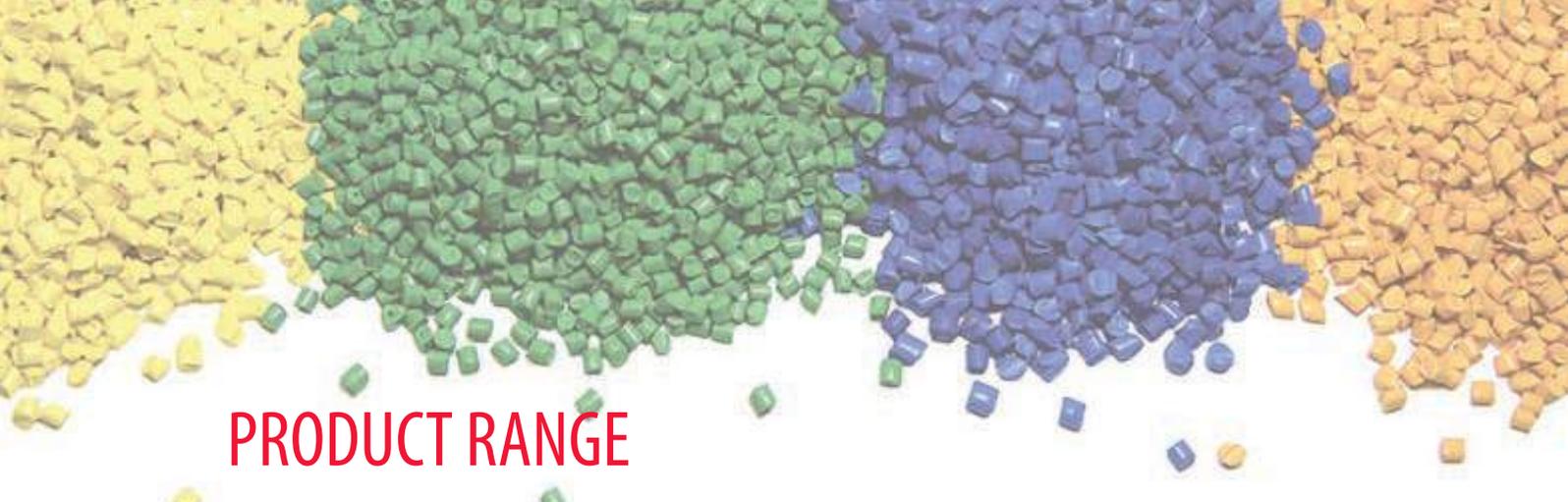




ANNUAL | 2022
REPORT | 2023

Ddev Plastiks Industries Limited
Leading Manufacturer of Compounds



PRODUCT RANGE

PE Compounds

Silane Grafted XLPE Compound upto 1. 1KV.
(LT / LT ABC / FR / AMBIENT CURE)
Silane Grafted XLPE Compound for MV upto 36KV.
XLPE Compound for CCV Line upto 66KV.
PE Sheathing and Insulation
Semi-Conductive Compounds
HFFR Compounds

PVC Compounds

Insulation Sheathing Speciality Grades : FRLS Anti Termite Anti Rodent Oil Resistant Grades Auto Harness Cable Grades Data and Communication Cable Grades ROHS & REACH Compliant Grades

Filled Compounds

Calcium Carbonate and Talc filled in PE, PP and HDPE

Master Batches

Colour Master Batches - 1000 shades to choose from
Speciality Master Batches - UV Antioxidant Processing Aid Optical Brightner etc.

Footwear Compounds

PVC NBR

Pipe Compounds

PE PEX HDPE-RT

Engineering Plastics

Nylon - Glass & Mineral Filled PP - Glass & Mineral Filled
ABS Compound PC Compound



Board of Directors (As on 16th May, 2023)

Chairman and Managing Director

Mr. Narrindra Suranna

Whole-Time-Directors

Mr. Rajesh Kothari

Mr. Ddev Surana

Non- Executive Independent Directors

Mrs. Mamta Binani

Mr. Samir Kumar Dutta

Mrs. Ramya Hariharan

Chief Financial officer

Mr. Arihant Bothra

Company Secretary

Mrs. Tanvi Goenka

Committee Details

Audit Committee	Nomination and Remuneration Committee	Stakeholder Relationship Committee	Corporate Social Responsibility Committee
Mr. Samir Kumar Dutta	Mr. Samir Kumar Dutta	Mr. Samir Kumar Dutta	Mr. Rajesh Kothari
Mrs. Ramya Hariharan	Mrs. Ramya Hariharan	Mr. Ddev Surana	Mr. Narrindra Suranna
Mr. Rajesh Kothari	Mrs. Mamta Binani	Mr. Rajesh Kothari	Mr. Ddev Surana
			Mr. Samir Kumar Dutta

Auditors

Statutory Auditor

M/s B.Mukherjee & Co.

Chartered Accountants

Internal Auditor

M/s D K D & Associates

Chartered Accountants

Cost Auditor

M/s. D. Sabyasachi & Co

Practicing Cost Accountant

Secretarial & Annual Secretarial Compliance Auditor

Mr. Ashok Kumar Daga

Practicing Company Secretary

Registered Office

2B, Pretoria Street,

Kolkata – 700 071

Tel: 91 – 33- 2282 3744 / 3745

Fax: 91 – 33 – 2282 3739

E mail : kolkata@ddevgroup.in

www.ddevgroup.in

Bankers

State Bank of India

HDFC Bank

Axis Bank

The RBL Bank

The Federal Bank

Union Bank of India

Bank of Baroda

Plant Location

Daman (Daman & Diu, Union Territory)

Dadra I & II (Dadra & Nagar Haveli, Union Territory)

Surangi, (Dadra & Nagar Haveli, Union Territory)

Dhulagarh (West Bengal)

Registrar & Share Transfer Agent

M/s. C B Management Services (P) Ltd.

(Unit Ddev Plastiks Industries Limited),

P-22, Bondel Road, Kolkata – 700 019

Tel: 91 – 33 – 4011 6700/ 4011 6728

Fax : 033 4011-6739

E Mail : rta@cbmsl.com

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Annual General Meeting

Date

25th September, 2023

Time

10.30A.M. (IST)

Through Video Conferencing/ Other Audio Visual Means

Deemed Venue: 2B, Pretoria Street, Kolkata - 700071

Book Closure Dates

19th September, 2023 to 25th September, 2023 (both days inclusive)

Chairman's Statement

Dear Shareholders,

It is with immense pleasure and enthusiasm that I address you today as the Chairman of Ddev Plastiks Industries Limited ("Ddev Plastiks" or "the Company"), a leading manufacturer of polymer compounds in India with a capacity of 2,39,000 MTPA. It is a matter of pride that this too has been a year blazing with multiple milestones of growth, achievements record performance, expansion and more. I am filled with gratitude for the collective efforts and unwavering dedication that have brought us to this point. Today I stand before you to celebrate the remarkable strides we have made and to outline our vision for the path ahead.

Business Performance/Updates

During the year, your company, having successfully completed the demerger process, was listed on the stock exchange viz BSE Limited on 26th July 2022, an important milestone in the history of the company. The Company embarked upon its independent journey, focusing on the compounding business with objectives outlined such as strengthening business operations, expanding manufacturing capabilities and increasing customer base. We successfully navigated through challenges posed by the volatile economic environment, including supply chain disruptions and fluctuating commodity and energy prices. Despite the headwinds in FY23, our operational and financial performance exceeded expectations, and we achieved the highest ever financial performance. We continued to expand our footprints both in manufacturing facilities and distribution network and launched first locally produced Water Tree Retardant XLPE (WTR-XLPE) for insulation of cables up to 72 KV and also launched Cross Linkable HFFR (XL HFFR) compound for Solar/ Photovoltaic Cable application.

In FY23, the Company has achieved Revenue from Operations of Rs. 25,037 Mn with a growth of 12.4% on Year on Year basis. EBITDA of Rs. 1,857 Million (Mn) with margin of 7.3% and PAT of Rs. 1,041 Mn with margin of 4.1%. The growth was primarily driven by high demand from cable industries. This outstanding performance boosts our confidence and assures us that we are on track to achieve our strategic and financial goals. Domestic operations accounted for approximately 70% of our Company's revenue in the financial year, whereas exports



contributed 30% to our revenue. We are dedicated to expanding our global exports, which will further enhance our top-line growth. During the fiscal year, we have reduced our net debt by Rs. 742 Mn to Rs. 488 Mn driven by improved cash flow from operations and a leaner working capital cycle.

We are delighted to announce that the Company has recommended the issuance of bonus share of 1 share for every 10 shares held, as a token of appreciation for our shareholders' trust and support which subject to approval of members of the company and other necessary approvals we look forward to issue by 16th July, 2023. Furthermore, we have recommended final dividend @ 100% (i.e., Re. 1 per fully paid-up Equity Share of Re. 1), for consideration by shareholders at the Annual General Meeting, demonstrating our commitment to delivering sustainable long-term returns to our shareholders while maintaining a robust financial position

Our Industry Presence

The company is part of the group carrying a legacy of over 4 decades in its history. Company's product portfolio consists of PE compounds, PVC compounds, Filler compounds, Master Batches, Footwear compounds, Pipe compounds, Peroxide compounds and has recently been expanded to Engineering Plastic Compounds for White Goods, Automotive and Electrical Appliances. Ddev Plastiks' operations boasts of five modern and state of art manufacturing plants situated in the state of West Bengal, Daman & Diu and Dadra & Nagar Haveli. The facilities are strategically located at East & West coast of India resulting in not only cost optimization but also providing access



to a large customer pool across the country. Complementing the manufacturing network is our strong in-house facilities for new product development and research and development enabling us to innovate several path breaking products in India. We have achieved the strong market reputation by delivering superior functional and durable products, through our constant quest for better manufacturing technologies and breakthrough products.

Our Mission

In an era marked by growing environmental concerns, our pioneering spirit has been our guiding light as we have recognized the need for sustainable solutions and have been at the forefront of developing environmentally friendly polymer compounds. We understand that our responsibility extends beyond profitability. We are aware of the impact our operations have on the planet and society as a whole. Therefore, we have placed sustainability and corporate social responsibility at the heart of our business strategy. We have implemented rigorous measures to reduce energy consumption, optimize our supply chain, and ensure ethical practices throughout our operations.

Furthermore, our unwavering commitment to quality and customer satisfaction has set us apart from our competitors. Our products have become synonymous with reliability, durability, and versatility, earning the trust and loyalty of our esteemed clientele. Our dedication to meeting and exceeding customer expectations has propelled us to the forefront of the industry, where we continue to lead by example. We continue to strive to be a complete solution provider to all our stakeholders with focus on financial prudence, increasing share of value added products, customer service and satisfaction, environment and sustainability.

Our Vision and Path Ahead

We understand that challenges lie ahead, and the true test of our mettle will be how we adapt and respond to the evolving landscape. We are committed to staying ahead of the curve, consistently exploring new frontiers, and pushing the boundaries of what is possible.

As we move forward, our commitment towards excellence and growth remains unchanged. We will continue to prioritize customer satisfaction and innovation, while also seeking out new opportunities for expansion and diversification in India and globally. With favorable demography, robust economy, and supportive government policies, the potential for success and value creation for our shareholders will be significant. Backed by our superior manufacturing and product innovation capabilities, we remain confident of our growth in FY24 and beyond.

In conclusion, I am confident that our company's pioneering spirit, unwavering dedication, and resolute vision will propel us to even greater heights in the future. Together, we will continue to shape the polymer compounding industry, not only as a market leader but as a responsible corporate citizen.

Acknowledgements

On behalf of the Board of Directors, I would like to thank all our stakeholders who have been part of our journey. I extend my heartfelt gratitude to the employees who have been relentlessly working to ensure smooth and uninterrupted operations and serve the customers with utmost efficiency. I would like to thank our customers, vendors, suppliers, bankers and shareholders for their continued support. As we continue to embark on our transcendental journey, I look forward to sharing many successful milestones in the coming years. I want to thank you for your confidence and trust.



Business Overview –

A Leading Manufacturer of Polymer Compounds

About Us

- A leading manufacturer of polymer compounds in India with a capacity of 2,39,000 MTPA
- 5 manufacturing units with state-of-the-art machinery, infrastructure, equipment, and R&D facilities
- Diverse product portfolio consisting of PE compounds, PVC compounds, Filled compounds, Master Batches, Footwear compounds, Pipe compounds, Peroxide compounds, Engineering Plastic Compounds for white goods, Automotive and Electrical Appliances
- Product portfolio now expanded to High Voltage PE based Cable Compounds and HFFR Compounds

200+
Products

400+
Employees

50+ Countries
Geographical Presence

CRISIL A /Stable & CRISIL A1
Long term & Short term Credit Rating

Kkalpana Industries

Demerger Ratio 1:1

Kkalpana Industries

Reprocessing Business

Ddev Plastiks

Compounding Business

Scheme of Arrangement for Demerger of compounding business from Kkalpama Industries to Ddev Plastiks was approved by Hon'ble National Company Law Tribunal vide its Order dated 04.03.2022, having an appointment date 01.04.2021.

Pursuant to the Scheme, as approved, shares were issued by Ddev Plastiks in the same proportion in which the shareholders held the shares in Kkalpana Industries, as at 08.04.2022 protecting overall economic interest of the equity shareholder

BOARD OF DIRECTORS



Narrindra Suranna

Mr. Narrindra Suranna, aged 61 years, is an Indian businessman, Philanthropist and a Humanitarian. He graduated from Calcutta University in 1984. He has done his L.L.B from Calcutta University. Currently, he is holding the position of Chairman & Managing Director of the Company. He is one of the promoters of the Company and he has got wide experience in plastic industry. His vision and business acumen has led the Group to immense success. His venture into the Compounding sector, has today emerged as one of India's leading Polymer compound manufacturers with global acclamation.

Rajesh Kothari

Mr. Kothari, aged 58 years, a Graduate (B.Com) from Rajasthan University, Ajmer, has more than 30 years of experience in the areas of marketing, after sales service and market research. He started his career in 1985 at Kanoria Chemicals & Industries Limited and has also served as Whole Time Director of Kkalpana Industries (India) Limited and has wide experience in dealing in compounding business.



Ddev Surana

Mr. Ddev Surana, aged 30 years, is a dynamic business leader and key driving force of Ddev Plastiks Industries Limited. He has completed B.Com (Hons.), MSC-Management for Business Excellence from UK and MBA (CAM) from USA. He is one of the promoters of the Company having key skills in projects management, human resource, administration and information technology. Under his guidance, the implementation of SAP in the group was completed in a record time. He has also managed major export clients for wire and cable products. He has also been associated with Kkalpana Industries (India) Limited in various projects and was taken on the Board of Directors therein in February 2019. He had also served as Whole Time Director in Kkalpana Industries (India) Limited and continues to be on Board of Kkalpana Industries (India) Limited as Non Executive Director.

Mamta Binani

Mrs. Binani, aged around 50 years, is a practicing Company Secretary since 1997. She is a Fellow member of the Institute of Company Secretaries of India (ICSI), having over 20 years of experience in corporate consultation and advisory, covering due diligence, secretarial and legal functions. She has held the position of an All-India President of the ICSI in the year 2016. She has also been the First Lady Chairperson for the Eastern India of ICSI in the year 2010. She was conferred with a certificate of doctor of excellence in the field of management at the 3rd Intelligentsia Summit in 2017 and the Bharat Nirman Award in 2010. She is the Vice President of the National Company Law Tribunal Kolkata Bar Association, and the Chairperson of the Standing Committee on Corporate Law and Governance, Merchant Chamber of Commerce & Industry, Kolkata and the Co-Chairperson of the Stress Resolution Committee of the Indian Chamber of Commerce. Besides she is also associated in various capacities with several organizations like All India Federation of Tax practitioners, Direct Tax Practitioners Association, Association of Corporate Advisors & Executives, Kolkata



BOARD OF DIRECTORS



Samir Kumar Dutta

Mr. Dutta, aged about 79 years, is a Science graduate from Calcutta University and Fellow Cost Accountant. He has served a lot of industries in different professional capacities during his service tenure of 4 decades and had started his practice as a Cost Accountant since 2007. He has over 33 years of experience in finance and additionally 13 years of experience in corporate consultation and advisory, covering Cost Audit and Tax matters.

Ramya Hariharan

Mrs. Ramya Hariharan, aged around 44 years, is a qualified Company Secretary and LLB. She has more than 2 decades of experience in dealing with general corporate matters, mergers and acquisitions, projects, banking and finance and insolvency matters. She is the partner in charge of the eastern region of a reputed national law firm. She is the founder of Citadel Law Chambers and has been enlisted as a Top Individual Lawyer by Forbes India. She has advised on several joint ventures, mergers and acquisitions, transactions involving listed as well as unlisted companies including cross-border transactions. She also has experience in all forms of restructuring including by way of scheme of arrangement, slump sale, capital restructuring etc. She also has significant experience in handling insolvency and restructuring transactions under the recent insolvency regime and has advised large corporate houses in various insolvency and restructuring transactions. She has also been involved in various financing transactions and has closed project finance transactions over approximately Rs. 7,000 crores.



Leadership Team



Mr Arihant Bothra, Chief Financial Officer

He is an Associate member of Institute of Chartered Accountants of India and an IIM Calcutta Alumni. Vast working experience for more than a decade in the areas of Finance, Accounting, Insurance, Information System and Project Financing. Graduated from Calcutta University in 2010

Ms. Tanvi Goenka, Company Secretary

She is a graduate in commerce and has received her membership of Institute of Company Secretaries of India in 2012. She holds working experience of over 10 years on mergers and acquisitions transactions involving listed as well as unlisted companies. She also has experience in all forms of restructuring including by way of scheme of arrangement



Listing Ceremony



New Product Launches / Important Developments



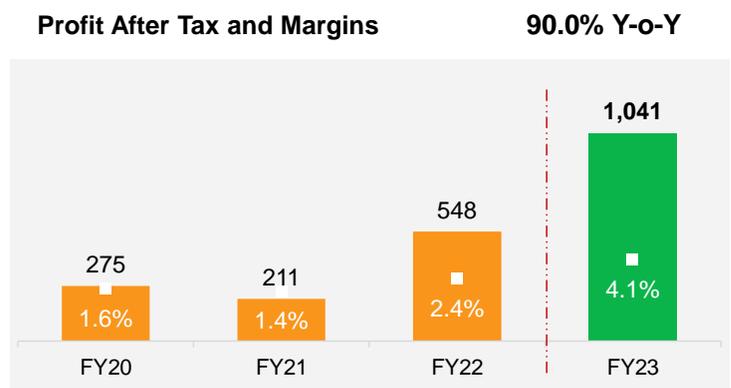
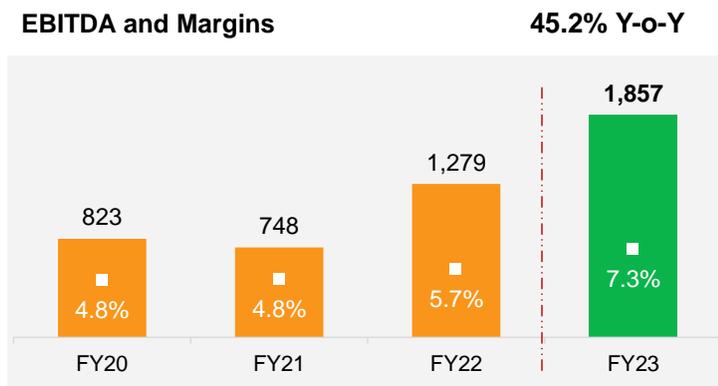
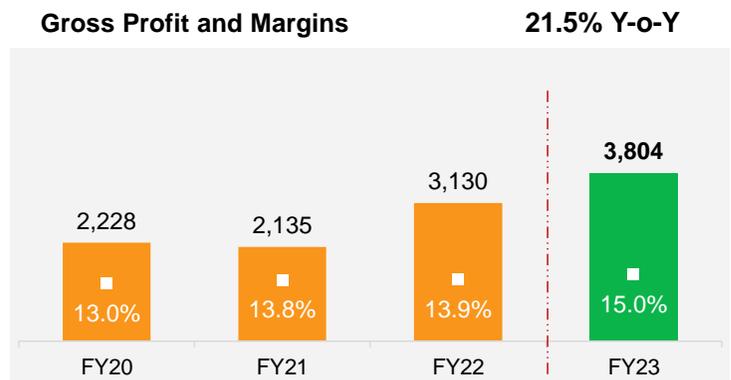
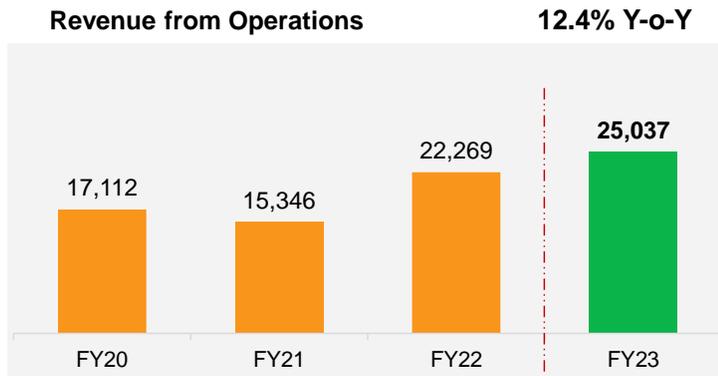
Approval for WTR (Water Tree Retardant) XLPE for 72 KV Application

- Ddev Plastiks Industries has launched their first locally produced WTR XLPE (Water Tree Retardant XLPE) for the insulation of cables up to 72 KV
- This insulation material is highly effective in reducing the growth of electrical treeing caused by water, making it a superior choice for insulation purposes
- Reduced treeing result in better service life of the cable resulting into better returns for electrical distribution companies
- This product was primarily imported, however, DPIL has introduced an exceptional version that has successfully passed a long-term test at a third-party laboratory
- It has successfully passed a two-year test on cable at a prestigious VDE laboratory

XL HFFR (Cross Linkable HFFR) Compound for Solar / Photovoltaic Cable Application

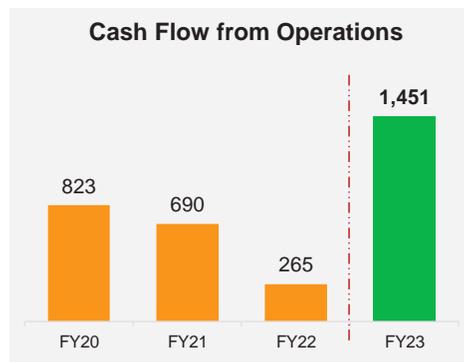
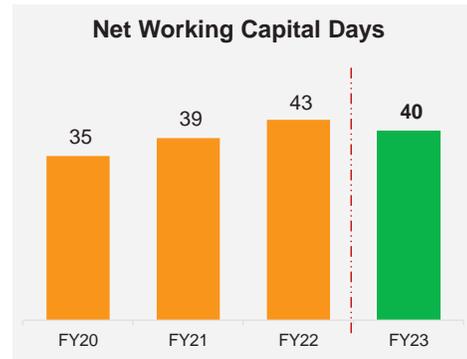
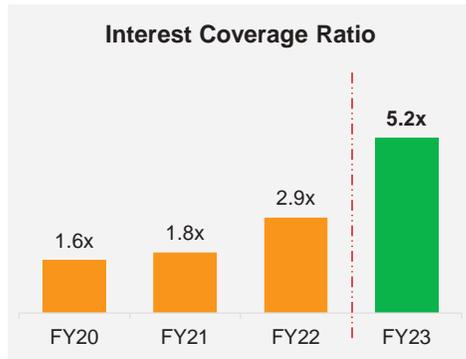
- A global leader in XLPE compound manufacturing, producing EHV compounds since 1980
- Commercially launched for major applications in Solar / Photovoltaic Cable

FINANCIAL PERFORMANCE

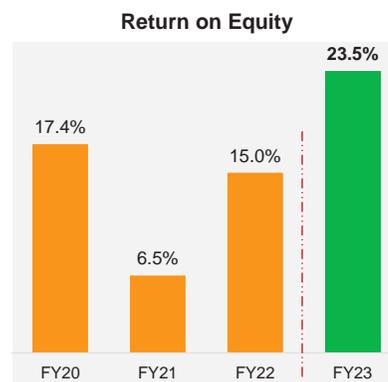
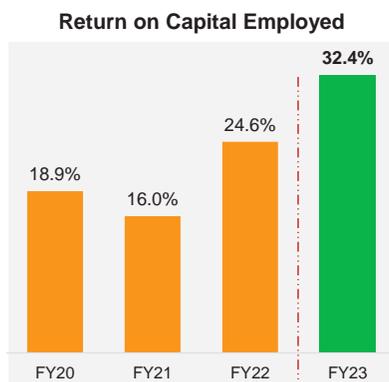


Data for FY 20 & FY 21 are comparative data of Kkalpana Industries (India) Limited since the Demerger was affected thereafter.

WORKING CAPITAL STRUCTURE



RETURN RATIOS

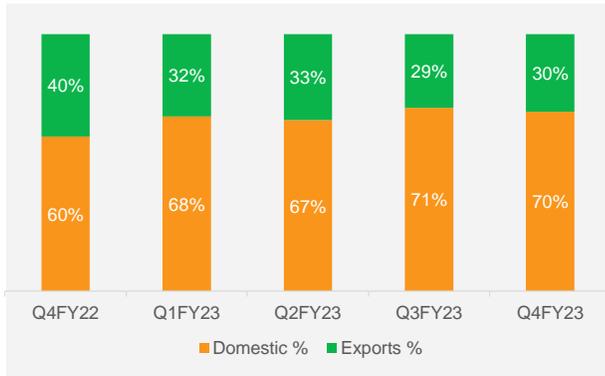


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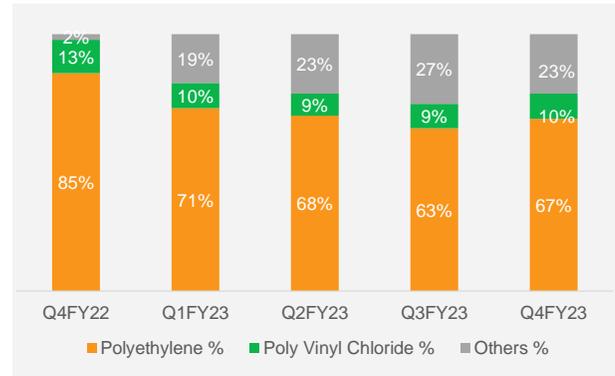
- Restated Financials post Demerger
- FY21 figures are enclosure of different business vertical which is now demerged with Ddev
- ROE = Net Profit / Average Equity of FY22 and FY23
- ROCE = EBIT / Average Capital Employed of FY22 and FY23

SEGMENT TRENDS

Revenue - Geography



Revenue - Product Category



PRODUCT PORTFOLIO

Antifab / Filled Compounds/
Master Batches



PVC Compounds



Sioplas Compound / XLPE
Compound / Semicons



Engineering Plastics
Compounds



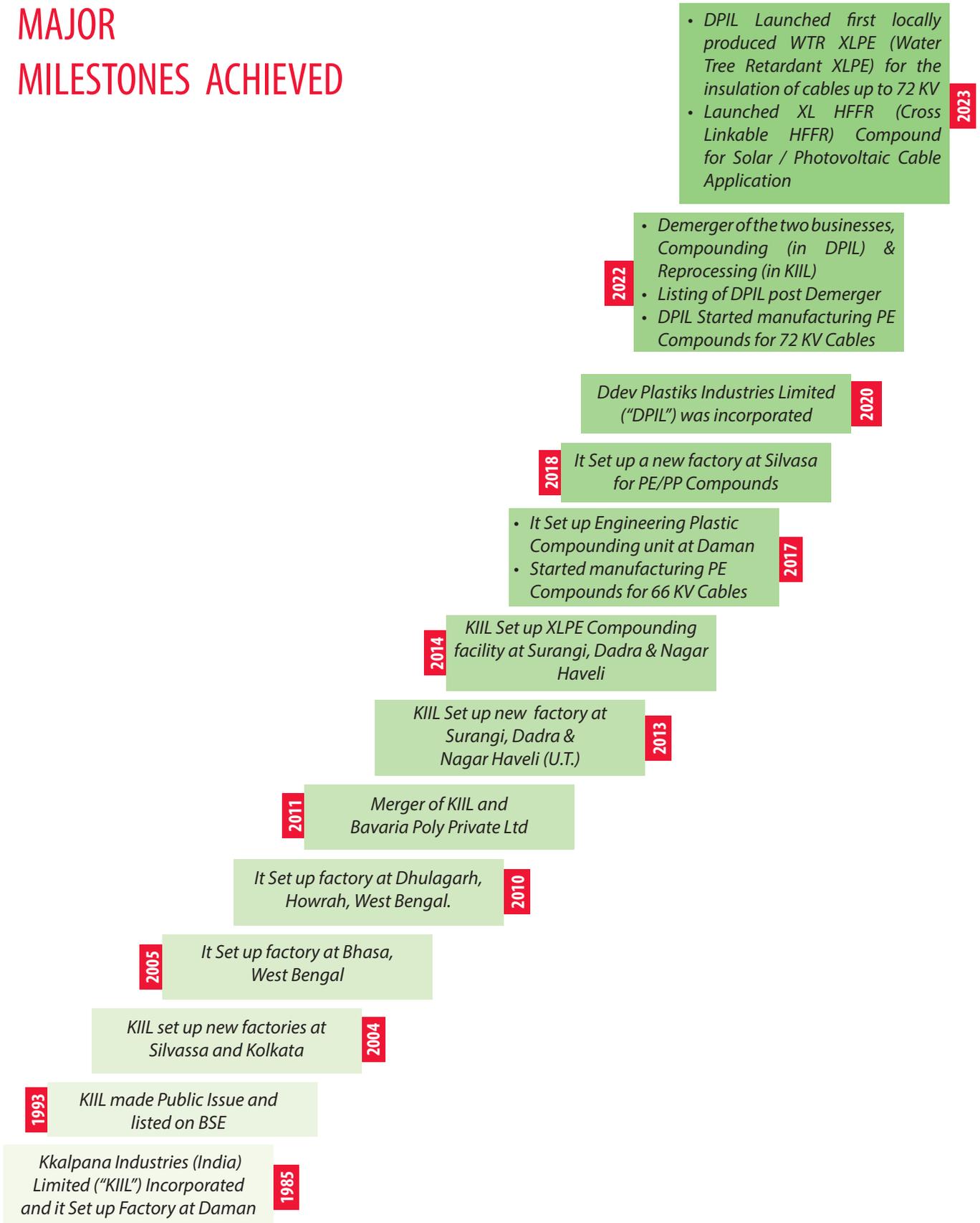
HFFR



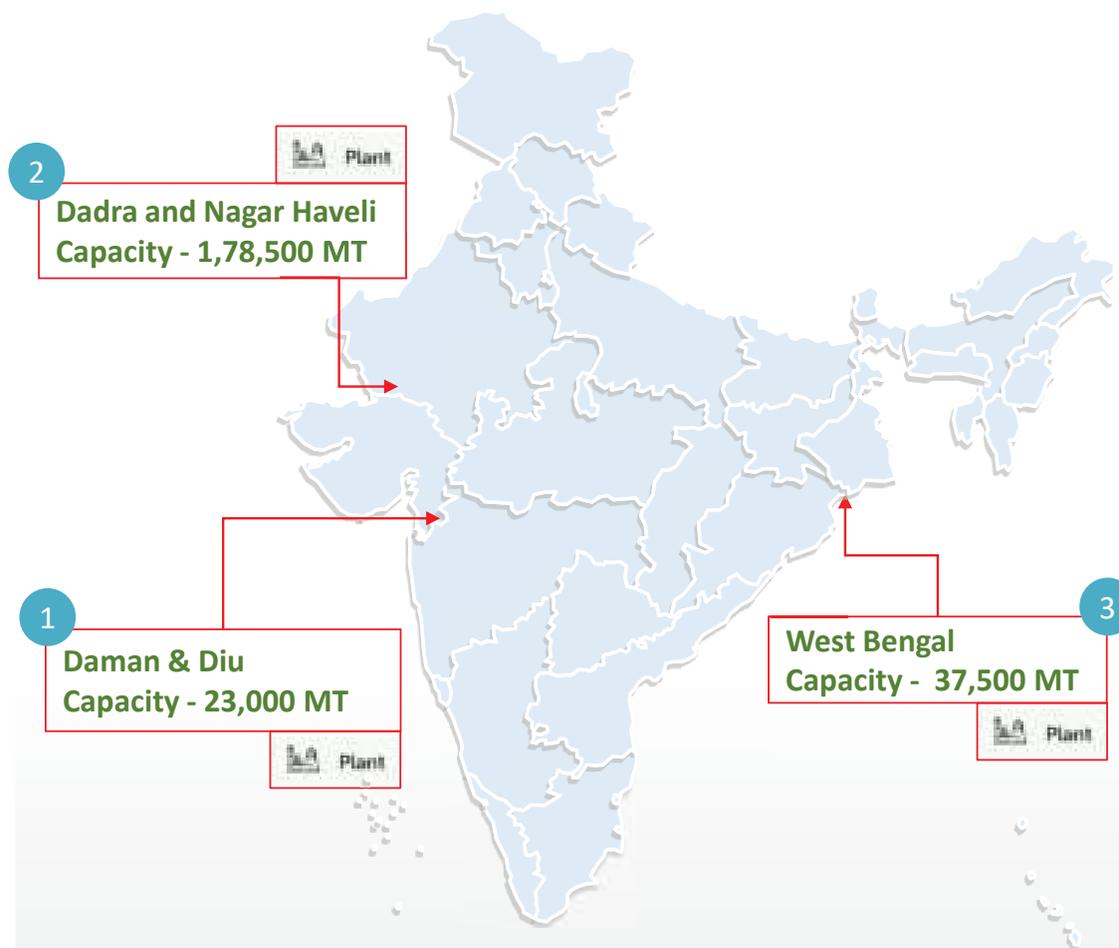
OUR PLANTS& UNITS



MAJOR MILESTONES ACHIEVED



MANUFACTURING CAPABILITIES



- **Largest manufacture of polymer compounds in India with Installed capacity of 2,39,000 MT**
- **Five modern state of art manufacturing plants** situated in the state of West Bengal, Daman & Diu and Dadra & Nagar Haveli
- Strategically located at both East & West coast of India results in lower freight costs
- **World class R&D** set up under the supervision of highly competent professionals
- **Science & technology collaboration with leading institutes** like IIT Kharagpur, University Institute of Chemical Technology (Mumbai) etc.
- Judicious choice of equipment from Germany, Switzerland, Italy, Taiwan etc.

AWARDS & RECOGNITIONS



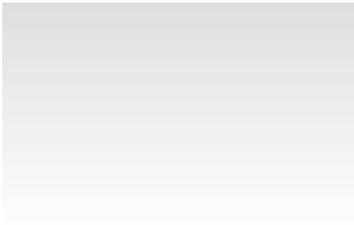
Mr. Narrindra Suranna, Chairman and Managing Director of Ddev Plastiks has received The Economic Times Asia's most promising Business Leader Award 2023



Company has received Award for Excellence in Exports-Petrochemicals and Excellence in sub-sector-Plastics Polymers & Polymer processing/compounding chemicals at Federation of India Chambers of Commerce and Industry Awards 2023



GREEN INITIATIVES AND SOCIAL SERVICE ACTIVITIES



Distributed Tri-color T-shirts to labour and locals on Independence Day, celebrated Har Ghar Tiranga campaign at our Surangi plant



Planted over 500 trees at manufacturing units and schools



Anna Prashan & Pravesh Utsav to promote Adivasi child admission to school & for nutrition during



Installed Solar Panels at Surangi Unit, reducing 80 MT carbon emissions per month



Saving 65.0 lakhs liters of ground water through water harvesting facilities at units

NOTICE OF 3RD ANNUAL GENERAL MEETING.

NOTICE IS HEREBY GIVEN that the 3rd (Third) Annual General Meeting of the Members of DDEV PLASTIKS INDUSTRIES LIMITED will be held on Monday, the 25th day of September, 2023, at 10.30 A.M. (IST) through Video Conferencing (VC)/ Other Audio Visual Means (OAVM) to transact the following Businesses:

ORDINARY BUSINESS:

1. To receive, consider and adopt the Audited Balance Sheets as at 31st March, 2023 and the Statements of Profit & Loss Accounts and Cash Flow Statements for the year ended as on that date and the Reports of the Directors and Auditors thereon.
2. To declare dividend of Re 1/- per Equity Share of face value Re. 1/- each (i.e @ 100%) for the Financial Year ended 31st March, 2023
3. To appoint a Director in place of Mr. Ddev Surana (DIN 08357094), who retires by rotation and being eligible, offers himself for re-appointment.

SPECIAL BUSINESS:

4. **Approval of the Remuneration payable to the Cost Auditors of the Company for the Financial Year ended 31st March, 2024**

To consider and if thought fit, to pass, with or without modification(s), 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 Companies (Audit and Auditors) Rules, 2014 (including any statutory modification(s) or re-enactment(s) thereof, for the time being in force), the Company hereby ratifies the remuneration of Rs.30000/- plus taxes, as applicable, and out-of-pocket expenses incurred in connection with the Cost Audit, payable to M/s. D.Sabyasachi & Co.(Firm Regn No. 000369), Practicing Cost Accountant, who are appointed as Cost Auditor of the Company, in view of recommendation by the Audit Committee of the Board and also approval by the Board of Directors of the Company, at its respective meetings held on 16th May, 2023 to conduct Audit of the cost accounting records pertaining to plastic compounds and other related manufacturing items of the Company for the year ending 31st March, 2024.

RESOLVED FURTHER THAT the Board of Directors of the Company, be and is hereby authorized to do all such acts, things, deeds and matters which are connected therewith or incidental thereto and take all necessary steps, as may be necessary, proper or expedient, to give effect to this resolution.”

Registered Office:
2B, Pretoria Street,
Kolkata-700071

By Order of the Board of Directors
For Ddev Plastiks Industries Limited

Date: 16th Day of May, 2023
Place: Kolkata

Tanvi Goenka (ACS- 31176)
Company Secretary

Notes:

1. **The Ministry of Corporate Affairs (“MCA”) has, vide its General Circular No. 20/2020 dated 5th May, 2020 and General Circular No. 10/2022 dated 28th December, 2022 (collectively referred to as “MCA Circulars”) permitted the holding of the Annual General Meeting (“AGM”) through Video Conferencing (“VC”) or Other Audio Visual Means (“OAVM”), without the physical presence of the Members at a common venue, till 30th September, 2023, in accordance with requirements provided in Paragraph 3 and 4 of the MCA General Circular No. 20/2020 dated 5th May, 2020. The Securities and Exchange Board of India (“SEBI”) also vide its Circular No. SEBI/HO/CFD/CMD1/CIR/P/2020/79 dated 12th May, 2020 and Circular No. SEBI/HO/CFD/PoD-2/P/CIR/2023/4 dated 05th January, 2023 (collectively referred to as “SEBI Circulars”) provided certain relaxations from compliance with certain provisions of the SEBI (Listing Obligations and Disclosure Requirements Regulations, 2015 (“SEBI Listing Regulations”). In compliance with the provisions of the Companies Act, 2013 (“the Act”), the SEBI Listing Regulations, MCA Circulars and SEBI Circulars, the 03rd AGM of the Company will be conducted through VC/OAVM on Monday, the 25th day of September 2023, at 10:30 a.m. (IST). The deemed venue for the 03th AGM will be the registered office of the Company situated at 2B, Pretoria Street, Kolkata - 700071.**
2. **Since the AGM is being held through VC/ OAVM, pursuant to the MCA circulars and SEBI circulars, physical attendance of members has been dispensed with. Accordingly, the facility for appointment of proxy/(ies) under Section 105 of the Act by the members to attend and cast vote for the members will not be available for this AGM and hence the proxy form and attendance slip are not annexed to this notice.**
3. Institutional/ Corporate Members (i.e. other than Individuals/ HUF/ NRI etc.) intending to authorize its representatives to attend the meeting through VC/ OAVM and/ or to vote thereat through E-Voting/ Remote E-Voting, on its behalf, are required to send a certified copy of the Board/ its Governing Body’s Resolution/ Authorization (scanned copy in .pdf/ .jpg format only), pursuant to Section 113 of the Act, or upload it on the e-voting portal. The said Resolution/ Authorisation may be sent by E-mail through the registered email address to the Scrutinizer, Mr. Ashok Kumar Daga at daga.ashok@gmail.com or to the Company’s email ids kolkata@ddevgroup.in and tanvi.goenka@ddevgroup.in
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 Act.
5. The Company has availed the services of National Securities Depository Limited (“NSDL”) for providing facilities to enable conducting the AGM through VC/OAVM. Members may note that NSDL may use third party service provider for providing participation of the members through VC/ OAVM facility.
6. 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 Notes of the Notice of 03rd AGM.
7. The facility of participation at the AGM through VC/ OAVM will be made available to 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, Stakeholders Relationship Committee and Auditors etc. who are allowed to attend the AGM without restriction on account of first come first served basis. The members will be able to view the proceedings on the NSDL’s E-voting Website at www.evoting.nsdl.com. The link for viewing one-way live webcast of the AGM will be made available on the company’s website at www.ddevgroup.in.
8. The Statement, pursuant to Section 102 of the Act setting out material facts concerning the special business under Item Number 4 of the Notice of 03rd AGM is annexed hereto. In terms of Regulation 17(11) of the Listing Regulations, the Board of Directors of the Company (the “Board”), at its meeting held on 16th May, 2023, recommended for considering the special business under Item No. 4, being considered unavoidable, at the 03rd AGM of the Company.
9. The relevant details, pursuant to Regulation 36(3) of SEBI Listing Regulation and Clause 1.2.5 read with any other applicable clause of Secretarial Standards on General Meetings (SS-2), issued by the Institute of Company Secretaries of India (“ICSI”), in respect of Directors seeking appointment/ re-appointment at this AGM, is also annexed. Requisite declarations have been received from Directors seeking appointment/ re-appointment.
10. Register of Directors and Key Managerial Personnel of the Company and their respective shareholding maintained under Section 170 of the Act and The Register of Contracts and Arrangements in which the Directors are interested, maintained under Section 189 of the Act will be available for inspection, in electronic mode, by the members at the AGM.

11. All documents referred to in the Notice convening the 03rd AGM and related Statement pursuant to Section 102 of the Act and Notes containing the details for E-Voting (Collectively referred to as "Notice" or "Notice of AGM") will also be available for inspection, only in electronic mode, by the members from the date of circulation of the Notice upto the date of AGM i.e. 25.09.2023. Members seeking to inspect such documents can send an e-mail to the Company Secretary, Mrs. Tanvi Goenka at tanvi.goenka@ddevgroup.in.
12. In compliance with the provisions of Section 108 of the Act read with Rule 20 of the Companies (Management and Administration) Amendment Rules, 2015, Regulation 44 of SEBI Listing Regulations, as amended, MCA Circulars, SEBI Circulars, SS-2 issued by the ICSI, the Company is pleased to provide to its members, facility to exercise their right to vote on all resolutions set forth in the Notice, electronically, through electronic voting (e-voting) services (both Remote E-Voting and E-Voting at AGM) facilitated by NSDL. All items of the business specified in the Notice may be transacted through remote e- voting (facility to cast vote from a place other than the venue of the AGM) or E- Voting (facility to cast vote electronically at AGM) services provided by NSDL. Instructions and other information relating to remote e-voting/ e-voting are given in the notice under note no. 28. It may be noted that the facility for E-voting at AGM shall be available for members who do not cast their vote through Remote E-Voting. Members who have cast their vote through Remote E-Voting may attend the AGM through VC/ OAVM but shall not be entitled to cast their votes at the Meeting once again.

The Company has not arranged for physical voting through ballot papers, pursuant to MCA Circulars and SEBI Circulars, since the meeting is being held through VC/ OAVM.

13. Voting rights will be reckoned on the paid-up value of shares registered in the name of the Members as on Monday, 18th September 2023 (cut-off date). Only those Members whose names are recorded in the Register of Members of the Company or in the Register of Beneficial Owners maintained by the Depositories viz-NSDL and Central Depository Services (India) Limited ("CDSL") as on the cut-off date will be entitled to cast their votes by remote e-voting/ e-voting during the AGM.
14. In case of joint holders, only such joint holder who is higher in order of names, will be entitled to vote at the meeting.
15. In accordance with the provisions of section 91 of the Act, the Register of Members and the Share Transfer Books of the Company will remain closed from Tuesday 19th September 2023 to Monday, 25th September 2023 (both days inclusive).
16. Pursuant to Section 101 and Section 136 of the Act read with Rules 18 of Companies (Management and Administration) Rules, 2014 and Rule 11 of Companies (Accounts) Rules, 2014 and any other applicable provisions of the Act read with relevant rules made thereunder, companies can serve Notice and Annual Report and other communication through electronic mode to those members who have registered their e-mail addresses either with the Company or with Depository Participant(s). Members who have not registered their e-mail addresses may now register the same. Members holding shares in demat form are requested to register their e-mail address with their Depository Participant(s) only.
17. In compliance with Section 101 and Section 136 of the Act read with Rules 18 of Companies (Management and Administration) Rules, 2014 and Rule 11 of Companies (Accounts) Rules, 2014 and any other applicable provisions of the Act read with relevant rules made thereunder, MCA Circulars and SEBI Circulars, Notice of AGM including details and instructions for remote e-voting/ e-voting and the Annual Report for the FY 2022-23 of the Company consisting of Financial Statements including Auditors' Report, Board's Report and related Annexures attached therewith for the FY 2022-23 (Collectively referred to as "Annual Report 2022-23" or "Annual Report") are being sent only through Electronic mode to those members whose e-mail addresses are registered with the Registrar and Share Transfer Agents ("RTA")/ Company/ Depository Participants ("DP") and no physical copy of said documents are being sent to any member unless any member has requested for the same, in writing, in advance. Members may note that they have the option to request for hard copy of Annual Report, however, to support the Green Initiative we request the members to consider receiving the same electronically. In case any member is desirous of obtaining hard copy of the Annual Report 2022-23 and Notice of the 03rd AGM of the Company, may send request to the Company's email address at kolkata@ddevgroup.in/ tanvi.goenka@ddevgroup.in mentioning their DP ID and Client ID ("Demat details"). Notice and the Annual Report are also uploaded on the Company's website www.ddevgroup.in and may be accessed by the members. The said documents will also be available on the website of

the Stock Exchange where the shares of the Company are listed i.e. BSE Limited at www.bseindia.com and also on the website of NSDL at www.evoting/nsdl.com.

18. Members holding shares in demat form, are requested to intimate any change in their address and/ or bank mandate to their respective DPs. The Company cannot act on any request received directly from members holding shares in demat form, for any change in their particulars.
19. Members are requested to address all correspondences including those related to Dividend, to the RTA viz.. C B Management Services Private Limited, P-22, Bondel Road, Kolkata – 700019, E-mail address: rta@cbmsl.com.
20. As per the provisions of Section 72 of the Act, facility for making nomination is available for the Members in respect of the shares held by them. SEBI has mandated furnishing of Permanent Account Number (PAN), KYC details (i.e., Postal Address with PIN Code, email address, mobile number, bank account details) and choice of nomination details by holders of securities in prescribed forms. SEBI vide its Circular No. SEBI/HO/MIRSD/MISRD-PoD-1/P/CIR/2023/42 dated 27th March, 2023 read with SEBI Circular No. SEBI/HO/MIRSD/MIRSD_RTAMB/P/CIR/2022/23 dated 24th February, 2022 and SEBI Circular No. SEBI/HO/MIRSD/RTAMB/CIR/P/2021/601 dated 23rd July, 2021 extended timeline for demat account holders for providing choice of nomination details upto 30th September, 2023. On or after 1st October 2023, in case any of the above cited documents/ details are not available in the Demat account(s), in terms of SEBI circulars, the trading account(s) shall be frozen for trading and demat account shall be frozen for debits. Members holding shares in electronic form, may obtain Nomination forms from their respective DP.
21. SEBI vide its Circular No. SEBI/HO/MIRSD/MIRSD_RTAMB/P/CIR/2022/8 dated 25th January, 2022 has mandated the listed companies to issue securities in dematerialized form only while processing service requests, viz. Issue of duplicate share certificate, claim from unclaimed suspense account/ escrow account, renewal/ exchange of share certificate, endorsement, sub-division/splitting/consolidation of share certificate/folios, transmission and transposition. Further SEBI vide its circular Nos. SEBI/HO/MIRSD/MIRSD_RTAMB/P/ CIR/2021/655 dated 03rd November 2021 and SEBI/HO/MIRSD/MIRSD_RTAMB/P/ CIR/2021/687 dated 14th December 2021, had prescribed the common and simplified norms for processing investor's service request by RTAs and norms for furnishing PAN, KYC details and Nomination. However, the same has been superseded by SEBI/HO/MIRSD/MIRSD-PoD-1/P/CIR/2023/37 dated 16th March, 2023, effective from 01st April, 2023. Attention of members of the company is drawn to said Circular. Further, SEBI vide Circular No. SEBI/HO/MIRSD/MIRSD_RTAMB/P/CIR/2022/65 dated 18th May 2022 has simplified the procedure and standardized the format of documents for transmission of securities and vide circular no. SEBI/HO/MIRSD/MIRSD_RTAMB/P/CIR/2022/70 dated 25th May 2022 prescribed procedure and standardized format of documents for issuance of duplicate securities certificates. Accordingly, members are requested to make service requests by submitting duly filled and signed forms as specified in captioned circulars. It is requested that the members furnish their respective PAN, KYC details and Nomination with the RTA/Company in accordance with said Circulars for updating their related records maintained in the Company. Effective from 1st January 2022, any service requests or complaints received from the member, are being processed by RTA on receipt of aforesaid details/ documents. Relevant details and forms prescribed by SEBI in this regard are available on the website of the Company at www.ddevgroup.in and members are requested to make service requests by submitting duly filled and signed forms.
22. Members, who are yet to encash their dividend warrants for any financial year(s), are requested to correspond/ lodge their claims with the Company's RTA without delay. The details of dividend unclaimed by the members for the past years which have not yet been transferred to the Central Government are readily available for view by the members on the website of the Company www.ddevgroup.in/investor-relations, as also on the website of the Ministry of Corporate Affairs through "<http://iepf.gov.in/IEPFWebProject/SearchInvestorAction.do?method=gotoSearchInvestor>". Further, the members are advised to glance through the database and lodge their claim for dividend, which has remained unclaimed, with the Company's RTA.
23. MCA has notified provisions relating to unpaid / unclaimed dividend under Sections 124 and 125 of the Act and Investor Education and Protection Fund ("IEPF") (Accounting, Audit, Transfer and Refund) Rules, 2016 ("IEPF Rules") (including amendments from time to time). As per these, members are requested to note that dividends that are not encashed/ claimed within 7(seven) years from the date of transfer to the Company's Unpaid Dividend Account, will as per Section 124 of the Act, be transferred to IEPF. Shares on which dividend remains unpaid/ unclaimed for 7(seven) consecutive years will be transferred to demat account of IEPF Authority as per section 124 of the Act, and

applicable rules, notifications, if any (as amended from time to time). Hence the Company urges all the shareholders to encash/claim their respective dividend during the prescribed period. The shareholders whose dividend/ shares are transferred to the IEPF Authority can claim their shares from the Authority by following the Refund Procedure as detailed on the website of IEPF Authority viz-“<http://iepf.gov.in/IEPFA/refund.html>” and by following the procedure as prescribed under the IEPF Rules, as amended from time to time.

24. The dividend, as recommended by the Board of Directors, if declared at the AGM will be credited / dispatched within 30th September 2023 to 24th October, 2023, to those members or those mandates whose names appear as Beneficial Owners as at the end of 18th September, 2023 in the statements of beneficial owner furnished by NSDL and CDSL.
25. It may be noted that in view of the changes made under the Income Tax Act, 1961 (“IT Act”) by the Finance Act, 2020, dividends paid or distributed by the Company shall be taxable in the hands of the shareholders. Your company shall accordingly make the payment of dividend after deduction Tax at Source (“TDS”) at rates prescribed in the IT Act. In general, to enable compliance with TDS requirements, members are requested to complete and/ or update their Residential Status, PAN, Category as per the IT Act with their DP.
26. SEBI vide its Circular No. SEBI/HO/MIRSD/DOP1/CIR/P/2018/73 dated 20th April 2018 has mandated that for making dividend payments, companies whose securities are listed on the stock exchanges shall use electronic clearing services (local, regional or national), direct credit, real time gross settlement, national electronic funds transfer etc. The Company and its RTA are required to seek relevant bank details of members from depositories/ investors for making payment of dividends in electronic mode. Further, pursuant to MCA General Circular 20/2020 dated 5th May 2020, companies are directed to credit the dividend of the members directly to the bank accounts of the members using Electronic Clearing Service. Accordingly, members are requested to provide or update (as the case may be) their bank details with the respective DP for the shares held in dematerialized form. In case of non-availability or non-updation of bank account details of the shareholders, the Company shall ensure payment of dividend to such member vide dispatch of dividend warrant/ cheque, as the case may be.
27. To prevent fraudulent transactions, members are advised to exercise due diligence and notify the Company/RTA of any change in address or demise of any member as soon as possible. Members are also advised to not leave their demat account(s) dormant for long. Periodic statement of holdings should be obtained from the concerned DP and holdings should be verified from time to time.

