

SMVD POLYPACK LTD.

11TH ANNUAL REPORT

2019 – 2020

CORPORATE INFORMATION

Board of Directors	Mr. Pramod Kumar Agarwal – Chairman & MD Mrs. Sangita Agarwal – Director Mr. Pawan Kumar Agarwal – Director Mr. Nikhil Pansari – Independent Director Mr. Varun Roongta – Independent Director Ms. Shruti Singhal – Independent Director
Chief Financial Officer	Mr. Nirmal Parakh
Company Secretary & Compliance officer	Mrs. Shikha Agarwal
Statutory Auditor	M/s. D.K. Parmanandka & Co. Chartered Accountants
Banker's	South Indian Bank 48, Leela Roy Sarani, Gariahat Road, Maurya Centre, Ballygunge, Kolkata - 700019 Tel No.: 033-24617624 Fax No.: Not Available Email: br0267@sib.co.in Website: www.southindianbank.com
Registrar & Transfer Agent (RTA)	Skyline Financial Services Pvt. Ltd. D – 153A, 1 st Floor, Okhla Industrial Area, Phase – I, New Delhi – 110020. e-mail – info@skylinerta.com
Works	Village – Srirampur, P.O. Mullickpur, P.S. Baruipur, Dist – 24 Parganas(S), Kolkata – 700 145.
Registered Office of the Company	16, Strand Road, Diamond Heritage, 8 th Floor, Suite No.- 804B, Kolkata – 700 001.
CIN	L25200WB2010PLC141483
E-mail	smvd513@gmail.com
Website	www.smvdpolypack.com

SMVD POLYPACK LIMITED

CIN:L25200WB2010PLC141483

**Registered Office: 16, STRAND ROAD, DIAMOND HERITAGE, 8TH FLOOR,
SUITE NO – 804B, KOLKATA-700001.**

Phone No.- 033-22354254, E-mail – smvd513@gmail.com,

Website: www.smvdpolypack.com

Notice

Notice is hereby given that the 11th Annual General Meeting of the company will be held on Wednesday, 30th September, 2020 at 11.00 am through Video Conferencing (VC) /Other Audio Visual Means (OAVM) to transact the following businesses:

ORDINARY BUSINESS:

1. To receive, consider and adopt the Audited Financial Statements of the Company including Consolidated Financial Statements including Audited Balance Sheet as at 31st March, 2020, Audited Profit & Loss Account and the Cash Flow statement for the year ended on that date together with Report of Directors' and Auditors' thereon.
2. To appoint a director in place of Mrs. Sangita Agarwal (DIN: 02860390), who retires by rotation and being eligible, offers herself for re-appointment.

SPECIAL BUSINESS:

3. INCREASE IN AUTHORISED SHARE CAPITAL

*To consider and if thought fit, to pass with or without modifications, the following resolution as an **Ordinary Resolution**:-*

“RESOLVED THAT pursuant to the provisions of Sections 13, 61 and 64 and all other applicable provisions, if any, of the Companies Act, 2013 (including any statutory modification or re-enactment thereof for the time being in force), the Authorized Share Capital of the Company be and is hereby increased from Rs. 5,00,00,000/- (Rupees Five Crore only) divided into 50,00,000 (Fifty Lakhs) Equity Shares of Rs. 10/- each to Rs. 20,00,00,000/- (Rupees Twenty Crore only) divided into 2,00,00,000 (Two Crore) Equity Shares of Rs. 10/- each by creation of additional 1,50,00,000 (One Crore Fifty Lacs) Equity Shares of Rs. 10/- each, ranking pari-passu in all respect with the existing Equity Shares of the Company.

RESOLVED FURTHER THAT the existing Clause V of the Memorandum of Association be deleted and the same be substituted with the following new Clause as follows:-

V. The Authorised Share Capital of the Company shall be Rs. 20,00,00,000/- (Rupees Twenty Crore only) divided into 2,00,00,000 Equity Shares of Rs. 10/- (Rupees Ten) each with such rights, privileges & conditions attaching thereto as are provided by the regulations of the Company for the time being, with power to increase and decrease the capital of the

Company and to divide the shares in the capital for the time being into several classes and to attach thereto respectively such preferential rights, privileges or conditions as may be determined by or in accordance with the Articles of the Company for the time being and to modify or abrogate any such rights, privileges or conditions in such manner as may be permitted by the Act or provided by the Articles of the Company for the time being.

RESOLVED FURTHER THAT for the purpose of giving effect to this resolution, the Board of Directors of the Company(hereinafter referred to as “Board”) be and is hereby authorized to take all such steps and actions and give such directions as may be in its absolute discretion deemed necessary and to settle any question that may arise in this regard, without being required to seek any further consent or approval of the shareholders or otherwise and that the shareholders shall be deemed to have given their approval thereto expressly by the authority of this resolution.”

4. AUTHORITY TO ISSUE SHARES

*To consider and if thought fit, to pass with or without modifications, the following resolution as a **Special Resolution**:-*

“**RESOLVED THAT** pursuant to the provisions of Section 23, 42, 62, 63 and other Applicable provisions, if any, of the Companies Act, 2013 (the "Companies Act"), the Companies (Prospectus and Allotment of Securities) Rules, 2014, the Companies (Share Capital and Debentures) Rules, 2014 and other applicable rules made thereunder (including any amendment(s), statutory modification(s) or re-enactment thereof), the provisions of the Memorandum of Association and the Articles of Association of the Company and in accordance with the Securities and Exchange Board of India (Issue of Capital and Disclosure Requirements) Regulations, 2018, as amended (“SEBI ICDR Regulations”), the Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015, and subject to other applicable rules, regulations and guidelines issued by the Ministry of Corporate Affairs, Securities and Exchange Board of India (“SEBI”), Reserve Bank of India, Government of India, National Stock Exchange of India Limited (“Stock Exchanges”) and / or any other competent authorities as may be necessary and subject to such conditions as may be prescribed by any of them while granting any such approval, consent, permission, and/ or sanction, which may be agreed/accepted by the Board of Directors (herein after referred to as the "Board" which shall be deemed to include any committee thereof, constituted or to be constituted to exercise its powers) consent of the Shareholders be and is hereby accorded to the Board in its absolute discretion to create, offer, issue, and allot, from time to time, in one or more tranches, equity shares of the Company during a period of one year from the date of passing of this resolution by way of Public or private offerings or preferential issue or by way of Bonus, through issue of prospectus and /or placement document or other permissible/requisite offer document to any eligible person in accordance with SEBI(ICDR) Regulations to investors, whether they be holders of Equity Shares of the Company or not (collectively called the "Investors") as may be decided by the Board in its discretion and permitted under applicable laws and regulations of an Aggregate amount not exceeding Rs.15.00 Crores or equivalent thereof in rupees inclusive of premium that may be finalized by the Board or at such price or prices, at a discount or premium to market price or prices permitted under applicable laws in such manner or by way of band on

such terms and conditions including security, rate of interest etc. or by issue of fully paid shares (Bonus Shares) free of charge by capitalization of reserves as may be deemed appropriate by the Board at its absolute discretion including the discretion to determine the categories of Investors to whom the offer, issue and allotments shall be made to the exclusion of other categories of Investors at the time of such offer, issue and allotment considering the prevailing market conditions and other relevant factors and wherever necessary in consultation with lead manager(s) and/or underwriter(s) and/or other advisor(s) as may be decided by the Board at the time of issue or allotment of the Securities.

RESOLVED FURTHER that the Board of Directors, Mr. Nirmal Parakh, CFO & Mrs. Shikha Agarwal, CS of the Company be and are hereby severally authorized to appoint the Lead Managers, Underwriters, Guarantors, Depositories, Registrars, Escrow Banks, Trustees Bankers, Advisors and all such agencies and intermediaries as may be involved or concerned in such offerings of Securities and to remunerate them by way of commission, brokerage, fees or the like as it deems fit and also to enter into and execute all such arrangements, agreements, memoranda, documents etc. including without limitation, a Placement Agreement and an Escrow Agreement with such agencies and also to seek the listing of such Securities on one or more national stock exchange and also to form any committee of the Board of Directors, if required and to delegate any or all of its powers to such committee for giving effect to this resolution.

RESOLVED FURTHER that for the purpose of giving effect to this resolution the Board be and is hereby severally authorized to file any document under its digital Signature with the Registrar of Companies or any other government agencies and also to do all such, acts, deeds, matters and things as it may in its absolute discretion deems fit and desirable and also to settle any question, doubt that may arise in respect of the aforesaid.”

Registered Office
16, Strand Road,
Diamond Heritage,
8th Floor, Suite No. – 804B,
Kolkata 700 001.
August 28, 2020

For and on behalf of the Board

Sd/-
Shikha Agarwal
Company Secretary

NOTES:

1. Explanatory Statement pursuant to Section 102 (1) of the Companies Act, 2013(‘the Act’), with respect to the Special Business to be transacted at the Annual General Meeting (‘AGM’) is annexed hereto.
2. In view of the massive outbreak of the COVID-19 pandemic, social distancing is a norm to be followed and pursuant to the Circular No. 14/2020 dated April 08, 2020, Circular No.17/2020 dated April 13, 2020 issued by the Ministry of Corporate Affairs followed by Circular No. 20/2020 dated May 05, 2020, physical attendance of the Members to the EGM/AGM venue is not required and annual general meeting (AGM) be held through video conferencing (VC) or other audio visual means

(OAVM). Hence, Members can attend and participate in the ensuing EGM/AGM through VC/OAVM.

3. Pursuant to the Circular No. 14/2020 dated April 08, 2020, issued by the Ministry of Corporate Affairs, the facility to appoint proxy to attend and cast vote for the members is not available for this EGM/AGM. However, the Body Corporates are entitled to appoint authorised representatives to attend the EGM/AGM through VC/OAVM and participate thereat and cast their votes through e-voting.
4. The Members can join the EGM/AGM in the VC/OAVM mode 15 minutes before and after the scheduled time of the commencement of the Meeting by following the procedure mentioned in the Notice. The facility of participation at the EGM/AGM through VC/OAVM will be made available for 1000 members on first come first served basis. This will not include large Shareholders (Shareholders holding 2% or more shareholding), Promoters, Institutional Investors, Directors, Key Managerial Personnel, the Chairpersons of the Audit Committee, Nomination and Remuneration Committee and Stakeholders Relationship Committee, Auditors etc. who are allowed to attend the AGM without restriction on account of first come first served basis.
5. The attendance of the Members attending the AGM through VC/OAVM will be counted for the purpose of reckoning the quorum under Section 103 of the Companies Act, 2013.
6. Pursuant to the provisions of Section 108 of the Companies Act, 2013 read with Rule 20 of the Companies (Management and Administration) Rules, 2014 (as amended) and Regulation 44 of SEBI (Listing Obligations & Disclosure Requirements) Regulations 2015 (as amended), and the Circulars issued by the Ministry of Corporate Affairs dated April 08, 2020, April 13, 2020 and May 05, 2020 the Company is providing facility of remote e-voting to its Members in respect of the business to be transacted at the AGM. For this purpose, the Company has entered into an agreement with National Securities Depository Limited (NSDL) for facilitating voting through electronic means, as the authorized agency. The facility of casting votes by a member using remote e-voting system as well as venue voting on the date of the AGM will be provided by NSDL.
7. In line with the Ministry of Corporate Affairs (MCA) Circular No. 17/2020 dated April 13, 2020, the Notice calling the AGM has been uploaded on the website of the Company at www.smvdpolypack.com. The Notice can also be accessed from the website of the Stock Exchange i.e. National Stock Exchange of India Limited at www.nseindia.com respectively and the AGM Notice is also available on the website of NSDL (agency for providing the Remote e-Voting facility) i.e. www.evoting.nsdl.com.
8. AGM has been convened through VC/OAVM in compliance with applicable provisions of the Companies Act, 2013 read with MCA Circular No. 14/2020 dated April 08, 2020 and MCA Circular No. 17/2020 dated April 13, 2020 and MCA Circular No. 20/2020 dated May 05, 2020.

9. The Register of Members and Share Transfer Books of the Company will be closed from 24.09.2020 to 30.09.2020(both days inclusive).
10. Members holding shares in physical form are requested to intimate, indicating their respective folio number, the change of their addresses, the change of Bank Accounts etc. to M/s. Skyline Financial Services Pvt. Ltd. D-153A, 1st Floor, Okhla Industrial Area, Phase – I, New Delhi – 110 020, e-mail – info@skylinerta.com, the Registrar and Share Transfer Agents of the Company, while members holding shares in electronic form may write to their respective Depository Participant for immediate updation.
11. Members holding shares in physical form are advised to file nominations in respect of their shareholding in the Company, if not already registered and to submit the same to Registrar and Share Transfer Agent.
12. In compliance with the MCA Circulars and SEBI Circular dated May 12, 2020, Notice of the AGM along with the Annual Report 2019-20 is being sent only through electronic mode to those Members whose email addresses are registered with the Company/ Depositories. Members may note that the Notice and Annual Report 2019-20 will also be available on the Company's website www.smvdpolypack.com, websites of the Stock Exchange, i.e.NSE and also on the website of NSDL at www.evoting.nsdl.com.All the shareholders holding shares in physical form who have not registered their e-mail addresses so far are requested to register their e-mail address for receiving all communication including Annual Report, Notices, etc. from the Company, electronically.
13. The Securities and Exchange Board of India (SEBI) has mandated the submission of the Permanent Account Number (PAN) by every participant in the securities market. Members holding shares in electronic form are, therefore, requested to submit their PAN to their respective Depository Participant(s) and Members holding shares in physical form are requested to submit their PAN details to the Company/R&TA.
14. All Documents referred to in the accompanying Notice are open for inspection in electronic mode and the members can inspect the same.
15. Additional Information, pursuant to Regulation 36(3) of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, in respect of the Director seeking re-appointment at the AGM, is furnished as annexure to the Notice. Requisite declarations have been received from the Director for seeking re-appointment.
16. Members will be allowed to attend the AGM through VC / OAVM on first come, first served basis. Facility to join the meeting shall be opened fifteen minutes before the scheduled time of the AGM and shall be kept open throughout the proceedings of the AGM. Since the AGM will be held through VC/OAVM Facility, the Route Map is not annexed in this Notice.
17. Voting Through Electronic Means:-

(I) The instructions for shareholders remote e-voting are as under:-

The voting period begins on September 27, 2020 at 9.00 A.M. and ends on September 29, 2020 at 5.00 P.M. During this period shareholders' of the Company, holding shares either in physical form or in dematerialized form, as on the cut-off date of September 23, 2020 may cast their vote electronically. **The remote e-voting module shall be disabled by NSDL for voting thereafter.**

(i) The shareholders should log on to the e-voting website **www.evoting.nsdl.com** during the voting period.

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

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

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

Details on Step 1 is mentioned below:

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 'Shareholders' section.
3. A new screen will open. You will have to enter your User ID, your Password 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:
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<p>a) For Members who hold shares in demat account with NSDL.</p>	<p>8 Character DP ID followed by 8 Digit Client ID</p> <p>For example if your DP ID is IN300*** and Client ID is 12***** then your user ID is IN300***12*****.</p>
<p>b) For Members who hold shares in demat account with CDSL.</p>	<p>16 Digit Beneficiary ID</p> <p>For example if your Beneficiary ID is 12***** then your user ID is 12*****</p>
<p>c) For Members holding shares in Physical Form.</p>	<p>EVEN Number followed by Folio Number registered with the company</p> <p>For example if folio number is 001*** and EVEN is 101456 then user ID is 101456001***</p>

5. Your password details 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 enter the ‘initial password’ and the system will force you to change your password.
- c) How to retrieve your ‘initial password’?
 - (i) If your email ID is registered in your demat account or with the company, your ‘initial password’ is communicated to you on your email ID. Trace the email sent to you from NSDL from your mailbox. Open the email and open the attachment i.e. a .pdf file. Open the .pdf file. The password to open the .pdf file is your 8 digit client ID for NSDL account, last 8 digits of client ID for CDSL account or folio number for shares held in physical form. The .pdf file contains your ‘User ID’ and your ‘initial password’.

