

# ANNUAL REPORT 2022-2023



**RAJSHREE POLYPACK LIMITED**

Mfg. of Plastic Rigid Sheets & Packaging Products

# CONTENTS

## Corporate Overview

- 1 Chairman Message
- 2 Company Overview
- 3 Products
- 4
  - Plastic Rigid Sheet
- 5
  - Rigid Packaging products
- 6
  - Barrier packaging products
- 7 Technology Upgradation
- 8 Commitment to Environment
- 9 Growing over the years
- 10 FY 2022-23 Highlight
- 11 The year at a Glance
- 12 Board of Directors
- 13 Corporate Information

## Statutory Reports

- 14 Notice
- 32 Directors' Report
- 39 Management Discussion and Analysis
- 53 Report on Corporate Governance

## Financial Statements

- 80 Standalone Independent Auditors Report
- 89 Standalone Financial Statements
- 140 Consolidated Independent Auditors Report
- 147 Consolidated Financial Statements

## CHAIRMAN MESSAGE



Dear Stakeholders,

I am glad to present you with our 12<sup>th</sup> Annual Report, providing you an overview of Rajshree Polypack Limited's overall business performance for financial year 2022-23.

The packaging sector has shown remarkable endurance as the globe rebalanced its attention on growth and other climate concerns. The worldwide packaging industry has grown steadily over the previous decade as a result of changes in substrate selection, the emergence of new markets, and shifting ownership dynamics. Global packaging growth has been spurred by changing food choices, growing shelf life needs, and changes in family relations.

Rajshree Polypack Limited is a market leader in Rigid Thermoformed Packaging Products and has worked hard to maintain its position in this field.

Your Company has created a strong production capacity for food packaging and other industries. Your Company have also constantly invested in product developments, technological breakthroughs and process improvements in order to provide our clients with superior products and services. Such an approach has assisted us in preserving a competitive advantage in our product sector.

For the Company, FY 2022-23 was a year of reorganization and expansion. For the first time, our sales surpassed the ₹250 Crore level. During the financial year 2022-23, the Company provided higher output and achieved a revenue and EBITDA of ₹25,219.24 Lakhs and ₹3,548.69 Lakhs, respectively, compared to ₹19,855.64 Lakhs and ₹2,698.98 Lakhs in financial year 2021-22. Furthermore, the Company's Profit after Tax for the financial year 2022-23 rose to ₹1,095.09 Lakhs as against ₹955.10 Lakhs for the previous year.

Your Company invested ₹3,100 Lakhs in our expansion plan and had a record run with its production capacity this year. The Total production stood higher as compared to the previous year with 17,207 MT of rigid sheets produced in FY 2023 as compared to 13,630 MT in FY 2022 growing at 25.24%. The Production of packaging products rose by 27.15% in the current year and grew to 7,525 MT compared to 5,918 MT in the previous financial year.

On an exclusive agreement basis, the Company has entered into the manufacturing of injection molding products for food packaging with a third-party manufacturer with an initial installed capacity of 1,000 MTPA. In the current fiscal year, the Company is in the process of creating a customer base for this product category and has achieved sales of ₹404 Lakhs in 5 months. With increased product demand, the company will consider expanding its capacity.

Our Primary Product categories have also shown significant growth and given the current order book; your Company expect this to continue. In terms of new product development, your Company developed more than 45 products this year and has more than 200 products in its portfolio. Furthermore, it brings me great pleasure to inform you that the Company has received four design and process patents this year.

The Company has also instituted Rajshree Polypack Limited- Employee Stock Option Plan 2022 ("**RPPL ESOP 2022**") during the year and has granted Stock Options to several employees under the scheme till date. Your Company is confident that the scheme shall further help in motivating and retaining current talent as well as attract new talent for further business growth.

During the year, the Company invested ₹900 Lakhs in its joint venture, Olive Ecopack Private Limited ("**JV Company**"). This JV Company will primarily manufacture sustainable packaging products for the food service industry. The manufacturing facility is being built on time, and orders for several machines have already been placed, with advance payments made to suppliers.

As we move forward, on behalf of the Board of Directors, I'd want to express my deepest appreciation to our shareholders for their sustained faith in our skills. I'd also like to thank our lenders, suppliers, business partners, employees, and all other stakeholders for their ongoing support of the Company's growth.

*Best wishes,*

# COMPANY OVERVIEW

*With almost 2 decades of experience in plastic packaging industry, we are one of the leaders in manufacturing of Rigid Plastic Sheets and Thermoformed Packaging Products.*

- Products range includes packaging for dairy industry, food and beverages, bakery and confectionaries, trays for sweet and snacks, punnets for fruits and vegetables, electronic packaging, Cosmetics, etc.
- In rigid packaging we offer sheets of PP/APET/GPET/HIPS, which are sold for 'form-fill-seal' (FFS) applications.
- First in the Industry in India to manufacture Rigid Barrier Packaging Products with completely integrated facility under one roof using state-of-the-art European Machinery.
- As of March 31, 2023, the Company have personnel strength more than 541 employees on its payroll.
- BRC certified for **Global Standards for Packaging and packaging Materials.**
- Manufacturing units are **Sedex** certified.

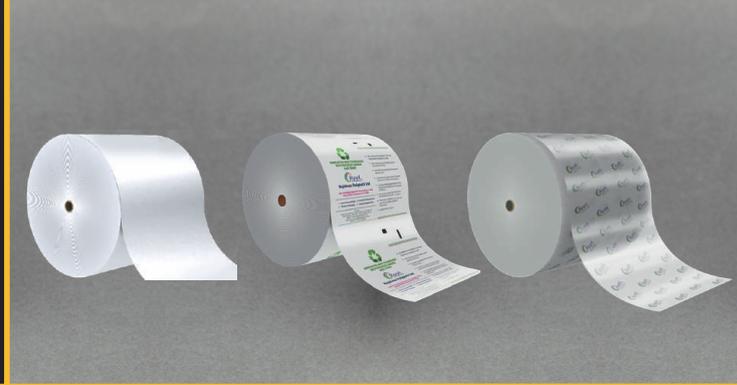


# PRODUCTS

## OUR BUSINESS AND PRODUCT

*Packaging is a vital communicator with the customer/consumer, it plays a major role in giving a distinctive look and preserving the flavors and hygiene of the products which also protects the contents*

- ☉ Rigid plastic packaging products (along with lids) in various shapes and sizes.
- ☉ Diversified range of products that cater to the dairy, beverages, food, FMCG, QSR, retail, pharmaceuticals and the electronics sector.
- ☉ Company produce rigid plastic sheets of PP / APET / GPET and HIPS, which are sold for 'form-fill-seal' (FFS) applications.
- ☉ Barrier Packaging Products for enhanced shelf life of food.



# PLASTIC RIGID SHEETS

END USE



- FFS – FORM-FILL-SEAL APPLICATION
- ELECTRONIC PACKAGING
- TEXTILE PACKAGING
- DISPLAYS
- STATIONARY PACKAGING
- INDUSTRIAL PACKAGING
- PHARMACEUTICAL PACKAGING



# RIGID PACKAGING PRODUCTS

END USE



- Yoghurt
- Ice Cream, Butters And Spreads
- Juice & Beverages Packing
- Bakery, Chocolate & Confectionery
- Online Food Delivery





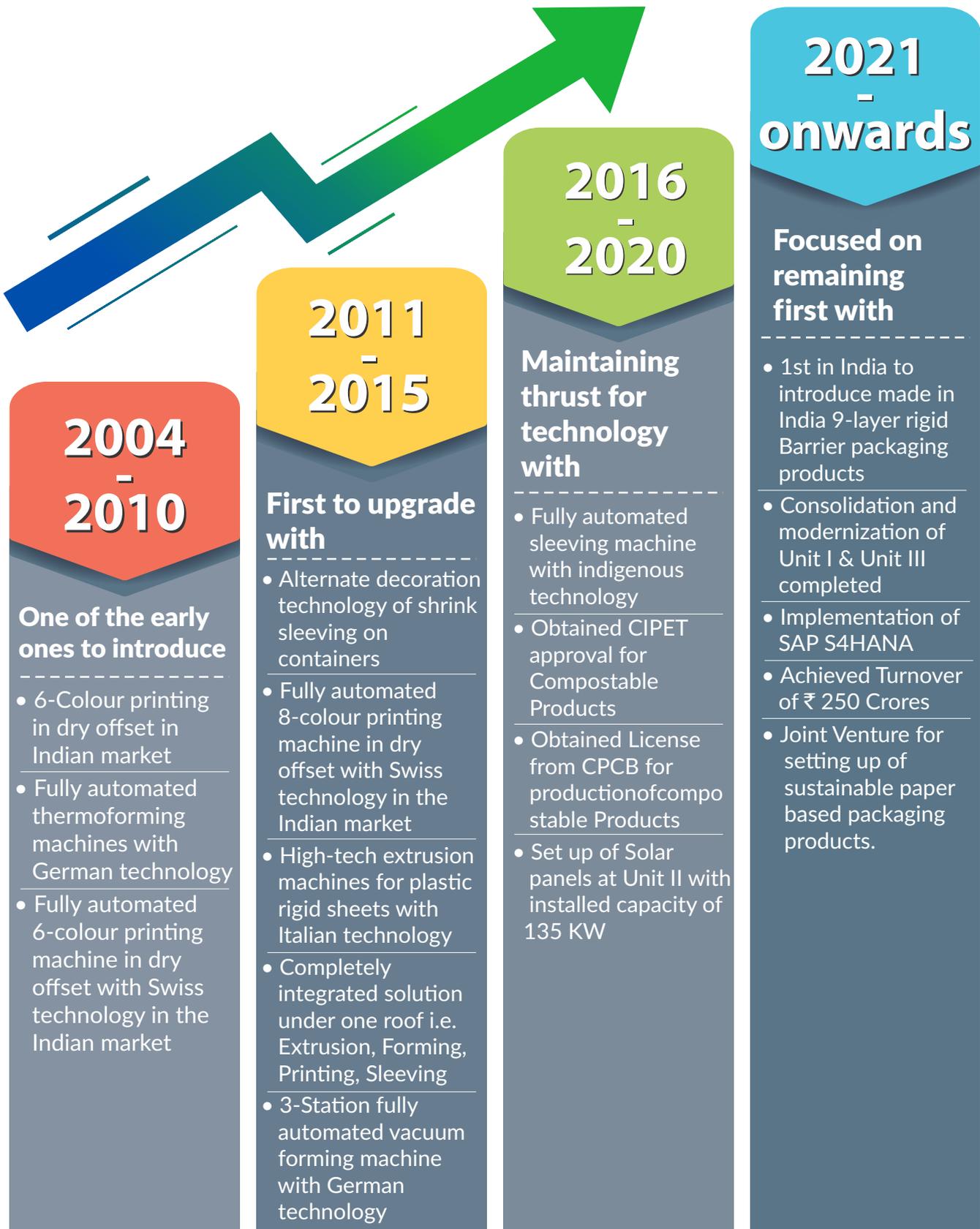
# BARRIER PACKAGING PRODUCTS

END USE



- 🍷 Snacks
- 🍷 Pet Food
- 🍷 Ready-to-Eat Meal
- 🍷 Dry Fruits
- 🍷 Fruits & Vegetable
- 🍷 Baby Food
- 🍷 Dairy Products
- 🍷 Tube Laminates





# COMMITMENT TO ENVIRONMENT

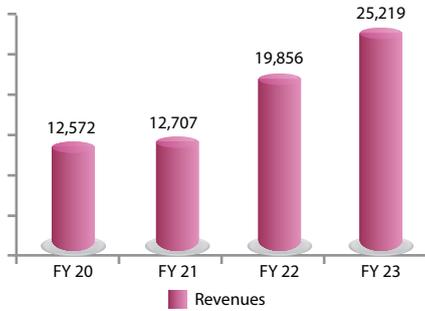
- Increasing focus on environment friendly recyclable products
- Generated 1,17,500 Units from Solar Rooftop & saved 20109 trees from deforestation
- Tied-up with Trash & Co. for planting 200 trees in a year
- Energy conservation by installing Energy efficient machines at Units of the Company
- Participated in Government of India's "Swachh Sagar, Surakshit Sagar/Clean Coast Safe Sea" Coast Campaign at Daman.



# GROWING OVER THE YEARS

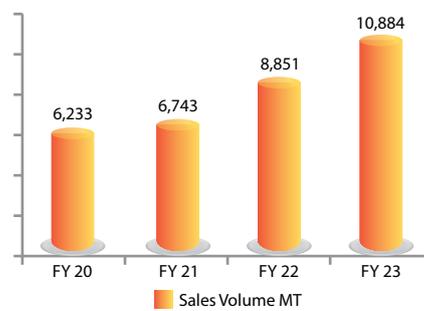
## Revenues

3 Y CAGR~26.12%



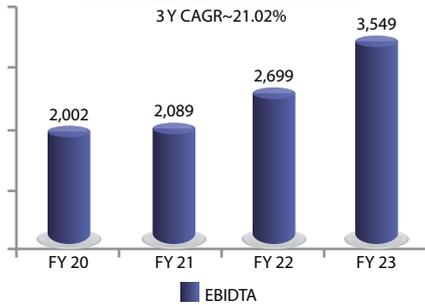
## Sales Volume MT

3 Y CAGR~20.42%



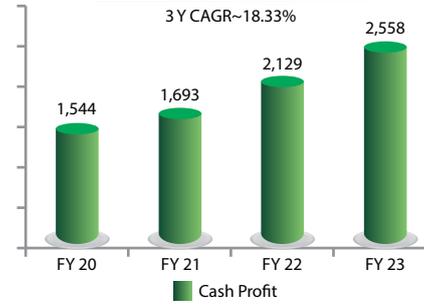
## EBIDTA

3 Y CAGR~21.02%



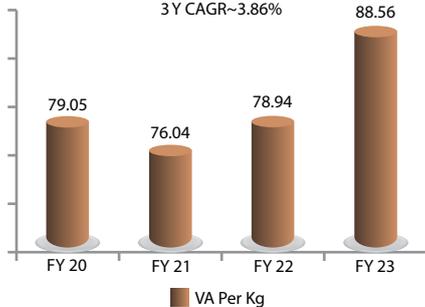
## Cash Profit

3 Y CAGR~18.33%

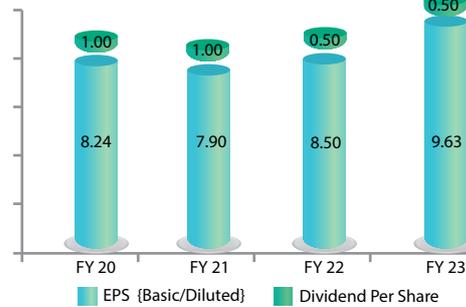


## VA Per Kg

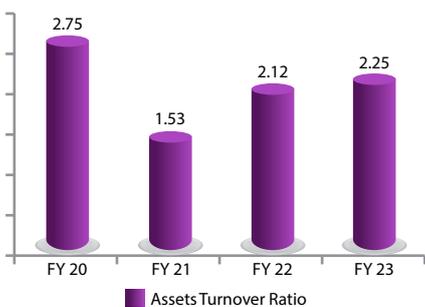
3 Y CAGR~3.86%



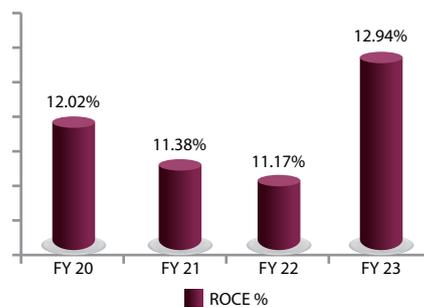
## EPS & DPS



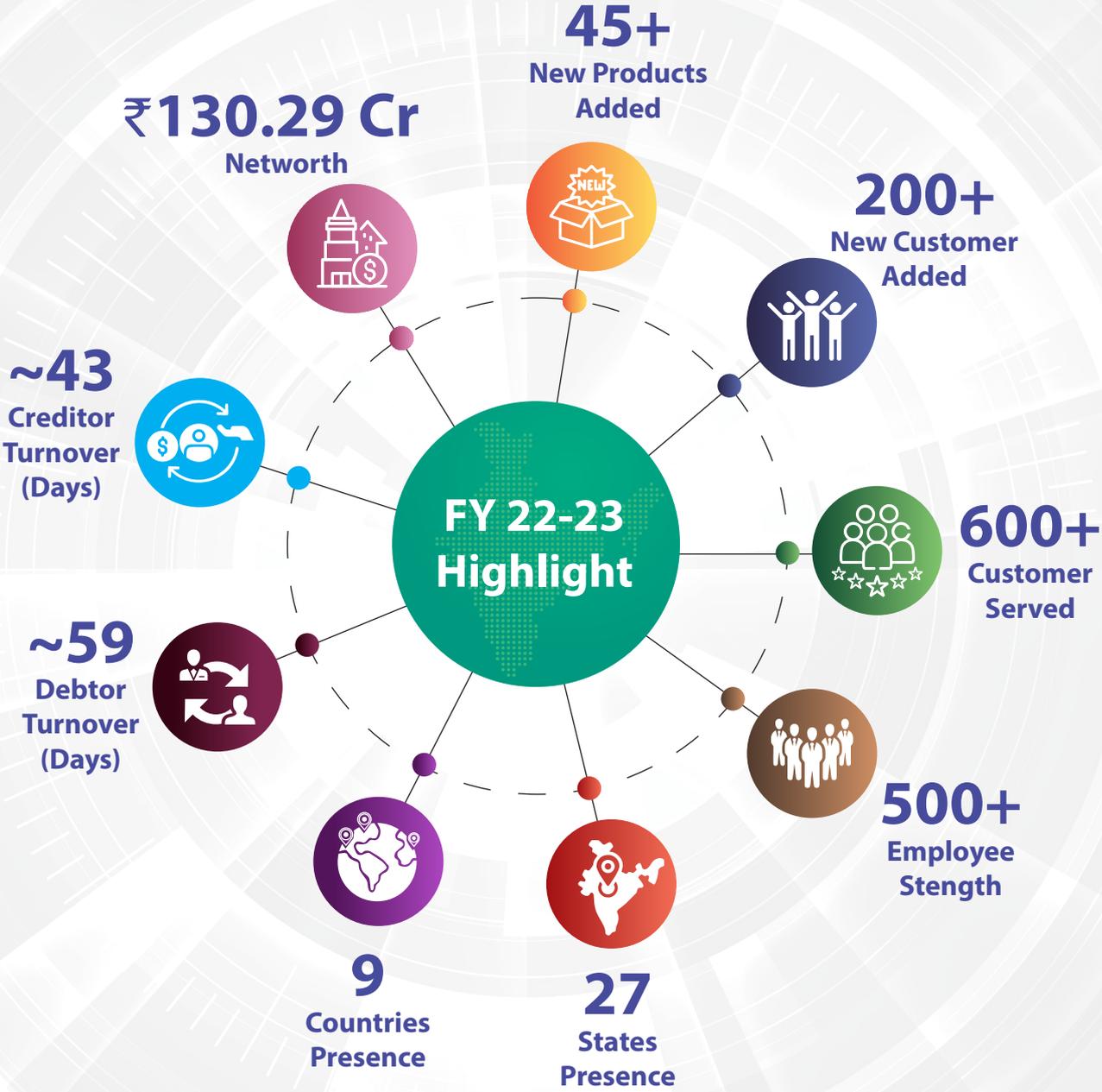
## Assets Turnover Ratio



## ROCE



# FY 22-23 HIGHLIGHT



# THE YEAR AT A GLANCE

## BASED ON FINANCIAL STATEMENT

(₹ in Lakhs)

Particulars	2023	2022
<b>Financial position</b>		
Cash and cash equivalents	886.23	132.36
Trade Receivable	4,068.41	2,912.07
Inventories	6,626.41	4,275.36
Other Current Assets	873.39	649.99
<b>Total Current Assets</b>	<b>12,454.44</b>	<b>7,969.78</b>
Current Liabilities	9,647.66	4,935.30
<b>Net Current Assets</b>	<b>2,806.78</b>	<b>3,034.48</b>
Property, plant and equipment (including CWIP and ROU)	12,470.47	10,575.82
Intangible assets (including Assets Under Development)	97.29	115.49
Other non-current asstes	1,294.27	555.08
<b>Total assets</b>	<b>16,668.81</b>	<b>14,280.87</b>
Non-current liabilities	3,640.00	2,705.99
Total equity	13,028.81	11,574.88
<b>Total equity and liabilities</b>	<b>16,668.81</b>	<b>14,280.87</b>

(₹ in Lakhs)

Particulars	2023	2022
Net Cash Flow from Operating Activities	1,380.95	40.73
Net Cash Used in Investing Activities	(3,929.20)	(1,917.83)
Net Cash Flow from Financing Activities	3,324.68	1,782.98
<b>Net Decrease in Cash &amp; Cash Equivalents</b>	<b>776.43</b>	<b>(94.12)</b>
Cash and Cash Equivalents at the beginning of the year	91.88	186.00
<b>Cash and Cash Equivalents at the end of the year</b>	<b>868.31</b>	<b>91.88</b>

# BOARD OF DIRECTORS

(As on May 15, 2023)

**Mr. Ramswaroop Radheshyam Thard**  
Chairman &  
Managing Director

**Mr. Naresh Radheshyam Thard**  
Joint Managing Director

**Mr. Anand Sajjankumar Rungta**  
Whole-time Director

**Mr. Alain Edmond Berset**  
Nominee Director\*  
\*upto March 10, 2023

**Mr. Rajesh Satyanarayan Murarka**  
Non-Executive  
Independent Director

**Mr. Pradeep Kumar Gupta**  
Non-Executive  
Independent Director

**Mr. Praveen Bhatia**  
Non-Executive  
Independent Director

**Ms. Yashvi Shah**  
Non-Executive  
Independent Director

## COMMITTEES

### AUDIT COMMITTEE

Mr. Rajesh Satyanarayan Murarka  
**(Chairperson)**  
Mr. Pradeep Kumar Gupta  
Mr. Ramswaroop Radheshyam Thard

### NOMINATION AND REMUNERATION COMMITTEE

Mr. Rajesh Satyanarayan Murarka  
**(Chairperson)**  
Mr. Pradeep Kumar Gupta  
Mr. Praveen Bhatia

### CORPORATE SOCIAL RESPONSIBILITY COMMITTEE

Mr. Ramswaroop Radheshyam Thard  
**(Chairperson)**  
Mr. Naresh Radheshyam Thard  
Mr. Pradeep Kumar Gupta

### STAKEHOLDER'S RELATIONSHIP COMMITTEE

Mr. Rajesh Satyanarayan Murarka  
**(Chairperson)**  
Mr. Naresh Radheshyam Thard  
Mr. Anand Sajjankumar Rungta

### EXECUTIVE COMMITTEE

Mr. Ramswaroop Radheshyam Thard  
**(Chairperson)**  
Mr. Naresh Radheshyam Thard  
Mr. Sunil Sawarmal Sharma

# CORPORATE INFORMATION

(As on May 15, 2023)

## STATUTORY AUDITOR

**M/s. MSKA & Associates**  
Chartered Accountants, Mumbai

## COST AUDITOR

**M/s. V.J. Talati & Co,**  
Cost Accountants, Mumbai

## INTERNAL AUDITOR

**M/s. CAS & Co.,\***  
Internal Auditor, Mumbai

**M/s. ProDigy Consultancy\*\***  
Internal Auditor, Mumbai

## SECRETARIAL AUDITOR

**M/s. Nishant Bajaj & Associates**  
Secretarial Auditor, Mumbai

## BANKERS

HDFC Bank Ltd  
SVC Co-operative Bank Ltd  
Citi Bank NA

## CHIEF FINANCIAL OFFICER

Mr. Sunil Sawarmal Sharma

## COMPANY SECRETARY & COMPLIANCE OFFICER

Ms. Mitali Rajendra Shah

## LEGAL ADVISORS

M/s. Crawford Bayley & Co.

\* Completion of tenure for FY 2022-23.

\*\*Appointed on May 15, 2023 for FY 2023-24.

## REGISTERED OFFICE

Lodha Supremus Unit No 503-504,  
5<sup>th</sup> Floor, Road No. 22 Kishan Nagar,  
Nr New Passport Office, Wagle Estate,  
Thane, West -400604.

## CORPORATE OFFICE

Lodha Supremus Unit No 502,  
5<sup>th</sup> Floor, Road No. 22 Kishan Nagar,  
Nr New Passport Office, Wagle Estate,  
Thane, West -400604.

## REGISTRAR AND TRANSFER AGENT

Link Intime India Private Limited  
C-101, 247 Park, LBS Marg,  
Vikhroli (West), Mumbai 400 083.  
T: +91 22 4918 6270  
F: +91 22 4918 6060  
E: [rnt.helpdesk@linkintime.co.in](mailto:rnt.helpdesk@linkintime.co.in)

Website: [www.rajshreepolypack.com](http://www.rajshreepolypack.com)

## CORPORATE IDENTIFICATION NUMBER

L25209MH2011PLC223089

## Unit I (New)

Survey No. 860 (26/3/P8) and 781 (26/3/P6),  
Village Manda, Sarigam, Umbergaon, Valsad,  
Gujarat -396155.

## Unit II

Plot No. 370/2(2) and 370/2(3), Village-Kachigam,  
Vapi-Daman Road, Daman-396210.

## RAJSHREE POLYPACK LIMITED

### NOTICE

NOTICE is hereby given that the Twelfth (12<sup>th</sup>) **Annual General Meeting** ("Meeting" or "AGM") of **RAJSHREE POLYPACK LIMITED** will be held on **Thursday, August 31, 2023 at 04.00 pm IST** through Video Conference ("VC") / Other Audio Visual Means ("OAVM") to transact the following business. The venue of the Meeting shall be deemed to be the Registered Office of the Company at Lodha Supremus Unit No 503-504, 5<sup>th</sup> Floor, Road No. 22, Kishan Nagar, Near New Passport office, Wagle Estate Thane West-400604.

### ORDINARY BUSINESS

#### Item No. 1- Adoption of Audited Standalone and Consolidated financial statements

To receive, consider and adopt the audited standalone and consolidated financial statements of the Company for the financial year ended March 31, 2023 together with the Reports of the Board of Directors and the Auditors' thereon.

#### Item No. 2- Declaration of Dividend

To declare final dividend of ₹0.50/- (Rupee Fifty paise) per equity share i.e. 5% on face value of ₹10/- each per equity share for the financial year ended March 31, 2023.

#### Item No. 3- Appointment of Director in place of Mr. Anand Sajjankumar Rungta (DIN: 02191149) who retires by rotation and being eligible, offers himself for re-appointment

To appoint a Director in place of Mr. Anand Sajjankumar Rungta (DIN: 02191149) who retires by rotation and being eligible, offers himself for re-appointment.

### SPECIAL BUSINESS

#### Item No. 4- Ratification of Remuneration to Cost Auditor

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

**"RESOLVED THAT** pursuant to the provisions of Section 148(3) and all other applicable provisions, if any, of the Companies Act, 2013 ("Act") 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 payable to **M/s. V.J. Talati & Co, Cost Accountants**, Mumbai (Firm Registration No. R00213), appointed by the Board of Directors of the Company on the recommendation of the Audit Committee, as Cost Auditors of the Company, to conduct the audit of the cost records of the Company for the financial year ending March 31, 2024, amounting to ₹ 60,000/- (Rupees Sixty Thousand only) plus applicable taxes, out of pocket expenses, travelling and other expenses incurred in performance of their duties, be and is hereby ratified and confirmed.

**RESOLVED FURTHER THAT** for the purpose of giving effect to the above resolution, any of the Directors or the Key Managerial Personnel of the Company be and are hereby severally authorized to do all such acts, deeds, matters, and things and take all such steps as may be necessary, proper or expedient for implementation of the above resolution and matters connected therewith or incidental thereto including but not limited to a delegation of all or any of the powers herein conferred to any Committee or any Director(s) or any other Officer(s) of the Company, or to settle any questions, difficulties or doubts that may arise about the above resolution, without being required to seek any further clarification, consent or approval of the Members."

#### Item No. 5- Grant of approval for payment of Professional fees to Mr. Praveen Bhatia (DIN:00147498), Independent Director for providing professional services for financial year 2023-24

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

**"RESOLVED THAT** pursuant to the provisions of Articles of Association of the Company, Section 197, 198 and any other applicable provisions of the Companies Act, 2013 ("Act") and rules made thereunder, Regulation 17(6)(a) of the Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015, ("**SEBI Listing Regulations**") (including any statutory modification(s) or re-enactment(s) thereof, for the time being in force), the recommendation of the Nomination and Remuneration Committee and approval of the Board of Directors ("**Board**"), consent of the Members be and is hereby accorded for payment of professional fees amounting to ₹1,00,000/- (Rupees One Lakh only) per month to Mr. Praveen Bhatia (DIN:00147498), Independent Director of the Company for professional services to be rendered by him to the Company, over and above the remuneration and the sitting fees to which he is entitled as an Independent Director, for the financial year 2023-24.

**RESOLVED FURTHER THAT** for the purpose of giving effect to the above resolution, any of the Directors or the Key Managerial Personnel of the Company be and are hereby severally authorized to do all such acts, deeds, matters, and things and take all such steps as may be necessary, proper or expedient for implementation of the above resolution and matters connected therewith or incidental thereto including but not limited to a delegation of all or any of the powers herein conferred to any Committee or any Director(s) or any other Officer(s) of the Company, or to settle any questions, difficulties or doubts that may arise about the above resolution, without being required to seek any further clarification, consent or approval of the Members."

## RAJSHREE POLYPACK LIMITED

### Item No. 6-Approval for enhancement in the limits applicable for extending loans, making investments, and providing guarantee(s) or security under Section 186 of the Companies Act, 2013

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

**“RESOLVED THAT** in supersession of the Resolution passed by the shareholders vide Postal Ballot dated August 4, 2022 and pursuant to the provisions of Section 186 of the Companies Act, 2013 (**“Act”**) read with the Companies (Meetings of Board and its Powers) Rules, 2014 and other applicable provisions, if any, of the Act and other applicable laws (including any modification or re-enactment thereof for the time being in force) and subject to such approvals, consents, sanctions and permissions as may be necessary, and pursuant to recommendation by the Audit Committee and approval of the Board of Directors (**“Board”**), approval of the Members of the Company be and is hereby accorded to the Board, (which term shall be deemed to include, unless the context otherwise requires, any committee of the Board or any person(s) authorized by the Board to exercise the powers conferred on the Board under this resolution), to:

- i) give any loan to any person or other body corporate;
- ii) give any guarantee or provide any security in connection with a loan to any other body corporate or person; and
- iii) acquire by way of subscription, purchase or otherwise, the securities of any other body corporate,

as they may in their absolute discretion deem beneficial and in the interest of the Company, for an amount not exceeding to ₹250 Crores (Rupees Two Hundred Fifty Crores only), outstanding at any point of time.

**RESOLVED FURTHER THAT** the aggregate of the loans and investment so far made, the amount for which guarantee or security so far provided to or in all other bodies corporate along with the investment, loan, guarantee or security proposed to be made or given by the Board, may exceed the limits prescribed under section 186(2) of the Act, but shall not exceed ₹250 Crores (Rupees Two Hundred Fifty Crores Only) at any point in time.

**RESOLVED FURTHER THAT** any of the Directors on the Board of the Company or any duly constituted Committee of the Board, be and is hereby authorised to do all such acts, deeds, matters and things as may be deemed necessary and/or expedient in connection therewith or incidental thereto to give effect to the foregoing resolution or to settle any questions, difficulties or doubts that may arise about the foregoing resolution, without being required to seek any further clarification, consent or approval of the Members”.

### Item No. 7- To consider and approve the Material Related Party Transaction(s) related to grant of Corporate Guarantee to Olive Ecopak Private Limited

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 Regulation 23(4) of the Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended, (**“SEBI Listing Regulations”**), the applicable provisions of the Companies Act, 2013 (**“Act”**) read with the relevant Rules made thereunder, other applicable laws/ statutory provisions, if any, (including any statutory modification(s) or amendment(s) or re-enactment(s) thereof, for the time being in force), the Company’s Policy on Related Party Transactions, and subject to such approval(s), consents, sanctions and permissions as may be necessary from time to time and basis the approval/ recommendation of the Audit Committee and the Board of Directors of the Company, the consent of the members of the Company be and is hereby accorded to the Company to enter/ continue to enter into Material Related Party Transaction(s)/ Contract(s)/ Arrangement(s)/ Agreement(s) with Olive Ecopak Private Limited, a ‘Related Party’ under Section 2(76) of the Act and Regulation 2(1)(zb) of the SEBI Listing Regulations, in the nature of ‘Related Party Transactions’, for giving of corporate guarantee for an amount not exceeding ₹150 crores (Rupees One hundred and fifty crores), whether as an individual transaction or series of transactions, and on such material terms and conditions as detailed in the Explanatory Statement to this Resolution and as may be mutually agreed between Olive Ecopak Private Limited and the Company for the period commencing from ensuing 12<sup>th</sup> Annual General Meeting upto the 13<sup>th</sup> Annual General Meeting to be held in the year 2024, provided that the said contract(s)/ arrangement(s)/ transaction(s) shall be carried out at arm’s length basis and in the ordinary course of business of the Company.

**RESOLVED FURTHER THAT** the Board of Directors of the Company (hereinafter referred to as **“Board”** which term shall deem to include the Audit Committee of the Company or any other persons(s) authorised by the Board), be and is hereby authorised to perform and execute all such acts, deeds, matters, and things including delegation of any authority, as may be deemed necessary and expedient to give effect to this resolution and to settle any question that may arise in this regard and incidental thereto, without being required to seek any further consent or approval of the Members.

## RAJSHREE POLYPACK LIMITED

### Item No. 8- Increase in Remuneration of Mr. Anand Sajjankumar Rungta (DIN: 02191149), Whole -time Director of the Company

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

**“RESOLVED THAT** pursuant to Sections 197, 198 and 203 and other applicable provisions, if any, of the Companies Act, 2013, (“Act”) read with Schedule V of the Act and the Rules made thereunder and the Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015 (“SEBI Listing Regulations”), including any amendment(s), modification(s) or re-enactment(s) thereof for the time being in force, and pursuant to the recommendation of the Nomination & Remuneration Committee and approval of the Board of Directors, consent of the Members of the Company be and is hereby accorded for increasing the remuneration to be paid to Mr. Anand Sajjankumar Rungta, (DIN:02191149), Whole-time Director (“WTD”) of the Company w.e.f April 1, 2023, during the currency of his tenure as WTD of the Company i.e., till June 23, 2024, as set out in the Explanatory Statement annexed to the Notice.

**RESOLVED FURTHER THAT** in the event of absence or inadequacy of profits of the Company in any financial year during the currency of his tenure as WTD, Mr. Anand Sajjankumar Rungta shall be paid remuneration not exceeding the ceiling laid down under Schedule V of the Companies Act, 2013, as may be decided by the Board.

**RESOLVED FURTHER THAT** for the purpose of giving effect to the above resolution, any of the Directors or the Key Managerial Personnel of the Company be and are hereby severally authorized to do all such acts, deeds, matters, and things and take all such steps as may be necessary, proper or expedient for implementation of the above resolution and matters connected therewith or incidental thereto including but not limited to a delegation of all or any of the powers herein conferred to any Committee or any Director(s) or any other Officer(s) of the Company, or to settle any questions, difficulties or doubts that may arise about the above resolution, without being required to seek any further clarification, consent or approval of the Members.”

**By Order of the Board of Directors**  
For **Rajshree Polypack Limited**

Sd/-

**(Mitali Rajendra Shah)**  
**Company Secretary &**  
**Compliance Officer**

**Date: May 15, 2023**  
**Place: Daman**

### NOTES FOR MEMBERS’ ATTENTION

1. The Explanatory Statement pursuant to Section 102 of the Companies Act, 2013 (“Act”) setting out material facts relating to the special business (Item nos. 4 to 8) to be transacted at the 12<sup>th</sup> Annual General Meeting (“AGM”) as set out in the Notice, is annexed hereto.
2. The Ministry of Corporate Affairs (“MCA”) in continuation to previous Circulars has further extended the relaxation of convening the AGM through Video Conference (“VC”) / Other Audio Visual Means (“OAVM”) vide Circular dated 28<sup>th</sup> December, 2022. The Securities and Exchange Board of India (“SEBI”) has also extended the same relaxation vide its Circular dated 05<sup>th</sup> January, 2023 (collectively referred to as “said Circulars”). In view of this, the 12<sup>th</sup> AGM is being conducted through VC / OAVM. The deemed venue for the AGM shall be the Registered Office of the Company.

National Securities Depositories Limited (“NSDL”) will be providing the facility for voting through remote e-Voting, for 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 in note no. 12 below and is also available on the website of the Company at [www.rajshreepolypack.com](http://www.rajshreepolypack.com)

3. As the AGM shall be conducted through VC / OAVM, the facility for appointment of Proxy by the Members is not available for this AGM and hence the Proxy Form and Attendance Slip including Route Map are not annexed to this Notice. However, in terms of the provisions of Sections 112 and 113 of the Act read with the said Circulars, Institutional/ Corporate Members are entitled to appoint their authorized representatives to attend the AGM through VC / OAVM on their behalf and participate thereat, including casting votes by electronic means.
4. In accordance with the circulars issued by MCA and SEBI, the Notice of the 12<sup>th</sup> AGM along with the Annual Report 2022-23 is being sent by electronic mode to Members whose email id is registered with the Company or the Depository Participants (“DPs”). Further, in terms of the applicable provisions of the Act, SEBI Listing Regulations read with the Circulars issued by MCA and SEBI, the Annual Report including Notice of the 12<sup>th</sup> AGM of the Company will also be available on the website of the Company at [www.rajshreepolypack.com](http://www.rajshreepolypack.com). The same can also be accessed from the websites of the Stock Exchange i.e. National Stock Exchange of India Limited at [www.nseindia.com](http://www.nseindia.com) and on the website of NSDL i.e. [www.evoting.nsdl.com](http://www.evoting.nsdl.com). Physical copy of the Notice of the 12<sup>th</sup> AGM along with the Annual Report 2022-23 shall be sent to those Members who request for the same.
5. Particulars pursuant to Regulation 36(3) of SEBI Listing Regulations pertaining to the Directors being appointed / re-appointed are annexed hereto to this Notice.

## RAJSHREE POLYPACK LIMITED

6. Members are requested to send all their documents and communications pertaining to shares to **Link Intime India Pvt. Ltd.**, Registrar and Share Transfer Agent ("RTA") of the Company at their office situated at C-101, 247 Park, Lal Bahadur Shastri Marg, Vikhroli (West), Mumbai, Maharashtra 400083, Telephone No. 022-49186000, [rnt.helpdesk@linkintime.co.in](mailto:rnt.helpdesk@linkintime.co.in), for both physical and demat segment of Equity Shares. Please quote on all such correspondence - "Unit – Rajshree Polypack Limited".
7. As per the provisions of Section 72 of the Act, facility for making nomination is available to individuals holding shares of the Company. Members holding shares in physical form who have not yet registered their nomination are requested to register the same by submitting Form No. SH-13. Members may download the Nomination Form from the Company's website under the weblink at <http://rajshreepolypack.com/wp-content/uploads/2023/03/Form-SH-13-Nomination-Form-1.pdf>.
- Members holding shares in demat mode should file their nomination with their DPs for availing this facility.
8. Members may please note that SEBI vide its Circular No. SEBI/HO/MIRSD/MIRSD\_RTAMB/P/CIR/2022/8 dated 25<sup>th</sup> January, 2022 has mandated the Listed Companies to issue securities in demat form only while processing service requests viz. Issue of duplicate securities certificate; claim from Unclaimed Suspense Account; Renewal / Exchange of securities certificate; Endorsement; Subdivision / Splitting of securities certificate; Consolidation of securities certificates / folios; Transmission and Transposition. Accordingly, Members are requested to make service requests by submitting a duly filled and signed Form ISR - 4, the format of which is available on the Company's website under the weblink at <http://rajshreepolypack.com/wp-content/uploads/2023/03/Form-ISR-4-Request-for-issue-of-Duplicate-Certificate.pdf>
- Member holding equity shares of the Company in physical form are requested to kindly get their equity shares converted into demat / electronic form to get inherent benefits of dematerialisation and also considering that physical transfer of equity shares / issuance of equity shares in physical form have been disallowed by SEBI.
9. SEBI has made it mandatory for all Companies to use the bank account details furnished by the Depositories and the bank account details maintained by the RTA for payment of dividend to Members electronically. The Company has extended the facility of electronic credit of dividend directly to the respective bank accounts of the Member(s) through Electronic Clearing Service ("ECS") / National Electronic Clearing Service ("NECS") / Automated Clearing House ("ACH") / Real Time Gross Settlement ("RTGS") / Direct Credit / IMPS / NEFT etc. In order to receive the dividend without any delay, the Members holding shares in physical form are requested to submit particulars of their bank accounts in 'Form ISR - 1' along with the original cancelled cheque bearing the name of the Member to RTA / Company to update their bank account details and all the eligible Members holding shares in demat mode are requested to update with their respective DPs before Monday, August 21, 2023, their correct Bank Account Number, including 9 Digit MICR Code and 11 digit IFSC Code, e-mail ID and mobile no(s). Member holding shares in physical form may communicate these details to RTA having address at **Link Intime India Pvt. Ltd.**, C-101, 247 Park, Lal Bahadur Shastri Marg, Vikhroli (West), Mumbai, Maharashtra 400083, Telephone No. 022 - 4918 6000, [rnt.helpdesk@linkintime.co.in](mailto:rnt.helpdesk@linkintime.co.in), before Monday, August 21, 2023 by quoting the reference folio number and attaching photocopy of the cheque leaf of their active bank account and a self-attested copy of their PAN card.
10. Members are requested:
- To quote their folio number / DP ID and Client ID in all correspondence.
  - To notify immediately change of their address and bank particulars to the RTA in case the shares are held in physical form; and in case the shares are held in dematerialised form, the information should be passed on directly to their respective Depository Participant and not to the Company / RTA, without any delay.
11. Members, who wish to inspect the documents, as mentioned in this AGM Notice or as required under law, may write to the Company at [cosec@rajshreepolypack.com](mailto:cosec@rajshreepolypack.com) and the Company shall endeavor to provide inspection of documents by such Member.
12. **PROCEDURE FOR JOINING THE AGM THROUGH VC / OAVM**
- Members will be provided with a facility to attend the AGM through VC / OAVM through the NSDL e-Voting system. Members may access the same at <https://www.evoting.nsdl.com> under Members login by using the remote e-Voting credentials. The link for VC / OAVM will be available in Members login where the EVEN of Company will be displayed. Please note that Members who do not have the User ID and Password for e-Voting or have forgotten the User ID and Password may retrieve the same by following the remote e-Voting instructions mentioned in the notice. Further Members can also use the OTP based login for logging into the e-Voting system of NSDL.
  - For convenience of the Members and proper conduct of AGM, Members can login and join atleast 30 (thirty) minutes before the time scheduled for the AGM and the window for login shall be kept open throughout the proceedings of the AGM. The facility of participation at the AGM through VC / OAVM will be made available for 1,000 Members on 'first come first serve' basis. This will not include large Members (i.e. Members holding 2% or more), Promoters, Institutional Investors, Directors, Key Managerial Personnel, the Chairpersons of the Audit Committee, Nomination and Remuneration Committee and Stakeholders Relationship Committee, Auditors, etc. who are allowed to attend the AGM without restriction on account of 'first come first serve' basis.
  - Please note that participants connecting from Mobile devices or Tablets or through Laptop connecting via Mobile Hotspot may experience Audio / Video loss due to fluctuation in their respective network. It is therefore recommended to use stable Wi-Fi or LAN connection to mitigate any kind of aforesaid glitches.

## RAJSHREE POLYPACK LIMITED

- IV. The attendance of Members attending the AGM through VC / OAVM will be counted for the purpose of reckoning the quorum under Section 103 of the Act.
- V. Members seeking any information with regard to accounts or any matter to be placed at the AGM, are requested to write to the Company on or before Thursday, August 24, 2023, by 5.00 p.m. through email on [cosec@rajshreepolypack.com](mailto:cosec@rajshreepolypack.com). The same will be replied by / on behalf of the Company suitably. The Company reserves the right to restrict the number of questions and number of speakers, as appropriate for smooth conduct of the AGM.
13. The instructions and other information relating to voting through electronic means is given hereunder:

### VOTING THROUGH ELECTRONIC MEANS

- I. In compliance with provisions of Section 108 of the Act, Rule 20 of the Companies (Management and Administration) Rules, 2014 (as amended) and Regulation 44 of the SEBI Listing Regulations, the Company is pleased to provide its Members with the facility to exercise their right to vote on resolutions proposed to be considered at the AGM by electronic means and the business may be transacted through e-voting. The Company has engaged the services of
- IV. The way to vote electronically on NSDL e-Voting system consists of "Two Steps" which are mentioned below:

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

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

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

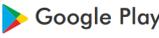
Login method for Individual Members holding securities in demat mode is given below:

Type of Members	Login Method
Individual Members holding securities in demat mode with NSDL.	<ol style="list-style-type: none"> <li>Existing <b>IDeAS</b> user can visit the e-Services website of NSDL Viz. <a href="https://eservices.nsd.com">https://eservices.nsd.com</a> either on a Personal Computer or on a mobile. On the e-Services home page click on the "<b>Beneficial Owner</b>" icon under "<b>Login</b>" which is available under '<b>IDeAS</b>' section, this will prompt you to enter your existing User ID and Password. After successful authentication, you will be able to see e-Voting services under Value added services. Click on "<b>Access to e-Voting</b>" under e-Voting services and you will be able to see e-Voting page. Click on company name or <b>e-Voting service provider i.e. NSDL</b> and you will be re-directed to e-Voting website of NSDL for casting your vote during the remote e-Voting period or joining virtual meeting &amp; voting during the meeting.</li> <li>If you are not registered for IDeAS e-Services, option to register is available at <a href="https://eservices.nsd.com">https://eservices.nsd.com</a>. Select "<b>Register Online for IDeAS Portal</b>" or click at <a href="https://eservices.nsd.com/SecureWeb/IdeasDirectReg.jsp">https://eservices.nsd.com/SecureWeb/IdeasDirectReg.jsp</a></li> </ol>
	<ol style="list-style-type: none"> <li>Visit the e-Voting website of NSDL. Open web browser by typing the following URL: <a href="https://www.evoting.nsd.com/">https://www.evoting.nsd.com/</a> either on a Personal Computer or on a mobile. Once the home page of e-Voting system is launched, click on the icon "Login" which is available under 'Shareholder / Member' section. A new screen will open. You will have to enter your User ID (i.e. your sixteen digit demat account number hold with NSDL), Password / OTP and a Verification Code as shown on the screen. After successful authentication, you will be redirected to NSDL Depository site wherein you can see e-Voting page. Click on company name or <b>e-Voting service provider i.e. NSDL</b> and you will be redirected to e-Voting website of NSDL for casting your vote during the remote e-Voting period or joining virtual meeting &amp; voting during the meeting.</li> </ol>

National Securities Depository Limited ("**NSDL**"), who will provide the e-voting facility to a Member using remote e-voting system (e-voting from a place other than venue of the AGM) ("**Remote e-voting**") as well as e-voting during the proceeding of the AGM (e-voting at the AGM).

- II. Members who have cast their vote by remote e-voting prior to the AGM can also attend the AGM but shall not be entitled to cast their vote again. Only those Members, who will be present at the AGM through VC / OAVM facility and who would not have cast their vote by remote e-voting prior to the AGM and are otherwise not barred from doing so, shall be eligible to vote through e-Voting system at the AGM.
- III. The remote e-Voting period commences on Monday, August 28, 2023 at 09.00 AM and ends on Wednesday, August 30, 2023 at 05.00 PM. During this period, Members of the Company holding shares either in physical form or in dematerialized form, as on the cut-off date i.e Thursday, August 24, 2023, may cast their vote by remote e-voting. The remote e-voting module shall be disabled by NSDL for voting thereafter. Once the vote on a resolution is cast by a Member, the Member shall not be allowed to change it subsequently.

## RAJSHREE POLYPACK LIMITED

	<p>4. Shareholders / Members can also download NSDL Mobile App “<b>NSDL Speede</b>” facility by scanning the QR code mentioned below for seamless voting experience.</p> <p><b>NSDL Mobile App is available on</b></p> <p>  App Store          Google Play       </p> <div style="display: flex; justify-content: space-around;">   </div>
<p>Individual Members holding securities in demat mode with CDSL</p>	<ol style="list-style-type: none"> <li>Users who have opted for CDSL Easi / Easiest facility, can login through their existing user id and password. Option will be made available to reach e-Voting page without any further authentication. The users to login Easi /Easiest are requested to visit CDSL website <a href="http://www.cdslindia.com">www.cdslindia.com</a> and click on login icon &amp; New System Myeasi Tab and then user your existing my easi username &amp; password</li> <li>After successful login the Easi / Easiest user will be able to see the e-Voting option for eligible companies where the evoting is in progress as per the information provided by Company. On clicking the evoting option, the user will be able to see e-Voting page of the e-Voting service provider for casting your vote during the remote e-Voting period or joining virtual meeting &amp; voting during the meeting. Additionally, there is 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.</li> <li>If the user is not registered for Easi/Easiest, option to register is available at CDSL website <a href="http://www.cdslindia.com">www.cdslindia.com</a> and click on login &amp; New System Myeasi Tab and then click on registration option</li> <li>Alternatively, the user can directly access e-Voting page by providing Demat Account Number and PAN No. from a e-Voting link available on <a href="http://www.cdslindia.com">www.cdslindia.com</a> home page. The system will authenticate the user by sending OTP on registered Mobile &amp; Email as recorded in the Demat Account. After successful authentication, user will be 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.</li> </ol>
<p>Individual Members (holding securities in demat mode) login through their depository participants</p>	<p>You can also login using the login credentials of your demat account through your Depository Participant registered with NSDL / CDSL for e-Voting facility. Upon logging in, you will be able to see e-Voting option. Click on e-Voting option, you will be redirected to NSDL / CDSL Depository site after successful authentication, wherein you can see e-Voting feature. Click on company name or e-Voting service provider i.e. NSDL and you will be redirected to e-Voting website of NSDL for casting your vote during the remote e-Voting period or joining virtual meeting &amp; voting during the meeting.</p>

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

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

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

## RAJSHREE POLYPACK LIMITED

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

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

1. Visit the e-Voting website of NSDL. Open web browser by typing the following URL: <https://www.evoting.nsdl.com/> either on a Personal Computer or on a mobile.
2. Once the home page of e-Voting system is launched, click on the icon "Login" which is available under 'Shareholder/Member' section.
3. A new screen will open. You will have to enter your User ID, your Password/OTP and a Verification Code as shown on the screen.

*Alternatively, if you are registered for NSDL eservices i.e. IDEAS, you can log-in at <https://eservices.nsdl.com/> with your existing IDEAS login. Once you log-in to NSDL eservices after using your log-in credentials, click on e-Voting and you can proceed to Step 2 i.e. Cast your vote electronically.*

4. Your User ID details are given below:

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

5. Password details for Members other than Individual Members are given below:

- a) If you are already registered for e-Voting, then you can use your existing password to login and cast your vote.
- b) If you are using NSDL e-Voting system for the first time, you will need to retrieve the 'initial password' which was communicated to you. Once you retrieve your 'initial password', you need to enter the 'initial password' and the system will force you to change your password.
- c) How to retrieve your 'initial password'?
  - (i) If your email ID is registered in your demat account or with the company, your 'initial password' is communicated to you on your email ID. Trace the email sent to you from NSDL from your mailbox. Open the email and open the attachment i.e. a .pdf file. Open the .pdf file. The password to open the

.pdf file is your 8 digit client ID for NSDL account, last 8 digits of client ID for CDSL account or folio number for shares held in physical form. The .pdf file contains your 'User ID' and your 'initial password'.

- (ii) If your email ID is not registered, please follow steps mentioned below in **process for those Members whose email ids are not registered.**
6. If you are unable to retrieve or have not received the "Initial password" or have forgotten your password:
    - a) Click on "**Forgot User Details/Password?**" (If you are holding shares in your demat account with NSDL or CDSL) option available on [www.evoting.nsdl.com](http://www.evoting.nsdl.com).
    - b) **Physical User Reset Password?** (If you are holding shares in physical mode) option available on [www.evoting.nsdl.com](http://www.evoting.nsdl.com).
    - c) If you are still unable to get the password by aforesaid two options, you can send a request at [evoting@nsdl.co.in](mailto:evoting@nsdl.co.in) mentioning your demat account number/folio number, your PAN, your name and your registered address etc.
    - d) Members can also use the OTP (One Time Password) based login for casting the votes on the e-Voting system of NSDL.
  7. After entering your password, tick on Agree to "Terms and Conditions" by selecting on the check box.
  8. Now, you will have to click on "Login" button.
  9. After you click on the "Login" button, Home page of e-Voting will open.

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

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

1. After successful login at step 1, you will be able to see all the companies "EVEN" in which you are holding shares and whose voting cycle and General Meeting is in active status.
2. Select "EVEN" of company for which you wish to cast your vote during the remote e-Voting period and casting your vote during the General Meeting. For joining virtual meeting, you need to click on "VC/OAVM" link placed under "Join Meeting".
3. Now you are ready for e-Voting as the Voting page opens.
4. Cast your vote by selecting appropriate options i.e. assent or dissent, verify/modify the number of shares for which you wish to cast your vote and click on "Submit" and also "Confirm" when prompted.
5. Upon confirmation, the message "Vote cast successfully" will be displayed.
6. You can also take the printout of the votes cast by you by clicking on the print option on the confirmation page.
7. Once you confirm your vote on the resolution, you will not be allowed to modify your vote.

## RAJSHREE POLYPACK LIMITED

### General Guidelines for Members

1. Institutional Members (i.e. other than individuals, HUF, NRI etc.) are required to send scanned copy (PDF /JPG Format) of the relevant Board Resolution/ Authority letter etc. with attested specimen signature of the duly authorized signatory(ies) who are authorized to vote, to the Scrutinizer by e-mail to [info@nbaassociates.co.in](mailto:info@nbaassociates.co.in) with a copy marked to [evoting@nsdl.co.in](mailto:evoting@nsdl.co.in). Institutional Members (i.e. other than individuals, HUF, NRI etc.) can also upload their Board Resolution / Power of Attorney / Authority Letter etc. by clicking on “**Upload Board Resolution / Authority Letter**” displayed under “**e-Voting**” tab in their login.
2. It is strongly recommended not to share your password with any other person and take utmost care to keep your password confidential. Login to the e-voting website will be disabled upon five unsuccessful attempts to key in the correct password. In such an event, you will need to go through the “[Forgot User Details/Password?](#)” or “[Physical User Reset Password?](#)” option available on [www.evoting.nsdl.com](http://www.evoting.nsdl.com) to reset the password.
3. In case of any queries, you may refer the Frequently Asked Questions (FAQs) for Shareholders and e-voting user manual for Shareholders available at the download section of [www.evoting.nsdl.com](http://www.evoting.nsdl.com) or call on.: 022 - 4886 7000 and 022 - 2499 7000 or send a request to Anubhav Saxena [evoting@nsdl.co.in](mailto:evoting@nsdl.co.in)

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

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

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

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

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

1. Member will be provided with a facility to attend the AGM through VC / OAVM through the NSDL e-Voting system. Members may access by following the steps mentioned above for **Access to NSDL e-Voting system**. After successful login, you can see link of “VC / OAVM link” placed under “**Join meeting**” menu against company name. You are requested to click on VC / OAVM link placed under Join General Meeting menu. The link for VC / OAVM will be available in Shareholder / Member login where the EVEN of Company will be displayed. Please note that Members who do not have the User ID and Password for e-Voting or have forgotten the User ID and Password may retrieve the same by following the remote e-Voting instructions mentioned in the notice to avoid last minute rush.
2. Members are encouraged to join the Meeting through Laptops for better experience.

Members who would like to express their views or ask questions with respect to the agenda items of the meeting will be required to register themselves as speaker by sending e-mail to [cosec@rajshreepolypack.com](mailto:cosec@rajshreepolypack.com) from their registered e-mail address, mentioning their name, DP ID & Client ID / folio number and mobile number.

Only those Members who have registered themselves as speaker by 5.00 p.m. on Friday, August 25, 2023 will be able to speak at the meeting. The Company reserves the right to restrict the number of questions and number of speakers, depending upon availability of time, for smooth conduct of the AGM.

Further, Members who would like to have their questions / queries responded to during the AGM are requested to send such questions / queries in advance within the aforesaid time period.

- V. The voting rights of Members shall be in proportion to their share of the paid-up equity share capital of the Company as on the cut-off date Thursday, August 24, 2023 (“**Cut-off Date**”).

## RAJSHREE POLYPACK LIMITED

- VI. Any person, who acquires shares of the Company and becomes Member of the Company after dispatch of the Notice and holding shares as of the cut-off date, may obtain the login ID and password by sending a request at [evoting@nsdl.co.in](mailto:evoting@nsdl.co.in) or [ashok.sherugar@linkintime.co.in](mailto:ashok.sherugar@linkintime.co.in).
- VII. A person, whose name is recorded in the Register of Members or in the Register of Beneficial Owners maintained by the depositories as on the cut-off date only shall be entitled to avail the facility of remote e-Voting as well as e-Voting at the AGM.
- VIII. Mr. Nishant Bajaj of M/s. Nishant Bajaj & Associates (ACS 28341; COP 21538), Practicing Company Secretary has been appointed as the Scrutinizer to scrutinize the entire e-Voting process in a fair and transparent manner.
- IX. The Scrutinizer will submit his report to the Chairman of the Company or to any other person authorized by the Chairman after completion of the scrutiny of e-voting (votes cast during the AGM and votes cast through remote e-voting). The results declared along with the Scrutinizer's report shall be communicated to NSE and NSDL. The said report will also be displayed on the Company's website at [www.rajshreepolypack.com](http://www.rajshreepolypack.com), within two (2) working days of conclusion of the AGM.
- X. The Register of Directors and Key Managerial Personnel and their shareholding, maintained under Section 170 of the Act, and the Register of Contracts or Arrangements in which the Directors are interested, maintained under Section 189 of the Act, shall be available for electronic inspection by Members during the AGM. All documents referred to in the Notice shall also be available for electronic inspection. Members seeking to inspect such documents can send an email to [cosec@rajshreepolypack.com](mailto:cosec@rajshreepolypack.com).
- XI. Members at the 8<sup>th</sup> AGM of the Company, held on Friday, September 27, 2019 had approved the appointment of M/s. MSKA & Associates, Chartered Accountants (Firm Registration No. 105047W), as statutory auditors of the Company, to hold office for a period of five (5) years, subject to ratification of shareholders, from the conclusion of the 8<sup>th</sup> AGM till the conclusion of the 13<sup>th</sup> AGM. The Ministry of Corporate Affairs vide its Notification dated May 7, 2018 has dispensed with the requirement of ratification of Auditors.
- The Company provides the facility to the Members for remittance of dividend directly in electronic mode. In view of the outbreak of COVID-19 pandemic and resultant difficulties involved in dispatching of physical dividend warrants, Members desirous of availing the facility of Electronic Credit of dividend are requested to fill up NECS form attached to this Notice and return the same duly filled and signed alongwith a photocopy of a leaf of their cheque book bearing bank account number, on or before Thursday, August 24, 2023. The said details in respect of the shares held in electronic form should be sent to their respective Depository Participant (with a copy to the Company / RTA) for appropriate action before close of work on Thursday, August 24, 2023. For shares held in physical form, the said details should be sent to the Company / RTA for appropriate action.
  - In line with the said circulars issued by the MCA and SEBI, in case the Company is unable to pay the dividend to any Member by electronic mode, due to non-availability of their latest bank account details, the Company shall upon normalization of the postal services, dispatch the dividend warrant / cheque to such Members by post.
  - Members holding shares in dematerialized form are hereby informed that bank particulars registered against their respective depository accounts will be used by the Company for payment of dividend.
  - Members may note that pursuant to the changes introduced by the Finance Act, 2020, the Company would be required to withhold taxes at the prescribed rates on the dividend paid to its Members. The withholding tax rate would vary depending on the residential status of the Member and the documents submitted by them and accepted by the Company. Accordingly, the above referred final dividend will be paid to the Members after deducting the tax at source as follows:

### Resident Member:

It may be noted that tax would not be deducted on payment of Dividend to Resident Individual Members, if total dividend to be paid in a financial year does not exceed ₹5,000. Where the dividend payable exceeds ₹5,000 in financial year 2023 -24, please refer to the table below for the details:

Particulars	Applicable Rate	Documents required (if any)
With PAN	10%	Update / Verify the PAN, and the residential status as per Income Tax Act, 1961 if not already done, with the depositories (in case of shares held in demat mode) and with the Company's RTA - Link Intime India Private Limited (in case of shares held in physical mode) by writing an email at <a href="mailto:rent.helpdesk@linkintime.co.in">rent.helpdesk@linkintime.co.in</a> If Member is classified as "specified person" as per the provision of section 206AB, tax

### 13. Dividend related Information

- Final Dividend for the financial year ended March 31, 2023 as recommended by the Board of Directors in the meeting held on May 15, 2023, if approved at the AGM, will be paid to those Members of the Company who hold shares:
  - In demat mode, based on the list of beneficial owners to be received from NSDL and CDSL as at the close of business hours on Thursday, August 24, 2023, being the cut-off date;
  - In physical mode, if the names appear in the Company's Register of Members as on Thursday, August 24, 2023, being the cut-off date.
  - The Final Dividend will be paid on or before Friday, September 29, 2023 to those members whose name appear in the Register of Members of the Company as on the record date, subject to deduction of tax at source where applicable.

## RAJSHREE POLYPACK LIMITED

		will be deducted at the rate higher of the following: i. Twice the rate specified in the relevant provision of the Income Tax Act, 1961; or ii. Twice the rate or rates in force; or iii. The rate of 5%.
		<i>Specified person means a person who has not filed the returns of income for both of the two assessment years relevant to the two previous years immediately prior to the previous year in which tax is required to be deducted, for which the time limit of filing return of income under sub-section (1) of section 139 has expired; and the aggregate of tax deducted at source and tax collected at source in his case is rupees fifty thousand or more in each of these two previous years.</i> For the purpose of identifying whether a Member is categorized as "Specified Person" as per the provision of section 206AB, the tax department has started functionality check on the tax portal. The Company will be relying on the information verified by the utility available on the Income Tax website.
Without PAN / Invalid PAN	20%	-
Submitting Form 15G / Form 15H	NIL	Declaration in Form No. 15G (applicable to any person other than a company or a firm) / Form 15H (applicable to an Individual who is 60 years and older), fulfilling certain conditions. The aforementioned forms for tax exemption can be downloaded from Link Intime's website. The url for the same is as under: <a href="https://web.linkintime.co.in/formsreg/submission-of-form-15g-15h.html">https://web.linkintime.co.in/formsreg/submission-of-form-15g-15h.html</a> On this page select the General tab. All the forms are available under head "Form 15G/15H/10F".
Submitting Order under Section 197 of the Income Tax Act, 1961	Rate provided in the Order	Lower / NIL withholding tax certificate obtained from tax authority.

An Insurance Company as specified under Section 194 of the Income Tax Act, 1961	NIL	Self-declaration that it has full beneficial interest with respect to the shares owned by it along with Self attested PAN.
a) Mutual Fund specified under clause (23D) of Section 10 of the Income Tax Act, 1961	NIL	Self-declaration that they are specified in Section 10 (23D) of the Income Tax Act, 1961 along with self-attested copy of PAN and registration certificate.
b) Alternative Investment Fund (AIF) established in India		Self-declaration that their income is exempt under Section 10(23FBA) of the Income Tax Act, 1961 and they are established as Category I or Category II AIF under the SEBI Regulations, alongwith self-attested copy of PAN and registration certificate.

### Non-Resident Member:

Particulars	Applicable Rate	Documents required (if any)
Foreign Institutional Investors (FIIs) / Foreign Portfolio Investors (FPIs)	20% (plus applicable surcharge and cess)	- Update / Verify the PAN and legal entity status as per the Income Tax Act, 1961, if not already done, with the depositories or with the Company's RTA, as the case may be. - Provide declaration whether the investment in shares has been made under the general FDI route or under the FPI route. - Self-attested copy of SEBI Registration certificate.
Other Non-Resident Members	20% (plus applicable surcharge and cess) OR Tax Treaty Rate** (whichever is lower)	Update / Verify the PAN and the residential status as per Income Tax Act, 1961, if not already done, with the depositories (in case of shares held in demat mode) and with the Company's RTA - Link Intime India Private Limited (in case of shares held in physical mode) by writing an email at <a href="mailto:rnt.helpdesk@linkintime.co.in">rnt.helpdesk@linkintime.co.in</a>

## RAJSHREE POLYPACK LIMITED

		<p>In order to apply the Tax Treaty rate, all the following documents would be required:</p> <ol style="list-style-type: none"> <li>1) Copy of Indian Tax Identification number (PAN), if available.</li> <li>2) Valid Tax Residency Certificate (TRC) obtained from the tax authorities of the country of which the Member is a resident.</li> <li>3) Form 10F duly filled and signed.</li> </ol>
		<ol style="list-style-type: none"> <li>4) Self-declaration from Non-resident, primarily covering the following: <ul style="list-style-type: none"> <li>- Non-resident is eligible to claim the benefit of respective tax treaty;</li> <li>- Non-resident receiving the dividend income is the beneficial owner of such income; and</li> <li>- Dividend income is not attributable / effectively connected to any Permanent Establishment (PE) or Fixed Base in India.</li> </ul> </li> </ol>
Submitting Order u/s 197 of the Income Tax Act, 1961 (i.e. lower or NIL withholding tax certificate)	Rate provided in the Order	Lower / NIL withholding tax certificate obtained from tax authority.

\*\* The Company is not obligated to apply the beneficial Tax Treaty rates at the time of tax deduction / withholding on dividend amounts. Application of beneficial Tax Treaty rate shall depend upon the completeness of the documents submitted by the Non - Resident Member and review to the satisfaction of the Company.

Kindly note that the aforementioned documents / declarations are required to be submitted to our RTA, Link Intime India Private Limited at its dedicated link mentioned below - <https://linkintime.co.in/formsreg/submission-of-form-15g-15h.html> on or before Tuesday August 29, 2023, 5.00 p.m. Indian Standard Time (IST) in order to enable the Company to determine and deduct appropriate TDS / withholding tax rate. No communication on the tax determination / deduction shall be entertained post Tuesday August 29, 2023, 5:00 p.m. (IST). It may be further noted that in case the tax on said dividend is deducted at a higher rate in absence of receipt of the aforementioned details / documents from you, there would still be an option available with you to file the return of income and claim an appropriate refund, if eligible. All communications / queries in this respect should be addressed and sent to our RTA at its email address [rnt.helpdesk@linkintime.co.in](mailto:rnt.helpdesk@linkintime.co.in) Please note no tax exemption forms sent on this mail id will be entertained and this mail is specifically for dividend tax related queries.

If the tax on said dividend is deducted at a higher rate in absence of receipt of or satisfactory completeness of the aforementioned details / documents on or before Monday August 29, 2023, the Member may claim an appropriate refund in the return of income filed with their respective tax authorities.

No claim shall lie against the Company for such taxes deducted.

## RAJSHREE POLYPACK LIMITED

### EXPLANATORY STATEMENT PURSUANT TO SECTION 102 OF THE COMPANIES ACT, 2013 ("ACT")

As required by Section 102 of the Act, the following explanatory statement sets out all material facts relating to the businesses mentioned under Item Nos. 4 to 8 of the accompanying Notice.

#### Item No. 4

##### Ratification of Remuneration of Cost Auditors

The Board of Directors ("**Board**"), based on the recommendation of the Audit Committee, has approved the re-appointment of **M/s. V.J. Talati & Co., Cost Accountants**, Mumbai (Firm Registration No. R00213), as the Cost Auditors of the Company, to conduct the audit of the cost records of the Company for the financial year ending March 31, 2024 at a remuneration of ₹ 60,000/- (Rupees Sixty Thousand Only) plus applicable taxes, out of pocket expenses, travelling and other expenses incurred by them for the purpose of audit for the financial year 2023-24. A Certificate issued by the above firm regarding their eligibility for re-appointment as Cost Auditors will be available for inspection by the members as stated in point 11 of the Notice given above.

The appointment of **M/s. V.J. Talati & Co.** as Cost Auditors shall also extend to all such applicable unit/s as may be operated by the Company during the said financial year; and shall be on such remuneration as may be mutually agreed upon, subject to the recommendation of the Audit Committee and approval of the Board and endorsed / ratified by the resolution of the Members in this behalf.

In accordance with the provisions of Section 148(3) of the Act read with the Companies (Audit and Auditors) Rules, 2014, the remuneration payable to the Cost Auditors, as recommended by the Audit Committee and approved by the Board, is required to be ratified by the members of the Company. Accordingly, the consent of the Members is sought for passing an Ordinary Resolution as set out at **Item No. 4** of the Notice.

The Board recommends passing of the Ordinary Resolution as set out in Item No. 4 of the Notice relating to ratification of remuneration payable to the Cost Auditors **M/s. V.J. Talati & Co., Cost Accountants**, for approval by the Members.

None of the Directors or Key Managerial Personnel or their relatives are in any way concerned or interested, financially or otherwise, in the said resolution.

#### Item No. 5

##### Grant of approval for payment of Professional fees to Mr. Praveen Bhatia (DIN:00147498), Independent Director for providing professional services for financial year 2023-24

As per Regulation 17(6)(a) of the Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015 ("**SEBI Listing Regulations**"), all fees / compensation, if any, paid to (except sitting fees for attending meetings of the Board or any Committees thereof) to non-executive directors, including Independent Directors would require approval of the members in a general meeting.

Mr. Praveen Bhatia has a rich experience of 30 years in the packaging industry. He is a Techno Commercial expert with a unique combination of skill sets. Being a qualified Chartered Accountant and having good insights as regards the packaging industry, he has helped many entrepreneurs in setting up projects in the packaging segment.

Given his experience, and based on the recommendation of the Nomination and Remuneration Committee ("**NRC**") and the Board of Directors in their respective meeting held on May 12, 2023 and May 15, 2023, respectively, approved payment of professional fees to Mr. Praveen Bhatia, Independent Director for providing professional services for financial year 2023-24, subject to the approval of the Members.

Accordingly, the Board recommends the Special Resolution set out at **Item No. 5** for approval of the Members.

Except for Mr. Praveen Bhatia and his relatives, none of the Directors or Key Managerial Personnel or their relatives are in any way, concerned or interested, financially or otherwise, in the said resolution.

#### Item No. 6

##### Approval for enhancement in the limits applicable for extending loans, making investments, and providing guarantee(s) or security under Section 186 of the Companies Act, 2013

Section 186 of the Companies Act, 2013 read with the Companies (Meetings of Board and its Powers) Rules, 2014 as amended to date permits a Company to

- (i) Give any loan to any person or other body corporate;
- (ii) Give any guarantee or provide security in connection with a loan to any other body corporate or person; and
- (iii) Acquire by way of subscription, purchase or otherwise, the securities of any other body corporate

upto 60% of its paid-up share capital, free reserves and securities premium account or upto 100% of its free reserves or securities premium account, whichever is more ("**Limits**"), without the requirement of seeking prior approval of the shareholders through a special resolution.

If any of the aforesaid transactions are undertaken by a Company in excess of the prescribed Limits under the Act, the same would mandate passing of a special resolution in a general meeting.

For the purpose of conduct of its business operations, the Company would be required to give loan(s), give guarantee(s) or provide security or invest the funds of the Company in available business / investment opportunities (acquire by way of subscription, purchase or otherwise, the securities of any other body corporate). Basis the aforesaid rationale and in supersession of the resolution passed vide postal ballot dated August 4, 2022, it is proposed to enhance the current limit from ₹100 Crores (Rupees One Hundred Crores Only) to ₹250 Crores (Rupees Two Hundred and Fifty Crores Only).

The Board recommends the Resolution as set out in the Notice as **Item no. 6** for the approval of the shareholders as **Special Resolution**.

Except for Mr. Ramswaroop Radheshyam Thard, Mr. Rajesh Satyanarayan Murarka (both directors of the Company and Olive Ecopak Private Limited) and their relatives, none of the Directors, Key Managerial Personnel of the Company and their relatives are in any way, concerned or interested, financially or otherwise, in the said Resolution.

## RAJSHREE POLYPACK LIMITED

### Item No. 7

#### To consider and approve the Material Related Party Transaction(s) related to grant of Corporate Guarantee to Olive Ecopak Private Limited

The definition of 'material related party transaction' was amended vide the Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) (Sixth Amendment) Regulations, 2015 ("SEBI Listing Regulations"). As per the amended definition, a transaction with a related party is to be considered material, if the transaction(s) to be entered into individually or taken together with previous transactions during a financial year, exceeds ₹1,000 crores or 10% of the annual consolidated turnover of the listed entity as per the last audited financial statements of the listed entity, whichever is lower. All material related party transactions require prior approval of the shareholders through an ordinary resolution and no related party is permitted to vote to approve such resolution, whether the entity is a related party to the particular transaction or not.

