

Jatin Vora
B. Com., F.C.A.

Samir Sanghvi
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Vora Sanghvi & Associates
Chartered Accountants

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Independent Auditor's Report

To the Members of
Ganesh Polychem Limited

Report on the Standalone Financial Statements

Opinion

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

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

Basis for Opinion

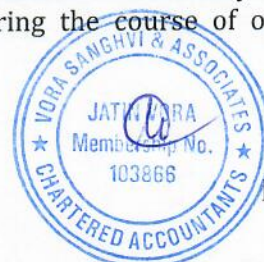
We conducted our audit in accordance with the Standards on Auditing specified under Section 143(10) of the Companies Act, 2013. Our responsibilities under those Standards are further described in the Auditors Responsibilities for the Audit of the Financial Statements Section of our report. We are independent of the Company in accordance with the Code of Ethics issued by the Institute of Chartered Accountants of India together with the ethical requirements that are relevant to our audit of the Financial Statements under the provisions of the Companies Act, 2013 and the Rules thereunder, and we have fulfilled our 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 of our opinion on the standalone financial statements.

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

The Company's Board of Directors is responsible for the preparation of the other information. The other information comprises of Annual Report, Directors Report with its annexure, but does not include standalone financial statements and our auditor's report thereon.

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

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



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

Management's Responsibility for the Standalone Financial Statements

The Company's Board of Directors is responsible for the matters stated in Section 134(5) of the Companies Act, 2013 ("the Act") with respect to the preparation of these Financial Statements that give a true and fair view of the financial position, financial performance including other comprehensive income, cash flows and changes in equity 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 statements that give a true and fair view and are free from material misstatement, whether due to fraud or error.

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

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

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

As a part of an audit in accordance with SA's, 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, but not for the purpose of expressing an opinion on 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.
- Obtain sufficient appropriate audit evidence regarding the Standalone Financial Results of the Company to express an opinion on the Standalone Financial Results.

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

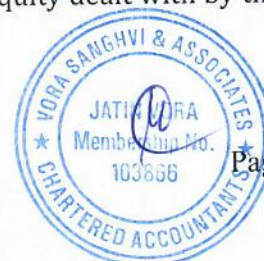
We communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that we identify during our audit.

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

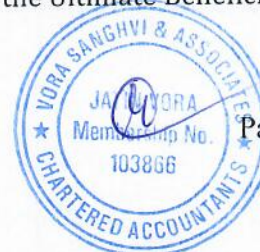
From the matters communicated with those charged with governance, we determine those matters that were of most significance in the audit of the Financial Statements of the current period and are therefore the Key Audit Matters. We describe these matters in our auditor's report unless law or regulation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

Report on Other Legal and Regulatory Requirements

1. As required by section 143(3) of the Act, based on our audit 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 purpose of our audit;
 - b) In our opinion proper books of account as required by law have been kept by the Company so far as appears from our examination of those books;
 - c) The Balance Sheet, 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 referred specified under section 133 of the Act, read with rule issued thereunder;
- e) On the basis of written representations received from the directors as on 31st March, 2022, and 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 Companies Act, 2013.
- f) With respect to the adequacy of the internal financial controls over financial reporting of the Company and the operating effectiveness of such controls, refer to our separate report in "Annexure A". Our report expresses an unmodified opinion on the adequacy and operating effectiveness of the Company's internal financial controls over financial reporting.
- 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; and
- 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 company has disclosed the impact of pending litigations as on 31st March, 2022 on its financial position in its Financial Statements – Refer Note 24.4 to the Standalone Financial Statements;
- ii. The company has made provision as at 31st March, 2022, as required under the applicable law or accounting standards, for material foreseeable losses, if any, on long-term contracts including derivative contracts.
- iii. There were no amounts which required to be transferred to the Investor Education and Protection Fund by the Company during the year ended 31st March, 2022;
- 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;



- c) 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 dividend declared and paid during the year by the Company is in compliance with Section 123 of the Act.
2. As required by the Companies (Auditor's Report) Order, 2020 ("the Order") issued by the Central Government in terms of Section 143(11) of the Act, we give in "Annexure B" a statement on the matters specified in paragraphs 3 and 4 of the Order.

**For Vora Sanghvi & Associates
Chartered Accountants
Firm Registration No. 125809W**



**Jatin Vora
Partner
Membership No. 103866
UDIN: 22103866AJRCWK8562**



**Place: Mumbai
Date: 26th May, 2022.**

ANNEXURE – A TO THE AUDITORS' REPORT

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

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

Management's Responsibility for Internal Financial Controls

The Company's management is responsible for establishing and maintaining internal financial controls based on the internal control over financial reporting criteria established by the Company considering the essential components of internal control stated in the Guidance Note on Audit of Internal Financial Controls over Financial Reporting issued by the Institute of Chartered Accountants of India ('ICAI'). These responsibilities include the design, implementation and maintenance of adequate internal financial controls that were operating effectively for ensuring the orderly and efficient conduct of its business, including adherence to company's policies, the safeguarding of its assets, the prevention and detection of frauds and errors, the accuracy and completeness of the accounting records, and the timely preparation of reliable financial information, as required under the Companies Act, 2013.

Auditors' Responsibility

Our responsibility is to express an opinion on the Company's internal financial controls over financial reporting based on our audit. We conducted our audit in accordance with the Guidance Note on Audit of Internal Financial Controls Over Financial Reporting (the "Guidance Note") and the Standards on Auditing, issued by ICAI and deemed to be prescribed under section 143(10) of the Companies Act, 2013, to the extent applicable to an audit of internal financial controls, both applicable to an audit of Internal Financial Controls and, both issued by the Institute of Chartered Accountants of India. Those Standards and the Guidance Note require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether adequate internal financial controls over financial reporting was established and maintained and if such controls operated effectively in all material respects.

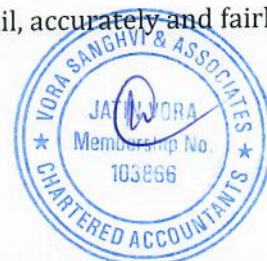
Our audit involves performing procedures to obtain audit evidence about the adequacy of the internal financial controls system over financial reporting and their operating effectiveness. Our audit of internal financial controls over financial reporting included obtaining an understanding of internal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

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

Meaning of Internal Financial Controls over Financial Reporting

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

(i) pertain to the maintenance of records that, in reasonable detail, accurately and fairly reflect the transactions and dispositions of the assets of the company;



(ii) provide reasonable assurance that transactions are recorded as necessary to permit preparation of financial statements in accordance with generally accepted accounting principles, and that receipts and expenditures of the company are being made only in accordance with authorizations of management and directors of the company; and

(iii) 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 Controls over Financial Reporting

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

Opinion

In our opinion, the Company has, in all material respects, an adequate internal financial controls system over financial reporting and such internal financial controls over financial reporting were operating effectively as at 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 Controls Over Financial Reporting issued by the Institute of Chartered Accountants of India.

For Vora Sanghvi & Associates
Chartered Accountants
Firm Registration No. 125809W



Jatin Vora
Partner
Membership No. 103866
UDIN: 22103866AJRCWK8562



Place: Mumbai
Date: 26th May, 2022.