- (ii) If your email ID is not registered, please follow steps mentioned below in process for those shareholders whose email ids are not registered
6. If you are unable to retrieve or have not received the “ Initial password” or have forgotten your password:
 - a) Click on “**Forgot User Details/Password?**”(If you are holding shares in your demat account with NSDL or CDSL) option available on www.evoting.nsdl.com.
 - b) **Physical User Reset Password?**” (If you are holding shares in physical mode) option available on www.evoting.nsdl.com.
 - c) If you are still unable to get the password by aforesaid two options, you can send a request at evoting@nsdl.co.in mentioning your demat account number/folio number, your PAN,your name and your registered address.
 - 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.

Details on Step 2 is given below:

How to cast your vote electronically on NSDL e-Voting system?

1. After successful login at Step 1, you will be able to see the Home page of e-Voting. Click on e-Voting. Then,click on Active Voting Cycles.
2. After click on Active Voting Cycles, you will be able to see all the companies “EVEN” in which you are holding shares and whose voting cycle is in active status.
3. Select “EVEN” of company for which you wish to cast your vote.
4. Now you are ready for e-Voting as the Voting page opens.

5. 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.
6. Upon confirmation, the message “Vote cast successfully” will be displayed.
7. You can also take the printout of the votes cast by you by clicking on the print option on the confirmation page.
8. Once you confirm your vote on the resolution, you will not be allowed to modify your vote.

General Guidelines for shareholders

- i) Institutional shareholders (i.e. other than individuals, HUF, NRI etc.) are required to send scanned copy (PDF/JPG Format) of the relevant Board Resolution/ Authority letter etc. with attested specimen signature of the duly authorized signatory(ies) who are authorized to vote, to the Scrutinizer by e-mail to robinbarzatia@gmail.com with a copy marked to evoting@nsdl.co.in.
- ii) It is strongly recommended not to share your password with any other person and take utmost care to keep your password confidential. Login to the e-voting website will be disabled upon five unsuccessful attempts to key in the correct password. In such an event, you will need to go through the “[Forgot User Details/Password?](#)” or “[Physical User Reset Password?](#)” option available on www.evoting.nsdl.com to reset the password.
- iii) In case of any queries, you may refer the Frequently Asked Questions (FAQs) for Shareholders and e-voting user manual for Shareholders available at the download section of www.evoting.nsdl.com or call on toll free no.: 1800-222-990 or send a request at evoting@nsdl.co.in

(II) PROCESS FOR THOSE SHAREHOLDERS WHOSE EMAIL IDS ARE NOT REGISTERED WITH THE DEPOSITORIES FOR PROCURING USER ID AND PASSWORD AND REGISTRATION OF E MAIL IDS FOR E-VOTING FOR THE RESOLUTIONS SET OUT IN THIS NOTICE :

1. In case shares are held in physical mode please provide Folio No., Name of shareholder, scanned copy of the share certificate (front and back), PAN (self attested scanned copy of PAN card), AADHAR (self attested scanned copy of Aadhar Card) by email to (cs@smvdpolypack.com).

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 (cs@smvdpolypack.com).

2. Alternatively member may send an e-mail request to evoting@nsdl.co.in for obtaining User ID and Password by proving the details mentioned in Point (1) or (2) as the case may be.

III) THE INSTRUCTIONS FOR MEMBERS FOR e-VOTING ON THE DAY OF THE EGM/AGM ARE AS UNDER:-

1. The procedure for e-Voting on the day of the EGM/AGM is same as the instructions mentioned above for remote e-voting.
2. Only those Members/ shareholders, who will be present in the EGM/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 EGM/AGM.
3. Members who have voted through Remote e-Voting will be eligible to attend the EGM/AGM. However, they will not be eligible to vote at the EGM/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 EGM/AGM shall be the same person mentioned for Remote e-voting.

IV) INSTRUCTIONS FOR MEMBERS FOR ATTENDING THE EGM/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 the same at <https://www.evoting.nsdl.com> under shareholders/members login by using the remote e-voting credentials. The link for VC/OAVM will be available in shareholder/members login where the EVEN of Company will be displayed. Please note that the members who do not have the User ID and Password for e-Voting or have forgotten the User ID and Password may retrieve the same by following the remote e-Voting instructions mentioned in the notice to avoid last minute rush. Further members can also use the OTP based login for logging into the e-Voting system of NSDL.
2. Members are encouraged to join the Meeting through Laptops for better experience.
3. Further Members will be required to allow Camera and use Internet with a good speed to avoid any disturbance during the meeting.
4. Please note that Participants Connecting from Mobile Devices or Tablets or through Laptop connecting via Mobile Hotspot may experience Audio/Video loss due to Fluctuation in their respective network. It is therefore recommended to use Stable Wi-Fi or LAN Connection to mitigate any kind of aforesaid glitches.

5. Shareholders who would like to express their views/ask questions during the meeting may register themselves as a speaker may send their request mentioning their name, demat account number/folio number, email id, mobile number at (**cs@smvdpolypack.com**).
 6. Shareholders who would like to express their views/have questions may send their questions in advance mentioning their name demat account number/folio number, email id, mobile number at (**cs@smvdpolypack.com**). The same will be replied by the company suitably.
 7. Those shareholders who have registered themselves as a speaker will only be allowed to express their views/ask questions during the meeting.
- iv) The voting rights of shareholders shall be in proportion to their shares of the paid up equity share capital of the Company as on the cut-off date of 23.09.2020. A person who is not a member as on cut-off date should treat this notice for information purpose only.
 - v) The notice of Annual General Meeting will be sent to the members, whose names appear in the register of members /depositories as at closing hours of business, on 28thAugust, 2020.
 - vi) Investors who became members of the Company subsequent to the dispatch of the Notice / Email and holds the shares as on the cut-off date i.e. 23rd September, 2020 are requested to send the duly signed written / email communication to the Company at **cs@smvdpolypack.com** and to the RTA at **info@skylinerta.com** by mentioning their Folio No. / DP ID and Client ID to obtain the Login-ID and Password for e-voting.
 - vii) The shareholders shall have one vote per equity share held by them as on the cut-off date of 23rd September, 2020. The facility of e-voting would be provided once for every folio / client id, irrespective of the number of joint holders.
 - viii) The facility for e-voting shall also be made available during the meeting and members attending the meeting who have not casted their vote by remote e-voting earlier shall be able to exercise their right during the continuity of the meeting.
 - ix) Mr. Robin Jain, Company Secretary (Membership No 32446) has been appointed as the Scrutinizer to scrutinize the voting and remote e-voting process in a fair and transparent manner.
 - x) The Scrutinizer shall after the conclusion of the Annual General Meeting, will unblock the votes and shall make, not later than 48 (forty eight) hours from conclusion of the AGM, a consolidated scrutinizer's report of the total votes cast in favour or against, if any, to the Chairman or a person authorized by him in writing, who shall countersign the same and declare the result of the voting forthwith.
 - xi) The results declared along with the report of the Scrutinizer shall be placed on the website of the Company www.smvdpolypack.com and on the website of NSDL

(www.evoting.nsdl.com) immediately after the declaration of result by the Chairman or a person authorized by him in writing. The results shall also be immediately forwarded to the stock-exchange viz.NSE.

Statement pursuant to Section 102(1) of the Companies Act, 2013

Item No 3

The Authorised Share Capital of the Company as reflected in the Memorandum of Association of the Company is Rs. 5,00,00,000/- (Rupees Five Crore only) divided into 50,00,000 (Fifty Lakhs) Equity Shares of Rs. 10/- each.

Considering the future expansion of the Business activities of the Company and the necessity to raise long term fresh funds, the Board of Directors of the Company has proposed to increase the Authorised Share Capital from Rs. 5,00,00,000/- (Rupees Five Crore only) divided into 50,00,000 (Fifty Lakhs) Equity Shares of Rs. 10/- each to Rs. 20,00,00,000/- (Rupees Twenty Crores only) divided into 2,00,00,000 (Two Crore) Equity Shares of Rs. 10/- each.

The Provisions of the Companies Act, 2013 requires seeking approval of the members for increase in the Authorised Share Capital and for alteration of the Capital Clause of the Memorandum of Association of the Company.

The Board therefore recommends the resolution set out in Item No. 3 of the notice, to be passed as an Ordinary Resolution by the members.

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

Item No 4

Considering the future expansion of the Business activities of the Company and the necessity to raise long term fresh funds, and future working capital requirements of the Company, and moreover to pave the way for migration of the Listing of Shares of the Company from "SME" to Main at NSE, the Board of Directors of the Company should be authorized to issue and allot further shares in the capital of the Company at any suitable point of time considering favourable market conditions.

The Provisions of the Companies Act, 2013 requires seeking approval of the members for issue of further shares in the Share Capital of the Company. The Board therefore recommends the resolution set out in Item No. 4 of the notice, to be passed as a Special Resolution by the members so as to enable the Board to issue & allot shares in future.

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

DETAILS OF DIRECTORS/KEY MANAGERIAL PERSONNEL SEEKING APPOINTMENT/ REAPPOINTMENT

Brief resume of the directors/key managerial personnel being appointed / re-appointed, nature of their expertise in specific functional areas and names of companies in which they hold directorships and shareholding are furnished hereunder:

Particulars	Mrs. Sangita Agarwal
Date of Birth	15.01.1971
Date of appointment/ Re-appointment	28.01.2010
Qualification	Senior Secondary
Expertise in specific functional area	She has 9 years of experience in “Packaging Industry”. Her functional responsibility in our Company involves advising the Company on the crucial matters relating to selection of designing and printing pattern of the fabrics.
Other listed entities in which Directorships held (excluding foreign companies, and section 8 Companies)	NIL
Membership/ Chairmanship of Committee of the Other Public Companies (includes only Audit Committee and Stakeholders Relationship Committee)	Nil
No of shares held in the Company	368000

Registered Office
16, Strand Road,
Diamond Heritage,
8th Floor, Suite No. – 804B,
Kolkata 700 001.
August 28, 2020

For and on behalf of the Board

Sd/-
Shikha Agarwal
Company Secretary

SMVD POLYPACK LIMITED
CIN: L25200WB2010PLC141483
Registered Office : 16, STRAND ROAD, 8TH, KOLKATA-700001
Phone No. - 033-22354254, E-mail – smvd513@gmail.com,
Website: www.smvdpolypack.com

11TH ANNUAL GENERAL MEETING on 30TH SEPTEMBER, 2020

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REMOTE E-VOTING PARTICULARS:

EVEN (E-VotingEventNumber)	USERID	PASSWORD
113493		

The Remote E-voting facility will be available during the following voting period:

Commencing of E-voting	End of E-voting
27th September, 2020 at 9:00 am (IST)	29th September, 2020 at 5:00 pm (IST)

Please read the instructions mentioned in the Notice of the Annual General Meeting before exercising your vote.

E – MAIL ID REGISTRATION FORM

To
SMVD Poly Pack Ltd.,
16, Strand Road,
Diamond Heritage, 8th Floor,
Suite No – 804B,
Kolkata – 700 001.

Dear Sir(s),
I hereby give my consent to receive all future communication from SMVD Polypack Ltd.
at my below email id and/or at my e-mail registered with my/our depository:-

DP ID _____ CLIENT ID _____ FOLIO NO.

E – mail Id _____ Alternative Id

Thanking You,

Yours faithfully,

Signature of Sole / 1st Holder

Name

Date

Note : You are requested to register your email address with your depositories or by signing and returning this slip to the Company or to the Registrar & Transfer Agent M/s. Skyline Financial Services Pvt. Ltd. or by way of an email to **cs@smvdpolypack.com** at the earliest.

SMVD Poly Pack Ltd.

Directors' Report

To
The Members

Your Directors have pleasure in presenting the Eleventh Annual Report of the company together with the Audited Accounts for the year ended 31st March, 2020.

FINANCIAL HIGHLIGHTS

Particulars	(Rs. in lakh)	
	Current Year 2020	Previous Year 2019
Revenue from operations	5789.52	4985.93
Operating Profit	254.70	418.73
Other Income	10.69	19.45
Depreciation	(157.41)	(115.31)
Profit before tax	107.98	322.87
Tax Expenses :		
Current Tax	(22.23)	(66.47)
MAT Credit Entitlement	22.23	33.38
Deferred Tax	(30.43)	(44.48)
Income tax for Earlier Year	(4.98)	-
Total Tax Expenses	(35.41)	(77.57)
Net Profit	72.57	245.30
Other Comprehensive Income/(Loss) for the year, net of tax	00	00
Total Comprehensive Income	72.57	245.30
Add : Balance Brought forward from last year	534.18	288.88
	606.75	534.18

Performance of the Company

During the year under review the Company has earned a profit of **Rs. 72.57 Lakhs** at a turnover of **Rs. 5,789.52 Lakhs** compared to a net profit of **Rs. 245.30 Lakhs** at a turnover of **Rs. 4,985.93 Lakhs** in the previous year 2018-19.

Dividend

To conserve the resources of the Company for future expansions, long – term working capital requirements and for General Corporate purposes, the Board of Directors of the Company did not recommend any dividend for the year 2019-20.

Issue of Shares

The Company has not issued any shares during the year under review. The money raised through IPO during the financial year i.e.2017-18 had been utilized for the purpose as stated in the offer document. The miniature statement showing utilization of funds is as follows:-

Particulars	Amount allotted for Objects, as stated in the Prospectus (Amount in Lacs)	Utilization of fund received from allotment of shares by 31 st March, 2020. (Amount in Lacs)	Balance amount to be utilized (Amount in Lacs)	Deviation or Variation (if any)
Issue related Expenses	55.20	55.20	Nil	Nil
Capital Expenditure for Business Expansion	651.30	651.30	Nil	Nil
Working Capital Requirement	95.50	95.50	Nil	Nil
General Corporate Purpose	100.00	100.00	Nil	Nil

Public Deposits

The Company has not accepted any Deposits during the year, no deposits remained unpaid or unclaimed as at the end of the year and there was no default in repayment of deposits or payment of interest thereon during the year.

Transfer to Reserves

The Company has not transferred any amount to General Reserves during the year under review.

Directors' Responsibility Statement

Pursuant to the provisions of Section 134(5) of the Companies Act, 2013, your Directors hereby confirm that:

- i) In the preparation of the annual accounts, the applicable accounting standards had been followed along with proper explanation related to material departures;

- ii) Appropriate accounting policies have been selected and applied consistently and judgements and estimates that are reasonable and prudent have been made so as to give a true and fair view of the state of affairs of the Company as at 31st March, 2020 and of the Profit of the Company for the year ended on 31st March, 2020;
- iii) Proper and sufficient care has been taken, to the best of their knowledge and ability, for the maintenance of adequate accounting records in accordance with the provisions of this Act for safeguarding the assets of the Company and for preventing and detecting fraud and other irregularities;
- iv) The annual accounts have been prepared on a going concern basis;
- v) The Directors have laid down internal financial Controls to be followed by the Company and that such internal financial controls are adequate and are operating effectively; and
- vi) Proper systems have been devised to ensure compliance with the provisions of all applicable laws and that such systems are adequate and operating effectively.

Directors and Key Managerial Personnel

Retirement by Rotation

Pursuant to the provisions of Section 152(6) and other applicable provisions of the Companies Act, 2013 and Articles of Association of the Company, Mrs. Sangita Agarwal (DIN: 02860390) Non-Executive Director of the Company, retires by rotation at the ensuing Annual General Meeting and being eligible offered herself for reappointment.

Declaration by Independent Directors

Declaration by Independent Directors that they meet the criteria of independence as provided in sub-section (6) of Section 149 of the Companies Act, 2013 has been received from all the Independent Directors.