28. Instruction for E-Voting and Joining the AGM are as follows:

- I. The remote e-voting period commences on 22nd September 2023 (9:00 a.m.) (IST) and ends on 24th September 2023 (5:00 p.m.) (IST). During this period only the members of the Company, holding shares either in physical form or in dematerialized form, whose names appear in the Register of Members or Register of Beneficial Owners, as on the cut-off date of 18th September 2023, may cast their vote by remote e-voting. The remote e-voting module shall be disabled by NSDL for voting thereafter. Once the vote on a resolution is cast by the member, the member shall not be allowed to change it subsequently. The rights of members shall be proportionate to their share of the paid-up equity share capital of the company as on the cut-off date. E-voting rights cannot be exercised by a proxy, though corporate and institutional shareholders shall be entitled to vote through their authorized representatives with proof of their authorization.
- II. Mr. Ashok Kumar Daga, (Membership No. FCS-2699, C.O.P No. 2948), Practicing Company Secretary, has been appointed as the Scrutinizer to scrutinize the E-voting during the AGM and remote e-voting process in a fair and transparent manner.
- III. *The way to vote electronically on NSDL e-Voting system consists of “Two Steps” which are mentioned below:*

Step 1 : Log-in to NSDL e-Voting system at <https://www.evoting.nsdl.com/>

Step 2 : Cast your vote electronically on NSDL e-Voting system.

Step 1: Access to NSDL e-Voting system

A) Login method for e-Voting and joining virtual meetings 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 data-bbox="687 359 1436 819">1. If you are already registered for NSDL IDeAS facility, please visit the e-Services website of NSDL. Open web browser by typing the following URL: https://eservices.nsd.com/ either on a Personal Computer or on a mobile. Once the home page of e-Services is launched, click on the “Beneficial Owner” icon under “Login” which is available under “IDeAS” section. A new screen will open. You will have to enter your User ID and Password. After successful authentication, you will be able to see e-Voting services. Click on “Access to e-Voting” under e-Voting services and you will be able to see e-Voting page. Click on options available against company name or e-Voting service provider - NSDL and you will be re-directed to NSDL e-Voting website for casting your vote during the remote e-Voting period or joining virtual meeting & voting during the meeting. <li data-bbox="687 833 1436 956">2. If the user is not registered for IDeAS e-Services, option to register is available at https://eservices.nsd.com. Select “Register Online for IDeAS” Portal or click at https://eservices.nsd.com/SecureWeb/IdeasDirectReg.jsp <li data-bbox="687 970 1436 1430">3. Visit the e-Voting website of NSDL. Open web browser by typing the following URL: https://www.evoting.nsd.com/ either on a Personal Computer or on a mobile. Once the home page of e-Voting system is launched, click on the icon “Login” which is available under ‘Shareholder/Member’ section. A new screen will open. You will have to enter your User ID (i.e. your sixteen digit demat account number held 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 options available against company name or e-Voting service provider - 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 & voting during the meeting. <li data-bbox="687 1445 1436 1537">4. Shareholders/Members can also download NSDL Mobile App “NSDL Speede” facility by scanning the QR code mentioned below for seamless voting experience. <div data-bbox="798 1549 1300 1841" style="text-align: center;"> <p>NSDL Mobile App is available on</p>  <p>The image shows a promotional banner for the NSDL Mobile App. At the top, it says "NSDL Mobile App is available on". Below this, there are two logos: the Apple App Store logo and the Google Play logo. Underneath each logo is a QR code that, when scanned, likely leads to the app's download page.</p> </div>

Type of shareholders	Login Method
Individual Shareholders holding securities in demat mode with CDSL	<ol style="list-style-type: none"> 1. 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 https://web.cdslindia.com/myeasi/home/login or www.cdslindia.com and click on New System Myeasi. 2. After successful login of Easi/Easiest the user will be also able to see the e-Voting Menu for eligible companies where the e-Voting is in progress as per the information provided by company. On clicking the e-Voting option, the user will be able to see e-Voting page of the e-Voting service provider for casting the vote during the remote e-Voting period or joining virtual meeting and voting during the meeting. Additionally, there is also links provided to access the system of all e-Voting Service Providers, so that the user visits the e-Voting service providers' website directly. 3. If the user is not registered for Easi/Easiest, option to register is available at CDSL website www.cdslindia.com and click on login and New System Myeasi Tab and then click on registration option. 4. Alternatively, the user can directly access e-Voting page by providing demat Account Number and PAN No. from a E-Voting link available on www.cdslindia.com home page. The system will authenticate the user by sending OTP on registered Mobile & Email as recorded in the demat Account. After successful authentication, user will be able to see the e-Voting option where the e-Voting is in progress and also able to directly access the system of all e-Voting Service Providers.
Individual Shareholders (holding securities in demat mode) login through their depository participants	You can also login using the login credentials of your demat account through your Depository Participant registered with NSDL/CDSL for e-Voting facility. Once login, you will be able to see e-Voting option. Once you click on e-Voting option, you will be redirected to NSDL/CDSL Depository site after successful authentication, wherein you can see e-Voting feature. Click on options available against company name or e-Voting service provider-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 & voting during the meeting.

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

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

Login type	Helpdesk details
Individual Shareholders holding securities in demat mode with NSDL	Members facing any technical issue in login can contact NSDL helpdesk by sending a request at evoting@nsdl.co.in or call at 022-4886 7000 and 022-2499 7000
Individual Shareholders holding securities in demat mode with CDSL	Members facing any technical issue in login can contact CDSL helpdesk by sending a request at helpdesk.evoting@cdslindia.com or contact at toll free no.: 1800 22 55 33

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

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

1. 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.
2. Once the home page of e-Voting system is launched, click on the icon "Login" which is available under 'Shareholder/Member' section.
3. 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.

4. 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***

5. Password details for shareholders other than Individual shareholders are given below:
 - a) 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. If you are unable to retrieve or have not received the "Initial password" or have forgotten your password:
 - a) 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.
 - b) "**Physical User Reset Password?**" (If you are holding shares in physical mode) option available on www.evoting.nsdl.com.
 - c) If you are still unable to get the password by aforesaid two options, you can send a request at evoting@nsdl.co.in mentioning your demat account number/folio number, your PAN, your name and your registered address etc.
 - d) 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 who's 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 General 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 daga.ashok@gmail.com or to the Company at kolkata@ddevgroup.in / tanvi.goenka@ddevgroup.in with a copy marked to evoting@nsdl.co.in. They may 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. The above-mentioned documents should be in the naming format "Corporate Name EVEN NO."
- 2 Any person 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., on Tuesday, 18th September 2023, may obtain the login ID and password by sending a request at 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 forget 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 or call on 022-4886 7000/022-2499 7000. 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. on Tuesday, 18th September 2023 may follow steps mentioned in the Notice of the AGM under Step 1: "Access to NSDL e-Voting system" (Above).
- 3 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 to reset the password.
- 4 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 or call on 022-4886 7000/ 022-2499 7000 or send a request to Ms. Pallavi Mhatre, Senior Manager at evoting@nsdl.co.in
- 5 In case of any grievances connected to the facility for e-voting please contact Ms. Pallavi Mhatre, Senior Manager, NSDL, Trade World, "A" Wing, 4th Floor, Kamala Mills Compound, Lower Parel, Mumbai 400 013 at 022-4886 7000/ 022-2499 7000 or at E-mail ID: evoting@nsdl.co.in. In case of grievances connected to members data please contact Mr. Sujit Sengupta, C.B. Management Services Pvt. Ltd. (Unit- Ddev Plastiks Industries Limited), P-22, Bondel Road, Kolkata – 700019, West Bengal; Email: rta@cbmsl.com/ senguptask@cbmsl.com; Tel: 033 4011 6700/18/23
- 6 You can also update your mobile no. and e-mail id in the user profile details of the folio which may be used for sending future communication(s).

IV. 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 on the resolutions set out in this notice:

1. For shares 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 the RTA at rta@cbmsl.com or to the Company at kolkata@ddevgroup.in / tanvi.goenka@ddevgroup.in. If you are an Individual shareholder 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.**
2. Alternatively, shareholder/member may send an e-mail request to evoting@nsdl.co.in for procuring User ID and Password for e-voting by proving the details mentioned in Point (1).
3. 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.

V. 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 casted their vote on the Resolutions through remote e-Voting and are otherwise not barred from doing so, shall be eligible to vote through e-Voting system 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.

VI. 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 General 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. Facility of joining the AGM through VC/ OAVM shall open 15 minutes before the time scheduled for the AGM and will be available for Members on first come first served basis. Members who need assistance before or during the AGM, can contact NSDL or contact Ms. Pallavi Mhatre, Senior Manager, at telephone no. 022-4886 7000/ 022-2499 7000 or at E-mail ID : evoting@nsdl.co.in
3. Members are encouraged to join the Meeting through Laptops for better experience.
4. Further Members will be required to allow Camera and use Internet with a good speed to avoid any disturbance during the meeting.
5. 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.
6. Shareholders who would like to express their views/ ask queries/ seek clarifications during the AGM may register themselves as a speaker by sending their request from Monday, 11.09.2023 (9:00 AM IST) to Saturday, 16.09.2023 (5:00 PM IST), and as such send their request from their registered e-mail id, mentioning their name, de-mat account number, email id, mobile number at kolkata@ddevgroup.in/tanvi.goenka@ddevgroup.in
7. Shareholders (including those shareholders who would like to register themselves as speakers at AGM) who would like to seek some clarification on the accounts or other reports may send their questions from Monday, 11.09.2023 (9:00 AM IST) to Saturday, 16.09.2023 (5:00 PM IST), mentioning their name de-mat account number, email id, mobile number at kolkata@ddevgroup.in/tanvi.goenka@ddevgroup.in, so that the same will be replied by the company suitably.
8. When a pre-registered speaker is invited to speak at the meeting, but he/ she does not respond, the next speaker will be invited to speak. Accordingly, all speakers are requested to get connected to a device with a video/ camera along with good internet speed.
9. The Company reserves the right to restrict the number of questions and number of speakers, as appropriate, for smooth conduct of the AGM.
10. Members who need assistance before or during the AGM, can contact Ms. Pallavi Mhatre, Senior Manager, NSDL at evoting@nsdl.co.in or call 022-4886 7000/022-2499 7000.

Other Instructions:

- 1 The Scrutinizer shall after the conclusion of voting at the AGM, first count the votes cast during the AGM and thereafter unblock the votes cast through remote e-voting and shall submit, not later than 2 working days of conclusion of AGM, submit a consolidated scrutinizer's report of the total votes cast in favour or against, if any, to the Chairman or a person authorized by him in writing, who shall countersign the same and declare the result of the voting forthwith.
- 2 The Results declared along with the report of the Scrutinizer shall be placed on the website of the Company www.ddevgroup.in and on the website of NSDL immediately after the declaration of result by the Chairman or a person authorized by him in writing. The results shall also be immediately forwarded to concerned stock exchanges where the company's shares are listed.

29. The Resolutions shall be deemed to be passed on the date of Annual General Meeting, subject to receipt of sufficient votes.
30. Since the AGM will be held through VC/ OAVM, the route map is not annexed to this Notice.
31. We urge members to support our commitment to environment protection by choosing to receive their shareholding communication through email. You can do this by updating your email address with your depository participants (in case of demat holdings) or with the RTA (in case of physical holdings)

DETAILS OF DIRECTORS SEEKING APPOINTMENT/ RE-APPOINTMENT AT THE 03RD ANNUAL GENERAL MEETING

[Pursuant to Regulation 36(3) of Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015 read with Clause 1.2.4 of Secretarial Standards on General Meeting (SS-2) issued by the Institute of Company Secretaries of India.]

Name of the Director	Ddev Surana
Director Identification Number (DIN)	08357094
Current Designation in the Company	Whole Time Director and Chief Executive Officer
Date of Birth	31.12.1992
Date of Appointment on the Board	07.12.2020 (Original date of appointment) (In current designation from 28.03.2022)
Qualification	Graduate (B. Com), MSC-Management for Business Excellence from United Kingdom (UK) MBA(CAM) from the Unites States of America (USA)
Expertise	Holds wide experience in Project Management particularly in Operations and Marketing, Human Resource and Administration and Information Technology.
Brief Profile	<p>He is the Whole Time Director and Chief Executive Officer of Ddev Plastiks Industries Limited since 28.03.2022 and since then has handled various national and international projects in leadership roles especially for key markets in Europe, Asia, and United Arab Emirates. He brings with him extensive experience in business transformation, sales, and marketing and is passionate about building brands, driving growth, and building high performance teams. His International exposure in business studies has also helped in bringing on Board new business outlooks and perspectives.</p> <p>Prior to joining the Company he was associated with Kkalpana Industries (India) Limited (KIIL), parent entity of the Company, in various projects and was induced in its Board as its Whole Time Director in February 2019. During such time period he was actively involved in its business affairs and played instrumental role in the introduction of SAP in the Company in record time</p>
Directorships held in other public companies including private companies which are subsidiaries of public companies #	Ddev Plastic Limited

Listed entities from which the Director has resigned in the last 3 years	Nil
Memberships/ Chairmanships of Committees across other companies in which he/she is a Director	Member of Stakeholder Relationship Committee and Corporate Social Responsibility in KIIL
Memberships / Chairmanships of Committees in the Company	Member of Stakeholder Relationship Committee and Corporate Social Responsibility
Shareholding in the Company	683850 (0.73%)-Promoter
Relationship with other Directors	Son of Mr. Narrindra Suranna, Chairman and Managing Director
Number of meetings attended during the year	5
Terms and conditions of appointment/ re-appointment and remuneration	<p>He was appointed as Whole Time Director wef 28.03.2022 for a term of 5 years at a remuneration of Rs. 28.50 Lakhs + Perquisites and his office was liable to retire by rotation, at the 02nd AGM held on 29.09.2022. Increments/ Modification to terms of appointment were to be approved by Board upon recommendation of Nomination and Remuneration Committee, subject to statutory limits.</p> <p>(For detailed terms please refer to Item No. 9 of Notice of 02nd AGM dated 28.05.2022)</p>

Excludes Directorship in Private Limited Companies, Foreign Companies and Government Companies

Registered Office:
2B, Pretoria Street,
Kolkata-700071

By Order of the Board of Directors
For Ddev Plastiks Industries Limited

Date: 16th Day of May, 2023
Place: Kolkata

Tanvi Goenka (ACS- 31176)
Company Secretary



Statement pursuant to Section 102 of The Companies Act, 2013

Item No.4

The company is required, under provisions of Section 148 of the Companies Act, 2013 ("the Act") read with the Companies (Cost Records and Audit) Rules, 2014 ("the Rules"), as amended from time to time, to have the audit of its Cost Records conducted by a Practicing Cost Accountant or a firm of Cost Accountants. Further, in accordance with the provisions of Section 148 of the Act read with the Rules, the remuneration payable to the Cost Auditor has to be ratified by the members of the Company.

The Board of Directors of the Company, on the recommendation of the Audit Committee, at its respective meeting held on 16th May, 2023, has approved the appointment of M/s D. Sabyasachi & Co (Firm Registration No. 000369), Cost Accountants, as the Cost Auditor to conduct the audit of the cost records of the Company for the financial year 2023-24, at a remuneration of Rs. 30,000/- plus taxes, as applicable, and out of pocket expenses incurred in connection with the Cost Audit.

Considering the scope of Audit, time and resources deployed by the cost auditors, in the opinion of the Board, the proposed remuneration would be fair and reasonable and is not expected to, in any way, impair the independence and judgement of the Cost Auditors.

Accordingly, the consent of the members is sought by way of an Ordinary Resolution, as set out at Special Business under Item No. 4 of the accompanying Notice convening the Annual General Meeting, for ratification of remuneration amounting to Rs. 30,000/- plus taxes, as applicable, and out of pocket expenses, incurred in connection with the Cost Audit, payable to the Cost Auditors for the financial year ending 31st March, 2024.

The Board of Directors, accordingly, commends the ordinary resolution set out at Item No. 4 of the accompanying Notice convening the Annual General Meeting for ratification by the members.

None of the Directors or Key Managerial Personnels of the Company and their respective relatives are, in any way, concerned or interested, financially or otherwise in the resolution

Registered Office:
2B, Pretoria Street,
Kolkata-700071

By Order of the Board of Directors
For Ddev Plastiks Industries Limited

Date: 16th Day of May, 2023
Place: Kolkata

Tanvi Goenka (ACS- 31176)
Company Secretary

DIRECTORS REPORT

To the Members of Ddev Plastiks Industries Limited,

The Board of Directors have pleasure to present the Third Annual Report of Ddev Plastiks Industries Limited ("the Company" or "DPIIL") together with the Audited Statements of Accounts for the period commencing from 01.04.2022 to 31.03.2023 ("Financial Year ended 31.03.2023" or "Financial Year 2022-23" or "FY 2022-23").

1. FINANCIAL RESULTS:

(RS. IN LAKHS)

Particulars	2022-23	2021-22*
Turnover	250374.74	222690.28
Other Income	2578.70	2233.58
Profit/(Loss) before tax	14036.41	7559.65
Current Tax	3529.30	1962.23
Deferred Tax	12.97	119.33
Tax for earlier years	84.50	-
Profit/(loss) after tax	10409.62	5478.09
Balance brought forward	28974.80	(.35)
Balance brought pursuant to scheme of arrangement	-	23,497.06
Adjustment relating to Fixed Assets	-	-
Equity Dividend	225.77	-
Balance carried to Balance Sheet	39158.65	28,974.80

*The Hon'ble National Company Law Tribunal, Kolkata Bench (NCLT) vide its Order dated 04.03.2022 approved the Scheme of Arrangement between Kkalpana Industries (India) Limited ("KIIL") and the Company and their respective shareholders and creditors under Sections 230 to 232 read with Section 66 and other applicable provisions of the Companies Act, 2013 ("the Act") (hereinafter referred to as "Scheme" or "Scheme of Arrangement") to Demerge the Compounding Business Undertaking of KIIL having an appointed date 01.04.2021. The Financial Results represented here are in consonance with the said Order and Accounting Principles applicable to the Company in view thereof. In compliance with the said Order the Assets and Liabilities of the Compounding Business Undertaking of KIIL have been vested in the Company as on the appointed date i.e. 01.04.2021 and accordingly accounted for in the FY 2021-22.

The Financial Statements for the financial year ended on 31st March, 2023 have been prepared in accordance with the Companies (Indian Accounting Standard) Rules, 2015, prescribed under Section 133 of the Act and other recognized accounting practices and policies to the extent applicable.

2. LISTING ON STOCK EXCHANGE:

Pursuant to NCLT Order dated 04.03.2022 approving the Scheme of Arrangement relating to Demerger, 94072930 equity shares of Re.1/- each of the company, as allotted, pursuant to said Order, were listed on BSE Limited on 26.07.2022. The company has paid the annual listing fee to the stock exchange.

3. DIVIDEND:

Considering the financial results and the performance of the company during the year under review, your Directors have pleasure in recommending final dividend @ 100% (Re 1/- (Rupee One only) per equity share of face value Re. 1/- (Rupee One only) each) to the equity shareholders of the Company for the Financial Year ended 31.03.2023. This dividend is payable after declaration by the shareholders at the ensuing Annual General Meeting. The dividend payout in the financial year 2022-23 was Rs. 225.78 lakhs (@ 24% i.e. Rs.0.24p per fully paid up equity shares of Re.1/- each)

Pursuant to the provisions of the Income-tax Act, 1961, the dividend paid or distributed by a company shall be taxable in the hands of the shareholders. Accordingly, in compliance with the said provisions, your Company shall make the payment of the dividend after necessary deduction of tax at source at the prescribed rates, wherever applicable. For the prescribed rates for various categories, the shareholders are requested to refer to the Income Tax Act, 1961 and amendments thereof.



The Register of Members and Share Transfer Books of the Company will remain closed for the purpose of payment of dividend for the financial year ended 31st March 2023 and the Annual General Meeting (AGM). Book closure date has been indicated in the Notice convening AGM. The record date for considering the eligibility of members for dividend is also stated therein.

4. BONUS ISSUE:

The Board of Directors at its meeting held on 16th May, 2023 proposed issue of Bonus Shares in the ratio 1:10 i.e. 1 (One) Equity share of Re. 1/- (Rupee One Only) each for every 10 (Ten) fully paid up Equity Shares of Re. 1/- (Rupee One Only) each held by the shareholders as on record date for the purpose, subject to approval by the shareholders of the Company through Postal Ballot. The Bonus shares if approved will be issued and allotted on or before 16.07.2023 and trading approval be sought for the same. These shares upon issue shall rank pari-passu to the existing shares in all respects and dividend outflow will depend on the same.

5. WORKING CAPITAL:

The Company continues to enjoy working capital facilities under multiple banking arrangements with various banks including State Bank of India (Lead Bank), Axis Bank Limited, Bank of Baroda, HDFC Bank Limited, RBL Bank Limited, The Federal Bank Limited and Union Bank Limited. The Company has been regular in servicing these debts.

6. CAPITAL EXPENDITURE

During the financial year 2022-23, the Company incurred capital expenditure on account of addition to fixed assets aggregating to 3010.54 lakhs (including capital work in-progress and capital advances).

7. CREDIT RATING

The Company's financial discipline and prudence is reflected in strong credit rating ascribed by CRISIL as under:-

Total Bank Loan Facilities Rated	Rs. 649 Crores
Long Term Rating	CRISIL A/ Stable
Short Term Rating	CRISIL A1

The above ratings were upgraded vide CRISIL's Letter dated 02.03.2023 from A-/ Stable and A2+ for long term rating and short term rating, respectively.

8. ECONOMIC OVERVIEW

GLOBAL ECONOMY & OUTLOOK:

In 2022, global economies faced significant headwinds as a result of broadening inflationary pressures and rising energy costs due to geopolitical strife in Europe. Global economic activity has also started slowing significantly as a result of monetary policy tightening to combat inflation, less favourable financial conditions and supply chain disruptions caused by geopolitical tensions. The sudden surge of COVID-19 in China dampened growth in 2022, but the recent reopening has paved the way for a faster-than-expected recovery. Global inflation is likely to decline from 8.8% in 2022 to 6.6% in 2023 and 4.3% in 2024. The emerging and developing economies of the world are expected to play a major role in accelerating global economic growth going forward. The main positive surprise in late 2022 came from the United States, with continued labour market resilience outweighing the impact of higher interest rates on private investment.

Global economic activity is experiencing a broad-based slowdown, with fallouts from inflation higher than seen in several decades. The cost-of-living crisis, tightening financial conditions with sharp interest rate hikes, Russia's invasion of Ukraine, and the lingering effects of the COVID-19 pandemic all weigh heavily on the outlook.

Global growth is forecast to slow from 6.0 percent in 2021 to 3.2 percent in 2022 and 2.7 percent in 2023. This is the weakest growth profile since 2001 except for the global financial crisis and the acute phase of the COVID-19 pandemic. However, global growth is expected to be back on track from CY24, increasing by 3.1% in CY24 as per IMF Data. Further, India and China are anticipated to contribute more than 50% of growth in the world's GDP in 2023.

INDIAN ECONOMY AND OUTLOOK:

The Indian economy remained remarkably resilient to global challenges in 2022. According to the first advance estimates by the National Statistical Office (NSO), the Indian economy is estimated to expand by 7% in FY23, following the 8.7% growth in the previous financial year. However, India's economy continues to grow at one of the highest rates, outpacing the major emerging and developing economies, including China. It registered a broad-based expansion of 9.7% from April to September 2022, supported by robust domestic demand and upbeat investment activity. Waning input cost pressures, strong retail consumption and an increase in fixed asset expenditures mark the beginning of an upturn in India's capex cycle, which will contribute to the acceleration of the Indian economy's growth momentum.

In the backdrop of the difficult Global Economic Conditions India is set to be the second-fastest growing economy in the G20 in FY 2022-23, despite decelerating global demand and the tightening of monetary policy to manage inflationary pressures. GDP growth will slow to 5.7% in FY 2023-24, as exports and domestic demand growth moderate. Inflation will crimp private consumption but moderate at the end of the projection period, helping, along with improved global conditions, to boost growth to 6.9% in FY 2024-25, in line with the 20-year average (excluding the COVID-19 recession). Economic activity and human consumption have grown steadily, as reflected by high-frequency indicators such as GST collection statistics, direct tax collections, increasing railway freight, E-Way Bills, air traffic and PMI data.

After a spike in 2022, the current account deficit will narrow as import price pressures abate. The Indian economy has proven to be remarkably resilient in the face of the deteriorating global situation due to the strong macroeconomic fundamentals that place it well ahead of other emerging market economies.

Looking ahead at 2023

The New Year brings hopes for continued momentum in India's growth story, backed by the sustained strength in domestic demand, with significant addition in infrastructure, including in Power Generation, transmission and through various Government sponsored scheme in distributions of Power. According to a recent report by Morgan Stanley, India could become the second-fastest growing economy among the G20 nations in FY 2022-23, after Saudi Arabia, . This is expected despite a potential slowdown in global demand, inflationary pressures and continued monetary policy tightening.

The Indian government has bolstered the overall yearly budget by 7.5%, to Rs. 45 lakh crores. The CAPEX allocation has also grown, increasing by 37.40% from the previous year to Rs. 10 lakh crores. This is expected to result in a gradual upswing in economic activity in the country. The government's emphasis on capex and strengthening the private sector's intent to spend is likely to bolster investment demand.

9. INDUSTRIAL SCENARIO:

The global polymer compounding market size was estimated at USD 63.45 billion in 2022 and is expected to grow at a compound annual growth rate (CAGR) of 7.6% from 2023 to 2030. Increasing substitution for natural rubber, wood, metals, glass, and concrete by plastic is expected to drive the growth of the polymer compounding industry over the forecast period. The demand for polymer based i.e. plastics products is rising due to its use in various industrial applications on account of its ability to form desired shapes and easy molding. Plastic fittings are considered to be very easy to install as compared to metal or wood fittings. These fittings are available in a wide range of color combinations, which adds to their aesthetic appeal.

The polymer compounding market growth is driven by the rising use of these products in various Industries including automotive, packaging, electrical, appliances, etc. Additionally, the growing technological advancements in automotive and electrical industries and rising construction activities in developing countries are playing a key role in growth of the market. There has been upsurge in building and infrastructure projects worldwide in recent years, with India, China and North America among top countries which require the use of various plastic products ranging from electrical equipment, electrical wiring, flooring, wall covering etc. In the construction industry, wire and cable compounds are used for commercial, residential and industrial purposes for power transmission and low and medium voltage cable applications. The construction industry accounts for largest share of market keeping in view the growing urbanization. The usage of wire and cables compound in construction is increasing at an

exponential rate due to their significant number of advantages and long term cost implications. The initiatives like Make in India, Atmanirbhar Bharat, Pradhan Mantri Krishi Sinchayee Yojna, Smart City, Pradhan Mantri Awas Yojna Projects, establishment of plastic parks, production linked incentives, other industry friendly policy measures, tax subvention being announced by the Government have further assisted the growth of the Industry.

Apart from automotive, electronics and constructions, manufacturers in plastic compounding markets are extending their supply to arms in defense, irrigation and furniture applications. Underground cables and appliances are catalyzing the demand for polymer compounding. With the help of advanced materials and processes; polymers are being transformed to exhibit high tensile strength as compared to most metals. Injection molding companies and cable industries are capitalizing on these trends, since low manufacturing costs, design flexibility, safety and longevity is being preferred by end users. The market for wire and cable compound is expected to grow at a CAGR of more than 5% globally during the forecast period. Wire and cable compound provide high quality insulation, jacket to conducting materials, offers high durability, excellent chemical and corrosion resistance and high mechanical stability, flexibility and abrasion resistance to the cable and wire. The growing product application in the construction and power sector has been driving the market growth.

The technical advancement in low fire hazard vinyl and teflon wire and cable compound offer great opportunities for the wire and cable compound market over the next five years. Asia-Pacific region dominates the market, owing to growing application of wire and cable compound in power and construction industry, which augment the demand for wire and cable compound.

The automotive industry has been focusing on vehicle weight reduction for decades as vehicle weight has a direct impact on driving dynamics and fuel efficiency. As per the US Department of Energy (DOE), reducing the weight of vehicles by 10% yields an increase of 6-8% in fuel economy. As governments from around the world are implementing stringent emission regulations and are even planning to set even higher emissions standards in the coming years, the importance of lightweight materials is expected to increase. Usage of plastic has been a major help in lowering vehicle weight which has direct impact on demand for polymer compound manufacturing. The global automotive polymers market is dominated by Asia-Pacific region owing to its huge automobile production base from countries like China, India, Japan, and South Korea. The automotive polymers market in the region will benefit from tightening environmental regulations in the countries like India where automobiles are expected to shift to BS 6 standard which forced automobile manufacturer to use more lightweight materials to increase fuel efficiency and reduce emissions. Booming electric vehicles industry in China and Japan is also furthering the cause for composite polymers in the region.

Significant contribution to technical and technological development of white goods products is due to polymers and related technologies. Development reflects not only the improvement of primary functional features, but also the ecology aspect of product design (eco-design) and pleasurable industrial design.

10. OPERATIONS AND STATE OF COMPANYS AFFAIRS:

During the period under review, the turnover of the Company stood at Rs 2,50,374.74 lacs as against Rs. 2,22,690.28 in FY 2021-22. The Profit after tax as at 31.03.2023 stood at Rs. 10,409.62 lacs as against Rs. 5,478.09 lacs as at 31.03.2022.

The Company is a leading manufacturer of polymer compounds in India with a capacity of 239000 MT per annum having a diverse product portfolio consisting of PE compounds, PVC compounds, Filled compounds, Master Batches, Footwear compounds, Pipe compounds, Peroxide compounds expanding to Engineering Plastic compounds for White compounds, automotive and electrical appliances. It has 5 (five) manufacturing units with state of art machinery, infrastructure, equipment, and R&D facilities. With plants located at both East & West coast of India, the company gains advantage of low freight costs. The in-house ability for designing and testing new compounds with large fully equipped labs and experienced and skilled team and strong Research and development has resulted in large pipeline of new products under development based on customer feedbacks and requirements. The Multi location setup helps minimize the transportation cost by being closer to suppliers (ports) and customers and wide range of extruder capabilities provide flexibility to produce custom quantities for wide range of customers. The arrangements with most large suppliers and large sourcing quantities result in priority treatment from suppliers and cost effectiveness. Our excellent marketing team comprising of technically qualified and trained personnel

focus on customizing products to suit customer processes and strong relationships with suppliers provide inputs for developing new product applications based on critical raw materials.

For further details refer to Management Discussion and Analysis, annexed to this report

11. FUTURE PROSPECTS

Increasing demand in construction, automotive, electrical and electronics sectors is expected to be a major factor driving global polymer compounding industry growth. Synthetic polymers such as Polyvinyl Chloride (PVC), Polypropylene (PP), Polyethylene (PE), Polycarbonates (PC), and Polyurethane (PU) have been traditionally used in various applications such as packaging, electronic components, automotive components, toys, furniture and construction materials.

Plastic demand is also increasing in the construction sector in flooring, insulation materials, electrical fittings, wiring, cables, storage tanks, doors, pipes etc. Growing residential and commercial projects in developing nations is boosting infrastructural development. Further consumer awareness regarding safety, attractive interiors, improved quality, is increasing demand for such materials. A booming construction industry is anticipated to complement the polymer compounding market. Large investments in sectors such as water, sanitation management, irrigation, building, construction, power, transport retail etc are continuously being made. PVC, Chlorinated Polyvinyl Chloride (CPVC) play an important role in sustainable management of this sector through various products like pipes, cable, water proofing membranes, wires, etc. This will boost the polymer compounding market in foreseeable future. Increasing environmental regulations and safety concerns on use of halogenated polymers for wires and cables are driving demand for non-halogenated cable compounds. Regulatory intervention to reduce gross vehicle weight to improve fuel efficiency and reduce carbon emission has driven automotive to substitute metals for fabricating automotive components with plastic products, therefore with growing thermoplastic and thermosets demand in automotive components fabrication, polymer compounding is expected to gain prominence due to increasing and improved quality and material specification requirements by automotive manufacturers.

In terms of value the global polymer compounding market is expected to reach US\$ 107.6 Billion by 2031, expanding at CAGR of 6% during forecast period. Asia Pacific is estimated to be a prominent region of polymer compounding market in terms of value in the near future. Increase in demand for polymer compounding in various applications, rapid industrialization, improvement in economic conditions, supportive government policies, availability of cheap labour, natural resources, are factors fueling polymer compounding market in the region.

Cable and Wire Industry, being the key takers of products of your Company, is also expected to grow. The rising demand from the construction industry due to the growing urbanization in numerous countries is estimated to bring considerable growth prospects for the wire and cable compounds market during the period of 2021-2031. The popular concept of smart city is also proving to be beneficial growth opportunity for the wire and cables compounds market. Furthermore, the characteristics of wire and cable compounds also make them a favorite among numerous applications.

Growing renewable energy production and initiatives taken by the government to upgrade the transmission systems and power supply models and systems are presumed to drive the wire and cable compounding market. Increasing reserves in smart grid technology have also propelled the market growth to a greater extent. Increased concerns for safety have generated awareness and flame retardant, low smoke emission, non halogenated wire and cable compounds have come to gain popularity and market.

12. SHARE CAPITAL:

There has been no change in the Share Capital of the Company during the period under review. As on 31.03.2023, the Authorised Capital stood at Rs. 10,15,00,000 (Rupees Ten Crores Fifteen Lakhs only) divided into 1015000 (Ten Crores Fifteen Lakh) Equity Shares of Face Value of Re.1/- (Rupee One only) each and the Paid-Up Equity Share Capital of the Company stood at Rs. 9,40,72,930 (Rupees Nine Crores Forty Lakhs Seventy Two Thousand Nine Hundred and Thirty only) divided into 94072930 (Nine Crores Forty Lakhs Seventy Two Thousand Nine Hundred and Thirty) Equity Shares of Face Value of Re.1/- (Rupee One only) each.

However, the board of directors had recommended, at its meeting held on 16th May, 2023, to the members to consider and approve the increase in Authorised Capital of the Company to Rs. 15,00,00,000/- (Rupees Fifteen Crores

only) divided into 150000000 (Fifteen Crores) Equity shares of Re. 1/- (Rupee One Only) each, to accommodate the issue of bonus shares, subject to approval of members, vide Postal Ballot.

13. SHAREHOLDING OF COMPANY:

- (a) **Buy Back of Shares:** The Company has not bought back any of its securities during the period under review.
- (b) **Sweat Equity:** The Company has not issued any Sweat Equity Shares during the period under review.
- (c) **Bonus Shares:** The Company has not issued any bonus shares during the period under review.
- (d) **Employees Stock option plan:** The Company has not provided any Stock Option Scheme to the employees.

The Board of Directors, at its meeting held on 16.05.2023, recommended for shareholder approval the Issue of Bonus Shares in the ratio 1:10 (1 (One) fully paid equity share of Re. 1/- (Rupee One only) each to shareholder holding 10 (Ten) fully paid equity shares of Re. 1/- (Rupee One only) each) as at the record date, as may be fixed by the Board, subject to receipt of requisite approval of members of the company.

14. TRANSFER TO RESERVES:

The Company proposes not to transfer any amount to Reserves.

15. TRANSFER TO AMOUNT TO INVESTOR EDUCATION AND PROTECTION FUND:

Ministry of Corporate Affairs (MCA) has notified provisions relating to unpaid / unclaimed dividend under Sections 124 and 125 of the Companies Act, 2013 and Investor Education and Protection Fund ("IEPF") (Accounting, Audit, Transfer and Refund) Rules, 2016 ("IEPF Rules") (including amendments from time to time). As per these, members are requested to note that dividends that are not encashed/ claimed within 7(seven) years from the date of transfer to the Company's Unpaid Dividend Account, will as per Section 124 of the Companies Act, 2013, be transferred to IEPF. Shares on which dividend remains unpaid/ unclaimed for 7(seven) consecutive years will be transferred to demat account of IEPF Authority as per section 124 of the Companies Act, 2013 and applicable rules, notifications, if any (as amended from time to time).

It may be noted that no amount is due to be transferred to IEPF Authority as on the date of this report, however, the Company urges all the shareholders to encash/claim their respective dividend during the prescribed period.

Further, as per Hon'ble National Company Law Tribunal, Kolkata Bench Order dated 04.03.2022, approving the Scheme of Arrangement between Kkalpana Industries (India) Limited (KIIL) and the Company, the company was required to allot shares to shareholders of KIIL as at 08.04.2022. Accordingly, in respect of shareholders of KIIL whose shares were lying in IEPF Account as on 08.04.2022, requisite shares of the company have been transferred to IEPF Account.

16. DEMATERIALISATION OF SHARES AND ESCROW ACCOUNT

As at 31st March 2023 100% of the shareholding of the company was held in dematerialized mode since physical issue of shares was not permitted by the NCLT Order approving the Scheme of Arrangement and as per applicable statutory requirements. However, the shares to be issued to physical shareholders of Kkalpana Industries (India) Limited ("KIIL" or "Parent company") were transferred to Escrow Account and letters were issued to such holders to update their demat account details with the company/ Registrar and Share Transfer Agents of the Company ("RTA")- C.B. Management Services Pvt. Ltd to enable transfer of related shares from the Escrow Account to such holders. During the year the company had received 70 request aggregating to 55125 equity shares to be transferred from Escrow Account to beneficiary accounts which were duly processed, in Lots.

It is requested that eligible shareholders (i.e. shareholders holding shares of KIIL in physical mode as at 08.04.2022 who are pending to update their demat details for receipt of shares of the company from escrow account) are requested to kindly demat their holdings and also update their demat details with the RTA and claim their shares of the company.

17. CHANGES IN NATURE OF BUSINESS, IF ANY

There has been no change in the nature of business of the Company. Your Company continues to be one of the leading manufacturers of Polymer Compounds in the Country.

18. MATERIAL CHANGES AND COMMITMENTS AFFECTING THE FINANCIAL POSITION OF THE COMPANY:

Pursuant to the Scheme of Arrangement approved between KILL and the Company, shares of the Company were allotted to shareholders of KILL and subsequently listed on BSE Limited. The Listing of shares of the Company was affected from 26.07.2022.

There have been no material changes and commitments affecting the financial position of the Company between the end of the financial year to which the financial relates i.e. FY 2022-23 and the date of the report.

19. RESEARCH AND DEVELOPMENT

Your Company recognizes that Research & Development (“R&D”) plays a vital role in supporting operations as well as future growth. Your Company focuses its attention on development of Products that have wide industrial applications, particularly in cable, piping, packaging and footwear industries. Through R&D, it endeavors to increase production, lower cost of production and lower wastage. The Company has in place a sound R&D infrastructure and team to cater to the changing market needs. The R&D team has enabled the company to achieve breakthrough in various applications and procedures which have enabled the achievement of the objectives of the company, development of new and improved products and applications.

Over the years, we have created a strong product portfolio, with focus on advanced R&D and relied on world-class know-how to build a futuristic organization. Our deep domain knowledge, coupled with an innate zeal to explore new frontiers of the carbon value chain while fostering novel approaches has kept us a step ahead of the competition. For us, innovation is a way of life, so we continue to build our innovative capabilities. Our commitment to deliver superior quality products enables us to consistently introduce value added products to our diverse portfolio. It also drives process enhancements that contribute to the development of quality products and helps us sustain cost leadership.

We are mindful of our responsibility to ensure the wellbeing of people as well as the planet. We inculcate sustainable practices to create holistic value for all our stakeholders, including employees, shareholders, suppliers, customers and the community at large. It, therefore, empowers us to fulfill our objectives towards society and the environment over the long-term. Looking ahead, we remain determined to identify new opportunities, explore broader applications and lead with the latest developments in the industry – to strengthen the foundation of the organization.

20. RISK AND CONCERNS:

Risk factor is ingratiated to all business activities of all companies, though in varying degrees and forms. As far as your company is concerned, it has an approved risk management policy by the Board of Directors. Risk evaluation and its management is ongoing process within your company and is periodically reviewed by the Board of Directors of your company.

The main risks of your company are as under:

Business risks

Your company has to face intense competition from unorganized sector and imports pertaining to plastic compounds. Further, the raw material prices remain volatile. It is very difficult to estimate the near future raw material cost. However, the company scrutinizes the prices of raw materials from various markets to source the same at most competitive rates from domestic sources or imports, as may be required.

Technology risks

Quality up gradation and product consolation risks are intertwined with your company’s business management. However, the high standard of in-house research and development fortifies the technological risks to some extent.

Financial risks

The Company’s policy is to actively manage its foreign exchange risk. The company actively manages the interest rate risk by adopting suitable strategies to minimize the impact of interest rate fluctuations, including maintaining optimal balance of different loan types and maturities.

Credit Risks

The Company sells their products by extending credit to customers, with the attendant risk of payment delays and defaults. To mitigate the risk, appropriate measures like periodic review and rigorous follow-up are put in place for timely collection of dues from the customer. Credit availability and exposure is another area of risk. However, all export sales of the Company are covered under the receivable insurance Policy which further mitigate the risk.

Liquidity Risks

The Company realizes that its ability to meet its obligations to its suppliers and others is linked to timely and regular collection of receivables and maintaining a healthy credit rating. Review of working capital constituents like inventory of raw materials, finished goods and receivables are done regularly by the respective Divisions and closely monitored by Corporate Finance

Workplace Accident/ Incident risks

Every process-related activity has its inherent associated hazards which can affect plants or properties in terms of Accidents/Incidents at the workplace and the ill health of its employees. To address all of these risks coming from such hazards the company has set up risk assessments whereby it identifies the hazards, evaluates who may be harmed and takes necessary measures and proactive actions to mitigate the same. Regular maintenance and check ups are conducted to ensure safety measures.

Environmental Sustainability risks

The industry in which the Company operates bears the responsibility to improve environmental impact management. Accidents involving chemicals put the environment, human health and safety at risk, as well as threaten business operations. In addition to following environmental standards, the industry is also liable for adding value to society. The company adheres to all the essential environmental rules and regulations prescribed by the Government. Each facility has robust safety standards and systems in place to mitigate any potential risks. The Company also ensures careful disposal of hazardous waste by following the regulations. Additionally, the Company has made significant investments in green projects to create facilities for a sustainable future.

Dependency/ Economical risks

As the Company relies heavily on a few distinct industries, such as cable and power segments, any decline in these sectors would affect its margins and security. The demand for its products is primarily inelastic since these application sectors are vital to any economy. Despite this risk, the Company has a loyal client base for more than three decades. This long-standing partnership has helped mitigate the impact of this risk on the Company.

Market Presence and Reputational risks

The Company competes with other producers who manufacture similar goods both in India and abroad in a fiercely competitive market. Thus, the Company's market influence becomes significant when choosing a smart facility spot. The company has established 5 (five) state of art facilities across east and west India at strategic locations which help in easy transportations, procurements and access to the markets. This has significantly enhanced the Company's reputation.

21. RISK MANAGEMENT POLICY:

Your company has an elaborate risk Management procedure and adopts a systematic approach to mitigate risk associated with accomplishments of objectives, operations, revenues and regulations. The Board takes responsibility for the overall process of risk management throughout the organization. In terms of requirement of the Companies Act, 2013 the Company has developed and implemented the Risk Management Policy and the Audit Committee of the Board reviews the same periodically. The company considers activities at all levels of the Organization viz. Enterprise level, Division level, Business Unit Level and Subsidiary level in risk management framework. Risk management process of the Company focuses on three elements viz. 1) Risk Assessment 2) Risk Management and 3) Risk Monitoring. The Company's business units and corporate functions address risk through an institutionalized approach aligned to Company's objective. This is further facilitated by Internal Audit which is reviewed by the Board and Audit Committee of the Company. The key risks and mitigating actions are reviewed and significant audit observations and follow up actions thereon are reported to the Audit Committee and Board.

22. ADEQUACY OF INTERNAL FINANCIAL CONTROLS WITH REFERENCE TO FINANCIAL STATEMENTS:

The Board has adopted policies and procedures for governance of orderly and efficient conduct of its business, including adherence to the Company's policies, safeguarding its assets, prevention and detection of frauds and errors, accuracy and completeness of the accounting records and timely preparation of reliable financial disclosures. The internal financial controls with reference to the Financial Statements are commensurate with the size and nature of business of your Company. These have been designed to provide reasonable assurance with regard to recording and providing reliable financial and operational information, complying with applicable Indian Accounting Standards (Ind AS) and relevant statutes. The Internal Auditor and the Audit Committee reviews the Internal Financial Control system periodically.

23. VIGIL MECHANISM

The Company believes in conducting its affairs in fair and transparent manner by adopting the highest standards of professionalism, honesty, integrity and ethical behavior. Pursuant to the requirement of the Section 177(9) of the Companies Act, 2013, the Company has established vigil mechanism which also incorporates a whistle blower policy in terms of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 in order to provide a secure environment and to encourage employees to report unethical, unlawful, improper practice, acts or activities, if any. Protected disclosures can be made by a whistle blower through an e mail or phone or letter to the chairman of Audit Committee. During the year under review no employee was denied access to the Audit Committee.

24. SIGNIFICANT AND MATERIAL ORDERS PASSED BY THE REGULATORS;

NCLT had vide its Order dated 04.03.2022, approved the Scheme of Arrangement between KIIL and DPIL for transfer of compounding business of KIIL to DPIL on a going concern basis from an appointed date of 01.04.2021 and the said Order was filed with the MCA/ Registrar of Companies (ROC) on 01.04.2022, being the effective date.

As mentioned earlier, the Hon'ble NCLT had vide its Order dated 04.03.2022, approved Scheme of Arrangement between KIIL and Company pursuant to which shares of the Company were allotted to shareholders of KIIL and subsequently listed on BSE Limited. The listing approval in this regard was received on 26.07.2022.

During the year under review, no significant and material orders were passed by the regulators or courts or tribunals impacting the going concern status and the company's operations.

25. PARTICULARS OF LOANS, GUARANTEES OR INVESTMENTS MADE UNDER SECTION 186 OF THE COMPANIES ACT, 2013:

Details of loans, guarantees or investments made under the provisions of Section 186 of the Companies Act, 2013 are provided in the financial statement (refer note 36 to the financial statement)

The Company was accorded approval by members of the Company to give loans, guarantees and make investments not exceeding in aggregate Rs. 2000 crores which is in excess of 60% of the aggregate of its paid up share capital, free reserves and securities premium account or 100% of its free reserves and securities premium account, whichever is more, as prescribed in Section 186 of the Companies Act, 2013 and as may be noted the company has ensured compliance to said limits and approval as accorded.

26. DEPOSITS:

The Company had not accepted any deposits from public and/or members during the period under review within the meaning of Section 73 of the Companies Act, 2013 read with Companies (Acceptance of Deposit) Rules, 2014.

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

Your Company has directed its efforts to reduce energy costs by focusing on energy savings through the best optimization of operations on day to day basis. The Company has used fuels in appropriate mix to attain maximum savings.

Pursuant to the provision of Section 134 (3)(m) of the Companies Act, 2013 read with Rule 8(3) of the Companies (Accounts) Rules, 2014, the particulars of energy conservation, Technology Absorption and Foreign Exchange Earnings and outgo is given in the prescribed format as an Annexure to the Report and marked as 'Annexure 1'.

28. POLICIES

The Companies Act, 2013 ("the Act") and SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 ("Listing Regulations") and various other statutes applicable to the Company, mandated the formulation of certain policies for listed companies. All applicable policies are available under the head Policy on the Company's website at www.ddevgroup.in/investor-relations.php. The policies are reviewed periodically by the Board and Committees and updated, based on need and new compliance requirement and recommendation of related Committee/s.

29. BOARD OF DIRECTORS AND KEY MANAGERIAL PERSONNEL:

Appointment/ Re-appointment/ Change in Designation

As per the provision of Section 152 (2) of the Companies Act, 2013 every director shall be appointed by the Company in General Meeting. Accordingly, at the Annual General Meeting ("AGM") held on 29.09.2022, the members of the Company had approved the following appointments:

Name	DIN	Appointment/Cessation	Designation	Effective date
Mr. Narrindra Suranna	00060127	Appointment	Chairman and Managing Director	28.03.2022
Mr. Ddev Surana	08357094	Change in Designation	Whole Time Director and Chief Executive Officer	28.03.2022
Mr. Rajesh Kothari	02168932	Change in Designation	Whole Time Director	28.03.2022
Mrs. Mamta Binani	00462925	Appointment	Independent Director	28.03.2022
Mrs. Ramya Hariharan	06928511	Appointment	Independent Director	28.03.2022
Mr. Samir Kumar Dutta	07824452	Appointment	Independent Director	28.03.2022

In accordance with the provisions of Section 152 of the Companies Act, 2013 Mr. Ddev Surana (DIN: 08357094), Whole Time Director of the Company, retires by rotation at the forthcoming Annual General Meeting and being eligible, has offered himself for re-appointment.

The necessary disclosure about Director seeking appointment/ re-appointment required, pursuant to Regulation 36 of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 and Clause 1.2.5 of the Secretarial Standard on General Meeting (SS-2) issued by the Institute of Company Secretaries of India (ICSI), is annexed to the Notice of 03rd AGM.

Key Managerial Personnel

The Board has the following as Key Managerial Personnel:

Mr. Narrindra Suranna- Chairman and Managing Director

Mr. Rajesh Kothari-Whole Time Director

Mr. Ddev Surana –Whole Time Director and Chief Executive Officer

Mrs. Tanvi Goenka- Company Secretary and Compliance Officer

Mr. Arihant Bothra- Chief Financial Officer

Independent Directors

The following Independent Directors are on Board as at 31.03.2023

Mr. Samir Kumar Dutta

Mrs. Ramya Hariharan

Mrs. Mamta Binani

None of the Independent Director is due for re-appointment at the ensuing AGM or during the period under review.

The Board is of the opinion that the Independent Directors of the Company possess requisite qualifications, experience, proficiency and expertise in their respective designated fields and are persons of integrity.

The Independent Directors of the Company have undertaken requisite steps towards the inclusion of their names in the data bank of Independent Directors maintained with the Indian Institute of Corporate Affairs (IICA), in terms of Section 150 of the Companies Act, 2013 (including any statutory modifications, amendments/ re-enactments, if any) read with Rule 6 of the Companies (Appointment and Qualification of Directors) Rules, 2014, as amended from time to time.

Cessation

None of the Directors resigned or were removed from their office during the period under review. Further, none of the Directors ceased to be associated with the company for any other reason.

None of the Directors are disqualified or debarred by Securities and Exchange Board of India (SEBI) or any other statutory authority, from continuing office as Director and Certificate received in this regard from Mr. Ashok Kumar Daga (PCS-2699, COP-2948), Practicing Company Secretary, is annexed to this report as "Annexure 2"

30. DECLARATION BY INDEPENDENT DIRECTORS

All Independent Directors of the Company have given declarations under Section 149(7) of the Companies Act, 2013 that they meet the criteria of Independence, as laid down under Section 149(6) of the Companies Act, 2013 and Regulation 16(1)(b) of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 ("Listing Regulations"). In terms of Regulations 25(8) of the Listing Regulations, the Independent Directors have confirmed that they are not aware of any circumstance or situation, which exists or may be reasonably anticipated, that could impair or impact their ability to discharge their duties with an objective independent judgment and without any external influence. They have also confirmed, respectively, pursuant to Circular No. LIST/COMP/14/2018-19 dated 20.06.2018 issued by BSE Ltd., pertaining to enforcement of SEBI Orders regarding appointment/ re-appointment of Director/Independent Director, that they are not debarred from holding office of Independent Director/ Director by virtue of any SEBI order or any other statutory authority and are not disqualified from being/ continuing as Independent Directors in terms of Section 164 of the Companies Act, 2013. They have also confirmed, respectively, their compliance with Rules 6(1) and 6(2) of the Companies (Appointment and Qualification of Directors) Rules, 2014 ("the Rules"), as amended from time to time, with respect to registration with the Databank of Independent Directors maintained with Indian Institute of Corporate Affairs.

31. BOARD MEMBERSHIP CRITERIA AND LIST OF CORE SKILLS/ EXPERTISE/ COMPETENCIES IDENTIFIED IN CONTEXT OF THE BUSINESS

The Board of Directors is collectively responsible for selection of member on the Board. The Company follows defined criteria for identifying, screening, recruiting and recommending candidates for selection as a Director on the Board. The criteria for appointment to the Board includes:

- composition of the Board, which is commensurate with the size of the Company, its portfolio, geographical spread and its status as a public Company;
- desired age and diversity on the Board;
- size of the Board with optimal balance of skills and experience and balance of Executive and Non-Executive Directors consistent with the requirements of law and the objectives and activities of the Company;
- professional qualifications, expertise and experience in specific areas of relevance to the Company;
- avoidance of any present or potential conflict of interest;
- availability of time and other commitments for proper performance of duties;
- personal characteristics being in line with the Company's values, such as integrity, honesty, transparency, pioneering mindset etc.

The Board has identified the following skills/ expertise/ competencies fundamental for the effective functioning of the Company, which are currently available with the Board:-

- Leadership - Experience of running large enterprise, leading well-governed organization, with an understanding of organizational systems and strategic planning and risk management, understanding of global business dynamics, across various geographical markets, industry verticals and regulatory jurisdictions.

- Strategy and planning - Appreciation of long-term trends, strategic choices and experience in guiding and leading management teams to make decisions in uncertain environments
- Governance - Experience in developing governance practices, serving the best interests of all stakeholders, maintaining board and management accountability, building long-term effective stakeholder engagements and driving corporate ethics and values
- Finance and Accounting Experience - Experience in handling financial management along with an understanding of accounting and financial statement
- Understanding use of Digital / Information Technology - Understanding the use of digital / Information Technology across the value chain, ability to anticipate technological driven changes & disruption impacting business and appreciation of the need of cyber security and controls across the organization
- Sales and Marketing - Experience in developing strategies to grow sales and market share, build brand awareness and equity, and enhance enterprise reputation.

