation/Amortisation				Net block	
		As at 01-04-2021	Additions	Deduction	As at 31-03-2022	As at 01-04-2021	For the year	Deduction/ Adjustments for the year	As at 31-03-2022	As at 31-03-2022
a	Land-leasehold	55.22	-	-	<b>55.22</b>	16.49	0.61	-	<b>17.10</b>	<b>38.12</b>
b	Buildings - own use	681.01	17.62	-	<b>698.62</b>	454.36	13.43	-	<b>467.79</b>	<b>230.83</b>
	<b>Owned Assets :</b>									
c	Plant and Equipment	1,197.70	338.16	90.60	<b>1,445.25</b>	679.32	60.44	86.51	<b>653.25</b>	<b>792.00</b>
d	Furniture and Fixtures	46.19	0.78	0.14	<b>46.83</b>	30.25	2.53	0.13	<b>32.65</b>	<b>14.18</b>
e	Vehicles	50.55	-	-	<b>50.55</b>	37.14	4.15	-	<b>41.29</b>	<b>9.26</b>
f	Office equipment	54.33	2.79	2.79	<b>54.33</b>	47.96	4.84	2.73	<b>50.08</b>	<b>4.26</b>
g	Others (specify nature)									
	Research & Development building	11.11	-	-	<b>11.11</b>	10.55	-	-	<b>10.55</b>	<b>0.56</b>
	Research & Development equipments	87.32	4.08	1.05	<b>90.35</b>	35.47	4.98	0.57	<b>39.87</b>	<b>50.48</b>
	<b>Total</b>	2,183.43	363.42	94.58	<b>2,452.27</b>	1,311.54	90.99	89.95	<b>1,312.58</b>	<b>1,139.69</b>

## Note 9B. INTANGIBLE ASSETS

h	Software	42.68	-	-	<b>42.68</b>	37.16	1.85	-	<b>39.01</b>	<b>3.67</b>
i	Licences	4.47	-	-	<b>4.47</b>	4.42	-	-	<b>4.42</b>	<b>0.05</b>
	<b>Total</b>	47.15	-	-	<b>47.15</b>	41.58	1.85	-	<b>43.43</b>	<b>3.72</b>
	<b>Grand Total</b>	2,230.58	363.42	94.58	<b>2,499.42</b>	1,353.12	92.84	89.95	<b>1,356.01</b>	<b>1,143.42</b>

Notes:

- (i) PPE having Gross block ₹ 80.51 Lakhs and Net Block ₹ 3.93 lakhs have been written off during the year on account of assets not found during physical verification
- (ii) Title deeds of Immovable Properties are held in the name of Company
- (iii) The Company has not revalued its Property Plant and Equipment.

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₹ in Lakhs

## Note 9A. PROPERTY PLANT AND EQUIPMENTS (Cont.)

Sr No.	Particulars	Gross Block				Depreciation/Amortisation				Net block	
		As at 01-04-2020	Additions	Deduction	As at 31-03-2021	As at 01-04-2020	For the year	Deduction/ Adjustments for the year	As at 31-03-2021	As at 31-03-2021	
a	Land-leasehold	55.22	-	-	55.22	15.88	0.61	-	16.49	38.73	
b	Buildings - own use	682.36	1.85	3.20	681.01	439.25	18.10	2.99	454.36	226.64	
<b>Owned Assets :</b>											
c	Plant and Equipment	1,005.46	201.80	9.56	1,197.70	650.04	38.09	8.81	679.32	518.38	
d	Furniture and Fixtures	32.63	14.37	0.81	46.19	30.68	0.30	0.73	30.25	15.94	
e	Vehicles	50.55	-	-	50.55	32.98	4.15	-	37.14	13.41	
f	Office equipment	52.98	1.35	-	54.33	45.67	2.29	-	47.96	6.37	
g	Others (specify nature)										
	Research & Development building	11.11	-	-	11.11	10.53	0.02	-	10.55	0.56	
	Research & Development equipments	87.39	-	0.07	87.32	30.35	5.18	0.07	35.47	51.85	
	<b>Total</b>	1,977.70	219.37	13.64	2,183.43	1,255.37	68.76	12.60	1,311.54	871.87	

## Note 9B. INTANGIBLE ASSETS

h	Software	38.76	3.92	-	42.68	34.83	2.33	-	37.16	5.52
i	Licences	4.47	-	-	4.47	4.16	0.26	-	4.42	0.05
	<b>Total</b>	43.23	3.92	-	47.15	38.99	2.59	-	41.58	5.57
	<b>Grand Total</b>	2,020.93	223.29	13.64	2,230.58	1,294.36	71.35	12.60	1,353.12	877.44

Notes:

- (i) PPE having Gross block ₹ 8.19 Lakhs and Net Block ₹ 0.72 lakhs have been written off during the year on account of assets not found during physical verification
- (ii) Title deeds of Immovable Properties are held in the name of Company
- (iii) The Company has not revalued its Property Plant and Equipment.