ANNEXURE B TO THE AUDITORS' REPORT

The Annexure referred to in our Auditors' Report to the members of the Company on the standalone financial statements for the year ended 31st March, 2022, we report that:

- i)
 - a) The company is maintaining proper records showing full particulars including quantitative details and situation of Property, Plant and Equipment.
 - b) According to information and explanations given to us, the Property, Plant and Equipment have not been physically verified by the management during the year but there is a regular programme of verification which, in our opinion, is reasonable having regard to the size of the company and the nature of the assets. No material discrepancies were noticed on such verification.
 - c) According to the information and explanation given to us and on the basis of our examination of the records of the Company, the title deeds of immovable properties of the Company are held in the name of the Company.
 - d) The Company has not revalued any of its Property, Plant and Equipment (including right-of-use assets) and intangible assets during the year.
 - e) No proceedings have been initiated during the year or are pending against the Company as at March 31, 2022 for holding any benami property under the Benami Transactions (Prohibition) Act, 1988 (as amended in 2016) and rules made thereunder.
- ii)
 - a) The inventories have been physically verified during the year by the management at reasonable intervals. In our opinion, the procedures of physical verification of inventory followed by the management are reasonable and adequate in relation to the size of the company and the nature of its business. No material discrepancies were found in the physical verification of inventories as compared to the book records. All minor discrepancies have been properly dealt with in books of accounts.
 - b) According to the information and explanations given to us, the Company has been sanctioned working capital limits in excess of Rs. 5 crore, in aggregate, at points of time during the year, from banks or financial institutions on the basis of security of current assets. In our opinion and according to the information and explanations given to us, the quarterly returns or statements comprising of value of closing stock of inventory, receivables and payables filed by the Company with such bank are in agreement with the audited books of accounts of the Company

Note: Pari-passu charge on the Company's entire current assets namely stock of raw materials, finished goods, stocks-in-process, consumables stores and spares and book debts at its plant sites or anywhere else, in favour of the Bank, by way of hypothecation.
- iii) According to the information and explanations given to us the company has not granted loans, secured or unsecured, to Companies, Firms, Limited Liability Partnerships or other parties covered in the register maintained under Section 189 of the Companies Act, 2013. Hence, reporting under clause 3 (iii) of the order is not applicable.
- iv) In our opinion and according to the information and explanations given to us, the company has not given any loan, investment, guarantees, and security with respect to the provisions of Section 185 and 186 of the Act, Accordingly, para 3(iv) of the Order is not applicable.
- v) The Company has not accepted any deposits or amounts which are deemed to be deposits, Hence, reporting under clause 3 (v) of the order is not applicable.



vi) The maintenance of cost records has been specified by the Central Government under Section 148(1) of the Companies Act, 2013. We have broadly reviewed the books of account maintained by the Company pursuant to the Companies (Cost Records and Audit) Rules, 2014, as amended, prescribed by the Central Government for maintenance of cost records under Section 148(1) of the Companies Act, 2013, and are of the opinion that prime facie, the prescribed accounts and records have been made and maintained. We have, however, not made a detailed examination of the records with a view to determine whether they are accurate or complete.

vii)(a) According to the information and explanations given to us and on the basis of our examination of the records of the company, amounts deducted/accrued in the books of the accounts in respect of undisputed statutory dues including Provident Fund, Employees' State Insurance, Income-tax, Profession Tax, Goods & Service Tax (GST), Cess and any other statutory dues have been regularly deposited during the year by the company with the appropriate authorities.

(b) According to the information and explanations given to us, no undisputed amounts payable in respect of Provident Fund, Employees' State Insurance, Income-tax, Goods & Service Tax (GST), Cess and any other statutory dues were in arrears as at 31st March, 2022 for a period more than six months from the date they became payable except for the following dues of which have not been deposited by the company on account of disputes.

Name of the statute	Nature of dues	Amount Involved	Period to which the amount relates (AY)	Forum where the dispute is pending
Income Tax Act, 1961	Income Tax (including Interest)	1,43,15,119	2011-12	Various forums of Income Tax Department
		1,40,110	2012-13	
		15,67,453	2013-14	
		2,88,55,420	2014-15	
		3,39,07,380	2015-16	
		98,63,500	2016-17	
		21,87,230	2018-19	
		1,77,10,566	2020-21	

viii) According to the information and explanations given to us and on the basis of our examination of the records of the company there are 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.

ix) a) According to the information and explanations given to us, the Company has not defaulted in repayment of dues from any financial institutions, banks, government. The company does not have any borrowings by way of debentures.

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

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

d) According to the information and explanations given to us, and 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.



- f) According to the information and explanations given to us, on an overall examination of the financial statements of the Company, the Company has not taken any funds from any entity or person on account of or to meet the obligations of its subsidiaries, associates or joint ventures.
- g) According to the information and explanations given to us, we report that the Company has not raised any loans during the year on the pledge of securities held in its and its subsidiaries, associates or joint ventures and hence reporting on clause 3(ix)(f) of the Order is not applicable.
- x) a) The Company has not issued any of its securities (including debt instruments) during the year and hence clause 3(x)(a) of the Order 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 clause 3(x)(b) of the Order is not applicable.
- xi) a) According to the information and explanations given to us, no material fraud by the Company or on the Company by its officers or employees has been noticed or reported during the course of our audit.
- b) To the best of our knowledge, no report under sub-section (12) of section 143 of the Companies Act has been filed in Form ADT-4 as prescribed under rule 13 of Companies (Audit and Auditors) Rules, 2014 with the central Government, during the year and up-to the date of this report.
- c) As represented to us by the management, no whistle-blower complaints have been received during the year by the Company. Accordingly, the reporting under clause (xi)(c) of the Order is not applicable to the Company.
- xii) The Company is not a Nidhi Company and hence reporting under clause (xii) of the Order is not applicable.
- xiii) According to the information and explanations given to us and based on our examination of the records of the Company, transactions with the related parties are in compliance with sections 177 and 188 of the Companies Act 2013 where applicable and details of such transactions have been disclosed in the standalone financial statements as required by the applicable accounting standards.
- xiv) a) In our opinion the Company has an adequate internal audit system commensurate with the size and the nature of its business.
- b) We have considered, the internal audit report issued to the Company during the year and covering the period upto March 2022.
- xv) In our opinion during the year the Company has not entered into non-cash transactions with directors or persons connected with its directors. And hence provisions of section 192 of the Companies Act, 2013 are not applicable to the Company.
- xvi) a) 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), (b) and (c) of the Order is not applicable.



- b) In our opinion, there is no core investment company within the Group (as defined in the Core Investment Companies (Reserve Bank) Directions, 2016) and accordingly reporting under clause 3(xvi)(d) of the Order is not applicable.
- xvii) The Company has not incurred cash losses during the financial year covered by our audit and the immediately preceding financial year.
- xviii) There has been no resignation of the statutory auditors of the Company during the year.
- xix) On the basis of the financial ratios, ageing and expected dates of realization of financial assets and payment of financial liabilities, other information accompanying the financial statements and our knowledge of the Board of Directors and Management plans and based on our examination of the evidence supporting the assumptions, nothing has come to our attention, which causes us to believe that any material uncertainty exists as on the date of the audit report indicating that Company is not capable of meeting its liabilities existing at the date of balance sheet as and when they fall due within a period of one year from the balance sheet date. We, however, state that this is not an assurance as to the future viability of the Company. We further state that our reporting is based on the facts up to the date of the audit report and we neither give any guarantee nor any assurance that all liabilities falling due within a period of one year from the balance sheet date, will get discharged by the Company as and when they fall due.
- xx) The Company has fully spent the required amount towards Corporate Social Responsibility (CSR) and there are no unspent amount for the year requiring a transfer to a Fund specified in Schedule VII of the Companies Act or special account in compliance with the provision of Sub-section (6) of Section 135 of the said Act. Accordingly, reporting under clause (xx) of the Order is not applicable for the year.
- xxi) The reporting under clause (xxi) of the Order is not applicable in respect of audit of standalone financial statements, Accordingly, no comment in respect of the said clause has been included in this report.

For Vora Sanghvi & Associates
Chartered Accountants
Firm Registration No. 125809W



Jatin Vora
Partner
Membership No. 103866
UDIN: 22103866AJRCWK8562



Place: Mumbai
Date: 26th May, 2022.

GANESH POLYCHEM LIMITED
BALANCE SHEET AS AT 31st MARCH, 2022.