The following are the details of respective core skills of Board Members:-

Name of Director	Core Skill
Mr. Narrindra Suranna (DIN: 00060127)	Leadership Strategy and Planning Finance & Accounting Experience Sales and Marketing
Mr. Ddev Surana (DIN: 08357094)	Leadership Strategy and Planning Understanding use of Digital/ Information Technology Sales and Marketing
Mr. Rajesh Kothari (DIN: 02168932)	Leadership Strategy and Planning Finance & Accounting Experience Understanding use of Digital/ Information Technology Sales and Marketing
Mr. Samir Kumar Dutta (DIN: 07824452)	Governance Finance and Accounting Experience
Mrs. Mamta Binani (DIN: 00462925)	Strategy and Planning Finance and Accounting Experience Governance Understanding use of Digital/ Information Technology
Mrs. Ramya Hariharan (DIN: 06928511)	Strategy and Planning Governance Finance and Accounting Experience Understanding use of Digital/ Information Technology

32. COMPANY'S POLICY ON DIRECTOR'S APPOINTMENT AND REMUNERATION INCLUDING CRITERIA FOR DETERMINING QUALIFICATION, POSITIVE ATTRIBUTES, INDEPENDENCE OF A DIRECTOR AND OTHER MATTERS AS PROVIDED UNDER SUB-SECTION (3) OF SECTION 178 OF COMPANIES ACT 2013:

Your Company had devised a Policy on Director's Appointment and Remuneration including criteria for determining qualification, positive attributes, independence of the Board and other matters as provided under sub section 3 of Section 178 of the Companies Act, 2013 at its Board meeting held on 28.03.2022. The policy, as adopted, was to have an appropriate mix of executive and independent directors to maintain the independence of the Board and separate its functions of governance and management. As of 31st March, 2023, the Board had 6 members, 3 of whom were executive and 3 were non-executive directors.

The Company's Policy for selection and appointment of Directors and their remuneration is based on its Nomination and Remuneration policy which, inter alia, deals with the manner of selection of the Directors and Senior Management Personnel and such other matters as provided under section 178(3) of the Companies Act, 2013 including any amendment thereto.

The policy of the Company on directors' appointment and remuneration, including the criteria for determining qualifications, positive attributes, independence of a director and other matters, as required under section 178(3) of the Companies Act, 2013 is available on the company's website under the head Policy at <https://ddevgroup.in/policies-and-framework/>.

Your Directors affirm that the remuneration paid / proposed to the directors is as per the terms laid out in the Nomination and Remuneration Policy of the Company and in compliance with provisions of Section 197(1) of the Companies Act, 2013 read with Schedule V to the Companies Act, 2013 and Regulation 17(6)(e) of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 and as per approvals accorded in this regard.

33. INTIMATION FROM DIRECTORS WITH RESPECT TO SECTION 164(2) AND RULE 14(1) OF COMPANIES (APPOINTMENT AND QUALIFICATION OF DIRECTORS) RULE, 2014:

The directors of your Company have given their intimation in prescribed form DIR-8 stating that they are not disqualified from being appointed/ continuing as the Directors of the Company.

34. FAMILIARIZATION PROGRAMME FOR INDEPENDENT DIRECTORS

The Company had organized familiarization programmes for the Independent Directors as per the requirement of the Companies Act, 2013 and Regulation 25(7) of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 and it conducts familiarization programme, from time to time, for its Independent Director. All independent directors inducted into the Board attended the familiarization programme. The Company has familiarized the Independent Director with the company, their roles, rights, responsibilities in the company, nature of the Industry in which the company operates and business model of the company. The Company endeavors to update the Independent Directors regarding the company's projects, new ventures, if any, opening of new office sites or manufacturing units, shutdown/ closure of any manufacturing unit. It also keeps the Independent Directors informed of any sluggishness in finance/ liquidity problems, if any. The suggestions received from Independent Directors are taken note of and informed to the Chairman and Managing Director who takes suitable measures, if required, on the suggestions of the Independent Directors. Further, at the time of the appointment of an Independent Director, the company also issues a formal letter of appointment outlining his/her role, function, duties and responsibilities. The format of the letter of appointment is available under the head draft letter of appointment on our website at <https://ddevgroup.in/policies-and-framework/>.

35. STATEMENT INDICATING THE MANNER OF FORMAL ANNUAL EVALUATION OF THE PERFORMANCE OF THE BOARD, ITS COMMITTEES AND OF INDIVIDUAL DIRECTORS:

The Board of Directors have devised a policy for performance evaluation, which includes criteria for performance evaluation. It reviews the performance evaluation criteria annually in accordance with Regulation 4(2)(f)(ii)(9) of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended from time to time. The Nomination and Remuneration Committee accordingly carries out an annual evaluation of Board's performance, and the performance of its Committees as well as Individual Directors (both Executive and Non – executive/ Independent Directors) in accordance with Section 178(2) of the Companies Act, 2013. This involves receiving inputs from all Committee members. The Board thereafter reviews and takes on record the performance evaluation done by the Nomination and Remuneration Committee. The Board evaluates the performance of Independent Directors, pursuant to Regulation 17(10) of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 read with Schedule IV to the Companies Act, 2013.

Pursuant to the provisions of the Section 178(2) of the Companies Act, 2013 and SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, the formal annual evaluation was also carried out for the Board's performance, its committees & Individual Directors.

A structured performance evaluation form was prepared after taking into consideration inputs received from the Directors and on the basis of the evaluation criteria laid down by Nomination and Remuneration Committee and as reviewed and approved by the Board of Directors, covering various aspects of the Board's functioning including adequacy of the composition of the Board and its Committees, Board culture, execution and performance of specific duties, obligations and governance, the effectiveness of its processes, information, flow of information or instructions and its functioning.

A separate meeting of Independent Directors was held to review the performance of Non-Independent Directors, the performance of the Board of Directors and the performance of Chairman. The Directors evaluation was broadly based on parameters such as, meeting the expectation of stakeholders, guidance and review of corporate strategy/ risks, participation, Director's contribution to the Board of Directors and Committee meetings, including preparedness on the issues to be discussed as well as meaningful and constructive contribution and inputs during the meeting and attendance at Board / Committee meetings, interpersonal skills. The performance evaluation of the Chairman of the Company was undertaken by the Independent Directors taking into account the views of Executive Directors and Non –Executive Directors. The Chairman was evaluated on the key aspects of his role, his contribution to ensuing corporate governance, leadership qualities, decision implementation, understanding of market and industry scenario etc. The Independent Directors also assessed the quality, quantity and timeliness of flow of information between the Company's management and the Board.

36. OBSERVATION OF THE BOARD IN REGARDS ITS OWN PERFORMANCE:

In regard to Financial Year ended 31st March, 2023, the Board of Directors of the Company, after an exhaustive discussion on the captioned subject matter, was of the opinion that operationally, the Board, as whole, had issued effective instructions, from time to time, and the same were duly carried out.

37. BOARD MEETINGS:

The Board held Five (5) Board Meetings during the financial year ended 31.03.2023, the details of which are given in the Corporate Governance Report which is annexed and forms part of this report. The intervening gap between two consecutive Board Meetings was within the period prescribed under the Companies Act, 2013 and the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015.

38. GENERAL MEETINGS:

The Second Annual General Meeting of the Company had been convened and duly held pursuant to Section 96 of the Companies Act, 2013 and rules made thereunder on 29.09.2022.

No Extra Ordinary General Meeting was held during the period under review.

The Board of Directors have at its meeting held on 16.05.2023, approved the seeking of approval of members, through Postal Ballot, for issue of Bonus shares and the increase in authorized capital to enable such issue. The Approval of members is also sought for entering into material related party transactions vide said Postal Ballot.

39. COMMITTEES OF THE BOARD AND ITS MEETINGS:

The Board of Directors has the following Committees:

1. Audit Committee
2. Nomination and Remuneration Committee
3. Stakeholders' Relationship Committee
4. Corporate Social Responsibility Committee

The consolidated details of the Committees composition is given below. The details in respect to the Committee along with their respective composition, number of meetings and attendance at the meeting are provided in the Corporate Governance Report, which also forms part of this Report

Name of the Committee	Member Name	Chairman/Member
Audit Committee	Mr. Samir Kumar Dutta	Chairman
	Mrs. Ramya Hariharan	Member
	Mr. Rajesh Kothari	Member
Nomination and Remuneration Committee	Mr. Samir Kumar Dutta	Chairman
	Mrs. Ramya Hariharan	Member
	Mrs. Mamta Binani	Member

Name of the Committee	Member Name	Chairman/Member
Stakeholders' Relationship Committee	Mrs. Samir Kumar Dutta	Chairman
	Mr. Ddev Surana	Member
	Mrs. Rajesh Kothari	Member
Corporate Social Responsibility Committee	Mr. Rajesh Kothari	Chairman
	Mr. Narrindra Suranna	Member
	Mr. Ddev Surana	Member
	Mr. Samir Kumar Dutta	Member

40. SEPARATE MEETING OF INDEPENDENT DIRECTORS:

The Independent Directors met on 11.02.2023, without the attendance of Non-Independent Directors and members of the Management except the Company Secretary, who was invited to the meeting for the purpose of providing necessary information, if any, and recording the proceedings of the meeting. The Independent Directors reviewed the performance of Non-Independent Directors and the Board as a whole, the performance of the Chairman of the Company, taking into account the views of Executive Directors and Non-Executive Directors and assessed the quality, quantity and timeliness of flow of information between the Company, Management and the Board, that is necessary for the Board to effectively and reasonably perform its duties.

41. CODE OF CONDUCT FOR DIRECTOR, SENIOR MANAGEMENT PERSONNEL AND EMPLOYEES:

Your Company has adopted Code of Conduct ("the Code" or "CoC") for its Directors and Senior Management. In terms of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, all Directors and Senior Management Personnel have affirmed compliance, respectively, with the code. The Chief Executive Officer has also affirmed and certified the same, pursuant to 34(3) read with Part D of Schedule V to SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 on the basis of Certification received from Director and Senior Managerial Personnel, in terms of Regulation 26(3) of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, which certification is provided in the Report on Corporate Governance. The Company also has in place an Human Resource (HR) Policy for its employees at all levels, prescribing the code of conduct for the employees of the company.

42. DIRECTORS RESPONSIBILITY STATEMENT:

In accordance with the provisions of Section 134(5) of the Companies Act, 2013 the Board of Directors of the company hereby submit its responsibility Statement as under:

- in the preparation of the annual accounts, the applicable accounting standards had been followed along with proper explanation relating to material departures;
- the directors had selected such accounting policies and applied them consistently and made judgments and estimates that are reasonable and prudent so as to give a true and fair view of the state of affairs of the company at the end of the financial year and of the profit and loss of the company for that period;
- the directors had taken proper and sufficient care for the maintenance of adequate accounting records in accordance with the provisions of the Companies Act, 2013 for safeguarding the assets of the company and for preventing and detecting fraud and other irregularities;
- the directors had prepared the annual accounts on a going concern basis;
- the directors, had laid down internal financial controls to be allowed by the company and that such internal financial controls are adequate and were operating effectively; and

the directors had devised proper systems to ensure compliance with the provisions of all applicable laws and that such systems were adequate and operating effectively

43. CHANGE OF REGISTERED OFFICE:

There has been no change in the registered office of the Company during the period under review.

Pursuant to the provisions of Section 94, other applicable provisions, if any, of the Companies Act, 2013 read with Rule 5(2) of the Companies (Management and Administration) Rules, 2014 and other relevant rules made thereunder (including any amendment thereto or enactment thereof for the time being in force), consent of the members of the Company was accorded, at its meeting held on 29.09.2022, to keep, maintain and preserve the Register of Members, Index of Members, Registers required to be maintained under Section 88 of the Companies Act, 2013 and rules made thereunder, copies of all Annual Returns under Section 92 of the Companies Act, 2013 together with the copies of certificates and documents required to be annexed thereto or any other register/ documents as may be required and permitted, at the office of the Registrar and Share Transfer Agent of the Company viz. C B Management Services Private Limited situated at P-22, Bondel Road, Kolkata - 700019 or its any other office within the local limits of the Registered Office of the Company.

44. DETAILS OF SUBSIDIARY/ASSOCIATE & JOINT VENTURE COMPANIES:

The Company does not have any Subsidiary, Associate and/or Joint Venture Companies during the financial year ended 31.03.2023. Prior to approval of Scheme of Arrangement by NCLT the Company was a Wholly Owned Subsidiary of Kkalpana Industries (India) Limited (KILL). However, the Scheme of Arrangement was approved by NCLT vide its Order dated 04.03.2022 having an appointed date of 01.04.2021 and the same was filed with Registrar of Companies on 01.04.2022 (effective date). Post approval of Scheme and allotment of shares pursuant to the Scheme, the Company ceased to be the Subsidiary of KILL.

45. RELATED PARTY TRANSACTIONS:

Your Company has formulated Policy on Related Party Transactions (RPTs) which is available on Company's website at <https://ddevgroup.in/policies-and-framework/>. There were no transactions that required disclosure under section 134(3)(h) of the Companies Act, 2013, in Form AOC-2, and hence your company has not provided any details of such related party transactions. Further, there are no material related party transactions, during the year under review, with the Promoters, Directors or any Key managerial Personnel which may have a potential conflict of interest with the Company at large. Prior Omnibus Approval has been obtained for transactions which are of a forseen and repetitive nature which shall be reviewed by the Audit Committee periodically. All Related Party Transactions entered into by the company with Kkalpana Industries (India) Limited, the demerged company, were in its ordinary course of business and were at an arm's length and has been accounted for in the Company in accordance with NCLT Order dated 04.03.2022 approving the Scheme of Arrangement between the parent company and company. Omnibus Approval granted for the year under review for repetitive transactions was reviewed by the Board and Audit Committee of the parent company/ company. The details in respect to captioned matter are specified in notes to Financial Statement.

Further, the Audit Committee and the Board at its respective meeting held on 11.02.2023 had granted Omnibus Approval for Related Party Transactions to be entered with KILL, subject to the same being approved by the members of the Company, in view of same being material related party transaction in accordance with Audited Financials of the Company for the FY 2022-23. Accordingly, the Company is seeking approval of members vide Postal Ballot Notice dated 16.05.2023.

46. STATUTORY AUDITORS:

The Statutory Auditors of the Company, M/s. B. Mukherjee & Co. (FRN: 302096E), Chartered Accountants, Kolkata, were appointed as Statutory Auditors of the Company at the Annual General Meeting held on 08.11.2021, for a period of 5 (five) consecutive years from the conclusion of the first Annual General Meeting till the conclusion of sixth Annual General Meeting. They have also submitted their consent and confirmed their eligibility for continuing as Statutory Auditors for the Financial Year 2023-24.

47. STATUTORY AUDITORS REPORT:

The report of the Auditors pertaining to the Accounts in respect of the Financial Year 2022-23 read with Notes on Accounts are self-explanatory and therefore, do not require any further clarification. There are no qualifications, reservations or adverse remarks made by the Auditors in its report pertaining to your company for the financial year ended 31.03.2023.

48. DETAILS IN RESPECT OF FRAUDS REPORTED BY AUDITORS UNDER SUB-SECTION (12) OF SECTION 143 :

There were no frauds reported by the Auditors under Sub-Section (12) of Section 143 of the Companies Act, 2013 for the financial year ended 31.03.2023.

49. COST RECORDS AND COST AUDIT REPORT:

Maintenance of cost records and requirement of cost audit, as prescribed under the provisions of Section 148 (1) of the Companies Act, 2013 read with Rule 4 of Companies (Cost Records and Audit) Rules, 2014, were applicable to the Company for the financial year ended 31.03.2023. The Board of Directors had appointed M/s D. Sabyasachi & Co. (Membership No. 000369), Cost Accountants, Kolkata, as the Cost Auditors of the Company for the financial year 2022-23. The Cost Audit Report for the Financial Year 2022.-23, as issued by them for the said FY does not contain any qualification, reservation, adverse remark or observation

50. COST AUDITOR

The maintenance of cost records and requirement of cost audit, as prescribed under the provisions of Section 148 (1) of the Companies Act, 2013 read with Rule 4 of Companies (Cost Records and Audit) Rules, 2014, is applicable to the Company for the financial year ended 2024. Accordingly, the Board of Directors had, on recommendation of the Audit Committee, at its meeting held on 16.05.2023, appointed M/s D. Sabyasachi & Co. (Membership No. 000369), Cost Accountants, Kolkata, as the Cost Auditors of the Company for the financial year 2023-24 at remuneration of Rs. 30,000/- plus taxes and out of pocket expenses, subject to approval of members of the Company. The ratification of said remuneration is placed for consideration of members at the ensuing Annual General Meeting. M/s D. Sabyasachi & Co. have also confirmed that their appointment is within the prescribed limits and they are free from any disqualifications as provided in Section 141 of the Companies Act, 2013.

51. SECRETARIAL AUDIT REPORT

Pursuant to provisions of Section 204 of the Companies Act, 2013 read with Rule 9 of Companies (Appointment and Remuneration of Managerial Personnel) Rules, 2014 and Regulation 24A of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, the report of the Secretarial Auditor for the Financial Year 2022-23 in Form MR-3 is annexed herewith as "Annexure 3" to this Report. The Board had appointed Mr. Ashok Kumar Daga (Membership No. FCS-2699, COP-2948), Practicing Company Secretary, to conduct Secretarial Audit for the Financial Year 2022-23. The report, as issued by Secretarial Auditor, is self-explanatory and does not call for any further comments and does not contain any qualification, reservation, adverse remark or observation.

52. SECRETARIAL AUDITOR

Pursuant to provisions of Section 204 of the Companies Act, 2013 read with Rule 9 of Companies (Appointment and Remuneration of Managerial Personnel) Rules, 2014 and Regulation 24A of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, Secretarial Audit shall be applicable to the Company for the FY 2023-24. Accordingly, the Board of Directors had, on recommendation of the Audit Committee, at its meeting held on 16.05.2023, appointed Mr. Ashok Kumar Daga (Membership No. FCS-2699, COP-2948), Practicing Company Secretary, to conduct Secretarial Audit for the Financial Year 2023-24, who had submitted his consent and eligibility in this regard.

53. ANNUAL SECRETARIAL COMPLIANCE REPORT

SEBI Circular No. CIR/CFD/CMD1/27/2019 dated 08.02.2019 introduced that listed companies shall additionally, on an annual basis, require a check by Practicing Company Secretary ("PCS") on compliance of all applicable SEBI Regulations and circulars/ guidelines issued thereunder, consequent to which, the PCS shall submit a report to the listed entity. Further, Regulation 24A of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 also prescribed the same. The Board had appointed Mr. Ashok Kumar Daga (Membership No. FCS-2699, COP-2948), Practicing Company Secretary, to conduct Annual Secretarial Compliance Audit for the Financial Year 2022-23. The Annual Secretarial Compliance Report issued by him is annexed as "Annexure 4" to this Report and it shall be submitted to the Stock Exchange as per the requirement of the said circular and Regulation. The report, as issued by Annual Secretarial Compliance Auditor, is self-explanatory and does not call for any further comments and does not contain any qualification, reservation, adverse remark or observation.

54. ANNUAL SECRETARIAL COMPLIANCE AUDITOR

Pursuant to provisions of SEBI Circular No. CIR/CFD/CMD1/27/2019 dated 08.02.2019 read with Regulation 24A of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, the Company shall be required to submit to stock exchange the Annual Secretarial Compliance Report for the FY 2023-24. Accordingly, the Board of Directors had, on recommendation of the Audit Committee, at its meeting held on 16.05.2023, appointed Mr. Ashok Kumar Daga (Membership No. FCS-2699, COP-2948), Practicing Company Secretary, to conduct Annual Secretarial Compliance Audit for the Financial Year 2023-24, who had submitted his consent and eligibility in this regard.

55. INTERNAL AUDIT

The provisions of Section 138 of the Companies Act, 2013 read with Rule 13 of Companies (Accounts) Rules, 2014, became applicable to the Company, in view of its listing on Stock Exchange on 26.07.2022. Accordingly, the Board had appointed M/s DKD & Associates, Chartered Accountants, Kolkata (Firm Registration No. 322657E) as Internal Auditors for the Financial Year 2022-23. The internal Auditors have submitted their report on a quarterly basis to the Audit Committee and Board and the same was reviewed by the Board and Committee. The suggestions, if any, by the Internal Auditor were suitably implemented/ directed to implemented (incase of last quarter), during the year under review.

56. INTERNAL AUDITOR:

The provisions of Section 138 of the Companies Act, 2013 read with Rule 13 of Companies (Accounts) Rules, 2014 pertaining to Internal Audit shall be applicable on Company for the financial year ended 31.03.2023. The Board of Directors of your Company had, on recommendation of the Audit Committee, at its meeting held on 16.05.2023, appointed M/s DKD & Associates, Chartered Accountants, Kolkata (Firm Registration No. 322657E) as Internal Auditors for the Financial Year 2023-24, on recommendation of Audit Committee, who had submitted his consent and eligibility in this regard.

57. SECRETARIAL STANDARDS:

During the year under review, the Company had complied with the applicable clauses of Secretarial Standards issued by the Institute of Company Secretaries of India (ICSI).

58. PARTICULARS OF EMPLOYEES:

None of the employees, employed during the year, was in receipt of remuneration, in aggregate of Rupees 1,02,00,000 or more per annum for the financial year 2022-23, or Rs. 8,50,000 or more per month for any part of the Financial Year, as set out in the Companies (Appointment and Remuneration of Managerial Personnel) Rules, 2014, Therefore, no such details have been provided as required under section 197(12) of the Companies Act, 2013 read with Rules 5(2) and 5(3) of the Companies (Appointment and Remuneration of managerial Personnel) Rules, 2014.

The ratio of remuneration of each Director to the median employee's remuneration and other details in accordance with sub-section 12 of Section 197 of the Act, read with Rule 5(1) of the Companies (Appointment and Remuneration of Managerial Personnel) Rules, 2014, as amended, forms part of this report and is marked as "Annexure 5"

59. EXTRACT OF ANNUAL RETURN:

Pursuant to the provisions of section 92(3) and 134(3)(a) of the Companies Act, 2013 read with Rule 12(1) of the Companies (Management and Administration) Rules, 2014, the annual return for the Financial Year 2022-23 is uploaded on the website of the Company at <https://www.ddevgroup.in/investor-relations/?durl=fy2023~general+meeting+announcement~annual+return>

60. DISCLOSURE UNDER SEXUAL HARASSMENT OF WOMEN AT WORKPLACE (PREVENTION, PROHIBITION & REDRESSAL) ACT, 2013:

As per the requirement of Sexual Harassment of Women at Workplace (Prevention, Prohibition and Redressal) Act, 2013 and Rules made thereunder, as amended from time to time, the Company has in place Internal Complaints Committee (ICC) which has been setup to redress complaints regarding Sexual Harassment. The following is the

summary of Sexual Harassment complaints received and disposed off during the year under review:

No. of Complaints at the beginning of the Financial Year (i.e. 01.04.2022)	-	Nil
No. of Complaints received during the Financial Year (i.e. 2022-23)	-	Nil
No. of Complaints disposed off during the Financial Year (i.e. 2022-23)	-	Nil
No. of pending at the end of the Financial Year (i.e. 31.03.2023)	-	Nil

All employees (permanent, contractual, temporary and trainees) are covered under the captioned Act. Your directors are pleased to state that working atmosphere of your company is very healthy for male and female employees/ workers.

61. CORPORATE SOCIAL RESPONSIBILITY:

The Company strongly believes in collective and sustainable development, As part of society it strongly follows the values of collective growth. Further, the provisions of Corporate Social Responsibility ("CSR") as prescribed in Section 135 of the Companies Act, 2013 read with Companies (Corporate Social Responsibility Policy) Rules, 2014 became applicable to the Company for the FY 2022-23. Accordingly, the Company had constituted the CSR Committee and also adopted CSR Policy. During the FY 2022-23 the Company was required to expend Rs. 72.50 Lakhs towards identified CSR Activities as per the CSR Policy adopted by the Company, however the Company had spent Rs. 75.00 lakhs towards identified CSR activities as per the CSR Policy adopted by the Board. Therefore, the Company had spent excess amount of Rs. 2.50 lakhs. The requisite disclosures required to be made by the Company in respect to CSR is provided in this report and marked as "Annexure 6".

62. E-VOTING FACILITY AT ANNUAL GENERAL MEETING

In terms of Regulation 44 of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 and in compliance with the provisions of Section 108 of the Companies Act, 2013 read with Rule 20 of Companies (Management and Administration) Rules, 2014 and other applicable provisions of the Act and Rules made thereunder (as amended), the items of business specified in the Notice convening the 03rd Annual General Meeting of the Company shall be transacted through electronic voting system only and for this purpose the Company is providing e-Voting facility to its' Members whose names will appear in the register of members as on the cut-off date (fixed for the purpose), for exercising their right to vote by electronic means through the e-Voting platform to be provided by National Securities Depository Ltd ("NSDL"). The detailed process and guidelines for e-voting have been provided in the notice convening the meeting.

63. GREEN INITIATIVES

As a responsible corporate citizen, the Company supports the 'Green Initiative' undertaken by the Ministry of Corporate Affairs, Government of India, enabling electronic delivery of documents including the Annual Report etc. to Shareholder at their e-mail address registered with the Depository Participants ("DPs") and Registrar and Share Transfer Agent ("RTA"). To support the 'Green Initiative', Shareholder who have not registered their email addresses are requested to register the same with the Company's RTA /Depositories for receiving all communications, including Annual Report, Notices, Circulars, etc., from the Company electronically.

Ministry of Corporate Affairs has permitted companies to send electronic copies of Annual Report, notices, etc. to the registered E-mail addresses of shareholders. Your Company has accordingly arranged to send the electronic copies of these documents to shareholders whose email addresses are registered with the Company/ Depository Participant(s), wherever applicable. In accordance with the MCA and SEBI circulars, issued in view of the COVID-19 pandemic, the Company can send only electronic copies of notice of AGM and Annual Report on registered email addresses of the shareholders available with the company/RTA or the depositories. Hence physical circulation of notice of AGM and Annual Report is dispensed with; electronic circulation through E-mail shall suffice. In accordance with the MCA Circulars and SEBI Circulars, in regards to norms to be followed in view of COVID-19, your company has also adopted the facility of E-Voting at the AGM in addition to the Remote E-Voting facility that is provided in accordance with provisions of Section 108 of the Companies Act, 2013 read with Rule 20 of the Companies (Management and Administration) Rules, 2014 (as amended) and Regulation 44 of SEBI (Listing Obligations &

Disclosure Requirements) Regulations, 2015, as amended, and Secretarial Standards on General Meetings (SS-2) issued by the Institute of Company Secretaries of India.

Your company has also taken various energy conservation measures to support the sustainable development and environment protection objectives of the Company. The company has installed rainwater harvesting facilities at its Units and solar panels at Surangi Unit of the Company to reduce carbon emissions. We have also taken the initiative to plant trees at our manufacturing units.

64. MANAGEMENT DISCUSSION AND ANALYSIS REPORT

Your company has made requisite and relevant disclosures in the Management's Discussion and Analysis Report in accordance with provisions of Regulation 34(e) of SEBI (Listing Obligations and Disclosures Requirements) Regulations, 2015, annexed herewith and marked as "Annexure 7". The Management's Discussion and Analysis forms an integral part of this report and gives details of the overview, industry structure and developments, different product groups of the Company, operational performance of its business segments etc.

65. REPORT ON CORPORATE GOVERNANCE

The Company has taken the requisite steps to comply with the requisite recommendations concerning Corporate Governance. The Company is committed to good corporate governance practices. The report on Corporate Governance for the financial year ended 31st March 2023, as per regulation 34(3) read with Schedule V of the SEBI (Listing Obligations and Disclosures Requirements) Regulations, 2015, forms part of this Annual Report and is annexed to this Report and marked as "Annexure 8". The requisite Certificate from the Statutory Auditors of the Company confirming compliance with the conditions of Corporate Governance forms part of the report.

66. HUMAN RESOUCES AND INDUSTRIAL RELATIONS

The Industrial relations of the Company with its personnel has continued to be cordial and amicable. Your Directors acknowledge and appreciate the efforts and dedication of employees to the Company. Your directors wish to place on record the co-operation received from the Staff and Workers, at all levels and at all units.

67. ACKNOWLEDGEMENT:

Your Directors takes this opportunity to thank the Financial Institutions, Banks, Central and State Government authorities, Regulatory authorities, Stock Exchange and all the various stakeholders for their continued support, co-operation to the Company and look forward for their continued support in coming years.

Your directors also wish to place on record their appreciation to all of the Company's employees and workers at all level for their enormous efforts as well as their collective contribution to the Company's performance.

Date: 16.05.2023

Place: Kolkata

For Ddev Plastiks Industries Limited

Narrindra Suranna

(DIN: 00060127)

Chairman and Managing Director

ANNEXURE 1

Particulars of Conservation of Energy, Technology Absorption and Foreign Exchange Earnings and Outgo as per section 134 (3) (m) of the Companies Act, 2013 read with Rule 8(3) of the Companies (Accounts) Rules, 2014 for the year ended 31st March, 2023.

1. CONSERVATION OF ENERGY.**A) ENERGY CONSERVATION MEASURES TAKEN:**

The Company is committed to transform energy conservation into a strategic business goal to fully align with the technological sustainable development of Energy Management System. Company is putting best endeavor to reduce energy consumption in its manufacturing cycle activities. Company is also committed to improve energy efficiency in all manufacturing process and other areas of operations. The manufacturing units of the Company have continued their efforts to reduce their energy consumption year on year basis.

To achieve above objectives the following steps are being undertaken:

1. Efficient utilization of Grid energy by continuously monitoring the Key parameters viz Contract demand, power factor, load factor & TOD tariff utilization on regular basis.
2. Encouraging use of advance engineering technologies in unit's old plants for energy efficiency improvement and all new projects equipment's with superior technology.
3. Replacement of existing lights with LED Light.
4. Increase the use of renewable energy in units at Surangi plant by own Roof Top solar energy.
5. Rainwater harvesting has been implemented to minimize / optimize the water usage.

In addition to the existing measures being practiced, the following steps were taken:-

- i. Education of workforce at the Head Office regarding use of various office equipments, especially computers in a manner that uses less energy.
- ii. Installation of energy efficient equipments, such as Compact Fluorescent Light Bulbs (CFLs) at all offices.
- iii. Adoption of policy of having our heating and cooling equipment serviced regularly.
- iv. Sharing of best practices at each plant for benchmarking of applicable ideas.

B) ADDITIONAL INVESTMENTS AND PROPOSALS, IF ANY, BEING IMPLEMENTED FOR REDUCTION OF CONSUMPTION OF ENERGY.

- i. Rationalization of Plants to save and optimize use of energy.
- ii. Means of conservation of energy currently being utilized in process plants is being studied.

C) IMPACT OF MEASURES AT (A) AND (B) ABOVE.

Energy usage has been controlled due to above mentioned efforts being undertaken by the company. The ongoing focus on sustained Energy conservation and monitoring is a way of life throughout your company leading to identification of opportunities to Reduce, Recycle and Re-use natural resources and reduction in carbon foot prints across all units for continued sustenance of Environment Protection and Resources as committed by Management.

During the year under review, the Group's use of Energy from Renewable Sources has resulted in significant reduction of carbon emission by 960 MT per annum.

The 690 KWp Rooftop Solar Project helped in reducing our yearly Carbon Emissions, by generating substantial units during the year, which is in line with our Management's sustained commitment to Energy and Environment Protection.

Saved 65 lakhs litres of ground water through water harvesting facilities at units.

D) CAPITAL INVESTMENT ON ENERGY CONSUMPTION EQUIPMENTS: During the year the company has undertaken following investments towards Energy Consumption Equipments:

1. Company has since started switching to LED lights from CFL. WE have achieved nearly 85% LED replacement which covers plant, ware house, offices and street light.
2. Captive Solar power unit generation of 845162 units.
3. During the year rain harvesting efforts resulted in harvesting 64,79,000 Liters of water. During the year approximately 18L liter water storage capacity was added for rain harvesting

2. TECHNOLOGY ABSORPTION, ADAPTION AND INNOVATION

A. MEASURES TAKEN

Evolving and Integrating the Basic Technologies to create new products and technology cultivated at Ddev Plastiks Industries Limited since its inception. The intensive Research and Development (R&D) has led us to be the leaders of Specialty Polymer Compounding Industry. This has been possible due to the state of art R&D at Surangi unit and Quality Assurance facilities at all our Units. Our R&D team comprises of highly qualified and experienced Technologists who are focused at accelerating the development speed along with a firm understanding of customer and product needs. Our facility is also equipped with the systems to continue seeking out the needs of the times.

We are constantly working on developing Polymer Compounds to the Advancing, High Performance Specialty Products for Increasing Complex Applications (Low, Medium to High Voltage Cables- Insulation, Semicon & Jacket Compounds). Your company strives to make continuous investments towards improvement in its existing product lines and undertakes development efforts in that area.

Your company has in house ability for designing and testing of new compounds with large fully equipped labs and professional team members and strong R&d which has resulted in large pipeline of new products under development based on customer feedbacks and requirements.

Our ongoing study in the following areas would also help to reduce cost of conservation and improve the quality of products:

- Penetration into the Solar Cables Market and increase in product profile.
- Improving the output/input ratio to gain maximum finished products from per kilogram of raw material
- Improvement in quality and enhanced output by process control
- Waste management is highly focused and monitored through corporate management and recycling the product by using good waste management process
- Finding alternate means to save cost and energy

Specific areas in which R & D is carried out by your company.

- Horizontal and vertical expansion of Company's product profile.
- New & Improved Product Development
- Up gradation of R&D lab to develop state of the art R&D to cater to the growing demand for Hi- Tech products.
- Evaluation of the alternative materials or additives to reduce the cost of raw materials
- Modify the mould and dyes to improve the cycle time to get higher production from the same machinery.
- To modify the process parameters to improve the quality
- Knowledge and skills sharing across company initiatives for benchmarking the best practices

B) BENEFITS DERIVED AS A RESULT OF R & D.

- Ddev Plastiks Industries Limited ("DPIL") has launched their first locally produced WTR XLPE (Water Tree Retardant XLPE) for the insulation of cables up to 72 KV and XL HFFR (Cross Linkable HFFR) Compound for Solar/ Photovoltaic Cable application.

- This insulation material is highly effective in reducing the growth of electrical treeing caused by water, making it a superior choice for insulation purposes
 - Reduced treeing result in better service life of the cable resulting into better returns for electrical distribution companies
 - This product was primarily imported, however, DPIL has introduced an exceptional version that has successfully passed a long-term test at a third-party laboratory
 - It has successfully passed a two-year test on cable at a prestigious VDE laboratory
 - High Track and Erosion resistant Jacket compound for Covered Conductors (a novel compound for covering the overhead transmission conductors) meeting European Standards.
 - Halogen Free Fire Resistant Jacket cum Insulation for Solar Cable (Outdoor) application meeting European Standards.
 - Commercially launched major applications in solar / Photovoltaic cable.
 - Other benefits derived as a result of our efforts are
 - i) Maintenance of leading position in the market
 - ii) Efficiency and yield improvement, loss reduction and modernization programme.
 - iii) Import Substitution
 - iv) Increased Market share for various products.
 - v) Better market penetration of various products.
 - vi) Developments of various grades of PVC & XLPE compounds to meet changing market needs.
 - vii) Increased output and labor saving
 - viii) Conservation of natural resources with prime focus on energy and water management with Zero Discharge Philosophy
 - ix) Environment Protection for sustainability to reduce, recycle and reuse waste
 - x) Easy and fast installations to save time, labor and cost
 - xi) Hygienic and safe operations
 - xii) Opportunities to expand business in new areas
 - xiii) Product improvement and development and cost reduction.
- C) TECHNOLOGY IMPORTED (IMPORTED DURING THE LAST 3 YEARS RECKNONED FROM THE BEGINNING OF FINANCIAL YEAR)
1. Details of technology imported : NIL
 2. Year of Import: N.A.
 3. Whether technology has been fully absorbed: N.A.
 4. If not fully absorbed, areas where absorption has not taken place and reasons thereof: N.A.
- D) EXPENDITURE ON R&D.
- Capital expenditure as well as recurring expenditure incurred from time to time during the year on laboratory items, tools, spares, handling equipment, trial run expenses and salaries of research personnel remain merged

with various heads, as per established accounting policy and expenditures incurred during the year under review, on Research & Development are as follows:

(Rs. In Lacs)

Particulars	FY ended 31 st March, 2023	FY ended 31 st March, 2022
Capital	165.83	-
Recurring	25.83	4.34
Total R & D Expenditure	191.66	4.34
Total R&D Expenditure as a % of Turnover	0.08%	-

3. FOREIGN EXCHANGE EARNINGS AND OUTGO.

ACTIVITIES RELATING TO EXPORT, INITIATIVES TAKEN TO INCREASE EXPORTS, DEVELOPMENT OF NEW EXPORT MARKETS FOR PRODUCTS AND SERVICES AND EXPORT PLANS:

Company is making serious efforts for marketing of its products in global markets. With India's growing importance as a low cost manufacturing base with good health, safety and environment practices, your company sees a great export potential in many of its products. Effective steps have been taken in this regards and the company is receiving good responses to its efforts.

TOTAL FOREIGN EXCHANGE USED AND EARNED

(Rs. In Lacs)

PARTICULARS	CURRENT YEAR	CURRENT YEAR
Total Foreign Exchange earned	77744.55	67074.36
Total Foreign Exchange used	58524.55	35559.26

Date: 16.05.2023

Place: Kolkata

For Ddev Plastiks Industries Limited

**Narrindra Suranna (DIN: 00060127)
Chairman and Managing Director**

ANNEXURE-2

To,
The Members,
DDEV PLASTIKS INDUSTRIES LIMITED,
2B PRETORIA STREET
KOLKATA WB 700071

PRACTISING COMPANY SECRETARY'S CERTIFICATE ON DIRECTORS

[Pursuant to clause (i) of Point (10) of Para C of Schedule V of Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015]

I have examined the following documents:

- i. Declaration of non-disqualification as required under Section 164 of Companies Act, 2013 ('the Act');
- ii. Disclosure of concern or interests as required under Section 184 of the Act; (hereinafter referred to as 'relevant documents').

As submitted by the Directors of DDEV PLASTIKS INDUSTRIES LIMITED ('the Company') bearing CIN: L24290WB2020PLC241791 and having its registered office at 2B PRETORIA STREET, Kolkata-700071, to the Board of Directors of the Company ('the Board') for the Financial Year 2022-23.

It is the responsibility of Directors to submit relevant documents with complete and accurate information in accordance with the provisions of the Act.

Based on the examination of relevant documents made available to me by the Company and such other verifications carried out by me and in my opinion and to the best of my information and knowledge and according to the explanations provided by the Company, its officers and authorized representatives, I certify that as on date of this Certificate, none of the Directors on the Board of the Company, as listed hereunder, have been debarred or disqualified from being appointed or continuing as Directors of the Company by Securities and Exchange Board of India/ Ministry of Corporate Affairs or any such statutory authority.

Sr. No.	Name of Director	Director Identification Number (DIN)
1.	Mr. NARRINDRA SURANNA	00060127
2.	Mrs. MAMTA BINANI	00462925
3.	MR. RAJESH KOTHARI	02168932
5.	Mrs. RAMYA HARIHARAN	06928511
6.	Mr. SAMIR KUMAR DUTTA	07824452
7.	Mr. DDEV SURANA	08357094

This Certificate has been issued at the request of the Company to make disclosure in its Corporate Governance Report of the Financial Year ended 31st March, 2023.

Place: Kolkata
Date: 13.05.2023

Ashok Kumar Daga
Practicing Company Secretary
FCS No. 2699, COP: 2948

UDIN No.-F002699E000301888

ANNEXURE 3

Form No. MR-3

SECRETARIAL AUDIT REPORT

FOR THE FINANCIAL YEAR ENDED 31ST MARCH, 2023

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

**To,
The Members,
DDEV PLASTIKS INDUSTRIES LIMITED
2B, Pretoria Street,
Kolkata - 700071**

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

Based on my verification of the Company's books, papers, minute books, forms and returns filed and other records maintained by the company and also the information provided by the Company, its officers, agents and authorized representatives during the conduct of secretarial audit, I hereby report that in my opinion, the company has, during the audit period covering the financial year ended on 31ST, March, 2023 complied with the statutory provisions listed hereunder and also that the Company has proper Board-processes and compliance-mechanism in place to the extent, in the manner and subject to the reporting made hereinafter.

I have examined the books, papers and other records maintained by **DDEV PLASTIKS INDUSTRIES LIMITED** ("the Company") for the financial year ended on 31st March, 2023, according to the provisions of:

- (i) The Companies Act, 2013 (the Act) and the rules made thereunder.
- (ii) The Securities Contracts (Regulation) Act, 1956 ('SCRA') and the rules made there under.
- (iii) The Depositories Act, 1996 and the Regulations and Bye-laws framed there under.
- (iv) Foreign Exchange Management Act, 1999 and the rules and regulations made there under to the extent of Foreign Direct Investment, Overseas Direct Investment and External Commercial Borrowings.

NOT APPLICABLE, SINCE THERE IS NO FOREIGN DIRECT INVESTMENT, OVERSEAS DIRECT INVESTMENT AND EXTERNAL COMMERCIAL BORROWINGS.

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

- (a) The Securities and Exchange Board of India (Substantial Acquisition of Shares and Takeovers) Regulations, 2011.
- (b) The Securities and Exchange Board of India (Prohibition of Insider Trading) Regulations, 1992.
- (c) The Securities and Exchange Board of India (Issue of Capital and Disclosure Requirements) Regulations, 2009.
- (d) The Securities and Exchange Board of India (Employee Stock Option Scheme and Employee Stock Purchase Scheme) Guidelines, 1999.

NOT APPLICABLE, SINCE THE COMPANY HAS NOT ISSUED SHARES AS PER (EMPLOYEE STOCK OPTION SCHEME AND EMPLOYEE STOCK PURCHASE SCHEME) GUIDELINES, 1999 DURING THE YEAR.

(e) The Securities and Exchange Board of India (Issue and Listing of Debt Securities) Regulations, 2008.

NOT APPLICABLE, SINCE THE COMPANY HAS NOT ISSUED ANY DEBT SECURITIES AS PER (ISSUE AND LISTING OF DEBT SECURITIES) REGULATIONS, 2008.

(f) The Securities and Exchange Board of India (Registrars to an Issue and Share Transfer Agents) Regulations, 1993 regarding the Companies Act and dealing with client;

(g) The Securities and Exchange Board of India (Delisting of Equity Shares) Regulations, 2009;
NOT APPLICABLE.

(h) The Securities and Exchange Board of India (Buyback of Securities) Regulations, 1998.
NOT APPLICABLE.

(vi) Other specifically applicable laws to the Company.

(a) Water (Prevention and Control of Pollution) Act, 1974 and Air (Prevention and Control of pollution) Act, 1981.

(b) Factories License under Factories Act, 1948 for its units situated in different places.

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

(i) Secretarial Standards issued by The Institute of Company Secretaries of India as amended from time to time, and

(ii) Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015.

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

I further report that

The Board of Directors of the Company is duly constituted with proper balance of Executive Directors, Non-Executive Directors and Independent Directors. The following changes occurred in the Directors and KMP,

SL NO.	NAME OF THE DIRECTOR / KMP	PARTICULARS OF CHANGES
1.	MR. NARRINDRA SURANNA (MANAGING DIRECTOR)	CHANGE IN DESIGNATION
2.	MRS. MAMTA BINANI (INDEPENDENT DIRECTOR)	CHANGE IN DESIGNATION
3.	MS. RAMYA HARIHARAN (INDEPENDENT DIRECTOR)	CHANGE IN DESIGNATION
4.	MR. DDEV SURANA (WHOLE TIME DIRECTOR/ CEO)	CHANGE IN DESIGNATION
5.	MR RAJESH KOTHARI (WHOLE-TIME DIRECTOR)	CHANGE IN DESIGNATION
6.	MR. SAMIR KUMAR DUTTA (INDEPENDENT DIRECTOR)	CHANGE IN DESIGNATION
7.	MRS. TANVI GOENKA (COMPANY SECRETARY)	APPOINTMENT
8.	MR. ARIHANT BOTHRA (CHIEF FINANCIAL OFFICER)	APPOINTMENT

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

Majority decision is carried through while the dissenting members' views are captured and recorded as part of the minutes.

Pursuant to Scheme of Arrangement between the Company, i.e., Ddev Plastiks Industries Limited ("DPIL" or "Resulting Company") and Kkalpana Industries (India) Limited ("KIIL" or "Demerged Company") having CIN: L19202WB1985PLC039431 and their respective Shareholders and Creditors, providing for, inter alia, transfer of Demerged Company's (i.e. KIIL's) Compounding Business Undertaking, on a going concern basis, to the resulting Company (i.e. DPIL) in accordance with the provisions of Sec.230-232 of the Companies Act, 2013, as approved by the Hon'ble National Company Law Tribunal (NCLT), Kolkata Bench vide its order dated 04th March, 2022, the Company had allotted on 11th, April, 2022, 94072930 Equity Shares of Re.1 each in the ratio of 1:1 to the shareholders of KIIL as on record date of 08.04.2022, which were subsequently admitted for listing with BSE Limited, with effect from 26th, July, 2022.

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

Place: KOLKATA

Date: 13.05.2023

UDIN: F002699E000303043

ASHOK KUMAR DAGA
(Practicing Company Secretary)
FCS No.2699, C P No: 2948

ANNEXURE 4

Secretarial Compliance Report

DDEV PLASTIKS INDUSTRIES LIMITED for the year ended 31st March 2023.

[Pursuant to Circular No. CIR/CFD/CMDI/27/2019 dated 08/02/2019 issued by Securities and Exchange Board of India]

To

The Board of Directors

DDEV PLASTIKS INDUSTRIES LIMITED

2B, Pretoria Street

Kolkata - 700071

I have examined:

- (a) All the documents and records made available to me and explanation provided to me by DDEV PLASTIKS INDUSTRIES LIMITED ("the listed entity"),
- (b) The filings/submissions made by the listed entity to the stock exchanges,
- (c) Website of the listed entity,

Any other document/filing, as may be relevant, which has been relied upon to make this certification, for the year ended 31st March 2023 in respect of compliance with the provisions of:

- (a) The Securities and Exchange Board of India Act, 1992 ("SEBI Act") and the Regulations, circulars, guidelines issued thereunder; and
- (b) The Securities Contracts (Regulation) Act, 1956 ("SCRA"), rules made thereunder and the Regulations, circulars, guidelines issued thereunder by the Securities and Exchange Board of India ("SEBI");
- (c) The Depositories Act, 1996 and the Regulations and Bye-laws framed there under;

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

- a) The Securities and Exchange Board of India (Substantial Acquisition of Shares and Takeovers) Regulations, 2011;
- b) The Securities and Exchange Board of India (Prohibition of Insider Trading) Regulations, 2015;
- c) The Securities and Exchange Board of India (Issue of Capital and Disclosure Requirements) Regulations, 2018;
- d) *The Securities and Exchange Board of India (Share Based Employee Benefits and Sweat Equity) Regulations, 2021;
- e) *The Securities and Exchange Board of India (Issue and Listing of Debt Securities) Regulations, 2008;
- 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 clients;
- g) *The Securities and Exchange Board of India (Buyback of Securities) Regulations, 2018; and
- h) *The Securities and Exchange Board of India (Issue and Listing of Non-Convertible Securities) Regulations, 2021.
- i) The Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015.

* No event took place under these regulations during the audit period and circulars/guidelines issued there under and based on the above examination, I hereby report that, during the Review Period:

Pursuant to Scheme of Arrangement between the Company, i.e., Ddev Plastiks Industries Limited ("DPIL" or "Resulting Company") and Kkalpana Industries (India) Limited ("KIIL" or "Demerged Company") having CIN: L19202WB1985PLC039431 and their respective Shareholders and Creditors, providing for, inter alia, transfer of Demerged Company's (i.e. KIIL's) Compounding Business Undertaking, on a going concern basis, to the resulting Company (i.e. DPIL) in accordance with the provisions of Sec.230-232 of the Companies Act, 2013, as approved by the Hon'ble National Company Law Tribunal (NCLT), Kolkata Bench vide its order dated 04th March, 2022, the Company had allotted on 11th, April, 2022, 94072930 Equity Shares of Re.1 each in the ratio of 1:1 to

the shareholders of KIIL as on record date of 08.04.2022, which were subsequently admitted for listing with BSE Limited, effect from 26th, July, 2022.

I hereby report that, during the Review Period the compliance status of the listed entity is appended as below:

Sr. No.	Particulars	Compliance status (Yes/No/NA)	Observations/ Remarks by PCS*
1.	<u>Secretarial Standard:</u> The compliances of listed entities are in accordance with the applicable Secretarial Standards (SS) issued by the Institute of Company Secretaries India (ICSI)	Yes	-
2.	<u>Adoption and timely updation of the Policies:</u> <ul style="list-style-type: none"> • All applicable policies under SEBI Regulations are adopted with the approval of board of directors of the listed entities. • All the policies are in conformity with SEBI Regulations and has been reviewed & timely updated as per the regulations/circulars /guidelines issued by SEBI. 	Yes Yes	- -
3.	<u>Maintenance and disclosures on Website:</u> <ul style="list-style-type: none"> • The Listed entity is maintaining a functional website. • Timely dissemination of the documents/ information under a separate section on the website. • Web-links provided in annual corporate governance reports under Regulation 27(2) are accurate and specific which re-directs to the relevant document(s)/ section of the website. 	Yes Yes Yes	- - -
4.	<u>Disqualification of Director:</u> None of the Director(s) of the Company is/ are disqualified under Section 164 of Companies Act, 2013 as confirmed by the listed entity.	Yes	As verified the records from available records of Company and Data available at MCA. None of the Directors, are disqualified U/s 164 of the Companies Act, 2013.
5.	<u>Details related to Subsidiaries of listed entities have been examined w.r.t.:</u> (a) Identification of material subsidiary companies. (b) Disclosure requirement of material as well as other subsidiaries	NA NA	The Company has no material subsidiary Company Further the Company has no Subsidiary Company.
6.	<u>Preservation of Documents:</u> The listed entity is preserving and maintaining records as prescribed under SEBI Regulations and disposal of records as per Policy of Preservation of Documents and Archival policy prescribed under SEBI LODR Regulations, 2015.	YES	
7	<u>Performance Evaluation:</u> The listed entity has conducted performance evaluation of the Board, Independent Directors and the Committees at the start of every financial year/during the financial year as prescribed in SEBI Regulations.	YES	-
8	<u>Related Party Transactions:</u> (a) The listed entity has obtained prior approval of Audit Committee for all related party transactions; or (b) The listed entity has provided detailed reasons along with confirmation whether the transactions were subsequently approved/ ratified/rejected by the Audit Committee, in case no prior approval has been obtained.	YES NA	- Prior omnibus approval of Audit Committee was obtained for Related Party Transaction.
9	<u>Disclosure of events or information:</u> The listed entity has provided all the required disclosure(s) under Regulation 30 along with Schedule III of SEBI LODR Regulations, 2015 within the time limits prescribed thereunder.	YES	-
10	<u>Prohibition of Insider Trading:</u> The listed entity is in compliance with Regulation 3(5) & 3(6) SEBI (Prohibition of Insider Trading) Regulations, 2015.	YES	The Company has maintained SDD (database) as per requirements of the PIT Regulations, 2015

Sr. No.	Particulars	Compliance status (Yes/No/NA)	Observations/ Remarks by PCS*
11	<u>Actions taken by SEBI or Stock Exchange(s), if any:</u> No action(s) has been taken against the listed entity/ its promoters/ directors/ subsidiaries either by SEBI or by Stock Exchanges (including under the Standard Operating Procedures issued by SEBI through various circulars) under SEBI Regulations and circulars/ guidelines issued thereunder except as provided under separate paragraph herein (**).	NA	-
12	<u>Additional Non-compliances, if any:</u> No additional non-compliance observed for any SEBI regulation/circular/ guidance note etc.	NA	-

Compliances related to resignation of statutory auditors from listed entities and their material subsidiaries as per SEBI Circular CIR/CFD/CMD1/114/2019 dated 18th October, 2019:

Sr. No.	Particulars	Compliance status (Yes/No/NA)	Observations/ Remarks by PCS*
1.	Compliances with the following conditions while appointing/re-appointing an auditor		
	i. If the auditor has resigned within 45 days from the end of a quarter of a financial year, the auditor before such resignation, has issued the limited review/ audit report for such quarter; or	NA	There was no resignation of Auditors during the year.
	ii. If the auditor has resigned after 45 days from the end of a quarter of a financial year, the auditor before such resignation, has issued the limited review/ audit report for such quarter as well as the next quarter; or	NA	There was no resignation of Auditors during the year.
	iii. If the auditor has signed the limited review/ audit report for the first three quarters of a financial year, the auditor before such resignation, has issued the limited review/ audit report for the last quarter of such financial year as well as the audit report for such financial year.	NA	There was no resignation of Auditors during the year.
2.	Other conditions relating to resignation of statutory auditor		
	i. Reporting of concerns by Auditor with respect to the listed entity/its material subsidiary to the Audit Committee: (a) In case of any concern with the management of the listed entity/material subsidiary such as non-availability of information / non-cooperation by the management which has hampered the audit process, the auditor has approached the Chairman of the Audit Committee of the listed entity and the Audit Committee shall receive such concern directly and immediately without specifically waiting for the quarterly Audit Committee meetings. (b) In case the auditor proposes to resign, all concerns with respect to the proposed resignation, along with relevant documents has been brought to the notice of the Audit Committee. In cases where the proposed resignation is due to non-receipt of information / explanation from the company, the auditor has informed the Audit Committee the details of information/ explanation sought and not provided by the management, as applicable. (c) The Audit Committee / Board of Directors, as the case may be, deliberated on the matter on receipt of such information from the auditor relating to the proposal to resign as mentioned above and communicate its views to the management and the auditor.	NA	There was no concerns reported.
	ii. <u>Disclaimer in case of non-receipt of information:</u> The auditor has provided an appropriate disclaimer in its audit report, which is in accordance with the Standards of Auditing as specified by ICAI / NFRA, in case where the listed entity/ its material subsidiary has not provided information as required by the auditor.	NA	There was no resignation of Auditors during the year.
	iii. <u>Disclaimer in case of non-receipt of information:</u> The auditor has provided an appropriate disclaimer in its audit report, which is in accordance with the Standards of Auditing as specified by ICAI / NFRA, in case where the listed entity/ its material subsidiary has not provided information as required by the auditor.	NA	No such incident occurred
3.	The listed entity / its material subsidiary has obtained information from the Auditor upon resignation, in the format as specified in Annexure- A in SEBI Circular CIR/ CFD/ CMD1/114/2019 dated 18th October, 2019.	NA	There was no resignation of Auditors during the year.