The annual consolidated turnover of the Company for FY 2022-23 was ₹252.19 Crores. Accordingly, any transaction(s) by the Company with its related party in excess of ₹25.22 Crores (10% of the Company's annual consolidated turnover) would be considered as a material related party transaction, thereby requiring prior approval of the members of the Company.

In the present case, the Company proposes to give corporate guarantee(s) to its related party- Olive Ecopak Private Limited ("OEPL") of upto ₹150 crores.

The proposed aforesaid related party transaction(s) would be commercial in nature, are to be undertaken on an arm's length basis and in the ordinary course of business. However, the proposed aforesaid transaction(s) between the Company and OEPL would fall under the purview of 'material related party transactions', as defined under the SEBI Listing Regulations, thereby mandating prior approval of the shareholders vide ordinary resolution.

Accordingly, basis the approval of the Audit Committee, the Board of Directors recommend the Resolution set out in the Notice as **Item No. 7** for the approval of the shareholders as **Ordinary Resolution**.

Necessary disclosures as required under the SEBI Listing Regulations and SEBI Circular No. SEBI/HO/CFD/CMD1/CIR/P/2021/662 dated November 22, 2021 ("SEBI 2021 Circular") in connection with the proposed material related party transactions is enclosed in "Annexure A".

Except for Mr. Ramswaroop Radheshyam Thard, Mr. Rajesh Satyanarayan Murarka (both directors of the Company and Olive Ecopak Private Limited) and their relatives, none of the Directors, Key Managerial Personnel of the Company and their relatives are in any way, concerned or interested, financially or otherwise, in the said Resolutions.

### Item No. 8

#### Increase in Remuneration of Mr. Anand Sajjankumar Rungta (DIN: 02191149), Whole -time Director of the Company

Mr. Anand Sajjankumar Rungta was appointed as the Whole-time Director ("WTD") of the Company in the Board of Directors ("Board") meeting held on June 24, 2021 and in the Annual General Meeting ("AGM") of the Company held on September 24, 2021 for a period of 3 (three) years w.e.f. June 24, 2021. Further, the Company passed a special resolution in the said AGM for payment of remuneration of ₹18.00 Lakhs per annum (Rupees Eighteen Lakhs only) to him.

Considering substantial growth in the business and profits of the Company as well as his leadership/contribution in leading the Trade business and his association in the day to day affairs of the Company, and in achieving the targets as set by the Company in relation to the same, the Nomination & Remuneration Committee and the Board in their respective meetings held on May 12, 2023 and May 15, 2023 approved the increase in his remuneration from ₹18.00 Lakhs per annum (Rupees Eighteen Lakhs Only) to ₹30.00 Lakhs per annum (Rupees Thirty Lakhs Only) w.e.f. April 1, 2023 till the currency of his tenure as WTD of the Company i.e., June 23, 2024, pursuant to Section 196, 197 and 198 read with Schedule V of the Companies Act, 2013 ("Act") and rules applicable thereon and the SEBI Listing Regulations, subject to approval of the Members of the Company.

In terms of the provisions of Section 197 read with Schedule V of the Act (as amended from time to time), the Company is required to obtain approval of the members by way of special resolution for payment of remuneration to managerial personnel in case of no profit/ inadequacy of profit. Further, pursuant to SEBI Listing Regulations, the fees or compensation payable to executive directors who are promoters or members of the promoter group, shall be subject to the approval of the shareholders by special resolution in a general meeting, if the annual remuneration payable to such Executive Director exceeds ₹5 Crores (Rupees Five Crores only) or 2.5% of the net profits of the Company- whichever is higher; or where there is more than 1 (one) such director, the aggregate annual remuneration to such directors exceeds 5% of the net profits of the Company.

The Statement containing the information to be given to the Members in terms of Schedule V to the Companies Act is stated as under:

#### 1. General Information:

<b>Nature of Industry</b>	The Company is one of the leaders in manufacturing of rigid plastic sheets and thermoformed packaging products. The Company manufactures customized thermoformed packaging products, as per the customers' requirements.
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## RAJSHREE POLYPACK LIMITED

<b>Date or expected date of Commencement of Commercial Production</b>	The Company was originally formed as partnership firm dated October 23, 2003 in the name of Rajshree Industries. The said partnership was thereafter converted into Company. The Company was incorporated on October 15, 2011 and its operating activities commenced thereafter.			
<b>Foreign Investments or Collaborations</b>	The Company has no foreign collaborators. As on March 31, 2023, the aggregate foreign shareholding in the Company are as follows			
	<b>Sr. No</b>	<b>Particulars</b>	<b>Nos of shares</b>	<b>% of share holding</b>
	1.	Foreign Company	19,65,513	17.17
	2.	Non Resident Indians (Non Repat)	17,536	0.15
	3.	Non Resident Indians (Repat)	30,355	0.27
<b>Financial performance based on given indicators</b>	Financial performance of the Company for the last 3 (three) years are as under:  (₹ In Lakhs)			
<b>Particulars</b>	<b>FY 2022-23</b>	<b>FY 2021-22</b>	<b>FY 2020-21</b>	
Operational and Other Income	25,446.64	19,965.36	13,017.94	
Profit/(Loss) before Tax	1,455.91	1,285.03	1,204.48	
Add/ Less: Net Current Tax	289.27	259.87	282.92	
Add/Less: Deferred Tax Liability/(Assets) (net)	78.77	68.02	41.59	
Profit/(Loss) after Taxation	1087.87	957.14	879.98	
Other Comprehensive Income (OCI)	7.22	(2.04)	8.04	
Total Comprehensive Income	1,095.09	955.10	888.01	

## 2. Information about the appointee:

1. <b>Background details</b>	Mr. Anand Sajjankumar Rungta is the Whole-time Director and belongs to the Promoter group of our Company.  Mr. Anand Sajjankumar Rungta has an experience of more than eight (8) years in various activities such as manufacturing, trading, import and export, commission agency of plastic items and other products.
2. <b>Recognition or awards</b>	Nil
3. <b>Past Remuneration</b>	₹18.00 Lakhs per annum
4. <b>Job Profile and his Suitability</b>	Considering his skill set and experience, it is proposed that Mr. Anand Sajjankumar Rungta shall be leading the Trade business and his association in the day to day affairs of the Company.
5. <b>Remuneration proposed</b>	₹30.00 Lakhs per annum w.e.f. April 1, 2023 till the currency of his tenure as WTD of the Company i.e., June 23, 2024.
6. <b>Comparative remuneration profile with respect to industry, size of the Company, profile of the position and person</b>	Compared to the remuneration profile of persons with the same / similar position with respect to this industry and size, Mr. Anand Sajjankumar Rungta is entitled to the proposed remuneration.
7. <b>Pecuniary relationship, directly or indirectly, with the Company or relationship with the Key managerial personnel or other Director, if any</b>	Except being a part of the Promoter Group, holding 1,89,513 shares (i.e., 1.66% of the total shareholding of the Company) and receiving remuneration, he does not have any pecuniary relationship, directly or indirectly, with the Company or relationship with the Key Managerial Personnel or any other Director.

## RAJSHREE POLYPACK LIMITED

### 3. Other Information:

#### A. Reasons of loss or inadequate profits:

The Company earned net profits of ₹1,095.09 Lakhs during the Financial Year 2022-23. The Company has expanded its business operations in the financial year 2022-23 and enhanced its working capacity by employing manpower which resulted into inadequacy of profit. Though the profit is higher than the previous year's profit, it is inadequate for the payment of managerial remuneration as per the limits prescribed in section 197 of the Act.

#### B. Steps taken or proposed to be taken for improvement:

The Company has made a significant investment in expansion and in increasing its manpower to cater to the expansion's needs. Further, the Company has initiated various measures towards achieving organizational and operating efficiencies and strengthening core competencies such as Technological improvement by modernization and consolidation of Units, which results to increase in Capacity, hiring of senior management professionals.

#### C. Expected increase in productivity and profits in measurable terms:

In addition to steps proposed to be taken for improvement as detailed hereinabove, key focus areas would be profit maximization, conservation of cash, operational efficiencies, cost and working capital containment. The Company has taken various initiatives to maintain its leadership, improve market share and financial performance. It has been aggressively pursuing and implementing its strategies to

improve financial performance. While it is difficult to give precise figures, the above initiatives are expected to improve further the productivity and profitability

The Contract under Section 190 of the Companies Act, setting out the terms of payment of remuneration of Mr. Anand Sajjankumar Rungta, WTD of the Company, is available for inspection by members. The Members desirous to inspect the same may send request from their registered email address to the Company at [cossec@rajshreepolypack.com](mailto:cossec@rajshreepolypack.com).

Details of Mr. Anand Sajjankumar Rungta, WTD pursuant to the provisions of (i) the SEBI Listing Regulations and (ii) SS-2 is provided under "**Annexure B**" to this Notice.

The Board recommends the resolutions at Item No. 8 for the approval of Members of the Company by way of a **Special Resolution**.

None of the Directors or Key Managerial Personnel of the Company or their relatives, except Mr. Anand Sajjankumar Rungta (and his relatives) are in any way, concerned or interested, financially or otherwise, in the proposed special resolution.

**By Order of the Board of Directors  
For Rajshree Polypack Limited**

**Sd/-  
(Mitali Rajendra Shah)  
Company Secretary &  
Compliance Officer**

**Date: May 15, 2023  
Place: Daman**

## RAJSHREE POLYPACK LIMITED

### "ANNEXURE-A "

(Pursuant to the Circular No. SEBI/HO/CFD/CMD1 /CIR/P/ 2021/ 662 issued by the Securities and Exchange Board of India on November 22, 2021) ("SEBI 2021 Circular"):

Necessary disclosures as required under the SEBI 2021 Circular are given below:

<b>Name of Related Party</b>	Olive Ecopak Private Limited ("OEPL")
<b>Nature of relationship with the Company</b>	Joint Venture Company
<b>Type of proposed transaction</b>	Corporate Guarantee by the Company to OEPL
<b>Material terms and particulars of the proposed transaction</b>	OEPL would avail loan(s) from banks / financial institutions for conduct of its business. Therefore, in this regard, the Company would be required to give guarantee(s) as security for the loans availed by OEPL.
<b>Tenure of the proposed transaction</b>	Valid upto the date of the next AGM of the Company to be held in the year 2024.
<b>Value of the proposed transaction (INR in Crores)</b>	Not exceeding ₹150 Crores
<b>Percentage (%) of the listed entity's annual consolidated turnover for the immediately preceding financial year i.e., FY 2022-23, represented by the value of the proposed transaction</b>	59.48
<b>If the transaction relates to any loans, inter-corporate deposits, advances or investments made or given by the listed entity or its subsidiary:</b> (i) details of the source of funds in connection with the proposed transaction; (ii) where any financial indebtedness is incurred to make or give loans, inter-corporate deposits, advances or investments, <ul style="list-style-type: none"> <li>• nature of indebtedness;</li> <li>• cost of funds; and</li> <li>• tenure</li> </ul> (iii) applicable terms, including covenants, tenure, interest rate and repayment schedule, whether secured or unsecured; if secured, the nature of security; (iv) the purpose for which the funds will be utilized by the ultimate beneficiary of such funds pursuant to the RPT.	The proposed transaction is in the nature of grant of corporate guarantee(s) by the Company to OEPL. The aforesaid transaction is not in the nature of giving loans, inter-corporate deposits, advances or investments by the Company to OEPL. Hence, this clause would not apply in the present case.
<b>Justification as to why the RPT is in the interest of the Company</b>	The Company is engaged in the business of manufacturing of plastic rigid sheets, semi rigid sheets and customized thermoformed packaging products tailored to the customers requirements and has production facilities in India. OEPL, its Joint Venture Company is in the business of manufacturing and sales of all kinds of packaging and allied products made out of paper, decorations, printing on paper sheets and allied products for food packaging, commercial, industrial, Government or public use. OEPL would avail loans from banks / financial institutions for conduct of its business. Therefore, in this regard, the Company would be required to give guarantee(s) as security for the loans availed by OEPL. Our guiding principle was that the transactions should be on arms' length basis.
<b>Copy of the valuation or other external party report, if any such report has been relied upon</b>	NA
<b>Any other information relevant or important for the shareholders to make an informed decision</b>	All relevant information forms part of this Explanatory Statement setting out material facts.

## RAJSHREE POLYPACK LIMITED

### "ANNEXURE-B "

**Details of Directors pursuant to Regulation 36(3) of the Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015 and the Secretarial Standard-2 on General Meetings issued by the Institute of Company Secretaries of India are given below:**

<b>Name of Director</b>	Mr. Anand Sajjankumar Rungta
<b>DIN</b>	02191149
<b>Designation</b>	Whole-time Director
<b>Age</b>	43 years
<b>Date of first appointment on the Board</b>	February 10, 2021
<b>Qualification</b>	First year B. Com.
<b>Brief profile, Experience and Nature of Expertise in specific functional areas</b>	Mr. Anand Sajjankumar Rungta has an experience of more than eight (8) years in various activities such as manufacturing, trading, import and export, commission agency of plastic items and other products. Considering his skill set and experience, it is proposed that Mr. Anand Sajjankumar Rungta shall be leading the Trade business and his association in the day to day affairs of the Company.
<b>Names of listed entities in which the person holds Directorship(s)</b>	NA
<b>Listed entities from which the person has resigned in the past three (3) years</b>	NA
<b>Memberships on Committees of the Board of the Company</b>	Member- Stakeholder's Relationship Committee
<b>Memberships / Chairmanships of Committees of other Companies</b>	NA
<b>Shareholding in the Company (as at March 31, 2023)</b>	1,89,513 equity shares
<b>Inter-se relationships between Directors</b>	Mr. Anand Sajjankumar Rungta is not related to any Director of the Company
<b>Relationship with Key Managerial Personnel of the Company</b>	Mr. Anand Sajjankumar Rungta is not related to any Key Managerial Personnel of the Company
<b>No. of Board Meetings attended during the financial year 2022 - 23</b>	6/7
<b>Details of remuneration sought to be paid</b>	₹30.00 Lakhs per annum w.ef. April 1, 2023 (subject to the approval of the Members)
<b>Details of remuneration last drawn from the Company</b>	₹18.00 Lakhs per annum
<b>Terms and Conditions of appointment / re-appointment</b>	Whole-time Director, liable to retire by rotation



## RAJSHREE POLYPACK LIMITED

### DIRECTORS' REPORT

Dear Members,

#### RAJSHREE POLYPACK LIMITED

Your Directors are pleased to present the 12<sup>th</sup> Annual Report, together with the audited financial statements of your Company for the year ended March 31, 2023.

#### 1. FINANCIAL RESULTS

The financial statements of the Company have been prepared in accordance with the Indian Accounting Standards ("Ind AS") notified under Section 133 of the Companies Act, 2013 ("Act") read with the Companies (Accounts) Rules, 2014.

The financial statements for the financial year ended March 31, 2023 and March 31, 2022 are Ind AS compliant.

The financial highlights of your Company for the year ended March 31, 2023 are summarized as follows:

(₹ In Lakhs)

Particulars	Year ended March 31, 2023		Year ended March, 31, 2022
	Standalone	Consolidated	Standalone
Total Income	25,446.64	25,429.32	19,965.36
EBITDA	3,548.69	3,526.79	2,698.98
Less: Depreciation	1,391.83	1,391.83	1,103.85
EBIT	2,156.86	2,134.96	1,595.13
Less: Finance Cost	700.95	700.95	310.10
Profit before exceptional items and tax	1,455.91	1,434.01	1,285.03
Less: Exceptional items	-	-	-
Profit Before Tax	1,455.91	1,434.01	1,285.03
Less: Tax	368.04	368.04	327.89
<b>Profit after Tax</b>	<b>1,087.87</b>	<b>1,065.97</b>	<b>957.14</b>
Other Comprehensive Income	7.22	7.22	(2.04)
<b>Total Comprehensive Income</b>	<b>1,095.09</b>	<b>1,073.19</b>	<b>955.10</b>
<b>Earning Per share ("EPS")</b>	<b>9.63</b>	<b>9.44</b>	<b>8.50</b>

#### 2. DIVIDEND

Your Directors at its meeting held on May 15, 2023 are pleased to recommend a dividend of ₹ 0.50 paise per equity share amounting to ₹57.245 lakhs (Rupees Fifty Seven Lakhs Twenty Four Thousand Five Hundred Only) (subject to deduction of TDS as per Section 194 of the Income Tax Act, 1961) for the financial year ended March 31, 2023, subject to the approval of the members at the forthcoming 12<sup>th</sup> Annual General Meeting (AGM) of the Company. The dividend is payable to those shareholders whose names appear in the Register of Members as on Thursday, August 24, 2023.

#### 3. AMOUNT PROPOSED TO BE CARRIED TO ANY RESERVES

The Company does not propose to carry any amount to general reserve.

#### 4. FINANCIAL PERFORMANCE AND STATE OF COMPANY'S AFFAIRS

Your Company is a market leader in Rigid Thermoformed Packaging Products and has worked hard to maintain its position in this field. The fiscal year 2022-23 was yet another difficult year due to geopolitical unrest, which caused unprecedented price volatility in raw materials and an inflationary climate. Despite these obstacles, the Company has achieved substantial revenue growth in the said financial year.

Our financial performance for the year 2022-23 is as follows:

- Revenue from operation has increased to ₹25,219.24 Lakhs in financial year 2022-23 as compared to ₹19,855.64 Lakhs in financial year 2021-22. The year on year ("Y-O-Y") growth is 27% and 3 years Compounded Annual Growth Rate ("CAGR") is 26.12%.
- Earning Before Interest Depreciation Tax and Amortization ("EBITDA") has increased to ₹ 3,549 Lakhs in financial year 2022-23 as compared to ₹ 2,699 lakhs in financial year 2021-22. The Y-O-Y growth is 31.48% and 3 years CAGR is 21.02%.
- Cash Profit has increased to ₹2,558 Lakhs in financial year 2022-23 as compared to ₹2,129 Lakhs in financial year 2021-22. The Y-O-Y growth is 20.15% and 3 years CAGR is 18.33%.
- Return on Capital Employed has improved to 12.94% in financial year 2022-23 as compared to 11.17% 2021-22.

The Company is engaged in the business of manufacturing of barrier plastic rigid sheets, semi rigid sheets for FFS application and thermoformed primary packaging products & injection molded products for dairy, food and beverages industry.

#### 5. FINANCE

5.1 Your Company continues to focus on judicious management of its working capital. Receivables, inventories and other working capital parameters were kept under strict check through a process of continuous monitoring.

#### 5.2 Rating

The Company's bank facilities are rated by CRISIL Ratings Limited ("CRISIL"). There is no change in the ratings of the Company. CRISIL has reaffirmed its ratings on the bank facilities of the Company as under:

<b>Total Bank Loan Facilities Rated</b>	₹ 53 Crores
<b>Long term rating</b>	CRISIL BBB+ / Stable (Reaffirmed)

#### 5.3 Deposits

No public deposits as defined under chapter V of the Act have been accepted by the Company during the year under review.

#### 5.4 Particulars of Loans, Guarantees and Investments

The particulars of loans, guarantees and investments as per Section 186 of the Act by the Company, have been disclosed in the financial statements.

## RAJSHREE POLYPACK LIMITED

### 6. MODERNIZATION AND OTHER CAPITAL PROJECTS

Various modernization and de-bottlenecking actions were carried out by your Company throughout the fiscal year 2022-23.

- A new PET Extrusion line with a variety of features was installed at Unit-I (New), allowing it to employ up to 30% post-consumer recycled material.
- Replaced obsolete forming equipment with new machines with robotic packing features, which reduced human interaction and maintained product hygiene.
- On an exclusive basis, the Company has entered into the manufacturing of injection molding products for food packaging with a third-party manufacturer with an initial installed capacity of 1,000 MTPA.
- During the year, the company invested ₹900 Lakhs in its Joint Venture Company, Olive Ecopack Private Limited ("**JV Company**"). This JV Company will primarily manufacture sustainable packaging products for the Food Service Industry. The manufacturing facility is being built as per the schedule, and orders for several machines have already been placed, with advance payments made to suppliers.

### 7. JOINT VENTURE /SUBSIDIARIES

As on March 31, 2023, your Company has 1 (one) Joint Venture- Olive Ecopack Private Limited ("**JV Company**"). The highlights of the financial performance of the JV Company for the financial year 2022-23 are disclosed in form AOC - 1, which annexed herewith as "**Annexure I**" to the Directors' Report.

The Company has no subsidiary and associate company, as on March 31, 2023.

### 8. MANAGEMENT DISCUSSION AND ANALYSIS REPORT

The detailed review of the operations, state of affairs, performance and outlook of the Company and its business as stipulated under Regulation 34 of the SEBI Listing Regulations, is presented in a separate section forming part of the Annual Report under the head '*Management Discussion and Analysis*'.

### 9. EMPLOYEE STOCK OPTION PLAN("ESOP")

Equity based compensation is an integral part of employee compensation across sectors which enables alignment of personal goals of the employees with organizational objectives by participating in the ownership of the Company through share-based compensation scheme/plan.

Your Company believes in rewarding its employees for their continuous hard work, dedication and support, which has led the Company, on the growth path.

In line with the aforesaid, the shareholders of the Company on August 4, 2022 approved Rajshree Polypack Limited-Employee Stock Option Plan 2022 ("**RPPL ESOP-2022**"), wherein the Company provided for the creation and issue of 5,63,000 options that would eventually convert into equity shares of ₹10/- each in the hands of the Company's employees.

RPPL ESOP-2022 is in accordance with the SEBI (Share Based Employee Benefits & Sweat Equity) Regulations, 2021 including any amendments thereto ("**SEBI Guidelines/Regulations**").

The Company had made a grant of 16,500 options, which was approved by Nomination & Remuneration Committee in their meeting held on February 6, 2023.

The Nomination and Remuneration Committee of the Board of Directors of the Company, inter alia, administers and monitors the RPPL ESOP-2022 in accordance with the SEBI Guidelines/ Regulations.

Requisite disclosures as required under Regulation 14 of Securities and Exchange Board of India (Share Based Employee Benefits and Sweat Equity) Regulations, 2021 is annexed to this Annual Report as '**Annexure II**'.

The Secretarial Auditors' Certificate would be placed at the forthcoming AGM pursuant to Regulation 13 of the said Regulations. Grant wise details of options vested, exercised and cancelled are provided in the notes to the standalone financial statements.

### 10. DIRECTORS AND KEY MANAGERIAL PERSONNEL

#### 10.1 Retirement by rotation

At the 12<sup>th</sup> Annual General Meeting ("**AGM**") of the Company and in accordance with the applicable provisions of Section 152 of the Act and the Articles of Association of the Company, Mr. Anand Sajjankumar Rungta (**DIN: 02191149**), is liable to retire by rotation and being eligible, offers himself for re-appointment.

Necessary resolution for his re-appointment is included as **Item No. 3** in the AGM Notice, for seeking approval of the members of the Company.

A brief resume of the Director proposed to be re-appointed is given as an "**Annexure B**" in the AGM Notice.

#### 10.2 Appointment and Resignation of Directors

- Mrs. Sangeeta Sarin (**DIN:08659655**) resigned w.e.f April 18, 2022 due to her pre-occupation.
- Based on the recommendation of the Nomination and Remuneration Committee, the Board of Directors appointed Ms. Yashvi Shah (**DIN:08002543**) as Additional Director (Independent) w.e.f May 30, 2022 for a term of 5(five) years, not liable to retire by rotation. Her appointment as Independent Director of the Company was confirmed vide resolution passed by way of postal ballot dated August 4, 2022.
- Mr. Rajesh Satyanarayan Murarka (**DIN:01501322**) was re-appointed as non-executive, Independent director of the Company for a second term of five (5) years in the 11<sup>th</sup> AGM dated September 29, 2022. His re-appointment is effective from November 20, 2022 to November 19, 2027.
- Mr. Alain Edmond Berset (**DIN: 07181896**) resigned from the post as the nominee director of the Company (on behalf of Wifag Polytype Holding AG, "**Wifag**") w.e.f March 10, 2023.

## RAJSHREE POLYPACK LIMITED

### 10.3 Independent Directors (A statement on declaration given by independent directors under sub-section (6) of section 149 of the Act)

In accordance with the provisions of Section 149(7) of the Act, Mr. Rajesh Satyanarayan Murarka, Mr. Praveen Bhatia, Mr. Pradeep Kumar Gupta and Ms. Yashvi Shah, Independent Directors of the Company as on March 31, 2023 have given their declarations to the Board that they meet the criteria of independence as laid down under Section 149(6) of the Act, Regulation 16(1)(b) and Regulation 25 of the SEBI Listing Regulations and are qualified to be Independent Directors pursuant to Rule 5 of the Companies (Appointment and Qualification of Directors) Rules, 2014. The Independent Directors are in compliance with the Code of Conduct prescribed under Schedule IV of the Act.

Further, the Independent Directors have confirmed that they have included their names in the Independent Director's databank maintained by the Indian Institute of Corporate Affairs in terms of Section 150 of the Act read with Rule 6 of Companies (Appointment and Qualifications of Directors) Rules, 2014.

During the financial year 2022-23, Ms. Yashvi Shah was appointed as Independent Director of your Company. She is experienced in handling legal and secretarial matters. Thus, in the opinion of the Board, she is a person of integrity. Further, The Board is of the opinion that all the Independent Directors of the Company possess requisite qualifications, experience and expertise in the fields of strategy, planning and execution, management and leadership, functional and managerial experience, legal and risk management, corporate governance systems and practices, finance, banking and accounts and they hold highest standards of integrity.

During the financial year 2022-23 a separate meeting of Independent Directors was held on March 31, 2023, without the presence of executive directors or management representatives and the following matters were discussed:

- the performance of non-Independent directors and the Board as a whole;
- the performance of the Chairman of the Company, taking into account the views of executive directors and non-executive directors; and
- assess the quality, quantity and timeliness of flow of information between the Company management and the Board that is necessary for the Board to effectively and reasonably perform their duties.

### 10.4 Key Managerial Personnel (KMPs)

Pursuant to the provisions of sections 2(51) and 203 of the Act read with the Companies (Appointment and Remuneration of Managerial Personnel) Rules, 2014, following are the KMPs of the Company:

- Mr. Ramswaroop Radheshyam Thard, Chairman & Managing Director;
- Mr. Naresh Radheshyam Thard, Joint Managing Director;
- Mr. Anand Sajjankumar Rungta, Whole-time Director;
- Mr. Sunil Sawarmal Sharma, Chief Financial Officer and

- Ms. Mitali Rajendra Shah, Company Secretary & Compliance Officer.

### 10.5 Board Effectiveness

#### 10.5.1 Independent Directors' Familiarization Policy

Pursuant to Regulation 25(7) of the SEBI Listing Regulations, the Board has framed a policy to familiarize the Independent Directors about the Company titled '*Familiarization Programme for Independent Directors*' ("**Familiarization Policy**"). The Familiarization Policy is available on the website of the Company at the weblink: <http://rajshreepolypack.com/wp-content/uploads/2023/03/Familiarization-Programme-for-Independent-Directors.pdf>

The Familiarization Policy of the Company seeks to familiarize all new Independent Directors with the working of the Company, their roles, rights and responsibilities with respect to the Company, the industry in which the Company operates, business model, etc.

#### 10.5.2 Board Evaluation

The evaluation of all directors, committees of the Board, Chairman and the Board as a whole was carried out by the Board itself, as per the provisions of the Act and SEBI Listing Regulations.

The evaluation was conducted based on the criteria and framework adopted by the Board. The evaluation parameters and the process has been explained in the Corporate Governance Report.

#### 10.5.3 Criteria for selection of Directors, KMPs and Senior leadership positions and their remuneration

On the recommendation of the Nomination and Remuneration Committee, the Board of the Company has adopted a policy for selection and appointment of Directors, Key Managerial Personnel and Senior Management and their remuneration. The policy is available on the Company's website at the web-link: <http://rajshreepolypack.com/wp-content/uploads/2023/03/NRC-Policy.pdf>

The policy contains, inter-alia, principles governing Directors', KMPs, Senior Management Personnel appointment and remuneration, including criteria for determining qualifications, positive attributes, independence of Directors, etc.

#### 10.5.4. Committees of the Board

As on March 31, 2023, the Board had 5 (five) committees- Audit Committee ("**AC**"), Nomination and Remuneration Committee ("**NRC**"), the Corporate Social Responsibility Committee ("**CSR Committee**"), the Stakeholders' Relationship Committee ("**SRC**"), the Executive Committee ("**EC**") (the AC, NRC, CSR Committee, SRC and EC are collectively referred to as "**Committees**").

During the year, all recommendations made by the Committees were approved by the Board. A detailed note on the composition of the Board and its Committees is provided in the Corporate Governance Report, which forms part of the Annual Report.

## RAJSHREE POLYPACK LIMITED

### 11. MEETINGS OF THE BOARD AND COMMITTEES OF THE BOARD

During the financial year 2022-23, 7(seven) Board meetings were convened. The details of Board and Committee meetings held during the year under review, are given in the Corporate Governance Report, forming part of this Annual Report. The gap between these meetings was within the prescribed period under the Act and the SEBI Listing Regulations.

### 12. AUDIT COMMITTEE

During the financial year 2022-23, 7(seven) Audit Committee meetings were convened. The details pertaining to the composition of the Audit Committee is given in the Corporate Governance Report, forming part of the Annual Report. The Board has accepted all recommendations of the Audit Committee during the year under review.

### 13. PARTICULARS OF CONTRACTS WITH RELATED PARTIES/ RELATED PARTY TRANSACTIONS

In accordance with the relevant provisions of the Act and rules framed thereunder and Regulation 23 of the SEBI Listing Regulations, the Company has in place a Related Party Transaction ("RPT") Policy. All related party transactions ("RPT") entered into during the financial year 2022-23 were in accordance with the Company's RPT Policy and on an arms' length basis and in the ordinary course of business. All RPTs are placed before the Audit Committee and the Board for approvals.

As required under the Act, the prescribed Form AOC-2 is appended as "Annexure III" to the Directors' Report.

Your Company did not enter into any material RPTs during the year under review.

The RPT Policy as approved by the Board is uploaded on the Company's website and is available at the web-link: <http://rajshreepolypack.com/wp-content/uploads/2023/03/RPT-Policy-14.02.2022.pdf>.

### 14. INTERNAL FINANCIAL CONTROLS AND THEIR ADEQUACY

Your Company remains committed to improve the effectiveness of internal financial controls and processes which would help in efficient conduct of its business operations, ensure security to its assets and timely preparation of reliable financial information. The internal financial controls with reference to the Financial Statements are adequate in the opinion of the Board. The Company has a proper system of internal controls to ensure that all assets are safeguarded and protected against loss from unauthorized use or disposition and that transactions are authorized, recorded and reported correctly. The internal control is supplemented by an extensive programme of internal, external audits and periodic review by the Management. This system is designed to adequately ensure that financial and other records are reliable for preparing financial information and other data and for maintaining accountability of assets. The Audit Committee of the Board actively reviews the adequacy and effectiveness of the internal control systems and suggests improvements to strengthen the same. The Statutory Auditors and the

Internal Auditors are invited to attend the Audit Committee Meetings and present their observations on adequacy of internal financial controls and the steps required to bridge gaps, if any. There are no observations of Statutory Auditors as well as Internal Auditors.

### 15. AUDITOR

#### 15.1 Statutory Auditor-

Pursuant to the provisions of Section 139 of the Act, M/s. MSKA & Associates, Chartered Accountants (ICAI Firm Registration No. 105047W) are the Statutory Auditors of the Company, as per their appointment at the 8<sup>th</sup> AGM of the Company held on September 27, 2019, for a period of 5 (five) years.

The requirement of seeking ratification of members for continuing the appointment of Statutory Auditors at every AGM was withdrawn by the Companies (Amendment) Act, 2017 w.e.f. May 7, 2018.

M/s. MSKA & Associates, Chartered Accountants have confirmed that they are eligible and are in compliance with the provisions specified under Section 141(3)(g) of the Act and they are not disqualified to act as Statutory Auditors in terms of the provisions of Sections 139 and 141 of the Act and the Companies (Audit and Auditors) Rules, 2014. The Report of the Statutory Auditor forming part of the Annual Report, does not contain any qualification, reservation, adverse remark or disclaimer. The observations made in the Auditors' Report are self-explanatory and therefore do not call for any further comments.

#### 15.2 Secretarial Auditor-

Pursuant to the provisions of Section 204 of the Act and the Companies (Appointment and Remuneration of Managerial Personnel) Rules, 2014, the Board had appointed M/s. Nishant Bajaj & Associates, a firm of Company Secretaries in Practice, to undertake the Secretarial Audit of the Company for the financial year ended March 31, 2023. The Secretarial Audit Report for the financial year ended March 31, 2023 is enclosed to this report as "Annexure IV". The Secretarial Audit Report is self-explanatory and thus does not require any further comments.

The Secretarial Audit Report does not contain any qualification, reservation, adverse remark or disclaimer. The Company is in compliance with the Secretarial Standards issued by the Institute of Company Secretaries of India.

In addition to the above and pursuant to SEBI circular dated February 8, 2019, a report on Secretarial Compliance for the financial year 2022-23 has been submitted to the National Stock Exchange of India Limited.

#### 15.3 Cost Auditor-

Pursuant to the provisions of Section 148 of the Act read with the Companies (Cost Records and Audit) Amendment Rules, 2014, the cost audit records maintained by the Company are required to be audited. The Board on the recommendation of the Audit Committee, has appointed M/s. V. J. Talati & Co., Cost Accountants bearing Firm Registration Number: R00213 to audit the cost records relating to the Company's

## RAJSHREE POLYPACK LIMITED

units for the financial year ending on March 31, 2024, at a remuneration as specified in the Notice convening the 12<sup>th</sup> AGM (refer **Item No. 4**).

As required under the Act, the remuneration payable to the Cost Auditor is required to be placed before the members in a general meeting for their ratification. Accordingly, a resolution seeking members' ratification for the remuneration payable to M/s. V. J. Talati & Co., Cost Accountants is included at **Item No. 4** of the Notice convening the 12<sup>th</sup> AGM.

### 15.4 Internal Auditor-

The Board, upon the recommendation of the Audit Committee, has appointed M/s. ProDigy Consultancy firm, as the Internal Auditor of the Company for financial year 2023-2024, on account of completion of tenure of M/s. CAS & Co. for the financial year 2022-23.

### 16. ENERGY CONSERVATION, TECHNOLOGY ABSORPTION AND FOREIGN EXCHANGE EARNINGS AND OUTGO

The details regarding 'energy conservation, technology absorption and foreign exchange earnings and outgo' as required under Section 134(3)(m) of the Act read with Rule 8(3) of the Companies (Accounts) Rules, 2014 are mentioned below:

#### A. CONSERVATION OF ENERGY-

##### i) Steps taken or impact on conservation of energy:

- Your Company has change the ducting and piping, which reduced the energy consumption of the chiller load of the Air Handling Unit (AHU) as well as the compressor load, from 210 TR to 105 TR. This resulted in 2021 18.4 units per year of power savings.
- Your Company replaced an outdated air compressor with a new one, saving 20,000 units of electricity per year.
- Your Company has also installed a variable frequency drive (VFD) on the AHU unit, which has helped to lower air volume by 30% and power consumption by 53,000 units per year.
- By redesigning the compressed air pipelines, your Company was able to eliminate a 40 KW air compressor, resulting in a savings of 1,65,000 units per year.

##### ii) The steps taken by the Company for utilizing alternate sources of energy:

Your Company generated 1,17,500 units from another source, namely solar rooftop, which saved about 20109 trees from deforestation. Because of the aforesaid actions, total carbon emissions from all Units were reduced by 364 tonnes.

##### iii) The capital investment on energy conservation equipment: ₹22.92 Lakhs.

#### B. TECHNOLOGY ABSORPTION-

Your Company continued its Research & Development efforts in technologies, designs & development and products to augment its growth. The focus is on developing

new combinations of materials for enhancing the functional performance of the packaging material and aesthetics. Company work very closely with the Product – Packaging Development teams of our customers, contributing to their efforts in creating the desired packaging solutions.

#### a. The efforts made towards technology absorption:

- Throughout the year, the Company conducted variety of trials with wide range of molds in injection molding process.
- Installed a new PET extrusion line with various features that allow for the utilization of up to 30% post-consumer recycled material.
- Replaced outdated thermoforming machines with new thermoforming equipment with robotic packing features, decreasing human interaction and maintaining product hygiene.

#### b. The benefits derived like product improvement, cost reduction, product development or import substitution.

- The PET Extrusion line, which processes post-consumer recycled materials, enables us to make a substantial contribution to sustainability and recyclable materials.
- The Company can enhance product quality and hygiene by implementing a new thermoforming equipment.

#### c. In case of imported technology (imported during the last three years reckoned from the beginning of the financial year) – Your company introduced 9 layer rigid barrier technology from Europe in financial year 2020-21 which reduced imports of barrier packaging products.

#### d. Details of expenditure on Research and Development during the year under review is as under:

Your Company operates in an industry which requires continuous technology upgradation for manufacturing products and research activities to stay ahead of the market. During the financial year 2022-23, your Company has incurred an expenditure of ₹4.91 Lakhs on Research & Development.

#### C. FOREIGN EXCHANGE EARNINGS AND OUTGO:

(₹ in Lakhs)

Particulars	April 1, 2022 to March 31, 2023	April 1, 2021 to March 31, 2022
Actual Foreign Exchange earnings	1,515.90	1,176.83
Actual Foreign Exchange outgo	4,636.81	3,371.05

### 17. CORPORATE GOVERNANCE

Your Company is committed to maintain the highest standards of ethics and governance, resulting in enhanced transparency for the benefit of all stakeholders. The Report on Corporate Governance as stipulated under Regulation

## RAJSHREE POLYPACK LIMITED

27 of the SEBI Listing Regulations forms part of this report as “Annexure V”. The Company is in full compliance with the requirements and disclosures made in this regard. The requisite certificate from M/s. Nishant Bajaj & Associates, Company Secretaries in Practice, confirming compliance of the Corporate Governance requirements is annexed to the Corporate Governance Report, forming part of this Directors’ Report.

### 18. CORPORATE SOCIAL RESPONSIBILITY

In accordance with the provisions of Section 135 of the Act and the rules made thereunder, your Company has constituted a Corporate Social Responsibility Committee. (“CSR Committee”) The role of the CSR Committee is to formulate an annual action plan in pursuance of CSR policy and review CSR activities of the Company periodically and recommend to the Board amount of expenditure to be spent on CSR annually. The CSR policy of the Company, *inter alia*, provides for CSR vision of the Company including proposed CSR activities and its implementation, monitoring and reporting framework.

Your Company has adopted a CSR Policy for the Company which provides a broad framework with regard to implementation of CSR activities to be carried out by the Company in accordance with Schedule VII of the Act. The CSR Policy is available on the Company’s website at the web-link: <http://rajshreepolypack.com/wp-content/uploads/2023/03/Amended-CSR-Policy-RPPL.pdf>

During the financial year 2022-23, your Company has spent ₹24.75 Lakhs towards CSR activities. Your Company’s key objective is to make a difference to the lives of the underprivileged and local communities and is committed to CSR engagement. An Annual Report on CSR activities undertaken by the Company during the financial year 2022-23 is annexed herewith as “Annexure VI” Corporate Overview Statutory Reports.

### 19. VIGIL MECHANISM / WHISTLE BLOWER POLICY

Your Company has in place a vigil mechanism for directors and employees to report concerns about unethical behaviour, actual or suspected fraud or violation of your Company’s Code of Conduct.

Under the vigil mechanism of the Company, which also incorporates a Whistle Blower Policy in terms of Regulation 22 of the SEBI Listing Regulations, protected disclosures can be made by a whistle blower through an e-mail, or dedicated telephone line or a letter to the Chairman of the Audit Committee. Adequate safeguards are provided against victimization to those who avail of the vigil mechanism.

The Whistle Blower Policy is available on the Company’s website at the weblink: <https://www.rajshreepolypack.com/wp-content/uploads/2023/03/Whistle-blower-Policy.pdf>

### 20. PREVENTION OF SEXUAL HARASSMENT AT WORKPLACE

As required under the Sexual Harassment of Women at Workplace (Prevention, Prohibition and Redressal) Act, 2013 and Rules framed thereunder, the Company has implemented a policy on prevention, prohibition and redressal of sexual harassment at workplace. This has

been widely communicated internally. Your Company has constituted ‘Internal Complaints Committee’ to redress complaints relating to sexual harassment at its workplaces. The Company has not received any complaints relating to sexual harassment during financial year 2022-23.

### 21. SIGNIFICANT AND MATERIAL ORDERS PASSED BY REGULATORS OR COURTS

During the year under review, there are no significant or material orders passed by the regulators or courts or tribunals impacting the Company’s going concern status and its future operations.

### 22. ANNUAL RETURN

Pursuant to the provisions of Section 92(3) read with Section 134(3)(a) of the Act, a copy of the Annual Return as on March 31, 2023 is available on the website of the Company and can be accessed at [www.rajshreepolypack.com](http://www.rajshreepolypack.com).

### 23. INFORMATION PURSUANT TO SECTION 197(12) OF THE ACT

Disclosures pertaining to remuneration and other required information pursuant to Section 197(12) of the Act read with Rule 5 of the Companies (Appointment and Remuneration of Managerial Personnel) Rules, 2014 (“Companies Remuneration Rules”), in respect of employees of the Company, is provided herewith as “Annexure VII” and forms part of the Directors’ Report. However, as per the second proviso clause to Rule 5(3) of the Companies Remuneration Rules, the statement pertaining to details of top 10 (ten) employees in terms of remuneration shall be made available to any shareholder on a specific request made by him/her in writing before the AGM date.

### 24. COMPLIANCE OF ACCOUNTING STANDARDS

As per requirements of the SEBI Listing Regulations and applicable Accounting Standards, your Company has made proper disclosures in the Financial Statements. The applicable Accounting Standards have been duly adopted pursuant to the provisions of Sections 129 and 133 of the Act.

### 25. COMPLIANCE OF SECRETARIAL STANDARDS

During the year, your Company has complied with the Secretarial Standards (SS-1 and SS-2), issued by the Institute of Company Secretaries of India and forming part of the Act, on meetings of the Board of Directors and General Meetings.

### 26. DIRECTORS’ RESPONSIBILITY STATEMENT

Pursuant to the provisions of section 134(3)(c) of the Act, the Board of Directors (“Board”), to the best of their knowledge and belief confirm as under:

- i. In the preparation of the annual accounts, the applicable accounting standards have been followed along with proper explanation relating to material departures, if any;
- ii. The Board had selected appropriate 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 as at the end of the financial

## RAJSHREE POLYPACK LIMITED

year March 31, 2023 and of the Profit and Loss of the Company for the financial year ended March 31, 2023;

- iii. The Board had taken proper and sufficient care for the maintenance of adequate accounting records in accordance with the provisions of the Act for safeguarding the assets of the Company and for preventing and detecting fraud and other irregularities;
- iv. The Board had prepared the annual accounts on a going concern basis;
- v. The Board had laid down internal financial controls to be followed by the Company and that such internal financial controls are adequate and were operating effectively and
- vi. The Board had devised proper systems to ensure compliance with the provisions of all applicable laws and that such systems were adequate and operating effectively.

### 27. REPORTING OF FRAUDS BY AUDITORS

During the year under review, neither the statutory auditors nor the secretarial auditor has reported to the Audit Committee, of any instances of fraud committed against the Company by its officers or employees, as required under Section 143(12) of the Act.

### 28. MATERIAL CHANGES AND COMMITMENTS AFFECTING FINANCIAL POSITION BETWEEN THE END OF THE FINANCIAL YEAR AND DATE OF THE REPORT

There have been no material changes and commitments which affect the financial position of the Company which have occurred between the end of the financial year to which the financial statements relate and the date of this report.

### 29. CHANGE IN THE NATURE OF COMPANY'S BUSINESS

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

### 30. RISK MANAGEMENT FRAMEWORK

The provisions of Regulation 21 (Risk Management Committee) of the SEBI Listing Regulations do not apply to our Company. However, pursuant to Regulation 17(9) of the SEBI Listing Regulations, the Company has implemented a Risk Management framework which is comprehensive in nature, providing guidance on identification and mitigation of the various risks that the Company may face in the conduct of its business.

The specific objectives of this framework are:

- To identify and assess various business risks arising out of internal and external factors that affect the business of the Company;
- To work out methodology for managing and mitigating the risks;
- To establish a framework for the Company's risk management process and to ensure its implementation;
- To enable compliance with appropriate regulations, wherever applicable, through the adoption of best practices; and

- To assure business continuity, sustained growth with financial stability.

### 31. SHARE CAPITAL

The details of Share capital of the Company is as under:

Particulars	As at March 31, 2023		As at March 31, 2022	
	Number of Shares	(₹ in Lakhs)	Number of Shares	(₹ in Lakhs)
a. Authorised Capital: Equity Shares of ₹10/- each	12,500,000	1,250.00	12,500,000	1,250.00
b. Issued & Subscribed Capital: Equity Shares of ₹10/- each	1,14,49,000	1,144.90	11,234,000	1,123.40
c. Paid-up Capital:* Equity Shares of ₹10/- each fully paid up	1,14,49,000	1,144.90	11,234,000	1,123.40

Pursuant to a resolution passed by the Board of the Company by way of circulation on August 18, 2022, Mr. Ramswaroop Radheshyam Thard, Mr. Naresh Radheshyam Thard and Mr. Manish Kumar Agarwal were allotted 70,000, 70,000 and 75,000 equity shares respectively, of the Company on preferential basis at a price of ₹193 per equity share (including share premium of ₹183 per equity share), aggregating to ₹414.95 Lakhs.

The aforesaid issue of equity shares on preferential basis was approved by the Board of the Company at its Board meeting held on July 5, 2022 and by the shareholders by way of special resolution vide postal ballot dated August 4, 2022

### 32. ACKNOWLEDGEMENT

Your Directors would like to express their sincere appreciation for the assistance and co-operation received from various stakeholders including financial institutions and banks, Government authorities and other business associates who have extended their valuable support and encouragement during the year under review.

Your Directors take this opportunity to place on record their appreciation for the committed services rendered by the employees of the Company at all levels, who have contributed significantly towards the Company's performance and for enhancing its inherent strength. Your Directors also acknowledge with gratitude the encouragement and support extended by our valued shareholders.

**For and on behalf of the Board  
For Rajshree Polypack Limited**

Sd/-

**Ramswaroop Radheshyam Thard  
Chairman & Managing Director  
(DIN : 02835505)**

**Place: Daman  
Date : May 15, 2023**

# RAJSHREE POLYPACK LIMITED

## Management Discussion & Analysis

### About Rajshree

With over 2 decades of experience in the packaging industry, Rajshree Polypack Limited (“RPPL” / “Company”) is one of the leaders in manufacturing of rigid plastic sheets for specialized Form, Fill and Seal (“FFS”) Application and thermoformed packaging products to the industry segment we cater to.

Our products range include packaging for dairy industry, Food and Beverages (“F&B”), bakery and confectionaries, trays for sweet and snacks, punnets for fruits and vegetables, electronic packaging, etc. We have also developed sealing and lidding Laminates for food packaging and undertook product trials with multiple customers. We have a wide range of sizes and designs to meet the customers’ need and we aim to continue to build our strengths in the field of rigid and semi-rigid packaging products.

### Industry structure and developments

#### Economic overview & Outlook

##### Global Economy

As per the April 2023 report of the International Monetary Fund (IMF) on Global Economic Outlook, the global economy is at a highly uncertain moment, with the cumulative effects of the past three years of adverse shocks—most notably, the COVID-19 pandemic and Russia’s invasion of Ukraine—manifesting in unforeseen ways. Spurred by pent-up demand, lingering supply disruptions, and commodity price spikes, inflation reached multidecade highs last year in many economies, leading central banks had to tighten aggressively to bring it back toward their targets and keep inflation expectations anchored.

Although inflation has declined as central banks have raised interest rates and food and energy prices have come down, underlying price pressures are proving sticky, with labor markets tight in a number of economies. Commodity prices that rose sharply following Russia’s invasion of Ukraine have moderated, but the war continues, and geopolitical tensions are high. Infectious COVID-19 strains caused widespread outbreaks last year, but economies that were hit hard—most notably China—appear to be recovering, easing supply-chain disruptions.

Global growth is expected to bottom out at 2.8% this year before rising modestly to 3% in 2024. For advanced economies, growth is projected to decline by half in 2023 to 1.3%, before rising to 1.4% in 2024. For emerging market and developing economies, economic prospects are on average stronger than for advanced economies, but these prospects vary more widely across regions. On average, growth is expected to be 3.9% in 2023 and to rise to 4.2% in 2024. (Source: World Economic Outlook - April 2023 Published by IMF)

##### Indian Economy

National Statistical Office (“NSO”) reported GDP growth at 7% for the period whereas CRISIL has forecasted GDP growth at 6% for FY24 which is 1% lower than the NSO report. Higher inflation coupled with aggressive rate hikes and volatility in crude and commodity prices have led to the lower growth rate predicted by CRISIL. Slowing global growth will weaken India’s export whereas the domestic demand could also come under pressure with the RBI’s rate hikes coming into play. Consumer inflation is expected to be 5%. Due to lower commodity prices, expectation of softer food prices, cooling domestic demand will be helping to moderate the CPI.

### Packaging

Packaging is an essential component of almost every product. A product’s packaging acts as an ‘eye catcher’, allowing it to stand out from competing goods in today’s market environment, which faces stiff competition, and therefore, an edge is required for the product to outshine its rival. It is instrumental in conveying the product’s message to consumers. In addition to the same, it helps in establishing the visual appeal of a brand. Marketers view product packaging as the best possible opportunity to attract consumers to their product.

Packaging encompasses a wide range of packaging types and materials. Flexible packaging, including pouches, sachets, and bags, dominates the market due to its cost-effectiveness, convenience, and lightweight nature. Additionally, rigid packaging, such as bottles, containers, and cartons, is widely used for various products. The segment has also witnessed the adoption of sustainable packaging materials like bioplastics, use of recycled materials, and eco-friendly alternatives to meet growing consumer preferences for environmentally friendly solutions.

#### Global Packaging Industry

The global packaging market size is expected to grow from USD 1,098.81 billion in 2023 to USD 1,333.02 billion by 2028, at a CAGR of 3.94% during the forecast period (2023-2028).

The global packaging business has experienced consistent growth over the last decade due to substrate choice changes, expansion of new markets, and changing ownership dynamics. Traditional packaging may continue to be replaced by flexible packaging, high-barrier films, and stand-up retort pouches may challenge rigid pack formats like metal tins and glass jars for a wide range of food products. (Source: <https://www.mordorintelligence.com/industry-reports/global-packaging-market>)

#### Indian Packaging Industry

India packaging market size was valued at US\$ 81.07 Bn in 2021 and the total revenue is expected to grow at 26.1% through 2021 to 2027, reaching nearly US\$ 325.95 Bn. As per CRISIL, packaging sector revenue is expected to grow to 1.47x of revenue generated in FY19.

## RAJSHREE POLYPACK LIMITED

The Indian packaging market has experienced significant growth in recent years, driven by factors such as increasing urbanization, rising disposable incomes, changing lifestyles, and the growth of the e-commerce industry. F&B and Pharmaceuticals are the top end user industry of packaging products and the packaging industry is getting a further boost due to higher growth of F&B and Pharma industry. (Source: Maximize Market Research report, CRISIL Report)

### Rigid Packaging Industry

Rigid packaging industry refers to the sector that produces containers and packaging materials that maintain their shape and provide sturdy protection to the products inside. Rigid packaging is commonly made from materials like plastics, metals, glass, and paperboard. By end-user industry, the market is categorized into F&B, personal care, household, healthcare, and others.

The rigid packaging industry continues to evolve to meet the demands of sustainability, convenience, and changing market dynamics. Manufacturers are investing in research and development to create innovative, eco-friendly packaging solutions that align with consumer preferences and regulatory requirements. (Source: <https://www.mordorintelligence.com/industry-reports/india-rigid-plastic-packaging-market>)

### Global Rigid Plastic Packaging Industry

The global rigid plastic packaging market was valued at \$182.07 Billion in 2020, and is projected to reach \$270.60 Billion by 2028, growing at a CAGR of 4.9% from 2021 to 2028. The growth of the rigid plastic packaging market is majorly driven by rapid expansion of the food & beverage industry, which, in turn, fuels the demand for bottles, jars, fruit juice containers, food package container, and foodie bags. (Source: <https://www.alliedmarketresearch.com/rigid-plastic-packaging-market>)

### Indian Rigid Packaging Industry

Indian Rigid Packaging Industry is projected to grow at a CAGR of 9.36% till FY 2028. Rigid plastic packaging is widely used in the country because of its affordability, toughness, and being lightweight in nature. Rigid plastics like Polyethylene Terephthalate (PET) and High-Density Polyethylene (HDPE) can be placed directly into a recycling bin. Flexible packaging is less eco-friendly than rigid plastics, even though they are recyclable. The market is growing as rigid plastic packaging is employed in several end-user industries across the nation.

The market for rigid plastic packaging is expanding in India with the rising food and beverage sector. The demand for packaged meals in the F&B sector and the healthcare industry is driving the growth of the market. The need for packaged goods has steadily risen due to urbanization, rising disposable income, and changing lifestyles. (Source: <https://www.mordorintelligence.com/industry-reports/india-rigid-plastic-packaging-market>)

### Opportunities

- **Growing Global Packaging Market**

The global packaging market continues to expand due to population growth, urbanization, and increased consumer spending. This presents opportunities for the rigid packaging industry to meet the rising demand for packaging solutions.

- **Sustainable Packaging**

As sustainability becomes a top priority for consumers and businesses alike, there is an increasing demand for eco-friendly packaging options. The rigid packaging industry can capitalize on this trend by developing and promoting recyclable, biodegradable, and reusable packaging solutions.

- **Innovation and Customization**

Advancements in technology allow for innovative packaging designs and customization options. The rigid packaging industry can leverage these developments to create unique and visually appealing packaging solutions that cater to specific customer needs, enhancing product differentiation.

- **Investment in End-use Industries**

Huge investments in the food processing, personal care, and pharmaceutical industries are allowing the packaging market to expand. The emergence of India's middle class, the quick expansion of organised retail, the expansion of exports, and India's burgeoning e-commerce sector are all helping to fuel growth.

- **Extended Shelf Life**

Though plastic pollution has gotten a lot of not-so-positive attention, plastic packaging for food can actually help the environment by cutting down on food waste. It allows far wider out-reach for the brands due to increased shelf life. Rigid packaging products are recyclable making it more preferable as a sustainable packaging solution.

### Threats

- **Regulatory Pressures**

Governments worldwide are imposing stricter regulations on packaging materials, waste management, and recycling. Compliance with these regulations can pose challenges for the rigid packaging industry, requiring more investments in sustainable practices and materials.

## RAJSHREE POLYPACK LIMITED

### • Volatile Raw Material Costs

Fluctuations in raw material prices, such as plastic resins, can significantly impact the cost structure of the rigid packaging industry. Instability in commodity markets poses challenges for manufacturers in terms of procurement and pricing strategies.

### • Changing Consumer Preferences

Consumer preferences are continually evolving, influenced by factors such as convenience, aesthetics, and environmental concerns. The rigid packaging industry needs to stay ahead of these shifts to ensure that their packaging solutions align with changing consumer expectations.

### • Alternative Packaging Materials

The development of alternative packaging materials, such as bioplastics or compostable materials, poses a threat to traditional rigid packaging. These emerging materials may gain market share due to their eco-friendly attributes, potentially reducing demand for conventional rigid packaging products.

### Segment-wise performance

Presently, the Company operates in only one primary segment i.e., Rigid packaging products and hence, segment-wise information is not applicable to the Company.

### Outlook

The Company is using state of the art technology at its factory and great impetus has been given for technical excellence. Our production capacity has improved in last few years and currently, we have ample capacity and production strength to cater to rising demand. The Company has continuously been investing in technological enhancement for better product quality as well as efficiency. Further, it gives us immense pleasure to announce that we have set foot in manufacturing of injection moulding products segment in the current year and are receiving healthy demand of the same.

We all know very well that marketing and branding go a very long way. During financial year 2022-23, we gave high emphasis on the marketing and business promotion front. We attended various exhibitions and industry events not only domestically but on a global level. All efforts made towards product development and business promotion have paid well as we onboarded more than 200 customers in the previous year. At the same time, Rajshree's Products have been displayed on an International Stage and we have started receiving interest from potentially large customers across the globe.

With ongoing development of Olive Ecopak Private Limited (our joint venture company) ("OEPL"), the Company is working on entering into manufacturing of sustainable packaging products in the current year. We have already invested ₹900 Lakhs in OEPL in the previous year and the work on the project is at a requisite pace. The construction of factory building is in line with the implementation schedule and orders are being placed for the machinery required for OEPL.

### Risks and concerns

Risk	Description	Mitigation
Demand Risk	The Company can face demand risk due to fluctuating market conditions, seasonal variations, new product introduction and change in the competitive landscape.	The Company has grown its customer-base over the period and continues to onboard new customers through its diverse product offering.
Business Agreement Risk	The Company relies on strategic relationships and agreements with various clients. Termination of agreements, or less favourable renewal terms could adversely affect profitability.	The Company has demonstrated ability of significantly enhancing product offering which makes it a favourable partner.
Regulatory Risk	Regulations on consumer health and the risk of the Company's products being targeted for discriminatory tax and packaging waste recovery may adversely impact business.	RPPL adheres to best manufacturing practices and takes issues of sustainability relating to packaging and waste recovery very seriously. It works closely and constantly with different stakeholders, to develop sustainable packaging focused on protecting the environment and also waste recycling. The Company has also entered into a joint venture by the name Olive Ecopak Private Limited for manufacturing sustainable packaging products.
Business Viability Risk	An inability to integrate the operations of or leverage potential operating and cost efficiencies from the newly acquired territories and sub territories may adversely affect the Company's business and future financial performance.	To ensure success of the newly acquired operations, the Company invests significant management time and financial resources to develop local market strategies (including that for potential cultural and language barriers) and assimilate business practices to ensure business viability.

## RAJSHREE POLYPACK LIMITED

Risk	Description	Mitigation
Consumer Preference Risk	Failure to adapt to changing consumer health trends and address misconceptions relating to impact of usage of plastic products on the health may adversely impact demand.	RPPL sales team works closely with management to ascertain the changing consumer habits and constantly focus on product innovation and expanding range of products which are safe to use and eco-friendly.
Raw Material Risk	An interruption in the supply or significant increase in the price of raw materials or packaging materials may adversely affect the Company's business prospects, results of operations and financial condition.	Maximizing cost efficiencies is an integral part of RPPL's strategy, whereby it constantly focuses on reducing cost of goods sold, effectively managing operating expenses and enhancing cash flows. For this, the Company has undertaken several initiatives including backward integration and centralized material procurement. It leverages its scale of operations to achieve better bargaining power with suppliers, resulting in better working capital management. The Company's ability to improve asset utilization enables it to achieve higher operating leverage and amortize overheads on a wider base. Additionally, the Company continues to invest in advanced technologies to improve operational efficiencies and work processes in its operations, thereby ensuring integrated operational data from manufacturing, planned procurement and superior tracking of transportation of the Company's products.

### Internal control systems and their adequacy

Your Company has adequate internal control systems commensurate with its size and operations. During the year, such controls were tested and no reportable material weakness in the design or operations was observed.

The Company is following all applicable Accounting Standards for maintaining its books of accounts and reporting financial statements.

### Discussion on financial performance with respect to operational performance

#### Performance Highlights

During the year under review, the Company registered growth of 27.01% in turnover. The turnover of the Company for FY 2022-23 was ₹25,219.24 Lakhs as compared to ₹19,855.64 Lakhs for FY 2021-22. The net profit of the Company stood at ₹1,095.09 Lakhs for FY 2022-23 as compared to ₹955.10 Lakhs for FY 2021-22. Brief glimpse of key performance numbers is as under:

Particulars (₹ Lakhs)	2022-23	2021-22
Revenue from Operations (Net)	25,219.24	19,855.64
Other Income	227.40	109.72
<b>Total Revenue</b>	<b>25,446.64</b>	<b>19,965.36</b>
Total Expenditure	23,990.73	18,680.33
<b>Profit Before Tax</b>	<b>1,455.91</b>	<b>1,285.03</b>
Tax Expenses	368.04	327.89
Other Comprehensive Income/(Loss)	7.22	(2.04)
<b>Profit After Tax</b>	<b>1,095.09</b>	<b>955.10</b>
Earnings per share (₹)	9.63	8.50

### Operational Performance

During the year the Company produced 17,207 MT of Rigid Plastic Sheets as compared to 13,630 MT for the FY 2021-22, thereby registering growth of 26.24% over previous year. The production of thermoformed packaging products stood at 7,525 MT for financial year 2022-23 as compared to 5,918 MT for the FY 2022-23 i.e., a growth of 27.15% over the previous year.

The Company entered into an exclusive toll manufacturing agreement for the manufacturing of injection molding products for food packaging with a third-party manufacturer during the current year. With this, the Company is exploring in injection molding technology with an initial installed capacity of 1,000 MTPA and the Company intends to expand capacities into this segment with improvement in demand.

## RAJSHREE POLYPACK LIMITED

The overall capacity utilisation of the Company can be seen as under:

Particulars	2022-23	2021-22
Sheet Extrusion	94.5%	96.0%
Thermoforming	85.8%	77.5%
Printing	105.6%	93.5%
Sleeving	96.7%	70.3%

### Material developments in Human Resources / Industrial Relations front, including number of people employed.

As of March 2023, the Company had 541 full time employees on its payroll. The Company has maintained its record of good industrial relations with its employees. During the year, various initiatives had been taken to improve the performance and productivity levels in various departments of the Company.

The Company granted 16,500 Stock Options under Rajshree Polypack Limited- Employee Stock Option Plan 2022 ("RPPL ESOP 2022") in February 2023 to certain employees of the Company, rewarding them for their contribution in the Company's growth.

The Company has its own in-house facilities in the plant to train the new recruits before their placement, that helps in optimum utilization of resources as well as maintaining quality standards. It also indulges into and implements various HR initiatives and activities including employee welfare, special rewards, performance review system and various employee motivation activities.

### Details of significant changes (i. e. change of 25% or more as compared to the immediately previous financial year) in key financial ratios, along with detailed explanations therefore, including:

Particulars	Indicator	FY 2022-23	FY 2021-22	% changes	Reason for the changes
Inventory Turnover	Days	155.23	121.26	28.01%	The Company has higher sales in Q1 of the financial year and to support the same, the Company has kept high stocks of inventory. Keeping higher stocks helps the Company to be in a better position to tackle the raw material price volatility.
Interest Coverage Ratio	Times	3.08	5.14	(40.18%)	Decreased due to increase in debt and short-term borrowings to support the operational expansion and increase in fixed assets.
Debt Equity Ratio	Times	0.57	0.33	71.15%	Increased due to increase in debt and short-term borrowings to support the operational expansion and increase in fixed assets.
Debt/EBIDTA Ratio	Times	2.08	1.42	46.52%	Increased due to increase in debt and short-term borrowings to support the operational expansion and increase in fixed assets.

### Details of any change in Return on Net Worth as compared to the immediately previous financial year along with a detailed explanation thereof

The Company Return on Net Worth ("RoNW") has increased slightly at 8.41% for FY 2022-23 as compared to 8.25% for FY 2021-22. The Company has consistently been investing into growth and is expecting to reap benefits of such investment in near future.

### Safe Harbour Clause

Certain statements in this Report describing the Company's objectives, projections, estimates, expectations or predictions may be "forward looking statements" within the meaning of applicable Securities Laws and Regulations. Actual results could differ from those expressed or implied. Important factors that could make a difference to the Company's operations include global and Indian demand-supply conditions, finished goods prices, availability and prices of raw materials, power, interest rates, changes in Government regulations, tax regimes, economic developments within India and the countries in which the Company conducts business and other ancillary factors. Your Company is not obliged to publicly amend, modify or revise any forward-looking statements, on the basis of any subsequent development, information or events or otherwise.

**RAJSHREE POLYPACK LIMITED****ANNEXURE I****FORM AOC-1**

**(PURSUANT TO FIRST PROVISIO TO SUB-SECTION (3) OF SECTION 129 READ WITH RULE 5 OF COMPANIES (ACCOUNTS) RULES, 2014)**

**STATEMENT CONTAINING SALIENT FEATURES OF THE FINANCIAL STATEMENT OF SUBSIDIARIES / ASSOCIATE COMPANIES / JOINT VENTURES**

**PART "A": SUBSIDIARIES**

The Company does not have a Subsidiary Company.

**PART "B": ASSOCIATES AND JOINT VENTURES STATEMENT PURSUANT TO SECTION 129 (3) OF THE COMPANIES ACT, 2013 RELATED TO ASSOCIATE COMPANIES AND JOINT VENTURES**

<b>Name of the Joint Venture</b>	<b>Olive Ecopak Private Limited ("OEPL")</b>
1. Latest audited Balance Sheet Date	March 31, 2023
2. Date on which the Associate or Joint Venture was associated or acquired	May 3, 2022
3. Shares of Associate/Joint Ventures held by the Company on the year end	
a. Number of shares held	20,04,000
b. Amount of Investment in Associates/Joint Venture (₹ in Lakhs)	200.4
c. Extent of Holding (in %)	50.1%
4. Description of how there is significant influence	Investment by the Company in OEPL exceeds 50% and OEPL is jointly controlled by the Company and Mr. Rajesh Motilal Gandhi (JV Partner)
5. Reason why the associate/joint venture is not consolidated	NA
6. Net-worth attributable to Shareholding as per latest audited Balance Sheet (₹ in Lakhs)	189.76
7. Profit / (Loss) for the year 2022-23 (₹ in Lakhs)	
i. Considered in Consolidation	(4.57)
ii. Not Considered in Consolidation	(4.56)

**Notes:**

- Names of associates or joint ventures which are yet to commence operations - NIL
- Names of associates or joint ventures which have been liquidated or sold during the year - NIL

**Sd/-**  
**(Ramswaroop Radheshyam Thard)**  
**Chairman & Managing Director**  
**(DIN: 02835505)**

**Sd/-**  
**Naresh Radheshyam Thard**  
**Joint Managing Director**  
**(DIN: 03581790)**

**Sd/-**  
**Sunil Sawarmal Sharma**  
**Chief Financial Officer**

**Sd/-**  
**Mitali Rajendra Shah**  
**Company Secretary & Compliance Officer**  
**Mem No: A48197**

**Date : May 15, 2023**  
**Place: Daman**

## RAJSHREE POLYPACK LIMITED

### ANNEXURE II

#### DISCLOSURES PURSUANT TO REGULATION 14 READ WITH PART F OF SCHEDULE I OF THE SEBI (SHARE BASED EMPLOYEE BENEFITS AND SWEAT EQUITY) REGULATIONS, 2021 FOR F.Y. 2022-23

Sr No.	Particulars	Details
A.	Relevant disclosures in terms of the accounting standards prescribed by the Central Government in terms of Section 133 of the Companies Act, 2013 including the "Guidance note on accounting for employee share-based payments" issued by ICAI or any other relevant accounting standards as prescribed from time to time	Yes – refer Note no. 46 forming part of standalone financial statements and Note no. 46 of the consolidated financial statements for the year 2022-2023. Please note that the said disclosures are provided in accordance with Indian Accounting Standards (Ind AS) 102 – Share Based Payment.
B.	Diluted EPS on issue of shares pursuant to all the schemes covered under the regulations shall be disclosed in accordance with 'Indian Accounting Standard 33 -Earnings Per Share' issued by ICAI or any other relevant accounting standards as prescribed from time to time	Yes – refer Note no. 44 forming part of standalone financial statements and Note no. 44 of the consolidated financial statements for the year 2022-2023. Please note that the said disclosures are provided in accordance with Indian Accounting Standards (Ind AS) 33 – Share Based Payment.
Details related to Rajshree Polypack Limited Employee Stock Option Scheme- 2022 ("RPPL ESOP-2022" / "Plan")		
C.	<b>Details in relation to Employees' Stock Option Scheme ("ESOS")</b>	
i.	A description of each ESOS that existed as any time during the year including general terms and conditions of each ESOS, including	
	a. Date of shareholders' approval	vide Postal Ballot- August 4, 2022
	b. Total number of options approved under ESOS	5,63,000
	c. Vesting requirements	Point 9 of RPPL ESOP 2022 deals with ' <i>Vesting of options</i> '. The vesting of options granted to an employee will be as per the periodicity determined by the Nomination and Remuneration Committee (" <b>NRC</b> "), provided that there will be a period of atleast one (1) year between the grant of options and vesting of options. Vesting of options would be subject to continued employment with the Company and thus options would vest on passage of time. In addition to this, the NRC may also specify certain performance parameters subject to which the options would vest, subject to a maximum period of five (5) years.
	d. Exercise price or pricing formula	₹10/- per share
	e. Maximum term of options granted	The options granted to the employees shall be exercised within two (2) years from the date of each vesting as per the time specified in the grant letters of the employees.
	f. Source of shares (primary, secondary or combination)	Fresh Issue of shares (Primary market)
	g. Variation in terms of options	(i) The NRC is empowered to vary or revise the RPPL ESOP 2022 from time to time in its absolute discretion in relation to accelerated vesting of option. (ii) The RPPL ESOP 2022 was approved by the shareholders vide postal ballot dated August 4, 2022. (iii) There have been no variations in the terms of the options till date.
ii.	Method used to account for ESOS – Intrinsic or Fair Value	Fair Value method of accounting
iii.	Where the Company opts for expensing of the options using the intrinsic value of the options, the difference between the employee compensation cost so computed and the employee compensation cost that shall have been recognized if it had used the fair value of the options shall be disclosed. The impact of this difference on profits and on EPS of the company shall also be disclosed.	Not Applicable as the Company has accounted for the Stock Options at Fair Value using the Black-Scholes-Merton Model based on assumptions detailed in Note No. 46 to the Notes to standalone financial statements for FY 2022-23
iv.	Option movement during the year (for each ESOS)	As per " <b>Annexure 1.1</b> "

## RAJSHREE POLYPACK LIMITED

v.	Weighted-average exercise prices and weighted average fair values of options shall be disclosed separately for options whose exercise price either equals or exceeds or is less than the market price of the stock.	Please refer Note no. 46 of the Standalone Financial Statements of the Company- During the financial year 2022-23, the Company had made a grant of 16,500 options. The Weighted average exercise price per option is ₹10/- and the Weighted average fair value per option is ₹156.88/-.
vi.	Employee wise details (name of employee, designation, number of options granted during the year, exercise price) of options granted to	
	a. Senior Managerial Personnel	As per "Annexure 1.2"
	b. any other employee who receives a grant in any one year of option amounting to 5% or more of option granted during that year; and	Not applicable
	c. identified employees who were granted option, during any one year, equal to or exceeding 1% of the issued capital (excluding outstanding warrants and conversions) of the company at the time of grant.	Not applicable
vii.	A description of the method and significant assumptions used during the year to estimate the fair value of options including the following information:	
	a. the weighted-average values of share price, exercise price, expected volatility, expected option life, expected dividends, the risk-free interest rate and any other inputs to the model;	Please refer Note no. 46 forming part of the Standalone Financial Statements and Note no. 46 of the Consolidated Financial Statements respectively, of the Company for the financial year 2022-23.
	b. the method used and the assumptions made to incorporate the effects of expected early exercise;	Please note that the said disclosures are provided in accordance with Indian Accounting Standards (Ind AS) 102 – Share Based Payment.
	c. how expected volatility was determined, including an explanation of the extent to which expected volatility was based on historical volatility; and	
	d. whether and how any other features of the option grant were incorporated into the measurement of fair value, such as a market condition	
D.	Details related to ESPS	
E.	Details related to SAR	
F.	Details related to GEBS / RBS	Not applicable
G.	Details related to Trust	

### ANNEXURE 1.1

#### Option movement during the year (for each ESOS)

Sr. No.	Particulars	ESOP-2022
1.	Number of options outstanding at the beginning of the period	0
2.	Number of options granted during the year	16,500
3.	Number of options forfeited / lapsed during the year	0
4.	Number of options vested during the year	0
5.	Number of options exercised during the year	0
6.	Number of shares arising as a result of exercise of options	0
7.	Money realized by exercise of options (INR),if the scheme is implemented directly by the company	0
8.	Loan repaid by the Trust during the year from exercise price received	Not Applicable
9.	Number of options outstanding at the end of the year	16,500
10.	Number of options exercisable at the end of the year	16,500

**RAJSHREE POLYPACK LIMITED****ANNEXURE 1.2**

## Option Granted to Senior Managerial Personnel

Sr. No.	Employee Name	Designation	Grant Date	Options Granted during the year	Exercise price (₹)
1.	Mr. Mod Narayan Jha	Head Of Marketing (Coop Dairies)	February 6, 2023	2,000	10
2.	Mr. Manoj Kumar Patnaik	Asst. General Manager Marketing	February 6, 2023	2,000	10
3.	Mr. Purav Shah	Head Operations	February 6, 2023	2,000	10
4.	Mr.Subramanian Krishnan	Head Purchase	February 6, 2023	1,500	10
5.	Mr. Vijay Shukla	Senior Marketing Manager	February 6, 2023	1,500	10
6.	Mr. Rajashekharan Nair	Head HR and admin	February 6, 2023	1,500	10
7.	Mr. Parameswar Behra	HOD-Extrusion	February 6, 2023	1,500	10
8.	Mr. Laxman Yadav	HOD - TFM	February 6, 2023	1,500	10
9.	Mr. Raghuvir. Tavte	HOD - Printing / Sleeving	February 6, 2023	1,500	10
10.	Mr. Surendrar Saini	Commercial	February 6, 2023	1,500	10

**For and on behalf of the Board of Directors  
For Rajshree Polypack Limited  
Sd/-  
Ramswaroop Radheshyam Thard  
Chairman & Managing Director  
(DIN: 02835505)**

**Date : May 15, 2023  
Place : Daman**

## RAJSHREE POLYPACK LIMITED

### ANNEXURE III

#### 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 arms length transactions under third proviso thereto**

- Details of contracts or arrangements or transactions not at arm's length basis- Not applicable  
All the contracts / arrangements / transactions entered into by the Company with related parties during the financial year ended March 31, 2023 were at arm's length basis.
- Details of Material Contracts or Arrangements or Transactions at Arm's Length Basis**

(₹ In Lakhs)

Sr. No	Name of the Related party and Relationship	Nature of transactions	Approval of the Board	Duration of Agreement	Salient terms	Amount
1.	<b>Bobson Industries</b> Enterprises having same KMP and/or their Relatives	Purchases	August 25, 2021	From April 1, 2021 to March 31, 2023	On arm's length basis and in the ordinary course of business.	18.64
		Sales				52.62
		Job work				20.41
		Rental Services				6.69
2.	<b>Orbit Industries</b> Enterprises having same KMP and/or their Relatives	Purchases	August 25, 2021	From April 1, 2021 to March 31, 2023*	On arm's length basis and in the ordinary course of business.	499.50
		Sales				785.26
		Job Work				189.04
3.	<b>Rajshree Infotech</b> Enterprises having same KMP and/or their Relatives	Rental Services	August 25, 2021	From April 1, 2021 to March 31, 2023	On arm's length basis and in the ordinary course of business.	41.98
4.	<b>Olive Ecopak Private Limited</b> Private company in which directors of RPPL are directors	Investment in Equity Shares	April 19, 2022	From April 19, 2022 to March 31, 2023**	On arm's length basis and in the ordinary course of business.	200.40
		Unsecured Loan				700.00
		Interest Income				34.56

\* During the financial year ended 2022-23, there was a revision in the amount of related party transactions between the Company and Orbit Industries.