(Amount in Rs)

Particulars	Note No.	As at 31st March, 2022	As at 31st March, 2021
I. ASSETS			
1. Non Current Assets			
(a) Property, Plant & Equipment	1	1,58,39,11,108	1,57,29,00,708
(b) Capital Work in Progress	1		
(c) Financial Assets			
(i) Investments			
(ii) Long Term Loans & Advances	2	71,61,939	3,57,20,747
Total Non Current Assets (1)		1,59,10,73,047	1,60,86,21,455
2. Current Assets			
(a) Inventories	3	30,71,66,979	16,06,19,259
(b) Financial Assets			
(i) Trade Receivables	4	59,43,10,965	57,50,99,436
(ii) Cash & Bank Equivalents	5	40,81,10,131	1,77,31,561
(iii) Other Current Financial Assets	6	16,70,35,687	11,24,85,457
(c) Other Current Assets	7	68,35,802	56,36,946
		-	
Total Current Assets (2)		1,48,34,59,564	87,15,72,659
TOTAL ASSETS (1 + 2)		3,07,45,32,611	2,48,01,94,114
II. EQUITY & LIABILITIES			
1. EQUITY			
(a) Equity Share Capital	8	6,19,65,140	6,19,65,140
(b) Other Equity	9	2,22,43,59,903	1,86,37,42,486
Total Equity		2,28,63,25,043	1,92,57,07,626
2. LIABILITIES			
(I) Non Current Liabilities			
(a) Financial Liabilities			
(i) Long Term Borrowings	10	1,10,89,368	-
(b) Deferred Tax Liabilities (Net)	11	22,63,97,939	22,00,56,647
(c) Long Term Provisions	12	41,75,420	1,06,82,471
Total Non Current Liabilities (I)		24,16,62,727	23,07,39,118
(II) Current Liabilities			
(a) Financial Liabilities			
(i) Short Term Borrowings	13	26,88,98,781	9,43,07,828
(ii) Trade Payables	14	25,50,57,495	20,74,09,544
(b) Provisions and Other Liabilities	15	2,25,88,565	2,20,29,998
Total Current Liabilities (II)		54,65,44,841	32,37,47,370
Total Liabilities (I + II)		78,82,07,568	55,44,86,488
TOTAL EQUITY AND LIABILITIES (1 + 2)		3,07,45,32,611	2,48,01,94,114

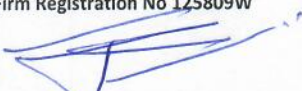
Significant Accounting Policies & the Notes to the accounts form an integral part to the Financial Statements

1 - 27

As per our report of even date

Previous Year's figures are regrouped / rearranged wherever required

For Vora Sanghvi & Associates
Chartered Accountants
Firm Registration No 125809W


Jatin S. Vora
Partner
Mem. No. 103866
UDIN : 22103866AJRCWK8562



For Ganesh Polychem Limited


Sandeep Tare
Wholetime Director
DIN 08726085


Hemant Bandodkar
Wholetime Director
DIN 01061791

Place : Mumbai
Date : 26th May, 2022.

GANESH POLYCHEM LIMITED
1. PROPERTY, PLANT & EQUIPMENT :
FY 2021-22

Sr. No	Particulars	Gross Block				Depreciation			Net Block	
		As at 01-04-2021	Addition during year	Deduction during year	As at 31-03-2022	As at 01-04-2021	For the year	Deduction during year	As at 31-03-2022	As at 31-03-2021
I	Tangible Assets									
	Leasehold Land	9,31,62,867	-	-	9,31,62,867	1,17,14,180	14,40,292	-	8,00,08,396	8,14,48,687
	Building	7,25,38,190	1,20,54,858	-	8,45,93,048	1,50,79,942	26,10,237	-	6,69,02,869	5,74,58,248
	Plant & Machinery	2,10,35,95,335	10,18,14,411	-	2,20,54,09,746	68,69,91,770	12,02,28,887	-	1,39,81,89,089	1,41,66,03,565
	Furniture & Fixtures	57,28,055	4,24,107	-	61,52,162	25,38,390	5,56,513	-	30,57,259	31,89,665
	Computer System	31,81,179	33,594	-	32,14,773	30,05,870	77,892	-	1,31,011	1,75,309
	Office Equipments	10,42,926	73,115	-	11,16,041	10,18,387	97,654	-	0	24,539
	Vehicles	3,88,44,367	2,81,46,634	1,04,89,708	5,65,01,293	2,48,43,672	47,00,866	86,65,729	3,56,22,484	1,40,00,695
	SUB TOTAL (A)	2,31,80,92,919	14,25,46,719	1,04,89,708	2,45,01,49,930	74,51,92,211	12,97,12,340	86,65,729	1,58,39,11,108	1,57,29,00,708
II	Capital WIP (B)	-	-	-	-	-	-	-	-	-
	Total [I+II]	2,31,80,92,919	14,25,46,719	1,04,89,708	2,45,01,49,930	74,51,92,211	12,97,12,340	86,65,729	1,58,39,11,108	1,57,29,00,708

FY 2020-21

Sr. No	Particulars	Gross Block				Depreciation			Net Block	
		As at 01-04-2020	Addition during year	Deduction during year	As at 31-03-2021	As at 01-04-2020	For the year	Deduction during year	As at 31-03-2021	As at 31-03-2020
I	Tangible Assets									
	Leasehold Land	9,31,62,867	-	-	9,31,62,867	1,02,73,888	14,40,292	-	8,14,48,687	8,28,88,979
	Building	7,03,20,816	22,17,374	-	7,25,38,190	1,27,13,167	23,66,775	-	5,74,58,248	5,76,07,649
	Plant & Machinery	2,03,72,24,053	6,63,71,282	-	2,10,35,95,335	57,21,12,756	11,48,79,014	-	1,41,66,03,565	1,46,51,11,297
	Furniture & Fixtures	54,05,939	3,22,116	-	57,28,055	20,17,141	5,21,249	-	31,89,665	33,88,798
	Computer System	29,57,592	2,23,587	-	31,81,179	28,07,803	1,98,067	-	1,75,309	1,49,789
	Office Equipments	10,16,754	26,172	-	10,42,926	8,29,657	1,88,730	-	24,539	1,87,097
	Vehicles	3,88,44,367	-	-	3,88,44,367	2,11,53,457	36,90,215	-	1,40,00,695	1,76,90,910
	SUB TOTAL (A)	2,24,89,32,388	6,91,60,531	-	2,31,80,92,919	62,19,07,869	12,32,84,342	-	1,57,29,00,708	1,62,70,24,519
II	Capital WIP (B)	-	-	-	-	-	-	-	-	-
	Total [I+II]	2,24,89,32,388	6,91,60,531	-	2,31,80,92,919	62,19,07,869	12,32,84,342	-	1,57,29,00,708	1,62,70,24,519



GANESH POLYCHEM LIMITED
NOTES ON FINANCIAL STATEMENTS FOR THE YEAR ENDED 31st MARCH, 2022.

(Amount in Rs.)