(a) The listed entity has complied with the provisions of the above Regulations and circulars/guidelines issues thereunder, except in respect of matters specified below:

Sr. No.	Compliance Requirement (Regulations/ Circulars/ guidelines including specific clause)	Regulation/ Circulars No.	Deviations	Action Taken by	Type of Action Advisory/ clarification/ fine/ Show Cause Notice/Warning etc.	Detail of Violation	Fine Amount	Observations/ Remark of the Practicing Company Secretary	Management response	Remarks
NIL										

(b) The listed entity has taken the following action to comply with the observation made in previous report:

Sr. No.	Compliance Requirement (Regulations/ Circulars/ guidelines including specific clause)	Regulation/ Circulars No.	Deviations	Action Taken by	Type of Action Advisory/ clarification/ fine/ Show Cause Notice/ Warning etc.	Detail of Violation	Fine Amount	Observations/ Remark of the Practicing Company Secretary	Management response	Remarks
NIL										

Place: Kolkata
Date: 13.05.2023
UDIN: F002699E000301855

Ashok Kumar Daga
(Practicing Company Secretary)
FCS No.2699, C P No: 2948

ANNEXURE 5

Disclosure in Board's report as per the provisions of section 197(12) of the Companies Act, 2013 read with Rule 5(1) of the Companies (Appointment and Remuneration of Managerial Personnel) Rules, 2014.

Sl. No	Requirements of Rule 5(1)	Name & Designation of Key Managerial Personnel	Details
1	The ratio of remuneration of each director to the median remuneration of the employees of the Company for the financial year.	Mr. Narrindra Suranna, Managing Director	12.38 : 1
		Mr. Rajesh Kothari, Whole Time Director	12.38 : 1
		Mr. Ddev Surana, Whole Time Director	5.04:1
2	The percentage increase in remuneration of each director, CFO, CEO, CS or manager, if any, in the financial year. *Refer Note	Mr. Narrindra Suranna, Managing Director	NA
		Mr. Rajesh Kothari, Whole Time Director	75%
		Mr. Ddev Surana, Whole Time Director	32.56%
		Mr. Arihant Bothra, Chief Financial Officer	18.44%
		Ms. Tanvi Goenka Company Secretary	32.79%
3	The percentage increase in the median remuneration of employees in the financial year. *Refer Note	The median remuneration of the employees in the financial year was increased by 17.55%.	
4	The number of permanent employees on the rolls of Company	There were 278 Employees as on 31.03.2023.	
5	The explanation on the relationship between average increase in remuneration and company performance.	Omitted by Companies (Appointment and Remuneration of Managerial Personnel) Amendment Rules, 2016 dated 30.06.2017.	
6	Comparison of the remuneration of the KMP against the performance of the Company.	Omitted by Companies (Appointment and Remuneration of Managerial Personnel) Amendment Rules, 2016 dated 30.06.2017.	
7	Variation in the market capitalization of the company, price earnings ratio as at the closing date of the current financial year and previous financial year and percentage increase over decrease in the market quotations of the shares of the company in comparison to the rate at which the company came out with the last public offer in case of listed companies, and in case of unlisted companies, the variations in the net worth of the company as at the close of the current financial year and previous financial year.	Omitted by Companies (Appointment and Remuneration of Managerial Personnel) Amendment Rules, 2016 dated 30.06.2017.	

Sl. No	Requirements of Rule 5(1)	Name & Designation of Key Managerial Personnel	Details
8	Average percentile increase already made in the salaries of employees other than the managerial personnel in the last financial year and its comparison with percentile increase in the managerial remuneration and justification thereof and point out if there are any exceptional circumstances for increases in the managerial remuneration.		Average salary increase of non-managerial employees is 13.01%. Average salary increase of managerial employees is 21.90%. There are no exceptional circumstances for increase in the managerial remuneration except incase of Mr. Kothari where he was given an increment of 75% keeping in view his performance, roles, responsibilities, and market standards. The increase is commensurate to market standards.
9	The key parameters for any variable component of remuneration availed by the directors.		Omitted by Companies (Appointment and Remuneration of Managerial Personnel) Amendment Rules, 2016 dated 30.06.2017.
10	Comparison of the each remuneration of the Key Managerial Personnel against the performance of the Company.		Omitted by Companies (Appointment and Remuneration of Managerial Personnel) Amendment Rules, 2016 dated 30.06.2017.
11	The ratio of the remuneration of the highest paid director to that of the employees who are not directors but receive remuneration in excess of the highest paid director during the year.		Omitted by Companies (Appointment and Remuneration of Managerial Personnel) Amendment Rules, 2016 dated 30.06.2017.
12	Affirmation that the remuneration is as per the remuneration policy of the Company.		It is hereby affirmed that the remuneration paid is as per the Remuneration Policy for Directors, KMP and other employees.

Note :

1. Managing Director & Whole Time Directors are Whole Time Directors & Other Directors are Non –Executive Independent Directors , who are paid only sitting fees for attending the Board and Committee meetings. Hence, ratios provided are only for Managing Directors & Whole Time Directors.
2. * Several employees of the company were transferred from payroll of Kkalpana Industries (India) Limited (KIIL) to that of the Company in accordance with NCLT Order dated 04.03.2022 approving the Scheme of Arrangement relating to Demerger of compounding business of KIIL to the Company, on a going concern basis. Mr. Narrindra Suranna, Mr. Ddev Surana and Mr. Rajesh Kothari were appointed as KMPs wef 28.03.2022 and Mrs. Tanvi Goenka and Mr. Arihant Bothra were appointed as KMPs of the Company wef 01.04.2022 and accordingly drew their remuneration from the Company for the FY 2022-23, however remuneration was drawn by them from KIIL for FY 2021-22. Similarly for other employees the remuneration for FY 2022-23 was paid from the company and that of the previous year was paid from KIIL. Thus, the comparative figures or percentages from last year, wherever required in this report, are in comparison to their remuneration in KIIL since they were not associated with the company in the previous year. Further since Mr. Narrindra Suranna holds the position of Chairman and Managing Director in both companies and he draws remuneration from both companies. His remuneration in KIIL for FY 22-23 was Rs. 6 lakhs however upon his appointment in DPIL it was revised to Rs. 1lakh in KIIL and approved at Rs. 5lakh in the company for the FY 22-23, therefore his total remuneration is not comparable to that in KIIL.

For and on behalf of the Board of Directors

Place: Kolkata

Date: 16.05.2023

Narrindra Suranna
(DIN: 00060127)
Chairman & Managing Director

ANNEXURE 6

FORMAT FOR THE ANNUAL REPORT ON CSR ACTIVITIES

[Pursuant to Companies (Corporate Social Responsibility Policy) Rules, 2014]

(1) A brief outline of the company's Corporate Social Responsibility Policy

The company is committed to mission of delivering the best solutions, which includes creating a more inclusive and resource-efficient India as a responsible corporate citizen. The Corporate Social Responsibility ('CSR') Policy, pursuant to provisions of Section 135 of the Companies Act, 2023 read with Companies (Corporate Social Responsibility Policy) Rules, 2014, as adopted by the Company intends to contribute to the sustainable development of the society and environment. The company recognises the need to address some of India's most challenging issues relating to education, health, equality and development of the weaker section of the society and always endeavors to contribute to the welfare and development of the society, in which it operates and aligns its activities keeping the same in view.

The Corporate Social Responsibility Policy, which encompasses the company's philosophy for delivering its responsibility as a corporate citizen and lays down the guidelines and mechanism for undertaking socially useful programmes for welfare & sustainable development of the community at large, is titled as the "Ddev Plastiks Industries Limited CSR Policy". This policy shall apply to all CSR initiatives and activities taken up at the various work-centers and locations of the Company, for the benefit of different segments of the society, specifically the deprived, under-privileged and differently abled persons.

CSR Vision– Providing assistance in the development of weaker sections of the society, promoting health care and zeal of education in every spirit and ensuring environmental sustainability.

(2) The Composition of the 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
1	Mr. Rajesh Kothari	Whole Time Director	1	1
2	Mr. Narrindra Suranna	Managing Director	1	1
3	Mr. Ddev Surana	Whole Time Director	1	1
4	Mr. Samir Kumar Dutta	Independent Director	1	1

(3) Web-Link where Composition of CSR Committee, CSR Policy and CSR Projects approved by the board are disclosed:

The composition of CSR Committee of the Company is available on the website of the company at <https://ddevgroup.in/wp-content/uploads/2023/01/Committee-Composition.pdf>

The CSR policy of the Company is available on the website of the Company under the head policy at <https://ddevgroup.in/policies-and-framework/>.

The CSR Projects approved by the Board during the year under review are available on the website of the company under the head Corporate Social Responsibility (CSR) at <https://ddevgroup.in/investor-relations/>

(4) Executive summary along with the web-link of Impact Assessment of CSR Projects carried out in pursuance of sub-rule (3) of rule 8 of Companies (Corporate Social Responsibility Policy) Rules, 2014

Sub-rule (3) of Rule 8 of Companies (Corporate Social Responsibility Policy) Rules, 2014, as amended, is not applicable to the company for period under review.

(5)

	Amt (Rs. in Lacs)
(a) Average net profit of the company as per sub-section (5) of section 135	3624.93
(b) 2% of average net profit of the company as per sub-section (5) of section 135	72.50
(c) Surplus arising out of the CSR Projects or Programmes or activities of the previous financial year	0.00
(d) Amount required to be set-off for the financial year, if any	0.00
(e) Total CSR obligation for the financial year [(b)+(c)-(d)]	72.50

(6)

	Amt (Rs. in Lacs)
(a) Amount spent on CSR Projects (both Ongoing Project and other than Ongoing Project)	75.00
(b) Amount spent in Administrative Overheads	0.00
(c) Amount spent on Impact Assessment, if applicable	0.00
(d) Total amount spent for the Financial Year [(a)+(b)+(c)]	75.00

(e) CSR amount spent or unspent for the Financial Year:

Total Amount Spent for the Financial Year (in Rs.)	Amount Unspent (in Rs.)				
	Total amount transferred to Unspent CSR Account as per-section (6) of section 135		Amount transferred to any fund specified under Schedule VII as per second proviso to sub-section (5) of section 135		
	Amount	Date of Transfer	Name of the Fund	Amount	Date of transfer
75.00	0.00	NA	NA	0.00	NA

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

	Amt (Rs. in Lacs)
(i) 2% of average net profit of the company as per sub-section (5) of section 135	72.50
(ii) Total amount spent for the Financial Year	75.00
(iii) Excess amount spent for the Financial Year [(ii)-(i)]	2.50
(iv) Surplus arising out of the CSR projects or programmes or activities of the previous Financial Years, if any	0.00
(v) Amount available for set off in succeeding Financial Years [(iii)-(iv)]	2.50

(7) Details of Unspent Corporate Social Responsibility amount for the preceding three Financial Years:

Sl. No.	Preceding Financial Year (s)	Amount transferred to Unspent CSR Account under sub-section (6) of section 135 (in Rs.)	Balance Amount in Unspent CSR Account under sub-section (6) of section 135 (in Rs.)	Amount Spent in the Financial (in Rs.)	Amount transferred to a Fund as specified under Schedule VII as per second proviso to sub-section (5) of section 135, if any	Amount remaining to be spent in succeeding Financials Years (in Rs.)	Deficiency, if any
1	FY-1						
2	FY-2						
3	FY-3						

(8) Whether any capital assets have been created or acquired through Corporate Social Responsibility amount spent in the Financial Year

No

(9) Specify the reason(s), if the company has failed to spend 2 % of the average net profit as per sub-section (5) of section 135:

Not applicable since the company has spent the required amount and in fact has spent in excess of such amount.

For and on behalf of the Board of Directors

Narrindra Suranna (DIN: 00060127)
Managing Director

Mr. Rajesh Kothari (DIN: 02168932)
Chairman, CSR Committee

Place: Kolkata
Date: 16.05.2023

ANNEXURE 7

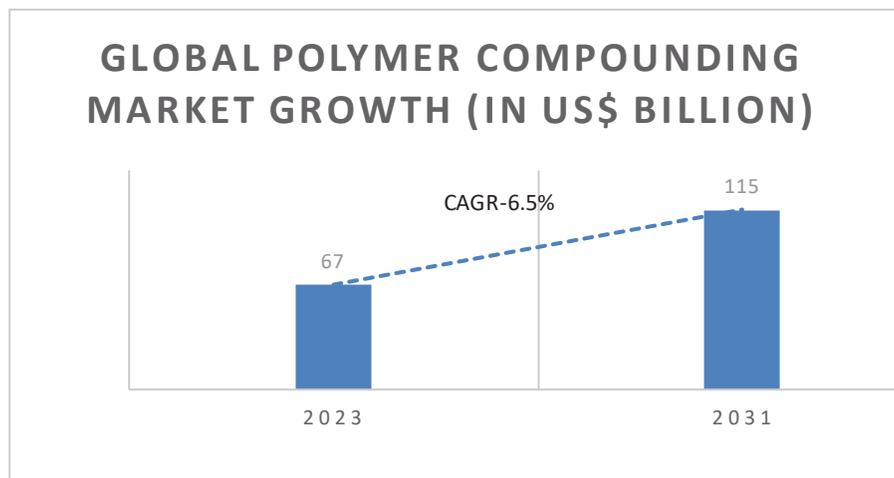
MANAGEMENT DISCUSSION AND ANALYSIS REPORT

GLOBAL INDUSTRY SCENARIO :

Polymer based product are used in manufacture of everyday use products and therefore have high growth potential. The prominent application areas for the Polymer Market are food and beverages, also increased use in building and construction sites, as well as in automotive, medical, and electronic sectors including cables and wires. This increase in the polymer based product application indicates that the polymer compounding sector will have a rise in demand. Increasing plastic consumption in the construction, automotive, electrical and electronics industries is projected to support market growth of polymer compounding.

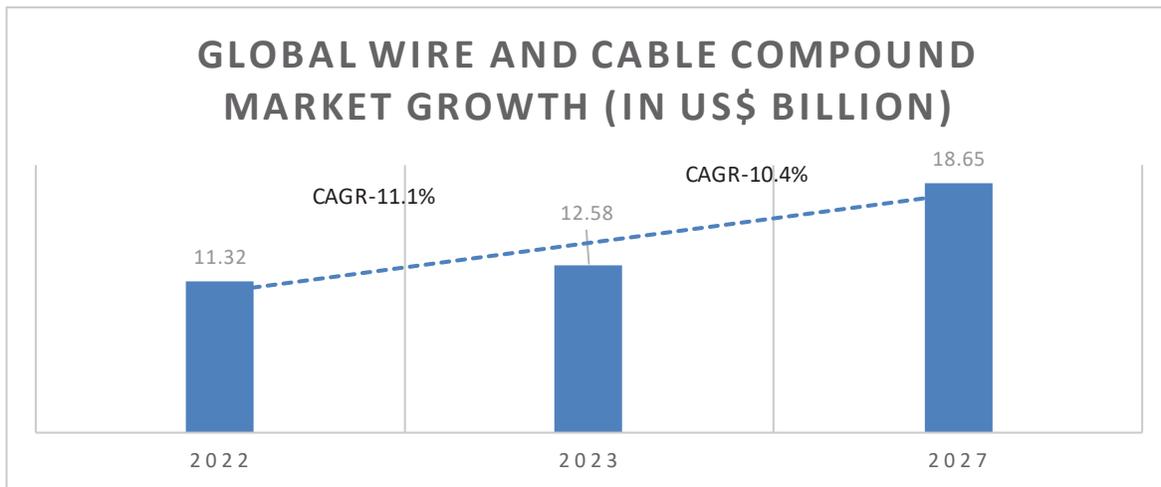
The global polymer compounding market is booming because polymer is one of the most commonly utilized chemical products in practically all industries, including the medical, aerospace, packaging, automotive, construction, and electrical appliances, wires and cable industries. Because of their great performance, light weight, cost-effectiveness, polymers are frequently employed as alternatives to items made of metal and mineral materials.

The plastic compounding market size was valued at US\$ 67 Billion in 2023. It is projected to reach US\$115 Billion by 2031 growing at a CAGR of 6.5% during the forecast period of 2023-2031. In terms of region, the global polymer compounding market is split into Asia Pacific, North America, Europe, and Other. Among all the nations the Asia Pacific is the most significant shareholder and is estimated to account for highest value share in the global plastic compounding market and expected to grow at a CAGR of 6.1% during 2023-2031. China, Australia, India, Japan and rest of Asia Pacific are included in it. The regions automotive, industrial machinery, construction, packaging, electrical, electronics, cable and wires industries are expected to experience increased demand. Demand is further expected to fuel considering that the region is one of the biggest consumers and producers of electrical and electronic goods such as wires and cables and other electronic equipment. This rapid industrialization and economic developments are also driving factors for growth in this region. Additionally increasing demand for plastic compounding from consumer goods industry for manufacturing sports goods, toys and textiles could be added driving factors. North America is expected to grow at CAGR of 6.85% during 2023-2031. US and Canada are included in analysis of plastic compounding market in North America. Rapid Infrastructure development is expected to boost demand in the region. In Europe, Germany is the largest contributor to market growth and the increasing demand for polymer compounding from the automotive industry would propel the growth further. The rising demand for electrical vehicles is expected to provide additional opportunities of growth.



Polymer compounding is a boon for the electrical industry since it is a preferred material due to properties such as electrical insulation, corrosion inhibition, excellent heat resistance, high tensile and durability and low density. This is another end use industry which is expected to drive the market because of its high rigidity and tensile strength. The global wire & cable compounds market grew from \$11.32 billion in 2022 to \$12.58 billion in 2023 at a compound annual growth rate (CAGR) of 11.1%. The Russia-Ukraine war disrupted the chances of global economic recovery from

the COVID-19 pandemic, at least in the short term. The war between these two countries has led to economic sanctions on multiple countries, a surge in commodity prices, and supply chain disruptions, causing inflation across goods and services, and affecting many markets across the globe. The wire & cable compounds market is expected to grow to \$18.65 billion in 2027 at a CAGR of 10.4%.



The wire and cable compound market consist of sales of thermoplastic polyester (PBT), crosslinked polyethylene (XLPE), and polyvinyl chloride (PVC). Values in this market are 'factory gate' values, that is the value of goods sold by the manufacturers or creators of the goods, whether to other entities (including downstream manufacturers, wholesalers, distributors, and retailers) or directly to end customers.

INDIAN POLYMER COMPOUNDING INDUSTRY

The Indian sub-continent has established itself as the most exciting and dynamic emerging market in the world and is one full of potential and investment opportunities. There is now massive investment occurring in the region's petrochemical, polymer production and downstream plastic processing industries, driving strong growth in polymer compounding demand. The market in the region is dominated by India on account of its huge population and high GDP. However, growth in the region on the whole is driven by its increasingly globally-minded governments that are introducing policies to encourage foreign direct investment and facilitate closer integration with the worldwide economy, helping to drive investment in petrochemicals, polymer production and downstream plastic processing. Growth in the region is not only fueled by such policy relaxations but also by rising urbanization of a large, youthful, population, leading to greater consumer spending for items that require plastics - from packaged goods to mobile phones and automobiles and thereby polymer compounding requirements. While much of these products are still imported, there is now considerable investment taking place in plastic processing operations to support manufacturing investments, driving growth in polymer compounding demand. The increasing rate of urbanization and development are major drivers for growth of infrastructure segment and therefore the products used in construction and power transmission including wire and cable compound products are expected to be in high demand. The key players of the market believe that the growth drivers of the sector are finally in place and with the insatiable manufacturing industry, supportive government policies and a freshly surging economy, the best is yet to come for this niche. As the third largest consumer of polymers, India ranks only after China and USA hence there is wide scope of polymer compounding considering the wide usage of plastic based products.

With various schemes of Government with respect to electrification, the Cable Industry, the major consumer of polymer compounding for your Company, is expected to grow at large. The Global wire and cable compounding market was valued US\$12.5 billion in 2021 and is projected to grow and reach US\$19.6 billion by 2026 growing at a CAGR of 9% in view of rising demand in construction, power and automotive industry. The market for electronic goods and cable is expected to grow, substantially triggered by the increased rural disposable income. This will inevitably cause the manufacturing sector to grow manifold, further boosting the domestic polymer compounding industry. With the increased demand for polymer across the country India is expected to become the seventh largest consumer of polymer by 2025 which foresees growth in polymer compounding industry. In spite of all these latent opportunities,

China still produces three to twenty times more of most polymers, as compared to India, even with the population of both the countries being relatively equal. However, market experts predict that it will be the growing demand for plastics, rising costs and economic challenges that will see the Indian market growing faster than its competitors and thereby boost polymer compounding industries.

INDUSTRY STRUCTURE

The polymer compounding industry is a subfield of material science that encompasses not only the basics of physics and chemistry but also grabs a whole lot of engineering to be manufactured as an end product. After going through specific processes known as compounding, polymer properties can be changed to meet specific requirements for instance its conductivity or flame retardance characteristics, its tensile strength, density etc. Extrusion is used to combine base polymer additives to improve their properties. The additives combined with the base resin during extrusion gives compounded polymers their improved aesthetics. To increase the overall utility and value of polymer or end use products, the additives such as plasticizers for flexibility, anti-oxidants for high temperature stability, flame retardants or smoke suppressants or conductive fibres for electrical properties are added. Comparing plastic fittings to metal or wooden fittings, plastics fittings are much simpler to install. In the complex processes of compounding plastics, the ratio of additives, is determined, the melt is mixed at high speed using extruders, cooled and then final pellet is cut and packaged.

Polymer compounding market is segmented based on type, application, material and region. Based on Type the market is categorized into Thermoplastics, Thermosets, Elastomers. Based on material it is categorized into Polyethylene, Polypropylene, Polyvinyl Chloride, Polyethylene, Terephthalate, Polystyrene, Polyurethane. Based on application it is categorized into consumer goods, electrical and electronics including wires and cables, construction, automotive, aerospace and others. Based on Region it is categorized into North America, Europe, Asia-Pacific, South America and Others.

Polymer compounding market analysis by Type

The thermoplastics held the largest proportion of the polymer compounding market. Its rising demand in food packaging business can be due to their high mechanical strength, cost efficiency, and ease of manufacture. These characteristics have also increased demand for thermoplastics in other industries such as lightweight structural construction, storage tanks and window frames and panels. The increasing use of high-density polyethylene (HDPE) and low-density polyethylene (LDPE) in food and beverage packaging such as milk and fruit juices, crates, caps for food packaging, drums, and other liquid food packaging, as well as industrial packaging applications, drives the market growth. The construction and automotive industry are major consumers of compounded polyethylene, which is used form of sheets, plates, films, foils, and strips that provide plastic floor protection. It is also used in pipes and fittings, which are essential components of many industrial processes. Furthermore, consumer goods such as bowls, buckets, water bottles, drums, trash cans, and plumbing pipes are examples of compounded polyethylene products that are used on a daily basis

Polymer market analysis by Application

Based on Application, the market of polymer compounding is categorized into automotive and transportation, infrastructure and construction, electrical and electronics including wires and cables, packaging, consumer goods/lifestyle, industrial machinery, healthcare and pharmaceuticals and others. The automotive and transportation set to hold the largest share owing to highest adoption of the compounded products in these followed by electronics and electrical industries.

Polymer market analysis by Material

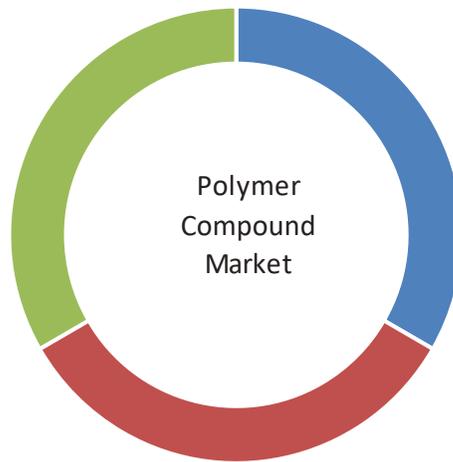
During the projection period, the propylene category, based on base material, is expected to develop at the fastest rate in polymer compound market. Consumer spending and production operations in different sectors, such as automotive, construction and packaging, may accelerate. It is in high demand for packing products, tubing products, connectors, bottle and plastic surgery implants because of its relatively remarkable mechanical features such as flexibility, good stability, high heat resistance and impact resistance.

Polymer market by Region

In terms of regional dynamics, Asia Pacific was dominant amongst all regions. The growth in this region has been attributed to India and China as both countries saw an increase in production of polymer based products. The growth of this market in the Asia Pacific region is fueled by the increasing economies of Southeast Asian countries, rising disposable income, cheap availability of raw materials required to manufacture plastics, and an increase in population. Furthermore, rising demand for eco-friendly alternatives to traditional plastics from emerging economies such as China and India, as well as increased consumption of petrochemicals and plastics primarily used for packaging in the food and beverage industries, will propel the market forward in the coming years.

Product Outlook

- Polyethylene (PE)
- Polypropylene (PP)
- Polyvinyl Chloride(PVC)
- Terephthalate, Polystyrene, Polyurethane Polystyrene Others



Application Outlook

- Automotive
- Building and Construction
- Electrical and Electronics
- Wires and Cables
- Packaging
- Consumer Goods
- Industrial Machinery
- Others

Regional Outlook

- Asia Pacific
- Europe
- North America
- Central and South America
- Middle East & Africa

INDUSTRY DEVELOPMENTS

Polymer compounding is a process that offers several superior properties such as durability, low density, flexibility, aesthetic appeal, lightweight, insulation, improved barrier resistance, improved weathering and energy saving to virgin polymers. These properties depend on additives used during compounding. Hence major compounders are developing several additives and formulas. Custom polymer compounding is gaining popularity in polymer compounding market and companies are increasing their Research and development capabilities for feedstock testing, in process testing and final quality control testing to gain competitive edge over other market players. Pre work and post blending testing help to qualify the base raw material to ensure high performance characteristics in products. In process testing helps to ensure client requirements are being met at every step. Companies are entering into Joint Ventures with companies based in Shanghai, Germany and the United States to introduce niche products in the market. Such strategies are helping to broaden their revenue streams and carve a level of trust in existing and prospective partners.

India is currently a powerhouse for plastic/polymer based products majorly owing to the widespread manufacturing sector in India. There exists a huge gap between the demand and supply of plastic and polymer based products which is expected to widen as urbanization continues and per capital plastic consumption of India reaches close to western counterparts. This opens opportunities for polymer compounding industry to gauge the requirements to supply products.

Companies are making an effort to invest in R&D facilities with strong emphasis on current application in consumer goods, electronic and automotive industries. Stakeholders are becoming more skilled at sustainable compounding to improve their position in the market. The regulatory requirements, enhanced knowledge and customized requirements

among GenZ consumers is pushing plastic manufacturers and consequently polymer compounding market to develop innovative sustainable compounding techniques.

Major companies are investing substantial amounts in polymer compounding facilities. They have adopted development strategies such as expansion and acquisition to increase their market presence to cater to the customer demand. Currently, polymer compounders are dependent on demand of end-users. Hence, majority of the companies are focusing on developing customized products for application in automotive, construction and electrical and electronic industries.

Although your company supplies polymer which has use in various products, the main industry that the products of your company caters to is the Cables and Wire Industry. Hence, growth and development of this Industry is most likely to benefit the Company. Rising demand of wire and cable from various end- users is the driving factor behind the growth of this market. In India, the wire and cable market comprises nearly 40 per cent of the electrical industry. It is growing at a CAGR of 15 per cent thanks to the growth of the power and infrastructure sectors in the country. Moreover, global investors now consider India as a potential market for high voltage (HV) and extra high voltage (EHV) cables. The Cable industry is likely to grow at a CAGR of about 11 per cent to reach Rs. 1,000-1,100 billion by FY-2023-24. The Global wire and cable compounding market was valued at us\$12.5 billion in 2021 and is projected to grow and reach US\$ 19.6 billion by 2026 growing at a CAGR of 9% in view of rising demand in construction, power and automotive industry. India has also become a net exporter of cables and wires which is an advantage to your Company. Incidentally, growth in the industry is fundamentally driven by the recent developmental push in power and infrastructure segments, through government policies. The renewable energy push and government projects for electrification, housing development and smart cities have proved to be additional incentives. Technological advancements are a key trend gaining popularity in the wire and cable compound market going forward. Major companies are developing new products with advanced technologies to sustain their position in the wire and cable compound market. Increasing environmental regulations and safety concerns on use of halogenated polymers for wires and cables are driving demand for non-halogenated cable compounds.

The polymer compound market especially for wire and cable has various domestic and global players indulging in fierce competition for acquiring a large consumer base. These player are involved in intensive research and development activities for deriving new formulations that help in boosting the revenues of the players in the wire and cable compounds market, eventually strengthening the growth prospects. Polymer compound market players' investments will be oriented towards acquiring new technologies, securing raw materials, efficient procurement/inventory, strengthening product portfolios, and leveraging capabilities to maintain growth during challenging times

COMPANY'S PERFORMANCE

Ddev Plastik Industries Limited ("DPIL") mainly caters to cable and wire companies, packaging, footwear, pipes, automobiles, consumer durables, electrical appliances, electricals and light fittings and electronics.

A. Critical financial figures for 2022-23 are as under:-

- Gross turnover for the year is Rs. 2503.75 Crore against Rs. 2226.90 Crore in 2021-22.
- PBIDT for the year Rs. 185.70 Crore as against Rs. 127.89 Crore in 2021-22.
- Profit before Tax for the year Rs. 140.36 Crore against Rs. 75.59 Crore in 2021-22.
- Operating Profit for the year Rs. 173.60 Crore against Rs. 116.36 Crore in 2021-22
- Capital Structure of the Company as at 31st March 2023 was Rs. 940.72 lakh comprising of 9,40,72,930 nos. of equity shares of Rs. 1/- each.

B. Product wise operational performance:-

Product wise, your company is engaged in manufacturing of the following products, the performance of which is discussed below-

Poly Vinyl Chloride

The turnover from Poly Vinyl Chloride is Rs.29,118.28 lacs as against Rs 36,607.57 lacs in the previous year.

Polyethylene

Turnover from Polyethylene is Rs. 2,09,251.36 lacs in the year under review as against Rs. 1,68,884.04 in the previous year.

Others

Turnover from these items is Rs.12,005.10 lacs as against Rs. 171,98.67 lacs in the previous year.



Important Ratios in respect of the year ended 31st March, 2023 are as below:

Particulars	FY 2022-23	FY 2021-22*	Change (%)	Reason for change
Debtors Turnover Ratio	7.03	12.77	-44.91	Due to increase in turnover of the company
Debt Equity Ratio	0.11	0.33	-65.73	Due to Reduction in working capital investment leading to improved cash flows used for debt reduction of the Company
Current Ratio	1.72	1.39	23.38	Due to increase in Current Assets and Reduction in working capital cycle of the Company.
Interest Coverage Ratio	5.22	2.85	82.98	Due to increase in Earning before Interest and Tax (EBIT) of the Company and increase in Finance cost.
Debt Service Coverage Ratio	5.54	3.10	78.81	Due to Reduction in borrowings resulting in lower interest outgo of the Company.
Stock Turnover Ratio	10.15	16.15	-37.16	Due to decrease in inventory level and increase in Revenue of the Company.
Return on Equity (ROE) (%)	23.49	13.98	68.07	Increase in Net Profit of the Company and Increase in accumulated shareholders equity.
Operating Profit Margin (%)	6.93	5.23	32.69	Due to increase in Operating Profit of the Company.
Net Profit Margin (%)	4.16	2.46	69.01	Due to increase in Net Profit and turnover of the Company.

*Hon'ble National Company Law Tribunal has vide its Order dated 04.03.2022, approved the Scheme of Arrangement in relation to Demerger of compounding business of Kkalpana Industries (India) Limited and vesting it on a going concern basis with the Company from an appointed date 01.04.2021 and the financials have been prepared in accordance thereof.

FUTURE OUTLOOK

Plastics are primarily used in the construction industry to insulate structures and infrastructure. Additionally, they produce various building materials, such as flooring, performance safety windows, doors, cables and pipes. The construction industry has increased its demand for compounded plastics due to their capacity to provide qualities comparable to steel, such as strength, texture and resistance to rust and environmental factors. Additionally, there will be more opportunities for the polymer compounding market to expand favorably due to increased commercial

and residential projects and growing consumer awareness of attractive interiors. The rising demand from construction industry due to growing urbanization in numerous countries is estimated to bring considerable growth prospects for the wire and cable compounds market. The popular concept of smart city is also proving to be beneficial growth opportunity for wire and cable compound market. Various Government initiatives like Atmanirbhar Bharat, Make in India, Pradhan Mantri Krishi Sinchayee Yojana, Smart City Project, establishment of plastic parks, Production Linked Incentive are expected to boost demand in plastics Industry and polymer compounding. The growing construction sector is expected to propel the growth of the wire and cable compound market going forward. The construction sector refers to the sector of industry and trade that deals with creating, maintaining, and repairing infrastructures. Wire and cable compounds are used in the construction sector to provide wires with a high level of insulation and to stop moisture from getting inside power transmission or telecommunication cables.

Wire and cable compounds refer to substances that are used to formulate insulating and jacketing materials for wires and cables to protect telecommunication and power transmission wires from moisture intrusion and are also used to create wires and cables with exceptional durability, corrosion and chemical resistance, mechanical stability, flexibility, and abrasion resistance. The wires and cables sector is a direct beneficiary of development of power generation and distribution infrastructure, as the market comprises nearly 40 per cent of the electrical industry in India. According to a CRISIL report, in volume terms, the domestic wires and cables industry registered a CAGR of 22 per cent CAGR over the last five fiscals to reach about 17 million km in FY 2018-19. The report expects the industry to reach a volume of about 27 million km by FY 2023-24 with a CAGR of 10 per cent.

Power sector stands to be the dominating segment owing to the extensive consumption of wire and cable compound in the power transmission sector. Wire compound and cable compound provide high-quality insulation, sheath to conducting materials, high durability, chemical and corrosion resistance, superior mechanical stability, elasticity and abrasion resistance to the cable and wire, thus increasing popularity for wire and cable compounds. Countries such as China, India, United Kingdom, United States and Vietnam among others are witnessing the construction of power plants, the requirement for wire and cable compound market is expected to rise from these countries over the forecast period. Increasing investment in smart electricity grid network and HVDC transmission further offer opportunities for wire and cable compounds. Asia-Pacific have been registering strong growth in utilization of wire and cable compound in construction, automotive and power generation industry, which is expected to drive the market over the forecast period.

The automotive industry will see healthy increase in polymer compounding as introducing electric vehicles forces automakers to consider various options for compounded plastics. Vehicle fuel efficiency is being linked with polymer compounding. Regulatory intervention to reduce gross vehicle weight to improve fuel efficiency and ultimately reduce carbon emission has driven automotive industry to adopt substitutes to metals for fabricating automotive components. Compounded plastics are preferred as light weight material and to increase vehicle efficiency and life of vehicle components.

SWOT ANALYSIS

Strength

- Established market position in polymer compounds market
- Proven track record in establishing a leading market position and gradually expanding in adjacent product segments
- Conservative and strategic philosophy towards gearing
- Capability of large scale operation allowing economies of scale of production. The company caters to cable and wire companies, packaging, footwear, pipes, automobiles, consumer durables, electrical appliances, electricals and light fittings and electronics. Its product folio serves diverse industries
- Geographical spread of operation in India allows movement of finished goods at the customers' place, quickly with lower cost of transportation.
- Strong financial base with Comfortable and healthy Capital Structure and moderate although improving debt protection in total revenue with adequate liquidity
- Proper mix of workforce (skilled, semiskilled and diversified)

- Long standing experience of promoters/ management teams, wide product range and strong clientele base
- Disciplined inventory management and strategic location of its facilities
- Growth orientation with introduction of new product categories with the help of extensive and strong Research and Development and regular market analysis to understand customer needs and demands
- Supportive government/ regulatory policies for industrial growth

Weakness

- The main weakness will flow from deceleration in Indian Economy
- The supply chain disruption in view of ongoing geo-political scenario may affect the production line
- Susceptibility of profitability to sharp volatility in raw material prices and currency movements
- Dependence on large players in industry for raw material
- Restricted end use market
- Regulatory restrictions in use of plastic and its disposal
- Strict licensing and compliance requirements.
- Recycling and re-use of plastics to restrict new/ fresh requirements.

Threat

- Shifting consumer preferences in a projected economic downturn scenario
- Amendments to policy to align with growing environmental concerns which restrict the use of plastic
- Fluctuation in raw material costs triggered by prevailing geo-political tensions
- Increasing wireless communication technology
- Fluctuations in crude/ petrochemicals prices impacting many segments of the industry from raw material cost, operations and transportation
- Uneven recovery in different end markets and geographies and its analysis and understanding is a key challenge
- Global economic slowdown concerns and risk of stagflation
- Resurgence of Covid-19 cases
- Unorganised Sectors will also eat into the demand segment of the Company
- Intense competition from imports in the compounding market
- Competition from backward integration by wire and cable manufacturers
- Exposure to sharp volatility in raw material prices and currency movements
- Increasingly turbulent political environments in oil-producing countries are causing great uncertainty in the polymer market.

Opportunities

- Increased replacement of conventional material in various sectors, which are now focusing on use of plastics, customized to suit the requirements, especially in automotive, construction and electronics and electrical sectors
- Surging need of Polyethylene (PE), both Low Density PE (LDPE) and High Density PE (HDPE), in packaging various industry

- Growing infrastructure developments has increased demand for Construction materials, Cables and Wires which is polymer compounded materials for insulation, flame retardant, high tensile, elasticity, flexibility etc.
- Increasing demand for end use products viz- electronics, electrical appliances, toys, footwear etc
- Growing construction sector is driving the wire and cables compound markets
- Regulations for environmental and safety measures are leading to innovation in plastic products and thereby polymer compounding
- Increasing penetration of plastics in automotive sector and positive economy for a circular economy associated with polymers
- The increasing demand for power cable (Medium Voltage/ High Voltage) given the need to renew the power grid and replace the overhead lines with underground cables to reduce vulnerability against more frequent weather events
- Electrification of automotive sector requiring lighter automotive components wherein plastic play a major role.
- Increasing demand in emerging economies in view of growing urbanization and development.
- Rising demand for flame-retardant materials to favor electrical and electronics segment.
- Ramp up of new high margin product segments to improve diversity
- The ongoing trade conflicts among major countries may be a boon for developing country like India
- The on going geo-political tensions have increased cost of production in some of the other countries in view of sanctions which restrict availability of low cost products to them. India stands at an advantage in this coupled with in house resources
- Government Urbanisation Schemes, Production Incentives, subsidies, capital infusion in plastic segment have trickling advantages.

RISKS AND CONCERNS:

The Company evaluates and reviews risks periodically to develop new strategies in response to evolving market conditions. The organization believes in mitigating risks at the rudimentary stage so that operations can continue uninterrupted without harming the People and Property. Through the combined efforts of the Audit Committee and the Management, risks are identified and minimised to the level of as much as reasonably practicable. Although the Company has comprehensive risk management in place, there is concern about some external factors/ disruptions, as below:-

- a) Supply Chain
- b) Fall in Demand
- c) Securing Finance at competitive rates.
- d) Increasing cost of raw materials and currency fluctuations

The company has comprehensive risk management framework in place, which consists of

- a) Process to identify, prioritize and formulate mitigation plans for risks and
- b) A framework of rules and regulations for various officials/ employees and the Board, in discharging the risk management process, periodicity of reporting risk management.

As a part of this risk management framework, the company has identified for each conceivable risk atleast a corresponding mitigation plan to ensure continuous risk monitoring and risk mitigation. The following are some of the business risks and mitigation strategies adopted by the Company

Type of Risk	Risk Particulars	Mitigation Strategy
Business Risks	Volatile raw material prices Currency Fluctuations Demand/ Supply mismatch	Scrutiny of raw material prices and sources to avail the most competitive rates Strategic financing Appropriate contracts and commitments for key raw materials to ensure smooth supply Monitoring external environment Evaluating alternative availabilities and options Well planned procurement and inventory management
Technology Risks	Quality upgradation Product Obsolescence	High Standard of In-House Research Regular client feedbacks for improvement Industry analysis to keep pace with the growing trends Skill enhancement and training programs held to upgrade the employee performance Seeking technological assistance when required
Revenue Risks	Lower Revenues Loss of Clients Increased Costs Intense competition from unorganized sector and imports	High quality of service to client satisfaction and regular feedback Loyal Client base with long standing partnership Improved Product Portfolio and geographical spread Strong presence in key markets Maintenance of high quality standards Established market reputation Presence at key/ strategic locations allows saving on transportation costs Strategic analysis to minimize finance costs Procuring raw materials at competitive rates
Talent Management and Human Resources Risks	Retaining talent Hiring talent Upgradation of Skills and Resources	Structured Talent Management Process Identification of Critical roles and jobs Employee Skill Orientation Programs Conducting skill development training and programs
Foreign Exchange Risks	Currency Fluctuations (both Export and Import cases)	Prudent and consistent hedging policy No exposure to short/ long term foreign currency loans Focus on Exports to ensure balance suitable strategies to minimize the impact of interest rate fluctuations
Cyber Security Risks	Data Loss Data Security and Privacy Digital Attacks Leakage/ Misuse of Information	Adopting Cyber Security Technology and Process with layers of protection Well defined policy to protect infrastructure and information Install robust security mechanism with automatic scheduled data back ups Disaster Recovery Mechanism

Type of Risk	Risk Particulars	Mitigation Strategy
Environmental and Regulatory risks	Changing Regulatory Frameworks Imposition of Ban/ Limits/ Sanctions/ Licensing Strictures	Ensuing that all licenses are in order and regular check up Proper disposal of wastes Conservation of Resources Initiatives to improve energy efficiency, usage of renewable energy, rainwater harvesting, installation of solar power adherence to environmental rules and regulations
Credit risks	Payment Defaults Credit risk to customers Credit availability and exposure	Periodic review and rigorous follow up Export sales covered under receiveable insurance policy Agreements with banks/ financial institutions Healthy working capital
Liquidity risks	Cash Flow Shortage Defaults in payments	Review of working capital constituents Close monitoring of corporate financing strategies Optimal working capital utilization Secure financing arrangements Healthy Cash Flow
Workplace Accident/ Incident risks	Accidents Failures	Insurance Policies to minimize losses Periodic review of safety measures Identification of areas of hazards and redressal Regular maintenance of plants, machinery etc Safety training, measures and equipments to workers
Economic risks	Global Geo-Political Developments Inflation Supply Chain Disruption	Diverse product base and market Identification of various supply channels Strong Domestic Economy to mitigate the risk Presence at key/ strategic locations allows easy movement of goods and raw materials Monitoring external environments
Dependency risks	Reliance on particular Industry/ Segments	Inelastic demands since application sectors are vital to economy Loyal client base and market reputation Adherence to quality standards Long Standing partnerships
Market Presence risks	Fierce competition Upcoming market players Changing marketing dynamics	Adopting marketing strategies Long built reputation Lengthy and strict licensing requirements in the industry pose entry barriers Presence at key/ strategic locations allows easy movement of goods and raw materials

INTERNAL CONTROL SYSTEM.

The Company always strives to strengthen Internal Control Systems and processes for smooth and efficient conduct of business and complies with applicable relevant laws and regulations. A comprehensive delegation of power exists for smooth decision making. Elaborate guidelines for preparation of accounts are followed for uniform compliance. Further, all the key functional areas are governed by respective operating manuals. In order to ensure that all checks and balances are in place and all Internal Control Systems are in work, regular and exhaustive internal audits are conducted by experienced firm of accountants in close co-ordination with the company's concerned accredited officials.

The Internal Financial Controls are reviewed periodically and in particular the Internal Auditors ensure that the company as in all material aspects, laid down Internal Financial Controls including operational controls and that such controls are adequate and operating efficiently.

ACCOUNTING TREATMENT.

The financial statements of the Company for the financial year ended March 31, 2023 were prepared in accordance with IND-AS, which are the prescribed Accounting Standards.

ENVIRONMENT, HEALTH, AND SAFETY

Your company adheres to a philosophy that prioritizes the protection of People, Property, and the Environment. The Company recognizes that safety is a crucial element for all internal and external stakeholders and is committed to improving its safety performance continually. To achieve this, it is dedicated to consistently implementing top-notch Health, Safety, and Environmental (HSE) standards. The Company acknowledges that the enhancement and nurturing of Health and Safety for all its Interested Parties are crucial as they can impact its operations. To prevent workplace accidents and illness, the Company focuses on continual improvement and reinforcement of the work environment, and workplace safety protocols and adopts new technologies. The Company is devoted to preserving natural resources and creating a safe workplace while ensuring environmental protection. The Company continually upgrades its proactive and preventive safety measures, including the installation of modern fire detection and protection mechanisms, and the introduction of new technologies, tools, gadgets, and personal protective equipment. The holistic safety approach's effectiveness is monitored regularly. The Board of Directors / Committee provides invaluable direction and assistance to the Management to ensure that safety and sustainability implications are correctly included in all new strategic initiatives, budgets, audit activities, and improvement plans. They also monitor reports on the safety, environment, and health performance and legal and regulatory compliance. Your company operates under various statutory environmental laws and regulations applicable to the production, use, and sale of chemicals/polymers, emissions into air, discharges into waterways, and other materials released into the environment. The Company adheres to the regulations applicable to the generation, handling, storage, transportation, treatment, and disposal of waste materials

HUMAN RESOURCES AND INDUSTRIAL RELATIONS

The Company appreciates performance of the employees for the year and anticipates much more for the years to come. Your Company believes in employee empowerment across the entire organization in order to achieve organizational effectiveness. The Company is committed to attracting, developing and retaining top talent through structured Career progression plans and believes that investing in its employees is a strategic and important move to create a robust Talent landscape which acts as a catalyst for meeting its short- and long-term business objectives. The Human Resource policies are soundly drafted for all levels of employees to serve them motivation, transfer & promotions and to retain the skills. The Company's HR policies and practices are designed to create a workplace culture that values diversity and inclusion which fosters continuous learning and accelerates career growth and development. Over a period of time, your company has built and nurtured a dedicated and excellent workforce which consists of engineers, CAs, CSs, MBAs, and advance degree holders like PHDs having a big business portfolio. The Company offers competitive compensation packages and benefits to its entire talent pool and strives to create an inclusive and collaborative work environment that encourages open communication and teamwork.

Any industry's foundation is strengthened by its labour relations. The Company maintains open lines of communication with its people and keeps them informed about its objectives to foster a positive employer-employee relationship. This allows for more efficient operations with fewer disagreements between workers and management. The Company conducts several development programmes for its people at various levels. This creates a pleasant work environment. Through the implementation of productive and performance-based policies, workplace relations remain positive. The present policies of the Company focus more on developing and benefiting its talent pool while also safeguarding its broader interests. This makes it easier for the Company and its people to work together toward the same goal. The Industrial relations of the Company was cordial and there were no instances of employee disputes arising during the year under review.

Your company has sufficient pool of talents in various operational fields. The Human Resource environment has been very smooth throughout the year. The company takes special care about the safety, which is core value of the company and all necessary actions are taken in the company to keep safety as priority.



CAUTIONARY STATEMENT

Certain statements made in the Management Discussion and Analysis Report relating to the Company's objectives, projections, estimates, and expectations and others may constitute 'forward looking statements' within the meaning of applicable laws and regulations. Actual results may differ materially from those expressed or implied. Important factors that could make a difference to the Company's operations include economic conditions affecting demand/supply and price conditions in the domestic and overseas markets in which the Company operates, changes in the Government regulations, tax laws, natural calamities and so on over which the company does not have any direct control.

Date: 16.05.2023

Place: Kolkata

For Ddev Plastiks Industries Limited

**Narrindra Suranna (DIN: 00060127)
Chairman and Managing Director**

ANNEXURE 8

CORPORATE GOVERNANCE

1. COMPANY'S PHILOSOPHY ON CORPORATE GOVERNANCE:

Corporate Governance refers to a set of laws, regulations and good practices that enable an organization to perform efficiently and ethically generate long term wealth and create value for all its stakeholders. It provides structure to set the objectives, the means to attain them and monitor the performance. It is a commitment to business ethics and values and not limited to compliances and transparency. Since Large Corporations employ a vast quantum of societal resources, your company believes that the governance process should ensure that these resources are utilized in a manner that meets stakeholders' aspirations and societal expectations.

Corporate Governance helps to serve corporate purpose by providing a framework within which stakeholders can pursue the objectives of the organization most effectively. Corporate governance signifies acceptance by management of the inalienable rights of shareholders as the true owners of the organization and of their own role as trustees on behalf of the shareholders.

The Philosophy of the Company in relation to Corporate Governance is to ensure transparent disclosures and reporting that conforms to laws, regulations and guidelines and continue focusing on its optimal resources utilization, strengths and strategies to achieve its vision of becoming a market leader in polymer compounding industries, while upholding the core values of excellence, integrity, responsibility, unity and understanding, which are fundamental to the Group.

Corporate Governance is an integral part of value, ethics and best business practices followed by the Company. The core values of the Company are commitment to excellence and customer satisfaction and maximizing long term shareholder's value. In a nutshell, the philosophy can be described as observing of business practices with the ultimate aim of enhancing long term shareholder's value and commitment to high standard of business ethics.

Some of the major initiatives taken by the Company towards strengthening its corporate governance systems and practices include the following:

Internal Audit:

The company has appointed an Independent Internal Auditor to conduct Internal Audit and report on the status of compliance and reporting. The Internal Audit Report as submitted by the Internal Auditor, on a quarterly basis, is reviewed by the Audit Committee and the Board. Areas/ Concerns reported by the Internal Auditor are looked into and suitably addressed.

Secretarial Audit and Annual Secretarial Compliance Audit:

The Company has appointed an independent practicing Company Secretary to conduct Secretarial Audit. The Secretarial Audit Report for the Financial Year 2022-23 forms part of Boards Report as is marked as Annexure 3. Further, the Annual Secretarial Compliance Audit is also conducted by independent practicing Company Secretary for reporting on compliance status of the Company on various circulars/ notifications/ guidelines/ regulations issued by Regulatory Authorities. The Annual Secretarial Compliance Report for the FY 2022-23 forms part of Boards Report and is marked as Annexure 4.

Role of Board of Directors in overall Governance Process:

The Board of Directors of the Committee and its various Committees meet periodically and review necessary reports/ information in respect to the Company and in relation to its operation especially from view point of compliance statuses. The changing laws, regulations, rules, statutes, reporting structures put forward huge responsibility in terms of its compliance. Hence periodic review of policies in view of amendments, modifications and enactments of various laws, rules, regulations, circulars, guidelines, notifications etc is done by the company. Further, updates in the regulatory and disclosure aspects are discussed by the Board and suitable instructions given or adherence ensured. The esteemed Independent Directors having extensive experience in Corporate Governance area also provide regular insights, suggestions and updates to the Board, from time to time.

Role of Company Secretary in overall Governance Process:

The Company Secretary plays a key role in ensuring that the Board procedures are followed and regularly reviewed. The Company Secretary ensures that all relevant information, details and documents are made available to the directors and senior management for effective decision making at the meetings. Information about changes in provisions of various statutes are made available to the Board for effective decision making. Further, quarterly consolidated compliance certificate, based on the compliance certificates submitted by the unit/departmental heads, is also placed for consideration by the Board members for reviewing and ensuring the compliance status of the Company.

Observance of the Secretarial Standards issued by the Institute of Company Secretaries of India:

The Institute of Company Secretaries of India (ICSI) is one of the premiere professional bodies in India. ICSI has issued Secretarial Standards on important aspects like Board Meetings (SS1), General Meetings (SS2), Payment of Dividend (SS3), Maintenance of Registers and Records, Minutes of Meetings and Transfer / Transmission of Shares. The observance of Secretarial Standards SS1, SS2 and SS3 are mandatory. Rest are recommendatory in nature. The company adheres to the applicable standards voluntarily.

Certificate from Statutory Auditor

The Statutory Auditors' Compliance Certificate on Corporate Governance is given hereunder

AUDITORS' COMPLIANCE CERTIFICATE ON CORPORATE GOVERNANCE

To
The Members of
Ddev Plastiks Industries Limited.