## Note 9C. Capital Work in Progress (CWIP) Schedule as on 31-03-2022

Particulars	Opening	Additions	Deduction	Closing
Gross carrying Amount -31-03-2022	96.04	350.88	350.95	95.97
Gross carrying Amount -31-03-2021	176.00	108.56	188.52	96.04

## Capital Work in Progress (CWIP) Ageing Schedule as on 31-03-2022

Particulars	Amount in CWIP for a period of				Total*
	Less than 1 year	1-2 years	2-3 years	More than 3 years	
Projects in progress	95.97	-	-	-	95.97
Projects temporarily suspended	-	-	-	-	-
<b>Total</b>	<b>95.97</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>95.97</b>

\*There are no cost / time overrun in respect of above projects of capital Work in Progress

## Capital Work in Progress (CWIP) Ageing Schedule as on 31-03-2021

Particulars	Amount in CWIP for a period of				Total*
	Less than 1 year	1-2 years	2-3 years	More than 3 years	
Projects in progress	96.04	-	-	-	96.04
Projects temporarily suspended	-	-	-	-	-
<b>Total</b>	<b>96.04</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>96.04</b>

\*There are no cost / time overrun in respect of above projects of capital Work in Progress

## NON CURRENT ASSETS

### 10. NON- CURRENT INVESTMENTS

Particulars	As at 31-03-2022	As at 31-03-2021
Trade Investment (Unquoted) in equity instruments		
385 Shares (PY 385 Shares) of ₹10 each of Bharuch Enviro Infrastructure Ltd	0.04	0.04
500 Shares (PY 500 Shares) of ₹10 each of Enviro Technology Ltd.	0.05	0.05
<b>Total</b>	<b>0.09</b>	<b>0.09</b>
<b>Aggregate amount of unquoted investments</b>	<b>0.09</b>	<b>0.09</b>

### 11. LONG TERM LOANS AND ADVANCES

(Unsecured & considered good)

Particulars	As at 31-03-2022	As at 31-03-2021
a) Capital Advances	74.94	29.77
b) Security Deposits	45.28	33.57
c) Other Loans And Advances		
(i) Expenses paid in advance	0.26	0.63
(ii) Income Tax paid in advance (Net of provision )	76.10	72.26
<b>Total</b>	<b>196.58</b>	<b>136.23</b>

## CURRENT ASSETS

### 12. CURRENT INVESTMENTS

Particulars	As at 31-03-2022	As at 31-03-2021
<b>Investment in Liquid Mutual Funds (Valued at lower of cost and fair value)</b>		
Franklin India Ultra Short Bond Fund - Super IP - Growth (Face Value ₹ 10) (Nos CY - 76814.655, PY - 1570906.32) (NAV CY - ₹ 34.26, PY - ₹ 29.73 )	20.58	416.13
Adity Birla Sun Life Savings Fund - Regular Plan - Growth (Face Value ₹ 100) (Nos CY - 216461.30, PY - Nil ) (NAV CY - ₹ 440.32, PY - ₹ Nil )	947.06	-
HDFC Short Term Debt Fund - Regular Plan - Growth (Face Value ₹ 10) (Nos CY - 1644847.171, PY- Nil) (NAV CY - ₹ 25.69, PY - ₹ Nil)	408.35	-
HDFC Low Duration Fund - Regular Plan - Growth (Face Value ₹ 10) (Nos CY - Nil, PY-784495.01) (NAV CY - ₹ 46.0685, PY - ₹ 45.01)	-	350.00
ICICI Prudential Ultra Short Term Fund - Growth (Face Value ₹ 10) (Nos CY - 2797557.54, PY - ₹ Nil) (NAV CY - ₹ 22.42, PY - ₹ Nil)	625.00	-
<b>Total</b>	<b>2,000.99</b>	<b>766.13</b>
Aggregate amount of Unquoted investments	2,000.99	766.13
Aggregate Market value of Unquoted investments	2,029.26	820.05

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₹ in Lakhs

## 13. INVENTORIES

Particulars	As at 31-03-2022	As at 31-03-2021
(At cost or net realisable value whichever is lower)		
(a) Raw Materials #	1,246.79	1,289.37
(b) Work - in - Process	210.30	126.31
(c) Finished Goods ##	675.95	604.88
(d) Stock-in-trade	33.31	24.41
(e) Packing Materials	13.91	15.55
(f) Stores, Spares and Consumables	0.21	2.07
(g) Fuels	1.74	1.17
<b>Total</b>	<b>2,182.21</b>	<b>2,063.76</b>

# Raw Material includes Goods in transit - ₹ 84.35 Lakhs ( PY ₹ 17.54 Lakhs).

## Finished Goods includes Goods in transit - ₹ 26.50 Lakhs ( PY ₹ 34.63 Lakhs).

## 14. TRADE RECEIVABLES

Particulars	As at 31-03-2022	As at 31-03-2021
(Refer Note No 25.3)		
Unsecured and considered good	5,095.85	4,183.98
<b>Total</b>	<b>5,095.85</b>	<b>4,183.98</b>

## 15. CASH AND BANK BALANCES

Particulars	As at 31-03-2022	As at 31-03-2021
<b>A) Cash and Cash Equivalents</b>		
(a) Balances with banks		
Current Accounts	6.75	4.80
Cash Credit Account #	59.23	14.31
(b) Cash on hand	1.09	1.55
<b>B) Others</b>		
i) Earmarked Balances with Banks (Unclaimed Dividend Accounts) ##	14.35	14.13
ii) Fixed Deposit with bank	-	1,453.00
<b>Total</b>	<b>81.42</b>	<b>1,487.79</b>

# Security by way of hypothecation of raw materials and finished goods stock, trade receivables and mortgage of company's movable & immovable properties and carries interest rate - CY 7.25% p.a.(PY 7.30% p.a.)