2	LONG TERM LOANS & ADVANCES	As at 31st March, 2022	As at 31st March, 2021
	Security Deposit		
a	Unsecured, Considered Good	71,61,939	71,82,939
b	Balance with Revenue Authorities (Net of Provision for Tax)	-	2,85,37,808
	Total in Rs	71,61,939	3,57,20,747

3	INVENTORIES	As at 31st March, 2022	As at 31st March, 2021
a	Raw Material	7,51,25,082	4,29,53,075
b	Work-in-Progress	17,12,16,033	7,65,68,292
c	Finished Goods	3,96,40,922	3,20,72,297
d	Packing Materials	32,24,062	33,74,676
e	Power & Fuel	1,64,58,323	40,53,165
f	Stores & Spares	15,02,557	15,97,754
	Total in Rs	30,71,66,979	16,06,19,259

4	TRADE RECEIVABLES	As at 31st March, 2022	As at 31st March, 2021
a	Outstanding for more than six months	2,42,91,850	1,33,01,230
b	Others	57,00,19,115	56,17,98,207
	Total in Rs	59,43,10,965	57,50,99,436

5	CASH & CASH EQUIVALENT	As at 31st March, 2022	As at 31st March, 2021
a	Bank Balance In Current Account	40,79,02,834	1,75,28,417
b	Cash on hand	2,07,297	2,03,144
	Total in Rs	40,81,10,131	1,77,31,561

6	OTHER FINANCIAL ASSETS	As at 31st March, 2022	As at 31st March, 2021
a	Balance with Revenue Authorities Indirect Tax	13,00,81,986	8,74,57,276
b	Export Benefits Receivable	1,02,17,093	1,03,09,204
c	Loans & Advances		
i)	Employees	45,72,454	33,06,054
d	Advances to Suppliers	2,21,64,154	1,14,12,923
	Total in Rs	16,70,35,687	11,24,85,457

7	OTHER CURRENT ASSETS	As at 31st March, 2022	As at 31st March, 2021
a	Other Receivables		
	- Prepaid Expenses	53,11,920	44,43,539
	- Others Misc Receivable	15,23,882	11,93,407
	Total in Rs	68,35,802	56,36,946



GANESH POLYCHEM LIMITED
NOTES ON FINANCIAL STATEMENTS FOR THE YEAR ENDED 31st MARCH, 2022.

(Amount in Rs.)

8	EQUITY SHARE CAPITAL	As at 31st March, 2022	As at 31-March-2021
	Authorized Capital 70,00,000 (PY 70,00,000) Equity Shares of Rs. 10/- each fully paid-up.	7,00,00,000	7,00,00,000
		7,00,00,000	7,00,00,000
	Issued & Subscribed 61,96,514 (PY 61,96,514) Equity Shares of Rs. 10/- each fully paid-up.	6,19,65,140	6,19,65,140
	Total in Rs	6,19,65,140	6,19,65,140

8.1 Reconciliation of Number of shares outstanding as on 31st March, 2021

Particulars	As at 31st March, 2022	As at 31-March-2021
Shares outstanding at the beginning of the year	61,96,514	61,66,514
Shares Issued during the year		30,000
Shares Bought Back during the year		-
Shares outstanding at the end of the year	61,96,514	61,96,514

Note: 30,000 Equity Shares of Rs.10 each were issued during previous year at a premium of Rs. 140 per share against 30,000 0% Compulsorily Convertible Debentures (CCD). The said Equity Shares were issued on 18th March, 2021.

8.2 The details of Equity shareholders holding more than 5% shares

Name of Shareholder	As at 31-03-2022		As at 31-03-2021	
	No. of Shares	% of Holding	No. of Shares	% of Holding
Aarti Industries Limited	30,98,257	50.00	30,98,257	50.00
Ratnakar T. Bandodkar	7,57,211	12.22	7,57,211	12.22
Gauri R. Bandodkar	7,57,211	12.22	7,57,211	12.22
Pallavi R. Bandodkar	7,57,211	12.22	7,57,211	12.22
Hemant R. Bandodkar	8,26,624	13.34	8,26,624	13.34

8.3 The details of Equity Shares Outstanding during the last 5 years

Financial Year	No. of Shares
F.Y. 2021-22	61,96,514
F.Y. 2020-21	61,96,514
F.Y. 2019-20	61,66,514
F.Y. 2018-19	61,66,514
F.Y. 2017-18	61,66,514

8.4 Bonus Shares Issued during past five years

Nil

8.5 Buy back of Shares during past five years

Nil

8.6 Terms / Rights attached to Equity shares

The Company has only one class of equity shares having a par value of Rs. 10 per share. Each holder of equity shares is entitled to one vote per share. The Company declares and pays dividend in Indian rupees. During the year ended 31st March, 2021, the amount of per share dividend recognised as distributions to equity shareholders is Rs. 5 (Previous Year Rs. 6). As per the Companies Act, 2013, in the event of the liquidation of the Company, the holders of equity shares will be entitled to receive the remaining assets of the Company, after distribution of all preferential amounts.

9	OTHER EQUITY	As at 31st March, 2022	As at 31-March-2021
a	Capital Redemption Reserve		
	Opening Balance	71,42,860	71,42,860
	Addition:		-
	Closing Balance (a)	71,42,860	71,42,860
b	Share Premium Account		
	Opening Balance	1,35,73,600	93,73,600
	Add : Issues of Equity Shares		42,00,000
	Closing Balance (b)	1,35,73,600	1,35,73,600
c	General Reserve		
	Opening Balance	12,75,42,550	10,40,39,370
	Addition:		
	Transfer from P&L A/c	4,10,18,953	2,35,03,180
	Closing Balance (c)	16,85,61,503	12,75,42,550
d	Surplus (Profit & Loss Account)		
	Opening Balance	1,71,54,83,475	1,53,47,87,421
	Addition:		
	Net Profit / (Loss) for the year	41,01,89,529	23,50,31,804
	MAT Credit Reversal		
	Deduction:		
	Transfer to General Reserve	(4,10,18,953)	(2,35,03,180)
	Dividend	(4,95,72,111)	(3,08,32,570)
	Closing Balance (d)	2,03,50,81,939	1,71,54,83,476
	Total in Rs. (a + b + c + d)	2,22,43,59,902	1,86,37,42,486



GANESH POLYCHEM LIMITED
NOTES ON FINANCIAL STATEMENTS FOR THE YEAR ENDED 31st MARCH, 2022.

(Amount in Rs.)

10	NON CURRENT BORROWINGS	As at 31st March, 2022	As at 31-March-2021
a	Secured - Car Loan from Banks / Financial Institutions	1,10,89,368	
	Total in Rs	1,10,89,368	-

10.1 a) Vehicle loans from Bank /Financial Institutions are secured by way of hypothecation of respective vehicle.

10.2 Repayment Terms of Car Loan (Dombivali)

Particulars	Repayment	Schedule	
	0-1 years	1-2 years	Beyond 2 years
Car Loans from Banks / Financial Institutions	3,64,761	3,92,305	11,97,130

10.3 Repayment Terms of Car Loan (Vapi)

Particulars	Repayment	Schedule	
	0-1 years	1-2 years	Beyond 2 years
Car Loans from Banks / Financial Institutions	64,71,844	70,26,430	24,73,503

11	DEFERRED TAX LIABILITIES (NET)	As at 31st March, 2022	As at 31-March-2021
	Opening Balance	22,00,56,647	21,67,09,587
	Add : Current year	63,41,292	33,47,060
	Total in Rs	22,63,97,939	22,00,56,647

12	LONG TERM PROVISIONS	As at 31st March, 2022	As at 31-March-2021
a	Provision for Employee Benefits - Provision for Gratuity - Provision for Leave Salary	93,42,316 23,21,970	80,88,589 25,93,882
b	Balance with Revenue Authorities (Net of Provision for Tax)	(74,88,866)	-
	Total in Rs	41,75,420	1,06,82,471

13	SHORT TERM BORROWINGS	As at 31st March, 2022	As at 31-March-2021
a	Secured - Working Capital Loan from Banks - Car Loan - Term Loan	26,20,62,176 68,36,605 -	6,61,82,828 - 2,81,25,000
	Total in Rs	26,88,98,781	9,43,07,828

14	TRADE PAYABLES	As at 31st March, 2022	As at 31-March-2021
	Trade & Non-Trade Payables - To Others	25,50,57,495	20,74,09,544
	Total in Rs	25,50,57,495	20,74,09,544

14.1 Note - 1 In the absence of necessary information relating to the registration status of suppliers under the Micro, Small & Medium Enterprises Development Act, 2006 (MSMED Act, 2006) with the company, the information required under the

15	PROVISIONS & OTHER LIABILITIES	As at 31st March, 2022	As at 31-March-2021
	Provison for Employee Benefits	1,54,28,548	1,71,85,736
	Other Provisions	71,60,017	48,44,262
	Total in Rs	2,25,88,565	2,20,29,998



GANESH POLYCHEM LIMITED
PROFIT & LOSS STATEMENT FOR THE YEAR ENDED 31ST MARCH, 2022.