We have examined the compliance of conditions of Corporate Governance by Ddev Plastiks Industries Limited for the year ended 31st March, 2023 as per the relevant provisions of SEBI (Listing Obligations and Disclosures Requirements) Regulations, 2015 (Listing Regulations).

The compliance of conditions of Corporate Governance is the responsibility of the management. Our examination was limited to procedures and implementation thereof, adopted by company for ensuring the compliance of conditions of Corporate Governance. It is neither an audit nor an expression of opinion on financial statements of the company.

In our opinion and to the best of our information and according to the explanations given to us, we certify that the company has complied with the conditions of Corporate Governance as stipulated in the above mentioned Listing Agreement / Listing Regulations, as applicable.

We further state that such compliance is neither an assurance as to the future viability of the company nor the efficiency or effectiveness with which the Management has conducted the affairs of the Company.

Place : Kolkata
Dated : 16.05.2023

For B.Mukherjee & Co
Chartered Accountants
(S.K.Mukherjee)
Partner
Membership No.006601

2. BOARD OF DIRECTORS

The Board of the Company had an appropriate mix of Executive and Non-Executive Directors. The Non-Executive Directors include Independent Directors and 2 women Director.

The composition of the Board and Category of Directors is as follows:

- a) As on 31st March, 2023, the Board comprises a Chairman & Managing Director, two Whole Time Directors, and three non-executive independent directors including two Women Directors. The Chairman is an Executive Director.
- b) None of the Directors on the Board are Members of more than ten Committees or Chairman of more than five Committees across all the Companies in which they are Directors. Necessary disclosures regarding Committee positions in other public Companies have been made by the Directors.
- c) The names and categories of the Directors on the Board, their attendance at Board Meetings held during the year and at the last AGM, as also the number of Directorship and Committee positions held by them in other Companies are given herein below.

Name (Relationship Inter-Se, if any)	Designation	Category	Attendance Particulars			Outside Directorships & Committee Position (excluding DPIL)- As at 31.03.2023		
			No. of meeting entitled to attend	Board Meeting (out of meeting held in the year under review)	Last AGM	Other Director ships** (Listed/ Unlisted-Category)	Committee Member-ships#	Committee Chairman-ships#
Narrindra Suranna (Father of Mr. Ddev Surana, Whole Time Director and Chief Executive Officer)	Chairman & Managing Director	Executive & Promoter	5	5	Yes	Kkalpana Industries (India) Limited (Listed-Executive) Ddev Plastic Limited (Unlisted-Non-Executive)	-	-
Rajesh Kothari (None)	Whole Time Director	Executive	5	4	Yes	Ddev Plastic Limited (Unlisted-Non Executive)	-	-
Ddev Surana (Son of Mr. Narrindra Suranna, Chairman & Managing Director)	Whole Time Director and Chief Executive Officer	Executive & Promoter	5	5	No	1. Kkalpana Industries (India) Limited (Listed-Non Executive) 2.Ddev Plastic Limited (Unlisted-Non Executive)	1	-
Samir Kumar Dutta (None)	Director	Non Executive & Independent	5	5	Yes	1. Kkalpana Industries (India) Limited (Listed-Non Executive Independent)	0	1
Mamta Binani (None)	Director	Non Executive & Independent	5	5	No	1. GPT Infraprojects Limited (Listed-Non Executive Independent) 2. Skipper Limited (Listed-Non Executive Independent) 3. Emami Paper Mills Limited (Listed-Non Executive Independent) 4. Balrampur Chini Mills Ltd. (Listed-Non Executive Independent) 5. Emami Limited (Listed-Non Executive Independent) 6. Evonith Metallics Limited (Unlisted-Non Executive Independent) 7. Evonith Value Steels Limited (Unlisted-Non Executive Independent)	4	0

Name (Relationship Inter-Se, if any)	Designation	Category	Attendance Particulars			Outside Directorships & Committee Position (excluding DPIL)- As at 31.03.2023		
			No. of meeting entitled to attend	Board Meeting (out of meeting held in the year under review)	Last AGM	Other Director ships** (Listed/ Unlisted-Category)	Committee Member- ships#	Committee Chairman- ships#
Ramya Hariharan (None)	Director	Non Executive & Independent	5	4	No	1. Kkalpana Industries (India) Limited (Listed-Non Executive Independent) 2. TRF Limited (Listed-Non Executive Independent) 3. The Indian Steel and Wire Products Limited (Unlisted-Non Executive Independent) 4. Amalgam Steel & Power Limited (Unlisted-Non Executive Independent)	3	1

** Directorship includes only Public Companies (both Listed and Unlisted).

Committees includes Audit Committee and Stakeholders Relationship Committee across all companies (excluding Ddev Plastiks Industries Limited)

Details of the Directors Seeking appointment / re- appointment at the Annual General Meeting, have been annexed to Notice of Annual General Meeting.

As required under the Accounting Standard 18 transaction with related parties are furnished under note 40 of notes on financial statement. There was no transactions of material nature with Promoter Directors or their relatives, etc. that may have potential conflict with the interest of the company during the FY 2022-23. With regards to disclosure received from Directors and senior management there was no transaction with the company which might have potential conflict with the interest of the company at large.

The shareholding of Directors of the Company as at 31.03.2023 are as under:

Name of the Director	No. of Equity Shares held	% of Paid – up Capital
Narrindra Suranna	500	0.000%
Rajesh Kothari	-	-
Ddev Surana	683850	0.73%
Samir Kumar Dutta	-	-
Mamta Binani	-	-
Ramya Hariharan	-	-

Board Independence

Based on the confirmation/ disclosures received, pursuant to Section 149(7) of the Companies Act, 2013 and Regulation 25(9) of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 from the Directors, all Non-Executive Directors are Independent in terms of Section 149(6) of the Companies Act, 2013 and Regulation 16(1)(b) and 25(8) of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015. There are no material pecuniary relationships or transactions between the Independent Directors and the Company, except for sitting fees drawn by them for attending the meeting of the Board and Committee(s) thereof. None of the Non-Executive Directors hold any shares or convertible instruments in the Company. None of the Independent Directors are related to each other.

None of the Independent/ Non Executive Directors have resigned before expiry of his/her tenure.

A separate meeting of the Independent Directors was held on 11th February, 2023 to discuss inter alia:

1. The performance of the Chairman of the Company, taking into account the views of Executive and Non-executive Directors;

2. The performance of the Non-Independent Directors and the Board as a whole;
3. The quality, quantity and timeliness of flow of information between the Company management and the Board that is necessary for the Board to effectively and reasonably perform their duties.

Board Familiarization and Induction Programme

The Company has adopted a well-structured induction policy for orientation and training of the Non-Executive Directors to provide them with an opportunity to familiarise themselves with the Company, its management, its operations and the industry in which the Company operates. The induction programme includes one-to-one interactive sessions with the Executive Directors, Senior Management including the Unit/ Department heads and also includes visit to Company and plant sites and locations. The details of familiarization programmes imparted to independent director is available under the head policy at <https://ddevgroup.in/policies-and-framework/>.

Code of Business Conduct and Ethics

The Company has laid down a Code of Conduct (COC or the Code) which is applicable to all the Board members and Senior Management of the Company. The COC is available on the website of the Company at <https://ddevgroup.in/policies-and-framework/>. The Code has been circulated to all members of the Board and Senior Management and acknowledgement thereof is recorded. Declaration have been received from them for the FY 2022-23 that they have affirmed compliance with the Code. A declaration signed by the Chief Executive Officer to this effect is attached to this Report.

Certification

The certificate required under Regulation 17(8) of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 in regard to compliances in preparation and recording of financials of the company, duly signed by the Chief Executive Officer and Chief Financial Officer was placed before the Board, at its meeting held on 16.05.2023 and the same is provided in this report separately.

Core Skills of Board

Your Directors possess adequate skills/ expertise/ competencies in the areas of marketing, research and development, finance and accounts, human resource and administration, legal and operations for smooth operation of the company. The core skills with names of Directors have been detailed in the Board's Report. However, a brief matrix for identifying the core skills and competencies as described and mentioned in Board's Report is once again mentioned below, for quick reference.

Names of Directors (as at 31.03.2023)	Skills (described in Board's Report)					
	Leadership	Strategy and Planning	Governance	Finance and Accounting	Understanding use of Digital/ Information Technology	Sales and Marketing
Mr. Narrindra Suranna	Y	Y		Y		Y
Mr. Ddev Surana	Y	Y			Y	Y
Mr. Rajesh Kothari	Y	Y		Y	Y	Y
Mr. Samir Kumar Dutta			Y	Y		
Mrs. Mamta Binani		Y	Y	Y	Y	
Mrs. Ramya Hariharan		Y	Y	Y	Y	

3. BOARD AGENDA

Scheduling and Selection

Meetings are governed by a structured agenda. All departments of the Company schedule their work plans in advance, particularly with regard to matters requiring consideration at the Board/ Committee Meetings. All such matters are communicated to the Company Secretary in advance so that the same could be included in the agenda for the Board/ Committee Meetings. In case of matters, not listed in the Agenda of meeting or any other matter, that are required to be considered the Board/ Committee, the Board / Committee members, in

consultation with the Chairman of the Board/ Committee, as the case may be, may bring up the same for the consideration of the Board/ Committee. All matters recommended by the Committee to the Board are duly taken up at the Board meetings.

Information given to the Board

The tentative dates for the Board Meetings for the ensuing year are decided well in advance and communicated to the Directors. Additional meetings of the Board are held when deemed necessary. Board members are given agenda papers along with necessary documents and information in advance of each meeting of the Board and Committee(s). However, in case of business exigencies or urgencies, few resolutions are passed by way of circulation and if required same is supported by an audio call to explain the rationale. The Board periodically reviews compliance reports with respect to laws and regulations applicable to the Company. The recommendations of the Committees are placed before the Board for necessary approvals.

Invitees & Proceedings

Apart from the Board members, other senior management executives/ other executive are called as and when necessary, to provide additional inputs for the items being discussed by the Board. The Chairman of Committees/Company Secretary brief the Board on all the important matters discussed and decided at their respective committee meetings, which are generally held prior to the Board meeting. The proceedings of Board/ Committee meetings are recorded in detail in respective Minutes of Meetings and circulated to the Board/ Committee members for their confirmation. The recommendation of Committees are recorded and in case the same is not approved reason thereof is recorded in the Minutes. Specific recording of dissents and dissenting members are made in case of dissents, if any. The minutes as confirmed by the Board/Committee members are duly signed by the Chairman of the Board/Committee and in his absence by the Chairman of the meeting, in the next meeting.

Post Meeting follow up System

The Governance processes in the Company include an effective post meeting follow-up, review and reporting process for action taken / pending on decisions of the Board. Decisions are promptly communicated to the concerned departments. Action taken report on decisions / minutes of previous meetings is placed at the succeeding meetings of the Board/ Committee for noting.

Details of Board Meeting during the Financial Year

The Meetings of the Board of Directors are normally held at the Company's Registered Office at Kolkata. During the financial year 2022-2023, 5(Five) meetings of the Board were held and the gap between two meetings did not exceed four months (120 days). The dates on which the said meetings were held are as follows:

Sl. No.	Date of Meeting	Attendance Details					
		Mr. Narrindra Suranna	Mr. Ddev Surana	Mr. Rajesh Kothari	Ms. Mamta Binani	Mr. Samir Kumar Dutta	Mrs. Ramya Hariharan
1	11.04.2022	Yes	Yes	Yes	Yes	Yes	Yes
2	28.05.2022	Yes	Yes	No	Yes	Yes	Yes
3	06.08.2022	Yes	Yes	Yes	Yes	Yes	No
4	12.11.2022	Yes	Yes	Yes	Yes	Yes	Yes
5	11.02.2023	Yes	Yes	Yes	Yes	Yes	Yes

4. COMMITTEES OF BOARD OF DIRECTORS THE COMPANY

The Board has constituted Committee(s) of directors, with adequate delegation of powers. The Company Secretary of the Company acts as the Secretary to the Committees. The Board is responsible for constituting, assigning and co-opting the members of the Committees. Each Committee has its own charter which sets forth the purposes, goals and responsibilities of the Committees. These Committees comprise mainly of Independent Directors who as per the terms of reference oversee the Committee's function and executes its duties and responsibilities.

Presently, there are Four Committees– the Audit Committee, Nomination and Remuneration Committee, Stakeholders’ Relationship Committee and Corporate Social Responsibility Committee. The Board periodically reviews the minutes of the meetings of above mentioned Committees. Composition, terms of reference, number of meetings and related attendance etc., of these committees are detailed below:-

4.1 AUDIT COMMITTEE

During the Financial Year 2022-23, the Audit Committee of the Board comprised of two (2) Non-Executive Directors and one (1) executive Director. The Chairman of the Audit Committee is a Non-Executive Independent Director. The composition of the Committee is in compliance with the provisions of Section 177 of the Companies Act, 2013 and Regulation 18 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 (hereinafter referred as “Listing Regulations” or “Listing Agreement”)

The Chief Executive Officer (CEO), Chief Financial Officer (CFO), Statutory Auditors and Internal Auditors also attend the meeting of the Audit Committee as invitees. Other invitees are invited on need basis to brief the Audit Committee on important matters

The role and terms of reference of the Audit Committee are set out in Section 177 of the Companies Act, 2013 read with relevant rules thereunder and Regulation 18(3) of Listing Regulations read with Part C of Schedule II to the said Regulations, besides other terms as may be referred to by the Board of Directors of the Company. The terms of reference of the Audit Committee broadly are:

1. Approval of annual internal audit plan;
2. Review and approval of related party transactions (including Omnibus approval, if any) and approval of subsequent modification, if any;
3. Review of financial reporting systems/ processes and its disclosures;
4. Ensuring compliance with regulatory guidelines;
5. Reviewing with the management the quarterly, half yearly and annual financial results and auditor report thereon;
6. Discussing the annual financial statements and auditors report before submission to the Board with particular reference to the (i) Director’s Responsibility Statement; (ii) changes, if any, in accounting policies (iii) major accounting entries; (iv) significant adjustments in financial statements arising out of audit findings; (v) compliance with listing requirements; (vi) disclosure of related party transactions, if any; (vii) modified opinion, if any, in audit report etc.;
7. Interaction with statutory, internal and cost auditors;
8. Recommendation for appointment, remuneration and terms of appointment of auditors;
9. Payment to Statutory Auditors for any other services rendered by them
10. Reviewing and monitoring the auditor’s independence and performance and effectiveness of audit process etc.
11. Scrutiny of Inter-Corporate Loans and investments
12. Valuation of undertakings of asset(s), wherever necessary
13. evaluation of internal financial controls and risk management processes/systems and reviewing adequacy of internal control systems
14. reviewing the adequacy of internal audit function, if any, including the structure of the internal audit department, staffing and seniority of the official heading the department, reporting structure coverage and frequency of internal audit;
15. discussion with internal auditors of any significant findings and follow up there on;

16. reviewing the findings of any internal investigations by the internal auditors into matters where there is suspected fraud or irregularity or a failure of internal control systems of a material nature and reporting the matter to the board;
17. discussion with statutory auditors before the audit commences, about the nature and scope of audit as well as post-audit discussion to ascertain any area of concern;
18. to look into the reasons for substantial defaults in the payment to the shareholders (in case of non-payment of declared dividends) and creditors;
19. to review the functioning of the whistle blower mechanism;
20. approval of appointment of chief financial officer after assessing the qualifications, experience and background, etc. of the candidate;
21. reviewing the utilization of loans and/ or advances from/investment by the holding company in the subsidiary exceeding prescribed limits
22. monitoring end use of funds raised through public offers and related matters thereto;
23. consider and comment on rationale, cost-benefits and impact of schemes involving merger, demerger, amalgamation etc., on the listed entity and its shareholder; and
24. such other matter as the board may deem fit in the interest of company/ stakeholders

Further the Audit Committee also mandatorily reviews the following information:

1. Management discussion and analysis of financial condition and results of operations;
2. Management letters / letters of internal control weaknesses issued by the statutory auditors;
3. Management letters / letters of internal control weaknesses issued by the statutory auditors;
4. Internal audit reports relating to internal control weaknesses;
5. The appointment, removal and terms of remuneration of the internal auditor shall be subject to review by the audit committee; and
6. Statement of deviations:
 - (a) Quarterly statement of deviation(s) including report of monitoring agency, if applicable,
 - (b) Annual statement of funds utilized for purposes other than those stated in the offer document/ prospectus/notice

In addition to the above, the Audit Committee also reviews the financial statements, minutes and details of investments made by the subsidiary companies.

All the Members of the Committee have good knowledge of finance, accounts and company law within the meaning of Regulation 18 of Listing Regulations. During the year under review, the committee met four (4) times on 25.05.2022, 06.08.2022, 12.11.2022, and 11.02.2023. The Composition of the Committee and the attendance at each Committee Meetings are as follows:-

Name of Director/myr	Category	Committee Position	Attendance of Directors			
			28.05.2022	06.08.2022	12.11.2022	11.02.2023
Mr. Samir Kumar Dutta	Non Executive Independent	Chairman	Yes	Yes	Yes	Yes
Mrs. Ramya Hariharan	Non Executive Independent	Member	Yes	No	Yes	Yes
Mr. Rajesh Kothari	Executive, Whole Time Director	Member	No	Yes	Yes	Yes

Power of Audit Committee

The audit committee shall have powers which should include the following:

1. To investigate any activity within its terms of reference.
2. To seek information from any employee.
3. To obtain outside legal or other professional advice.
4. To secure attendance of outsiders with relevant expertise, if it considers necessary

4.2 NOMINATION AND REMUNERATION COMMITTEE

During the FY 2022-23, the Nomination and Remuneration Committee comprised of three (3) members all of whom are Non-executive Independent Directors. The Chairman of the Committee is Non Executive Independent Director. The composition of the Committee is in compliance with the provisions of Section 178 of the Companies Act, 2013 and Regulation 19 of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 ("Listing Regulations"). The role of Committee and terms of reference are set out in Section 178 of the Companies Act, 2013 read with relevant rules thereunder and Regulation 19 of Listing Regulations read with Part D of Schedule II to the Regulations and inter-alia includes:

1. Formulation of the criteria for determining qualifications, positive attributes and independence of a Director and recommend to the Board of Directors a policy relating to, the remuneration of the Directors, Key Managerial Personnel and other employees;

For every appointment of an independent director, the Nomination and Remuneration Committee shall evaluate the balance of skills, knowledge and experience on the Board and on the basis of such evaluation, prepare a description of the role and capabilities required of an independent director. The person recommended to the Board for appointment as an independent director shall have the capabilities identified in such description. For the purpose of identifying suitable candidates, the Committee may:

- a. use the services of an external agencies, if required;
 - b. consider candidates from a wide range of backgrounds, having due regard to diversity; and
 - c. consider the time commitments of the candidates.
2. Formulation of criteria for evaluation of performance of Independent Directors and the Board of Directors;
 3. Devising a policy on diversity of Board of Directors;
 4. Identifying persons who are qualified to become Directors and who may be appointed in senior management in accordance with the criteria laid down, and recommend to the Board of Directors their appointment and removal;
 5. To consider and evaluate whether to extend or continue the term of appointment of the Independent Directors, on the basis of the report of performance evaluation of Independent Directors.
 6. Recommend to the board, all remuneration, in whatever form, payable to senior management; and
 7. specify the manner for effective evaluation of performance of Board, its committees, and individual Directors to be carried out either by the Board, by the Nomination and Remuneration Committee or by an independent external agency and review its implementation and compliance.

During the FY 2022-23, the Nomination and Remuneration Committee met once on 11.02.2023. The composition and attendance of members at the meeting are given below:

Sl. No	Name of Director	Category	Committee Position	Attendance on 11.02.2023
1	Mr. Samir Kumar Dutta	Non Executive Independent Director	Chairman	Yes
2	Mrs. Mamta Binani	Non Executive Independent Director	Member	Yes
3	Mrs. Ramya Hariharan	Non Executive Independent Director	Member	Yes

Performance Evaluation Criteria

The Company believes in conducting its business affairs in a fair and transparent manner; giving highest regard to good Corporate Governance practices and ensuring transparency, accountability and equality across all facets of operation and in all interactions with Stakeholders.

The Nomination and Remuneration Committee had laid down the evaluation criteria for performance evaluation of every director including Independent director and the Board pursuant to the Corporate Governance norms prescribed by the Companies Act, 2013 and SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015.

Pursuant to provisions of Section 178 of the Companies Act, 2013, the Nomination and Remuneration Committee evaluates the performance of Board, its Committees and Individual Directors, as per the criteria laid down. It also review the evaluation framework of Board, its Committees and that of each Director and recommends the same to Board, as per Regulation 4(2)(f)(ii)(9) of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015.

Remuneration Policy:

Nomination and Remuneration Committee shall recommend the remuneration for the Executive Directors, Key Managerial Personnel and other employees one level below the Board i.e. Senior Managerial Personnel. The recommendation shall then be considered by the Board and be suitably approved. Shareholders approval, if required, may be sought in terms of provisions of Companies Act, 2013 and SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, wherever necessary. The remuneration paid to Executive Directors is determined keeping in view the industry benchmark, the relative performance of the Company to the industry performance. Independent Non-Executive Directors are appointed for their professional expertise in their individual capacity as individual Professionals/ Business Executives. Since Independent Non-Executive Directors receive only sitting fees for attending Board and Committee Meetings, therefore, no criteria for making payments, other than sitting fees, is determined. No performance linked incentives or fixed components are paid to Non-Executive Directors of the Company.

The Non-Executive Directors of the Company have a crucial role to play in the independent functioning of the Board. They bring in an external and wider perspective to the deliberations and decision-making by the Board. The Independent Directors devote their valuable time to discussions in the course of the Board and Committee meetings of the Company. They also help to ensure good corporate governance norms.

The responsibilities and obligations imposed on the Non- Executive Directors have recently increased manifold owing to new legislative initiatives. Contribution of the Non-Executive Directors in Board and Committee Meetings, time devoted by them, participation in strategic decision making, performance of the Company and industry practices and benchmarks forms the main criteria for determining payments to Non- Executive Directors.

The remuneration of the Non- Executive Directors (NEDs) of the Company is decided by the Board of Directors. The Non- Executive Directors of the Company are being paid sitting fees of Rs. 15000 /- for attending each meeting of Board and Committees of Directors and General Meeting (excluding Court Convened Meeting, if any). Besides sitting fees, the Non-Executive Directors of the company were not paid any other remuneration or commission.

The Company pays remuneration to its Managing Director and Whole Time Directors by way of salary, perquisites and allowances, based on the recommendation of the Committee and subsequent approval of the Board and/ or shareholders, as may be required. The Board, on the recommendation of the Nomination and Remuneration Committee, approves the annual increments (effective from 1st April each year), as per the authorization accorded by the shareholders in this regard.

Details of Remuneration of # Executive & Non- Executive Directors: (Amount in Rs.)

Name	Position	Sitting Fees	Salary (including Exgratia & Leave Encashment)	Perquisites	Commission	Total
Narrindra Suranna	Chairman & Managing Director	Nil	70,00,000	1459049	Nil	85,59,049
Rajesh Kothari*	Whole Time Director	Nil	70,00,000	Nil	Nil	70,00,000
Ddev Surana	Whole Time Director & Chief Executive Officer	Nil	28,50,000	939385	Nil	37,89,385
Samir Kumar Dutta	Non-Executive Independent Director	2,40,000	Nil	Nil	Nil	2,40,000
Mamta Binani	Non-Executive Independent Director	90,000	Nil	Nil	Nil	90,000
Ramya Hariharan	Non-Executive Independent Director	1,20,000	Nil	Nil	Nil	1,20,000

For Executive Directors the Salary is the gross amount approved to them which includes bonus and leave encashment. Bonus and Leave encashments for the relevant year are paid after the year end in the next financial year. Perquisite are calculated on actual payment made. The actual payment made to them may differ from gross payments reflected herein on account of deductions as per remuneration policy being made from the same. For Non Executive Independent Directors, the amount approved consists of only sitting fee @ Rs. 15,000 per meeting of Board/ Committee attended by them, hence it reflects the actual gross payments. Taxes as applicable were deducted from payments made to Executive and Non Executive Directors. For actual payments made to Executive Directors please refer to the Related Party Statement in Note No. 40 of the Notes to Accounts and with respective to Non Executive Directors, please refer to the Sitting Fees as reflected in Note No. 32 of the Notes to Accounts.

* The shareholders had at its Annual General Meeting held on 29.09.2022 approved the remuneration of Rs. 40 lakhs per annum for Mr. Rajesh Kothari and authorized the Board/ Nomination and Remuneration Committee to revise the same and/or give increment subject to the aggregate remuneration being with prescribed statutory limits. Accordingly, the Board upon recommendation of the Nomination and Remuneration Committee had approved an increment of Rs. 30 lakhs per annum in the remuneration payable to Mr. Rajesh Kothari for FY 22-23, keeping in view his performance in the company

Service Contracts, Notice Period, Severance Fees

The shareholders at the AGM held on 29.09.2022, at the recommendation of Nomination and Remuneration Committee ("NRC") and the Board of Directors ("Board"), had appointed Mr. Narrindra Suranna (DIN: 00060127) as the Chairman and Managing Director of the Company. He was appointed as Managing Director for a period of 5 years from 28.03.2023 on such terms and conditions as approved thereat.

Similarly, at the said AGM held Mr. Rajesh Kothari (DIN: 02168932) was appointed as Whole Time Director, at the recommendation of NRC and the Board, for a period of 5 years from 28.03.2022 on such terms and conditions as approved thereat.

Mr. Ddev Surana (DIN: 08357094) was also appointed as Whole Time Director and Chief Executive Officer of the Company at the said meeting, at the recommendation of NRC and the Board. He was appointed as Whole Time Director for a period of 5 years from 28.03.2023 on such terms and conditions as approved thereat.

At the same AGM Mrs. Ramya Hariharan (DIN: 06928511), Mrs. Mamta Binani (DIN: 00462925) and Mr. Samir Kumar Dutta (DIN: 07824452) were also appointed as an Independent Director, at the recommendation of NRC and the Board, for a period of 5 years from 28.03.2022 on such terms and conditions as approved thereat.

Requisite Agreements/ Appointment Letter, setting out the terms of appointment and other terms and conditions of service/ appointment have been executed by the Directors and taken on record by the Company. Terms of severance of office are specifically stated in the appointment letters issued to each director. Notice

period for Executive Directors is set as 180 days or salary in lieu of notice period.

No term of office of any Director has expired during the FY 2022-23 further no director resigned from their office during the period under review.

No stock option is provided to any of the Directors of the Company including the Independent Directors of the Company as at 31st March 2023. The remuneration paid to the Managing Director and Whole Time Directors is paid as minimum remuneration notwithstanding that in any financial year the company has made no profit or the profits are inadequate.

4.3 STAKEHOLDERS' RELATIONSHIP COMMITTEE

During the FY 2022-23, the Stakeholder Relationship Committee comprised of 1 Non Executive Independent Director and 2 Executive Directors. Chairman of the Committee is Non Executive Independent Director. The composition of the Committee is in compliance with the provisions of Section 178 of the Companies Act, 2013 and Regulation 20 of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 ("Listing Regulations"). The Role and terms of reference of the Committee are set out in Section 178 of the Companies Act, 2013 read with relevant rules thereunder and Regulation 20 of Listing Regulations read with Part D of Schedule II to said Regulations. The role of Committee inter-alia includes:

- (i) Resolving the grievances of the security holders of the listed entity including complaints related to transfer/transmission of shares, non-receipt of annual report, nonreceipt of declared dividends, issue of new/duplicate certificates, general meetings etc.
- (ii) Review of measures taken for effective exercise of voting rights by shareholders.
- (iii) Review of adherence to the service standards adopted by the listed entity in respect of various services being rendered by the Registrar & Share Transfer Agent.
- (iv) Review of the various measures and initiatives taken by the listed entity for reducing the quantum of unclaimed dividends and ensuring timely receipt of dividend warrants/annual reports/statutory notices by the shareholders of the company;
- (v) Recording of Share Transfer(s)/ Transmission(s) and Loss of Share Certificates and Issue of Duplicate Share Certificate(s).
- (vi) Allotment and Issue of Shares subject to approval and authorization of the Board; and
- (vii) Carrying out any other function as prescribed under in the applicable statutes and/ or authorized by the Board from time to time

The Committee looks into redressal of shareholders' complaints and proper and timely attendance on the investors grievances. During the year under review 1 compliant was received by the Company which was duly resolved. Hence as at the end of financial year 2022-23 no complaints were pending for resolution

During the FY 2022-23, the Committee met 4(four) times. The Composition and attendance at each Committee Meeting are as follows:

Sl. No	Name of Director	Category	Committee Position	Meeting Attendance			
				28.05.2022	06.08.2022	12.11.2022	11.02.2023
1	Mr. Samir Kumar Dutta	Non Executive Independent Director	Chairman	Yes	Yes	Yes	Yes
2	Mr. Rajesh Kothari	Executive Director	Member	No	Yes	Yes	Yes
3	Mr. Ddev Surana	Executive Director	Member	Yes	Yes	Yes	Yes

4.4 CORPORATE SOCIAL RESPONSIBILITY COMMITTEE

The Corporate Social Responsibility provisions as specified in Section 135 of the Companies Act, 2013 read with relevant rules thereunder were applicable to the Company during the FY 2022-23. Accordingly, the board constituted the Corporate Social Responsibility Committee in terms of Section 135 of the Companies Act, 2013 read with relevant rules thereunder. During the FY 2022-23, the committee consisted of 1 Non Executive Independent Director and 3 Executive Directors. The Chairman of the Committee is an Executive Director. The

constitution was in compliance with provisions of Section 135 of the Companies Act, 2013, read with relevant rules made thereunder. The prime responsibility of the Corporate Social Responsibility Committee is to assist the Board in discharging its social responsibilities by way of formulating and monitoring implementation of the framework of 'Corporate Social Responsibility Policy'

Terms of reference of the Corporate Social Responsibility Committee includes the following:

1. To formulate and recommend to the Board, a Corporate Social Responsibility (CSR) Policy and any amendments thereof, indicating activities to be undertaken by the Company in areas or subject, specified in Schedule VII to the Companies Act, 2013 and in compliance with provisions of said Act and rules made there under;
2. To recommend the amount of expenditure to be incurred on the CSR activities as per CSR Policy;
3. To monitor the CSR Policy of the Company from time to time;
4. To institute a transparent monitoring mechanism for implementation of the CSR projects or programmes or activities undertaken by the Company;
5. Formulate an annual action plan in pursuance of CSR Policy and monitor and review the same; and
6. Any other matter/ thing as may be considered expedient by the members in furtherance of and to comply with the CSR Policy of the Company.

During the FY 2022-23, the Corporate Social Responsibility Committee met Once on 11.02.2023. The composition and attendance of members at the meeting are given below:

Sl. No	Name of Director	Category	Committee Position	Attendance on 11.02.2023
1	Mr. Rajesh Kothari	Executive Director	Chairman	Yes
2	Mr. Narrindra Suranna	Executive Director	Member	No
3	Mr. Ddev Surana	Executive Director	Member	Yes
4	Mr. Samir Kumar Dutta	Non Executive Independent Director	Member	Yes

5. DETAILS OF GENERAL MEETING

5.1 Annual General Meetings

The last two Annual General Meetings were held as under:

Financial Year	Date	Time	Venue	Special Business, if any.
2020-2021 (01 st year after incorporation)	08.11.2021	10:00A.M	2B, Pretoria Street, Kolkata – 700071 (Registered Office of the Company)	Regularization of First Directors of the Company viz- Mr. Surendra Kumar Surana, Mr. Rajesh Kothari and Mr. Ddev Surana
2021-2022	29 th September, 2022	11:30A.M	Gyan Manch, 11 Pretoria Street, Kolkata – 700 071	Approval of Remuneration payable to Cost Auditor of the Company for the Financial Year ended 31.03.2023 Determination of fees to be charged for Service of documents to members through any particular mode Appointment of Mrs. Ramya Hariharan (DIN: 06928511) as Director and also as Independent Director of the Company Appointment of Mrs. Mamta Binani (DIN: 00462925) as Director and also as Independent Director of the Company Appointment of Mr. Samir Kumar Dutta (DIN: 07824452) as Director and also as Independent Director of the Company Appointment of Mr. Ddev Surana (DIN: 08357094) as Whole Time Director of the Company. Appointment of Mr. Rajesh Kothari (DIN: 02168932) as Whole Time Director Appointment of Mr. Narrindra Suranna (DIN: 00060127) as Director and also as Chairman and Managing Director Place of keeping and inspection of Registers, Returns etc.

5.2 Extra Ordinary General Meetings

No Extra Ordinary General Meeting of the members of the Company was convened during the year under review.

5.3 Postal Ballot:

During the year under review no postal ballot was held.

However, at the meeting held on 16.05.2023, the Board of Directors of the company have approved the seeking of approval of members of the Company on the following items of business vide Postal Ballot (through Remote E-Voting only).

1. Increase in Authorised Capital of the Company and consequent alteration of Capital Clause of Memorandum of Association of the company.
2. Approval of Capitalization of Reserves /Profits of the Company for issue of Bonus Shares to the shareholders
3. Approve Material Related Party Transactions.

6. **PLEDGING OF SHARES AND COMPLIANCES**

6.1 Pledge of Shares

No Pledge/ encumbrance has been created over the Equity Shares held by the Promoters and/or Promoters Group during the Financial Year ended 31st March, 2023. Necessary declarations in this regard, by respective promoter and/ or Promoters Group, pursuant to Regulation 31(4) of SEBI (Substantial Acquisition and Shares Takeover) Regulations, 2011, have been received.

6.2 Review of Legal Compliance Reports

During the year under review, the Board periodically reviewed reports placed by the management with respect to compliance of various laws applicable to the Company. The Internal Auditors also reviewed the compliance status and reported to the Audit Committee on a quarterly basis. Areas of concern, if any, were addressed to with promptness.

7. **MEANS OF COMMUNICATION**

7.1 Financial Results

In compliance with the requirements of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 the Company has intimated the financial results to the stock exchanges within prescribed time limits after conclusion of board meeting at which it is approved and taken on record by the Board. Further Coverage has been given for the benefit of the shareholders and investors by publication of the financial results in the leading national dailies like Economic Times / Financial Express / Business Standard etc., and a local vernacular newspaper ArthikLipi/Sukhabar circulated in the state of West Bengal. Up-to-date financial results, annual reports, shareholding patterns and other general information about the Company are available on the website of the Company at <https://ddevgroup.in/investor-relations> and also on the website of BSE Limited at www.bseindia.com

7.2 Earning Presentation and Investor Presentation

Regular updates in forms of Earnings Presentation are submitted for review of Shareholders of the Company. The same are uploaded on BSE Limited ("BSE") being Stock Exchange where the shares of the Company are listed and also on website of the Company at <https://ddevgroup.in/investor-relations>.

7.3 BSE Corporate Compliance & Listing Centre (the "Listing Centre"):

The Listing Centre of BSE is a web based application designed by BSE for corporates. All periodical compliance report submissions like shareholding pattern, corporate governance report, media releases, etc. are also filed electronically on the Listing Centre and readily available on BSE's website www.bseindia.com.

7.4 SEBI Online Complaints Redress System (SCORES):

The Company has registered itself on SCORES platform and thereby investor complaints are processed in a centralized web based complaints redressal system. The salient features of this system are:

Centralized database of all complaints, online upload of Action Taken Reports (ATRs) by the concerned representatives i.e. Company's Registrar and Share Transfer Agents (RTA)/ company and online viewing by investors of actions taken on the complaint and its current status.

DISCLOSURES :

8.1 Disclosures on materially significant related party transactions that may have potential conflict with the interest of the company at large :-

There are no materially significant transactions made by the company with its promoters, Directors or Management or their relatives etc. that may have potential conflict with the interest of the Company at large during the FY 2022-23.

However, attention of the members is drawn to the disclosure of transactions with the related parties and transactions as required under Accounting Standard (AS) 18 on Related Party Disclosures issued by The Institute of Chartered Accountants of India, set out in Notes to financial statement no 40, forming part of the Annual Report.

The policy on dealing with related party transactions is available under the head policy in <https://ddevgroup.in/policies-and-framework/>

The policy for determining 'material' subsidiaries is available under the head policy in <https://ddevgroup.in/policies-and-framework/>

8.2 Details of Non compliance:-

The company has complied with the requirements of the stock exchanges, SEBI and other authorities on all matters relating to capital market since its listing of its shares. No penalties or strictures have been imposed on the Company by Stock Exchanges or SEBI or any other authorities relating to the above till the date of this report.

8.3 Disclosure of Risk Management:-

The company has laid down procedures to inform the Board Members about the risk assessment and risk mitigation mechanism, which is periodically reviewed and reported to the Board of Directors by Senior Executives/ Audit Committee. The Risk management Policy as adopted by the Company is available on the website of the Company at <https://ddevgroup.in/policies-and-framework/>

8.4 Proceeds from Issues, if any :-

Not Applicable since the Company did not raise proceeds from any issue of shares. Further, the shares allotted during the year were in accordance with the Scheme of Arrangement between the Company and Kkalpana Industries (India) Limited (KIIL), as approved by NCLT Order dated 04.03.2022, whereby the compounding business of KIIL was transferred, on a going concern basis, to the Company and the shareholders of KIIL as on 08.04.2022 were issued shares of the Company. No proceeds were raised from such issue.

8.5 Whistle Blower Policy / Vigil Mechanism

The Company has formulated certain procedures to govern the receipt, retention, and treatment of complaints regarding the Company's accounting, internal accounting controls or auditing matters, frauds etc, by the Audit Committee and to protect the confidential, anonymous reporting of director(s) or employee(s) or any other person regarding questionable accounting or auditing matters. The captioned policy is available on the website of the Company at <https://ddevgroup.in/policies-and-framework/>

During the year, no concerns had been reported under this mechanism. It is also affirmed that no personnel has been denied access to the Audit Committee.

8.6 Discretionary Requirements

Disclosure details of some of the Discretionary Requirements, as per Part E of Schedule II to Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015, are as below:

Chairman of the Board

The Board of the Company is chaired by an Executive Director who maintains the Chairman's office at the Company's expense.

Modified opinion(s) in audit report

There was no qualification, observation or adverse remark by the auditors on the financial statements of the Company. Further the Secretarial Audit Report and Annual Secretarial Compliance Audit Report were also non qualified. The Secretarial Audit Report and Annual Secretarial Compliance Audit Report are annexed to this Report and marked as Annexure 3 and Annexure 4, respectively.

Reporting of internal auditor

As per the requirements, the internal auditor reports directly to the Audit Committee. Quarterly Internal Audit Report is submitted by the Internal Auditors which are reviewed by the Audit Committee/ Board. In case any clarification or elaboration is required, the Internal Auditor is invited to the Audit Committee Meeting to provide the same and for discussion, if required.

The Company has made all disclosures regarding compliance with corporate governance requirements specified in regulation 17 to 27 and clauses (b) to (i) of sub regulation (2) of regulation 46 of Listing Regulations, in the section on corporate governance of the annual report.

8.7 Other Disclosures

Brief profile and other information, pursuant to Regulation 36(3) of SEBI (Listing Obligations and Disclosure Requirements) Regulation, 2015 and Clause 1.2.5 of Secretarial Standard in General Meeting (SS-2) as issued by the Institute of Company Secretaries of India (ICSI) in respect of Directors seeking appointment / re appointment at the ensuing Annual General Meeting, is given in the Notice of such Meeting which forms part of this Report.

Management Discussion and Analysis Report is given separately as Annexure 7 and forms part of Annual Report.

8.8 CEO and CFO Certification :-

The Chief Executive Officer (CEO) and Chief Financial Officer (CFO) have certified to the Board in accordance with Regulation 17(8) of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 pertaining compliance and adequacy in regards to maintenance and preparation of financial statements and in respect to internal controls for financial reporting and effectiveness of such controls for the financial year ended 31st March, 2023. The same is reproduced below;

Chief Executive Officer (CEO) & Chief Financial Officer (CFO) Certification

To,
The Board of Directors,
Ddev Plastiks Industries Limited,
2B, Pretoria Street,
Kolkata – 700 071

Sub: CEO & CFO Certificate

(Issued in accordance with provisions of Regulation 17(8) of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015)

Mr. Ddev Surana ,Chief Executive Officer and Mr. Arihant Bothra, Chief Financial Officer heading the finance function have certified to the Board that :

- A. They have reviewed financial statements and the cash flow statement for the year and that to the best of their knowledge and belief:
 - (1) these statements do not contain any materially untrue statement or omit any material fact or contain statements that might be misleading;
 - (2) these statements together present a true and fair view of the listed entity's affairs and are in compliance with existing accounting standards, applicable laws and regulations.
- B. There are, to the best of their knowledge and belief, no transactions entered into by the listed entity during the year which are fraudulent, illegal or violative of the listed entity's code of conduct.
- C. They accept responsibility for establishing and maintaining internal controls for financial reporting and that they have evaluated the effectiveness of internal control systems of the listed entity pertaining to financial reporting and they have disclosed to the auditors and the audit committee, deficiencies in the design or operation of such internal controls, if any, of which they are aware and the steps they have taken or propose to take to rectify these deficiencies.
- D. They have indicated to the auditors and the Audit committee
 - (1) significant changes in internal control over financial reporting during the year;
 - (2) significant changes in accounting policies during the year and that the same have been disclosed in the notes to the financial statements; and
 - (3) that they are not aware of any instances of significant fraud and the involvement therein, if any, of the management or an employee having a significant role in the listed entity's internal control system over financial reporting.

Date:16.05.2023
Place: Kolkata

Arihant Bothra
Chief Financial Officer

Ddev Surana (DIN:08357094)
Chief Executive Officer

8.9 Committee Recommendation to Board which were not accepted

During the year under review there were no recommendations made by the committee which were not accepted by Board that were mandatorily required.

8.10 Total Consolidated Fees paid to Statutory Auditor

The company does not have any subsidiary as at 31.03.2023 and neither did it have any subsidiary during the year under review. Hence, the disclosure in respect to the common Statutory Auditor of the Company between the company and the subsidiaries of such company is not required. The Statutory Audit Fee as reported in the financial statements is the fee that is paid to the Statutory for his services rendered to the Company.

8.11 Compliance with Sexual Harassment of Women at Workplace (Prevention, Prohibition and Redressal) Act, 2013

The disclosure in respect to the captioned subject matter has been made in the Board's Report. It may be noted that no Complaints were outstanding at the beginning of the year and neither any complaints were received during the year under review hence there were no complaints required to be resolved or pending during or as

at the end of Financial Year 2022-23. It may further be noted that the Company has constituted separate Internal Complaints Committee (ICC) for its Units and Offices, in compliance with the provisions of Sexual Harassment of Women at Workplace (Prevention, Prohibition and Redressal) Act, 2013.

8.12 Certificate from Practicing Company Secretary in respect to disqualification of Directors

Mr. Ashok Kumar Daga (PCS-2699, COP-2948), Practicing Company Secretary has submitted his certificate pursuant to clause (i) of Point No. 10 of Para C of Schedule V of Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015, and confirmed that none of the Directors are disqualified or have been debarred from being appointed/continuing as Directors of the Company by the Board/Ministry of Corporate Affairs or any such statutory authority. The Certificate issued by him in this regard is annexed with this Report and marked as Annexure 2

9 **CODE OF CONDUCT FOR BOARD MEMBERS AND SENIOR MANAGEMENT.**

The Company has adopted the code of conduct for Senior Management and Directors. The code has been circulated to all the members of the Board and senior management and the same has been put on the Company's website at <https://ddevgroup.in/policies-and-framework/> under the head Code of Conduct. The Board members and senior management have affirmed their compliance with the code, in terms of Regulation 26(3) of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 and a declaration signed by the Chief Executive Officer, pursuant to Regulation 34(3) of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 read with Part D of Schedule V to said Regulations, is given hereunder:

Declaration regarding Affirmation of Code of Conduct.

I hereby declare that, all the members of the Board of Directors and Senior Management personnel have affirmed compliance with the Code of Conduct, applicable to them as laid down by the Board of Directors in terms of Regulation 26(3) of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 entered into with Stock Exchanges, for the year ended 31st March, 2023.

For Ddev Plastiks Industries Limited

Place: Kolkata
Date:16.05.2023

Ddev Surana (DIN: 08357094)
Chief Executive Officer

10 **CODE OF INSIDER TRADING:**

In pursuance of the SEBI (Prohibition of Insider Trading) Regulations, 2015, the Board has laid down "Code of Conduct for Prevention of Insider Trading" with objective of Preventing purchase, sale and/or dealing of shares of the company by an insider on the basis of unpublished price sensitive information. Further the Trading Window was closed, from time to time, for the Directors, Employees and Designated Persons of the Company as per Company's Code of Conduct to regulate, monitor and report trading by insiders, as adopted by the board of the company, pursuant to SEBI (Prohibition of Insider Trading) Regulations, 2015 and in accordance with BSE Limited's Circular/ clarification number LIST/COMP/01/2019-20 dated 02nd April, 2019. The said code of conduct adopted by the company is available on the Company's website <https://ddevgroup.in/policies-and-framework/> under the head Code of Conduct. The Company also has in place the Structured Digital Database which is maintained and updated in house for recording the sharing of Unpublished Price Sensitive Information (UPS) amongst the Designated Persons/ Insider, in view of legitimate/ statutory and/or reporting purposes, in compliance with Regulations 3(5) and 3(6) of SEBI (Prohibition of Insider Trading) Regulations, 2015

11 GENERAL SHAREHOLDERS INFORMATION :

(i) **Annual General Meeting (AGM)**

Day, Date & Time : Monday, the 25th September, 2023 at 11:00 A.M. (through VC/OAVM)
Deemed Location of meeting : 2B, Pretoria Street, Kolkata – 700 071 (Registered Office of the Company)

(ii) **Date of Book Closure** : Tuesday, 19th September, 2023 to Monday, 25th September, 2023
(both days inclusive)

(iii) **Dividend (for FY 2022-23) payment date:** 30.09.2023. (subject to approval of shareholders)

(iv) **Financial Calendar for Year 2022-2023 (tentative)**

The Company follows the financial year from April to March. The financial results of the company for quarters shall be disclosed as follows:

For the quarter ending	30 th June, 2023	Within 45 days of the end of the quarter.
For the quarter & half year ending	30 th September, 2023	
For the quarter & nine months ending	31 st December, 2023	

For the quarter & year ending	31 st March ,2024 (Audited)	With in 60 days of the end of the Quarter/Year.
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(v) **Listing on Stock Exchanges:** The Shares of the Company are listed in the following Exchanges.

Name of the Stock Exchanges	Stock Code
BSE Ltd. (Formerly known as Bombay Stock Exchange Limited) ("BSE")	543547

The Listing Approval for shares of the Company was received on 26.07.2022. The Company had paid the annual listing fees for the financial year 2022-23 and for the financial 2023-24 to the exchange viz: BSE Limited It has paid the custodial fees to National Securities Depository Limited (NSDL) and Central Depository Services (India) Limited (CDSL) for the financial year 2023-24.

(vi) **Dematerialisation of Shares and Liquidity:**

Trading in the Equity Shares of the Company is permitted only in dematerialised form. Shareholders may therefore, in their own interest, hold shares in dematerialised mode only, with any one of the Depositories namely National Securities Depository Ltd (NSDL) and Central Depository Services (India) Ltd (CDSL). The ISIN No. for the Equity Shares of the Company is INE0HR601026

(vii) **Escrow/ Suspense Account:**

It may be noted that issue of shares of the Company, in accordance with NCLT Order dated 04.03.2022 approving the Scheme of Arrangement between Kkalpana Industries (India) Limited ("KIIL") and the Company, was made only in dematerialized mode. Hence the total shareholding of the Company is in Dematerialized Form. However, in respect to shareholders of KIIL holding shares in physical form as at 08.04.2022, requisite shares of the company, as required to be issued to such holders, were transferred to Escrow Account maintained by the Company with NSDL. Such shareholders were requested to submit their demat details to the Company/ Company's Registrar and Share Transfer Agents, C B Management Services Private Limited to enable transfer of requisite shares to them, in dematerialized form. Such requests as and when received are being processed by the Company in Lots. As at 31.03.2023, total 70 requests for 55125 equity shares were received by the Company. Members are therefore, requested to submit their demat details at the earliest to claim their shares lying in Escrow Account.

It may be noted that in respect of shares held in demat form, all the requests for nomination, change of address, NECS, Bank Mandate etc. are to be made only to the respective Depository Participant (DP) of the Shareholders.

Disclosures with respect to demat suspense account/ unclaimed suspense account			
(a)	aggregate number of shareholders and the outstanding shares in the suspense account lying at the beginning of the year	No. of Shareholder	No. of Shares
		1074	711170
(b)	number of shareholders who approached listed entity for transfer of shares from suspense account during the year;	58 shareholders for 46125 equity shares	
(c)	number of shareholders to whom shares were transferred from suspense account during the year	58 shareholders for 46125 equity shares	
(d)	aggregate number of shareholders and the outstanding shares in the suspense account lying at the end of the year	No. of Shareholder	No. of Shares
		1016	665045
(e)	that the voting rights on these shares shall remain frozen till the rightful owner of such shares claims the shares	We affirm that the voting rights are frozen till transfer to rightful owner	

* 12 applications constituting 9000 shares (requests received upto March 2023) were processed in the month of April, 2023 therefore as at the date of this report 70 applications constituting 55125 were duly processed and related shares transferred from Escrow/ Suspense to the beneficiary account. As at date of this report 656045 shares against 1004 beneficiaries lie in the Escrow/ Suspense Account.

(viii) **Shares held in Investor Education and Protection Fund**

During the year the company was not required to transfer any amount/ shares to Investor Education and Protection Fund (IEPF). The amount lying in such fund is on account of shares of the company issued by the company pursuant to Hon'ble National Company Law Tribunal, Kolkata Bench ("NCLT") Order approving the Scheme of Arrangement between Kkalpana Industries (India) Limited (KIIL) and the Company. According to the said order, the company was required to issue shares to shareholders of KIIL as at 08.04.2022. Hence for shareholders of KIIL whose shares were at that time lying in IEPF Account, similar number of shares of the company were allotted to IEPF Account. The shareholders can claim such shares after claiming the shares of KIIL.

(ix) **Registrar and Share Transfer Agent (RTA):**

All communications related to shareholding/ dividend/ complaints etc in matters of the Company should be made to CB Management Services Private Limited having address as given below:

C B Management Services Private Limited
 (Unit Ddev Plastiks Industries Limited)
 P-22- Bondel Road, Kolkata – 700 019
 Phone: 033 2280 6692 / 93/ 94/ 2486 / 4011 6700
 Fax: 033 2287 0263
 E mail: rta@cbmsl.com

(x) Share Transfer System:

SEBI vide its Circular No. SEBI/HO/MIRSD/MIRSD_RTAMB/P/CIR/2022/8 dated January 25, 2022 has mandated the listed companies to issue securities in dematerialized form only while processing service requests, viz. Issue of duplicate share certificate, claim from unclaimed suspense account/ escrow account, renewal/ exchange of share certificate, endorsement, sub-division/splitting/consolidation of share certificate/folios, transmission and transposition. Further SEBI vide its circular Nos. SEBI/HO/MIRSD/MIRSD_RTAMB/P/ CIR/2021/655 dated 03rd November 2021 and SEBI/HO/MIRSD/MIRSD_RTAMB/P/ CIR/2021/687 dated 14th December 2021, had prescribed the common and simplified norms for processing investor's service request by RTAs and norms for furnishing PAN, KYC details and Nomination. However, the same has been superseded by SEBI/HO/MIRSD/MIRSD-PoD-1/P/CIR/2023/37 dated 16th March, 2023, effective from 01st April, 2023. Attention of members of the company is drawn to said Circular. Further, SEBI vide Circular No. SEBI/HO/MIRSD/MIRSD_RTAMB/P/CIR/2022/65 dated 18th May 2022 has simplified the procedure and standardized the format of documents for transmission of securities and vide circular no. SEBI/HO/MIRSD/MIRSD_RTAMB/P/CIR/2022/70 dated 25th May 2022 prescribed procedure and standardized format of documents for issuance of duplicate securities certificates. Accordingly, members are requested to make service requests by submitting duly filled and signed Forms as specified in captioned circulars. The requisite forms can be downloaded from the "Investor Forms Download" tab available at the website of the Company at <https://ddevgroup.in/investor-relations/> and from the website of Registrar and Share Transfer Agents (RTA) at www.cbmsl.com.

The Board has authorized Registrar and Share Transfer Agents (RTA) viz: C B Management Services Private Limited for processing requests received from shareholders and for issue of letter of confirmation. The reports/ certificates, as submitted by RTA in this regard are taken on record and considered by the Company's Stakeholder Relationship Committee/Board, which meets at such interval, as required.

Pursuant to Regulation 40(9) of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, certificate has been issued by a Company Secretary-in-Practice confirming compliance status in respect to share transfer records and other requests relating to share certificates. It was noted that the company had not issued any physical shares certificates hence no physical share transfer records were required to be maintained and further no requests relating to issue of consolidated share certificates/ split up/ exchange/ sub-division or request for rematerialisation were received during the financial year 2022-23. Pursuant to, Regulation 7(3) of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, the Compliance certificate issued jointly by RTA and compliance office of the Company also confirmed that all electronic share transfer facilities for the FY 2022-23 had been maintained and requests were timely carried out, records whereof were maintained by the RTA. Also, pursuant to Regulation 76 of SEBI (Depositories and Participants) Regulations, 2018, certificate has been obtained from Company Secretary-in-Practice regarding timely execution of dematerialisation request of the shares of the Company, if any.

