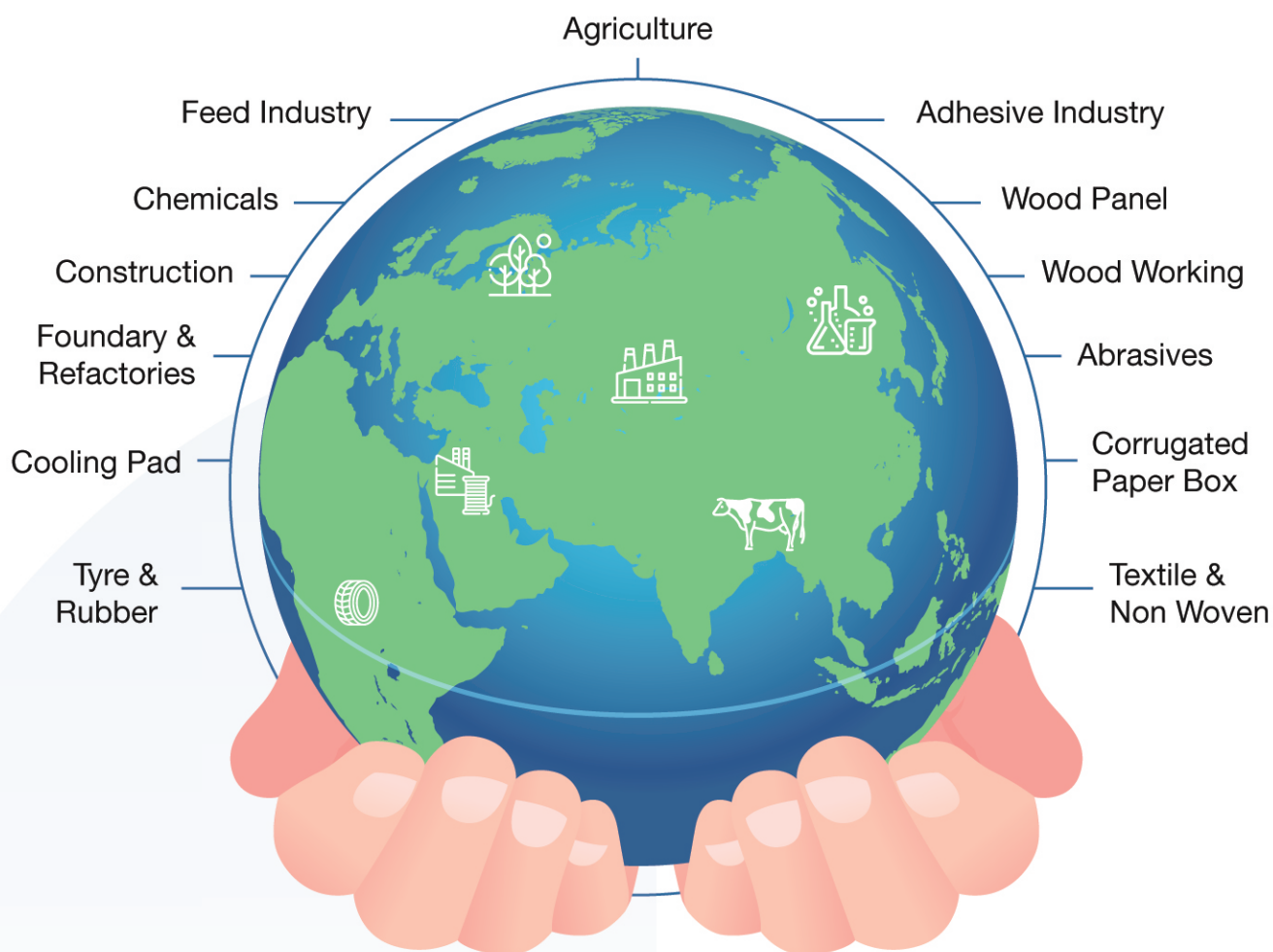




31st ANNUAL REPORT

Financial Year - 2022-23

Growth with Responsibility:
For Our Planet, For Our Future.





Board of Directors:

Mr. Suraj Ratan Mundhra, Chairman & Managing Director
Mr. Trinetra Gokarannath Bajpai, Independent director
Mr. Mihir Kumar Ghosh, Independent director
Mr. Rajesh Mundhra, Whole time director
Mr. Mukesh Mundhra, Whole-time director
Mr. Nilmani Rathi Independent director
Mr. Ajay Kumar Mimani, Executive director

Chief Financial Officer:

Mr. Navneet Bagri

Company Secretary:

Mr. Subankar Paul

Statutory Auditors:

M/s JSUS & Associates
Chartered Accountants
FRN: 329784E
Pearl Apartment, 50B Kailash Bose Street
Flat No. A/4/3 & 6, Kolkata 700006

Registrar:

Link Intime India Private Limited
Vaishno Chamber,
5th Floor, Flat Nos-502 & 503
6, Brabourne Road,
Kolkata - 700 001

Internal Auditor:

MIB & Co, Chartered Accountants,
29/2, Salkia School Road, 4th Floor,
Block-B, Howrah-711106

Secretarial Auditor:

KSN & Company, Company Secretaries
1st Floor, 25 Rameshwar Malia Lane,
Howrah-711101

Solicitors:

Khaitan & Co.
Sandip Dutta & Co.

Registered Office:

Rampur, P.S. Maheshtala,
Budge Budge Trunk Road,
Kolkata- 700141

Factory:

Rampur, P.S. Maheshtala,
Budge Budge Trunk Road,
Kolkata- 700141

Printed by:

Taj Enterprise
6, Monindra Nath Mitra Row, Kolkata-700009



CHAIRMAN SPEECH- 2023



Dear Esteemed Shareholders,

I am pleased to present you the 31st annual report for fiscal year 2022-23. Your Company has successfully commissioned a new formaldehyde plant making a capacity of 1 Lakh Ton and beyond.

The company clocked export turnover of Rs. 72 crores and luckily the export of resins surpassed domestic sales. A new spray drier is almost complete and ready for commissioning. It will take the total of powder resins to 25,000 Ton per annum one of the largest globally covering entire range of amino and phenol resole resins.

Lot of new specialty chemicals projects are under implementation making it one of the largest integrated formaldehyde-based complex with nine plants in the same complex making value added products not only limited to single step but three to four steps of value additions.

The chemical industry exemplifies how both government and multination organizations are turning to India to diversify manufacturing beyond China. India competitive advantage has been its large pool of trained scientists and chemicals engineers which has enabled it to establish expertise in specialty and commoditized chemicals.

India chemical industry is a fraction of China the world largest chemicals producer. If 10% of demand from China came to India, it will be meaningful. To make a broader point India is a 3.5 trillion \$ economy compared with \$ 18.1 trillion of China leaving a long runaway for growth ahead.

Keeping pace with the growing ESG awareness and commitment your Company is very seriously working on this front. We are successfully started using clean hydrogen as a by-product from our new formaldehyde plant for our hot air generator (HAG). Thus, saving millions of rupees in cost and replacing use of fossil fuels like LDO, LSHS etc. Both from suitability and economic savings it's a great step by your Company. It's an innovative step and a feather in cap.

Finally, we got the approval from BSE on 16.03.2023 listing announcements are under preparation, and you may find your Company shares traded on BSE bourse in the upcoming month.

Best Wishes,

Suraj Ratan Mundhra

Chairman & Managing Director



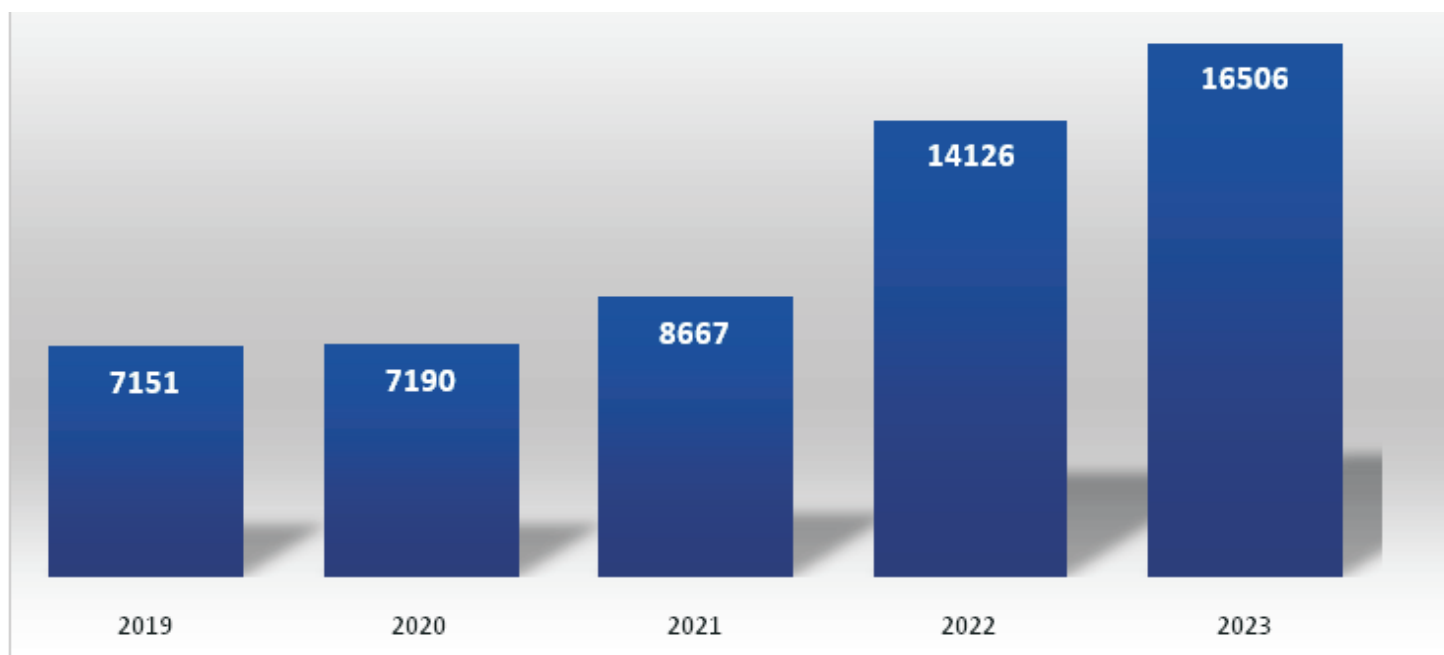
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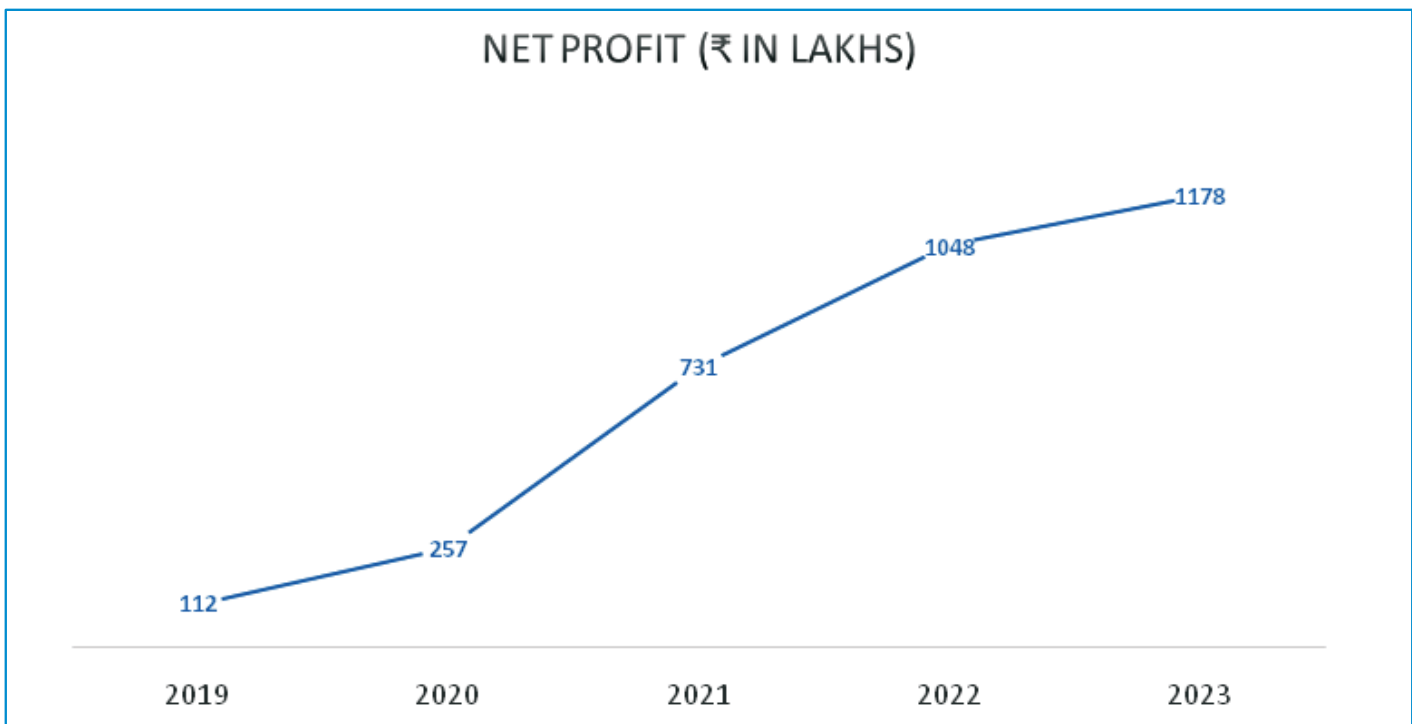
EXTRA ORDINARY TURNOVER GROWTH IN LAST 5 YEARS

TURNOVER (RS. LAKH)





EXTRAORDINARY NET PROFIT GROWTH IN LAST 5 YEARS





NOTICE OF 31st ANNUAL GENERAL MEETING

NOTICE is hereby given that the thirty-first Annual General Meeting of the Members of ARCL Organics Limited will be held on **Friday, 29th September 2023 at 03:30 PM**, through video conferencing/other audio-visual means facility to transact the following businesses:-

Ordinary Business(es):

ITEM NO. 1-Adoption of financial Statements

To receive, consider and adopt:

- the Audited Standalone Financial Statements of the Company for the financial year ended 31st March 2023 and the Reports of the Board of Directors and Auditors thereon; and
- the Audited Consolidated Financial Statements of the Company for the financial year ended 31st March 2023 and the Report of the Auditors thereon.

ITEM NO. 2 - Reappointment of retiring Director

To appoint a Director in place of Mr. Rajesh Mundhra, DIN: 00658649, who retires by rotation at this Annual General Meeting and being eligible, seek re-appointment.

ITEM NO. 3 - Appointment of Statutory Auditor

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

“RESOLVED THAT pursuant to the provisions of Section 139(8) and other applicable provisions, if any, of the Companies Act, 2013 as amended from time to time or any other law for the time being in force (including any statutory modification or amendment thereto or re-enactment thereof for the time being in force), M/s. LB JHA & Co, Chartered Accountants, Kolkata, (Firm Registration No. 301088E) be and are hereby appointed as Statutory Auditors of the Company due to completion of term of 10 years of M/s. JSUS & ASSOCIATES, Chartered Accountants, Kolkata, existing auditor of the company. RESOLVED FURTHER THAT M/s. LB JHA & Co, Chartered Accountants, Kolkata be and are hereby appointed as Statutory Auditors of the Company from this Annual General Meeting and that they shall hold the office of the Statutory Auditors of the Company for a period of five years, from the conclusion of this Annual General Meeting until the conclusion of the 36th Annual General Meeting of the Company, at such remuneration as applicable and reimbursement of out of pocket expenses in connection with the audit as may be fixed by Board in this behalf.

Special Business(es):

To consider and if thought fit, to pass, with or without modification(s), the following resolution as a **Special resolution**:

ITEM NO. 4 - Appointment of Mr. Brij Mohan Mohta as an Independent Director

To appoint Mr. Brij Mohan Mohta (DIN:0923562) as an Independent Director for a term of five years and in this regard to consider and, if thought fit, to pass, with or without modification (s), the following resolution as an **Ordinary Resolution**:

“RESOLVED THAT pursuant to the provisions of Section 149, 150, 152 read with schedule IV to the Act , and the Companies (Appointment and qualification of Directors rule, 2014) including any statutory modifications or re-enactment thereof for the time being in force), consent of the members be and is hereby accorded to appoint Mr. Brij Mohan Mohta (DIN: 00923562) as Independent director, who was appointed as Additional Independent Director by the Board of directors of the Company on 4th September, 2023, to hold office for a term upto 5 (Five) consecutive years from 4th September, 2023 till 3rd September, 2028.

ITEM NO. 5 – Appointment of Mr. Prateek Chaudhary as an Independent Director

To appoint Mr. Prateek Chaudhary (DIN: 10289292) as an Independent Director for a term of five years and in this regard to consider and, if thought

fit, to pass, with or without modification (s), the following resolution as an **Ordinary Resolution**:

“RESOLVED THAT pursuant to the provisions of Section 149, 150, 152 read with schedule IV to the Act , and the Companies (Appointment and qualification of Directors rule, 2014) including any statutory modifications or re-enactment thereof for the time being in force), consent of the members be and is hereby accorded to appoint Mr. Prateek Chaudhary (DIN: 10289292) as Independent director, who was appointed as Additional Independent Director by the Board of directors of the Company on 4th September, 2023, to hold office for a term upto 5 (Five) consecutive years from 4th September, 2023 till 3rd September, 2028.

ITEM NO. 6 – Appointment of Mrs. Stuti Pithisaria as an Independent Woman Director

To appoint Mrs. Stuti Pithisaria (DIN: 00532808) as an Independent Woman Director for a term of five years and in this regard to consider and, if thought fit, to pass, with or without modification (s), the following resolution as an **Ordinary Resolution**:

“RESOLVED THAT pursuant to the provisions of Section 149, 150, 152 read with schedule IV to the act , and the Companies (Appointment and qualification of Directors rule, 2014) including any statutory modifications or re-enactment thereof for the time being in force), consent of the members be and is hereby accorded to appoint Mrs. Stuti Pithisaria (DIN: 00532808) as Independent Woman director, who was appointed as Additional Independent Director by the Board of directors of the Company on 4th September, 2023, to hold office for a term upto 5 (Five) consecutive years from 4th September, 2023 till 3rd September, 2028.

ITEM NO. 7 – Ratify the remuneration to Cost Auditor for the Financial Year 2023-24

To ratify the remuneration of Cost Auditors for the financial year 2023-24 and in this regard, to consider and if thought fit, to pass, with or without modification(s), the following resolution as an **Ordinary Resolution**:

“RESOLVED THAT pursuant to the provisions of Section 148 and other applicable provisions, if any, of the companies Act, 2013 read with the Companies (Audit and Auditors) Rules, 2014 (including any statutory modification(s) or re-enactment(s) thereof, for the time being in force), the remuneration of Rs. 35,000/- as approved by the Board of Directors to be paid to M/s. Amit Ketan & Co (Firm Registration No. FRN-102559), the cost Auditors appointed by the Board of Directors of the company, to conduct the audit of cost records of the company for the financial year 2023-24, be and is hereby ratified.”

By the order of the Board
For ARCL Organics Limited

Place: Rampur, PS Maheshtala-700141

Date: 04.09.2023

Subhankar Paul
ACS - 63772
Company Secretary

Notes

- An Explanatory Statement setting out the material facts concerning each item of Special Businesses to be transacted at the General Meeting pursuant to Section 102 of the Companies Act, 2013, is annexed hereto and forms part of the Notice.
- In view of the ongoing COVID-19 pandemic, social distancing is to be followed and pursuant to the Circular No. 14/2020 dated April 08, 2020, Circular No.17/2020 dated April 13, 2020, followed by Circular No. 20/2020 dated May 05, 2020, and Circular No. 02/2021 dated January 13, 2021, and circular No. 2/2022 dated May 05, 2022 issued by the Ministry of Corporate Affairs (“MCA Circulars”) and all other relevant circulars issued from time to time.



The 31st AGM of the Company is being conducted through VC/OAVM facility, which does not require physical presence of Members at a common venue. The deemed venue for the 31st AGM shall be the Corporate Office of the Company situated at Rampur, P.S. Maheshhtala, Kolkata – 700141. Hence, Members can attend and participate in the AGM through VC/OAVM only. The detailed procedure for participating in the Meeting through VC/OAVM is annexed herewith.

3. Notice of 31st AGM and financial statements (including Board's report, Auditor's report or other documents required to be attached therewith) for FY 2022-23, are being sent only through email to all members on their registered email id with the Company and no physical copy of the same would be dispatched.
4. The Company has engaged the services of Link Intime India Private Limited ("LIPL") for providing facility for voting through remote e-voting, participation in the AGM through VC / OAVM facility and e-voting during the AGM. The procedure for participating in the meeting through VC / OAVM is explained below.
5. The registered office of the company shall be deemed to be the place of meeting for the purpose of recording of the minutes of the proceedings of this AGM.
6. Pursuant to the Circular No. 14/2020 dated April 08, 2020, issued by the Ministry of Corporate Affairs, the facility to appoint proxy to attend and cast vote for the members is not available for this AGM. However, the Body Corporates are entitled to appoint authorised representatives to attend the AGM through VC/OAVM and participate there at and cast their votes through e-voting.
7. The attendance of the Members attending the AGM through VC/OAVM will be counted for the purpose of reckoning the quorum under Section 103 of the Companies Act, 2013.
8. **Procedure for Registration of email ids and Bank Account details:**

In case the shareholder's email ID is already registered with the Company/its Registrar & Share Transfer Agent "RTA"/Depositories, log in details for e-voting are being sent on the registered email address.

In case the shareholder has not registered his/her/their email address with the Company/its RTA/Depositories the following instructions are to be followed:

(i) For shares held in physical mode:

 - a) Advise any change in their address or bank mandates to the Company/Company's Registrar and Transfer Agent, Link Intime India Private Limited. The notification of change of address should be accompanied by the address proof, i.e., voter's identity card, electric/telephone bill, driving licence or a copy of the passport or bank statement of the member. OR
 - b) Log into the website of our RTA, Link Intime India Private Ltd., at www.linkintime.co.in under Investor Services > Email/Bank detail Registration. Fill in the details and upload the required documents and submit.

(ii) For Shares held in Demat mode:

The shareholder may please contact the Depository Participant ("DP") and register the email address and bank account details in the demat account as per the process followed and advised by the DP.
9. Any member desirous of receiving any information of Financial Statements or operations of the Company is requested to forward his/her queries through email, at least 10 working days prior to AGM, so that required information can be made available at the AGM.
10. The Register of Members and the Share Transfer Books of the Company will remain closed from September 22, 2023, to September 29, 2023 (both days inclusive).
11. To support the 'Green Initiative', the Members are requested to register their email addresses with the Registrar and Share Transfer Agents of the Company to or mail at kolkata@linkintime.co.in or with the Depositories for receiving all communication, including Annual Report, Notices and Documents through e-mail instead of physical copy.
12. Non-resident Indian Members are requested to inform Company's Registrar and Share Transfer Agent, Link Intime India Private Limited,

immediately of a) Change of their residential status on return to India for permanent settlement. b) Particulars of their bank account maintained in India with Complete name, branch, account type, account number and address of the bank with pin code number, if not furnished earlier.

13. Mr. Nand Kishore Sharma, Practicing Company Secretary in practice, has been appointed for as the Scrutinizer for providing facility to the members of the Company to scrutinize the voting and remote e-voting process in a fair and transparent manner. The Scrutinizer shall after the conclusion of voting at the general meeting, will first count the votes cast at the meeting and thereafter unblock the votes cast through remote e-voting in the presence of at least two witnesses not in the employment of the Company and shall make, not later than three days of the conclusion of the AGM, 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. The Results declared along with the report of the Scrutinizer shall be placed on the website of the Company and on the website of Insta Vote of LIPL immediately after the declaration of result by the Chairman or a person authorized by him in writing.

The Register of Directors and Key Managerial Personnel and their shareholding, Register of Contracts or Arrangements in which Directors are interested, Relevant documents referred to in the accompanying Notice and the Explanatory Statement shall be open for inspection at the Registered Office of the Company during normal business hours (11.00 am to 1.00 pm) on all working days except Saturdays, up to and including the date of the Annual General Meeting of the Company.

Since the AGM will be held through VC / OAVM, the Route Map is not annexed in this Notice.

The instructions and guidelines for joining meeting the VC OAVM facility and voting is separately annexed with the notice of AGM.

The remote e-voting period commences at 9:00 a.m. (IST) on Tuesday, September 26, 2023, and ends at 5:00 p.m. (IST) on Friday, September 28, 2023. The e-voting module shall be disabled for voting thereafter. Once the vote on a resolution is cast by the shareholder, the shareholder shall not be allowed to change it subsequently.

**EXPLANATORY STATEMENT IN RESPECT OF ITEMS OF SPECIAL BUSINESS:
PURSUANT TO SECTION 102 OF THE COMPANIES ACT, 2013**

ITEM NO. 4

As per the provisions of sections 149, 152 & schedule IV of the companies act 2013 read with rules thereunder as amended, the Company has appointed Mr. Brij Mohan Mohta as an Additional Independent Director of the Company on 4th September 2023 for a period of five years from 4th September 2023 to 3rd September 2028.

Mr. Mohta is not disqualified from being appointed as director in terms of section 164 of the Act and has given his consent to act as a director of the company. The company has also received a written declaration from him stating the criteria of independence as provided in section 149(6) of the act.

The Board considers that the diverse and rich experience of the proposed appointee would help the company to achieve its objective and would be of immense benefit to the company.

A copy of appointment letter setting out all terms and conditions is available for inspection by the members at the registered office of the company during the office hours on all working days till the date of annual general meeting.

Accordingly, the Board recommend the ordinary resolution for the approval of the Members, to appoint Mr. Brij Mohan Mohta as an Independent Director of the Company.

None of the other Directors and Key Managerial Personnel of the Company, or their relatives, is interested in this Special Resolution.

Brief profile of Mr. Brij Mohan Mohta is given below:

He has 45 years' experience in Textile manufacturing, presently carrying on trading business in textile fabric having a vast knowledge of



manufacturing and trading business. He is currently a director of Ambica Textile Pvt Ltd.

ITEM NO. 5

As per the provisions of sections 149, 152 & schedule IV of the companies act 2013 read with rules thereunder as amended, the Company has appointed Mr. Prateek Chaudhary as an Additional Independent Director of the Company on 4th September 2023 for a period of five years from 4th September 2023 to 3rd September 2028.

Mr. Chaudhary is not disqualified from being appointed as director in terms of section 164 of the Act and has given his consent to act as a director of the company. The company has also received a written declaration from him stating the criteria of independence as provided in section 149(6) of the act.

The Board considers that the diverse and rich experience of the proposed appointee would help the company to achieve its objective and would be of immense benefit to the company.

A copy of appointment letter setting our all terms and conditions is available for inspection by the members at the registered office of the company during the office hours on all working days till the date of annual general meeting.

Accordingly, the Board recommend the ordinary resolution for the approval of the Members, to appoint Mr. Prateek Chaudhary as an Independent Director of the Company.

None of the other Directors and Key Managerial Personnel of the Company, or their relatives, is interested in this Special Resolution.

Brief profile of Mr. Prateek Chaudhary is given below:

Mr. Chaudhary is qualified Chartered Accountant and has more than 9 years of experience in practice field. He is a Senior Partner at M/s Mahander Chaudhary & Co, Chartered Accounts, a renowned CA firm with a legacy of almost 40 years. He currently serves as the Chairman of the Council on Startups at the Merchants Chambers of Commerce & Industry in Kolkata, where he plays a pivotal role in promoting and supporting startups in the region. He has been a mentor for MSMEs and was Co-Chair of Council on MSMEs at MCCI for the year 2022-2023.

ITEM NO. 6

As per the provisions of sections 149, 152 & schedule IV of the companies act 2013 read with rules thereunder as amended, the Company has appointed Mrs. Stuti Pithisaria as an Additional Independent Director of the Company on 4th September 2023 for a period of five years from 4th September 2023 to 3rd September 2028.

Mrs. Pithisaria is not disqualified from being appointed as director in terms of section 164 of the Act and has given her consent to act as a director of the company. The company has also received a written declaration from her stating the criteria of independence as provided in section 149(6) of the act.

The Board considers that the diverse and rich experience of the proposed appointee would help the company to achieve its objective and would be of immense benefit to the company.

A copy of appointment letter setting our all terms and conditions is available for inspection by the members at the registered office of the company during the office hours on all working days till the date of annual general meeting.

Accordingly, the Board recommend the ordinary resolution for the approval of the Members, to appoint Mrs. Pithisaria as an Independent Director of the Company.

None of the other Directors and Key Managerial Personnel of the Company, or their relatives, is interested in this Special Resolution.

Brief profile of Mrs. Stuti Pithisaria is given below:

Mrs. Pithisaria is a qualified Company Secretary and has more than 9

years of experience with various other corporates. She is currently an accomplished practicing Company Secretary with handling clients like the names of Tata Sons and others.

ITEM NO. 7

The Board has approved the appointment and remuneration of Rs. 35,000/- payable to M/s Amit Ketan & Co., cost Auditors to conduct the audit of the cost records of the Company for the financial year 2023-24.

Accordingly, ratification by the members is sought to the remuneration payable to the Cost Auditors for the financial year 2023-24 by passing an Ordinary Resolution set out at item No. 7 of the Notice.

None of the Directors / Key Managerial Personnel of the company / their relatives are, in any way, concerned or interested, financially or otherwise, in the resolution set out at Item No. 7 of the Notice. the Board commends the ordinary Resolution set out at item No. 7 of the Notice for approval by the members.

**By the order of the Board
For ARCL Organics Limited**

**Place: Rampur, PS Maheshtala-700141
Date: 04.09.2023**

**Subhankar Paul
ACS - 63772
Company Secretary**



Process and manner for attending the Annual General Meeting through InstaMeet:

1. Open the internet browser and launch the URL: <https://instameet.linkintime.co.in>

Select the "Company" and 'Event Date' and register with your following details: -

- A. Demat Account No. or Folio No: Enter your 16 digit Demat Account No. or Folio No
 - Shareholders/ members holding shares in CDSL demat account shall provide 16 Digit Beneficiary ID
 - Shareholders/ members holding shares in NSDL demat account shall provide 8 Character DP ID followed by 8 Digit Client ID
 - Shareholders/ members holding shares in physical form shall provide Folio Number registered with the Company
- B. PAN: Enter your 10-digit Permanent Account Number (PAN) (Members who have not updated their PAN with the Depository Participant (DP)/ Company shall use the sequence number provided to you, if applicable.
- C. Mobile No.: Enter your mobile number.
- D. Email ID: Enter your email id, as recorded with your DP/Company.

Click "Go to Meeting" (You are now registered for InstaMeet and your attendance is marked for the meeting).

Instructions for Shareholders/ Members to Speak during the Annual General Meeting through InstaMeet:

1. Shareholders who would like to speak during the meeting must register their request 3 days in advance with the company on the specific email id created for the general meeting.
2. Shareholders will get confirmation on first cum first basis depending upon the provision made by the client.
3. Shareholders will receive "speaking serial number" once they mark attendance for the meeting.
4. Other shareholder may ask questions to the panellist, via active chat-board during the meeting.
5. Please remember speaking serial number and start your conversation with panellist by switching on video mode and audio of your device.