## The Company can utilise these balances only towards payment of unclaimed dividend.

## 16. SHORT TERM LOANS AND ADVANCES

Particulars	As at 31-03-2022	As at 31-03-2021
(Unsecured & considered good)		
<b>Other Loans And Advances</b>		
a) Advances to Suppliers	68.29	11.89
b) Expenses paid in advance	6.27	24.95
c) Loans/Advances to employees	0.20	2.70
d) Others		
(i) VAT Credit Receivables/Sales tax refundable/Rodtep Scheme Receivable	3.75	0.80
(ii) GST Receivable	24.84	3.28
<b>Total</b>	<b>103.35</b>	<b>43.62</b>

## 17. OTHER CURRENT ASSETS

Particulars	As at 31-03-2022	As at 31-03-2021
Income accrued but not due	1.62	74.11
<b>Total</b>	<b>1.62</b>	<b>74.11</b>



## 18 REVENUE FROM OPERATIONS

Particulars	Year 2021-22	Year 2020-21
(a) Sale of Synthetic Resins (Net of Returns)		
<b>Finished Goods</b>		
Home market	20,485.63	13,920.27
Exports	380.09	267.44
<b>Traded Goods</b>		
Home market	385.44	296.23
Exports	107.63	48.90
	21,358.79	14,532.84
Less : Discounts and rebate	13.53	12.80
	21,345.26	14,520.04
(b) Other Operating Revenues :		
Bad Debt Recovered	3.37	0.98
Interest Received from Customers	3.82	3.27
Sale Scrap	23.86	6.70
	31.05	10.95
<b>Total</b>	<b>21,376.31</b>	<b>14,530.99</b>

## 19 OTHER INCOME

Particulars	Year 2021-22	Year 2020-21
(a) Interest income	9.24	89.28
(b) Dividend Received From Current investments	0.02	0.02
(c) Net gain on foreign currency transactions & translation (other than considered as finance cost)	47.15	32.83
(d) Sundry Balance Write back	10.85	6.82
(e) Unrealised Gain on Investment - Mutual Fund	-	3.02
(f) Profit /(Loss) on sale of short term Investments (net)	106.61	236.10
(g) Other Non operating income (Includes Insurance Claim, Duty Drawback, Balances Written back etc.)	15.24	7.77
<b>Total</b>	<b>189.11</b>	<b>375.84</b>

## 20 COST OF MATERIALS CONSUMED

Particulars	Year 2021-22	Year 2020-21
<b>Raw Materials Consumed</b>		
<b>Opening Stock</b>	1,289.37	848.40
Add : Purchases (net of discounts/ sale of materials)	15,568.55	10,634.01
	16,857.92	11,482.42
Less : Closing Stock	1,246.79	1,289.37
	15,611.13	10,193.05
(Refer note no 25.6 for major consumption items)		
<b>Packing Materials Consumed</b>		
Opening Stock	15.55	16.26
Add : Purchases (net of sale of materials)	502.79	387.72
	518.34	403.98
Less : Closing Stock	13.91	15.55
	504.43	388.43
<b>TOTAL COST OF MATERIALS CONSUMED</b>	<b>16,115.56</b>	<b>10,581.48</b>

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₹ in Lakhs

## 21 CHANGES IN INVENTORIES OF FINISHED GOODS, WORK- IN- PROGRESS AND STOCK - IN - TRADE

Particulars	Year 2021-22	Year 2020-21
<b>Stock at the end of the year :</b>		
Finished goods	675.95	604.88
Work -in- progress	210.30	126.31
Stock- in-trade	33.31	24.41
<b>Total</b>	<b>919.56</b>	<b>755.61</b>
<b>Stock at the beginning of the year :</b>		
Finished goods	604.88	490.32
Work -in- progress	126.31	137.64
Stock- in-trade	24.41	21.68
<b>Total</b>	<b>755.60</b>	<b>649.63</b>
<b>Changes in Inventories of Finished Goods, Work- in- progress and Stock - in - Trade</b>	<b>(163.96)</b>	<b>(105.97)</b>

## 22 EMPLOYEE BENEFITS EXPENSES

Particulars	Year 2021-22	Year 2020-21
Salaries , Wages and Allowances, etc	1,120.99	959.82
Contribution to Provident and other funds	77.28	50.31
Provision for Actuarial estimate for interest shortfall -Provident Fund	(35.57)	(5.00)
Provision for Defined benefit scheme -Provident Fund	-	(32.00)
Staff Welfare expenses	89.45	67.23
<b>Total</b>	<b>1,252.15</b>	<b>1,040.36</b>

## 23 FINANCE COST

Particulars	Year 2021-22	Year 2020-21
Interest expense	0.53	4.65
<b>Total</b>	<b>0.53</b>	<b>4.65</b>

## 24 OTHER EXPENSES

Particulars	Year 2021-22	Year 2020-21
Power and Fuel	486.09	336.78
Consumption of stores, spare & consumables	56.64	52.77
Repairs - Plant & Machinery	214.03	67.41
- Building	409.29	88.06
- Others	46.70	29.39
Rent	5.52	5.52
Car Lease rental	10.28	25.82
Rates and taxes	26.72	25.66
Insurance	33.63	26.38
Freight on sales	278.23	273.45
Directors' meeting fees	26.00	15.10
Cash discount	2.33	0.77
Security	73.16	63.77
Legal & professional fees	184.56	112.53
Amalgamation Expenses	-	36.55
Commission on sales	35.27	28.70
Corporate Social Responsibility expenses (Refer note 31 )	24.80	20.52
<b>Payment to auditors :</b>		
a) Audit Fees	5.80	5.80
b) For taxation matters	2.50	2.50
c) For company law matters	0.75	0.40
d) Reimbursement of expenses	0.07	-
Irrecoverable Receivables Written off	4.68	4.38
Fixed Assets Written off	3.93	0.72
Miscellaneous expenses	349.35	256.65
<b>Total</b>	<b>2,280.33</b>	<b>1,479.65</b>