\*\* Basis Term Sheet dated April 19, 2022 entered into between Rajshree Polypack Limited, Olive Ecopak Private Limited, Mr. Rajesh Motilal Gandhi.

Appropriate approvals have been taken for all related party transactions. No advances have been paid or received against the transactions mentioned above.

**For and on behalf of the Board of Directors  
For Rajshree Polypack Limited  
Sd/-  
(Ramswaroop Radheshyam Thard)  
Chairman & Managing Director  
(DIN : 02835505)**

**Date : May 15, 2023**

**Place:- Daman**

**RAJSHREE POLYPACK LIMITED****ANNEXURE IV****Form No. MR-3****SECRETARIAL AUDIT REPORT****FOR FINANCIAL YEAR ENDED ON March 31, 2023**

[Pursuant to Section 204(1) of the Companies Act, 2013 and Rule 9 of the Companies  
(Appointment and Remuneration of Managerial Personnel) Rules, 2014]

To,  
The Members,  
**Rajshree Polypack Limited**  
CIN: L25209MH2011PLC223089  
Lodha Supremus Unit No 503-504 5<sup>th</sup> Floor Road No. 22,  
Kishan Nagar, Near New Passport Office, Wagle Estate,  
Thane 400604.

We have conducted the Secretarial audit of the compliance of applicable statutory provisions and the adherence to good corporate practices by **Rajshree Polypack Limited (CIN: L25209MH2011PLC223089)** (hereinafter called "**The Company**"). The Secretarial Audit was conducted in a manner that provided us a reasonable basis for evaluating the corporate conducts/statutory compliances and expressing our opinion thereon.

Based on verification of the Company's books, papers, minute books, forms and returns filed and other records maintained by the Company, information to the extent 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, we hereby report that in our opinion, the Company has during the audit period covering the financial year ended on March 31, 2023 generally complied with the statutory provisions listed hereunder and also that the Company has proper Board processes and compliance mechanism in place to the extent, in the manner and subject to the reporting made hereinafter:

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

- I. The Companies Act, 2013 ("**Act**") and the Rules made thereunder;
- II. The Securities Contracts (Regulation) Act, 1956 ("**SCRA**") and the Rules made thereunder;
- III. The Depositories Act, 1996 and the Regulations and Bye-laws framed thereunder;
- IV. Foreign Exchange Management Act, 1999 and the rules and regulations made thereunder to the extent of Foreign Direct Investment, Overseas Direct Investment and External Commercial Borrowings;
- V. The following Regulations and Guidelines prescribed under the Securities and Exchange Board of India Act, 1992 ("**SEBI Act**") to the extent applicable to the Company: -
  - a. The Securities and Exchange Board of India (Substantial Acquisition of Shares and Takeovers) Regulations, 2018;
  - b. The Securities and Exchange Board of India (Prohibition of Insider Trading) Regulations, Regulations, 2018;
  - c. The Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015 and other amendments thereof (hereinafter collectively referred to as "**Listing Regulations**");
  - d. The Securities and Exchange Board of India (Issue of Capital and Disclosure Requirements) Regulations, 2018 and amendments from time to time;
  - e. The Securities and Exchange Board of India (Share Based Employee Benefits and Sweat Equity) Regulations, 2021;
  - f. The Securities and Exchange Board of India (Issue and Listing of Debt Securities) Regulations, 2008;

## RAJSHREE POLYPACK LIMITED

- g. The Securities and Exchange Board of India (Registrars to an Issue and Share Transfer Agents) Regulations, 1993 regarding the Companies Act and dealing with client;
  - h. The Securities and Exchange Board of India (Delisting of Equity Shares) Regulations, 2018;
  - i. The Securities and Exchange Board of India (Buyback of Securities) Regulations, 2018.
- VI. The Management has identified and confirmed the applicable Acts, Laws and Regulations specifically applicable to the Company as mentioned below:
- Factories Act, 1948 and the rules made thereunder;
  - The Contract Labour (Regulation and Abolition) Act, 1970;
  - The Sexual Harassment of Women at Workplace (Prevention, Prohibition and Redressal) Act, 2013;
  - Industrial Employment (Standing orders) Act, 1946;
  - The Water (Prevention and Control of Pollution) Act, 1974 (the "**Water Act**");
  - Air (Prevention and Control of Pollution) Act, 1981 (the "**Air Act**");
  - Hazardous and Other Wastes (Management and Transboundary Movement) Rules, 2016 ("**Hazardous Waste Rules**");
  - Plastic Waste Management Rules, 2016;
  - Environment Protection Act, 1986 and
  - Pollution Control Act, Rules and Notification issued thereof;

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

- (i) Secretarial Standards issued by The Institute of Company Secretaries of India.
- (ii) The Listing Agreements entered into by the Company with National Stock Exchange of India Limited and Securities and Exchange Board of India (Listing Obligation and Disclosure Requirements), Regulations 2015.

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

We further report that:

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

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

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

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 during the audit period following material events were occurred:

1. The Board of Directors of the Company at their meeting held on April 19, 2022 considered-
  - Investment in Olive Ecopak Private Limited, Joint Venture Company ("**JV Company**") and
  - Resignation of Mrs. Sangeeta Sarin as Non- Executive Independent Director of the company w.e.f. April 18, 2022.

## RAJSHREE POLYPACK LIMITED

2. The Board of Directors of the Company at their meeting held on May 30, 2022 considered:
  - Re-appointment of M/s. CAS & Co. as the Internal Auditor of the Company for financial year 2022-2023;
  - Re-appointment and remuneration of M/s. Nishant Bajaj & Associates as the Secretarial Auditor of the Company for financial year 2022-2023;
  - Re-appointment of M/s. V.J. Talati & Co. as the Cost Auditor of the Company for financial year 2022-2023 and fix their remuneration;
  - Appointment of Ms. Yashvi Shah (DIN:08002543) as Additional Director (Non- Executive Independent) on the Board of the Company w.e.f May 30, 2022;
  - Approval and ratification of Related party transactions with Orbit Industries.
3. The Board of Directors of the Company at their meeting held on July 5, 2022 considered:
  - Appointment of Ms. Yashvi Shah (DIN:08002543) as Non- Executive Independent Director on the Board of the Company as per Regulations 17 and 25 of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015;
  - Enhancement of Borrowing powers under Section 180(1)(c) of the Companies Act, 2013 from ₹100 Crores to ₹250 Crores;
  - The limits for Creation of Charges on the Assets of the Company from ₹100 Crores to ₹250 Crores;
  - Enhancement in the Limits applicable for making Investments/Extending Loans and giving Guarantees or providing Securities in connection with Loans to Persons / Bodies Corporate from ₹25 Crores to ₹100 Crores;
  - Given Loan or Guarantee or providing Security in connection with Loan availed by any of the Company's Subsidiary(ies) or any other person specified under section 185 of the Companies Act, 2013 upto ₹250 Crores;
  - Increase in Remuneration of Mr. Ramswaroop Radheshyam Thard, Chairman & Managing Director;
  - Increase in Remuneration of Mr. Naresh Radheshyam Thard, Joint Managing Director;
  - Payment of professional fees to Mr. Praveen Bhatia, Independent Director of the Company for financial year 2022-23;
  - Issuance of 2,60,000 Equity Shares on Preferential basis and
  - Approval of Rajshree Polypack Limited- Employee Stock Option Plan-2022 ("**RPPL ESOP- 2022**").
4. The Board of Directors of the Company at their meeting held on August 13, 2022 considered and approved subject to approval of members, re-appointment of Mr. Rajesh Satyanarayan Murarka, as Non- Executive Independent Director of the Company for the second term of 5 (five) years.
5. The Board of Directors of the Company at their meeting held on November 12, 2022 considered:
  - Upward revision in remuneration of Mr. Sunil Sawarmal Sharma, Chief Financial Officer of the Company;
  - Upward revision in remuneration of Ms. Mitali Rajendra Shah, Company Secretary & Compliance Officer of the Company and
  - Noting of circular resolution passed on August 18, 2022 for Allotment of 2,15,000 Equity Shares on Preferential Basis.
6. The Board of Directors of the Company at their meeting held on March 23, 2023 considered:
  - Noting of the Resignation of Mr. Alain Edmond Berset (**DIN: 07181896**) from the office of Nominee Director of the Company w.e.f. March 10, 2023 and
  - Transactions/ contracts/ arrangements with related party for the financial year 2023-24.
7. Considered and approved payment ₹0.50/- (Fifty Paise) per equity Shares i.e. 5% on face value of ₹10/- each equity shares as a final Dividend for the financial year 2021-2022 to the Members of the Company;

## RAJSHREE POLYPACK LIMITED

We further report that during the audit period there were no instance of:

- (i) Right issue of shares / debentures.
- (ii) Redemption / buy-back of securities.
- (iii) Major decisions taken by the members in pursuance to Section 180 of the Companies Act, 2013.
- (iv) Merger / amalgamation / reconstruction, etc.
- (v) Foreign technical collaborations.

Further, our report of even dated to be read along with the following clarifications:

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

**Place: Mumbai**  
**Date : May 15, 2023**  
**UDIN: A028341E000308962**

**For Nishant Bajaj & Associates**  
**Practicing Company Secretaries**  
**Peer Reviewed Firm- 2582/2022**  
**Sd/-**  
**Company Secretary in Practice**  
**M.No.: 28341**  
**CP No.: 21538**

### 'Annexure A'

To,  
 The Members,  
**Rajshree Polypack Limited**  
 Lodha Supremus, Unit No 503-504, 5<sup>th</sup> Floor Road No. 22,  
 Kishan Nagar, Near New Passport Office, Wagle Estate,  
 Thane 400604.

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

1. Maintenance of secretarial records 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 processes as were appropriate to obtain reasonable assurance about the correctness of the contents of the Secretarial records. The verification was done on test basis to ensure that correct facts are reflected in secretarial records. We believe that the processes and practices, we followed provided a reasonable basis for our opinion.
3. We have not verified the correctness and appropriateness of financial records and Book 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, regulation, standards is the responsibility of management. Our examination was limited to the verification of procedures on the test basis.
6. The Secretarial audit report is neither an assurance as to the future viability of the Company nor of the efficiency or effectiveness with which the management has conducted the affairs of the Company.

**Place: Mumbai**  
**Date : May 15, 2023**  
**UDIN: A028341E000308962**

**For Nishant Bajaj & Associates**  
**Practicing Company Secretaries**  
**Peer Reviewed Firm- 2582/2022**  
**Sd/-**  
**Company Secretary in Practice**  
**M.No.: 28341**  
**CP No.: 21538**

## RAJSHREE POLYPACK LIMITED

### ANNEXURE-V

#### REPORT ON CORPORATE GOVERNANCE (As on March 31, 2023)

##### A. RPPL's Philosophy on Code of Governance

Corporate governance is a systematic process, driven by ethical conduct of the business and affairs of an organization aimed at promoting sustainable business and enhancing shareholder value in the long term. Corporate governance therefore, in essence, is a referral paradigm, comprising a mechanism to benchmark Company's business and affairs to a combination of laws, regulations, procedures, implicit rules and good corporate practices, which ensure that a Company meets its obligations with the objective to optimize shareholder value and fulfill its responsibilities to the stakeholder community, comprising of customers, employees, shareholders, government and other societal segments.

RPPL's Governance philosophy is based on trusteeship and for promoting and maintaining integrity, transparency and accountability, across all business practices. As a corporate citizen, our business fosters a culture of ethical behavior and disclosures aimed at building trust of all stakeholders, such as shareholders, customers, suppliers, financiers, government and the community. This philosophy is built upon a rich legacy of fair, transparent and effective governance and led by strong emphasis on human values, individual dignity and adherence to honest, ethical and professional conduct.

The Company believes that a sound governance discipline also enables the Board of Directors ("**Board**") to direct and control the affairs of the Company in an effective manner and maximize stakeholder value, including the society at large. We at RPPL believe that this is an ongoing journey for sustainable value creation for all stakeholders and we continuously endeavor to improve upon our practices in line with the changing demands of the business. RPPL adopts innovative approaches for leveraging all its resources and encourages a spirit of conversion of opportunities into achievements. The RPPL's Code of Business Conduct & Ethics and the Company's Code of Conduct for Prevention of Insider Trading are an extension of our values and reflect our commitment to ethical business practices, integrity and regulatory compliances.

Keeping in view the Company's size, reach, complexity of operations and corporate tradition, the Corporate Governance framework is based on the following main principles:

- Appropriate composition and size of the Board, with each member bringing in expertise in their respective domain;
- Timely and adequate flow of information to the members of the Board and its Committees for meaningful and focused discussions at the meetings to enable them discharge their fiduciary duties;
- Strategic supervision, monitoring and guidance by the Board which is made up of appropriate size, experience and commitment to discharge their responsibilities;
- Independent verification of Company's financial reporting from time to time and on quarterly basis;
- Timely and balanced disclosure of all material information; and disclosure of all deviations, if any, to all stakeholders and equitable and fair treatment to all the stakeholders (including employees, customers, vendors and investors);
- Compliance with applicable laws, rules, regulations and guidelines with transparency and defined accountability and
- Proper business conduct by the Board members, senior management and employees.

In line with this philosophy, the Company and its Board continuously strive for excellence through adoption of best governance and disclosure practices. The Board continuously strive to play an active role in fulfilling its fiduciary obligation to shareholders by efficiently overseeing management functions to ensure their effectiveness in delivering shareholder value and societal expectations, with ethical and responsible business conduct. The governance framework ensures its effectiveness through an efficient system of timely disclosures and transparent business practices.

Your Company confirms compliance to the Corporate Governance requirements as enshrined in the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 ("**SEBI Listing Regulations**"), the details of which for the financial year ended March 31, 2023 is as set out hereunder:

##### B. BOARD OF DIRECTORS

###### Composition of the Board and Category of Directors:

The Company has a judicious mix of Executive and Independent Directors to ensure proper governance and management. As on March 31, 2023, the Board comprised of 7 (seven) Directors – 3 (three) Executive Directors, and 4 (four) Independent Directors including 1(one) Woman Director.

Further Mr. Ramswaroop Radheshyam Thard, Chairman & Managing Director headed the Board as its Chairman.

During the year, Mr. Alain Edmond Berset (**DIN: 07181896**) resigned as the Nominee Director of the Company (on behalf of Wifag Polytype Holding AG) w.e.f. March 10, 2023. The Board places on record its appreciation and wishes him well for his future endeavours.

As on March 31, 2023, the Independent Directors of the Company, have confirmed that they satisfy the criteria of independence as prescribed under Regulation 16(1)(b) of the SEBI Listing Regulations and Companies Act, 2013 ("**Act**"). Further, the Independent Directors have made a declaration that they are Independent of the management.

## RAJSHREE POLYPACK LIMITED

The Board meets at regular intervals to discuss and decide on business strategies/policies and review the financial performance of the Company. In case of business exigencies, the Board's approval is taken through circular resolutions. The notice and detailed agenda along with the relevant notes and other material information are sent in advance separately to each Director and in exceptional cases tabled at the Meeting with the approval of the Board. This ensures timely and informed decisions by the Board.

During the financial year 2022-23, the Board met 7 (seven) times. The meetings were held on April 19, 2022, May 30, 2022, July 5, 2022, August 13, 2022, November 12, 2022, February 7, 2023 and March 23, 2023 and the intervening gap between 2 (two) meetings did not exceed one hundred and twenty (120) days. During the year, the Board also transacted some of the business by passing resolutions by circulation.

The constitution of the Board of Directors as on March 31, 2023, details of meeting attended by Directors, their directorship in Indian public Companies and membership in Committees and number of shares held in our Company are as under:

Name of the Directors	Category <sup>1</sup>	No. of Board Meetings attended	Last AGM Attended	No. of Directorships and Committee Memberships and Chairmanships (including the Company) <sup>2</sup>			Nos of shares held in our Company
				Directorship <sup>3</sup>	Committee <sup>4</sup>		
					Chairmanship <sup>4</sup>	Membership <sup>4</sup>	
Mr. Ramswaroop Radheshyam Thard <sup>5</sup>	CMD <sup>1</sup>	7	Yes	1	0	1	21,72,858
Mr. Naresh Radheshyam Thard <sup>5</sup>	JMD <sup>1</sup>	6	Yes	1	0	1	18,05,788
Mr. Anand Sajjankumar Rungta <sup>6</sup>	WTD <sup>1</sup>	6	Yes	1	0	1	1,89,513
Mr. Rajesh Satynarayan Murarka	ID <sup>1</sup>	7	Yes	1	2	-	500
Mr. Pradeep Kumar Gupta	ID <sup>1</sup>	7	Yes	1	-	1	-
Mr. Praveen Bhatia <sup>6</sup>	ID <sup>1</sup>	7	Yes	2 <sup>6</sup>	-	-	-
Ms. Yashvi Shah	ID <sup>1</sup>	6	Yes	1	-	-	-
Mr. Alain Edmond Berset <sup>7</sup>	Nominee Director	5	Yes	1	-	-	-

<sup>1</sup> In above table the term 'CMD' refers to Chairman & Managing Director, 'JMD' refers to Joint Managing Director, 'WTD' refers to Whole-time Director, 'ID' refers to Independent Director.

<sup>2</sup> In terms of Regulation 26 of the SEBI Listing Regulations, none of the Directors of the Company were members in more than ten (10) Committees or acted as Chairperson in more than 5(five) Committees across all public limited companies (whether listed or not) in India, in which they are a Director.

<sup>3</sup> Only Directorships in Indian Public Limited Companies (listed or unlisted) have been considered.

<sup>4</sup> In accordance with Regulation 26 of SEBI Listing Regulations, Membership / Chairmanship only in Audit Committees and Stakeholders Relationship Committees of all Public Limited Companies, have been considered.

<sup>5</sup> Except Mr. Ramswaroop Radheshyam Thard, CMD and Mr. Naresh Radheshyam Thard- JMD, no other Directors are related to each other.

<sup>6</sup> Mr. Praveen Bhatia holds Directorships in the following listed companies- Rajshree Polypack Limited (Independent Director) and Pro CLB Global Limited (Non-executive Director) w.e.f. June 24, 2021 and November 18, 2020 respectively.

<sup>7</sup> Mr. Alain Edmond Berset resigned as Nominee Director of the Company (on behalf of Wifag Polytype Holding AG) w.e.f. March 10, 2023.

### Detailed reasons for the resignation of an Independent Director who resigns before the expiry of his / her tenure along with confirmation by such director that there are no other material reasons other than those provided:-

Ms. Sangeeta Sarin (DIN:08659655) resigned as the Independent Director of the Company, w.e.f. April 18, 2022 due to pre-existing commitments and constraints of time. Besides the aforesaid, she confirmed that there were no other material reasons than those provided, pertaining to her resignation.

## RAJSHREE POLYPACK LIMITED

### Board Support

The Company Secretary is responsible for collation, review and distribution of all papers submitted to the Board and Committees thereof for consideration. The Company Secretary is also responsible for preparation of the agenda and convening of the Board and Committee meetings. The Company Secretary attends all the meetings of the Board and its Committees except Independent Directors meeting, advises / assures the Board on compliance and governance principles and ensures appropriate recording of Minutes of proceedings of the meetings.

### Board Meeting and Procedure

The Board meets at least once in every quarter inter alia, to review the quarterly financial results, operations and other items on the agenda and minimum 4 (four) prescheduled Board meetings are held every year. Apart from the above, additional Board meetings are convened by giving appropriate notice to address the specific needs of the Company. In case of business exigencies or urgency of matters, resolutions are passed by way of circulation, as permitted by law, which are confirmed in the subsequent Board meeting. The meetings are held as per the requirements of business; and maximum interval between any 2 (two) Board meetings is within the permissible limits.

### Information to the Board

The internal guidelines for Board / Board Committee meetings facilitate the decision making process at the meetings of the Board / Committees in an informed and efficient manner. Board meetings are governed by a structured agenda. The Company Secretary in consultation with the Chairman and senior management prepares the detailed agenda for the meetings. All major agenda items are backed by comprehensive background information, notes and supporting papers containing all the vital information, to enable the Board to have focused discussion at the meeting and take informed decisions.

Agenda papers and notes on agenda are circulated to the Directors, in advance, in the defined agenda format. All material information is circulated along with agenda papers for facilitating meaningful and focused discussions at the meeting. In case of sensitive agenda matters, or where it is not practicable to attach or circulate relevant information or document as part of the agenda papers, the same are tabled at the meeting with specific reference to this effect in the agenda. In special and exceptional circumstances, additional or supplementary item(s) on the agenda are taken up for discussion with the permission of the Chairman. Video conferencing facilities are also made available to enable the participation of Directors at meetings of the Board/Committees. Frequent and detailed deliberation on the agenda provides the strategic roadmap for the future growth of the Company.

A detailed agenda is sent to each Director in advance of the Board meetings, covering inter alia, the required information as enumerated in Part A of Schedule II to Regulation 17(7) of the SEBI Listing Regulations. As a policy, all major decisions involving business plan, allocation and deployment of funds, investments and capital expenditure, in addition to matters which statutorily require the approval of the Board are placed before the Board for its consideration and directions.

The Board is also briefed on areas covering industry environment, project implementation, project financing and operations of the Company. Senior executives/Consultants are invited to provide additional inputs at the Board / Committee meetings, as and when necessary. The members of the Board or Committees are free to suggest any item to be included in the agenda, in addition to exercising their right to bring up matters for discussion at the meeting with permission of the Chairman.

The draft minutes of each Board / Committee meetings are circulated to all Directors for their comments within 15(fifteen) days from the date of the conclusion of the Board/Committee meeting. After incorporating the comments, if any, received from Directors, the Company Secretary records the minutes of each Board / Committee meeting within 30(thirty) days from conclusion of the meeting. Important decisions taken at the Board / Committee meetings are communicated to concerned departments promptly. Action taken report on the decisions taken at the meeting(s) is placed at the immediately succeeding meeting of the Board / Committee for noting by the Board /Committee.

The Board periodically reviews compliance reports of all laws applicable to the Company, as well as steps taken by the Company to rectify instances of non-compliance, if any.

### Board Evaluation / Performance Evaluation

In terms of the requirements of the Act and the SEBI Listing Regulations, an annual evaluation of the performance of the Board is undertaken, where the Board formally assesses its own performance and that of its Committees to improve effectiveness.

For Independent Directors, evaluation is carried out basis the following criteria i.e.,

- (i) Active participation in long-term strategic planning;
- (ii) Attendance at the Board / Committee meetings;
- (iii) Contribution made to the Board / Committees etc.

During the year, the Board Evaluation Exercise was conducted by the Board where the Board evaluated its own performance, performance of the Directors individually as well as the working of its Committees. A structured questionnaire was circulated, covering various aspects of the Board's functioning such as adequacy of the composition of the Board and its Committees, Board culture, execution and performance of specific duties, obligations and governance.

## RAJSHREE POLYPACK LIMITED

### Code of Conduct and Ethics

The Company has adopted a Code of Conduct for its Directors and Senior Management Personnel (“**Code of Conduct**”) in terms of Regulation 17 of the SEBI Listing Regulations. The Code applies to all Directors and members of the Senior Management. The Code lays down, in detail, the standards of business conduct, ethics and governance. All the Directors and senior management personnel of the Company have affirmed compliance with the said Code of Conduct as on March 31, 2023 and a declaration to that effect signed by the Chairman & Managing Director of the Company, forms part of the Annual Report. The code is available on the Company website [www.rajshreepolypack.com](http://www.rajshreepolypack.com)

### Directors and Officers Insurance ('D&O')

In line with the requirements of Regulation 25(10) of the SEBI Listing Regulations, the Company has obtained D&O Insurance for all its Directors and members of the Senior Management for such quantum and for such risks as is commensurate with the size and nature of operations of the Company.

### Independent Director

In opinion of the Board, the Independent Directors fulfil the conditions of independence specified in Section 149 and Schedule IV of the Act and Regulation 16(1)(b) of the SEBI Listing Regulations and are independent of the management. A formal letter of appointment to Independent Director as required under the Act and the SEBI Listing Regulations has been issued on / at the time of their appointment. The Independent Directors provide an annual confirmation that they meet the criteria of independence.

#### a. Meetings of Independent Directors:

During the year 2022-23 a separate meeting of Independent Directors was held on March 31, 2023 without the presence of Executive Directors or management representatives to discuss the following:

- the performance of Non-Independent Directors and the Board as a whole;
- the performance of the Chairman of the Company, taking into account the views of Executive Director and Non-Executive Directors; and
- the quality, quantity and timeliness of flow of information between the Company management and the Board that is necessary for the Board to effectively and reasonably perform their duties.

#### b. Familiarization Programme for Independent Directors:

At the time of appointing an Independent Director, a formal letter of appointment is given to him/her, which inter alia explains the role, function, duties and responsibilities to be performed by him/her as an Independent Director of the Company. He is also explained in detail the compliance required from him/ her under the Act, SEBI Listing Regulations and other various statutes and an affirmation is obtained. Further, on an ongoing basis as a part of agenda of Board / Committee Meetings, presentations by internal auditors on financials and internal financial controls, are regularly made to the Independent Directors on various matters inter-alia covering the Company's business and role, rights, responsibilities of the Independent Directors under various statutes and other relevant matters.

The details of Familiarization Programmes imparted to Independent Directors, have been hosted on website of the Company at the weblink: <http://rajshreepolypack.com/wp-content/uploads/2023/03/Familiarization-Programme-for-Independent-Directors.pdf>.

#### c. Chart or matrix setting out skills/expertise/competence of the Board of Directors:

A matrix setting out the core skills/ expertise/ competence as required in the context of the business or sector for the Company to function effectively in comparison with core skills/ expertise/ competence actually available with the Board of Directors of the Company as on March 31, 2023 are stated hereunder:

Sr. No	List of core skills/ expertise/ competence	Mr. Ramswaroop Radheshyam Thard	Mr. Naresh Radheshyam Thard	Mr. Anand Sajjankumar Rungta	Mr. Rajesh Satyanarayan Murarka	Mr. Pradeep Kumar Gupta	Mr. Praveen Bhatia	Ms. Yashvi Shah
1	Industry experience and Knowledge	✓	✓	✓	-	✓	✓	-
2	Sales and Marketing Functions	✓	✓	✓	-	-	✓	-
3	Management of Business Operations	✓	✓	✓	-	-	-	-
4	Business Development and Strategy Formation	✓	✓	✓	✓	✓	✓	✓

**RAJSHREE POLYPACK LIMITED**

5	Finance and Accounting	✓	✓	-	✓	-	✓	✓
6	Risk and compliance Oversight	✓	✓	-	-	-	✓	✓
7	Corporate Governance	✓	✓	✓	✓	✓	✓	✓
8	Human Resource & Information Technology	✓	✓	-	-	-	-	-

**C. SUBSIDIARY COMPANIES**

As on March 31, 2023 the Company does not have the Subsidiary Company. The Company have Joint Venture Company- Olive Copak Private Limited.

**D. COMMITTEES OF THE BOARD**

The Board Committees play a crucial role in the governance structure of our Company and have been constituted to deal with specific areas / activities as mandated by applicable regulations, concerning the Company and need a closer review. These Committees play an important role in the overall management of day today affairs and governance of the Company. The Committees meet at regular intervals and take necessary steps to perform its duties entrusted by the Board. The Minutes of the Committee Meetings are placed before the Board for review and noting.

During the year, all recommendations of the Committees of the Board have been accepted by the Board.

As on March 31, 2023, the Board has constituted the following Committees :

- AUDIT COMMITTEE
- NOMINATION AND REMUNERATION COMMITTEE
- CORPORATE AND SOCIAL RESPONSIBILITY COMMITTEE
- STAKEHOLDERS RELATIONSHIP COMMITTEE
- EXECUTIVE COMMITTEE

**1. AUDIT COMMITTEE****a. Composition as on March 31, 2023:**

As on March 31, 2023, the Audit Committee comprises of the following persons: Mr. Rajesh Satyanarayan Murarka, Independent Director as the Chairperson of the Committee; Mr. Pradeep Kumar Gupta, Independent Director and Mr. Ramswaroop Radheshyam Thard, Chairman & Managing Director as members. Ms. Mitali Rajendra Shah acts as the Secretary to the Committee.

All members of the Audit Committee have relevant experience in financial, accounts, company law and general business matters.

**b. Terms of Reference:**

The Audit Committee is governed by the terms of reference which are in line with the regulatory requirements mandated by the Act and the SEBI Listing Regulations. The detailed terms of reference of the Audit Committee are contained in the Audit Committee Policy, which is available on the website of the Company at the weblink <http://rajshreepolypack.com/wp-content/uploads/2023/03/Audit-Committee-Policy.pdf>

The terms of reference of Audit Committee are in conformity with Section 177 of the Act and Regulation 18 of the SEBI Listing Regulations. The brief terms of reference inter alia are as follows:

- Oversight of Company's financial reporting process and the disclosure of its financial information to ensure that the financial statements are correct, sufficient and credible.
- Recommending to the Board, the appointment, re-appointment, remuneration and terms of appointment of Statutory Auditor/Internal Auditor/Cost Auditor of the Company and, if required, their replacement or removal.
- Approve payment to statutory auditors for any other services rendered by them.
- Reviewing, with the management, the quarterly and annual financial statements and auditors report thereon before submission to the Board for approval.
- Approve appointment of Chief Financial Officer after assessing the qualifications, experience and background, etc. of the candidate.
- Reviewing and monitoring the auditor's independence, performance and effectiveness of audit process.
- Carrying out such other functions as delegated by the Board.

## RAJSHREE POLYPACK LIMITED

### c. Meeting and Attendance of the Committee:

The Audit Committee met 7(Seven) times during the financial year 2022-23 i.e., on April 19, 2022, May 30, 2022, July 5, 2022, August 13, 2022, November 12, 2022, February 6, 2023 and March 23, 2023. The Audit Committee meetings are also generally attended by the Chief Financial Officer and the representatives of Statutory and Internal Auditors. The minutes of every meeting of the Audit Committee were approved by the Chairman of the Committee and were taken note of, by the Board in every subsequent meeting.

The details of attendance of the members in meetings are as follows:

Name of the Members	Position in the Committee	Designation	No. of Meetings held / Attended during the year
Mr. Rajesh Satyanarayan Murarka	Chairperson	Non-Executive Independent Director	7/7
Mr. Pradeep Kumar Gupta	Member	Non-Executive Independent Director	7/7
Mr. Ramswaroop Radheshyam Thard	Member	Chairman & Managing Director	7/7

## 2. NOMINATION AND REMUNERATION COMMITTEE

### a. Composition as on March 31, 2023:

As on March 31, 2023, the Nomination and Remuneration Committee comprises of the following persons: Mr. Rajesh Satyanarayan Murarka, Independent Director as the Chairperson of the Committee; Mr. Pradeep Kumar Gupta, Independent Director and Mr. Praveen Bhatia, Independent Director as members. Ms. Mitali Rajendra Shah acts as the Secretary to the Committee.

The Nomination and Remuneration Committee was reconstituted in the Board meeting dated April 19, 2022 due to the resignation of Mrs. Sangeeta Sarin, Independent Director w.e.f. April 18, 2022.

### b. Terms of Reference:

The Nomination and Remuneration Committee ensures effective compliances as required under Section 178 of the Act and Regulation 19 of the SEBI Listing Regulations. The detailed terms of reference of the Nomination and Remuneration Committee are contained in the Nomination and Remuneration Committee Policy, which is available on the website of the Company at <http://rajshreepolypack.com/wp-content/uploads/2023/03/NRC-Policy.pdf>

The terms of reference of the Nomination & Remuneration Committee, are as follows:

- determine the compensation package of the Executive Directors, Key Managerial Personnel and other senior management personnel.
- formulate the criteria for determining qualifications, positive attributes and independence of a Director and recommend to the Board a policy relating to, the remuneration of Directors, Key Managerial Personnel and other employees.
- formulate the criteria for evaluation of performance of Independent Directors and the Board of Directors.
- identify persons who are qualified to become Directors and who may be appointed in senior management in accordance with the criteria laid down and recommend to the Board of Directors their appointment and removal.
- decide on whether to extend or continue the term of appointment of Independent Directors, on the basis of performance evaluation report of Independent Directors
- delegate any of its powers to one or more of its members or the secretary, of the Committee and
- consider such other key issues or matters as may be referred by the Board or as may be necessary in view of the provisions of the Act and Rules made thereunder.

### c. Meeting and Attendance of the Committee:

The Nomination and Remuneration Committee met 5 (five) times during the financial year 2022-23 i.e., on May 26, 2022, July 5, 2022, August 12, 2022, November 11, 2022, February 6, 2023. The minutes of every meeting of Nomination and Remuneration Committee were approved by the Chairman of the Committee and were taken note of, by the Board in every subsequent meeting.

The details of attendance of the members in meetings are as follows:

Name of the Members	Position in the Committee	Designation	No. of Meetings held / Attended during the year
Mr. Rajesh Satyanarayan Murarka	Chairperson	Non-Executive Independent Director	5/5
Mr. Pradeep Kumar Gupta	Member	Non-Executive Independent Director	4/5
Mrs. Sangeeta Sarin*	Member	Non-Executive Independent Director	0/5
Mr. Praveen Bhatia	Member	Non-Executive Independent Director	5/5

\***Note:** Mrs. Sangeeta Sarin (DIN: 08659655) resigned w.e.f. April 18, 2022.

## RAJSHREE POLYPACK LIMITED

To fill the vacancy created by the resignation of Mrs. Sangeeta Sarin and to comply with the requirements of Section 178 of the Act, the Nomination and Remuneration Committee was reconstituted in the Board Meeting dated April 19, 2022. Mr. Praveen Bhatia (DIN: 00147498) was appointed as a member of the Committee in place of Mrs. Sangeeta Sarin.

### 3. CORPORATE SOCIAL RESPONSIBILITY (“CSR”) COMMITTEE

#### a. Composition as on March 31, 2023:

As on March 31, 2023, the Corporate Social Responsibility Committee comprises of the following persons: Mr. Ramswaroop Radheshyam Thard, Chairman & Managing Director as the Chairperson of the Committee; Mr. Naresh Radheshyam Thard, Joint Managing Director and Mr. Pradeep Kumar Gupta, Independent Director as members. Ms. Mitali Rajendra Shah acts as a Secretary to the Committee.

The composition and role of the CSR Committee are in line with Section 135 of the Act, and Rules framed thereunder. The Company Secretary of the Company acts as Secretary to the Committee.

#### b. Terms of Reference:

The terms of the reference of the CSR Committee covers all the matters prescribed under Section 135 of the Act read with the Companies (Corporate Social Responsibility) Rules, 2014 (as amended from time to time) which include formulating and recommending to the Board; the CSR Policy and activities to be undertaken by the Company, recommending the amount of expenditure to be incurred on CSR activities of the Company.

The detailed terms of reference of the CSR Committee are contained in the CSR Committee Policy, which is available on the website of the Company at the weblink <http://rajshreepolypack.com/wp-content/uploads/2023/03/Amended-CSR-Policy-RPPL.pdf>.

The terms of reference of the CSR Committee includes but is not limited to the following :

- formulate and recommend to the Board, a Corporate Social Responsibility Policy which shall indicate the activities to be undertaken by the Company as specified in Schedule VII of the Act;
- recommend the amount of expenditure to be incurred on CSR activities;
- formulate and recommend to the Board, an annual action plan in pursuance of CSR policy;
- monitor the Corporate Social Responsibility Policy of the Company from time to time; and
- consider such other key issues or matters as may be referred by the Board or as may be necessary in view of the provisions of the Act and Rules made thereunder.

The Company's CSR Policy primarily focusses on Education, Environmental Sustainability, Promoting Health Care, Eradicating hunger, poverty and malnutrition, Relief Funds including CoVID-19 pandemic related Relief Funds and the same are within the ambit of Schedule VII of the Act. During the year, the Company expended on several initiatives under its CSR Policy, directly as well as indirectly through agencies permitted under the Act.

An Annual report on CSR activities as prescribed under the Act and Rules made thereunder is annexed to the Directors' Report.

#### c. Meetings and Attendance of the Committee:

The CSR Committee met 1 (one) during the financial year 2022-23 i.e., on May 26, 2022. The minutes of the meeting of CSR Committee was approved by the Chairman of the Committee and taken note of, by the Board.

The details of attendance of the members in meetings are as follows:

Name of the Members	Position in the Committee	Designation	No. of Meetings held / Attended during the year
Mr. Ramswaroop Radheshyam Thard	Chairperson	Chairman & Managing Director	1/1
Mr. Naresh Radheshyam Thard	Member	Joint Managing Director	1/1
Mr. Pradeep Kumar Gupta	Member	Non-Executive Independent Director	1/1

### 4. STAKEHOLDER'S RELATIONSHIP COMMITTEE

#### a. Composition as on March 31, 2023:

As on March 31, 2023, the Stakeholder's Relationship Committee comprises of the following persons: Mr. Rajesh Satyanarayan Murarka, Independent Director as the Chairperson of the Committee; Mr. Naresh Radheshyam Thard, Joint Managing Director and Mr. Anand Sajjankumar Rungta, Whole-time Director as members. Ms. Mitali Rajendra Shah-Company Secretary & Compliance Officer acts as a Secretary to the Committee.

## RAJSHREE POLYPACK LIMITED

### b. Terms of Reference:

The detailed terms of reference of the Stakeholder's Relationship Committee are contained in the Stakeholder's Relationship Committee Policy, which is available on the website of the Company at the weblink: <https://www.rajshreepolypack.com/wp-content/uploads/2023/03/Stakeholder-Relationship-Committee.pdf>. The Stakeholder's Relationship Committee oversees the redressal of Shareholder's complaints relating to share transfers/transmission and non-receipt of Annual reports, etc.

The terms of reference of the Stakeholder's Relationship Committee is as under:

- Formulation of policies and procedures in line with the statutory guidelines to ensure speedy disposal of various requests received from security holders from time to time;
- Redressal of shareholders and investor complaints/ grievances e.g. transfer of shares, non-receipt of balance sheet, non-receipt of declared dividend etc.;
- To approve, register, refuse to register transfer / transmission of shares and other securities;
- To sub-divide, consolidate and / or replace any share or other securities certificate(s) of the Company;
- To approve the transmission of shares or other securities arising as a result of death of the sole/any joint shareholder or operation of law;
- To monitor and review the performance and service standards of the Registrar and Share Transfer Agents of the Company and provides continuous guidance to improve the service levels for investors;
- Monitor and review any investor complaints received by the Company or through SEBI, SCORES and ensure its timely and speedy resolution, in consultation with the Company Secretary and Compliance officer and RTA of the Company;
- The role of the stakeholder's relationship committee shall be as specified as in Part D of the Schedule II of the SEBI (Listing Obligations and Disclosure Requirements), Regulations, 2015, as amended from time to time;
- Resolving the grievances of shareholders;
- Review of measures taken for voting by shareholders;
- Review of adherence to the service standards for services rendered by the RTA and
- Review of the various measures for reducing the quantum of unclaimed dividends, ensuring timely receipt of dividend warrants/annual reports/statutory notices by the shareholders of the Company.

### c. Meeting and Attendance of the Committee:

The Stakeholder's Relationship Committee met 4 (four) times during the financial year 2022-23 i.e., on May 26, 2022, August 12, 2022, November 11, 2022, February 6, 2023.

The minutes of every meeting of the Stakeholder's Relationship Committee were approved by the Chairman of the Committee and taken note of, by the Board in every subsequent meeting.

The details of attendance of the members in meetings are as follows::

Name of the Members	Position in the Committee	Designation	No. of Meetings held / Attended during the year
Mr. Rajesh Satyanarayan Murarka	Chairperson	Non- Executive Independent Director	4/4
Mr. Naresh RadheshyamThard	Member	Joint Managing Director	4/4
Mr. Anand Sajjankumar Rungta	Member	Whole-time Director	4/4

### d. Details of Investor Complaints received and resolved during the year:

The details of complaints received, resolved and pending are as under;

Particulars	Number of Complaints
Number of complaints received during financial year 2022-23	Nil
Number of complaints disposed of during the financial year 2022-23	Nil
Number of complaints not resolved to the satisfaction of the shareholders as on March 31, 2023	Nil
Number of pending complaints as on March 31, 2023	Nil

## RAJSHREE POLYPACK LIMITED

### 5. EXECUTIVE COMMITTEE

The Executive Committee of the Company ensures smooth functioning of the day-to-day business / operations of the Company.

#### a. Composition as on March 31, 2023:

The Executive Committee comprises of the following persons: Mr. Ramswaroop Radheshyam Thard, Chairman & Managing Director as the Chairperson of the Committee; Mr. Naresh Radheshyam Thard, Joint Managing Director and Mr. Sunil Sawarmal Sharma, Chief Financial Officer as members.

#### b. Terms of Reference:

The Executive Committee is formed for the smooth functioning of the day- to- day business activities/operations of the Company, where specific approval of the Board is not required.

#### c. Meetings and Attendance of the Committee:

The Executive Committee met 10 (ten) times during the financial year 2022-23 i.e., April 13, 2022; April 23, 2022 , May 26, 2022, June 24, 2022, July 11, 2022, August 25, 2022, November 21, 2022, December 19, 2022, February 9, 2023 and March 20, 2023. The minutes of every meeting of Executive Committee were approved by the Chairperson of the Committee and were taken note of, by the Board.

The details of attendance of the members in meetings are as follows:

Name of the Members	Position in the Committee	Designation	No. of Meetings held / Attended during the year
Mr. Ramswaroop Radheshyam Thard	Chairperson	Chairman & Managing Director	10/10
Mr. Naresh Radheshyam Thard	Member	Joint Managing Director	10/10
Mr. Sunil Sawarmal Sharma	Member	Whole-time Director	10/10

### E. REMUNERATION OF DIRECTORS:

Executive directors of the Company are appointed by the Board of Directors subject to the approval of shareholders in the general meeting. The remuneration package of the executive directors is determined by the Nomination and Remuneration Committee within the permissible limits, subject to approval by the Board and shareholders in their respective meetings as per the applicable provisions of the Act.

The details of remuneration paid to all Directors (Executive and Non-Executive Independent Directors) during the year 2022-23 are as under: **(₹ in Lakhs)**

Sr. No.	Name of the Directors	Designation	Basic Salary Paid	Allowances & Perquisites	Sitting fees paid	Professional fees	Total Remuneration
1	Mr. Ramswaroop Radheshyam Thard	Chairman & Managing Director	94.39	-	-	-	94.39
2	Mr. Naresh Radheshyam Thard	Joint Managing Director	74.52	-	-	-	74.52
3	Mr. Anand Sajjankumar Rungta	Whole-time Director	18.00	-	-	-	18.00
4	Mr. Alain Edmond Berset	Nominee Director	-	-	0.75	-	0.75
5	Mr. Rajesh Satyanarayan Murarka	Non- Executive Independent Director	-	-	1.05	-	1.05
6	Mr. Pradeep Kumar Gupta	Non- Executive Independent Director	-	-	1.05	-	1.05
7	Mr. Praveen Bhatia	Non- Executive Independent Director	-	-	1.05	12.00*	13.05
8	Ms.Yashvi Shah	Non- Executive Independent Director	-	-	0.75	-	0.75

\* Mr. Praveen Bhatia, Non-Executive Independent Director, was paid ₹1.00 Lakh per month for providing the professional services rendered by him to the Company for the financial year 2022-23.

## RAJSHREE POLYPACK LIMITED

### Criteria of making payments to Non-executive Directors

The Company has in place a Policy stating the criteria for making payments to Non-executive Directors. The same has been up uploaded on the Company's website: <http://rajshreepolypack.com/wp-content/uploads/2023/03/Criteria-for-making-payments-to-NED.pdf>.

### Details of service contracts, Notice Period and Severance Fees

The Company does not have any policy for service contracts, notice period and severance fees or any other payment to the Independent Directors when they leave the Company.

## F. COMPANY POLICIES

### i. WHISTLE BLOWER POLICY

The Company is committed to adhere to high standards of corporate governance. The Company has adopted a Whistle Blower Policy as part of vigil mechanism to provide appropriate avenues to the Directors and employees to bring to the attention of the management any issue which is perceived to be in violation of or in conflict with the fundamental business principles of the Company. The employees are encouraged to voice their concerns by way of whistle blowing and all the employees have been given access to the Audit Committee. The Company Secretary is the designated officer for effective implementation of the policy and dealing with the complaints registered under the policy. All cases registered under the Whistle Blower policy of the Company are subject to review by the Audit Committee. The Whistle Blower policy is available on the website of the Company at the web-link: <https://www.rajshreepolypack.com/wp-content/uploads/2023/03/Whistle-blower-Policy.pdf>

### ii. REMUNERATION POLICY

On the recommendation of the Nomination and Remuneration Committee, the Board has framed a policy for selection and appointment of Directors, Senior Management Personnel and determination of remuneration payable to them. The policy contains, *inter alia*, criteria for director's appointment and remuneration including determining qualifications, positive attributes, independence of a director, etc. The Remuneration Policy is available on the website of the Company at the weblink: <http://rajshreepolypack.com/wp-content/uploads/2023/03/NRC-Policy.pdf>

### iii. POLICY ON RELATED PARTY TRANSACTIONS

In line with requirements of the Act and the SEBI Listing Regulations, the Company has formulated a policy on Related Party Transactions which is available on the Company's website at the weblink: <http://rajshreepolypack.com/wp-content/uploads/2023/03/RPT-Policy-14.02.2022.pdf>

The policy intends to ensure that proper reporting, approval and disclosure processes are in place for all transactions between the Company and related parties. This policy specifically deals with the review and approval of material related party transactions keeping in mind the potential or actual conflicts of interest that may arise because of entering into these transactions. All related party transactions are placed before the Audit Committee for review and approval. Prior omnibus approval is obtained on an annual basis for transactions with related parties which are of repetitive nature and / or entered in the ordinary course of business and on an arm's length basis.

### iv. CORPORATE SOCIAL RESPONSIBILITY POLICY

The Corporate Social Responsibility ("CSR") Policy is formulated in consultation with the CSR Committee and as envisaged under Section 135 of the Act and the applicable rules framed thereunder. The CSR Policy is available on the Company's website at the weblink: <http://rajshreepolypack.com/wp-content/uploads/2023/03/Amended-CSR-Policy-RPPL.pdf>

The CSR Policy outlines the Company's philosophy and responsibility as a corporate citizen of India and lays down the guidelines and mechanism for undertaking socially useful programmes for the welfare and sustainable development of the communities across the country.

### v. POLICY FOR DETERMINING MATERIAL SUBSIDIARIES

As on March 31, 2023, the Company did not have any company as its subsidiary. Hence, the requirement for framing a 'Policy for determining material subsidiaries' under the SEBI Listing Regulations did not apply to our Company, as on March 31, 2023.

## G. MANAGEMENT DISCUSSION AND ANALYSIS

The Management Discussion and Analysis Report as required under Regulation 34(2)(e) of the SEBI Listing Regulations is given in a separate section in this Annual Report and forms part of the Directors' Report.

## RAJSHREE POLYPACK LIMITED

### H. DISCLOSURES

#### a. Related Party Transactions

All related party transactions that were entered into during the financial year were on an arm's length basis and were in the ordinary course of business. All related party transactions are placed before the Audit Committee and the Board for approval.

Details of all transactions entered into by the Company with the related parties have been disclosed under "Related Party Transactions" in Note No. 42 of the Annual Financial Statements forming part of the Annual Report. In line with the requirements of the Act and SEBI Listing Regulations, no member of a Company is permitted to vote on such resolution to approve any contract or arrangement which may be entered into by the Company, if such member is a related party.

The web-link of the Policy for determining Related Party Transactions is stated hereby <http://rajshreepolypack.com/wp-content/uploads/2023/03/RPT-Policy-14.02.2022.pdf>

#### b. Confirmation by the Board of Directors on acceptance of Recommendation of Mandatory Committees

The Board of the Company has accepted all recommendations of its various Committees, as mandatorily required to be approved by it during the financial year 2022-23.

#### c. Accounting treatment in preparation of financial statements

The financial statements have been prepared to comply in all material respects with the applicable Accounting Standards notified under Section 133 and the relevant provisions of the Act and generally accepted accounting principles in India.

#### d. Details of non-compliance with regard to the capital markets

There have been no instances of non-compliance by the Company, penalties, strictures imposed on the Company by the National Stock Exchange of India Limited ("NSE") or SEBI or any other statutory authority on any matter related to capital markets in the last 3 (three) years.

#### e. Details of utilisation of funds raised through preferential allotment

During the year under review, the Company allotted 2,15,000 equity shares to Promoter & Non-Promoter Individual on preferential basis at a price of ₹193 per equity share, amounting to ₹4,14,95,000/- (Rupees Four Crores Fourteen Lakhs Ninety-Five Thousand Only). The said issue of equity shares on preferential basis was approved by the shareholders of the Company vide postal ballot dated August 4, 2022. The funds were utilised by the Company for the purpose of meeting the Company's capital base, to meet increased working capital requirements, capital expenditure and general corporate purposes or such other objects, as the Board may from time to time decide in the best interest of the Company.

#### f. Insider Trading

In order to regulate trading in securities of the Company by the Designated Persons, the Company has adopted the Code of Internal Procedures and Conduct for regulating, monitoring and reporting of trading by insiders ("**Insider Trading Code**") and the 'Code of Practices and Procedures for Fair Disclosure of Unpublished Price Sensitive Information' in accordance with the SEBI (Prohibition of Insider Trading) Regulations, 2015 (as amended from time to time) ("**SEBI PIT Regulations**"). The SEBI PIT Regulations, prohibits trading in equity shares of the Company by an 'insider' when in possession of Unpublished Price Sensitive Information ("**UPSI**"). The Insider Trading Code prevents misuse of UPSI, provides for periodical disclosures and manner of obtaining pre-clearance for trading in securities of the Company by the Designated Persons.

The Board has also formulated a Policy for determination of 'legitimate purposes' as a part of the Code of Fair Disclosure and Conduct as per the requirements of the Prohibition of Insider Trading Regulations.

#### g. Compliance with the mandatory Corporate Governance requirements as prescribed under the SEBI Listing Regulations

The Board periodically reviews the compliance of all applicable laws. The Company is in full compliance with all the mandatory requirements of Corporate Governance as specified in Regulation 17 to 27 and Clauses (b) to (i) of sub-Regulation (2) of Regulation 46 of the SEBI Listing Regulations.

#### h. Certificate on Corporate Governance

The Company has obtained a certificate from M/s. Nishant Bajaj & Associates, Practising Company Secretaries regarding compliance of the conditions of Corporate Governance, as stipulated in Regulation 34(3) read with Part E of Schedule V of the SEBI Listing Regulations. The certificate together with this Report on Corporate Governance is annexed to the Directors' Report (forming part of the Annual Report) and shall be sent to all the shareholders of the Company and the NSE along with the Annual Report of the Company.

## RAJSHREE POLYPACK LIMITED

### i. Compliance with Non-mandatory Requirements

In addition to the mandatory requirements, the Company has also adopted the following non-mandatory requirements as prescribed in Regulation 27 of the SEBI Listing Regulations:

- (a) The statutory financial statements of your Company are unqualified;
- (b) The Internal Auditor directly reports to the Audit Committee.

### j. Corporate Ethics

As a responsible corporate citizen, the Company consciously follows corporate ethics in business and corporate interactions. The Company has framed codes and policies providing guidance for carrying business in an ethical manner.

Some of these policies are:

- a) Code for Prevention of Insider Trading;
- b) Code of Conduct;
- c) Whistle Blower Policy; and
- d) Safety, Health and Environment Policy in each of the units.

In conformity with the recent statutory changes, the codes have been revised accordingly.

### k. Disclosures in relation to the Sexual Harassment of Women at Workplace (Prevention, Prohibition and Redressal) Act, 2013

The Company has constituted an Internal Complaints Committee as per the requirements of the Sexual Harassment of Women at Workplace (Prevention, Prohibition and Redressal) Act, 2013 to redress complaints relating to sexual harassment at its workplaces. No complaints were received by the Internal Complaints Committee.

- i) Number of complaints filed during the financial year 2022-23: Nil
- ii) Number of complaints disposed of during the financial year 2022-23: Nil
- iii) Number of complaints pending as on end of the financial year 2022-23: Nil

### l. CEO (Chairman & Managing Director) and Chief Financial Officer (CFO) certification

The Chairman & Managing Director and CFO have made necessary certification on the Financial Statements of the Company for the financial year ended March 31, 2023. The certificate was placed before the Board at its meeting held on May 15, 2023. The said certificate is annexed and forms part of this Annual Report.

### m. Total fees paid by the Company to the Statutory Auditors

Details of the total fees paid to the Statutory Auditors by your Company are disclosed in Note No. 39(a) of the Annual Financial Statements in compliance with the SEBI Listing Regulations.

### n. Loans and advances in the nature of loans to firms / companies in which the Directors are interested:

The Company has given unsecured loans to Olive Ecopak Private Limited, Joint Venture Company. The detailed explanation are disclosed in Note No. 8 of the Annual Financial Statement.

### I. UNPAID / UNCLAIMED DIVIDENDS

According to the provisions of the Act, the amount of dividend remaining unclaimed for a period of 7(seven) years from the date of its disbursement, has to be transferred to the Investor Education and Protection Fund ("IEPF"), maintained by the Government of India.

### J. SHAREHOLDER INFORMATION

#### i) Means of communication

The Company follows a robust process of communicating with its stakeholders and investors. The Company regularly interacts with shareholders through multiple channels such as online-portal of the NSE, annual report and its website.

The quarterly and annual audited financial results of the Company are sent to NSE immediately after they are approved by the Board.

The quarterly financial results are normally published in Business Standard (all editions) in English and Mumbai Lakshdeep in Marathi in terms of Regulation 47 of the SEBI Listing Regulations. The results are also hosted on the website of the Company – [www.rajshreepolypack.com](http://www.rajshreepolypack.com)

## RAJSHREE POLYPACK LIMITED

The Company organizes analyst meets to apprise and make public the information relating to the Company's working and future outlook. The same is also available on the website of the Company- [www.rajshreepolypack.com](http://www.rajshreepolypack.com)

The presentations on the performance of the Company are placed on the Company's website for the benefit of the institutional investors, analysts and other shareholders after the financial results are communicated to the NSE.

Annual Reports, notice of the meetings and other communications to the Members are sent through e-mail, post or courier.

In accordance with Regulation 46 of the SEBI Listing Regulations, the Company has maintained a functional website at [www.rajshreepolypack.com](http://www.rajshreepolypack.com) containing information about the Company viz. the details of its business, financial information, shareholding pattern, compliance with corporate governance norms, contact information of the designated officials of the Company who are responsible for assisting and handling investor grievances, etc. The contents of the said website are updated from time to time.

Further, the Company disseminates to NSE wherein the equity shares of the Company are listed, all mandatory information and price sensitive / such other information which in its opinion are material and / or have a bearing on its performance / operations and issues press releases wherever necessary for the information of the public at large. For the benefit of the shareholders, a separate email id has been created for shareholder correspondence viz. [cosec@rajshreepolypack.com](mailto:cosec@rajshreepolypack.com).

### ii) GENERAL BODY MEETING OF THE COMPANY

Details of the last 3(three) Annual General Meetings ("AGMs") of the Company are as under:

AGM	Financial Year	Date	Time	Venue / Location	Special resolutions passed during the last 3 (three) AGMs
11 <sup>th</sup>	2021-22	Thursday, September 29, 2022	04.00 pm	Through Video Conference/ Other Audio Visual means (Deemed venue): Registered Office: Lodha Supremus Unit No 503-504, 5 <sup>th</sup> Floor, Road No. 22, Kishan Nagar, Near New Passport Office, Wagle Estate Thane West - 400604	<ol style="list-style-type: none"> <li>1. Re-Appointment of Mr. Rajesh Satyanarayan Murarka (<b>DIN:01501322</b>) as Non- Executive Independent Director of the Company for the second term of 5 (five) years.</li> <li>2. To grant approval for payment of professional fees to be paid to Mr. Praveen Bhatia (<b>DIN:00147498</b>), Independent Director for providing professional services for financial year 2022-23</li> </ol>
10 <sup>th</sup>	2020-21	Friday, September 24, 2021	04.00 pm	Through Video Conference/ Other Audio Visual means (Deemed venue): Registered Office: Lodha Supremus Unit No 503-504, 5 <sup>th</sup> Floor, Road No. 22, Kishan Nagar, Near New Passport Office, Wagle Estate Thane West - 400604.	<ol style="list-style-type: none"> <li>1. Appointment of Mr. Anand Sajankumar Rungta (<b>DIN:02191149</b>) as a Whole-time Director of the Company and approve his remuneration</li> <li>2. Re-appointment of Mr. Ramswaroop Radheshyam Thard (<b>DIN:02835505</b>) as the Chairman &amp; Managing Director</li> <li>3. Re-appointment of Mr. Naresh Radheshyam Thard (<b>DIN:03581790</b>) as the Joint Managing Director</li> </ol>
9 <sup>th</sup>	2019-20	Monday, September 28, 2020	04.00 pm	Through Video Conference/ Other Audio Visual means (Deemed venue): Registered office: Lodha Supremus Unit No 503-504, 5 <sup>th</sup> Floor, Road No. 22, Kishan Nagar, Near New Passport Office, Wagle Estate Thane West - 400604.	<ol style="list-style-type: none"> <li>1. Change in the name of the proposed Factory Unit IV</li> </ol>

The 12<sup>th</sup> AGM of the Company is proposed to be held on Thursday, August 31, 2023

No Extraordinary General Meeting of the Members was held during FY 2022-23.

**RAJSHREE POLYPACK LIMITED****Postal Ballot:**

During FY 2022-23, the Company sought the approval of the shareholders by way of postal ballot, through notice dated July 5, 2022, on the following Special Resolution(s):

Sr. No	Description of the Special Resolution(s)
1	Approval for Issuance of Equity Shares on Preferential basis;
2	Grant Approval To "Rajshree Polypack Limited- Employee Stock Option Plan- 2022";
3	Appointment of Ms. Yashvi Shah ( <b>DIN: 08002543</b> ) as an Independent Director of the Company;
4	Approval for enhancement of Borrowing powers under Section 180(1)(c) of the Companies Act, 2013;
5	Approve the Limits for Creation of Charges on the Assets of the Company under Section 180(1)(a) of the Companies Act, 2013;
6	Approval for enhancement in the Limits applicable for making Investments/extending loans and giving Guarantees or providing Securities in connection with loans to Persons/Bodies Corporate;
7	Approval for giving loan or guarantee or providing security in connection with loan availed by any of the Company's Subsidiary(ies) or any other person specified under Section 185 of the Companies Act, 2013;
8	Increase in Remuneration of Mr. Ramswaroop Radheshyam Thard ( <b>DIN:02835505</b> ), Chairman & Managing Director of the Company and
9	Increase in Remuneration of Mr. Naresh Radheshyam Thard ( <b>DIN:03581790</b> ), Joint Managing Director of the Company.

## RAJSHREE POLYPACK LIMITED

The details of e-voting on the aforementioned resolution(s) are provided hereunder:

Description of Resolution	Votes in favour of the Resolution(s)			Votes against the Resolution(s)			Invalid Votes	
	Number of Members Voted	Number of valid Votes cast (shares)	% of total number of valid votes cast	Number of Members voted	Number of valid Votes cast (shares)	% of total number of valid votes cast	Total number of members whose votes were declared invalid	Total number of invalid votes cast (shares)
Approval for Issuance of Equity Shares on Preferential basis	36	51,12,582	99.96	2	2072	0.04	1	56,610
Grant Approval To "Rajshree Polypack Limited- Employee Stock Option Plan- 2022"	37	51,71,139	99.998	2	125	0.002	-	-
Appointment of Ms. Yashvi Shah ( <b>DIN:08002543</b> ) as an Independent Director of the Company	38	51,71,144	99.998	1	120	0.002	-	-
Approval for enhancement of Borrowing powers under Section 180(1)(c) of the Companies Act, 2013	37	51,71,139	99.998	2	125	0.002	-	-
Consider and approve the Limits for Creation of Charges on the Assets of the Company under Section 180(1)(a) of the Companies Act, 2013	37	51,70,259	99.981	2	1,005	0.019	-	-
Approval for enhancement in the Limits applicable for making Investments/extending loans and giving Guarantees or providing Securities in connection with loans to Persons/Bodies Corporate	36	51,70,209	99.980	3	1,055	0.020	-	-
Approval for giving Loan or Guarantee or providing Security in connection with Loan availed by any of the Company's Subsidiary (ies) or any other person specified under Section 185 of the Companies Act, 2013	35	51,11,154	99.980	1	1,000	0.020	1	56,610
Increase in Remuneration of Mr. Ramswaroop Radheshyam Thard ( <b>DIN:02835505</b> ), Chairman & Managing Director of the Company	36	51,13,534	99.978	2	1,120	0.022	1	56,610
Increase in Remuneration of Mr. Naresh Radheshyam Thard ( <b>DIN:03581790</b> ), Joint Managing Director of the Company	35	51,13,529	99.978	3	1,125	0.022	-	-

## RAJSHREE POLYPACK LIMITED

### Procedure for Postal ballot & person who conducted the Postal Ballot exercise

The Postal Ballot was carried out as per the provisions of Sections 108 and 110 and other applicable provisions of the Act, read with the Rules framed thereunder and General Circular Nos. 14/2020 dated April 8, 2020, 17/2020 dated April 13, 2020, 22/2020 dated June 15, 2020, 33/2020 dated September 28, 2020, 39/2020 dated December 31, 2020, 10/2021 dated June 23, 2021 and Circular No. 20/2021 dated December 8, 2021 and Circular No. 3/2022 dated 5<sup>th</sup> May 2022, issued by the Ministry of Corporate Affairs.

Pursuant to the provisions of Section 110 of the Act read with Rule 22 of Companies (Management and Administration) Rules, 2014 ("**Companies Management Rules**"), as amended from time to time, the Company had issued Postal Ballot Notice dated July 5, 2022 to the Members, for seeking their consent with respect to the above resolutions.

In compliance with provisions of Section 108 and Section 110 and other applicable provisions, of the Act read with the Companies Management Rules, the Company had provided remote e-voting facility to all its Members.

The Company engaged the services of National Security Depositories Limited ("**NSDL**"), for facilitating e-voting to enable the Members to cast their votes electronically.

The Board had appointed P. Singhanian & Associates, (**Membership No: 159249**), Practicing Chartered Accountants, to act as the Scrutinizer for Postal Ballot process. The e-voting period commenced on Wednesday, July 6, 2022 at 9.00 a.m. (IST) and ended on Thursday, August 4, 2022 at 5.00 p.m. (IST).

The cut-off date, for the purpose of determining the number of Members was Friday, June 24, 2022 and the total number of Members as on cut-off date was 3148. The Scrutinizer, after the completion of scrutiny, submitted his report to Ms. Mitali Rajendra Shah, Company Secretary, duly authorised by the Chairperson to accept, acknowledge and countersign the same as well as declare the e-voting results in accordance with the provisions of the Act, the Companies Management Rules framed thereunder and the Secretarial Standard - 2 issued by the Institute of Company Secretaries of India.

The consolidated results of the e-voting by Postal Ballot were announced on August 5, 2022. The results were also displayed on the website of the Company at [www.rajshreepolypack.com](http://www.rajshreepolypack.com) and also communicated to NSE.

No special resolution is proposed to be passed by way of postal ballot as on the date of this Annual Report.

**Issuance of Certificates/Receipts/Letters/Advices for securities & dealing with unclaimed securities:-** Not Applicable during the period under review.

Pursuant to requirements of Regulation 39 (4) of the SEBI Listing Regulations, the Company has adhered the procedural requirements specified in Schedule VI while dealing with securities issued to the public, physical or otherwise, as applicable, and there are NIL shares that are unclaimed / lying in the escrow account as on March 31, 2023.

### iii) General Shareholders' information

#### a. 12<sup>th</sup> Annual General Meeting

<b>Date</b>	<b>August 31, 2023</b>
<b>Day</b>	<b>Thursday</b>
<b>Time</b>	<b>04.00 pm</b>
<b>Mode</b>	Through Video Conference/ Other Audio Visual means (Deemed venue): Registered Office: Lodha Supremus Unit No 503-504, 5 <sup>th</sup> Floor, Road No. 22, Kishan Nagar, Near New Passport Office, Wagle Estate Thane West - 400604.

#### b. Record date

The record date for the purpose of entitlement of dividend will be Thursday, August 24, 2023.

#### c. Tentative financial calendar

<b>Next financial year</b>	<b>April 1, 2023 to March 31, 2024</b>
First Quarter Results & Limited Review	On or before August 14, 2023
Second Quarter Results & Limited Review	On or before November 14, 2023
Third Quarter Results & Limited Review	On or before February 14, 2024
Audited Annual Results (2022-23)	On or before May 30, 2024

### iv) Dividend Payment Date

Payment date (tentative): on or before Friday, September 29, 2023.

The Board at its meeting held on May 15, 2023, has recommended payment of Final Dividend of ₹0.50 (Rupee Fifty paise) per share for the financial year ended March 31, 2023, subject to the approval of the shareholders at the forthcoming 12<sup>th</sup> AGM. If approved, the dividend will be paid to the shareholders on or before Friday, September 29, 2023 (within 30 days from the date of AGM) to those members whose names are appearing in the Register of Members on Thursday, August 24, 2023. The Company will continue to use NECS / ECS or any other electronic mode for payment of dividend to the shareholders located in places where such facilities / system is in existence.

### v) Listing on Stock Exchanges and symbol:

The Company is listed on the National Stock Exchange of India Limited ("**NSE**") and its SYMBOL is RPPL.

The Annual Listing fees for the financial year 2023-24 has been paid to the Stock Exchanges within the stipulated time.

**RAJSHREE POLYPACK LIMITED****vi) Corporate Identification Number**

The Corporate Identification Number of the Company allotted by the Ministry of Corporate Affairs, Government of India is L25209MH2011PLC223089. The Company is registered in the State of Maharashtra.

**vii) Market price data**

High / low market price of the Company's equity shares traded on stock exchanges where the equity shares are listed during the last financial year are as follows:

Month	National Stock Exchange of India Limited			
	Shares Price in ₹			NIFTY
	High	Low	Close	Close
April, 2022	229.00	170.05	211.05	17,102.55
May, 2022	217.00	150.00	165.65	16,584.55
June, 2022	185.00	137.55	181.10	15,780.25
July, 2022	217.00	170.00	179.90	17,158.25
August, 2022	268.00	176.85	220.15	17,759.30
September, 2022	230.00	191.00	204.45	17,094.35
October, 2022	215.50	187.15	195.05	18,012.20
November, 2022	200.00	161.50	165.25	18,758.35
December, 2022	176.50	151.55	172.45	18,105.30
January, 2023	201.75	161.00	175.15	17,662.15
February, 2023	179.00	151.60	158.85	17,303.95
March, 2023	164.00	139.00	140.45	17,359.75

viii) During the financial year 2022-23, the equity shares of the Company were not suspended from trading.

**ix) Distribution of shareholding as on March 31, 2023**

The distribution of shareholding as on March 31, 2023 was as follows:

Sr_No	Nos. of Shares	Shareholders		Shares	
		Number	% of total share capital	No. of shares	% of total share capital
1	1 to 500	4,604	85.94	3,85,785	3.37
2	501 to 1000	418	7.80	3,61,371	3.16
3	1001 to 2000	169	3.15	2,53,322	2.21
4	2001 to 3000	61	1.14	1,60,538	1.40
5	3001 to 4000	22	0.41	79,942	0.70
6	4001 to 5000	16	0.30	76,214	0.66
7	5001 to 10000	32	0.60	2,27,424	1.99
8	10001 and above	35	0.65	99,04,404	86.51
	<b>TOTAL :</b>	<b>5,357</b>	<b>100</b>	<b>1,14,49,000</b>	<b>100</b>

**x) Details of shareholding as on March 31, 2023 was as under**

Sr. No	Particulars	As on March 31, 2022	
		Nos. of shares	%
1	Promoters / Promoter Group	60,08,287	52.48
2	Institutional Investors	8,66,307	7.56
3	Foreign Company	19,65,513	17.17
4	Clearing Members	1,462	0.01
5	Non Resident Indians (NRI's)	47,891	0.42
6	Others	25,59,540	22.36
	<b>Total</b>	<b>1,14,49,000</b>	<b>100.00</b>

## RAJSHREE POLYPACK LIMITED

### xi) Dematerialization of shares and liquidity

The equity shares of the Company are listed on NSE. The Company has an agreement with National Securities Depository Limited (“NSDL”) and Central Depository Services (India) Limited (“CDSL”) for providing depository services for holding the shares in dematerialized mode. The ISIN of the Company for its shares is (INE760W01015).

As on March 31, 2023, 1,14,49,000 equity shares i.e., 99.99% of the equity share capital of the Company were held in dematerialized form. The Company has paid the requisite fees to the aforesaid authorities for the financial year 2022 - 23.

### xii) Communication to Members

Members may please note that SEBI vide its Circular No. SEBI/HO/MIRSD/MIRSD\_RTAMB/P/ CIR/2022/8 dated 25<sup>th</sup> January, 2022 has mandated the companies to issue securities in demat form only while processing service requests viz. Issue of duplicate securities certificate, Claim from Unclaimed Suspense Account; Renewal / Exchange of securities certificate; Endorsement; Sub division / Splitting of securities certificate; Consolidation of securities certificates / folios; Transmission and Transposition. Accordingly, members are requested to make service requests by submitting a duly filled and signed

Form ISR - 4, the format of which is available on the Company’s website under the link : <http://rajshreepolypack.com/wp-content/uploads/2023/03/FORM-ISR-4-Request-for-issue-of-Duplicate-Certificate.pdf>

Members holding shares in physical form are requested to dematerialize their holding at the earliest to get inherent benefits of dematerialization and also considering that physical transfer of equity shares / issuance of equity shares in physical form have been disallowed by SEBI.

### i) Restriction on transfer of shares held in physical form

The attention of members is drawn to SEBI Circular no. SEBI/LAD-NRO/GN/2018/24 dated 8<sup>th</sup> June, 2018 whereby companies have been directed not to effect transfer of securities w.e.f. 1<sup>st</sup> April, 2019 unless the same are held in dematerialized form with a Depository (except in case of transmission or transposition of securities).