Auditors

- **Statutory Auditors**

The Notes to Accounts, as referred in the Auditors' Report are self - explanatory and hence does not call for any further explanation.

- **Internal Auditors**

The Board had appointed M/s. C L Mundhra & Co., Chartered Accountant as the Internal Auditors of the Company to carry out the Internal Audit for the FY 20-21 under the provisions of section 138 of the Companies Act, 2013.

- **Secretarial Auditors**

M/s. Robin Jain & Associates, Company Secretary was appointed as the Secretarial Auditor of the Company to carry out Secretarial Audit for the FY20-21 under the provisions of Section 204 of the Companies Act, 2013. The Secretarial Audit Report is annexed to the Board's Report as **Annexure C**.

The Report is self-explanatory and as envisaged by the Secretarial Auditors during the year on account of an inadvertent delayed stock exchange compliance resulting from the amendments in SEBI(LODR) Regulation, 2015 a fine was imposed by the exchange on the Company and an application for waiver of the same was made by the Company, the reply for which is still awaited. Proper measures were taken so that such situation does not recur in future.

Personnel

The particulars and information of the employees as required under Section 197(12) of the Companies Act, 2013 read with Rule 5 of the Companies (Appointment and Remuneration of Managerial Personnel) Rules 2014 has been set out as **Annexure - E** to this Report, attached hereto. There are no employees who are in receipt of remuneration in excess of the limit specified under Section 134(3) (q) read with Rule 5 (2) and 5 (3) of the Companies (Appointment and Remuneration of Managerial Personnel) Amendment Rules, 2016.

Company's Website

The website of the Company www.smvdpolypack.com represents a perfect view of the Company's businesses, its products for all its customers and investors. The site not only carries the information about the Company but also includes all the mandatory information and disclosures as per the requirements of the Companies Act, 2013 and Companies Rules 2014 and as per SEBI (Listing Obligations & Disclosure Requirements) Regulations, 2015 viz. Financial Results of your Company, Shareholding Pattern, Directors' & Corporate Profile, details of Board Committees, Corporate Policies etc.

Listing of Securities in Stock Exchanges

The Securities of the Company are Listed on SME EMERGE platform of The National Stock Exchange of India Ltd. (NSE).

The Company is registered with both NSDL & CDSL for holding the shares in dematerialized form and open for trading. The Company has paid all requisite Fees to the Stock Exchange & Depositories.

Code of Conduct for Prevention of Insider Trading

In terms of the SEBI (Prohibition of Insider Trading) Regulations, 2015, your Company has approved & adopted the Code of Conduct for prevention of Insider Trading & the code of practices and procedure for fair disclosure of Un-published Price Sensitive Information and the same is also placed on the Company's website: www.smvdpolypack.com.

Disclosures as per applicable acts, SEBI (Listing obligations & Disclosure Requirements) Regulations, 2015.

i) Related Party Transactions

All transactions entered with related parties during the FY19-20 were on arm's length basis and were in the ordinary course of business and provisions of Section 188(1) are not attracted. There have been no materially significant related party transactions with the Company's Promoters, Directors and others as defined in section 2(76) of the Companies Act, 2013 and Regulation 23 of SEBI (Listing Obligations & Disclosure Requirements) Regulations, 2015 which may have potential conflict of interest with the Company at large. Accordingly, disclosure in Form AOC 2 is not required.

The necessary disclosures regarding the transactions are given in the notes to accounts. The Company has also formulated a policy on dealing with the Related Party Transactions and the same has been uploaded on the website of the Company.

ii) Number of Board Meetings

The Board of Directors met 8 times during the year under review on 22.04.2019, 30.05.2019, 16.08.2019, 30.09.2019, 14.11.2019, 05.12.2019, 03.02.2020 & 03.03.2020 respectively.

Name of Directors	Category	No of Board Meetings		Whether attended last AGM held on 30 th September, 2019	No. of Directorship in other public limited Companies	No of Committee position held in other public limited companies	
		Held during the year	attended			As Chairman/Chair person	As Member
Mr. Pramod Kumar Agarwal	Chairman & Mg. Director	8	8	Yes	NIL	NIL	NIL
Mrs. Sangita Agarwal	Non-Executive Director	8	6	Yes	NIL	NIL	NIL

Mr. Pawan Kumar Agarwal	Non-Executive Director	8	4	Yes	NIL	NIL	NIL
Mr. Nikhil Pansari	Independent Director	8	5	No	NIL	NIL	NIL
Ms. Shruti Singhal	Independent Director	8	6	No	NIL	NIL	NIL
Mr. Varun Roongta	Independent Director	8	6	Yes	NIL	NIL	NIL

iii) Committees of Board

The board has constituted three committees the details of which are as follows:-

AUDIT COMMITTEE - The Audit Committee was entrusted with review of quarterly and annual financial statements before submission to the Board, review of observations of auditors and to ensure compliance of internal control systems authority for investigation and access for full information and external professional advice for discharge of the functions delegated to the Committee by the Board.

Serial No.	Name	Designation	Nature of Directorship
1	Mr. Nikhil Pansari	Chairman	Non-Executive, Independent
2	Ms. Shruti Singhal	Member	Non-Executive, Independent
3	Mr. Pawan Kumar Agarwal	Member	Non-Executive, Non- Independent

All the members of the Committee are financially literate.

The terms of reference of the Audit Committee are as follows:-

- 1) Oversight of the listed entity’s financial reporting process and the disclosure of its financial information to ensure that the financial statement is correct, sufficient and credible;
- 2) recommendation for appointment, remuneration and terms of appointment of auditors of the listed entity and review and monitor the auditor’s independence, performance, and effectiveness of audit process;
- 3) approval of payment to statutory auditors for any other services rendered by the statutory auditors;
- 4) reviewing, with the management, the annual financial statements and auditor's report thereon before submission to the board for approval, with particular reference to:
 - a) matters required to be included in the director’s responsibility statement to be included in the board’s report in terms of clause (c) of sub-section (3) of Section 134 of the Companies Act, 2013;
 - b) changes, if any, in accounting policies and practices and reasons for the same;

- c) major accounting entries involving estimates based on the exercise of judgment by management;
 - d) significant adjustments made in the financial statements arising out of audit findings;
 - e) compliance with listing and other legal requirements relating to financial statements;
 - f) disclosure of any related party transactions;
 - g) modified opinion(s) in the draft audit report;
- 5) reviewing, with the management, the quarterly financial statements before submission to the board for approval;
 - 6) reviewing, with the management, the statement of uses / application of funds raised through an issue (public issue, rights issue, preferential issue, etc.), the statement of funds utilized for purposes other than those stated in the offer document / prospectus / notice and the report submitted by the monitoring agency monitoring the utilisation of proceeds of a public or rights issue, and making appropriate recommendations to the board to take up steps in this matter;
 - 7) reviewing and monitoring the auditor's independence and performance, and effectiveness of audit process;
 - 8) approval or any subsequent modification of transactions of the listed entity with related parties;
 - 9) scrutiny of inter-corporate loans and investments;
 - 10) valuation of undertakings or assets of the listed entity, wherever it is necessary;
 - 11) evaluation of internal financial controls and risk management systems;
 - 12) reviewing, with the management, performance of statutory and internal auditors, adequacy of the internal control systems;
 - 13) reviewing the adequacy of internal audit function, if any, including the structure of the internal audit department, staffing and seniority of the official heading the department, reporting structure coverage and frequency of internal audit;
 - 14) discussion with internal auditors of any significant findings and follow up there on;
 - 15) reviewing the findings of any internal investigations by the internal auditors into matters where there is suspected fraud or irregularity or a failure of internal control systems of a material nature and reporting the matter to the board;
 - 16) discussion with statutory auditors before the audit commences, about the nature and scope of audit as well as post-audit discussion to ascertain any area of concern;

SMVD POLYPACK LTD.

- 17) to look into the reasons for substantial defaults in the payment to the depositors, debenture holders, shareholders (in case of non-payment of declared dividends) and creditors;
- 18) to review the functioning of the whistle blower mechanism;
- 19) approval of appointment of chief financial officer after assessing the qualifications, experience and background, etc. of the candidate;
- 20) Carrying out any other function as is mentioned in the terms of reference of the audit committee.

The audit committee shall mandatorily review the following information:

- 1) management discussion and analysis of financial condition and results of operations;
- 2) statement of significant related party transactions (as defined by the audit committee), submitted by management;
- 3) management letters / letters of internal control weaknesses issued by the statutory auditors;
- 4) internal audit reports relating to internal control weaknesses; and
- 5) the appointment, removal and terms of remuneration of the chief internal auditor shall be subject to review by the audit committee.
- 6) statement of deviations:
 - a) quarterly statement of deviation(s) including report of monitoring agency, if applicable, submitted to stock exchange(s) in terms of Regulation 32(1).
 - b) annual statement of funds utilized for purposes other than those stated in the offer document/prospectus/notice in terms of Regulation 32(7).

The Committee shall have the following powers:-

The Audit Committee shall be authorised to investigate any matter in relation to above term of reference and shall have power :

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

Meetings held and attended during the year – 5 Audit Committee meetings on 30.05.2019, 16.08.2019, 14.11.2019, 05.12.2020&03.03.2020 respectively were held during the year under review.

Serial No.	Name	Meetings held	Meetings attended
1	Mr. Nikhil Pansari	5	5

2	Ms. Shruti Singhal	5	5
3	Mr. Pawan Kumar Agarwal	5	2

• **NOMINATION & REMUNERATION COMMITTEE**

Serial No.	Name	Designation	Nature of Directorship
1	Mr. Nikhil Pansari	Chairman	Non-Executive, Independent
2	Ms. Shruti Singhal	Member	Non-Executive, Independent
3	Mr. Varun Roongta	Member	Non-Executive, Independent

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

- 1) formulation of the criteria for determining qualifications, positive attributes and independence of a director and recommend to the board of directors a policy relating to, the remuneration of the directors, key managerial personnel and other employees;
- 2) formulation of criteria for evaluation of performance of independent directors and the board of directors;
- 3) devising a policy on diversity of board of directors;
- 4) identifying persons who are qualified to become directors and who may be appointed in senior management in accordance with the criteria laid down, and recommend to the board of directors their appointment and removal.
- 5) Whether to extend or continue the term of appointment of the independent director, on the basis of the report of performance evaluation of independent directors.

Meetings held and attended during the year – 1 meeting of NR committee was held on 16.08.2019 during the year under review.

Serial No.	Name	Meetings held	Meetings attended
1	Mr. Nikhil Pansari	1	1
2	Ms. Shruti Singhal	1	1
3	Mr. Varun Roongta	1	1

STAKEHOLDER RELATIONSHIP COMMITTEE - Stakeholders Relationship Committee looks into redressing of shareholders' and investors grievances like transfer of Shares, non receipt of Balance Sheet, etc.

Serial No.	Name	Designation	Nature of Directorship
1	Mr. Pramod Kumar Agarwal	Chairman	Executive
2	Mr. Pawan Kumar Agarwal	Member	Non-Executive, Non –Independent
3	Mr. Varun Roongta	Member	Non-Executive, Independent

The terms of reference of the Stakeholders Relationship Committee are as follows:-

- 1) Review the mechanism adopted for redressing the grievance of shareholders, debenture holders and deposit holders and other security and the status of such redressal;
- 2) Review of the activities of the Secretarial Department of the Company inter alia adherence to Service Standards and Standard Operating Procedures relating to the various services rendered by the Investor Services Department, various initiatives taken to inter alia reduce quantum of unclaimed dividends, status of claims received and processed for unclaimed shares, uploading of data relating to unclaimed deposits/ dividends on the website of Investor Education & Protection Fund and the Corporation.
- 3) Review status of compliances with laws applicable to the Secretarial Department and its risk profile;
- 4) Review the Action Taken Report in respect of recommendations made by the Committee/ Management;
- 5) Review the status of the litigation(s) filed by/ against the security holders of the Company;
- 6) Review the mechanism adopted to review, monitor and report transactions relating to securities which may be suspicious from a money laundering perspective, in accordance with the KYC & AML Policy relating to securities of the Corporation; and
- 7) The Committee shall perform such other functions as may be required under the relevant provisions of the Companies Act, 2013, the Rules made there under and Listing Regulations.
- 8) To oversee the performance of the Registrar and Transfer Agents and recommend measures for overall improvement in the quality of investors services.

Meetings held and attended during the year – 1 meeting of SR committee was held on 03.02.2020 during the year under review.

Serial No.	Name	Meetings held	Meetings attended
1	Mr. Pramod Kumar Agarwal	1	1
2	Mr. Pawan Kumar Agarwal	1	1
3	Mr. Varun Roongta	1	1

Note : The Company Secretary acts as the Secretary to all the Committees.

iv) Extracts of Annual Return

The Extracts of Annual Return in Form MGT 9 under the provisions of Section 92(3) of the Companies Act, 2013 is attached as **Annexure – F**

v) **Risk Analysis**

The Company has in place a mechanism to inform the Board members about the Risk assessment and mitigation plans and periodical reviews to ensure that the critical risks are controlled by the executive management.

vi) **Internal Financial Control**

The Company has in place adequate internal financial control as required under section 134(5)(e) of the Act. During the year such controls were tested with reference to financial statements and no reportable material weakness in the formulation or operations were observed.

vii) **Loans, Guarantees and Investments**

There are no loans, guarantees, or investments made by the Company covered under the provision of Section 186 of the Companies Act, 2013.

viii) **Subsidiaries, Associates or Joint Ventures**

Your Company does not have any subsidiaries, joint ventures but it has 1 (one) associate M/s. Aashakiran Commodal Pvt. Ltd., during the year under review. As per the provision of Section 129(3) and rule 5 of the Companies (Accounts) Rules, 2014 the statement in AOC-1 containing the salient features of the financial statement of the associate Company is given in **Annexure –B**.

ix) **Evaluation of Board's Performance**

During the year under review, the Board, in compliance with the Companies Act, 2013 and applicable Regulations of Securities & Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015, has adopted formal mechanism for evaluating its performance and as well as that of its Committees and individual Directors, including the Chairman of the Board.

The process of review of Non-Independent Directors and the Board as a whole and its committees were undertaken in a separate meeting of Independent Directors on 5th December, 2019, without the attendance of Non-Independent Directors and members of the management. At the meeting, the performance of the Chairman was reviewed along with the other non-executive Directors. The meeting also assessed the quality, quantity and timeliness of the flow of information required for the Board to perform its duties properly.

The Board of Directors separately evaluated the performance of each of the Independent Directors. The concerned Independent Director did not participate in the meeting at the time of his/her evaluation.

The Directors have expressed their satisfaction with the evaluation process.

Based on the findings from the evaluation process, the Board will continue to review its procedures and effectiveness in the financial year ahead with a view to practising the highest standards of corporate governance.

x) Nomination Remuneration & Evaluation Policy

The Company has laid down a Policy on Nomination Remuneration & Evaluation being recommended by the NR Committee of the Company in compliance with the requisite provisions of the Companies Act, 2013 & SEBI (LODR) Regulations, 2015. The policy envisages as follows: -

- i) Criteria for appointment and removal of Directors, Key Managerial Personnel (KMP) and Senior Management Executives of the Company.
- ii) Remuneration payable to the Directors, KMPs and Senior Management Executives.
- iii) Evaluation of the performance of the Directors.
- iv) Criteria for determining qualifications, positive attributes and independence of a Director.

xi) Vigil Mechanism (Whistle Blower Policy)

Pursuant to the provisions of Section 177(9) & (10) of the Companies Act, 2013 read with regulation 22 of the SEBI (LODR) Regulation, 2015, a Vigil Mechanism for directors and employees to report genuine concerns has been established. The Vigil Mechanism Policy is available on the website of the Company.

Management Discussion and Analysis Report

In compliance with Regulation 34(3) of Listing Regulations, a separate section on Management Discussion and Analysis which includes details on the state of affairs of the Company is annexed as **Annexure –D**.