**Note No 25. Additional information to the financial statements**

**25.1 Contingent liabilities and commitments (to the extent not provided for)**

Particulars	As at 31-03-2022	As at 31-03-2021
<b>Contingent Liabilities :</b>		
a) Claims against the Corporation not acknowledged as debts		
In respect of Sales Tax matters	-	9.22
In respect of Income Tax matters	1.69	1.94
b) Bank Guarantee issued by bank and outstanding as on 31st March, 2022	5.50	0.50
<b>Commitments:</b>		
Estimate amount of contract remaining to be executed on capital account and not provided for (Net of Capital Advances)	89.88	50.03

**25.2 TRADE PAYABLES - DUES TO MICRO AND SMALL ENTERPRISES**

(as per the intimation received from Suppliers)

Particulars	As at 31-03-2022	As at 31-03-2021
a) Principal amount remaining unpaid	104.72	42.91
b) Interest due thereon remaining unpaid	-	-
c) Interest paid by the Company in terms of Section 16 of the Micro, Small and Medium Enterprises Development Act, 2006, along with the amount of the payment made to the supplier beyond the appointed day	-	-
d) Interest due and payable for the period of delay in making payment (which have been paid but beyond the appointed day during the period) but without adding interest specified under the Micro, Small and Medium Enterprises Act, 2006	0.17	-
e) Interest accrued and remaining unpaid	0.17	-
f) Interest remaining due and payable even in the succeeding years, until such date when the interest dues as above are actually paid to the small enterprises	0.28	0.72

**25.2 (a) Trade Payables ageing schedule as on 31-03-2022**

Particulars	31-03-2022		31-03-2021	
	Undisputed	Disputed	Undisputed	Disputed
<b>(i) MSME</b>				
- Unbilled	9.73	-	4.30	-
- Not Due	94.71	-	38.43	-
- Less than 1 Year	0.10	-	-	-
- 1 to 2 Years	-	-	-	-
- 2 to 3 Years	-	-	-	-
- More than 3 Years	0.18	-	0.18	-
<b>(ii) Others</b>				
- Unbilled	23.21	-	32.67	-
- Not Due	1,027.95	-	791.23	-
- Less than 1 Year	194.13	-	249.16	-
- 1 to 2 Years	-	-	0.21	-
- 2 to 3 Years	-	-	0.81	-
- More than 3 Years	-	-	0.70	-
<b>Total</b>	<b>1,350.01</b>	<b>-</b>	<b>1,117.70</b>	<b>-</b>

25.3 Trade Receivables ageing schedule as on 31-03-2022

Particulars	31-03-2022		31-03-2021	
	Undisputed	Disputed	Undisputed	Disputed
<b>Considered good</b>				
- Unbilled	-	-	-	-
- Not Due	4,288.49	-	3,527.93	-
- Less than 6 months	800.96	-	622.74	-
- 6 months - 1 Year	6.40	-	28.62	-
- 1 - 2 Years	-	-	3.76	-
- 2-3 Years	-	-	0.93	-
- More than 3 Years	-	-	-	-
<b>Considered doubtful</b>				
- Unbilled	-	-	-	-
- Not Due	-	-	-	-
- Less than 6 months	-	-	-	-
- 6 months - 1 Year	-	-	-	-
- 1 - 2 Years	-	-	-	-
- 2-3 Years	-	-	-	-
- More than 3 Years	-	-	-	-
<b>Total</b>	<b>5,095.85</b>	-	<b>4,183.98</b>	-

25.4 Details on derivatives instruments and unhedged foreign currency exposures

The foreign currency exposures that have not been hedged by a derivative instrument or otherwise are given below :

Particulars	As at 31-03-2022	As at 31-03-2021
<b>In USD</b>		
Receivables	83,365	1,23,620
Payables	5,64,060	2,27,958
<b>₹ in Lakhs</b>		
Receivables	63.18	90.38
Payables	427.49	166.66

25.5 Value of imports calculated on Cost Insurance Freight (CIF) basis

Particulars	Year 2021-22	Year 2020-21
Raw Materials	4,354.85	2,186.94
Capital Goods and Engineering Items	19.11	-

25.6 Details of Inventory

Name of the item	Year 2021-22	Year 2020-21
<b>(a) Details of major consumption items</b>		
Dimer Acid	2,122.84	1,331.29
Mixed Xylene	1,695.60	1,042.01
Bisphenol- A	369.47	151.78
Butanol	747.68	238.66
Epichlorohydrin	234.63	183.28
Others	10,440.91	7,246.04
<b>Total</b>	<b>15,611.13</b>	<b>10,193.05</b>
<b>(b) Finished goods</b>		
<b>Synthetic resins (Finished Goods)</b>		
Openig Stock	604.88	490.32
Sales (Net)	20,852.40	14,174.99
Closing Stock	675.95	604.88