While members are not barred from holding shares in physical form, we request the shareholders holding shares in physical form to dematerialize their holding at the earliest in case they want to effect any transfer of shares.

### ii) Share transfer system

To expedite share transfer, authority has been delegated to the Stakeholders Relationship Committee of the Board. The said Committee considers requests for transmission, issue of duplicate certificates, issue of certificates on split / consolidation / renewal, etc. and the same are processed and delivered within 15 (fifteen) days of lodgment, if the documents are complete in all respects. In compliance with the SEBI Listing Regulations, every year, the share transfer system is audited by a Company Secretary in practice and a certificate to that effect is issued by him. The Company Secretary of the Company has also been authorised to approve requests for transmission, effecting change of name, etc. to expedite requests from members.

As per provisions of Section 72 of the Act, facility for making nomination is available for the members in respect of shares held by them. Members holding shares in physical form may obtain a nomination form (Form SH-13), from the Company’s RTA or download the same from the Company’s website through the weblink: <http://rajshreepolypack.com/wp-content/uploads/2023/03/FORM-SH-13-Nomination-Form-1.pdf>. Members holding shares in dematerialized form should contact their respective Depository Participating this regard.

### iii) Outstanding Global Depository Receipts and American Depository Receipts

As on March 31, 2023, the Company has no outstanding American Depository Receipts, Global Depository Receipts or Warrants or any Convertible Instruments.

### iv) Address for Shareholders’ Correspondence

#### Rajshree Polypack Limited

**Registered Office:** Lodha Supremus Unit No 503-504, 5<sup>th</sup> Floor, Road No. 22, Kishan Nagar, Near New Passport Office, Wagle Estate Thane West – 400-604.

Tel.: +91-22 25818200

Fax: +91-22 25818250

**E-mail:** [cosec@rajshreepolypack.com](mailto:cosec@rajshreepolypack.com)

**Website:** [www.rajshreepolypack.com](http://www.rajshreepolypack.com)

## RAJSHREE POLYPACK LIMITED

### Link Intime India Private Limited

**Registered Office:** C-101, 1<sup>st</sup> Floor, 247 Park, Lal Bahadur Shastri Marg, Vikhroli West, Mumbai 400-083

Tel. 022-4918 6000

Fax: 022- 4918 6060

**E-mail:** [rnt.helpdesk@linkintime.co.in](mailto:rnt.helpdesk@linkintime.co.in)

#### v) Registrar to an Issue and Share Transfer Agent

The Company has appointed 'Link Intime India Private Limited', as Registrar & Share Transfer Agent ("RTA") of the Company from November 20, 2018 for handling share registry (physical and electronic modes). Accordingly, all correspondence, requests for transmission, demat/ remat and other communication in relation thereto should be mailed or hand delivered to the said RTA directly at the following address:

### Link Intime India Private Limited

C-101, 1<sup>st</sup> Floor, 247 Park, Lal Bahadur Shastri Marg, Vikhroli West, Mumbai 400-083

Tel. 022-4918 6000

Fax: 022- 4918 6060

**E-mail:** [rnt.helpdesk@linkintime.co.in](mailto:rnt.helpdesk@linkintime.co.in)

#### vi) Compliance Officer's Details

### Ms. Mitali Rajendra Shah

#### Company Secretary & Compliance Officer

**At Registered Office:** Lodha Supremus Unit No 503-504, 5<sup>th</sup> Floor, Road No. 22, Kishan Nagar, Near New Passport Office, Wagle Estate Thane West – 400-604.

Tel.: +91-22 25818200

Fax: +91-22 25818250

**E-mail:** [cosec@rajshreepolypack.com](mailto:cosec@rajshreepolypack.com)

#### vii) Investor Relations

In order to facilitate investor services, the Company has a designated e-mail id – [cosec@rajshreepolypack.com](mailto:cosec@rajshreepolypack.com) for registering complaints by investors.

#### viii) Commodity price risk or foreign exchange risk and hedging activities

The Company has managed the foreign exchange risks arising from foreign currency transactions, with natural hedging activities in accordance with policies of the Company. The exports and imports of the Company value wise are same for the year, allowing us for the natural hedging. The Company is exposed to the risk of price fluctuations of its key raw materials etc. The Company manages its commodity price risk by maintaining adequate inventory of such raw materials as per the policies of the Company. The Company does not undertake any commodity hedging activities.

#### ix) Plant / Unit locations:

Units	Location
Unit-I (New)	Survey No. 860 (26/3/P8) and 781(26/3/P6), Village Manda, Sarigam, Umbergaon, Valsad, Gujarat- 396155
Unit-II	Plot No. 370/2(2)and 370/2(3), Village- Kachigam, Vapi- Daman Road, Daman- 396210

#### x) List of all credit rating obtained by the Company along with any revisions during the financial year 2022-23

The Company's Bank facilities are rated by CRISIL Ratings Limited ("CRISIL").

As on March 31, 2023, our bank loan facilities were rated as under:

Sr. No.	Name of the Instrument	Amount (in ₹ Crores)	Ratings reaffirmed
1	Total Bank Loan Facilities	53	CRISIL BBB+/ Stable (Reaffirmed)

## K. COMPLIANCE

### i) Disclosures on materially significant related party transactions that may have potential conflict with the interests of listed entity at large

There is no materially significant related party transaction that may potentially conflict with the interests of the Company at large.

## RAJSHREE POLYPACK LIMITED

### ii) Statutory Compliance, Penalties and Strictures

The Company continues to comply with the requirements of the Stock Exchanges (NSE), SEBI and other statutory authorities on all matters relating to capital market. There were no cases of penalties or strictures imposed on the Company by NSE or SEBI or any other statutory authorities for any violation related to capital market during the last 3(three) years.

### iii) Disclosure under Regulation 30 of the SEBI Listing Regulations regarding certain agreements with media companies

As on March 31, 2023, the Company has not entered into any agreements with its shareholders, promoters, promoter group entities, related parties, directors, key managerial personnel and employees or with a third party, solely or jointly, which either directly or indirectly or potentially or whose purpose and effect is to, impact the management or control of the Company or impose any restriction or create any liability upon the Company.

### iv) Certificate from Practicing Company Secretary

As on March 31, 2023, none of the Directors of the Company have been debarred or disqualified from being appointed or continuing as directors of companies by SEBI / Ministry of Corporate Affairs or any other statutory authority. A certificate to that effect has been obtained from M/s. Nishant Bajaj & Associates, Practicing Company Secretaries.

## L. INVESTOR SAFEGUARDS AND OTHER INFORMATION

### i) Dematerialization of shares

Shareholders are requested to convert their physical holdings to demat / electronic form through any of the registered Depository Participants (DPs) to avoid the hassles involved in dealing in physical shares such as possibility of loss, mutilation, etc. and also to ensure safe and speedy transaction in respect of the shares held.

### ii) National Electronic Clearing Services (NECS) / Electronic Clearing Services (ECS) mandate

NECS / ECS facility ensures timely remittance of dividend without possibility of loss / delay in postal transit. Shareholders holding shares in electronic form may register their NECS / ECS details with the respective DPs and shareholders holding shares in physical form may register their NECS / ECS details with Registrar and Share Transfer Agent to receive dividends, if declared, via NECS / ECS mode.

### iii) Timely Encashment of Dividends

In respect of the shareholders who have either not opted for NECS / ECS mandate or do not have such a facility with their banker, are requested to encash dividends promptly to avoid the inconvenience of writing to Company's RTA thereafter for revalidation of dividend warrants.

### iv) Transfer of unclaimed dividend to Investor Education and Protection Fund (IEPF)

According to the provisions of the Act, the amount of dividend remaining unclaimed for a period of 7(seven) years from the date of its disbursement, has to be transferred to the Investor Education and Protection Fund ("IEPF"), maintained by the Government of India.

Following are the details of the unclaimed dividend. If not claimed within 7(seven) years, then the same will be transferred to the IEPF in accordance with the Schedule given below:

Financial Year	Date of dividend declaration and Type of dividend	Total Dividend (in ₹)	Unclaimed Dividend (in ₹)	Last date for claiming unpaid Dividend amount (on or before)	Date when amount becomes due for transfer to IEPFund
2018-19	March 9, 2019- Interim	56,17,000	3,500	April 15, 2026	May 15, 2026
2018-19	September 27, 2019- Final	56,17,000	3,000	November 2, 2026	December 2, 2026
2019-20	September 28, 2020- Final	1,12,34,000	7,000	November 3, 2027	December 3, 2027
2020-21	September 24, 2021- Final	1,12,34,000	10,000	October 30, 2028	November 29, 2028
2021-22	September 29, 2022- Final	57,24,500	4,527	November 4, 2029	December 4, 2029

**RAJSHREE POLYPACK LIMITED****v) Update Address / Bank Details**

To receive all communications / corporate actions promptly, shareholders holding shares in dematerialized form are requested to please update their address / bank details with the respective DPs and in case of physical shares, the details have to be intimated to the RTA.

**vi) Registered email address**

The MCA has taken steps to encourage '**Green Initiative in Corporate Governance**' by issuing various circulars whereby companies are permitted to send Notice / documents including Annual Report in electronic mode ("**Documents**"), provided the company has obtained email address of its members for sending these Documents through email by giving an advance opportunity to every shareholder to register their email addresses and changes therein from time to time with the Company.

Accordingly, members holding shares in physical form are requested to register their email addresses and changes therein from time to time, by directly sending the relevant email addresses along with the details such as name, address, folio no., no. of shares held to the RTA - Link Intime India Private Limited.

In respect of shares held in electronic form, the email address along with DP ID / Client ID and other shareholder details as mentioned above should be registered by the shareholders with their respective DP's. Upon registration of the email address, the Company proposes to send notices and documents, in electronic form to such shareholders.

**CEO (CHAIRMAN & MANAGING DIRECTOR) AND CHIEF FINANCIAL OFFICER (CFO) CERTIFICATION****Date: May 10, 2023**

To  
The Board of Directors,  
**Rajshree Polypack Limited**  
503-504, 5<sup>th</sup> Floor, Lodha Supremus, Road No. 22,  
Kishan Nagar, Near New Passport Office,  
Wagle Estate, Thane (W) – 400604.

**CERTIFICATE**

[As required under Regulation 17(8) of the SEBI (Listing Obligations and Disclosures Requirements) Regulations, 2015]

We hereby certify to the Board that:

- a. We have reviewed the financial statements and the cash flow statement for the financial year ended March 31, 2023 and that to the best of our knowledge and belief:
  - i. these statements do not contain any materially untrue statement or omit any material fact or contain statements that might be misleading;
  - ii. these statements together present a true and fair view of the Company's affairs and are in compliance with existing accounting standards, applicable laws and regulations.
- b. There are, to the best of our knowledge and belief, no transactions entered into by the Company during the year which are fraudulent, illegal or violative of the Company's Code of Conduct.
- c. We accept responsibility for establishing and maintaining internal controls for financial reporting and we have evaluated the effectiveness of internal control systems of the Company pertaining to financial reporting and we have disclosed to the Auditors and the Audit Committee, that there were no deficiencies in the design or operation of such internal controls.
- d. We have indicated to the Auditors and the Audit Committee that there were no:
  - i) significant changes, in internal control over financial reporting during the year;
  - ii) significant changes, in accounting policies during the year and that the same have been disclosed in the notes to the financial statements; and
  - iii) instances of significant fraud of which we have become aware and the involvement therein, of the management or an employee having a significant role in the Company's internal control system over financial reporting.

**For Rajshree Polypack Limited**  
**Sd/-**  
**Ramswaroop Radheshyam Thard**  
**Chairman & Managing Director**  
**DIN:02835505**

**For Rajshree Polypack Limited**  
**Sd/-**  
**Sunil Sawarmal Sharma**  
**Chief Financial Officer**

**RAJSHREE POLYPACK LIMITED****DECLARATION OF COMPLIANCE WITH THE COMPANY'S CODE OF CONDUCT**

In accordance with the SEBI (Listing Obligation and Disclosure Requirements) Regulations, 2015, I hereby confirm and declare that, all the Directors and the Senior Management personnel of the Company have affirmed compliance with the Code of Conduct of the Company laid down for them for the financial year ended March 31, 2023.

**For & behalf of Board of Directors  
Rajshree Polypack Limited**

**Sd/-  
Ramswaroop Radheshyam Thard  
Chairman & Managing Director  
DIN : 02835505**

**Date : May 10, 2023**

**Place: Thane**

**AUDITOR'S CERTIFICATE ON CORPORATE GOVERNANCE**

To,  
The Members,  
**Rajshree Polypack Limited**  
**CIN: L25209MH2011PLC223089**  
503-504, 5<sup>th</sup> Floor, Lodha Supremus, Road No. 22,  
Kishan Nagar, Near New Passport Office,  
Wagle Estate, Thane (W) – 400604.

**Subject: Auditors Certificate confirming compliance with the conditions of Corporate Governance for the F.Y. 2022-23.**

We have examined the compliance of conditions of Corporate Governance by Rajshree Polypack Limited (**'the Company'**), as stipulated under Regulations 17 to 27, clauses (b) to (i) and (t) of Regulation 46(2) and para C, D and E of Schedule V of the Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015 (**'Listing Regulations'**) for the financial year ended March 31, 2023.

We state that the compliance of conditions of Corporate Governance is the responsibility of the management, and our examination was limited to the review of procedures and implementation thereof adopted by the Company for ensuring the compliance of the conditions of Corporate Governance as stipulated in the said Regulations. It is neither an audit nor an expression of opinion on the financial statements of the Company.

In our opinion, and to the best of our information and according to the explanations given to us, we certify that the Company has complied with the conditions of Corporate Governance as stipulated in the provisions as specified in 17 to 27, clauses (b) to (i) and (t) of Regulation 46(2) and para C, D & E of Schedule V of the SEBI Listing Regulations for the financial year ended March 31, 2023.

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

**Place: Mumbai  
Date : May16, 2023  
UDIN: A028341E000316629**

**For Nishant Bajaj & Associates  
Practicing Company Secretaries  
Peer Reviewed Firm- 2582/2022  
Sd/-  
Company Secretary in Practice  
M.No.: 28341  
CP No.: 21538**

**RAJSHREE POLYPACK LIMITED****CERTIFICATE OF NON-DISQUALIFICATION OF DIRECTORS**

**(Pursuant to Regulation 34(3) and Schedule V Para C Sub-clause (10)(i) of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015)**

To,  
The Members  
**Rajshree Polypack Limited**  
**CIN: L25209MH2011PLC223089**  
503-504, 5<sup>th</sup> Floor, Lodha Supremus, Road No. 22,  
Kishan Nagar, Near New Passport Office,  
Wagle Estate, Thane (W) – 400604.

We have examined the relevant registers, records, forms, returns and disclosures received from the Directors of Rajshree Polypack Limited having **CIN - L25209MH2011PLC223089** and having registered office at 503-504, 5<sup>th</sup> Floor, Lodha Supremus, Road No. 22, Kishan Nagar, Near New Passport Office, Wagle Estate, Thane (W) – 400604 (hereinafter referred to as '**the Company**'), produced before us by the Company for the purpose of issuing this Certificate, in accordance with Regulation 34(3) read with Schedule V Para - C Sub-clause 10 (i) of the Securities Exchange Board of India Listing Obligation and Disclosure Requirements) Regulations, 2015.

In our opinion and to the best of our information and according to the verifications [including Directors Identification Number (DIN) status at the portal ([www.mca.gov.in](http://www.mca.gov.in))] as considered necessary and explanations furnished to us by the Company and its officers, We hereby certify that none of the Directors on the Board of the Company given below for the F. Y. ending on March 31, 2023 have been debarred or disqualified from being appointed or continuing as Directors of Companies by the Securities and Exchange Board of India, Ministry of Corporate Affairs or any such other Statutory Authority:

Sr. No.	Name of Director	DIN	Date of Appointment in Company
1	Mr. Ramswaroop Radheshyam Thard	02835505	15/10/2011
2	Mr. Naresh Radheshyam Thard	03581790	15/10/2011
3	Mr. Anand Sajjankumar Rungta	02191149	10/02/2021
4	Mr. Rajesh Satyanarayan Murarka	01501322	20/11/2017
5	Mr. Pradeep Kumar Gupta	08335342	25/01/2019
6	Mr. Praveen Bhatia	00147498	24/06/2021
7	Ms. Yashvi Shah	08002543	30/05/2022

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

**For Nishant Bajaj & Associates**  
**Practicing Company Secretaries**  
**Peer Reviewed Firm- 2582/2022**  
Sd/-  
**Company Secretary in Practice**  
M.No.: 28341  
CP No.: 21538

**Place: Mumbai**  
**Date : May 15, 2023**  
**UDIN: A028341E000309666**

## RAJSHREE POLYPACK LIMITED

### ANNEXURE VI

#### ANNUAL REPORT ON CORPORATE SOCIAL RESPONSIBILITY (CSR) ACTIVITIES TO BE INCLUDED IN THE BOARD'S REPORT

##### 1. Brief Outline on CSR Policy of the Company:

Our Company strives to be a socially responsible company and strongly believes in development which is beneficial for the society at large. As a Corporate Citizen receiving various benefits out of society, it is our co-extensive responsibility to pay back in return to the society. Accordingly, the focus areas identified by the Company for its CSR activities are education, conservation of environment, health and sanitation and promotion of sports and cultural activities. It is the Company's intent to make a positive difference to society in which the Company lives and operate.

##### 2. Composition of CSR Committee:

Sr. No	Name of the Members	Position in Committee / Nature of Directorships	No of CSR Committee meetings held and attended during the year
1	Mr. Ramswaroop Radheshyam Thard	Chairman, Chairman & Managing Director	1/1
2	Mr. Naresh Radheshyam Thard	Member, Joint Managing Director	1/1
3	Mr. Pradeep Kumar Gupta	Member, Non- Executive Independent Director	1/1

##### 3. Web-link containing the composition of CSR Committee, CSR Policy and CSR Projects approved by the Board as disclosed on the website of the Company :

These aforesaid details are disclosed on the Company's website at [www.rajshreepolypack.com](http://www.rajshreepolypack.com)  
<http://rajshreepolypack.com/wp-content/uploads/2023/03/Amended-CSR-Policy-RPPL.pdf>

##### 4. Details of Impact assessment of CSR projects carried out in pursuance of sub-rule (3) of Rule 8 of the Companies (Corporate Social Responsibility Policy) Rules, 2014, if applicable (attach the report):- Clause not Applicable for the financial year ("FY") 2022-23

##### 5. Details of the amount available for set off in pursuance of sub-rule (3) of Rule 7 of the Companies (Corporate Social Responsibility Policy) Rules, 2014 and amount required for set off for the financial year, if any: Clause not Applicable for financial year 2022-23.

(₹ in Lakhs)

Sr. No	Financial Year	Amount available for set-off from preceding financial years (in ₹)	Amount required to be set-off for the financial year, if any (in ₹)
1.	-	-	-

##### 6. Average net profit of the Company as per Section 135(5) – ₹ 1,198.08 Lakhs

a	Two percent of average net profit of the company as per section 135(5)	₹ 23.96 Lakhs
b	Surplus arising out of the CSR projects or programmes or activities of the previous financial years	Nil
c	Amount required to be set off for the financial year, if any	Nil
<b>Total CSR obligation for the financial year 2022-23 (7a+7b-7c)</b>		<b>₹ 23.96 Lakhs</b>

##### 8. (a) CSR amount spent or unspent for the financial year:

(₹ in Lakhs)

Total Amount spent for the financial year (in ₹)	Amount Unspent				
	Total Amount transferred to Unspent CSR Account as per Section 135(6).		Amount Transferred to any fund specified under Schedule VII as per second proviso to Section 135(5)		
	Amount	Date of transfer	Name of the funds	Amount	Date of transfer
<b>24.75</b>	-		NA		

##### (b) Details of CSR amount spent against ongoing projects for the financial year: Clause not applicable.

## RAJSHREE POLYPACK LIMITED

### (c) Details of CSR amount spent against other than ongoing projects for the financial year:

(1) Sr.No	(2) Name of the project	(3) Item from the list of activities in Schedule VII to the Act.	(4) Local area (Yes/No)	(5) Location of the Project		(6) Amount spent for the project	(7) Mode of implementation - Direct (Yes/No)	(8) Mode of Implementation - Through Implementing Agency	
				State	District			Name	CSR Registration Number
1	Shree Shraddha Education and Charitable Trust	Vocational training for reaching to Unreached, Rural Development, Ration Distribution and Medical Aid (Education, Health Care and Sanitation)	No	Gujarat	Bhavnagar	14.00	Yes	Shree Shraddha Education and Charitable Trust	CSR00029026
2	Dadra & Nagar Haveli & Daman Diu Juvenile Justice Fund	Welfare of Children in the UT of Dadra & Nagar Haveli and Daman & Diu	Yes	Daman	UT of Dadra & Nagar Haveli and Daman & Diu	3.75	Yes	U.T Administration of Dadra & Nagar Haveli and Daman & Diu (Child Protection Society of UT of Dadra & Nagar Haveli and Daman & Diu)	CSR00025593
3	Raginiiben Bipinchandra Sevakarya Trust (Ahmedabad)	Multi- Speciality Hospital cum Medical College (Education and Health Care)	No	Gujarat	Ahmedabad	7.00	Yes	Raginiiben Bipinchandra Sevakarya Trust (Ahmedabad)	CSR00012645
	<b>Total</b>					<b>24.75</b>			

(d) Amount spent in Administrative Overheads :- Clause not applicable.

(e) Amount spent on Impact Assessment, if applicable :- Clause not applicable.

(f) Total amount spent for the Financial Year (8b+8c+8d+8e):- ₹24.75 Lakhs

## RAJSHREE POLYPACK LIMITED

(g) Excess amount for set off, if any: ₹ 0.79 Lakhs

(₹ in Lakhs)

Sr. No	Particulars	Amount
(i)	Two percent of average net profit of the Company as per section 135(5)	23.96
(ii)	Total amount spent for the Financial Year	24.75
(iii)	Excess amount spent for the financial year [(ii)-(i)]	0.79
(iv)	Surplus arising out of the CSR projects or programmes or activities of the previous financial years, if any	0.00
(v)	Amount available for set off in succeeding financial years [(iii)-(iv)]	0.79*

\*₹0.79 Lakhs is available for the set off for the financial year 2022-23, but the Company does not wish to avail the same.

9. (a) Details of Unspent CSR amount for the preceding three financial years: Clause not Applicable.

10.

Sr. no	Preceding Financial Year	Amount transferred to Unspent CSR Account under Section 135(6) (in ₹)	Amount spent in the reporting financial year (in ₹)	Amount transferred to any fund specified under Schedule VII as per section 135(6), if any			Amount remaining to be spent in succeeding financial
				Name of the Fund	Amount (in ₹)	Date of Transfer	
-	-	-	-	-	-	-	-

(b) Details of CSR amount spent in the financial year for ongoing projects of the preceding financial year(s): Clause not applicable

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

11. In case of creation or acquisition of capital asset, furnish the details relating to the asset so created or acquired through CSR spent in the financial year (asset wise details)- Clause not applicable

- Date of creation or acquisition of the capital asset(s).
- Amount of CSR spent for creation or acquisition of capital asset
- Details of the entity or public authority or beneficiary under whose name such capital asset is registered, their address etc.
- Provide details of the capital asset(s) created or acquired (including complete address and location of the capital asset).

12. Specify the reason(s), if the Company has failed to spend two per cent of the average net profit as per Section 135(5)- Clause not applicable

For and on behalf of the Board of Directors  
For Rajshree Polypack Limited

Sd/-

Ramswaroop Radheshyam Thard  
Chairman & Managing Director  
(DIN: 02835505)

Date : May 15, 2023  
Place : Daman

## RAJSHREE POLYPACK LIMITED

### ANNEXURE VII

**PARTICULARS OF EMPLOYEES PURSUANT TO THE PROVISIONS SECTION 197 OF THE COMPANIES ACT, 2013 READ WITH RULE, 5 OF THE COMPANIES (APPOINTMENT AND REMUNERATION OF MANAGERIAL PERSONNEL) RULES, 2014:**

<b>(i) The ratio of the remuneration of each director to the median remuneration of the employees of the Company for the financial year 2022-23:-</b>		
<b>Sr No.</b>	<b>Name of the Directors</b>	<b>Ratio of remuneration to the median remuneration of the employees</b>
1	Mr. Ramswaroop Radheshyam Thard, Chairman & Managing Director	41.18
2	Mr. Naresh Radheshyam Thard, Joint Managing Director	32.51
3	Mr. Anand Sajjankumar Rungta, Whole-time Director	7.85
<b>(ii) The percentage increase in remuneration of each director, CFO , CEO, Company Secretary in the financial year 2022-23:-</b>		
<b>Sr No.</b>	<b>Name of the Directors/CFO/Company Secretary</b>	<b>% Increase over last F.Y.</b>
1	Mr. Ramswaroop Radheshyam Thard, Chairman & Managing Director	20%
2	Mr. Naresh Radheshyam Thard, Joint Managing Director	20%
3	Mr. Anand Sajjankumar Rungta, Whole-time Director	33.33%
4	Mr. Sunil Sawarmal Sharma, Chief Financial Officer	48.01%
5	Ms. Mitali Rajendra Shah, Company Secretary & Compliance Officer	39.02%
<b>(iii)</b>	<b>The percentage increase in the median remuneration of employees in the financial year</b>	<b>16.46%</b>
<b>(iv)</b>	<b>The number of permanent employees on the rolls of the Company as on March 31, 2023.</b>	<b>541</b>
<b>(v)</b>	<b>Average percentile increase already made in the salaries of employees other than the managerial personnel in the last financial year and its comparison with the percentile increase in the managerial remuneration and justification thereof and point out if there are any exceptional circumstances for increase in the managerial remuneration:</b>	Average increase in remuneration is 23.95% for Employees other than Managerial Personnel and 24.35% for Managerial Personnel. In line with the Company's compensation philosophy, merit increases and annual bonus payout to its employees are linked to their individual performance. Further, the remuneration paid to executive directors were within the limits as approved by the shareholders of the Company from time to time.
<b>(vii)</b>	<b>Affirmation that the remuneration is as per the remuneration policy of the Company:</b>	Pursuant to Rule 5(1)(xii) of the Companies (Appointment and Remuneration of Managerial Personnel) Rules, 2014, it is affirmed that the remuneration paid to the Directors, Key Managerial Personnel and Senior Management is as per the Remuneration Policy of your Company.
<b>(II) Statement showing details of Employees of the Company as per Section 197 (12) read with Rule 5(2) of the Companies (Appointment and Remuneration of Managerial Personnel) Rules, 2014:</b>		
In pursuant to the provisions of Section 197(12) of the Companies Act,2013 read with Rule 5(2) and 5(3) of the Companies (Appointment and Remuneration of Managerial Personnel) Rules, 2014: Not Applicable		

**For and on behalf of the Board of Directors  
For Rajshree Polypack Limited**

**Sd/-  
Ramswaroop Radheshyam Thard  
Chairman & Managing Director  
(DIN: 02835505)**

**Date : May 15, 2023  
Place : Daman**

## RAJSHREE POLYPACK LIMITED

### INDEPENDENT AUDITOR'S REPORT

#### To the Members of Rajshree Polypack Limited

#### Report on the Audit of the Standalone Financial Statements

#### Opinion

We have audited the accompanying standalone financial statements of Rajshree Polypack Limited ("the Company"), which comprise the Balance Sheet as at March 31, 2023, and the Statement of Profit and Loss (Including Other Comprehensive Income), Statement of Changes in Equity and Statement of Cash Flows for the year then ended, and notes to the standalone financial statements, including a summary of significant accounting policies and other explanatory information.

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

#### Key Audit Matters

Sr. No	Key Audit Matter	How the Key Audit Matter was addressed in our audit
1.	<p>Revenue Recognition</p> <p>Refer Note 2 of standalone financial statements with respect to the accounting policies followed by the Company for recognizing revenue from sale of goods.</p> <p>The Company recognised revenues amounting to ₹25,219.24 lakhs for the year ended March 31, 2023, as disclosed in Note 32 to the financial statements.</p> <p>Revenue from the sale of goods are recognized when control of the goods has been transferred to the customers and when the unfulfilled obligations are not pending towards the customer. Depending on the contractual terms with the customers, this can be either at the time of dispatch or delivery of goods.</p> <p>Due to the varying terms and conditions with different customers, there can be significant management judgement involved in determining the timing of revenue recognition, based on transfer of control. Further, considering that revenue is a significant area and Key performance Indicators for Management as well as shareholders, such judgement can have significant impact on the financial statements.</p>	<p>Our audit procedures in respect of this area, among others, included the following:</p> <ul style="list-style-type: none"> <li>- Evaluated the Company's accounting policies pertaining to revenue recognition for sale of goods and assessed compliance with the policies in terms of Ind AS 115 – Revenue from contracts with customers.</li> <li>- Understood the process to evaluate recognition of revenue on transfer of control of the goods to the customers.</li> <li>- Evaluated the design of key controls and operating effectiveness of the relevant key controls with respect to revenue recognition on test check basis.</li> <li>- Performed test of detail on a samples of sale of good transactions selected on a test check basis, by verifying the underlying documents and audit evidence.</li> <li>- Performed analytical procedures on sale of goods recognised during the year to identify and enquire into any unusual variances.</li> <li>- Selected samples on test check basis, to test sale of goods transactions recorded before and after the financial year end date to determine whether the sale has been recognised in the appropriate financial year.</li> <li>- Selected samples on test check of discounts and credit notes to identify unusual items.</li> <li>- Examined journal entries (using statistical sampling) posted to revenue to identify unusual or irregular items.</li> <li>- Tested the adequacy and appropriateness of the disclosures made in the financial statements, is as prescribed in Indian Accounting Standards and applicable financial reporting framework.</li> </ul>

#### Basis for Opinion

We conducted our audit in accordance with the Standards on Auditing (SAs) specified under section 143(10) of the Act. Our responsibilities under those Standards are further described in the Auditor's Responsibilities for the Audit of the 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 (ICAI) 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 obtained by us is sufficient and appropriate to provide a basis for our opinion.

#### Key Audit Matters

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

## RAJSHREE POLYPACK LIMITED

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

The Company's Board of Directors is responsible for the other information. The other information comprises the Director's Report but does not include the 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 standalone financial statements, our responsibility is to read the other information 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. If, based on the work we have performed, we conclude that there is a material misstatement of this other information, we are required to report that fact. We have nothing to report in this regard.

### Responsibilities of Management and Those Charged with Governance for the Financial Statements

The Company's Board of Directors is responsible for the matters stated in section 134(5) of the 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 standalone financial statement that give a true and fair view and are free from material misstatement, whether due to fraud or error.

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

Those Board of Directors are 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 standalone 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 standalone financial statements.

We give in "**Annexure A**" a detailed description of Auditor's responsibilities for Audit of the Standalone Financial Statements.

### Report on Other Legal and Regulatory Requirements

1. As required by the Companies (Auditor's Report) Order, 2020 ("**the Order**"), issued by the Central Government of India in terms of sub-section (11) of section 143 of the Act, we give in "**Annexure B**" a statement on the matters specified in paragraphs 3 and 4 of the Order, to the extent applicable.
2. As required by Section 143(3) of the Act, we report that:
  - (a) We have sought and obtained all the information and explanations which to the best of our knowledge and belief were necessary for the purposes of our audit.
  - (b) In our opinion, proper books of account as required by law have been kept by the Company so far as it appears from our examination of those books
  - (c) The Balance Sheet, the Statement of Profit and Loss (including other comprehensive income), the Statement of Changes in Equity and the Statement of Cash Flow 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.
  - (e) On the basis of the written representations received from the directors as on March 31, 2023 taken on record by the Board of Directors, none of the directors are disqualified as on March 31, 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 with reference to standalone financial statements of the Company and the operating effectiveness of such controls, refer to our separate Report in "**Annexure C**".
  - (g) With respect to the other matters to be included in the Auditor's Report in accordance with Rule 11 of the Companies (Audit and Auditors) Rules, 2014, in our opinion and to the best of our information and according to the explanations given to us:
    - i. The Company has disclosed the impact of pending litigations on its financial position in its standalone financial statements – Refer Note 41 to the standalone financial statements;
    - ii. The Company did not have any long-term contracts including derivative contracts for which there were any material foreseeable losses.

## RAJSHREE POLYPACK LIMITED

- iii. There were no amounts which were required to be transferred to the Investor Education and Protection Fund by the Company.
- iv. The Management has represented that, to the best of its knowledge and belief as disclosed in note 49(v) to the standalone financial statements, no funds have been advanced or loaned or invested (either from borrowed funds or share premium or any other sources or kind of funds) by the Company to or in any other person(s) or entity(ies), including foreign entities (“**Intermediaries**”), with the understanding, whether recorded in writing or otherwise, that the Intermediary shall, 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.
- v. The Management has represented, that, to the best of its knowledge and belief as disclosed in note 49(vi) to the standalone financial statements, no funds have been received by the Company from any person(s) or entity(ies), including foreign entities (Funding Parties), with the understanding, whether recorded in writing or otherwise, as on the date of this audit report, that the Company shall, directly or indirectly, lend or invest in other persons or entities identified in any manner whatsoever by or on behalf of the Funding Party (“**Ultimate Beneficiaries**”) or provide any guarantee, security or the like on behalf of the Ultimate Beneficiaries.
- vi. Based on the audit procedures performed that have been considered reasonable and appropriate in the circumstances, and according to the information and explanations provided to us by the Management in this regard 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 (iv) and (v) above, contain any material mis-statement.
- vii. As proviso to rule 3(1) of the Companies (Accounts) Rules, 2014 is applicable for the company only w.e.f. April 1, 2023, reporting under this clause is not applicable.
- viii. The final dividend paid by the Company during the year in respect of the same declared for the previous year is in accordance with section 123 of the Companies Act 2013 to the extent it applies to payment of dividend. The Board of Directors of the Company have proposed final dividend for the year which is subject to the approval of the members at the ensuing Annual General Meeting ( Refer note 19(1)(iv) ).
3. In our opinion, according to information, explanations given to us, the remuneration paid by the Company to its directors is within the limits laid prescribed under Section 197 of the Act and the rules thereunder.

**For M S K A & Associates**  
**Chartered Accountants**  
**ICAI Firm Registration No. 105047W**  
**Sd/-**  
**Siddharth Iyer**  
**Partner**  
**Membership No. 116084**  
**UDIN: 23116084BGYONC6256**

**Place: Daman**  
**Date: May 15, 2023**

## RAJSHREE POLYPACK LIMITED

### ANNEXURE A TO THE INDEPENDENT AUDITOR'S REPORT ON EVEN DATE ON THE STANDALONE FINANCIAL STATEMENTS OF RAJSHREE POLYPACK LIMITED

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

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

- Identify and assess the risks of material misstatement of the standalone financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances. Under section 143(3)(i) of the Act, we are also responsible for expressing our opinion on whether the company has adequate internal financial controls with reference to standalone financial statements in place and the operating effectiveness of such controls.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by management.
- Conclude on the appropriateness of management's use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the Company's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the standalone 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 standalone financial statements, including the disclosures, and whether the standalone financial statements represent the underlying transactions and events in a manner that achieves fair presentation.

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

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

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

**For M S K A & Associates**

**Chartered Accountants**

**ICAI Firm Registration No. 105047W**

**Sd/-**

**Siddharth Iyer**

**Partner**

**Membership No. 116084**

**UDIN: 23116084BGYONC6256**

**Place: Daman**

**Date: May 15, 2023**

## RAJSHREE POLYPACK LIMITED

### ANNEXURE B TO INDEPENDENT AUDITORS' REPORT OF EVEN DATE ON THE STANDALONE FINANCIAL STATEMENTS OF RAJSHREE POLYPACK LIMITED FOR THE YEAR ENDED MARCH 31, 2023

[Referred to in paragraph 1 under 'Report on Other Legal and Regulatory Requirements' in the Independent Auditors' Report]

- (i). (a) A. The Company has maintained proper records showing full particulars including quantitative details and situation of Property, Plant and Equipment and relevant details of right of use assets.
- B. The Company has maintained proper records showing full particulars of intangible assets.
- (b) All the Property, Plant and Equipment and right of use assets 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 its assets. No material discrepancies were noticed on such verification.
- (c) According to the information and explanations given to us, the title deeds of immovable properties (other than properties where the Company is the lessee and the lease agreements are duly executed in favour of the lessee) as disclosed in the financial statements are held in the name of the Company except for the original title deeds of immovable properties aggregating to ₹69.48 lakhs are pledged with the banks and are not available

with the Company. The same has been independently confirmed by the bank and verified by us.

- (d) According to the information and explanations given to us, the Company has not revalued its property, plant and Equipment (including Right of Use assets) or intangible assets or both during the year. Accordingly, the requirements under paragraph 3(i)(d) of the Order are not applicable to the Company.
- (e) According to the information and explanations given to us, no proceeding has been initiated or pending against the Company for holding benami property under the Benami Transactions (Prohibition) Act, 1988, as amended and rules made thereunder. Accordingly, the provisions stated in paragraph 3(i) (e) of the Order are not applicable to the Company.
- (ii). (a) The inventory (excluding stocks with third parties) has been physically verified by the management during the year. In respect of inventory lying with third parties, these have substantially been confirmed by them. In our opinion, the frequency, coverage and procedure of such verification is reasonable. No discrepancies of 10% or more in the aggregate for each class of inventories were noticed on such physical verification of inventories.
- (b) The Company has been sanctioned working capital limits in excess of ₹5 crores in aggregate from Banks/ financial institutions on the basis of security of current assets. Quarterly returns / statements are filed with such Banks/ financial institutions which are not in agreement with the books of account.

Details of the same are as below:

Quarter	Name of bank	Particulars	Amount as per books of account (₹ In lakhs)	Amount as reported in the quarterly return/ statement (₹ In lakhs)	Amount of difference (₹ In lakhs)	Whether return/ statement subsequently rectified
Jun-22	HDFC Bank & CITI Bank & SVC Co-operative Bank Ltd.	Inventory	4,793.42	4,757.70	35.72	No
Jun-22		Trade Receivables	4,451.83	4,637.42	(185.59)	No
Jun-22		Trade Payables	2,232.79	2,168.25	64.54	No
Sep-22		Inventory	5,145.78	5,080.47	65.31	No
Sep-22		Trade Receivables	4,409.65	4,556.36	(146.71)	No
Sep-22		Trade Payables	2,054.92	2,022.26	32.66	No
Dec-22		Inventory	5,803.88	5,716.12	87.76	No
Dec-22		Trade Receivables	3,371.61	3,524.82	(153.21)	Yes
Dec-22		Trade Payables	1,666.12	1,622.56	43.56	No
Mar-23		Inventory	6,626.41	6,152.74	473.67	No
Mar-23		Trade Receivables	4,342.53	4,989.82	(647.29)	No
Mar-23		Trade Payables	2,118.20	2,088.84	29.36	No
Jun-21	HDFC Bank & SVC Co-operative Bank Ltd.	Inventory	2,605.65	2,191.76	413.89	No
Jun-21		Trade Receivables	3,062.27	3,349.10	(286.83)	No
Jun-21		Trade Payables	1,179.26	531.68	647.58	No
Sep-21		Inventory	3,121.13	2,846.30	274.83	No
Sep-21		Trade Receivables	2,771.59	2,694.14	77.45	No
Sep-21		Trade Payables	1,379.48	523.13	856.35	No
Dec-21		Inventory	3,865.11	3,709.28	155.83	No
Dec-21		Trade Receivables	3,144.16	3,419.18	(275.02)	No
Dec-21		Trade Payables	1,348.36	989.51	358.85	No
Mar-22		Inventory	4,275.36	4,255.08	20.28	No
Mar-22		Trade Receivables	3,089.55	3,388.61	(299.06)	No
Mar-22		Trade Payables	1,626.59	1,207.11	419.48	No

## RAJSHREE POLYPACK LIMITED

The quarterly statements were prepared and filed before the completion of all financial statement closure activities including INDAS adjustment/reclassification, as applicable, which led to certain differences between the final books of accounts and the quarterly statements which were based on provisional books of accounts. Further there are certain items which were excluded erroneously / inadvertently in quarterly statements filed with the bank. Management is in the process of filing the revised quarterly statement with the bank.

iii. (a) According to the information explanation provided to us, the Company has provided advances in the nature of loans. The Company has not given any guarantee, or provided security to any other entity.

(A) The details of such loans or advances to Joint Ventures is as follows:

Particulars	Advances in the nature of loans (₹ in lakhs)
<b>Aggregate amount provided during the year</b>	
Joint Ventures	731.11
<b>Balance Outstanding as at balance sheet date in respect of above cases</b>	
Joint Ventures	731.11

(b) According to the information and explanations given to us and based on the audit procedures performed by us, we are of the opinion that the terms and conditions in relation to investments made and grant of advances in the nature of loans are not prejudicial to the interest of the Company.

(c) In case of the loans and advances in the nature of loan, schedule of repayment of principal and payment of interest have been stipulated and the borrowers have been regular in the payment of the principal and interest.

(d) 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 amounts overdue for more than ninety days in respect of the loan granted to Company.

(e) According to the information explanation provided to us, the loan or advance in the nature of loan granted has not fallen due during the year. Hence, the requirements under paragraph 3(iii) (e) of the Order are not applicable to the Company.

(f) According to the information explanation provided to us, the Company has granted loans in the nature of loans and advances in the nature of loans during the year. These have stipulated the schedule for repayment of principal and interest. Hence, the requirements under paragraph 3(iii)(f) of the Order are not applicable to the Company.

iv. According to the information and explanations given to us, the Company has neither, directly or indirectly, granted any loan, or provided guarantee or security to any of its directors or to any other person in whom the director is interested, in accordance with the provisions of Section 185 of the Act nor made investments through more than two layers of investment companies in accordance with the provisions of Section 186 of the Act. Accordingly, provisions stated in paragraph 3(iv) of the Order are not applicable to the Company.

v. According to the information and explanations given to us, the Company has not accepted any deposits from the public within the meaning of Sections 73, 74, 75 and 76 of the Act and the rules framed there under.

vi. We have broadly reviewed the books of account maintained by the Company pursuant Rules made by the Central Government for the maintenance of cost records under Section 148(1) of the Act and we are of the opinion that prima facie the prescribed accounts and records have been made and maintained. We have not, however, 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 the records of the Company examined by us, in our opinion, undisputed statutory dues including goods and services tax, provident fund, income-tax, duty of customs, cess and other statutory dues have generally been regularly deposited by the Company with appropriate authorities during the year though there has been a slight delay in few cases.

According to the information and explanation given to us, no undisputed amounts payable in respect of Goods and Services tax, provident fund, income-tax, duty of customs, cess and other statutory dues in arrears as at March 31, 2023 for a period of more than six months from the date they became payable.

(b) According to the information and explanation given to us and examination of records of the Company, the outstanding dues of goods-service tax, income tax, customs duty, cess and any other statutory dues on account of any dispute, are as follows:

Name of the statute	Nature of dues	Amount Demanded ₹ In lakhs	Amount Paid ₹ In lakhs	Period to which the amount relates	Forum where dispute is pending	Remarks, if any
Income Tax Act, 1961	Income Tax	8.57	-	FY 2017-2018	Commissioner of Income tax (Appeals)	None
Income Tax Act, 1961	Income Tax	-	-	FY 2019-2020	Commissioner of Income tax (Appeals)	None

## RAJSHREE POLYPACK LIMITED

- viii. According to the information and explanations given to us, there are no transactions which are not accounted in the books of account which have been surrendered or disclosed as income during the year in Tax Assessment of the Company. Also, there are no previously unrecorded income which has been now recorded in the books of account. Hence, the provision stated in paragraph 3(viii) of the Order is not applicable to the Company.
- ix. (a) In our opinion and according to the information and explanations given to us, the Company has not defaulted in repayment of loans or borrowings or in payment of interest thereon to any lender.
- (b) According to the information and explanations given to us and on the basis of our audit procedures, we report that the Company has not been declared willful defaulter by any bank or financial institution or government or any government authority.
- (c) In our opinion and according to the information explanation provided to us, money raised by way of term loans during the year have been applied for the purpose for which they were raised.
- (d) According to the information and explanations given to us, and the procedures performed by us, and on an overall examination of the standalone financial statements of the Company, we report that no funds raised on short-term basis have been used for long-term purposes by the Company.
- (e) According to the information explanation given to us and on an overall examination of the standalone financial statements of the Company, we report that the Company has not taken any funds from an any entity or person on account of or to meet the obligations of its joint ventures.
- (f) According to the information and explanations given to us and procedures performed by us, we report that the Company has not raised loans during the year on the pledge of securities held in its joint venture company. Hence, reporting under the Clause 3(ix)(f) of the order is not applicable to the Company.
- x. (a) In our opinion and according to the information explanation given to us, the Company did not raise any money by way of initial public offer or further public offer (including debt instruments) during the year. Hence, the provisions stated in paragraph 3 (x)(a) of the Order are not applicable to the Company.
- (b) According to the information and explanations given to us and based on our examination of the records of the Company, the Company has made preferential allotment of shares during the year and the requirements of Section 42 and Section 62 of the Act have been complied with. The amount raised has been used for the purposes for which they were raised. The Company has not made any private placement of shares or fully, partly or optionally convertible debentures during the year.
- xi. (a) Based on 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 report that no material fraud by the Company nor on the Company has been noticed or reported during the course of our audit.
- (b) We have not come across of any instance of material fraud by the Company or on the Company during the course of audit of the standalone financial statement for the year ended March 31, 2023, accordingly the provisions stated in paragraph (xi)(b) of the Order is not applicable to the Company.
- (c) As represented to us by the Management, there are no whistle-blower complaints received by the Company during the year. Accordingly the provisions stated in paragraph (xi)(c) of the Order is not applicable to the Company.
- xii. The Company is not a Nidhi Company. Accordingly, the provisions stated in paragraph 3(xii) (a) to (c) of the Order are not applicable to the Company.
- xiii. According to the information and explanations given to us and based on our examination of the records of the Company, transactions with the related parties are in compliance with Sections 177 and 188 of the Act, 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 and based on our examination, the Company has an internal audit system commensurate with the size and nature of its business.
- (b) We have considered internal audit reports of the Company issued till date, for the period under audit.
- xv. According to the information and explanations given to us, 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 Act are not applicable to Company. Accordingly, the provisions stated in paragraph 3 (xv) of Order 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 and accordingly, the provisions stated in paragraph 3 (xvi)(a) of the Order are not applicable to the Company.
- (b) The Company is not required to be registered under Section 45 IA of the Reserve Bank of India Act, 1934 and accordingly, the provisions stated in paragraph 3 (xvi) (b) of the Order are not applicable to the Company.
- (c) The Company is not a Core investment Company (CIC) as defined in the regulations made by Reserve Bank of India. Hence, the reporting under paragraph 3 (xvi)(c) of the Order are not applicable to the Company.
- (d) The Group does not have more than one CIC as a part of its group. Hence, the provisions stated in paragraph 3 (xvi)(d) of the Order are not applicable to the Company.

## RAJSHREE POLYPACK LIMITED

- xvii. Based on the overall review of standalone financial statements, the Company has not incurred cash losses in the current financial year and in the immediately preceding financial year. Hence, the provisions stated in paragraph 3 (xvii) of the Order are not applicable to the Company.
- xviii. There has been no resignation of the statutory auditors during the year. Hence, the provisions stated in paragraph 3 (xviii) of the Order are not applicable to the Company.
- xix. According to the information and explanations given to us and 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 standalone financial statements, 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 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. According to the information and explanations given to us and based on our verification, the provisions of Section 135 of the Act are applicable to the Company. The Company has made the required contributions during the year and there are no unspent amounts which are required to be transferred either to a Fund or to a Special Account as per the provisions of Section 135 of the Act read with schedule VII. Accordingly, reporting under Clause 3(xx)(a) and Clause 3(xx)(b) of the Order is not applicable to the Company.
- xxi. The reporting under Clause 3(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 the report.

**For MSKA & Associates**  
**Chartered Accountants**  
**ICAI Firm Registration No. 105047W**  
**Sd/-**  
**Siddharth Iyer**  
**Partner**  
**Membership No. 116084**  
**UDIN: 23116084BGYONC6256**

**Place: Daman**  
**Date: May 15, 2023**

## RAJSHREE POLYPACK LIMITED

### ANNEXURE C TO THE INDEPENDENT AUDITOR'S REPORT OF EVEN DATE ON THE STANDALONE FINANCIAL STATEMENTS OF RAJSHREE POLYPACK LIMITED

[Referred to in paragraph 2(f) under 'Report on Other Legal and Regulatory Requirements' in the Independent Auditors' Report of even date to the Members of Rajshree Polypack Limited on the Financial Statements for the year ended March 31, 2023]

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

##### Opinion

We have audited the internal financial controls with reference to standalone financial statements of ("the Company") as of March 31, 2023 in conjunction with our audit of the standalone financial statements of the Company for the year ended on that date.

In our opinion, the Company has, in all material respects, an adequate internal financial controls with reference to standalone financial statements and such internal financial controls with reference to standalone financial statements were operating effectively as at March 31, 2023, based on the internal control with reference to standalone financial statements 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) (the "Guidance Note").

##### 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 with reference to standalone financial statements criteria established by the Company considering the essential components of internal control stated in the Guidance Note. These responsibilities include the design, implementation and maintenance of adequate internal financial controls that were operating effectively for ensuring the orderly and efficient conduct of its business, including adherence to Company's policies, the safeguarding of its assets, the prevention and detection of frauds and errors, the accuracy and completeness of the accounting records, and the timely preparation of reliable financial information, as required under the Act.

##### Auditors' Responsibility

Our responsibility is to express an opinion on the Company's internal financial controls with reference to standalone financial statements based on our audit. We conducted our audit in accordance with the Guidance Note and the Standards on Auditing, issued by ICAI and deemed to be prescribed under section 143(10) of the Act, to the extent applicable to an audit of internal financial controls. Those Standards and the Guidance Note require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether adequate internal financial controls with reference to standalone financial statements was established and maintained and if such controls operated effectively in all material respects.

Our audit involves performing procedures to obtain audit evidence about the adequacy of the internal financial controls with reference to standalone financial statements and their operating effectiveness. Our audit of internal financial controls

with reference to standalone financial statements included obtaining an understanding of internal financial controls with reference to standalone financial statements, assessing the risk that a material weakness exists, and testing and evaluating the design and operating effectiveness of internal control based on the assessed risk. The procedures selected depend on the auditor's judgement, including the assessment of the risks of material misstatement of the standalone financial statements, whether due to fraud or error.

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

##### Meaning of Internal Financial Controls With reference to Standalone Financial Statements

A Company's internal financial control with reference to standalone financial statements is a process designed to provide reasonable assurance regarding the reliability of financial reporting and the preparation of standalone financial statements for external purposes in accordance with generally accepted accounting principles. A Company's internal financial control with reference to standalone financial statements includes those policies and procedures that (1) pertain to the maintenance of records that, in reasonable detail, accurately and fairly reflect the transactions and dispositions of the assets of the company; (2) provide reasonable assurance that transactions are recorded as necessary to permit preparation of standalone financial statements in accordance with generally accepted accounting principles, and that receipts and expenditures of the company are being made only in accordance with authorizations of management and directors of the company; and (3) provide reasonable assurance regarding prevention or timely detection of unauthorized acquisition, use, or disposition of the company's assets that could have a material effect on the standalone financial statements.

##### Inherent Limitations of Internal Financial Controls With reference to Standalone financial statements

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

**For MSKA & Associates  
Chartered Accountants  
ICAI Firm Registration No. 105047W  
Sd/-  
Siddharth Iyer  
Partner  
Membership No. 116084  
UDIN: 23116084BGYONC6256**

**Place: Daman  
Date: May 15, 2023**

## RAJSHREE POLYPACK LIMITED

## STANDALONE BALANCE SHEET AS AT MARCH 31, 2023

(₹ in Lakhs)

Particulars	Note No.	As at March 31, 2023	As at March 31, 2022
<b>I. ASSETS</b>			
<b>(1) Non - Current Assets</b>			
(a) Property, Plant and Equipment	3	11,125.74	9,233.22
(b) Capital Work-in-Progress	4	-	173.31
(c) Right of Use assets	5	1,344.73	1,169.29
(d) Intangible assets	6	97.29	115.49
(e) Financial assets			
Investments	7	220.67	18.41
Loans	8	731.11	-
Other Financial Assets	9	138.43	137.07
(f) Other Non Current Assets	10	204.06	399.60
<b>Total Non-Current Assets</b>		<b>13,862.03</b>	<b>11,246.39</b>
<b>(2) Current Assets</b>			
(a) Inventories	11	6,626.41	4,275.36
(b) Financial Assets			
Trade Receivables	12	4,068.41	2,912.07
Cash and Cash Equivalents	13	868.31	91.88
Bank Balances other than (ii) above	14	17.92	40.48
Loans	15	29.33	14.66
Other Financial Asset	16	21.23	15.58
(c) Current Tax Assets (Net)	17	31.75	109.34
(d) Other Current Assets	18	791.08	510.41
<b>Total Current Assets</b>		<b>12,454.44</b>	<b>7,969.78</b>
<b>TOTAL ASSETS</b>		<b>26,316.47</b>	<b>19,216.17</b>
<b>II. EQUITY AND LIABILITIES</b>			
<b>(1) Equity</b>			
(a) Equity Share Capital	19	1,144.90	1,123.40
(b) Other Equity	20	11,883.91	10,451.48
<b>Total Equity</b>		<b>13,028.81</b>	<b>11,574.88</b>
<b>(2) LIABILITIES</b>			
<b>(a) Non - Current Liabilities</b>			
(i) Financial Liabilities			
Borrowings	21	2,026.24	1,246.53
Lease Liabilities	22	1,163.03	1,087.86
Other financial liabilities	23	4.72	4.37
(ii) Deferred tax liabilities (net)	24	446.01	367.23
<b>Total Non - Current Liabilities</b>		<b>3,640.00</b>	<b>2,705.99</b>
<b>(b) Current Liabilities</b>			
(i) Financial Liabilities			
Borrowings	25	5,367.86	2,591.57
Lease Liabilities	26	256.18	94.54
Trade Payables	27		
Due to Micro and Small Enterprises		600.33	313.71
Due to other		1,517.87	1,312.88
Other Financial liabilities	28	148.34	138.16
(ii) Other Current Liabilities	29	1,670.13	478.88
(iii) Current Tax Liabilities (Net)	30	73.19	-
(iv) Provisions	31	13.76	5.56
<b>Total Current Liabilities</b>		<b>9,647.66</b>	<b>4,935.30</b>
<b>Total Liabilities</b>		<b>13,287.66</b>	<b>7,641.29</b>
<b>TOTAL EQUITY &amp; LIABILITIES</b>		<b>26,316.47</b>	<b>19,216.17</b>

Significant Accounting Policies and Notes Forming Part of the Standalone Financial Statements

1-55

As per our report of even date attached

M S K A & Associates  
Chartered Accountants  
Firm Registration No.: 105047W

Siddharth Iyer  
Partner  
Membership No. 116084

Place: Daman  
Date: May 15, 2023

For and on behalf of the Board of Directors  
Rajshree Polypack Limited  
CIN : L25209MH2011PLC223089

Ramswaroop Thard  
Chairman & MD  
DIN : 02835505

Mitali Shah  
Company Secretary &  
Compliance Officer

Place: Daman  
Date: May 15, 2023

Naresh Thard  
Jt. Managing Director  
DIN : 03581790

Sunil Sharma  
Chief Financial Officer

## RAJSHREE POLYPACK LIMITED

## STANDALONE STATEMENT OF PROFIT AND LOSS FOR THE YEAR ENDED MARCH 31, 2023

(₹ in Lakhs)

Particulars	Note No.	For the Year ended March 31, 2023	For the Year ended March 31, 2022
<b>I. INCOME</b>			
a. Revenue from Operations	32	25,219.24	19,855.64
b. Other Income	33	227.40	109.72
<b>TOTAL INCOME</b>		<b>25,446.64</b>	<b>19,965.36</b>
<b>II. EXPENSES</b>			
a. Cost of Materials Consumed	34	15,984.58	13,859.83
b. Purchases of Stock-In-Trade	35	381.17	298.87
c. Changes in Inventories of Finished Goods and Work-In-Progress and Stock-In-Trade	36	(784.91)	(1,289.91)
d. Employee Benefits Expenses	37	2,253.70	1,753.23
e. Finance Costs	38	700.95	310.10
f. Depreciation and Amortization Expenses		1,391.83	1,103.85
g. Other Expenses	39	4,063.41	2,644.36
<b>TOTAL EXPENSES</b>		<b>23,990.73</b>	<b>18,680.33</b>
<b>III. PROFIT BEFORE TAX</b>		<b>1,455.91</b>	<b>1,285.03</b>
<b>IV. TAX EXPENSES</b>			
a. Current tax	40	285.91	254.53
b. Deferred tax		78.77	68.02
c. Tax related to Previous Year		3.36	5.34
<b>V. Profit for the Year (III - IV)</b>		<b>1,087.87</b>	<b>957.13</b>
<b>VI. OTHER COMPREHENSIVE INCOME</b>			
(A) Item that will not be reclassified to Profit & Loss			
- Remeasurement of Defined Benefit Plan		9.65	(2.72)
- Tax impact thereon		(2.43)	0.68
<b>VI. Total Other Comprehensive (Income)/Loss</b>		<b>7.22</b>	<b>(2.04)</b>
<b>VII. Total Comprehensive Income for the Period (V+VI)</b>		<b>1,095.09</b>	<b>955.10</b>
<b>VIII. Earning per Equity share of RS. 10 each</b>			
<b>Basic and Diluted (in ₹)</b>	44	9.63	8.50

Significant Accounting Policies and Notes Forming Part of the Standalone Financial Statements 1-55

As per our report of even date attached  
M S K A & Associates  
Chartered Accountants  
Firm Registration No.: 105047W

Siddharth Iyer  
Partner  
Membership No. 116084

Place: Daman  
Date : May 15, 2023

For and on behalf of the Board of Directors  
Rajshree Polypack Limited  
CIN : L25209MH2011PLC223089

Ramswaroop Thard  
Chairman & MD  
DIN : 02835505

Mitali Shah  
Company Secretary &  
Compliance Officer

Place: Daman  
Date : May 15, 2023

Naresh Thard  
Jt. Managing Director  
DIN : 03581790

Sunil Sharma  
Chief Financial Officer

## RAJSHREE POLYPACK LIMITED

## STATEMENT OF STANDALONE CASH FLOW FOR THE YEAR ENDED MARCH 31, 2023

(₹ in Lakhs)

Particulars	As at March 31, 2023	As at March 31, 2022
<b>CASH FLOWS FROM OPERATING ACTIVITIES:</b>		
<b>Profit before tax :</b>	1,455.91	1,285.03
<b>Adjustments for:</b>		
Depreciation and amortization expense	1,391.83	1,103.85
Finance costs	700.95	310.10
Provision for doubtful receivables	96.64	54.69
Loss on sale / Discard of Fixed Assets	1.12	-
Sundry Balances Written Off	11.62	-
Sundry Balances Written Back	(28.08)	(1.81)
Fair Value of Mutual Fund	(0.85)	(3.66)
Gain on Termination of Lease	(0.70)	-
Net foreign exchange differences	(9.27)	1.44
Employee Stock Option forming part of Employee benefit expenses	1.14	-
Interest Income	(43.10)	(49.90)
<b>Change in operating assets and liabilities:</b>		
(Increase) in trade receivables and other assets	(1,566.63)	(555.37)
(Increase) in inventories	(2,351.05)	(2,274.08)
Decrease in trade payable and other liabilities	1,859.59	461.94
<b>Cash generated from operations</b>	<b>1,519.12</b>	<b>332.23</b>
Less: Income taxes paid	(138.17)	(291.50)
<b>Net cash generated from operating activities</b>	<b>1,380.95</b>	<b>40.73</b>
<b>CASH FLOWS FROM INVESTING ACTIVITIES:</b>		
Payments for property, plant and equipment	(3,067.68)	(4,264.38)
Proceeds from sale of Fixed Assets	2.60	-
Payments for Purchase of Investments	(201.41)	(1.39)
Loan Given	(731.11)	-
Investment in Fixed Deposit	29.38	-
Proceeds from Fixed Deposit	-	2,301.04
Interest received	39.02	46.90
<b>Net cash used in investing activities</b>	<b>(3,929.20)</b>	<b>(1,917.83)</b>
<b>CASH FLOWS FROM FINANCING ACTIVITIES:</b>		
Proceeds from Short Term borrowings (net)	2,489.00	1,300.70
Proceeds from Long Term borrowings	1,291.56	1,251.45
Repayment of Long Term borrowings	(224.56)	(387.08)
Proceeds from Share Capital	414.96	-
Interest Paid	(589.03)	(269.75)
Dividend Paid	(57.25)	(112.34)
<b>Net cash generated from financing activities</b>	<b>3,324.68</b>	<b>1,782.98</b>
Net increase in cash and cash equivalents	776.43	(94.12)
Cash and Cash Equivalents at the beginning of the year	91.88	186.00
<b>Cash and Cash Equivalents at the end of the year</b>	<b>868.31</b>	<b>91.88</b>
<b>Reconciliation of cash and cash equivalents as per the cash flow statement:</b>		
Cash and cash equivalents as per above comprise of the following:		

**RAJSHREE POLYPACK LIMITED****STATEMENT OF STANDALONE CASH FLOW FOR THE YEAR ENDED MARCH 31, 2023**

(₹ in Lakhs)

Cash in Hand	8.40	7.65
Bank Balances	436.99	18.06
Fixed Deposit (With maturity of 3 months or less from reporting date)	422.92	66.17
<b>Balances per statement of cash flows</b>	<b>868.31</b>	<b>91.88</b>

**Analysis of movement in borrowings**

Particulars	As at March 31, 2023	As at March 31, 2022
Borrowings at the beginning of the period/ year	3,838.10	1,673.04
Movement due to cash transactions as per statement of cash flow statement	3,556.00	2,165.06
Movement due to non-cash transactions	-	-
Borrowings at the end of the period/ year	7,394.10	3,838.10

- Figures in brackets represent cash outflow
- The above Standalone Cash Flow Statement has been prepared under indirect method as set out in Ind AS-7-Cash Flow Statement notified under the Section 133 of the Companies Act, 2013.

**Significant Accounting Policies and Notes Forming Part of the Standalone Financial Statements 1-55**

As per our report of even date attached  
**M S K A & Associates**  
Chartered Accountants  
Firm Registration No.: 105047W

**Siddharth Iyer**  
Partner  
Membership No. 116084

Place: Daman  
Date : May 15, 2023

For and on behalf of the Board of Directors  
**Rajshree Polypack Limited**  
CIN : L25209MH2011PLC223089

**Ramswaroop Thard**  
Chairman & MD  
DIN : 02835505

**Mitali Shah**  
Company Secretary &  
Compliance Officer

Place: Daman  
Date : May 15, 2023

**Naresh Thard**  
Jt. Managing Director  
DIN : 03581790

**Sunil Sharma**  
Chief Financial Officer

## RAJSHREE POLYPACK LIMITED

## STANDALONE STATEMENT OF CHANGES IN EQUITY FOR THE YEAR ENDED 31ST MARCH 2023

(₹ in Lakhs)

## (a) Equity share capital

Particulars	As at March 31, 2023	As at March 31, 2022
Opening balance	1,123.40	1,123.40
Change in Equity share capital during the year	21.50	-
<b>Closing balance</b>	<b>1144.90</b>	<b>1,123.40</b>

(Refer note 19)

There are no changes in Equity Share Capital due to prior period errors.

## (b) Other equity

Particulars	Securities Premium	Retained Earnings	Employee Share Options (ESOP) (Refer Note No 20 & 46)	Total other equity
<b>Balance as at 1st April, 2022</b>	<b>4,578.21</b>	<b>5,873.28</b>	-	<b>10,451.49</b>
Issue of Equity Shares	393.46	-	-	393.46
Profit for the year	-	1,087.87	-	1,087.87
Other comprehensive income for the year	-	7.22	-	7.22
Employee Share Option Expense	-	-	1.14	1.14
Dividend	-	(57.26)	-	(57.26)
<b>Balance as at 31st March, 2023</b>	<b>4,971.67</b>	<b>6,911.11</b>	<b>1.14</b>	<b>11,883.92</b>

Particulars	Securities Premium	Retained Earnings	Employee Share Options (ESOP)(Refer Note No 20 & 46)	Total other equity
<b>Balance as at 1st April, 2021</b>	<b>4,578.21</b>	<b>5,030.53</b>	-	<b>9,608.74</b>
Profit for the year	-	957.14	-	957.14
Other comprehensive loss for the year	-	(2.04)	-	(2.04)
Dividend	-	(112.35)	-	(112.35)
<b>Balance as at 31st March, 2022</b>	<b>4,578.21</b>	<b>5,873.28</b>	-	<b>10,451.49</b>

(Refer note 20 - for nature and purpose of reserves)

## Significant Accounting Policies and Notes Forming Part of the Standalone Financial Statements 1-55

As per our report of even date attached  
M S K A & Associates  
Chartered Accountants  
Firm Registration No.: 105047W

Siddharth Iyer  
Partner  
Membership No. 116084

Place: Daman  
Date : May 15, 2023

For and on behalf of the Board of Directors  
Rajshree Polypack Limited  
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Place: Daman  
Date : May 15, 2023

Naresh Thard  
Jt. Managing Director  
DIN : 03581790

Sunil Sharma  
Chief Financial Officer

# RAJSHREE POLYPACK LIMITED

## NOTES TO STANDALONE FINANCIAL STATEMENTS FOR THE YEAR ENDED MARCH 31, 2023

### 1 General Information

"Rajshree Polypack Limited ("the Company") is a company incorporated in India under the provisions of Companies Act, 1956 on October 15, 2011. The Company was an SME and was listed on NSE Emerge in the year 2018 however, the Company has migrated its equity shares from SME Platform (NSE emerge) of National Stock Exchange of India to the Main board of National Stock Exchange of India w.e.f November 26, 2021. The registered address of the Company is located 503-504, Lodha Supremus Bldg., Wagle Estate, Thane (West)-400604.

The Company is engaged in the business of manufacturing and trading of "Plastic Packaging Product". The Company operates through its two manufacturing units.

The Financial Statements were approved for issue by the Board of Directors on May 15, 2023. The Financial Statements are presented in Indian Rupees (INR) and all values are rounded to the nearest Lakhs except where otherwise indicated.

### 2 Significant Accounting Policies

Significant accounting policies adopted by the company are as under:

#### 2.1 Basis of Preparation of Financial Statements:

##### (a) Statement of Compliance with Ind AS

"These financial statements have been prepared in accordance with Indian Accounting Standards (Ind AS) notified under Section 133 of the Companies Act, 2013 (the "Act") read with the Companies (Indian Accounting Standards) Rules, 2015 and Companies (Indian Accounting Standards) Amendment Rules, 2016.

The financial statements up to year ended 31 March 2021 were prepared in accordance with the accounting standards notified under the section 133 of the Act, read with paragraph 7 of the Companies (Accounts) Rules, 2014 (Indian GAAP).

Accounting policies have been consistently applied to all the years presented 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.

##### (b) Basis of measurement

The financial statements have been prepared on a historical cost convention on accrual basis, except for the following material items that have been measured at fair value as required by relevant Ind AS:-

- i. Certain financial assets and liabilities measured at fair value (refer accounting policy on financial instruments)
- ii. Employee share based payment
- iii. Net defined benefit (asset) / Liability.

##### (c) Classification between current and non-current

All assets and liabilities have been classified as current or non-current as per the Company's operating cycle and other criteria set out in the Schedule III to the Companies Act, 2013. Based on the nature of services and the time between the rendering of service and their realization in cash and cash equivalents, the Company has ascertained its operating cycle as twelve months for the purpose of current and noncurrent classification of assets and liabilities.

##### (d) Use of estimates

The preparation of financial statements in conformity with Ind AS requires the Management to make estimate and assumptions that affect the reported amount of assets and liabilities as at the Balance Sheet date, reported amount of revenue and expenses for the year and disclosures of contingent liabilities as at the Balance Sheet date. The estimates and assumptions used in the accompanying financial statements are based upon the Management's evaluation of the relevant facts and circumstances as at the date of the financial statements. Actual results could differ from these estimates. Estimates and underlying assumptions are reviewed on a periodic basis. Revisions to accounting estimates, if any, are recognized in the year in which the estimates are revised and in any future years affected.

Judgement, estimates and assumptions are required in particular for:

##### i) Impairment of non-financial assets (tangible and intangible)

The Company assesses at each reporting date whether there is an indication that an asset may be impaired. If any indication exists, or when annual impairment testing for an asset is required, the Company estimates the asset's recoverable amount. An asset's recoverable amount is the higher of an asset's or Cash Generating Unit's (CGU's) fair value less costs of disposal and its value in use. It is determined for an individual asset, unless the asset or CGU exceeds its recoverable amount, the asset is considered impaired and is written down to its recoverable amount.

In assessing the value in use, the estimated future cash flows are discounted to their present value using a pre-tax discount rate that reflects current market assessments of the time value of money and risks specific to the asset. In determining the fair value less costs to disposal, recent market transactions are taken into account. If no such transactions can be identified, an appropriate valuation model is used. These calculations are corroborated by valuation multiples or other available fair value indicators.

**RAJSHREE POLYPACK LIMITED****NOTES TO STANDALONE FINANCIAL STATEMENTS FOR THE YEAR ENDED MARCH 31, 2023****ii) Defined benefit obligations**

The cost of the defined benefit gratuity plan is determined using actuarial valuations. An actuarial valuation involves making various assumptions that may differ from actual developments in the future. These include the determination of the discount rate, future salary increases, expected returns on plan assets and mortality rates. Due to the complexities involved in the valuation and its long-term nature, a defined benefit obligation is highly sensitive to changes in these assumptions. All assumptions are reviewed at each reporting date.

The mortality rate is based on publicly available mortality tables for India. Those mortality tables tend to change only at interval in response to demographic changes. Future salary increases, discount rate and return on planned assets are based on expected future inflation rates for India

**iii) Fair value measurement of financial instruments**

When the fair values of financial assets and financial liabilities recorded in the balance sheet cannot be measured based on quoted price in active markets since they are unquoted, their value is measured using valuation technique including the discounted cash flow (DCF) model. The inputs to these models are taken from observable markets where possible, but where this is not feasible, a degree of judgement is required in establishing fair values. Judgements include considerations of inputs such as liquidity risk, credit risk and volatility. Changes in assumptions about these factors could affect the reported fair value of financial instruments.

**iv) Impairment of financial assets**

The Company assesses on a forward looking basis the expected credit losses associated with its assets carried at amortised cost. The impairment methodology applied depends on whether there has been a significant increase in credit risk. In respect of trade receivables the Company applies the simplified approach permitted by Ind AS 109 - Financial Instruments, which requires expected lifetime losses to be recognised upon initial recognition of the receivables. For all other financial assets, expected credit losses are measured at an amount equal to the 12-months expected credit losses or at an amount equal to the life time expected credit losses if the credit risk on the financial asset has increased significantly since initial recognition.

**v) Income tax and Deferred Tax**

Deferred tax assets are not recognised for unused tax losses as it is not probable that taxable profit will be available against which the losses can be utilised. Significant management judgement/estimate is required to determine the amount of deferred tax assets that can be recognised, based upon the likely timing and the level of future taxable profits together with future tax planning strategies.

**vi) Provision of Inventories**

Management reviews the inventory listing on a periodic basis. This review involves comparison of the carrying value of the aged inventory items with the respective net realizable value. The purpose is to ascertain whether an allowance is required to be made in the financial statements for any obsolete slow-moving items and net realisable value. Management is satisfied that adequate allowance for obsolete and slow-moving inventories has been made in the financial statements.

**2.2 Property, plant and equipment - Tangible:**

Property, plant and equipment are stated at historical cost less depreciation. Historical cost includes expenditure that is directly attributable to the acquisition of the items.

Subsequent costs are included in the asset's carrying amount or recognized as a separate asset, as appropriate, only when it is probable that future economic benefits associated with the item will flow to the Company and the cost of the item can be measured reliably. The carrying amount of any component accounted for as a separate asset is derecognized when replaced. All other repairs and maintenance are charged to Statement of Profit and Loss during the year in which they are incurred.

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'.

**Transition to Ind AS**

On transition to Ind AS, the Company has elected to continue with the carrying value of all of its property, plant and equipment recognized as at 1 April 2020 measured as per the Indian GAAP and use that carrying value as the deemed cost of the property, plant and equipment.

**Depreciation methods, estimated useful lives**

The Company depreciates property, plant and equipment over their estimated useful lives using the straight line method. The estimated useful lives of assets are as follows:

## RAJSHREE POLYPACK LIMITED

### NOTES TO STANDALONE FINANCIAL STATEMENTS FOR THE YEAR ENDED MARCH 31, 2023

#### Property, plant and equipment

##### Leasehold improvement\* Lease period

Buildings	30 Years
Leasehold Property	16 Years
Plant and Machinery	15 Years
Moulds & Dies	15 Years
Electric Installation	10 Years
Computers	3 Years
Fire Extinguishers	15 Years
Furniture & Fixtures	10 Years
Office & IT Equipments	5 Years
Vehicles - Motor Car	8 Years
Vehicles - Motor Bike	10 Years

\* Leasehold improvements are amortized over the lease period, which corresponds with the useful lives of the assets.