Conservation of Energy & Technology Absorption

Information pursuant to Section 134 (3) (m) of the Companies Act, 2013 read with Rule 8 of the Companies (Accounts) Rules, 2014 are given is annexed as **Annexure – A** which forms part of this report.

Foreign Exchange Earning & Outflow

Foreign Exchange Earning: Nil

Foreign Exchange Outgo: Nil

Industrial Relations

The industrial relation during the FY 2019-20 had been cordial. The Directors took on record the dedicated services and significant efforts made by the Officers, Staff and Workers towards the progress of the Company.

Significant & material orders passed by the Regulators or Courts or Tribunals impacting the going concern status & Company's Operations in Future

There have been no significant & material orders passed by regulators / courts / tribunals impacting going concern status and Company's operations in future.

Shifting of registered office

The Company has shifted its registered office from 71, BRB Basu Road, Block A, Room No – 513, Kolkata – 700 001 to 16, Strand Road, Diamond Heritage, Suite 804B, Kolkata – 700 001 w.e.f. 22nd April, 2019.

Covid -19 impact

Covid – 19 as the world knows the pandemic has adversely effected countries all over the world and India being one of them. The Company hereby reports temporary suspension of its manufacturing unit and other business operations due to COVID-19 pandemic and Lock-down announced by the respective Governments (Central/State/Local). We would also like to inform you that consequent upon receipt of approval of concerned authorities, the Company has resumed its manufacturing operations and all other business operations in a phased manner with all the necessary precautionary hygiene and safety measures, as applicable.

The Company has evaluated the impact of this pandemic on its business operations as well as on the financial position and based on its review of current indicators of future economic conditions there is no significant impact on its financial results as at 31st March, 2020. However, the impact assessment of covid-19 is a continuing process given the uncertainties associated with its nature and duration and accordingly the impact may be different from that estimated as at the date of approval of these results. The Company will continue to monitor any material changes to future economic conditions.

During this phase taking in view the Corporate Social Responsibility of the Company and the advice of the Honb'le Prime Minister of India for corporates, the Company has on a regular basis in the month of April, distributed nearly 200 food packets to the needy people dwelling in the nearby villages.

Acknowledgement

Your Directors would like to express their grateful appreciation for the assistance and co-operation received from the Financial Institutions, Banks, Government Authorities and Shareholders during the year under review. Your Directors wish to place on record their deep

SMVD POLYPACK LTD.

sense of appreciation to all the employees for their commendable teamwork, exemplary professionalism and enthusiastic contribution during the year.

Registered office:
16, StrandRoad,
Diamond Heritage,
8th Floor, Suite No. – 804B,
Kolkata -700 001.

On behalf of the Board of Directors,
For SMVD Polypack Limited

Date: 28th August, 2020

Sd/-
Pramod Kumar Agarwal
Chairman & MD
DIN: 00324999

Sd/-
Sangita Agarwal
Director
DIN: 02860390

Annexure – A to Directors Report

Particulars pursuant to the provisions of Section 134(3)(m) of the Companies Act, 2013 read with the Rule 8(3) of Companies (Accounts) Rules, 2014:

A) Conservation of Energy -

(i) Steps taken or impact on conservation of energy

The Company always put its endeavors to save energy, wherever possible. It runs its units in such a way so as to get the maximum productivity out of each & every unit of electricity.

(ii) Steps taken by the Company for utilizing alternate sources of energy

So far company has not explored any alternate source of energy.

(iii) Capital investment on energy conservation equipment's

Not Envisaged.

B) Technology Absorption –

(i) Efforts made towards technology absorption : Company's experts continuously
Keep track and keep updating new
technology in field of operation

(ii) Benefits derived like product improvement, : N.A.
cost reduction, product development
or import substitution.

(iii) In case of imported technology (imported during the last three }
years reckoned from the beginning of the financial year)- }
a) Details of technology imported } N.A.
b) Year of import }
c) Whether the technology been fully absorbed }
d) If not fully absorbed, areas where absorption has not taken }
place, reasons thereof: and }

(iv) the expenditure incurred on Research and Development

The Company itself is not carrying out any R & D.

Registered office:
16, Strand Road,
Diamond Heritage,
8th Floor, Suite No.- 804B,
Kolkata -700 001.

Date: 28th August, 2020

On behalf of the Board of Directors,
For SMVD Polypack Limited

Sd/-	Sd/-
Pramod Kumar Agarwal	Sangita Agarwal
Chairman & MD	Director
DIN: 00324999	DIN: 02860390

Annexure – B to Directors Report**Form AOC-1**

(Pursuant to first proviso 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 - NIL**Part "B": Associates and Joint Ventures:**

**Statement pursuant to Section 129 (3) of the Companies Act, 2013 related to Associate
Companies and Joint Ventures**

Name of Associates or Joint Ventures	AashakiranCommodeal Pvt. Ltd.
1. Latest audited Balance Sheet Date	31 st March 2020
2. Date on which the Associate or Joint Venture was associated or acquired	25 TH May, 2010.
2. Shares of Associate/Joint Ventures held by the company on the year end	
No.	Equity – 260000
Amount of Investment in Associates/Joint Venture	Rs. 1300000/-
Extent of Holding %	49.06% - Equity
3. Description of how there is significant influence	Holding more than 20% of total share capital pursuant to Section 2(6) of Companies Act, 2013
4. Reason why the associate/joint venture is not consolidated	NA
5. Networth attributable to Shareholding as per latest audited Balance Sheet	Rs. 128.49 Lacs
6. Profit / Loss for the year	
i. Considered in Consolidation	Rs. 39,448/-

i. Not Considered in Consolidation	Rs. 40,960/-
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Other information:

1. Names of associates or joint ventures which are yet to commence operations. Not Applicable
2. Names of associates or joint ventures which have been liquidated or sold during the year. Not Applicable

Registered office:
16, Strand Road,
Diamond Heritage,
8th Floor, Suite No. – 804B,
Kolkata -700 001.

On behalf of the Board of Directors,
For SMVD Polypack Limited

Date: 28th August, 2020

Sd/-
Pramod Kumar Agarwal
Chairman & MD
DIN: 00324999

Sd/-
Sangita Agarwal
Director
DIN: 02860390

Annexure – C to Directors Report

**Form No- MR-3
SECRETARIAL AUDIT REPORT**

FOR THE FINANCIAL YEAR ENDED 31st March 2020
[Pursuant to Section 204(1) of the Companies Act, 2013 and Rule No. 9 of the Companies (Appointment and Remuneration of Managerial Personnel) Rules, 2014]

To,
The Members,
SMVD POLY PACK LIMITED
CIN L25200WB2010PLC141483
16, Strand Road, 8th Floor,
Diamond Heritage
Suite No-804B
Kolkata- 700001

I have conducted the secretarial audit of the compliance of applicable statutory provisions and the adherence to good corporate practices by **SMVD POLY PACK LIMITED** (hereinafter called the Company), (formerly known as **SMVD Poly Pack Pvt. Ltd.**) for the **Financial Year ended 31st March, 2020**. Secretarial Audit was conducted in a manner that provided us a reasonable basis for evaluating the corporate conducts/statutory compliances and expressing our opinion thereon.

Based on our verification of Company's books, papers, minute books, forms and returns filed and other records maintained by the Company and also the information provided by the Company, its officers, agents and authorized representatives during the conduct of secretarial audit, I hereby report that in my opinion, the Company has, during the audit period covering the **Financial Year ended on 31st March, 2020**, complied with the statutory provisions listed hereunder and also that the Company has proper Board-processes and compliance-mechanism in place to the extent, in the manner and subject to the reporting made hereinafter:

I have examined the books, papers, minute books, forms and returns filed and other records maintained by **Smvd Poly Pack Limited ("The Company")** for the Financial Year ended on 31st March, 2020 according to the provisions of:

1. The Companies Act, 2013 (the Act) and the Rules made there under;
2. The Securities Contracts (Regulation) Act, 1956 ('SCRA') and the Rules made thereunder;
3. The Depositories Act, 1996 and the Regulations and Bye-laws framed thereunder;
4. Foreign Exchange Management Act, 1999 and the Rules and Regulations made thereunder to the extent of Foreign Direct Investment, Overseas Direct Investment and External Commercial Borrowings; (Not Applicable to the Company during the audit period);

5. 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, 2011;
 - b. The Securities and Exchange Board of India (Prohibition of Insider Trading) Regulations, 2015;
 - c. The Securities and Exchange Board of India (Issue of Capital and Disclosure Requirements) Regulations, 2018- **Not applicable as there was no reportable event during the financial year under review;**
 - d. The Securities and Exchange Board of India (Share Based Employee Benefits) Regulation, 2014 **(Not Applicable to the Company during the audit period);**
 - e. The Securities and Exchange Board of India (Issue and Listing of Debt Securities) Regulations, 2008- **Not applicable as there was no reportable event during the financial year under review;**
 - f. The Securities and Exchange Board of India (Registrars to an Issue and Share Transfer Agents) Regulations, 1993 regarding the Companies Act and dealing with client; **Not applicable as the Company is not registered as Registrar to an Issue and Share Transfer Agent during the financial year under review;**
 - g. The Securities and Exchange Board of India (Delisting of Equity Shares) Regulations, 2009; - **Not applicable as there was no reportable event during the financial year under review;**
 - h. The Securities and Exchange Board of India (Buyback of Securities) Regulations, 2018; **(Not Applicable as the Company has not bought back/ proposed to buy-back any of its securities during the Financial Year under review].**
 - i. The Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015.
6. All relevant laws applicable to the Company as provided by the management hereunder as per Annexure I.

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

- (i) The Secretarial Standards with regard to Meeting of Board of Directors (SS-1) and General Meetings (SS-2) issued by The Institute of Company Secretaries of India;
- (ii) Listing Agreements entered into by the Company with National Stock Exchange of India Limited.

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

I further report that:

- i) The Board of Directors of the Company is duly constituted with proper balance of Executive Directors, Non-Executive Directors and Independent Directors and Women Director. 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.

- ii) Adequate notice is given to all directors to schedule the Board Meetings/Committee Meetings, agenda and detailed notes on agenda were sent generally seven days in advance and a system exists for seeking and obtaining further information and clarifications on the agenda items before the meeting and for meaningful participation at the meeting.
- iii) All decisions of the Board and Committees were carried with the requisite majority.

I further report that based on review of compliance mechanism established by the Company and on the basis of the Compliance Certificate(s) issued by the Company Secretary and taken on record by the Board of Directors at their meeting(s), I am on the opinion that there 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.

I further report that the Company during the audit period there were following specific events/action having a major bearing on the Company's affair in pursuance of the above-referred laws, rules, regulations, Guidelines, standards, etc., have occurred:

- i) The company has shifted its registered office from 71, BRB Basu road, Block-A, Room No-513, Kolkata-700001 to 16, Strand road, 8th Floor, Diamond Heritage , Suite No-804B, Kolkata-700001 w.e.f 22nd April, 2019.
- ii) In view of a delayed Compliance under SEBI (LODR) Regulations, 2015 a penalty was imposed by the Exchange for which an application of waiver has been made by the Company and response is still awaited.

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.

For **Robin Jain and Associates**
Company Secretaries

Sd/-
Robin Jain
Proprietor
ACS: 32446, C.P No.:11977
ICSI UDIN :A032446B000630450

Dated-28th August, 2020
Place- Kolkata

Annexure A

To,
The Members,
SMVD POLY PACK LIMITED
CIN L25200WB2010PLC141483
16, Strand Road, 8th Floor,
Diamond Heritage
Suite No-804B
Kolkata- 700001

Our Secretarial Audit Report for the Financial Year 31st March, 2020 is to be read along with this letter.

Management's Responsibility

1. It is the responsibility of the management of the Company to maintain secretarial records, devise proper system to ensure compliance with the provisions of all applicable laws and regulations and to ensure that the systems are adequate and operate effectively.

Auditor's Responsibility

2. Our responsibility is to express an opinion on these secretarial records, standards and procedures followed by the Company with respect to secretarial compliances.
3. I believe that audit evidence and information obtained from the Company's management is adequate and appropriate for us to provide as basis of our opinion.
4. Where ever required, we have obtained the Management representation about the compliance of laws, rules and regulations and happening of events etc.

Disclaimer

5. The Secretarial Audit report is neither an assurance as to the future viability of the company nor of the efficacy or effectiveness with which the management has conducted the affairs of the company.
6. I have not verified the correctness and appropriateness of financial records and Books of Accounts of the company.

For **Robin Jain and Associates**
Company Secretaries

Sd/-

Robin Jain

Proprietor

Dated-28th August, 2020
Place- Kolkata

ACS: 32446, C.P No.:11977

ICSI UDIN :A032446B000630450

ANNEXURE I.

LIST OF OTHER APPLICABLE LAWS TO THE COMPANY

- 1.The Factories Act, 1948 and Rules made thereunder;
- 2.The Air (Prevention and Control of Pollution) Act- 1981.
- 3.The Environment (Protection) Act-1986.
- 4.The Employees Provident Fund and Miscellaneous Provisions Act, 1952 and Rules made thereunder;
- 5.Employees State Insurance Act, 1952 and Rules made there under;
- 6.The Finance Act,2004 and Service Tax Rules
- 7.Goods and Service Tax Act, 2017
- 8.The Minimum Wages Act, 1948;
9. Income Tax Act, 1961
10. The Central Excise Act & Rules made thereunder
11. The Payment of Gratuity Act, 1972;
12. Bonus Act, 1965
13. The West Bengal State Tax On Professions, Trades, Callings And Employments Act, 1979
14. Industrial Disputes Act, 1947
15. Workmen Compensation Act, 1923
16. Hazardous Wastes (Management and Handling) Rules, 1989
17. Kolkata Municipal Corporation Act, 1980

Annexure – D to Directors Report

Management Discussion and Analysis Report

Industry Structure and Development, Opportunities and Threats

As per the World Bank report on South Asia which covers eight countries including India, the report anticipates a sharp economic slump in each of the region's eight countries, caused by halting of economic activity, collapsing trade, and greater stress in the financial and banking sectors.

The International Monetary Fund (IMF) further slashed India's growth estimate for FY21 to 1.9% from 5.8% estimated in January, warning that the "worst recession since the Great Depression" will dwarf the economic damage caused by the global financial crisis a decade back. It also said that India and China would be the only two major economies likely to register growth, with all other contracting.

COVID-19 Impact Analysis:

The emergence of COVID-19 has brought the world to a standstill. We understand that this health crisis has brought an unprecedented impact on businesses across industries. However, this too shall pass. Rising support from governments and several companies can help in the fight against this highly contagious disease. Some industries are struggling and some are thriving. Overall, almost every sector is anticipated to be impacted by the pandemic.

The growing demand for packaging solutions from the food & beverage industry will foster healthy growth of the market during the forecast period. The increasing consumption of packaged food products such as munchies, biscuits, and chocolates will augur well for the market. Polypropylene has the properties for effective packaging solutions, which retains the quality of the product. This factor will further fuel demand for polypropylene in the industry.

The FIBC market is fragmented with the presence of several international and regional vendors who offer products for end-users in the chemical, food, and other industries. Although the high demand for FIBCs from the construction industry will offer immense growth opportunities, the high availability of substitutes will challenge the growth of the market participants.

Recent Trend & Future Outlook

The recent trend is quite favorable for the industry in view of good monsoon as the Company has sizable presence in fertilizer sector. The opening up of food grains sector will enable the Woven Sacks industry to see better times again.

The COVID-19 pandemic has already impacted the demand and supply all over the world due to lockdown and safety concerns slowing down the economic activity. Companies may

downsize their business activity in line with the current market conditions. This could impact the demand for FIBC bags which used by the customers for storage and transportation of their goods. Hence your Company is engaging with the existing customers and also reaching out to new markets to increase the revenue and growth.

The pick in the economic activity depends on how the pandemic continues to affect the countries, its treatment and vaccine development. Your Company has taken various measures to contain the risks impacting its operations as discussed above to stay profitable.