Shareholders are requested to speak only when moderator of the meeting/ management will announce the name and serial number for speaking.

Instructions for Shareholders/ Members to Vote during the Annual General Meeting through InstaMeet:

Once the electronic voting is activated by the scrutinizer during the meeting, shareholders/ members who have not exercised their vote through the remote e-voting can cast the vote as under:

1. On the Shareholders VC page, click on the link for e-Voting "Cast your vote"
2. Enter your 16 digit Demat Account No. / Folio No. and OTP (received on the registered mobile number/ registered email Id) received during registration for InstaMEET and click on 'Submit'.
3. After successful login, you will see "Resolution Description" and against the same the option "Favour/ Against" for voting.
4. Cast your vote by selecting appropriate option i.e. "Favour/Against" as desired. Enter the number of shares (which represents no. of votes) as on the cut-off date under 'Favour/Against'.
5. After selecting the appropriate option i.e. Favour/Against as desired and you have decided to vote, click on "Save". A confirmation box will be displayed. If you wish to confirm your vote, click on "Confirm", else to change your vote, click on "Back" and accordingly modify your vote.
6. Once you confirm your vote on the resolution, you will not be allowed to modify or change your vote subsequently.

Note: Shareholders/ Members, who will be present in the Annual

General Meeting through InstaMeet 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 facility during the meeting. Shareholders/ Members who have voted through Remote e-Voting prior to the Annual General Meeting will be eligible to attend/ participate in the Annual General Meeting through InstaMeet. However, they will not be eligible to vote again during the meeting.

Shareholders/ Members are encouraged to join the Meeting through Tablets/ Laptops connected through broadband for better experience.

Shareholders/ Members are required to use Internet with a good speed (preferably 2 MBPS download stream) to avoid any disturbance during the meeting.

Please note that Shareholders/Members connecting from Mobile Devices or Tablets or through Laptops connecting via Mobile Hotspot may experience Audio/Visual loss due to fluctuation in their network. It is therefore recommended to use stable Wi-Fi or LAN connection to mitigate any kind of aforesaid glitches.

In case shareholders/ members have any queries regarding login/ e-voting, they may send an email to instameet@linkintime.co.in or contact on: - Tel: 022-49186175.

InstaMeet Support Desk
Link Intime India Private Limited

Remote e-Voting Instructions for shareholders:

As per the SEBI circular dated December 9, 2020, individual shareholders holding securities in demat mode can register directly with the depository or will have the option of accessing various ESP portals directly from their demat accounts.

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

1. Individual Shareholders holding securities in demat mode with NSDL
 1. Existing IDeAS user can visit the e-Services website of NSDL viz... <https://eservices.nsdl.com> either on a personal computer or on a mobile. On the e-Services home page click on the "Beneficial Owner" icon under "Login" which is available under 'IDeAS' section, this will prompt you to enter your existing User ID and Password. After successful authentication, you will be able to see e-Voting services under Value added services. Click on "Access to e-Voting" under e-Voting services and you will be able to see e-Voting page. Click on company name or e-Voting service provider name i.e. LINKINTIME and you will be re-directed to "InstaVote" website for casting your vote during the remote e-Voting period.
 2. If you are not registered for IDeAS e-Services, option to register is available at <https://eservices.nsdl.com> Select "Register Online for IDeAS Portal" or click at <https://eservices.nsdl.com/SecureWeb/IdeasDirectReg.jsp>
 3. Visit the e-Voting website of NSDL. Open web browser by typing the following URL: <https://www.evoting.nsdl.com/> either on a personal computer or on a mobile. Once the home page of e-Voting system is launched, click on the icon "Login" which is available under 'Shareholder/Member' section. A new screen will open. You will have to enter your User ID (i.e. your sixteen-digit demat account number hold with NSDL), Password/OTP and a Verification Code as shown on the screen. After successful authentication, you will be redirected to NSDL Depository site wherein you can see e-Voting page. Click on company name or e-Voting service provider name i.e. LINKINTIME and you will be redirected to "InstaVote" website for casting your vote during the remote e-Voting period.
2. **Individual Shareholders holding securities in demat mode with CDSL**
 1. Users who have opted for CDSL Easi / Easiest facility, can login through their existing user id and password. The option will be made available to reach e-Voting page without any further authentication. The users to login Easi / Easiest are requested to visit CDSL website www.cdslindia.com and click on login icon & New System Myeasi Tab and then use your existing my easi username & password.



2. After successful login the Easi / Easiest user will be able to see the e-Voting option for eligible companies where the evoting is in progress as per the information provided by the company. On clicking the evoting option, the user will be able to see e-Voting page of the e-Voting service provider i.e. LINKINTIME for casting your vote during the remote e-Voting period or joining virtual meeting & voting during the meeting. Additionally, there are also links provided to access the system of all e-Voting Service Providers, so that the user can visit the e-Voting service providers' website directly.

3. If the user is not registered for Easi/Easiest, the option to register is available at CDSL website www.cdslindia.com and click on login & New System Myeasi Tab and then click on registration option.

4. Alternatively, the user can directly access the 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, the user will be able to see the e-Voting option where the evoting is in progress and also able to directly access the system of all e-Voting Service Providers.

3. Individual Shareholders (holding securities in demat mode) login through their depository participants

You can also login using the login credentials of your demat account through your Depository Participant registered with NSDL/CDSL for e-Voting facility. After Successful login, you will be able to see e-Voting option. Once you click on e-Voting option, you will be redirected to NSDL/CDSL Depository site after successful authentication, wherein you can see e-Voting feature. Click on the company name or e-Voting service provider name i.e. LinkIntime and you will be redirected to e-Voting service provider website for casting your vote during the remote e-Voting period.

Login method for Individual shareholders holding securities in physical form/ Non-Individual Shareholders holding securities in demat mode is given below:

Individual Shareholders of the company, holding shares in physical form / Non-Individual Shareholders holding securities in demat mode as on the cut-off date for e-voting may register for e-Voting facility of Link Intime as under:

1. Open the internet browser and launch the URL: <https://instavote.linkintime.co.in>
2. Click on "Sign Up" under 'SHARE HOLDER' tab and register with your following details: -

A. User ID:

Share holders holding shares in physical form shall provide Event No + Folio Number registered with the Company. Share holders holding shares in NSDL demat account shall provide 8 Character DP ID followed by 8 Digit Client ID; Share holders holding shares in CDSL demat account shall provide 16 Digit Beneficiary ID.

B. PAN: Enter your 10-digit Permanent Account Number (PAN) (Shareholders who have not updated their PAN with the Depository Participant (DP)/ Company shall use the sequence number provided to you, if applicable.

C. DOB/DOI: Enter the Date of Birth (DOB) / Date of Incorporation (DOI) (As recorded with your DP / Company - in DD/MM/YYYY format)

D. Bank Account Number: Enter your Bank Account Number (last four digits), as recorded with your DP/Company.

*Share holders holding shares in physical form but have not recorded 'C' and 'D', shall provide their Folio number in 'D' above

*Share holders holding shares in NSDL form, shall provide 'D' above

Set the password of your choice (The password should contain minimum 8 characters, at least one special Character (@!#\$%&*), at least one numeral, at least one alphabet and at least one capital letter).

Click "confirm" (Your password is now generated).

3. Click on 'Login' under 'SHARE HOLDER' tab.
4. Enter your User ID, Password and Image Verification (CAPTCHA) Code and click on 'Submit'.

Cast your vote electronically:

1. After successful login, you will be able to see the notification for e-voting. Select 'View' icon.
2. E-voting page will appear.

3. Refer the Resolution description and cast your vote by selecting your desired option 'Favour / Against' (If you wish to view the entire Resolution details, click on the 'View Resolution' file link).

4. After selecting the desired option i.e. Favour / Against, click on 'Submit'. A confirmation box will be displayed. If you wish to confirm your vote, click on 'Yes', else to change your vote, click on 'No' and accordingly modify your vote.

Guidelines for Institutional shareholders:

Institutional shareholders (i.e. other than Individuals, HUF, NRI etc.) and Custodians are required to log on the e-voting system of LIPL at <https://instavote.linkintime.co.in> and register themselves as 'Custodian / Mutual Fund / Corporate Body'. They are also required to upload a scanned certified true copy of the board resolution /authority letter/power of attorney etc. together with attested specimen signature of the duly authorised representative(s) in PDF format in the 'Custodian / Mutual Fund / Corporate Body' login for the Scrutinizer to verify the same.

Helpdesk for Individual Shareholders holding securities in physical mode/ Institutional shareholders:

Shareholders facing any technical issue in login may contact Link Intime INSTAVOTE helpdesk by sending a request at enotices@linkintime.co.in or contact on: - Tel: 022 – 4918 6000.

Helpdesk for Individual Shareholders holding securities in demat mode:

Individual Shareholders holding securities in demat mode may contact the respective helpdesk 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

Individual Shareholders holding securities in Physical mode has forgotten the password:

If an Individual Shareholders holding securities in Physical mode has forgotten the USER ID [Login ID] or Password or both then the share holder can use the "Forgot Password" option available on the e-Voting website of Link Intime: <https://instavote.linkintime.co.in>

o Click on 'Login' under 'SHARE HOLDER' tab and further Click 'forgot password?'

o Enter User ID, select Mode and Enter Image Verification code (CAPTCHA). Click on "SUBMIT".

In case shareholders is having valid email address, Password will be sent to his / her registered e-mail address. Share holders can set the password of his/her choice by providing the information about the particulars of the Security Question and Answer, PAN, DOB/DOI, Bank Account Number (last four digits) etc. as mentioned above. The password should contain minimum 8 characters, at least one special character (@!#\$%&*), at least one numeral, at least one alphabet and at least one capital letter.

User ID for Shareholders holding shares in Physical Form (i.e. Share Certificate): Your User ID is Event No +Folio Number registered with the Company

Individual Shareholders holding securities in demat mode with NSDL/ CDSL has forgotten the password:

Shareholders who are unable to retrieve User ID/ Password are advised to use Forget User ID and Forget Password option available at abovementioned depository/ depository participants website.

? It is strongly recommended not to share your password with any other person and take utmost care to keep your password confidential.

? For shareholders/ members holding shares in physical form, the details can be used only for voting on the resolutions contained in this Notice.

? During the voting period, shareholders/ members can login any number of time till they have voted on the resolution(s) for a particular "Event".

InstaVote Support Desk

Link Intime India Private Limited

**DIRECTORS' REPORT**

To
The Members,

Your Directors take pleasure in presenting the 31st Annual Report on the operations of your Company together with the audited accounts for the financial year ended 31st March 2023.

Figure in Lakhs

Particulars	Standalone		Consolidated
	2022-23	2021-22	2022-23
Total Income	16,849.27	14,364.70	1,6894.41
Profit before Deprecation, Finance Cost, Tax and Exceptional items	2,140.60	1,774.32	2130.37
Depreciation and amortization expenses	266.66	143.30	266.66
Finance cost	193.88	151.19	193.90
Exceptional Items	NIL	NIL	NIL
Profit before Tax	1,680.06	1,479.82	1669.82
Less: Tax expenses	502.43	431.62	502.43
Profit for the year	1,177.63	1,048.20	1167.39
Other comprehensive income for the year	2.87	-15.56	2.87
Total comprehensive income for the year	1,180.50	1,032.64	1,170.26

Dividend

Your Directors do not recommend payment of dividend on equity shares.

Transfer of Unclaimed Dividend to Investor Education and Protection Fund

The provisions of Section 125(2) of the Companies Act, 2013 do not apply as there was no dividend declared and paid last year.

Material changes and commitment if any affecting the financial position of the company occurred between the ends of the financial year to which this financial statement relate and the date of the report

No such material changes occurred which affected the financial position of the company.

Share Capital

The paid-up capital of the company as on 31st March 2023 was INR 8 Crore. During the year under review the Company has not altered its share capital, consequently there is no change in the capital structure since previous year.

Statement concerning development and implementation of Risk Management Policy of the Company

The Indian Economy saw a slump due to the war in Ukraine which added to disruption in global supply chains and unprecedented fluctuation in raw material and commodity pricing. Despite such odds, our company emerged victorious, fulfilling Rs. 72.50 Crores worth of export. Your directors have taken major decisions to mitigate the risks which is clearly visible in the financials of the Company. **Details of Policy developed and implemented by the company on its Corporate Social Responsibility initiatives**

As per the rule of Companies act 2013, CSR is applicable on our company, and the Company has made an annual CSR contribution of Rs. 8 Lakhs to Shree Shraddha Educational & Charitable trust for promotion of Education in the country.

Particulars of loans, guarantees or investments made under section 186 of the Companies Act, 2013

The company has not given any loan under this section except making investments in, giving loans and guarantees to and providing securities in connection with loans to its wholly owned subsidiaries from time to time, in compliance with the applicable provisions of the Act.

Public Deposits

As on today, we have not any public deposit in terms of chapter V of the companies act 2013.

Subsidiaries, Joint Venture and Associate company

As on 31st March 2023, your Company has the following 7 wholly owned subsidiary companies:

1. Yocnex Chemicals Private Limited
2. Suksess Chemicals Private Limited

3. Nocnex Chemicals Private Limited
4. Ocilim Advisory Services Private Limited
5. Wide Range Merchants Private Limited
6. Allied Maritime & Infra Engineering Private Limited
7. ARCL Petrochemicals Limited

In Compliance with IND AS-110, your Company has prepared its consolidated financial statements which forms part of its Annual Report. Pursuant to the provisions of Section 129(3) of Companies Act, 2013, the salient features of the subsidiary Company in the prescribed form AOC-1 is a part of the consolidated financial statements.

Your Company does not have any associates, holding or joint ventures as on 31st March 2023.

Human Resources

The Company Human Resource development is founded on a strong set of values. The policy seeks to instil spirit, trust and transparency among all employees.

We believe in the potential of the young generation who are full of energy, modern thoughts, new technological know-how and approaches. Since in the next 5 years, a generation of people will retire, we have started the process of inducting young technocrats and an enterprising new commercial team for a smooth transfer to the next generation. We have introduced an immersive training programme for the new generation to prepare them to take up the role of the older generation.

Internal Financial Control

The Company has laid down guidelines, which enable implementation of appropriate internal financial controls. These include controls in the nature of manual or automated IT applications including the ERP applications wherein the transactions are approved and recorded. These systems are designed keeping in view the nature of activities carried out at each location and various business operations.

The evaluations of these internal financial controls were done by the Statutory Auditors.

Particulars of Contracts or arrangements made with Related Parties
Your company has not entered into any related party transaction in this financial year except the earlier ongoing transaction which was reported in 29th AGM.

Annual Return

As required pursuant to section 92(3) of the Companies Act, 2013 and rule 12(1) of the Companies (Management and Administration) Rules, 2014, an extract of annual return in MGT 9 is annexed as Annexure 1.



Taxes and Duties

Your Company has contributed Rs.22,64,29,220/-to the Central and State Exchequer by way of Taxes and duties.

Future Prospects

ARCL is a seasoned player in the formaldehyde and downstream chemicals market due to our long-term commitment and family-like relations with our stakeholders as well as our strong technical know-how in our processes and products. Keeping the same mother product base, we have diversified our product portfolio to cater to various industries such as feed, foundries, refractories, rubber and tyre, agriculture, etc.

A new spray drier is almost complete and ready for commissioning. It will take the total of powder resins to 25,000 Ton per annum, one of the largest globally covering entire range of amino and phenol resole resins.

Lot of new specialty chemicals projects are under implementation making it one of the largest integrated formaldehyde-based complexes with nine plants in the same complex making value added products not only limited to single step but three to four steps of value additions.

Listing of Equity shares

Your company has already received in principal listing approval from Bombay Stock Exchange and has applied to SEBI to expedite the process of listing at the other stock exchanges.

Auditor and Auditor's Report

M/s JSUS & Associates (Firm Registration number-329784E), Chartered accountants, were appointed as statutory auditors for a period of 5 years from the conclusion of 27th Annual general meeting to 31st Annual general meeting of the company.

The observations of Auditors in their report "read with notes to the accounts" are self-explanatory and do not call for any further explanation.

Director and Key Managerial Personnel

In accordance with provisions of section 152 of the act read with rules made thereunder, Mr. Rajesh Mundhrais liable to retire by rotation at the 31stAGM and being eligible, offers himself for re-appointment.

Your company intrinsically believe in philosophy of corporate governance and are committed to comply with the rules of composition of Board.

The Company has received declarations from all independent directors that they meet the criteria of independence and none of the director is disqualified for being appointed as director.

As on 31st March 2023, your Company has following Key Managerial Personnel as per the rule of Companies act 2013-

- Mr. SurajRatanMundhra, Managing Director
- Mr. Rajesh Mundhra, Whole Time Director
- Mr. MukeshMundhra, Whole Time Director
- Mr. Ajay Kumar Mimani, Executive Director
- Mr. Navneet Bagri, Chief Financial Officer
- Mr. Subhankar Paul, Company Secretary

Corporate Governance

Your Company upholds the standard of governance and a report on corporate governance is a part of Directors report.

A report on Corporate Governance is annexed as "Annexure 2.

Obligation of Company under sexual harassment of women at workplace (Prevention, Prohibition and Redressal) act, 2013

Your Company ensures that every woman employee is treated with dignity and equality. The company has a committee which looks after this and safety of woman employees.

Information as required under section 134(3)(m) of the companies act 2013 read with Rule 8(3) of Companies (Accounts) rules, 2014):

Conservation of Energy

a. Energy Conservation Measures Taken:

- Improvisation and continuous monitoring of Power Factor and replacement of weak capacitors by conducting periodical checking of capacitors.
- Installation of isolating valve in main airline for preventing air loss.
- The Company has relentlessly aimed at optimising the use of energy resources and taken adequate measures to avoid wastage and use latest technology and equipments.

b. Impact of the above Measures:

- Opportunity to compete in International Markets
- Technology up-gradation
- Development of new designs in products
- Attaining accreditation of our products from Internationally recognized Organizations

I.	Electricity	Rs.
•	Power & Fuel Consumption*	
	Purchased Units (KWH in lacs)	69.85
	Total Amount (in Lacs)	538
	Monthly average (Rs. In Lacs)	45
	Rate (Rs/KWH)	8
II.	Fuel Consumption	
	LDOConsumption (in KL)	417.06
	Total Amount (Rs. In Lacs)	287.91
	Monthly average (Rs.Lacs)	23.99
	Rate (Rs/Lacs)	69.03

FO Consumption from April 2022 to March 2023 = 856.84 KL

Total amount = 735.18 Lacs

Monthly Average (Rs in Lacs)=61.27 L

Rate (Rs/Litre) =85.80

Technology Absorption:

Research and Development (R & D):

The current success, and our future success, is largely dependent on our ability to develop new products and processes and to improve the features of existing products. The research activity includes-

- a) Low emission formaldehyde E0/E1 in plywood application.
- b) Slow Release Nitrogen crude protein in cattle field application, M PRO.
- c) Import Substitution cross linker HMMM.

Expenditure on R & D:

No.	Particulars	2022-23(Rs.)
I.	Capital Expenses	26,24,351
II.	Revenue Expenses	1,41,11,252
III.	Total	1,67,35,603
IV.	Total R & D Expenditure as a % of Turnover	1.01%

Government recognition of our R & D

It's a matter of great pride that company got recognition by Government of India approving our in-house laboratory as DSIR certified. There are many funds received from all over the world with Government of India for R&D works. They gave these funds to DSIR recognized laboratory only. This will give us an opportunity to get such fund and do real great R&D, helping world and society with innovations. We are pretty sure under the leadership of our talented R& D chief, ARCL will achieve lot of recognition & do real innovative research benefiting the industry & society.

Foreign Exchange Earnings and Outgo:

- a) Expenditure in Foreign Currency - Rs. 19,32,018/-



b) Earnings in Foreign Currency- Rs. 73,11,25,187/-

Director's Responsibility Statement

Your directors, in terms of Section 134 (5) of the Companies Act, 2013, state that:

- c) In the preparation of the annual accounts, the applicable accounting standards have been followed along with proper explanation relating to material departures.
- d) 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/loss of the company for that period.
- e) The directors to the best of their knowledge & ability have taken proper and sufficient care for the maintenance of adequate accounting records in accordance with the provisions of this Act for safeguarding the assets of the company and for preventing and detecting fraud and other irregularities;
- f) The directors had prepared the annual accounts on a going concern basis; and
- g) The directors had laid down internal financial controls to be followed by the company and that such internal financial controls are adequate and were operating effectively.
- h) 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.

Industrial relations

The Industrial relations in the Company continue to be very cordial and stable. Your directors would like to place on record their appreciation of the dedication and commitment of all employees of your company in spite of the pandemic situation.

Appreciation and Acknowledgements

The Directors thank the Company's customers, vendors, dealers, investors and associates for their continuous support during the year. They also appreciate the contribution made by the employees at all levels.

For and on behalf of the Board

Suraj Ratan Mundhra
Chairman and Managing Director
DIN: 00681223

Date: 04.09.2023

Place: Kolkata

**EXTRACT OF ANNUAL RETURN**

As on the financial year ended on 31.03.2023

[Pursuant to section 92(3) of the Companies Act, 2013 and rule 12(1) of the Companies (Management and Administration) Rules, 2014]

I. REGISTRATION & OTHER DETAILS:

CIN	U24121WB1992PLC056562
Registration Date	09/08/1992
Name of the Company	ARCL Organics Limited
Category/Sub-category of the Company	Public Limited Company, Non-Government company
Address of the Registered office & contact details	Rampur, PS Maheshtala, Kolkata-700141, Contact-033-22832865
Whether listed company	Unlisted
Name, Address & contact details of the Registrar & Transfer Agent, if any	Linkintime India Pvt. Ltd., C-101, 1st Floor, 247 Park, Lal Bahadur Shastri Marg, Vikhroli (West) Mumbai, Maharashtra-400083, Kolkata address- 59 C, Chowringhee Road, 3rd Floor, Kolkata – 700020, Tel: 033 - 2289 0540, Telefax: 033 - 2289 0539

II. PRINCIPAL BUSINESS ACTIVITIES OF THE COMPANY:

(All the business activities contributing 10 % or more of the total turnover of the company shall be stated)

S. No.	Name and Description of main products/services	NIC Code of the Product/service	% to total turnover of the company
1	FORMALDEHYDE AND RESINS	2011	100

III. PARTICULARS OF HOLDING, SUBSIDIARY AND ASSOCIATE COMPANIES-7 Wholly Owned Subsidiaries

Sl. No.	Name and address of the Company	CIN	Holding/ Subsidiary/ Associate	(%) of shares held
1.	ARCL Petrochemicals Limited C2-54/127, Budge Budge Trunk Road, Maheshtala Kolkata-700141	U24110WB2008PLC125850	Subsidiary Company	99.99%
2.	Allied Maritime & Infra Engineering Private Limited C2-54/127, Budge Budge Trunk Road, Maheshtala Kolkata-700141	U74210WB2001PTC093865	Subsidiary Company	99.99%
3.	Wide Range Merchants Private Limited C2-54/127, Budge Budge Trunk Road, Maheshtala Kolkata-700141	U51909WB1995PTC074492	Subsidiary Company	99.99%
4.	Ocilim Advisory Services Private Limited C2-54/127, Budge Budge Trunk Road, Maheshtala Kolkata-700141	U01122WB2007PTC116504	Subsidiary Company	99.99%
5.	Nocnex Chemicals Private Limited C2-54/127, Budge Budge Trunk Road, Maheshtala Kolkata-700141	U51909WB2019PTC229634	Subsidiary Company	99.99%
6.	Suksess Chemicals Private Limited C2-54/127, Budge Budge Trunk Road, Maheshtala Kolkata-700141	U51909WB2019PTC229742	Subsidiary Company	99.99%
7.	Yocnex Chemicals Private Limited C2-54/127, Budge Budge Trunk Road, Maheshtala Kolkata-700141	U51909WB2019PTC229931	Subsidiary Company	99.99%



IV. SHARE HOLDING PATTERN

Category of Shareholders	Shareholding at the beginning of the year - 2022				Shareholding at the end of the year - 2023				% Change during the year
	Demat	Physical	Total	%	Demat	Physical	Total	%	
Shareholding of Promoter and Promoter Group									
Indian									
Individuals / Hindu Undivided Family	3263990	912834**	4176824	52.21	3263990	912834**	4176824	52.21	'0.0000
Central Government / State Government(s)	0	0	0	0	0	0	0	0	'0.0000
Financial Institutions / Banks	0	0	0	0	0	0	0	0	'0.0000
Bodies Corporate	1273380	87166**	1360546	17.01	1273380	87166**	1360546	17.01	'0.0000
Sub Total (A)(1)	4537370	1000000	5537370	69.21	4537370	1000000	5537370	69.21	'0.0000
Foreign									
Individuals (Non-Resident Individuals / Foreign Individuals)	0	0	00000	0	0	0	'0.0000	'0.0000	
Government	0	0	0	'0.0000	0	0	0	'0.0000	'0.0000
Institutions	0	0	0	'0.0000	0	0	0	'0.0000	'0.0000
Foreign Portfolio Investor	0	0	0	'0.0000	0	0	0	'0.0000	'0.0000
Any Other (Specify)									
Sub Total (A)(2)	0	0	0	'0.0000	0	0	0	'0.0000	'0.0000
Total Shareholding of Promoter and Promoter Group(A)=(A)(1) + (A)(2)	4537370	1000000	5537370	69.21	4537370	1000000	5537370	69.21	'0.0000
Public Shareholding									
Institutions									
Mutual Funds / UTI	0	0	0	'0.0000	0	0	0	'0.0000	'0.0000
Venture Capital Funds	0	0	0	'0.0000	0	0	0	'0.0000	'0.0000
Alternate Investment Funds	0	0	0	'0.0000	0	0	0	'0.0000	'0.0000
Foreign Venture Capital Investors	0	0	0	'0.0000	0	0	0	'0.0000	'0.0000
Foreign Portfolio Investor	0	0	0	'0.0000	0	0	0	'0.0000	'0.0000
Financial Institutions / Banks	59950	0	59950	'0.7494	59950	0	59950	'0.7494	'0.0000
Insurance Companies	0	0	0	'0.0000	0	0	0	'0.0000	'0.0000
Provident Funds/ Pension Funds	0	0	0	'0.0000	0	0	0	'0.0000	'0.0000
Any Other (Specify)									
Sub Total (B)(1)	59950	0	59950	'0.7494	59950	0	59950	'0.7494	'0.0000
Central Government/ State Government(s) / President of India									
Sub Total (B)(2)	0	0	0	'0.0000	0	0	0	'0.0000	'0.0000
Non-Institutions									
Individuals									
Individual shareholders holding nominal share capital upto Rs. 1 lakh	6150	721920	728070	'9.1009	6150	721920	728070	'9.1009	"0.0000
Individual shareholders holding nominal share capital in excess of Rs. 1 lakh	55450	144750	200200	'2.5025	55450	144750	200200	'2.5025	'0.0000
NBFCs registered with RBI	8400	0	8400	'0.1050	8400	0	8400	'0.1050	'0.1050
Employee Trusts	0	0	0	'0.0000	0	0	0	'0.0000	'0.0000
Overseas Depositories (holding Drs) (balancing figure)	0	0	0	'0.0000	0	0	0	'0.0000	'0.0000
Any Other (Specify)									
SBICAP TRUSTEE	1000000	0	1000000	12.50	1000000	0	1000000	12.50	'0.0000
Bodies Corporate	0	466010	466010	'5.8251	0	466010	466010	'5.8251	'0.0000
Total Public Shareholding(B)1+2+3	129950	1332680	1462630	18.28	129950	1332680	1462630	18.28	0
Total (A)+(B)	5667320	2332680	8000000	100	5667320	2332680	8000000	100	0
Non-Promoter - Non-Public	0	0	0	'0.0000	0	0	0	'0.0000	'0.0000
Custodian/DR Holder	0	0	0	'0.0000	0	0	0	'0.0000	'0.0000
Employee Benefit Trust	0	00	0	'0.0000	0	0	0	'0.0000	'0.0000
Total (A)+(B)+©	5667320	2332680	8000000	'100.00	5667320	2332680	8000000	'100.00	'0.0000

**Pending transfer



(ii) Shareholding of Promoter

Sr No	Shareholder's Name	Shareholding at the beginning of the year - 2022			Shareholding at the end of the year - 2023			% change in shareholding
		Shares	%	%of Shares Pledged Shares	Shares	%	%of Shares Pledged Shares	
1	ARC Holdings Limited	1223380	'15.2922	'0.0000	1223380	'15.2922	'0.0000	'0.0000
2	Sushila Devi Mundhra	1031175	'12.889	'0.0000	1031175	'12.889	'0.0000	'0.0000
3	Suraj Ratan Mundhra	791627	9.8953	0.0000	791627	9.8953	0.0000	'0.0000
4	Mukesh Mundhra	700759	8.7594	0.0000	700759	8.7594	0.0000	'0.0000
5	Suraj Ratan Mundhra HUF	670005	8.3750	'0.0000	670005	8.3750	'0.0000	'0.0000
6	Ajay Kumar Mimani	37040	0.463	'0.0000	37040	0.463	'0.0000	'0.0000
7	Vijay Kumar Mimani	0	0	'0.0000	0	0	'0.0000	'0.0000
8	Rajesh Mundhra	345840	'4.3230	'0.0000	345840	'4.3230	'0.0000	'0.0000
9	Vasundhara Mundhra	308047	3.8505	'0.0000	308047	3.8505	'0.0000	'0.0000
10	Kapila Mundhra	292331	'3.6541	'0.0000	292331	'3.6541	'0.0000	'0.0000
11	Super Polychem Pvt. Ltd.	0	0	0	0	0	0	'0.0000
12	PBC Carriers Private Ltd.	137166	1.7146	'0.0000	137166	1.7146	'0.0000	'0.0000
	Total	5537370	'69.21	'0.0000	5537370	'69.21	'0.0000	'0.0000

(iii)) Changes in Shareholding of Promoters: NO

iv) Shareholding Pattern of top ten Shareholders (other than Directors, Promoters and Holders of GDRs and ADRs):

Sr No.	Particulars	Shareholding at the beginning of the year - 2022		Cumulative Shareholding at the end of the year - 2023	
		SHARES	%	SHARES	%
1	STRESSED ASSETS STABILIZATION FUND	249600	3.1200	249600	3.1200
2	PREM R MARDIA	60750	0.7594	60750	0.7594
3	UNIT TRUST OF INDIA	59950	0.7494	59950	0.7494
4	INDIAN BANK A/C INDIAN BANK MUTUAL FUND	46750	0.5844	46750	0.5844
5	3A CAPITAL SERVICES LTD.	37750	0.4719	37750	0.4719
6	A3 CAPITAL SERVICES (INDIA) LTD.	37500	0.4688	37500	0.4688
7	MORGAN STANLEY ASSET MANAGEMENT INC	32050	0.4006	32050	0.4006
8	ADVANCED BUSINESS ENTERPRISES INC	31250	0.3906	31250	0.3906
9	UNITED INDIA INSURANCE CO. LIMITED	30400	0.3800	30400	0.3800
10	DAULAT LAXMLAL CHANDRILIYA	25000	0.3125	25000	0.3125