(xi) Investor Grievance Redressal System.

The investor grievances against the company are handled by the Company's Registrar and Share Transfer Agents (RTA), in consultation with the Secretarial Department of the Company. The Registrars have adequate skilled staff with professional qualifications and advance computer systems for speedy redressal of investor's grievances. The total process of settlement of a complaint right from its receipt to disposal is fully computerized to ensure timely settlement. It normally takes 15 days from the date of receipt of complaint for disposal of investor grievances.

1 Investor's complaint / queries was received and resolved during the year under review. Nil complaints were pending to be resolved as at the close of financial year under review.

(xii) **Unpaid / Unclaimed Dividend.**

Ministry of Corporate Affairs (MCA) has notified provisions relating to unpaid / unclaimed dividend under Sections 124 and 125 of the Companies Act, 2013 (“the Act”) and Investor Education and Protection Fund (“IEPF”) (Accounting, Audit, Transfer and Refund) Rules, 2016 (“IEPF Rules”) (including amendments from time to time). As per these, members are requested to note that dividends that are not encashed/ claimed within 7(seven) years from the date of transfer to the Company’s Unpaid Dividend Account, will as per Section 124 of the Act, be transferred to IEPF. Shares on which dividend remains unpaid/ unclaimed for 7(seven) consecutive years will be transferred to demat account of IEPF Authority as per section 124 of the Act, and applicable rules, notifications, if any (as amended from time to time). Hence the Company urges all the shareholders to encash/claim their respective dividend during the prescribed period. The shareholders whose dividend/ shares are transferred to the IEPF Authority can claim their shares from the Authority by following the Refund Procedure as detailed on the website of IEPF Authority viz-“<http://iepf.gov.in/IEPFA/refund.html>” and by following the procedure as prescribed under the IEPF Rules, as amended from time to time.

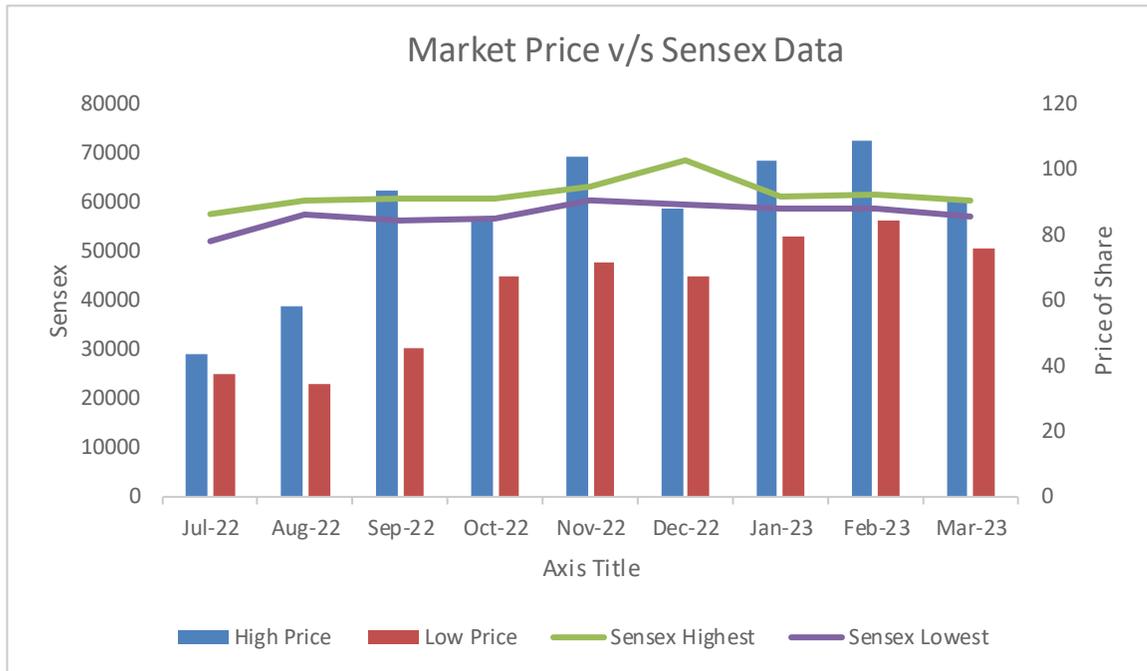
The unpaid / unclaimed dividend for the financial year ended 31st March, 2022 that will remain unpaid/ unclaimed for a period of 7(seven) years will be transferred to the Investor Education and Protection Fund (IEPF) established by the Central Government. Members, who have not yet encashed their dividend warrants for the financial year 31st March, 2022, are requested to lodge their claims without any delay. It is important to note that once the unclaimed dividend is transferred to the aforesaid, no claim shall lie in respect of thereof on the company. Then the shareholders must claim dividend from the Central Government.

Pursuant to the provisions of the Investor Education and Protection Fund (Uploading of information regarding unpaid and unclaimed amounts lying with companies) Rules, 2012, the Company shall file the necessary form and upload the details of unpaid and unclaimed amounts lying with the Company, as on the date of AGM with the Ministry of Corporate Affairs.

(xiii) **Market Price Data :**

The shares of the company are currently traded at BSE. The Stock Market data from 26th July, 2022 (listing date) to 31st March, 2023 are given below :

Months	Bombay Stock Exchange Limited			
	Monthly High Price	Monthly Low Price	Sensex Highest	Sensex Lowest
July 2022	43.70	37.30	57619.27	52094.25
August 2022	58.00	34.30	60411.20	57367.47
September 2022	93.45	45.25	60676.12	56147.23
October 2022	84.80	67.25	60786.70	56683.40
November 2022	104.20	71.55	63303.01	60425.47
December 2022	88.35	67.65	68583.07	59754.10
January 2023	102.50	79.30	61343.96	58699.20
February 2023	108.80	84.25	61682.25	58795.97
March 2023	91.00	76.00	60498.48	57084.91

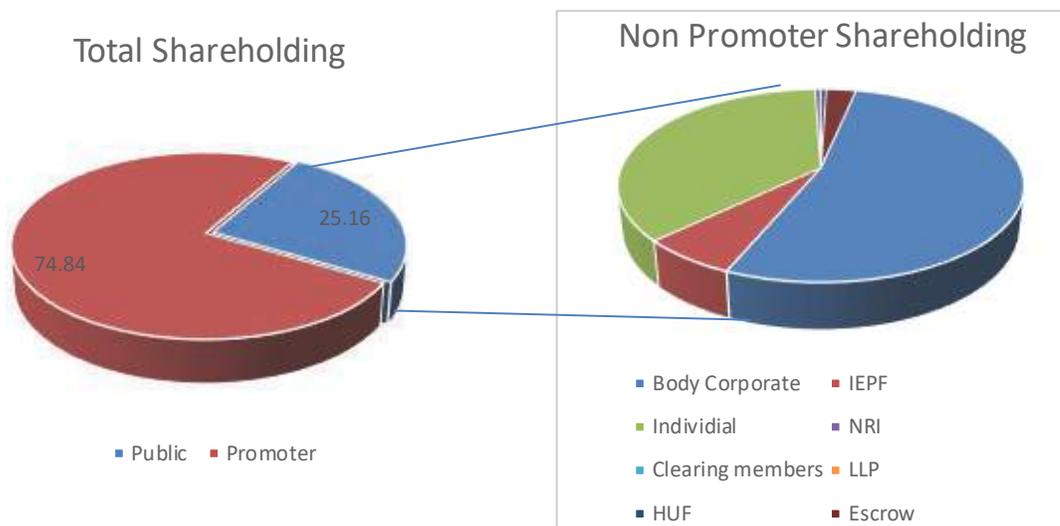


(xiv) Distribution Schedule as on 31.03.2023

Range of Shares	No of Share Holders	% of Total Share Holders	No of Shares	% of Total Share Holdings
1 to 500	12138	89.76	1256567	1.34
501 to 1000	612	4.53	523442	0.56
1001 to 2000	338	2.50	510957	0.54
2001 to 3000	137	1.01	352535	0.37
3001 to 4000	51	0.38	183509	0.20
4001 to 5000	63	0.47	297781	0.32
5001 to 10000	83	0.61	642224	0.68
10001 to 50000	76	0.56	1598972	1.70
50001 to 100000	10	0.07	733787	0.78
100001 and above	15	0.11	87973156	93.52
TOTAL	13523	100.00	94072930	100.00

(xv) **Share Holding Pattern as on 31.03.2023**

Category	No. of Shares Held	% of holding
Promoter's Holding		
i) Individual / HUF	763860	0.81
ii) Bodies Corporate	69641685	74.03
Total Promoter's Holdings	70405545	74.84
Non Promoter's Holding		
Mutual Funds / UTI	0	0.00
Financial Institutions / Banks	0	0.00
Body Corporate	12560466	13.35
IEPF	1554383	1.65
Indian Public	8336380	9.18
Non-Resident Indian	126124	0.13
Clearing Members	4027	0.01
LLP	4000	0.00
HUF	116960	0.13
Escrow/ Suspense Account	665045	0.71
Total Non Promoters Holdings	23667385	25.16
Total	94072930	100%



(xvi) **Outstanding GDRs/ ADRs/ Warrants / Convertible Instruments and likely impact on Equity :**

The Company has not issued any GDRs / ADRs / Warrants or any other convertible instruments to be converted into equity shares.

(xvii) Corporate Identification Number (CIN)

The Company is registered with the Registrar of Companies, Kolkata, West Bengal. The Corporate Identity Number (CIN) allotted to the Company by the Ministry of Corporate Affairs (MCA) is L24290WB2020PLC241791.

(xviii) Credit Rating

CRISIL has given the following credit rating to your company:

Long Term Rating	CRISIL A/ Stable
Short Term Rating	CRISIL A1

(xix) Reconciliation of Share Capital Audit

A Qualified Practicing Company Secretary carried out the Quarterly Reconciliation of Share Capital Audit to reconcile the total admitted equity capital with National Securities Depository Limited (NSDL) and the Central Depository Services (India) Limited (CDSL) of the total issued and listed Equity Share Capital. The Report on Reconciliation of Share Capital confirms that the total issued/paid up capital is in agreement with the total number of Listed shares.

(xx) Green Initiative In Corporate Governance

One of the most important components of Corporate Governance is to communicate with the shareholders through effective means. Being a responsible corporate citizen, the Company supports the 'Green Initiative' undertaken by the Ministry of Corporate Affairs, Government of India. The Company, sends Annual Reports, Intimation for dividend payment, Notices related to General Meetings and Postal Ballot by email to those shareholders whose email ids are registered with the Company. Physical copies of the documents are sent to those shareholders whose email ids are not registered and to those who have requested the same to be sent in physical copies. However, in compliance with the MCA Circulars and SEBI Circulars in relation to relaxations of certain compliance requirements for meeting held upto 30.09.2023, NO physical copies of Annual Report are being sent in respect of Financial Year 2022-23 and 03rd AGM of the company.

Your Company strongly urges our shareholders to support the Green Initiative by giving positive consent by registering/ updating their email addresses with their respective Depository Participants or the Registrar and Transfer Agents of the Company, CB Management Services Private Limited for the purpose of receiving soft copies of various communications including the Annual Report and to also update/register their bank details for direct receipt of dividend, when declared, to their bank accounts.

(xxi) Share Capital History of the Company:

Security Description	Date of Allotment	No. of Shares	Issue Price		Distinctive Numbers	ISIN Code
			Value	Premium		
Subscribers to the Memorandum	07.12.2020	10000	10	-	1-10000	-
Split of Shares (as per NCLT order approving Scheme of Arrangement*)	01.04.2022	100000	1	-	1-100000	-
Cancellation Shares (as per NCLT order approving Scheme of Arrangement*)	11.04.2022	100000	1	-	1-100000	-
Allotment of shares (as per NCLT order approving Scheme of Arrangement*)	11.04.2022	94072930	1	-	100001-104072930	INE0HR601026

* Hon'ble National Company Law Tribunal, Kolkata Bench (NCLT) vide its Order dated 04.03.2022, had approved the Scheme of Arrangement between Kkalpana Industries (India) Limited (KIIL) and the Company, and their respective shareholders and creditors under Sections 230 to 232 read with Section 66 and other applicable provisions of the Companies Act, 2013 ("the Act") (hereinafter referred to as

“Scheme” or “Scheme of Arrangement”) to Demerge the Compounding Business Undertaking of KIIL having an appointed date 01.04.2021. Pursuant to the said Scheme and NCLT Order the shareholders of KIIL, as at 08.04.2022, were allotted shares in ration 1:1 (i.e. for 1 (One) Equity Share of Rs. 2/- of KIIL allotted 1 (One) Equity Share of Re. 1/- of the Company), on 11.04.2022. The existing share capital of Rs. 100000 of the Company stood cancelled and share capital reduced to that extent, upon such allotment.

(xxii) **Plant Locations :**

1. Dhulagarh Works-
Vill & PO Chaturbhujkathi, Kandua, PS Sankrail, Howrah 711313
2. Daman Works –
168/151-158, Dhabel Industrial Co- Operative Soceity Ltd, Dhabel, Daman – 396210, India
3. Dadra I & II Works -
Survey No.24/3, Village – Demini, Demini Road, Dadra, Dadra & Nagar Haveli – 396193, India.
4. Surangi Works - Survey No. 320/1/1/2/2, Vill - Surangi, Chikhali Road, Silvassa - 396 240 (Dadra & Nagar Haveli)

(xxiii) **Address for correspondence :**

The shareholders may contact the Company / Registrar and Share Transfer Agents (RTA) on the following addresses :

General Correspondence :

1. Ddev Plastiks Indsutries Limited
Secretarial Department,
2B, Pretoria Street,
Kolkata – 700 071
Phone : 033 2282 3744 /45
Fax : 033 2282 3739
E mail : kolkata@ddevgroup.in

Correspondence related to shares / queries/requests :

2. M/s. C B Management Services (P) Limited
P-22- Bondel Road, Kolkata – 700 019
Phone: 033 2280 6692 / 93/ 94/ 2486 / 4011 6700
Fax: 033 2287 0263
E mail: rta@cbmsl.com

Date: 16.05.2023

Place: Kolkata

For Ddev Plastiks Industries Limited

**Narrindra Suranna (DIN: 00060127)
Chairman and Managing Director**



ACCOUNTS

2022-23

INDEPENDENT AUDITOR'S REPORT

To the Members of Ddev Plastiks Industries Limited Report on the Audit of the Financial Statements

Opinion

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

In our opinion and to the best of our information and according to the explanations given to us, the aforesaid financial statements give the information required by the Companies Act, 2013 ("the Act") in the manner so required and give a true and fair view in conformity with the Indian Accounting Standards prescribed under section 133 of the Act read with the Companies (Indian Accounting Standards) Rules, 2015, as amended, ("Ind AS ") and other accounting principles generally accepted in India, of the state of affairs of the Company as at March 31, 2023, its profits (including other comprehensive income), its cash flows and changes in equity for the year ended on that date.

Basis for Opinion

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

Key Audit Matters

Key audit matters are those matters that, in our professional judgment, were of most significance in our audit of the financial statements for the financial year ended March 31, 2023. These matters were addressed in the context of our audit of the financial statements as a whole, and in forming our opinion thereon, and we do not provide a separate opinion on these matters.

Key Audit Matters	Auditor's Response
<p>Inventory- existence and valuation</p> <p>Refer to note 10 to the standalone financial statements. The Company is having the Inventories of Rs.21,773.19 lacs as on 31st March 2023. As described in the accounting policies in the standalone financial statements, inventories are carried at the lower of cost and net realisable value. As a result, the management applies judgement in determining the appropriate provisions for obsolete stock based upon a detailed analysis of old inventory ,net realisable value below cost based upon future plans for sale of inventory.</p>	<p>We have obtained assurance over the appropriateness of the management's assumptions applied in calculating the value of the inventories and related provisions and management assertion regarding existence and ownership by:-</p> <p>Completed a walkthrough of the inventory valuation process and assessed the design and implementation of the key controls addressing the risk.</p> <p>Performing procedures to ensure that the changes in inventory between the last verification date and date of the balance sheet are properly recorded (Roll forward procedures).</p> <p>Verifying for a sample of individual products that costs have been correctly recorded.</p>

Key Audit Matters	Auditor's Response
	<p>Assessed the design and tested the operating effectiveness of Internal Control with related to Inventory.</p> <p>We also discussed with the management the methodology and assumptions used in the valuation of Inventory.</p> <p>We have reviewed the historical accuracy of inventory provisioning and the level of inventory write-offs during the financial year.</p> <p>Comparing the net realisable value to the cost price of inventories to check for completeness of the associated provision.</p> <p>Performing substantive analytical procedures to test the correctness of inventory existence and valuation.</p> <p>Testing the accuracy of inventory reconciliations with the general ledger at period end, including test of reconciling items.</p> <p>The procedures performed gave us a sufficient evidence to conclude about the inventory existence and valuation.</p>
<p>Revenue Recognition</p> <p>Revenue from the sale of goods is recognized at the moment when control has been transferred to the customer and is measured net of trade discounts, rebates and pricing allowances to customers (collectively 'trade spends').</p> <p>There is a risk that revenue may be overstated because of pressure local management may feel to achieve performance targets. Revenue is also an important element of how the company measures its performance, upon which management is incentivized.</p>	<p>Our audit procedures included:</p> <p>We assessed the appropriateness of the revenue recognition accounting policies by comparing with applicable accounting standards.</p> <p>We evaluated the design, tested the implementation and operating effectiveness of key internal controls including general IT controls and key IT application controls over recognition of revenue.</p> <p>We performed substantive testing by selecting samples of revenue transactions recorded during the year by testing the underlying documents which included invoices, good dispatch notes, customer acceptances and shipping documents (as applicable).</p> <p>We carried out analytical procedures on revenue recognised during the year to identify unusual variances.</p> <p>We tested, on a sample basis, specific revenue transactions recorded before and after the financial year-end date to determine whether the revenue had been recognised in the appropriate financial period.</p> <p>We tested manual journal entries posted to revenue to identify unusual items.</p>

Information other than the Financial Statements and Auditor's Report thereon

The Company's Board of Directors is responsible for the preparation of the other information. The other information comprises the information included in the Annual Report, but does not include financial statements and our auditors' report thereon. Our opinion on the financial statements does not cover the other information and we do not express any form of assurance conclusion thereon.

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

performed, we conclude that there is a material misstatement of this other information, we are required to report that fact. 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 including other comprehensive income, cash flows and changes in equity of the Company in accordance with the accounting principles generally accepted in India, including the Indian Accounting Standards (Ind AS) specified under section 133 of the Act read with the Companies (Indian Accounting Standards) Rules, 2015, as amended. 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 the design, implementation and maintenance of adequate internal financial controls, that were operating effectively for ensuring the accuracy and completeness of the accounting records, relevant to the preparation and presentation of the financial statements that give a true and fair view and are free from material misstatement, whether due to fraud or error.

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

Those charged with governance are also responsible for overseeing the Company's financial reporting process.

Auditor's Responsibilities for the Audit of the Financial Statements

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

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

- a. 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.
- b. 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 in place and the operating effectiveness of such controls.
- c. Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by management.
- d. 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.

- e. Evaluate the overall presentation, structure and content of the financial statements, including the disclosures, and whether the financial statements represent the underlying transactions and events in a manner that achieves fair presentation.

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

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

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

From the matters communicated with those charged with governance, we determine those matters that were of most significance in the audit of the financial statements for the financial year ended March 31, 2023 and are therefore the key audit matters. We describe these matters in our auditor's report unless law or regulation precludes public disclosure about the matter or when, in extremely rare circumstances, we determine that a matter should not be communicated in our report because the adverse consequences of doing so would reasonably be expected to outweigh the public interest benefits of such communication.

Report on Other Legal and Regulatory Requirements

- 1) As required by the Companies (Auditor's report) Order, 2020 ("the Order") issued by the Central Government of India in terms of sub-section (11) of section 143 of the Act, we give in the "Annexure A" a statement on the matters specified in paragraphs 3 and 4 of the Order.
- 2) As required by section 143(3) of the Act, we report that:
 - i. We have sought and obtained all the information and explanations which to the best of our knowledge and belief are necessary for the purpose of our audit.
 - ii. 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.
 - iii. The Balance Sheet, Statement of Profit & Loss (including other comprehensive income), Statement of Cash Flows and Statement of Changes in Equity dealt with by this Report are in agreement with the books of account.
 - iv. In our opinion, the aforesaid financial statements comply with the accounting standards specified under section 133 of the Act read with Companies (Indian Accounting Standards) Rules, 2015, as amended from time to time.
 - v. On the basis of written representations received from the Directors as on March 31, 2023 taken on record by the Board of Directors, none of the directors is disqualified as on March 31, 2023 from being appointed as a director in terms of section 164(2) of the Act.
 - vi. With respect to the adequacy of the internal financial controls with reference to the financial statement of the Company and the operating effectiveness of such controls, refer to our separate report in "Annexure B".
 - vii. 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, during the year the remuneration paid by the Company to its directors during the year is in accordance with the provisions of section 197 of the Act. The remuneration paid to any director is not in excess of the limit laid down under Section 197 of the Act. The Ministry of Corporate Affairs has not prescribed other details under Section 197(16) of the Act which are required to be commented upon by us.

viii. With respect to the other matters to be included in the Auditor's Report in accordance with Rule 11 of the Companies (Audit and Auditors) Rules, 2014 (as amended), in our opinion and to the best of our information and according to the explanations given to us:

- i) The Company has no pending litigation as on March 31, 2023 which has any impact on its financial position.
- ii) The Company did not have any long-term contracts including derivative contracts for which there were any material foreseeable losses.
- iii) There were no amounts which were required to be transferred to the Investor Education and Protection Fund by the Company during the year.
- iv) a) The management has represented that, to the best of its knowledge and belief, no funds have been advanced or loaned or invested (either from borrowed funds or share premium or any other sources or kind of funds) by the Company to or in any other persons or entities, including foreign entities ("Intermediaries") with the understanding, whether recorded in writing or otherwise, that the Intermediary shall:
 - directly or indirectly lend or invest in other persons or entities identified in any manner whatsoever ("Ultimate Beneficiaries") by or on behalf of the Company or
 - provide any guarantee, security or the like to or on behalf of the Ultimate Beneficiaries.
- b) The management has represented, that, to the best of its knowledge and belief, no funds have been received by the Company from any persons or entities, including foreign entities ("Funding Parties"), with the understanding, whether recorded in writing or otherwise, that the Company shall:
 - directly or indirectly, lend or invest in other persons or entities identified in any manner whatsoever ("Ultimate Beneficiaries") by or on behalf of the Funding Party or
 - provide any guarantee, security or the like from or on behalf of the ultimate Beneficiaries; and
- c) Based on such audit procedures as considered reasonable and appropriate in the circumstances, nothing has come to our notice that has caused us to believe that the representations under subclause (iv) (a) and (iv) (b) contain any material mis-statement.

(ix) The dividend declared or paid during the year by the Company is in compliance with Section 123 of the Act .

(x) Since requirement of maintenance of accounting software which has a feature of audit trail under Rule 3 of the Companies (Accounts) Rules, 2014 has been deferred from financial years commencing from 01 April 2022 to financial year commencing from 01 April 2023, reporting under Rule 11(g) of Companies (Audit and Auditors) Rules, 2014 is not applicable for the financial year ended 31 March 2023

For B.Mukherjee & Co.,

Chartered Accountants

Firm Registration No : 302096E

S.K.Mukherjee

(Partner)

Membership No : 006601

UDIN: 23006601BGVXTC5742

Place :- Kolkata

Date:- 16th Day of May, 2023

ANNEXURE 'A' TO THE INDEPENDENT AUDITOR'S REPORT

(Referred to in paragraph 1 under 'Report on Other Legal and Regulatory Requirements' section of our report to the Members of Ddev Plastiks Industries Limited of even date)

- I. In respect of its Property, Plant and Equipment:
 - a) The Company has maintained proper records showing full particulars, including quantitative details and situation of Property, Plant and Equipment and The Company has maintained proper records showing full particulars of intangible assets.
 - b) According to the information and explanations given to us and on the basis of our examination of the records of the Company, the Company has a regular programme of physical verification of its Property, Plant and Equipment by which all property, plant and equipment are verified in a phased manner over a period of two years. In accordance with this programme, certain property, plant and equipment were verified during the year. In our opinion, this periodicity of physical verification is reasonable having regard to the size of the Company and the nature of its assets. No material discrepancies were noticed on such verification.
 - c) 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 are held in the name of Company except for the assets transferred to the company pursuant to a scheme of arrangement approved by the Hon'ble National Company Law Tribunal, Kolkata Bench ('NCLT'), *vide* its order dated 4 March 2022 (certified copy thereof received on 16 March 2022) The Company is in the process of having the title transferred in its name subsequent to the NCLT order. In respect of immovable and movable properties that have been taken on lease and disclosed in the financial statement as right- of use assets as at the balance sheet date, the lease agreements are duly executed in favour of the Company.
 - d) According to the information and explanations given to us and on the basis of our examination of the records the Company has not revalued any of its property, plant and equipment (including Right of use assets) and intangible assets during the year.
 - e) No proceeding have been initiated during the year or are pending against the Company as at 31 March, 2023 for holding any benami property under the Benami Transaction (Prohibition) Act, 1988 (as amended in 2016) and rules made thereunder.
- II. As per the information and explanations given to us:
 - a) The inventories have been physically verified at reasonable intervals during the year by the management and no material discrepancies between book stock and physical stock have been found.
 - b) According to the information and explanations given to us, the Company has been sanctioned working capital limits in excess of `Rs. 5 crores, in aggregate, at points of time during the year, from bank on the basis of security of current assets. In our opinion and according to the information and explanations given to us, the quarterly returns or statements comprising of value of closing stock of inventory, receivables and payables filed by the Company with such bank are in agreement with the audited books of account of the Company of the respective quarters.
- III. According to the information and explanations given to us and on the basis of our examination of the records of the Company, the Company has not provided any guarantee or security or granted any advances in the nature of loans, secured or unsecured, to companies, firms, limited liability partnership or any other parties during the year. The Company has not made investments in companies and granted secured and unsecured loans to companies and other parties. The Company has not made any investments in or granted any loans, secured or unsecured, to firms and limited liability partnership. . Accordingly, clause 3 (a),(b),(c),(d),(f) of the Order is not applicable to the Company.
 - e). No loan or advance in the nature of loan granted by the Company which has fallen due during the year, has been renewed or extended or fresh loans granted to settle the overdue of existing loans given to the same parties.
- IV. According to the information and explanations given to us and on the basis of our examination of records of the Company, the Company has not provided any guarantee or security or investment and loan made as specified under Sections 185 and 186 of the Act. Hence said clause of Order is not applicable to the Company.
- V. According to information and explanations given to us, the Company has not accepted any deposits or amounts which are deemed to be deposits from the public. Accordingly, clause 3(v) of the Order is not applicable to the Company

- VI. We have broadly reviewed the books of accounts maintained by Company in respect of product, where pursuant to the rule made by the Central Government of India the maintenance of cost records has been prescribed under section 148 (1) of the Companies Act 2013 and are of the opinion that, prima facie, the prescribed records have been maintained. However, we have not made a detailed examination of the records with a view to determine whether they are accurate or complete.
- VII. According to the information and explanations given to us and on the basis of our examination of the records of the Company:
- a) The Company does not have liability in respect of Service tax, Duty of excise, Sales tax and Value added tax during the year since effective 1 July 2017, these statutory dues have been subsumed into Goods and Services Tax.
- According to the information and explanations given to us and on the basis of our examination of the records of the Company, amounts deducted / accrued in the books of account in respect of undisputed statutory dues including Goods and Services Tax, Provident fund, Employees' State Insurance, Income-Tax, Duty of Customs, Cess and other statutory dues have been regularly deposited by the Company with the appropriate authorities.
- According to the information and explanations given to us, no undisputed amounts payable in respect of Goods and Services Tax, Provident fund, Employees' State Insurance, Income-Tax, Duty of Customs, Cess and other statutory dues were in arrears as at 31 March 2023 for a period of more than six months from the date they became payable.
- VIII. According to the information and explanations given to us and on the basis of our examination of the records of the Company, the Company has not surrendered or disclosed any transactions, previously unrecorded as income in the books of account, in the tax assessments under the Income-tax Act, 1961 as income during the year.
- IX. According to the information and explanations given to us and :
- a) On the basis of our examination of the records of the Company, the Company has not defaulted in the repayment of loans or other borrowings or in the payment of interest thereon to any lender during the year.
- b) On the basis of our examination of the records of the Company, the Company has not been declared a wilful defaulter by any bank or financial institution or government or government authority.
- c) On the basis of our examination of the records of the Company, the Company has not raised Term Loan during the year.
- d) On the basis of our examination of the records of the Company, funds raised on short-term basis have, prima facie, not been used during the year for long-term purposes by the Company.
- e) On an overall examination of the financial statements of the Company, the Company has not taken any funds from any entity or person on account of or to meet the obligations of its subsidiary or joint venture.
- f) The Company has not raised loans during the year on the pledge of securities held in its subsidiary or joint venture.
- X.
- a) According to the information and explanations given to us and on the basis of our examination of the records of the Company, The Company has not raised any moneys by way of initial public offer or further public offer (including debt instruments). Accordingly, clause 3(x)(a) of the Order is not applicable to the Company.
- b) According to the information and explanations given to us and on the basis of our examination of the records of the Company, the Company has not made any preferential allotment or private placement of shares or fully or partly convertible debentures during the year. Accordingly, clause 3(x)(b) of the Order is not applicable to the Company.
- XI. To the best of our knowledge:
- a) No fraud by the Company and no material fraud on the Company has been noticed or reported during the year.
- b) To the best of our knowledge, no report under subsection (12) of section 143 of the Companies Act has been filed in Form ADT-4 as prescribed under rule 13 of Companies (Audit and Auditors) Rules, 2014 with the Central Government, during the year and upto the date of this report.
- c) As represented to us by the Management, there were no whistle blower complaints received by the Company during the year and upto the date of this report.
- XII. In our opinion and according to the information and explanations given to us , the Company is not a Nidhi Company. Accordingly, paragraph 3(xii) of the Order is not applicable.

- XIII. In our opinion, the Company is in compliance with Section 177 and 188 of the Companies Act, where applicable, for all transactions with the related parties and the details of related party transactions have been disclosed in the financial statements etc. as required by the applicable accounting standards.
- XIV. In our opinion the Company has an adequate internal audit system commensurate with the size and the nature of its business. We have considered, the internal audit reports issued to the Company during the year and covering the period upto 31st March, 2023.
- XV. In our opinion during the year the Company has not entered into any non-cash transactions with any of its directors or directors of it's holding company, subsidiary company, or persons connected with such directors and hence provisions of section 192 of the Companies Act, 2013 are not applicable to the Company.
- XVI. The Company is not required to be registered under section 45-IA of the Reserve Bank of India Act, 1934. Hence, reporting under clause (xvi)(a), (b), (c) & (d) of the Order is not applicable.
- XVII. The Company has not incurred any cash loss in the current financial year as well as the immediately preceding financial year.
- XVIII. There has been no resignation of the statutory auditors during the year. Accordingly, reporting under clause 3(xviii) of the Order is not applicable to the Company.
- XIX. On the basis of the financial ratios, ageing and expected dates of realization of financial assets and payment of financial liabilities, other information accompanying the financial statements and our knowledge of the Board of Directors and Management plans and based on our examination of the evidence supporting the assumptions, nothing has come to our attention, which causes us to believe that any material uncertainty exists as on the date of the audit report indicating that Company is not capable of meeting its liabilities existing at the date of balance sheet as and when they fall due within a period of one year from the balance sheet date. We, however, state that this is not an assurance as to the future viability of the Company. We further state that our reporting is based on the facts up to the date of the audit report and we neither give any guarantee nor any assurance that all liabilities falling due within a period of one year from the balance sheet date, will get discharged by the Company as and when they fall due.
- XX. Based on information and explanations provided to us and our audit procedures, the company does not have any obligation under 135 of the Act and hence, the requirements of Clause 3(xx) of the Order are not applicable to the company.
- XXI. According to the information and explanations given to us and on the basis of our examination of the records of the Company, The company is not required to prepare consolidated financial statements as The company is not a holding company of any other company and hence, the requirements of Clause 3(xxi) of the Order are not applicable to the company.

For B.Mukherjee & Co.,
Chartered Accountants
Firm Registration No : 302096E

S.K.Mukherjee
(Partner)
Membership No: 006601
UDIN: 23006601BGVXTC5742

Place :- Kolkata
Date:- 16th Day of May, 2023

ANNEXURE “B” TO THE INDEPENDENT AUDITOR’S REPORT

(Referred to in paragraph 2 (vi) under ‘Report on Other Legal and Regulatory Requirements’ section of our report to the Members of Ddev Plastic Limited of even date)

Report on the Internal Financial Controls with reference to financial statement under Clause (i) of Sub-section 3 of Section 143 of the Companies Act, 2013 (“the Act”)

We have audited the internal financial controls with reference to financial statement of Ddev Plastiks Industries Limited (“the Company”) as of March 31, 2023 in conjunction with our audit of the financial statements of the Company for the year ended on that date.

Management’s Responsibility for Internal Financial Controls

The Board of Directors of the company is responsible for establishing and maintaining internal financial controls based on the internal control with reference to financial statement 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 (Guidance Note) issued by the Institute of Chartered Accountants of India (ICAI). These responsibilities include the design, implementation and maintenance of adequate internal financial controls that were operating effectively for ensuring the orderly and efficient conduct of its business, including adherence to respective company’s policies , the safeguarding of its assets, the prevention and detection of frauds and errors, the accuracy and completeness of the accounting records, and the timely preparation of reliable financial information, as required under the Companies Act, 2013.

Auditor’s Responsibility

Our responsibility is to express an opinion on the internal financial controls with reference to financial statement based on our audit. We conducted our audit in accordance with the Guidance Note issued by 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 with reference to financial statement was established and maintained and if such controls operated effectively in all material respects.

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

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion on the Company’s internal financial controls with reference to financial statement.

Meaning of Internal Financial Controls with reference to Financial Statement

A company’s internal financial control with reference to financial statement is a process designed to provide reasonable assurance regarding the reliability of financial reporting and the preparation of financial statements for external purposes in accordance with generally accepted accounting principles. A company’s internal financial control with reference to financial statement includes those policies and procedures that 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 authorizations of management and directors of the company; and (3) provide reasonable assurance regarding prevention or timely detection of unauthorized acquisition, use, or disposition of the company's assets that could have a material effect on the financial statements.

Limitations of Internal Financial Controls with reference to Financial Statement

Because of the inherent limitations of internal financial controls with reference to financial statement, including the possibility of collusion or improper management override of controls, material misstatements due to error or fraud may occur and not be detected. Also, projections of any evaluation of the internal financial controls with reference to financial statement to future periods are subject to the risk that the internal financial control with reference to financial statement 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 with reference to financial statement and such internal financial controls with reference to financial statement were operating effectively as at March 31, 2023, based on the internal control with reference to financial statement criteria established by the Company considering the essential components of internal control stated in the Guidance Note issued by ICAI.

For B.Mukherjee & Co.,
Chartered Accountants
Firm Registration No : 302096E

S.K.Mukherjee
(Partner)
Membership No: 006601
UDIN: 23006601BGVXTC5742:

Place :- Kolkata
Date:-16th Day of May, 2023



AUDITED BALANCE SHEET AS AT 31st MARCH, 2023

(Rs. In Lacs)

	Note No.	As at 31st March, 2023	As at 31st March, 2022
A ASSETS			
1 Non-current Assets			
Property, Plant and Equipment	4	22,456.86	20,642.96
Capital Work-in progress	5	66.62	246.23
Other Intangible Assets	6	7.52	9.71
Right of Use - Lease	7	68.86	65.55
Financial Assets			
(i) Other Financial Assets	8	1,469.99	687.71
Other Non-Current Assets	9	29.42	176.33
		24,099.27	21,828.49
2 Current Assets			
Inventories	10	21,773.19	27,570.88
Financial Assets			
(i) Trade Receivables	11	36,311.36	34,869.32
(ii) Cash & Cash Equivalents	12	696.37	605.04
(iii) Other Financial Assets	8	350.66	213.01
Other Current Assets	13	7,997.03	7,834.17
		67,128.61	71,092.42
Total		91,227.88	92,920.91
B EQUITY & LIABILITIES			
1 Equity			
Equity Share Capital	14	940.73	940.73
Other Equity	15	48,484.51	38,249.20
		49,425.24	39,189.93
2 Non Current Liabilities			
Financial Liabilities			
(i) Borrowings	16	-	3.30
(ii) Finance Lease Liability	17	22.14	39.54
Provisions	18	326.18	291.65
Deferred Tax Liabilities (net)	19	2,406.50	2,376.22
		2,754.82	2,710.71
3 Current Liabilities			
Financial Liabilities			
(i) Borrowings	20	5,577.02	12,901.54
(ii) Lease Liability	17	17.41	19.04
(iii) Trade Payables	21		
- Micro & Small Enterprises		1,126.96	1,150.89
- Others		27,945.58	33,936.18
(iv) Other Financial Liabilities	22	2,877.79	1,101.74
Other Current Liabilities	23	433.52	946.30
Provisions	24	227.96	249.55
Current Tax Liabilities (net)	25	841.58	715.03
		39,047.82	51,020.27
Total		91,227.88	92,920.91
Significant Accounting Policies and other information	1-3		

The accompanying notes form an integral part of the financial statements
This is the Balance Sheet referred to in our report of even date.

For B. Mukherjee & Co.
Chartered Accountants
Firm Registration No:302096E

S K Mukherjee
Partner
Membership No.006601
Date : 16th May, 2023
Place : Kolkata

For and on behalf of Board of Directors

Narrindra Suranna
(DIN: 00060127)
Chairman and Managing Director

Tanvi Goenka
(Membership No. ACS 31176)
Company Secretary

Ddev Surana
(DIN: 08357094)
Whole Time Director

Arihant Bothra
Chief Financial Officer

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

(Rs. In Lacs)

	Note No.	As at 31st March, 2023	As at 31st March, 2022
I INCOME			
Revenue from Operations	26	250,374.74	222,690.28
Other Income	27	2,578.70	2,233.58
Total Income		252,953.44	224,923.86
II EXPENSES			
Cost of Materials Consumed	28	214,051.96	193,684.32
Changes in Inventories of Finished Goods & Work-in-Progress & Stock-in-Trade	29	861.03	(58.40)
Employee Benefits Expense	30	3,521.37	3,310.81
Finance Costs	31	3,323.73	4,076.58
Depreciation & Amortization Expense	4-7	1,209.78	1,152.87
Other Expenses	32	15,949.17	15,198.03
Total Expenses		238,917.05	217,364.21
III PROFIT BEFORE EXCEPTIONAL ITEMS & TAXATION			
Exceptional items		-	-
IV PROFIT BEFORE TAX		14,036.40	7,559.65
Tax expense			
Current tax		3,529.30	1,962.23
Deferred tax		12.98	119.33
Tax for earlier years		84.50	-
Total Tax expense		3,626.78	2,081.56
V PROFIT FOR THE YEAR AFTER TAX		10,409.61	5,478.09
VI OTHER COMPREHENSIVE INCOME			
i Items that will not be classified to profit and loss		68.77	(46.88)
ii Income tax relating to items that will not be classified to profit and loss		(17.31)	11.80
Total Other Comprehensive Income For The Year		51.46	(35.08)
VII TOTAL COMPREHENSIVE INCOME FOR THE YEAR		10,461.08	5,443.01
EARNING PER EQUITY SHARE (Face value of Rs 1/- each)			
Basic (Rs.)		11.07	5.82
Diluted (Rs.)		11.07	5.82
Significant Accounting Policies and other information	1-3		

The accompanying notes form an integral part of the financial statements
This is the Statement of Profit & Loss referred to in our report of even date.

For B. Mukherjee & Co.
Chartered Accountants
Firm Registration No:302096E

S K Mukherjee
Partner
Membership No.006601
Date : 16th May, 2023
Place : Kolkata

For and on behalf of Board of Directors

Narrindra Suranna
(DIN: 00060127)
Chairman and Managing Director

Tanvi Goenka
(Membership No. ACS 31176)
Company Secretary

Ddev Surana
(DIN: 08357094)
Whole Time Director

Arihant Bothra
Chief Financial Officer

STATEMENT OF CASH FLOW FOR THE YEAR ENDED 31st March, 2023

Rs. In Lacs)

Particulars	STANDALONE	
	2022-23	2021-22
	(Audited)	(Audited)
A. CASH FLOW FROM OPERATING ACTIVITIES		
Profit before tax from continuing operations	14,036.41	7,559.66
Adjustment for:		
Depreciation & amortization expense	1,209.78	1,152.87
Loss/(Profit) on sale of Property, Plant and Equipment	6.01	7.42
Unwinding of Interest on security deposit	(8.35)	(9.74)
Finance cost	3,323.73	4,076.58
Interest income	(76.79)	(67.38)
Interest on Lease Liability	68.77	(46.88)
Loss/(Profit) on sale of Investment	(10.00)	-
Provision for Doubtful debts	141.77	-
Bad debts written off	227.16	2,545.68
Notional rent on Security deposit	-	10.10
	4,882.08	7,668.65
Operating profit before Working Capital changes	18,918.49	15,228.30
Adjustments for Working Capital changes		
Decrease/(increase) in non current financial assets		
Other financial assets	(1.38)	(12.33)
Decrease/(increase) in other non current assets	146.91	(74.84)
Decrease/(increase) in inventories	5,797.69	(4,755.69)
Decrease/(increase) in current financial assets		
Trade receivables	(1,810.96)	(10,468.40)
Other financial assets	(157.74)	103.88
Decrease/(increase) in other current assets	(162.85)	(442.02)
Increase/(decrease) in non current provisions	34.53	95.44
Increase/(decrease) in current financial liabilities		
Trade payables	(6,014.53)	3,126.59
Other financial liabilities	1,784.33	499.29
Increase/(decrease) in other current liabilities	(512.78)	565.12
Increase/(decrease) in short term provisions	(21.59)	30.93
	(918.37)	(11,332.03)
Cash generated from operations	18,000.12	3,896.27
(Tax paid) / refund received (net)	(3,487.27)	(1,247.20)
Net cash from operating activities	14,512.85	2,649.07

STATEMENT OF CASH FLOW FOR THE YEAR ENDED 31st March, 2023

Rs. In Lacs)

Particulars	STANDALONE	
	2022-23 (Audited)	2021-22 (Audited)
B. CASH FLOW FROM INVESTING ACTIVITIES		
Purchase of Property, Plant and Equipment, CWIP and Intangible assets	(2,830.93)	(1,868.91)
Decrease/(increase) in ROU Assets	(30.74)	-
Sale proceeds of Property, Plant and Equipment	10.46	-
Interest receipt on investments	96.88	67.38
Increase in investment in Term deposit	(772.56)	-
Purchase of current investments (net)	(8,500.00)	-
Sale proceeds of current investments	8,510.00	-
Net cash generated / (used) from investing activities	(3,516.89)	(1,801.53)
C. CASH FLOW FROM FINANCING ACTIVITIES		
Repayment of long term borrowings	(3.30)	(31.26)
Increase/(decrease) in short term borrowings	(7,324.51)	2,707.68
Payment of Lease Liability	(23.03)	(23.03)
Dividend paid	(225.78)	-
Finance cost	(3,328.01)	(3,653.76)
Net cash from financing activities	(10,904.63)	(1,000.37)
Net changes in Cash and Bank balances	91.33	(152.83)
Net Increase / (-) Decrease in Cash and Bank balances		
Balance at the end of the year	696.37	605.04
Balance at the beginning of the year	605.04	8.72
Add: Amount adjusted pursuant to scheme of arrangement	-	749.15
Adjusted Balance at the beginning of Year	605.05	757.87
Net changes in Cash and Bank balances	91.33	(152.83)

For B. Mukherjee & Co.
Chartered Accountants
Firm Registration No:302096E

S K Mukherjee
Partner
Membership No.006601
Date : 16th May, 2023
Place : Kolkata

For and on behalf of Board of Directors

Narrindra Suranna
(DIN: 00060127)
Chairman and Managing Director

Tanvi Goenka
(Membership No. ACS 31176)
Company Secretary

Ddev Surana
(DIN: 08357094)
Whole Time Director

Arihant Bothra
Chief Financial Officer

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

A. EQUITY SHARE CAPITAL (Refer Note No. 14 & 14A)

	(Rs. In Lacs)	
	As at 31st March, 2023	As at 31st March, 2022
Balance at the year beginning	940.73	1.00
Changes in equity share capital due to prior period errors	-	-
Restated balance at the year beginning	940.73	1.00
Equity share cancelled pursuant to scheme of arrangements	-	(1.00)
Share Suspense Account -allotment of equity shares pursuant to scheme of arrangements	-	940.73
Balance at the year end	940.73	940.73

B. OTHER EQUITY (Refer Note No. 15) For the year ended 31st March, 2023

Particulars	Reserve & Surplus				Other Comprehensive Income	Total
	Capital Reserve & Amalgamation Reserve	Securities Premium	General Reserve	Retained Earnings	Remeasurement of defined benefit plan	
Balance as at 1st April, 2022	830.19	5,174.08	3,305.22	28,974.80	(35.08)	38,249.20
Add: Amount adjusted pursuant to scheme of arrangement	-	-	-	-	-	-
Add: Amount adjusted pursuant to reduction and cancellation of equity shares as per scheme of arrangement	-	-	-	-	-	-
Add : For the Year	-	-	-	10,409.62	51.46	10,461.09
Less: Equity Dividend for the year 2021-22	-	-	-	(225.78)	-	(225.78)
Balance as at 31st March, 2023	830.19	5,174.08	3,305.22	39,158.65	16.38	48,484.51

For the year ended 31st March, 2022

Particulars	Reserve & Surplus				Other Comprehensive Income	Total
	Capital Reserve & Amalgamation Reserve	Securities Premium	General Reserve	Retained Earnings	Remeasurement of defined benefit plan	
Balance as at 1st April, 2021	-	-	-	(0.35)	-	(0.35)
Add: Amount adjusted pursuant to scheme of arrangement	829.19	5,174.08	3,305.22	23,497.06	-	32,805.54
Add: Amount adjusted pursuant to reduction and cancellation of equity shares as per scheme of arrangement	1.00	-	-	-	-	1.00
Add : For the Year	-	-	-	5,478.09	(35.08)	5,443.01
Balance as at 31st March, 2022	830.19	5,174.08	3,305.22	28,974.80	(35.08)	38,249.20

The accompanying notes form an integral part of the financial statements
This is the Statement of Equity referred to in our report of even date.

For B. Mukherjee & Co.
Chartered Accountants
Firm Registration No:302096E

S K Mukherjee
Partner
Membership No.006601
Date : 16th May, 2023
Place : Kolkata

For and on behalf of Board of Directors

Narrindra Suranna
(DIN: 00060127)
Chairman and Managing Director

Tanvi Goenka
(Membership No. ACS 31176)
Company Secretary

Ddev Surana
(DIN: 08357094)
Whole Time Director

Arihant Bothra
Chief Financial Officer

Notes to the financial statements for the year ended 31st March, 2023

1. COMPANY INFORMATION

DDEV PLASTIKS INDUSTRIES LIMITED ("the Company") was incorporated in India on 7th of December 2020. The registered office is located at 2B Pretoria Street, Kolkata- 700071. The Company is engaged in the manufacturing of Plastic Compounds.

The financial statements of the Company for the year ended 31st March, 2023 were authorised for issue in accordance with a resolution of the Board of Directors as on 16.05.2023

2. BASIS OF PREPARATION OF FINANCIAL STATEMENTS

2.1 Statement of Compliance

These financial statements have been prepared in accordance with the Indian Accounting Standards (hereinafter referred to as the 'Ind AS') as notified by Ministry of Corporate affairs pursuant to section 133 of the Companies Act, 2013 read with Rule 3 of the Companies (Indian Accounting Standards) Rules, 2015 and Companies (Indian Accounting Standards) Amendment Rules, 2016.

The financial statements have been prepared on accrual and going concern basis. The accounting policies are applied consistently to all the periods presented in the financial statements.

All Assets and Liabilities have been classified as current or non-current as per the Company's normal operating cycle and other criteria as set out in the Division II of Schedule III to the Companies Act, 2013. Based on the nature of products and the time between acquisition of assets for processing and their realisation in cash and cash equivalents, the Company has ascertained its operating cycle as 12 months for the purpose of current or non-current classification of assets and liabilities.

All amounts disclosed in the financial statements and notes have been rounded off to the nearest lakhs as per the requirement of Schedule III, unless otherwise stated.

2.2 Basis of Measurement

The financial statements have been prepared on a historical cost basis (which includes deemed cost as per Ind AS 101), except for the following assets and liabilities which have been measured at fair value:

- (i) Derivative financial instruments
- (ii) Certain financial assets and liabilities measured at fair value (refer accounting policy regarding financial instruments).
- (iii) Defined benefits plans - Plan assets measured at fair value

2.3 Key Accounting Estimates And Judgements

The preparation of financial statements requires management to make judgments, estimates and assumptions in the application of accounting policies that affect the reported amounts of assets and liabilities, disclosures of contingent assets and liabilities at the date of financial statements and reported amount of revenue and expenses during the period. Actual results may differ from these estimates. Continuous evaluation is done on the estimation and judgments based on historical experience and other factors, including expectations of future events that are believed to be reasonable. Revisions to accounting estimates are recognised prospectively.

Notes to the financial statements for the year ended 31st March, 2023

Information about critical judgments in applying accounting policies, as well as estimates and assumptions that have the most significant effect to the carrying amounts of assets and liabilities within the next financial year, are included in the following notes below :-

(i) Estimation of employee defined benefit obligations

Ind AS 19 requires the exercise of judgment in relation to various assumptions including future pay rises, inflation and discount rates and employee and pensioner demographics. The Company determines the assumptions in conjunction with its actuaries, and believes these assumptions to be in line with best practice, but the application of different assumptions could have a significant effect on the amounts reflected in the income statement, other comprehensive income and balance sheet. There may be also interdependency between some of the assumptions.

(ii) Estimation of current tax expenses

Significant judgments are involved in determining the provision for income taxes, including amount expected to be paid/recovered for uncertain tax positions. In assessing the realizability of deferred income tax assets, management considers whether some portion or all of the deferred income tax assets will not be realized. The ultimate realization of deferred income tax assets is dependent upon the generation of future taxable income during the periods in which the temporary differences become deductible.

Management considers the scheduled reversals of deferred income tax liabilities, projected future taxable income and tax planning strategies in making this assessment. Based on the level of historical taxable income and projections for future taxable income over the periods in which the deferred income tax assets are deductible, management believes that the company will realize the benefits of those deductible differences. The amount of the deferred income tax assets considered realizable, however, could be reduced in the near term if estimates of future taxable income during the carry forward period are reduced.

(iii) Property, plant and equipment

Property, plant and equipment represent a significant proportion of the asset base of the Company. The charge in respect of periodic depreciation is derived after determining an estimate of an asset's expected useful life and the expected residual value at the end of its life. The useful lives and residual values of Company's assets are determined by the management at the time the asset is acquired and reviewed periodically, including at each financial year end. The lives are based on historical experience with similar assets as well as anticipation of future events, which may impact their life, such as changes in technology.

(iv) Leases

Ind AS 116 requires lessees to determine the lease term as the non-cancellable period of a lease adjusted with any option to extend or terminate the lease, if the use of such option is reasonably certain. The Company makes an assessment on the expected lease term on a lease-by-lease basis and thereby assesses whether it is reasonably certain that any options to extend or terminate the contract will be exercised. In evaluating the lease term, the Company considers factors such as any significant leasehold improvements undertaken over the lease term, costs relating to the termination of the lease and the importance of the underlying asset to Company operations taking into account the location of the underlying asset and the availability of suitable alternatives. The lease term in future periods is reassessed to ensure that the lease term reflects the current economic circumstances. After considering current and future economic conditions, the Company has concluded that no changes are required to lease period relating to the existing lease contracts.

(v) Allowance for credit losses on receivable

The Company determines the allowance for credit losses based on historical loss experience adjusted to reflect current and estimated future economic conditions. The Company considered current and anticipated future economic conditions relating to industries the company deals with and the countries where it operates. In calculating expected credit loss, the Company has also considered credit reports and other related credit information for its customers to estimate the probability of default in future and has taken into account estimates of possible effect from the pandemic relating to COVID -19.

Notes to the financial statements for the year ended 31st March, 2023

3. SIGNIFICANT ACCOUNTING POLICIES

3.1 Revenue Recognition

The Company recognizes revenue, whenever control over distinct goods or services is transferred to the customer; i.e. when the customer is able to direct the use of the transferred goods or services and obtains substantially all of the remaining benefits, provided a contract with enforceable rights and obligations exists and amongst others collectability of consideration is probable taking into account customer's creditworthiness.

Revenue is the transaction price the Company expects to be entitled to. In determining the transaction price, the Company considers effects of variable consideration, the existence of significant financing contracts, noncash consideration and consideration payable to the customer, if any. The Company considers whether there are other promises in the contract that are separate performance obligations to which the transaction price needs to be allocated (e.g. warranties etc.).

Variable Consideration

If the consideration in a contract includes a variable amount, the company estimates the amount of consideration to which it will be entitled to in exchange for transferring goods to the customer. The variable consideration is estimated at contract inception and constrained until it is highly probable that a significant reversal of revenue will not occur once associated uncertainties are resolved. Some contracts with the customers provide them with a right to return and volume rebates. The right to return and volume rebates gives rise to variable consideration.