(Amount in Rs)

Sr. No.	Particulars	Note No.	For the year ended 31-Mar-2022	For the year ended 31-Mar-2021
I	Revenue From operations	16	3,71,93,29,374	2,68,40,92,377
II	Other Income	17	4,46,187	5,14,191
III	Total Income (I +II)		3,71,97,75,561	2,68,46,06,568
IV	Expenses:			
	Cost of materials consumed	18	2,21,42,63,638	1,37,09,63,834
	Purchase of Stock-in-Trade	19	39,06,76,859	37,31,03,193
	Changes in inventories of Finished Goods, WIP and Stock-in-Trade	20	(10,22,16,366)	7,39,80,609
	Employee Benefit Expenses	21	11,28,31,591	10,54,78,110
	Financial Cost	22	1,19,66,788	1,54,31,571
	Depreciation and Amortization Expense	23	12,97,12,340	12,32,84,342
	Other Expenses	24	37,70,09,891	28,69,86,044
	Total Expenses (IV)		3,13,42,44,741	2,34,92,27,703
V	Profit before tax (III - IV)		58,55,30,821	33,53,78,865
VI	Tax expense:			
	(1) Current tax		12,64,00,000	6,00,00,000
	(2) Mat Credit (Previous years)		-	-
	(3) Mat Credit (Current year)		-	-
	(4) Mat Credit Utilised		4,26,00,000	3,70,00,000
	(5) Short / (Excess) provision for tax of earlier year(s)		-	-
	(6) Deferred tax		63,41,292	33,47,060
VII	Profit / (Loss) for the period after tax (V - VI)		41,01,89,529	23,50,31,805
VIII	Other Comprehensive Income			
	Items that will not be reclassified to Statement of Profit & Loss		-	-
IX	Total Comprehensive Income for the period (VII + VIII)		41,01,89,529	23,50,31,805
X	Earning per equity share:	25		
	(1) Basic		66.20	37.93
	(2) Diluted		66.20	38.11

Significant Accounting Policies & the Notes to the accounts form an integral part to the Financial Statements

1 - 27

As per our report of even date

Previous Year's figures are regrouped / rearranged wherever required

For Vora Sanghvi & Associates
Chartered Accountants
Firm Registration No 125809W

For Ganesh Polychem Limited

Jatin S. Vora
Partner
Mem. No. 103866
UDIN : 22103866AJRCWK8562



Sandeep Tare
Sandeep Tare
Wholetime Director
DIN 08726085

Hemant Bhandokar
Hemant Bhandokar
Wholetime Director
DIN 01061791

Place : Mumbai
Date : 26th May, 2022.

GANESH POLYCHEM LIMITED
NOTES ON FINANCIAL STATEMENTS FOR THE YEAR ENDED 31st MARCH, 2022.

(Amount in Rs.)

16	REVENUE FROM OPERATIONS	For the year ended 31-March-2022	For the year ended 31-March-2021
a	Revenue from Sale of Products (Gross)	3,22,93,63,092	2,23,03,44,635
b	Trading Sales	44,68,75,219	41,29,60,207
c	Scrap Sales	49,57,274	20,73,625
d	Other Operating Revenue	3,81,33,789	3,87,13,910
		3,71,93,29,374	2,68,40,92,377

16.1	Manufactured, Traded Goods & Scrap Sales	For the year ended 31-March-2022	For the year ended 31-March-2021
	DCDPS	1,58,17,51,450	1,24,94,68,558
	DADPS	34,50,77,815	18,20,32,839
	Steam	24,99,75,800	15,53,44,000
	DMA	57,85,69,626	32,83,80,198
	DMS	7,21,58,565	4,99,89,055
	Others	85,36,62,330	68,01,63,817
	TOTAL	3,68,11,95,585	2,64,53,78,467

17	OTHER INCOME	For the year ended 31-March-2022	For the year ended 31-March-2021
a	Interest Income	1,52,426	1,45,198
b	Profit on Sale of Fixed Assets	1,59,071	-
c	Misc. Income	1,34,690	3,68,993
	Total in Rs	4,46,187	5,14,191

18	COST OF MATERIALS INCLUDING PACKING MATERIALS CONSUMED	For the year ended 31-March-2022	For the year ended 31-March-2021
a	Raw Material Consumption	1,60,77,79,521	90,70,09,006
b	Packing Materials	2,60,52,485	1,97,51,153
c	Stores & Spare Parts	8,31,32,023	8,02,42,593
d	Power & Fuel	49,72,99,609	36,39,61,083
	Total in Rs	2,21,42,63,638	1,37,09,63,834

19	PURCHASE OF STOCK IN TRADE	For the year ended 31-March-2022	For the year ended 31-March-2021
a	Mono Methyl Aniline	17,68,42,276	27,21,57,000
b	Di-Methyl Pthalate	16,22,84,029	5,26,02,600
c	Aniline	51,87,360	31,60,320
d	Methanol	-	16,85,355
f	Others	4,63,63,194	4,34,97,918
	Total in Rs	39,06,76,859	37,31,03,193

20	CHANGES IN INVENTORIES OF FINISHED GOODS, WIP & STOCK-IN-TRADE	For the year ended 31-March-2022	For the year ended 31-March-2021
a	Finished Goods	3,96,40,922	3,20,72,297
	- Closing Stock	3,20,72,297	2,69,27,219
	- Opening Stock	75,68,625	51,45,078
b	Work-In-Progress	17,12,16,033	7,65,68,292
	- Closing Stock	7,65,68,292	15,56,93,979
	- Opening Stock	9,46,47,741	(7,91,25,687)
	Total in Rs	(10,22,16,366)	7,39,80,609



GANESH POLYCHEM LIMITED
NOTES ON FINANCIAL STATEMENTS FOR THE YEAR ENDED 31st MARCH, 2022.

(Amount in Rs.)

21	EMPLOYEE BENEFITS EXPENSES	For the year ended 31-March-2022	For the year ended 31-March-2021
a	Salaries & Wages	9,55,13,938	7,95,75,861
b	Director's Remuneration & Commission	51,47,438	88,69,463
c	Contribution to Provident & Other Funds	73,03,817	79,99,265
d	Staff Welfare Expenses	48,01,398	89,58,521
e	Sitting Fees	65,000	75,000
	Total in Rs	11,28,31,591	10,54,78,110

Disclosure pursuant to Accounting Standard – 15 (Revised) 'Employee benefits'

(a) Defined Contribution Plans Amount of Rs. 50,33,678/- (P.Y. Rs. 44,66,360/-) towards Provident Fund is recognized as an expense & included in "Contribution to Provident and other funds" in the Profit & Loss Account.

(b) Defined benefits plan and short term employment benefits.

1. Gratuity (Defined benefits plan)

The Company has a defined benefit gratuity plan. Every employee who has completed five (5) years of service gets a gratuity on death or resignation or retirement at 15 days of Salary (last drawn salary) for each completed years of service. The gratuity has been provided on the basis of valuation provided by the actuary. Since gratuity has not been funded. Further liability at the close of the year has been charged to Profit & Loss Account.

2. Leave Encashment (Short term employment benefits)

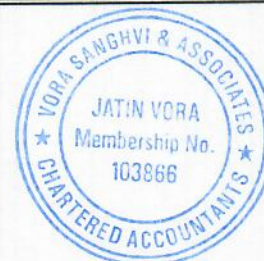
Payment of all accumulated leave balance has been classified as short term and long term employee benefits on the basis of actuary valuation.