Name of the item	Year 2021-22	Year 2020-21
<b>Synthetic resins (Traded Goods)</b>		
Openig Stock	24.41	21.68
Sales (Net)	492.87	345.05
Closing Stock	33.31	24.41
<b>(c) Work in progress Synthetic resins</b>	<b>210.30</b>	126.31

## 25.7 Details of consumption of imported and indigenous items

Particulars	Year 2021-22		Year 2020-21	
	₹ in lakhs	%	₹ in lakhs	%
Raw Materials :				
Imported	4,631.73	29.67	2,261.04	22.18
Indigenous	10,979.40	70.33	7,932.01	77.82
<b>Total</b>	<b>15,611.13</b>	<b>100.00</b>	10,193.05	100.00
Stores spares and components :				
Imported	-	-	-	-
Indigenous	56.64	100.00	52.77	100.00
<b>Total</b>	<b>56.64</b>	<b>100.00</b>	52.77	100.00

## 25.8 Earning in foreign currency

Particulars	Year 2021-22	Year 2020-21
FOB value of exports	487.72	316.34

## 25.9 Expenses in foreign currency

Particulars	Year 2021-22	Year 2020-21
R & D Equipment Purchase	19.11	-

## 25.10 The Company had borrowed sparingly from HDFC Bank Limited ("bank") on the basis of Exclusive Charge for Hypothecation of entire current assets of the Company including stock and book debts of the Company.

Statement of current assets filed by Company quarterly with the bank were materially in agreement with the books of accounts as disclosed hereunder:

Quarter	Amount as per books of account	Amount reported in quarterly return/ statement	Amount of Difference	Difference in %	Reasons for Difference*
June, 2021	5,843.97	5,905.83	-61.86	-1.05%	Due to variation in overheads absorption rates
September, 2021	7,084.10	7,087.96	-3.86	-0.05%	
December, 2021	8,559.61	8,727.50	-167.89	-1.92%	
<b>March, 2022</b>	<b>7,421.32</b>	<b>7,467.12</b>	<b>-45.80</b>	<b>-0.61%</b>	

\* Materiality is considered as +/- 5%

Quarter	Amount as per books of account	Amount reported in quarterly return/ statement	Amount of Difference	Difference in %	Reasons for Difference*
June, 2020	3,432.27	3,398.44	33.83	1.00%	Due to variation in overheads absorption rates
September, 2020	4,212.64	4,320.28	-107.64	-2.49%	
December, 2020	5,087.20	5,130.93	-43.73	-0.85%	
March, 2021	6,259.63	6,533.64	-274.01	-4.19%	

\* Materiality is considered as +/- 5%



## Note no 26. Employee benefit plans

## Defined benefit plan as required under AS 15 (Revised) "Employee Benefits"

## I) Gratuity (Funded) :

	Particulars	Year 2021-22	Year 2020-21
<b>1</b>	<b>Assumptions</b>		
	Discount Rate	6.96%	6.33%
	Salary Escalation	8.00%	8.00%
<b>2</b>	<b>Table showing changes in present value of obligations</b>		
	Present value of obligations as at beginning of year	262.93	236.50
	Interest cost	16.64	18.05
	Current Service Cost	14.89	14.20
	Liability Transfer in Acquisitions		57.48
	Liability Transferred In/ Acquisitions	-	-
	Past Service Cost - Vested benefit	-	-
	Benefits Paid (From Employer)	-	-
	Benefits Paid (From Fund)	(31.43)	(44.37)
	Actuarial (gain)/Loss on obligations	8.60	(18.93)
	Present value of obligations as at end of year	271.63	262.93
<b>3</b>	<b>Table showing changes in the fair value of plan assets</b>		
	Fair value of plan assets at beginning of year	218.56	193.40
	Expected return on plan assets	13.83	14.46
	Asset Transfer in Acquisitions	4.00	42.49
	Contributions	24.68	11.71
	Benefits paid	(31.43)	(44.37)
	Actuarial Gain / (Loss) on Plan assets	1.46	0.86
	Fair value of plan assets at the end of year	231.10	218.56
<b>4</b>	<b>Actuarial Gain/Loss recognized in the Statement of Profit and Loss</b>		
	Actuarial (gain)/Loss on obligations	8.60	(18.93)
	Actuarial (gain)/Loss for the year - plan assets	(1.46)	(0.86)
	Total (gain)/Loss for the year	7.14	(19.79)
	Actuarial (gain)/Loss recognized in the year	7.14	(19.79)
<b>5</b>	<b>Amounts recognized in the balance sheet</b>		
	Present value of obligations as at the end of year	271.63	262.93
	Fair value of plan assets as at the end of the year	231.10	218.56
	Funded status	(40.53)	(44.37)
	Net Asset/(liability) recognized in balance sheet	(40.53)	(44.37)
<b>6</b>	<b>Expenses Recognised in Statement of Profit and loss</b>		
	Current Service cost	14.89	14.20
	Interest Cost	16.64	18.05
	Past Service Cost - Vested benefit	-	-
	Expected return on plan assets	(13.83)	(14.46)
	Net Actuarial (gain)/Loss recognised in the year	7.14	(19.79)
	Expenses recognised in statement of Profit & loss	24.84	(2.00)