Depreciation on addition to property plant and equipment is provided on pro-rata basis from the date of acquisition. Depreciation on sale/deduction from property plant and equipment is provided up to the date preceding the date of sale, deduction as the case may be. Gains and losses on disposals are determined by comparing proceeds with carrying amount. These are included in Statement of Profit and Loss under 'Other Income'.

Depreciation methods, useful lives and residual values are reviewed periodically at each financial year end and adjusted prospectively, as appropriate.

#### 2.3 Other Intangible Assets

Intangible assets are stated at acquisition cost, net of accumulated amortization.

##### Transition to Ind AS

On transition to Ind AS, the Company has elected to continue with the carrying value of all of its intangible assets recognised as at 1 April 2020 measured as per the Indian GAAP and use that carrying value as the deemed cost of the intangible assets.

The Company amortized intangible assets over their estimated useful lives using the straight line method. The estimated useful lives of intangible assets are as follows:

##### Intangible assets

SAP Software	6 years
Other Software	3 years

Intangible assets with finite lives are assessed for impairment whenever there is an indication that the intangible asset may be impaired. The amortization period and the amortization method for an intangible asset with a finite useful life are reviewed at least at each financial year end.

#### 2.4 Trade and other payables

These amounts represent liabilities for goods and services provided to the company prior to the end of the financial year which are unpaid. The amounts are unsecured and are usually paid within 60 days of recognition. Trade and other payables are presented as current liabilities unless payment is not due within 12 months after the reporting period.

#### 2.5 Foreign Currency Transactions

##### (a) Functional and presentation currency

Items included in the financial statements are measured using the currency of the primary economic environment in which the entity operates ('the functional currency'). The financial statements are presented in Indian rupee (INR), which is the Company's functional and presentation currency.

##### (b) Transactions and balances

"On initial recognition, all foreign currency transactions are recorded by applying to the foreign currency amount the exchange rate between the functional currency and the foreign currency at the date of the transaction. Gains/Losses arising out of fluctuation in foreign exchange rate between the transaction date and settlement date are recognised in the Statement of Profit and Loss.

All monetary assets and liabilities in foreign currencies are restated at the year end at the exchange rate prevailing at the year end and the exchange differences are recognised in the Statement of Profit and Loss.

Non-monetary items that are measured in terms of historical cost in a foreign currency are translated using the exchange rates at the dates of the initial transactions. Non-monetary items measured at fair value in a foreign currency are translated using the exchange rates at the date when the fair value is determined. The gain or loss arising on translation of non-monetary items measured at fair value is treated in line with the recognition of the gain or loss on the change in fair value of the item (i.e., translation differences on items whose fair value gain or loss is recognised in OCI or profit or loss are also recognised in OCI or profit or loss, respectively).

#### 2.6 Fair value measurement

The Company measures financial instruments, such as, derivatives at fair value at each balance sheet date.

Fair value is the price that would be received to sell an asset or paid to transfer a liability in an orderly transaction between market participants at the measurement date. The fair value measurement is based on the presumption that the transaction to sell the asset or transfer the liability takes place either:

- In the principal market for the asset or liability, or
- In the absence of a principal market, in the most advantageous market for the asset or liability accessible to the Company.

The principal or the most advantageous market must be accessible by the Company.

The fair value of an asset or a liability is measured using the assumptions that market participants would use when pricing the asset or liability, assuming that market participants act in their economic best interest.

The Company uses valuation techniques that are appropriate in the circumstances and for which sufficient data are available to measure fair value, maximizing the

## RAJSHREE POLYPACK LIMITED

### NOTES TO STANDALONE FINANCIAL STATEMENTS FOR THE YEAR ENDED MARCH 31, 2023

use of relevant observable inputs and minimizing the use of unobservable inputs. The Company's management determines the policies and procedures for fair value measurement such as derivative instrument.

All assets and liabilities for which fair value is measured or disclosed in the financial statements are categorized within the fair value hierarchy, described as follows, based on the lowest level input that is significant to the fair value measurement as a whole:

- Level 1 — Quoted (unadjusted) market prices in active markets for identical assets or liabilities
- Level 2 — Valuation techniques for which the lowest level input that is significant to the fair value measurement is directly or indirectly observable
- Level 3 — Valuation techniques for which the lowest level input that is significant to the fair value measurement is unobservable

#### 2.7 Revenue Recognition

The Company manufactures and trades and sells a range of plastic packaging products. Revenue from contracts with customers involving sale of these products is recognized at a point in time when control of the product has been transferred, and there are no unfulfilled obligation that could affect the customer's acceptance of the products.

The Company has objective evidence that all criterion for acceptance has been satisfied.

##### A. Sale of Goods

According to Ind AS 115, revenue is recognised at the amount of consideration the Company expects to receive in exchange for the goods or services when control of the goods or services and the benefits obtained from them are transferred to the customer and there are no unbilled obligations. Revenue is recognised using the following five step model specified in Ind AS 115:

- Step 1 : Identify contracts with customers
- Step 2 : Identify performance obligations contained in the contract Step
- Step 3 : Determine the transaction price
- Step 4 : Allocate the transaction price to the performance obligation
- Step 5 : Recognise revenue when a performance obligation is satisfied.

The performance obligations arising from sale of products with the Company's customers are satisfied at a point in time. Payment terms are generally agreed upon individually with customers. Sales of products are recognised when control of the products has transferred based on the agreed terms. Revenue is net of sales returns and allowances, discounts, volume rebates and any taxes or duties collected on behalf of government such as goods and service tax, etc

In determining the transaction price for the sale of goods, the Company considers the effects of variable consideration, the existence of significant financing components, non-cash consideration, and consideration payable to the customer (if any).

##### Sales Return:

The Company accounts for sales returns accrual by recording an allowance for sales returns concurrent with the recognition of revenue at the time of a product sale. This allowance is based on the Company's estimate of expected sales returns.

##### B. Sale of Service

Revenues from services are recognised as and when services are rendered and on the basis of contractual terms with the parties. The performance obligation in respect of professional services is satisfied over a period of time and acceptance of the customer.

##### C. Contract balances

###### Contract Asset

A contract asset is the right to consideration in exchange for goods or services transferred to the customer. If the Company performs by transferring goods or services to a customer before the customer pays consideration or before payment is due, a contract asset is recognised for the earned consideration that is conditional.

###### Contract Liability

A contract liability is the Company's obligation to transfer goods or services to a customer, for which the Company has already received consideration from customers. If a customer pays consideration before the Company transfers goods or services to the customer, a contract liability is recognised when the payment is made or the payment is due (whichever is earlier). Contract liabilities are recognised as revenue when the Company performs under the contract.

###### Trade Receivable

A trade receivable is recognised if an amount of consideration that is unconditional (i.e., only the passage of time is required before payment of the consideration is due).

##### D. Other Operating Revenue

###### a. Export incentives

Income from export incentives arising from duty drawback scheme, merchandise export incentive scheme are recognised on export of goods if the entitlements can be estimated with reasonable assurance and conditions precedent to claim are fulfilled.

###### b. Dividend & Interest Income

Dividend income is recognised when the Company's right to receive the payment is established by the reporting date.

## RAJSHREE POLYPACK LIMITED

### NOTES TO STANDALONE FINANCIAL STATEMENTS FOR THE YEAR ENDED MARCH 31, 2023

Interest income is recognised using the effective interest rate (EIR) method. Interest income is included in other income in the Statement of Profit and Loss.

#### c. **Rental Income**

Rental income arising from operating leases is accounted for on a straight - line basis over the lease terms and is included in other income in the Statement of Profit and Loss due to its non-operating nature.

#### d. **Other Income**

Other incomes are accounted on accrual basis

#### 2.8 Taxes

Tax expense for the year, comprising current tax and deferred tax, are included in the determination of the net profit or loss for the year.

##### (a) **Current income tax**

Current tax assets and liabilities are measured at the amount expected to be recovered or paid to the taxation authorities. The tax rates and tax laws used to compute the amount are those that are enacted or substantively enacted, at the year-end date. Current tax assets and tax liabilities are offset where the entity has a legally enforceable right to offset and intends either to settle on a net basis, or to realize the asset and settle the liability simultaneously.

##### (b) **Deferred tax**

Deferred income tax is provided in full, using the balance sheet approach, on temporary differences arising between the tax bases of assets and liabilities and their carrying amounts in financial statements. Deferred income tax is also not accounted for if it arises from initial recognition of an asset or liability in a transaction other than a business combination that at the time of the transaction affects neither accounting profit nor taxable profit (tax loss). Deferred income tax is determined using tax rates (and laws) that have been enacted or substantively enacted by the end of the year and are expected to apply when the related deferred income tax asset is realised or the deferred income tax liability is settled.

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

Management periodically evaluates positions taken in tax returns with respect to situations in which applicable tax regulation is subject to interpretation. It establishes provisions where appropriate on the basis of amounts expected to be paid to the tax authorities

Deferred tax assets and liabilities are offset when there is a legally enforceable right to offset current tax assets and liabilities and when the deferred tax balances relate to the same taxation authority. Current tax assets and

tax liabilities are offset where the entity has a legally enforceable right to offset and intends either to settle on a net basis, or to realise the asset and settle the liability simultaneously.

Current and deferred tax is recognized in Statement of Profit and Loss, except to the extent that it relates to items recognised in other comprehensive income or directly in equity. In this case, the tax is also recognised in other comprehensive income or directly in equity, respectively.

#### 2.9 Leases

##### **The Company as a lessee**

The Company's lease asset classes primarily consist of leases for Office Premises, Godowns, land and Buildings. The Company assesses whether a contract contains a lease, at inception of a contract. A contract is, or contains, a lease if the contract conveys the right to control the use of an identified asset for a period of time in exchange for consideration. To assess whether a contract conveys the right to control the use of an identified asset, the Company assesses whether: (i) the contract involves the use of an identified asset (ii) the Company has substantially all of the economic benefits from use of the asset through the period of the lease and (iii) the Company has the right to direct the use of the asset.

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

Lease liabilities include the net present value of the following lease payments:

- fixed payments (including in-substance fixed payments), less any lease incentives receivable;
- variable lease payment that are based on an index or a rate, initially measured using the index or rate as at the commencement date;
- amounts expected to be payable by the group under residual value guarantees;
- the exercise price of a purchase option if the group is reasonably certain to exercise that option, and;
- payments of penalties for terminating the lease, if the lease term reflects the group exercising that option.

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

Right-of-use assets are measured at cost comprising the following:

- the amount of the initial measurement of lease liability;
- any lease payments made at or before the commencement date less any lease incentives received;

## RAJSHREE POLYPACK LIMITED

### NOTES TO STANDALONE FINANCIAL STATEMENTS FOR THE YEAR ENDED MARCH 31, 2023

- any initial direct costs and;
- restoration costs.

Right-of-use assets are generally depreciated over the shorter of the asset's useful life and the lease term on a straight-line basis. If the Company is reasonably certain to exercise a purchase option, the right-of-use asset is depreciated over the underlying asset's useful life.

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

#### **The Company as a Lessor**

Leases for which the Company is a lessor is classified as a finance or operating lease. Whenever the terms of the lease transfer substantially all the risks and rewards of ownership to the lessee, the contract is classified as a finance lease. All other leases are classified as operating leases

#### **2.10 Inventories**

Inventories are valued at lower of cost and net realisable value, after providing cost of obsolescence, if any. However, materials and other items held for use in the production of inventories are not written down below cost if the finished products in which they will be incorporated are expected to be sold at or above cost. Cost is determined on the Weighted Average Method.

Costs incurred in bringing each product to its present location and condition are accounted for as follows:

Raw materials, packaging materials and stores and spare parts are valued at lower of cost and net realizable value. Cost includes purchase price, (excluding those subsequently recoverable by the enterprise from the concerned revenue authorities), freight inwards and other expenditure incurred in bringing such inventories to their present location and condition.

Raw materials, Components, Stores and Spares and Packing Material held for use in production of Inventories are not written down below cost if the finished products in which they will be incorporated are expected to be sold at or above cost

The cost of manufactured Inventories and Work-In-Process is the direct cost of manufacture plus appropriate allocated overheads.

The net realisable value is the estimated selling price in the ordinary course of business less the estimated costs of completion and estimated costs necessary to make the sale

The comparison of cost and net realisable value is made on an item by item basis.

#### **2.11 Impairment of non-financial assets**

The Company assesses at each year end whether there is any objective evidence that a non-financial asset or a group of non-financial assets is impaired. If any such indication exists, the Company estimates the asset's recoverable amount and the amount of impairment loss.

An impairment loss is calculated as the difference between an asset's carrying amount and recoverable amount. Losses are recognized in Statement of Profit and Loss and reflected in an allowance account. When the Company considers that there are no realistic prospects of recovery of the asset, the relevant amounts are written off. If the amount of impairment loss subsequently decreases and the decrease can be related objectively to an event occurring after the impairment was recognised, then the previously recognised impairment loss is reversed through Statement of Profit and Loss.

The recoverable amount of an asset or cash-generating unit (as defined below) is the greater of its value in use and its fair value less costs to sell. In assessing value in use, the estimated future cash flows are discounted to their present value using a pre-tax discount rate that reflects current market assessments of the time value of money and the risks specific to the asset. For the purpose of impairment testing, assets are grouped together into the smallest group of assets that generates cash inflows from continuing use that are largely independent of the cash inflows of other assets or groups of assets (the "cash-generating unit").

#### **2.12 Provisions and contingent liabilities**

Provisions are recognized when there is a present obligation as a result of a past event, it is probable that an outflow of resources embodying economic benefits will be required to settle the obligation and there is a reliable estimate of the amount of the obligation. Provisions are measured at the best estimate of the expenditure required to settle the present obligation at the Balance sheet date.

If the effect of the time value of money is material, provisions are discounted using a current pre-tax rate that reflects, when appropriate, the risks specific to the liability. When discounting is used, the increase in the provision due to the passage of time is recognized as a finance cost.

The Company records a provision for decommissioning costs. Decommissioning costs are provided at the present value of expected costs to settle the obligation using estimated cash flows and are recognized as part of the cost of the particular asset. The cash flows are discounted at a current pre-tax rate that reflects the risks specific to the decommissioning liability. The unwinding of the discount is expensed as incurred and recognized in the statement of profit and loss as a finance cost. The estimated future costs of decommissioning are reviewed annually and adjusted as appropriate. Changes in the estimated future costs or in the discount rate applied are added to or deducted from the cost of the asset.

If the Company has a contract that is onerous, the present obligation under the contract is recognised and measured as a provision. However, before a separate provision for an onerous contract is established, the Company recognises any impairment loss that has occurred on assets dedicated to that contract.

An onerous contract is a contract under which the unavoidable costs (i.e., the costs that the Company cannot avoid because it has the contract) of meeting the obligations under the contract exceed the economic benefits expected to be received under it. The unavoidable costs under

## RAJSHREE POLYPACK LIMITED

### NOTES TO STANDALONE FINANCIAL STATEMENTS FOR THE YEAR ENDED MARCH 31, 2023

a contract reflect the least net cost of exiting from the contract, which is the lower of the cost of fulfilling it and any compensation or penalties arising from failure to fulfil it. The cost of fulfilling a contract comprises the costs that relate directly to the contract (i.e., both incremental costs and an allocation of costs directly related to contract activities).

Contingent liabilities are disclosed when there is a possible obligation arising from past events, the existence of which will be confirmed only by the occurrence or non-occurrence of one or more uncertain future events not wholly within the control of the Company or a present obligation that arises from past events where it is either not probable that an outflow of resources will be required to settle or a reliable estimate of the amount cannot be made.

#### 2.13 Cash and cash equivalents

Cash and cash equivalent in the balance sheet comprise cash at banks, cash on hand and short-term deposits net of bank overdraft with an original maturity of three months or less, which are subject to an insignificant risk of changes in value.

For the purposes of the cash flow statement, cash and cash equivalents include cash on hand, cash in banks and short-term deposits net of bank overdraft.

#### 2.14 Financial instruments

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

##### (a) **Financial assets**

###### (i) **Initial recognition and measurement**

A financial instrument is any contract that gives rise to a financial asset of one entity and a financial liability or equity instrument of another entity. Financial assets and financial liabilities are initially measured at fair value. Transaction costs that are directly attributable to the acquisition or issue of financial assets and financial liabilities (other than financial assets and financial liabilities at fair value through profit or loss) are added to or deducted from the fair value of the financial assets or financial liabilities, as appropriate, on initial recognition. Transaction costs directly attributable to the acquisition of financial assets or financial liabilities at fair value through profit or loss are recognised immediately in profit or loss.

###### (ii) **Subsequent measurement**

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

- a) at amortized cost; or
- b) at fair value through other comprehensive income; or
- c) at fair value through profit or loss.

The classification depends on the entity's business model for managing the financial assets and the contractual terms of the cash flows."

**Amortized cost:** Assets that are held for collection of contractual cash flows where those cash flows represent solely payments of principal and interest are measured at amortized cost. Interest income from these financial assets is included in finance income using the effective interest rate method (EIR).

##### **Fair value through other comprehensive income**

**(FVOCI):** Assets that are held for collection of contractual cash flows and for selling the financial assets, where the assets' cash flows represent solely payments of principal and interest, are measured at fair value through other comprehensive income (FVOCI). Movements in the carrying amount are taken through OCI, except for the recognition of impairment gains or losses, interest revenue and foreign exchange gains and losses which are recognized in Statement of Profit and Loss. When the financial asset is derecognized, the cumulative gain or loss previously recognized in OCI is reclassified from equity to Statement of Profit and Loss and recognized in other gains/(losses). Interest income from these financial assets is included in other income using the effective interest rate method.

**Fair value through profit or loss (FVTPL):** Assets that do not meet the criteria for amortized cost or FVOCI are measured at fair value through profit or loss. Interest income from these financial assets is included in other income.

**Equity instruments:** All equity investments in scope of Ind AS 109 are measured at fair value. Equity instruments which are held for trading and contingent consideration recognised by an acquirer in a business combination to which Ind AS103 applies are classified as at FVTPL. For all other equity instruments, the Company may make an irrevocable election to present in other comprehensive income subsequent changes in the fair value. The Company makes such election on an instrument- by-instrument basis. The classification is made on initial recognition and is irrevocable.

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

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

##### (iii) **Impairment of financial assets**

In accordance with Ind AS 109, Financial Instruments, the Company applies expected credit loss (ECL) model for measurement and recognition of impairment loss on financial assets that are measured at amortized cost and FVOCI.

## RAJSHREE POLYPACK LIMITED

### NOTES TO STANDALONE FINANCIAL STATEMENTS FOR THE YEAR ENDED MARCH 31, 2023

For recognition of impairment loss on financial assets and risk exposure, the Company determines that whether there has been a significant increase in the credit risk since initial recognition. If credit risk has not increased significantly, 12-month ECL is used to provide for impairment loss. However, if credit risk has increased significantly, lifetime ECL is used. If in subsequent years, credit quality of the instrument improves such that there is no longer a significant increase in credit risk since initial recognition, then the entity reverts to recognizing impairment loss allowance based on 12 months ECL.

Life time ECLs are the expected credit losses resulting from all possible default events over the expected life of a financial instrument. The 12 months ECL is a portion of the lifetime ECL which results from default events that are possible within 12 months after the year end.

ECL is the difference between all contractual cash flows that are due to the Company in accordance with the contract and all the cash flows that the entity expects to receive (i.e. all shortfalls), discounted at the original EIR. When estimating the cash flows, an entity is required to consider all contractual terms of the financial instrument (including prepayment, extension etc.) over the expected life of the financial instrument. However, in rare cases when the expected life of the financial instrument cannot be estimated reliably, then the entity is required to use the remaining contractual term of the financial instrument.

In general, it is presumed that credit risk has significantly increased since initial recognition if the payment is more than 30 days past due.

ECL impairment loss allowance (or reversal) recognized during the year is recognized as income/expense in the statement of profit and loss. In balance sheet ECL for financial assets measured at amortized cost is presented as an allowance, i.e. as an integral part of the measurement of those assets in the balance sheet. The allowance reduces the net carrying amount. Until the asset meets write off criteria, the Company does not reduce impairment allowance from the gross carrying amount.

#### (iv) **Derecognition of financial assets**

A financial asset is derecognized only when

- a) the rights to receive cash flows from the financial asset is transferred or
- b) retains the contractual rights to receive the cash flows of the financial asset, but assumes a contractual obligation to pay the cash flows to one or more recipients.

Where the financial asset is transferred then in that case financial asset is derecognized only if substantially all risks and rewards of ownership of the financial asset is transferred. Where the entity has not transferred substantially all risks and rewards of ownership of the financial asset, the financial asset is not derecognized.

#### (b) **Financial liabilities**

##### (i) **Initial recognition and measurement**

Financial liabilities are classified, at initial recognition, as financial liabilities at fair value through profit or loss and at amortized cost, as appropriate.

All financial liabilities are recognized initially at fair value and, in the case of borrowings and payables, net of directly attributable transaction costs.

##### (ii) **Subsequent measurement**

The measurement of financial liabilities depends on their classification, as described below:

Financial liabilities at fair value through profit or loss

Financial liabilities at fair value through profit or loss include financial liabilities held for trading and financial liabilities designated upon initial recognition as at fair value through profit or loss. Separated embedded derivatives are also classified as held for trading unless they are designated as effective hedging instruments. Gains or losses on liabilities held for trading are recognized in the Statement of Profit and Loss.

##### **Borrowings**

After initial recognition, interest-bearing loans and borrowings are subsequently measured at amortized cost using the EIR method. Gains and losses are recognized in Statement of Profit and Loss when the liabilities are derecognized as well as through the EIR amortization process. Amortized cost is calculated by taking into account any discount or premium on acquisition and fees or costs that are an integral part of the EIR. The EIR amortization is included as finance costs in the Statement of Profit and Loss.

##### (iii) **Derecognition**

A financial liability is derecognized when the obligation under the liability is discharged or cancelled or expires. When an existing financial liability is replaced by another from the same lender on substantially different terms, or the terms of an existing liability are substantially modified, such an exchange or modification is treated as the derecognition of the original liability and the recognition of a new liability. The difference in the respective carrying amounts is recognized in the Statement of Profit and Loss as finance costs..

## RAJSHREE POLYPACK LIMITED

### NOTES TO STANDALONE FINANCIAL STATEMENTS FOR THE YEAR ENDED MARCH 31, 2023

#### (c) **Offsetting financial instruments**

Financial assets and liabilities are offset and the net amount is reported in the balance sheet where there is a legally enforceable right to offset the recognized amounts and there is an intention to settle on a net basis or realize the asset and settle the liability simultaneously. The legally enforceable right must not be contingent on future events and must be enforceable in the normal course of business and in the event of default, insolvency or bankruptcy of the Company or the counterparty.

Accumulated compensated absences, which are expected to be availed beyond 12 months from the end of the year end are treated as other long term employee benefits. The Company's liability is actuarially determined (using the Projected Unit Credit method) at the end of each year. Actuarial losses/gains are recognized in the statement of profit and loss in the year in which they arise.

Leaves under define benefit plans can't be encashed.

#### 2.15 Employee Benefits

##### (a) **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 year in which the employees render the related service are recognized in respect of employees' services up to the end of the year and are measured at the amounts expected to be paid when the liabilities are settled. The liabilities are presented as current employee benefit obligations in the balance sheet.

##### (b) **Other long-term employee benefit obligations**

###### (i) **Defined contribution plan**

**Provident Fund:** Contribution towards provident fund is made to the regulatory authorities, where the Company has no further obligations. Such benefits are classified as Defined Contribution Schemes as the Company does not carry any further obligations, apart from the contributions made on a monthly basis which are charged to the Statement of Profit and Loss.

###### (ii) **Defined benefit plans**

**Gratuity:** The Company provides for gratuity, a defined benefit plan (the 'Gratuity Plan') covering eligible employees in accordance with the Payment of Gratuity Act, 1972. The Gratuity Plan provides a lump sum payment to vested employees at retirement, death, incapacitation or termination of employment, of an amount based on the respective employee's salary. The Company's liability is actuarially determined (using the Projected Unit Credit method) at the end of each year. Actuarial losses/gains are recognized in the other comprehensive income in the year in which they arise.

**Compensated Absences:** Accumulated compensated absences, which are expected to be availed within 12 months from the end of the year are treated as short term employee benefits. The obligation towards the same is measured at the expected cost of accumulating compensated absences as the additional amount expected to be paid as a result of the unused entitlement as at the year end.

##### (c) **Share-based payments**

Employees (including senior executives) of the Company receive remuneration in the form of share-based payments, whereby employees render services as consideration for equity instruments (equity-settled transactions). The cost of equity-settled transactions is determined by the fair value at the date when the grant is made using an appropriate valuation model.

That cost is recognised, together with a corresponding increase in share-based payment (SBP) reserves in equity, over the period in which the performance and/or service conditions are fulfilled in employee benefits expense. The cumulative expense recognised for equity-settled transactions at each reporting date until the vesting date reflects the extent to which the vesting period has expired and the Companies' best estimate of the number of equity instruments that will ultimately vest. The statement of profit and loss expense or credit for a period represents the movement in cumulative expense recognised as at the beginning and end of that period and is recognised in employee benefits expense.

No expense is recognised for awards that do not ultimately vest because non-market performance and/or service conditions have not been met. Where awards include a market or non-vesting condition, the transactions are treated as vested irrespective of whether the market or non-vesting condition is satisfied, provided that all other performance and/or service conditions are satisfied.

The dilutive effect of outstanding options is reflected as additional share dilution in the computation of diluted earnings per share.

#### 2.16 Provision for Dividend

Provision is made for the amount of any dividend declared, being appropriately authorised and no longer at the discretion of the entity, on or before the end of the reporting period but not distributed at the end of the reporting period. A corresponding amount is recognised directly in equity.

#### 2.17 Government grants

Government grants are recognised where there is reasonable assurance that the grant will be received and all attached conditions will be complied with. When the grant or subsidy relates to revenue, it is recognized as income on a systematic basis in the statement of profit and loss over the periods necessary to match them with the related costs,

**RAJSHREE POLYPACK LIMITED****NOTES TO STANDALONE FINANCIAL STATEMENTS FOR THE YEAR ENDED MARCH 31, 2023**

which they are intended to compensate. Where the grant relates to an asset, it is recognized as deferred income and is allocated to statement of profit and loss over the periods and in the proportions in which depreciation on those assets is charged.

**2.18 Borrowing cost**

Borrowing costs that are directly attributable to the acquisition, construction or production of a qualifying asset are capitalized as part of the cost of the respective asset till such time the asset is ready for its intended use or sale. A qualifying asset is an asset which necessarily takes a substantial period of time to get ready for its intended use or sale. Ancillary cost of borrowings in respect of loans not disbursed are carried forward and accounted as borrowing cost in the year of disbursement of loan. All other borrowing costs are expensed in the period in which they occur. Borrowing costs consist of interest expenses calculated as per effective interest method, exchange difference arising from foreign currency borrowings to the extent they are treated as an adjustment to the borrowing cost and other costs that an entity incurs in connection with the borrowing of funds.

**2.19 Segment reporting**

Ind AS 108 establishes standards, for the way that business enterprises report information about operating segments and related disclosures about products, services and geographic areas, and major customers.

The primary reporting of the Company has been performed on the basis of business segments. Based on the "management approach" as defined in Ind AS 108, the Chief Operating Decision Maker (CODM) evaluates the Company's performance and allocates resources to manufacture of "Thermoformed Packaging Products" only hence it has been considered as the only reportable business segment and hence no separate financial disclosures provided in respect of its single business segment.

**2.20 Statement of Cash Flows**

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

**2.21 Earnings Per Share**

"Basic earnings per share is calculated by dividing the net profit or loss for the year attributable to equity shareholders by the weighted average number of equity shares outstanding during the year. Earnings considered in ascertaining the Company's earnings per share is the net profit or loss for the year after deducting preference dividends and any attributable tax thereto for the year. The weighted average number of equity shares outstanding during the year and for all the years presented is adjusted for events, such as bonus shares, other than the conversion of potential equity shares, that have changed the number of equity shares outstanding, without a corresponding change in resources.

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

**2.22 Rounding off amounts**

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

## RAJSHREE POLYPACK LIMITED

(₹ in Lakhs)

## NOTES TO STANDALONE FINANCIAL STATEMENTS FOR THE YEAR ENDED MARCH 31, 2023

## Note: 3. Property, Plant and Equipment

Particular	Land	Buildings	Leasehold Property	Leasehold Improvement	Plant and Machinery	Moulds & Dies	Electric Installation	Computers	Fire Extinguishers	Furniture & Fixtures	Office Equipment	Vehicles	Total
<b>Gross carrying Amount</b>													
Cost as at April 01, 2022	69.48	567.88	650.49	78.75	7,900.41	1,183.66	179.97	38.47	5.24	129.10	45.47	104.89	10,953.81
Additions	-	-	11.25	27.21	2,416.56	571.81	4.49	6.38	-	26.83	19.52	44.55	3,128.60
Disposal / Adjustment	-	-	-	-	73.73	8.42	4.91	3.59	-	0.54	1.67	3.12	95.98
<b>As at March 31, 2023</b>	<b>69.48</b>	<b>567.88</b>	<b>661.74</b>	<b>105.96</b>	<b>10,243.24</b>	<b>1,747.05</b>	<b>179.55</b>	<b>41.26</b>	<b>5.24</b>	<b>155.39</b>	<b>63.32</b>	<b>146.32</b>	<b>13,986.43</b>
<b>Accumulated Depreciation</b>													
As at April 01, 2022	-	48.69	38.84	0.41	1,382.24	145.29	18.66	15.59	0.81	26.16	13.04	30.86	1,720.59
Depreciation charge for the year	-	23.08	38.25	7.94	933.55	105.88	22.83	10.02	0.54	20.17	9.92	19.22	1,191.40
Disposal / Adjustment	-	-	-	-	31.73	8.41	2.76	3.58	-	0.25	1.61	2.96	51.30
<b>As at March 31, 2023</b>	<b>-</b>	<b>71.77</b>	<b>77.09</b>	<b>8.35</b>	<b>2,284.06</b>	<b>242.76</b>	<b>38.73</b>	<b>22.03</b>	<b>1.35</b>	<b>46.08</b>	<b>21.35</b>	<b>47.12</b>	<b>2,860.69</b>
<b>Net carrying amount</b>	<b>69.48</b>	<b>496.11</b>	<b>584.65</b>	<b>97.61</b>	<b>7,959.18</b>	<b>1,504.29</b>	<b>140.82</b>	<b>19.23</b>	<b>3.89</b>	<b>109.31</b>	<b>41.97</b>	<b>99.20</b>	<b>11,125.74</b>
<b>Gross carrying Amount</b>													
Cost as at April 01, 2021	69.48	567.88	644.25	-	6,694.16	777.94	39.93	25.94	3.67	69.02	25.30	104.89	9,022.46
Additions	-	-	6.24	78.75	1,206.25	405.72	140.04	12.53	1.57	60.08	20.17	-	1,931.35
Disposal / Adjustment	-	-	-	-	-	-	-	-	-	-	-	-	-
<b>As at March 31, 2022</b>	<b>69.48</b>	<b>567.88</b>	<b>650.49</b>	<b>78.75</b>	<b>7,900.41</b>	<b>1,183.66</b>	<b>179.97</b>	<b>38.47</b>	<b>5.24</b>	<b>129.10</b>	<b>45.47</b>	<b>104.89</b>	<b>10,953.81</b>
<b>Accumulated Depreciation</b>													
As at April 01, 2021	-	24.89	3.07	-	570.37	65.65	9.58	8.35	0.39	12.40	6.89	15.19	716.78
Depreciation charge for the year	-	23.80	35.77	0.41	811.87	79.64	9.08	7.24	0.42	13.76	6.15	15.67	1,003.81
Disposal / Adjustment	-	-	-	-	-	-	-	-	-	-	-	-	-
<b>As at March 31, 2022</b>	<b>-</b>	<b>48.69</b>	<b>38.84</b>	<b>0.41</b>	<b>1,382.24</b>	<b>145.29</b>	<b>18.66</b>	<b>15.59</b>	<b>0.81</b>	<b>26.16</b>	<b>13.04</b>	<b>30.86</b>	<b>1,720.59</b>
<b>Net carrying amount</b>	<b>69.48</b>	<b>519.19</b>	<b>611.65</b>	<b>78.34</b>	<b>6,518.17</b>	<b>1,038.37</b>	<b>161.31</b>	<b>22.88</b>	<b>4.43</b>	<b>102.94</b>	<b>32.43</b>	<b>74.03</b>	<b>9,233.22</b>

## Notes:

3.1 Refer Note 21 and 25 for information on Property, Plant and Equipment Pledged as Security by the Company.

## RAJSHREE POLYPACK LIMITED

## NOTES TO STANDALONE FINANCIAL STATEMENTS FOR THE YEAR ENDED MARCH 31, 2023

(₹ in Lakhs)

## Note: 4 Capital Work in Progress and Intangible Assets under Development

Particulars	Capital Work in Progress	Intangible Assets under Development
<b>Cost as at April 01, 2022</b>	173.31	-
Additions	2,211.50	-
Capitalised during the year	2,384.81	-
<b>As at March 31, 2023</b>	<b>-</b>	<b>-</b>
<b>Cost as at April 01, 2021</b>	150.69	83.92
Additions	1,707.36	41.09
Capitalised during the year	1,684.74	125.01
<b>As at March 31, 2022</b>	<b>173.31</b>	<b>-</b>

## Capital work-in-progress ageing schedule

Particulars	As at March 31, 2023	As at March 31, 2022
Less than 1 year	-	173.31
1-2 years	-	-
2-3 years	-	-
More than 3 years	-	-
<b>Total</b>	<b>-</b>	<b>173.31</b>

**Note: 4.1** The Capital work in progress are related to Projects which are in Progress. No Projects are suspended

**Note: 4.2** No Projects have exceeded their original timelines or original budget.

## Note: 5. Right of Use Assets

Particulars	Office Premises	Building	Land	Godown	Amount
<b>Gross carrying Amount</b>					
<b>Cost as at April 01, 2022</b>	97.75	867.52	274.53	71.17	1,310.97
Additions	188.22	-	-	173.52	361.74
Disposal / Adjustment	-	-	-	37.25	37.25
<b>As at March 31, 2023</b>	<b>285.97</b>	<b>867.52</b>	<b>274.53</b>	<b>207.44</b>	<b>1,635.46</b>
<b>Accumulated Depreciation</b>					
<b>As at April 01, 2022</b>	74.71	10.55	22.51	33.91	141.68
Amortization charge for the year	46.12	88.59	19.75	24.54	179.00
Disposal / Adjustment	-	-	-	29.95	29.95
<b>As at March 31, 2023</b>	<b>120.83</b>	<b>99.14</b>	<b>42.26</b>	<b>28.50</b>	<b>290.73</b>
<b>Net carrying amount</b>	<b>165.14</b>	<b>768.38</b>	<b>232.27</b>	<b>178.94</b>	<b>1,344.73</b>

## RAJSHREE POLYPACK LIMITED

## NOTES TO STANDALONE FINANCIAL STATEMENTS FOR THE YEAR ENDED MARCH 31, 2023

(₹ in Lakhs)

<b>Gross carrying Amount</b>					
<b>Cost as at April 01, 2021</b>	97.75	14.75	274.53	71.17	458.20
Additions	-	873.96	-	-	873.96
Disposal / Adjustment	-	21.19	-	-	21.19
<b>As at March 31, 2022</b>	<b>97.75</b>	<b>867.52</b>	<b>274.53</b>	<b>71.17</b>	<b>1,310.97</b>
<b>Accumulated Depreciation</b>					
<b>As at April 01, 2021</b>	40.25	0.74	2.76	10.35	54.10
Amortization charge for the year	34.46	9.81	19.75	23.56	87.58
Disposal / Adjustment	-	-	-	-	-
<b>As at March 31, 2022</b>	<b>74.71</b>	<b>10.55</b>	<b>22.51</b>	<b>33.91</b>	<b>141.68</b>
<b>Net carrying amount</b>	<b>23.04</b>	<b>856.97</b>	<b>252.02</b>	<b>37.26</b>	<b>1,169.29</b>

## Note: 6 Intangible assets

Particulars	Software	Total
<b>Gross carrying Amount</b>		
<b>Cost as at April 01, 2022</b>	128.17	128.17
Additions	4.35	4.35
Disposal / Adjustment	22.43	22.43
<b>As at March 31, 2023</b>	<b>110.09</b>	<b>110.09</b>
<b>Accumulated Amortization</b>		
<b>As at April 01, 2022</b>	12.68	12.68
Amortization charge for the year	21.43	21.43
Disposal / Adjustment	21.31	21.31
<b>As at March 31, 2023</b>	<b>12.80</b>	<b>12.80</b>
<b>Net carrying amount</b>	<b>97.29</b>	<b>97.29</b>
<b>Gross carrying Amount</b>		
Cost as at April 01, 2021	3.16	3.16
Additions	125.01	125.01
Disposal / Adjustment	-	-
<b>As at March 31, 2022</b>	<b>128.17</b>	<b>128.17</b>
<b>Accumulated Amortization</b>		
As at April 01, 2021	0.21	0.21
Amortization charge for the year	12.47	12.47
Disposal / Adjustment	-	-
<b>As at March 31, 2022</b>	<b>12.68</b>	<b>12.68</b>
<b>Net carrying amount</b>	<b>115.49</b>	<b>115.49</b>

Note : 6.1 Software is other than internally generated software.

## RAJSHREE POLYPACK LIMITED

## NOTES TO STANDALONE FINANCIAL STATEMENTS FOR THE YEAR ENDED MARCH 31, 2023

(₹ in Lakhs)

## Note: 7 Investments

Particulars	As At March 31, 2023	As At April 01, 2022
<b>Investments measured at Fair Value through Profit or Loss</b>		
<b>Investments in Mutual Funds (Quoted)</b>		
18,788 (March 31, 2022 : 18,788) Units of ₹10 each fully paid up of ICICI Pro Focused Blue-chip Equity Fund	12.69	12.32
4,651.31 ( March 31, 2022 : 4,026) Units of ₹10 each fully paid up of Nippon India Multi-cap fund	7.58	6.09
	<b>20.27</b>	<b>18.41</b>
<b>Investment in Joint Ventures (Unquoted)*</b>		
20,04,000 (March 31, 2022: Nil) equity shares of ₹10 each fully paid-up in Olive Ecopak Private Limited	200.40	-
<b>Total</b>	<b>220.67</b>	<b>18.41</b>

Particulars	As At March 31, 2023	As At April 01, 2022
Aggregate market value of quoted investments	20.27	18.41
Aggregate book value of quoted investments	20.27	18.41
Aggregate book value of Unquoted investments,	200.40	-

\*The Board of Director vide their meeting dated April 19, 2022 have provided an in principal approval to acquire 50.1% stake in Olive Ecopak Private Limited for Co-manufacturing, sale and distribution of paper packaging products. The Company executed a signed term sheet with the JV Partner on April 19, 2022 to consummate this transaction. Olive Ecopak Private Limited allotted shares on May 3, 2022 to the Company and JV partner..

## Note: 8 Loans - Non Current

Particulars	As At March 31, 2023	As At March 31, 2022
<b>(Unsecured, considered good, unless stated otherwise)</b>		
Inter corporate Loan to Joint Venture (Olive Ecopak private limited) (Refer Note No 42)	731.11	-
<b>Total</b>	<b>731.11</b>	<b>-</b>

The company has not granted any loan or advance in nature of loan to promoter, directors and KMP either severally or jointly with any other person.

Represent Inter corporate loan given to Olive Ecopack private limited includes accrued interest ₹31.11 lakhs/- (March 31, 2022 ₹Nil) Based on the signed Loan agreements & term sheet. The company advanced the unsecured loan of ₹700 lakhs/- to Olive Ecopak private limited which is interest bearing.

## Note: 9 Other Financial Assets - Non Current

Particulars	As At March 31, 2023	As At March 31, 2022
<b>(Unsecured, considered good, unless stated otherwise)</b>		
Security deposits	138.43	130.25
Bank deposits with more than 12 months maturity*	-	6.82
<b>Total</b>	<b>138.43</b>	<b>137.07</b>

\* Above bank deposits are held as margin money/ securities with bank.

## RAJSHREE POLYPACK LIMITED

## NOTES TO STANDALONE FINANCIAL STATEMENTS FOR THE YEAR ENDED MARCH 31, 2023

(₹ in Lakhs)

## Note: 10 Other Non Current Assets

Particulars	As At March 31, 2023	As At March 31, 2022
<b>(Unsecured, considered good, unless stated otherwise)</b>		
Balance with government authorities	34.38	34.38
Capital Advances	169.68	365.22
<b>Total</b>	<b>204.06</b>	<b>399.60</b>

## Note: 11 Inventories

Particulars	As At March 31, 2023	As At March 31, 2022
<b>(Valued at lower of cost and net realizable value, unless stated otherwise)</b>		
Raw Materials	3,084.43	1,620.29
Work-in-progress	1,736.01	1,427.46
Finished goods	1,264.59	790.85
Packing Material	174.75	158.89
Stores and spares	316.38	230.24
Unusable Wastage	15.34	15.84
Stock in Trade	34.91	31.79
<b>Total</b>	<b>6,626.41</b>	<b>4,275.36</b>

Note: 11.1 Refer Note - 21 and 25 for information on inventories Pledged as security by the Company.

Note: 11.2 During the year ended March 31, 2023 ₹12 lakhs ( March 31, 2022 ₹85 lakhs) was recognised as expense for Inventories recognised at Net realisable value.

## Note: 12 Trade receivables

Particulars	As At March 31, 2023	As At March 31, 2022
<b>Unsecured</b>		
- Considered good (Including related party receivable)	4,321.20	3,043.90
- Significant increase in credit risk	21.33	45.65
- Credit impaired	-	-
<b>Sub-total</b>	<b>4,342.53</b>	<b>3,089.55</b>
Less: Provision for doubtful debts	274.12	177.48
<b>Total</b>	<b>4,068.41</b>	<b>2,912.07</b>
The above amount includes -		
- receivables from related parties	83.16	119.66
- Others	4,259.37	2,969.89
<b>Total</b>	<b>4,342.53</b>	<b>3,089.55</b>

There were no receivables due by directors or any of the officers of the Company

## RAJSHREE POLYPACK LIMITED

## NOTES TO STANDALONE FINANCIAL STATEMENTS FOR THE YEAR ENDED MARCH 31, 2023

(₹ in Lakhs)

## Note: 12.1 Receivable analysis

## (a) As at March 31, 2023

## Outstanding for following periods from due date of Payment

Particulars	Not Due	less than 6 months	6 months - 1 year	1-2 years	2-3 years	more than 3 years	Total
<b>Undisputed trade receivable</b>							
Considered good	2,617.71	1,274.18	112.01	48.93	0.84	-	<b>4,053.67</b>
Which have significant increase in credit risk	-	-	-	-	7.16	5.84	<b>13.00</b>
Credit impaired	-	-	-	-	-	-	-
<b>Disputed trade receivable</b>							
Considered good	-	14.87	175.43	50.18	10.02	17.03	<b>267.53</b>
Which have significant increase in credit risk	-	-	-	-	2.82	5.51	<b>8.33</b>
Credit impaired	-	-	-	-	-	-	-
<b>Total</b>	<b>2,617.71</b>	<b>1,289.05</b>	<b>287.44</b>	<b>99.11</b>	<b>20.84</b>	<b>28.38</b>	<b>4,342.53</b>

## (b) As at March 31, 2022

## Outstanding for following periods from due date of Payment

Particulars	Not Due	less than 6 months	6 months - 1 year	1-2 years	2-3 years	more than 3 years	Total
<b>Undisputed trade receivable</b>							
Considered good	1,723.12	1,225.41	67.06	16.22	8.43	3.66	<b>3,043.90</b>
Which have significant increase in credit risk	-	-	-	-	7.71	10.35	<b>18.06</b>
Credit impaired	-	-	-	-	-	-	-
<b>Disputed trade receivable</b>							
Considered good	-	-	-	-	-	-	-
Which have significant increase in credit risk	-	-	19.59	8.00	-	-	<b>27.59</b>
Credit impaired	-	-	-	-	-	-	-
<b>Total</b>	<b>1,723.12</b>	<b>1,225.41</b>	<b>86.65</b>	<b>24.22</b>	<b>16.14</b>	<b>14.01</b>	<b>3,089.55</b>

## Note: 12.2 Movement in the Provision for doubtful debts pertaining to trade receivables are as follows:

Particulars	As At March 31, 2023	As At March 31, 2022
<b>Balance at the beginning of the year</b>	177.48	201.55
Add: Provided/(Reversal) during the year	96.64	46.54
Less: Amount Written off	-	70.61
<b>Balance at the end of the year</b>	<b>274.12</b>	<b>177.48</b>

Refer Note - 21 and 25 for information on trade receivables pledged as security by the Company.

## Note: 13 Cash and cash equivalents

Particulars	As At March 31, 2023	As At March 31, 2022
Cash on hand	8.40	7.65
Balances with banks in current accounts	436.99	18.06
Fixed Deposit (With maturity of 3 months or less from reporting date)	422.92	66.17
<b>Total</b>	<b>868.31</b>	<b>91.88</b>

(Refer Note No 14.1)

## RAJSHREE POLYPACK LIMITED

## NOTES TO STANDALONE FINANCIAL STATEMENTS FOR THE YEAR ENDED MARCH 31, 2023

(₹ in Lakhs)

## Note: 14 Other bank balance

Particulars	As At March 31, 2023	As At March 31, 2022
Other bank balances		
In Fixed Deposits:		
a) With maturity of more than 3 months but less than 12 months from reporting date	17.92	40.48
b) With maturity of more than 12 months from reporting date	-	6.82
	<b>17.92</b>	<b>47.30</b>
Less: Disclosed under Other financial assets - non-current	-	6.82
<b>Total</b>	<b>17.92</b>	<b>40.48</b>

## Note: 14.1

- a) FDR amounting to ₹ Nil (March 31, 2022 ₹39.43 lakhs/-) have been pledged with the bank towards the Company's Letter of Credit and FDR amounting to ₹ Nil (March 31, 2022 ₹31.41 lakhs/-) are pledged with Electricity department.
- b) Fixed Deposits amounting to ₹34.96 lakhs/- (March 31, 2022 ₹34.76 lakhs/-) is as lien against facilities taken from HDFC Bank.
- c) Balance with Bank in current account includes unclaimed Dividend of ₹0.48 lakhs /- (March 31, 2022 ₹0.44 lakhs/-).

## Note: 15 Loans - Current

Particulars	As At March 31, 2023	As At March 31, 2022
<b>(Unsecured, considered good, unless stated otherwise)</b>		
Loans and advances to related parties (Refer note 42)	6.34	3.94
Advances to Staff	22.99	10.72
<b>Total</b>	<b>29.33</b>	<b>14.66</b>

Disclosures of loans or advances in the nature of loans granted to promoters, directors, key managerial personnel (KMPs) and the related parties:

Type of borrower	Amount of loan or advance in the nature of loan outstanding	
	As At March 31, 2023	As At March 31, 2022
Promoters	-	-
Directors	-	-
KMPs	6.34	3.94
Related parties	-	-

Type of borrower	Percentage of total loan or advances in the nature of loans	
	As At March 31, 2023	As At March 31, 2022
Promoters	-	-
Directors	-	-
KMPs	100.00%	100.00%
Related parties	-	-

As required under section 186(4) of the Companies Act, 2013 loan given to the related parties is for general business purpose. Loan to KMPs are granted individually and repayable on demand

## RAJSHREE POLYPACK LIMITED

## NOTES TO STANDALONE FINANCIAL STATEMENTS FOR THE YEAR ENDED MARCH 31, 2023

(₹ in Lakhs)

## Note: 16 Other Financial Assets - Current

Particulars	As At March 31, 2023	As At March 31, 2022
<b>(Unsecured, considered good, unless stated otherwise)</b>		
Security Deposits	4.43	15.58
Other receivable	39.05	22.25
Less: Provision for doubtful receivables	22.25	22.25
<b>Total</b>	<b>21.23</b>	<b>15.58</b>

## Note: 17 Current Tax Assets (Net)

Particulars	As At March 31, 2023	As At March 31, 2022
Income Tax Refund (Net of Provisions)	31.75	109.34
<b>Total</b>	<b>31.75</b>	<b>109.34</b>

## Note: 18 Other Current Assets

Particulars	As At March 31, 2023	As At March 31, 2022
Balance with government authorities	552.29	220.86
Prepaid Expenses	50.47	44.43
Advance to vendors	154.51	184.16
Export Incentive Receivable	33.81	60.96
<b>Total</b>	<b>791.08</b>	<b>510.41</b>

## Note: 19 Equity share capital

Particulars	As At March 31, 2023	As At March 31, 2022
<b>Authorised share capital</b>		
<b>Equity Shares</b>		
Face value	10	10
No. of shares (Number)	12,500,000	12,500,000
Amount	1,250	1,250
<b>Total</b>	<b>1,250</b>	<b>1,250</b>
<b>Issued, subscribed and paid-up share capital</b>		
<b>Equity Shares</b>		
Face value	10	10
No. of shares (Number)	11,449,000	11,234,000
Amount	1,144.90	1,123.40
<b>Total</b>	<b>1,144.90</b>	<b>1,123.40</b>

## Note: 19.1 Terms/ rights attached to equity shares :

- i) The Company has only one class of equity shares having at par value of ₹10 per share. Each holder of equity share is entitled to one vote per equivalent fully paid up equity share.

## RAJSHREE POLYPACK LIMITED

### NOTES TO STANDALONE FINANCIAL STATEMENTS FOR THE YEAR ENDED MARCH 31, 2023

(₹ in Lakhs)

- ii) In the event of liquidation of the Company, the holder of equity shares will be entitled to receive remaining assets of the Company, after distribution of all preferential amounts. The distribution will be in proportion to the number of equivalent fully paid up equity shares held by the shareholders.
- iii) The Company declare and pays dividend in Indian Rupees. Each equity share has the same right of dividend.
- iv) The Board of Directors have recommended a final dividend of ₹0.5 per equity share (face value ₹10) for the year ended March 31, 2023 in its meeting held on May 15, 2023 subject to the approval of the shareholders at the 12<sup>th</sup> annual general meeting. On Approval, the total dividend outgo is expected to be ₹57.25 lakhs/- based on the outstanding shares as on March 31, 2023.

**Note: 19.2 Reconciliation of the number of shares outstanding is set out below:**

Particulars	As At March 31, 2023	As At March 31, 2022
Outstanding at the beginning of the year	11,234,000	11,234,000
Add: Issued during the year	215,000	-
Outstanding at the end of the year	11,449,000	11,234,000

**Note: 19.3 Details of shareholders holding more than 5 % shares**

Particulars	Details	As At March 31, 2023	As At March 31, 2022
Wifag Polytype Holding AG	Number of Shares	1,965,513	2,226,084
	% of Holding	17.17%	19.82%
Abakkus Growth Fund - 1	Number of Shares	866,307	9,87,939
	% of Holding	7.57%	8.79%
Ramswaroop Radheshyam Thard	Number of Shares	2,172,858	2,102,858
	% of Holding	18.98%	18.72%
Sajjankumar N. Rungta HUF	Number of Shares	1,725,132	1,725,132
	% of Holding	15.07%	15.36%
Naresh Radheshyam Thard	Number of Shares	1,805,788	1,735,788
	% of Holding	15.77%	15.45%

**Note: 19.4 Details of Promoter Shareholding in the Company**

Name of the promoter	Details	As At March 31, 2023	As At March 31, 2022
Ramswaroop Radheshyam Thard	Number of Shares	2,172,858	2,102,858
	% of Holding	18.98%	18.72%
	% change	0.26%	0.07%
Naresh Radheshyam Thard	Number of Shares	1,805,788	1,735,788
	% of Holding	15.77%	15.45%
	% change	0.32%	0.07%
Sajjan N Rungta Huf	Number of Shares	1,725,132	1,725,132
	% of Holding	15.07%	15.36%
	% change	-0.29%	0.00%
Anand Sajjankumar Rungta	Number of Shares	189,513	1,89,513
	% of Holding	1.66%	1.69%
	% change	-0.03%	0.00%
Shashi Ramswaroop Thard	Number of Shares	57,498	57,498
	% of Holding	0.50%	0.51%
	% change	-0.01%	0.00%
Varsha Naresh Thard	Number of Shares	57,498	57,498
	% of Holding	0.50%	0.51%
	% change	-0.01%	0.00%

## RAJSHREE POLYPACK LIMITED

### NOTES TO STANDALONE FINANCIAL STATEMENTS FOR THE YEAR ENDED MARCH 31, 2023

(₹ in Lakhs)

**Note: 19.5** Aggregate number of bonus shares issued and shares issued for consideration other than cash during the period of five years immediately preceding the reporting date :

Particulars	No. of Shares
Bonus Shares in F.Y 2017-18	53.17
	<b>53.17</b>

**Note: 19.6** No Class of shares has been bought back by the Company during the period of five years immediately preceding the current year end.

#### Note: 20 Other Equity

Particulars	As At March 31, 2023	As At March 31, 2022
<b>Securities Premium Reserve</b>		
Opening Balance	4,578.21	4,578.21
Add : Premium on shares issued during the period	393.46	-
<b>Closing Balance</b>	<b>4,971.67</b>	<b>4,578.21</b>
<b>Retained Earnings</b>		
Opening Balance	5,873.27	5,030.52
Add : Net Profit for the year	1,087.87	957.14
Add : Other Comprehensive Income for the year (Remeasurement of Net Defined Benefit plans)	7.22	(2.04)
Less : Dividend Paid	(57.26)	(112.35)
<b>Closing Balance</b>	<b>6,911.10</b>	<b>5,873.27</b>
<b>Employee Share Options</b>		
Opening Employee Share options outstanding	-	-
Deferred employee compensation expenses (Refer Note No 46)	1.14	-
<b>Closing Employee Share options outstanding</b>	<b>1.14</b>	<b>-</b>
<b>Total</b>	<b>11,883.91</b>	<b>10,451.48</b>

#### Nature and Purpose of Reserves

(a) **Securities Premium Reserve**

Securities premium is used to record the premium received on issue of shares. The reserve is utilised in accordance with the provisions of the Companies Act, 2013.

(b) **Retained earnings**

Retained earnings represent the accumulated earnings net of losses if any made by the Company over the years as reduced by dividends or other distributions paid to the shareholders and includes other comprehensive income.

(c) **Employee Share Options**

The company has established equity - settled share based payment plan for certain categories of employees of the company. The balance in employee share options account represent the expenses recorded pursuant to the aforesaid schemes for which the options are not yet vested or exercised (Refer Note No 46).

## RAJSHREE POLYPACK LIMITED

### NOTES TO STANDALONE FINANCIAL STATEMENTS FOR THE YEAR ENDED MARCH 31, 2023

(₹ in Lakhs)

#### Note: 21 Borrowings - Non Current

Particulars	As At March 31, 2023	As At March 31, 2022
<b>Secured</b>		
<b>From Banks</b>		
Term loan	2,438.27	1,384.62
Less : Current maturities of long term debt	448.98	171.39
	<b>1,989.29</b>	<b>1,213.23</b>
Vehicle Loan from Banks	62.24	48.89
Less : Current maturities of long term debt	25.29	15.59
	<b>36.95</b>	<b>33.30</b>
<b>Total</b>	<b>2,026.24</b>	<b>1,246.53</b>

- a) Term loan from bank as on 31<sup>st</sup> March, 2023 amounting to ₹49.54 lakhs/- ( 31<sup>st</sup> March 2022: ₹73.03 lakhs/-) was taken from HDFC and carries interest rate @ 9.25%. The loan is repayable in 36 (Thirty Six) monthly instalments commencing from February 2022 with 12 months Moratorium period. The loan is covered by 100% guarantee from NCGTC (National Credit Guarantee Trustee Company Ltd (Ministry of Finance, Government of India). Further, the loan has been guaranteed by the personal guarantee of directors.
- b) Term loan from bank as on 31<sup>st</sup> March, 2023 amounting to ₹66.74 lakhs/- ( 31<sup>st</sup> March 2022: ₹92.00 lakhs/-) was taken from HDFC and carries interest rate @ 9.25% The loan is repayable in 36 (Thirty Six) monthly instalments commencing from May 2022 with 12 months Moratorium period. The loan is covered by 100% guarantee from NCGTC (National Credit Guarantee Trustee Company Ltd (Ministry of Finance, Government of India). Further, the loan has been guaranteed by the personal guarantee of directors.
- c) Term loan from bank as on 31<sup>st</sup> March, 2023 amounting to ₹153.50 lakhs/- ( 31<sup>st</sup> March 2022: ₹153.50 lakhs/-) was taken from HDFC and carries interest rate @ 9.25% The loan is repayable in 36 (Thirty six) monthly instalments commencing from February 2024 with 24 months Moratorium period. The loan is covered by 100% guarantee from NCGTC (National Credit Guarantee Trustee Company Ltd (Ministry of Finance, Government of India). Further, the loan has been guaranteed by the personal guarantee of directors.
- d) Term loan from bank as on 31<sup>st</sup> March, 2023 amounting to ₹297.67 lakhs/- ( 31<sup>st</sup> March 2022: ₹337.25 lakhs/-) was taken from Shamrao Vithal Co-operative Bank and carries interest rate @ 9.05%. The loan is repayable in 84 (Eighty four) monthly instalments commencing from Dec 2021 with 6 months Moratorium period. The loan is secured by hypothecation of Current Asset, Plant & Machinery and third party land & Building. Further, the loan has been guaranteed by the personal guarantee of directors.
- e) Term loan from bank as on 31<sup>st</sup> March, 2023 amounting to ₹393.08 lakhs/- ( 31<sup>st</sup> March 2022: ₹444.23 lakhs/-) was taken from Shamrao Vithal Co-operative Bank and carries interest rate @ 9.05%. The loan is repayable in 84 (Eighty four) monthly instalments commencing from Jan 2022 with 6 months Moratorium period. The loan is secured by hypothecation of Current Asset, Plant & Machinery and third party land & Building. Further, the loan has been guaranteed by the personal guarantee of directors.
- f) Term loan from bank as on 31<sup>st</sup> March, 2023 amounting to ₹151.73 lakhs/- ( 31<sup>st</sup> March 2022: ₹130.03 lakhs/-) was taken from Shamrao Vithal Co-operative Bank and carries interest rate @ 9.05%. The loan is repayable in 84 (Eighty four) monthly instalments commencing from Jan 2022. The loan is secured by hypothecation of Current Asset, Plant & Machinery and third party land & Building. Further, the loan has been guaranteed by the personal guarantee of directors.
- g) Term loan from bank as on 31<sup>st</sup> March, 2023 amounting to ₹306.65 lakhs/- ( 31<sup>st</sup> March 2022: ₹154.58 lakhs /-) was taken from Shamrao Vithal Co-operative Bank and carries interest rate @ 9.05%. The loan is repayable in 84 (Eighty four) monthly instalments commencing from Aug 2022 with 6 months Moratorium period. The loan is secured by hypothecation of Current Asset, Plant & Machinery and third party land & Building. Further, the loan has been guaranteed by the personal guarantee of directors.
- h) Term loan from bank as on 31<sup>st</sup> March, 2023 amounting to ₹20.36 lakhs/- ( 31<sup>st</sup> March 2022: ₹ Nil /-) was taken from Shamrao Vithal Co-operative Bank and carries interest rate @ 9.05%. The loan is repayable in 84 (Eighty four) monthly instalments commencing from Jul 2022 with 6 months Moratorium period. The loan is secured by hypothecation of Current Asset, Plant & Machinery and third party land & Building. Further, the loan has been guaranteed by the personal guarantee of directors.

## RAJSHREE POLYPACK LIMITED

### NOTES TO STANDALONE FINANCIAL STATEMENTS FOR THE YEAR ENDED MARCH 31, 2023

(₹ in Lakhs)

- i) Term loan from bank as on 31<sup>st</sup> March, 2023 amounting to ₹505.00 lakhs/- ( 31<sup>st</sup> March 2022: ₹ Nil /-) was taken from CITI Bank and carries interest rate @ 8.6%. The loan is repayable in 18 (Eighteen) Quarterly instalments commencing from Apr 2023 with 6 months Moratorium period. The loan is secured by hypothecation of Current Asset, Plant & Machinery and third party land & Building. Further, the loan has been guaranteed by the personal guarantee of directors.
- j) Term loan from bank as on 31<sup>st</sup> March, 2023 amounting to ₹494.00 lakhs/- ( 31<sup>st</sup> March 2022: ₹ Nil /-) was taken from CITI Bank and carries interest rate @ 8.97%. The loan is repayable in 18 (Eighteen) Quaterly instalments commencing from May 2023 with 6 months Moratorium period. The loan is secured by hypothecation of Current Asset, Plant & Machinery and third party land & Building. Further, the loan has been guaranteed by the personal guarantee of directors.
- k) Car Loan from HDFC bank as on 31<sup>st</sup> March, 2023 amounting to ₹27.08 lakhs/- ( 31<sup>st</sup> March 2022: ₹40.35/- lakhs) was taken and carries an interest rate of 8.63%. The loan is repayable in 84 (Eighty Four) monthly instalments commencing from Oct 2017. The Loan is secured by hypothecation of the said Vehicle.
- l) Car Loan from HDFC bank as on 31<sup>st</sup> March, 2023 amounting to ₹6.22 lakhs/- ( 31<sup>st</sup> March 2021: ₹8.54/- lakhs) was taken and carries an interest rate of 8.20%. The loan is repayable in 60 (Sixty) monthly instalments commencing from Aug 2020. The Loan is secured by hypothecation of the said Vehicle.
- m) Commercial Vehicle Loan from HDFC bank as on 31<sup>st</sup> March, 2023 amounting to ₹11.85 lakhs/- ( 31<sup>st</sup> March 2022: ₹ Nil) was taken and carries an interest rate of 7.01%. The loan is repayable in 47 (fourty seven) monthly instalments commencing from May 2022. The Loan is secured by hypothecation of the said Vehicle.
- n) Car Loan from HDFC bank as on 31<sup>st</sup> March, 2023 amounting to ₹ 17.09 lakhs/- ( 31<sup>st</sup> March 2022: ₹ Nil) was taken and carries an interest rate of 7.90%. The loan is repayable in 48 (fourty eight) monthly instalments commencing from Aug 2022. The Loan is secured by hypothecation of the said Vehicle.

#### Loans guaranteed by directors

Particulars	As At March 31, 2023	As At March 31, 2022
Term loan from banks	2,438.27	1,384.62
Short term Borrowings from banks	4,893.59	2,404.59
<b>Total</b>	<b>7,331.86</b>	<b>3,789.21</b>

#### Note: 22 Lease Liabilities - Non Current

Particulars	As At March 31, 2023	As At March 31, 2022
Lease Liabilities (Refer note 47)	1,163.03	1,087.86
<b>Total</b>	<b>1,163.03</b>	<b>1,087.86</b>

#### Note: 23 Other financial liabilities - Non Current

Particulars	As At March 31, 2023	As At March 31, 2022
Security deposits	4.72	4.37
<b>Total</b>	<b>4.72</b>	<b>4.37</b>

## RAJSHREE POLYPACK LIMITED

## NOTES TO STANDALONE FINANCIAL STATEMENTS FOR THE YEAR ENDED MARCH 31, 2023

(₹ in Lakhs)

## Note: 24 Deferred tax liabilities (Net)

Particulars	As At March 31, 2023	As At March 31, 2022
<b>Significant components of net deferred tax assets and liabilities</b>		
<b>Deferred tax assets</b>		
Deferred tax on IPO Expenses	23.60	35.39
Provision for doubtful debts and receivables	74.59	50.27
Fair Value of Mutual Funds	-	-
Lease (Right to Use Asset)	22.88	6.78
	<b>121.07</b>	<b>92.44</b>
<b>Deferred tax liabilities</b>		
Difference in net carrying value of property, plant and equipment and intangible assets as per income tax and books	565.00	457.81
Fair Value of Mutual Funds	2.07	1.86
Lease (Right to Use Asset)	-	-
	<b>567.07</b>	<b>459.67</b>
<b>Deferred tax liabilities, net</b>	<b>(446.01)</b>	<b>(367.23)</b>

## Note: 24.1 Movement of deferred tax assets and liabilities during the year ended:

Particulars	As at April 01, 2021	Recognized in statement and profit and loss	As at March 31, 2022
<b>Deferred tax asset arising on account of:</b>			
- IPO Expenses	45.30	(9.91)	35.39
- Provision for doubtful debts and receivables	56.33	(6.06)	50.27
- Lease ( Right of Use Asset)	0.92	5.86	6.78
<b>Sub-total (A)</b>	<b>102.55</b>	<b>(10.11)</b>	<b>92.44</b>
<b>Deferred tax liabilities arising on account of:</b>			
Difference in net carrying value of property, plant and equipment and intangible assets as per income tax and books	400.82	56.99	457.81
Fair Value of Mutual Funds	0.94	0.92	1.86
<b>Sub-total (B)</b>	<b>401.76</b>	<b>57.91</b>	<b>459.67</b>
<b>Deferred tax liability (net) (A - B)</b>	<b>(299.21)</b>	<b>(68.02)</b>	<b>(367.23)</b>

## RAJSHREE POLYPACK LIMITED

## NOTES TO STANDALONE FINANCIAL STATEMENTS FOR THE YEAR ENDED MARCH 31, 2023

(₹ in Lakhs)

Particulars	As at April 01, 2022	Recognized in statement and profit and loss	As at March 31, 2023
<b>Deferred tax asset arising on account of:</b>			
- IPO Expenses	35.39	(11.79)	23.60
- Provision for doubtful debts and receivables	50.27	24.32	74.59
- Lease ( Right of Use Asset)	6.78	16.10	22.88
<b>Sub-total (A)</b>	<b>92.44</b>	<b>28.63</b>	<b>121.07</b>
<b>Deferred tax liabilities arising on account of:</b>			
Difference in net carrying value of property, plant and equipment, intangible assets as per income tax and books.	457.81	107.19	565.00
Lease (Right to Use Asset)	1.86	0.21	2.07
<b>Sub-total (B)</b>	<b>459.67</b>	<b>107.40</b>	<b>567.07</b>
<b>Deferred tax liability (net) (A - B)</b>	<b>(367.23)</b>	<b>(78.77)</b>	<b>(446.00)</b>

## Note: 25 Borrowings - Current

Particulars	As At March 31, 2023	As At March 31, 2022
<b>Secured Loans</b>		
Cash credit Loan from Banks	2,393.59	1,904.59
Working Capital Demand Loan from Banks (WC DL)	2,500.00	500.00
Current Maturities of long term borrowings (Refer Note No 21)	474.27	186.98
<b>Total</b>	<b>5,367.86</b>	<b>2,591.57</b>

- a) Cash credit from HDFC as on 31<sup>st</sup> March, 2023 amounting to ₹1,971.12 lakhs/- ( 31<sup>st</sup> March 2022: ₹638.76/- lakhs) is secured by hypothecation of Current Assets, Plant & Machinery and Factory land & building. The credit facility has been guaranteed by personal guarantee of directors. The cash credit is repayable on demand and carries interest @ 9.00% as on 31<sup>st</sup> March, 2023.
- b) Cash credit from IndusInd Bank as on 31<sup>st</sup> March, 2023 amounting to ₹Nil /- ( 31<sup>st</sup> March 2022: ₹44.77/- lakhs). The loan is secured by hypothecation of Current Assets, Plant & Machinery and Factory land & building and also Plant & Machinery and Land & Building in the name of third party. The credit facility has been guaranteed by personal guarantee of directors. The cash credit is repayable on demand and carries interest @ 9.20% as on 31<sup>st</sup> March, 2022.
- c) Cash credit from Shamrao Vithal Co-operative Bank as on 31<sup>st</sup> March, 2023 amounting to ₹385.57 lakhs/- ( 31<sup>st</sup> March 2022: ₹471.74 /- lakhs). The loan is secured by hypothecation of Current Assets, Plant & Machinery and Land & Building in the name of third party. The credit facility has been guaranteed by personal guarantee of directors. The cash credit is repayable on demand and carries interest @ 9.05% as on 31<sup>st</sup> March, 2023.
- d) Cash credit from CITI Bank as on 31<sup>st</sup> March, 2023 amounting to ₹36.90 lakhs/- ( 31<sup>st</sup> March 2022: ₹749.31/- lakhs). The loan is secured by hypothecation of Current Assets, Plant & Machinery and Factory Land & Building in the name of third party. The credit facility has been guaranteed by personal guarantee of directors. The cash credit is repayable on demand and carries interest @ 8.50% as on 31<sup>st</sup> March, 2023
- e) Cash credit in form of WC DL from CITI Bank as on 31<sup>st</sup> March, 2023 amounting to ₹2,500.00/- lakhs ( 31<sup>st</sup> March 2022: ₹500 lakhs/-) is secured by hypothecation of Current Asset, Plant & Machinery and Factory Land & Building in the name of third party. The credit facility has been guaranteed by the personal guarantee of directors. The facility is repayable on demand and carries interest @ 8.25% as on 31<sup>st</sup> March, 2023.

## RAJSHREE POLYPACK LIMITED

## NOTES TO STANDALONE FINANCIAL STATEMENTS FOR THE YEAR ENDED MARCH 31, 2023

(₹ in Lakhs)

## Note: 26 Lease Liabilities - Current

Particulars	As At March 31, 2023	As At March 31, 2022
Lease Liabilities (Refer note no. 47)	256.18	94.54
<b>Total</b>	<b>256.18</b>	<b>94.54</b>

## Note: 27 Trade payables

Particulars	As At March 31, 2023	As At March 31, 2022
Due to Micro, Small and Medium Enterprises *	600.33	313.71
Due to others	1,517.86	1,312.88
<b>Total</b>	<b>2,118.19</b>	<b>1,626.59</b>

**Note: 27.1** \*The amount due to Micro, Small and Medium Enterprises (MSME) as defined in the Micro, Small and Medium Enterprises Development Act (MSMED Act), 2006 has been determined to the extent such parties have been identified on the basis of information collected by the management. The disclosure relating to Micro, Small and Medium Enterprises is as under:

Particulars	As At March 31, 2023	As At March 31, 2022
Dues remaining unpaid at the year/period end:		
The principal amount and the interest due thereon remaining unpaid to any supplier as at the end of accounting year;	600.33	313.71
The amount of interest accrued and remaining unpaid at the end of accounting year	4.55	0.04
The amount of interest paid by the buyer in terms of section 16 of MSMED Act along with the amount of the payment made to the supplier beyond the appointed day during the year	-	-
The amount of interest due and payable for the period (where the principal has been paid but interest under the MSMED Act, 2006 not paid);	-	-
The amount of further 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: 27.2 Trade payable analysis

## (a) As at March 31, 2022

## Outstanding for following periods from due date of Payment

Particulars	Not Due	less than 1 year	1-2 years	2-3 years	More than 3 years	Total
MSME	179.71	134.00	-	-	-	313.71
Others	904.39	376.75	18.91	11.53	1.30	1,312.88
Disputed dues - MSME	-	-	-	-	-	-
Disputed dues - Others	-	-	-	-	-	-
<b>Total</b>	<b>1,084.10</b>	<b>510.75</b>	<b>18.91</b>	<b>11.53</b>	<b>1.30</b>	<b>1,626.59</b>

## (b) As at March 31, 2023

## Outstanding for following periods from due date of Payment

Particulars	Not Due	less than 1 year	1-2 years	2-3 years	More than 3 years	Total
MSME	359.10	240.12	1.11	-	-	600.33
Others	1,094.06	401.23	17.47	2.97	2.14	1,517.86
Disputed dues - MSME	-	-	-	-	-	-
Disputed dues - Others	-	-	-	-	-	-
<b>Total</b>	<b>1,453.16</b>	<b>641.35</b>	<b>18.58</b>	<b>2.97</b>	<b>2.14</b>	<b>2,118.19</b>

Refer note 42 for Trade Payables to Related Parties

## RAJSHREE POLYPACK LIMITED

## NOTES TO STANDALONE FINANCIAL STATEMENTS FOR THE YEAR ENDED MARCH 31, 2023

(₹ in Lakhs)

**Note: 28 Other Financial Liabilities**

Particulars	As At March 31, 2023	As At March 31, 2022
Employee Dues Payable	134.08	126.86
Others Payable	1.67	1.81
Payable to Directors (Refer Note 42)	12.59	9.49
<b>Total</b>	<b>148.34</b>	<b>138.16</b>

**Note: 29 Other current liabilities**

Particulars	As At March 31, 2023	As At March 31, 2022
Interest Accrued but not Due	10.36	1.98
Creditors for Capital Goods	53.65	177.73
Contract liabilities (Advance from customers)	1,568.86	136.50
Statutory dues payable	34.32	159.32
Dividend Payable	0.28	0.24
Deferred Accrued Income	2.66	3.11
<b>Total</b>	<b>1,670.13</b>	<b>478.88</b>

**Note: 30 Current Tax Liabilities (Net)**

Particulars	As At March 31, 2023	As At March 31, 2022
Current Tax Liabilities (Net of Advance Tax, TDS & TCS Receivable)	73.19	-
	<b>73.19</b>	<b>-</b>

**Note: 31 Provisions**

Particulars	As At March 31, 2023	As At March 31, 2022
<b>Provision for employee benefits:</b>		
Provision for gratuity (Funded) (refer note 45)	9.61	5.56
Provision for leave encashment (unfunded)	4.15	-
<b>Total</b>	<b>13.76</b>	<b>5.56</b>

**Note: 32 Revenue from operations**

Particulars	For the Year ended March 31, 2023	For the Year ended March 31, 2022
<b>Sale of Products :</b>		
Plastic Packaging Products	25,069.00	19,750.85
	<b>25,069.00</b>	<b>19,750.85</b>
<b>Other operating revenue :</b>		
Scrap Sales	52.44	33.48
Development charges	92.05	69.89
Export Incentives	5.75	1.42
	<b>150.24</b>	<b>104.79</b>
<b>Total</b>	<b>25,219.24</b>	<b>19,855.64</b>

## RAJSHREE POLYPACK LIMITED

## NOTES TO STANDALONE FINANCIAL STATEMENTS FOR THE YEAR ENDED MARCH 31, 2023

(₹ in Lakhs)

## Disclosure pursuant to Ind AS 115: Revenue from contract with customers

## (a) Disaggregated revenue

Particulars	For the Year ended March 31, 2023	For the Year ended March 31, 2022
<b>(i) Revenue based on timing:</b>		
Revenue recognized at point in time	25,069.00	19,750.85
Revenue recognized over time	-	-
<b>Total</b>	<b>25,069.00</b>	<b>19,750.85</b>
<b>(ii) Revenue by geographical market</b>		
Within India	23,723.71	18,626.37
Outside India	1,345.29	1,124.48
<b>Total</b>	<b>25,069.00</b>	<b>19,750.85</b>

## (b) Contract Balances

Particulars	For the Year ended March 31, 2023	For the Year ended March 31, 2022
Closing balance of contract liabilities as at year end (Refer note 29)**	1,568.86	136.50

\*\* The contract liabilities relate to the advance received from customers towards future supply for which revenue is recognised at a point in time.