Gratuity & Leave encashment is provided in the books on the basis of following assumptions :

Date of Valuation	31st March, 2022	31st March, 2021
Retirement age		60 years
Attrition Rate		10.00% p.a.
Future Salary Rise		5.00% p.a.
Rate of Discounting		6.57%
Mortality Table		I.A.L.M. (2006-08) Ultimate

Particulars	31st March, 2022	31st March, 2021
Gratuity Payable		
As per Actuary Valuation	2,05,41,439	1,88,61,797
Less : Fund Value of investment	98,78,935	80,79,737
Balance Provided in the books	1,06,62,504	1,07,82,060
Leave Encashment		
As per Actuary Valuation	35,06,716	35,74,241
Balance Provided in the books	35,06,716	35,74,241

22	FINANCE COST	For the year ended 31-March-2022	For the year ended 31-March-2021
a	Interest	85,33,090	1,20,43,223
b	Other Borrowing Cost	34,33,698	33,88,348
	Total in Rs	1,19,66,788	1,54,31,571



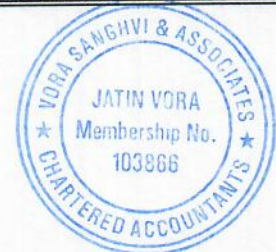
GANESH POLYCHEM LIMITED

NOTES ON FINANCIAL STATEMENTS FOR THE YEAR ENDED 31st MARCH, 2022.

(Amount in Rs.)

23	DEPRECIATION AND AMORTISATION EXPENSE	For the year ended 31-March-2022	For the year ended 31-March-2021
a	Depreciation	12,97,12,340	12,32,84,342
	Total in Rs	12,97,12,340	12,32,84,342

24	OTHER EXPENSES	For the year ended 31-March-2022	For the year ended 31-March-2021
a	Manufacturing Expenses		
	Repair & Maintenance	3,66,01,587	3,72,68,220
	Freight Expenses	48,89,910	47,88,451
	Labour Charges	8,67,36,210	6,97,54,331
	Insurance Charges	77,21,735	1,01,08,694
	Factory Professional Fees	8,68,280	7,77,430
	Laboratory Expenses	20,50,921	8,86,414
	Effluent Treatment Plant	3,10,23,254	2,95,45,724
	Rent, Rates & Taxes	33,70,300	36,74,496
	Security Charges	31,52,888	28,60,728
	Packing Material	1,07,02,993	1,05,46,047
	Inspection Charges	2,31,780	1,17,982
	Water & Drainage Charges	1,73,25,701	1,40,48,560
	Other Manufacturing Expenses	7,73,974	7,51,949
	Total (A)	20,54,49,533	18,51,29,026
b	Office & Administrative Expense		
	Auditors Remuneration		
	- As Audit Fees	2,40,000	2,40,000
	Professional & Consultancy Charges	76,23,499	37,17,911
	Printing & Stationary	16,47,901	20,80,723
	Conveyance & Travelling	66,00,286	45,94,882
	Postage Courier & Telephone Charges	4,01,176	3,71,755
	Vehicle Expenses	10,62,939	12,88,938
	Office Rent	5,25,600	5,25,600
	Other Office & Administrative Expenses	4,38,703	2,19,020
	Total (B)	1,85,40,104	1,30,38,829
c	Selling & Distribution Expenses		
	Freight Outward	13,59,64,776	7,52,01,245
	Export/Import Expenses	90,16,099	64,71,769
	Commission on Sales	8,29,819	10,85,216
	Indirect Taxes Paid	-	5,96,271
	Sundry Balance W/off	1,42,003	2,912
	Other Expenses	6,77,558	4,60,776
	Total (C)	14,66,30,255	8,38,18,189
d	Non- Operating Expenses		
	Donation	63,90,000	50,00,000
	Total (D)	63,90,000	50,00,000
	Total in Rs (A + B + C + D)	37,70,09,891	28,69,86,044



GANESH POLYCHEM LIMITED

NOTES ON FINANCIAL STATEMENTS FOR THE YEAR ENDED 31st MARCH, 2022.

(Amount in Rs.)

24.1	VALUE OF IMPORTS ON CIF BASIS IN RESPECT OF	For the year ended 31-March-2022	For the year ended 31-March-2021
	- Raw Materials, Packing Materials, Fuel, etc.	13,88,96,426	11,63,94,189
	- Capital Assets	-	49,38,950
	- Membership & Subscription	93,225	92,494
	Total	13,88,96,426	11,63,94,189

24.2	VALUE OF RAW MATERIAL, PACKING MATERIAL, FUEL AND STORES CONSUMED	For the year ended 31-March-2022	For the year ended 31-March-2021
	Imported	13,83,21,300	10,24,65,747
	Indigenous	2,07,59,42,338	1,26,84,98,087
	Total	2,21,42,63,638	1,37,09,63,834

24.3	EARNINGS IN FOREIGN CURRENCY	For the year ended 31-March-2022	For the year ended 31-March-2021
	- FOB value of Exports	2,30,17,40,847	1,83,53,87,491
	Total	2,30,17,40,847	1,83,53,87,491

24.4	CONTINGENT LIABILITIES AND COMMITMENTS	For the year ended 31-March-2022	For the year ended 31-March-2021
	Contingent Liabilities		
	- Estimated amount of contracts to be executed on capital accounts (net of advances)	1,27,40,000	1,48,45,000
	- Letters of Credit, Bank Guarantees & Bills Discounted	2,84,83,913	2,69,83,913
	Total	4,12,23,913	4,18,28,913

24.5	AUDITOR'S REMUNERATION	For the year ended 31-March-2022	For the year ended 31-March-2021
	Audit Fees		
	- Statutory Audit Fees	2,40,000	2,40,000
	Total	2,40,000	2,40,000



GANESH POLYCHEM LIMITED
NOTES ON FINANCIAL STATEMENTS FOR THE YEAR ENDED 31st MARCH, 2022.

(Amount in Rs.)

25	EARNING PER SHARE (EPS)	For the year ended 31-March-2022	For the year ended 31-March-2021
	Net Profit available for Equity Shareholders	41,01,89,529	23,50,31,805
	No. of Equity Shares	61,96,514	61,96,514
	Basic EPS (Annualised)	66.20	37.93
	Diluted EPS (Annualised)	66.20	38.11
	Nominal Value of Equity Share	10	10

As per our report of even date

Previous year's figures are regrouped / rearranged wherever required

For Vora Sanghvi & Associates
Chartered Accountants
Firm Registration No 125809W



Jatin S. Vora
Partner
Mem. No. 103866
UDIN : 22103866AJRCWK8562



Place : Mumbai
Date : 26th May, 2022.

For Ganesh Polychem Limited



Sandeep Tare
Wholtime Director
DIN 08726085



Hemant Bandodkar
Wholtime Director
DIN 01061791

Note : 26 SIGNIFICANT ACCOUNTING POLICIES:

A Basis on Preparation and Presentation:

- i The financial statements of the Company have been prepared in accordance with Indian Accounting Standards (Ind AS) notified under Companies (Indian Accounting Standards) Rules, 2015 as amended by the Companies (Indian Accounting Standards) Rules, 2016.
- ii The preparation of the financial statements requires management to make estimates, judgements and assumptions that affect the reported balances of assets and liabilities, disclosure of contingent liabilities as on the date of financial statements and reported amounts of income and expenses during the period. Uncertainty about these assumptions and estimates could result in outcomes that require a material adjustment to the carrying amount of assets or liabilities affected in future periods.

B Revenue Recognition

- i Revenue is recognised to the extent it is probable that the economic benefits will flow to the Company and the revenue can be reliably measured.
- ii Sale of Goods is recognised on when the significant risks and rewards of ownership have been transferred along with dispatch of goods to customer and is recorded net of claims etc. as considered appropriate. Revenue from Conversion, Sale of scrap and obsolete stores is accounted for at the time of disposal.
- iii Revenue in respect of Interest are recognised on the time proportion method.