## Expenses Adjustments for the current and previous four periods

Gratuity (Funded) :	As at 31-03-22	As at 31-03-21	As at 31-03-20	As at 31-03-19	As at 31-03-18
Defined Benefit Obligation	271.63	262.93	293.98	188.80	162.56
Plan Assets	231.10	218.56	235.90	157.86	138.79
Surplus/(Deficit)	(40.53)	(44.37)	(58.08)	(30.94)	(23.77)
Actuarial (gain)/Loss on obligations	8.60	(18.93)	29.80	22.61	(11.71)
Actuarial (gain)/Loss for the year - plan assets	(1.46)	0.86	0.17	(6.37)	(4.85)

- (a) In accordance with AS 15 Revised pertains to Defined Benefit Plan- Gratuity liability, the company has Credited ₹ 24.84 lakhs (PY ₹ 2.00 lakhs) to the statement of Profit & Loss towards accrued liability based on actuarial valuation carried out as at the Balance Sheet date.
- (b) The liability towards compensated absences (annual value) for the year ended 31st March, 2022, based on actuarial valuation carried out using the Projected Accrued Benefit Method amounting to ₹ 14.62 lakhs ( PY ₹ 0.99 lakhs credited) has been recognised in the statement of Profit and Loss.

## II) Provident Fund :

- (a) The company manages its provident fund assets and liabilities through its provident fund trust namely "Resins & Plastics Provident fund ".
- (b) The company contributed ₹ 31.79 lakhs ( PY ₹ 26.67 lakhs) towards Resins & Plastics Provident fund trust during the year ended March 31, 2022.

Defined Benefit Provident Fund	As at 31-03-2022
Fare Value of Plan Assets (Provident Fund)	865.69
Plan Liability (Provident Fund)	858.79

## 27 Information on Related party transactions as required by AS-18 on Related Party Disclosure for year ended 31st March, 2022.

### I) Information of Related Parties

Description of relationship	Name of the related parties
<b>a) Key Management Personnel :</b> Managing Director Chief Operating Officer Chief Financial Officer	Shri Rupen A. Choksi Shri Sanket D. Dwivedi Smt Sunita R. Satpalkar
<b>b) Promoters and their relatives having control</b> Non Executive Chairman Non Executive Director Non Executive Director	Shri Abhay A. Vakil (Till 02.11.2021) Smt Dipika A. Vakil (From 08.02.2022) Shri Ashwin S.Dani
<b>c) Relatives of Director</b>	Shri Nilesh R. Modi Shri Ketan C. Kapadia
<b>d) Entities controlled by Directors / Relatives of Directors</b> Addverb Techonologies Private Limited ACC AP Trust Ankleshwar Industrial Development Society Asian Paints Industrial Coatings Limited Asian Paints Limited Asteroids Trading & Investments Private Limited Avinash Holding and Trading Company Private Limited Beautiful Life Enterprises LLP Bharat Chovatia and Company Canes Venatici Private Limited Centaurus Trading & Investments Private Limited Chennaiyin F.C.Sports Private Limited Cons Holding Limited Cronus Merchandise LLP Dani Finlease Private Limited * Dipika Chemicals Private Limited Elcid Investment Limited ELF Trading & Chemical Manufacturing Private Limited ** Fourth Frontier Technologies Private Limited Geetanjali Trading And Investments Private Limited GTPL Hathway Limited Gujarat Organics Limited H Sports Private Limited Haish Holding and Trading Company Private Limited Havells India Limited Hitech Corporation Limited	Jalaj Trading & Investments Private Limited Kanga & Co Kapadia Enterprises Lambodar Investments and Trading Company Limited Leeladhar Enterprises LLP Mazda Colours Limited Mefree LLP Murahar Investment & Trading Company Limited Navbharat Packaging Industries Private Limited ^ Nehal Trading & Investments Private Ltd Nirja Commercial Private Limited Paladin Paints and Chemicals Private Limited Parekh Plast India Limited ^^ Prajanya Commercials LLP R & G Associates Rayirth Holding and Trading Company Private Limited Riash Realty Private Limited Ricinash Renewable Materials Private Limited # RISE Worldwide Limited Rituh Holdings and Trading Company Private Limited Rupen Investment & Industries Private Limited Rustomji & Ginwala S C Dani Research Foundation Private Limited Sammelan Investments and Trading Limited Sattva Holding and Trading Private Limited Siyaram Silk Mills Limited

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Description of relationship	Name of the related parties
Hitech Green Mobility Private Limited	Smiti Holding and Trading Company Private Limited
Hitech Insurance Broking Services Limited	Stack Pack Limited
Hitech Smart Mobility Private Limited	Sudhanva Investments & Trading Company Private Limited
Hitech Specialities Solutions Limited	Suptaswar Investments and Trading Company Limited
Homevilla Yoga Private Limited	Unnati Trading And Investments Private Limited
Housing Development Finance Corporation Limited	Vijal Holding and Trading Company Pvt. Ltd
Hydra Trading Private Limited	Vikatmev Containers Limited
IMG Reliance Limited	11 Sports Private Limited
Innovassynth Technologies Limited	Vora & Associates

\* Change in name w.e.f. 7<sup>th</sup> February, 2022 (Formerly known as Dani Finlease Limited)

\*\* Change in name w.e.f. 22<sup>nd</sup> December, 2021 (Formerly known as ELF Trading And Chemicals Manufacturing Limited)

^ Change in name w.e.f. 22<sup>nd</sup> December, 2021 (Formerly known as Navbharat Packaging Industries Limited)