Risks and Concerns

The Company employs many migrant laborers in its manufacturing units but now many have gone back to their home town due spread of Covid-19 and lockdown. Hence the Company is facing labour shortage in its units and has been managing mostly with local laborers. The Company is contacting the laborers in their home town and doing everything possible to bring them back at the earliest. It may take a few months for the Company to bring its operating capacity back to prior Covid level.

There is also the risk of the supply chain disruption due to the COVID-19 pandemic since there are restrictions all over the country in movement of goods. This could impact the transportation of goods as per schedule and in effect the delay the revenue generation from orders. Hence the Company has engaged multiple entities in the supply chain to ensure that there is no disruption in the network and there is always an alternative.

Covid has brought various other risk factors with itself like the unavailability of stocks, spare parts, raw materials etc. on time leading to a risk of complete lockdown of industrial operations.

The Company is following all the protocols given by the Central/State Government to ensure safety of workers in its units. The employees are provided with masks and units sanitized regularly. The Company believes the safety of its workers is at most important at this stage. While all these measures has also increased the operational cost for the Company. Hence the Company has decided to cut cost wherever possible, increase the realization from sales etc.. to stay profitable.

Internal control systems and their adequacy

The Company maintains adequate internal control systems commensurate with the Company's size and business, which provide, among other things, reasonable assurance of recording the transactions of its operations in all material aspects and providing protection against misuse or loss of the Company's assets. The systems and processes are continually reviewed for their effectiveness by the company and augmented by documented policies and procedures.

Financial and Operating Performance

The operating revenue stood at Rs. 5789.52 Lakhs (Rs. 4985.93 Lakhs in FY 2018-19) and operating profits at Rs. 107.98 Lakhs (Rs. 324.70 Lakhs). The gross profit margin has reduced from 29.89% last year to 23.10% in the present year.

Material developments in human resources & industrial relations including number of people employed

Human resource functions and initiatives of your Company to attract, train, retain and motivate employees are driven by defined value based policies. Your Company continuously takes adequate and necessary steps to maintain a competitive, healthy and harmonious work environment and cordial industrial relations with all its customers, suppliers etc. As on 31st March 2020, there were 159 employees in the Company.

Disclosure of Accounting Treatment

In the preparation of the financial statements, the Company has followed the Accounting Standards referred to in Section 133 of the Companies Act, 2013. The significant accounting policies which are consistently applied are set out in the Notes to the Financial Statements.

Cautionary statement

This statement made in this section describes the Company's objectives, projections, expectation and estimations which may be 'forward looking statements' within the meaning of applicable securities, laws and regulations. Forward-looking statements are based on certain assumptions and expectations of future events. The Company cannot guarantee that these assumptions and expectations are accurate or will be realised by the Company. Actual result could differ materially from those expressed in the statement or implied due to the influence of external factors such as cost of raw materials, tax laws, interest and power cost and economic developments and such other factors within the country which are beyond the control of the Company. The Company assumes no responsibility to publicly amend, modify or revise any forward-looking statements on the basis of any subsequent development, information or events.

Annexure – E to Directors Report

**DETAILS PERTAINING TO REMUNERATION AS REQUIRED UNDER SECTION
197(12) OF THE COMPANIES ACT, 2013 READ WITH RULE 5(1) OF THE
COMPANIES**

(Appointment and Remuneration of Managerial Personnel) Rules, 2014)

The percentage increase in remuneration of each Director, Chief Financial Officer and Company Secretary during the financial year 2019-20 and the ratio of the remuneration of each Director to the median remuneration of the employees of the Company for the financial year 2019-20 are as under :

Sl No	Name#	Remuneration of Director/KMP in FY 2019-20 (Rs in lakh)	% Increase in Remuneration in FY 2019-20	Ration of Remuneration of each Director to median remuneration of employees
1	Mr.Pramod Kumar Agarwal Managing Director	12.00	-	N.A
2	Mr. NirmalParakh Chief Financial Officer	8.13	-	N.A.
3	Mr. Shikha Agarwal Company Secretary	6.02	-	N.A.

Note:

- i) No other Director other than the Managing Director received any remuneration during the financial year 2019-20.
- ii) The median remuneration of employees of the Company during the financial year was 0.79 Lakh;
- iii) In the financial year, there was an increase of 21.54% in the median remuneration of employees;
- iv) There were 159 permanent employees on the rolls of Company as on 31st March, 2020;
- v) Average percentage increase made in the salaries of the employees other than the managerial personnel in the financial year 2019-20 was NIL whereas the increase in the managerial remuneration for the same financial year was NIL
- vi) It is hereby affirmed that the remuneration paid during the year ended 31st March, 2020 is as per the Remuneration Policy of the Company.

Statement pursuant to Rule 5(2) & 5(3) of the Companies (Appointment and Remuneration of Managerial Personnel) Rules, 2014:

A. LIST OF TOP TEN EMPLOYEES IN TERMS OF REMUNERATION DRAWN :

Sl. No.	Name of Employee	Designation of Employee	Remuneration drawn during the FY 2019-20(in lakhs)	Nature of Employment, Whether Contractual or otherwise	Qualifications & Experience	Date of commencement of employment	Age	Last employment held before joining the Company	% of equity shares held in the Company	Whether relative of any Director or Manager in the Company, if so, name of such Director or manager
1.	Nirmal Parakh	Chief Financial Officer	8.13	Permanent	ACA , ACS	01.09.2012	35	A C Bhuteria & Co.	Nil	N.A
2.	Shikha Agarwal	Company Secretary	6.02	Permanent	ACS	01.03.2018	33	Ankit India Ltd.	Nil	D/o of Pawan Kr Agarwal
3.	Prateek Agarwal	Marketing Head	6.02	Permanent	C.S	02.08.2017	31	N.A.	Nil	Son of Pawan Kr Agarwal
4.	Anushre Poddar	Associate CS	5.28	Permanent	Pursuing LLB	01.04.2018	22	N.A.	Nil	N.A.
5.	Adhyan Dhanuka	Senior Accountant	4.80	Permanent	Pursuing CA	04.10.2018	21	N.A.	Nil	N.A.
6.	Preksha Jain	Marketing Associate	4.80	Permanent	B A	04.04.2019	28	N.A.	Nil	N.A.
7.	Saifula Naskar	Production incharge	4.50	Permanent	Non Matric	01.10.2016	60	Shri Balmukund Polypack Pvt Ltd	Nil	N.A.

8.	ManoyarLaskar	Assistant Producti on Incharge	4.42	Permanent	Non Matric	05.12. 2018	37	Shri Balmuku ndPolyp ack Pvt Ltd	Nil	N.A.
9.	AbhinandanBothra	Account head Plant	4.40	Permanent	Non Matric	02.01. 2018	30	N.A.	Nil	N.A.
10.	Dhananjay Kumar Pandey	Function al Manager	4.40	Permanent	Pursuin g CA	01.12. 2018	36	Sairal Agarwal & Associat es	Nil	N.A.

A. **List of employees drawing a remuneration not less than Rs. 102.00 Lakh per annum or Rs. 8.50 Lakh per month, if employed for part of the year:** No employee in the Company has drawn remuneration falling under this category.

B. There is no employee in employment throughout the financial year or part thereof, was in receipt of remuneration in that year which, in the aggregate, or as the case may be, at a rate which, in the aggregate, is in excess of that drawn by the Managing Director or Whole-time Director or Manager and holds by himself or along with his spouse and dependent children, not less than two per cent of the equity shares of the Company.

Annexure – F to Directors Report**MGT-9****EXTRACT OF ANNUAL RETURN**as on the financial year ended on 31st March, 2020.

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

I. REGISTRATION AND OTHER DETAILS

i.	CIN	L25200WB2010PLC141483
ii	Registration Date	28/01/2010
iii	Name of the Company	SMVD Poly Pack Limited (Formely SMVD Poly Pack Pvt. Ltd.)
iv	Category / Sub-Category of the Company	Public Company limited by shares
v	Address of the Registered office of the company and contact details	16, Strand Road, Diamond Heritage, 8 th Floor, Suite No. – 804B, Kolkata -700001. Email id – smvd513@gmail.com Phone No. – 033-22354254
vi	Whether listed company - Yes/No	Yes.
vii	Name, Address and Contact details of Registrar and transfer Agent, if any	Skyline Financial Services Pvt. Ltd. D – 153A, 1 st Floor, Okhla Industrial Area, Phase – I, New Delhi – 110020. Contact: - 011-41044923. e-mail – info@skylinerta.com Website : www.skylinerta.com

II. PRINCIPAL BUSINESS ACTIVITIES OF THE COMPANY.

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

Sl. No.	Name and Description of main products/services	NIC Code of the Product/service	%to total turnover of the company
1	PP/HDPE BAGS/SACKS	22209	67.97%
2	PP/HDPE FABRIC	22201	11.57%

III. PARTICULARS OF HOLDING, SUBSIDIARY AND ASSOCIATE COMPANIES –

S I. N	Name and Address Of the Company	CIN/GLN	Holding/ Subsidiary/ Associate	% of shares held	Applicable Section
-----------------------	--	----------------	---	---------------------------------	-------------------------------

0					
1	AashakiranCommodeal Pvt. Ltd. Add: 16, StrandRoad, Diamond Heritage, Suite No-804 B, Kolkata - 700001.	U51109WB2008P TC121894	Associate	49.07 %	2(6)

IV. SHARE HOLDING PATTERN (Equity Share Capital Breakup as percentage of Total Equity)

i) Category-wise Share Holding :

Category of Shareholders	No. of Shares held at the beginning of the year				No. of Shares held at the end of the year				% Change during the year
	De mat	Physic al	Total	% of Total Share s	Dema t	Physic al	Total	% of Total Share s	
A. Promoters									
(1) Indian	178	0	17839	35.93	17839	0	17839	35.93	-
a) Individual /HUF	397		70		70		70		
b) Central Govt	-	-	-	-	-	-	-	-	-
c) State Govt (s)	-	-	-	-	-	-	-	-	-
d) Bodies Corp	147	0	14700	29.60	14700	0	14700	29.60	-
	000		00		00		00		
e) Banks / FI	-	-	-	-	-	-	-	-	-
f) Any Other....	-	-	-	-	-	-	-	-	-
Sub-total (A)	325	0	32539	65.53	32539	0	32539	65.53	-
(1):-	397		70		70		70		
	0								
(2) Foreign									
a) NRIs – Individuals	-	-	-	-	-	-	-	-	-
b) Other – Individuals	-	-	-	-	-	-	-	-	-
c) Bodies Corp.	-	-	-	-	-	-	-	-	-
d) Banks / FI	-	-	-	-	-	-	-	-	-
e) Any Other....	-	-	-	-	-	-	-	-	-
Sub-total (A)	-	-	-	-	-	-	-	-	-
(2):-									
Total shareholding of Promoter (A)	325	0	32539	65.53	32539	0	32539	65.53	-
= (A)(1)+(A)(2)	397		70		70		70		
	0								
B. Public Shareholding									
1. Institutions	-	-	-	-	-	-	-	-	-

a) Mutual Funds									
b) Banks / FI	-	-	-	-	-	-	-	-	-
c) Central Govt.	-	-	-	-	-	-	-	-	-
d) State Govt(s)	-	-	-	-	-	-	-	-	-
e) Venture Capital Funds	-	-	-	-	-	-	-	-	-
f) Insurance Companies	-	-	-	-	-	-	-	-	-
g) FIIs	-	-	-	-	-	-	-	-	-
h) Foreign Venture Capital Funds	-	-	-	-	-	-	-	-	-
i) Others - FPI(specify)	200 0	0	2000	0.04	2000	0	2000	0.04	-
Sub-total (B)(1):	200 0	0	2000	0.04	2000	0	2000	0.04	-
2. Non-Institutions									
a) Bodies Corp. (i) Indian	406 000	0	40600 0	8.18	48400 0	0	48400 0	9.75	1.57
(ii) Overseas	-	-	-	-	-	-	-	-	-
b) Individuals (i) Individual shareholders holding nominal share capital upto Rs. 1 lakh.	914 000	0	91400 0	18.41	82620 0	0	82620 0	16.64	(1.77)
(ii) Individual shareholders holding nominal share capital in excess of Rs 1 lakh.	680 00	71430	13943 0	2.81	82000	71430	15343 0	3.09	0.28
c) Others (Specify)	140 00	-	14000	0.28	18000	-	18000	0.36	0.08
• NRI									
• Resident Indian HUF	214 000	-	21400 0	4.31	22780 0	-	22780 0	4.59	0.28
• Clearing Member/ House	220 00	-	22000	0.44	-	-	-	-	(0.44)
Sub-total (B)(2):-	163 800 0	71430	17094 30	34.43	16380 00	71430	17094 30	34.43	-
Total Public Shareholding		71430	17114 30	34.47	16400 00	71430	17114 30	34.47	-

(B)=(B)(1)+ (B)(2)	164 000 0								
C. Shares held by Custodian for GDRs & ADRs	-	-	-	-	-	-	-	-	-
Grand Total (A+B+C)	489 397 0	71430	49654 00	100	48939 70	71430	49654 00	100	-

ii) **Shareholding of Promoters**

SI No.	Shareholders Name	Shareholding at the beginning of the year			Shareholding at the end of the year			
		No. of Shares	% of total Shares of the compa ny	% of Shar es Pled ged/e ncum bered to total share s	No. of Shares	% of total Shares of the company	% of Shares Pledge d/encu mbere d to total shares	
1	Pramod Kumar Agarwal	268385	5.41	100	268385	5.41	100	-
2	Sangita Agarwal	368000	7.41	100	368000	7.41	100	-
3	Tirumala Resins P Ltd.	470000	9.47	-	470000	9.47	-	-
4	AashakiranCommod eal P Ltd.	1000000	20.14	-	1000000	20.14	-	-
5	Madhu Agarwal	419820	8.45	41.8 0	419820	8.45	41.80	-
6	Pawan Kumar Agarwal	677765	13.65	100	677765	13.65	100	-
7	Nityesh Agarwal	50000	1.01	-	50000	1.01	-	-
	Total	3253970	65.54	-	3253970	65.54	-	-

iii) **Change in Promoters' Shareholding (please specify, if there is no change)**

S I N O .	Name of the Promoters	Shareholding at the beginning of the year		Cumulative Shareholding during the year	
		No. of Shares	% of total Shares of the company	No. of Shares	% of total Shares of

				the company
There was no Change in the Promoters' Shareholding during the year under review.				

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

Sl No	Names of the Top 10 Shareholders	Shareholding at the beginning of the year (along with transactions during the year)		Cumulative Shareholding during the year	
		No. of Shares	% of total Shares of the company	No. of Shares	% of total Shares of the company
1	Golden Goenka Credit Pvt. Ltd.				
	a) At the Beginning of the Year	164000	3.30		
	b) Changes during the year Date Reason				
	c) At the End of the Year			164000	3.30
2	Girdhar Fiscal Services Pvt. Ltd.				
	a) At the Beginning of the Year	122000	2.46		
	b) Changes during the year Date Reason				
	12.04.19 Purchase	4000	0.08	126000	2.54
	19.04.19 Purchase	2000	0.04	128000	2.58
	17.05.19 Purchase	2000	0.04	130000	2.62
	06.03.20 Purchase	6000	0.12	136000	2.74
	c) At the End of the Year			136000	2.74
3	Anirudh Rai				
	a) At the Beginning of the Year	71430	1.44		
	b) Changes during the year Date Reason				
	c) At the End of the Year			71430	1.44
4	Paras S Chopra HUF				
	a) At the Beginning of the Year	66000	1.33		
	b) Changes during the year Date Reason				
	c) At the End of the Year			66000	1.33
5	Gangotri Hospitality Pvt. Ltd.				
	a) At the Beginning of the Year	-	-		
	b) Changes during the year Date Reason				
	24.05.19 Purchase	4000	0.08	4000	0.08
	28.06.19 Purchase	2000	0.04	6000	0.12
	12.07.19 Purchase	2000	0.04	8000	0.16
	19.07.19 Purchase	2000	0.04	10000	0.20

SMVD POLYPACK LTD.