C Property, Plant and Equipment

- i Property, Plant and Equipment are stated at cost, net of recoverable taxes, trade discount and rebates less accumulated depreciation and impairment losses, if any. Such cost includes purchase price, borrowing cost and any cost directly attributable to bringing the assets to its working condition for its intended use, net charges on foreign exchange contracts and adjustments arising from exchange rate variations attributable to the assets.
- ii Fixed Assets are stated at cost of acquisition (Net of GST) inclusive of all expenditure of capital nature such as freight inward, duties & taxes, installation and commissioning expenses, appropriate borrowing costs and incidental expenses related to acquisition.
- iii Capital work-in-progress comprises of cost incurred on property, plant and equipment not yet ready for their intended use at the Balance Sheet date. Advances paid towards the acquisition of property, plant and equipment outstanding at each balance sheet date is classified as capital advances under other non-current assets and the cost of assets not put to use before such date are disclosed under 'Capital work-in-progress'.
- iv Property, plant and equipment are eliminated from financial statement, either on disposal or when retired from active use. Losses arising in the case of retirement of property, plant and equipment and gains or losses arising from disposal of property, plant and equipment are recognised in the statement of profit and loss in the year of occurrence.
- v Subsequent costs are included in the asset's carrying amount or recognised as a separate asset, as appropriate, only when it is probable that future economic benefits associated with the item will flow to the entity and the cost can be measured reliably.

D Depreciation and Amortisation**Tangible Assets**

- i Depreciation on Fixed Assets other than Leasehold Land and those mentioned above are provided under Straight Line method at the rates specified in Schedule II of the Companies Act , 2013 except for the following assets where the useful life of the Assets is other than those prescribed in Schedule II.

Particulars	Depreciation
Building (Useful life 28 years)	Over its useful life as assessed
Plant & Machinery (Useful life 18 years)	Over its useful life as assessed
Vehicle (Useful life 10 years)	Over its useful life as assessed
Leasehold Land	Over the period of lease term

- ii In the case of assets purchased, sold or discarded during the year, depreciation on such assets is calculated on pro-rata basis from the date of such addition or as the case may be, upto the date on which such asset has been sold or discarded.

E Impairment of Assets

Property, plant and equipment are evaluated for recoverability whenever events or changes in circumstances indicate that their carrying amounts may not be recoverable. For the purpose of impairment testing, the recoverable amount (i.e. the higher of the fair value less cost to sell and the value-in-use) is determined on an individual asset basis unless the asset does not generate cash flows that are largely independent of those from other assets. If such assets are considered to be impaired, the impairment to be recognized in the Statement of Profit and Loss is measured by the amount by which the carrying value of the assets exceeds the estimated recoverable amount of the asset.



F Borrowing Costs

Borrowing Costs that are directly attributable to the acquisition, construction or production of a qualifying asset that necessarily takes a substantial period of time to get ready for its intended use or sale are capitalised as part of the cost of the Asset. All other borrowing costs are expensed in the period in which they occur. Borrowing costs consist of interest and other costs that the company incurs in connection with the borrowing of funds. Borrowing costs also include exchange differences to the extent regarded as an adjustment to the borrowing costs.

G Valuation of Inventories:

Inventories are valued at lower of Cost and Net Realizable Value after providing for obsolescence, if any.

- i Raw Materials, Packing Material, Stores and Spares - At lower of cost and net realizable value.
- ii Work-in-Process - At lower of cost plus appropriate allocation of overheads and net realizable value.
- iii Finished Goods - At cost plus appropriate allocation of overheads or net realizable value, whichever is lower.

H Employee Benefits

i Short Term Employee Benefits

The undiscounted amount of short term employee benefits expected to be paid in exchange for the services rendered by employees are recognised as an expense during the period when the employees render the services

ii Post Employee Benefits

Defined Contribution Plans

- a The company makes defined contribution to Government Employee Provident Fund, Government Employee Pension Fund Employee Deposit Linked Insurance, ESI and Superannuation Schemes, which are charged to the Profit and loss Account on accrual basis.
- b The Company recognizes contribution payable to the provident fund scheme as an expense, when an employee renders the related service. If the contribution payable to the scheme for service received before the balance sheet date exceeds the contribution already paid, the deficit payable to the scheme is recognized as a liability after deducting the contribution already paid. If the contribution already paid exceeds the contribution due for services received before the balance sheet date, then excess is recognized as an asset to the extent that the pre-payment will lead to, for example, a reduction in future payment or a cash refund.
- c Provision for gratuity, which is a defined plan, is made on the basis of an actuarial valuation carried out by an independent actuary at balance sheet date.

Defined Benefit Plans

The Company pays gratuity to the employees who have completed five years of service with the Company at the time of resignation / superannuation. The gratuity is paid @15 days salary for every completed year of service as per the Payment of Gratuity Act 1972. The gratuity liability amount is contributed to the approved gratuity fund formed exclusively for gratuity payment to the employees. The gratuity fund has been approved by respective Income Tax authorities. The liability in respect of gratuity and other post-employment benefits is calculated using the Projected Unit Credit Method and spread over the period during which the benefit is expected to be derived from employees' services. Re-measurement of Defined Benefit Plans in respect of post-employment are charged to the Other Comprehensive Income.

I Tax Expense

Tax expense for period comprise of current tax and deferred tax. Tax is recognised in Statement of Profit and Loss, except to the extent that it relates to items recognised in the Other Comprehensive Income or in equity. In which case, the tax is also recognised in Other Comprehensive Income or Equity.

i Current Tax

Current tax assets & liabilities are measured at the amount expected to be recovered from or paid to the Income Tax authorities, based on tax rates and laws that are enacted at the Balance sheet date as per the provisions of Income Tax Act, 1961.

ii Deferred Tax

Deferred tax is provided using the liability method on temporary differences between the tax bases of assets and liabilities and their carrying amounts for financial reporting purposes at the reporting date. Deferred tax liabilities are recognised for all taxable temporary differences, and deferred tax assets are recognised for all deductible temporary differences, carry forward tax losses and allowances to the extent that it is probable that future taxable profits will be available against which those deductible temporary differences, carry forward tax losses and allowances can be utilised.

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



J Foreign Currency Transactions

- i Transactions denominated in foreign currencies are recorded at the exchange rate prevailing on the date of the transaction or that approximates the actual rate at the date of the transaction.
- ii Any income or expense on account of exchange difference either on settlement or on translation is recognised in the Profit and Loss Statement, except in case of long term liabilities, where they relate to acquisition of Fixed Assets, in which case they are adjusted to the carrying cost of such assets.
- iii In case of items which are covered by forward exchange contracts, the difference between the year end rate and rate on the date of the contract is recognised as exchange difference and the premium paid on forward contracts is recognised over the life of the contract.

K Cash and Cash Equivalents

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

K Provisions, Contingent Liability and Contingent Assets

- i Provisions are recognised in the accounts when there is a present obligation as a result of past event(s) and it is probable that an outflow of resources will be required to settle the obligation and a reliable estimate can be made. Provisions are not discounted to their present value provided the time value of money is not material and are determined based on the best estimate required to settle the obligation at the reporting date. These estimates are reviewed at each reporting date and adjusted to reflect the current best estimates required to be settled the obligation at the Balance Sheet date.
- ii Contingent liabilities are disclosed unless the possibility of outflow of resources is remote. Contingent assets are neither recognised nor disclosed in the financial statements.

L Segment Reporting

The company is into manufacturing of chemicals and therefore segment reporting is not applicable as per Accounting Standard 17 on Segment Reporting.

M Earnings Per Share

Basic earnings per equity share is computed by dividing the net profit (after tax) for the year attributable to the equity shareholders of the company by the weighted average number of equity shares outstanding during the period.

Diluted earnings per equity share is computed by dividing the net profit (after tax) for the year attributable to the equity shareholders of the company by the weighted average number of equity shares considered for deriving basic earnings per equity share and also the weighted average number of equity shares that could have been issued upon conversion of all dilutive potential equity shares.