## (c) Reconciling the amount of revenue recognised in the statement of profit and loss with the contracted price

Particulars	For the Year ended March 31, 2023	For the Year ended March 31, 2022
Revenue as per contract price	25,146.59	19,772.07
<b>Less: Adjustment</b>		
- Discounts	77.59	21.22
<b>Net revenue from contract with customers</b>	<b>25,069.00</b>	<b>19,750.85</b>

## Note: 33 Other Income

Particulars	For the Year ended March 31, 2023	For the Year ended March 31, 2022
Interest Income on Fixed Deposits	8.11	47.82
Interest Income- Inter Corporate Deposit	34.99	2.08
Gain on foreign currency transaction (net)	76.73	28.85
Balances no longer required written back	28.08	1.81
Income from warehousing	73.86	22.50
Net Gain on Fair Value Change of Mutual Funds	0.85	3.66
Gain on Termination of Lease	0.70	-
Interest Income on Fair Valuation of Security Deposits	4.08	3.00
<b>Total</b>	<b>227.40</b>	<b>109.72</b>

## RAJSHREE POLYPACK LIMITED

## NOTES TO STANDALONE FINANCIAL STATEMENTS FOR THE YEAR ENDED MARCH 31, 2023

(₹ in Lakhs)

## Note: 34 Cost of Materials Consumed

Particulars	For the Year ended March 31, 2023	For the Year ended March 31, 2022
<b>Raw Material Consumption :</b>		
Opening Stock	1,620.29	841.98
Add : Purchases during the Year	16,076.45	13,664.59
Less : Closing Stock	3,084.43	1,620.29
	<b>14,612.31</b>	<b>12,886.28</b>
<b>Store and Spare Parts Consumed :</b>		
Opening Stock	230.24	109.13
Add : Purchases during the Year	366.61	308.69
Less : Closing Stock	316.38	230.24
	<b>280.47</b>	<b>187.58</b>
<b>Packing Material Consumed :</b>		
Opening Stock	158.89	74.14
Add : Purchases during the Year	1,107.66	870.72
Less : Closing Stock	174.75	158.89
	<b>1,091.80</b>	<b>785.97</b>
<b>Total</b>	<b>15,984.58</b>	<b>13,859.83</b>

## Note: 35 Purchases of stock-in-trade

Particulars	For the Year ended March 31, 2023	For the Year ended March 31, 2022
Purchases (Plastic Packaging Products)	381.17	298.87
<b>Total</b>	<b>381.17</b>	<b>298.87</b>

## Note: 36 Changes in inventories of finished goods, work in progress, stock in trade and unusable wastage

Particulars	For the Year ended March 31, 2023	For the Year ended March 31, 2022
<b>Inventories at the beginning of the year :</b>		
Finished goods	790.85	506.77
Work-in-progress	1,427.46	426.28
Stock-in-trade	31.79	18.18
Unusable Wastage	15.84	24.80
	<b>2,265.94</b>	<b>976.03</b>
<b>Inventories at the end of the year :</b>		
Finished goods	1,264.59	790.85
Work-in-progress	1,736.01	1,427.46
Stock-in-trade	34.91	31.79
Unusable Wastage	15.34	15.84
	<b>3,050.85</b>	<b>2,265.94</b>
<b>Net</b>	<b>(784.91)</b>	<b>(1,289.91)</b>

## RAJSHREE POLYPACK LIMITED

### NOTES TO STANDALONE FINANCIAL STATEMENTS FOR THE YEAR ENDED MARCH 31, 2023

(₹ in Lakhs)

#### Note: 37 Employee benefits expense

Particulars	For the Year ended March 31, 2023	For the Year ended March 31, 2022
Salary, Bonus and Incentives (Including Contract Labour)	1,924.37	1,492.02
Director Remuneration (Refer Note No 42)	186.91	154.26
Contribution to provident fund and other funds	76.50	58.54
Gratuity (Refer Note No 45)	19.93	14.89
Leave encashment	4.15	-
Expense on Employee Stock Option Schemes (Refer Note No 46)	1.14	-
Staff welfare expenses	40.70	33.52
<b>Total</b>	<b>2,253.70</b>	<b>1,753.23</b>

#### Note: 38 Finance Costs

Particulars	For the Year ended March 31, 2023	For the Year ended March 31, 2022
Interest Expense	535.50	214.23
Other Borrowing Costs	51.39	42.21
Bank Charges	10.52	13.72
Interest Expenses on Lease Obligation	103.54	39.94
<b>Total</b>	<b>700.95</b>	<b>310.10</b>

#### Note: 39 Other expenses

Particulars	For the Year ended March 31, 2023	For the Year ended March 31, 2022
<b>Manufacturing expense</b>		
Power and Fuel	1,204.94	666.81
Job work *	328.44	290.97
Factory Expenses	281.45	214.73
Repairs to Machinery	102.33	57.09
Repairs to Buildings	26.34	5.50
<b>Selling and Distribution expenses</b>		
Freight Outward	1,035.62	696.94
Selling Expenses	149.07	121.47
<b>Administration and and Other expenses</b>		
Insurance	127.15	100.64
Rent	45.19	50.49
Travelling Expenses	137.13	109.74
Professional and Consultancy Charges	295.42	119.41
Remuneration to auditors	22.39	16.11
Balance not recoverable written off	11.62	-
Expenditure on Corporate Social Responsibility	24.75	28.89
Provision for doubtful debts and other receivables	96.64	54.69
Bad Debts	1.12	-
Miscellaneous Expenses	173.81	110.88
<b>Total</b>	<b>4,063.41</b>	<b>2644.36</b>

\* Includes job work charges of Related parties (Refer Note No 42)

## RAJSHREE POLYPACK LIMITED

## NOTES TO STANDALONE FINANCIAL STATEMENTS FOR THE YEAR ENDED MARCH 31, 2023

(₹ in Lakhs)

## (a) Details of Payments to auditors

Particulars	For the Year ended March 31, 2023	For the Year ended March 31, 2022
<b>As Auditor:</b>		
Statutory Audit Fee (including limited reviews)	20.00	16.00
<b>In Other Capacity:</b>		
Out of Pocket Expenses	2.39	0.11
<b>Total</b>	<b>22.39</b>	<b>16.11</b>

## Note: 40 Income tax

## Reconciliation of tax expenses and the accounting profit multiplied by applicable tax rate:

Particulars	March 31, 2023	March 31, 2022
Profit before tax (a)	1,455.91	1,285.03
Income tax rate as applicable (b)	25.17%	25.17%
Income tax liability as per applicable tax rate (a X b)	366.42	323.42
(i) Expenses disallowed for tax purposes	6.23	7.27
(ii) Short provision for earlier years	3.36	5.34
(iii) Deduction u/s 80JJAA	(3.91)	(5.09)
(iv) Other (allowance)	(4.06)	(3.05)
<b>Tax expense reported in the Statement of Profit and Loss</b>	<b>368.04</b>	<b>327.89</b>

## Note:

The Company offsets tax assets and liabilities in and only if it has a legally enforceable right to set off current tax assets and current tax liabilities and the deferred tax assets and deferred tax liabilities relate to income taxes levied by the same authority.

## Income tax recognized in the Statement of Profit and Loss:

Particulars	March 31, 2023	March 31, 2022
<b>Current tax</b>		
current tax expense for current year	285.91	254.53
current tax expense pertaining to prior years	3.36	5.34
Deferred tax charge/ (credit) - OCI	<b>289.27</b>	<b>259.87</b>
<b>Deferred tax</b>		
Deferred tax charge for current year	78.77	68.02
Deferred tax charge/ (credit) - OCI	-	-
	<b>78.77</b>	<b>68.02</b>
<b>Total tax expense recognized in current year</b>	<b>368.04</b>	<b>327.89</b>

## RAJSHREE POLYPACK LIMITED

### NOTES TO STANDALONE FINANCIAL STATEMENTS FOR THE YEAR ENDED MARCH 31, 2023

(₹ in Lakhs)

#### Note: 41 Capital commitments, other commitments and contingent liabilities

##### Note: 41.1 Capital Commitments.

- (a) Estimated amount of capital commitments to be executed on capital accounts and not provided for is ₹127.51 lakh, as at March 31, 2023 (March 31, 2022: ₹676.86 lakh) (Net of advances).

##### Note: 41.2 Contingent liability (to the extent not provided for)

Particulars	As at March 31, 2023	As at April 01, 2022
<b>(i) Claims against the Company/ disputed liabilities not acknowledged as debts</b>		
Disputed income tax demands*	8.57	5.22
<b>Others Commitments :</b>		
Custom Duty against Export Obligation (EPCG)**	-	-
Custom Duty against Export Obligation (Advance License)***	-	-
<b>(ii) Guarantees given by the Company</b>		
Guarantee given by bank to Government Authorities of on behalf of the Company	259.55	237.35

Notes:

\* Pending resolution of Income tax matter, it is not practicable for company to estimate the timings of cash outflow, if any, in respect of the above only on receipt of judgements/decision pending with the respective authority.

The company has received all its pending litigations & Proceedings and has disclosed contingent liability wherever applicable in the financial statements. The company does not expect the outcome of those proceedings to have materially adverse effect on its financial position."

\*\* The Company has obtained license under Export Promotion Capital Goods Scheme (EPCG) for import of capital goods on zero percent custom duty. Under the EPCG the Company needs to fulfil certain export obligations, failing which, it is liable for payment of custom duty. Export Obligations as on 31<sup>st</sup> March, 2023 is ₹4,567.36/- lakh ( 31<sup>st</sup> March 2022: ₹4,862.01/-lakh).

\*\*\* The Company has obtained Advance License for import of goods on zero percent custom duty. Under the Advance Licence scheme the Company needs to fulfil certain export obligations, failing which, it is liable for payment of custom duty saved on import. Export Obligations as on 31<sup>st</sup> March, 2023 is ₹1,963.56/-lakh ( 31<sup>st</sup> March 2022: ₹609.03/-lakh).

#### Note: 42 Disclosures as required by Indian Accounting Standard (Ind AS) 24 - Related Party Disclosures

##### Note: 42.1 Name and relationships of related parties:

(a) Joint Venture (Jointly Controlled):	Olive Ecopak Private Limited (W.e.f. 3 <sup>rd</sup> May, 2022)
(b) Entities in which Director/ Key Management Personnel (KMP) and their relatives has significant influence (Only where there are transactions/ balances)	Bobson Industries Orbit Industries Rajshree Infotech Sajjan N Rungta HUF (W.e.f. 22 <sup>nd</sup> June, 2021) Packaging Solutions Group
(c) Key Management Personnel [KMP]:	Ramswaroop Radheshyam Thard (Director) Naresh Radheshyam Thard (Director) Anand Sajjankumar Rungta (Director) (W.e.f. 24 <sup>th</sup> June, 2021) Alain Edmond Berset (Director) (Up to 10 <sup>th</sup> Mar, 2023) Pradeep Kumar Gupta (Director) Praveen Bhatia (Director) Rajesh Satyanarayan Murarka (Director) Yashvi Shah (Director) (W.e.f. 30 <sup>th</sup> May, 2022) Sunil Sawarmal Sharma (Chief Financial Officer) Mitali Rajendra Shah (Company Secretary) Sangeeta Sarin (Director) (Up to 18 <sup>th</sup> Apr, 2022)
(d) Relatives of KMP (Only where there are transactions)	Shashi Ramswaroop Thard Varsha Naresh Thard Mamta Rajesh Murarka

## RAJSHREE POLYPACK LIMITED

## NOTES TO STANDALONE FINANCIAL STATEMENTS FOR THE YEAR ENDED MARCH 31, 2023

(₹ in Lakhs)

## Note: 42.2 Transactions with related parties

Nature of transaction	Name of the party	As at March 31, 2023	As at March 31, 2022
Dividend Paid	Ramswaroop Radheshyam Thard	10.86	20.99
	Naresh Radheshyam Thard	9.03	17.32
	Anand Sajjankumar Rungta	0.95	1.90
	Sajjan N Rungta HUF	8.63	17.25
	Shashi Ramswaroop Thard	0.29	0.57
	Varsha Naresh Thard	0.29	0.57
	Rajesh Satyanarayan Murarka	0.00	0.01
	Mamta Rajesh Murarka	0.01	0.02
Job Work Charges	Bobson Industries	20.41	35.81
	Orbit Industries	189.04	231.95
Revenue from Operations	Bobson Industries	52.62	23.99
	Orbit Industries	785.26	558.54
Purchase of raw material / Finished Goods / Services	Bobson Industries	18.64	33.54
	Orbit Industries	499.50	353.93
Managerial Remuneration	Ramswaroop Radheshyam Thard	94.39	78.66
	Naresh Radheshyam Thard	74.52	62.10
	Anand Sajjankumar Rungta	18.00	13.50
Salary and Incentives	Sunil Sawarmal Sharma	24.01	16.22
	Mitali Rajendra Shah	10.23	7.36
Professional Fees	Praveen Bhatia	12.00	12.00
	Packaging Solutions Group	0.92	5.09
Rent	Rajshree Infotech	41.98	39.98
	Bobson Industries	6.69	5.91
Director Sitting Fees	Alain Edmond Berset	1.09	0.45
	Pradeep Kumar Gupta	1.05	0.60
	Praveen Bhatia	1.05	0.30
	Rajesh Satyanarayan Murarka	1.05	0.60
	Anand Sajjankumar Rungta	-	0.15
	Yashvi Shah	0.75	-
	Sangeeta Sarin	-	0.60
Loan Given	Sunil Sawarmal Sharma	3.00	5.00
Loan Repaid	Sunil Sawarmal Sharma	-	2.00
	Mitali Rajendra Shah	0.60	0.54
Investment in Equity Share	Olive Ecopak Private Limited	200.40	-
Inter corporate Loan	Olive Ecopak Private Limited	700.00	-
Interest Income on Loan	Olive Ecopak Private Limited	34.56	-
Issue of Equity Shares	Ramswaroop Radheshyam Thard	135.10	-
	Naresh Radheshyam Thard	135.10	-

## RAJSHREE POLYPACK LIMITED

## NOTES TO STANDALONE FINANCIAL STATEMENTS FOR THE YEAR ENDED MARCH 31, 2023

(₹ in Lakhs)

## Note: 42.3 Related party outstanding balances:

Nature of transaction	Name of the party	As at March 31, 2023	As at March 31, 2022
Trade receivables	Orbit Industries	68.23	119.66
	Bobson Industries	14.93	-
Loans to Key Managerial Persons	Sunil Sawarmal Sharma	6.00	3.00
	Mitali Rajendra Shah	0.34	0.94
Other Financial Liabilities / Professional Fees	Praveen Bhatia	1.08	1.08
Trade payables	Bobson Industries	-	16.56
Investment	Olive Ecopak Private Limited	200.40	-
Unsecured Loan	Olive Ecopak Private Limited	700.00	-
Accrued Interest	Olive Ecopak Private Limited	31.11	-
Other Financial Liabilities / Managerial Remuneration Payable	Ramswaroop Radheshyam Thard	5.18	4.57
	Naresh Radheshyam Thard	4.14	3.67
	Anand Sajjankumar Rungta	1.25	1.25

## Notes:

- (a) Transactions with related parties and outstanding balances at the year end are disclosed at transaction value. The terms and conditions of these transactions are at arm's length.
- (b) In addition to above transactions:
- (i) Directors of the Company has given personal guarantee's for loans taken by the Company (Refer note 21 and 25)

## Note: 43 Breakup of compensation to key managerial personnel

Key management personnel are those persons having authority and responsibility for planning, directing and controlling the activities of the entity, directly or indirectly, including any director (whether executive or otherwise) of that entity.

## (a) Compensation to KMP as specified in para 42.1 (c) above:

Particulars	As at March 31, 2023	As at March 31, 2022
Short term employee benefits	221.15	177.84
Post employment benefits*	-	-
<b>Total</b>	<b>221.15</b>	<b>177.84</b>

\*As the future liability for gratuity is provided on an actuarial basis for the company as a whole, the amount pertaining to the directors is not ascertainable and therefore, not included above.

## Note: 44 Earnings per share

Particulars	As at March 31, 2023	As at March 31, 2022
<b>Basic earning per share :</b>		
Net Profit attributable to the equity share holders of the Company	<b>1,095.09</b>	<b>955.10</b>
Weighted average number of equity shares O/S during the year	11,367,123	11,234,000
Face value per equity share (₹)	10.00	10.00
<b>Basic earnings per share (₹)</b>	<b>9.63</b>	<b>8.50</b>
Profit attributable to the equity share holders of the Company	1,095.09	955.10
Weighted average number of equity shares	11,369,564	11,234,000
Face value per equity share (₹)	10.00	10.00
<b>Diluted earnings per share (₹)</b>	<b>9.63</b>	<b>8.50</b>

## RAJSHREE POLYPACK LIMITED

## NOTES TO STANDALONE FINANCIAL STATEMENTS FOR THE YEAR ENDED MARCH 31, 2023

(₹ in Lakhs)

**Note: 45 Disclosure relating to employee benefits as per Ind AS 19 'Employee Benefits'****(i) Disclosures for defined contribution plan**

The Company has defined contribution plan - Provident Fund. The obligation of the Company is limited to the amount contributed and it has no further contractual obligation. Following is the details regarding Company's contributions made during the year:

Particulars	As at March 31, 2023	As at March 31, 2022
Provident fund	76.50	58.54

**(ii) Disclosures for defined benefit plans****(a) Defined benefit obligations - Gratuity (funded)**

The Company has a defined benefit gratuity plan for its employees. The gratuity plan is governed by the Payment of Gratuity Act, 1972. Under the Act, every employee who has completed five years of service is entitled to specific benefit. The level of benefits provided depends on the employee's length of service and salary at retirement age. Every employee who has completed five years or more of service gets a gratuity on departure at 15 days salary (last drawn) for each completed year of service as per the provisions of the Payment of Gratuity Act, 1972. The scheme is funded.

For determination of the liability in respect of gratuity, the Company has used following actuarial assumptions:

Particulars	As at March 31, 2023	As at March 31, 2022
Discount Rate (per annum)	7.44%	6.96%
Rate of Return on Plan Assets (per annum)	7.44%	6.96%
Salary Escalation (per annum)	6.00%	6.00%
Attrition Rate (per annum) (for Service 1 year and below)	35.00%	35.00%
Attrition Rate (per annum) (for Service 2 - 4 years)	10.00%	10.00%
Attrition Rate (per annum) (for Service 5 year and above)	4.00%	4.00%
Mortality Rate	Indian Assured Lives Mortality 2012-14 (Urban)	Indian Assured Lives Mortality (2012-14) Urban

**Changes in the present value of obligations**

Particulars	As at March 31, 2023	As at March 31, 2022
Liability at the beginning of the year	80.82	69.89
Interest cost	5.62	4.59
Current service cost	19.55	14.59
Benefits paid	(9.22)	(11.07)
Actuarial (gain)/loss on obligations	(10.18)	2.82
<b>Liability at the end of the year</b>	<b>86.59</b>	<b>80.82</b>

**Changes in the fair value of plan assets**

Particulars	As at March 31, 2023	As at March 31, 2022
Opening fair value of plan assets	75.25	65.26
Expected return on plan assets	5.24	4.29
Employers contribution	6.23	16.68
Benefits paid	(9.22)	(11.07)
Actuarial gain/(loss) on plan assets	(0.52)	0.09
<b>Closing fair value of plan assets</b>	<b>76.98</b>	<b>75.25</b>

## RAJSHREE POLYPACK LIMITED

### NOTES TO STANDALONE FINANCIAL STATEMENTS FOR THE YEAR ENDED MARCH 31, 2023

(₹ in Lakhs)

#### Table of recognition of actuarial gain / loss

Particulars	As at March 31, 2023	As at March 31, 2022
Actuarial (gain)/ loss on obligation for the year	(10.18)	2.82
Actuarial gain/ (loss) on assets for the year	(0.52)	0.09
<b>Actuarial (gain)/ loss recognized in Statement of OCI</b>	<b>(9.66)</b>	<b>2.73</b>

#### Breakup of actuarial (gain) /loss:

Particulars	As at March 31, 2023	As at March 31, 2022
Actuarial loss/(gain) arising from change in demographic assumption	-	4.66
Actuarial loss arising from change in financial assumption	(4.43)	(3.53)
Actual return on plan assets less interest on plan assets	0.52	(0.09)
Actuarial loss/(gain) arising from experience	(5.75)	1.69
<b>Total</b>	<b>(9.66)</b>	<b>2.73</b>

#### Amount recognized in the Balance Sheet:

Particulars	As at March 31, 2023	As at March 31, 2022
Liability at the end of the year	86.59	80.82
Fair value of plan assets at the end of the year	(76.97)	(75.25)
<b>Amount recognized in Balance Sheet</b>	<b>9.62</b>	<b>5.57</b>

#### Expenses recognized in the Income Statement:

Particulars	As at March 31, 2023	As at March 31, 2022
Current service cost	19.55	14.59
Interest cost	5.62	4.59
Expected return on plan assets	(5.24)	(4.29)
Past Service Cost	-	-
Actuarial (Gain)/Loss	(9.66)	2.72
Expense/ (income) recognized in		
- Statement of Profit and Loss	19.93	14.89
- Other comprehensive income (OCI)	(9.66)	2.72

#### Balance sheet reconciliation

Particulars	As at March 31, 2023	As at March 31, 2022
Opening net liability	5.56	4.63
Expense recognized in Statement of Profit and Loss & OCI	10.27	17.61
Employers contribution	(6.23)	(16.68)
<b>Amount recognized in Balance Sheet</b>	<b>9.60</b>	<b>5.56</b>
Non current portion of defined benefit obligation		-
Current portion of defined benefit obligation	9.60	5.56

## RAJSHREE POLYPACK LIMITED

## NOTES TO STANDALONE FINANCIAL STATEMENTS FOR THE YEAR ENDED MARCH 31, 2023

(₹ in Lakhs)

## Sensitivity analysis of defined benefit obligation (Gratuity)

Particulars	As at March 31, 2023	As at March 31, 2022
<b>a) Impact of change in discount rate</b>		
<b>Present value of obligation at the end of the year</b>		
a) Impact due to increase of 1%	(8.17)	(8.04)
b) Impact due to decrease of 1%	9.66	9.58
<b>b) Impact of change in salary growth</b>		
<b>Present value of obligation at the end of the year</b>		
a) Impact due to increase of 1%	9.70	9.57
b) Impact due to decrease of 1%	(8.35)	(8.18)
<b>c) Impact of change in withdrawal rate</b>		
<b>Present value of obligation at the end of the year</b>		
a) Impact due to increase of 1%	0.57	0.24
b) Impact due to decrease of 1%	(0.74)	(0.35)

## Maturity profile of defined benefit obligation

Particulars	As at March 31, 2023	As at March 31, 2022
Weighted average duration of the defined benefit obligation	12.00	13.00
Projected benefit obligation	9.62	5.57
Accumulated benefit obligation	9.62	5.57

## Expected Future Cash flows

Particulars	As at March 31, 2023	As at March 31, 2022
1st year	3.97	3.81
2nd year	3.60	3.21
3rd year	4.14	3.55
4th year	5.08	3.98
5th year	7.30	6.42
Next 5 year pay-out (6- 10 year)	37.39	33.08
Sum of Years 11 and above	169.39	156.58

## Note: 46 Employee Stock Option Scheme (ESOP)

The board vide its resolution dated 5<sup>th</sup> July 2022 approved Rajshree Polypack Limited-ESOP 2022 for granting Employee Stock Options in form of equity shares linked to the completion of a minimum period of continued employment to the eligible employees of the Company, monitored and supervised by the Board of Directors. The employees can purchase equity shares by exercising the options as vested at the price specified in the grant.

Once vested, the options remain exercisable for a period of 2 years.

Options are granted under the plan for no consideration and carry no dividend or voting rights. When exercisable, each option is convertible into 1 number of equity share. The exercise price of the share options is equal to the Face value of the underlying shares on the date of grant. The contractual term of the share options is 4.15 years and there are no cash settlement alternatives for the employees.

## RAJSHREE POLYPACK LIMITED

### NOTES TO STANDALONE FINANCIAL STATEMENTS FOR THE YEAR ENDED MARCH 31, 2023

(₹ in Lakhs)

The following table illustrates the number and weighted average exercise prices (WAEF) of, and movements in, share options during the year

Particulars	As at 31st March, 2023		As at 31st March, 2022	
	Number	WAEF (INR)	Number	WAEF (INR)
Options outstanding at beginning of year	-	-	-	-
Add : Options granted during the year	16,500.00	10.00	-	-
Less : Options exercised during the year	-	-	-	-
Less : Options forfeited during the year	-	-	-	-
<b>Options outstanding at the end of year</b>	<b>16,500.00</b>	<b>10.00</b>	-	-
<b>Option exercisable at the end of year</b>	<b>16,500.00</b>	<b>10.00</b>	-	-

The options outstanding at the year ending on 31 March 2023 with exercise price of ₹10 are 16,500 options and a weighted average remaining contractual life of all options are 3 years.

The fair value of each option is estimated on the date of grant using the Black Scholes model. The following tables list the inputs to the used for the years ended:

Particulars	As at March 31, 2023	As at March 31, 2022
Weighted average fair value of the options at the grant dates (INR)	156.88	NA
Dividend yield (%)	0.77	NA
Risk free interest rate (%)	7.29	NA
Expected life of share options (years)	4.15	NA
Expected volatility (%)	54.00	NA
Discount Rate	7.29	NA
Weighted average share price (INR)	156.88	NA

Total expenses arising from Employee Stock Option Scheme (ESOP) recognised in statement of profit or loss as part of Employee Stock Option Scheme Compensation were as follows:

Particulars	As at March 31, 2023	As at March 31, 2022
RPPL-ESOP-2022	1.14	-
<b>Total Employee Stock Option Scheme Compensation</b>	<b>1.14</b>	<b>-</b>

#### Note: 47 Leases

##### (a) Asset given under operating lease

The Company has recovered Godown Rent from the Customers. Details of rental income recognized during the year in respect of this is given below:

Particulars	As at March 31, 2023	As at March 31, 2022
Rent income recognized during the year	73.86	22.50

##### (b) Asset taken under operating lease

(i) The Company has taken Flat / Factory Premises on leave and license basis which are generally cancellable and for the period 1 year to 15 years. Details of rental expense recognized during the year in respect of this lease is given below:

Particulars	As at March 31, 2023	As at March 31, 2022
Carrying value of right of use assets at the end of the reporting period (Refer Note 5)	1,344.73	1,169.29

## RAJSHREE POLYPACK LIMITED

## NOTES TO STANDALONE FINANCIAL STATEMENTS FOR THE YEAR ENDED MARCH 31, 2023

(₹ in Lakhs)

## (ii) Analysis of Lease liability:

Movement of lease liabilities	As at March 31, 2023	As at March 31, 2022
Opening lease liabilities	1,182.40	394.03
Addition during the year /period	357.74	859.90
Interest Cost	103.18	56.77
Cash outflow towards payment of lease liabilities	216.15	128.30
Deletion during the year on account of termination of lease agreements	7.97	-
<b>Closing lease liabilities</b>	<b>1,419.21</b>	<b>1,182.40</b>

## (iii) Maturity analysis of lease liabilities (on undiscounted basis)

Particulars	As at March 31, 2023	As at March 31, 2022
Less than 1 year	256.18	94.54
Between 1-5 years	601.88	304.48
More than 5 years	561.15	783.39

## (iv) Lease liabilities included in statement of financial position

Particulars	As at March 31, 2023	As at March 31, 2022
Current	256.18	94.54
Non-current	1,163.03	1,087.86

## (v) Impact on statement of profit and loss

Particulars	As at March 31, 2023	As at March 31, 2022
Interest on lease liabilities	103.18	39.85
Depreciation on right of use assets	179.00	87.58
Net impact on profit before tax	282.18	127.43
Deferred tax - Charge/ (credit)	71.02	32.07
Net impact on profit after tax	211.16	95.36

## (vi)

Particulars	As at March 31, 2023	As at March 31, 2022
Rent expense recognized during the year (Low value or short term leases)	45.19	50.49

## Note: 48 Segmental Reporting :

## (a) Primary Segments - Business Segment :

The Company is mainly engaged in the business of manufacturing "Thermoformed Packaging Products ". All other activities of the Company revolve around the main business and as such, there are no business segments that require reporting under IND AS 108 - "Segment Reporting".

**RAJSHREE POLYPACK LIMITED****NOTES TO STANDALONE FINANCIAL STATEMENTS FOR THE YEAR ENDED MARCH 31, 2023**

(₹ in Lakhs)

**(b) Information pertaining to Secondary Segment :**

Particulars	As at March 31, 2023	As at March 31, 2022
<b>Gross Revenue as per Geographical Locations</b>		
Within India	23,873.95	18,731.16
Outside India	1,345.29	1,124.48
	<b>25,219.24</b>	<b>19,855.64</b>
<b>Debtors as per Geographical Locations</b>		
Within India	3,689.07	2,875.40
Outside India	379.34	36.67
	<b>4,068.41</b>	<b>2,912.07</b>

**Property, Plant and Equipment as per Geographical Locations:-**

The Company has common fixed assets for producing goods for domestic as well as overseas market. Hence, segment-wise information for Property, Plant and Equipment/ additions to Property, Plant and Equipment cannot be furnished."

**Revenue of Customers whose revenue is more than 10% of total revenue.**

Particulars	As at March 31, 2023	As at March 31, 2022
Huhtamaki India Limited	2,124.67	2,578.20
NourishCo Beverages Limited	5,375.65	2,708.37
	<b>7,500.32</b>	<b>5,286.57</b>

**Note: 49 Other Statutory Information**

- (i) The Company does not have any Benami property, where any proceeding has been initiated or pending against the Company for holding any Benami property.
- (ii) The Company does not have any transactions with companies struck off u/s 248 of Companies Act, 2013.
- (iii) The Company does not have any charges or satisfaction which is yet to be registered with ROC beyond the statutory period.
- (iv) The Company have not traded or invested in Crypto currency or Virtual Currency during the financial year.
- (v) The Company have not advanced or loaned or invested funds to any other person(s) or entity(ies), including foreign entities (Intermediaries) with the understanding that the Intermediary shall:
  - (a) 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
  - (b) provide any guarantee, security or the like to or on behalf of the Ultimate Beneficiaries
- (vi) The Company have 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:
  - (a) 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
  - (b) provide any guarantee, security or the like on behalf of the Ultimate Beneficiaries,
- (vii) The Company have not any such transaction which is not recorded in the books of accounts that has been surrendered or disclosed as income during the year in the tax assessments under the Income Tax Act, 1961 (such as, search or survey or any other relevant provisions of the Income Tax Act, 1961
- (viii) The Company has used the borrowings from banks for the purpose for which it was obtained.
- (ix) The Company has not been declared wilful defaulter by any bank or financial institution or government or any government authority.
- (x) The Company has complied with no of layers under clause 87 of section 2 of the Companies Act, 2013 read with Companies (Restriction on Number of Layers), Rules, 2017 .

## RAJSHREE POLYPACK LIMITED

## NOTES TO STANDALONE FINANCIAL STATEMENTS FOR THE YEAR ENDED MARCH 31, 2023

(₹ in Lakhs)

- (xi) The Company has obtained secured working capital loans from banks on basis of security of current assets, wherein the quarterly returns as filed with bank are in agreement with the books of accounts except as follows:

Quarter	Name of bank	Particulars	Amount as per books of account (₹ in lakhs)	Amount as reported in the quarterly return/ statement (₹ in lakhs)	Amount of difference (₹ in lakhs)	Whether return/ statement subsequently rectified	
Jun-22	HDFC Bank & CITI Bank & SVC Co-operative Bank Ltd.	Inventory	4,793.42	4,757.70	35.72	No	
Jun-22		Trade Receivables	4,451.83	4,637.42	(185.59)	No	
Jun-22		Trade Payables	2,232.79	2,168.25	64.54	No	
Sep-22		Inventory	5,145.78	5,080.47	65.31	No	
Sep-22		Trade Receivables	4,409.65	4,556.36	(146.71)	No	
Sep-22		Trade Payables	2,054.92	2,022.26	32.66	No	
Dec-22		Inventory	5,803.88	5,716.12	87.76	No	
Dec-22		Trade Receivables	3,371.61	3,524.82	(153.21)	Yes	
Dec-22		Trade Payables	1,666.12	1,622.56	43.56	No	
Mar-23		Inventory	6,626.41	6,152.74	473.67	No	
Mar-23		Trade Receivables	4,342.53	4,989.82	(647.29)	No	
Mar-23		Trade Payables	2,118.20	2,088.84	29.36	No	
Jun-21		HDFC Bank & SVC Co-operative Bank Ltd.	Inventory	2,605.65	2,191.76	413.89	No
Jun-21			Trade Receivables	3,062.27	3,349.10	(286.83)	No
Jun-21			Trade Payables	1,179.26	531.68	647.58	No
Sep-21	Inventory		3,121.13	2,846.30	274.83	No	
Sep-21	Trade Receivables		2,771.59	2,694.14	77.45	No	
Sep-21	Trade Payables		1,379.48	523.13	856.35	No	
Dec-21	Inventory		3,865.11	3,709.28	155.83	No	
Dec-21	Trade Receivables		3,144.16	3,419.18	(275.02)	No	
Dec-21	Trade Payables		1,348.36	989.51	358.85	No	
Mar-22	Inventory		4,275.36	4,255.08	20.28	No	
Mar-22	Trade Receivables		3,089.55	3,388.61	(299.06)	No	
Mar-22	Trade Payables		1,626.59	1,207.11	419.48	No	

- The Quarterly statements were prepared and filed before the completion of all financial statement closure activities including IND AS related adjustment/reclassification, as applicable, which led to certain differences between the final books of accounts and the quarterly statements which were based on provisional books of accounts. Further there are certain items which are included/excluded erroneously/inadvertently in quarterly statements filed with the bank.

**Note: 50** The Code on Social Security, 2020 ('Code') relating to employee benefits during employment and post-employment benefits received Presidential assent in September 2020. The Code has been published in the Gazette of India. However, the date on which the Code will come into effect has not been notified and the final rules/ interpretation have not yet been issued. The Company will assess the impact of the Code when it comes into effect and will record any related impact in the period the Code becomes effective.

## RAJSHREE POLYPACK LIMITED

## NOTES TO STANDALONE FINANCIAL STATEMENTS FOR THE YEAR ENDED MARCH 31, 2023

(₹ in Lakhs)

## Note: 51 Disclosures of Corporate Social Responsibility (CSR) expenditure

## (a) CSR disclosures

Particulars	Year ended March 31, 2023	Year ended March 31, 2022
(i) Amount required to be spent by Company during the year	23.96	24.15
(ii) Amount of expenditure incurred during the year	-	-
(a) Construction/ acquisition of any asset	-	-
(b) On purpose other than (a) above	24.75	25.01
(iii) Shortfall at the end of year	-	-
(iv) Total of Previous years shortfall	28.04	31.34
(v) Reason for Shortfall	-	-
(vi) Related party transaction as per Ind AS 24 in relation to CSR expenditure	-	-
(vii) Where provision is made with respect to a liability incurred by entering into a contractual obligation, the movement in the provision during the period/ year	-	-
(viii) Nature of CSR activities :		
(a) Promoting Healthcare, education etc.		

## (b) CSR expenditure movement

Particulars	Year ended March 31, 2023	Year ended March 31, 2022
Opening	-	3.30
In case of section 135(5) unspent amount		
- Amount deposited in specified Fund of Schedule VII within 6 months	-	3.30
- Amount required to be spent during the year	23.96	24.15
- Amount spent during the year	24.75	25.01
- Amount Shortfall	-	-
Amount Carried Forward	(0.79)	(0.86)
Less: Amount not allowed to be carried forward	0.79	0.86
<b>Closing balance</b>	-	-

## Note: 52 Financial Ratios

Financial ratios	Methodology	As at March 31, 2023	As at March 31, 2022
(a) Current ratio	Current Assets divided by Current Liabilities	1.29	1.61
(b) Debt Equity Ratio	Debt over total shareholders' equity	0.57	0.33
(c) Debt Service coverage ratio	Earnings available for debt services divided by Total interest and principal repayments	3.78	3.78
(d) Return on Equity (%)	PAT over total equity	8.41%	8.25%
(e) Inventory Turnover ratio	Cost of Material Consumed over average Inventory	2.86	4.10
(f) Trade receivable Turnover ratio	Revenue from operations over average trade receivables	7.23	7.16
(g) Trade payable Turnover ratio	Credit Purchases over average trade payables	9.58	10.23
(h) Net capital turnover ratio	Revenue from operations over working capital	8.99	6.54
(i) Net profit (%)	Net profit over revenue	4.34%	4.81%
(j) EBITDA	EBITDA over revenue	14.07%	13.59%
(k) Return on capital employed	EBIT over Capital employed	12.94%	11.17%

## RAJSHREE POLYPACK LIMITED

## NOTES TO STANDALONE FINANCIAL STATEMENTS FOR THE YEAR ENDED MARCH 31, 2023

(₹ in Lakhs)

Financial ratios	Methodology	% change from March 31, 2022 to March 31, 2023	% change from 31 March 2021 to 31 March 2022
(a) Current ratio	Current Assets divided by Current Liabilities	-20.06%	13.08%
(b) Debt Equity Ratio	Debt over total shareholders' equity	71.15%	112.71%
(c) Debt Service coverage ratio	Earnings available for debt services divided by Total interest and principal repayments	-0.18%	15.19%
(d) Return on Equity (%)	PAT over total equity	1.86%	-0.28%
(e) Inventory Turnover ratio	Cost of Material Consumed over average Inventory	-30.29%	-11.44%
(f) Trade receivable Turnover ratio	Revenue from operations over average trade receivables	0.88%	35.39%
(g) Trade payable Turnover ratio	Credit Purchases over average trade payables	-6.42%	37.73%
(h) Net capital turnover ratio	Revenue from operations over working capital	37.32%	17.17%
(i) Net profit (%)	Net profit over revenue	-9.73%	-31.17%
(j) EBITDA	EBITDA over revenue	3.52%	-17.31%
(k) Return on capital employed	EBIT over Capital employed	15.84%	-1.85%

Reason for change more than 25%	% change from 31 March 2022 to 31 March 2023	% change from 31 March 2021 to 31 March 2022
(a) Current ratio	NA	NA
(b) Debt Equity Ratio	Increase in Borrowings for Capex and Working capital requirement.	Increase in Borrowings for Capex and Working capital requirement.
(c) Debt Service coverage ratio	NA	NA
(d) Return on Equity (%)	NA	NA
(e) Inventory Turnover ratio	Reduction in Inventory holding period	NA
(f) Trade receivable Turnover ratio	NA	Better collection from Debtors
(g) Trade payable Turnover ratio	NA	Increase due to payment of accumulated vendor balances.
(h) Net capital turnover ratio	Improvement in working capital cycle.	NA
(i) Net profit (%)	NA	Decrease due to increase in prices of Raw Material.
(j) EBITDA	NA	NA
(k) Return on capital employed	NA	NA

**Notes:-**

EBIT - Earnings before interest and taxes.

EBITDA - Earnings before interest, taxes, depreciation and amortization.

PAT - Profit after taxes

The above ratios have been computed on the basis of the Financial Information.

## RAJSHREE POLYPACK LIMITED

### NOTES TO STANDALONE FINANCIAL STATEMENTS FOR THE YEAR ENDED MARCH 31, 2023

(₹ in Lakhs)

#### Note: 53 Financial instruments - Accounting classifications & fair value measurement

##### (a) Financial asset and liabilities (Non-current and Current)

Sr. No.	Particulars	March 31, 2023		March 31, 2022	
		Amortized Cost	Fair value through profit and loss	Amortized Cost	Fair value through profit and loss
<b>A</b>	<b>Financial assets</b>				
(i)	Investments - Non-current	-	220.67	-	18.41
(ii)	Loans - Non-current	731.11	-	-	-
(iii)	Other financial asset - non-current	138.43	-	137.07	-
(iv)	Trade receivables (net)	4,068.41	-	2,912.07	-
(v)	Cash and cash equivalents	868.31	-	91.88	-
(vi)	Other bank balances	17.92	-	40.48	-
(vii)	Loans - current	29.33	-	14.66	-
(viii)	Other financial asset - current	21.23	-	15.58	-
	<b>Total financial assets</b>	<b>5,874.74</b>	<b>220.67</b>	<b>3,211.74</b>	<b>18.41</b>
<b>B</b>	<b>Financial liabilities</b>				
(i)	Borrowings - Non-current	2,026.24	-	1,246.53	-
(ii)	Lease Liabilities - Non-current	1,163.03	-	1,087.86	-
(iii)	Other financial liabilities - non-current	4.72	-	4.37	-
(iv)	Borrowings - Current	5,367.86	-	2,591.57	-
(v)	Lease Liabilities - current	256.18	-	94.54	-
(vi)	Trade payables	2,118.20	-	1,626.59	-
(vii)	Other financial liabilities - current	148.34	-	138.16	-
	<b>Total financial liabilities</b>	<b>11,084.57</b>	<b>-</b>	<b>6,789.62</b>	<b>-</b>

#### Note:

\* (i) 'Investments - Non-current - is classified in Level 1 of Fair Value Hierarchy

##### (b) Fair valuation techniques

The Company maintains policies and procedures to value financial assets or financial liabilities using the best and most relevant data available. The fair values of the financial assets and liabilities are included at the amount that would be received to sell an asset or paid to transfer a liability in an orderly transaction between market participants at the measurement date.

The management assessed that fair value of Trade receivables (net), Cash and cash equivalents, Other bank balances, Loans - current, Other financial asset - current, Borrowings - Current, Trade payables and Other financial liabilities - current approximate their carrying amounts largely due to the short-term maturities of these instruments.

The amortized cost using effective interest rate (EIR) of non-current financial assets consisting of security deposits are not significantly different from the carrying amount. The impact of fair value on non-current borrowing, non-current security deposits and non-current term deposits is not material and therefore not considered for above disclosure.

##### (c) Fair value hierarchy

Financial assets and financial liabilities are measured at fair value in the financial statement and are grouped into three levels of a fair value hierarchy. The three Levels are defined based on the observability of significant inputs to the measurement, as follows:

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

Level 2 : Other techniques for which all inputs which have a significant effect on the recorded fair value are observable, either directly or indirectly.

Level 3 : Techniques which use inputs that have a significant effect on the recorded fair value that are not based on observable market data.

## RAJSHREE POLYPACK LIMITED

### NOTES TO STANDALONE FINANCIAL STATEMENTS FOR THE YEAR ENDED MARCH 31, 2023

(₹ in Lakhs)

#### Note: 54 Risk management framework

The Company's financial risk management is an integral part of how to plan and execute its business strategies. The Company's financial risk management policy is set by the Board. The Company is exposed to various financial risks. These risks are categorised into market risk, credit risk and liquidity risk.

The Company has exposure to the following risks arising from financial instruments:

- Credit risk;
- Liquidity risk;
- Market risk

#### (a) Credit risk :

Credit risk is the risk that counterparty will not meet its obligations under a financial instrument or customer contract, leading to a financial loss. The Company is exposed to credit risk from its operating activities (primarily trade receivables) and from its financing activities, including deposits with banks and other financial instruments.

##### Trade receivable

Customer credit risk is managed by the business unit subject to the Company's established policy, procedures and control relating to customer credit risk management. To manage trade receivable, the Company periodically assesses the financial reliability of customers, taking into account the financial conditions, economic trends, analysis of historical bad debts and aging of such receivables. For receivables, as a practical expedient, the Company computes expected credit loss allowance based on a provision matrix. The provision matrix is prepared based on historically observed default rates over the expected life of trade receivables and is adjusted for forward-looking estimates.

The maximum exposure to credit risk at the reporting date is the carrying value of each class of financial assets disclosed in Note 51. The Company does not hold collateral as security.

##### Financial instruments and cash deposits

Credit risk from balances with banks and financial institutions is managed by the management in accordance with the Company's policy. Counterparty credit limits are reviewed by the management on an annual basis, and may be updated throughout the year / period. The limits are set to minimise the concentration of risks and therefore mitigate financial loss through counterparty's potential failure to make payments.

#### (b) Liquidity risk :

Liquidity risk is the risk that the Company will encounter difficulty in meeting the obligations associated with its financial liabilities that are settled by delivering cash or another financial asset. The Company's approach to managing liquidity is to ensure, as far as possible, that it will have sufficient liquidity to meet its liabilities when they are due, under both normal and stressed conditions, without incurring unacceptable losses or risking damage to Company's reputation.

Management monitors rolling forecasts of the Company's liquidity position and cash and cash equivalents on the basis of expected cash flows to ensure it has sufficient cash to meet operational needs. Such forecasting takes into consideration the Company's debt financing plans, covenant compliance and compliance with internal statement of financial position ratio targets.

#### (i) Maturities of financial liabilities:

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

Particulars	Less than 1 year	1 to 5 year	Above 5 years	Total
<b>As at March 31, 2023</b>				
Borrowings	5,367.86	1,810.89	215.35	7,394.10
Other financial liabilities	153.06	-	-	153.06
Trade payables	2,118.20	-	-	2,118.20
Lease liabilities	256.18	601.88	561.15	1,419.21
<b>As at March 31, 2022</b>				
Borrowings	2,591.57	906.58	339.85	3,838.00
Other financial liabilities	142.53	-	-	142.53
Trade payables	1,626.58	-	-	1,626.58
Lease liabilities	94.54	304.48	783.39	1,182.41

## RAJSHREE POLYPACK LIMITED

## NOTES TO STANDALONE FINANCIAL STATEMENTS FOR THE YEAR ENDED MARCH 31, 2023

(₹ in Lakhs)

## (c) Market risk

Market risk is the risk that changes in market prices – such as foreign exchange rates, interest rates and equity prices – will affect the Company's income or the value of its holdings of financial instruments. Market risk is attributable to all market risk sensitive financial instruments including foreign currency receivables and payables and long term debt. The Company is exposed to market risk primarily related to foreign exchange rate risk, interest rate risk and the market value of certain commodities. Thus, its exposure to market risk is a function of investing and borrowing activities and revenue generating and operating activities. The objective of market risk management is to avoid excessive exposure in revenues and costs.

## (i) Interest Rate Risk

Interest rate risk can be either fair value interest rate risk or cash flow interest rate risk. Fair value interest rate risk is the risk of changes in fair values of fixed interest bearing investments because of fluctuations in the interest rates. Cash flow interest rate risk is the risk that the future cash flows of floating interest bearing investments will fluctuate because of fluctuations in the interest rates..

## Exposure to interest rate risk

Particulars	As at March 31, 2023	As at March 31, 2022
Fixed rate instruments		
- Borrowings	62.23	367.42
Floating rate instruments		
- Borrowings	2,438.27	1,066.09
<b>Total</b>	<b>2,500.50</b>	<b>1,433.51</b>

## Fair value sensitivity analysis for fixed-rate instruments

The Company does not account for any fixed-rate financial assets or financial liabilities at fair value through profit or loss. Therefore, a change in interest rates at the reporting date would not affect profit or loss.

## Fair value sensitivity analysis for floating-rate instruments

The following table demonstrates the sensitivity to a reasonably possible change in interest rates on that portion of loans and borrowings affected. With all other variables held constant, the Group's profit before tax is affected through the impact on floating rate borrowings, is as follows:

Effect	Increase/ (decrease) in basis points	Effect on profit before tax	
		As at March 31, 2023	As at March 31, 2022
INR - Increase	25.00	6.10	2.67
INR - Decrease	(25.00)	(6.10)	(2.67)

## (ii) Foreign currency exposure

The Company undertakes transactions denominated in foreign currencies; consequently, exposures to exchange rate fluctuations will arise.

The carrying amounts of the company's foreign currency denominated monetary assets and monetary liabilities at the end of the reporting period are as follows:

Particulars	Currency	As at March 31, 2023		As at March 31, 2022	
		In foreign currency	In INR	In foreign currency	In INR
Trade payable	USD	4.55	373.76	0.70	52.93
	EURO	0.24	21.19	0.23	19.43
	CHF	-	-	0.01	0.63
Trade receivable	USD	4.53	372.80	0.47	35.82
	EURO	0.11	9.57	-	-

## RAJSHREE POLYPACK LIMITED

## NOTES TO STANDALONE FINANCIAL STATEMENTS FOR THE YEAR ENDED MARCH 31, 2023

(₹ in Lakhs)

**Foreign currency sensitivity analysis:**

The following details demonstrate the Company's sensitivity to a 1% increase and decrease in the INR against the relevant foreign currencies. The sensitivity analysis includes only outstanding foreign currency denominated monetary items as tabulated above and adjusts their translation at the period end for a 1% change in foreign currency rates. A positive number below indicates an increase in profit or equity and vice-versa.

Impact on profit or loss	Currency	As at March 31, 2023	As at March 31, 2022
<b>INR strengthens by 1%</b>			
Trade payable	USD	3.74	0.53
	EURO	0.21	0.19
	CHF	-	0.01
Trade receivable	USD	3.73	0.36
<b>INR Weakens by 1%</b>			
Trade payable	USD	(3.74)	(0.53)
	EURO	(0.21)	(0.19)
	CHF	-	(0.01)
Trade receivable	USD	(3.73)	(0.36)

**Note: 55 Capital risk management**

The Company manages its capital to ensure that it will be able to continue as a going concern so, that they can continue to provide returns for shareholders and benefits for other stakeholders and maintain an optimal capital structure to reduce cost of capital. The Company manages its capital structure and make adjustments to, in light of changes in economic conditions, and the risk characteristics of underlying assets. In order to achieve this overall objective, the Company's capital management, amongst other things, aims to ensure that it meets financial covenants attached to the borrowings that define the capital structure requirements.

Consistent with others in the industry, the Company monitors capital on the basis of the gearing ratio. The ratio is calculated as net debt divided by equity. Net debt is calculated as total borrowing (including current and non-current terms loans less cash and bank balances as shown in the balance sheet).

The Company monitors capital using 'Total Debt' to 'Equity'. The Company's Total Debt to Equity are as follows:

Particulars	As at March 31, 2023	As at March 31, 2022
Total debt*	7,394.10	3,838.10
less: cash and cash equivalent	868.31	91.88
less: other bank balances	17.92	40.48
<b>Net debt / (Net Cash)</b>	<b>6,507.87</b>	<b>3,705.74</b>
Total capital (total equity shareholder's fund)	13,028.81	11,574.88
<b>Net debt to equity ratio</b>	<b>0.50</b>	<b>0.32</b>

\* Total debt = Non-current borrowings + current borrowings

**M S K A & Associates**  
Chartered Accountants  
Firm Registration No.: 105047W

**Siddharth Iyer**  
Partner  
Membership No. 116084

Place: Daman  
Date : May 15, 2023

**For and on behalf of the Board of Directors**  
Rajshree Polypack Limited  
CIN : L25209MH2011PLC223089

**Ramswaroop Thard**  
Chairman & MD  
DIN : 02835505

**Mitali Shah**  
Company Secretary &  
Compliance Officer

Place: Daman  
Date : May 15, 2023

**Naresh Thard**  
Jt. Managing Director  
DIN : 03581790

**Sunil Sharma**  
Chief Financial Officer

## RAJSHREE POLYPACK LIMITED

### INDEPENDENT AUDITOR'S REPORT

#### To the Members of Rajshree Polypack Limited

#### Report on the Audit of the Consolidated Financial Statements

#### Opinion

We have audited the accompanying consolidated financial statements of Rajshree Polypack Limited (hereinafter referred to as the "Holding Company") and its jointly controlled entity, (Holding Company and its jointly controlled together referred to as "the Group"), which comprise the Consolidated Balance Sheet as at March 31, 2023, and the Consolidated Statement of Profit and Loss (including Other Comprehensive Income), the Consolidated Statement of Changes in Equity and the Consolidated Statement of Cash Flows for the year then ended, and notes to the Consolidated Financial Statements, including a summary of significant accounting policies and other explanatory information (hereinafter referred to as "the consolidated financial statements").

In our opinion and to the best of our information and according to the explanations given to us, and based on consideration of reports of other auditors on separate financial statements of the jointly controlled entity, 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 Indian Accounting Standards prescribed under section 133 of the Act read with Companies (Indian Accounting Standards) Rules, 2015 ("Ind AS") and other accounting principles generally accepted in India, of their

consolidated state of affairs of the Group and its jointly controlled entities as at March 31, 2023, of consolidated profit and other comprehensive income, consolidated changes in equity and its consolidated cash flows for the year then ended.

#### Basis for Opinion

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

#### Key Audit Matters

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

#### Key Audit Matters

Sr. No	Key Audit Matter	How the Key Audit Matter was addressed in our audit
1.	<p>Revenue Recognition</p> <p>Refer Note 2 of consolidated financial statements with respect to the accounting policies followed by the Company for recognizing revenue from sale of goods.</p> <p>The Company recognised revenues amounting to ₹25,219.24 lakhs for the year ended March 31, 2023, as disclosed in Note 32 to the financial statements.</p> <p>Revenue from the sale of goods are recognized when control of the goods has been transferred to the customers and when the unfulfilled obligations are not pending towards the customer. Depending on the contractual terms with the customers, this can be either at the time of dispatch or delivery of goods.</p> <p>Due to the varying terms and conditions with different customers, there can be significant management judgement involved in determining the timing of revenue recognition, based on transfer of control. Further, considering that revenue is a significant area and Key performance Indicators for Management as well as shareholders, such judgement can have significant impact on the financial statements.</p>	<p>Our audit procedures in respect of this area, among others, included the following:</p> <ul style="list-style-type: none"> <li>- Evaluated the Company's accounting policies pertaining to revenue recognition for sale of goods and assessed compliance with the policies in terms of Ind AS 115- Revenue from contracts with customers.</li> <li>- Understood the process to evaluate recognition of revenue on transfer of control of the goods to the customers.</li> <li>- Evaluated the design of key controls and operating effectiveness of the relevant key controls with respect to revenue recognition on test check basis.</li> <li>- Performed test of detail on a samples of sale of good transactions selected on a test check basis, by verifying the underlying documents and audit evidence.</li> <li>- Performed analytical procedures on sale of goods recognised during the year to identify and enquire into any unusual variances.</li> <li>- Selected samples on test check basis, to test sale of goods transactions recorded before and after the financial year end date to determine whether the sale has been recognised in the appropriate financial year.</li> <li>- Selected samples on test check of discounts and credit notes to identify unusual items.</li> <li>- Examined journal entries (using statistical sampling) posted to revenue to identify unusual or irregular items.</li> <li>- Tested the adequacy and appropriateness of the disclosures made in the financial statements, is as prescribed in Indian Accounting Standards and applicable financial reporting framework.</li> </ul>

## RAJSHREE POLYPACK LIMITED

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

The Holding Company's Board of Directors is responsible for the other information. The other information comprises the Director's report but does not include the consolidated financial statements and our auditor's report thereon.

Our opinion on the consolidated 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 consolidated financial statements, our responsibility is to read the other information 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. If, based on the work we have performed, we conclude that there is a material misstatement of this other information, we are required to report that fact. We have nothing to report in this regard.

### Responsibilities of Management and Those Charged with Governance for the Consolidated Financial Statements

The Holding Company's Board of Directors is responsible for the preparation and presentation of these consolidated financial statements in term of the requirements of the Act that give a true and fair view of the consolidated financial position, consolidated financial performance, consolidated changes in equity and consolidated cash flows of the Group including its Jointly controlled entity in accordance with the accounting principles generally accepted in India, including the Accounting Standards specified under section 133 of the Act. The respective Board of Directors of the companies included in the Group and jointly controlled entity 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 accuracy and completeness of the accounting records, relevant to the preparation and presentation of the consolidated 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.

In preparing the consolidated financial statements, the respective Management of the companies included in the Group and of its jointly controlled entity are responsible for assessing the ability of the Group and of its associates and jointly controlled entity to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of

accounting unless the Management either intends to liquidate the Group or to cease operations, or has no realistic alternative but to do so.

The respective Board of Directors of the companies included in the Group and its jointly controlled entity are responsible for overseeing the financial reporting process of the Group and its jointly controlled entity.

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

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 Standards on Auditing ("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.

We give in "Annexure A" a detailed description of Auditor's responsibilities for Audit of the Consolidated Financial Statements.

### Other Matters

- a. The consolidated financial statements include Company's share of net loss of ₹4.58 lakhs for the year ended March 31, 2023 as considered in the consolidated financial statements, in respect of one jointly controlled entity, whose financial statements have not been audited by us. These financial statements have been audited by other auditors whose reports have been furnished to us by the Management and our opinion on the consolidated financial statements, in so far as it relates to the amounts and disclosures included in respect of this jointly controlled entity, and our report in terms of sub-section (3) of Section 143 of the Act, in so far as it relates to the aforesaid jointly controlled entity, is based solely on the reports of the other auditors.

Our opinion 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 and the financial statements certified by the Management.

### Report on Other Legal and Regulatory Requirements

1. As required by Section 143(3) of the Act, we report, to the extent applicable, 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.

## RAJSHREE POLYPACK LIMITED

- b. In our opinion, proper books of account 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 Statement of Changes in Equity and the Consolidated Statement of Cash Flow 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 Accounting Standards specified under Section 133 of the Act.
- e. On the basis of the written representations received from the directors of the Holding Company as on March 31, 2023 taken on record by the Board of Directors of the Holding Company and the reports of the statutory auditors of jointly controlled entity incorporated in India, none of the directors of the Group companies and its jointly controlled entities incorporated in India are disqualified as on March 31, 2023 from being appointed as a director in terms of Section 164 (2) of the Act.
- f. With respect to the adequacy of internal financial controls with reference to consolidated financial statements of the Group and its jointly controlled entities incorporated in India 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 Rule 11 of the Companies (Audit and Auditor's) 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 and its jointly controlled entity– Refer Note 41 to the consolidated financial statements.
  - ii. The Group, its associates and jointly controlled entities 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 jointly controlled entities incorporated in India.
- iv. The respective Managements of the Holding Company and its joint venture which are companies incorporated in India whose financial statements have been audited under the Act have represented to us and the other auditors of such subsidiaries, associates and joint ventures respectively that, to the best of their knowledge and belief as disclosed in note 49(v) to the consolidated financial statements, no funds have been advanced or loaned or invested (either from borrowed funds or share premium or any other sources or kind of funds) by the Holding Company or any of such subsidiaries, associates and joint ventures to or in any other person(s) or entity(ies), including foreign entities with the understanding, whether recorded in writing or otherwise, as on the date of this audit report, that such parties shall, directly or indirectly lend or invest in other persons or entities identified in any manner whatsoever by or on behalf of the Holding Company or any of such subsidiaries, associates and joint ventures ("Ultimate Beneficiaries") or provide any guarantee, security or the like on behalf of the Ultimate Beneficiaries.
- v. The respective Managements of the Holding Company and its joint ventures which are companies incorporated in India whose financial statements have been audited under the Act have represented to us and the other auditors of such subsidiaries, associates and joint ventures respectively that, to the best of their knowledge and belief as disclosed in note 49(vi) to the consolidated financial statements, no funds have been received by the Holding Company or any of such subsidiaries, associates and joint ventures from any person(s) or entity(ies), including foreign entities with the understanding, whether recorded in writing or otherwise, as on the date of this audit report, that the Holding Company or any of such subsidiaries, associates and joint ventures shall, directly or indirectly, lend or invest in other persons or entities identified in any manner whatsoever by or on behalf of the Funding Party ("Ultimate Beneficiaries") or provide any guarantee, security or the like on behalf of the Ultimate Beneficiaries.
- vi. Based on the audit procedures that have been considered reasonable and appropriate in the circumstances performed by us and that performed by the auditors of the joint ventures which are companies incorporated in India whose

**RAJSHREE POLYPACK LIMITED**

financial statements have been audited under the Act, and according to the information and explanations provided to us by the Management of the Holding company in this regard nothing has come to our or other auditors' notice that has caused us or the other auditors to believe that the representations under sub-clause (i) and (ii) of Rule 11(e) as provided under (iv) and (v) above, contain any material mis-statement.

vii. As proviso to rule 3(1) of the Companies (Accounts) Rules, 2014 is applicable for the Holding Company, and its subsidiary companies, associate companies and jointly controlled entities incorporated in India only w.e.f. April 1, 2023, reporting under this clause is not applicable.

viii. The final dividend paid by the Company during the year in respect of the same declared for the previous year is in accordance with section 123 of the Companies Act 2013 to the extent it applies to payment of dividend.

2. In our opinion, according to information, explanations given to us, the remuneration paid by the Holding Company, to its directors is within the limits laid prescribed under Section

197 of the Act and the rules thereunder except in case of one jointly controlled entity, as provisions of the aforesaid section is not applicable to private company.

3. According to the information and explanations given to us and based on the CARO reports issued by us for the Holding Company and on consideration of CARO reports issued by the auditors of jointly controlled entity included in the consolidated financial statements of the Group to which reporting under CARO is applicable, we report that there are no Qualifications/adverse remarks.

**For M S K A & Associates  
Chartered Accountants**

ICAI Firm Registration No. 105047W

**Sd/-**

**Siddharth Iyer**

Partner

Membership No. 116084

**UDIN: 23116084BGYOND5649**

**Place: Daman**

**Date: May 15, 2023**

## RAJSHREE POLYPACK LIMITED

### ANNEXURE A TO THE INDEPENDENT AUDITOR'S REPORT ON EVEN DATE ON THE CONSOLIDATED FINANCIAL STATEMENTS OF RAJSHREE POLYPACK LIMITED

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

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

- Identify and assess the risks of material misstatement of the 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.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances. Under section 143(3)(i) of the Act, we are also responsible for expressing our opinion on whether the company has adequate internal financial controls with reference to consolidated financial statements in place and the operating effectiveness of such controls.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by management.
- Conclude on the appropriateness of management's use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the ability of the Group and its jointly controlled entity 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 and its jointly controlled entity 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 and its jointly controlled entity 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.

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

**For M S K A & Associates**  
**Chartered Accountants**  
 ICAI Firm Registration No. 105047W

**Siddharth Iyer**  
 Partner  
 Membership No. 116084  
**UDIN: 23116084BGYOND5649**

**Place: Daman**  
**Date: May 15, 2023**

## RAJSHREE POLYPACK LIMITED

### ANNEXURE B TO THE INDEPENDENT AUDITOR'S REPORT OF EVEN DATE ON THE CONSOLIDATED FINANCIAL STATEMENTS OF RAJSHREE POLYPACK LIMITED

[Referred to in paragraph B under 'Report on Other Legal and Regulatory Requirements' in the Independent Auditors' Report of even date to the Members of Rajshree Polypack Limited on the consolidated Financial Statements for the year ended March 31, 2023]

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

##### Opinion

In conjunction with our audit of the consolidated financial statements of the Company as of and for the year ended March 31, 2023, we have audited the internal financial controls reference to consolidated financial statements of Rajshree Polypack Limited (hereinafter referred to as "the Holding Company") and its jointly controlled entity (the Holding Company and its jointly together referred to as "the Group") which are companies incorporated in India, as of that date. Reporting under clause (i) of sub section 3 of Section 143 of the Act in respect of the adequacy of the internal financial controls with reference to financial statements is not applicable to one jointly controlled entities incorporated in India namely Olive Ecopack Private Limited, pursuant to MCA notification GSR 583(E) dated 13 June 2017.

In our opinion, and to the best of our information and according to the explanations given to us, the Holding Company and its jointly controlled entity, which are companies incorporated in India, have, in all material respects, an adequate internal financial controls with reference to consolidated financial statements and such internal financial controls with reference to consolidated financial statements were operating effectively as at March 31, 2023, based on the internal financial controls with reference to consolidated financial statements 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 issued by the Institute of Chartered Accountants of India ("the ICAI").

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

The respective Board of Directors of the Holding company and its jointly controlled company, which are companies incorporated in India, are responsible for establishing and maintaining internal financial controls based on the internal control with reference to consolidated financial statements criteria established by the respective companies considering the

essential components of internal control stated in the Guidance Note. 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.

#### Auditor's Responsibility

Our responsibility is to express an opinion on the internal financial controls with reference to consolidated financial statements of the Holding company and jointly controlled companies, which are company incorporated in India, based on our audit. We conducted our audit in accordance with the Guidance Note on Audit of Internal Financial Controls Over Financial Reporting (the "Guidance Note") issued by the ICAI and the Standards on Auditing prescribed under section 143(10) of the Act, to the extent applicable to an audit of internal financial controls. Those Standards and the Guidance Note require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether adequate internal financial controls with reference to consolidated financial statements was established and maintained and if such controls operated effectively in all material respects.

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

We believe that the audit evidence we have obtained and the audit evidence obtained by the other auditors in terms of their reports referred to in the Other Matter paragraph below, is sufficient and appropriate to provide a basis for our audit opinion on the internal financial controls with reference to consolidated financial statements of the Holding Company and its jointly controlled companies, which are companies incorporated in India.

#### Meaning of Internal Financial Controls With Reference to

## RAJSHREE POLYPACK LIMITED

### Consolidated Financial Statements

A company's internal financial control with reference to consolidated financial statements is a process designed to provide reasonable assurance regarding the reliability of financial reporting and the preparation of consolidated financial statements for external purposes in accordance with generally accepted accounting principles. A company's internal financial control with reference to consolidated financial statements includes those policies and procedures that (1) pertain to the maintenance of records that, in reasonable detail, accurately and fairly reflect the transactions and dispositions of the assets of the company; (2) provide reasonable assurance that transactions are recorded as necessary to permit preparation of consolidated financial statements in accordance with generally accepted accounting principles, and that receipts and expenditures of the company are being made only in accordance with authorizations of management and directors of the company; and (3) provide reasonable assurance regarding prevention or timely detection of unauthorized acquisition, use, or disposition of the company's assets that could have a material effect on the consolidated financial statements.

### Inherent Limitations of Internal Financial Controls With Reference to Consolidated Financial Statements

Because of the inherent limitations of internal financial controls with reference to consolidated financial statements, including the possibility of collusion or improper management override of controls, material misstatements due to error or fraud may

occur and not be detected. Also, projections of any evaluation of the internal financial controls with reference to consolidated financial statements to future periods are subject to the risk that the internal financial control with reference to consolidated financial statements may become inadequate because of changes in conditions, or that the degree of compliance with the policies or procedures may deteriorate.

### Other Matter

Our aforesaid report under Section 143(3)(i) of the Act on the adequacy and operating effectiveness of the internal financial controls with reference to consolidated financial statements insofar as it relates to one jointly controlled entity, which are companies incorporated in India, is based on the corresponding reports of the auditors of such companies incorporated in India. Our opinion is not modified in respect of this matter.