(v) Shareholding of Directors and Key Managerial Personnel:

Sl. No.	Particulars	Shareholding at the beginning of the year - 2022		Cumulative Shareholding during the year	
		No. of shares	% of total shares	No. of shares	% of total shares
	Shareholding of each Directors and each Key Managerial Personnel				
1	Mukesh Mundhra	700759	8.759%	700759	8.759%
2	Suraj Ratan Mundhra	791627	9.895%	791627	9.895%
3	Rajesh Mundhra	345840	4.323%	345840	4.323%
4	Ajay Kumar Mimani	37040	0.463	37040	0.463
5	Navneet Bagri	0	0	0	0
6	Vaishnavi Mundhra ***	0	0	0	0
7	Subhankar Paul	0	0	0	0

*** Appointed to the post of Additional Director w.e.f. 19/09/2022.



V. INDEBTEDNESS

Indebtedness of the Company including interest outstanding/accrued but not due for payment:

Particulars	Secured excluding deposits	Unsecured Loans	Deposits	Total Indebtedness
Indebtedness at the beginning of the financial year				
i) Principal Amount	6,87,32,534	8,85,38,730	NIL	15,72,71,264
ii) Interest due but not paid				
iii) Interest accrued but not due				
Total (i+ii+iii)	6,87,32,534	8,85,38,730	NIL	15,72,71,264
Change in Indebtedness during the financial year				
Additions	3,71,84,144	4,46,14,415	NIL	8,17,98,559
Reduction	2,05,00,989	1,72,75,994	NIL	3,77,76,983
Net Change	1,66,83,155	2,73,38,421	NIL	4,40,21,576
Indebtedness at the end of the financial year	8,54,15,689	11,58,77,152	NIL	20,12,92,841
i) Principal Amount				
ii) Interest due but not paid				
iii) Interest accrued but not due				
Total (i+ii+iii)	8,54,15,689	11,58,77,152	NIL	20,12,92,841

VI. REMUNERATION OF DIRECTORS AND KEY MANAGERIAL PERSONNEL

A. Remuneration to Managing Director, Whole-time Directors and/or Manager:

Sl.No	Particulars of Remuneration	Name of the MD/WTD/Manager					Total (In Rs.)
		Suraj Ratan Mundhra	Mukesh Mundhra	Rajesh Mundhra	Ajay Kumar Mimani	Vaisnavi Mundhra	
1	Gross salary						
	(a) Salary as per provisions contained in section 17(1) of the Income Tax, 1961.	24,00,000	24,00,000	24,00,000	3,89,000	7,00,000	82,89,000
	(b) Value of perquisites u/s 17(2) of the Income tax Act, 1961						
	(c) Profits in lieu of salary under section 17(3) of the Income Tax Act, 1961						
2	Stock option						
3	Sweat Equity						
4	Commission as % of profit						
5	Others, please specify						
	Total (A)	24,00,000	24,00,000	24,00,000	3,89,000	7,00,000	82,89,000
	Ceiling as per the Act (5% of Net Profit)						

B. Remuneration to other directors:

Sl. No.	Particulars of Remuneration	Name of ID (Independent Director)			Total Amount
	Independent Directors	Trinetra Bajpai	M.K. Ghosh	Nilmani Rathi	
•	Fee for attending board committee meetings.	25,000	1,00,000	1,00,000	2,25,000
•	Commission				
•	Others, please specify.				
	Total Managerial Remuneration	25,000	1,00,000	1,00,000	2,25,000

C. Remuneration to Key Managerial Personnel other than MD/Manager/WTD

Sl. No.	Particulars of Remuneration	Key Managerial Personnel			Total
		CEO	Company Secretary	CFO	
1.	Gross salary	NIL	4,50,000	24,00,000	28,50,000
	(a) Salary as per provisions contained in section 17(1) of the Income-tax Act, 1961				
	(b) Value of perquisites u/s 17(2) Income-tax Act, 1961				
	(c) Profits in lieu of salary under section 17(3) Income-tax Act, 1961				
2.	Others, please specify				
3.	Total	NIL	4,50,000	24,00,000	28,50,000



VII. PENALTIES / PUNISHMENT/ COMPOUNDING OF OFFENCES : NA

Type	Section of the Companies Act	Brief Description	Details of Penalty/Punishment/ Compounding fees imposed	Authority (RD/NCLT/Court)	Appeal made, if any (give details)
COMPANY					
Penalty	-	-	-	-	-
Punishment	-	-	-	-	-
Compounding	-	-	-	-	-
DIRECTORS					
Penalty	-	-	-	-	-
Punishment	-	-	-	-	-
Compounding	-	-	-	-	-
OTHER OFFICERS IN DEFAULT					
Penalty	-	-	-	-	-
Punishment	-	-	-	-	-
Compounding	-	-	-	-	-

For and on behalf of the Board

Place: Kolkata
Date:04.09.2023

Suraj Ratan Mundhra
Chairman & Managing Director
DIN: 00681223



**Annexure – 2
CORPORATE GOVERNANCE REPORT**

The directors present the the Corporate Governance Report for the year ended 31st March, 2023.

COMPANY'S PHILOSOPHY ON CODE OF GOVERNANCE

Corporate governance is all about highest standards of integrity, transparency, adoption of best management principles and values. As you company is progressing towards listing in Bombay Stock exchange, it is adopting a strong legacy of fair, transparent and ethical governance practices. Your company is also adopting code of conduct for its independent directors and diving towards sustained corporate growth.

BOARD OF DIRECTORS AND MEETINGS

The Composition of Board as on March 31, 2023 was as under:

Sl. No.	Name of Director	Category of Directorship
1.	TrinetraGokarannath Bajpai	Independent Non-Executive Director
2.	Suraj Ratan Mundhra	Chairman & Managing Director
3.	Mihir Kumar Ghosh	Independent Non-Executive Director
4.	Nilmani Rathi	Independent Non-Executive Director
5.	Rajesh Mundhra	Whole Time Director
6.	Mukesh Mundhra	Whole Time Director
7.	Ajay Kumar Mimani	Executive Director
8.	Vaishnavi Mundhra	Additional Director
9.	Brij Mohan Mohta	Additional Director

CHANGES IN DIRECTORS AND KEY MANAGERIAL PERSONNEL DURING THE YEAR:

1	Ms. Vaishnavi Mundhra	Additional Director	Appointed on 19.09.2022
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DETAILS OF BOARD MEETING HELD DURING THE YEAR

The Board met 4 (Four times) in the calendar year (from January to December) on the following dates during the year 2022-23 and the gap between two Board Meeting did not exceed 120 days:

Name of Meeting Dates on which meetings were held

Board Meeting	24.02.2022, 25.05.2022, 09.08.2022, 07.12.2022
Shareholder Grievance	07.12.2022
Committee Meeting Corporate Social	08.06.2022, 09.08.2022
Responsibility Committee Independent Director	08.06.2022, 07.12.2022
Meeting	09.08.2022

INFORMATION ON COMMITTEES OF BOARD

The formation of the committee does not apply to the company but as the company has applied for listing, so mandatory committees have to be formed and the company is under the process of appointment of woman independent director to complete the board composition and as well as committee constitution.

SHAREHOLDERS/INVESTORS GRIEVANCE COMMITTEE

For redressing investor complaints, the Company had earlier formed Shareholders/Investor Grievance committee with the existing directors, but the company is under process of re-constituting the shareholder's grievance committee since new independent directors are being inducted in the board.

Sl. No.	Name of Director	Category of Directorship
1	Mr. Mukesh Mundhra	Executive director
2	Mr. Ajay Kumar Mimani	Executive Director
3	Mr. Trinetra Gokarannath Bajpai	Non-Executive Director
4	Mr. Mihir Kumar Ghosh	Non-Executive Director

The Shareholders/Investor Grievance Committee oversees redressal of Shareholder and Investor complaints on matters such as transfer of shares, non-receipt of shares, ensures expeditious transfer of shares, issue of duplicate share certificates and approves sub-

division/transmission of Shares.

CORPORATE SOCIAL RESPONSIBILITY COMMITTEE-

For overseeing the implementation of projects in respect to Corporate Social Responsibility:

Sl. No.	Name of Director	Category of Directorship
1	Mr Nilmani Rathi	Non-Executive Director
2	Mr. Ajay Kumar Mimani	Executive Director
3	Mr. Mihir Kumar Ghosh	Non-Executive Director

The details of complaints from shareholders are as follows:

Year	Complaints outstanding as on 01.04.2021	Complaints Received	Complaints Resolved	Complaints Pending as on 31.03.2022
2020-21	NIL	1	NIL	1*

*Complaint lodged by Mrs. Kaushalya Chandak regarding non-receipt of Share certificate after transfer through SCORES vide complaint ref. no. SEBIE/WB18/000079/1 dated 29.01.2018. In view of the above, please note that Company has replied to the complainant that as soon as the company gets the listing approval and its ISIN again become active Company will transfer these 250 shares to her without any delay.

** Some requests of small shareholders are pending because our master is blocked and we cannot do any transfer of shares, demat and correction or changes in our master maintained by our registrar, Link Intime India Private Limited. Our ISIN will get active on approval from BSE for listing then these requests will be disposed off.

DISCLOSURES UNDER CORPORATE GOVERNANCE

Name of Related Parties and Relationship:

A. KEY MANAGERIAL PERSONNEL

1. Mr. Suraj Ratan Mundhra, Managing Director
2. Mr. Rajesh Mundhra, Whole Time Director
3. Mr. Mukesh Mundhra, Whole Time Director
4. Mr. Ajay Kumar Mimani, Executive Director
5. Mr. Navneet Bagri, Chief Financial Officer
6. Mr. Subhankar Paul, Company Secretary
7. Ms. Vaishnavi Mundhra, Additional Director

B. RELATED PARTIES

1. Mr. Mukesh Mundhra, Director and son of MD
2. Mr. Rajesh Mundhra, Director and son of MD
3. Mr. Ajay Kumar Mimani, Director and relative of MD

C. OTHERS (COMPANIES IN WHICH SOME OF THE DIRECTORS ARE INTERESTED)

1. ARC Holdings Limited
2. Classic Furniture & Manufacturing Company Private Limited
3. Classic Furniture and Furnishings LLP

D. DETAILS OF WHOLLY OWNED SUBSIDIARIES

1.	ARCL Petrochemicals Limited , C2-54/127, Budge Budge Trunk Road, Maheshtala Kolkata-700141
2.	Allied Maritime & Infra Engineering Private Limited , C2-54/127, Budge Budge Trunk Road, Maheshtala Kolkata-700141
3.	Wide Range Merchants Private Limited , C2-54/127, Budge Budge Trunk Road, Maheshtala Kol-700141
4.	Ocilim Advisory Services Private Limited , C2-54/127, Budge Budge Trunk Road, Maheshtala Kol-700141
5.	Nocnex Chemicals Private Limited , C2-54/127, Budge Budge Trunk Road, Maheshtala Kolkata-700141
6.	Suksess Chemicals Private Limited , C2-54/127, Budge Budge Trunk Road, Maheshtala Kolkata-700141
7.	Yocnex Chemicals Private Limited , C2-54/127, Budge Budge Trunk Road, Maheshtala Kolkata-700141



DISCLOSURE IN FORM AOC-2

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

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

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

Particulars	Details
Name (s) of the related party & nature of relationship	
Nature of contracts/arrangements/transaction	
Duration of the contracts/arrangements/transaction	
Salient terms of the contracts or arrangements or transaction	
Justification for entering into such contracts or arrangements or transactions'	
Date of approval by the Board	
Amount paid as advances, if any	
Date on which the special resolution was passed in General meeting as required under first proviso to section 188	

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

SL No	Name (s) of the related party & nature of relationship	Nature of contracts/ arrangements /transaction	Duration of the contracts/ arrangements/ transaction	Salient terms of the contracts or arrangements or transaction including the value if any	Date of approval by the Board
III)	Classic Furniture and Furnishings Private Limited	Purchase of goods and services	Ongoing	Aggregate amount not exceeding Rs.100 lakhs in each financial year	08.06.2020

For and on behalf of the Board

Suraj Ratan Mundhra

Managing Director

DIN: 00681223

Place: Kolkata

Date:04.09.2023



**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
ruleNo.9 of the Companies (Appointment and Remuneration
Personnel)Rules, 2014]

To,
The Members,
ARCL ORGANICS LIMITED
(U24121WB1992PLC056562)
RAMPUR, P.S. MAHESHTALA
Parganas South
KOLKATA (WB)-700141

We have conducted the secretarial audit of the compliance of applicable statutory provisions and the adherence to good corporate practices by **M/s ARCL ORGANICS LIMITED (CIN: U24121WB1992PLC056562)**(hereinafter called as "the company"). The Secretarial Audit was conducted for the year ended **31st March 2023** in a manner that provided us a reasonable basis for evaluating the corporate conducts/statutory compliances and expressing our opinion thereon.

Based on our verification of the books, papers, minute books, forms and returns filed and other records maintained by the company and also the information provided by the Company, its officers, agents and authorized representatives during the conduct of secretarial audit, the explanations and clarifications given to us and the representations made by the Management and considering the relaxations granted by the Ministry of Corporate Affairs warranted due to the spread of the Covid-19 pandemic, we hereby report that in our opinion, the company has, during the audit period covering the financial year ended on **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:

We have examined the books, papers, minute books, forms and returns filed and other records maintained by the company for the financial year ended on **31st March 2023** according to the provisions of:

- (i) The Companies Act, 2013(the Act) and the rules made there under;
- (ii) The Securities Contracts (Regulation) Act, 1956 ('SCRA') and the rules made thereunder;
- (iii)The Depositories Act, 1996 and the Regulations and Bye-lawsframed thereunder;
- (iv)The Foreign Exchange Management Act, 1999 and the rules and regulations made thereunder to the extent of Foreign Direct Investment, Overseas Direct Investment and External Commercial Borrowings; (Not applicable to the Company during the audit period)
- (v) The following Regulations and Guidelines prescribed under the Securities and Exchange Board of India Act, 1992 ('SEBI Act'): -
 - (a) The Securities and Exchange Board of India (Substantial Acquisition of Shares and Takeovers) Regulations, 2011;(not applicable to the company during the audit period)
 - (b) The Securities and Exchange Board of India (Prohibition of Insider Trading) Regulations, 2015;(not applicable to the company during audit period)
 - (c) The Securities and Exchange Board of India (Issue of Capital and Disclosure Requirements) Regulations, 2018 and amendments from time to time; (Not applicable to the Company during the audit period)
 - (d) The Securities and Exchange Board of India (Employee Stock Option Scheme and Employee Stock Purchase Scheme) Guidelines, 1999 and The Securities and Exchange Board of India (Share Based Employee Benefits) Regulations, 2014;(Not applicable to the Company during the audit period)

- (e) The Securities and Exchange Board of India (Issue and Listing of Debt Securities) Regulations, 2008; (Not applicable to the Company during the audit period)
- (f) The Securities and Exchange Board of India (Registrars to an Issue and Share Transfer Agents) Regulations, 1993 regarding the Companies Act and dealing with client; (Not applicable to the Company during the audit period)
- (g) The Securities and Exchange Board of India (Delisting of Equity Shares) Regulations, 2009; (Not applicable to the Company during the audit period)
- (h) The Securities and Exchange Board of India (Buyback of Securities) Regulations,2018(Not applicable to the Company during the audit period) and
- vi) Laws specifically applicable to the industry to which the Company belongs, as identified and compliance whereof as confirmed by the management

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

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

We report that during the period under review, the Company has complied with the provisions of the Act, Rules, Regulations, Guidelines etc. mentioned above.

We further report that compliance of applicable financial laws including Direct and Indirect Tax laws by the Company has not been reviewed in this Audit since the same has been subject to review by the Statutory Auditors and other designated professionals.

We further report that the Board of Directors of the Company is duly constituted during the period under review.

Adequate notice is given to all directors to schedule the Board Meetings, Independent Directors Meeting, agenda and detailed notes on agenda were sent at least seven days in advance, or at shorter notice in compliance with the applicable provisions of the Act(where ever required)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 by the Directors.

We 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.

We further report that it has been observed that the Company has shown 10 lakhs shares in physical form with promoters in their shareholding pattern where as, registrar & transfer agent (RTA) has shown the same in the name of Mr. Azam EssofKolia under Non-resident Indian (NRI) shareholder (not a promoter). As per management, the transfer of above shares is still pending in the books of RTA due to certain approvals.

We further report that during the Audit Period, the Company had the following specific events:

- 1)In pursuant to the SEBI order dated 4th August, 2017,the company was required to transfer 10 lakhs shares of Promoters to an independent trust as aprerequisite condition before making an application for listing of its shares on stock exchange.

Consequent to such order the company has transferred 10 lakhs shares to SBICAP trustee company Limited on 31stOctober 2019 and made application to BSE LTD for listing of its shares on 29th November 2019. After satisfying all the queries finally BSE allowed in principle approval for listing of shares vide email dated 29th November, 2021.

- 2) In the meantime, a letter from SEBI dated 30th August, 2021 was received whereby it was advised to get the relisting done at NSE and CSE also. This delayed the whole process of listing at BSE only and is still under process as on date of signing this report.

Consequent to order made by SEBI dated 30th August, 2021 the Company has made a request to SEBI to:

- I. To condone ARCL Organics Ltd from getting its shares listed at the



- NSE,
- II. To grant exemption from listing its shares at the CSE,
- III. To direct BSE to allow the relisting and trading of shares without any further delay.
- The company has received in-principal approval from BSE Limited dated 16th March, 2023 for the listing application made by the Company seeking permission for its securities to be dealt on the exchange.
- 3) The Company is involved in certain legal proceedings, incidental to its business and operations. The summary of the litigations are as follows:
- 3) The Company is involved in certain legal proceedings, incidental to its business and operations. The summary of the litigations are as follows:

Nature of Litigation	no. of Legal proceedings	Amount (Rs. In Lacs)
Cases pending in the matter of Direct Tax	2	957.75
Indirect Taxes	4	666.48
Civil Case under the Employees Insurance Court	-	-
Other Civil cases under the Gratuity Act and before the Conciliation Authorities	-	-

**FOR KSN & COMPANY
COMPANY SECRETARIES**

NAND KISHORE SHARMA
MEM No: A32530 | COP No: 20657
UDIN:A032530E000492264
DATE: 15.06.2023
PLACE: KOLKATA

Note: This report is to be read with letter of even date which is Annexure "A" and forms an integral part of this report.

'ANNEXURE A'

To,
 The Members,
ARCL ORGANICS LIMITED
(U24121WB1992PLC056562)
RAMPUR, P.S. MAHESHTALA
Parganas South
KOLKATA (WB)-700141

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

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

**FOR KSN & COMPANY
COMPANY SECRETARIES**

NAND KISHORE SHARMA
MEM No: A32530 | COP No: 20657
UDIN:A032530E000492264
DATE: 15.06.2023
PLACE: KOLKATA



**INDEPENDENT AUDITOR'S REPORT
TO THE MEMBERS OF
ARCL ORGANICS LIMITED**
Report on the Audit of the Standalone Financial Statements

Opinion

1. We have audited the accompanying standalone financial statements of ARCL Organics Limited ("the Company"), which comprise the Balance Sheet as at 31st March 2023, the Statement of Profit and Loss (including Other Comprehensive Income), the Statement of Cash Flows, the Statement of Changes in Equity and notes to the financial statements for the year ended on that date including a summary of significant accounting policies and other explanatory information (herein after referred to as "Standalone Financial Statements").

In our opinion and to the best of our information and according to the explanations given to us, the aforesaid standalone financial statements give the information required by the Companies Act, 2013 ("the Act") in the manner required and give a true and fair view in conformity with the accounting principles generally accepted in India, of the state of affairs of the Company as at March 31, 2023, its profit (including Other Comprehensive Loss), changes in equity and its cash flows for the year ended on that date.

Basis for Opinion

2. 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 Standalone 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 together with the ethical requirements that are relevant to our audit of the standalone financial statements under the provisions of the Act and the Rules thereunder, and we have fulfilled our other ethical responsibilities in accordance with these requirements and the Code of Ethics. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

Other Information

3. The Company's Board of Directors is responsible for the other information. The other information comprises the information included in the Management Discussion and Analysis; Board's Report including Annexures to Board Report, and Shareholders' Information but does not include the standalone financial statements and our auditor's report thereon. The aforesaid documents are expected to be made available to us after the date of this auditor's report.
4. Our opinion on the standalone financial statements does not cover the other information and we do not express any form of assurance or conclusion thereon.
5. In connection with our audit of the standalone financial statements, our responsibility is to read the other information when it becomes available and, in doing so, consider whether the other information is materially inconsistent with the standalone financial statements or our knowledge obtained in the audit, or otherwise appears to be materially misstated.
6. When we read the aforesaid documents, if we conclude that there is a material misstatement therein, we are required to communicate the matters to those charged with governance.
Management's Responsibility for the Standalone Financial Statements
7. The Company's Board of Directors is responsible for the matters

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

8. 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.
9. The Board of Directors are also responsible for overseeing the company's financial reporting process.

Auditor's Responsibility for the Audit of the Financial Statements

10. 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.
11. As part of an audit in accordance with SAs, we exercise professional judgment and maintain professional skepticism throughout the audit. We also:
- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
 - Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances. Under Section 143(3) (i) of the Companies Act, 2013, we are also responsible for expressing our opinion on whether the company has adequate internal financial controls system in place and the operating effectiveness of such controls.
 - Evaluate the appropriateness of accounting policies used and



- the reasonableness of accounting estimates and related disclosures made by management.
- Conclude on the appropriateness of management’s use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the Company’s ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor’s report to the related disclosures in the financial statements or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor’s report. However, future events or conditions may cause the Company to cease to continue as a going concern.
 - Evaluate the overall presentation, structure and content of the financial statements, including the disclosures, and whether the financial statements represent the underlying transactions and events in a manner that achieves fair presentation.
12. Materiality is the magnitude of misstatements in the standalone financial statements that, individually or in aggregate, makes it probable that the economic decisions of a reasonably knowledgeable user of the 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.

Report on Other Legal and Regulatory Requirements

13. As required by the Companies (Auditor’s Report) Order, 2020 (“the Order”) issued by the Central Government of India in terms of sub –section (11) of section 143 of the Act, we give in the Annexure-A, a statement on the matters specified in paragraphs 3 and 4 of the Order, to the extent applicable.
14. As required by Section 143 (3) of the Act, we report that:
- (a) We have sought and obtained all the information and explanations which to the best of our knowledge and belief were necessary for the purposes of our audit.
 - (b) In our opinion, proper books of account as required by law have been kept by the Company so far as it appears from our examination of those books.
 - (c) The Balance Sheet, the Statement of Profit and Loss (including other comprehensive income), the Cash Flow Statement and the Statement of Changes in Equity dealt with by this report are in agreement with the books of account.
 - (d) In our opinion, the aforesaid Standalone financial statements comply with the Accounting Standards specified under Section 133 of the Act, read with Rule 7 of the Companies (Accounts) Rules, 2014.
 - (e) On the basis of the written representations received from the directors as on 31st March, 2022 taken on record by the Board of Directors, none of the directors is disqualified as on 31st March, 2022 from being appointed as a director in terms of Section 164 (2) of the Act;
 - (f) With respect to the adequacy of the internal financial controls over financial reporting of the Company and the operating effectiveness of such controls, refer to our separate Report in “Annexure B”.
 - (g) With respect to the other matters to be included in the Auditor’s Report in accordance with the requirements of section 197(16) of the Act, as amended:
In our opinion and to the best of our information and according to the explanations given to us, the remuneration paid by the Company to its directors during the year is in accordance with the provisions of section 197 of the Act.

- (h) With respect to the other matters to be included in the Auditor’s Report in accordance with Rule 11 of the Companies (Audit and Auditors) Rules, 2014, in our opinion and to the best of our information and according to the explanations given to us:
 - a. The Company has disclosed the impact of pending litigations on its financial position in its financial statements – Refer Note 35 of the standalone financial statements.
 - b. The Company did not have any long-term contracts including derivative contracts for which there were any material foreseeable losses.
 - c. There were no amounts which were required to be transferred to the Investor Education and Protection Fund by the Company.
 - d. (i) The Management has represented that, to the best of its knowledge and belief, no funds (which are material either individually or in the aggregate) have been advanced or loaned or invested (either from borrowed funds or share premium or any other sources or kind of funds) by the Company to or in any other person or entity, including foreign entity (“Intermediaries”), with the understanding, whether recorded in writing or otherwise, that the Intermediary shall, whether, directly or indirectly lend or invest in other persons or entities identified in any manner whatsoever by or on behalf of the Company (“Ultimate Beneficiaries”) or provide any guarantee, security or the like on behalf of the Ultimate Beneficiaries;
 - (ii) The Management has represented, that, to the best of its knowledge and belief, no funds (which are material either individually or in the aggregate) have been received by the Company from any person or entity, including foreign entity (“Funding Parties”), with the understanding, whether recorded in writing or otherwise, that the Company shall, whether, directly or indirectly, lend or invest in other persons or entities identified in any manner whatsoever by or on behalf of the Funding Party (“Ultimate Beneficiaries”) or provide any guarantee, security or the like on behalf of the Ultimate Beneficiaries;
 - (iii) Based on the audit procedures that have been considered reasonable and appropriate in the circumstances, nothing has come to our notice that has caused us to believe that the representations under sub-clause (i) and (ii) of Rule 11(e), as provided under (i) and (ii) above, contain any material misstatement.
- e. The Company has neither proposed any dividend in the Previous year or in the current year nor paid any interim dividend during the year.
- f. Proviso to Rule 3(1) of the Companies (Accounts) Rules, 2014 for maintaining books of account using accounting software which has a feature of recording audit trail (editlog) facility is applicable to the Club with effect from April 1, 2023, and accordingly, reporting under Rule 11(g) of Companies (Audit and Auditors) Rules, 2014 is not applicable for the financial year ended March 31, 2023.

**For JSUS & Associates
Chartered Accountants
Firm Registration No: 329784E**

**Place: Kolkata
Date: 15.05.2023**

**(Adrish Roy)
Partner
Membership No: 055826
UDIN:23055826BGYPK5653**



**ANNEXURE- A: TO THE INDEPENDENT AUDITOR'S REPORT
To the Members of ARCL ORGANICS LIMITED**

[Referred to in paragraph 13 of the Auditors' Report of even date]

1. (a)(A) The Company has maintained proper records showing full particulars including quantitative details and situation of Property, plant and Equipment.
(a) (B) The Company has maintained proper records showing full particulars of intangible assets.
(b) As explained to us, the company has a system of verifying all its major Property, Plant & Equipment over a period of three years. The Property, Plant & Equipment so scheduled for verification during this year have been physically verified. The discrepancies noticed on such verification were not material and have been properly dealt with in the books of accounts.
- (c) According to the information and explanations given to us and the records of the Company examined by us, the title deeds of the immovable properties produced to us, the immovable properties are held in the name of the Company.
- (d) According to the information and explanations given to us and the records of the company examined by us, the Company has not revalued any of its Property, Plant and Equipment or Intangible assets during the year.
- (e) According to the information and explanations given to us no proceeding has been initiated during the year or are pending against the Company as at March 31, 2023 for holding any benami property under the Benami Transactions (Prohibition) Act, 1988 (as amended in 2016) and rules made thereunder.
2. 2(a) The inventory has been physically verified by the management during the year. The discrepancies noticed on physical verification of inventory as compared to book records were not material and have been properly dealt with in the books of account. In our opinion, the frequency of verification is reasonable.
(b) According to the information and explanations given to us and the records of the company examined by us, the Company does not have a policy of closing its books on a quarterly basis and preparing quarterly financials. Thus, we are unable to comment if whether the records submitted to the bank match with the books of accounts.
3. 3.(a) (A)
According to the information and explanation given to us and based on the audit procedures conducted by us, the company has not granted loans to subsidiaries companies during the year hence reporting under this clause is not applicable.
(a) (B)
The Company has granted unsecured loans to parties other than subsidiary companies, joint ventures and its associates and the summarized detail of the same has been depicted in the following table.

(Rs in lakhs)

Particulars	Loans
Aggregate amount granted/ provided during the year	167.44
Balance outstanding as at balance sheet date in respect of above cases.	188.69

- (b) The Company is charging interest against loans refer under clause (a) (B) above and the terms and conditions of these loans in our opinion are not prima-facie prejudicial to the interests of the Company.
- (c) There is no stipulation regarding recovery of loans as these loans are repayable on demand.
- (d) The aforesaid loans being repayable on demand, there is no amount overdue for more than ninety days in respect of recovery of principal and interest of the above loans.