	16.08.19	Purchase	4000	0.08	14000	0.28
	23.08.19	Purchase	4000	0.08	18000	0.36
	30.08.19	Purchase	2000	0.04	20000	0.40
	06.12.19	Purchase	10000	0.20	30000	0.60
	13.12.19	Purchase	2000	0.04	32000	0.64
	31.01.20	Purchase	2000	0.04	34000	0.68
	28.02.20	Purchase	10000	0.20	44000	0.88
	06.03.20	Purchase	4000	0.08	48000	0.97
	c) At the End of the Year				48000	0.97
6	Choice Equity Broking Pvt. Ltd.					
	a) At the Beginning of the Year		22000	0.44		
	b) Changes during the year					
	Date	Reason				
	10.05.19	Purchase	2000	0.04	24000	0.48
	25.05.19	Sale	(2000)	(0.04)	22000	0.44
	31.05.19	Sale	(2000)	(0.04)	20000	0.40
	21.06.19	Purchase	4000	0.08	24000	0.48
	21.07.19	Purchase	2000	0.04	26000	0.52
	19.07.19	Purchase	2000	0.04	28000	0.56
	26.07.19	Purchase	2000	0.04	30000	0.60
	02.08.19	Purchase	8000	0.16	38000	0.77
	09.08.19	Sale	(2000)	(0.04)	36000	0.73
	16.08.19	Sale	(2000)	(0.04)	34000	0.68
	06.09.19	Purchase	2000	0.04	36000	0.73
	13.09.19	Purchase	2000	0.04	38000	0.77
	20.09.19	Purchase	2000	0.04	40000	0.81
	27.09.19	Sale	(2000)	(0.04)	38000	0.77
	30.09.19	Sale	(10000)	(0.20)	28000	0.56
	04.10.19	Purchase	2000	0.04	30000	0.60
	11.10.19	Purchase	6000	0.12	36000	0.73
	18.10.19	Purchase	4000	0.08	40000	0.81
	01.11.19	Sale	(2000)	(0.04)	38000	0.77
	08.11.19	Sale	(4000)	(0.08)	34000	0.68
	22.11.19	Purchase	2000	0.04	36000	0.73
	29.11.19	Purchase	2000	0.04	38000	0.77
	06.12.19	Sale	(6000)	(0.12)	32000	0.64
	13.12.19	Sale	(2000)	(0.04)	30000	0.60
	20.12.19	Purchase	4000	0.08	34000	0.68
	24.01.20	Purchase	2000	0.04	36000	0.73
	31.01.20	Sale	(2000)	(0.04)	34000	0.68
	21.02.20	Purchase	2000	0.04	36000	0.73
	06.03.20	Sale	(2000)	(0.04)	34000	0.68
	13.03.20	Purchase	4000	0.08	38000	0.77
	20.03.20	Purchase	4000	0.08	42000	0.85
	31.03.20	Sale	(2000)	(0.04)	40000	0.81
	c) At the End of the Year				40000	0.81
7	Manmohit Singhal					
	a) At the Beginning of the Year		24000	0.48		
	b) Changes during the year					
	Date	Reason				

	31.03.20 Purchase	2000	0.04	26000	0.52
	c) At the End of the Year			26000	0.52
8	Sigma Commodities LLP				
	a) At the Beginning of the Year	-	-		
	b) Changes during the year Date Reason				
	06.03.20 Purchase	20000	0.40	20000	0.40
	c) At the End of the Year			20000	0.40
9	Visco Trade Associates Ltd.				
	a) At the Beginning of the Year	20000	0.40		
	b) Changes during the year Date Reason				
	c) At the End of the Year			20000	0.40
10	Ronak Paras Chopra				
	a) At the Beginning of the Year	16000	0.32		
	b) Changes during the year Date Reason				
	c) At the End of the Year			16000	0.32
11	H.J. Securities Pvt. Ltd.				
	a) At the Beginning of the Year	22000	0.44		
	b) Changes during the year Date Reason				
	05.04.19 Sale	(2000)	(0.04)	20000	0.40
	03.05.19 Sale	(2000)	(0.04)	18000	0.36
	10.08.18 Purchase	4000	0.08	22000	0.44
	07.12.18 Sale	(2000)	(0.04)	20000	0.40
	31.12.18 Purchase	2000	0.04	22000	0.44
	08.02.19 Sale	(2000)	(0.04)	20000	0.40
	c) At the End of the Year			20000	0.40

v) **Shareholding of Directors and Key Managerial Personnel:**

S l N o .	Name of the Directors & KMP*	Shareholding at the beginning of the year		Cumulative Shareholding during the year	
		No. of Shares	% of total Shares of the company	No. of Shares	% of total Shares of the company
1	Pramod Kumar Agarwal				
	a) At the Beginning of the Year	268385	5.41		
	b) Changes during the year Date Reason				
	c) At the End of the Year			268385	5.41
2	Sangita Agarwal				
	a) At the Beginning of the Year	368000	7.41		
	b) Changes during the year Date Reason				
	c) At the End of the Year			368000	7.41

3	Pawan Kumar Agarwal				
	a) At the Beginning of the Year	677765	13.65		
	b) Changes during the year Date Reason				
	c) At the End of the Year			677765	13.65

V. INDEBTEDNESS

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

	Secured Loans excluding deposits	Unsecured Loans	Deposit	Total Indebtedness
Indebtedness at the beginning of the financial year				
i) Principal Amount	288375038	13853229	-	302228267
ii) Interest due but not paid	-	-	-	-
iii) Interest accrued but not due	-	-	-	-
Total (i+ii+iii)	288375038	13853229	-	302228267
Change in Indebtedness during the financial year				
• Addition	17736003	30837061	-	48573064
• Reduction	(41256321)	(1931124)	-	(43187445)
Net Change	(23520318)	28905937	-	5385619
Indebtedness at the end of the financial year				
i) Principal Amount	264854720	42759166	-	307613886
ii) Interest due but not paid	-	-	-	-
iii) Interest accrued but not due	-	-	-	-
Total (i+ii+iii)	264854720	42759166	-	307613885

VI. REMUNERATION OF DIRECTORS AND KEY MANAGERIAL PERSONNEL

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

Sl No.	Particulars of Remuneration	Name of MD/WTD/Manager	Total Amount
		Mr. Pramod Kumar Agarwal	-

			-	
			-	
1	Gross salary (a) Salary as per provisions contained in section 17(1) of the Income-tax Act, 1961 (b) Value of perquisites u/s 17(2) Income-tax Act, 1961 (c) Profits in lieu of salary under section 17(3) Income-tax Act, 1961		12,00,000	12,00,000/-
			-	-
2	Stock Option			-
3	Sweat Equity		-	-
			-	-
4	Commission - as % of profit - others, specify.....			-
				-
5	Others, please specify		-	-
	Total (A)		12,00,000	12,00,000/-
	Ceiling as per the Act	As Per Applicable Provisions of Companies Act,2013		

B. Remuneration to other directors:

Sl No	Particulars of Remuneration	Name of Directors			Total Amount
					-
1	Independent Directors • Fee for attending board / committee • Commission • Others, please specify	-	-	-	-
		-	-	-	-
		-	-	-	-
	Total (1)	-	-	-	-
2	Other Non-Executive Directors • Fee for attending board / committee • Commission • Others, please specify	-	-	-	-
		-	-	-	-
		-	-	-	-
	Total (2)	-	-	-	-
	Total (B)=(1+2)	-	-	-	-
	Total Managerial Remuneration	Nil	Nil	Nil	Nil
	Overall Ceiling as per the Act	Rs. 100000/- per meeting.			

C. REMUNERATION TO KEY MANAGERIAL PERSONNEL OTHER THAN MD/MANAGER/WTD

Sl No	Particulars of Remuneration	Key Managerial Personnel		
		Shikha Agarwal – CS	Nirmal Parakh – CFO	Total
1	Gross salary			
	(a) Salary as per provisions contained in section 17(1) of the Income-tax Act, 1961	6,02,400/-	8,13,368/-	14,15,768/-
	(b) Value of perquisites u/s 17(2) Income-tax Act, 1961	-	-	-
	(c) Profits in lieu of salary under section 17(3) Income-tax Act, 1961	-	-	-
2	Stock Option	-	-	-
3	Sweat Equity	-	-	-
4	Commission - as % of profit - others, specify.....	-	-	-
5	Others, please specify	-	-	-
	Total	6,02,400/-	8,13,368/-	14,15,768/-

VII. PENALTIES / PUNISHMENT/ COMPOUNDING OF OFFENCES:

Type	Section of the Companies Act	Brief Description	Details of Penalty /Punishment/ Compounding fees imposed	Authority [RD / NCLT / COURT]	Appeal made,if any(give Details)
A. COMPANY					
Penalty			NIL		
Punishment			NIL		
Compounding			NIL		
B. DIRECTORS					
Penalty			NIL		
Punishment			NIL		
Compounding			NIL		
C. OTHER OFFICERS IN DEFAULT					
Penalty			NIL		
Punishment			NIL		
Compounding			NIL		

Independent Auditor's Report

To
The Members of
M/S. SMVD POLY PACK LIMITED
(Formerly known as SMVD Poly Pack Pvt. Ltd.)

Report on the Audit of the Standalone Financial Statements

Opinion

We have audited the accompanying standalone financial statements of **SMVD Poly Pack Limited** ('the Company'), which comprise the Standalone Balance Sheet as at 31st March, 2020, the Standalone Statement of Profit and Loss, the Standalone 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 (herein after referred to as "standalone financial statements").

In our opinion and to the best of our information and according to the explanations given to us, the aforesaid standalone financial statements give the information required by the Act in the manner so required and give a true and fair view in conformity with the accounting principles generally accepted in India, of the state of affairs of the Company as at 31st March, 2020, and its profit, and its cash flows for the year ended on that date.

Basis for Opinion

We conducted our audit in accordance with the Standards on Auditing (SAs) specified under section 143(10) of the Companies Act, 2013. Our responsibilities under those Standards are further described in the Auditor's Responsibilities for the Audit of the standalone financial statements section of our report. We are independent of the Company in accordance with the Code of Ethics issued by the Institute of Chartered Accountants of India together with the ethical requirements that are relevant to our audit of the standalone financial statements under the provisions of the Companies Act, 2013 and the Rules thereunder, and we have fulfilled our other ethical responsibilities in accordance with these requirements and the Code of Ethics. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

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 of the current period. 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. We have determined the matter described below to be the key audit matters to be communicated in our report.

Key Audit Matter	Response to Key Audit Matter
(a) Revenue Recognition (Occurrence and Accuracy)	Principal audit procedures and performed :

Revenue from sale of goods is recognized upon transfer of control and is measured at the price at which the Company expects to be entitled from a customer and are recorded net of product claims and other pricing allowances to customers including trade schemes (collectively “trade spend”).

- **Accounting policies:** Assessed the appropriateness of the Company’s revenue recognition accounting policies, including recognition and those related to trade spend by comparing with applicable accounting standards;

Control testing: Tested the effectiveness of the Company’s control over the adequacy of provision of trade spends

Key Audit Matter	Response to Key Audit Matter
<p>The judgements required by management to estimate trade spend accruals are complex due to the diverse range of arrangements and commercial terms across the market.</p>	<ul style="list-style-type: none"> • Tests of details: Obtained samples of sales transactions to verify collection in bank statement to determine whether revenue has actually occurred and recorded accurately. • Agreed a sample of trade spend accruals to supporting documentation. • Performed Trend analysis of utilization of provision of trade spends with actual spends passed to the customer. • Challenged the Company’s assumptions used in estimating trade spend accruals using our experience of the industry in which it operates. • Developed an expectation of the current year revenue based on trend analysis information, taking into account sales and returns information. We compared this expectation against actual revenue and, where relevant, completed further inquiries and testing; • Tested the relevant information technology system access and change management controls relating to information used in recorded sales; and • Tested the adequacy of the Company’s disclosures in respect of revenue

Information Other than the Standalone financial statements and Auditor's Report Thereon

The Company's Board of Directors is responsible for the preparation of the other information. The other information comprises the information included in the Board's Report including Annexures to Board'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 during the course of our audit or otherwise appears to be materially misstated.

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

Responsibilities of Management and Those Charged with Governance for the Standalone financial statements

The Company's Board of Directors is responsible for the matters stated in Section 134(5) of the Companies Act, 2013 ("the Act") with respect to the preparation of these standalone financial statements that give a true and fair view of the financial position, financial performance, and cash flows of the Company in accordance with the accounting principles generally accepted in India, including the Accounting Standards prescribed under Section 133 of the Act read with relevant rules issued thereunder.

This responsibility also includes 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 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 statements 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, Board of Directors 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 Board of Directors either intends to liquidate the Company or to cease operations, or has no realistic alternative but to do so. That 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.

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 Companies Act, 2013, we are also responsible for expressing our opinion on whether the company has adequate internal financial controls system in place and the operating effectiveness of such controls.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by management.
- Conclude on the appropriateness of management's use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the Company's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the 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.

Materiality is the magnitude of misstatements in the standalone financial statements that, individually or in aggregate, makes it probable that the economic decisions of a reasonably knowledgeable user of the standalone financial statements may be influenced.

We consider quantitative materiality and qualitative factors in (i) planning the scope of our audit work and in evaluating the results of our work; and (ii) to evaluate the effect of any identified misstatements in the standalone financial statements.

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

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

Report on Other Legal and Regulatory Requirements

1. As required by the Companies (Auditor's Report) Order, 2016 ("the Order") issued by the Central Government of India in terms of section 143(11) of the Act, we give in the Annexure A, a statement on the matters specified in the paragraph 3 and 4 of the order.
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 Standalone Balance sheet, the Standalone Statement of profit and loss and the Standalone Statement of cash flows dealt with by this Report are in agreement with the books of account;
 - (d) in our opinion, the aforesaid standalone financial statements comply with the Accounting Standards specified under Section 133 of the Act read with relevant rule issued thereunder;
 - (e) on the basis of the written representations received from the directors as on 31st March, 2020 taken on record by the Board of Directors, none of the directors is disqualified as on 31st March, 2020 from being appointed as a director in terms of Section 164 (2) of the Act;
 - (f) with respect to the adequacy of the internal financial controls over financial reporting of the Company and the operating effectiveness of such controls, refer to our separate report in "Annexure B". Our report expresses an unmodified opinion on the adequacy and operating effectiveness of the Company's internal financial controls over financial reporting.
 - (g) With respect to the other matters to be included in the Auditor's Report in accordance with the requirements of section 197(16) of the Act, as amended:

In our opinion and to the best of our information and according to the explanations given to us, the remuneration paid by the Company to its directors during the year is in accordance with the provisions of section 197 of the Act.

- (h) with respect to the other matters to be included in the Auditor's Report in accordance with Rule 11 of the Companies (Audit and Auditors) Rules, 2014, in our opinion and to the best of our information and according to the explanations given to us:
- i. The Company has disclosed the impact of pending litigations on its financial position in its standalone financial statements. Refer note 37 to the standalone financial statements.
 - ii. The Company did not have any long term contracts including derivatives contracts for which there were any material foreseeable losses;
 - iii. There were no amounts which were required to be transferred to the Investor Education and Protection Fund by the Company.

For **D. K. Parmanandka & Co.**
Chartered Accountants
Firm Regn. No. 322388E

Sd/-

(Rahul Gupta)

Partner

Membership No. 308981

UDIN- 20308981AAAACF6257

Place: Kolkata

Dated: 2nd August, 2020

Annexure “A” to the Independent Auditors Report of even date on the Standalone financial statements of SMVD Poly Pack Limited

Referred to in paragraph 1 under the heading ‘Report on Other Legal & Regulatory Requirement’ of our report of even date to the standalone financial statements of the Company for the year ended 31st March, 2020:

1. a) The Company has maintained proper records showing full particulars, including quantitative details and situation of fixed assets.