**For M S K A & Associates  
Chartered Accountants**

ICAI Firm Registration No. 105047W  
Sd/-

**Siddharth Iyer**

Partner

Membership No. 116084

**UDIN: 23116084BGYOND5649**

**Place: Daman**

**Date: May 15, 2023**

## RAJSHREE POLYPACK LIMITED

## CONSOLIDATED BALANCE SHEET AS AT MARCH 31, 2023

(₹ in Lakhs)

Particulars	Note No.	As at March 31, 2023	As at March 31, 2022
<b>I. ASSETS</b>			
<b>(1) Non - Current Assets</b>			
(a) Property, Plant and Equipment	3	11,125.74	9,233.22
(b) Capital Work-in-Progress	4	-	173.31
(c) Right of Use assets	5	1,344.73	1,169.29
(d) Intangible assets	6	97.29	115.49
(e) Investments accounted using equity method	7A	178.50	-
(f) Financial assets		-	-
Investments	7B	20.27	18.41
Loans	8	731.11	-
Other Financial Assets	9	138.43	137.07
(g) Other Non Current Assets	10	204.06	399.60
<b>Total Non-Current Assets</b>		<b>13,840.13</b>	<b>11,246.39</b>
<b>(2) Current Assets</b>			
(a) Inventories	11	6,626.41	4,275.36
(b) Financial Assets			
Trade Receivables	12	4,068.41	2,912.07
Cash and Cash Equivalents	13	868.31	91.88
Other Bank Balances	14	17.92	40.48
Loans	15	29.33	14.66
Other Financial Asset	16	21.23	15.58
(c) Current Tax Assets (Net)	17	31.75	109.34
(d) Other Current Assets	18	791.08	510.41
<b>Total Current Assets</b>		<b>12,454.44</b>	<b>7,969.78</b>
<b>TOTAL ASSETS</b>		<b>26,294.57</b>	<b>19,216.17</b>
<b>II. EQUITY AND LIABILITIES</b>			
<b>(1) Equity</b>			
(a) Equity Share Capital	19	1,144.90	1,123.40
(b) Other Equity	20	11,862.01	10,451.48
<b>Total Equity</b>		<b>13,006.91</b>	<b>11,574.88</b>
<b>(2) LIABILITIES</b>			
<b>(a) Non - Current Liabilities</b>			
(i) Financial Liabilities			
Borrowings	21	2,026.24	1,246.53
Lease Liabilities	22	1,163.03	1,087.86
Other financial liabilities	23	4.72	4.37
(ii) Deferred tax liabilities (net)	24	446.01	367.23
<b>Total Non - Current Liabilities</b>		<b>3,640.00</b>	<b>2,705.99</b>
<b>(b) Current Liabilities</b>			
(i) Financial Liabilities			
Borrowings	25	5,367.86	2,591.57
Lease Liabilities	26	256.18	94.54
Trade Payables	27		
Due to Micro and Small Enterprises		600.33	313.71
Due to other		1,517.87	1,312.88
Other Financial liabilities	28	148.34	138.16
(ii) Other Current Liabilities	29	1,670.13	478.88
(iii) Current Tax Liabilities (Net)	30	73.19	-
(iv) Provisions	31	13.76	5.56
<b>Total Current Liabilities</b>		<b>9,647.66</b>	<b>4,935.30</b>
<b>Total Liabilities</b>		<b>13,287.66</b>	<b>7,641.29</b>
<b>TOTAL EQUITY AND LIABILITIES</b>		<b>26,294.57</b>	<b>19,216.17</b>

## Significant Accounting Policies and Notes Forming Part of the Consolidated Financial Statements 1-55

As per our report of even date attached  
For M S K A & Associates  
Chartered Accountants  
Firm Registration No.: 105047W

Siddharth Iyer  
Partner  
Membership No. 116084

Place: Daman  
Date : May 15, 2023

For and on behalf of the Board of Directors  
Rajshree Polypack Limited  
CIN : L25209MH2011PLC223089

Ramswaroop Thard  
Chairman & MD  
DIN : 02835505

Mitali Shah  
Company Secretary &  
Compliance Officer

Place: Daman  
Date : May 15, 2023

Naresh Thard  
Jt. Managing Director  
DIN : 03581790

Sunil Sharma  
Chief Financial Officer

## RAJSHREE POLYPACK LIMITED

## CONSOLIDATED STATEMENT OF PROFIT AND LOSS FOR THE YEAR ENDED MARCH 31, 2023

(₹ in Lakhs)

Particulars	Note No.	For the Year ended March 31, 2023	For the Year ended March 31, 2022
<b>I. INCOME</b>			
a. Revenue from Operations	32	25,219.24	19,855.64
b. Other Income	33	210.08	109.72
<b>TOTAL INCOME</b>		<b>25,429.32</b>	<b>19,965.36</b>
<b>II. EXPENSES</b>			
a. Cost of Materials Consumed	34	15,984.58	13,859.83
b. Purchases of Stock-In-Trade	35	381.17	298.87
c. Changes in Inventories of Finished Goods and Work-In-Progress and Stock-In-Trade	36	(784.91)	(1,289.91)
d. Employee Benefits Expenses	37	2,253.70	1,753.23
e. Finance Costs	38	700.95	310.10
f. Depreciation and Amortization Expenses		1,391.83	1,103.85
g. Other Expenses	39	4,063.41	2,644.36
<b>TOTAL EXPENSES</b>		<b>23,990.73</b>	<b>18,680.33</b>
<b>III. PROFIT BEFORE SHARE OF LOSS OF JOINT VENTURE &amp; TAX (I-II)</b>		<b>1,438.59</b>	<b>1,285.03</b>
IV. Share of loss of Joint Venture		(4.58)	-
<b>V. PROFIT BEFORE SHARE OF LOSS OF JOINT VENTURE &amp; TAX (I-II)</b>		<b>1,434.01</b>	<b>1,285.03</b>
<b>VI. TAX EXPENSES</b>			
a. Current tax	40	285.91	254.53
b. Deferred tax		78.77	68.02
c. Tax Expenses relating to Previous Year		3.36	5.34
<b>VII. Profit for the Year (V- VI)</b>		<b>1,065.97</b>	<b>957.14</b>
<b>VIII. OTHER COMPREHENSIVE INCOME</b>			
(A) Item that will not be reclassified to Profit & Loss			
- Remeasurement of Defined Benefit Plan		9.65	(2.72)
- Tax impact thereon		(2.43)	0.68
<b>VIII. Total Other Comprehensive (Income)/Loss</b>		<b>7.22</b>	<b>(2.04)</b>
<b>IX. Total Comprehensive Income for the Period (VII+VIII)</b>		<b>1,073.19</b>	<b>955.10</b>
<b>X. Earning per Equity share of ₹10 each</b>			
<b>Basic and Diluted (in ₹)</b>	44	9.44	8.50

## Significant Accounting Policies and Notes Forming Part of the Consolidated Financial Statements 1-55

As per our report of even date attached  
For M S K A & Associates  
Chartered Accountants  
Firm Registration No.: 105047W

Siddharth Iyer  
Partner  
Membership No. 116084

Place: Daman  
Date : May 15, 2023

For and on behalf of the Board of Directors  
Rajshree Polypack Limited  
CIN : L25209MH2011PLC223089

Ramswaroop Thard  
Chairman & MD  
DIN : 02835505

Mitali Shah  
Company Secretary &  
Compliance Officer

Place: Daman  
Date : May 15, 2023

Naresh Thard  
Jt. Managing Director  
DIN : 03581790

Sunil Sharma  
Chief Financial Officer

## RAJSHREE POLYPACK LIMITED

## STATEMENT OF CONSOLIDATED CASH FLOW FOR THE YEAR ENDED MARCH 31, 2023

(₹ in Lakhs)

Particulars	As at March 31, 2023	As at March 31, 2022
<b>CASH FLOWS FROM OPERATING ACTIVITIES:</b>		
<b>Profit before tax :</b>	1,434.01	1,285.03
<b>Adjustments for:</b>		
Depreciation and amortization expense	1,391.83	1,103.85
Finance costs	700.95	310.10
Provision for doubtful receivables	96.64	54.69
Loss on sale / Discard of Fixed Assets	1.12	-
Sundry Balances Written Off	11.62	-
Sundry Balances Written Back	(28.08)	(1.81)
Fair Value of Mutual Fund	(0.85)	(3.66)
Gain on Termination of Lease	(0.70)	-
Net foreign exchange differences	(9.27)	1.44
Employee Stock Option forming part of Employee benefit expenses	1.14	-
Interest Income	(25.78)	(49.90)
Share of Loss in Joint Venture (JV)	4.58	-
<b>Change in operating assets and liabilities:</b>		
(Increase) in trade receivables and other assets	(1,566.63)	(555.37)
(Increase) in inventories	(2,351.05)	(2,274.08)
Decrease in trade payable and other liabilities	1,859.59	461.94
<b>Cash generated from operations</b>	<b>1,519.12</b>	<b>332.23</b>
Less: Income taxes paid	(138.17)	(291.50)
<b>Net cash generated from operating activities</b>	<b>1,380.95</b>	<b>40.73</b>
<b>CASH FLOWS FROM INVESTING ACTIVITIES:</b>		
Payments for property, plant and equipment	(3,067.68)	(4,264.38)
Proceeds from sale of Fixed Assets	2.60	-
Payments for Purchase of Investments	(201.41)	(1.39)
Loan Given	(731.11)	-
Investment in Fixed Deposit	29.38	-
Proceeds from Fixed Deposit	-	2,301.04
Interest received	39.02	46.90
<b>Net cash used in investing activities</b>	<b>(3,929.20)</b>	<b>(1,917.83)</b>
<b>CASH FLOWS FROM FINANCING ACTIVITIES:</b>		
Proceeds from Short Term borrowings (net)	2,489.00	1,300.70
Proceeds from Long Term borrowings	1,291.56	1,251.45
Repayment of Long Term borrowings	(224.56)	(387.08)
Proceeds from Share Capital	414.96	-
Interest Paid	(589.03)	(269.75)
Dividend Paid	(57.25)	(112.34)
<b>Net cash generated from financing activities</b>	<b>3,324.68</b>	<b>1,782.98</b>
Net increase in cash and cash equivalents	776.43	(94.12)
Cash and Cash Equivalents at the beginning of the year	91.88	186.00
<b>Cash and Cash Equivalents at the end of the year</b>	<b>868.31</b>	<b>91.88</b>

**RAJSHREE POLYPACK LIMITED****STATEMENT OF CONSOLIDATED CASH FLOW FOR THE YEAR ENDED MARCH 31, 2023**

(₹ in Lakhs)

<b>Reconciliation of cash and cash equivalents as per the cash flow statement:</b>		
Cash and cash equivalents as per above comprise of the following:		
Cash in Hand	8.40	7.65
Bank Balances	436.99	18.06
Fixed Deposit (With maturity of 3 months or less from reporting date)	422.92	66.17
<b>Balances per statement of cash flows</b>	<b>868.31</b>	<b>91.88</b>
<b>Analysis of movement in borrowings</b>		
<b>Particulars</b>	<b>As at March 31, 2023</b>	<b>As at March 31, 2022</b>
Borrowings at the beginning of the period/ year	3,838.10	1,673.04
Movement due to cash transactions as per statement of cash flow statement	3,556.00	2,165.06
Movement due to non-cash transactions	-	-
Borrowings at the end of the period/ year	7,394.10	3,838.10

- Figures in brackets represent cash outflow
- The above Cash Flow Statement has been prepared under indirect method as set out in Ind AS-7-Cash Flow Statement notified under the Section 133 of the Companies Act, 2013.

**Significant Accounting Policies and Notes Forming Part of the Consolidated Financial Statements 1-55**

**As per our report of even date attached  
For M S K A & Associates  
Chartered Accountants  
Firm Registration No.: 105047W**

**Siddharth Iyer  
Partner  
Membership No. 116084**

**Place: Daman  
Date : May 15, 2023**

**For and on behalf of the Board of Directors  
Rajshree Polypack Limited  
CIN : L25209MH2011PLC223089**

**Ramswaroop Thard  
Chairman & MD  
DIN : 02835505**

**Mitali Shah  
Company Secretary &  
Compliance Officer**

**Place: Daman  
Date : May 15, 2023**

**Naresh Thard  
Jt. Managing Director  
DIN : 03581790**

**Sunil Sharma  
Chief Financial Officer**

## RAJSHREE POLYPACK LIMITED

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

(₹ in Lakhs)

## (a) Equity share capital

Particulars	As at March 31, 2023	As at March 31, 2022
Opening balance	1,123.40	1,123.40
Change in Equity share capital during the year	21.50	-
<b>Closing balance</b>	<b>1,144.90</b>	<b>1,123.40</b>

(Refer note 19)

There are no changes in Equity Share Capital due to prior period errors.

## (b) Other equity

Particulars	Securities Premium	Retained Earnings	Employee Share Options (ESOP) (Refer Note No 20 & 46)	Total other equity
<b>Balance as at April 1, 2022</b>	<b>4,578.21</b>	<b>5,873.27</b>	-	<b>10,451.48</b>
Issue of Equity Shares	393.46	-	-	393.46
Profit for the year	-	1,065.97	-	1,065.97
Other comprehensive income for the year	-	7.22	-	7.22
Employee Share Option Expense	-	-	1.14	1.14
Dividend	-	(57.26)	-	(57.26)
<b>Balance as at March 31, 2023</b>	<b>4,971.67</b>	<b>6,889.20</b>	<b>1.14</b>	<b>11,862.01</b>

Particulars	Securities Premium	Retained Earnings	Employee Share Options (ESOP)(Refer Note No 20 & 46)	Total other equity
<b>Balance as at April 1, 2021</b>	<b>4,578.21</b>	<b>5,030.53</b>	-	<b>9,608.73</b>
Profit for the year	-	957.14	-	957.14
Other comprehensive loss for the year	-	(2.04)	-	(2.04)
Dividend	-	(112.35)	-	(112.35)
<b>Balance as at March 31, 2022</b>	<b>4,578.21</b>	<b>5,873.27</b>	-	<b>10,451.48</b>

(Refer note 20 - for nature and purpose of reserves)

## Significant Accounting Policies and Notes Forming Part of the Financial Statements 1-55

As per our report of even date attached  
For M S K A & Associates  
Chartered Accountants  
Firm Registration No.: 105047W

Siddharth Iyer  
Partner  
Membership No. 116084

Place: Daman  
Date : May 15, 2023

For and on behalf of the Board of Directors  
Rajshree Polypack Limited  
CIN : L25209MH2011PLC223089

Ramswaroop Thard  
Chairman & MD  
DIN : 02835505

Mitali Shah  
Company Secretary &  
Compliance Officer

Place: Daman  
Date : May 15, 2023

Naresh Thard  
Jt. Managing Director  
DIN : 03581790

Sunil Sharma  
Chief Financial Officer

## RAJSHREE POLYPACK LIMITED

### NOTES TO CONSOLIDATED FINANCIAL STATEMENTS FOR THE YEAR ENDED MARCH 31, 2023

#### 1 General Information

"Rajshree Polypack Limited ("the Company") is a company incorporated in India under the provisions of Companies Act, 1956 on October 15, 2011. The Company was an SME and was listed on NSE Emerge in the year 2018 however, the Company has migrated its equity shares from SME Platform (NSE emerge) of National Stock Exchange of India to the Main board of National Stock Exchange of India w.e.f November 26, 2021. The registered address of the Company is located 503-504, Lodha Supremus Bldg., Wagle Estate, Thane (West)-400604.

The Company is engaged in the business of manufacturing and trading of "Plastic Packaging Product". The Company operates through its two manufacturing units.

The Financial Statements were approved for issue by the Board of Directors on May 15, 2023. The Financial Statements are presented in Indian Rupees (INR) and all values are rounded to the nearest Lakhs except where otherwise indicated.

#### 2 Significant Accounting Policies

Significant accounting policies adopted by the company are as under:

##### 2.1 Basis of Preparation of Financial Statements:

###### (a) Statement of Compliance with Ind AS

"These financial statements have been prepared in accordance with Indian Accounting Standards (Ind AS) notified under Section 133 of the Companies Act, 2013 (the "Act") read with the Companies (Indian Accounting Standards) Rules, 2015 and Companies (Indian Accounting Standards) Amendment Rules, 2016.

The financial statements up to year ended 31 March 2021 were prepared in accordance with the accounting standards notified under the section 133 of the Act, read with paragraph 7 of the Companies (Accounts) Rules, 2014 (Indian GAAP).

Accounting policies have been consistently applied to all the years presented 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.

###### (b) Basis of measurement

The financial statements have been prepared on a historical cost convention on accrual basis, except for the following material items that have been measured at fair value as required by relevant Ind AS:-

- i. Certain financial assets and liabilities measured at fair value (refer accounting policy on financial instruments)
- ii. Employee share based payment
- iii. Net defined benefit (asset) / Liability.

###### (c) Classification between current and non-current

All assets and liabilities have been classified as current or non-current as per the Company's operating cycle and other criteria set out in the Schedule III to the Companies Act, 2013. Based on the nature of services and the time between the rendering of service and their realization in cash and cash equivalents, the Company has ascertained its operating cycle as twelve months for the purpose of current and noncurrent classification of assets and liabilities.

###### (d) Use of estimates

The preparation of financial statements in conformity with Ind AS requires the Management to make estimate and assumptions that affect the reported amount of assets and liabilities as at the Balance Sheet date, reported amount of revenue and expenses for the year and disclosures of contingent liabilities as at the Balance Sheet date. The estimates and assumptions used in the accompanying financial statements are based upon the Management's evaluation of the relevant facts and circumstances as at the date of the financial statements. Actual results could differ from these estimates. Estimates and underlying assumptions are reviewed on a periodic basis. Revisions to accounting estimates, if any, are recognized in the year in which the estimates are revised and in any future years affected.

Judgement, estimates and assumptions are required in particular for:

###### i) Impairment of non-financial assets (tangible and intangible)

The Company assesses at each reporting date whether there is an indication that an asset may be impaired. If any indication exists, or when annual impairment testing for an asset is required, the Company estimates the asset's recoverable amount. An asset's recoverable amount is the higher of an asset's or Cash Generating Unit's (CGU's) fair value less costs of disposal and its value in use. It is determined for an individual asset, unless the asset or CGU exceeds its recoverable amount, the asset is considered impaired and is written down to its recoverable amount.

In assessing the value in use, the estimated future cash flows are discounted to their present value using a pre-tax discount rate that reflects current market assessments of the time value of money and risks specific to the asset. In determining the fair value less costs to disposal, recent market transactions are taken into account. If no such transactions can be identified, an appropriate valuation model is used. These calculations are corroborated by valuation multiples or other available fair value indicators.

## RAJSHREE POLYPACK LIMITED

### NOTES TO CONSOLIDATED FINANCIAL STATEMENTS FOR THE YEAR ENDED MARCH 31, 2023

#### ii) Defined benefit obligations

The cost of the defined benefit gratuity plan is determined using actuarial valuations. An actuarial valuation involves making various assumptions that may differ from actual developments in the future. These include the determination of the discount rate, future salary increases, expected returns on plan assets and mortality rates. Due to the complexities involved in the valuation and its long-term nature, a defined benefit obligation is highly sensitive to changes in these assumptions. All assumptions are reviewed at each reporting date.

The mortality rate is based on publicly available mortality tables for India. Those mortality tables tend to change only at interval in response to demographic changes. Future salary increases, discount rate and return on planned assets are based on expected future inflation rates for India

#### iii) Fair value measurement of financial instruments

When the fair values of financial assets and financial liabilities recorded in the balance sheet cannot be measured based on quoted price in active markets since they are unquoted, their value is measured using valuation technique including the discounted cash flow (DCF) model. The inputs to these models are taken from observable markets where possible, but where this is not feasible, a degree of judgement is required in establishing fair values. Judgements include considerations of inputs such as liquidity risk, credit risk and volatility. Changes in assumptions about these factors could affect the reported fair value of financial instruments.

#### iv) Impairment of financial assets

The Company assesses on a forward looking basis the expected credit losses associated with its assets carried at amortised cost. The impairment methodology applied depends on whether there has been a significant increase in credit risk. In respect of trade receivables the Company applies the simplified approach permitted by Ind AS 109 - Financial Instruments, which requires expected lifetime losses to be recognised upon initial recognition of the receivables. For all other financial assets, expected credit losses are measured at an amount equal to the 12-months expected credit losses or at an amount equal to the life time expected credit losses if the credit risk on the financial asset has increased significantly since initial recognition.

#### v) Income tax and Deferred Tax

Deferred tax assets are not recognised for unused tax losses as it is not probable that taxable profit will be available against which the losses can be utilised. Significant management judgement/

estimate is required to determine the amount of deferred tax assets that can be recognised, based upon the likely timing and the level of future taxable profits together with future tax planning strategies.

#### vi) Provision of Inventories

Management reviews the inventory listing on a periodic basis. This review involves comparison of the carrying value of the aged inventory items with the respective net realizable value. The purpose is to ascertain whether an allowance is required to be made in the financial statements for any obsolete slow-moving items and net realisable value. Management is satisfied that adequate allowance for obsolete and slow-moving inventories has been made in the financial statements.

#### vii) Investment in Associates and Joint Ventures has been accounted under the Equity Method as per Ind AS 28 – Investments in Associates and Joint Ventures

Under the equity method of accounting, the investments are initially recognised at cost and adjusted thereafter to recognise the group's share of the post-acquisition profits or losses of the investee in profit and loss, and the group's share of other comprehensive income of the investee in other comprehensive income. Dividends received or receivable from associates are recognised as a reduction in the carrying amount of the investment.

Where the group's share of losses in an equity-accounted investment equals or exceeds its interest in the entity, including any other unsecured long-term receivables, the group does not recognise further losses, unless it has incurred obligations or made payments on behalf of the other entity.

Unrealised gains on transactions between the group and its associates and joint ventures are eliminated to the extent of the group's interest in these entities. Unrealised losses are also eliminated unless the transaction provides evidence of an impairment of the asset transferred. Accounting policies of equity accounted investees have been changed where necessary to ensure consistency with the policies adopted by the group.

#### 2.2 Property, plant and equipment - Tangible:

Property, plant and equipment are stated at historical cost less depreciation. Historical cost includes expenditure that is directly attributable to the acquisition of the items.

Subsequent costs are included in the asset's carrying amount or recognized as a separate asset, as appropriate, only when it is probable that future economic benefits associated with the item will flow to the Company and the cost of the item can be measured reliably. The carrying amount of any component accounted for as a separate asset is derecognized when replaced. All other repairs and

## RAJSHREE POLYPACK LIMITED

### NOTES TO CONSOLIDATED FINANCIAL STATEMENTS FOR THE YEAR ENDED MARCH 31, 2023

maintenance are charged to Statement of Profit and Loss during the year in which they are incurred.

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'.

#### Transition to Ind AS

On transition to Ind AS, the Company has elected to continue with the carrying value of all of its property, plant and equipment recognized as at 1 April 2020 measured as per the Indian GAAP and use that carrying value as the deemed cost of the property, plant and equipment.

#### Depreciation methods, estimated useful lives

The Company depreciates property, plant and equipment over their estimated useful lives using the straight line method. The estimated useful lives of assets are as follows:

Property, plant and equipment	
Leasehold improvement*	Lease period
Buildings	30 Years
Leasehold Property	16 Years
Plant and Machinery	15 Years
Moulds & Dies	15 Years
Electric Installation	10 Years
Computers	3 Years
Fire Extinguishers	15 Years
Furniture & Fixtures	10 Years
Office & IT Equipments	5 Years
Vehicles - Motor Car	8 Years
Vehicles - Motor Bike	10 Years

\* Leasehold improvements are amortized over the lease period, which corresponds with the useful lives of the assets.

Depreciation on addition to property plant and equipment is provided on pro-rata basis from the date of acquisition. Depreciation on sale/deduction from property plant and equipment is provided up to the date preceding the date of sale, deduction as the case may be. Gains and losses on disposals are determined by comparing proceeds with carrying amount. These are included in Statement of Profit and Loss under 'Other Income'.

Depreciation methods, useful lives and residual values are reviewed periodically at each financial year end and adjusted prospectively, as appropriate.

#### 2.3 Other Intangible Assets

Intangible assets are stated at acquisition cost, net of accumulated amortization.

#### Transition to Ind AS

On transition to Ind AS, the Company has elected to continue with the carrying value of all of its intangible assets recognised as at 1 April 2020 measured as per the Indian

GAAP and use that carrying value as the deemed cost of the intangible assets.

The Company amortized intangible assets over their estimated useful lives using the straight line method. The estimated useful lives of intangible assets are as follows:

Intangible assets	
SAP Software	6 years
Other Software	3 years

Intangible assets with finite lives are assessed for impairment whenever there is an indication that the intangible asset may be impaired. The amortization period and the amortization method for an intangible asset with a finite useful life are reviewed at least at each financial year end.

#### 2.4 Trade and other payables

These amounts represent liabilities for goods and services provided to the company prior to the end of the financial year which are unpaid. The amounts are unsecured and are usually paid within 60 days of recognition. Trade and other payables are presented as current liabilities unless payment is not due within 12 months after the reporting period.

#### 2.5 Foreign Currency Transactions

##### (a) Functional and presentation currency

Items included in the financial statements are measured using the currency of the primary economic environment in which the entity operates ('the functional currency'). The financial statements are presented in Indian rupee (INR), which is the Company's functional and presentation currency.

##### (b) Transactions and balances

"On initial recognition, all foreign currency transactions are recorded by applying to the foreign currency amount the exchange rate between the functional currency and the foreign currency at the date of the transaction. Gains/Losses arising out of fluctuation in foreign exchange rate between the transaction date and settlement date are recognised in the Statement of Profit and Loss.

All monetary assets and liabilities in foreign currencies are restated at the year end at the exchange rate prevailing at the year end and the exchange differences are recognised in the Statement of Profit and Loss.

Non-monetary items that are measured in terms of historical cost in a foreign currency are translated using the exchange rates at the dates of the initial transactions. Non-monetary items measured at fair value in a foreign currency are translated using the exchange rates at the date when the fair value is determined. The gain or loss arising on translation of non-monetary items measured at fair value is treated in line with the recognition of the gain or loss on the change in fair value of the item (i.e., translation differences on items whose fair value gain or loss is recognised in OCI or profit or loss are also recognised in OCI or profit or loss, respectively).

## RAJSHREE POLYPACK LIMITED

### NOTES TO CONSOLIDATED FINANCIAL STATEMENTS FOR THE YEAR ENDED MARCH 31, 2023

#### 2.6 Fair value measurement

The Company measures financial instruments, such as, derivatives at fair value at each balance sheet date.

Fair value is the price that would be received to sell an asset or paid to transfer a liability in an orderly transaction between market participants at the measurement date. The fair value measurement is based on the presumption that the transaction to sell the asset or transfer the liability takes place either:

- In the principal market for the asset or liability, or
- In the absence of a principal market, in the most advantageous market for the asset or liability accessible to the Company."

The principal or the most advantageous market must be accessible by the Company.

The fair value of an asset or a liability is measured using the assumptions that market participants would use when pricing the asset or liability, assuming that market participants act in their economic best interest.

The Company uses valuation techniques that are appropriate in the circumstances and for which sufficient data are available to measure fair value, maximizing the use of relevant observable inputs and minimizing the use of unobservable inputs. The Company's management determines the policies and procedures for fair value measurement such as derivative instrument.

All assets and liabilities for which fair value is measured or disclosed in the financial statements are categorized within the fair value hierarchy, described as follows, based on the lowest level input that is significant to the fair value measurement as a whole:

- Level 1 — Quoted (unadjusted) market prices in active markets for identical assets or liabilities
- Level 2 — Valuation techniques for which the lowest level input that is significant to the fair value measurement is directly or indirectly observable
- Level 3 — Valuation techniques for which the lowest level input that is significant to the fair value measurement is unobservable

#### 2.7 Revenue Recognition

The Company manufactures and trades and sells a range of plastic packaging products. Revenue from contracts with customers involving sale of these products is recognized at a point in time when control of the product has been transferred, and there are no unfulfilled obligation that could affect the customer's acceptance of the products.

The Company has objective evidence that all criterion for acceptance has been satisfied.

##### A. Sale of Goods

According to Ind AS 115, revenue is recognised at the amount of consideration the Company expects to receive in exchange for the goods or services when control of the goods or services and the benefits

obtained from them are transferred to the customer and there are no unbilled obligations. Revenue is recognised using the following five step model specified in Ind AS 115:

- Step 1: Identify contracts with customers
- Step 2: Identify performance obligations contained in the contract Step
- Step 3: Determine the transaction price
- Step 4: Allocate the transaction price to the performance obligation
- Step 5: Recognise revenue when a performance obligation is satisfied.

The performance obligations arising from sale of products with the Company's customers are satisfied at a point in time. Payment terms are generally agreed upon individually with customers. Sales of products are recognised when control of the products has transferred based on the agreed terms. Revenue is net of sales returns and allowances, discounts, volume rebates and any taxes or duties collected on behalf of government such as goods and service tax, etc

In determining the transaction price for the sale of goods, the Company considers the effects of variable consideration, the existence of significant financing components, non-cash consideration, and consideration payable to the customer (if any).

##### **Sales Return:**

The Company accounts for sales returns accrual by recording an allowance for sales returns concurrent with the recognition of revenue at the time of a product sale. This allowance is based on the Company's estimate of expected sales returns.

##### **B. Sale of Service**

Revenues from services are recognised as and when services are rendered and on the basis of contractual terms with the parties. The performance obligation in respect of professional services is satisfied over a period of time and acceptance of the customer.

##### **C. Contract balances**

###### **Contract Asset**

A contract asset is the right to consideration in exchange for goods or services transferred to the customer. If the Company performs by transferring goods or services to a customer before the customer pays consideration or before payment is due, a contract asset is recognised for the earned consideration that is conditional.

###### **Contract Liability**

A contract liability is the Company's obligation to transfer goods or services to a customer, for which the Company has already received consideration from customers. If a customer pays consideration before the Company transfers goods or services to the customer,

## RAJSHREE POLYPACK LIMITED

### NOTES TO CONSOLIDATED FINANCIAL STATEMENTS FOR THE YEAR ENDED MARCH 31, 2023

a contract liability is recognised when the payment is made or the payment is due (whichever is earlier). Contract liabilities are recognised as revenue when the Company performs under the contract.

#### **Trade Receivable**

A trade receivable is recognised if an amount of consideration that is unconditional (i.e., only the passage of time is required before payment of the consideration is due).

#### **D. Other Operating Revenue**

##### **a. Export incentives**

Income from export incentives arising from duty drawback scheme, merchandise export incentive scheme are recognised on export of goods if the entitlements can be estimated with reasonable assurance and conditions precedent to claim are fulfilled.

##### **b. Dividend & Interest Income**

Dividend income is recognised when the Company's right to receive the payment is established by the reporting date.

Interest income is recognised using the effective interest rate (EIR) method. Interest income is included in other income in the Statement of Profit and Loss.

##### **c. Rental Income**

Rental income arising from operating leases is accounted for on a straight - line basis over the lease terms and is included in other income in the Statement of Profit and Loss due to its non-operating nature.

##### **d. Other Income**

Other incomes are accounted on accrual basis

#### **2.8 Taxes**

Tax expense for the year, comprising current tax and deferred tax, are included in the determination of the net profit or loss for the year.

##### **(a) Current income tax**

Current tax assets and liabilities are measured at the amount expected to be recovered or paid to the taxation authorities. The tax rates and tax laws used to compute the amount are those that are enacted or substantively enacted, at the year-end date. Current tax assets and tax liabilities are offset where the entity has a legally enforceable right to offset and intends either to settle on a net basis, or to realize the asset and settle the liability simultaneously.

##### **(b) Deferred tax**

Deferred income tax is provided in full, using the balance sheet approach, on temporary differences arising between the tax bases of assets and liabilities and their carrying amounts in financial statements.

Deferred income tax is also not accounted for if it arises from initial recognition of an asset or liability in a transaction other than a business combination that at the time of the transaction affects neither accounting profit nor taxable profit (tax loss). Deferred income tax is determined using tax rates (and laws) that have been enacted or substantially enacted by the end of the year and are expected to apply when the related deferred income tax asset is realised or the deferred income tax liability is settled.

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

Management periodically evaluates positions taken in tax returns with respect to situations in which applicable tax regulation is subject to interpretation. It establishes provisions where appropriate on the basis of amounts expected to be paid to the tax authorities

Deferred tax assets and liabilities are offset when there is a legally enforceable right to offset current tax assets and liabilities and when the deferred tax balances relate to the same taxation authority. Current tax assets and tax liabilities are offset where the entity has a legally enforceable right to offset and intends either to settle on a net basis, or to realise the asset and settle the liability simultaneously.

Current and deferred tax is recognized in Statement of Profit and Loss, except to the extent that it relates to items recognised in other comprehensive income or directly in equity. In this case, the tax is also recognised in other comprehensive income or directly in equity, respectively.

#### **2.9 Leases**

##### **The Company as a lessee**

The Company's lease asset classes primarily consist of leases for Office Premises, Godowns, land and Buildings. The Company assesses whether a contract contains a lease, at inception of a contract. A contract is, or contains, a lease if the contract conveys the right to control the use of an identified asset for a period of time in exchange for consideration. To assess whether a contract conveys the right to control the use of an identified asset, the Company assesses whether: (i) the contract involves the use of an identified asset (ii) the Company has substantially all of the economic benefits from use of the asset through the period of the lease and (iii) the Company has the right to direct the use of the asset.

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

## RAJSHREE POLYPACK LIMITED

### NOTES TO CONSOLIDATED FINANCIAL STATEMENTS FOR THE YEAR ENDED MARCH 31, 2023

Lease liabilities include the net present value of the following lease payments:

- fixed payments (including in-substance fixed payments), less any lease incentives receivable
- variable lease payment that are based on an index or a rate, initially measured using the index or rate as at the commencement date
- amounts expected to be payable by the group under residual value guarantees
- the exercise price of a purchase option if the group is reasonably certain to exercise that option, and
- payments of penalties for terminating the lease, if the lease term reflects the group exercising that option.

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

Right-of-use assets are measured at cost comprising the following:

- the amount of the initial measurement of lease liability
- any lease payments made at or before the commencement date less any lease incentives received
- any initial direct costs
- restoration costs.

Right-of-use assets are generally depreciated over the shorter of the asset's useful life and the lease term on a straight-line basis. If the Company is reasonably certain to exercise a purchase option, the right-of-use asset is depreciated over the underlying asset's useful life.

#### **The Company as a Lessor**

Leases for which the Company is a lessor is classified as a finance or operating lease. Whenever the terms of the lease transfer substantially all the risks and rewards of ownership to the lessee, the contract is classified as a finance lease. All other leases are classified as operating leases.

#### **2.10 Inventories**

Inventories are valued at lower of cost and net realisable value, after providing cost of obsolescence, if any. However, materials and other items held for use in the production of inventories are not written down below cost if the finished products in which they will be incorporated are expected to be sold at or above cost. Cost is determined on the Weighted Average Method.

Costs incurred in bringing each product to its present location and condition are accounted for as follows:

Raw materials, packaging materials and stores and spare parts are valued at lower of cost and net realizable value. Cost includes purchase price, (excluding those subsequently recoverable by the enterprise from the concerned revenue authorities), freight inwards and other expenditure incurred in bringing such inventories to their present location and condition.

Raw materials, Components, Stores and Spares and Packing Material held for use in production of Inventories are not written down below cost if the finished products in which they will be incorporated are expected to be sold at or above cost

The cost of manufactured Inventories and Work-In-Process is the direct cost of manufacture plus appropriate allocated overheads.

The net realisable value is the estimated selling price in the ordinary course of business less the estimated costs of completion and estimated costs necessary to make the sale

The comparison of cost and net realisable value is made on an item by item basis.

#### **2.11 Impairment of non-financial assets**

The Company assesses at each year end whether there is any objective evidence that a non-financial asset or a group of non-financial assets is impaired. If any such indication exists, the Company estimates the asset's recoverable amount and the amount of impairment loss.

An impairment loss is calculated as the difference between an asset's carrying amount and recoverable amount. Losses are recognized in Statement of Profit and Loss and reflected in an allowance account. When the Company considers that there are no realistic prospects of recovery of the asset, the relevant amounts are written off. If the amount of impairment loss subsequently decreases and the decrease can be related objectively to an event occurring after the impairment was recognised, then the previously recognised impairment loss is reversed through Statement of Profit and Loss.

The recoverable amount of an asset or cash-generating unit (as defined below) is the greater of its value in use and its fair value less costs to sell. In assessing value in use, the estimated future cash flows are discounted to their present value using a pre-tax discount rate that reflects current market assessments of the time value of money and the risks specific to the asset. For the purpose of impairment testing, assets are grouped together into the smallest group of assets that generates cash inflows from continuing use that are largely independent of the cash inflows of other assets or groups of assets (the "cash-generating unit")."

#### **2.12 Provisions and contingent liabilities**

Provisions are recognized when there is a present obligation as a result of a past event, it is probable that an outflow of resources embodying economic benefits will be required to settle the obligation and there is a reliable estimate of the amount of the obligation. Provisions are measured at the best estimate of the expenditure required to settle the present obligation at the Balance sheet date.

If the effect of the time value of money is material, provisions are discounted using a current pre-tax rate that reflects, when appropriate, the risks specific to the liability. When discounting is used, the increase in the provision due to the passage of time is recognized as a finance cost.

The Company records a provision for decommissioning costs. Decommissioning costs are provided at the present value of expected costs to settle the obligation using

## RAJSHREE POLYPACK LIMITED

### NOTES TO CONSOLIDATED FINANCIAL STATEMENTS FOR THE YEAR ENDED MARCH 31, 2023

estimated cash flows and are recognized as part of the cost of the particular asset. The cash flows are discounted at a current pre-tax rate that reflects the risks specific to the decommissioning liability. The unwinding of the discount is expensed as incurred and recognized in the statement of profit and loss as a finance cost. The estimated future costs of decommissioning are reviewed annually and adjusted as appropriate. Changes in the estimated future costs or in the discount rate applied are added to or deducted from the cost of the asset.

If the Company has a contract that is onerous, the present obligation under the contract is recognised and measured as a provision. However, before a separate provision for an onerous contract is established, the Company recognises any impairment loss that has occurred on assets dedicated to that contract.

An onerous contract is a contract under which the unavoidable costs (i.e., the costs that the Company cannot avoid because it has the contract) of meeting the obligations under the contract exceed the economic benefits expected to be received under it. The unavoidable costs under a contract reflect the least net cost of exiting from the contract, which is the lower of the cost of fulfilling it and any compensation or penalties arising from failure to fulfil it. The cost of fulfilling a contract comprises the costs that relate directly to the contract (i.e., both incremental costs and an allocation of costs directly related to contract activities).

Contingent liabilities are disclosed when there is a possible obligation arising from past events, the existence of which will be confirmed only by the occurrence or non-occurrence of one or more uncertain future events not wholly within the control of the Company or a present obligation that arises from past events where it is either not probable that an outflow of resources will be required to settle or a reliable estimate of the amount cannot be made.

#### 2.13 Cash and cash equivalents

Cash and cash equivalent in the balance sheet comprise cash at banks, cash on hand and short-term deposits net of bank overdraft with an original maturity of three months or less, which are subject to an insignificant risk of changes in value.

For the purposes of the cash flow statement, cash and cash equivalents include cash on hand, cash in banks and short-term deposits net of bank overdraft.

#### 2.14 Financial instruments

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

##### (a) Financial assets

###### (i) Initial recognition and measurement

A financial instrument is any contract that gives rise to a financial asset of one entity and a financial liability or equity instrument of another entity. Financial assets and financial liabilities are initially measured at fair value. Transaction costs that are directly attributable to the acquisition or issue of financial assets and financial liabilities (other than

financial assets and financial liabilities at fair value through profit or loss) are added to or deducted from the fair value of the financial assets or financial liabilities, as appropriate, on initial recognition. Transaction costs directly attributable to the acquisition of financial assets or financial liabilities at fair value through profit or loss are recognised immediately in profit or loss.

###### (ii) Subsequent measurement

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

- a) at amortized cost; or
- b) at fair value through other comprehensive income; or
- c) at fair value through profit or loss.

The classification depends on the entity's business model for managing the financial assets and the contractual terms of the cash flows."

**Amortized cost:** Assets that are held for collection of contractual cash flows where those cash flows represent solely payments of principal and interest are measured at amortized cost. Interest income from these financial assets is included in finance income using the effective interest rate method (EIR).

**Fair value through other comprehensive income (FVOCI):** Assets that are held for collection of contractual cash flows and for selling the financial assets, where the assets' cash flows represent solely payments of principal and interest, are measured at fair value through other comprehensive income (FVOCI). Movements in the carrying amount are taken through OCI, except for the recognition of impairment gains or losses, interest revenue and foreign exchange gains and losses which are recognized in Statement of Profit and Loss. When the financial asset is derecognized, the cumulative gain or loss previously recognized in OCI is reclassified from equity to Statement of Profit and Loss and recognized in other gains/(losses). Interest income from these financial assets is included in other income using the effective interest rate method.

**Fair value through profit or loss (FVTPL):** Assets that do not meet the criteria for amortized cost or FVOCI are measured at fair value through profit or loss. Interest income from these financial assets is included in other income.

**Equity instruments:** All equity investments in scope of Ind AS 109 are measured at fair value. Equity instruments which are held for trading and contingent consideration recognised by an acquirer in a business combination to which Ind AS103 applies are classified as at FVTPL. For all other equity instruments, the Company may make an irrevocable election to present in other comprehensive income subsequent changes in the

## RAJSHREE POLYPACK LIMITED

### NOTES TO CONSOLIDATED FINANCIAL STATEMENTS FOR THE YEAR ENDED MARCH 31, 2023

fair value. The Company makes such election on an instrument- by-instrument basis. The classification is made on initial recognition and is irrevocable.

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

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

#### (iii) **Impairment of financial assets**

In accordance with Ind AS 109, Financial Instruments, the Company applies expected credit loss (ECL) model for measurement and recognition of impairment loss on financial assets that are measured at amortized cost and FVOCI.

For recognition of impairment loss on financial assets and risk exposure, the Company determines that whether there has been a significant increase in the credit risk since initial recognition. If credit risk has not increased significantly, 12-month ECL is used to provide for impairment loss. However, if credit risk has increased significantly, lifetime ECL is used. If in subsequent years, credit quality of the instrument improves such that there is no longer a significant increase in credit risk since initial recognition, then the entity reverts to recognizing impairment loss allowance based on 12 months ECL.

Life time ECLs are the expected credit losses resulting from all possible default events over the expected life of a financial instrument. The 12 months ECL is a portion of the lifetime ECL which results from default events that are possible within 12 months after the year end.

ECL is the difference between all contractual cash flows that are due to the Company in accordance with the contract and all the cash flows that the entity expects to receive (i.e. all shortfalls), discounted at the original EIR. When estimating the cash flows, an entity is required to consider all contractual terms of the financial instrument (including prepayment, extension etc.) over the expected life of the financial instrument. However, in rare cases when the expected life of the financial instrument cannot be estimated reliably, then the entity is required to use the remaining contractual term of the financial instrument.

In general, it is presumed that credit risk has significantly increased since initial recognition if the payment is more than 30 days past due.

ECL impairment loss allowance (or reversal) recognized during the year is recognized as

income/expense in the statement of profit and loss. In balance sheet ECL for financial assets measured at amortized cost is presented as an allowance, i.e. as an integral part of the measurement of those assets in the balance sheet. The allowance reduces the net carrying amount. Until the asset meets write off criteria, the Company does not reduce impairment allowance from the gross carrying amount.

#### (iv) **Derecognition of financial assets**

A financial asset is derecognized only when

- a) the rights to receive cash flows from the financial asset is transferred or
- b) retains the contractual rights to receive the cash flows of the financial asset, but assumes a contractual obligation to pay the cash flows to one or more recipients.

Where the financial asset is transferred then in that case financial asset is derecognized only if substantially all risks and rewards of ownership of the financial asset is transferred. Where the entity has not transferred substantially all risks and rewards of ownership of the financial asset, the financial asset is not derecognized.

#### (b) **Financial liabilities**

##### (i) **Initial recognition and measurement**

Financial liabilities are classified, at initial recognition, as financial liabilities at fair value through profit or loss and at amortized cost, as appropriate.

All financial liabilities are recognized initially at fair value and, in the case of borrowings and payables, net of directly attributable transaction costs.

##### (ii) **Subsequent measurement**

The measurement of financial liabilities depends on their classification, as described below:

Financial liabilities at fair value through profit or loss

Financial liabilities at fair value through profit or loss include financial liabilities held for trading and financial liabilities designated upon initial recognition as at fair value through profit or loss. Separated embedded derivatives are also classified as held for trading unless they are designated as effective hedging instruments. Gains or losses on liabilities held for trading are recognized in the Statement of Profit and Loss.

##### **Borrowings**

After initial recognition, interest-bearing loans and borrowings are subsequently measured at amortized cost using the EIR method. Gains and losses are recognized in Statement of Profit and Loss when the liabilities are derecognized as well as through the EIR amortization process.

## RAJSHREE POLYPACK LIMITED

### NOTES TO CONSOLIDATED FINANCIAL STATEMENTS FOR THE YEAR ENDED MARCH 31, 2023

Amortized cost is calculated by taking into account any discount or premium on acquisition and fees or costs that are an integral part of the EIR. The EIR amortization is included as finance costs in the Statement of Profit and Loss.

#### (iii) **Derecognition**

A financial liability is derecognized when the obligation under the liability is discharged or cancelled or expires. When an existing financial liability is replaced by another from the same lender on substantially different terms, or the terms of an existing liability are substantially modified, such an exchange or modification is treated as the derecognition of the original liability and the recognition of a new liability. The difference in the respective carrying amounts is recognized in the Statement of Profit and Loss as finance costs.

#### (c) **Offsetting financial instruments**

Financial assets and liabilities are offset and the net amount is reported in the balance sheet where there is a legally enforceable right to offset the recognized amounts and there is an intention to settle on a net basis or realize the asset and settle the liability simultaneously. The legally enforceable right must not be contingent on future events and must be enforceable in the normal course of business and in the event of default, insolvency or bankruptcy of the Company or the counterparty.

## 2.15 Employee Benefits

#### (a) **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 year in which the employees render the related service are recognized in respect of employees' services up to the end of the year and are measured at the amounts expected to be paid when the liabilities are settled. The liabilities are presented as current employee benefit obligations in the balance sheet.

#### (b) **Other long-term employee benefit obligations**

##### (i) **Defined contribution plan**

**Provident Fund:** Contribution towards provident fund is made to the regulatory authorities, where the Company has no further obligations. Such benefits are classified as Defined Contribution Schemes as the Company does not carry any further obligations, apart from the contributions made on a monthly basis which are charged to the Statement of Profit and Loss.

##### (ii) **Defined benefit plans**

**Gratuity:** The Company provides for gratuity, a defined benefit plan (the 'Gratuity Plan') covering eligible employees in accordance with the Payment of Gratuity Act, 1972. The Gratuity Plan provides a lump sum payment to vested employees at

retirement, death, incapacitation or termination of employment, of an amount based on the respective employee's salary. The Company's liability is actuarially determined (using the Projected Unit Credit method) at the end of each year. Actuarial losses/gains are recognized in the other comprehensive income in the year in which they arise.

**Compensated Absences:** Accumulated compensated absences, which are expected to be availed within 12 months from the end of the year are treated as short term employee benefits. The obligation towards the same is measured at the expected cost of accumulating compensated absences as the additional amount expected to be paid as a result of the unused entitlement as at the year end.

Accumulated compensated absences, which are expected to be availed beyond 12 months from the end of the year end are treated as other long term employee benefits. The Company's liability is actuarially determined (using the Projected Unit Credit method) at the end of each year. Actuarial losses/gains are recognized in the statement of profit and loss in the year in which they arise.

Leaves under define benefit plans can't be encashed.

#### (c) **Share-based payments**

Employees (including senior executives) of the Company receive remuneration in the form of share-based payments, whereby employees render services as consideration for equity instruments (equity-settled transactions). The cost of equity-settled transactions is determined by the fair value at the date when the grant is made using an appropriate valuation model.

That cost is recognised, together with a corresponding increase in share-based payment (SBP) reserves in equity, over the period in which the performance and/or service conditions are fulfilled in employee benefits expense. The cumulative expense recognised for equity-settled transactions at each reporting date until the vesting date reflects the extent to which the vesting period has expired and the Companies' best estimate of the number of equity instruments that will ultimately vest. The statement of profit and loss expense or credit for a period represents the movement in cumulative expense recognised as at the beginning and end of that period and is recognised in employee benefits expense.

No expense is recognised for awards that do not ultimately vest because non-market performance and/or service conditions have not been met. Where awards include a market or non-vesting condition, the transactions are treated as vested irrespective of whether the market or non-vesting condition is satisfied, provided that all other performance and/or service conditions are satisfied.

**RAJSHREE POLYPACK LIMITED****NOTES TO CONSOLIDATED FINANCIAL STATEMENTS FOR THE YEAR ENDED MARCH 31, 2023**

The dilutive effect of outstanding options is reflected as additional share dilution in the computation of diluted earnings per share.

**2.16 Provision for Dividend**

Provision is made for the amount of any dividend declared, being appropriately authorised and no longer at the discretion of the entity, on or before the end of the reporting period but not distributed at the end of the reporting period. A corresponding amount is recognised directly in equity.

**2.17 Government grants**

Government grants are recognised where there is reasonable assurance that the grant will be received and all attached conditions will be complied with. When the grant or subsidy relates to revenue, it is recognized as income on a systematic basis in the statement of profit and loss over the periods necessary to match them with the related costs, which they are intended to compensate. Where the grant relates to an asset, it is recognized as deferred income and is allocated to statement of profit and loss over the periods and in the proportions in which depreciation on those assets is charged.

**2.18 Borrowing cost**

Borrowing costs that are directly attributable to the acquisition, construction or production of a qualifying asset are capitalized as part of the cost of the respective asset till such time the asset is ready for its intended use or sale. A qualifying asset is an asset which necessarily takes a substantial period of time to get ready for its intended use or sale. Ancillary cost of borrowings in respect of loans not disbursed are carried forward and accounted as borrowing cost in the year of disbursement of loan. All other borrowing costs are expensed in the period in which they occur. Borrowing costs consist of interest expenses calculated as per effective interest method, exchange difference arising from foreign currency borrowings to the extent they are treated as an adjustment to the borrowing cost and other costs that an entity incurs in connection with the borrowing of funds.

**2.19 Segment reporting**

Ind AS 108 establishes standards, for the way that business enterprises report information about operating segments and related disclosures about products, services and geographic areas, and major customers.

The primary reporting of the Company has been performed on the basis of business segments. Based on the "management approach" as defined in Ind AS 108, the Chief Operating Decision Maker (CODM) evaluates the Company's performance and allocates resources to manufacture of "Thermoformed Packaging Products" only hence it has been considered as the only reportable business segment and hence no separate financial disclosures provided in respect of its single business segment.

**2.20 Statement of Cash Flows**

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

**2.21 Earnings Per Share**

"Basic earnings per share is calculated by dividing the net profit or loss for the year attributable to equity shareholders by the weighted average number of equity shares outstanding during the year. Earnings considered in ascertaining the Company's earnings per share is the net profit or loss for the year after deducting preference dividends and any attributable tax thereto for the year. The weighted average number of equity shares outstanding during the year and for all the years presented is adjusted for events, such as bonus shares, other than the conversion of potential equity shares, that have changed the number of equity shares outstanding, without a corresponding change in resources.

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

**2.22 Rounding off amounts**

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

## RAJSHREE POLYPACK LIMITED

(₹ in Lakhs)

## NOTES TO CONSOLIDATED FINANCIAL STATEMENTS FOR THE YEAR ENDED MARCH 31, 2023

## 3. Property, Plant and Equipment

Particular	Land	Buildings	Leasehold Property	Leasehold Improvement	Plant and Machinery	Moulds & Dies	Electric Installation	Computers	Fire Extinguishers	Furniture & Fixtures	Office Equipment	Vehicles	Total
<b>Gross carrying Amount</b>													
<b>Cost as at April 01, 2022</b>	69.48	567.88	650.49	78.75	7,900.41	1,183.66	179.97	38.47	5.24	129.10	45.47	104.89	10,953.81
Additions	-	-	11.25	27.21	2,416.56	571.81	4.49	6.38	-	26.83	19.52	44.55	3,128.60
Disposal / Adjustment	-	-	-	-	73.73	8.42	4.91	3.59	-	0.54	1.67	3.12	95.98
<b>As at March 31, 2023</b>	<b>69.48</b>	<b>567.88</b>	<b>661.74</b>	<b>105.96</b>	<b>10,243.24</b>	<b>1,747.05</b>	<b>179.55</b>	<b>41.26</b>	<b>5.24</b>	<b>155.39</b>	<b>63.32</b>	<b>146.32</b>	<b>13,986.43</b>
<b>Accumulated Depreciation</b>													
<b>As at April 01, 2022</b>	-	48.69	38.84	0.41	1,382.24	145.29	18.66	15.59	0.81	26.16	13.04	30.86	1,720.59
Depreciation charge for the year	-	23.08	38.25	7.94	933.55	105.88	22.83	10.02	0.54	20.17	9.92	19.22	1,191.40
Disposal / Adjustment	-	-	-	-	31.73	8.41	2.76	3.58	-	0.25	1.61	2.96	51.30
<b>As at March 31, 2023</b>	<b>-</b>	<b>71.77</b>	<b>77.09</b>	<b>8.35</b>	<b>2,284.06</b>	<b>242.76</b>	<b>38.73</b>	<b>22.03</b>	<b>1.35</b>	<b>46.08</b>	<b>21.35</b>	<b>47.12</b>	<b>2,860.69</b>
<b>Net carrying amount</b>	<b>69.48</b>	<b>496.11</b>	<b>584.65</b>	<b>97.61</b>	<b>7,959.18</b>	<b>1,504.29</b>	<b>140.82</b>	<b>19.23</b>	<b>3.89</b>	<b>109.31</b>	<b>41.97</b>	<b>99.20</b>	<b>11,125.74</b>
<b>Gross carrying Amount</b>													
Cost as at April 01, 2021	69.48	567.88	644.25	-	6,694.16	777.94	39.93	25.94	3.67	69.02	25.30	104.89	9,022.46
Additions	-	-	6.24	78.75	1,206.25	405.72	140.04	12.53	1.57	60.08	20.17	-	1,931.35
Disposal / Adjustment	-	-	-	-	-	-	-	-	-	-	-	-	-
<b>As at March 31, 2022</b>	<b>69.48</b>	<b>567.88</b>	<b>650.49</b>	<b>78.75</b>	<b>7,900.41</b>	<b>1,183.66</b>	<b>179.97</b>	<b>38.47</b>	<b>5.24</b>	<b>129.10</b>	<b>45.47</b>	<b>104.89</b>	<b>10,953.81</b>
<b>Accumulated Depreciation</b>													
<b>As at April 01, 2021</b>	-	24.89	3.07	-	570.37	65.65	9.58	8.35	0.39	12.40	6.89	15.19	716.78
Depreciation charge for the year	-	23.80	35.77	0.41	811.87	79.64	9.08	7.24	0.42	13.76	6.15	15.67	1,003.81
Disposal / Adjustment	-	-	-	-	-	-	-	-	-	-	-	-	-
<b>As at March 31, 2022</b>	<b>-</b>	<b>48.69</b>	<b>38.84</b>	<b>0.41</b>	<b>1,382.24</b>	<b>145.29</b>	<b>18.66</b>	<b>15.59</b>	<b>0.81</b>	<b>26.16</b>	<b>13.04</b>	<b>30.86</b>	<b>1,720.59</b>
<b>Net carrying amount</b>	<b>69.48</b>	<b>519.19</b>	<b>611.65</b>	<b>78.34</b>	<b>6,518.17</b>	<b>1,038.37</b>	<b>161.31</b>	<b>22.88</b>	<b>4.43</b>	<b>102.94</b>	<b>32.43</b>	<b>74.03</b>	<b>9,233.22</b>

## Notes:

3.1 Refer Note 21 and 25 for information on Property, Plant and Equipment Pledged as Security by the Company.

## RAJSHREE POLYPACK LIMITED

## NOTES TO CONSOLIDATED FINANCIAL STATEMENTS FOR THE YEAR ENDED MARCH 31, 2023

(₹ in Lakhs)

## Note: 4 Capital Work in Progress and Intangible Assets under Development

Particulars	Capital Work in Progress	Intangible Assets under Development
<b>Cost as at April 01, 2022</b>	173.31	-
Additions	2,211.50	-
Capitalised during the year	2,384.81	-
<b>As at March 31, 2023</b>	-	-
<b>Cost as at April 01, 2021</b>	150.69	83.92
Additions	1,707.36	41.09
Capitalised during the year	1,684.74	125.01
<b>As at March 31, 2022</b>	<b>173.31</b>	-

## Capital work-in-progress ageing schedule

Particulars	As at March 31, 2023	As at March 31, 2022
Less than 1 year	-	173.31
1-2 years	-	-
2-3 years	-	-
More than 3 years	-	-
<b>Total</b>	<b>-</b>	<b>173.31</b>

**Note: 4.1** The Capital work in progress are related to Projects which are in Progress. No Projects are suspended

**Note: 4.2** No Projects have exceeded their original timelines or original budget.

## Note: 5 Right of Use Assets

Particulars	Office Premises	Building	Land	Godown	Amount
<b>Gross carrying Amount</b>					
<b>Cost as at April 01, 2022</b>	97.75	867.52	274.53	71.17	1,310.97
Additions	188.22	-	-	173.52	361.74
Disposal / Adjustment	-	-	-	37.25	37.25
<b>As at March 31, 2023</b>	<b>285.97</b>	<b>867.52</b>	<b>274.53</b>	<b>207.44</b>	<b>1,635.46</b>
<b>Accumulated Depreciation</b>					
<b>As at April 01, 2022</b>	74.71	10.55	22.51	33.91	141.68
Amortization charge for the year	46.12	88.59	19.75	24.54	179.00
Disposal / Adjustment	-	-	-	29.95	29.95
<b>As at March 31, 2023</b>	<b>120.83</b>	<b>99.14</b>	<b>42.26</b>	<b>28.50</b>	<b>290.73</b>
<b>Net carrying amount</b>	<b>165.14</b>	<b>768.38</b>	<b>232.27</b>	<b>178.94</b>	<b>1,344.73</b>
<b>Gross carrying Amount</b>					
<b>Cost as at April 01, 2021</b>	97.75	14.75	274.53	71.17	458.20
Additions	-	873.96	-	-	873.96
Disposal / Adjustment	-	21.19	-	-	21.19
<b>As at March 31, 2022</b>	<b>97.75</b>	<b>867.52</b>	<b>274.53</b>	<b>71.17</b>	<b>1,310.97</b>
<b>Accumulated Depreciation</b>					
<b>As at April 01, 2021</b>	40.25	0.74	2.76	10.35	54.10
Amortization charge for the year	34.46	9.81	19.75	23.56	87.58
Disposal / Adjustment	-	-	-	-	-
<b>As at March 31, 2022</b>	<b>74.71</b>	<b>10.55</b>	<b>22.51</b>	<b>33.91</b>	<b>141.68</b>
<b>Net carrying amount</b>	<b>23.04</b>	<b>856.97</b>	<b>252.02</b>	<b>37.26</b>	<b>1,169.29</b>

## RAJSHREE POLYPACK LIMITED

## NOTES TO CONSOLIDATED FINANCIAL STATEMENTS FOR THE YEAR ENDED MARCH 31, 2023

(₹ in Lakhs)

## Note: 6 Intangible assets

Particulars	Software	Total
<b>Gross carrying Amount</b>		
Cost as at April 01, 2022	128.17	128.17
Additions	4.35	4.35
Disposal / Adjustment	22.43	22.43
<b>As at March 31, 2023</b>	<b>110.09</b>	<b>110.09</b>
<b>Accumulated Amortization</b>		
As at April 01, 2022	12.68	12.68
Amortization charge for the year	21.43	21.43
Disposal / Adjustment	21.31	21.31
<b>As at March 31, 2023</b>	<b>12.80</b>	<b>12.80</b>
<b>Net carrying amount</b>	<b>97.29</b>	<b>97.29</b>
<b>Gross carrying Amount</b>		
Cost as at April 01, 2021	3.16	3.16
Additions	125.01	125.01
Disposal / Adjustment	-	-
<b>As at March 31, 2022</b>	<b>128.17</b>	<b>128.17</b>
<b>Accumulated Amortization</b>		
As at April 01, 2021	0.21	0.21
Amortization charge for the year	12.47	12.47
Disposal / Adjustment	-	-
<b>As at March 31, 2022</b>	<b>12.68</b>	<b>12.68</b>
<b>Net carrying amount</b>	<b>115.49</b>	<b>115.49</b>

Note: 6.1 Software is other than internally generated software.

## Note: 7A Investments accounted using equity method

Investments accounted using equity method	As At March 31, 2023	As At March 31, 2022
<b>Investment in Joint Ventures (Unquoted)*</b>		
20,04,000 (31 March 2022: Nil) equity shares of ₹10 each fully paid-up in Olive Ecopak Private Limited	200.40	-
Less: Shares of Loss of Joint Venture	(4.58)	-
Less: Elimination of Inter Company Interest Income	(17.32)	-
<b>Total</b>	<b>178.50</b>	<b>-</b>

\*The Board of Director vide their meeting dated April 19, 2022 have provided an in principal approval to acquire 50.1% stake in Olive Ecopak Private Limited for Co-manufacturing, sale and distribution of paper packaging products. The Company executed a signed term sheet with the JV Partner on April 19, 2022 to consummate this transaction. Olive Ecopak Private Limited allotted shares on May 3, 2022 to the Company and JV partner.

## RAJSHREE POLYPACK LIMITED

## NOTES TO CONSOLIDATED FINANCIAL STATEMENTS FOR THE YEAR ENDED MARCH 31, 2023

(₹ in Lakhs)

## Note: 7B Investments

Investments	As At March 31, 2023	As At March 31, 2022
<b>Investments measured at Fair Value through Profit or Loss</b>		
<b>Investments in Mutual Funds (Quoted)</b>		
18,788 (March 31, 2022 : 18,788) Units of ₹10 each fully paid up of ICICI Pro Focused Blue-chip Equity Fund	12.69	12.32
4,651.31 ( March 31, 2022 : 4,026) Units of ₹10 each fully paid up of Nippon India Multi-cap fund	7.58	6.09
<b>Total</b>	<b>20.27</b>	<b>18.41</b>
Particulars	As At March 31, 2023	As At March 31, 2022
Aggregate market value of quoted investments	20.27	18.41
Aggregate book value of quoted investments	20.27	18.41

## Note: 8 Loans - Non Current

Particulars	As At March 31, 2023	As At March 31, 2022
<b>(Unsecured, considered good, unless stated otherwise)</b>		
Inter corporate Loan to Joint Venture (Olive Ecopak private limited) (Refer Note No 42)	731.11	-
<b>Total</b>	<b>731.11</b>	<b>-</b>

The company has not granted any loan or advance in nature of loan to promoter, directors and KMP either severally or jointly with any other person.

Represent Inter corporate loan given to Olive Ecopack private limited includes accrued interest ₹31.11 lakhs/- (March 31, 2022 ₹ Nil) Based on the signed Loan agreements & term sheet. The company advanced the unsecured loan of ₹700 lakhs/- to Olive Ecopak private limited which is interest bearing.

## Note: 9 Other Financial Assets - Non Current

Particulars	As At March 31, 2023	As At March 31, 2022
<b>(Unsecured, considered good, unless stated otherwise)</b>		
Security deposits	138.43	130.25
Bank deposits with more than 12 months maturity*	-	6.82
<b>Total</b>	<b>138.43</b>	<b>137.07</b>

\* Above bank deposits are held as margin money/ securities with bank.

## Note: 10 Other Non Current Assets

Particulars	As At March 31, 2023	As At March 31, 2022
<b>(Unsecured, considered good, unless stated otherwise)</b>		
Balance with government authorities	34.38	34.38
Capital Advances	169.68	365.22
<b>Total</b>	<b>204.06</b>	<b>399.60</b>

## RAJSHREE POLYPACK LIMITED

## NOTES TO CONSOLIDATED FINANCIAL STATEMENTS FOR THE YEAR ENDED MARCH 31, 2023

(₹ in Lakhs)

## Note: 11 Inventories

Particulars	As At March 31, 2023	As At March 31, 2022
<b>(Valued at lower of cost and net realizable value, unless stated otherwise)</b>		
Raw Materials	3,084.43	1,620.29
Work-in-progress	1,736.01	1,427.46
Finished goods	1,264.59	790.85
Packing Material	174.75	158.89
Stores and spares	316.38	230.24
Unusable Wastage	15.34	15.84
Stock in Trade	34.91	31.79
<b>Total</b>	<b>6,626.41</b>	<b>4,275.36</b>

Note: 11.1 Refer Note - 21 and 25 for information on inventories Pledged as security by the Company.

Note: 11.2 During the year ended March 31, 2023 ₹12 lakhs ( March 31, 2022 ₹85 lakhs) was recognised as expense for Inventories recognised at Net realisable value.

## Note: 12 Trade receivables

Particulars	As At March 31, 2023	As At March 31, 2022
<b>Unsecured</b>		
- Considered good (Including related party receivable)	4,321.20	3,043.90
- Significant increase in credit risk	21.33	45.65
- Credit impaired	-	-
<b>Sub-total</b>	<b>4,342.53</b>	<b>3,089.55</b>
Less: Provision for doubtful debts	274.12	177.48
<b>Total</b>	<b>4,068.41</b>	<b>2,912.07</b>
The above amount includes -		
- receivables from related parties	83.16	119.66
- Others	4,259.37	2,969.89
<b>Total</b>	<b>4,342.53</b>	<b>3,089.55</b>

There were no receivables due by directors or any of the officers of the Company

## RAJSHREE POLYPACK LIMITED

## NOTES TO CONSOLIDATED FINANCIAL STATEMENTS FOR THE YEAR ENDED MARCH 31, 2023

(₹ in Lakhs)

## Note: 12.1 Receivable analysis

## (a) As at March 31, 2023

## Outstanding for following periods from due date of Payment

Particulars	Not Due	less than 6 months	6 months - 1 year	1-2 years	2-3 years	more than 3 years	Total
<b>Undisputed trade receivable</b>							
Considered good	2,617.71	1,274.18	112.01	48.93	0.84	-	<b>4,053.67</b>
Which have significant increase in credit risk	-	-	-	-	7.16	5.84	<b>13.00</b>
Credit impaired	-	-	-	-	-	-	-
<b>Disputed trade receivable</b>							
Considered good	-	14.87	175.43	50.18	10.02	17.03	<b>267.53</b>
Which have significant increase in credit risk	-	-	-	-	2.82	5.51	<b>8.33</b>
Credit impaired	-	-	-	-	-	-	-
<b>Total</b>	<b>2,617.71</b>	<b>1,289.05</b>	<b>287.44</b>	<b>99.11</b>	<b>20.84</b>	<b>28.38</b>	<b>4,342.53</b>

## (b) As at March 31, 2022

## Outstanding for following periods from due date of Payment

Particulars	Not Due	less than 6 months	6 months - 1 year	1-2 years	2-3 years	more than 3 years	Total
<b>Undisputed trade receivable</b>							
Considered good	1,723.12	1,225.41	67.06	16.22	8.43	3.66	<b>3,043.90</b>
Which have significant increase in credit risk	-	-	-	-	7.71	10.35	<b>18.06</b>
Credit impaired	-	-	-	-	-	-	-
<b>Disputed trade receivable</b>							
Considered good	-	-	-	-	-	-	-
Which have significant increase in credit risk	-	-	19.59	8.00	-	-	<b>27.59</b>
Credit impaired	-	-	-	-	-	-	-
<b>Total</b>	<b>1,723.12</b>	<b>1,225.41</b>	<b>86.65</b>	<b>24.22</b>	<b>16.14</b>	<b>14.01</b>	<b>3,089.55</b>

## Note: 12.2 Movement in the Provision for doubtful debts pertaining to trade receivables are as follows:

Particulars	As At March 31, 2023	As At March 31, 2022
<b>Balance at the beginning of the year</b>	177.48	201.55
Add: Provided/(Reversal) during the year	96.64	46.54
Less: Amount Written off	-	70.61
<b>Balance at the end of the year</b>	<b>274.12</b>	<b>177.48</b>

Refer Note - 21 and 25 for information on trade receivables pledged as security by the Company.

## Note: 13 Cash and cash equivalents

Particulars	As At March 31, 2023	As At March 31, 2022
Cash on hand	8.40	7.65
Balances with banks in current accounts	436.99	18.06
Fixed Deposit (With maturity of 3 months or less from reporting date)	422.92	66.17
<b>Total</b>	<b>868.31</b>	<b>91.88</b>

(Refer Note No 14.1)

## RAJSHREE POLYPACK LIMITED

## NOTES TO CONSOLIDATED FINANCIAL STATEMENTS FOR THE YEAR ENDED MARCH 31, 2023

(₹ in Lakhs)

## Note: 14 Other bank balance

Particulars	As At March 31, 2023	As At March 31, 2022
<b>Other bank balances</b>		
In Fixed Deposits:		
a) With maturity of more than 3 months but less than 12 months from reporting date	17.92	40.48
b) With maturity of more than 12 months from reporting date	-	6.82
	<b>17.92</b>	<b>47.30</b>
Less: Disclosed under Other financial assets - non-current	-	6.82
<b>Total</b>	<b>17.92</b>	<b>40.48</b>

## Note: 14.1

- a) FDR amounting to ₹ Nil (March 31, 2022 ₹ 39.43 lakhs/-) have been pledged with the bank towards the Company's Letter of Credit and FDR amounting to ₹ Nil (March 31, 2022 ₹31.41 lakhs/-) are pledged with Electricity department.
- b) Fixed Deposits amounting to ₹4.96 lakhs/- (March 31, 2022 ₹34.76 lakhs/-) is as lien against facilities taken from HDFC Bank.
- c) Balance with Bank in current account includes unclaimed Dividend of ₹0.48 lakhs /- (March 31, 2022 ₹0.44 lakhs/-).

## Note: 15 Loans - Current (Unsecured, considered good, unless stated otherwise)

Particulars	As At March 31, 2023	As At March 31, 2022
Loans and advances to related parties (Refer note 42)	6.34	3.94
Advances to Staff	22.99	10.72
<b>Total</b>	<b>29.33</b>	<b>14.66</b>

Disclosures of loans or advances in the nature of loans granted to promoters, directors, key managerial personnel (KMPs) and the related parties:

Type of borrower	Amount of loan or advance in the nature of loan outstanding	
	As At March 31, 2023	As At March 31, 2022
Promoters	-	-
Directors	-	-
KMPs	6.34	3.94
Related parties	-	-

Type of borrower	Percentage of total loan or advances in the nature of loans	
	As At March 31, 2023	As At March 31, 2022
Promoters	-	-
Directors	-	-
KMPs	100.00%	100.00%
Related parties	-	-

As required under section 186(4) of the Companies Act, 2013 loan given to the related parties is for general business purpose. Loan to KMPs are granted individually and repayable on demand

## RAJSHREE POLYPACK LIMITED

## NOTES TO CONSOLIDATED FINANCIAL STATEMENTS FOR THE YEAR ENDED MARCH 31, 2023

(₹ in Lakhs)

## Note: 16 Other Financial Assets - Current

Particulars	As At March 31, 2023	As At March 31, 2022
<b>(Unsecured, considered good, unless stated otherwise)</b>		
Security Deposits	4.43	15.58
Other receivable	39.05	22.25
Less: Provision for doubtful receivables	22.25	22.25
<b>Total</b>	<b>21.23</b>	<b>15.58</b>

## Note: 17 Current Tax Assets (Net)

Particulars	As At March 31, 2023	As At March 31, 2022
Income Tax Refund (Net of Provisions)	31.75	109.34
<b>Total</b>	<b>31.75</b>	<b>109.34</b>

## Note: 18 Other Current Assets

Particulars	As At March 31, 2023	As At March 31, 2022
Balance with government authorities	552.29	220.86
Prepaid Expenses	50.47	44.43
Advance to vendors	154.51	184.16
Export Incentive Receivable	33.81	60.96
<b>Total</b>	<b>791.08</b>	<b>510.41</b>

## Note: 19 Equity share capital

Particulars	As At March 31, 2023	As At March 31, 2022
<b>Authorised share capital</b>		
<b>Equity Shares</b>		
Face value	10	10
No. of shares (Number)	12,500,000	12,500,000
Amount	1,250	1,250
<b>Total</b>	<b>1,250</b>	<b>1,250</b>
<b>Issued, subscribed and paid-up share capital</b>		
<b>Equity Shares</b>		
Face value	10	10
No. of shares (Number)	11,449,000	11,234,000
Amount	1,144.90	1,123.40
<b>Total</b>	<b>1,144.90</b>	<b>1,123.40</b>

## Note: 19.1 Terms/ rights attached to equity shares :

- The Company has only one class of equity shares having at par value of ₹10 per share. Each holder of equity share is entitled to one vote per equivalent fully paid up equity share.
- In the event of liquidation of the Company, the holder of equity shares will be entitled to receive remaining assets of the Company, after distribution of all preferential amounts. The distribution will be in proportion to the number of equivalent fully paid up equity shares held by the shareholders.

## RAJSHREE POLYPACK LIMITED

### NOTES TO CONSOLIDATED FINANCIAL STATEMENTS FOR THE YEAR ENDED MARCH 31, 2023

(₹ in Lakhs)

- iii) The Company declare and pays dividend in Indian Rupees. Each equity share has the same right of dividend.
- iv) The Board of Directors have recommended a final dividend of ₹0.5 per equity share (face value ₹10) for the year ended March 31, 2023 in its meeting held on May 15, 2023 subject to the approval of the shareholders at the 12th annual general meeting. On Approval, the total dividend outgo is expected to be ₹57.25 lakhs/- based on the outstanding shares as on March 31, 2023.

**Note: 19.2 Reconciliation of the number of shares outstanding is set out below:**

Particulars	As At March 31, 2023	As At March 31, 2022
Outstanding at the beginning of the year	11,234,000	11,234,000
Add: Issued during the year	215,000	-
Outstanding at the end of the year	11,449,000	11,234,000

**Note: 19.3 Details of shareholders holding more than 5 % shares**

Particulars	Details	As At March 31, 2023	As At March 31, 2022
Wifag Polytype Holding AG	Number of Shares	1,965,513	2,226,084
	% of Holding	17.17%	19.82%
Abakkus Growth Fund - 1	Number of Shares	866,307	9,87,939
	% of Holding	7.57%	8.79%
Ramswaroop Radheshyam Thard	Number of Shares	2,172,858	2,102,858
	% of Holding	18.98%	18.72%
Sajjankumar N. Rungta HUF	Number of Shares	1,725,132	1,725,132
	% of Holding	15.07%	15.36%
Naresh Radheshyam Thard	Number of Shares	1,805,788	1,735,788
	% of Holding	15.77%	15.45%

**Note: 19.4 Details of Promoter Shareholding in the Company**

Name of the promoter	Details	As At March 31, 2023	As At March 31, 2022
Ramswaroop Radheshyam Thard	Number of Shares	2,172,858	2,102,858
	% of Holding	18.98%	18.72%
	% change	0.26%	0.07%
Naresh Radheshyam Thard	Number of Shares	1,805,788	1,735,788
	% of Holding	15.77%	15.45%
	% change	0.32%	0.07%
Sajjan N Rungta Huf	Number of Shares	1,725,132	1,725,132
	% of Holding	15.07%	15.36%
	% change	-0.29%	0.00%
Anand Sajjankumar Rungta	Number of Shares	189,513	1,89,513
	% of Holding	1.66%	1.69%
	% change	-0.03%	0.00%
Shashi Ramswaroop Thard	Number of Shares	57,498	57,498
	% of Holding	0.50%	0.51%
	% change	-0.01%	0.00%
Varsha Naresh Thard	Number of Shares	57,498	57,498
	% of Holding	0.50%	0.51%
	% change	-0.01%	0.00%

## RAJSHREE POLYPACK LIMITED

### NOTES TO CONSOLIDATED FINANCIAL STATEMENTS FOR THE YEAR ENDED MARCH 31, 2023

(₹ in Lakhs)

**Note: 19.5** Aggregate number of bonus shares issued and shares issued for consideration other than cash during the period of five years immediately preceding the reporting date :

Particulars	No. of Shares
Bonus Shares in F.Y 2017-18	53.17
	<b>53.17</b>

**Note: 19.6** No Class of shares has been bought back by the Company during the period of five years immediately preceding the current year end.