- (e) Since all the above loans are repayable on demand, reporting under this clause is not applicable.
- (f) According to information and explanation given to us and records of the Company examined by us, details of loans repayable on demands are as per details given below:

(Rs. In lakhs)

	All Parties	Promoters	Related Parties
Aggregate amount of loans/ advances in nature of loans			
- Repayable on demand (A)	188.69		
- Agreement does not specify any terms or period of repayment (B)			
Total (A+B)	188.69	Nil	Nil
Percentage of Loans	100%		

4. According to the information and explanations given to us and the records of the Company examined by us, the provisions of section 185 and 186 of the Companies Act, 2013, have been complied with in respect of loans, investments guarantees and securities given by the Company.
5. The Company has not accepted any deposits or amounts which are deemed to be deposits with in the meaning of Sections 73 to 76 of the Act and the rules framed there under. Further, no orders have been passed by Company Law Board or National Company Law Tribunal or Reserve Bank of India or any court or any other tribunal which could impact the Company.
6. We have broadly reviewed the books of account maintained by the company pursuant to the rules made by the Central Government for the maintenance of cost records under sub-section (1) of section 148 in respect of the Company's product to which the said rules are made applicable and are of the opinion that prima facie, the prescribed records have been made and maintained. We have however not made a detailed examination of the said records with a view to determine whether they are accurate or complete.
7. (a) According to the information and explanations given to us and the records of the Company examined by us, in our opinion, the Company is generally regular in depositing the undisputed statutory dues including provident fund, income-tax, goods and service tax, duty of customs, cess and any other statutory dues, as applicable, with the appropriate authorities.
(b) According to the information and explanations given to us and the records of the Company examined by us, the particulars of dues of income tax, value added tax and sales tax as at 31st March 2022 which has not been deposited on account of a dispute are as follows-

Name of the statute	Nature	Amount (Rs. in lakhs)	Period to which the amount relates	Forum where the dispute is pending
Income tax Act, 1961	Income Tax	640.78	01.04.1988 to 25.08.1998	High Court Kolkata
Income tax Act, 1961	Income Tax	316.97	2008-09 to 2014-15	Commissioner (Appeal)
Central Excise Act, 1944 and Finance Act, 1994	Excise Duty, Service Tax	17.685	Various years from 2003-04	Commissioner (Appeal)
Central Excise Act, 1944 and Finance Act, 1994	Excise Duty, Service Tax	396.34	2007-08	Central Excise and Service Tax Appellate Tribunal
West Bengal Sales Tax Act, 1941	Sales Tax	137.04	Various years from 2005-06 to 2011-12	Joint Commissioner/Sr. Joint Commissioner/Assistant Commissioner of Sales Tax



8. There were no transactions relating to previously unrecorded income that have been surrendered or disclosed as income during the year in the tax assessments under the Income Tax Act, 1961 (43 of 1961).
9. (a) According to the information and explanations given to us and the records of the Company examined by us, the Company has not defaulted in repayment of loans or in the payment of interest to lenders during the year.
- (b) The Company has not been declared wilful defaulter by any bank or financial institution or government or any government authority.
- (c) In our opinion, and according to the information and explanation given to us, on overall basis, the money raised by the company during the year by way of term loan have been applied for the purpose they were obtained.
- (d) On an overall examination of the financial statements of the Company, funds raised on short-term basis have, prima facie, not been used during the year for long-term purposes by the Company.
- (e) According to information and explanation given to us the company has not taken any funds from any entity or person on account of or to meet the obligations of its subsidiaries, associates or joint ventures.
- (f) According to information and explanation given to us the company has not raised loans during the year on the pledge of securities held in its subsidiaries, joint ventures or associate companies
10. (a) The Company has not raised moneys by way of initial public offer or further public offer (including debt instruments) during the year and hence reporting under this clause is not applicable.
- (b) During the year, the Company has not made any preferential allotment or private placement of shares or convertible debentures (fully or partly or optionally) and hence reporting under this clause is not applicable.
11. (a) During the course of our examination of the books and records of the Company, carried out in accordance with the generally accepted auditing practices in India, and according to the information and explanations given to us, we have neither come across any instance of fraud on or by the Company, noticed or reported during the year, nor have we been informed of such case by the management.
- (b) No report under sub-section (12) of section 143 of the Companies Act, 2013 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) According to the information and explanations given to us and the records of the Company examined by us, the Company has not received any complaints from any whistle-blower during the year (and upto the date of this report) and hence reporting under this clause is not applicable.
12. The Company is not a Nidhi Company and hence reporting under this clause is not applicable.
13. According to the information and explanations given to us and the records of the Company examined by us, the Company has complied with the requirements of sections 177 and 188 of the Act with respect to its transactions with the related parties. Pursuant to the requirement of the applicable Accounting Standard, details of the related party transactions have been disclosed in Note 29. of the financial statements for the year under audit.
14. According to the information and explanations given to us, the Company is not required to appoint internal auditor as per requirement of section 138 of the Companies Act, 2013 hence reporting under this clause is not applicable.
15. In our opinion during the year the Company has not entered into any non-cash transactions with its directors or persons connected with its directors. and hence provisions of section 192 of the Companies Act, 2013 are not applicable to the Company.
16. (a) & (b) In our opinion, the Company is not required to be registered under section 45-IA of the Reserve Bank of India Act, 1934. Hence, reporting under clause 3 (xvi) (a) and (b) is not applicable.
- (c) In our opinion, there is no core investment company within the Group (as defined in the Core Investment Companies (Reserve Bank) Directions, 2016) and hence reporting under this clause is not applicable.
17. According to the information and explanations given to us and the records of the Company examined by us the company has not incurred cash losses in the financial year and in the immediately preceding financial year.
18. There has been no resignation of the statutory auditors of the Company during the year.
19. On the basis of the financial ratios, ageing and expected dates of realisation of financial assets and payment of financial liabilities, other information accompanying the financial statements and our knowledge of the Board of Directors and Management plans and based on our examination of the evidence supporting the assumptions, nothing has come to our attention, which causes us to believe that any material uncertainty exists as on the date of the audit report indicating that Company is not capable of meeting its liabilities existing at the date of balance sheet as and when they fall due within a period of one year from the balance sheet date. We, however, state that this is not an assurance as to the future viability of the Company. We further state that our reporting is based on the facts up to the date of the audit report and we neither give any guarantee nor any assurance that all liabilities falling due within a period of one year from the balance sheet date, will get discharged by the Company as and when they fall due.
20. (a) & (b) According to information and explanation given to us and records of the Company examined by us, there is no fund lying unspent, hence reporting under clause 3(XX) (a) & (b) is not applicable.
21.) According to the explanation and information given to us, and based on reports of components auditor, there has been no qualification or adverse report in CARO 2020 in any subsidiaries.

**For JSUS & Associates
Chartered Accountants
Firm Registration No: 329784E
(Adrish Roy)**

**Place: Kolkata
Date: 15.05.2023**

**Partner
Membership No: 055826
UDIN:23055826BGYPK5653**



ANNEXURE- B TO THE INDEPENDENT AUDITOR'S REPORT

To the Members of ARCL ORGANICS LIMITED

[Referred to in paragraph 14 (f) of the Independent Auditor's Report of even date]

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

1. We have audited the internal financial controls over financial reporting of ARCL ORGANICS LIMITED("the Company") as of 31st March, 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 Control

2. The Company's management is responsible for establishing and maintaining internal financial control based on the internal control over financial reporting criteria established by the Company considering the essential components of internal control stated in the Guidance Note on Audit of Internal Financial Controls Over Financial Reporting (the "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 company's policies, the safeguarding of its assets, the prevention and detection of frauds and errors, the accuracy and completeness of the accounting records, and the timely preparation of reliable financial information, as required under the Companies Act, 2013.

Auditors' Responsibility

3. Our responsibility is to express an opinion on the Company's internal financial controls over financial reporting based on our audit. We conducted our audit in accordance with the "Guidance Note" and the Standard on Auditing, issued by ICAI and deemed to be prescribed under section 143(10) of the Act, to the extent applicable. Those Standards and the Guidance Note require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether adequate internal financial controls over financial reporting was established and maintained and if such controls operated effectively in all material respects.
4. Our audit involves performing procedures to obtain audit evidence about the adequacy of the internal financial controls system over financial reporting and their operating effectiveness. Our audit of internal financial controls over financial reporting includes obtaining an understanding of internal financial control over financial reporting, assessing the risk that a material Weakness exists, and testing and evaluating the design and operating effectiveness of internal controls based on the assessed risk. The procedure selected depends on the auditor's judgment, including the assessment of the risk of material misstatement of the financial statement, whether due to fraud or error.
5. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion on the Company's internal financial controls system over financial reporting.

Meaning of Internal Financial Control over Financial Reporting

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

1) pertain to the maintenance of the records that, in reasonable detail, accurately and fairly

reflect the transactions and dispositions of the assets of the company;

2) provide reasonable assurance that the transactions are recorded as necessary to permit preparation of financial statements in accordance with generally accepted accounting principles, and that receipts and expenditure of the Company are being made only in accordance with authorization of management and directors of 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.

Inherent Limitations of Internal Financial Control over Financial Reporting

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

Opinion

8. In our opinion, the Company has, in all material respect, an adequate internal financial controls system over financial reporting and such internal financial controls over financial reporting were operating effectively as at 31st March 2022, based on the internal control over financial reporting criteria established by the company considering, the essential components of internal control stated in the Guidance Note on Audit of Internal Financial Control Over Financial Reporting, issued by ICAI.

**For JSUS & Associates
Chartered Accountants
Firm Registration No: 329784E**

(Adrish Roy)

Place: Kolkata Partner

Date: 15.05.2023

**Membership No: 055826
UDIN:23055826BGYPK5653**



Balance Sheet as at 31st March 2023

(₹ in Lakhs)

	Note No.	As at 31st March 2023	As at 31st March 2022
Assets			
Non-current assets			
Property, Plant and Equipment	2	4528.05	2567.45
Right of Use	2	17.20	26.83
Financial Assets			
(i) Investments	3	125.03	124.09
(ii) Other financial Assets	4	67.43	34.62
Total Non - Current Assets		4737.70	2752.99
Current assets			
Inventories	6	1255.39	1220.19
Financial Assets			
(i) Trade receivables	7	3191.39	3154.50
(ii) Cash and cash equivalents	8	143.37	8.56
(iii) Other Bank Balances	9	690.33	728.20
(iv) Loans	10	188.69	55.29
(v) Other Financial Assets	4	7.31	7.33
Other current assets	12	1068.94	1381.11
Total Current Assets		6545.42	6555.18
Total Assets		11283.12	9308.17
EQUITY AND LIABILITIES			
Equity			
Equity Share capital	13	800.00	800.00
Other Equity	14	4562.90	3382.40
Total equity		5362.90	4182.40
LIABILITIES			
Non-current liabilities			
Financial Liabilities			
(i) Borrowings	15	1034.25	487.83
(ia) Lease Liabilities		9.23	19.76
(ii) Other financial liabilities	16	-	200.00
Provisions	17	240.80	229.16
Deferred Tax Liabilities (Net)	5	332.59	164.62
Total non-current liabilities		1616.86	1101.38
Current liabilities			
Financial Liabilities			
(i) Borrowings	15	978.68	1084.88
(ia) Lease Liabilities		9.70	8.03
(ii) Trade payables	18	-	-
Outstanding dues to Micro and Small enterprises		-	-
Outstanding dues to parties other than Micro and Small enterprises		2742.10	2489.61
(iii) Other financial liabilities	16	149.92	135.02
Provisions	17	88.47	87.18
Other current liabilities	19	208.13	114.04
Current Tax Liability Net	11	126.37	105.64
Total Current Liabilities		4303.37	4024.40
Total liabilities		5920.23	5125.78
Total Equity & Liabilities		11283.12	9308.17
Significant accounting policies	1		
Additional notes to financial statements	27- 43		

The above balance sheet should be read in conjunction with the accompanying notes

In terms of our report of even date

For JSUS & Associates

Chartered Accountants
(Firm registration no. 329784E)

Adrish Roy

Partner

(Membership no. 055826)

Place: Kolkata

Date: 15/05/2023

Suraj Ratan Mundhra

Managing Director
DIN-00681223

Navneet Bagri

Chief Financial Officer

For and on behalf of the Board

Mukesh Mundhra

Director
DIN-00658602

Subhankar Paul

Company Secretary
(Membership no. A63772)



Statement of Profit and loss as on 31st March 2023		(₹ in Lakhs)	
	Notes	For the year 31.03.2023	For the year 31.03.2022
I. Revenue from operations	20	16505.92	14126.34
II. Other income	21	343.36	238.36
III. Total Revenue (I + II)		16849.27	14364.70
IV. Expenses:			
Cost of materials consumed	22	12145.42	10766.30
Changes in inventories of work-in-progress, stock-in-trade and finished goods	23	-149.94	-441.17
Employee benefit expense	24	952.19	785.01
Finance costs	25	193.88	151.19
Depreciation and amortisation expense	2	266.66	143.30
Other expenses	26	1761.00	1480.24
Total expenses		15169.21	12884.88
V. Profit before tax (III - IV)		1680.06	1479.82
Income tax expenses			
- Current tax		334.46	422.46
- Deferred tax		167.97	9.16
Total tax expense		502.43	431.62
Profit after tax		1177.63	1048.20
Other comprehensive income			
Items that will not be reclassified to profit or loss			
(a) Remeasurements Gains/(Losses) on Defined Benefit Plan		1.93	-16.18
(b) Gains/(Losses) on fair valuation of Equity Instruments		.94	.62
Other comprehensive income for the year, net of tax		2.87	-15.56
Total comprehensive income for the year		1180.50	1032.64
Earnings per equity share attributable to owners of ARCL Organics Limited:			
Basic earnings per share		14.72	13.10
Diluted earnings per share		14.72	13.10
Summary of Significant Accounting Policies	1		
Additional notes to financial statements	27- 43		

In terms of our report of even date

For and on behalf of the Board

For JSUS & Associates

Chartered Accountants
(Firm registration no. 329784E)

Adrish Roy

Partner
(Membership no. 055826)
Place: Kolkata
Date: 15/05/2023

Suraj Ratan Mundhra

Managing Director
DIN-00681223

Navneet Bagri
Chief Financial Officer

Mukesh Mundhra

Director
DIN-00658602

Subhankar Paul
Company Secretary
(Membership no. A63772)



Cash Flow Statement for the year ended 31st March, 2023

(₹ in Lakhs)

	For the year 31.03.2023		For the year 31.03.2022	
A. Cash Flow from Operating Activities				
Net profit before tax as per Statement of Profit and Loss		1680.06		1479.82
Adjustments for :				
Depreciation on Tangible Assets	266.66		143.30	
Interest Income	-42.77		-73.88	
Interest Expense	171.34		81.48	
Acturial Gain /loss transfeed to OCI	2.87		-15.56	
		398.10		135.34
Operating Profit Before Working Capital Changes		2078.16		1615.16
Increase / (Decrease) in Trade Payables	252.48		1107.53	
Increase / (Decrease) in Other Current Liabilities	94.08		-29.47	
Increase / (Decrease) in Short Term Provisions	1.29		23.19	
Increase / (Decrease) in Long Term Provisions	11.64		18.11	
Increase / (Decrease) in Other Current financial Liabilities	14.90		10.26	
Increase / (Decrease) in Other Non Current financial Liabilities	-200.00		-100.00	
(Increase) / Decrease in Other Bank balances	37.86		-100.64	
(Increase) / Decrease in Trade receivables	-36.89		-866.60	
(Increase) / Decrease in Inventories	-35.20		-593.45	
(Increase) / Decrease in Loans and Advances	-133.40		-3.10	
(Increase) / Decrease in Other Current Assets	148.44		-864.32	
(Increase) / Decrease in Other Current Financial Assets	.02		-4.52	
(Increase) / Decrease in Other Non Current financial Assets	-32.80		-2.04	
(Increase) / Decrease in Long Term Loans & Advances	-	122.43	-	-1405.05
Cash generated from operations		2200.58		210.11
Taxes paid (Net of refunds)		150.00		200.00
Net cash Generated/(used) from operating activities (A)		2050.58		10.11
B. Cash Flow from Investing Activities				
Purchase of fixed assets	-2217.63		-791.81	
Disposal of Fixed Assets	-		12.74	
Investments in Subsidiaries	-.94		-.62	
Interest Received	42.77		73.88	
Net cash from investing activities (B)		-2175.80		-705.80
C. Cash flow From Financing Activities				
Proceeds from short - term borrowings	-104.52		370.37	
Proceeds/(Repayment) from long - term borrowings	535.88		277.87	
Interest Paid	-171.34	260.02	-81.48	566.76
Net cash used for financing activities (C)		260.02		566.76
Net Increase/(decrease in cash and cash equivalents (A+B+C))		134.80		-128.93
Cash and Cash equivalent at the beginning of the year		8.56		137.50
Cash and Cash equivalent at the end of the year		143.37		8.56
Changes in Cash and Cash Equivalents - Increase/(Decrease)		-134.80		128.93

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

For and on behalf of the Board

For JSUS & AssociatesChartered Accountants
(Firm registration no. 329784E)**Adrish Roy**Partner
(Membership no. 055826)
Place: Kolkata
Date: 15/05/2023**Suraj Ratan Mundhra**Managing Director
DIN-00681223**Navneet Bagri**

Chief Financial Officer

Mukesh MundhraDirector
DIN-00658602**Subhankar Paul**Company Secretary
(Membership no. A63772)



Statement of Changes in Equity for the year ended 31 March 2023

A. Equity Share Capital

	Notes	(₹ in Lakhs)
As at 1 April 2021	13	800.00
Changes in equity share capital		-
As at 31 March 2022		800.00
Changes in equity share capital		-
As at 31 March 2023		800.00

B. Other Equity

(₹ in Lakhs)

	Notes	Securities Premium Reserve benefit plans	Retained earnings	Other Comprehensive Income		Fair valuation of
				Re measurements of the defined	Equity Instrument	
Total other equity						
Balance at 31 March 2021	14	1122.50	1276.43	-47.55	-1.62	2349.76
Profit for the year		-	1048.20	-	-	1048.20
Other comprehensive income		-	-	-16.18	.62	-15.56
Total comprehensive income for the year		-	1048.20	-16.18	.62	1032.64
Balance at 31 March 2022		1122.50	2324.63	-63.72	-1.01	3382.40
Profit for the year		-	1177.63	-	-	1177.63
Other comprehensive income		-	-	1.93	.94	2.87
Total comprehensive income for the year		-	1177.63	1.93	.94	1180.50
Balance at 31 March 2023		1122.50	3502.26	-61.80	-.07	4562.90

For JSUS & Associates
Chartered Accountants
(Firm registration no. 329784E)

Partner Adrish Roy
(Membership no. 055826)

Place: Kolkata
Date: 15/05/2023



NOTES FORMING PART OF THE STANDALONE FINANCIAL STATEMENTS

Note 1 Corporate Information, Significant Accounting Policies and Significant Accounting Judgements, Estimates and Assumptions

A. Corporate information

ARCL Organics Ltd was incorporated on 8th September, 1992. It is a public limited company having its registered office at Rampur, Budge Budge Trunk Road, Kolkata- 700141, West Bengal. The Company is engaged in the business of manufacturing and selling of chemical based product, Resins, Additives, Hardeners and specialized One-Shot Resins. Over the years, ARCL has broadened its product range and is having an integrated & computerized fully automated petrochemical complex. The Company caters to both domestic and export market.

Today along with a wide range of Resins & Additives, Hardeners and specialized One-Shot Resins, ARCL has the expertise to offer tailor-made solutions as per its client's requirements.

B. Significant accounting policies

1. Basis of accounting and preparation of financial statements

The financial statements of the Company have been prepared in accordance with the Indian Accounting Standard (Ind AS), as notified by Ministry of Corporate Affairs pursuant to Section 133 of the Companies Act, 2013, Companies (Indian Accounting Standards) Rules, 2015 and other relevant provisions of the act.

The financial statements have been prepared under the historical cost convention with the exception of certain assets and liabilities that are required to be carried at fair value by Ind AS. Fair Value is the price that would be received to sell an asset or paid to transfer of liabilities in an orderly transaction between market participants at the measurement date.

Accounting policies are consistently applied except where a newly issued accounting standard is initially adopted or a revision to an existing accounting standard requires a change in accounting policy hitherto in use.

The Ind AS financial statements are presented in INR which is the Company's functional and presentation currency and all values are rounded to the nearest lakhs, except when otherwise indicated. Accounting policies have been consistently applied except where a newly issued accounting standard is initially adopted or a revision to an existing accounting standard requires a change in the accounting policy hitherto in use.

2. Use of estimates

The preparation of the Financial Statements in conformity with IND AS requires the management to make estimates, judgments and assumptions. These estimates, judgment and assumptions affect the application of accounting policies and the reported amount of Assets and Liabilities and disclosure of contingent Liabilities on the date of the Financial Statements and reported amounts of revenues and expenses for the year.

Estimates and underlying assumptions are reviewed on an ongoing basis. Revisions to accounting estimates are recognised in the period in which the estimates are revised and future periods are affected.

Key sources of estimation of uncertainty at the date of the financial statements, which may cause a material adjustment to the carrying amounts of assets and liabilities within the next financial year, is in respect of impairment of investments, useful lives of property, plant and equipment, valuation of deferred tax assets, provisions and contingent liabilities and fair value measurement of financial instruments have been discussed below. Key source of estimation of uncertainty in respect of revenue recognition and employee benefits have been discussed

in their respective policies.

Useful lives of property, plant and equipment

The Company reviews the useful life of property, plant and equipment at the end of each reporting period. This reassessment may result in change in depreciation expense in future periods.

Valuation of deferred tax assets

The Company reviews the carrying amount of deferred tax assets at the end of each year.

3. Current and Non-current Classification

The Company presents assets and liabilities in the balance sheet based on current/ non-current classification. An asset is treated as current when it is:

- Expected to be realised or intended to be sold or consumed in normal operating cycle

- Held primarily for the purpose of trading

- Expected to be realised within twelve months after the reporting period, or

- Cash or cash equivalent 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

- 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

The Company classifies all other liabilities as non-current.

Deferred tax assets and liabilities are classified as non-current assets and liabilities.

The operating cycle is the time between the acquisition of assets for processing and their realisation in cash and cash equivalents. The Company has identified twelve months as its operating cycle.

4. Property, Plant and Equipment (PPE)

Property, plant and equipment are carried at the cost of acquisition or construction less accumulated depreciation. Costs directly attributable to acquisition are capitalized until the property, plant and equipment are ready for use, as intended by management.

Freehold land is carried at its historical cost. Historical cost includes expenditure that is directly attributable to the acquisition of items.

Any subsequent costs are included in the assets carrying amount or recognized as a separate asset, as appropriate, only when it is probable that future economic benefits associated with the item will flow to the company and the cost of the item can be measured reliably. All other repairs and maintenance are recognized in profit or loss as incurred.

The cost of property, plant and equipment comprises its purchase price net of any trade discounts and rebates, any import duties and other taxes (other than those subsequently recoverable from the tax authorities), any directly attributable expenditure on making the assets ready for its intended use, other incidental expenses and interest on borrowings attributable to acquisition of qualifying fixed assets up to the date the assets is ready for its intended use.



NOTES FORMING PART OF THE STANDALONE FINANCIAL STATEMENTS

5. Depreciation

Depreciable amount for assets is the cost of an asset, or other amount substituted for cost, less its estimated residual value. Depreciation on tangible assets has been provided on the straight-line method as per the useful life prescribed in Schedule II to the Companies Act, 2013. The assets residual values, useful life and method of depreciation are reviewed and adjusted if appropriate, at the end of each reporting period.

6. Impairment of Non-Financial Assets

The management periodically assesses using external and internal sources, whether there is an indication that both tangible and intangible asset may be impaired. An impairment loss is recognized wherever the carrying value of an asset exceeds its recoverable amount. An impairment loss for an asset is reversed if, and only if, the reversal can be related objectively to an event occurring after the impairment loss was recognized.

7. Investment in subsidiaries, associates and joint ventures

Investments in subsidiaries are accounted at cost in the financial statements.

8 Cash and Bank Balances

Cash and bank balances consist of:

(i) Cash and cash equivalents

Cash and cash equivalent in the balance sheet comprises of cash in hand and at bank, bank deposits and also short term deposits with an original maturity of three months or less, which is subject to an insignificant risk of change in value. These balances with banks are unrestricted for withdrawal and usage.

(ii) Other bank balances

These include balances and deposits with banks that are restricted for withdrawal and usage.

9. Inventories

Inventories are valued at cost or net realizable value, whichever is lower. Cost of inventories includes all the cost that are incurred in bringing the inventories to their present condition and location. Net realizable value is the estimated selling price in the ordinary course of business less the estimated costs of completion and the estimated cost necessary to make the sale.

10. Financial Instruments

Financial Asset Initial Recognition

Financial assets and financial liabilities are recognized in the company's statement of financial position when the company becomes a party to the contractual provisions of the instrument. The company determines the classification of its financial assets and liabilities at initial recognition.

Subsequent Measurement

The Subsequent measurement of financial assets depends on their classification which is as follows:

Financial Asset at Fair value through Profit or Loss

Financial assets at fair value through profit and loss include financial assets held for sale in the near term and those designated upon initial recognition at fair value through profit or loss.

Financial Asset measured at Amortized Cost

Loans, receivables and cash are non-derivative financial assets with fixed or determinable payments that are not quoted in an active market. Trade receivables do not carry any interest and

are stated at their nominal value as reduced by appropriate allowance for estimated irrecoverable amounts based on the ageing of the receivables balance and historical experience. Individual trade receivables are written off when management deems them not to be collectible.

Financial Asset at Fair value through OCI

All equity investments, except investments in subsidiaries falling within the scope of Ind AS 109, are measured at fair value through Other Comprehensive Income (OCI). If the company decides to designate an equity instrument at fair value through OCI, then all fair value changes on the instrument, excluding dividends, are recognized in the OCI.

Financial Asset Derecognition

The company derecognizes a financial asset when the contractual rights to the cash flows from the assets expire or it transfers the financial asset and substantially all the risks and rewards of ownership of the asset. Upon derecognition of equity instruments designated at fair value through OCI, the associated fair value changes of that equity instrument is transferred from OCI to Retained Earnings.

Financial Liabilities – Initial recognition and measurement

Financial liabilities are classified, at initial recognition, as financial liabilities at amortized cost, loans and borrowings, or as payables, as appropriate.

Subsequent Measurement

The Subsequent measurement of financial liabilities depends on their classification which is as follows:

Interest bearing borrowings, trade payables and other payables issued by the company are subsequently measured at amortized cost.

Measurement of Fair Values

Certain accounting policies and disclosures of the Company require the measurement of fair values, for both financial and non-financial assets and liabilities. The Company has an established control framework with respect to the measurement of fair values.

Trade Payables

These amounts represent liabilities for goods and services provided to the company prior to the end of financial year which are unpaid. These amounts are secured and unsecured. Trade and other payables are presented as current liabilities unless payment is not due within 12 months after the reporting period. Also, the segregation has been made for the micro, small and medium enterprises creditors.

11. Fair Value Measurement

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 under current market conditions.

Fair Values are categorized into different levels in a fair value hierarchy based on the inputs used in the valuation techniques as follows:

Level 1: quoted prices (unadjusted) in active markets for identical assets or liabilities

Level 2: inputs other than quoted prices included in Level 1 that are observable for the asset or liability, either directly (i.e. as prices) or indirectly (i.e. derived from prices).

Level 3: inputs for the asset or liability that are not based on



observable market data (unobservable inputs).

When measuring the fair value of an asset or liability, the company uses observable market data as far as possible. If the inputs used to measure the fair value of an asset or a liability fall into a different level of the fair value hierarchy, then the fair value measurement is categorized in its entirety in the same level of the fair value hierarchy as the lowest level input that is significant to the entire measurement.

12. Borrowing

Borrowings are recognized at fair value. They are classified as current liabilities unless the company has the right to defer the settlement of the liability for at least 12 months after the reporting period. Borrowings are removed from the balance sheet when the obligations are discharged, cancelled or expired.

13. Provisions and Contingent Liabilities

The Company recognizes a provision when there is a present obligation as a result of past event that probably requires an outflow of resources and a reliable estimate can be made of the amount of obligation. A disclosure for a Contingent Liability is made when there is a possible obligation from a past event but their existence will be confirmed by the occurrence or non-occurrence of one or more uncertain future events not wholly within the control of the company

14. Revenue Recognition

In accordance with Ind AS 115 "Revenue from Contracts with customers", Revenue from contracts with customers is recognized on transfer of control of promised goods or services to a customer at an amount that reflects the consideration to which the Company is expected to be entitled in exchange for those goods or services.

(i) Sale of Goods

Revenue from the sale of goods is recognized when the Company satisfies the performance obligation in accordance with the provisions of contract with customer. This is achieved when control of the product has been transferred to the customer, which is generally determined when title, ownership, risk of obsolescence and loss pass to the customer and Company has present right to payment. The Company collects goods and services tax (GST) on behalf of the government and, therefore, these are not economic benefits flowing to the Company. Hence, they are excluded from revenue.

(ii) Interest Income

Interest Income is recognized based on time proportion basis considering the amount outstanding and the rate applicable. Interest Income is included in the Other Income in the statement of Profit and Loss.

15. Income Tax

(i) Current Income Tax

Current Income Tax is measured at the amount expected to be paid to the tax authorities in accordance with the Income Tax Act, 1961.

(ii) Deferred Tax

Deferred tax is provided using the balance sheet approach on temporary differences between the tax bases of assets and liabilities and their carrying amount for the financial reporting purposes at the reporting date. Deferred Tax assets 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. Current and deferred tax is recognized in the statement of Profit and Loss, except to the extent that it relates to the items recognized in the other comprehensive income or directly in equity.

16. Employee benefits

The present value of the defined benefit obligations depends on a number of factors that are determined on an actuarial basis using a number of assumptions

(i) Short-term obligations

Liabilities for wages and salaries, including non-monetary benefits that are expected to be settled wholly within 12 months after the end of the period in which the employees render the related service are recognized in respect of employees services upto the end of reporting and are measured at the amounts expected to be paid when the liabilities are settled.

(ii) Long term obligations

The liabilities for earned leave and sick leave that are not expected to be settled wholly within 12 months are measured at the present value of expected future payments to be made in respect of services made by employees upto the end of the reporting period. The benefits are discounted using the government securities at the end of reporting period.

(iii) Post employment obligations - Gratuity

The liability or asset recognized in the balance sheet in respect of defined benefit gratuity plans is the present value of the defined benefit obligation at the end of the reporting period less the fair value of the plan assets. The present value of the obligation is determined by discounting the estimated future cash outflows by reference to market yields at the end of the reporting period on government bonds that have the term approximating to the terms of the related obligations.

17. Earnings per Share

Basic earnings per share are computed by dividing the profit for the year attributable to the equity shareholders for the year by the weighted average number of shares outstanding during the year.

18. Cash Flow

The investing and financing activities in cash flow statement do not have a direct impact on current cash flows although they do affect the capital and asset structure of an entity. The company has disclosed these transactions, to the extent, material in notes to cash flow statement.

19. Segment Reporting

The Company has identified that its operating activity is a single primary business segment. Accordingly, whole of India has been considered as one geographical segment. Hence, segment reporting is not applicable.

20. Foreign Currencies

Transactions in foreign currencies are initially recorded by the Company at the functional currency spot rates (i.e. INR) at the date the transaction first qualifies for recognition. Monetary assets and liabilities denominated in foreign currencies are translated at the functional currency spot rates of exchange at the reporting date.

Foreign exchange gains and losses resulting from the settlement of transactions in foreign currencies and from the translation of monetary assets and liabilities denominated in foreign currencies



at year end exchange rates are generally recognized in Statement of Profit and Loss.

21. Research and Development

Research and Development expenditures of revenue nature are charged to Profit & Loss Account, while capital expenditure is added to the cost of fixed assets in the year in which these are incurred.

22. Lease

a. Where the Company is the lessee

The company recognizes a right-of-use asset and a lease liability at the lease commencement date. The right-of-use asset is initially measured at cost, which comprises the initial amount of the lease liability adjusted for any lease payments made at or before the commencement date, plus any initial direct costs incurred and an estimate of costs to dismantle and remove the underlying asset or to restore the underlying asset or the site on which it is located, less any lease incentives received.

The right-of-use asset is subsequently depreciated using the straight-line method from the commencement date to the earlier of the end of the useful life of the right-of-use asset or the end of the lease term. The estimated useful lives of right-of-use assets are determined on the same basis as those of property and equipment. In addition, the right-of-use asset is periodically reduced by impairment losses, if any, and adjusted for certain re-measurements of the lease liability.

The lease liability is initially measured at the present value of the lease payments that are not paid at the commencement date, discounted using the interest rate implicit in the lease or, if that rate cannot be readily determined, company's incremental borrowing rate.

Generally, the company uses its incremental borrowing rate as the discount rate.

Lease payments included in the measurement of the lease liability comprise the following:

Fixed payments, including in-substance fixed payments;

Variable lease payments that depend on an index or a rate, initially measured using the index or rate as at the commencement date;

Amounts expected to be payable under a residual value guarantee; and

The exercise price under a purchase option that the company is reasonably certain to exercise, lease payments in an optional renewal period if the company is reasonably certain to exercise an extension option, and penalties for early termination of a lease unless the company is reasonably certain not to terminate early.

Short-term leases and leases of low-value assets

The company has elected not to recognize right-of-use assets and lease liabilities for short-term leases of real estate properties that have a lease term of 12 months. The company recognises the lease payments associated with these leases as an expense on a straight-line basis over the lease term.

b. Where the Company is the lessor

Assets subject to operating leases are included in fixed assets. Lease income is recognised in the statement of profit and loss on a straight-line basis over the lease term. Costs, including depreciation are recognised as an expense in the statement of

Profit & Loss. Initial direct costs such as legal costs, brokerage costs, etc. are recognised immediately in the statement of Profit & Loss.