(b) The Company has a programme of verification to cover all the items of fixed assets in a phased manner which, in our opinion, is reasonable having regard to the size of the Company and the nature of its assets. Pursuant to the program, certain fixed assets were physically verified by the management during the year. According to the information and explanations given to us, no material discrepancies were noticed on such verification.

(c) As explained, the immovable properties as disclosed in the note no. 11 to the standalone financial statements relating to fixed assets, comprises of Land, Factory Building and Office Building. Factory Building and Office Building has been constructed by the company on the land purchased by it. Title deed of land is in the name of the company and as explained, the construction of factory building and office building does not require registration and hence no title deed is available for same, the details of which is as under :-

Sl. No.	Particulars	Lease Hold / Free Hold	Gross Block	Accumulated Depreciation	Net Block
1.	Factory Building	Constructed on Free hold Land	10,27,64,646	1,24,77,037	9,02,87,609
2.	Office Building	Constructed on Free hold Land	46,80,062	5,48,478	41,31,584

2. The inventories have been physically verified during the year by the management at regular intervals. In our opinion and according to the information and explanations given to us, no material discrepancies were noticed on physical verification.
3. According to the information and explanations given to us and as per records examined by us, the Company has not granted any loans, secured or unsecured, to companies, firms, limited liability partnerships or other parties covered in the register maintained under section 189 of the Act. Accordingly, the provisions of clause 3 (iii) (a) to (c) of the Order are not applicable to the Company and hence not commented upon.

4. According to the information and explanations given to us and as per records examined by us, the company has complied with the provisions of section 185 and 186 of the Act in respect of loans, investments, guarantees, and security to the extent applicable.
5. The Company has not accepted any deposits from the public and hence the directives issued by the Reserve Bank of India and the provisions of Sections 73 to 76 or any other relevant provisions of the Act and the Companies (Acceptance of Deposits) Rules, 2014 as amended with regard to the deposits accepted from the public are not applicable.
6. To the best of our information and explanation given to us, the Central Government has not prescribed the maintenance of cost records under sub-section (1) of section 148 of the Companies Act 2013 in respect of the operations carried out by the Company.
7. (a) According to information and explanations given to us and on the basis of our examination of the books of account, and records, the Company has generally been regular in depositing undisputed statutory dues including Provident Fund, Employees State Insurance, Income-Tax, Goods and Service Tax, Duty of Customs, Cess, and any other statutory dues with the appropriate authorities. According to the information and explanations given to us, no undisputed amounts payable in respect of the above were in arrears as at 31st March, 2020 for a period of more than six months from the date on when they become payable.

(b) According to the information and explanation given to us and as per records examined by us, details of dues of income tax, goods and service tax or duty of customs outstanding on account of any dispute as on 31st March 2020 are given below:

Nature of Statute	Nature of Dues	Forum where Dispute is pending	Period to which amount relates	Amount in (Rs)
Goods and Service Tax	Transitional Credit under Goods and Service Tax	High Court	2017-18	8,12,061

8. In our opinion and according to information and explanations given by the management, we are of the opinion that the Company has not defaulted in the repayment of dues to financial institution or banks. The Company has not issued any debentures during the year.
9. Based upon the audit procedures performed and the information and explanations given by the management, the Company has not raised moneys by way of initial public offer or further public offer including debt instruments and term loans. Accordingly, the provisions of clause 3 (ix) of the Order are not applicable to the Company and hence not commented upon.

10. Based upon the audit procedures performed and the information and explanations given by the management, we report that no fraud by the Company or on the Company by its officers or employees has been noticed or reported during the year.
11. In our opinion and according to the information and explanations given to us, the Company has paid/provided managerial remuneration in accordance with the requisite approvals mandated by the provisions of section 197 read with Schedule V to the act.
12. The Company is not a Nidhi Company. Therefore, the provisions of clause 3(xii) of the Order are not applicable to the Company.
13. Based upon the audit procedures performed and the information and explanations provided by the management, all transactions with the related parties are in compliance with section 177 and 188 of Act and the details have been disclosed in the Standalone financial statements as required by the applicable accounting standards.
14. Based upon the audit procedures performed and the information and explanations provided by the management, the Company has not made any preferential allotment or private placement of shares during the year under review. Accordingly, the provisions of clause 3 (xiv) of the Order are not applicable to the Company and hence not commented upon.
15. Based upon the audit procedures performed and the information and explanations provided by the management, the Company has not entered into any non-cash transactions with directors or persons connected with them. Accordingly, the provisions of clause 3 (xv) of the Order are not applicable to the Company and hence not commented upon.
16. Based upon the audit procedures performed and the information and explanations provided by the management, the Company is not required to be registered under section 45 IA of the Reserve Bank of India Act, 1934 and accordingly, the provisions of clause 3 (xvi) of the Order are not applicable to the Company and hence not commented upon.

Place: Kolkata
Dated: 2nd August, 2020

For **D. K. Parmanandka & Co.**
Chartered Accountants
Firm Regn. No. 322388E
Sd/-
(Rahul Gupta)
Partner Membership No. 308981
UDIN- 20308981AAAACF6257

“Annexure B” to the Independent Auditor’s Report of even date on the Standalone financial statements of SMVD Poly Pack Limited

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

We have audited the internal financial controls over financial reporting of **SMVD Poly Pack Limited** (“the Company”) as of 31stMarch, 2020 in conjunction with our audit of the standalone financial statements of the Company for the year ended on that date.

Management’s Responsibility for Internal Financial Controls

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

Auditor’s Responsibility

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

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

Meaning of Internal Financial Controls Over Financial Reporting

A company's internal financial control over financial reporting is a process designed to provide reasonable assurance regarding the reliability of financial reporting and the preparation of standalone financial statements for external purposes in accordance with generally accepted accounting principles. A company's internal financial control over financial reporting includes those policies and procedures that (1) pertain to the maintenance of records that, in reasonable detail, accurately and fairly reflect the transactions and dispositions of the assets of the company; (2) provide reasonable assurance that transactions are recorded as necessary to permit preparation of 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 authorisations of management and directors of the company; and (3) provide reasonable assurance regarding prevention or timely detection of unauthorised acquisition, use, or disposition of the company's assets that could have a material effect on the standalone financial statements.

Inherent Limitations of Internal Financial Controls Over Financial Reporting

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

Opinion

In our opinion, the Company has, in all material respects, an adequate internal financial controls system over financial reporting and such internal financial controls over financial reporting were operating effectively as at 31st March, 2020, based on the internal control over financial reporting criteria established by the Company considering the essential components of internal control stated in the Guidance Note on Audit of Internal Financial Controls Over Financial Reporting issued by the Institute of Chartered Accountants of India.

For **D. K. Parmanandka & Co.**

Chartered Accountants

Firm Regn. No. 322388E

Sd/-

(Rahul Gupta)

Partner

Membership No. 308981

UDIN- 20308981AAAACF6257

Place: Kolkata

Dated: 2nd August, 2020

BALANCE SHEET AS AT 31.03.2020

(Amount in Rs.)

Particulars	Note No.	As at 31.03.2020	As at 31.03.2019
I. EQUITY AND LIABILITIES			
(1) Shareholders' Funds			
(a) Share Capital	2	49,654,000	49,654,000
(b) Reserve and Surplus	3	165,493,765	158,236,548
Total Shareholders' Funds		215,147,765	207,890,548
(2) Non-Current Liabilities			
(a) Long-Term Borrowings	4	75,933,775	101,434,345
(b) Deferred Tax Liabilities (net)	5	21,157,177	18,114,143
(c) Long-Term Provisions	6	1,162,603	567,325
Total Non-Current Liabilities		98,253,555	120,115,813
(3) Current Liabilities			
(a) Short Term Borrowings	7	187,607,589	156,190,549
(b) Trade Payables	8		
Total outstanding dues of micro enterprises and small enterprises		-	-
Total outstanding dues of creditor other than micro enterprises and small enterprises		53,785,566	42,438,625
(c) Other Current Liabilities	9	52,323,595	53,160,707
(d) Short-Term Provisions	10	2,162,755	2,611,531
Total Current Liabilities		295,879,505	254,401,412
TOTAL EQUITY & LIABILITIES		609,280,825	582,407,774
II. ASSETS			
Non-current Assets			
(1) Property, Plant & Equipment	11		
(a) Tangible Assets		274,937,434	218,981,591
(b) Intangible Assets		9,933	14,899
(c) Capital Work in Progress		-	59,759,780
(2) Non-Current Investments	12	1,300,000	1,300,000
(3) Long-Term Loans and Advances	13	343,650	220,650
(4) Other Non- Current Assets	14	3,418,000	2,880,000
Total Non-Current Assets		280,009,017	283,156,920
(5) Current assets			
(a) Inventories	15	193,588,203	185,539,342
(b) Trade Receivables	16	91,350,912	58,945,193
(c) Cash and Bank Balances	17	12,259,410	12,784,496
(d) Short-Term Loans and Advances	18	32,028,993	41,669,865
(e) Other Current Assets	19	44,290	311,958
Total Current Assets		329,271,808	299,250,853
TOTAL ASSETS		609,280,825	582,407,774
Significant Accounting Policies	1		
Notes to the Financial Statements	2-42		

In terms of our report of even date attached

Place: Kolkata

For D. K. Parmanandka & Co.

Chartered Accountants

Date: 2nd August, 2020

Firm Registration. No: 322388E

Sd/-

For and on behalf of the Board of Directors of
SMVD Poly Pack Limited

(Rahul Gupta)

Partner

Membership No: 308981

Sd/-

Pramod Kumar Agarwal
Chairman & Managing Director

Sd/-

Sangita Agarwal
Director

Sd/-

Pawan Kumar Agarwal
Director

Sd/-

Nirmal Parakh
Chief Financial Officer

Sd/-

Shikha Agarwal
Company Secretary

PROFIT AND LOSS STATEMENT FOR THE YEAR ENDED 31.03.2020

(Amount in Rs.)

Particulars	Note No.	Year ended 2019-20	Year ended 2018-19
Income			
I. Revenue from Operations	20	578,951,837	498,592,836
II. Other Income	21	1,068,842	1,944,838
III. Total Revenue(I+II)		580,020,679	500,537,674
IV. Expenses			
Cost of Materials Consumed	22	409,492,843	363,752,389
Purchase of Stock-in- Trade	23	40,135,787	75,238,290
Change in Inventories of Finished Goods , Stock in Process	24	(27,238,711)	(74,496,269)
Employees Benefit Expenses	25	32,542,382	18,906,204
Finance Cost	26	36,242,913	22,618,933
Depreciation & Amortisation Expense	27	15,740,888	11,531,176
Other Expenses	28	62,306,489	50,517,340
Total Expenses		569,222,591	468,068,064
V. Profit before Exceptional Items		10,798,088	32,469,610
Exceptional Item	29	-	(182,368)
VI. Profit before tax (III-IV)		10,798,088	32,287,242
VII. Tax expense:			
(1) Current Tax		(2,222,980)	(6,646,910)
(2) Deferred tax		(3,043,034)	(4,448,281)
(3) MAT Credit Entitlement (refer Note no 18.)		2,222,980	3,337,954
(4) Income tax for Earlier Year		(497,837)	-
VIII. Tax tax expenses:		(3,540,871)	(7,757,237)
IX. Profit for the year after tax		7,257,217	24,530,005
X. Earning per equity share	38		
(1) Basic (refer Note no 29.)		1.46	4.94
(2) Diluted (refer Note no 29.)		1.46	4.94
Significant Accounting Policies	1		
Notes to the Financial Statements	2-42		

Place: Kolkata

Date: 2nd August, 2020

In terms of our report of even date attached

For D. K. Parmanandka & Co.

Chartered Accountants

Firm Registration. No: 322388E

For and on behalf of the Board of Directors of SMVD
Poly Pack Limited

Sd/-
Pramod Kumar Agarwal
Chairman & Managing Director

Sd/-
Pawan Kumar Agarwal
Director

Sd/-
Sangita Agarwal
Director

Sd/-
Nirmal Parakh
Chief Financial Officer

Sd/-
(Rahul Gupta)
Partner
Membership No: 308981

Sd/-
Shikha Agarwal
Company Secretary

CASH FLOW STATEMENT FOR THE YEAR ENDED 31ST MARCH, 2020

(Amount in Rs)

Particulars	Year ended 31.03.2020	Year ended 31.03.2019
A. Cash Flow from Operating Activities		
Net Profit / (Loss) before tax	10,798,088	32,287,242
Adjusted for:		
Add: Depreciation	15,740,888	11,531,176
Exceptional Item	-	182,368
Interest on Loan	36,242,913	22,618,933
Less: Interest Income	(1,054,254)	(733,464)
TUF Subsidy on Interest	-	(938,076)
Operating Profit Before Extra Ordinary item	61,727,635	64,948,179
Loss due to fire	-	(115,468)
Operating Profit Before Working Capital Changes	61,727,635	64,832,711
Movement in Working Capital		
Decrease/ (increase) in Trade and Other Receivables	(20,541,867)	(22,601,205)
Increase/ (decrease) in Trade and Other Payable	42,457,853	79,682,750
(Increase)/ decrease in Stock	(8,048,861)	(65,357,400)
Cash generated from/ (used in) Operations	75,594,760	56,556,856
Direct Taxes Paid (net of refunds)	(3,169,727)	(5,604,847)
Net cash flow from/ (used in) Operating Activities	(A) 72,425,033	50,952,009
B. Cash Flow from Investing Activities		
Purchase of fixed assets	(11,931,985)	(72,469,715)
Sale of fixed assets	-	19,700
Interest received	1,321,922	523,015
Long term Provisions	595,278	154,368
Loan Term Loans And Advance (Assets)	(123,000)	(120,000)
Other Non Current Assets	(538,000)	(2,880,000)
Net Cash Flow from/ (used) in Investing Activities	(B) (10,675,785)	(74,772,632)
C. Cash Flow from Financing Activities		
Interest on Loan	(36,242,913)	(22,666,524)
TUF Subsidy received	-	6,404,064
Loan taken during the year	17,070,000	78,271,000
Repayment of Loan	(43,101,420)	(32,320,482)
Net Cash Flow from/ (used) in Financing Activities	(C) (62,274,333)	29,688,059
Net Increase/ in Cash and Cash Equivalents (A+B+C)	(525,085)	5,867,436
Cash and cash equivalents at the beginning of the year	12,784,496	6,917,060
Cash and cash equivalents at the end of the year	12,259,411	12,784,496

Notes:

(1) Cash Flow Statement has been prepared using the indirect method in accordance with Accounting Standard AS - 3 "Cash Flow Statement" notified under Section 133 of the Companies Act, 2013.

(2) For Cash and Cash Equivalent refer to Note No. 1(t).

In terms of our report of even date attached

Place: Kolkata

For D. K. Parmanandka & Co.