The amount of variable consideration is calculated by either using the expected value or the most likely amount depending on which is expected to better predict the amount of variable consideration. Consideration is also adjusted for the time value of money if the period between the transfer of goods or services and the receipt of payment exceeds twelve months and there is a significant financing benefit either to the customer or the Company. If a contract contains more than one distinct good or service, the transaction price is allocated to each performance obligation based on relative stand-alone selling prices. If stand-alone selling prices are not observable, the Company reasonably estimates those.

Revenue is recognized for each performance obligation either at a point in time or over time.

Sale of goods: Revenues are recognized at a point in time when control of the goods passes to the buyer, usually upon either at the time of dispatch or delivery. Revenue from sale of goods is net of taxes and recovery of charges collected from customers like transport, packing etc.

Contract balances:

Trade Receivables:

A receivable represents the Company's right to an amount of consideration that is unconditional (i.e. only a passage of time is required before payment of the consideration is due).

Contract liabilities:

Notes to the financial statements for the year ended 31st March, 2023

A contract liability is the obligation to transfer goods or services to a customer for which the company has received consideration (or an amount of consideration is due) from the customer. If a customer pays consideration before the company transfer goods and services to the customer, a contract liability is recognised when the payment is made or the payment is due, whichever is earlier. Contract liabilities are recognised as revenue when the company performs under the contract.

Interest Income

Interest income is recognised using the effective interest rate, which is the rate that exactly discounts the estimated future cash payments or receipts through the expected life of the financial instrument or a shorter period, where appropriate, to the net carrying amount of the financial asset.

Dividend Income

Revenue is recognised when the right to receive the payment is established by the reporting date.

Other Claims / Receipts

Insurance claims and other receipts including export incentives, where quantum of accruals cannot be ascertained with reasonable certainty, these receipts are accounted on receipt basis.

Commission Income

When the Company Acts in the capacity of an agent rather than as the principal in a transaction the revenue recognised is the net amount of the commission earned by the Company.

3.2 **Property, Plant and Equipment**

Property, Plant and Equipment are stated at cost net of accumulated depreciation and accumulated impairment losses, if any. Cost comprises purchase price including import duties and other non-refundable duties and taxes, borrowing cost if capitalization criteria are met and other directly attributable cost for bringing the Assets to its present location and condition.

The cost of replacing part of an item of Property, Plant and Equipment is recognised in the carrying amount of the item only when it is probable that future economic benefits embodied within the part will flow to the Company and the cost of the item/part can be measured reliably. All other repairs and maintenance are charged to the Statement of Profit and Loss during the period in which they are incurred.

When parts of an item of Property, Plant and Equipment have different useful lives, they are accounted for as separate items (major components) of Property, Plant and Equipment.

Gains or losses arising on retirement or disposal of Property, Plant and Equipment are recognised in the Statement of Profit and Loss.

Property, Plant and Equipment which are not ready for intended use as on the date of Balance sheet are disclosed as "Capital Work-in-progress".

Items of Property, Plant and Equipment acquired through exchange of non-monetary assets are measured at fair value, unless the exchange transaction lacks commercial substance or the fair value of either the asset received or asset given up is not reliably measurable, in which case the asset exchanged is recorded at the carrying amount of the asset given up.

Notes to the financial statements for the year ended 31st March, 2023

The Assets which are held for Sale shall be reclassified to Current Assets only if its carrying amount will be recovered principally through a sale transaction (within one year) rather than through continuing use.

Depreciation and Ammortization:-

Depreciation is provided on a pro-rata basis on the straight line method based on estimated useful life prescribed in Part - C under Schedule II to the Companies Act, 2013.

Particulars	Years
Factory Building	30
Plant & Machinery	25
Electrical Installation	10
Lab Equipments	10
Furniture and Fixtures	10
Motor Car	8
Air Conditioner	15
Scooter, Moped and Cycle	10
Office Equipment	5
Computer	3

Useful life of Plant and Machinery has been considered 25 years as against 15 years as prescribed in Shedule II of the Companies Act, 2013 which is based on the prevailing practices of the comparable industries and our past experience for last 30 years.

3.3 Intangible Assets :

Separately purchased intangible assets are initially measured at cost. Subsequently, intangible assets are carried at cost less any accumulated amortisation and accumulated impairment losses, if any. The useful lives of intangible assets are assessed as either finite or indefinite. Finite-life intangible assets are amortised on a straight-line basis over the period of their expected useful lives. Estimated useful lives by major class of finite-life intangible assets are as follows :-

Particular	Years
Technical Knowhow	10
Computer Software	10

The Intangible Assets are derecognised either when they are being disposed off or no future economic benefit is expected from its use or disposal, the difference net disposal proceeds and the carrying amount of Assets is recognised in the statement of Profit and Loss in the period of dereognition.

3.4 Non Current Assets held for Sale

Non-current assets or disposal groups comprising assets and liabilities are classified as 'held for sale' when all of the following criteria are met : (i) decision has been made to sell. (ii) the assets are available for immediate sale in its present condition (iii) the assets are being actively marketed and (iv) sale has been agreed or is expected to be concluded within 12 months of the Balance Sheet date.

Subsequently, such non-current assets and disposal groups classified as held for sale are measured at the lower of its carrying value and fair value less costs to sell. Non-current assets held for sale are not depreciated or amortised.

Notes to the financial statements for the year ended 31st March, 2023

3.5 **Investment Property**

Investment Property comprises Free-Hold Lands that are held for Capital Appreciation as it has been held for a currently undetermined future use and are recognised at cost.

An Investment Property are derecognised either when they are disposed off or when they are permanently withdrawn from use and no future economic benefit is expected. The difference between the net disposal proceeds and the carrying amount of the asset is recognised in statement of profit and loss in the period of derecognition.

3.6 **Lease**

The Company as a lessee

The Company's lease asset classes primarily consist of leases for buildings, machineries and warehouses. The Company assesses whether a contract contains a lease, at inception of a contract. A contract is, or contains, a lease if the contract conveys the right to control the use of an identified asset for a period of time in exchange for consideration. To assess whether a contract conveys the right to control the use of an identified asset, the Company assesses whether:

- (i) the contract involves the use of an identified asset
- (ii) the Company has substantially all of the economic benefits from use of the asset through the period of the lease and
- (iii) the Company has the right to direct the use of the asset.

At the date of commencement of the lease, the Company recognizes a right-of-use asset ("ROU") and a corresponding lease liability for all lease arrangements in which it is a lessee, except for leases with a term of twelve months or less (short-term leases) and low value leases. For these short-term and low value leases, the Company recognizes the lease payments as an operating expense on a straight-line basis over the term of the lease.

Certain lease arrangements includes the options to extend or terminate the lease before the end of the lease term. ROU assets and lease liabilities includes these options when it is reasonably certain that they will be exercised.

The right-of-use assets are initially recognized at cost, which comprises the initial amount of the lease liability adjusted for any lease payments made at or prior to the commencement date of the lease plus any initial direct costs less any lease incentives. They are subsequently measured at cost less accumulated depreciation and impairment losses.

Right-of-use assets are depreciated from the commencement date on a straight-line basis over the shorter of the lease term and useful life of the underlying asset. Right of use assets are evaluated for recoverability whenever events or changes in circumstances indicate that their carrying amounts may not be recoverable. For the purpose of impairment testing, the recoverable amount (i.e. the higher of the fair value less cost to sell and the value-in-use) is determined on an individual asset basis unless the asset does not generate cash flows that are largely independent of those from other assets. In such cases, the recoverable amount is determined for the Cash Generating Unit (CGU) to which the asset belongs.

The lease liability is initially measured at amortized cost at the present value of the future lease payments. The lease payments are discounted using the interest rate implicit in the lease or, if not readily determinable, using the incremental borrowing rates in the country of domicile of these leases. Lease liabilities are remeasured with a corresponding adjustment to the related right of use asset if the Company changes its assessment if whether it will exercise an extension or a termination option.

Lease liability and ROU asset have been separately presented in the Balance Sheet and lease payments have been classified as financing cash flows.

Notes to the financial statements for the year ended 31st March, 2023

3.7 Impairment of non-financial assets

As at each balance sheet date, the Company assesses whether there is an indication that an asset may be impaired and also whether there is an indication of reversal of impairment loss recognised in the previous periods. If any indication exists, or when annual impairment testing for an asset is required, if any, the Company determines the recoverable amount and impairment loss is recognised when the carrying amount of an asset exceeds its recoverable amount.

Recoverable amount is determined:-

- a) In the case of an individual asset, at the higher of the fair value less cost to sell and the value in use ; and
- b) In the case of cash generating unit (a group of asset that generates identified, independent cash flow), at the higher of the cash generating unit's fair value less cost to sell and the value in use.

In assessing value in use, the estimated future cash flows are discounted to their present value using a pre-tax discounting rate that reflect the current market assessment of the time value of the money and the risk specific to the asset. In determining fair value less cost of disposal, recent market transaction is taken into account. If no such transaction can be identified, an appropriate valuation model is used. These calculations are corroborated by valuation multiples, quoted share prices for publicly traded companies or other available fair value indicators.

3.8 Financial Instruments

A financial instrument is any contract that gives rise to a financial asset of one entity and a financial liability or equity instrument of another entity.

A) Financial Assets

Initial Recognition and measurement of Financial Assets

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

Financial assets are classified, at initial recognition, in the same manner as described in subsequent measurement.

Purchases or sales of financial assets that require delivery of assets within a time frame established by regulation or convention in the market place (regular way trades) are recognised on the trade date, i.e. the date the Company commits to purchase or sell the asset

Subsequent measurement

For purposes of subsequent measurement, financial assets are classified in four categories:

- (a) Financial assets at amortised cost
- (b) Financial assets at fair value through other comprehensive income (FVTOCI)
- (c) Financial assets at fair value through profit or loss (FVTPL)

Notes to the financial statements for the year ended 31st March, 2023

(d) Equity instruments measured at fair value through other comprehensive income (FVTOCI)

(a) Financial assets at amortised cost

A financial asset that meets the following two conditions is measured at amortised cost (net of any write down for impairment) unless the asset is designated at fair value through profit or loss under the fair value option.

i) Business model test : The objective of the Company's business model is to hold the financial asset to collect the contractual cash flows (rather than to sell the instrument prior to its contractual maturity to realize its fair value changes).

ii) Cash flow characteristics test : The contractual terms of the financial asset give rise on specified dates to cash flows that are solely payments of principal and interest on the principal amount outstanding.

After initial measurement, such financial assets are subsequently measured at amortised cost using the effective interest rate (EIR) method. Amortised cost is calculated by taking into account any discount or premium on acquisition and fees or costs that are an integral part of the EIR. The EIR amortisation is included in finance income in the profit or loss. The losses arising from impairment are recognised in the profit or loss.

Effective Interest Rate (EIR) method is a method of calculating the amortised cost of a debt instrument and of allocating interest income over the relevant period. The effective rate is the rate that exactly discounts estimated future cash receipts (including all fees and points paid or received that form an integral part of the effective interest rate, transaction costs and other premiums or discounts) through the expected life of the debt instrument or where appropriate, a shorter period to the net carrying amount on initial recognition

(b) Financial assets at fair value through other comprehensive income (FVTOCI)

A financial asset that meets the following two conditions is measured at fair value through other comprehensive income unless the asset is designated at fair value through profit or loss under the fair value option.

i) Business model test : The financial asset is held within a business model whose objective is achieved by both collecting contractual cash flows and selling financial assets.

ii) Cash flow characteristics test : The contractual terms of the financial asset give rise on specified dates to cash flows that are solely payments of principal and interest on the principal amount outstanding.

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

FVTPL is a residual category for financial assets. Any financial asset, which does not meet the criteria for categorization as at amortized cost or as FVTOCI, is classified as at FVTPL.

Notes to the financial statements for the year ended 31st March, 2023

In addition, the Company may elect to designate a financial asset, which otherwise meets amortized cost or FVTOCI criteria, as at FVTPL. However, such election is allowed only if doing so reduces or eliminates a measurement or recognition inconsistency (referred to as 'accounting mismatch') that would otherwise arise from measuring financial assets and financial liabilities or recognising the gains or losses on them on different bases.

Financial assets included within the FVTPL category are measured at fair value with all changes recognized in the statement of profit and loss.

(d) Equity instruments measured at fair value through other comprehensive income (FVTOCI)

Equity instruments which are held for trading are classified as at FVTPL. For all other equity instruments, the Company may make an irrevocable election to present in other comprehensive income subsequent changes in the fair value. The Company makes such election on an instrument by instrument basis. The classification is made on initial recognition and is irrevocable.

If an equity investment is not held for trading, an irrevocable election is made at initial recognition to measure it at fair value through other comprehensive income with only dividend income recognised in the statement of profit and loss.

If the Company decides to classify an equity instrument as at FVTOCI, then all fair value changes on the instrument, excluding dividends, are recognized in the OCI. There is no recycling of the amounts from other comprehensive income to statement of profit and loss, even on sale of investment. However, the Company may transfer the cumulative gain or loss within equity.

Equity instruments included within the FVTPL category are measured at fair value with all changes recognized in the statement of profit and loss.

Derecognition

A financial asset (or, where applicable, a part of a financial asset or part of a group of similar financial assets) is primarily derecognised (i.e. removed from the Company's financial statement) when:

The rights to receive cash flows from the asset have expired, or

The Company has transferred its rights to receive cash flows from the asset or has assumed an obligation to pay the received cash flows in full without material delay to a third party under a 'pass-through' arrangement; and either:

(i) the Company has transferred substantially all the risks and rewards of the asset, or

(ii) the Company has neither transferred nor retained substantially all the risks and rewards of the asset, but has transferred control of the asset.

When the Company has transferred its rights to receive cash flows from an asset or has entered into a pass-through arrangement, it evaluates if and to what extent it has retained the risks and rewards of ownership. When it has neither transferred nor retained substantially all of the risks and rewards of the asset, nor transferred control of the asset, the Company continues to recognise the transferred asset to the extent of the Company's continuing involvement. In that case, the Company also recognises an associated liability. The transferred asset and the associated liability are measured on a basis that reflects the rights and obligations that the Company has retained.

Continuing involvement that takes the form of a guarantee over the transferred asset is measured at the lower of the original carrying amount of the asset and the maximum amount of consideration that the Company could be required to repay.

Notes to the financial statements for the year ended 31st March, 2023

Write Off

An entity shall directly reduce the gross carrying amount of a Financial Asset when the entity has no reasonable expectation of recovering a financial asset in its entity or for a portion thereof.

Investment in joint ventures and subsidiaries:

The Company has accounted for its investment in joint ventures and subsidiaries at cost.

Impairment of financial assets

The Company applies expected credit losses (ECL) model for measurement and recognition of impairment loss on the following financial assets:

- (a) Financial assets measured at amortised cost
- (b) Financial assets measured at fair value through other comprehensive income (FVTOCI)

Expected Credit Losses are measured through either 12 month ECL or lifetime ECL and it is assessed as following:

For recognition of impairment loss on financial assets, the Company determines that whether there has been a significant increase in the credit risk since initial recognition. If credit risk has not increased significantly, 12-month ECL is used to provide for impairment loss. However, if credit risk has increased significantly, lifetime ECL is used. If, in the subsequent period, credit quality of the instrument improves, such that there is no longer a significant increase in credit risk since initial recognition, then the entity reverts to recognising impairment loss allowance based on 12-month ECL.

Lifetime ECL are the expected credit losses resulting from all possible default events over the expected life of a financial instrument. The 12-month ECL is a portion of the lifetime ECL which results from default events that are possible within 12 months after the reporting date.

The Company follows 'simplified approach' for recognition of impairment loss allowance on trade receivables.

The application of simplified approach does not require the Company to track changes in credit risk. Rather, it recognises impairment loss allowance based on lifetime ECLs at each reporting date, right from its initial recognition.

The Company follows a provision matrix to determine impairment loss allowance on the portfolio of trade receivables. The provision matrix is based on its historical observed default rates over the expected life of the trade receivables and is adjusted for forward looking estimates. At every reporting date, the historical observed default rates are updated and changes in the forward looking estimates are analysed.

For assessing increase in credit risk and impairment loss, the Company combines financial instruments on the basis of shared credit risk characteristics with the objective of facilitating an analysis that is designed to enable significant increases in credit risk to be identified on a timely basis.

Notes to the financial statements for the year ended 31st March, 2023

B) **Financial liabilities**

All financial liabilities are recognised initially at fair value and, in the case of loans and borrowings and payables, net of directly attributable transaction costs.

The Company's financial liabilities include loans and borrowings, trade and other payables and derivative financial instruments.

Subsequent measurement

The measurement of financial liabilities depends on their classification, as described below:

(a) Financial liabilities at fair value through profit or loss

Financial liabilities at fair value through profit or loss include financial liabilities held for trading and financial liabilities designated upon initial recognition as at fair value through profit or loss.

Financial liabilities are classified as held for trading if they are incurred for the purpose of repurchasing in the near term. This category also includes derivative financial instruments entered into by the Company that are not designated as hedging instruments in hedge relationships as defined by Ind AS 109. Separated embedded derivatives are also classified as held for trading unless they are designated as effective hedging instruments.

Gains or losses on liabilities held for trading are recognised in the statement of profit and loss.

Financial liabilities designated upon initial recognition at fair value through profit or loss are designated as such at the initial date of recognition, and only if the criteria in Ind AS 109 are satisfied.

(b) Loans and borrowings

After initial recognition, interest-bearing loans and borrowings are subsequently measured at amortised cost using the effective interest rate (EIR) method. Gains and losses are recognised in statement of profit and loss when the liabilities are derecognised as well as through the EIR amortisation process.

Amortised cost is calculated by taking into account any discount or premium on acquisition and fees or costs that are an integral part of the EIR. The EIR amortisation is included as finance costs in the statement of profit and loss.

(c) Financial Guarantee Contracts

Financial guarantee contracts issued by the Company are those contracts that require a payment to be made to reimburse the holder for a loss it incurs because the specified debtor fails to make a payment when due in accordance with the terms of a debt instrument. Financial guarantee contracts are recognised initially as a liability at fair value, adjusted for transaction costs that are directly attributable to the issuance of the guarantee. Subsequently, the liability is measured at the higher of the amount of loss allowance determined as per impairment requirements of Ind AS 109 and the amount recognised less cumulative amortisation.

Notes to the financial statements for the year ended 31st March, 2023

Derecognition

A financial liability is derecognised when the obligation under the liability is discharged or cancelled or expires. When an existing financial liability is replaced by another from the same lender on substantially different terms, or the terms of an existing liability are substantially modified, such an exchange or modification is treated as the derecognition of the original liability and the recognition of a new liability. The difference in the respective carrying amounts is recognised in the statement of profit and loss.

Offsetting of financial instruments

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

Derivative financial instruments and hedge accounting

The Company enters into derivative contracts such as forward currency contract, option contract and cross currency and interest rate swaps to hedge foreign currency risks and interest rate risks. Such derivative financial instruments are initially recognised at fair value on the date on which a derivative contract is entered into and are subsequently re-measured at fair value. Derivatives are carried as financial assets when the fair value is positive and as financial liabilities when the fair value is negative.

Any gains or losses arising from changes in the fair value of derivatives are taken directly to profit or loss, except for the effective portion of cash flow hedges, which is recognised in other comprehensive income and later reclassified to statement of profit and loss when the hedge item affects profit or loss.

3.9 Cash and cash equivalents

Cash and cash equivalent in the balance sheet comprises cash in hand, cash at banks and short-term deposits with an original maturity of three months or less, which are subject to an insignificant risk of changes in value.

For the purpose of the statement of cash flows, cash and cash equivalents consist of cash in hand, cash at banks and short-term deposits, as defined above, net of outstanding bank overdrafts, if any, as they are considered an integral part of the cash management.

3.10' Foreign currency Transactions

The Company's financial statements are presented in Indian Rupee (Rs.) which is also Company's functional currency.

Foreign currency transactions are recorded on initial recognition in the functional currency, using the exchange rates prevailing on the date of transaction. At each balance sheet date, foreign currency monetary items are reported using the closing exchange rate. Exchange rate differences that arise on settlement of monetary items or on translating of monetary items at each balance sheet reporting date at the closing rate are recognised as income or expense in the period in which they arise except exchange difference on monetary items that qualify as a hedging instrument in a cash flow hedge are recognised initially in OCI to the extent the hedge is effective.

Non-monetary items which are carried at historical cost denominated in a foreign currency are reported using the exchange rates prevailing at the date of the transaction. Non-monetary items measured at fair value in a foreign currency are reported using the exchange rates prevailing at the date when fair value is determined.

Notes to the financial statements for the year ended 31st March, 2023

When a gain or loss on non-monetary items is recognised in OCI any exchange component of that gain / loss shall be recognised in OCI, conversaly when a gain or loss on a non-monetary item is recognised in Profit / loss any exchange component of that gain/loss shall be recognised in Profit / Loss.

3.11 Fair Value Measurement:

The Company measures financial instruments, such as, derivatives at fair value at each balance sheet date.

Fair value is the price that would be received to sell an asset or paid to transfer a liability in an orderly transaction between market participants at the measurement date. The fair value measurement is based on the presumption that the transaction to sell the asset or transfer the liability takes place either:

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

The principal or the most advantageous market must be accessible by the Company.

The fair value of an asset or a liability is measured using the assumptions that market participants would use when pricing the asset or liability, assuming that market participants act in their economic best interest.

A fair value measurement of a non-financial asset takes into account a market participant's ability to generate economic benefits by using the asset in its highest and best use or by selling it to another market participant that would use the asset in its highest and best use.

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

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

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

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

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

For assets and liabilities that are recognised in the financial statements on a recurring basis, the Company determines whether transfers have occurred between levels in the hierarchy by re-assessing categorisation (based on the lowest level input that is significant to the fair value measurement as a whole) at the end of each reporting period.

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

Notes to the financial statements for the year ended 31st March, 2023

3.12 Inventories

Raw materials : Inventories are valued at cost or net realisable value whichever is lower. Cost is determined by using the Weighted average method. Net realisable value is the estimated selling price in the ordinary course of business, less the estimated costs of completion and the estimated costs necessary to make the sale.

Finished Goods and Traded Goods: Inventories are valued at lower of cost and net realisable value. Finished goods include cost of conversion and other cost incurred for bringing the inventories to their present location and condition and Traded Goods includes purchase price and other cost incurred for bringing the inventories to their present location and condition.

Stores & Spareparts : Store and Spare Parts are valued at Cost.

3.13 Employee Benefits

Short Term Employee Benefits

Short term employee benefits are expensed as the related service is provided. A liability is recognised for the amount expected to be settled wholly before twelve months after the year end, if the Company has a present legal or constructive obligation to pay this amount as a result of past service provided by the employee and the obligation can be estimated reliably. It includes Salary, wages, paid annual leave.

Post Employment Benefits

Defined Contribution Plan

Retirement benefits in the form of contribution to Provident fund are defined contribution plans. The contributions are charged to the statement of profit and loss as and when due monthly and are paid to the Government administered Provident Fund towards which the Company has no further obligation beyond its monthly contribution. Superannuation benefit scheme is not existing in the Company.

Defined benefit plans:

The Company operates defined benefit plan viz., gratuity. The costs of providing benefits under this plan are determined on the basis of actuarial valuation at each year-end. Actuarial valuation is carried out for the plan using the projected unit credit method.

Defined benefit costs are comprised of:

- a) service cost (including current service cost, past service cost, as well as gains and losses on curtailments and settlements);
- b) Net interest expense or income; and
- c) Re-measurement.

The Company presents the first two components of defined benefit costs in profit or loss in the line item 'Employee benefits expense'. Curtailment gains and losses are accounted for as past service costs. Re-measurement of net defined benefit liability/ asset pertaining to gratuity comprise actuarial gains/ losses (i.e. changes in the present value resulting from experience adjustments and effects of changes in actuarial assumptions) and is reflected immediately in the balance sheet with a charge or credit recognised in other comprehensive income in the period in which they occur. Remeasurement recognised in other comprehensive income is reflected immediately in retained earnings and is not reclassified to profit or loss.

Notes to the financial statements for the year ended 31st March, 2023

3.14 Borrowing Cost

Borrowing costs that are directly attributable to the acquisition, construction or production of an asset that necessarily takes a substantial period of time to get ready for its intended use or sale are capitalised as part of the cost of the respective asset. All other borrowing costs are expensed in the period in which it is incurred.

Borrowing costs include interest expense calculated using the effective interest rate method as described in Ind AS 109- Financial Instruments, finance charges in respect of finance leases are recognised in accordance with Ind AS 116- Leases and exchange differences arising from foreign currency borrowings to the extent that they are regarded as an adjustment to interest costs.

3.15 Income Taxes

Income tax expense represents the sum of the tax currently payable and deferred tax. It is recognised in statement of profit and loss except to the extent that it relates to a business combination, or items recognised directly in equity or in other comprehensive income.

Current Tax

Current income tax represents the tax currently payable on the taxable income for the year and any adjustment to the tax in respect of the previous years. It is measured using tax rates enacted or substantively enacted at the reporting date.

Deferred Tax

Deferred tax is provided using the balance sheet approach on temporary differences at the reporting date between the tax bases of assets and liabilities and their carrying amounts for financial reporting purposes at the reporting date. Deferred income tax asset are recognized to the extent that it is probable that taxable profit will be available against which the deductible temporary differences, and the carry forward of unused tax credits and unused tax losses can be utilized.

The carrying amount of deferred tax assets is reviewed at each reporting date and reduced to the extent that it is no longer probable that sufficient taxable profit will be available to allow all or part of the deferred tax asset to be utilised. Unrecognised deferred tax assets are reassessed at each reporting date and are recognised to the extent that it has become probable that future taxable profits will allow the deferred tax asset to be recovered.

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

Deferred tax relating to items recognised outside profit or loss is recognised outside the statement of profit and loss. Deferred tax items are recognised in correlation to the underlying transaction either in other comprehensive income or directly in equity.

Notes to the financial statements for the year ended 31st March, 2023

Deferred tax assets and liabilities are offset only if:

- (i) entity has a legally enforceable right to set off current tax assets against current tax liabilities; and
- (ii) deferred tax assets and the deferred tax liabilities relate to the income taxes levied by the same taxation authority.

Current and deferred tax is recognised in the statement of profit and loss, except to the extent that it relates to items recognised in the Other Comprehensive Income or directly in equity. In this case, tax is also recognised in other comprehensive income or directly in equity, respectively.

3.16 Provisions, Contingent Liabilities and Contingent Assets

Provisions are recognised when the Company has a present obligation (legal or constructive) as a result of a past event, it is probable that an outflow of resources embodying economic benefits will be required to settle the obligation and a reliable estimate can be made of the amount of the obligation. When the Company expects some or all of a provision to be reimbursed, the reimbursement is recognised as a separate asset, but only when the reimbursement is virtually certain. The expense relating to a provision is presented in the statement of profit and loss net of any reimbursement.

If the effect of the time value of money is material, provisions are discounted using a current pre-tax rate that reflects, when appropriate, the risks specific to the liability. When discounting is used, the increase in the provision due to the passage of time is recognised as a finance cost.

Contingent Liabilities and Assets

Contingent Liabilities are not recognised but are disclosed in the notes. A disclosure for a contingent liability is made where there is a possible obligation arising out of past event, the existence of which will be confirmed only by the occurrence or non-occurrence of one or more uncertain future events not wholly within the control of the Company or a present obligation arising out of past event where it is either not probable that an outflow of resources will be required to settle or a reliable estimate of the amount cannot be made. Contingent Assets are not recognised but disclosed in the financial statements when economic inflow is probable.

3.17 Earnings per Share

Basic earnings per share is calculated by dividing the net profit or loss for the period after deducting any attributable tax thereto for the period by the weighted average number of equity shares outstanding during the period. For the purpose of calculating diluted earnings per share, the net profit or loss for the period attributable to equity shareholders and the weighted average number of shares outstanding during the period is adjusted for the effects of all dilutive potential equity shares.

3.18 Current and Non-current Classification

The Company presents assets and liabilities in the balance sheet based on current/ non current classification.

An asset is current when:

- It is expected to be realised or intended to be sold or consumed in normal operating cycle (twelve months),
- It is held primarily for the purpose of trading,
- It is expected to be realised within twelve months after the reporting period,

Notes to the financial statements for the year ended 31st March, 2023

- It is cash or cash equivalents unless restricted from being exchanged or used to settle a liability for at least twelve months after the reporting period.

All other assets are classified as non-current.

A liability is current when:

- It is expected to be settled in normal operating cycle (twelve months),

- It is held primarily for the purpose of trading,

- It is due to be settled within twelve months after the reporting period,

Or

- There is no unconditional right to defer the settlement of the liability for at least twelve months after the reporting period.

All other liabilities are classified as non-current.

3.19 Business Combination

Business combinations, if any, are accounted for using the acquisition accounting method as at the date of the acquisition, which is the date at which control is transferred to the Company. The consideration transferred in the acquisition and the identifiable assets acquired and liabilities assumed are recognised at fair values on their acquisition date. Goodwill is initially measured at cost, being the excess of the aggregate of the consideration transferred and the amount recognised for non-controlling interests, and any previous interest held, over the net identifiable assets acquired and liabilities assumed. If the Goodwill computed as per IND AS 103 is negative, the acquirer needs to reassess the identification and measurement of the acquiree's identifiable assets, liabilities and contingent liabilities and the measurement of the cost of combination. If negative goodwill remains, this is recognised immediately in OCI and accumulated in equity as Capital Reserve. The Company recognises any non-controlling interests, and any previous interest held, over the net identifiable assets acquired and liabilities assumed. The Company recognises any non-controlling interest in the acquired entity on an acquisition-by-acquisition basis either at fair value or at the non-controlling interest's proportionate share of the acquired entity's net identifiable assets. Consideration transferred does not include amounts related to settlement of pre-existing relationships. Such amounts are recognised in the Statement of Profit and Loss.

Transaction costs are expensed as incurred, other than those incurred in relation to the issue of debt or equity securities. Any contingent consideration payable is measured at fair value at the acquisition date. Subsequent changes in the fair value of contingent consideration are recognised in the statement of Profit and Loss.

If there is an acquisition of an asset or a group of assets that does not constitute a business. In such cases the Company shall identify and recognise the individual identifiable assets acquired (including those assets that meet the definition of, and recognition criteria for, intangible assets in Ind AS 38, Intangible Assets) and liabilities assumed. The cost of the group shall be allocated to the individual identifiable assets and liabilities on the basis of their relative fair values at the date of purchase. Such a transaction or event does not give rise to goodwill.

Notes to the financial statements for the year ended 31st March, 2023

04. Property Plant and Equipment

(Amount in Lacs)

Description	Gross Block			Depreciation / Amortisation			Net Block		
	As at 01-04-2022	Adjustment pursuant to Scheme of Arrangement	Addition during the year	As at 31-03-2023	As at 01-04-2022	For the Period	Sales/ Disposals	As at 31-03-2023	As at 31-03-2022
TANGIBLE ASSETS:									
Free hold Land	1,476.31	-	-	1,476.31	-	-	-	1,476.31	1,476.31
Factory Building	6,734.41	-	727.85	7,462.26	1,828.05	222.21	-	5,412.00	4,906.36
Plant & Machinery	16,893.75	-	1,755.60	18,635.98	3,959.94	657.06	1.86	14,020.84	12,933.80
Furniture & Fixture	252.65	-	129.06	381.71	132.11	28.60	-	221.01	120.55
Motor Car	233.57	-	21.27	240.27	49.88	33.25	9.62	166.77	183.70
Scooter, Moped & Cycle	2.44	-	0.81	2.86	0.67	0.27	0.37	2.29	1.76
Laboratory Equipment	840.75	-	165.83	1,006.58	415.92	82.56	-	498.49	424.83
Electrical Installation	1,357.30	-	92.03	1,449.33	886.04	112.53	-	998.56	471.26
Office Equipment	118.97	-	101.16	220.13	74.28	22.58	-	96.87	44.69
Air Conditioner	66.63	-	-	66.63	27.42	3.89	-	31.31	39.21
Computer	99.51	-	16.94	116.45	59.03	17.23	-	76.26	40.48
Total	28,076.30	-	3,010.54	31,058.52	7,433.34	1,180.17	11.85	8,601.66	20,642.96
Previous year	-	26,466.59	1,622.68	28,076.30	-	6,306.96	5.56	7,433.34	20,642.96

The title deeds of all the immovable property are in the name of Company.

Notes to the financial statements for the year ended 31st March, 2023

05. Capital Work In Progress

Description	Capital Work In Progress As at March,2023				
	As at 01-04-2022	Addition during the year	Amounts capitalised during the year	As at 31-03-2023	As at 31-03-2022
Capital Work In Progress	246.23	2,045.52	2,225.12	66.62	246.23
Total	246.23	2,045.52	2,225.12	66.62	246.23

Description	Capital Work In Progress As at March,2022				
	As at 01-04-2021	Addition during the year	Amounts capitalised during the year	As at 31-03-2022	As at 31-03-2021
Capital Work In Progress	-	246.23	-	246.23	-
Total	-	246.23	-	246.23	-

A.Capital Work In Progress

Ageing for capital work-in-progress as at March 31,2023 is as follows:

(Amount In Lacs)

	Amount in capital work- in- Progress for a period of				Total
	Less than 1 year	1-2 year	2-3 year	More than 3 years	
Projects in Progress	66.62	-	-	-	66.62
	66.62	-	-	-	66.62

A.Capital Work In Progress

Ageing for capital work-in-progress as at March 31,2022 is as follows:

(Amount In Lacs)

	Amount in capital work- in- Progress for a period of				Total
	Less than 1 year	1-2 year	2-3 year	More than 3 years	
Projects in Progress	246.23	-	-	-	246.23
	246.23	-	-	-	246.23

B.Project execution plans are modulated basis capacity requirement assessment on an annual basis and all the projects are executed as per rolling annual Plan.

Notes to the financial statements for the year ended 31st March, 2023

06. Other Intangible Assets

Description	Gross Block			Depreciation / Amortisation			Net Block				
	As at 01-04-2022	Adjustment pursuant to Scheme of Arrangement	Addition during the year	Sales/ Disposals	As at 31-03-2023	As at 01-04-2022	Adjustment pursuant to Scheme of Arrangement	For the Period	Sales/ Disposals	As at 31-03-2023	As at 31-03-2022
Technical Knowhow	0.20	-	-	-	0.20	-	-	0.20	-	-	0.20
Computer Software	227.36	-	-	-	227.36	217.86	-	1.98	-	219.84	7.52
Total	227.57	-	-	-	227.57	217.86	-	2.18	-	220.04	7.52
Previous year	-	227.57	-	-	227.57	-	215.62	2.24	-	217.86	9.71

(Amount in Lacs)

07. Right of Use - Lease

Description	Gross Block			Depreciation / Amortisation			Net Block				
	As at 01-04-2022	Adjustment pursuant to Scheme of Arrangement	Addition during the year	Sales/ Disposals	As at 31-03-2023	As at 01-04-2022	Adjustment pursuant to Scheme of Arrangement	For the Period	Sales/ Disposals	As at 31-03-2023	As at 31-03-2022
Right of Use (P&M)	93.43	-	-	-	93.43	29.59	-	18.06	-	47.65	63.84
Right of Use (Others)	3.22	-	30.74	-	33.96	1.52	-	9.36	-	10.88	1.70
Total	96.65	-	30.74	-	127.39	31.11	-	27.42	-	58.53	65.55
Previous year	-	93.43	-	-	93.43	-	10.90	18.69	-	29.59	63.84

Other Notes to Note No 04 to 07

A Disclosures for Property, Plant & Equipment (PPE), Capital Work-in-Progress (CWIP) and Other Intangible Assets

A1. Refer Note no.47 for information on Property Plant and Equipment and others intangibles assets pledged as security by the Company.

A2. Estimated amount of contracts remaining to be executed on capital account (net of advances) and not provided for the year ended 31st March, 2023 is Rs.57.85 lacs (31st March, 2022: Rs.57.11 Lac)

A3. There has been no impairment loss on above assets during the year.

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31st March 2023

(Amount In Lacs)

8 FINANCIAL ASSETS - OTHERS**Unsecured, considered good**

	Non Current		Current	
	As at 31st March 2023	As at 31st March, 2022	As at 31st March 2023	As at 31st March, 2022
(a) Security Deposit	104.92	95.19	141.49	77.33
(b) Investment in Term Deposits (with remaining maturity of more than 12 months)	1,365.07	592.52	-	-
(c) Derivative Instruments				
Foreign Exchange Forward Contracts	-	-	65.58	-
(c) Others - Advances Recoverable from				
Employees	-	-	99.68	73.04
Others	-	-	1.36	-
(d) Interest Accrued	-	-	42.55	62.64
Total	1,469.99	687.71	350.66	213.01

9. OTHER NON CURRENT ASSETS

	As at 31st March 2023	As at 31st March, 2022
(a) Capital Advances		
Unsecured - considered good	29.42	176.33
Total	29.42	176.33

There are no advances to directors or other officers of the Company or any of them either severally or jointly with any other persons or advances to firms or private companies respectively in which any director is a partner or a director or a member.

10. INVENTORIES

(As taken valued and certified by the management)
At Cost or NRV whichever is lower

	As at 31st March 2023	As at 31st March, 2022
(a) Raw materials		
- In Stock	18,781.70	23,676.26
(b) Finished goods		
- In Stock	2,254.13	3,115.16
(c) Stores and spares- at Cost		
- In Stock	737.36	779.46
Total	21,773.19	27,570.88

- During the year ended 31st March 2023 and year ended 31st March, 2022 no amount was recognised as an expense for the inventories carried at net realisable value.
- Refer Note No - 47 for details of Carrying amount of Inventories pledged with banks against Working Capital loans.
- Stores and Spares does not include machinery spares which can be used only in connection with an item of Property Plant and Equipments.

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31st March 2023

11. TRADE RECEIVABLES

- (a) Unsecured, considered good
(i) Others

Less: Allowance for bad and doubtful debts
Total (Net of Provision)

As at 31st March 2023	As at 31st March, 2022
36,586.99	35,003.19
36,586.99	35,003.19
275.64	133.87
36,311.36	34,869.32

- There are no debts due by directors or other officers of the Company or any of them either severally or jointly with any other persons or debts due by firms or private companies respectively in which any director is a partner or a director or a member.
- The Company has done the Impairment Assessment for Trade Receivables based on expected credit loss model considering the credit risk as significantly low. The Company has used a simplified approach based on a 12 months ECL. A provision matrix has been prepared based on historical credit loss experience adjusted as appropriate to reflect the current conditions and supportable forecast of future economic conditions. The Company has used the adjustment rate of 5% for worsening of future economic conditions.
- **Ageing for Trade Receivables - Current Outstandings as at 31st March, 2023 is as follows :-**

Particulars	Outstanding for following periods from due date of payment						Total
	Not Due	Less than 6 months	6 months -1 year	1 year -2 year	2 year -3 year	More than 3 year	
Trade Receivables							
Undisputed trade receivable- considerd good	27,267.76	9,131.51	54.15	48.82	12.44	72.31	36,586.99
Undisputed trade receivable- Which have significant increase in credit risk	-	-	-	-	-	-	-
Undisputed trade receivable- credit impaired	-	-	-	-	-	-	-
Disputed trade receivable- Considered good	-	-	-	-	-	-	-
Disputed trade receivable- Which have significant increase in credit risk	-	-	-	-	-	-	-
Disputed trade receivable-credit impaired	-	-	-	-	-	-	-
Total	27,267.76	9,131.51	54.15	48.82	12.44	72.31	36,586.99
Less: Allowances for doubtful trade receivable							275.64
Grand Total							36,311.36

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31st March 2023

- Ageing for Trade Receivables - Current Outstandings as at 31st March, 2022 is as follows :-

Particulars	Outstanding for following periods from due date of payment						Total
	Not Due	Less than 6 months	6 months- 1 year	1 year -2 year	2 year -3 year	More than 3 year	
Trade Receivables							
Undisputed trade receivable-considerd good	26,137.59	7,270.75	1,504.59	33.64	11.94	9.38	34,967.90
Undisputed trade receivable-Which have significant increase in credit risk	-	-	-	-	-	-	-
Undisputed trade receivable-credit impaired	-	-	-	-	-	-	-
Disputed trade receivable-Considered good	-	-	9.56	25.73	-	-	35.29
Disputed trade receivable-Which have significant increase in credit risk	-	-	-	-	-	-	-
Disputed trade receivable-credit impaired	-	-	-	-	-	-	-
Total	26,137.59	7,270.75	1,514.15	59.37	11.94	9.38	35,003.19
Less: Allowances for doubtful trade receivable							133.87
Grand Total							34,869.32

12 CASH & CASH EQUIVALENTS

	As at 31st March 2023	As at 31st March, 2022
(a) Balance with banks:		
(i) In Current Accounts	45.84	20.56
(ii) In EEFC Account	74.25	64.41
(ii) In Deposit with Original Maturity of less than 3 months	125.00	112.78
(b) Cash in hand (As certified by the management)	24.24	15.48
(c) Other Bank Balance		
(i) Unpaid Dividend account	1.19	-
(ii) Deposits with more than 3 months initial maturity	425.84	391.81
Total	696.37	605.04

13. OTHER CURRENT ASSETS

	As at 31st March 2023	As at 31st March, 2022
(a) Other Advances		
Unsecured, considered good		
(i) Balances with government departments	6,623.52	5,921.47
(ii) Advance to Suppliers		
- Others	581.27	1,069.12
- Related Party	691.02	507.90
(b) Prepaid Expenses	101.22	335.68
Total Other Current Assets	7,997.03	7,834.17
Less: Total Provision for Doubtful Advances/ Debts	-	-
Total (Net of Provision)	7,997.03	7,834.17

There are no advances to directors or other officers of the Company or any of them either severally or jointly with any other persons or advances to firms or private companies respectively in which any director is a partner or a director or a member.

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31st March 2023

14. EQUITY SHARE CAPITAL (Refer Statement of Changes in Equity)

	As at 31st March 2023	As at 31st March, 2022
Authorised Shares		
101,500,000 (Previous Year: 101,500,000 Shares of Rs 1 each) Shares of Rs. 1 each	1,015.00	1,015.00
	1,015.00	1,015.00
Issued, Subscribed and Paid Up		
9,40,72,930 equity shares of Rs. 1 each (Previous Year: NIL)	940.73	-
	940.73	-

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

Particulars	As at 31st March 2023		As at 31st March 2022	
	No. of Shares	Amount (Rs. In Lacs)	No. of Shares	Amount (Rs. In Lacs)
Equity Shares outstanding at the beginning of the year	-	-	10,000	1.00
Equity Shares issued during the year pursuant to scheme of arrangements	94,072,930	940.73	-	-
Equity Shares cancelled pursuant to scheme of arrangements	-	-	100,000.00	1.00
Equity Shares outstanding at the end of the year	94,072,930	940.73	-	-

Note : The 10,000 shares of Rs. 10 each has been further subdivided into 1,00,000 shares of Rs. 1 each pursuant to scheme of demerger.

(b) Terms/ Rights attached to Equity Shares

The Company has issued only one class of equity shares having a par value of Rs. 1 per share. Each equity shareholder is entitled to one vote per share. The dividend proposed by Board of Directors is subject to approval of the shareholders in the ensuing Annual General Meeting.

In event of liquidation of the Company, the holders of equity shares will be entitled to receive remaining assets of the Company, after distribution of all preferential amounts in proportion of their shareholding.

(c) Details of shareholders holding more than 5% shares in the Company

Sl. No.	Name of the Shareholders	As at 31st March 2023		As at 31st March 2022	
		No. of Shares held	% of Holding	No. of Shares held	% of Holding
1	Bbigplas Poly Pvt Ltd.	69,641,685	74.03%	-	-
2	Almond PolyTraders Pvt Ltd	7,750,000	8.24%	-	-

(d) Details of shareholding of Promoters & Promoters Group.

The detail of shares held by the promoters & Promoters Group as at 31.03.2023

Sl. No.	Name of the Promoters & Promoter Group	As at 31st March 2023		As at 31st March 2022		% Change during the Year
		No. of Shares held	% of Holding	No. of Shares held	% of Holding	
1	Late Surendra Kumar Surana	3,505.00	0.004%	-	-	-
2	Narrindra Suranna	500.00	0.001%	-	-	-
3	Ddev Surana	683,850.00	0.727%	-	-	-
4	Tara Devi Surana	75,505.00	0.080%	-	-	-
5	Sarla Surana	500.00	0.001%	-	-	-
6	Bbigplas Poly Pvt Ltd	69,641,685	74.03%	-	-	-

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31st March 2023

- (e) The Company for the Period of five year immediately preceding the reporting date has not:
 (i) Alloted any class of shares as fully paid pursuant to contract(s) without payment being received in cash.
 (ii) Alloted fully paid shares by way of bonus shares.
 (iii) Bought Back of any class of shares

14A. EQUITY SHARE CAPITAL SUSPENSE (Refer Statement of Changes in Equity)

Equity Share Capital Suspense

As at 31st March 2023	As at 31st March, 2022
-	*940.73
-	940.73

Note - During the year 31st March, 2023 9,40,72,930 equity shares of Rs. 1 each fully paid to be issued pursuant to scheme of arrangement of Kkalpana Industies (India) Ltd. with the Company. However, The equity shares of Company were listed on 26.07.2022 on the Bombay Stock Exchange Limited (BSE) and all the shares have been Issued,Subscribed and Fully paid up.

15. OTHER EQUITY (Refer Statement of Changes in Equity)

(a) Security Premium

This reserves are used to record the premium on issue of shares. The reserve would be utilized in accordance with the provisons of the Act.

As per Last Financial Statement
 Add: Amount adjusted pursuant to scheme of arrangement
 Add: During the year

As at 31st March 2023	As at 31st March, 2022
5,174.08	-
-	5,174.08
-	-
5,174.08	5,174.08

(b) Capital Reserve and Amalgamation Reserve

As per Last Financial Statement
 Add: Amount adjusted pursuant to scheme of arrangement
 Add: Amount adjusted pursuant to reduction and cancellation of equity shares as per scheme of arrangement
 Add: During the year

As at 31st March 2023	As at 31st March, 2022
830.19	-
-	829.19
-	1.00
-	-
830.19	830.19

(c) General Reserve

The General reserve is created by way of transfer of profits from retained earnings for appropriation purposes. This reserve is utilised in accordance with the provisions of the Act.

As per Last Financial Statement
 Add: Amount adjusted pursuant to scheme of arrangement
 Add: During the year

As at 31st March 2023	As at 31st March, 2022
3,305.22	-
-	3,305.22
-	-
3,305.22	3,305.22

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31st March 2023

(d) Retained Earnings

Retained earnings are the profits that the Company has earned till date, less any transfers to general reserve, dividends or other distributions paid to shareholders.

	As at 31st March 2023	As at 31st March, 2022
As per Last Financial Statement	28,974.80	(0.35)
Add: Amount adjusted pursuant to scheme of arrangement	-	23,497.06
Less: Equity Dividend	(225.78)	-
Add: During the year	10,409.62	5,478.09
	39,158.65	28,974.80

(e) Other Comprehensive Income

It comprises of remeasurements of the net defined benefit plans on actuarial valuation of Gratuity.

	As at 31st March 2023	As at 31st March, 2022
As per Last Financial Statement	(35.08)	-
Add: During the year	51.46	(35.08)
	16.38	(35.08)
Total Reserves (a+b+c+d+e)	48,484.51	38,249.20

16. LONG TERM BORROWINGS

Secured

(a) Vehicle loan from Banks

Total

* Refer Note No.20

Non Current		Current *	
As at 31st March 2023	As at 31st March, 2022	As at 31st March 2023	As at 31st March, 2022
-	3.30	3.30	6.81
-	3.30	3.30	6.81

Details of terms of repayment of long term borrowings

(i) Vehicle Loan- secured by hypothecation against Motor Car to be paid in 60 equal monthly installment

17. FINANCE LEASE LIABILITY

(i) Finance Lease Liability

Non Current		Current	
As at 31st March 2023	As at 31st March, 2022	As at 31st March 2023	As at 31st March, 2022
22.14	39.54	17.41	19.04
22.14	39.54	17.41	19.04

18. LONG TERM PROVISIONS

(a) Employee benefits

(i) Gratuity (Refer Note No. 38(b))

Total

As at 31st March 2023	As at 31st March, 2022
326.18	291.65
326.18	291.65

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31st March 2023

19 DEFERRED TAX LIABILITIES (NET)

	As at 31st March 2023	As at 31st March, 2022
(a) Liabilities :		
Depreciation and ammortization expenses	2,565.68	2,481.27
Items under financial assets and financial liabilities giving temporary differences	7.38	1.75
Total (a)	2,573.06	2,483.03
(b) Assets :		
Items under financial assets and financial liabilities giving temporary differences	97.18	73.12
Provision for doubtful debts & obsolescence	69.37	33.69
Total (b)	166.55	106.81
Net Liability (a-b)	2,406.50	2,376.22

Reconciliation of Deferred Tax Assets/ Liabilites (Net):

	As at 31st March 2023	As at 31st March, 2022
Opening balance as at the beginning of the Year	2,376.22	-
Add: Amount adjusted pursuant to scheme of arrangement	-	2,268.68
Tax (benefit) / expense during the period recognised in profit or loss	12.98	119.33
Tax impact on items of Other Comprehensive income that will not be classified to profit & loss	17.31	(11.80)
Closing balance as at the end of the Year	2,406.50	2,376.22

20. SHORT TERM BORROWINGS

	As at 31st March 2023	As at 31st March, 2022
Secured		
(a) Loans repayable on demand		
Cash credits from bank *	573.72	2,786.13
Working Capital Demand Loan from Bank	5,000.00	8,608.59
Short Term Loan from Bank	-	1,500.00
(b) Current maturities of long-term debts (Refer Note No.16)	3.30	6.81
Total	5,577.02	12,901.54

* These Loans are repayable on demand and carries interest as applicable from time to time.

* Working Capital facilities (fund based and non fund based limits) are secured by 1st pari passu charge by way of hypothecation over entire current assets, stock and trade receivables of the company both present and future and lien on fixed deposit of INR 1.35 crores and 2nd pari passu charge by way of equitable mortgage over all present and future movable propoerties of Dhulagarh unit and movable and immovable properties of Daman, Dadra and Surangi units.

* All charges are registered with ROC within statutory period by the Company.

* Bank returns/Quarterly Stock statements filed/Submitted by the Company with its bankers are in agreement with books of account.

21. TRADE PAYABLES

	As at 31st March 2023	As at 31st March, 2022
(a) Micro & Small Enterprises	1,126.96	1,150.89
(b) Others		
Acceptances secured *	14,384.42	28,047.26
Sundry Creditors for goods	13,277.24	4,978.44
Sundry Creditors for expenses	283.92	910.48
Total	29,072.54	35,087.07

* Secured by way of hypothecation of stocks and book debts in favor of the Company's banker.

Micro enterprises and Small enterprises under the Micro, Small and Medium Enterprises Development Act, 2006 have been determined based on the confirmations received in response to intimation in this regard sent to the suppliers. Interest in terms of Section 16 of Micro, Small and Medium Enterprises Development Act, 2006 due and remaining unpaid as at March 31, 2023 – Rs 13.37 lacs. (P.Y. Rs.1.69 lacs)

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31st March 2023

Ageing for trade payables outstanding as at March 31, 2023 is as follows:

Particulars	Not due	Outstanding for following periods from due date of payment				Total
		Less than 1 year	1-2 years	2-3 years	More than 3 years	
Trade payables						
MSME*	905.95	221.01	-	-	-	1,126.96
Others	12,635.66	925.50	-	-	-	13,561.16
Disputed dues - MSME*	-	-	-	-	-	-
Disputed dues - Others	-	-	-	-	-	-
Total	13,541.61	1,146.52	-	-	-	14,688.12
Accrued expenses	-					
Grand Total						14,688.12

Ageing for trade payables outstanding as at March 31, 2022 is as follows:

Particulars	Not due	Outstanding for following periods from due date of payment				Total
		Less than 1 year	1-2 years	2-3 years	More than 3 years	
Trade payables						
MSME*	1,117.92	31.65	1.00	0.32	-	1,150.89
Others	5,785.33	93.88	9.71	-	-	5,888.92
Disputed dues - MSME*	-	-	-	-	-	-
Disputed dues - Others	-	-	-	-	-	-
Total	6,903.25	125.53	10.71	0.32	-	7,039.81
Accrued expenses	-					
Grand Total						7,039.81

*MSME as per the Micro, Small and Medium Enterprises Development Act, 2006.