^^ Till 31<sup>st</sup> December, 2020

# Formerly known as Ricinash Oil Mill Limited (till 25<sup>th</sup> August, 2021) & Ricinash Renewable Materials Limited (Till 7<sup>th</sup> March, 2022)

## II) Details of Related Party transactions during the year ended 31 March, 2022 and outstanding balances as at 31st March, 2022:

₹ in Lakhs				
Particulars	Key Management Personnel	Relatives of Key Management Personnel / Directors	Companies in which Promoters/ Directors/KMP and their Relatives have control / can exercise significant influence	Directors
<b>Purchase of goods and other Miscellaneous Items :</b>				
a) Ricinash Renewable Materials Pvt. Ltd.	-	-	-	-
	-	-	(40.77)	-
b) Kapadia Enterprises	-	-	0.88	-
	-	-	-	-
<b>Sale of goods (raw materials &amp; finished goods) :</b>				
a) Asian Paints Ltd.	-	-	620.94	-
	-	-	(746.17)	-
b) Paladin Paints and Chemicals Pvt. Ltd.	-	-	100.58	-
	-	-	-	-
Remuneration	227.89	-	-	-
	(215.53)	-	-	-
Directors' sitting fees	-	-	-	26.00
	-	(0.10)*	-	(15.00)
Commission Paid	-	1.01	-	-
	-	-	-	-
Professional Fees Paid	-	0.75	-	-
	-	(2.38)	-	-
<b>Balances outstanding at the end of the year :</b>				
Trade and Other Receivables	-	-	89.72	-
	-	-	(38.25)	-
Trade and Other Payables	27.10	-	0.22	-
	(34.53)	-	-	-

\*It includes ₹ Nil (PY ₹ 5000/-) sitting fees paid to Shri Rupen A. Choksi as a director in Pragati Chemicals Limited.

Note :

- Figures in bracket relates to the previous year
- Key Management personnel and relatives of Promoters who are under the employment of the company are entitled to post employment benefits and other long term employee benefits recognised as per AS 15 (Revised) 'Employee benefits' in the financial statements. The same is not included in above, as these employee benefits are lump sum amount provided on the basis of actuarial valuation.

## 28 Earning per share

Particulars	Year 2021-22	Year 2020-21
a) Profit attributable to shareholders as per statement of profit and Loss - ₹ in lakhs	1,181.77	1,168.31
b) Weighted average number of equity shares outstanding Nos.	41,72,300	41,72,300
c) Basic and diluted earning per share attributable to shareholders in rupees (Face value ₹10/- per share)	28.32	28.00

## 29 Details of Research and Development expenditure recognised as expenses under respective heads.

Particulars	Year 2021-22	Year 2020-21
<b>i) Revenue Expenditure</b>		
a) Employee cost	64.10	34.41
b) Depreciation on Equipment & building	4.98	5.21
c) Materials consumed	12.98	9.36
d) Travelling expenses	1.29	0.11
e) Other expenses	14.68	13.38
<b>Total</b>	<b>98.02</b>	<b>62.46</b>
<b>ii) Capital Expenditure</b>		
Equipment	1.05	-
<b>Total</b>	<b>1.05</b>	<b>-</b>

## 30 Pursuant to Accounting Standard (AS 19) - Leases, the following information is given

### Operating Lease : Where the Company is lessee :-

- a) The Company has taken certain Vehicles on an operating lease basis. The Lease rental are payable by the Company on monthly basis. The aggregate lease rents payable are charged as rent in the statement of Profit and Loss.
- b) Future minimum lease rentals payable as at 31st March 2022 as per the lease agreements :

	As at 31-03-2022	As at 31-03-2021
Payments not later than one year	-	18.11
Payments later than one year but not later than five years	-	1.16
Payments later than five years	-	-
<b>Total</b>	<b>-</b>	<b>19.27</b>

- c) Lease payments recognised in the Statement of Profit and Loss for the year is ₹ 10.28 Lakhs (PY ₹ 25.82 Lakhs )

## 31 Expenditure towards Corporate Social Responsibility (CSR):

	As at 31-03-2022	As at 31-03-2021
(a) Amount required to be spent by the Company during the year	24.77	20.44
(b) Amount of expenditure incurred	24.80	20.52
(c) Shortfall at the end of the year	-	-
(d) Total of previous years shortfall	-	-
(e) Reasons for shortfall	<b>Not Applicable</b>	Not Applicable
(f) Nature of CSR Activities	<b>Promotion of healthcare, education and hygiene</b>	Promotion of healthcare, education and hygiene
(g) Details of Related Party transactions e.g., contribution to a trust controlled by the company in relation to CSR expenditure as per relevant Accounting Standard	<b>No transactions with Related Parties</b>	No transactions with Related Parties
(h) Where a provision is made with respect to a liability incurred by entering into a contractual obligation, the movements in the provision during the year.	<b>Not Applicable</b>	Not Applicable

**32 SEGMENT-WISE PERFORMANCE**

- a) The Company is only in one line of business - Synthetic Resins
- b) The Segment Revenue in the Geographical Segment considered for disclosures are as follows :
- Revenue with India includes sales to customers located within India
  - Revenue outside India includes sales to customers located outside India

Sales	Year 2021-22	Year 2020-21
Home Market	20,857.55	14,203.70
Export Market	487.72	316.34