The dilutive potential equity shares are adjusted for the proceeds receivable had the equity shares been actually issued at fair value (i.e. the average market value of the outstanding equity shares). Dilutive potential equity shares are deemed converted as of the beginning of the period, unless issued at a later date. Dilutive potential equity shares are determined independently for each period presented.

The number of equity shares and potentially dilutive equity shares are adjusted retrospectively for all periods presented for any share splits and bonus shares issues including for changes effected prior to the approval of the financial statements by the Board of Directors.



Note : 27.1 - Related Party Disclosure under Accounting Standard :

I Following are the Holding of the Company as defined in para 3(a) of Accounting Standard - 18.

II Following are the Associates of the Company as defined in para 3(b) of the Accounting Standard - 18.

1. Aarti Industries Limited

III Following are the Enterprises/Firms over which controlling individuals/Key Management Personnel, of the Company along with their relatives, have significant influence as defined in para 3('e) of the Accounting Standard - 18.

1. Hindustan Monomers Pvt. Ltd.

IV Following are the individuals who with their relatives as defined in para 3('c) and 3('d) of the Accounting Standard - 18 own Directly/indirectly 20% or more voting power in the Company or have significant influence or are Key Management Personnel.

1. Hemant R. Bandodkar

Wholetime Director

2. Sandip S. Tare

Wholetime Director

3. Bhavesh D. Sheth

Director

4. Chetan B. Gandhi

Director

5. Harishkumar R. Chandna

Director

6. Dynanda H. Bandodkar

Relative

7. Rajendra V. Gogri

Relative

(A) Details relating to parties referred to in items I, II and III above.

(Amount in Rs)

Sr. No.	Discription of Trasaction	Year	Holding	Other related Enterprises / Firms
			[II]	[III]
1	Sales of Finished Goods	CY	13,79,84,593	54,75,350
		PY	11,00,51,695	1,30,33,037
2	Purchases of Raw Materials/Finished Goods	CY	1,42,03,25,863	-
		PY	81,20,52,215	3,56,39,339
3	Other Expenses	CY	-	69,38,038
		PY	-	1,05,95,063
4	Inter-corporate Deposits Taken/(Repaid) during the year	CY	-	-
		PY	-	-
5	Interest Expense on the Inter-corporate Deposits taken	CY	-	-
		PY	-	-
6	Outstanding items pertaining to the related parties at the balance sheet date.: Receivable/(Payable)	CY	(10,79,63,107)	68,07,298
		PY	(8,70,25,691)	1,00,50,409



GANESH POLYCHEM LIMITED

Note : 27.2 - Related Party Disclosure under Accounting Standard :

I Following are the Holding of the Company as defined in para 3(a) of Accounting Standard - 18.

II Following are the Associates of the Company as defined in para 3(b) of the Accounting Standard - 18.

1. Aarti Industries Limited

III Following are the Enterprises/Firms over which controlling individuals/Key Management Personnel, of the Company along with their relatives, have significant influence as defined in para 3(e) of the Accounting Standard - 18.

1. Hindustan Monomers Pvt. Ltd.

IV Following are the individuals who with their relatives as defined in para 3(c) and 3(d) of the Accounting Standard - 18 own Directly/indirectly 20% or more voting power in the Company or have significant influence or are Key Management Personnel.

- | | | | |
|------------------------|--------------------|---------------------------|----------|
| 1. Hemant R. Bandodkar | Wholetime Director | 5. Harishkumar R. Chandna | Director |
| 2. Sandip S. Tare | Wholetime Director | 6. Dynanda H. Bandodkar | Relative |
| 3. Bhavesh D. Sheth | Director | 7. Rajendra V. Gogri | Relative |
| 4. Chetan B. Gandhi | Director | | |

(A) Details relating to parties referred to in items I, II and III above.

H=Holding Company

A = Associate

S = Significant Influence

Sr. No.	Name of party	Relationship	Purchase		Sales		Expenses			Loan Taken	Balance Outstanding	
			Goods	Assets	Goods	Assets	Interest	Other	Payable		Receivable	
1	Aarti Industries Limited	H	1,42,03,25,863	-	13,79,84,593	-	-	-	-	-	10,79,63,107	-
2	Hindustan Monomers Pvt Ltd	S	-	-	54,75,350	-	-	-	-	-	-	69,39,602
3	Hari S. Mayekar	K	-	-	-	-	-	34,72,400	-	-	-	-
4	Sandip S. Tare	K	-	-	-	-	-	16,75,038	-	-	-	-
5	Bhavesh D. Sheth	K	-	-	-	-	-	32,500	-	-	-	-
6	Harishkumar R. Chandna	K	-	-	-	-	-	32,500	-	-	-	-
7	Dynanda Hemant Bandodkar	R	-	-	-	-	-	12,00,000	-	-	85,000	-
8	Rajendra V. Gogri	R	-	-	-	-	-	5,25,600	-	-	47,304	-
	TOTAL		1,42,03,25,863	-	14,34,59,943	-	-	69,38,038	-	-	10,80,95,411	69,39,602




GANESH POLYCHEM LIMITED
CASH FLOW STATEMENT FOR THE YEAR ENDED 31st MARCH, 2022.

(Amount in Rs.)

Particulars	For the year ended 31-March-2022	For the year ended 31-March-2021
A. Cash Flow from Operating Activities		
Net Profit Before Tax and Extraordinary items	58,55,30,821	33,53,78,865
Adjustments For :		
- Finance Cost	1,19,66,788	1,54,31,571
- Depreciation	12,97,12,340	12,32,84,342
- Profit on Sale of Assets	(1,59,071)	-
- Interest Received	(1,52,426)	(1,45,198)
Operating Profit Before Working Capital Changes	72,68,98,452	47,39,49,580
Adjustments for :		
(Increase) / Decrease in Trade and Other Receivables	(4,64,01,809)	(2,92,88,246)
Increase / (Decrease) in Trade Payable & Other Provisions	4,80,40,759	(17,45,20,928)
(Increase) / Decrease in Inventories	(14,65,47,720)	6,98,07,695
Cash Generated from Operation	58,19,89,682	33,99,48,101
Less:		
Direct Taxes Paid	17,53,41,292	10,03,47,060
Cash Flow Before Extraordinary item	40,66,48,390	23,96,01,041
Add/(Less):		
Extraordinary Items	-	-
Net Cash From Operating Activities (A)	40,66,48,390	23,96,01,041
B. Cash Flow From Investing Activities		
Addition to Fixed Assets/CWIP	(14,07,22,740)	(6,91,60,531)
Profit on Sale of Fixed Assets	1,59,071	-
Interest Received	1,52,426	1,45,198
Net Cash from Investing Activities (B)	(14,04,11,243)	(6,90,15,333)
C. Cash Flow From Financing Activities		
Proceeds / (Repayment) from Long Term Borrowings	1,10,89,368	(3,26,25,000)
Proceeds / (Repayments) of Other Borrowings	17,45,90,953	(11,19,53,515)
Issue of Equity Shares	-	3,00,000
Share Premium on Issue of Equity Shares	-	42,00,000
Dividend Paid	(4,95,72,111)	(3,08,32,570)
Finance Cost	(1,19,66,788)	(1,54,31,571)
Net Cash from /(Used) in Financing Activities (C)	12,41,41,422	(18,63,42,656)
Net Increase/(Decrease): in Cash and Cash Equivalents (A+B+C)	39,03,78,570	(1,57,56,948)
Opening Balance of Cash and Cash Equivalents	1,77,31,561	3,34,88,509
Closing Balance of Cash and Cash Equivalents	40,81,10,131	1,77,31,561

As per our separate report of even date attached.

For Vora Sanghvi & Associates
Chartered Accountants
Firm Registration No 125809W


Jatin S. Vora
Partner
Mem. No. 103866
UDIN : 22103866AJRCWK8562



Place : Mumbai
Date : 26th May, 2022.

For Ganesh Polychem Limited


Sandeep Tare
Wholetime Director
DIN 08726085


Hemant Bandodkar
Wholetime Director
DIN 01061791