22. CURRENT FINANCIAL LIABILITIES-OTHER

- (a) Interest accrued but not due on borrowings
 - (b) Unpaid dividends
 - (c) Others
 - (i) Creditors for Capital Goods
 - (ii) Other Liability
- Total**

As at 31st March 2023	As at 31st March, 2022
30.53	38.81
1.19	-
398.55	37.33
2,447.51	1,025.60
2,877.79	1,101.74

23. OTHER CURRENT LIABILITIES

- (a) Advance payments from customers
 - (b) Other payables
 - (i) Statutory dues
- Total**

As at 31st March 2023	As at 31st March, 2022
281.77	811.42
151.74	134.88
433.52	946.30

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31st March 2023

24. SHORT TERM PROVISIONS

(a) Employee benefits	
Leave encashment (unfunded)	
Gratuity (Refer Note No.38(b))	
Total	

As at 31st March 2023	As at 31st March, 2022
194.34	181.42
33.62	68.12
227.96	249.54

25. CURRENT TAX LIABILITIES

Income Tax (Net of Payments)	
------------------------------	--

As at 31st March 2023	As at 31st March, 2022
841.58	715.03
841.58	715.03

26. REVENUE FROM OPERATIONS**(a) Sale of Products**

(i) Polyethylene	
(ii) Poly Vinyl Chloride	
(iii) Others	
Total	

For the Year 2022-2023	For the Year 2021-2022
209,251.36	168,884.04
29,118.28	36,607.57
12,005.10	17,198.67
250,374.74	222,690.28

27. OTHER INCOME

(a) Interest income	
(b) Exchange difference other than considered as finance cost (net)	
(c) Fair Value gain or (losses) on derivatives	
(d) Export Incentive	
(e) Unwinding of Interest on security deposit	
(f) Insurance Claim Received	
(g) Loss/(Profit) on sale of Investment	
(h) Other Miscellaneous Income	
Total	

For the Year 2022-2023	For the Year 2021-2022
76.79	67.38
1,910.89	1,716.42
65.58	-
364.71	173.95
8.35	9.74
53.85	133.29
10.00	-
88.55	132.79
2,578.70	2,233.58

28. COST OF MATERIALS CONSUMED

Inventory at the beginning of the year	
Add: Amount adjusted pursuant to scheme of arrangement	
Add: Purchases during the year	
Less: Raw Material at the end of the Year	
Total Cost of Material Consumed	

For the Year 2022-2023	For the Year 2021-2022
23,676.26	-
-	19,111.11
209,157.40	198,249.47
18,781.70	23,676.26
214,051.96	193,684.32

Details of Raw Material Consumed

LLDPE/ LDPE	
PVC Resin	
Plastic Scrap	
Other items	

150,776.71	124,626.90
15,769.79	23,669.14
973.90	208.55
46,531.56	45,179.73
214,051.96	193,684.32

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31st March 2023

29. CHANGES IN INVENTORIES OF FINISHED GOODS & STOCK IN TRADE

	For the Year 2022-2023	For the Year 2021-2022
(a) Stocks at the beginning of the year		
Finished goods	3,115.16	-
Add: Amount adjusted pursuant to scheme of arrangement		
Finished goods	-	3,056.75
(b) Less: Stocks at the end of the year		
Finished goods	2,254.13	3,115.16
Total	861.03	(58.40)

30. EMPLOYEE BENEFITS EXPENSE

	For the Year 2022-2023	For the Year 2021-2022
(a) Salaries, Wages, Bonus and Gratuity	3,360.98	3,164.54
(b) Contribution to Provident and other funds	77.35	71.62
(c) Workmen and staff welfare expenses	83.05	74.65
Total	3,521.37	3,310.81

31. FINANCE COSTS

	For the Year 2022-2023	For the Year 2021-2022
(a) Interest expense		
(i) To Banks	2,543.05	2,637.19
(ii) To Others	-	351.16
(b) Other borrowing costs	776.68	672.72
(c) Unwinding of Interest	3.99	415.52
Total	3,323.73	4,076.58

32. OTHER EXPENSES

	For the Year 2022-2023	For the Year 2021-2022
(a) Consumption of Stores and Spare Parts	672.60	443.23
(b) Power & Fuel	3,134.13	2,667.03
(c) Rent (Refer Note no. 52)	593.21	617.74
(d) Repair & Maintenance - Building	395.81	304.90
(e) Repair & Maintenance - Machinery	272.52	313.81
(f) Repair & Maintenance - Others	584.05	259.19
(g) Insurance Charges	444.66	447.48
(h) Rates & Taxes	52.44	36.64
(i) Payments to Auditors (Refer Note (i) below)	4.00	1.60
(j) Directors' Fees	4.50	-
(k) Bad debts / Advances Written off	227.16	2,545.68
(l) Loss on sale of Property Plant & Equipments	6.01	7.42
(m) Selling & Distribution Expenses	7,761.01	6,324.98
(n) Security Charges	99.62	94.75
(o) Professional & Consultancy Charges	259.22	360.02
(p) Provision for doubtful debts	141.77	-
(q) CSR expenses (Refer Note No. 37)	75.00	-
(r) Miscellaneous expenses	1,221.46	773.57
Total	15,949.17	15,198.02

Refer Note :- (i)

Auditors' remuneration and expenses

Audit fees	3.25	1.10
Tax audit fees	0.75	0.50
Fees for other services	-	-
Total	4.00	1.60

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31st March 2023

33 Income Tax

	For the Year 2022-2023	For the Year 2021-2022
I Income tax related to items charged or credited directly to profit or loss during the year:		
(a) Statement of profit and loss		
(i) Current Income Tax	3,529.30	1,962.23
(ii) Deferred Tax expense/ (benefit)	12.98	119.33
(iii) Tax for earlier years	84.50	-
	3,626.78	2,081.56
(b) Other Comprehensive Income		
(i) Deferred Tax related to items recognised in OCI during the year:		
- Net expense/(benefit) on remeasurements of defined benefit plans	17.31	(11.80)
	17.31	(11.80)
Total (a+b)	3,644.09	2,069.76

II Reconciliation of tax expense and the accounting profit multiplied by India's domestic tax rate for 31st March, 2023 and 31st March, 2022:

Accounting profit before income tax as per Ind AS	14,036.41	7,559.65
At Income tax rate of 25.168% (31st March, 2022: 25.168%)	3,532.68	1,902.61
Tax effect of items that are not deductible for tax purpose	27.94	4.84
Tax effect of items that are taxed at Special Rates	1.72	-
Deffered Tax Recognised in OCI	17.31	-
Tax for Earlier Years	84.50	-
Others	(20.07)	162.31
At the effective income tax rate	3,644.09	2,069.76
Income tax expense reported in the statement of profit and loss	3,644.09	2,069.76
Difference	-	-

34. Other Comprehensive Income

	For the Year 2022-2023	For the Year 2021-2022
i Items that will not be classified to profit and loss		
- Remeasurement gain/ (losses) on defined benefit plans	68.77	(46.88)
ii Income tax relating to items that will not be classified to profit and loss		
- Remeasurement gain/ (losses) on defined benefit plans	(17.31)	11.80
Total	51.46	(35.08)

For B. Mukherjee & Co.
Chartered Accountants
Firm Registration No:302096E

S K Mukherjee
Partner
Membership No.006601
Date : 16th May, 2023
Place : Kolkata

For and on behalf of Board of Directors

Narrindra Suranna
(DIN: 00060127)
Chairman and Managing Director

Tanvi Goenka
(Membership No. ACS 31176)
Company Secretary

Ddev Surana
(DIN: 08357094)
Whole Time Director

Arihant Bothra
Chief Financial Officer

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31st March 2023

OTHER NOTES FORMING PART OF THE FINANCIAL STATEMENTS

35 Contingent liabilities & Commitments

A Contingent liabilities Not Provided for:-

- (a) Claims against the Company not acknowledged as debts
-Demand raised by following authorities in dispute:
(i) Income tax matters

B Bank Gurantee

C Capital Commitments

Estimated Value of contracts in Capital account remaining to be executed and not provided for
(Net of advances)

D Other Commitments

Letter of Credit

(Rs. In Lacs)	
As at 31st March, 2023	As at 31st March, 2022
-	-
1,454.45	517.01
57.85	57.12
5875.42	4,921.38

36 DETAILS OF LOANS GIVEN, INVESTMENTS MADE AND GUARANTEE GIVEN COVERED U/S 186(4) OF THE COMPANIES ACT, 2013

A. Loan Given

There are no loans given by the company.

B. Investment Made

There are no investments by the company.

C. Securities Given

There is no security given during the year.

37 DISCLOSURE ON CORPORATE SOCIAL RESPONSIBILITY EXPENSES

- (a) Gross amount required to be spent by the Company during the year in pursuance to the provisions of Section 135 of the Companies Act, 2013 and rules made thereunder : Rs.72.50 lacs (PY Rs. Nil).
(b) Amount Unspent as at 31.3.2023 Rs. NIL (P.Y 31.3.2022 Rs. Nil)
(c) Amount spent during the year 2022-23 are shown under other expenses in the statement of Profit & Loss (Refer Note No.32)

		(Rs. In lacs)	
<u>S. No.</u>	<u>Particulars</u>	As at 31st March, 2023	As at 31st March, 2022
(i)	Spent during the year		
	(a) On construction/ acquisition of any assets.	-	-
	(b) On purpose other than (a) mentioned above	75.00	-
(ii)	Yet to spend	-	-
	Total-	75.00	-

* Note- Average Net profit of the company during the immediately preceding financial year i.e 2020-21 results in loss (being the company has been incorporated on 07.12.2020 , thereby gross amount required to be spent by company for financial year 2021-22 is Rs. Nil

38 DISCLOSURES AS REQUIRED BY IND AS 19, EMPLOYEE BENEFITS

(a) Defined contribution plans:

Contribution to defined contribution plan, recognised as expense for the year as under:

- (i) Employer's contribution to Government Provident Fund, Pension Fund & ESI
Total

As at 31st March, 2023	As at 31st March, 2022
77.35	71.62
77.35	71.62

(b) Defined benefit plan:

Gratuity

The Employee's Gratuity Fund Scheme, which is defined benefit plan, is managed by Trust maintained with Life Insurance Corporation of India. The liabilities with respect to Gratuity Plan are determined by actuarial valuation on projected unit credit method on the balance sheet date, based upon which the Company contributes to the Group Gratuity Scheme. The difference, if any, between the actuarial valuation of the gratuity of employees at the year end and the balance of funds

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31st March 2023

with Life Insurance Corporation of India, is provided for as assets/ (liability) in the books. Actuarial gains/ (losses) for defined benefit plans are recognised in full and are immediately taken to the statement of profit and loss and Other Comprehensive Income accordingly as per Actuarial Valuation Report.. The Gratuity Plan provides a lump sum payment to vested employees at retirement, death, incapacitation or termination of employment, of an amount equivalent to 15 to 30 days' salary for each completed year of service . Vesting occurs upon completion of five continuous years of service in accordance with Indian law. The gratuity fund is separately administered by a Gratuity Fund Trust.

	(Rs. In Lacs)	
	Gratuity (Funded)	
	As at 31st March, 2023	As at 31st March, 2022
I Following information are based on report of actuary for employee benefit expenses		
(A) Change in present value of the obligation during the year		
(1) Present value of obligation at year beginning	496.83	-
(2) Current service cost	42.75	47.21
(3) Interest cost	35.27	-
(4) Benefits paid	(13.77)	-
(5) Increase/(Decrease) due to effect of Demerger	-	376.74
(6) Actuarial (gain) / loss arising from changes in demographic assumptions	-	-
(7) Actuarial (gain) / loss arising from changes in financial assumptions	(6.94)	(6.81)
(8) Actuarial (gain) / loss arising from changes in experience adjustments	(64.80)	79.69
(9) Present value of obligation at year end	489.33	496.83
(B) Change in fair value of plan assets during the year		
(1) Fair value of plan assets at year beginning	137.04	-
(2) Interest income on plan assets	9.24	-
(3) Expected return on plan assets other than interest income	(2.97)	-
(4) Contribution made by the Employer *	-	-
(5) Benefits paid	(13.77)	-
(6) Increase/(Decrease) due to effect of Demerger	-	137.04
(7) Fair value of plan assets at year end	129.53	137.04
(C) Reconciliation of obligation and fair value of assets		
(1) Present value of the obligation at year end	489.33	496.83
(2) Fair value of plan assets at year end	129.53	137.04
(3) Funded status [surplus / (deficit)]	(359.80)	(359.79)
(D) Expense recognised in the Statement of Profit and Loss		
(1) Current service cost	42.75	47.21
(2) Interest cost	35.27	-
(3) Interest income on plan assets	(9.24)	-
Net cost recognised in Profit or Loss	68.79	47.21
(E) Recognised in Other Comprehensive Income		
(1) Expected return on plan assets other than interest income	2.97	0.00
(2) Actuarial (gain) / loss arising from changes in demographic assumptions	-	0.00
(3) Actuarial (gain) / loss arising from changes in financial assumptions	(6.94)	-6.81
(4) Actuarial (gain) / loss arising from changes in experience adjustments	(64.80)	79.69
Net (gain)/ loss recognised in Other Comprehensive Income	(68.77)	72.88
(F) Net Defined benefit liability/(Asset) Reconciliation		
(1) Net Defined benefit liability/(Asset) at the beginning of the year	359.79	-137.04
(2) Defined benefit cost included in P/L	68.79	47.21
(3) Total remeasurement included in OCI	(68.77)	72.88
(4) Increase/(Decrease) due to effect of Demerger	-	376.74
(5) Employers contribution*	-	-
Net Defined benefit liability/(Asset) at the end of the year	359.80	359.79

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31st March 2023

II Maturity profile of defined benefit obligations:

	Gratuity (Funded)	
	As at 31st March, 2023	As at 31st March, 2022
Year 1	33.62	68.13
Year 2	39.19	25.12
Year 3	30.30	70.95
Year 4	12.61	31.10
Year 5	44.85	46.45
Year 6	12.33	29.76
Year 7	37.20	54.30
Year 8	57.80	28.65
Year 9	17.41	41.31
Year 10	41.86	52.08
Above 10 years	NA	NA
Total expected payments	327.18	447.85

The weighted average duration of the defined benefit plan obligation at the end of the reporting period is 5.65 Years (31st March,2022: 5.29 Years).

The best estimate contribution for the company during the next year would be Rs 73.25 lacs. (31st March,2022: Rs. 40.31 lacs).

Amount payable upon discontinuance of all employment is Rs 530.68 lacs. (31st March,2022: Rs. 505.45 lacs).

III Experience Adjustments on Present Value of DBO and Plan Assets

	As at 31st March, 2023	As at 31st March, 2022
(Gain)/Loss on Plan Liabilities	(64.80)	79.69
% of Opening Plan Liabilities	(0.13)	-
(Gain)/Loss on Plan Assets	2.97	-
% of Opening Plan Assets	0.02	-

IV Quantitative sensitivity analysis for significant assumptions considered for defined benefit obligation (Gratuity):

Sensitivity analysis presented below represents expected change in present value of defined benefit obligation based on reasonably possible changes in the assumptions occurring at the year end.

	As at 31st March, 2023	As at 31st March, 2022
Defined Benefit Obligation (Base)	489.33	496.83
(1) One percentage increase in discount rate	452.75	459.93
(2) One percentage decrease in discount rate	534.25	539.52
(3) One percentage increase in rate of salary escalation	531.88	536.90
(4) One percentage decrease in rate of salary escalation	452.90	460.51
(5) One percentage increase in rate of withdrawal rate	495.20	500.44
(6) One percentage decrease in rate of withdrawal rate	485.33	492.72
(7) One percentage increase in mortality rate	489.76	-
(8) One percentage decrease in mortality rate	488.91	-

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31st March 2023

V Actuarial Assumptions

- (1) Discount rate
- (2) Mortality Rate
- (3) Salary Esclation - First 5 years
- (4) Salary Esclation - After 5 years
- (5) Expected Rate of Return on Plan Assets
- (6) Disability Rate
- (7) Retirement Age
- (8) Average Future Service
- (9) Withdrawal rates , based on age: (per annum)
 - Up to 25 years
 - 26 - 30 years
 - 31 - 35 years
 - 36 - 40 years
 - 41 - 45 years
 - 46 - 50 years
 - 51 - 55 years
 - Above 56 years

**VI Weighted average Asset allocation
(as percentage of total plan assets)**

- (1) Equities
- (2) Bonds
- (3) Gilts
- (4) Insurance Policies

Total

As at 31st March, 2023	As at 31st March, 2022
7.30%	7.10%
IALM (2012-14) Table Ultimate	
6% p.a	6% p.a
6% p.a	6% p.a
7.30%	7.10%
5% of Mortality Rate	5% of Mortality Rate
60 years	60 years
19.23	19.35
	-
8%	8.00%
7%	7.00%
6%	6.00%
5%	5.00%
4%	4.00%
3%	3.00%
2%	2.00%
1%	1.00%
-	-
-	-
-	-
100%	100%
100%	100%

39 DISCLOSURES AS REQUIRED BY IND AS 108, OPERATING SEGMENTS**(a) Identification of Operating Segments:**

The Company Operate in a Single Reportable Operating Segment i.e. manufacturing and sale of Poly Vinyl Chloride, Polyethylene, Antifab and EP Compound which have similar risk and returns and are of similar nature.

No other operating segments have been aggregated to form the above reportable operating segments as per the criteria specified in the Ind AS.

(b) Business Segment wise revenue/results/assets/liabilities

Since there is Single Reportable Operating Segment hence disclosure of Operating Segment wise Assets, Liabilities, Revenue and Results are not applicable.

(Rs. In Lacs)

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31st March 2023

(c) Geographical Information

	As at 31st March, 2023	As at 31st March, 2022
(i) Segment revenue by location of Customers:		
India	171,645.90	155,616
Overseas	78,728.84	67,074
Total	250,374.74	222,690
(ii) Segment Assets by location		
India		
East	3,322.13	3,510.62
West	19,200.83	17,191.71
North	10.28	14.19
Overseas	-	-
Total	22,533.24	20,716.51

(d) The Company does not have material amount of tangible, intangible assets and non current operating assets located outside India.

(e) Product wise revenue from external customers has been detailed in Note No 26.

(f) Revenue from top three customers is Rs.36,217.56 lacs(P.Y Rs. 29,878.56 lac) which is more than 10% of the total revenue of the Company

40 DISCLOSURE ON RELATED PARTY TRANSACTIONS

(A) Related parties and their relationship with the Company :

(i) Name of the Related Party	Relationship with the Company
Mr. Narrindra Suranna	Chairman and Managing Director (KMP) and Promoter
Mr. Rajesh Kothari	Whole Time Director (KMP)
Mr. Arihant Bothra	Chief Financial Officer (KMP)
Ms. Tanvi Panday	Company Secretary (KMP)
Mrs. Tara Devi Surana	Promoter
Late Surendra Kumar Surana	Promoter (Date on Death : 23rd march 2023)
Mrs. Sarla Devi Surana	Promoter
Mr. Ddev Surana	Promoter & Whole Time Director (KMP)
(ii) Relative of Key Management Personnel (KMP) of the Company	
Name of the Relative	Relationship with KMP
Mrs. Tara Devi Surana	Mother of Chairman and Managing Director
Mrs. Sarla Devi Surana	Wife of Chairman and Managing Director
Late Surendra Kumar Surana	Brother of Chairman and Managing Director
Mr. Ddev Surana	Son of Chairman and Managing Director
(iii) Bbigplas Poly Pvt Ltd	Promoter and Holding Company
(iv) Kkalpana Industries (India) Limited	Fellow Subsidiary
(v) Plastic Processor and Exporters Pvt Ltd.	Fellow Subsidiary
(vi) Kkalpana Plastick Limited	Fellow Subsidiary

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31st March 2023**(B) Disclosure of transactions with Related Parties during the year ended 31.03.2023**

Nature of transactions	Ref. to Note (A) above	(Rs. In Lacs)	
		As at 31st March, 2023	As at 31st March, 2022
Remuneration to KMP			
Mr Narrindra Surana	(i)	74.79	-
Mr DDev Krishna Surana	(i)	36.87	-
Mr Rajesh Kothari	(i)	65.71	-
Mr. Arihant Bothra	(i)	23.41	-
Ms Tanvi Panday	(i)	12.58	-
		213.37	-
Purchase of Goods			
Kkalpana Industries (India) Limited (Normal Goods)	(iv)	26,249.08	-
Kkalpana Industries (India) Limited (Capital Goods)	(iv)	53.23	-
Sale of Goods			
Kkalpana Industries (India) Limited	(iv)	1,828	-
Interest Expenses			
Bbigplas Poly Pvt Ltd	(iii)	-	313.29
Plastic Processors and Exporter Pvt Ltd.	(v)	-	18.63
Rent			
Bbigplas Poly Pvt Ltd	(iii)	106.01	106.92
(C) Balances at the year ended 31.03.2022			
Loan Given & Outstanding			
Mr. Arihant Bothra	(i)	-	2.75
Interest Payable			
Plastic Processors and Exporter Pvt Ltd.	(v)	-	16.76
Other Receivables			
Kkalpana Industries (India) Limited	(iv)	691.02	507.90

41 FAIR VALUE MEASUREMENT

The fair value of the financial assets and liabilities are included at the amount at which the instrument could be exchanged in a current transaction between willing parties other than in a forced or liquidation sale.

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

- (1) Fair value of cash and short-term deposits, trade and other short term receivables, trade payables, other current liabilities, short-term loans from banks and other financial institutions approximate their carrying amounts largely due to the short term maturities of these instruments.
- (2) Financial instruments with fixed and variable interest rate are evaluated by the Company based on parameter such as interest rates and individual credit worthiness of the counterparty. Based on this evaluation, allowances are taken into account for the expected losses of these receivables.

The Company uses the following hierarchy for determining and disclosing the fair value of financial instruments by valuation technique.

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

Level 2 : Other techniques for which all inputs which have a significant effects on the recorded fair value are observable, either directly or indirectly.

Level 3 : Techniques which use inputs that have a significant effects on the recorded fair value that are not based on observable market data.

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31st March 2023

The following tables provides classification of financial instruments and the fair value hierarchy of the Company's assets and liabilities.

(a) Disclosure for the year ended 31st March, 2023

	Carrying Value	Fair Value	Fair Value heirarchy		
			Level 1	Level 2	Level 3
(1) Financial Assets					
Financial Assets at amortised cost					
Trade Receivables	36,311.36	36,311.36	-	-	36,311.36
Other Financial assets excluding derivative financial instruments	1,755.07	1,755.07	-	-	1,755.07
Cash & cash equivalents	696.37	696.37	-	-	696.37
Total	38,762.80	38,762.80	-	-	38,762.80
Financial Asset at fair value through profit or loss					
Derivative financial instruments	65.58	65.58	-	65.58	-
Total	38,828.37	38,828.37	-	65.58	38,762.80
(2) Financial Liability					
Financial Liabilities at amortised cost					
Borrowings from Banks and Financial Institutions	5,580.33	5,580.33	-	-	5,580.33
Financial Lease liability	39.54	39.54	-	-	39.54
Trade Payables	29,072.54	29,072.54	-	-	29,072.54
Other Financial liabilities excluding derivative financial instruments	2,877.79	2,877.79	-	-	2,877.79
Total	37,570.20	37,570.20	-	-	37,570.20
Total	37,570.20	37,570.20	-	-	37,570.20

(b) Disclosure for the year ended 31st March, 2022

	Carrying Value	Fair Value	Fair Value heirarchy		
			Level 1	Level 2	Level 3
(1) Financial Assets					
Financial Assets at amortised cost					
Trade Receivables	34,869.32	34,869	-	-	34,869.32
Other Financial assets excluding derivative financial instruments	900.72	901	-	-	900.72
Cash & cash equivalents	605.04	605	-	-	605.04
Total	36,375.08	36,375.08	-	-	36,375.08
(2) Financial Liability					
Financial Liabilities at amortised cost					
Borrowings from Related Party	12,911.65	12,911.65	-	-	12,911.65
Financial Lease liability	58.58	58.58	-	-	58.58
Trade Payables	35,087.07	35,087.07	-	-	35,087.07
Other Financial liabilities excluding derivative financial instruments	1,101.74	1,101.74	-	-	1,101.74
Total	49,159.04	49,159.04	-	-	49,159.04

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31st March 2023

(c) Description of significant unobservable inputs to valuation:

Financial Asset/ Liability	Valuation Technique	Significant unobservable input
Trade Receivables	ECL	Realisation pattern or past experience
Loans	DCF using EIR method	Discount rate
Other Financial assets excluding derivative financial instruments	DCF using EIR method	Discount rate
Borrowings from banks and financial institutions	DCF using EIR method	Discount rate

42 FINANCIAL RISK MANAGEMENT OBJECTIVE AND POLICIES

The Company's principal financial liabilities, other than derivatives, comprise loans and borrowings, trade and other payables and advances from customers. The main purpose of these financial liabilities is to finance the Company's operations, projects under implementation and to provide guarantees to support its operations. The Company's principal financial assets include Investment, loans and advances, trade and other receivables and cash and bank balances that derive directly from its operations.

The Company is exposed to market risk, credit risk and liquidity risk. The Company's financial risk management is an integral part of how to plan and execute its business strategies. The Company's financial risk management policy is set by the Managing Board.

All derivative activities for risk management purposes are carried out by specialist teams that have the appropriate skills, experience and supervision. It is the Company's policy that no trading in derivatives for speculative purposes to be undertaken. The Board of Directors reviews and finalises policies for managing each of these risks, which are summarised below.

A. Market Risk

Market risk is the risk that the fair value of future cash flows of a financial instrument will fluctuate because of changes in market prices. Market risk comprises three types of risk: Interest rate risk, Currency risk and Commodity price risk. Financial instruments affected by market risk include investments and deposits, foreign currency receivables, payables, loans and borrowings and derivative financial instruments.

The Company manages market risk through a treasury department, which evaluates and exercises independent control over the entire process of market risk management. The treasury department recommends risk management objectives and policies, which are approved by Senior Management and the Audit Committee. The activities of this department include management of cash resources, implementing hedging strategies for foreign currency exposures, borrowing strategies and ensuring compliance with market risk limits and policies.

(i) Interest rate risk

Interest rate risk is the risk that the fair value or future cash flows of a financial instrument will fluctuate because of changes in market interest rates. In order to optimize the Company's position with regard to interest income and interest expenses to manage the interest rate risk, treasury performs a comprehensive corporate interest rate risk management by balancing the proportion of fixed rate and floating rate financial instruments in its total portfolio.

Interest rate sensitivity

The following table demonstrates the sensitivity to a reasonably possible change in interest rates on the unhedged portion of loans and borrowings. With all other variables held constant, the Company's profit before tax is affected through the impact on floating rate borrowings, as follows:

	2022-23	2021-22
	(+/-) 50	(+/-) 50
Effect on profit before tax due to interest rate sensitivity	Basis Points 44.66	Basis Points 52.17

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31st March 2023

(ii) Foreign currency risk

Foreign currency risk is the risk that the fair value or future cash flows of an exposure will fluctuate because of changes in foreign exchange rates. The Company's exposure to the risk of changes in foreign exchange rates relates primarily to the Company's operating and financing activities. The Company manages its foreign currency risk by hedging transactions that are expected to realise in future.

Foreign Currency Exposure		As at 31st March, 2023		As at 31st March, 2022	
		Foreign Currency (Rs. In Lacs)	Functional Currency (Rs. In Lacs)	Foreign Currency (Rs. In Lacs)	Functional Currency (Rs. In Lacs)
I Hedged		-	-	-	-
Forward contracts for Imports/loans	USD	1,397,968	1,149.37	-	-
Forward contracts for Imports/loans	EURO	-	-	-	-
Forward contracts for Exports	USD	12,100,000	9,948.24	-	-
Forward contracts for Exports	EURO	1,200,000	1,075.29	-	-
II Not hedged					
Trade receivables	USD	8,203,031	6,744	22,787,865	17,275.48
	EURO	-	-	1,424,779	1,206.22
Cash and Cash Equivalents	USD	13,024	10.71	7,525	5.70
	EURO	70,914	63.54	69,348	58.71
Advance Paid	USD	161,207	132.54	-	-
	EURO	323,318	289.72	-	-
Trade payables	USD	10,316,091	8,481.57	1,872,994	1,419.86
	EURO	-	-	1,430	1.21
	CHF	16,539	14.87	16,539	13.63
Net Unhedged Portion					
Trade receivables	USD	-	-	20,922,396	15,861.32
	EURO	-	-	1,492,697	1,263.72
Other receivables	EURO	394,232	353.26	-	-
Trade payables	CHF	16,539	14.87	16,539	13.63
	USD	1,938,828	1,594.04	-	-

Foreign Currency Sensitivity

The following tables demonstrate the sensitivity to a reasonably possible change in exchange rates, with all other variables held constant. The impact on the Company's profit before tax is due to changes in the fair value of unhedged monetary assets and liabilities.

Effect on profit before tax	(Rs. In Lacs)	
	2022-23	2021-22
	(+/-) 5%	(+/-) 5%
USD	(79.77)	793.06
Euro	17.66	63.19
CHF	(0.74)	(0.68)
	(62.85)	855.57

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31st March 2023

Derivative Financial Instrument

The company holds Derivative financial instrument such as foreign currency forward and option contracts to mitigate the risk of changes in exchange rate on foreign currency exposures. The counterparty for this contract is generally a Bank. Although the company believes that these derivatives constitute hedges from an economic perspective these do not qualify for hedge accounting as per IND AS 109, Financial instrument. Since the above derivatives are not designated as hedges, such derivatives are categorised as financial asset or financial liability at fair value through profit & loss.

	(Rs. In Lacs)			
	As at 31st March, 2023		As at 31st March, 2022	
	Foreign Currency	Fair Value as on 31.03.2022 (Rs.)	Foreign Currency	Fair Value as on 31.03.2021 (Rs.)
Derivatives not designated as hedges				
'Forward contracts for Exports	USD	12,100,000	9,948	-
Forward contracts for Import	EURO	1,200,000	1,075	-
Forward contracts for Import	USD	1,397,968	1,149	-
Mark to Market (Gain)/loss in Forward Contract		65.58	-	-

(iii) Commodity price risk

Principal Raw Material for Company's products is variety of plastic polymers which are primarily Derivatives of Crude Oil. Company sources its raw material requirement from across the globe. Domestic market prices are also generally remains in sync with international market price scenario. Volatility in Crude Oil prices, Currency fluctuation of Rupee vis-à-vis other prominent currencies coupled with demand-supply scenario in the world market affect the effective price and availability of polymers for the Company. Company effectively manages with availability of material as well as price volatility through:

1. Widening its sourcing base
2. Appropriate contracts and commitments
3. Well planned procurement & inventory strategy and
4. Prudent hedging policy on foreign currency exposure

Risk committee of the Company comprising members from Board of Directors and operations has developed and enacted a risk management strategy regarding commodity Price risk and its mitigation.

B. Credit Risk

Credit risk is the risk that a counter party will not meet its obligations under a financial instrument or customer contract, leading to a financial loss. The Company is exposed to credit risk from its operating activities (primarily trade receivables and advances to suppliers) and from its financing activities, including deposits and other financial instruments.

(i) Trade Receivables

Customer credit risk is managed by each business unit subject to the Company's established policy, procedures and control relating to customer credit risk management. Outstanding customer receivables are regularly monitored. An impairment analysis is performed at each reporting date on an individual basis for major clients.

The Company evaluates the concentration of risk with respect to trade receivables as low, as its customers are located in several jurisdictions and operate in largely independent markets.

The ageing analysis of the receivables (gross of provisions) have been considered from the due date of payment. (Refer Note no. 11)

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31st March 2023

(ii) Financial Instruments and Cash and bank balances

Credit risk from balances with banks and financial institutions is managed by the Company's treasury department in accordance with the Company's policy. Credit limits of all authorities are reviewed by the Management on regular basis. All balances with banks and financial institutions is subject to low credit risk due to good credit ratings assigned to these entities.

C. Liquidity Risk

The Company monitors its risk of a shortage of funds using a liquidity planning tool. The Company's objective is to maintain a balance between continuity of funding and flexibility through the use of cash credit, letter of credit, factoring, bill discounting and working capital limits.

The table below summarises the maturity profile of the Company's financial liabilities based on contractual payments.

	Less than 1 year	1 to 5 years	> 5 years	Total
31st March, 2023				
Borrowings				
Vehicle Loan	3.30	-	-	3.30
Cash credit from Banks	573.72	-	-	573.72
WCDL from Bank	5,000.00	-	-	5,000.00
Other Financial Liabilities	2,877.79	-	-	2,877.79
Trade Payables	29,072.54	-	-	29,072.54
Finance Lease liability	17.41	22.13	-	39.54
	37,544.76	22.13	-	37,566.90
31st March, 2022				
Borrowings				
Vehicle Loan	6.81	3.30	-	10.11
Cash credit from Banks	2,786.13	-	-	2,786.13
WCDL from Bank	8,608.59	-	-	8,608.59
Short Term Loan from Bank	1500.00	-	-	1500.00
Other Financial Liabilities	1,101.74	-	-	1,101.74
Trade Payables	35,087.07	-	-	35,087.07
Finance Lease liability	19.04	39.54	-	58.58
	49,109.38	42.84	-	49,152.22

43 CAPITAL MANAGEMENT

A. For the purpose of the Company's capital management, equity includes issued equity capital, securities premium and all other equity reserves attributable to the equity share holders, including capital reserve and net debt includes interest bearing loans and borrowings except lease liability less cash and cash equivalents. The primary objective of the Company's capital management is to safeguard continuity, maintain a strong credit rating and healthy capital ratios in order to support its business and provide adequate return to shareholders through continuing growth.

The Company manages its capital structure and makes adjustments in light of changes in economic conditions and the requirements of the financial covenants. The funding requirement is met through a mixture of equity, internal accruals, long term borrowings and short term borrowings. The Company monitors capital using a gearing ratio, which is net debt divided by total capital plus net debt.

In order to achieve this overall objective, the Company's capital management, amongst other things, aims to ensure that it meets financial covenants attached to the interest-bearing loans and borrowings that define capital structure requirements.

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31st March 2023

	As at 31st March, 2023	As at 31st March, 2022
Borrowings	5,607.56	12,950.46
Less: Cash and cash equivalents	696.37	605.04
(a) Net Debt	4,911.19	12,345.43
(b) Equity	49,425.24	39,189.93
(c) Equity and Net Debt (a+b)	54,336.43	51,535.35
Gearing Ratio (a/c)	9.04%	23.96%

B. Proposed Dividend & Bonus issue of shares

The Board of directors in its Board meeting held on 16th May, 2023 have recommended the payment of a final dividend of Rs 1/- per fully paid up equity share (March 31,2022 - Rs .24 paise), The proposed dividend is subject to the approval of shareholders in the ensuing annual general meeting.

The Board of Directors, in its Board Meeting meeting held on 16th May, 2023, recommended for shareholder approval the Issue of Bonus Shares in the ratio 1:10 (1 fully paid equity share of Re. 1 each to shareholder holding 10 fully paid equity shares of Re. 1 each) as at the record date, as may be fixed by the Board, subject to receipt of requisite approval of members of the company.

44 NET - DEBT RECONCILIATION

Particulars	As at 31st March, 2023		As at 31st March, 2022	
	Long term Borrowings	Short term borrowings	Long term Borrowings	Short term borrowings
Opening Net Debt	3.30	12,940.35	-	8.00
Add: Amount adjusted pursuant to scheme of arrangement	-	-	34.57	9,219.05
Proceeds from Borrowings	-	-	-	3,292.68
Repayment of Borrowings (Net)	3.30	7,324.51	31.26	-
Interest Expenses (including unwinding of Interest)	0.54	3,323.19	352.38	3,722.00
Interest Paid	0.54	3,331.46	352.38	3,301.38
Closing Net Debt	-	5,607.56	3.30	12,940.35

45 EARNING PER SHARE (EPS)

		(Rs. In Lacs)	
		As at 31st March, 2023	As at 31st March, 2022
(a) Face value of equity shares	Rs.	1.00	1.00
(b) Profit attributable to equity shareholders	Rs. (in lacs)	10,409.62	5,478.09
(c) Weighted average number of equity shares outstanding	Nos. in lacs	940.73	940.73
(d) Weighted average Earning Per Share (Basic and Diluted)	Rs.	11.07	5.82

46 RESEARCH & DEVELOPMENT EXPENSES

The Company has in-house R&D centre. The details of revenue/capital expenditure incurred by the said R&D Centre during the year are as follows:-

	(Rs. In Lacs)	
	As at 31st March, 2023	As at 31st March, 2022
(a) Revenue expenditure charged to Statement of Profit and Loss		
Other Expenses	25.83	41.36
(b) Capital expenditure shown under fixed assets schedule	165.83	41.16
Grand Total	191.66	82.52

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31st March 2023

47 ASSETS PLEDGED AS SECURITY

The carrying amount of Assets pledged as security for current and non current borrowings are :-

	(Rs. In Lacs)	
	As at 31st March, 2023	As at 31st March, 2022
A. Current		
Financial Assets		
Trade Receivables	36,311.36	34,869.32
Other Current Assets	8,347.68	8,047.18
Cash and Cash Equivalents	696.37	605.04
Non Financial Assets		
Inventories	21,773.19	27,570.88
Total Current Assets Pledged as Security	67,128.59	71,092.42
B. Non Current		
Movable and immovable properties located at Surangi Unit	14,820.84	13,674.32
Movable and immovable properties located at Daman Unit	1,642.70	1,715.29
Movable and immovable properties located at Dadra Unit	2,566.66	1,715.14
Movable properties located at Dhulagarh Unit	2,904.24	3,315.21

Notes -

- Working Capital facilities (fund based and non fund based limits) are secured by 1st pari passu charge by way of hypothecation over entire current assets, stock and trade receivables of the company both present and future and lien on fixed deposit of Rs. 1.35 crores and 2nd pari passu charge by way of equitable mortgage over all present and future movable properties of Dhulagarh unit and movable and immovable properties of Daman, Dadra and Surangi units.

48 VALUE OF IMPORTED AND INDEGENEOUS MATERIAL CONSUMED

Particulars	(Rs in lacs)			
	As at 31st March, 2023	%age of Total Con- sumption	As at 31st March, 2022	%age of Total Con- sumption
Raw Materials				
i Imported	57,335.53	27%	34,623.93	18%
ii Indegeneous	156,716.43	73%	159,060.38	82%
Total	214,051.96	100%	193,684.32	100%
Store, Spare parts and Components*				
i Imported	244.49	23%	99.65	16%
ii Indegeneous	830.00	77%	539.95	84%
Total	1,074.49	100%	639.60	100%

*Note :- The Consumption of store, spare parts and components includes direct store consumption shown separately in Note -32 and it also includes indirect consumption in various other expenses head such as Repair and maintenance etc.

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31st March 2023

49 VALUE OF IMPORTS ON CIF BASIS

Particulars	(Rs. In Lacs)	
	As at	As at
	31st March, 2023	31st March, 2022
Raw Materials	57,335.53	34,623.93
Stors, Spare parts and Components	244.49	99.65
Capital Goods	129.60	35.21
Total	57,709.61	34,758.79

50 EARNING IN FOREIGN CURRENCY (ACCRUAL BASIS)

Particulars	(Rs. In Lacs)	
	As at	As at
	31st March, 2023	31st March, 2022
Exports at FOB Value	77,744.55	67,074.36
Total	77,744.55	67,074.36

51 EXPENDITURE IN FOREIGN CURRENCY (ACCRUAL BASIS)

Particulars	(Rs. In Lacs)	
	As at	As at
	31st March, 2023	31st March, 2022
Travelling	18.81	26.96
Interest	-	6.18
Other Matters	796.13	767.33
Total	814.94	800.47

52 LEASES

The Company's lease asset classes primarily consist of leases for buildings, machinery and warehouses.

- The company didn't recognized Right to Use and Lease liabilities for lease for which the lease terms pertaining to the uncancellable period ends within 12 months on the date of initial transition and low value assets.
- The Company excluded initial direct cost from measurement of the Right to Use assets at the date of initial application.
- The Company uses hindsight in determining the lease term where the contract contains options to extend or terminate the lease.

Hence, the Company has recognised the lease payments associated with those leases as an expense on a straight line basis over the lease term. Lease liabilities were measured at the present value of remaining lease payments, discounted at the Company's actuarial discounting rate. Right to Use is measured at an amount equal to the lease liability adjusted by the amount of any prepaid or accrued lease payments.

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31st March 2023

Following are the changes in the carrying value of right of use assets for the year ended March 31, 2023:

Particulars	(Amount In Lacs)	
	Total	
Balance as at 31st March 2022 (Gross)	96.65	
Additions for the year	30.74	
Balance as at 31st March 2023 (Gross)	127.39	
Accumulated Amortisation as at 31st March 2022	31.11	
Amortisation for the year	27.42	
Accumulated Amortisation as at 31st March 2023	58.53	
Net Balance as at 31st March 2023	68.86	
Net Balance as at 31st March 2022	65.54	

Following is the movement in lease liabilities during the year ended March 31, 2023

Particulars	(Amount In Lacs)	
	Balance as at 31st March 2022	58.58
Additions during the year	-	
Interest accrued during the year	3.99	
Deletions	-	
Payment of Lease Liabilities	23.03	
Balance as at 31st March 2023	39.54	
- Current lease liabilities	17.41	
- Non Current lease liabilities	22.13	

Break up of Contractual maturities of Lease Liabilities as at March 31, 2023 on an undiscounted basis

Particulars	(Amount In Lacs)	
Less than 1 year	23.03	
One to Five year	32.62	

Short-term leases expenses incurred for the year ended 31st March, 2023:

Particulars	Year Ended	Year Ended
	31st March	31st March
	2023	2022
	(Amount In	(Amount In
	Lacs)	Lacs)
Rental expense	593.21	617.74

53 Scheme of Arrangement

- a) Pursuant to the Composite Scheme of Arrangement ('the scheme') between Kkalpana Industries (India) Limited, the Company and their respective shareholders and creditors as approved by the Hon'ble National Law Company Tribunal (NCLT), Kolkata Bench, vide its order dated March 4, 2022, which became effective on **April 1, 2022** on filing with the Registrar of Companies, all the assets and liabilities of the 'transferred business' of Kkalpana Industries (India) Limited i.e. the Compounding Business units situated at Dhulagarh, Howrah(West Bengal), Daman(Dadra & Nagar Haveli and Daman & Diu), Dadra(Dadra & Nagar Haveli and Daman & Diu), Surangi(Dadra & Nagar Haveli and Daman & Diu), Vapi(Gujarat), Delhi(N.C.T. of Delhi) and Mumbai (Maharashtra) registered,marketing, branch and administrative office(s) located in India, have been transferred to and vested in the Company at their respective book values on a going concern basis with effect from the appointed date (i.e. April 1, 2021). Accordingly, the Scheme of Arrangement has been given effect to in these accounts.

b) Assets and liabilities transferred pursuant to the scheme:

The whole of the assets and liabilities of the Demerged undertaking of Kkalpana Industries (India) Limited became the assets and liabilities of the Company and were recorded at their book values as appearing in the books of the Demerged Company with effect from the appointed date (i.e. April 1, 2021). The details of assets and liabilities transferred from Kkalpana Industries (India) Limited are as under:

Particulars	(Amount in Lacs.)
<u>Assets</u>	
(1) Non-current assets	
(a) Property, plant and equipment	20,159.63
(b) Right of Use – Lease	82.53
(c) Other intangible assets	8.47
(d) Financial assets	
(i) Others Financial Assets	80.47
(e) Other non-current assets	113.29
Total non-current assets	20,444.39
(2) Current assets	
(a) Inventories	22,815.18
(b) Financial assets	
(i) Trade receivables	26,946.60
(ii) Cash and cash equivalents	749.15
(iii) Other financial assets	316.89
(c) Other current assets	7,392.15
Total current assets	58,219.97
Total assets	78,664.37
<u>Liabilities</u>	
(1) Non-current liabilities	
(a) Financial liabilities	
(i) Borrowings	34.57
(ii) Finance Lease Liability	58.58
(b) Provisions	196.21
(c) Deferred tax liabilities (net)	2,268.68
Total non-current liabilities	2,558.04
(2) Current liabilities	
(a) Financial liabilities	
(i) Borrowings	9,170.38
(ii) Trade payables	31,960.48
(iii) Other financial liabilities	612.23
(b) Other current liabilities	398.34
(c) Provisions	218.62
Total current liabilities	42,360.05
Total liabilities	44,918.09

c) Equity and Reserves pursuant to the scheme:

Pursuant to the scheme, the difference between the book value of the assets and liabilities transferred from Kkalpana Industries (India) Ltd. has been credited to the shareholders' fund of the Company as under:

Particulars	Amount
Share Capital	940.73
Securities Premium	5,174.08
Capital Reserve & Amalgamation Reserve	830.18
General Reserve	3,305.22
Retain Earnings	23,497.06
Total	33,747.27

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31st March 2023

54 Additional Disclosures

a) Accounting Ratios

No	Name of the Ratio	Numerator	Denominator	FY 2022-23	FY 2021-22	% Change	Reason for variance if more than 25%
1	Current Ratio (in times)	Current assets	Current liabilities	1.72	1.39	23.38%	NA
2	Debt - Equity Ratio (in times)	Total debt	Equity	0.11	0.33	-65.73%	Due to Reduction in working capital investment leading to improved cash flows used for debt reduction
3	Debt Service coverage ratio* (in times)	Earnings available for	Total debt service	5.54	3.10	78.81%	Due to Reduction in borrowings resulting in lower interest outgo
4	Return on Equity (In %)	Net profit - preferred dividends	Average Shareholder Equity	23.49%	13.98%	68.07%	Due to increase in Net Profit and turnover.
5	Inventory Turnover Ratio (in times)	Sales	Average Inventory	10.15	16.15	-37.16%	Due to decrease in inventory level and increase in Revenue
6	Trade receivables turnover ratio (in times)	Net sales	Average accounts receivables	7.03	12.77	-44.91%	Due to Increase in turnover.
7	Trade payables turnover ratio (in times)	Net purchases	Average trade payables	6.52	11.30	-42.30%	Due to change in credit cycle.
8	Net capital turnover ratio (in times)	Net sales	Working Capital	8.92	11.09	-19.60%	NA
9	Net profit ratio (in %)	Net profit	Net sales	4.16%	2.46%	69.01%	Due to increase in Net Profit and turnover.
10	Return on capital employed (in %)	Earning before interest and taxes	Capital employed	30.24%	21.37%	41.55%	Due to increase in Earning before interest and taxes
11	Return on investment (in %)	Income generated from invested funds	Average invested fund in treasury investment	-	-	-	NA

Definitions

(a) Earning for available for debt service = Net Profit after taxes + Non-cash operating expenses like depreciation and other amortisations + Interest + other adjustments like loss on sale of Fixed assets etc.

(b) Debt service = Interest & Lease Payments + Principal Repayments

(c) Average inventory = (Opening inventory balance + Closing inventory balance) / 2

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31st March 2023

- (d) Net credit sales = Net credit sales consist of gross credit sales minus sales return
- (e) Average trade receivables = (Opening trade receivables balance + Closing trade receivables balance) / 2 (f) Net credit purchases = Net credit purchases consist of gross credit purchases minus purchase return
- (g) Average trade payables = (Opening trade payables balance + Closing trade payables balance) / 2
- (h) Working capital = Current assets - Current liabilities.
- (i) Earning before interest and taxes = Profit before exceptional items and tax + Finance costs
- (j) Capital Employed = Tangible Net Worth + Total Debt + Deferred Tax Liability
- b) The Code on Social Security, 2020 ('Code') relating to employee benefits during employment and post-employment received Indian Parliament approval and Presidential assent in September 2020. The Code has been published in the Gazette of India and subsequently on November 13, 2020 draft rules were published and invited for stakeholders' suggestions. However, the date on which the Code will come into effect has not been notified. The Company will assess the impact of the Code when it comes into effect and will record any related impact in the period the Code becomes effective.
- c) The company do not have any Benami property, where any proceeding has been initiated or pending against the company for holding any Benami Property.
- d) The company do not have any transactions with struck off companies under Section 248 of the Companies Act, 2013 or section 560 of Companies Act, 1956.
- e) The company has used the borrowings from banks and financial institutions for the specific purpose for which it was taken at the balance sheet date.
- f) The Company has not advanced any fund to any person or entity, including foreign entities (Funding Party) with the understanding (whether recorded in writing or otherwise) that the person or entity shall:
- 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 Company.
- g) The Company has not received any fund from any person or entity, including foreign entities (Funding Party) with the understanding (whether recorded in writing or otherwise) that the Company shall:
- directly or indirectly lend or invest in other persons or entities identified in any manner whatsoever by or on behalf of the Company (Ultimate Beneficiaries); or
 - provide any guarantee, security or the like on behalf of the Company.
- h) The Company has not been declared a wilful defaulter by any bank or financial institution or other lender (as defined under the Companies Act, 2013) or consortium thereof, in accordance with the guidelines on wilful defaulters issued by the Reserve Bank of India.
- i) As at 31st March, 2023, there are no charges reflecting in records of the Ministry of Corporate Affairs. The necessary charges for loan outstanding as on March 31, 2023 was well created within the stipulated statutory period.
- j) The company has complied with the number of layers prescribed under clause (87) of section 2 of the Act read with Companies (Restriction on number of Layers) Rules, 2017.
- k) The company has not traded or invested in Crypto currency or Virtual currency during the financial year.



NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31st March 2023

55 Indian Accounting Standards Standards notified but not yet effective

The Ministry of Corporate Affairs has notified Companies (Indian Accounting Standards) Amendment Rules, 2023 dated March 31 2023 to amend the following Ind AS which are effective from from April 1, 2023

- a. Amendments to Ind AS 8: Definition of Accounting Estimates
- b. Amendments to Ind AS 1: Disclosure of Accounting Policies
- c. Amendments to Ind AS 12: Deferred Tax related to Assets and Liabilities arising from a Single Transaction -

Based on preliminary assessment, the Company is currently assessing the impact of the amendments.

56 Previous year figures have been regrouped/rearranged/ reclassified where necessary to correspond with current year figures.

For B. Mukherjee & Co.
Chartered Accountants
Firm Registration No:302096E

S K Mukherjee
Partner
Membership No.006601
Date : 16th May, 2023
Place : Kolkata

For and on behalf of Board of Directors

Narrindra Suranna
(DIN: 00060127)
Chairman and Managing Director

Tanvi Goenka
(Membership No. ACS 31176)
Company Secretary

Ddev Surana
(DIN: 08357094)
Whole Time Director

Arihant Bothra
Chief Financial Officer

Accreditations and Industry Recognition



ISO Certificates



CPRI Approval



POWERGRID Approval



CACT Approval



PVC ROHS REACH TESTS



UL Approval



XLPE ROHS TESTS



VDE Approval

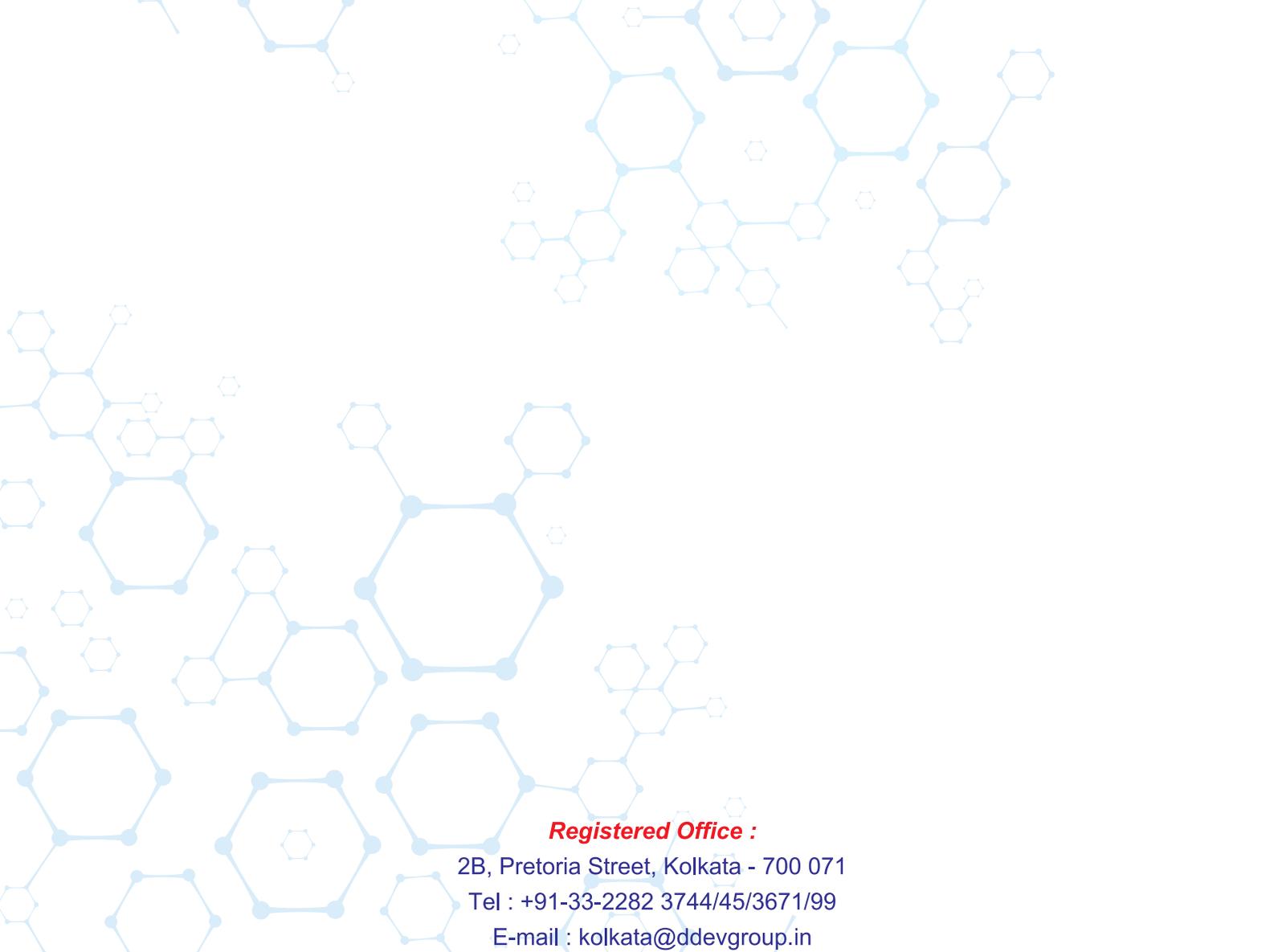
NFC 33209 Approval
French Lab



ERDA



KEMA Approval



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