**33 FINANCIAL RATIO**

Ratio	As at 31-03-22	As at 31-03-21	Variance
<b>(a) Current Ratio (Times)</b> (Current Assets / Current Liabilities)	5.88	6.27	-0.39
<b>(b) Debt-Equity Ratio (Times)</b> Borrowings (Long Term + Short Term) / Equity	NA	NA	NA
<b>(c) Debt service coverage Ratio (Times)</b> (Profit after tax + Finance cost + Depreciation) / (Finance cost Paid + Principal Repayment (Long term borrowing ))^ ^ Excluding Impact of Interest on Lease Liability and Depreciation on ROU Assets	NA	NA	NA
<b>(d) Return on Equity Ratio (%)</b> (Profit after tax / Average Share Holders Equity)	13.61%	15.14%	-1.53%
<b>(e) Inventory Turnover Ratio (Times)</b> (Sales / Average Inventory)	10.05	8.11	1.94
<b>(f) Trade Receivables Turnover Ratio (Times)</b> (Net Credit Sales / Average Accounts Receivables)	4.60	4.06	0.54
<b>(g) Trade Payables Turnover Ratio (Times)</b> (Net Credit Purchases + Other Expenses / Average Trade Payables)	15.20	11.65	3.55
<b>(h) Net Capital Turnover Ratio (Times)</b> (Net Sales / Average Working Capital)	2.83	2.13	0.70
<b>(i) Net Profit Ratio (%)</b> (Net Profit after Tax/ Net Sales)	5.54%	8.05%	-2.51%
<b>(j) Return on Capital Employed (%)</b> (Earnings before interest and tax / Average Capital Employed)	18.20%	20.26%	-2.07%
<b>(k) Return on Investment (%)</b> (Return on Investments/Average Cost of Investments)	7.71%	13.19%	-5.48%

- 34** (i) In the opinion of the management of the Company and to the best of their 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 person(s) or entity(ies), including foreign entities ("Intermediaries"), with the understanding, whether recorded in writing or otherwise, that the Intermediary shall, whether, directly or indirectly lend or invest in other persons or entities identified in any manner whatsoever by or on behalf of the Company ("Ultimate Beneficiaries") or provide any guarantee, security or the like on behalf of the Ultimate Beneficiaries.
- (ii) In the opinion of the management of the Company and to the best of their knowledge and belief, no funds have been received by the Company from any person(s) or entity(ies), including foreign entities ("Funding Parties"), with the understanding, whether recorded in writing or otherwise, that the Company shall, directly or indirectly, lend or invest in other persons or entities identified in any manner whatsoever by or on behalf of the Funding Party ("Ultimate Beneficiaries") or provide any guarantee, security or the like on behalf of the Ultimate Beneficiaries.

**35 Other disclosures as required by Schedule III :**

- (i) The Company does not have any proceedings initiated or pending for holding any Benami property under the Benami Transactions (Prohibition) Act, 1988 (45 of 1988) and rules made thereunder
- (ii) The company does not have any transactions with struck off Companies.
- (iii) The company does not have any charges or satisfaction which is yet to be registered with Registrar of Companies beyond the statutory period.
- (iv) The company have not traded or invested in Crypto currency or Virtual Currency during the year.



- v) The company has no such transaction which is not recorded in the books of accounts that has been surrendered or disclosed as income during the year in the tax assessments under the Income Tax Act, 1961 (such as, search or survey) or any other relevant provisions of the Income Tax Act, 1961.
  - vi) The company is not declared as wilful defaulter by any bank or financial Institution or other lender.
  - vii) There is no Scheme of Arrangements approved by the Competent Authority in terms of sections 230 to 237 of the Companies Act, 2013.
  - viii) The Company has not granted Loans or Advances in the nature of loans to Promoters, Directors, KMP's and the related parties either severally or jointly with any other person.
  - ix) The requirement of Section 2(87) of the Companies Act 2013 read with Companies (Restriction on number of Layers) Rule, 2017 is not applicable to the Company.
- 36** In the opinion of the Board, any of the assets other than Property Plant and Equipment, Intangible Assets and Non-current investments have a value on realisation in the ordinary course of business at least equal to the amount at which they are stated.

### **37 Previous year's figures**

Previous years figures have been regrouped/ reclassified wherever necessary to correspond with the current years classification/ disclosure.

As per our report of even date  
**For CNK & Associates LLP**  
Chartered Accountants  
FRN : 101961W / W-100036

**HIMANSHU KISHNADWALA**  
Partner  
M No 37391

**Mumbai :- 2<sup>nd</sup> May, 2022**

For and on behalf of the Board of Directors of  
**RESINS AND PLASTICS LIMITED**  
CIN:U25209MH1961PLC012223

**DHIREN MEHTA**  
Chairman  
DIN-00001471

**RUPEN CHOKSI**  
Managing Director  
DIN-00059326

**SUNITA SATPALKAR**  
Chief Financial Officer





**CSR Activities undertaken by Resins & Plastics Limited  
during the Financial Year 2021-22**



**Supply of Medical Equipments for Paediatric ICU to Sub District Hospital - Panvel, Maharashtra**



**Supply of Oxygen Pipeline - Taluka Health Office, CHC Netrang Covid Hospital, Bharuch, Gujarat**



**Supply of Water Storage Tank Civil Work - Village Kombal Tekdi, Panvel, Maharashtra**

If undelivered, please return to :

**RESINS AND PLASTICS LIMITED**  
A-8, Marol Industrial Estate of M.I.D.C.,  
Cross Road - B, Street No. 5,  
Andheri - (East), Mumbai - 400 093.