Assets given under a finance lease are recognised as a receivable at an amount equal to the net investment in the lease. Lease income is recognised over the period of the lease so as to yield a constant rate of return on the net investment in the lease. Initial direct costs relating to assets given on finance leases are charged to Statement of Profit and Loss.

23. Operating Segments

Operating segments are reported in a manner consistent with the internal reporting provided to the chief operating decision-maker (CODM). The CODM who is responsible for allocating resources and assessing performance of the operating segments, has been identified as the Board of Directors of the Company.

24. Standard notified but not yet effective:

There are no new standards that are notified but not yet effective up to the date of issuance of the company's financial statement.

25. Recent Pronouncement

Ind AS 1 - Presentation of Financial Statements - This amendment requires the entities to disclose their material accounting policies rather than their significant accounting policies. The effective date for adoption of this amendment is annual periods beginning on or after April 1, 2023. The company has evaluated the amendment and the impact of the amendment is insignificant in the standalone financial statements.

Ind AS 8 - Accounting Policies, Changes in Accounting Estimates and Errors - This amendment has introduced a definition of 'accounting estimates' and included amendments to Ind AS 8 to help entities distinguish changes in accounting policies from changes in accounting estimates. The effective date for adoption of this amendment is annual periods beginning on or after April 1, 2023. The company has evaluated the amendment and there is no impact on its standalone financial statements.

Ind AS 12 - Income Taxes - This amendment has narrowed the scope of the initial recognition exemptions so that it does not apply to transactions that give rise to equal and offsetting temporary differences. The effective date for adoption of this amendment is annual periods beginning on or after April 1, 2023. The company has evaluated the amendment and there is no impact on its standalone financial statements.

Ministry of Corporate Affairs ("MCA") notifies new standards or amendments to the existing standards under Companies (Indian Accounting Standards) Rules as issued from time to time. On March 31, 2023, MCA amended the Companies (Indian Accounting Standards) Amendment Rules, 2023, as follows:



NOTE TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31.03.2023

Note 2 Property, Plant and Equipment and Capital work-in progress.

Particulars	(₹ in Lakhs)								
	Closing gross carrying amount as on 01.04.2022	Additions	Disposals'	Closing gross " carrying amount as on 31.03.2023	Closing accumulated depreciation as on 01.04.2022	Depreciation charge during the year	Disposals	Closing accumulated depreciation as on 31.03.2023	"Net carrying amount as at 31.03.2023
Freehold Land	485.36	-	-	485.36	-	-	-	-	485.36
Buildings	214.46	158.81	-	373.27	57.83	11.90	-	69.73	303.55
Office Building	2.87	-	-	2.87	.22	.05	-	.27	2.60
Furniture and Fixtures	67.07	21.63	-	88.70	18.92	6.33	-	25.25	63.46
Car	152.91	-	-	152.91	30.27	26.98	-	57.25	95.66
Tanker	156.80	225.06	-	381.86	80.25	44.96	-	125.21	256.65
Electric Installation	38.34	44.11	-	82.46	4.38	5.65	-	10.03	72.43
Air Conditioner	5.18	4.62	-	9.81	2.43	1.54	-	3.96	5.84
Computer	24.03	5.97	-	30.01	13.68	4.44	-	18.12	11.89
Software	1.12	56.80	-	57.92	.40	8.73	-	9.13	48.79
Office Equipments	7.91	8.87	-	16.78	3.49	1.81	-	5.30	11.47
Plant & Machinery	2018.33	1665.50	-	3683.83	457.00	139.76	-	596.76	3087.07
R&D Equipment	63.45	26.24	-	89.69	1.51	4.89	-	6.40	83.29
Total	3237.83	2217.63	-	5455.46	670.38	257.03	-	927.41	4528.05
"Ind-As116"	38.69	-	-	38.69	11.86	9.63	-	21.49	17.20
Total	3276.53	2217.63	-	5494.15	682.24	266.66	-	948.90	4545.25

Particulars	` in Lakh								
	Closing gross carrying amount as on 01.04.2021	Additions	Disposals'	Closing gross " carrying amount as on 31.03.2022	Closing accumulated depreciation as on 01.04.2021	Depreciation charge during the year	Disposals	Closing accumulated depreciation as on 31.03.2022	"Net carrying amount as at 31.03.2022
Freehold Land	485.36	-	-	485.36	-	-	-	-	485.36
Buildings	196.87	17.59	-	214.46	48.65	9.18	-	57.83	156.63
Office Building	2.70	.18	-	2.87	.18	.05	-	.22	2.65
Furniture and Fixtures	56.13	10.94	-	67.07	13.61	5.31	-	18.92	48.15
Car	70.09	82.82	-	152.91	15.11	15.16	-	30.27	122.64
Tanker	156.80	-	-	156.80	65.64	14.62	-	80.25	76.55
Electric Installation	10.15	28.19	-	38.34	2.11	2.27	-	4.38	33.97
Air Conditioner	3.74	1.44	-	5.18	1.78	.65	-	2.43	2.75
Computer	19.57	4.47	-	24.03	10.16	3.52	-	13.68	10.35
Software	1.12	-	-	1.12	.22	.18	-	.40	.72
Office Equipments	6.71	1.20	-	7.91	2.42	1.07	-	3.49	4.41
Plant & Machinery	1458.48	586.40	26.56	2018.33	371.34	85.66	-	457.00	1561.33
R&D Equipment	1.56	61.89	-	63.45	.07	1.44	-	1.51	61.93
Total	2469.26	795.13	26.56	3237.83	531.28	139.10	-	670.38	2567.45
"Ind-As116"	28.19	23.24	12.74	38.69	7.66	4.20	-	11.86	26.83
Total	2497.45	818.37	39.29	3276.53	538.94	143.30	.00	682.24	2594.28

**NOTE TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31.03.2023****Note 3 Investments**

(₹ in Lakhs)

Particulars	As at 31 March 2023	As at 31 March 2022
Non - Current Investments		
Investment in Equity Instruments		
(A) Investment in Subsidiaries - Unquoted (at Cost)		
(i) ARCL Petrochemicals Ltd	19.56	19.56
194338 shares (31/03/2022- 194338) shares of Rs. 10 each		
(ii) Ocilim Advisory Services Pvt Ltd	15.14	15.14
154343 shares (31/03/2022- 154343) shares of Rs. 10 each		
(iii) Wide Range Merchants Pvt Ltd	20.45	20.45
216843 shares (31/03/2022- 216843) shares of Rs. 10 each		
(iv) Allied Maritime & Infra Engineering Pvt Ltd	20.80	20.80
194343 shares (31/03/2022- 194343) shares of Rs. 10 each		
(v) Nocnex Chemicals Pvt Ltd	15.43	15.43
154343 shares (31/03/2022- 154343) shares of Rs. 10 each		
(vi) Yocnex Chemicals Pvt Ltd	15.43	15.43
154343 shares (31/03/2022- 154343) shares of Rs. 10 each		
(vii) Suksess Chemicals Pvt Ltd	15.43	15.43
154343 shares (31/03/2022- 154343) shares of Rs. 10 each		
(B) Investment in Others - Quoted* (FVTOCI)	122.26	122.26
Bank of Baroda		
1640 Equity shares (31/03/2022- 1640)	2.77	1.83
	2.77	1.83
Total (A+B)	125.03	124.09

Note 4**Other financial Assets**

Particulars	As at 31st March 2023	As at 31st March 2022
Non Current		
Security Deposit with CESC	67.43	34.62
Total	67.43	34.62
Current		
Security Deposits	7.31	7.33
Total	7.31	7.33

Note 5**Deferred tax Liability (net)**

Particulars	As at 31st March 2023	As at 31st March 2022
Deferred Tax Assets:		
Timing difference on account of:		
Defined benefit obligations	79.25	79.58
Deferred Tax Assets (A)	79.25	79.58
Less : Deferred Tax Liabilities		
Timing difference on account of:		
Property, plant and equipment	-411.84	-244.20
Deferred Tax Liabilities (B)	-411.84	-244.20
Deferred Tax Asset (Net)	-332.59	-164.62

Note 6 : Inventories (valued at lower of cost and net realizable value) *

(₹ in Lakhs)

Particulars	As at 31st March 2023	As at 31st March 2022
Raw Materials	158.67	178.87
Finished goods	934.28	784.34
Stores and spares	162.44	256.98
Total	1255.39	1220.19

* As taken, valued and certified by the management



NOTE TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31.03.2023

Note 7: Trade Receivables

Particulars	As at 31st March 2023	As at 31st March 2022
Considered Good- Unsecured	3191.39	3154.50
Total	3191.39	3154.50

Particulars	Outstanding for following periods from due date of payment#					2023
	"Less than 6 months"	"6 months - 1 year"	1-2 years	2-3 years	"More than 3 years"	Total
(i) Undisputed Trade receivables – considered good	2724.84	19.79	58.70	67.80	320.25	3191.39
(ii) Undisputed Trade Receivables – which have significant increase in credit risk	-	-	-	-	-	-
(iii) Undisputed Trade Receivables – credit impaired	-	-	-	-	-	-
(iv) Disputed Trade Receivables–considered good	-	-	-	-	-	-
(v) Disputed Trade Receivables – which have significant increase in credit risk	-	-	-	-	-	-
(vi) Disputed Trade Receivables – credit impaired	-	-	-	-	-	-

Particulars	outstanding for following periods from due date of payment#					2022
	"Less than 6 months"	"6 months - 1 year"	1-2 years	2-3 years	"More than 3 years"	Total
(i) Undisputed Trade receivables – considered good	2690.18	22.31	100.96	171.42	169.63	3154.50
(ii) Undisputed Trade Receivables – which have significant increase in credit risk	-	-	-	-	-	-
(iii) Undisputed Trade Receivables – credit impaired	-	-	-	-	-	-
(iv) Disputed Trade Receivables–considered good	-	-	-	-	-	-
(v) Disputed Trade Receivables – which have significant increase in credit risk	-	-	-	-	-	-
(vi) Disputed Trade Receivables – credit impaired	-	-	-	-	-	-

Ageing is considered from the date of transaction

Note 8 Cash and Cash Equivalents

Particulars	As at 31st March 2023	As at 31st March 2022
(a) Balances with banks		
(i) In Current Account	138.00	2.57
(b) Cash on hand	5.37	5.99
Total Cash and Cash Equivalents	143.37	8.56

Note 9 Other Bank Balances

Particulars	As at 31st March 2023	As at 31st March 2022
Earmarked Balances		
-Margin Money	168.17	229.49
Other Deposit Account	522.16	498.71
-Deposit accounts with maturity beyond three months upto twelve months	-	-
Total	690.33	728.20

Note 10 Loans

Particulars	(₹ in Lakhs)	
	As at 31st March 2023	As at 31st March 2022
Non Current		
Loan to Others	-	-
Total	-	-
Current		
Loan to Others	188.69	55.29
Loan to Related Party	-	-
Total	188.69	55.29

Note-11 Current Tax Assets

Particulars	As at 31st March 2023	As at 31st March 2022
Non Current		
Advance tax including TDS & MAT Credit	340.93	329.85
Less: Prov. For Income Tax	-467.30	-435.50
Total	-126.37	-105.64

Note 12 Other Current Assets

Particulars	As at 31st March 2023	As at 31st March 2022
(i) Advances other than Capital Advances		
Advance to Creditors	250.88	831.98
Other Receivables	42.98	34.87
Paid for NCLT purchase of RCHEM Pvt Ltd. (Ref: Note - 40B)	301.25	35.13
	595.11	901.97
(ii) Others		
CENVAT/ Service Tax/ Sales Tax recoverable	98.53	98.53
GST Input (net of Output)	375.31	380.62
	473.84	479.14
Total	1068.94	1381.11

**Note 13 : Share Capital**

	As at 31st March, 2023		As at 31st March, 2022	
	Number	(₹ in Lakhs)	Number	(₹ in Lakhs)
Authorised Equity shares of Rs.10 each	3,37,50,000	33,75,00,000	3,37,50,000	33,75,00,000
		33,75,00,000		33,75,00,000
Issued, Subscribed & Paid up Equity shares of Rs.10 each	80,00,000	8,00,00,000	80,00,000	8,00,00,000
		8,00,00,000		8,00,00,000

Details of the Shareholders holding more than 5% of Equity Shares of the Company

Name of Shareholder	As at March 31, 2023		As at March 31, 2022	
	No. of Shares held	% of Holding	No. of Shares held	% of Holding
SUSHILA DEVI MUNDHRA	10,31,175	12.89	10,31,175	12.89
SURAJ RATAN MUNDHRA	7,91,627	9.90	7,91,627	9.90
SURAJ RATAN MUNDHRA HUF	6,70,005	8.38	6,70,005	8.38
ARC HOLDINGS LTD	12,23,380	15.29	12,23,380	15.29
MUKESH MUNDHRA	7,00,759	8.76	7,00,759	8.76

* No Shares were either issued otherwise than for payment being received in cash or brought back or allotted as fully paid up bonus shares in the preceeding five years from the date of this balance sheet

Reconciliation of shares outstanding at the beginning of the year and at the end of the reporting period

Promoters Share Holding

Name of Promoter	As at 31st March, 2023			As at 31st March, 2022	
	No. of Shares	% of Holding	% Change	No. of Shares	% of Holding
Sushila Devi Mundhra	1031175	12.89	Nil	10.31	12.89
Suraj Ratan Mundhra	791627	9.90	Nil	7.92	9.90
Mukesh Mundhra	700759	8.76	Nil	7.01	8.76
Rajesh Mundhra	345840	4.32	Nil	3.46	4.32
Suraj Ratan Mundhra HUF	670005	8.38	Nil	6.70	8.38
Kapila Mundhra	292331	3.65	Nil	292331	3.65
Vasundhra Mundhra	308047	3.85	Nil	3.08	3.85
Ajay Kumar Mimani	37040	0.46	Nil	.37	0.46
Arc Holdings Limited	1223380	15.29	Nil	1223380	15.29
Pbc Carriers Private Limited	137166	1.71	Nil	1.37	1.71

Reconciliation of shares outstanding at the beginning of the year and at the end of the reporting period

EQUITY SHARES

	As at 31st March, 2023		As at 31st March, 2022	
	Number	(₹ in Lakhs)	Number	(₹ in Lakhs)
At the beginning of the period	8000000	800.00	80.00	800.00
Issued during the period	0	.00	.00	.00
Outstanding at the end of the period	8000000	800.00	80.00	800.00

Rights, preferences and restrictions attached to shares both Equity Shares & Preference Shares

Equity Shares: The company has one class of equity shares having a par value of Rs.10/- per share. Each shareholder is eligible for one vote per share held and rank pari passu. The dividend proposed by the Board of Directors is subject to the approval of the shareholders in the ensuing Annual General Meeting, except in case of interim dividend. In the event of liquidation, the equity shareholders are eligible to receive the remaining assets of the Company after distribution of all preferential amounts, in proportion to their shareholding.

Note 14. Other equity

(₹ in Lakhs)

Particulars	As at 31st March, 2023	As at 31st March, 2022
General Reserve	.00	.00
Securities Premium Reserve	1122.50	1122.50
Retained earnings	3502.26	2324.63
Other comprehensive income	-61.86	-64.73
Total	4562.90	3382.40



NOTE TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31.03.2023

Note 15 Borrowings

Particulars	(₹ in Lakhs)	
	As at March 31, 2023	As at March 31, 2022
Non - Current		
Secured		
Vehicle loan from Bank (Hypothecation of Vehicle) (1)	223.82	82.30
	223.82	82.30
Unsecured		
Loan from Body Coporate	315.08	234.88
Loan from Others	179.80	124.65
Loan from Other Bank	315.54	46.00
	810.42	405.53
Total	1034.25	487.83
Current		
Secured		
Other loans from banks		
Fund Based - Cash Credit (2)		
(i) Bank of Baroda	453.50	465.57
(ii) Central Bank of India (CBI)	82.41	74.22
Curent Maturity of Long term Debt	94.43	65.23
Unsecured		
Loan from NBFC	156.83	226.96
Loan from Other Bank	191.52	252.89
Total	978.68	1084.88

(1) EMI amounting to Rs 62504/-per installment per truck for 4 truck payable in 65 installments of which 55 installments have been paid.

(1) EMI amounting to Rs 18731/-per instalments of Car payable in 60 instalments of which 37 instalments has been paid.

(1) EMI amounting to Rs 9619/-per instalments of Car payable in 60 instalments of which 36 instalments has been paid.

(1) EMI amounting to Rs 14769/-per instalments of Car payable in 48 instalments of which 16 instalments has been paid.

(1) EMI amounting to Rs 26058/-per instalments of Car payable in 60 instalments of which 19 instalments has been paid.

(1) EMI amounting to Rs 32465/-per instalments of Car payable in 48 instalments of which 23 instalments has been paid.

(1) EMI amounting to Rs 35033/-per instalments of Car payable in 60 instalments of which 14 instalments has been paid.

(1) EMI amounting to Rs 42581/-per instalments of Car payable in 60 instalments of which 22 instalments has been paid.

(2) Secured by Hypothication of Raw Material , Work in Progress, Finished Goods,Consumable Spares, Book Debts, Book Debts. Common Collateral immovable property, Plant & Machinery at Rampur (Budge Budge), Personal Gurantee of Ajay Kurmar Mimani, Mukesh Mundhra, Vijay Mimani, Suraj Ratan Mundhra. and Exclusive charges on FD of Rs 4.75Cr. along with accrude interest thereon.

Note 16 Other Financial Liabilities

(₹ in Lakhs)

Particulars	(₹ in Lakhs)	
	As at March 31, 2023	As at March 31, 2022
Non - Current		
Advance against Development	-	200.00
	-	200.00
Current		
Sundry liabilities for expense	149.92	135.02
Total	149.92	335.02



NOTE TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31.03.2023

Note 17 Provisions

Particulars	As at	As at
	31st March, 2023	31st March, 2022
Non - Current		
Provision for Employee Benefits		
(a) Provision for Leave Encashment	30.76	29.16
(b) Provision for Gratuity	210.04	200.00
Total	240.80	229.16
Current		
(a) Provision for Employee Benefits	57.11	43.06
(b) Provision for Gratuity	26.08	38.67
(c) Provision for Leave Encashment	5.27	5.45
Total	88.47	87.18

Note 18 Trade Payables

(₹ in Lakhs)

Particulars	As at	As at
	31st March, 2023	31st March, 2022
Outstanding dues to Micro and Small enterprises	.00	0.00
Outstanding dues to parties other than Micro and Small enterprises	2742.10	2489.61
*Details of dues to Micro Enterprises and Small Enterprises as defined under Micro, Small & Medium Enterprises Development Act, 2006 (MSME Act) are based on information made available to the Company.		
Total	2742.10	2489.61

Particulars	"Outstanding for following periods from the due date of payment#"				For 2022-23
	"Less than 1 year"	1-2 years	2-3 years	"More than 3 years"	Total
(i) MSME	-	-	-	-	-
(ii) Others	2712.96	9.84	4.79	14.51	2742.10
(iii) Disputed dues – MSME					

Particulars	"Outstanding for following periods from the due date of payment#"				For 2021-22
	"Less than 1 year"	1-2 years	2-3 years	"More than 3 years"	Total
(i) MSME	-	-	-	-	-
(ii) Others	2472.50	2.02	4.06	11.03	2489.61
(iii) Disputed dues – MSME					

Ageing is considered from the date of transaction

Disclouser under MSMED act.	(₹ in Lakhs)	
a. the principal amount and the interest due thereon remaining unpaid to any supplier as at the end of accounting year	-	-
b. Interest paid by the buyer under MSMED Act, 2006 along with the amounts of the payment made to the supplier beyond the appointed day during each accounting year	-	-
c. Interest due and payable for the period (where the principal has been paid but interest under the MSMED Act, 2006 not paid)	-	-
d. The amount of interest accrued and remaining unpaid at the end of accounting year		
e. Interest due and payable even in the succeeding year, until such date when the interest dues as above are actually paid to the small enterprise, for the purpose of disallowance as a deductible expenditure under section 23.	-	-

Note 19 Other Current liabilities

(₹ in Lakhs)

Particulars	As at	As at
	31st March, 2023	31st March, 2022
Statutory Liabilities	31.02	45.92
Advance From Customer	177.11	68.12
Total	208.13	114.04



NOTE TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31.03.2023

Note - 20: Revenue from Operations

(₹ in Lakhs)

	As at 31.03.2023	As at 31.03.2022
Sale of products (including excise duty)		
Domestic Sales	9165.72	8373.48
Export Sales	7250.64	5666.89
	16416.36	14040.37
Other Operating revenues		
Duty Drawback	36.78	14.61
Export Incentive	52.77	71.35
	89.56	85.97
Total revenue from continuing operations	16505.92	14126.34

Note 21 : Other Income

	As at 31.03.2023	As at 31.03.2022
Interest Income		
Bank Interest Received	40.55	71.67
Interest Received from Others	2.22	2.22
	42.77	73.88
Other non-operating income		
Others	300.59	164.48
	300.59	164.48
Other Income	343.36	238.36

Note -22: Cost of Raw Materials & Component Consumed

	As at 31.03.2023	As at 31.03.2022
Inventory at the beginning of the year	178.87	93.37
Add:- Purchases	12125.22	10851.80
	12304.09	10945.17
Less:- Inventory at the end of year	158.67	178.87
Cost of Raw Materials Consumed	12145.42	10766.30

Note -23 : (Increase)/Decrease in Inventory

	As at 31.03.2023	As at 31.03.2022
Inventories at the end of the Year		
Finished goods	934.28	784.34
	934.28	784.34
Inventories at the begining of the Year		
Finished goods	784.34	343.17
	784.34	343.17
(Increase)/Decrease In Inventory	-149.94	-441.17

Note -24 : Employee Benefit Expenses

(₹ in Lakhs)

	As at 31.03.2023	As at 31.03.2022
(a) Salaries,Wages and Incentives	782.13	662.51
(b) Contribution to Provident and Other funds	66.93	62.06
(c) Staff Welfare Expenses	103.13	60.44
Total	952.19	785.01

Note- 25 : Finance Cost

	As at 31.03.2023	As at 31.03.2022
Interest Expense	171.34	81.48
Other Borrowing Cost	22.54	69.71
Total	193.88	151.19



NOTE TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31.03.2023

Note- 26 : Other Expenses

(₹ in Lakhs)

	As at 31.03.2023	As at 31.03.2022
Rent	20.90	20.64
Carriage Outward	207.03	176.38
Research & Development	141.11	84.16
Travelling & Conveyance	105.14	83.77
Repairs & Maintenance		
- Machinery	78.01	98.43
-TRUCK & TANKER	30.24	9.46
Telephone & Postage Expenses	10.63	10.38
Insurance Expenses	11.02	10.23
Filing fees, Rates & Taxes	31.72	55.13
Payment to Auditors		
- Statutory Audit Fees	3.25	3.25
- Tax Audit Fees	.25	.25
- Other Matter	-	-
Legal & Consultancy Charges	99.51	79.17
TRUCK & TANKER INSURANCE & OTHER TAX	81.27	28.00
Subscription & Donation	60.84	36.39
Miscellaneous Expenses	173.99	137.55
Export Expenses	653.38	616.47
Import Expenses	7.07	8.05
Loading & Unloading Expenses	45.65	22.41
Write Off	-	.12
Total	1761.00	1480.24

27. Earnings per Share

	2022-23	2021-22
a) Net profit attributable to the shareholders (PAT)	11,77,63,314	10,48,19,778
b) Weighted average no. of equity share of face value of ` 10/- each	80,00,000	80,00,000
Basic earnings per share	14.72	13.10
c) Weighted average potential no. of equity shares	80,00,000	80,00,000
Diluted earnings per share	14.72	13.10

28. Income tax Reconciliation

(₹ in Lakhs)

	2022-23	2021-22
Reconciliation of Accounting profit and tax expense		
Profit before tax	1680.06	1479.82
Tax at the Indian tax rate of 29.12% (previous year - 29.12%)	489.23	430.92
Tax effect of amounts which are not deductible (taxable) in calculating taxable income		
- Companies Act Depreciation	77.65	41.73
Tax effect of amounts which are deductible (non-taxable) in calculating taxable income		
- Income Tax Act Depreciation	241.24	53.86
Tax effect of other adjustments	-8.81	-3.66
Impact of Unabsorbed Dedpreciation	.00	.00
MAT Impact		
Income Tax Recognized in Profit & Loss account (MAT)	334.46	422.46

29. Related Party Transactions

Disclosure of related party transactions in terms of Ind AS 24 is given below.

(i) Key Managerial Personnel

(a) Name of the related parties with relationship:

- i) Mr. Suraj Ratan Mundhra, Director – Key Management Personnel
- ii) Mr. Mukesh Mundhra, Director – Key Management Personnel
- iii) Mr. Ajay Kumar Mimani, Director – Key Management Personnel
- iv) Mr. Rajesh Mundhra – Director-Key Managerial Personnel
- "v) Vaishnavi Mundhra – Director - Key Managerial Personnel (Appointed on 19/09/2022)"
- "vi) Navneet Bagri -CFO- Key Managerial Personnel"
- vii) Subhankar Paul – Company Secretary - Key Managerial Personnel



Notes to Standalone Financial Statements for the year ended 31st March, 2023

(₹ in Lakhs)

	Remuneration		Loans & Advances given	
	2022-23	2021-22	2022-23	2021-22
Key Management Personnel	105.29	105.29	-	-
Relative of KMP	-	-	-	-
Closing Balance	8.82	8.48	-	-

(ii) Subsidiary Companies

(a) (Ownership Interest – 100%)

(b) Nature of Transaction

Amount in ₹

Subsidiary Company	Loan Given		Loan Taken		Interest Receivable		Payable Interest	
	2022-23	2021-22	2022-23	2021-22	2022-23	2021-22	2022-23	2021-22
Allied Maritime & Infra Engineering Private Ltd	113.64	.96	95.10	19.45	-	-	-	-
ARCL Petrochemicals Limited	126.15	3.69	104.00	25.84	-	-	-	-
Ocilim Advisory Services Private Ltd.	142.10	1.83	124.50	19.43	-	-	-	-
Wide Range Merchants Private Ltd.	121.64	1.87	104.10	19.41	-	-	-	-
Nocnex Chemicals Private Ltd.	153.49	52.35	135.10	70.74	-	-	-	-
Yocnex Chemicals Private Ltd.	152.26	42.62	125.00	69.89	-	-	-	-
Suksess Chemicals Private Ltd.	127.39	320.39	110.00	337.78	-	-	-	-
TOTAL	936.67	423.71	797.80	562.53	-	-	-	-

(c) Closing Balance

Particulars	2022-23	2021-22
Loans Given	936.67	423.71
Interest Receivable	-	-
Loans Taken	1360.33	562.53
Interest Payable	-	15.29

30. Employee Benefits:

a) Present Value of Obligations for Defined Benefits

(₹ in Lakhs)

	Leave Encashment 2022-23	Leave Encashment 2021-22	Gratuity (Funded) 2022-23	Gratuity (Funded) 2021-22
As at the beginning of the year	34.60	29.81	238.67	204.07
Current Service Cost	4.00	3.22	12.32	11.95
Interest Cost	2.42	2.09	16.71	14.28
Actuarial (Gains)/Losses	.13	1.63	-2.06	14.55
Benefits paid	-5.13	-2.13	-29.51	-6.19
As at the end of year	36.03	34.60	236.12	238.67

b) Fair Value of Planned Assets:

	Leave Encashment 2022-23	Leave Encashment 2021-22	Gratuity (Funded) 2022-23	Gratuity (Funded) 2021-22
As at the beginning of the year	-	-	-	-
Expected return on plan assets	-	-	-	-
Contribution by Employer	5.13	2.13	29.51	6.19
(Benefits Paid)	-5.13	-2.13	-29.51	-6.19
As at the end of the year	-	-	-	-

c) Reconciliation of Present Value of defined benefits Obligation in "a" above and fair value of Plan assets in above:

	Leave Encashment 2022-23	Leave Encashment 2021-22	Gratuity (Funded) 2022-23	Gratuity (Funded) 2021-22
Present Value of Obligation at the end of the year	36.03	34.60	236.12	238.67
Fair value of plan assets at the end of the year	-	-	-	-
Net Asset / (Liability) recognized in the Balance Sheet	36.03	34.60	236.12	238.67

d) Actuarial Assumptions

Discount rate per annum compound	7.25%	7.00%
Rate of increase in salaries	5.00%	5.00%
Mortality	IALM 2012-14	IALM 2012-14



Notes to Standalone Financial Statements for the year ended 31st March, 2023

Notes

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

(b) Discount rate is based upon the market yields available on Government Bonds at the accounting date with that of liabilities.

e) Sensitivity Analysis

Significant actuarial assumptions for the determination of the defined benefit obligation are the discount rate, Salary escalation rate, and withdrawal rate. The sensitivity analysis below has been determined based on reasonably possible changes of the assumptions occurring at the end of the reporting period while holding all other assumptions constant. The change in the present value of Defined Benefit Obligation for a change of 100 Basis Points from the assumed assumption is given below.

Particulars	2022-2023		2022-2023	
	(Leave Encashment)		(Gratuity)	
	Decrease	Increase	Decrease	Increase
Defined Benefit Obligation (Base)	36.03	-	236.12	-
Discount rate (-/+ 1%)	38.29	34.03	248.29	225.03
% change compared to base due to sensitivity	6%	6%	5%	5%
Salary Growth Rate (- / + 1%)	33.98	38.32	224.70	248.43
% change compared to base due to sensitivity	6%	6%	-	5%
Withdrawal Rates (- / + 50%)	35.70	36.33	234.96	237.19
% change compared to base due to sensitivity	1%	1%	-	-

31. The Company has not received full information from vendors regarding their status under Micro, Small and Medium Enterprises Development Act, 2006 (MSMED ACT); hence disclosure relating to the amount unpaid at year-end together with interest paid/payable have been given based on the information so far available with the Company / identified by the Company management.

32. Expenditure in Foreign Currency:

	₹ in Lakhs	
	2022-2023	2021-2022
Travelling	12.41	5.42
Professional for R & D Expenses	5.32	-
Commission	-	-
Business Development Expenses	6.91	6.21

33. Earnings in Foreign Currency

	₹ in Lakhs	
	2022-2023	2021-2022
Value of Exports on FOB basis	7250.64	5666.89
Brokerage and Commission received	NIL	NIL

34. CIF Value of imports

	₹ in Lakhs	
	2022-2023	2021-2022
Raw Materials	450.64	405.49

Note 35 - Contingent Liabilities

a) Claims against the company not acknowledged as debt (In lakhs): Demand under Central Excise act, 1944 and Finance act, 1944 for the period from 2003-04, against which appeal was filed before Commissioner appeal- Rs. 17.68 lakhs The case of excise pending in Tribunal involving an amount of Rs. 396.34 lakhs against which Rs. 74.34 lakhs paid towards security deposit. Cases of sales tax amounting to Rs. 137.04 lakhs from 2005-06 before Joint Commissioner of sales tax. In Income tax, an appeal has been filed by the department against relief granted by income tax Appellate Tribunal which is pending in High Court, Calcutta-Rs. 640.78 lakhs for 1988-98. And Rs 316.97 lakhs case is pending before Commissioner (Appeal) for the period. The position of both the units (Hid Road & Budge Budge) has been handed over back to KOPT along with the stocks which are having recoverable value more than the rent payable, Since the matter is sub judice we have ignored the value of recoverable from the company has provided for rent payable. On Account of LC and Bank Guarantee Rs 5,96,63,501/- and 37,87,805/- respectively.

b) Capital and other commitments: Rs. Nil (Previous Year - Rs. Nil)

Note 36 - Capital Management

The Company's objective when managing capital (defined as net debt and equity) are to safeguard the Company's ability to continue as

a going concern in order to provide returns to shareholders and benefit for other stakeholders, while protecting and strengthening the balance sheet through the appropriate balance of debt and equity funding. The Company manages its capital structure and makes adjustments to it, in light of changes to economic conditions and strategic objectives of the Company. 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. Breaches in meeting the financial covenants would permit the bank to immediately call loans and borrowings. There have been no breaches in the financial covenants of any interest-bearing loans and borrowing in the current period.