#### Note: 20 Other Equity

Particulars	As At March 31, 2023	As At March 31, 2022
<b>Securities Premium Reserve</b>		
Opening Balance	4,578.21	4,578.21
Add : Premium on shares issued during the period	393.46	-
<b>Closing Balance</b>	<b>4,971.67</b>	<b>4,578.21</b>
<b>Retained Earnings</b>		
Opening Balance	5,873.27	5,030.52
Add : Net Profit for the year	1,065.97	957.14
Add : Other Comprehensive Income for the year (Remeasurement of Net Defined Benefit plans)	7.22	(2.04)
Less : Dividend Paid	(57.26)	(112.35)
<b>Closing Balance</b>	<b>6,889.20</b>	<b>5,873.27</b>
<b>Employee Share Options</b>		
Opening Employee Share options outstanding	-	-
Deferred employee compensation expenses (Refer Note No 46)	1.14	-
<b>Closing Employee Share options outstanding</b>	<b>1.14</b>	<b>-</b>
<b>Total</b>	<b>11,862.01</b>	<b>10,451.48</b>

#### Nature and Purpose of Reserves

**(a) Securities Premium Reserve**

Securities premium is used to record the premium received on issue of shares. The reserve is utilised in accordance with the provisions of the Companies Act, 2013.

**(b) Retained earnings**

Retained earnings represent the accumulated earnings net of losses if any made by the Company over the years as reduced by dividends or other distributions paid to the shareholders and includes other comprehensive income.

**(c) Employee Share Options**

The company has established equity - settled share based payment plan for certain categories of employees of the company. The balance in employee share options account represent the expenses recorded pursuant to the aforesaid schemes for which the options are not yet vested or exercised (Refer Note No 46).

## RAJSHREE POLYPACK LIMITED

### NOTES TO CONSOLIDATED FINANCIAL STATEMENTS FOR THE YEAR ENDED MARCH 31, 2023

(₹ in Lakhs)

#### Note: 21 Borrowings - Non Current

Particulars	As At March 31, 2023	As At March 31, 2022
<b>Secured</b>		
<b>From Banks</b>		
Term loan	2,438.27	1,384.62
Less : Current maturities of long term debt	448.98	171.39
	<b>1,989.29</b>	<b>1,213.23</b>
Vehicle Loan from Banks	62.24	48.89
Less : Current maturities of long term debt	25.29	15.59
	<b>36.95</b>	<b>33.30</b>
<b>Total</b>	<b>2,026.24</b>	<b>1,246.53</b>

- a) Term loan from bank as on 31<sup>st</sup> March, 2023 amounting to ₹49.54 lakhs/- ( 31<sup>st</sup> March 2022: ₹73.03 lakhs/-) was taken from HDFC and carries interest rate @ 9.25%. The loan is repayable in 36 (Thirty Six) monthly instalments commencing from February 2022 with 12 months Moratorium period. The loan is covered by 100% guarantee from NCGTC (National Credit Guarantee Trustee Company Ltd (Ministry of Finance, Government of India). Further, the loan has been guaranteed by the personal guarantee of directors.
- b) Term loan from bank as on 31<sup>st</sup> March, 2023 amounting to ₹66.74 lakhs/- ( 31<sup>st</sup> March 2022: ₹92.00 lakhs/-) was taken from HDFC and carries interest rate @ 9.25% The loan is repayable in 36 (Thirty Six) monthly instalments commencing from May 2022 with 12 months Moratorium period. The loan is covered by 100% guarantee from NCGTC (National Credit Guarantee Trustee Company Ltd (Ministry of Finance, Government of India). Further, the loan has been guaranteed by the personal guarantee of directors.
- c) Term loan from bank as on 31<sup>st</sup> March, 2023 amounting to ₹153.50 lakhs/- ( 31<sup>st</sup> March 2022: ₹153.50 lakhs/-) was taken from HDFC and carries interest rate @ 9.25% The loan is repayable in 36 (Thirty six) monthly instalments commencing from February 2024 with 24 months Moratorium period. The loan is covered by 100% guarantee from NCGTC (National Credit Guarantee Trustee Company Ltd (Ministry of Finance, Government of India). Further, the loan has been guaranteed by the personal guarantee of directors.
- d) Term loan from bank as on 31<sup>st</sup> March, 2023 amounting to ₹297.67 lakhs/- ( 31<sup>st</sup> March 2022: ₹337.25 lakhs/-) was taken from Shamrao Vithal Co-operative Bank and carries interest rate @ 9.05%. The loan is repayable in 84 (Eighty four) monthly instalments commencing from Dec 2021 with 6 months Moratorium period. The loan is secured by hypothecation of Current Asset, Plant & Machinery and third party land & Building. Further, the loan has been guaranteed by the personal guarantee of directors.
- e) Term loan from bank as on 31<sup>st</sup> March, 2023 amounting to ₹393.08 lakhs/- ( 31<sup>st</sup> March 2022: ₹444.23 lakhs/-) was taken from Shamrao Vithal Co-operative Bank and carries interest rate @ 9.05%. The loan is repayable in 84 (Eighty four) monthly instalments commencing from Jan 2022 with 6 months Moratorium period. The loan is secured by hypothecation of Current Asset, Plant & Machinery and third party land & Building. Further, the loan has been guaranteed by the personal guarantee of directors.
- f) Term loan from bank as on 31<sup>st</sup> March, 2023 amounting to ₹151.73 lakhs/- ( 31<sup>st</sup> March 2022: ₹130.03 lakhs/-) was taken from Shamrao Vithal Co-operative Bank and carries interest rate @ 9.05%. The loan is repayable in 84 (Eighty four) monthly instalments commencing from Jan 2022. The loan is secured by hypothecation of Current Asset, Plant & Machinery and third party land & Building. Further, the loan has been guaranteed by the personal guarantee of directors.
- g) Term loan from bank as on 31<sup>st</sup> March, 2023 amounting to ₹306.65 lakhs/- ( 31<sup>st</sup> March 2022: ₹154.58 lakhs /-) was taken from Shamrao Vithal Co-operative Bank and carries interest rate @ 9.05%. The loan is repayable in 84 (Eighty four) monthly instalments commencing from Aug 2022 with 6 months Moratorium period. The loan is secured by hypothecation of Current Asset, Plant & Machinery and third party land & Building. Further, the loan has been guaranteed by the personal guarantee of directors.
- h) Term loan from bank as on 31<sup>st</sup> March, 2023 amounting to ₹20.36 lakhs/- ( 31<sup>st</sup> March 2022: ₹ Nil /-) was taken from Shamrao Vithal Co-operative Bank and carries interest rate @ 9.05%. The loan is repayable in 84 (Eighty four) monthly instalments commencing from Jul 2022 with 6 months Moratorium period. The loan is secured by hypothecation of Current Asset, Plant & Machinery and third party land & Building. Further, the loan has been guaranteed by the personal guarantee of directors.

## RAJSHREE POLYPACK LIMITED

### NOTES TO CONSOLIDATED FINANCIAL STATEMENTS FOR THE YEAR ENDED MARCH 31, 2023

(₹ in Lakhs)

- i) Term loan from bank as on 31<sup>st</sup> March, 2023 amounting to ₹505.00 lakhs/- ( 31<sup>st</sup> March 2022: ₹ Nil /-) was taken from CITI Bank and carries interest rate @ 8.6%. The loan is repayable in 18 (Eighteen) Quarterly instalments commencing from Apr 2023 with 6 months Moratorium period. The loan is secured by hypothecation of Current Asset, Plant & Machinery and third party land & Building. Further, the loan has been guaranteed by the personal guarantee of directors.
- j) Term loan from bank as on 31<sup>st</sup> March, 2023 amounting to ₹494.00 lakhs/- ( 31<sup>st</sup> March 2022: ₹ Nil /-) was taken from CITI Bank and carries interest rate @ 8.97%. The loan is repayable in 18 (Eighteen) Quarterly instalments commencing from May 2023 with 6 months Moratorium period. The loan is secured by hypothecation of Current Asset, Plant & Machinery and third party land & Building. Further, the loan has been guaranteed by the personal guarantee of directors.
- k) Car Loan from HDFC bank as on 31<sup>st</sup> March, 2023 amounting to ₹ 27.08 lakhs/- ( 31<sup>st</sup> March 2022: ₹ 40.35/- lakhs) was taken and carries an interest rate of 8.63%. The loan is repayable in 84 (Eighty Four) monthly instalments commencing from Oct 2017. The Loan is secured by hypothecation of the said Vehicle.
- l) Car Loan from HDFC bank as on 31<sup>st</sup> March, 2023 amounting to ₹ 6.22 lakhs/- ( 31<sup>st</sup> March 2021: ₹ 8.54/- lakhs) was taken and carries an interest rate of 8.20%. The loan is repayable in 60 (Sixty) monthly instalments commencing from Aug 2020. The Loan is secured by hypothecation of the said Vehicle.
- m) Commercial Vehicle Loan from HDFC bank as on 31<sup>st</sup> March, 2023 amounting to ₹11.85 lakhs/- ( 31<sup>st</sup> March 2022: ₹ Nil) was taken and carries an interest rate of 7.01%. The loan is repayable in 47 (fourty seven) monthly instalments commencing from May 2022. The Loan is secured by hypothecation of the said Vehicle.
- n) Car Loan from HDFC bank as on 31<sup>st</sup> March, 2023 amounting to ₹17.09 lakhs/- ( 31<sup>st</sup> March 2022: ₹ Nil) was taken and carries an interest rate of 7.90%. The loan is repayable in 48 (fourty eight) monthly instalments commencing from Aug 2022. The Loan is secured by hypothecation of the said Vehicle.

#### Loans guaranteed by directors

Particulars	As At March 31, 2023	As At March 31, 2022
Term loan from banks	2,438.27	1,384.62
Short term Borrowings from banks	4,893.59	2,404.59
<b>Total</b>	<b>7,331.86</b>	<b>3,789.21</b>

#### Note: 22 Lease Liabilities - Non Current

Particulars	As At March 31, 2023	As At March 31, 2022
Lease Liabilities (Refer note 47)	1,163.03	1,087.86
<b>Total</b>	<b>1,163.03</b>	<b>1,087.86</b>

#### Note: 23 Other financial liabilities - Non Current

Particulars	As At March 31, 2023	As At March 31, 2022
Security deposits	4.72	4.37
<b>Total</b>	<b>4.72</b>	<b>4.37</b>

## RAJSHREE POLYPACK LIMITED

## NOTES TO CONSOLIDATED FINANCIAL STATEMENTS FOR THE YEAR ENDED MARCH 31, 2023

(₹ in Lakhs)

## Note: 24 Deferred tax liabilities (Net)

Particulars	As At March 31, 2023	As At March 31, 2022
<b>Significant components of net deferred tax assets and liabilities</b>		
<b>Deferred tax assets</b>		
Deferred tax on IPO Expenses	23.60	35.39
Provision for doubtful debts and receivables	74.59	50.27
Fair Value of Mutual Funds	-	-
Lease (Right to Use Asset)	22.88	6.78
	<b>121.07</b>	<b>92.44</b>
<b>Deferred tax liabilities</b>		
Difference in net carrying value of property, plant and equipment and intangible assets as per income tax and books	565.00	457.81
Fair Value of Mutual Funds	2.08	1.86
Lease (Right to Use Asset)	-	-
	<b>567.08</b>	<b>459.67</b>
<b>Deferred tax liabilities, net</b>	<b>(446.01)</b>	<b>(367.23)</b>

## Note: 24.1 Movement of deferred tax assets and liabilities during the year ended:

Particulars	As at April 01, 2021	Recognized in statement and profit and loss	As at March 31, 2022
<b>Deferred tax asset arising on account of:</b>			
- IPO Expenses	45.30	(9.91)	35.39
- Provision for doubtful debts and receivables	56.33	(6.06)	50.27
- Lease (Right of Use Asset)	0.92	5.86	6.78
<b>Sub-total (A)</b>	<b>102.55</b>	<b>(10.11)</b>	<b>92.44</b>
<b>Deferred tax liabilities arising on account of:</b>			
Difference in net carrying value of property, plant and equipment and intangible assets as per income tax and books	400.82	56.99	457.81
Fair Value of Mutual Funds	0.94	0.92	1.86
<b>Sub-total (B)</b>	<b>401.76</b>	<b>57.91</b>	<b>459.67</b>
<b>Deferred tax liability (net) (A - B)</b>	<b>(299.21)</b>	<b>(68.02)</b>	<b>(367.23)</b>

## RAJSHREE POLYPACK LIMITED

## NOTES TO CONSOLIDATED FINANCIAL STATEMENTS FOR THE YEAR ENDED MARCH 31, 2023

(₹ in Lakhs)

(b) Particulars	As at April 01, 2022	Recognized in statement and profit and loss	As at March 31, 2023
<b>Deferred tax asset arising on account of:</b>			
- IPO Expenses	35.39	(11.79)	23.60
- Provision for doubtful debts and receivables	50.27	24.32	74.59
- Lease ( Right of Use Asset)	6.78	16.10	22.88
<b>Sub-total (A)</b>	<b>92.44</b>	<b>28.63</b>	<b>121.07</b>
<b>Deferred tax liabilities arising on account of:</b>			
Difference in net carrying value of property, plant and equipment, intangible assets as per income tax and books.	457.81	107.19	565.00
Lease (Right to Use Asset)	1.86	0.21	2.08
<b>Sub-total (B)</b>	<b>459.67</b>	<b>107.40</b>	<b>567.08</b>
<b>Deferred tax liability (net) (A - B)</b>	<b>(367.23)</b>	<b>(78.77)</b>	<b>(446.01)</b>

## Note: 25 Borrowings - Current

Particulars	As At March 31, 2023	As At March 31, 2022
<b>Secured Loans</b>		
Cash credit Loan from Banks	2,393.59	1,904.59
Working Capital Demand Loan from Banks (WCDL)	2,500.00	500.00
Current Maturities of long term borrowings (Refer Note No 21)	474.27	186.98
<b>Total</b>	<b>5,367.86</b>	<b>2,591.57</b>

- a) Cash credit from HDFC as on 31<sup>st</sup> March, 2023 amounting to ₹1,971.12 lakhs/- ( 31<sup>st</sup> March 2022: ₹638.76/- lakhs) is secured by hypothecation of Current Assets, Plant & Machinery and Factory land & building. The credit facility has been guaranteed by personal guarantee of directors. The cash credit is repayable on demand and carries interest @ 9.00% as on 31<sup>st</sup> March, 2023.
- b) Cash credit from IndusInd Bank as on 31<sup>st</sup> March, 2023 amounting to ₹ Nil /- ( 31<sup>st</sup> March 2022: ₹44.77/- lakhs). The loan is secured by hypothecation of Current Assets, Plant & Machinery and Factory land & building and also Plant & Machinery and Land & Building in the name of third party. The credit facility has been guaranteed by personal guarantee of directors. The cash credit is repayable on demand and carries interest @ 9.20% as on 31<sup>st</sup> March, 2022.
- c) Cash credit from Shamrao Vithal Co-operative Bank as on 31<sup>st</sup> March, 2023 amounting to ₹385.57 lakhs/- ( 31<sup>st</sup> March 2022: ₹471.74 /- lakhs). The loan is secured by hypothecation of Current Assets, Plant & Machinery and Land & Building in the name of third party. The credit facility has been guaranteed by personal guarantee of directors. The cash credit is repayable on demand and carries interest @ 9.05% as on 31<sup>st</sup> March, 2023.
- d) Cash credit from CITI Bank as on 31<sup>st</sup> March, 2023 amounting to ₹36.90 lakhs/- ( 31<sup>st</sup> March 2022: ₹749.31/- lakhs). The loan is secured by hypothecation of Current Assets, Plant & Machinery and Factory Land & Building in the name of third party. The credit facility has been guaranteed by personal guarantee of directors. The cash credit is repayable on demand and carries interest @ 8.50% as on 31<sup>st</sup> March, 2023
- e) Cash credit in form of WCDL from CITI Bank as on 31<sup>st</sup> March, 2023 amounting to ₹2,500.00/- lakhs ( 31<sup>st</sup> March 2022: ₹500 lakhs/-) is secured by hypothecation of Current Asset, Plant & Machinery and Factory Land & Building in the name of third party. The credit facility has been guaranteed by the personal guarantee of directors. The facility is repayable on demand and carries interest @ 8.25% as on 31<sup>st</sup> March, 2023.

## Note: 26 Lease Liabilities - Current

Particulars	As At March 31, 2023	As At March 31, 2022
Lease Liabilities (Refer note 47)	256.18	94.54
<b>Total</b>	<b>256.18</b>	<b>94.54</b>

## RAJSHREE POLYPACK LIMITED

## NOTES TO CONSOLIDATED FINANCIAL STATEMENTS FOR THE YEAR ENDED MARCH 31, 2023

(₹ in Lakhs)

## Note: 27 Trade payables

Particulars	As At March 31, 2023	As At March 31, 2022
Due to Micro, Small and Medium Enterprises *	600.33	313.71
Due to others	1517.87	1,312.88
<b>Total</b>	<b>2118.20</b>	<b>1,626.59</b>

**Note: 27.1** \*The amount due to Micro, Small and Medium Enterprises (MSME) as defined in the Micro, Small and Medium Enterprises Development Act (MSMED Act), 2006 has been determined to the extent such parties have been identified on the basis of information collected by the management. The disclosure relating to Micro, Small and Medium Enterprises is as under:

Particulars	As At March 31, 2023	As At March 31, 2022
Dues remaining unpaid at the year/period end:		
The principal amount and the interest due thereon remaining unpaid to any supplier as at the end of accounting year;	600.33	313.71
The amount of interest accrued and remaining unpaid at the end of accounting year	4.55	0.04
The amount of interest paid by the buyer in terms of section 16 of MSMED Act along with the amount of the payment made to the supplier beyond the appointed day during the year	-	-
The amount of interest due and payable for the period (where the principal has been paid but interest under the MSMED Act, 2006 not paid);	-	-
The amount of further 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: 27.2 Trade payable analysis

## (a) As at March 31, 2022

## Outstanding for following periods from due date of Payment

Particulars	Not Due	less than 1 year	1-2 years	2-3 years	More than 3 years	Total
MSME	179.71	134.00	-	-	-	313.71
Others	904.39	376.75	18.91	11.53	1.30	1,312.88
Disputed dues - MSME	-	-	-	-	-	-
Disputed dues - Others	-	-	-	-	-	-
<b>Total</b>	<b>1,084.10</b>	<b>510.75</b>	<b>18.91</b>	<b>11.53</b>	<b>1.30</b>	<b>1,626.59</b>

## (b) As at March 31, 2023

## Outstanding for following periods from due date of Payment

Particulars	Not Due	less than 1 year	1-2 years	2-3 years	More than 3 years	Total
MSME	359.10	240.12	1.11	-	-	600.33
Others	1,094.06	401.23	17.47	2.97	2.14	1517.87
Disputed dues - MSME	-	-	-	-	-	-
Disputed dues - Others	-	-	-	-	-	-
<b>Total</b>	<b>1,453.16</b>	<b>641.35</b>	<b>18.58</b>	<b>2.97</b>	<b>2.14</b>	<b>2118.20</b>

Refer note 42 for Trade Payables to Related Parties

## RAJSHREE POLYPACK LIMITED

### NOTES TO CONSOLIDATED FINANCIAL STATEMENTS FOR THE YEAR ENDED MARCH 31, 2023

(₹ in Lakhs)

#### Note: 28 - Other Financial Liabilities

Particulars	As At March 31, 2023	As At March 31, 2022
Employee Dues Payable	134.08	126.86
Others Payable	1.67	1.81
Payable to Directors (Refer Note 42)	12.59	9.49
<b>Total</b>	<b>148.34</b>	<b>138.16</b>

#### Note: 29 Other current liabilities

Particulars	As At March 31, 2023	As At March 31, 2022
Interest Accrued but not Due	10.36	1.98
Creditors for Capital Goods	53.65	177.73
Contract liabilities (Advance from customers)	1,568.86	136.50
Statutory dues payable	34.32	159.32
Dividend Payable	0.28	0.24
Deferred Accrued Income	2.66	3.11
<b>Total</b>	<b>1,670.13</b>	<b>478.88</b>

#### Note: 30 Current Tax Liabilities (Net)

Particulars	As At March 31, 2023	As At March 31, 2022
Current Tax Liabilities (Net of Advance Tax, TDS & TCS Receivable)	73.19	-
	<b>73.19</b>	<b>-</b>

#### Note: 31 Provisions

Particulars	As At March 31, 2023	As At March 31, 2022
<b>Provision for employee benefits:</b>		
Provision for gratuity (Funded) (refer note 45)	9.61	5.56
Provision for leave encashment (unfunded)	4.15	-
<b>Total</b>	<b>13.76</b>	<b>5.56</b>

#### Note: 32 Revenue from operations

Particulars	For the Year ended March 31, 2023	For the Year ended March 31, 2022
<b>Sale of Products :</b>		
Plastic Packaging Products	25,069.00	19,750.85
	<b>25,069.00</b>	<b>19,750.85</b>
<b>Other operating revenue :</b>		
Scrap Sales	52.44	33.48
Development charges	92.05	69.89
Export Incentives	5.75	1.42
	<b>150.24</b>	<b>104.79</b>
<b>Total</b>	<b>25,219.24</b>	<b>19,855.64</b>

## RAJSHREE POLYPACK LIMITED

## NOTES TO CONSOLIDATED FINANCIAL STATEMENTS FOR THE YEAR ENDED MARCH 31, 2023

(₹ in Lakhs)

## Disclosure pursuant to Ind AS 115: Revenue from contract with customers

## (a) Disaggregated revenue

Particulars	For the Year ended March 31, 2023	For the Year ended March 31, 2022
<b>(i) Revenue based on timing:</b>		
Revenue recognized at point in time	25,069.00	19,750.85
Revenue recognized over time	-	-
<b>Total</b>	<b>25,069.00</b>	<b>19,750.85</b>
<b>(ii) Revenue by geographical market</b>		
Within India	23,723.71	18,626.37
Outside India	1,345.29	1,124.48
<b>Total</b>	<b>25,069.00</b>	<b>19,750.85</b>

## (b) Contract Balances

Particulars	For the Year ended March 31, 2023	For the Year ended March 31, 2022
Closing balance of contract liabilities as at year end (Refer note 29)**	1,568.86	136.50

\*\* The contract liabilities relate to the advance received from customers towards future supply for which revenue is recognised at a point in time.

## (c) Reconciling the amount of revenue recognised in the statement of profit and loss with the contracted price

Particulars	For the Year ended March 31, 2023	For the Year ended March 31, 2022
Revenue as per contract price	25,146.59	19,772.07
<b>Less: Adjustment</b>		
- Discounts	77.59	21.22
<b>Net revenue from contract with customers</b>	<b>25,069.00</b>	<b>19,750.85</b>

## Note: 33 Other Income

Particulars	For the Year ended March 31, 2023	For the Year ended March 31, 2022
Interest Income on Fixed Deposits	8.11	47.82
Interest Income- Inter Corporate Deposit & Unsecured loan	17.67	2.08
Gain on foreign currency transaction (net)	76.73	28.85
Balances no longer required written back	28.08	1.81
Income from warehousing (Refer Note No 47(a))	73.86	22.50
Net Gain on Fair Value Change of Mutual Funds	0.85	3.66
Gain on Termination of Lease	0.70	-
Interest Income on Fair Valuation of Security Deposits	4.08	3.00
<b>Total</b>	<b>210.08</b>	<b>109.72</b>

## RAJSHREE POLYPACK LIMITED

## NOTES TO CONSOLIDATED FINANCIAL STATEMENTS FOR THE YEAR ENDED MARCH 31, 2023

(₹ in Lakhs)

## Note: 34 Cost of Materials Consumed

Particulars	For the Year ended March 31, 2023	For the Year ended March 31, 2022
<b>Raw Material Consumption :</b>		
Opening Stock	1,620.29	841.98
Add : Purchases during the Year	16,076.45	13,664.59
Less : Closing Stock	3,084.43	1,620.29
	<b>14,612.31</b>	<b>12,886.28</b>
<b>Store and Spare Parts Consumed :</b>		
Opening Stock	230.24	109.13
Add : Purchases during the Year	366.61	308.69
Less : Closing Stock	316.38	230.24
	<b>280.47</b>	<b>187.58</b>
<b>Packing Material Consumed :</b>		
Opening Stock	158.89	74.14
Add : Purchases during the Year	1,107.66	870.72
Less : Closing Stock	174.75	158.89
	<b>1,091.80</b>	<b>785.97</b>
<b>Total</b>	<b>15,984.58</b>	<b>13,859.83</b>

## Note: 35 Purchases of stock-in-trade

Particulars	For the Year ended March 31, 2023	For the Year ended March 31, 2022
Purchases (Plastic Packaging Products)	381.17	298.87
<b>Total</b>	<b>381.17</b>	<b>298.87</b>

## Note: 36 Changes in inventories of finished goods, work in progress, stock in trade and unusable wastage

Particulars	For the Year ended March 31, 2023	For the Year ended March 31, 2022
<b>Inventories at the beginning of the year :</b>		
Finished goods	790.85	506.77
Work-in-progress	1,427.46	426.28
Stock-in-trade	31.79	18.18
Unusable Wastage	15.84	24.80
	<b>2,265.94</b>	<b>976.03</b>
<b>Inventories at the end of the year :</b>		
Finished goods	1,264.59	790.85
Work-in-progress	1,736.01	1,427.46
Stock-in-trade	34.91	31.79
Unusable Wastage	15.34	15.84
	<b>3,050.85</b>	<b>2,265.94</b>
<b>Net</b>	<b>(784.91)</b>	<b>(1,289.91)</b>

## RAJSHREE POLYPACK LIMITED

## NOTES TO CONSOLIDATED FINANCIAL STATEMENTS FOR THE YEAR ENDED MARCH 31, 2023

(₹ in Lakhs)

## Note: 37 Employee benefits expense

Particulars	For the Year ended March 31, 2023	For the Year ended March 31, 2022
Salary, Bonus and Incentives (Including Contract Labour)	1,924.37	1,492.02
Director Remuneration (Refer Note No 42)	186.91	154.26
Contribution to provident fund and other funds	76.50	58.54
Gratuity (Refer Note No 45)	19.93	14.89
Leave encashment	4.15	-
Expense on Employee Stock Option Schemes (Refer Note No 46)	1.14	-
Staff welfare expenses	40.70	33.52
<b>Total</b>	<b>2,253.70</b>	<b>1,753.23</b>

## Note: 38 Finance Costs

Particulars	For the Year ended March 31, 2023	For the Year ended March 31, 2022
Interest Expense	535.50	214.23
Other Borrowing Costs	51.39	42.21
Bank Charges	10.52	13.72
Interest Expenses on Lease Obligation	103.54	39.94
<b>Total</b>	<b>700.95</b>	<b>310.10</b>

## Note: 39 Other expenses

Particulars	For the Year ended March 31, 2023	For the Year ended March 31, 2022
<b>Manufacturing expense</b>		
Power and Fuel	1,204.94	666.81
Job work*	328.44	290.97
Factory Expenses	281.45	214.73
Repairs to Machinery	102.33	57.09
Repairs to Buildings	26.34	5.50
<b>Selling and Distribution expenses</b>		
Freight Outward	1,035.62	696.94
Selling Expenses	149.07	121.47
<b>Administration and Other expenses</b>		
Insurance	127.15	100.64
Rent	45.19	50.49
Travelling Expenses	137.13	109.74
Professional and Consultancy Charges	295.42	119.41
Remuneration to auditors	22.39	16.11
Balance not recoverable written off	11.62	-
Expenditure on Corporate Social Responsibility (Refer Note No 51)	24.75	28.89
Provision for doubtful debts and other receivables	96.64	54.69
Loss on Sale/Discard of Assets (Net)	1.12	-
Miscellaneous Expenses	173.81	110.88
<b>Total</b>	<b>4,063.41</b>	<b>2644.36</b>

\* Includes job work charges of Related parties (Refer Note No 42)

## RAJSHREE POLYPACK LIMITED

## NOTES TO CONSOLIDATED FINANCIAL STATEMENTS FOR THE YEAR ENDED MARCH 31, 2023

(₹ in Lakhs)

## (a) Details of Payments to auditors

Particulars	For the Year ended March 31, 2023	For the Year ended March 31, 2022
<b>As Auditor:</b>		
Statutory Audit Fee (including limited reviews)	20.00	16.00
<b>In Other Capacity:</b>		
Out of Pocket Expenses	2.39	0.11
<b>Total</b>	<b>22.39</b>	<b>16.11</b>

## Note: 40 Income tax

## Reconciliation of tax expenses and the accounting profit multiplied by applicable tax rate:

Particulars	March 31, 2023	March 31, 2022
Profit before tax (a)	1,434.01	1,285.03
Income tax rate as applicable (b)	25.17%	25.17%
Income tax liability as per applicable tax rate (a X b)	360.91	323.42
(i) Expenses disallowed for tax purposes	6.23	7.27
(ii) Short provision for earlier years	3.36	5.34
(iii) Deduction u/s 80JJAA	(3.91)	(5.09)
(iv) Other (allowance)	1.45	(3.05)
<b>Tax expense reported in the Statement of Profit and Loss</b>	<b>368.04</b>	<b>327.89</b>

## Note:

The Company offsets tax assets and liabilities in and only if it has a legally enforceable right to set off current tax assets and current tax liabilities and the deferred tax assets and deferred tax liabilities relate to income taxes levied by the same authority.

## Income tax recognized in the Statement of Profit and Loss:

Particulars	March 31, 2023	March 31, 2022
<b>Current tax</b>		
current tax expense for current year	285.91	254.53
current tax expense pertaining to prior years	3.36	5.34
	<b>289.27</b>	<b>259.87</b>
<b>Deferred tax</b>		
Deferred tax charge for current year	78.77	68.02
Deferred tax charge/ (credit) - OCI	-	-
	<b>78.77</b>	<b>68.02</b>
<b>Total tax expense recognized in current year</b>	<b>368.04</b>	<b>327.89</b>

## Note: 41 Capital commitments, other commitments and contingent liabilities

## Note: 41.1 Capital Commitments.

- (a) Estimated amount of capital commitments to be executed on capital accounts and not provided for is ₹127.51 lakh, as at March 31, 2023 (March 31, 2022: ₹676.86 lakh) (Net of advances).

## RAJSHREE POLYPACK LIMITED

## NOTES TO CONSOLIDATED FINANCIAL STATEMENTS FOR THE YEAR ENDED MARCH 31, 2023

(₹ in Lakhs)

## Note: 41.2 Contingent liability (to the extent not provided for)

Particulars	As at March 31, 2023	As at April 01, 2022
<b>(i) Claims against the Company/ disputed liabilities not acknowledged as debts</b>		
Disputed income tax demands*	8.57	5.22
<b>Others Commitments :</b>		
Custom Duty against Export Obligation (EPCG)**	-	-
Custom Duty against Export Obligation (Advance License)***	-	-
<b>(ii) Guarantees given by the Company</b>		
Guarantee given by bank to Government Authorities of on behalf of the Company	259.55	237.35

## Notes:

\* Pending resolution of Income tax matter, it is not practicable for company to estimate the timings of cash outflow, if any, in respect of the above only on receipt of judgements/decision pending with the respective authority. The company has received all its pending litigations & Proceedings and has disclosed contingent liability wherever applicable in the financial statements. The company does not expect the outcome of those proceedings to have materially adverse effect on its financial position."

\*\* The Company has obtained license under Export Promotion Capital Goods Scheme (EPCG) for import of capital goods on zero percent custom duty. Under the EPCG the Company needs to fulfil certain export obligations, failing which, it is liable for payment of custom duty. Export Obligations as on 31<sup>st</sup> March, 2023 is ₹4,567.36/- lakh ( 31<sup>st</sup> March 2022: ₹4,862.01/-lakh).

\*\*\* The Company has obtained Advance License for import of goods on zero percent custom duty. Under the Advance Licence scheme the Company needs to fulfil certain export obligations, failing which, it is liable for payment of custom duty saved on import. Export Obligations as on 31<sup>st</sup> March, 2023 is ₹1,963.56/-lakh ( 31<sup>st</sup> March 2022: ₹609.03/-lakh).

## Note: 42 Disclosures as required by Indian Accounting Standard (Ind AS) 24 - Related Party Disclosures

## Note: 42.1 Name and relationships of related parties:

(a) Joint Venture (Jointly Controlled):	Olive Ecopak Private Limited (W.e.f. 3rd May, 2022)
(b) "Entities in which Director/ Key Management Personnel (KMP) and their relatives has significant influence " (Only where there are transactions/ balances)	Bobson Industries Orbit Industries Rajshree Infotech Sajjan N Rungta HUF (W.e.f. 22nd June, 2021) Packaging Solutions Group
(c) Key Management Personnel [KMP]:	Ramswaroop Radheshyam Thard (Director) Naresh Radheshyam Thard (Director) Anand Sajjankumar Rungta (Director) (W.e.f. 24nd June, 2021) Alain Edmond Berset (Director) (Up to 10th Mar, 2023) Pradeep Kumar Gupta (Director) Praveen Bhatia (Director) Rajesh Satyanarayan Murarka (Director) Yashvi Shah (Director) (W.e.f. 30th May, 2022) Sunil Sawarmal Sharma (Chief Financial Officer) Mitali Rajendra Shah (Company Secretary) Sangeeta Sarin (Director) (Up to 18th Apr, 2022)
(d) Relatives of KMP (Only where there are transactions)	Shashi Ramswaroop Thard Varsha Naresh Thard Mamta Rajesh Murarka

## RAJSHREE POLYPACK LIMITED

## NOTES TO CONSOLIDATED FINANCIAL STATEMENTS FOR THE YEAR ENDED MARCH 31, 2023

(₹ in Lakhs)

## Note: 42.2 Transactions with related parties

Nature of transaction	Name of the party	As at March 31, 2023	As at March 31, 2022
Dividend Paid	Ramswaroop Radheshyam Thard	10.86	20.99
	Naresh Radheshyam Thard	9.03	17.32
	Anand Sajjankumar Rungta	0.95	1.90
	Sajjan N Rungta HUF	8.63	17.25
	Shashi Ramswaroop Thard	0.29	0.57
	Varsha Naresh Thard	0.29	0.57
	Rajesh Satyanarayan Murarka	0.00	0.01
	Mamta Rajesh Murarka	0.01	0.02
Job Work Charges	Bobson Industries	20.41	35.81
	Orbit Industries	189.04	231.95
Revenue from Operations	Bobson Industries	52.62	23.99
	Orbit Industries	785.26	558.54
Purchase of raw material / Finished Goods / Services	Bobson Industries	18.64	33.54
	Orbit Industries	499.50	353.93
Managerial Remuneration	Ramswaroop Radheshyam Thard	94.39	78.66
	Naresh Radheshyam Thard	74.52	62.10
	Anand Sajjankumar Rungta	18.00	13.50
Salary and Incentives	Sunil Sawarmal Sharma	24.01	16.22
	Mitali Rajendra Shah	10.23	7.36
Professional Fees	Praveen Bhatia	12.00	12.00
	Packaging Solutions Group	0.92	5.09
Rent	Rajshree Infotech	41.98	39.98
	Bobson Industries	6.69	5.91
Director Sitting Fees	Alain Edmond Berset	1.09	0.45
	Pradeep Kumar Gupta	1.05	0.60
	Praveen Bhatia	1.05	0.30
	Rajesh Satyanarayan Murarka	1.05	0.60
	Anand Sajjankumar Rungta	-	0.15
	Yashvi Shah	0.75	-
	Sangeeta Sarin	-	0.60
Loan Given	Sunil Sawarmal Sharma	3.00	5.00
Loan Repaid	Sunil Sawarmal Sharma	-	2.00
	Mitali Rajendra Shah	0.60	0.54
Investment in Equity Share	Olive Ecopak Private Limited	200.40	-
Inter corporate Loan	Olive Ecopak Private Limited	700.00	-
Interest Income on Loan	Olive Ecopak Private Limited	17.24	-
Issue of Equity Shares	Ramswaroop Radheshyam Thard	135.10	-
	Naresh Radheshyam Thard	135.10	-

## RAJSHREE POLYPACK LIMITED

### NOTES TO CONSOLIDATED FINANCIAL STATEMENTS FOR THE YEAR ENDED MARCH 31, 2023

(₹ in Lakhs)

#### Note: 42.3 Related party outstanding balances:

Nature of transaction	Name of the party	As at March 31, 2023	As at March 31, 2022
Trade receivables	Orbit Industries	68.23	119.66
	Bobson Industries	14.93	-
Loans to Key Managerial Persons	Sunil Sawarmal Sharma	6.00	3.00
	Mitali Rajendra Shah	0.34	0.94
Other Financial Liabilities / Professional Fees	Praveen Bhatia	1.08	1.08
Trade payables	Bobson Industries	-	16.56
Investment	Olive Ecopak Private Limited	200.40	-
Unsecured Loan	Olive Ecopak Private Limited	700.00	-
Accrued Interest	Olive Ecopak Private Limited	31.11	-
Other Financial Liabilities / Managerial Remuneration Payable	Ramswaroop Radheshyam Thard	5.18	4.57
	Naresh Radheshyam Thard	4.14	3.67
	Anand Sajjankumar Rungta	1.25	1.25

#### Notes:

- (a) Transactions with related parties and outstanding balances at the year end are disclosed at transaction value. The terms and conditions of these transactions are at arm's length.
- (b) In addition to above transactions:
- (i) Directors of the Company has given personal guarantee's for loans taken by the Company (Refer note 21 and 25)

#### Note: 43 Breakup of compensation to key managerial personnel

Key management personnel are those persons having authority and responsibility for planning, directing and controlling the activities of the entity, directly or indirectly, including any director (whether executive or otherwise) of that entity.

#### (a) Compensation to KMP as specified in para 42.1 (c) above:

Particulars	As at March 31, 2023	As at March 31, 2022
Short term employee benefits	221.15	177.84
Post employment benefits*		
<b>Total</b>	<b>221.15</b>	<b>177.84</b>

\*As the future liability for gratuity is provided on an actuarial basis for the company as a whole, the amount pertaining to the directors is not ascertainable and therefore, not included above.

#### Note: 44 Earnings per share

Particulars	As at March 31, 2023	As at March 31, 2022
<b>Basic earning per share :</b>		
Net Profit attributable to the equity share holders of the Company	<b>1,073.19</b>	<b>955.10</b>
Weighted average number of equity shares o/s during the year	11,367,123	11,234,000
Face value per equity share (₹)	10.00	10.00
<b>Basic earnings per share (₹)</b>	<b>9.44</b>	<b>8.50</b>
<b>Diluted earning per share :</b>		
Profit attributable to the equity share holders of the Company	1,073.19	955.10
Weighted average number of equity shares	11,369,564	11,234,000
<b>Face value per equity share (₹)</b>	<b>10.00</b>	<b>10.00</b>
<b>Diluted earnings per share (₹)</b>	<b>9.44</b>	<b>8.50</b>

## RAJSHREE POLYPACK LIMITED

## NOTES TO CONSOLIDATED FINANCIAL STATEMENTS FOR THE YEAR ENDED MARCH 31, 2023

(₹ in Lakhs)

**Note: 45 Disclosure relating to employee benefits as per Ind AS 19 'Employee Benefits'****(i) Disclosures for defined contribution plan**

The Company has defined contribution plan - Provident Fund. The obligation of the Company is limited to the amount contributed and it has no further contractual obligation. Following is the details regarding Company's contributions made during the year:

Particulars	As at March 31, 2023	As at March 31, 2022
Provident fund	76.50	58.54

**(ii) Disclosures for defined benefit plans****(a) Defined benefit obligations - Gratuity (funded)**

The Company has a defined benefit gratuity plan for its employees. The gratuity plan is governed by the Payment of Gratuity Act, 1972. Under the Act, every employee who has completed five years of service is entitled to specific benefit. The level of benefits provided depends on the employee's length of service and salary at retirement age. Every employee who has completed five years or more of service gets a gratuity on departure at 15 days salary (last drawn) for each completed year of service as per the provisions of the Payment of Gratuity Act, 1972. The scheme is funded.

For determination of the liability in respect of gratuity, the Company has used following actuarial assumptions:

Particulars	As at March 31, 2023	As at March 31, 2022
Discount Rate (per annum)	7.44%	6.96%
Rate of Return on Plan Assets (per annum)	7.44%	6.96%
Salary Escalation (per annum)	6.00%	6.00%
Attrition Rate (per annum) (for Service 1 year and below)	35.00%	35.00%
Attrition Rate (per annum) (for Service 2 - 4 years)	10.00%	10.00%
Attrition Rate (per annum) (for Service 5 year and above)	4.00%	4.00%
Mortality Rate	"Indian Assured Lives Mortality 2012-14 (Urban)"	"Indian Assured Lives Mortality 2012-14 (Urban)"

**Changes in the present value of obligations**

Particulars	As at March 31, 2023	As at March 31, 2022
Liability at the beginning of the year	80.82	69.89
Interest cost	5.62	4.59
Current service cost	19.55	14.59
Benefits paid	(9.22)	(11.07)
Actuarial (gain)/loss on obligations	(10.18)	2.82
<b>Liability at the end of the year</b>	<b>86.59</b>	<b>80.82</b>

**Changes in the fair value of plan assets**

Particulars	As at March 31, 2023	As at March 31, 2022
Opening fair value of plan assets	75.25	65.26
Expected return on plan assets	5.24	4.29
Employers contribution	6.23	16.68
Benefits paid	(9.22)	(11.07)
Actuarial gain/(loss) on plan assets	(0.52)	0.09
<b>Closing fair value of plan assets</b>	<b>76.98</b>	<b>75.25</b>

## RAJSHREE POLYPACK LIMITED

## NOTES TO CONSOLIDATED FINANCIAL STATEMENTS FOR THE YEAR ENDED MARCH 31, 2023

(₹ in Lakhs)

## Table of recognition of actuarial gain / loss

Particulars	As at March 31, 2023	As at March 31, 2022
Actuarial (gain)/ loss on obligation for the year	(10.18)	2.82
Actuarial gain/ (loss) on assets for the year	(0.52)	0.09
<b>Actuarial (gain)/ loss recognized in Statement of OCI</b>	<b>(9.66)</b>	<b>2.73</b>

## Breakup of actuarial (gain) /loss:

Particulars	As at March 31, 2023	As at March 31, 2022
Actuarial loss/(gain) arising from change in demographic assumption	-	4.66
Actuarial loss arising from change in financial assumption	(4.43)	(3.53)
Actual return on plan assets less interest on plan assets	0.52	(0.09)
Actuarial loss/(gain) arising from experience	(5.75)	1.69
<b>Total</b>	<b>(9.66)</b>	<b>2.73</b>

## Amount recognized in the Balance Sheet:

Particulars	As at March 31, 2023	As at March 31, 2022
Liability at the end of the year	86.59	80.82
Fair value of plan assets at the end of the year	(76.97)	(75.25)
<b>Amount recognized in Balance Sheet</b>	<b>9.62</b>	<b>5.57</b>

## Expenses recognized in the Income Statement:

Particulars	As at March 31, 2023	As at March 31, 2022
Current service cost	19.55	14.59
Interest cost	5.62	4.59
Expected return on plan assets	(5.24)	(4.29)
Past Service Cost	-	-
Actuarial (Gain)/Loss	(9.66)	2.72
Expense/ (income) recognized in		
- Statement of Profit and Loss	19.93	14.89
- Other comprehensive income (OCI)	(9.66)	2.72

## Balance sheet reconciliation

Particulars	As at March 31, 2023	As at March 31, 2022
Opening net liability	5.56	4.63
Expense recognized in Statement of Profit and Loss & OCI	10.27	17.61
Employers contribution	(6.23)	(16.68)
<b>Amount recognized in Balance Sheet</b>	<b>9.60</b>	<b>5.56</b>
Non current portion of defined benefit obligation	-	-
Current portion of defined benefit obligation	9.60	5.56

## RAJSHREE POLYPACK LIMITED

## NOTES TO CONSOLIDATED FINANCIAL STATEMENTS FOR THE YEAR ENDED MARCH 31, 2023

(₹ in Lakhs)

## Sensitivity analysis of defined benefit obligation (Gratuity)

Particulars	As at March 31, 2023	As at March 31, 2022
<b>a) Impact of change in discount rate</b>		
<b>Present value of obligation at the end of the year</b>		
a) Impact due to increase of 1%	(8.17)	(8.04)
b) Impact due to decrease of 1%	9.66	9.58
<b>b) Impact of change in salary growth</b>		
<b>Present value of obligation at the end of the year</b>		
a) Impact due to increase of 1%	9.70	9.57
b) Impact due to decrease of 1%	(8.35)	(8.18)
<b>c) Impact of change in withdrawal rate</b>		
<b>Present value of obligation at the end of the year</b>		
a) Impact due to increase of 1%	0.57	0.24
b) Impact due to decrease of 1%	(0.74)	(0.35)

## Maturity profile of defined benefit obligation

Particulars	As at March 31, 2023	As at March 31, 2022
Weighted average duration of the defined benefit obligation	12.00	13.00
Projected benefit obligation	9.62	5.57
Accumulated benefit obligation	9.62	5.57

## Expected Future Cash flows

Particulars	As at March 31, 2023	As at March 31, 2022
1st year	3.97	3.81
2nd year	3.60	3.21
3rd year	4.14	3.55
4th year	5.08	3.98
5th year	7.30	6.42
Next 5 year pay-out (6- 10 year)	37.39	33.08
Sum of Years 11 and above	169.39	156.58

## Note: 46 Employee Stock Option Scheme (ESOP)

"The board vide its resolution dated 5th July 2022 approved Rajshree Polypack Limited-ESOP 2022 for granting Employee Stock Options in form of equity shares linked to the completion of a minimum period of continued employment to the eligible employees of the Company, monitored and supervised by the Board of Directors. The employees can purchase equity shares by exercising the options as vested at the price specified in the grant. Once vested, the options remain exercisable for a period of 2 years.

Options are granted under the plan for no consideration and carry no dividend or voting rights. When exercisable, each option is convertible into 1 number of equity share. The exercise price of the share options is equal to the Face value of the underlying shares on the date of grant. The contractual term of the share options is 4.15 years and there are no cash settlement alternatives for the employees."

The following table illustrates the number and weighted average exercise prices (WAEP) of, and movements in, share options during the year

Particulars	As at 31st March, 2023		As at 31st March, 2022	
	Number	WAEP (INR)	Number	WAEP (INR)
Options outstanding at beginning of year	-	-	-	-
Add : Options granted during the year	16,500.00	10.00	-	-
Less : Options exercised during the year	-	-	-	-
Less : Options forfeited during the year	-	-	-	-
<b>Options outstanding at the end of year</b>	<b>16,500.00</b>	<b>10.00</b>	-	-
<b>Option exercisable at the end of year</b>	<b>16,500.00</b>	<b>10.00</b>	-	-

## RAJSHREE POLYPACK LIMITED

### NOTES TO CONSOLIDATED FINANCIAL STATEMENTS FOR THE YEAR ENDED MARCH 31, 2023

(₹ in Lakhs)

The options outstanding at the year ending on March 31, 2023 with exercise price of ₹10 are 16,500 options and a weighted average remaining contractual life of all options are 3 years.

The fair value of each option is estimated on the date of grant using the Black Scholes model. The following tables list the inputs to the used for the years ended:

Particulars	As at March 31, 2023	As at March 31, 2022
Weighted average fair value of the options at the grant dates (INR)	156.88	NA
Dividend yield (%)	0.77	NA
Risk free interest rate (%)	7.29	NA
Expected life of share options (years)	4.15	NA
Expected volatility (%)	54.00	NA
Discount Rate	7.29	NA
Weighted average share price (INR)	156.88	NA

Total expenses arising from Employee Stock Option Scheme (ESOP) recognised in statement of profit or loss as part of Employee Stock Option Scheme Compensation were as follows:

Particulars	As at March 31, 2023	As at March 31, 2022
RPPL-ESOP-2022	1.14	-
<b>Total Employee Stock Option Scheme Compensation</b>	<b>1.14</b>	<b>-</b>

#### Note: 47 Leases

##### (a) Asset given under operating lease

The Company has recovered Godown Rent from the Customers. Details of rental income recognized during the year in respect of this is given below:

Particulars	As at March 31, 2023	As at March 31, 2022
Rent income recognized during the year	73.86	22.50

##### (b) Asset taken under operating lease

(i) The Company has taken Flat / Factory Premises on leave and license basis which are generally cancellable and for the period 1 year to 15 years. Details of rental expense recognized during the year in respect of this lease is given below:

Particulars	As at March 31, 2023	As at March 31, 2022
Carrying value of right of use assets at the end of the reporting period (Refer Note 5)	1,344.73	1,169.29

##### (ii) Analysis of Lease liability:

Movement of lease liabilities	As at March 31, 2023	As at March 31, 2022
Opening lease liabilities	1,182.40	394.03
Addition during the year /period	357.74	859.90
Interest Cost	103.18	56.77
Cash outflow towards payment of lease liabilities	216.15	128.30
Deletion during the year on account of termination of lease agreements	7.97	-
<b>Closing lease liabilities</b>	<b>1,419.21</b>	<b>1,182.40</b>

##### (iii) Maturity analysis of lease liabilities (on undiscounted basis)

Particulars	As at March 31, 2023	As at March 31, 2022
Less than 1 year	256.18	94.54
Between 1-5 years	601.88	304.48
More than 5 years	561.15	783.39

## RAJSHREE POLYPACK LIMITED

## NOTES TO CONSOLIDATED FINANCIAL STATEMENTS FOR THE YEAR ENDED MARCH 31, 2023

(₹ in Lakhs)

## (iv) Lease liabilities included in statement of financial position

Particulars	As at March 31, 2023	As at March 31, 2022
Current	256.18	94.54
Non-current	1,163.03	1,087.86

## (v) Impact on statement of profit and loss

Particulars	As at March 31, 2023	As at March 31, 2022
Interest on lease liabilities	103.18	39.85
Depreciation on right of use assets	179.00	87.58
Net impact on profit before tax	282.18	127.43
Deferred tax - Charge/ (credit)	71.02	32.07
Net impact on profit after tax	211.16	95.36

## (vi)

Particulars	As at March 31, 2023	As at March 31, 2022
Rent expense recognized during the year (Low value or short term leases)	45.19	50.49

## Note: 48 Segmental Reporting :

## (a) Primary Segments - Business Segment :

The Company is mainly engaged in the business of manufacturing "Thermoformed Packaging Products ". All other activities of the Company revolve around the main business and as such, there are no business segments that require reporting under IND AS 108 - "Segment Reporting".

## (b) Information pertaining to Secondary Segment :

Particulars	As at March 31, 2023	As at March 31, 2022
<b>Gross Revenue as per Geographical Locations</b>		
Within India	23,873.95	18,731.16
Outside India	1,345.29	1,124.48
	<b>25,219.24</b>	<b>19,855.64</b>
<b>Debtors as per Geographical Locations</b>		
Within India	3,689.07	2,875.40
Outside India	379.34	36.67
	<b>4,068.41</b>	<b>2,912.07</b>

## Property, Plant and Equipment as per Geographical Locations:-

The Company has common fixed assets for producing goods for domestic as well as overseas market. Hence, segment-wise information for Property, Plant and Equipment/ additions to Property, Plant and Equipment cannot be furnished."

## Revenue of Customers whose revenue is more than 10% of total revenue.

Particulars	As at March 31, 2023	As at March 31, 2022
Huhtamaki India Limited	2,124.67	2,578.20
NourishCo Beverages Limited	5,375.65	2,708.37
	<b>7,500.32</b>	<b>5,286.57</b>

**RAJSHREE POLYPACK LIMITED****NOTES TO CONSOLIDATED FINANCIAL STATEMENTS FOR THE YEAR ENDED MARCH 31, 2023****(₹ in Lakhs)****Note: 49 Other Statutory Information**

- (i) The Company does not have any Benami property, where any proceeding has been initiated or pending against the Company for holding any Benami property.
- (ii) The Company does not have any transactions with companies struck off u/s 248 of Companies Act, 2013.
- (iii) The Company does not have any charges or satisfaction which is yet to be registered with ROC beyond the statutory period.
- (iv) The Company have not traded or invested in Crypto currency or Virtual Currency during the financial year.
- (v) The Company have not advanced or loaned or invested funds to any other person(s) or entity(ies), including foreign entities (Intermediaries) with the understanding that the Intermediary shall:
- (a) 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
- (b) provide any guarantee, security or the like to or on behalf of the Ultimate Beneficiaries
- (vi) The Company have 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:
- (a) 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
- (b) provide any guarantee, security or the like on behalf of the Ultimate Beneficiaries,
- (vii) The Company have not any such transaction which is not recorded in the books of accounts that has been surrendered or disclosed as income during the year in the tax assessments under the Income Tax Act, 1961 (such as, search or survey or any other relevant provisions of the Income Tax Act, 1961
- (viii) The Company has used the borrowings from banks for the purpose for which it was obtained.
- (ix) The Company has not been declared wilful defaulter by any bank or financial institution or government or any government authority.
- (x) The Company has complied with no of layers under clause 87 of section 2 of the Companies Act, 2013 read with Companies (Restriction on Number of Layers), Rules, 2017 .
- (xi) The Company has obtained secured working capital loans from banks on basis of security of current assets, wherein the quarterly returns as filed with bank are in agreement with the books of accounts except as follows:

Quarter	Name of bank	Particulars	Amount as per books of account (₹ in lakhs)	Amount as reported in the quarterly return/ statement (₹ in lakhs)	Amount of difference (₹ in lakhs)	Whether return/ statement subsequently rectified
Jun-22	"HDFC Bank & CITI Bank & SVC Co-operative Bank Ltd."	Inventory	4,793.42	4,757.70	35.72	No
Jun-22		Trade Receivables	4,451.83	4,637.42	(185.59)	No
Jun-22		Trade Payables	2,232.79	2,168.25	64.54	No
Sep-22		Inventory	5,145.78	5,080.47	65.31	No
Sep-22		Trade Receivables	4,409.65	4,556.36	(146.71)	No
Sep-22		Trade Payables	2,054.92	2,022.26	32.66	No
Dec-22		Inventory	5,803.88	5,716.12	87.76	No
Dec-22		Trade Receivables	3,371.61	3,524.82	(153.21)	Yes
Dec-22		Trade Payables	1,666.12	1,622.56	43.56	No
Mar-23		Inventory	6,626.41	6,152.74	473.67	No
Mar-23		Trade Receivables	4,342.53	4,989.82	(647.29)	No
Mar-23		Trade Payables	2,118.21	2,088.84	29.37	No

## RAJSHREE POLYPACK LIMITED

## NOTES TO CONSOLIDATED FINANCIAL STATEMENTS FOR THE YEAR ENDED MARCH 31, 2023

(₹ in Lakhs)

Jun-21	"HDFC Bank & SVC Co-operative Bank Ltd."	Inventory	2,605.65	2,191.76	413.89	No
Jun-21		Trade Receivables	3,062.27	3,349.10	(286.83)	No
Jun-21		Trade Payables	1,179.26	531.68	647.58	No
Sep-21		Inventory	3,121.13	2,846.30	274.83	No
Sep-21		Trade Receivables	2,771.59	2,694.14	77.45	No
Sep-21		Trade Payables	1,379.48	523.13	856.35	No
Dec-21		Inventory	3,865.11	3,709.28	155.83	No
Dec-21		Trade Receivables	3,144.16	3,419.18	(275.02)	No
Dec-21		Trade Payables	1,348.36	989.51	358.85	No
Mar-22		Inventory	4,275.36	4,255.08	20.28	No
Mar-22		Trade Receivables	3,089.55	3,388.61	(299.06)	No
Mar-22		Trade Payables	1,626.59	1,207.11	419.48	No

1. The Quarterly statements were prepared and filed before the completion of all financial statement closure activities including IND AS related adjustment/reclassification, as applicable, which led to certain differences between the final books of accounts and the quarterly statements which were based on provisional books of accounts. Further there are certain items which are included/excluded erroneously/inadvertently in quarterly statements filed with the bank.

**Note: 50** The Code on Social Security, 2020 ('Code') relating to employee benefits during employment and post-employment benefits received Presidential assent in September 2020. The Code has been published in the Gazette of India. However, the date on which the Code will come into effect has not been notified and the final rules/ interpretation have not yet been issued. The Company will assess the impact of the Code when it comes into effect and will record any related impact in the period the Code becomes effective.

**Note: 51 Disclosures of Corporate Social Responsibility (CSR) expenditure****(a) CSR disclosures**

Particulars	Year ended March 31, 2023	Year ended March 31, 2022
(i) Amount required to be spent by Company during the year	23.96	24.15
(ii) Amount of expenditure incurred during the year	-	-
(a) Construction/ acquisition of any asset	-	-
(b) On purpose other than (a) above	24.75	25.01
(iii) Shortfall at the end of year	-	-
(iv) Total of Previous years shortfall	28.04	31.34
(v) Reason for Shortfall	-	-
(vi) Related party transaction as per Ind AS 24 in relation to CSR expenditure	-	-
(vii) Where provision is made with respect to a liability incurred by entering into a contractual obligation, the movement in the provision during the period/ year	-	-
(viii) Nature of CSR activities :		
(a) Promoting Healthcare, education etc.		

**(b) CSR expenditure movement**

Particulars	Year ended March 31, 2023	Year ended March 31, 2022
Opening	-	3.30
In case of section 135(5) unspent amount		
- Amount deposited in specified Fund of Schedule VII within 6 months	-	3.30
- Amount required to be spent during the year	23.96	24.15
- Amount spent during the year	24.75	25.01
- Amount Shortfall	-	-
Amount Carried Forward	(0.79)	(0.86)
Less: Amount not allowed to be carried forward	0.79	0.86
<b>Closing balance</b>	-	-

## RAJSHREE POLYPACK LIMITED

### NOTES TO CONSOLIDATED FINANCIAL STATEMENTS FOR THE YEAR ENDED MARCH 31, 2023

(₹ in Lakhs)

#### Note: 52 Financial Ratios

Financial ratios	Methodology	"As at 31st March, 2023"	"As at 31st March, 2022"
(a) Current ratio	Current Assets divided by Current Liabilities	1.29	1.61
(b) Debt Equity Ratio	Debt over total shareholders' equity	0.57	0.33
(c) Debt Service coverage ratio	Earnings available for debt services divided by Total interest and principal repayments	3.77	3.78
(d) Return on Equity (%)	PAT over total equity	8.25%	8.25%
(e) Inventory Turnover ratio	Cost of Material Consumed over average Inventory	2.86	4.10
(f) Trade receivable Turnover ratio	Revenue from operations over average trade receivables	7.23	7.16
(g) Trade payable Turnover ratio	Credit Purchases over average trade payables	9.58	10.23
(h) Net capital turnover ratio	Revenue from operations over working capital	8.99	6.54
(i) Net profit (%)	Net profit over revenue	4.26%	4.81%
(j) EBITDA	EBITDA over revenue	13.98%	13.59%
(k) Return on capital employed	EBIT over Capital employed	12.82%	11.17%

Financial ratios	Methodology	% change from March 31, 2022 to March 31, 2023	% change from 31 March 2021 to 31 March 2022
(a) Current ratio	Current Assets divided by Current Liabilities	-20.06%	13.08%
(b) Debt Equity Ratio	Debt over total shareholders' equity	71.44%	112.71%
(c) Debt Service coverage ratio	Earnings available for debt services divided by Total interest and principal repayments	-0.33%	15.19%
(d) Return on Equity (%)	PAT over total equity	-0.01%	-0.28%
(e) Inventory Turnover ratio	Cost of Material Consumed over average Inventory	-30.29%	-11.44%
(f) Trade receivable Turnover ratio	Revenue from operations over average trade receivables	0.88%	35.39%
(g) Trade payable Turnover ratio	Credit Purchases over average trade payables	-6.42%	37.73%
(h) Net capital turnover ratio	Revenue from operations over working capital	37.32%	17.17%
(i) Net profit (%)	Net profit over revenue	-11.53%	-31.17%
(j) EBITDA	EBITDA over revenue	2.88%	-17.31%
(k) Return on capital employed	EBIT over Capital employed	14.82%	-1.85%

Reason for change more than 25%	% change from 31 March 2022 to 31 March 2023	% change from 31 March 2021 to 31 March 2022
(a) Current ratio	NA	NA
(b) Debt Equity Ratio	Increase in Borrowings for Capex and Working capital requirement.	Increase in Borrowings for Capex and Working capital requirement.
(c) Debt Service coverage ratio	NA	NA
(d) Return on Equity (%)	NA	NA
(e) Inventory Turnover ratio	Reduction in Inventory holding period	NA
(e) Trade receivable Turnover ratio	NA	Better collection from Debtors
(g) Trade payable Turnover ratio	NA	Increase due to payment of accumulated vendor balances.
(h) Net capital turnover ratio	Improvement in working capital cycle.	NA
(i) Net profit (%)	NA	Decrease due to increase in prices of Raw Material.
(j) EBITDA	NA	NA
(k) Return on capital employed	NA	NA

## RAJSHREE POLYPACK LIMITED

## NOTES TO CONSOLIDATED FINANCIAL STATEMENTS FOR THE YEAR ENDED MARCH 31, 2023

(₹ in Lakhs)

**Notes:-**

EBIT - Earnings before interest and taxes.

EBITDA - Earnings before interest, taxes, depreciation and amortization.

PAT - Profit after taxes

The above ratios have been computed on the basis of the Financial Information.

**Note: 53 Financial instruments - Accounting classifications & fair value measurement****(a) Financial asset and liabilities (Non-current and Current)**

Sr. No.	Particulars	March 31, 2023		March 31, 2022	
		Amortized Cost	Fair value through profit and loss	Amortized Cost	Fair value through profit and loss
<b>A</b>	<b>Financial assets</b>				
(i)	Investments - Non-current		20.27	-	18.41
(ii)	Loans - Non-current	731.11	-	-	-
(iii)	Other financial asset - non-current	138.43	-	137.07	-
(iv)	Trade receivables (net)	4,068.41	-	2,912.07	-
(v)	Cash and cash equivalents	868.31	-	91.88	-
(vi)	Other bank balances	17.92	-	40.48	-
(vii)	Loans - current	29.33	-	14.66	-
(viii)	Other financial asset - current	21.23	-	15.58	-
	<b>Total financial assets</b>	<b>5,874.74</b>	<b>20.27</b>	<b>3,211.74</b>	<b>18.41</b>
<b>B</b>	<b>Financial liabilities</b>				
(i)	Borrowings - Non-current	2,026.24	-	1,246.53	-
(ii)	Lease Liabilities - Non-current	1,163.03	-	1,087.86	-
(iii)	Other financial liabilities - non-current	4.72	-	4.37	-
(iv)	Borrowings - Current	5,367.86	-	2,591.57	-
(v)	Lease Liabilities - current	256.18	-	94.54	-
(vi)	Trade payables	2118.21	-	1,626.59	-
(vii)	Other financial liabilities - current	148.34	-	138.16	-
	<b>Total financial liabilities</b>	<b>11,084.58</b>	<b>-</b>	<b>6,789.62</b>	<b>-</b>

**Note:**

\* (i) 'Investments - Non-current - is classified in Level 1 of Fair Value Hierarchy

**(b) Fair valuation techniques**

The Company maintains policies and procedures to value financial assets or financial liabilities using the best and most relevant data available. The fair values of the financial assets and liabilities are included at the amount that would be received to sell an asset or paid to transfer a liability in an orderly transaction between market participants at the measurement date.

The management assessed that fair value of Trade receivables (net), Cash and cash equivalents, Other bank balances, Loans - current, Other financial asset - current, Borrowings - Current, Trade payables and Other financial liabilities - current approximate their carrying amounts largely due to the short-term maturities of these instruments.

The amortized cost using effective interest rate (EIR) of non-current financial assets consisting of security deposits are not significantly different from the carrying amount. The impact of fair value on non-current borrowing, non-current security deposits and non-current term deposits is not material and therefore not considered for above disclosure.

**(c) Fair value hierarchy**

Financial assets and financial liabilities are measured at fair value in the financial statement and are grouped into three levels of a fair value hierarchy. The three Levels are defined based on the observability of significant inputs to the measurement, as follows:

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

Level 2 : Other techniques for which all inputs which have a significant effect on the recorded fair value are observable, either directly or indirectly.

Level 3 : Techniques which use inputs that have a significant effect on the recorded fair value that are not based on observable market data.

## RAJSHREE POLYPACK LIMITED

### NOTES TO CONSOLIDATED FINANCIAL STATEMENTS FOR THE YEAR ENDED MARCH 31, 2023

(₹ in Lakhs)

#### Note: 54 Risk management framework

The Company's financial risk management is an integral part of how to plan and execute its business strategies. The Company's financial risk management policy is set by the Board. The Company is exposed to various financial risks. These risks are categorised into market risk, credit risk and liquidity risk.

The Company has exposure to the following risks arising from financial instruments:

- Credit risk;
- Liquidity risk;
- Market risk

#### (a) Credit risk :

Credit risk is the risk that counterparty will not meet its obligations under a financial instrument or customer contract, leading to a financial loss. The Company is exposed to credit risk from its operating activities (primarily trade receivables) and from its financing activities, including deposits with banks and other financial instruments.

##### Trade receivable

Customer credit risk is managed by the business unit subject to the Company's established policy, procedures and control relating to customer credit risk management. To manage trade receivable, the Company periodically assesses the financial reliability of customers, taking into account the financial conditions, economic trends, analysis of historical bad debts and aging of such receivables. For receivables, as a practical expedient, the Company computes expected credit loss allowance based on a provision matrix. The provision matrix is prepared based on historically observed default rates over the expected life of trade receivables and is adjusted for forward-looking estimates.

The maximum exposure to credit risk at the reporting date is the carrying value of each class of financial assets disclosed in Note 51. The Company does not hold collateral as security.

##### Financial instruments and cash deposits

Credit risk from balances with banks and financial institutions is managed by the management in accordance with the Company's policy. Counterparty credit limits are reviewed by the management on an annual basis, and may be updated throughout the year / period. The limits are set to minimise the concentration of risks and therefore mitigate financial loss through counterparty's potential failure to make payments.

#### (b) Liquidity risk :

Liquidity risk is the risk that the Company will encounter difficulty in meeting the obligations associated with its financial liabilities that are settled by delivering cash or another financial asset. The Company's approach to managing liquidity is to ensure, as far as possible, that it will have sufficient liquidity to meet its liabilities when they are due, under both normal and stressed conditions, without incurring unacceptable losses or risking damage to Company's reputation.

Management monitors rolling forecasts of the Company's liquidity position and cash and cash equivalents on the basis of expected cash flows to ensure it has sufficient cash to meet operational needs. Such forecasting takes into consideration the Company's debt financing plans, covenant compliance and compliance with internal statement of financial position ratio targets.

#### (i) Maturities of financial liabilities:

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

Particulars	Less than 1 year	1 to 5 year	Above 5 years	Total
<b>As at 31st March 2023</b>				
Borrowings	5,367.86	1,810.89	215.35	7,394.10
Other financial liabilities	153.06	-	-	153.06
Trade payables	2118.21	-	-	2118.21
Lease liabilities	256.18	601.88	561.15	1,419.21
<b>As at 31st March 2022</b>				
Borrowings	2,591.57	906.58	339.85	3,838.00
Other financial liabilities	142.53	-	-	142.53
Trade payables	1,626.58	-	-	1,626.58
Lease liabilities	94.54	304.48	783.39	1,182.41

## RAJSHREE POLYPACK LIMITED

## NOTES TO CONSOLIDATED FINANCIAL STATEMENTS FOR THE YEAR ENDED MARCH 31, 2023

(₹ in Lakhs)

## (c) Market risk

Market risk is the risk that changes in market prices – such as foreign exchange rates, interest rates and equity prices – will affect the Company's income or the value of its holdings of financial instruments. Market risk is attributable to all market risk sensitive financial instruments including foreign currency receivables and payables and long term debt. The Company is exposed to market risk primarily related to foreign exchange rate risk, interest rate risk and the market value of certain commodities. Thus, its exposure to market risk is a function of investing and borrowing activities and revenue generating and operating activities. The objective of market risk management is to avoid excessive exposure in revenues and costs.

## (i) Interest Rate Risk

Interest rate risk can be either fair value interest rate risk or cash flow interest rate risk. Fair value interest rate risk is the risk of changes in fair values of fixed interest bearing investments because of fluctuations in the interest rates. Cash flow interest rate risk is the risk that the future cash flows of floating interest bearing investments will fluctuate because of fluctuations in the interest rates.

## Exposure to interest rate risk

Particulars	As at March 31, 2023	As at March 31, 2022
Fixed rate instruments		
- Borrowings	62.23	367.42
Floating rate instruments		
- Borrowings	2,438.27	1,066.09
<b>Total</b>	<b>2,500.50</b>	<b>1,433.51</b>

## Fair value sensitivity analysis for fixed-rate instruments

The Company does not account for any fixed-rate financial assets or financial liabilities at fair value through profit or loss. Therefore, a change in interest rates at the reporting date would not affect profit or loss.

## Fair value sensitivity analysis for floating-rate instruments

The following table demonstrates the sensitivity to a reasonably possible change in interest rates on that portion of loans and borrowings affected. With all other variables held constant, the Group's profit before tax is affected through the impact on floating rate borrowings, is as follows:

Effect	Increase/ (decrease) in basis points	Effect on profit before tax	
		As at March 31, 2023	As at March 31, 2022
INR - Increase	25.00	6.10	2.67
INR - Decrease	(25.00)	(6.10)	(2.67)

## (ii) Foreign currency exposure

The Company undertakes transactions denominated in foreign currencies; consequently, exposures to exchange rate fluctuations will arise.

The carrying amounts of the company's foreign currency denominated monetary assets and monetary liabilities at the end of the reporting period are as follows:

Particulars	Currency	As at March 31, 2023		As at March 31, 2022	
		In foreign currency	In INR	In foreign currency	In INR
Trade payable	USD	4.55	373.76	0.70	52.93
	EURO	0.24	21.19	0.23	19.43
	CHF	-	-	0.01	0.63
Trade receivable	USD	4.53	372.80	0.47	35.82
	EURO	0.11	9.57	-	-

## RAJSHREE POLYPACK LIMITED

### NOTES TO CONSOLIDATED FINANCIAL STATEMENTS FOR THE YEAR ENDED MARCH 31, 2023

(₹ in Lakhs)

#### Foreign currency sensitivity analysis:

The following details are demonstrate the Company's sensitivity to a 1% increase and decrease in the INR against the relevant foreign currencies. The sensitivity analysis includes only outstanding foreign currency denominated monetary items as tabulated above and adjusts their translation at the period end for a 1% change in foreign currency rates. A positive number below indicates an increase in profit or equity and vice-versa.

Impact on profit or loss	Currency	As at March 31, 2023	As at March 31, 2022
<b>INR strengthens by 1%</b>			
Trade payable	USD	3.74	0.53
	EURO	0.21	0.19
	CHF	-	0.01
Trade receivable	USD	3.73	0.36
<b>INR Weakens by 1%</b>			
Trade payable	USD	(3.74)	(0.53)
	EURO	(0.21)	(0.19)
	CHF	-	(0.01)
Trade receivable	USD	(3.73)	(0.36)

#### Note: 55 Capital risk management

The Company manages its capital to ensure that it will be able to continue as a going concern so, that they can continue to provide returns for shareholders and benefits for other stakeholders and maintain an optimal capital structure to reduce cost of capital. The Company manages its capital structure and make adjustments to, in light of changes in economic conditions, and the risk characteristics of underlying assets. In order to achieve this overall objective, the Company's capital management, amongst other things, aims to ensure that it meets financial covenants attached to the borrowings that define the capital structure requirements.

Consistent with others in the industry, the Company monitors capital on the basis of the gearing ratio. The ratio is calculated as net debt divided by equity. Net debt is calculated as total borrowing (including current and non-current terms loans less cash and bank balances as shown in the balance sheet).

The Company monitors capital using 'Total Debt' to 'Equity'. The Company's Total Debt to Equity are as follows:

Particulars	As at March 31, 2023	As at March 31, 2022
Total debt*	7,394.10	3,838.10
less: cash and cash equivalent	868.31	91.88
less: other bank balances	17.92	40.48
<b>Net debt / (Net Cash)</b>	<b>6,507.87</b>	<b>3,705.74</b>
Total capital (total equity shareholder's fund)	13,006.91	11,574.88
<b>Net debt to equity ratio</b>	<b>0.50</b>	<b>0.32</b>

\* Total debt = Non-current borrowings + current borrowings

**M S K A & Associates**  
Chartered Accountants  
Firm Registration No.: 105047W

**Siddharth Iyer**  
Partner  
Membership No. 116084

Place: Daman  
Date : May 15, 2023

**For and on behalf of the Board of Directors**  
**Rajshree Polypack Limited**

**Ramswaroop Thard**  
Chairman & MD  
DIN : 02835505

**Mitali Shah**  
Company Secretary &  
Compliance Officer

Place: Daman  
Date : May 15, 2023

**Naresh Thard**  
Jt. Managing Director  
DIN : 03581790

**Sunil Sharma**  
Chief Financial Officer



## **Rajshree Polypack Limited**

Lodha Supremus Unit No 503-504 5<sup>th</sup> Flr, Road No. 22 Kishan Nagar,  
Nr. New Passport Office, Wagle Estate Thane West -400604

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