Note 37

The charge of dues of IDBI Bank now taken over by Stressed Assets Stabilization Fund (SASF) and WBIDCL has not yet been filed in connection with the satisfaction of charge on ROC portal, despite full and final payment made as per the scheme approved by the Hon'ble Calcutta High Court. Since SASF has failed to issue NOC as stipulated in the scheme, the company has filed a petition before the Hon'ble Calcutta High Court on the ground of breach of terms and conditions of the scheme. The matter is pending before Hon'ble Calcutta High Court. The matter for NOC with WBIDCL is being followed

**Notes to Standalone Financial Statements for the year ended 31st March, 2023****38. Gearing Ratio**

The gearing ratio at the end of the reporting period was as follows:

Particulars	2022-2023	2021-2022
Debt	2012.93	1572.71
Cash and Bank balance	143.37	8.56
Net Debt	1869.56	1564.15
Total Equity	5362.90	4182.40
Net debt to Equity ratio/ Gearing Ratio	0.35	0.37

39. Disclosure on Financial Instruments

This section gives an overview of the significance of financial instruments for the Company and provides additional information on balance sheet items that contain financial instruments.

(a) Financial assets and liabilities

The following table presents the carrying value and fair value of each category of financial assets and liabilities as at March 31, 2023 and March 31, 2023

(₹ in Lakhs)

Financial Assets Measured at Amortized Cost	Current		Non Current	
	2022-23	2021-22	2022-23	2021-22
Trade receivables	3191.39	3154.50	-	-
Cash and cash equivalents	143.37	8.56	-	-
Other Bank Balances	690.33	728.20	-	-
Loans	188.69	55.29	-	-
Other Financial Assets	7.31	7.33	67.43	34.62
Measured at fair value through OCI				
Investments	-	-	125.03	124.09
Total Financial Assets	4221.09	3953.88	192.45	158.71
Financial Liabilities at Amortized Cost				
Borrowings	978.68	1084.88	1034.25	487.83
Lease Liabilities	9.70	8.03	9.23	19.76
Trade payables	2742.10	2489.61	-	-
Other financial liabilities	149.92	135.02	-	200.00
Total Financial Liabilities	3880.40	3717.54	1043.48	707.60

Note-40A

Balance confirmations are matched in respect of trade receivables and trade payables. In the opinion of the management, it is unlikely that there will be any major reconciliation difference with material impact on the carrying amounts of these assets and liabilities as reflected in these financial statements.

Note-40B

As per NCLT Order, we purchased RCHEM Industries Pvt. Ltd. In consideration of Rs 3,01,25,000/- but the shares of the Company have not been transferred in the name of ARCL Organics Ltd as on 31/03/2023. So that the M/s RCHEM Industries Pvt. Ltd. is not considered a Subsidiary Company of ARCL Organics Ltd. In this regards the transferred value is shown under Other Current Assets in

Note 41-Financial Risk Management

The Company's business activities are exposed to a variety of risks including liquidity risk, credit risk, and market risk. The Company seeks to minimize the potential adverse effects of these risks by managing them through a structured process of identification,

assessment, and prioritization of risks followed by coordinated efforts to monitor, minimize and mitigate the impact of such risks on its financial performance and capital. For this purpose, the Company has laid comprehensive risk assessment and minimization/mitigation procedures, which are reviewed by the Audit Committee and approved by the Board from time to time. These procedures are reviewed to ensure that executive management controls risks by way of a properly defined framework. The Company does not enter into derivative financial instruments for speculative purposes. The following table explains the sources of risk and how the entity manages the risk in its financial statements. The management reviews the status of all principal risks with a significant potential impact. Additionally, the Audit Committee carried out focused risk reviews of its Plant and divisions. These reviews included an analysis of both the principal risks and the controls, monitoring, and assurance processes established to mitigate those risks to acceptable levels. As a result of these reviews, several actions were identified to continue to improve internal controls and the management of risk.

**Notes to Standalone Financial Statements for the year ended 31st March, 2023**

Risk	Exposure arising from	Measurement	Management
Credit Risk	Cash and cash equivalents, trade receivables, financial assets measured at amortised cost.	Ageing analysis, Credit analysis	Credit limits and analysis of credit-worthiness
Liquidity Risk	Borrowings and other liabilities.	Cash Flow forecasts	Timely evaluation of Credit facilities and regularly payment interest liabilities
Market Risk – foreign exchange	Recognised financial assets and liabilities not denominated in INR	Cash Flow forecasts	Monitoring of currency exchange rate movement.
Market Risk – interest rate	Long Term Borrowings/Liabilities	...	Monitoring of interest rate movements
Market Risk – security prices	Investment in Securities	...	Portfolio Management

a. Credit Risk

Credit Risk is the risk that the counterparty will not meet its obligations under a financial instrument or customer contract leading to financial loss. The company is exposed to credit risk from its operating activities (primarily trade receivables and deposits to landlords) and from its financing activities, including deposits with banks and financial institutions, foreign exchange transactions, and other financial instruments. The company generally doesn't have collateral.

Customer credit risk is managed by business through the company's established policy, procedures, and controls relating to customer credit risk management. The credit quality of each customer is assessed and credit limits are defined in accordance with this assessment. Outstanding customer receivables and security deposits are regularly monitored.

The aging of Trade receivables i.e. receivables which are post due (net of allowances/provisions) are given below:

(₹ in Lakhs)

Age of receivables	2022-23	2021-22
Less than six months	2724.84	2690.18
More than six months	466.55	464.33

- b. The company's objective is to at all times maintain the optimum level of liquidity to meet its cash and collateral requirement at all times. The current committed lines of credit are sufficient to meet its short to medium-term expansion needs and hence evaluate the concentration of risk with respect to liquidity as low. The Company monitors rolling forecasts of its liquidity requirements to ensure it has sufficient cash to meet operational needs while maintaining headroom on its undrawn committed borrowing facilities at all times so that the Company does not breach borrowing limits or covenants (where applicable) on any of its borrowing facilities.

The company primarily depends on its own funds and has a low level of borrowing.

c. Market Risk

Market risk is the risk that the fair value of future cash flow of financial instruments may fluctuate because of changes in market conditions. Market risk broadly comprises three types of risks namely currency risk, interest rate risk, and price risk (for commodities or equity instruments).

- (i) Foreign Exchange Risk - The company operates only in India and has not entered into any foreign exchange or commodity derivative contracts. Accordingly, there is no significant exposure to market risk.
- (ii) Interest Rate Risk –As a majority of the financial assets and liabilities of the Company are fixed interest-bearing instruments, the Company's net exposure to interest risk is negligible.
- (iii) Security Price Risk –. The company's exposure to securities price risk arises from investments held by the company and classified in the balance sheet either as fair value through OCI or fair value through Profit or Loss.

To manage the price risk arising from investments, the company diversifies its portfolio. Diversification of a portfolio is done in accordance with the directions of the Board.

42. Expenditure on Research and Development

During this year company incurred Rs 35,33,660/- for the purchase of Research and Development equipment in Fixed Assets and incurred expenses disclose in Note 26 of Rs 84,16,128/-

Note-43

- Company has used the borrowings from banks and financial institutions for the specific purpose for which it was taken at the balance sheet date.
- No proceedings have been initiated or pending against the company for holding any benami property under the Benami Transactions (Prohibition) Act, 1988 (45 of 1988) and the rules made thereunder and company has not been declared as willful defaulter by and bank or institution or other lender.
- To the best of the information available, the company has not entered into any transactions with companies struck off under section 248 of the Companies Act, 2013 or section 560 of Companies Act, 1956
- The Company does not have a policy of closing its books on a quarterly basis and preparing quarterly financials
- Company has not traded or invested in Crypto currency or Virtual Currency during the financial year
- The previous year's figures (given in parenthesis in some cases) have been arranged/regrouped wherever considered necessary.



INDEPENDENT AUDITOR'S REPORT

TO THE MEMBERS OF ARCL ORGANICS LIMITED

Report on the Audit of the Consolidated Financial Statements

Opinion

1. We have audited the accompanying consolidated financial statements of ARCL Organics Limited (hereinafter referred to as "the Holding Company") and its subsidiaries (the Holding Company and its subsidiaries together referred to as "the Group") comprising of the Consolidated Balance Sheet as at 31st March, 2023, the Consolidated Statement of Profit and Loss including other comprehensive Income, the Consolidated Cash Flow Statement, the Consolidated Statement of Changes in Equity and notes to the financial statements for the year ended on that date including a summary of significant accounting policies and other explanatory information (herein after referred to as "Consolidated Financial Statements").

In our opinion and to the best of our information and according to the explanations given to us and based on the consideration of reports of the other auditors on separate financial statements of the subsidiaries referred to in the Other Matters paragraph, the aforesaid consolidated financial statements give the information required by the Companies Act, 2013 ("the Act") in the manner so required and give a true and fair view in conformity with the accounting principles generally accepted in India, of their consolidated state of affairs of the Group as at March 31, 2023, of consolidated profit (including Other Comprehensive Loss), consolidated changes in equity and its consolidated cash flows for the year ended on that date.

Basis for Opinion

2. We conducted our audit in accordance with the Standards on Auditing (SAs) specified under section 143(10) of the Companies Act, 2013. Our responsibilities under those Standards are further described in the Auditor's Responsibilities for the Audit of the consolidated Financial Statements section of our report. We are independent of the Group in accordance with the Code of Ethics issued by the Institute of Chartered Accountants of India and we have fulfilled our other ethical responsibilities in accordance with the provisions of the Companies Act, 2013. We believe that the audit evidence we have obtained along with the consideration of audit reports of the other auditors referred to in "Other Matters" paragraph below, is sufficient and appropriate to provide a basis for our opinion.

Other Information

3. The Company's Board of Directors is responsible for the preparation of the other information. The other information comprises the information included in the Management Discussion and Analysis, Board's Report including Annexures to Board Report, but does not include the consolidated financial statements and our auditor's report thereon. The aforesaid documents are expected to be made available to us after the date of this auditor's report

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

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

6. When we read the aforesaid documents, if we conclude that there is a material misstatement therein, we are required to

communicate the matters to those charged with governance.

Management's Responsibility for the Consolidated Financial Statements

7. The Holding Company's Board of Directors is responsible for the preparation of these consolidated financial statements in terms of the requirements of the Companies Act, 2013 (hereinafter referred to as "the Act") that give a true and fair view of the consolidated financial position, consolidated financial performance including other comprehensive income, consolidated cash flows and statement of changes in equity of the Group in accordance with the accounting principles generally accepted in India, including the Indian Accounting Standards (Ind AS) prescribed under Section 133 of the Act, read with Rules issued thereunder. The respective Board of Directors of the companies included in the Group are responsible for maintenance of adequate accounting records in accordance with the provisions of the Act for safeguarding the assets of the Group and for preventing and detecting frauds and other irregularities; the 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, which have been used for the purpose of preparation of the consolidated financial statements by the Directors of the Holding Company, as aforesaid.
8. In preparing the consolidated financial statements, the respective Board of Directors of the companies included in the Group are responsible for assessing the ability of the Group 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 Group or to cease operations, or has no realistic alternative but to do so
9. The respective Board of Directors of the companies included in the Group are responsible for overseeing the financial reporting process of the Group.
- Auditor's Responsibility for the Audit of the Consolidated Financial Statements
10. Our objectives are to obtain reasonable assurance about whether the consolidated 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 consolidated financial statements.
11. As part of an audit in accordance with SAs, we exercise professional judgment and maintain professional skepticism throughout the audit. We also:
- Identify and assess the risks of material misstatement of the consolidated 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.
- Obtained an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances. Under Section 143(3) (i) of the Companies Act, 2013, we are also responsible for expressing our opinion on whether the Group which are companies incorporated in India have adequate internal financial controls system in place and the operating effectiveness of such controls.
 - Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by management.
 - Conclude on the appropriateness of management's use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the ability of the Group 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 consolidated 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 Group to cease to continue as a going concern.
 - Evaluate the overall presentation, structure and content of the consolidated financial statements, including the disclosures, and whether the consolidated financial statements represent the underlying transactions and events in a manner that achieves fair presentation.
 - Obtain sufficient appropriate audit evidence regarding the financial information of the entities or business activities within the Group to express an opinion on the consolidated financial statements. We are responsible for the direction, supervision and performance of the audit of the financial statements of such entities included in the consolidated financial statements of which we are the independent auditors. For the other entities included in the consolidated financial statements, which have been audited by other auditors, such other auditors remain responsible for the direction, supervision and performance of the audits carried out by them. We remain solely responsible for our audit opinion.
12. Materiality is the magnitude of misstatements in the consolidated 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.

Other Matters

13. We did not audit the financial statements of seven subsidiaries included in the consolidated financial statements, whose financial statements reflect total assets of Rs. 884.79 lakhs as at March 31, 2023, total revenues of Rs. 52.21 lakhs, total net profit/ (Loss) after tax of Rs. (10.23) lakhs and total comprehensive Income/ (loss) of Rs. (10.23) lakhs for the year ended on that date as considered in the financial statements. These financial statements have been audited by other auditors whose reports have been furnished to us by the Management and our opinion on these consolidated financial statements, in so far as it relates to the amount and disclosures included in respect of these subsidiaries is based solely on the reports of other auditors.
- Our opinion above on the Consolidated Financial Statements, and our report on Other Legal and Regulatory Requirements below, is not modified in respect of the above matters with respect to our reliance on the work done and the reports of the other

auditors.

Report on Other Legal and Regulatory Requirements

14. As required by Section 143 (3) of the Act, we report that:
- (a) We have sought and obtained all the information and explanations which to the best of our knowledge and belief were necessary for the purposes of our audit of the aforesaid consolidated financial statements.
 - (b) In our opinion proper books of accounts as required by law relating to preparation of the aforesaid consolidated financial statements have been kept so far as it appears from our examination of those books and the reports of the other auditors.
 - (c) The Consolidated Balance Sheet, the Consolidated Statement of Profit and Loss (including Other Comprehensive Income), the Consolidated Cash Flow Statement and the Consolidated Statement of Changes in Equity dealt with by this Report are in agreement with the relevant books of account maintained for the purpose of preparation of the consolidated financial statements.
 - (d) In our opinion, the aforesaid consolidated financial statements comply with the Indian Accounting Standards specified under Section 133 of the Act, read with relevant Rules issued thereunder.
 - (e) On the basis of the written representations received from the directors of the Holding Company as on 31st March, 2023 taken on record by the Board of Directors of the Holding Company and the reports of the other statutory auditors of its subsidiary companies, none of the directors of the Group's companies is disqualified as on 31st March, 2023 from being appointed as a director in terms of Section 164 (2) of the Act.
 - (f) With respect to the adequacy of the internal financial controls over financial reporting and the operating effectiveness of such controls, refer to our separate report in "Annexure A".
 - (g) With respect to the other matters to be included in the Auditor's Report in accordance with the requirements of section 197(16) of the Act, as amended:
In our opinion and to the best of our information and according to the explanations given to us, the remuneration paid by the Holding Company to its directors during the year is in accordance with the provisions of section 197 of the Act.
 - (h) With respect to the other matters to be included in the Auditor's Report in accordance with Rule 11 of the Companies (Audit and Auditors) Rules, 2014, in our opinion and to the best of our information and according to the explanations given to us:
 - i. The consolidated financial statements disclose the impact of pending litigations on the consolidated financial position of the Group – Refer Note 35 to the consolidated financial statements.
 - ii. The Group did not have any material foreseeable losses on long-term contracts including derivative contracts.
 - iii. There were no amounts which were required to be transferred to the Investor Education and Protection Fund by the Holding Company and its subsidiary companies.
 - iv. (a) The Management has represented that, to the best of its knowledge and belief, no funds (which are material either individually or in the aggregate) have been advanced or loaned or invested (either from borrowed funds or share premium or any other sources or kind of funds) by the Company to or in any other person or entity, including foreign entity ("Intermediaries"), with the understanding, whether recorded in writing or otherwise, that the Intermediary shall, whether directly or indirectly lend or invest in other persons or entities identified in any manner whatsoever by or on behalf of the Company ("Ultimate Beneficiaries") or provide any guarantee, security or the like on behalf of the Ultimate Beneficiaries;



- (b) The Management has represented, that, to the best of its knowledge and belief, no funds (which are material either individually or in the aggregate) have been received by the Company from any person or entity, including foreign entity ("Funding Parties"), with the understanding, whether recorded in writing or otherwise, that the Company shall, whether, directly or indirectly, lend or invest in other persons or entities identified in any manner whatsoever by or on behalf of the Funding Party ("Ultimate Beneficiaries") or provide any guarantee, security or the like on behalf of the Ultimate Beneficiaries;
- ©) Based on the audit procedures that have been considered reasonable and appropriate in the circumstances, nothing has come to our notice that has caused us to believe that the representations under sub-clause (i) and (ii) of Rule 11(e), as provided under (a) and (b) above, contain any material misstatement.
- v. The Company has neither proposed any dividend in the Previous year or in the current year nor paid any interim dividend during the year.
- vi. Proviso to Rule 3(1) of the Companies (Accounts) Rules, 2014 for maintaining books of account using accounting software which has a feature of recording audit trail (edit log) facility is applicable to the Club with effect from April 1, 2023, and accordingly, reporting under Rule 11(g) of Companies (Audit and Auditors) Rules, 2014 is not applicable for the financial year ended March 31, 2023.

For JSUS & Associates
Chartered Accountants
Firm Registration No: 329784E
(Adrish Roy)

Place: Kolkata

Partner

Date: 15.05.2023

Membership No: 055826

UDIN: 23055826BGYPAL5886

ANNEXURE- A TO THE INDEPENDENT AUDITOR'S REPORT

To the members of ARCL ORGANICS LIMITED

[Referred to in paragraph 14(f) of the Auditors' Report of even date]

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

- 1. We have audited the internal financial controls over financial reporting of ARCL ORGANICS LIMITED (hereinafter referred to as "the Holding Company") and its subsidiaries (the Holding Company and its subsidiaries together referred to as "the Group"), which are companies incorporated in India as of 31st March 2022 in conjunction with our audit of the consolidated financial statements of the Company for the year ended on that date.

Management's Responsibility for Internal Financial Controls

- 2. The respective Board of Directors of the of the Holding Company and its subsidiary companies, are responsible for establishing and maintaining internal financial control based on the internal control over financial reporting criteria established by the respective companies considering the essential components of internal control stated in the Guidance Note on Audit of Internal Financial Controls over Financial Reporting (the "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 the 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 Act.

Auditors' Responsibility

- 3. Our responsibility is to express an opinion on the internal financial controls over financial reporting of the Holding Company and its subsidiaries which are companies incorporated in India based on our audit. We conducted our audit in accordance with the "Guidance Note" and the Standard on Auditing, issued by ICAI and deemed to be prescribed under section 143(10) of the Act, to the extent applicable. Those Standards and the Guidance Note require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether adequate internal financial controls over financial reporting was established and maintained and if such controls operated effectively in all material respects.
- 4. Our audit involves performing procedures to obtain audit evidence about the adequacy of the internal financial controls system over financial reporting and their operating effectiveness. Our audit of internal financial controls over financial reporting includes obtaining an understanding of internal financial control over financial reporting, assessing the risk that a material weakness exists, and testing and evaluating the design and operating effectiveness of internal controls based on the assessed risk. The procedure selected depends on the auditor's judgment, including the assessment of the risk of material misstatement of the financial statement, whether due to fraud or error.
- 5. We believe that the audit evidence we have obtained and the audit evidence obtained by the other auditors of the subsidiary companies, in terms of their reports referred to in the Other Matters paragraph below, is sufficient and appropriate to provide a basis for our audit opinion on the internal financial controls system over financial reporting the Company and its subsidiary companies.

Meaning of Internal Financial Control over Financial Reporting

- 6. A company's internal financial control over financial reporting is a process designed to provide reasonable assurance regarding the reliability of financial reporting and the preparation of financial statement for external purposes in accordance with generally accepted accounting principles. A company's internal financial control over financial reporting includes those policies and procedures that
 - 1) pertain to the maintenance of the records that, in reasonable detail, accurately and fairly reflect the transactions and dispositions of the assets of the company;
 - 2) provide reasonable assurance that the transactions are recorded as necessary to permit preparation of financial statement in accordance with generally accepted accounting principles, and that receipts and expenditure of the company are being made only in accordance with authorization of management and directors of 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 statement.

Inherent Limitations of Internal Financial Control over Financial Reporting

- 7. Because of inherent limitation of internal financial control over financial reporting, including the possibility of collusion or improper management override of controls, material misstatements due to errors or fraud may occur and not be detected. Also, projections of any evaluations of the internal financial control over financial reporting to future periods are subject to the risk that the internal financial control over financial reporting may become inadequate because of changes in



conditions, or that the degree of compliance with the policies or procedures may deteriorate.

Opinion

8. In our opinion, to the best of our information and according to the explanations given to us and based on the consideration of the other auditors referred to in the Other Matters paragraph below, the Holding Company and its subsidiary companies have, in all material respect, an adequate internal financial controls system over financial reporting and such internal financial controls over financial reporting were operating effectively as at 31st March 2023, based on the internal control over financial reporting criteria established by the respective companies considering the essential components of internal control stated in the Guidance Note on Audit of Internal Financial Control Over Financial Reporting, issued by ICAI.

Other Matters

9. Our aforesaid report under Section 143(3)(l) of the Act on the adequacy and operating effectiveness of the internal financial controls over financial reporting insofar as it relates to seven subsidiary company is based solely on the corresponding reports of the auditors of such companies.

For JSUS & Associates
Chartered Accountants
Firm Registration No: 329784E

Place: Kolkata
Date: 15.05.2023

(Adrish Roy)
Partner
Membership No: 055826
UDIN: 23055826BGPAL5886



Consolidated Balance Sheet as at 31 March 2023

(₹ in Lakhs)

	Note No.	As on 31.03.2023	As on 31.03.2022
Non-current assets			
Property, Plant and Equipment	2	4614.66	2654.06
Right of Use	2	17.20	26.83
Financial Assets			
(I) Investments	3	2.77	1.83
(ii) Other financial Assets	4	67.43	34.62
Total Non - Current Assets		4702.05	2717.34
Current assets			
Inventories	6	1255.39	1220.19
Financial Assets			
(i) Trade receivables	7	3202.19	3161.94
(ii) Cash and cash equivalents	8	909.52	178.00
(iii) Other Bank Balances	9	690.33	728.20
(iv) Loans	10	194.21	55.29
(v) Other Financial Assets	4	7.31	7.33
Other current assets	12	1073.56	1385.76
Total Current Assets		7332.49	6736.71
Total Assets		12034.54	9454.05
EQUITY AND LIABILITIES			
Equity			
Equity Share capital	13	800.00	800.00
Other Equity	14	4624.68	3454.42
Total equity		5424.68	4254.42
LIABILITIES			
Non-current liabilities			
Financial Liabilities			
(i) Borrowings	15	1034.25	349.01
(ia) Lease Liabilities		9.23	19.76
(ii) Other financial liabilities	16	-	200.00
Provisions	17	240.80	229.16
Deferred Tax Liabilities (Net)	5	332.59	164.62
Total non-current liabilities		1616.86	962.55
Current liabilities			
Financial Liabilities			
(i) Borrowings	15	978.68	1084.88
(ia) Lease Liabilities		9.70	8.03
(ii) Trade payables	18	-	-
Outstanding dues to Micro and Small enterprises		3433.79	2489.61
Outstanding dues to parties other than Micro and Small enterprises			
(iii) Other financial liabilities	16	149.92	135.02
Provisions	17	88.47	87.18
Other current liabilities	19	217.13	332.07
Current Tax Liability Net	11	115.31	100.29
Total Current Liabilities		4993.00	4237.08
Total liabilities		6609.86	5199.63
Total Equity & Liabilities		12034.54	9454.05
Significant accounting policies	1		
Additional notes to financial statements	27-44		

The above balance sheet should be read in conjunction with the accompanying notes
In terms of our report of even date

For and on behalf of the Board

For JSUS & Associates
Chartered Accountants
(Firm registration no. 329784E)

Suraj Ratan Mundhra
Managing Director
DIN-00681223

Mukesh Mundhra
Director
DIN-00658602

Adrish Roy
Partner
(Membership no. 055826)
Place: Kolkata
Date: 15/05/2023

Navneet Bagri
Chief Financial Officer

Subhankar Paul
Company Secretary
(Membership no. A63772)

**Consolidated Statement of Profit and loss as on 31st March, 2023****(₹ in Lakhs)**

	Notes	As on 31.03.2023	As on 31.03.2022
I. Revenue from operations	20	16505.92	14126.34
II. Other income	21	343.49	238.61
III. Total Revenue (I + II)		16849.41	14364.95
V. Expenses:			
Cost of materials consumed	22	12093.36	10766.30
"Changes in inventories of work-in-progress, stock-in-trade and finished goods"	23	-149.94	-441.17
Employee benefit expense	24	1003.01	788.51
Finance costs	25	193.90	135.36
Depreciation and amortisation expense	2	266.66	143.30
Other expenses	26	1772.60	1487.98
Total expenses		15179.59	12880.28
V. Profit before tax (III - IV)		1669.82	1484.67
Income tax expenses			
- Current tax		334.46	422.46
- MAT Credit		-	-
- Deferred tax		167.97	9.16
Total tax expense		502.43	431.62
Profit after tax		1167.39	1053.05
Other comprehensive income			
Items that may be reclassified to profit or loss		-	-
Items that will not be reclassified to profit or loss			
(i) Remeasurements of the defined benefit plans		1.93	-16.18
(ii) Income tax relating to items that will not be reclassified to profit and loss		.94	.62
Other comprehensive income for the year, net of tax		2.87	-15.56
Total comprehensive income for the year		1170.26	1037.49
Earnings per equity share attributable to owners of ARCL Organics Limited:			
Basic earnings per share		14.59	13.16
Diluted earnings per share		14.59	13.16
Summary of Significant Accounting Policies	1		
Additional notes to financial statements	27-44		

The above balance sheet should be read in conjunction with the accompanying notes

In terms of our report of even date

For and on behalf of the Board

For JSUS & Associates
Chartered Accountants
(Firm registration no. 329784E)

Suraj Ratan Mundhra
Managing Director
DIN-00681223

Mukesh Mundhra
Director
DIN-00658602

Adrish Roy
Partner
(Membership no. 055826)
Place: Kolkata
Date: 15/05/2023

Navneet Bagri
Chief Financial Officer

Subhankar Paul
Company Secretary
(Membership no. A63772)



Consolidated Cash Flow Statement for the year ended 31st March, 2023

(₹ in Lakhs)

	For the Year 31.03.2023		For the Year 31.03.2022	
A. Cash Flow from Operating Activities				
Net profit before tax as per Statement of Profit and Loss		1669.82		1484.67
Adjustments for :				
Depreciation on Tangible Assets	266.66		143.30	
Interest Income	-40.68		-71.67	
Interest Expense	171.31		65.61	
Actuarial Gain /loss transferred to OCI	2.87		-15.56	
		400.15		121.69
Operating Profit Before Working Capital Changes		2069.97		1606.36
Increase / (Decrease) in Trade Payables	944.18		1105.81	
Increase / (Decrease) in Other Current Liabilities	-114.94		163.98	
Increase / (Decrease) in Short Term Provisions	1.29		23.19	
Increase / (Decrease) in Long Term Provisions	11.64		18.11	
Increase / (Decrease) in Other Current financial Liabilities	14.90		10.26	
Increase / (Decrease) in Other Non Current financial Liabilities	-200.00		-100.00	
(Increase) / Decrease in Other Bank balances	37.86		-100.64	
(Increase) / Decrease in Trade receivables	-40.24		-872.17	
(Increase) / Decrease in Inventories	-35.20		-593.45	
(Increase) / Decrease in Loans and Advances	-138.92		-3.25	
(Increase) / Decrease in Other Current Assets	192.77		-862.00	
(Increase) / Decrease in Other Current Financial Assets	.02		-4.52	
(Increase) / Decrease in Other Non Current financial Assets	-32.80		-2.04	
(Increase) / Decrease in Long Term Loans & Advances	.00	640.55	-	-1216.72
Cash generated from operations		2710.53		389.63
Taxes paid (Net of refunds)		200.00		205.22
Net cash Generated/(used) from operating activities (A)		2510.53		184.41
B. Cash Flow from Investing Activities				
Purchase of fixed assets	-2217.63		-791.81	
Disposal of Fixed Assets	-		12.74	
Investments in Subsidiaries	-.94		-.62	
Interest Received	40.68		71.67	
Net cash from investing activities (B)		-2177.88		-708.02
C. Cash flow From Financing Activities				
Proceeds from short - term borrowings	-104.52		370.37	
Proceeds/(Repayment) from long - term borrowings	674.70		149.27	
Interest Paid	-171.31	398.87	-65.61	454.03
Net cash used for financing activities (C)		398.87		454.03
Net Increase/(decrease in cash and cash equivalents (A+B+C))		731.51		-69.58
Cash and Cash equivalent at the beginning of the year		178.00		247.58
Cash and Cash equivalent at the end of the year		909.52		178.00
Changes in Cash and Cash Equivalents - Increase/(Decrease)		-731.51		69.58

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

For and on behalf of the Board

For JSUS & AssociatesChartered Accountants
(Firm registration no. 329784E)**Adrish Roy**Partner
(Membership no. 055826)
Place: Kolkata
Date: 15/05/2023**Suraj Ratan Mundhra**Managing Director
DIN-00681223**Navneet Bagri**
Chief Financial Officer**Mukesh Mundhra**Director
DIN-00658602**Subhankar Paul**
Company Secretary
(Membership no. A63772)



ARCL Organics Limited

Statement of Changes in Equity for the year ended 31 March 2023

A. Equity Share Capital

	Notes	(₹ in Lakhs)
As at 1 April 2020	13	800.00
Changes in equity share capital		-
As at 31 March 2021		800.00
Changes in equity share capital		-
As at 31 March 2022		800.00

B. Other Equity

	Notes	(₹ in Lakhs)					Total other equity
		Securities premium reserve	Capital reserve	Retained Earnings	Other Comprehensive Remeasurements of the defined benefit plans	Fair valuation of Equity Instrument	
Balance at 31 March 2021	14	1122.50	.03	1343.57	-47.55	-1.62	2416.94
Profit for the year		-	-	1053.05	-	-	1053.05
Other comprehensive income		-	-	-	-16.18	.62	-15.56
Adjustments		-	-	-	-	-	-
Total comprehensive income for the year		-	-	1053.05	-16.18	.62	1037.49
Balance at 31 March 2022		1122.50	.03	2396.62	-63.72	-1.01	3454.42
Profit for the year		-	-	1167.39	-	-	1167.39
Other comprehensive income		-	-	-	1.93	.94	2.87
Total comprehensive income for the year		1122.50	.03	1167.39	1.93	.94	1170.26
Balance at 31 March 2023		1122.50	.03	3564.01	-61.80	-0.7	4624.68

For JSUS & Associates
Chartered Accountants
(Firm registration no. 329784E)

Partner Adrish Roy
(Membership no. 055826)
Place: Kolkata
Date: 15/05/2023



NOTES FORMING PART OF THE CONSOLIDATED FINANCIAL STATEMENTS

Note 1 Corporate Information, Significant Accounting Policies and Significant Accounting Judgements, Estimates and Assumptions

A. Corporate information

ARCL Organics Ltd was incorporated on 8th September, 1992. It is a public limited company having its registered office at Rampur, Budge Budge Trunk Road, Kolkata- 700141, West Bengal. The Company is engaged in the business of manufacturing and selling of chemical-based products, Resins, Additives, Hardeners and specialized One-Shot Resins. Over the years, ARCL has broadened its product range and is having an integrated & computerized fully automated petrochemical complex. The Company caters to both the domestic and export market.

Today along with a wide range of Resins & Additives, Hardeners and specialized One-Shot Resins, ARCL has the expertise to offer tailor-made solutions as per its client's requirements.

The financial statements of the Group comprise of the financial statements of the parent company and its seven wholly-owned subsidiaries (the Company and its subsidiaries are referred to as the "Group"). The Group is principally engaged in the business of real estate development financing, trading and other activities.

These consolidated financial statements ("the financial statements") of the Group for the year ended 31 March 2021 were authorized for issue in accordance with the resolution of the Board of Directors on 28th April, 2022.

The Company, its subsidiaries (jointly referred to as the 'Group' herein under) considered in these consolidated financial statements are:

Subsidiaries	Country of Incorporation	Principle s Activitie	2022-23	2021-22
Allied Maritime & Infra Engineering Private Ltd	India	Infrastructural Facilities	100%	100%
ARCL Petrochemicals Limited	India	Trading in Petro Chemical Products	100%	100%
Ocilim Advisory Services Private Ltd.	India	Corporate Service	100%	100%
Wide Range Merchants Private Ltd.	India	Trading In chemicals	100%	100%
Nocnex Chemicals Private Ltd.	India	Trading In chemicals	100%	100%
Yocnex Chemicals Private Ltd.	India	Trading In chemicals	100%	100%
Suksess Chemicals Private Ltd.	India	Trading In chemicals	100%	100%

B. Significant accounting policies

The significant accounting policies applied by the group in the preparation of its consolidated financial statements are listed below. Such accounting policies have been applied consistently to all the periods presented in these consolidated financial statements unless otherwise indicated.

1. Basis of accounting and preparation of financial statements

The consolidated financial statements of the Group have been prepared in accordance with the Indian Accounting Standard (Ind AS), as notified by Ministry of Corporate Affairs pursuant to Section 133 of the Companies Act, 2013, Companies (Indian Accounting Standards) Rules, 2015 and other relevant provisions of the act.

The financial statements have been prepared under the historical cost convention with the exception of certain assets and liabilities that are required to be carried at fair value by Ind AS. Fair Value is the price that would be received to sell an asset or paid to transfer of liabilities in an orderly transaction between market participants at the measurement date.

Accounting policies are consistently applied except where a newly issued accounting standard is initially adopted or a revision to an existing accounting standard requires a change in accounting policy hitherto in use.

The Ind AS financial statements are presented in INR which is the Company's functional and presentation currency and all values are rounded to the nearest lakhs, except when otherwise indicated. Accounting policies have been consistently applied except where a newly issued accounting standard is initially adopted or a revision to an existing accounting standard requires a change in the accounting policy hitherto in use.

2. Principles of Consolidation

The consolidated financial statements comprise the financial statements of the Company and its subsidiaries as at 31st March 2021.

Subsidiaries

Subsidiaries are all entities over which the Group has control. The Group controls an entity when the Group is exposed to, or has rights to, variable returns from its involvement with the entity and has the ability to affect those returns through its power to direct the relevant activities of the entity. Subsidiaries are fully consolidated from the date on which control is transferred to the Group. They are deconsolidated from the date the control ceases. The acquisition method of accounting is used to account for business combination by the Group. The Group combines the separate financial statements of the parent and its subsidiaries line by line adding together like items of assets, liabilities, Contingent liability, equity, income and expenses. Inter company transactions, balances and unrealised gains on transactions between group companies are eliminated. Un realised losses are also eliminated unless the transaction provides evidence of an impairment of the transferred asset. Accounting policies of subsidiaries have been changed where necessary and practicable to ensure consistency with the policies adopted by the Group. Non-controlling interests in the results and equity of subsidiaries are shown separately in the consolidated statement of profit and loss, consolidated statement of changes in equity and balance sheet, respectively.

The financial statements are prepared using uniform accounting policies for like transactions and other events in similar circumstances. If a member of the Group uses accounting policies other than those adopted in the financial statements for like transactions and events in similar circumstances, appropriate adjustments are made to that Group member's separate financial statements in preparing the financial statements to ensure conformity with the Group's accounting policies, wherever necessary and practicable.

Notes to the financial statements represent notes involving items which are considered material and are accordingly disclosed. Materiality for the purpose is assessed in relation to the information contained in the financial statements. Further, additional statutory information disclosed in separate financial statements of the subsidiary and/or a parent having no bearing on the true and fair view of the financial statements has not been disclosed in these financial statements.

3. Use of estimates

The preparation of the Financial Statements in conformity with IND AS requires the management to make estimates, judgments and assumptions. These estimates, judgment and assumptions affect the application of accounting policies and the reported amount of Assets and Liabilities and disclosure of contingent Liabilities on the date of the Financial Statements and reported amounts of revenues and expenses for the year.

Estimates and underlying assumptions are reviewed on an ongoing basis. Revisions to accounting estimates are recognised in the period in which the estimates are revised and future periods are affected.

Key sources of estimation of uncertainty at the date of the financial statements, which may cause a material adjustment to the carrying amounts of assets and liabilities within the next financial



NOTES FORMING PART OF THE CONSOLIDATED FINANCIAL STATEMENTS

year, is in respect of impairment of investments, useful lives of property, plant and equipment, valuation of deferred tax assets, provisions and contingent liabilities and fair value measurement of financial instruments have been discussed below. Key source of estimation of uncertainty in respect of revenue recognition and employee benefits have been discussed in their respective policies.

Useful lives of property, plant and equipment

The Company reviews the useful life of property, plant and equipment at the end of each reporting period. This reassessment may result in change in depreciation expense in future periods.

Valuation of deferred tax assets

The Company reviews the carrying amount of deferred tax assets at the end of each year.

4. Current and Non-current Classification

The Company presents assets and liabilities in the balance sheet based on current/ non-current classification. An asset is treated as current when it is:

- Expected to be realised or intended to be sold or consumed in normal operating cycle
- Held primarily for the purpose of trading
- Expected to be realised within twelve months after the reporting period, or
- Cash or cash equivalent 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
- 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

The Company classifies all other liabilities as non-current.

Deferred tax assets and liabilities are classified as non-current assets and liabilities.

The operating cycle is the time between the acquisition of assets for processing and their realization in cash and cash equivalents. The Company has identified twelve months as its operating cycle.

5. Property, Plant and Equipment (PPE)

Property, plant and equipment are carried at the cost of acquisition or construction less accumulated depreciation. Costs directly attributable to acquisition are capitalized until the property, plant and equipment are ready for use, as intended by management.

Freehold land is carried at its historical cost. Historical cost includes expenditure that is directly attributable to the acquisition of items.

Any subsequent costs are included in the assets carrying amount or recognized as a separate asset, as appropriate, only when it is probable that future economic benefits associated with the item will flow to the company and the cost of the item can be measured reliably. All other repairs and maintenance are recognized in profit or loss as incurred.

The cost of property, plant and equipment comprises its purchase price net of any trade discounts and rebates, any import duties and other taxes (other than those subsequently recoverable from the tax authorities), any directly attributable expenditure on making the assets ready for its intended use, other incidental expenses and interest on borrowings attributable to acquisition of qualifying fixed assets up to the date the assets is ready for its intended use.

6. Depreciation

Depreciable amount for assets is the cost of an asset, or other amount substituted for cost, less its estimated residual value.

Depreciation on tangible assets has been provided on the straight-line method as per the useful life prescribed in Schedule II to the Companies Act, 2013. The assets residual values, useful life and method of depreciation are reviewed and adjusted if appropriate, at the end of each reporting period.

7. Impairment of Non-Financial Assets

The management periodically assesses using external and internal sources, whether there is an indication that both tangible and intangible asset may be impaired. An impairment loss is recognized wherever the carrying value of an asset exceeds its recoverable amount. An impairment loss for an asset is reversed if, and only if, the reversal can be related objectively to an event occurring after the impairment loss was recognized.

8. Investment in subsidiaries, associates and joint ventures

Investments in subsidiaries are accounted at cost in the standalone financial statements and the same has been knocked off in the consolidated financial statements.

9. Cash and Bank Balances

Cash and bank balances consist of:

(i) Cash and cash equivalents

Cash and cash equivalent in the balance sheet comprises of cash in hand and at bank, bank deposits and also short term deposits with an original maturity of three months or less, which is subject to an insignificant risk of change in value. These balances with banks are unrestricted for withdrawal and usage.

(ii) Other bank balances

These include balances and deposits with banks that are restricted for withdrawal and usage.

10. Inventories

Inventories are valued at cost or net realizable value, whichever is lower. Cost of inventories includes all the cost that are incurred in bringing the inventories to their present condition and location. Net realizable value is the estimated selling price in the ordinary course of business less the estimated costs of completion and the estimated cost necessary to make the sale.

11. Financial Instruments

Financial Asset Initial Recognition

Financial assets and financial liabilities are recognized in the company's statement of financial position when the company becomes a party to the contractual provisions of the instrument. The company determines the classification of its financial assets and liabilities at initial recognition.

Subsequent Measurement

The Subsequent measurement of financial assets depends on their classification which is as follows:

Financial Asset at Fair value through Profit or Loss

Financial assets at fair value through profit and loss include financial assets held for sale in the near term and those designated upon initial recognition at fair value through profit or loss.

Financial Asset measured at Amortized Cost

Loans, receivables and cash are non-derivative financial assets with fixed or determinable payments that are not quoted in an active market. Trade receivables do not carry any interest and are stated at their nominal value as reduced by appropriate allowance for estimated irrecoverable amounts based on the ageing of the receivables balance and historical experience. Individual trade receivables are written off when management deems them not to be collectible.

Financial Asset at Fair value through OCI

All equity investments, except investments in subsidiaries falling within the scope of Ind AS 109, are measured at fair value through Other Comprehensive Income (OCI). If the company decides to designate an equity instrument at fair value through OCI, then all fair value changes on the instrument, excluding dividends, are



NOTES FORMING PART OF THE CONSOLIDATED FINANCIAL STATEMENTS

recognized in the OCI.

Financial Asset Derecognition

The company derecognizes a financial asset when the contractual rights to the cash flows from the assets expire or it transfers the financial asset and substantially all the risks and rewards of ownership of the asset. Upon derecognition of equity instruments designated at fair value through OCI, the associated fair value changes of that equity instrument is transferred from OCI to Retained Earnings.

Financial Liabilities – Initial recognition and measurement

Financial liabilities are classified, at initial recognition, as financial liabilities at amortized cost, loans and borrowings, or as payables, as appropriate.

Subsequent Measurement

The Subsequent measurement of financial liabilities depends on their classification which is as follows:

Interest bearing borrowings, trade payables and other payables issued by the company are subsequently measured at amortized cost.

Measurement of Fair Values

Certain accounting policies and disclosures of the Company require the measurement of fair values, for both financial and non-financial assets and liabilities. The Company has an established control framework with respect to the measurement of fair values.

Trade Payables

These amounts represent liabilities for goods and services provided to the company prior to the end of financial year which are unpaid. These amounts are secured and unsecured. Trade and other payables are presented as current liabilities unless payment is not due within 12 months after the reporting period. Also, the segregation has been made for the micro, small and medium enterprises creditors.

Fair Values are categorized into different levels in a fair value hierarchy based on the inputs used in the valuation techniques as follows:

Level 1: quoted prices (unadjusted) in active markets for identical assets or liabilities

Level 2: inputs other than quoted prices included in Level 1 that are observable for the asset or liability, either directly (i.e. as prices) or indirectly (i.e. derived from prices).

Level 3: inputs for the asset or liability that are not based on observable market data (unobservable inputs).

When measuring the fair value of an asset or liability, the company uses observable market data as far as possible. If the inputs used to measure the fair value of an asset or a liability fall into a different level of the fair value hierarchy, then the fair value measurement is categorized in its entirety in the same level of the fair value hierarchy as the lowest level input that is significant to the entire measurement.

12. Borrowings

Borrowings are recognized at fair value. They are classified as current liabilities unless the Group has the right to defer the settlement of the liability for at least 12 months after the reporting period. Borrowings are removed from the balance sheet when the obligations are discharged, cancelled or expired.

13. Provisions and Contingent Liabilities

The Group recognizes a provision when there is a present obligation as a result of past event that probably requires an outflow of resources and a reliable estimate can be made of the amount of obligation. A disclosure for a Contingent Liability is made when there is a possible obligation from a past event but its existence will be confirmed by the occurrence or non-occurrence of one or more uncertain future events not wholly within the control of the company

14. Revenue Recognition

In accordance with Ind AS 115 “Revenue from Contracts with customers”, Revenue from contracts with customers is recognized on transfer of control of promised goods or services to a customer at an amount that reflects the consideration to which the Company is expected to be entitled in exchange for those goods or services.

(i) Sale of Goods

Revenue from the sale of goods is recognized when the Group satisfies the performance obligation in accordance with the provisions of contract with customer. This is achieved when control of the product has been transferred to the customer, which is generally determined when title, ownership, risk of obsolescence and loss pass to the customer and Group has present right to payment. The Group collects goods and services tax (GST) on behalf of the government and, therefore, these are not economic benefits flowing to the Group. Hence, they are excluded from revenue.

(ii) Interest Income

Interest Income is recognized based on time proportion basis considering the amount outstanding and the rate applicable. Interest Income is included in the Other Income in the consolidated statement of Profit and Loss.

15. Income Tax

(i) Current Income Tax

Current Income Tax is measured at the amount expected to be paid to the tax authorities in accordance with the Income Tax Act, 1961.

(ii) Deferred Tax

Deferred tax is provided using the balance sheet approach on temporary differences between the tax bases of assets and liabilities and their carrying amount for the financial reporting purposes at the reporting date. Deferred Tax assets 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. Current and deferred tax is recognized in the statement of Profit and Loss, except to the extent that it relates to the items recognized in the other comprehensive income or directly in equity.

16. Employee benefits

The present value of the defined benefit obligations depends on a number of factors that are determined on an actuarial basis using a number of assumptions

(i) Short-term obligations

Liabilities for wages and salaries, including non-monetary benefits that are expected to be settled wholly within 12 months after the end of the period in which the employees render the related service are recognized in respect of employees services upto the end of reporting and are measured at the amounts expected to be paid when the liabilities are settled.

(ii) Long term obligations

The liabilities for earned leave and sick leave that are not expected to be settled wholly within 12 months are measured at the present value of expected future payments to be made in respect of services made by employees upto the end of the reporting period. The benefits are discounted using the government securities at the end of reporting period.

(iii) Post employment obligations - Gratuity

The liability or asset recognized in the balance sheet in respect of defined benefit gratuity plans is the present value of the defined benefit obligation at the end of the reporting period less the fair value of the plan assets. The present value of the obligation is determined by discounting the estimated future cash outflows by reference to market yields at the end of the reporting period on government bonds that have the term approximating to the terms



of the related obligations.

17. Earnings per Share

Basic earnings per share are computed by dividing the profit for the year attributable to the equity shareholders for the year by the weighted average number of shares outstanding during the year.

18. Cash Flow

The investing and financing activities in cash flow statement do not have a direct impact on current cash flows although they do affect the capital and asset structure of an entity. The company has disclosed these transactions, to the extent, material in notes to cash flow statement.

19. Segment Reporting

The Company has identified that its operating activity is a single primary business segment. Accordingly, whole of India has been considered as one geographical segment. Hence, segment reporting is not applicable.

20. Foreign Currencies

Transactions in foreign currencies are initially recorded by the Company at the functional currency spot rates (i.e. INR) at the date the transaction first qualifies for recognition. Monetary assets and liabilities denominated in foreign currencies are translated at the functional currency spot rates of exchange at the reporting date.

Foreign exchange gains and losses resulting from the settlement of transactions in foreign currencies and from the translation of monetary assets and liabilities denominated in foreign currencies at year end exchange rates are generally recognized in Statement of Profit and Loss.

21. Research and Development

Research and Development expenditures of revenue nature are charged to Profit & Loss Account, while capital expenditure is added to the cost of fixed assets in the year in which these are incurred.

22. Lease

a. Where the Company is the lessee

The company recognises a right-of-use asset and a lease liability at the lease commencement date. The right-of-use asset is initially measured at cost, which comprises the initial amount of the lease liability adjusted for any lease payments made at or before the commencement date, plus any initial direct costs incurred and an estimate of costs to dismantle and remove the underlying asset or to restore the underlying asset or the site on which it is located, less any lease incentives received.

The right-of-use asset is subsequently depreciated using the straight-line method from the commencement date to the earlier of the end of the useful life of the right-of-use asset or the end of the lease term. The estimated useful lives of right-of-use assets are determined on the same basis as those of property and equipment. In addition, the right-of-use asset is periodically reduced by impairment losses, if any, and adjusted for certain re-measurements of the lease liability.

The lease liability is initially measured at the present value of the lease payments that are not paid at the commencement date, discounted using the interest rate implicit in the lease or, if that rate cannot be readily determined, company's incremental borrowing rate. Generally, the company uses its incremental borrowing rate as the discount rate.

Lease payments included in the measurement of the lease liability comprise the following:

Fixed payments, including in-substance fixed payments;
Variable lease payments that depend on an index or a rate, initially measured using the index or rate as at the commencement date;
Amounts expected to be payable under a residual value guarantee; and

The exercise price under a purchase option that the company is reasonably certain to exercise, lease payments in an optional

renewal period if the company is reasonably certain to exercise an extension option, and penalties for early termination of a lease unless the company is reasonably certain not to terminate early.

Short-term leases and leases of low-value assets

The company has elected not to recognise right-of-use assets and lease liabilities for short-term leases of real estate properties that have a lease term of 12 months. The company recognises the lease payments associated with these leases as an expense on a straight-line basis over the lease term.

b. Where the Company is the lessor

Assets subject to operating leases are included in fixed assets. Lease income is recognised in the statement of profit and loss on a straight-line basis over the lease term. Costs, including depreciation are recognised as an expense in the statement of Profit & Loss. Initial direct costs such as legal costs, brokerage costs, etc. are recognised immediately in the statement of Profit & Loss.

Assets given under a finance lease are recognised as a receivable at an amount equal to the net investment in the lease. Lease income is recognised over the period of the lease so as to yield a constant rate of return on the net investment in the lease. Initial direct costs relating to assets given on finance leases are charged to the Statement of Profit and Loss.

23. Operating Segments

Operating segments are reported in a manner consistent with the internal reporting provided to the chief operating decision-maker (CODM). The CODM who is responsible for allocating resources and assessing the performance of the operating segments has been identified as the Board of Directors of the Company.

24. Standard notified but not yet effective:

There are no new standards that are notified but not yet effective up to the date of issuance of the company's financial statement.

25. Recent Pronouncement

Ind AS 1 - Presentation of Financial Statements - This amendment requires the entities to disclose their material accounting policies rather than their significant accounting policies. The effective date for adoption of this amendment is annual periods beginning on or after April 1, 2023. The company has evaluated the amendment and the impact of the amendment is insignificant in the standalone financial statements.

Ind AS 8 - Accounting Policies, Changes in Accounting Estimates and Errors - This amendment has introduced a definition of 'accounting estimates' and included amendments to Ind AS 8 to help entities distinguish changes in accounting policies from changes in accounting estimates. The effective date for adoption of this amendment is annual periods beginning on or after April 1, 2023. The company has evaluated the amendment and there is no impact on its standalone financial statements.

Ind AS 12 - Income Taxes - This amendment has narrowed the scope of the initial recognition exemptions so that it does not apply to transactions that give rise to equal and offsetting temporary differences. The effective date for adoption of this amendment is annual periods beginning on or after April 1, 2023. The company has evaluated the amendment and there is no impact on its standalone financial statements.

Ministry of Corporate Affairs ("MCA") notifies new standards or amendments to the existing standards under Companies (Indian Accounting Standards) Rules as issued from time to time. On March 31, 2023, MCA amended the Companies (Indian Accounting Standards) Amendment Rules, 2023, as follows:



NOTE TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31.03.2023

Note 2 Property, Plant and Equipment and Capital work-in progress.									
Particulars	(₹ in Lakhs)								
	Closing gross carrying amount as on 01.04.2022	Additions	Disposals*	Closing gross " carrying amount as on 31.03.2023	Closing accumulated depreciation as on 01.04.2022	Depreciation charge during the year	Disposals	Closing accumulated depreciation as on 31.03.2023	"Net carrying amount as at 31.03.2023
Freehold Land	571.97	-	-	571.97	-	-	-	-	571.97
Buildings	214.46	158.81	-	373.27	57.83	11.90	-	69.73	303.55
Office Building	2.87	-	-	2.87	.22	.05	-	.27	2.60
Furniture and Fixtures	67.07	21.63	-	88.70	18.92	6.33	-	25.25	63.46
Car	152.91	-	-	152.91	30.27	26.98	-	57.25	95.66
Tanker	156.80	225.06	-	381.86	80.25	44.96	-	125.21	256.65
Electric Installation	38.34	44.11	-	82.46	4.38	5.65	-	10.03	72.43
Air Conditioner	5.18	4.62	-	9.81	2.43	1.54	-	3.96	5.84
Computer	24.03	5.97	-	30.01	13.68	4.44	-	18.12	11.89
Software	1.12	56.80	-	57.92	.40	8.73	-	9.13	48.79
Office Equipments	7.91	8.87	-	16.78	3.49	1.81	-	5.30	11.47
Plant & Machinery	2018.33	1665.50	-	3683.83	457.00	139.76	-	596.76	3087.07
R&D Equipment	63.45	26.24	-	89.69	1.51	4.89	-	6.40	83.29
Total	3324.44	2217.63	-	5542.07	670.38	257.03	-	927.41	4614.66
"Ind-As 116"	38.69	-	-	38.69	11.86	9.63	-	21.49	17.20
Total	3363.13	2217.63	-	5580.76	682.24	266.66	-	948.90	4631.86

(₹ in Lakhs)									
Particulars	(₹ in Lakhs)								
	Closing gross carrying amount as on 01.04.2021	Additions	Disposals*	Closing gross " carrying amount as on 31.03.2022	Closing accumulated depreciation as on 01.04.2021	Depreciation charge during the year	Disposals	Closing accumulated depreciation as on 31.03.2022	"Net carrying amount as at 31.03.2022
Freehold Land	571.97	-	-	571.97	-	-	-	-	571.97
Buildings	196.87	17.59	-	214.46	48.65	9.18	-	57.83	156.63
Office Building	2.70	.18	-	2.87	.18	.05	-	.22	2.65
Furniture and Fixtures	56.13	10.94	-	67.07	13.61	5.31	-	18.92	48.15
Car	70.09	82.82	-	152.91	15.11	15.16	-	30.27	122.64
Tanker	156.80	-	-	156.80	65.64	14.62	-	80.25	76.55
Electric Installation	10.15	28.19	-	38.34	2.11	2.27	-	4.38	33.97
Air Conditioner	3.74	1.44	-	5.18	1.78	.65	-	2.43	2.75
Computer	19.57	4.47	-	24.03	10.16	3.52	-	13.68	10.35
Software	1.12	-	-	1.12	.22	.18	-	.40	.72
Office Equipments	6.71	1.20	-	7.91	2.42	1.07	-	3.49	4.41
Plant & Machinery	1458.48	586.40	26.56	2018.33	371.34	85.66	-	457.00	1561.33
R&D Equipment	1.56	61.89	-	63.45	.07	1.44	-	1.51	61.93
Total	2555.87	795.13	26.56	3324.44	531.28	139.10	-	670.38	2654.06
"Ind-As 116"	28.19	23.24	12.74	38.69	7.66	4.20	-	11.86	26.83
Total	2584.06	818.37	39.29	3363.13	538.94	143.30	-	682.24	2680.89



NOTE TO THE CONSOLIDATED FINANCIAL STATEMENTS FOR THE YEAR ENDED 31.03.2023

Note 3 Investments

Particulars	(₹ in Lakhs)	(₹ in Lakhs)
	As at March 31, 2023	As at March 31, 2022
(A) Investment in Others - Quoted* Bank of Baroda 1640 Equity shares FV Rs. 2 each	2.77	1.83
Total	2.77	1.83

Note 4 Other financial Assets

Particulars	(₹ in Lakhs)	(₹ in Lakhs)
	As at March 31, 2023	As at March 31, 2022
Non Current Deposit with CESC	67.43	34.62
Total	67.43	34.62
Current Security Deposits	7.31	7.33
Total	7.31	7.33

Note 5 Deferred tax Liability (net)

Particulars	(₹ in Lakhs)	(₹ in Lakhs)
	As at March 31, 2023	As at March 31, 2022
Deferred Tax Assets: Timing difference on account of: Defined benefit obligations	79.25	79.58
Deferred Tax Assets (A)	79.25	79.58
Less : Deferred Tax Liabilities Timing difference on account of: Property, plant and equipment Deferred Tax Liabilities (B)	-411.84 -411.84	-244.20 -244.20
Deferred Tax Asset (Net)	-332.59	-164.62

Note 6 : Inventories (valued at lower of cost and net realizable value) *

Particulars	(₹ in Lakhs)	(₹ in Lakhs)
	As at March 31, 2023	As at March 31, 2022
"Raw Materials"	158.67	178.87
Finished goods	934.28	784.34
Stores and spares	162.44	256.98
Total	1255.39	1220.19

* As taken, valued and certified by the management

Note 7: Trade Receivables

Particulars	(₹ in Lakhs)	(₹ in Lakhs)
	As at March 31, 2023	As at March 31, 2022
Considered Good- Secured	.00	.00
Considered Good- Unsecured	3202.19	3161.94
Considered Good- Doubtful	.00	.00
Less : Provision for Doubtful Debts	.00	.00
Unsecured, Considered Doubtfull	.00	.00
Total	3202.19	3161.94



NOTE TO THE CONSOLIDATED FINANCIAL STATEMENTS FOR THE YEAR ENDED 31.03.2023

(₹ in Lakhs)

Particulars	Outstanding for following periods from due date of payment#					2023
	"Less than 6 months"	"6 months - 1 year"	1-2 years	2-3 years	"More than 3 years"	Total
(i) Undisputed Trade receivables – considered good	2735.63	19.79	58.70	67.80	320.25	3202.19
(ii) Undisputed Trade Receivables – which have significant increase in credit risk						
(iii) Undisputed Trade Receivables – credit impaired						
(iv) Disputed Trade Receivables–considered good						
(v) Disputed Trade Receivables – which have significant increase in credit risk						
(vi) Disputed Trade Receivables – credit impaired						

Particulars	Outstanding for following periods from due date of payment#					2022
	"Less than 6 months"	"6 months - 1 year"	1-2 years	2-3 years	"More than 3 years"	Total
(i) Undisputed Trade receivables – considered good	2697.62	22.31	100.96	171.42	169.63	3161.94
(ii) Undisputed Trade Receivables – which have significant increase in credit risk						
(iii) Undisputed Trade Receivables – credit impaired						
(iv) Disputed Trade Receivables–considered good						
(v) Disputed Trade Receivables – which have significant increase in credit risk						
(vi) Disputed Trade Receivables – credit impaired						

Ageing is considered from the date of transaction

Note 8 Cash and Cash Equivalents

Particulars	(₹ in Lakhs)	(₹ in Lakhs)
	As at March 31, 2023	As at March 31, 2022
(a) Balances with banks		
(i) In Current Account	898.19	166.39
(b) Cash in hand	11.33	11.62
Total Cash and Cash Equivalents	909.52	178.00

Note 9 Other Bank Balances

Particulars	(₹ in Lakhs)	(₹ in Lakhs)
	As at March 31, 2023	As at March 31, 2022
Earmarked Balances		
-Margin Money	168.17	229.49
Other Deposit Account	522.16	498.71
-Deposit accounts with maturity beyond three months upto twelve months		
Total	690.33	728.20

Note 10 Loans

Particulars	(₹ in Lakhs)	(₹ in Lakhs)
	As at March 31, 2023	As at March 31, 2022
Non Current		
Loan to Others	.00	.00
Total	.00	.00
Current		
Loan To Others	194.21	55.29
Loan to Related Party	-	-
Total	194.21	55.29

* This represents the interest portion of books subsequently by subsidiaries

Note-11 Current Tax Assets

Particulars	(₹ in Lakhs)	(₹ in Lakhs)
	As at March 31, 2023	As at March 31, 2022
Non Current		
Advance tax including TDS & MAT Credit	351.99	335.20
Prov. For Income Tax	-467.30	-435.50
Total	-115.31	-100.29



NOTE TO THE CONSOLIDATED FINANCIAL STATEMENTS FOR THE YEAR ENDED 31.03.2023

Note 12 Other Current Assets

Particulars	(₹ in Lakhs)	(₹ in Lakhs)
	As at March 31, 2023	As at March 31, 2022
(i) Advances other than Capital Advances		
Advance to Creditors	250.88	831.98
Other Receivables	47.59	39.52
Paid for NCLT purchase of RCHEM Pvt Ltd. (Ref: Note - 40B)	301.25	35.13
	599.72	906.62
(ii) Others		
Prepaid Expenses	-	-
CENVAT/ Service Tax/ Sales Tax recoverable	98.53	98.53
GST Input (net of Output)	375.31	380.62
Advance to Suppliers	-	-
	473.84	479.14
Total	1073.56	1385.76

Note 13 : Share Capital

(₹ in Lakhs)

	As at 31st March, 2023		As at 31st March, 2022	
	Number	(₹ in Lakhs)	Number	(₹ in Lakhs)
Authorised				
Equity shares of Rs.10 each	3,37,50,000	33,75,00,000	3,37,50,000	33,75,00,000
		33,75,00,000		33,75,00,000
Issued, Subscribed & Paid up				
Equity shares of Rs.10 each	80,00,000	8,00,00,000	80,00,000	8,00,00,000
		8,00,00,000		8,00,00,000

Details of the Shareholders holding more than 5% of Equity Shares of the Company

	As at 31st March, 2023		As at 31st March, 2022	
	No. of Shares held	% of Holding	No. of Shares held	% of Holding
Name of Shareholder				
SUSHILA DEVI MUNDHRA	10,31,175	12.89	10,31,175	12.89
SURAJ RATAN MUNDHRA	7,91,627	9.90	7,91,627	9.90
SURAJ RATAN MUNDHRA HUF	6,70,005	8.38	6,70,005	8.38
ARC HOLDINGS LTD	12,23,380	15.29	12,23,380	15.29
MUKESH MUNDHRA	7,00,759	8.76	7,00,759	8.76

* No Shares were either issued otherwise than for payment being received in cash or brought back or allotted as fully paid up bonus shares in the preceding five years from the date of this balance sheet

Reconciliation of shares outstanding at the beginning of the year and at the end of the reporting period

EQUITY SHARES

	As at 31st March, 2023		As at 31st March, 2022	
	Number	(₹ in Lakhs)	Number	(₹ in Lakhs)
At the beginning of the period	8000000	800.00	8000000	800.00
Issued during the period	0	.00	0	.00
Outstanding at the end of the period	8000000	800.00	8000000	800.00

Rights, preferences and restrictions attached to shares both Equity Shares & Preference Shares

Equity Shares: The company has one class of equity shares having a par value of Rs. 10/-per share. Each shareholder is eligible for one vote per share held and rank pari passu. The dividend proposed by the Board of Directors is subject to the approval of the shareholders in the ensuing Annual General Meeting, except in case of interim dividend. In the event of liquidation, the equity shareholders are eligible to receive the remaining assets of the Company after distribution of all preferential amounts, in proportion to their shareholding.

Note 14. Other equity

(₹ in Lakhs)

Particulars	As at 31st March, 2023	As at 31st March, 2022
	General Reserve	-
Capital Reserve	.03	.03
Securities Premium Reserve	1122.50	1122.50
Retained earnings	3564.01	2396.62
Other comprehensive income	-61.86	-64.73
Total	4624.68	3454.42



NOTE TO THE CONSOLIDATED FINANCIAL STATEMENTS FOR THE YEAR ENDED 31.03.2023

Note 15 Borrowings

(₹ in Lakhs)

Particulars	As at	As at
	March 31, 2023	March 31, 2022
Non - Current		
Secured		
Vehicle loan from Bank (Hypothecation of Vehicle) (1)	223.82	82.30
	223.82	82.30
Unsecured		
Loan from Body Coporate	315.08	96.06
Loan from Others	179.80	124.65
Loan from Other Bank	315.54	46.00
	810.42	266.71
Total	1034.25	349.01
Current		
Secured		
Other loans from banks		
Fund Based - Cash Credit (2)		
(i) Bank of Baroda	453.50	465.57
(ii) Central Bank of India (CBI)	82.41	74.22
Curent Maturity of Long term Debt	94.43	65.23
Unsecured		
Loan from NBFC	156.83	226.96
Loan from Other Bank	191.52	252.89
Total	978.68	1084.88

- (1) EMI amounting to Rs 62504/-per installment per truck for 4 truck payable in 65 installments of which 55 installments have been paid.
(1) EMI amounting to Rs 18731/-per instalments of Car payable in 60 instalments of which 37 instalments has been paid.
(1) EMI amounting to Rs 9619/-per instalments of Car payable in 60 instalments of which 36 instalments has been paid.
(1) EMI amounting to Rs 14769/-per instalments of Car payable in 48 instalments of which 16 instalments has been paid.
(1) EMI amounting to Rs 26058/-per instalments of Car payable in 60 instalments of which 19 instalments has been paid.
(1) EMI amounting to Rs 32465/-per instalments of Car payable in 48 instalments of which 23 instalments has been paid.
(1) EMI amounting to Rs 35033/-per instalments of Car payable in 60 instalments of which 14 instalments has been paid.
(1) EMI amounting to Rs 42581/-per instalments of Car payable in 60 instalments of which 22 instalments has been paid.
(2) Secured by Hypothication of Raw Material , Work in Progress, Finished Goods,Consumable Spares, Book Debts, Power of Attorney for

Note 16 Other Financial Liabilities

Particulars

(₹ in Lakhs)

Particulars	As at 31st March, 2023	As at 31st March, 2022
	Non - Current	
Advance against Development	-	200.00
	-	200.00
Current		
Sundry liabilities for expense	149.92	135.02
	149.92	135.02
Total	149.92	335.02

Note 17 Provisions

Particulars

(₹ in Lakhs)

Particulars	As at 31st March, 2023	As at 31st March, 2022
	Non - Current	
Provision for Employee Benefits		
(a) Provision for Leave Encashment	30.76	29.16
(b) Provision for Gratuity	210.04	200.00
Total	240.80	229.16
Current		
(a) Provision for Employee Benefits	57.11	43.06
(b) Provision for Gratuity	26.08	38.67
(c) Provision for Leave Encashment	5.27	5.45
Total	88.47	87.18



NOTE TO THE CONSOLIDATED FINANCIAL STATEMENTS FOR THE YEAR ENDED 31.03.2023

Note 18 Trade Payables

Particulars	(₹ in Lakhs)	
	As at 31st March, 2023	As at 31st March, 2022
Outstanding dues to Micro and Small enterprises	-	-
Outstanding dues to parties other than Micro and Small enterprises	3433.79	2489.61
*Details of dues to Micro Enterprises and Small Enterprises as defined under Micro, Small & Medium Enterprises Development Act, 2006 (MSME Act) are based on information made available to the Company.		
Total	3433.79	2489.61
Discloser under MSMED act.		
a. the principal amount and the interest due thereon remaining unpaid to any supplier as at the end of accounting year	-	-
b. Interest paid by the buyer under MSMED Act, 2006 along with the amounts of the payment made to the supplier beyond the appointed day during each accounting year	-	-
c. Interest due and payable for the period (where the principal has been paid but interest under the MSMED Act, 2006 not paid)	-	-
d. The amount of interest accrued and remaining unpaid at the end of accounting year	-	-
e. Interest due and payable even in the succeeding year, until such date when the interest dues as above are actually paid to the small enterprise, for the purpose of disallowance as a deductible expenditure under section 23.	-	-

Particulars	"Outstanding for following periods from the due date of payment#"				For 2022-23
	"Less than 1 year"	1-2 years	2-3 years	"More than 3 years"	Total
(i) MSME	-	-	-	-	-
(ii) Others	3404.66	9.84	4.79	14.51	3433.79
(iii) Disputed dues – MSME					

Particulars	"Outstanding for following periods from the due date of payment#"				For 2021-22
	"Less than 1 year"	1-2 years	2-3 years	"More than 3 years"	Total
(i) MSME	-	-	-	-	-
(ii) Others	2472.50	2.02	4.06	11.03	2489.61
(iii) Disputed dues – MSME					

Ageing is considered from the date of transaction

Note 19 Other Current liabilities

Particulars	(₹ in Lakhs)	
	As at 31st March, 2023	As at 31st March, 2022
Statutory Liabilities	31.02	51.24
Advance from Customer	186.11	280.83
Total	217.13	332.07

Note - 20: Revenue from Operations

Particulars	(₹ in Lakhs)	
	As at 31.03.2023	As at 31.03.2022
Sale of products (including excise duty)		
Domestic Sales	9165.72	8373.48
Export Sales	7250.64	5666.89
	16416.36	14040.37
Other Operating revenues		
Duty Drawback	36.78	14.61
Export Incentive	52.77	71.35
	89.56	85.97
Total revenue from continuing operations	16505.92	14126.34



NOTE TO THE CONSOLIDATED FINANCIAL STATEMENTS FOR THE YEAR ENDED 31.03.2023

Note 21 : Other Income

Particulars	(₹ in Lakhs)	
	As at 31.03.2023	As at 31.03.2022
Interest Income		
Bank Interest Received	40.68	71.67
Dividend Income	2.22	2.22
	42.90	73.88
Other non-operating income		
Others	300.59	164.73
	300.59	164.73
Other Income	343.49	238.61

Note -22: Cost of Raw Materials & Component Consumed

Particulars	(₹ in Lakhs)	
	As at 31.03.2023	As at 31.03.2022
Inventory at the beginning of the year	178.87	93.37
Add:- Purchases	12073.16	10851.80
	12252.03	10945.17
Less:- Inventory at the end of year	158.67	178.87
Cost of Raw Materials Consumed	12093.36	10766.30

Note -23 : (Increase)/Decrease in Inventory

Particulars	(₹ in Lakhs)	
	As at 31.03.2023	As at 31.03.2022
Inventories at the end of the Year		
Finished goods	934.28	784.34
	934.28	784.34
Inventories at the beginning of the Year		
Finished goods	784.34	343.17
	784.34	343.17
(Increase)/Decrease In Inventory	-149.94	-441.17

Note -24 : Employee Benefit Expenses

Particulars	(₹ in Lakhs)	
	As at 31.03.2023	As at 31.03.2022
(a) Salaries,Wages and Incentives	832.95	666.01
(b) Contribution to Provident and Other funds	66.93	62.06
(c) Staff Welfare Expenses	103.13	60.44
Total	1003.01	788.51

Note- 25 : Finance Cost

Particulars	(₹ in Lakhs)	
	As at 31.03.2023	As at 31.03.2022
Interest Expense	171.31	65.61
Other Borrowing Cost	22.59	69.75
Total	193.90	135.36



NOTE TO THE CONSOLIDATED FINANCIAL STATEMENTS FOR THE YEAR ENDED 31.03.2023

Note- 26 : Other Expenses

Particulars	(₹ in Lakhs)	
	As at 31.03.2023	As at 31.03.2022
Rent	20.90	20.64
Carriage Outward	207.03	176.38
Research & Development	141.11	84.16
Travelling & Conveyance	105.14	83.77
Repairs & Maintenance		
- Machinery	78.01	98.43
-TRUCK & TANKER	30.24	9.46
Telephone & Postage Expenses	10.63	10.38
Insurance Expenses	11.02	10.23
Filing fees, Rates & Taxes	42.66	62.39
Payment to Auditors		
- Statutory Audit Fees	3.78	3.60
- Tax Audit Fees	.25	.25
- Other Matter	-	-
Legal & Consultancy Charges	99.51	79.17
TRUCK & TANKER INSURANCE & OTHER TAX	81.27	28.00
Subscription & Donation	60.84	36.39
Miscellaneous Expenses	174.12	137.67
Export Expenses	653.38	616.47
Import Expenses	7.07	8.05
Loading & Unloading Expenses	45.65	22.41
Write Off	-	.12
Total	1772.60	1487.98

Note 27 Earning Per Share

	(₹ in Lakhs)	
	2022-23	2021-22
a) Net profit attributable to the shareholders (PAT)	1167.39	1053.05
b) Weighted average no. of equity share of face value of ` 10/- each	80.00	80.00
Basic earnings per share	14.59	13.16
c) Weighted average potential no. of equity shares	80.00	80.00
Diluted earnings per share	14.59	13.16

Note 28 - Income tax Reconciliation

Reconciliation of Accounting profit and tax expense	(₹ in Lakhs)	
	2022-23	2021-22
Profit before tax	1669.82	1484.67
Tax at the Indian tax rate of 29.12% (previous year - 29.12%)	489.23	430.92
Tax effect of amounts which are not deductible (taxable) in calculating taxable income		
- Companies Act Depreciation	77.65	41.73
Tax effect of amounts which are deductible (non-taxable) in calculating taxable income		
- Income Tax Act Depreciation	241.24	53.86
Tax effect of other adjustments	-8.81	-3.66
Impact of Unabsorbed Depreciation	-	-
MAT Impact		
Income Tax Recognized in Profit & Loss account (MAT)	334.46	422.46



NOTE TO THE CONSOLIDATED FINANCIAL STATEMENTS FOR THE YEAR ENDED 31.03.2023

Note 29 - Related Party Transactions

Disclosure of related party transactions in terms of Ind AS 24 is given below.

(i) Key Managerial Personnel

(a) Name of the related parties with relationship:

- i) Mr. Suraj Ratan Mundhra, Director – Key Management Personnel
- ii) Mr. Mukesh Mundhra, Director – Key Management Personnel
- iii) Mr. Ajay Kumar Mimani, Director – Key Management Personnel
- iv) Mr. Rajesh Mundhra – Director-Key Managerial Personnel
- "v) Navneet Bagri -CFO- Key Managerial Personnel"
- "vi) Vaishnavi Mundhra – Director - Key Managerial Personnel (Appointed on 19/09/2022)"
- vii) Subhankar Paul – Company Secretary - Key Managerial Personnel

(b) Transactions with the related parties during the year:

(₹ in Lakhs)

	Remuneration (₹)		Loans & Advances given (₹)	
	2022-23	2021-22	2022-23	2021-22
Key Management Personnel	105.29	105.29	-	-
Relative of KMP	-	-	-	-
Closing Balance	8.82	8.48	-	-

Note 30 - Employee Benefits:

a) Present Value of Obligations for Defined Benefits:

(₹ in Lakhs)

	Leave Encashment	Leave Encashment	Gratuity (Funded)	Gratuity (Funded)
	2022-23	2021-22	2022-23	2021-22
As at the beginning of the year	34.60	29.81	238.67	204.07
Current Service Cost	4.00	3.22	12.32	11.95
Interest Cost	2.42	2.09	16.71	14.28
Actuarial (Gains)/Losses	.13	1.63	-2.06	14.55
Benefits paid	-5.13	-2.13	-29.51	-6.19
As at the end of year	36.03	34.60	236.12	238.67

(b) Fair Value of Planned Assets:

(₹ in Lakhs)

	Leave Encashment	Leave Encashment	Gratuity (Funded)	Gratuity (Funded)
	2022-23	2021-22	2022-23	2021-22
As at the beginning of the year	-	-	-	-
Expected return on plan assets	-	-	-	-
Contribution by Employer	5.13	2.13	29.51	6.19
(Benefits Paid)	-5.13	-2.13	-29.51	-6.19
As at the end of the year	-	-	-	-

(c) Reconciliation of Present Value of defined benefits Obligation in "a" above and fair value of Plan assets in above:

(₹ in Lakhs)

	Leave Encashment	Leave Encashment	Gratuity (Funded)	Gratuity (Funded)
	2022-23	2021-22	2022-23	2021-22
Present Value of Obligation at the end of the year	36.03	34.60	236.12	238.67
Fair value of plan assets at the end of the year	-	-	-	-
Net Asset / (Liability) recognized in the Balance Sheet	36.03	34.60	236.12	238.67

(d) Actuarial Assumptions

Discount rate per annum compound	7.25%	7.00%
Rate of increase in salaries	5.00%	5.00%
Mortality	IALM 2012-14	IALM 2012-14

Notes

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

(b) Discount rate is based upon the market yields available on Government Bonds at the accounting date with that of liabilities.

a) Sensitivity Analysis

Significant actuarial assumptions for the determination of the define benefit obligation are discount rate, Salary escalation rate and withdrawal rate. The sensitivity analysis below has determined based on reasonably possible changes of the assumptions occurring at the end of the reporting period, while holding all other assumptions constant. The change in the present value of Defined Benefit Obligation for a change of 100 Basis Points from the assumed assumption is given below.



NOTE TO THE CONSOLIDATED FINANCIAL STATEMENTS FOR THE YEAR ENDED 31.03.2023

Particulars	2022-2023 (Leave Encashment)		2022-2023 (Gratuity)	
	Decrease	Increase	Decrease	Increase
Defined Benefit Obligation (Base)		36.03		236.12
Discount rate (-/+ 1%)	38.29	34.03	248.29	225.03
% change compared to base due to sensitivity	6%	6%	5%	5%
Salary Growth Rate (- / + 1%)	33.98	38.32	224.70	248.43
% change compared to base due to sensitivity	6%	6%	5%	5%
Withdrawal Rates (- / + 50%)	35.70	36.33	234.96	237.19
% change compared to base due to sensitivity	1%	1%	0%	0%

Note 31. The Company has not received full information from vendors regarding their status under Micro, Small and Medium Enterprises Development Act, 2006 (MSMED ACT); hence disclosure relating to the amount unpaid at year-end together with interest paid/payable have been given based on the information so far available with the Company / identified by the Company management.

Note 32. Expenditure in Foreign Currency:

	(₹ in Lakhs)	
	2022-2023	2021-2022
Travelling	12.41	5.42
Professional for R & D Expenses	5.32	-
Commission	-	-
Business Development Expenses	6.91	6.21

Note 33. Earnings in Foreign Currency

	(₹ in Lakhs)	
	2022-2023	2021-2022
Value of Exports on FOB basis	7250.64	5666.89
Brokerage and Commission received	-	-

Note 34. CIF Value of imports

	in Lakh	
	2022-2023	2021-2022
Raw Materials	450.64	405.49

Note 35 - Contingent Liabilities

- a) Claims against the company not acknowledged as debt (In lakhs):
- Demand under Central Excise act, 1944 and Finance act, 1944 for the period from 2003-04, against which appeal was filed before Commissioner appeal- Rs. 17.68 lakhs
 - The case of excise pending in Tribunal involving an amount of Rs. 396.34 lakhs against which Rs. 74.34 lakhs paid towards security deposit.
 - Cases of sales tax Rs. 137.04 lakhs from 2005-06 before Joint Commissioner of sales tax.
 - In Income tax, an appeal has been filed by the department against relief granted by income tax Appellate Tribunal which is pending in High Court, Calcutta-Rs. 640.78 lakhs for 1988-98. And Rs 316.97 lakhs case is pending before Commissioner (Appeal) for the period.
 - The position of both the units (Hid Road & Budge Budge) has been handed over back to KOPT along with the stocks which are having recoverable value more than the rent payable, Since the matter is sub judice we have ignored the value of recoverable from the company has provided for rent payable.
 - On Account of LC and Bank Guarantee Rs 6,83,98,427/- and 45,00,000/- respectively.
- b) Capital and other commitments: Rs. Nil (Previous Year - Rs. Nil)

Note 36 - Capital Management

The Company's objective when managing capital (defined as net debt and equity) are to safeguard the Company's ability to continue as a going concern in order to provide returns to shareholders and benefit for other stakeholders, while protecting and strengthening the balance sheet through the appropriate balance of debt and equity funding. The Company manages its capital structure and makes

adjustments to it, in light of changes to economic conditions and strategic objectives of the Company. 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. Breaches in meeting the financial covenants would permit the bank to immediately call loans and borrowings. There have been no breaches in the financial covenants of any interest-bearing loans and borrowing in the current period.

Note 37

The charge of dues of IDBI Bank now taken over by Stressed Assets Stabilization Fund (SASF) and WBIDCL has not yet been filed in connection with the satisfaction of charge on ROC portal, despite full and final payment made as per the scheme approved by the Hon'ble Calcutta High Court.

Since SASF has failed to issue NOC as stipulated in the scheme, the company has filed a petition before the Hon'ble Calcutta High Court on the ground of breach of terms and conditions of the scheme. The matter is pending before Hon'ble Calcutta High Court. The matter for NOC with WBIDCL is being followed

Note-38 Gearing Ratio

	(₹ in Lakhs)	
Particulars	2022-2023	2021-2022
Debt	2012.93	1433.89
Cash and Bank balance	909.51	178.00
Net Debt	1103.41	1255.88
Total Equity	5424.68	4254.42
Net debt to Equity ratio/ Gearing Ratio	0.20	0.30



39. Disclosure on Financial Instruments

This section gives an overview of the significance of financial instruments for the Company and provides additional information on balance sheet items that contain financial instruments.

(a) Financial assets and liabilities

The following table presents the carrying value and fair value of each category of financial assets and liabilities as at March 31, 2023 and March 31, 2022

(₹ in Lakhs)

Financial Assets Measured at Amortized Cost	Current		Non Current	
	2022-23	2021-22	2022-23	2021-22
Trade receivables	3202.19	3161.94	-	-
Cash and cash equivalents	909.52	178.00	-	-
Other Bank Balances	690.33	728.20	-	-
Loans	194.21	55.29	-	-
Other Financial Assets	7.31	7.33	67.43	34.62
Measured at fair value through OCI				
Investments	-	-	2.77	1.83
Total Financial Assets	5003.55	4130.76	70.20	36.45
Financial Liabilities at Amortized Cost				
Borrowings	978.68	1084.88	1034.25	349.01
Lease Liabilities	9.70	8.03	9.23	19.76
Trade payables	3433.79	2489.61	-	-
Other financial liabilities	149.92	135.02	-	200.00
Total Financial Liabilities	4572.09	3717.54	1043.48	568.77

Note-40A

Balance confirmations are matched in respect of trade receivables and trade payables. In the opinion of the management, it is unlikely that there will be any major reconciliation difference with material impact on the carrying amounts of these assets and liabilities as reflected in these financial statements.

Note-40B

As per NCLT Order, we purchased RCHEM Industries Pvt. Ltd. In consideration of Rs 3,01,25,000/- but the shares of the Company have not been transferred in the name of ARCL Organics Ltd as on 31/03/2023. So that the M/s RCHEM Industries Pvt. Ltd. is not considered a Subsidiary Company of ARCL Organics Ltd. In this regards the transferred value is shown under Other Current Assets in Note no.-12

Note41

Financial Risk Management

The Company's business activities are exposed to a variety of risks including liquidity risk, credit risk, and market risk. The Company seeks to minimize the potential adverse effects of these risks by managing them through a structured process of identification, assessment, and prioritization of risks followed by coordinated efforts to monitor, minimize and mitigate the impact of such risks on its financial performance and capital. For this purpose, the Company has laid comprehensive risk assessment and minimization/mitigation procedures, which are reviewed by the Audit Committee and approved by the Board from time to time.

These procedures are reviewed to ensure that executive management controls risks by way of a properly defined framework. The Company does not enter into derivative financial instruments for speculative purposes. The following table explains the sources of risk and how the entity manages the risk in its financial statements. The management reviews the status of all principal risks with a significant potential impact. Additionally, the Audit Committee carried out focused risk reviews of its Plant and divisions. These reviews included an analysis of both the principal risks and the controls, monitoring, and assurance processes established to mitigate those risks to acceptable levels. As a result of these reviews, several actions were identified to continue to improve internal controls and the management of risk executive management controls risks by way of a properly defined framework. The Company does not enter into derivative financial instruments for speculative purposes. The following table explains the sources of risk and how the entity manages the risk in its financial statements. The management reviews the status of all principal risks with a significant potential impact. Additionally, the Audit Committee carried out focused risk reviews of its Plant and divisions. These reviews included an analysis of both the principal risks and the controls, monitoring, and assurance processes established to mitigate those risks to acceptable levels. As a result of these reviews, several actions were identified to continue to improve internal controls and the management of risk.

Risk	Exposure arising from	Measurement	Management
Credit Risk	Cash and cash equivalents, trade receivables, financial assets measured at amortised cost.	Ageing analysis, Credit analysis	Credit limits and analysis of credit-worthiness
Liquidity Risk	Borrowings and other liabilities.	Cash Flow forecasts	Timely evaluation of Credit facilities and regularly payment interest liabilities
Market Risk – foreign exchange	Recognised financial assets and liabilities not denominated in INR	Cash Flow forecasts	Monitoring of currency exchange rate movement.
Market Risk – interest rate	Long Term Borrowings/Liabilities	...	Monitoring of interest rate movements
Market Risk – security prices	Investment in Securities	...	Portfolio Management



Credit Risk

Credit Risk is the risk that the counterparty will not meet its obligations under a financial instrument or customer contract leading to financial loss. The company is exposed to credit risk from its operating activities (primarily trade receivables and deposits to landlords) and from its financing activities, including deposits with banks and financial institutions, foreign exchange transactions, and other financial instruments. The company generally doesn't have collateral Customer credit risk is managed by business through the company's established policy, procedures, and controls relating to customer credit risk management. The credit quality of each customer is assessed and credit limits are defined in accordance with this assessment. Outstanding customer receivables and security deposits are regularly monitored.

The aging of Trade receivables i.e. receivable which are post due (net of allowances/provisions) are below: **(₹ in Lakhs)**

Age of receivables	2022-23	2021-22
Less than six months	2735.63	2697.62
More than six months	466.55	464.33

The company's objective is to at all times maintain the optimum level of liquidity to meet its cash and collateral requirement at all times. The current committed lines of credit are sufficient to meet its short to medium-term expansion needs and hence evaluate the concentration of risk with respect to liquidity as low. The Company monitors rolling forecasts of its liquidity requirements to ensure it has sufficient cash to meet operational needs while maintaining headroom on its undrawn committed borrowing facilities at all times so that the Company does not breach borrowing limits or covenants (where applicable) on any of its borrowing facilities.

The company primarily depends on its own funds and has a low level of borrowing.

Market Risk

Market risk is the risk that the fair value of future cash flow of financial instruments may fluctuate because of changes in market conditions. Market risk broadly comprises three types of risks namely currency risk, interest rate risk, and price risk (for commodities or equity instruments).

"(I) Foreign Exchange Risk - The company operates only in India and has not entered into any foreign exchange or commodity derivative contracts. Accordingly, there is no significant exposure to market risk."

- (ii) Interest Rate Risk –As a majority of the financial assets and liabilities of the Company are fixed interest-bearing instruments, the Company's net exposure to interest risk is negligible.
- (iii) Security Price Risk –. The company's exposure to securities price risk arises from investments held by the company and classified in the balance sheet either as fair value through OCI or fair value

through Profit or Loss

To manage the price risk arising from investments, the company diversifies its portfolio. Diversification of a portfolio is done in accordance with the directions of the Board.

Note 42 Expenditure on Research and Development

During this year company incurred Rs 35,33,660/- for the purchase of Research and Development equipment in Fixed Assets and incurred expenses disclose in Note 26 of Rs 84,16,128/-.

Note 43.

1. Company has used the borrowings from banks and financial institutions for the specific purpose for which it was taken at the balance sheet date.
2. No proceedings have been initiated or pending against the company for holding any benami property under the Benami Transactions (Prohibition) Act, 1988 (45 of 1988) and the rules made thereunder and company has not been declared as willful defaulter by and bank or institution or other lender.
3. To the best of the information available, the company has not entered into any transactions with companies struck off under section 248 of the Companies Act, 2013 or section 560 of Companies Act, 1956
4. The Company does not have a policy of closing its books on a quarterly basis and preparing quarterly financials
5. Company has not traded or invested in Crypto currency or Virtual Currency during the financial year
6. The Company has not received any fund from any person(s) or entity(ies), 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 indentified in any manner whatsoever by or on behalf of the Funding party (ultimate beneficiaries); or provide any guarantee, security or the like on behalf of the ultimate beneficiaries.
7. No funds (which are material either individually or in the aggregate) have been advanced or loaned or invested (either from borrowed funds or share premium or any other sources or kind of funds) by the Company to or in any other person(s) or entity(ies), including foreign entity ("Intermediaries"), with the understanding, whether recorded in writing or otherwise, that the Intermediary shall, whether, directly or indirectly lend or invest in other persons or entities identified in any manner whatsoever by or on behalf of the Company ("Ultimate Beneficiaries") or provide any guarantee, security or the like on behalf of the Ultimate Beneficiaries;



Note 44

(₹ in Lakhs)

Additional Disclosure required in accordance with Schedule III to the Companies Act, 2013

Name of Entity in the Group	Net Asset i.e. Total assets minus total liabilities		Share in profit or loss		Share in other comprehensive income		Share in total comprehensive income	
	As % of consolidated net assets	Amount	As % of consolidated profit or loss	Amount	As % of consolidated other comprehensive income	Amount	As % of total comprehensive income	Amount
Parent								
ARCL ORGANICS LTD	98.86	5362.93	100.88	1177.63	100	2.87	101	1180.50
Subsidiary								
Allied Maritime & Infra Engineering Private Ltd	-0.01	-.73	-0.17	-2.01	-	-	-0.17	-2.01
ARCL Petrochemicals Limited	-0.03	-1.44	-0.15	-1.73	-	-	-0.15	-1.73
Ocilim Advisory Services Private Ltd.	-0.05	-2.67	-0.11	-1.27	-	-	-0.11	-1.27
Wide Range Merchants Private Ltd.	-0.07	-3.92	-0.12	-1.44	-	-	-0.12	-1.44
Nocnex Chemicals Private Ltd.	-0.01	-.79	-0.11	-1.27	-	-	-0.11	-1.27
Yocnex Chemicals Private Ltd.	-0.03	-1.52	-0.09	-1.03	-	-	-0.09	-1.03
Suksess Chemicals Private Ltd.	1.34	72.82	-0.13	-1.49	-	-	-0.13	-1.49
Total	100	5424.68	100	1167.39	100	2.87	100	1170.26



ARCL ORGANICS LIMITED

CIN:U24121WB1992PLC056562

Reg Office: Rampur Budge budge, Kolkata-700141

Email: legal@arcl.in, Contact- 033 22832865

31st Annual General Meeting

FORM MGT-11

PROXY FORM

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

Name:

Address:

E-mail Id:

Folio No/Client Id: DP ID:

I/We,beingthemember(s)of.....shares of the above-named Company, here by appoint

1. Name:Address:

E-mailId:..... Signature:.....-orfailinghim/her

2. Name:Address:

E-mailId:..... Signature:.....-orfailinghim/her

3. Name:Address:

E-mailId:..... Signature:.....-orfailinghim/her

as my/our Proxy to attend and vote (on a poll) for me/us and on my/our behalf at the 31st Annual General Meeting of the Company, to be held on 29th September 2023 at 3:30 PM at Rampur Budge budge, Kolkata-700141 and at any adjournment thereof in respect of the following resolutions:

Resolution No.	Resolution	Vote	
		For	Against
Ordinary Business			
1	Adoption of audited standalone and consolidated financial statements of the company for the financial year ended 31st March, 2019		
2	Reappointment of retiring Director		
Special Business			
3	Appointment of Mr. NilmaniRathi (DIN: 07842455) as an Independent director of the company		
4	Appointment of Mrs. Pushpa Mishra as an Independent Director of the company		
5	Upward revision in the remuneration of Mr. SurajRatanMundhra, Managing Director of the company(DIN: 00681223)		

Signed this _____ day of _____ 2019

Signature of Member: _____

Signature of Proxy holder(s): _____

Notes:

1. This form of Proxy in order to be effective should be duly completed and deposited at the Registered Office of the Company not less than 48 hours before the commencement of meeting.

Affix Revenue Stamp



ARCL ORGANICS LIMITED

CIN:U24121WB1992PLC056562

Reg Office: Rampur Budge budge, Kolkata-700141

Email: legal@arcl.in, Contact- 033 22832865

31st Annual General Meeting

ATTENDANCE SLIP

Rampur Budge budge, Kolkata-700141

(To be presented at the entrance)

Registered Folio/ DP ID and Client ID Name and Address of the Shareholder(s) Joint Holder 1 Joint Holder 2 No. of Shares	
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I/We hereby record my/our presence at 31st Annual General Meeting of ARCL Organics Limited held on 29th September 2023 at 3:30 P.M. at Rampur Budge budge, Kolkata-700141.

Full Name of Member's /Proxy's in BLOCK Letters

Signature of Member/Proxy

Notes:

1. Only Member/Proxy holder can attend the Meeting.
2. Please complete the Folio/DP ID No. and name of the Member/Proxy, sign this Attendance Slip and hand it over, duly signed, at the entrance of the Meeting Hall.
3. Shareholder/ Proxy holder desiring to attend the Meeting should bring his/her copy of the Annual Report for reference at the Meeting.



CORPORATE OFFICE

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Mahestala, Kolkata - 7001411
+91 33240 18042
mail@arcl.in

www.arclorganics.com