Chartered Accountants

Date: 2nd August, 2020

Firm Registration. No: 322388E

for and on behalf of the Board of Directors of SMVD
Poly Pack Limited

Sd/-
(Rahul Gupta)

Partner

Membership No: 308981

sd/-

Pramod Kumar Agarwal
Chairman & Managing Director

Sd/-

Pawan Kumar Agarwal
Director

Sd/-

Sangita Agarwal
Director

Sd/-

Nirmal Parakh
Chief Financial Officer

Sd/-

Shikha Agarwal
Company Secretary

**NOTES ON FINANCIAL STATEMENTS FOR THE YEAR ENDED 31ST MARCH,
2020**

NOTE NO- 1 SIGNIFICANT ACCOUNTING POLICIES

a) Basis of Preparation of Financial Statements

The financial statements are prepared and presented under the historical cost convention and evaluated on a going concern basis using the accrual system of accounting in accordance with the accounting principles generally accepted in India (Indian GAAP) and the requirements of the Companies Act, 2013 and all Expenses and Income, unless specifically stated to be otherwise, have been accounted for on mercantile basis.

b) Use of Estimates

The preparation of the financial statements, in conformity with the accounting standards generally accepted in India, requires the management to make estimates that affect the reported amount of assets & liabilities, disclosure of contingent liabilities as at the date of the financial statement and reported amounts of revenue and expenses for the year. Actual results could differ from these estimates. Difference between the actual results and estimates are recognised in the period in which the results are known/materialized.

c) Cash Flow Statement

Cash Flow statement has been prepared as per the requirement of Accounting Standard-3. Cash flows are reported using the indirect method, whereby profit before tax is adjusted for the effects of transactions of non cash nature, any deferrals or accruals of past or future operating cash receipts or payments and item of income and expenses associated with investing or financing cash flows. Cash flows from operating, investing and financing activities of the Company are segregated, accordingly.

d) Contingencies and Event Occurring After the Balance Sheet Date

Effects of, event occurred after Balance Sheet date and having material effect on financial statements are reflected where ever required.

e) Property, Plant and Equipment

Fixed Assets are stated at cost of acquisition or construction, inclusive of inward freight, duties & taxes and other related incidental expenses and exclusive of Modvat/Cenvat benefit availed less accumulated depreciation and impairment of loss, if any. All cost including finance cost till the asset is put to commercial use are capitalized.

f) Depreciation & Amortization

- a) Machinery spares which can be used only in connection with an item of fixed assets and whose use as per technical assessment is expected to be irregular are capitalized and depreciated over the residual life of the respective assets.
- b) Depreciation on fixed assets is provided on depreciable value of assets using straight line method on the basis of useful life specified in Schedule II to the companies Act, 2013 or as estimated by the management. The residual value of an asset for this purpose is determined at the rate of 5% of the original cost of asset or as estimated by the management whichever is lower.

g) Impairment of assets

Impairment loss is recognized wherever the carrying amount of an asset is in excess of its recoverable amount and the same is recognized as an expense in the Statement of Profit & Loss and carrying amount of the asset is reduced to its recoverable amount. Reversal of impairment losses recognized in previous years is recorded when there is an indication that the impairment losses recognized for the assets no longer exist or have decreased.

h) Investments

Long term Investments are stated at cost less provision for diminution, other than temporary, in the value of Investments.

i) Inventories

Finished goods (Owned manufactured), Raw material, stores, spares & consumables, fuel and packing material are valued at lower of cost or net releasable value. Stock in process is valued at estimated cost.

j) GST

Accounts are maintained on exclusive method and accordingly the GST is accounted for by reducing the purchase cost of the materials/fixed assets and is adjusted with output GST.

k) Employee Benefits

- All short term benefits are charged to Profit and Loss account at their undiscounted value.
- Defined Contribution Plan: P.F. & E.S.I. is accrued on monthly basis in accordance with the terms of contract with the employee/ relevant Act and is deposited in the Statutory Fund.
- Defined Benefit Plan: Liability towards gratuity is charged to Profit and loss account based on actuarial valuation along with actuarial gain/losses.

l) Revenue Recognition

Sales comprise invoice value of goods net of GST and are recognized on transfer of risk and rewards associated with the property in goods to the buyer which is normally on delivery as per terms of sales.

m) Accounting for Government Grants

The Government grants/ incentives are accounted for on mercantile basis and are recognised in books to the extent of approval of same from government i.e. as & when the same is crystallized and/or there is a reasonable certainty of receipt of same.

n) Borrowing Costs

Borrowing Costs relating to acquisition/construction of qualifying assets are capitalized until the time all substantial activities necessary to prepare the qualifying assets for their intended use complete. A qualifying asset is one that necessarily takes substantial period of time to get ready for its intended use. All other Borrowing costs are charged to revenue.

o) Taxation

Provision for Income Tax comprises of current tax and deferred tax charge or release. Deferred Tax is recognized subject to consideration of prudence on timing differences being difference between taxable and accounting Income/Expenditure that originate in one period and are capable of reversal in one or more subsequent periods. Deferred Tax Assets are not recognized unless there is virtual certainty that sufficient future taxable income will be available against which such deferred tax assets will be realized.

p) Minimum Alternate Tax Credit

Minimum Alternate Tax Credit Entitlement is recognised in the books of account when there is convincing evidence that the Company will pay normal income tax during the specified period. The Entitlement is reviewed at each balance sheet date with regard to the correctness of the carrying amount.

q) Provision, Contingent Liabilities and Contingent Assets

Provisions are recognized when there is a present obligation as a result of past events and it is probable that there will be an outflow of resources. Contingent liabilities are not recognised but disclosed in the notes. While contingent assets are neither recognized nor disclosed.

r) **Segment Reporting**

As per Accounting Standard 17 on Segment reporting issued by the institute of Chartered Accountants of India, the company operates under two reportable business segments. The accounting principles were consistently used in preparation of financial statements and are also applied to record income and expenditure in individual segments. There is no inter-segment transaction during the year. The Primary and Secondary business segments of the Company consist of Plastic product and Water Coconut.

s) **Earnings per Share (EPS)**

Basic and diluted earnings per share are computed in accordance with Accounting Standard 20 "Earnings per Share".

Basic earnings per share is calculated by dividing the net profit or loss after tax for the year attributable to equity shareholders by the weighted average number of equity shares outstanding during the year.

Diluted earnings per share are computed using the weighted average number of equity shares and dilutive potential equity shares outstanding during the year except where the results are anti-dilutive.

t) **Cash and Cash Equivalents**

The Company considers all highly liquid financial instruments which are readily convertible in to cash and have original maturities of three months or less from the date of purchase, to be cash equivalents.

NOTES TO FINANCIAL STATEMENTS FOR THE YEAR ENDED 31ST MARCH, 2020

2 Share Capital

Particulars	As at 31.03.2020	As at 31.03.2019
SHARE CAPITAL AUTHORIZED: 50,00,000 (Previous Year 50,00,000) Equity Shares of Rs. 10/- each	50,000,000	50,000,000
ISSUED, SUBSCRIBED & PAID UP : 49,65,400 (Previous Year 49,65,400) Equity Shares of Rs. 10/- each	49,654,000	49,654,000
TOTAL	49,654,000	49,654,000

2.1 Share Capital Reconciliation

Particulars	As at 31.03.2020	As at 31.03.2019
	No. of Shares	No. of Shares
Equity Shares at the beginning of the year	4,965,400	4,965,400
Add : Equity Shares Issued during the year	-	-
Less : Equity Shares bought back during the Year	-	-
Equity Shares at the end of the year	4,965,400	4,965,400

2.2 Particulars of Equity Shareholders holding more than 5% Shares at Balance Sheet date

Name of the Shareholders	As at 31.03.2020		As at 31.03.2019	
	No. of Shares	% of holding	No. of Shares	% of holding
i) Pramod Kumar Agarwal	268,385	5.41	268,385	5.41
ii) Sangita Agarwal	368,000	7.41	368,000	7.41
iii) Tirumala Resins Pvt Ltd	470,000	9.47	470,000	9.47
iv) Ashakiran Commodeal Pvt Ltd	1,000,000	20.14	1,000,000	20.14
v) Pawan Agarwal	677,765	13.65	677,765	13.65
vi) Madhu Agarwal	419,820	8.45	419,820	8.45

2.3 Terms/rights attached to equity shares

The company has one class of equity shares having a par value of Rs.10/- per share. Each shareholder is eligible for one vote per share held. The dividend proposed by the Board of Directors is subject to the approval of the shareholders in the ensuing Annual General Meeting, except in the case of interim dividend.

2.4 Disclosure of Bonus Share

19,95,240 shares of Rs.10/- each issued as fully paid up bonus share through capitalisation of Securities Premium Reserve in Previous financial year 2017-18.

NOTES ON FINANCIAL STATEMENTS FOR THE YEAR ENDED 31ST MARCH, 2020

3 Reserve & Surplus

Particulars	As at 31.03.2020	As at 31.03.2019
a)Capital Reserve		
TUF (Textile Upgradation Fund) Subsidy	7,513,369	7,513,369
	7,513,369	7,513,369
b)Securities Premium		
Balance as per last Financial Statement	97,304,840	97,304,840
Add : Addition/ (Utilised) during the year	-	-
Closing Balance	97,304,840	97,304,840
c)Surplus/(deficit) in the statement of Profit and Loss		
Balance as per last Financial Statement	53,418,339	28,888,335
Add : Profit/ (Loss) for the year	7,257,217	24,530,004
Closing Balance	60,675,556	53,418,339
TOTAL (a+b+c)	165,493,765	158,236,548

4 Long - Term Borrowings

Particulars	As at 31.03.2020	As at 31.03.2019
Secured		
From Banks		
- The South Indian Bank (Loan-1)	-	16,311,000
- The South Indian Bank (Loan-2)	-	334,412
- The South Indian Bank (Loan-3)	65,930,035	80,700,000
From Body Corporates		
- TATA Capital Financial Services Ltd. (Loan-1)	-	582,368
- TATA Capital Financial Services Ltd.(Loan -2)	504,706	2,163,104
- TATA Capital Financial Services Ltd.(Loan -3)	-	1,343,461
- refer note 4.1 (a to f) below	66,434,741	101,434,345
Unsecured		
From Banks	4,062,971	-
From Body Corporates	5,436,063	-
- refer note 4.1 (g to k) below	9,499,034	-
TOTAL	75,933,775	101,434,345

NOTES TO FINANCIAL STATEMENTS FOR THE YEAR ENDED 31ST MARCH, 2020

4.1 Nature of Security and Repayment Terms

- (a) Term Loan 1 from The South Indian Bank is secured by way of first charge on entire plant & machinery except machinery procured through finance from TATA Capital Financial Services and other fixed assets and second charge on current assets of the Company. The Term Loan carry interest @ Base Rate + 0.95% at monthly rest and principal is repayable with an increasing trend monthly in 63 installments towards principal by the Year 2020-21.
- (b) Term Loan 2 from The South Indian Bank is secured by way of first charge on entire plant & machinery except machinery procured through finance from TATA Capital Financial Services and other fixed assets and second charge on current assets of the Company. The Term Loan carry interest @ Base Rate + 0.95% at monthly rest and principal is repayable monthly in 63 equal installments of 1.14 lakhs towards principal by the Year 2020-21.
- (c) Term Loan 3 from The South Indian Bank is secured by way of first charge on entire plant & machinery except machinery procured through finance from TATA Capital Financial Services and other fixed assets and second charge on current assets of the Company. The Term Loan carry interest @ Base Rate + 0.95% at monthly rest and principal is repayable monthly in 78 equal installments of 13.50 lakhs beginning from October, 2018.
- (d) Term Loan 1 from TATA Capital Financial Services Ltd. is secured by way of first charge on the plant & machinery financed by the respective body corporate. The term loan carry interest @12.75%(floating) at monthly rest and repayable monthly in 60 installments towards principal by the year 2020-21.
- (e) Term Loan 2 from TATA Capital Financial Services Ltd. is secured by way of first charge on the plant & machinery financed by the respective body corporate. The term loan carry interest @12.50%(floating) at monthly rest and repayable monthly in 60 installments towards principal by the year 2021-22.
- (f) Term Loan 3 from TATA Capital Financial Services Ltd. is secured by way of first charge on the plant & machinery financed by the respective body corporate. The term loan carry interest @13.25%(floating) at monthly rest and repayable monthly in 24 installments towards principal by the year 2020-21.
- (g) Unsecured Term Loan of Rs.35,70,000/- is taken from IDFC First Bank Limited. The loan carries fixed interest @ 16.00% per annum at monthly rest and is repayable in 36 monthly installments towards principal by the year 2022-23.
- (h) Unsecured Term Loan of Rs.35,00,000/- is taken from Indusind Bank Limited. The loan carries fixed interest @ 17.00% per annum at monthly rest and is repayable in 36 monthly installments towards principal by the year 2022-23.
- (i) Unsecured Term Loan of Rs.35,00,000/- is taken from Tata Capital Financial Services Limited. The loan carries fixed interest @ 17.00% per annum at monthly rest and is repayable in 36 monthly installments towards principal by the year 2022-23.
- (j) Unsecured Term Loan of Rs.30,00,000/- is taken from Aditya Birla Capital Limited. The loan carries fixed interest @ 17.25% per annum at monthly rest and is repayable in 24 monthly installments towards principal by the year 2022-23.
- (k) Unsecured Term Loan of Rs.35,06,000/- is taken from Bajaj Finance Limited. The loan carries fixed interest @ 17.00% per annum at monthly rest and is repayable in 34 monthly installments towards principal by the year 2022-23.

- 4.2 The entire secured term loans are also secured by the personal guarantee of the directors.

NOTES TO FINANCIAL STATEMENTS FOR THE YEAR ENDED 31ST MARCH, 2020

5 Defererd Tax Liabilities (Net)

Particulars	As at 31.03.2020		As at 31.03.2019
Deferred Tax Liability			
Timing difference of depreciable assets	21,897,795		18,282,536
Less :			
Deferred Tax Assets			
Unabsorbed losses	406,582		-
Gratuity	334,036		168,393
TOTAL	21,157,177		18,114,143

6 Long - Term Provisions

Particulars	As at 31.03.2020		As at 31.03.2019
Provision for Gratuity	1,162,603		567,325
TOTAL	1,162,603		567,325

7 Short - Term Borrowings

Particulars	As at 31.03.2020		As at 31.03.2019
Loans Repayable on Demand			
Secured			
Working Capital loan from The South Indian Bank Ltd.	159,993,289		142,337,321
- refer note 7.1 below	159,993,289		142,337,321
Unsecured			
- From TATA Capital Financial Services Ltd	20,114,300		13,853,228
- refer note 7.2 below			
- From Body Corporates	7,500,000		-
- refer note 7.3 below			
	27,614,300		13,853,228
TOTAL	187,607,589		156,190,549

Nature of Security

- 7.1 Working Capital loan from The South Idian Bank Limited is primarily secured against sundry debtor and stock and collaterally secured against immovable property owned by the company. The working capital carry interest @ Base Rate + 0.95% . The Loan is also secured by personal guarantee of the directors.
- 7.2 Working Capital loan from TATA Capital Financial Services Ltd. carries floating interest @ 12%.
- 7.3 Unsecured Loan from Body Corporates carries interest @ 10% to 14%.

NOTES TO FINANCIAL STATEMENTS FOR THE YEAR ENDED 31ST MARCH, 2020

8 Trade Payables

Particulars	As at 31.03.2020		As at 31.03.2019
Total outstanding dues of micro enterprises and small enterprises (refer note no. 35)	-		-
Total outstanding dues of creditor other than micro enterprises and small enterprises	53,785,566		42,438,625
TOTAL	53,785,566		42,438,625

9 Other Current Liabilities

Particulars	As at 31.03.2020		As at 31.03.2019
Current Maturities of Long term Debt	44,072,521		44,603,372
Other Payables			
Statutory dues payable	405,070		520,086
Liability for expenses	7,217,990		6,819,098
Liability for capital goods	-		360,419
Advance from customers	628,014		857,731
TOTAL	52,323,595		53,160,707

10 Short - Term Provisions

Particulars	As at 31.03.2020		As at 31.03.2019
Provisions for Income Tax (Net of Advance Tax & TDS of Rs 98,327/- previous year 40,73,347/-)	2,124,653		2,573,563
Provisions for Gratuity	38,102		37,968
TOTAL	2,162,755		2,611,531

NOTES TO FINANCIAL STATEMENTS FOR THE YEAR ENDED 31ST MARCH, 2020

12 Non- Current Investments

Particulars	As at 31.03.2020		As at 31.03.2019	
	Nos.	Amount (Rs.)	Nos.	Amount (Rs.)
Non Trade Investments				
Unquoted Shares				
In Equity Shares of Associate Company Aashakiran Commodeal Pvt. Ltd. Face value of Rs. 10/- each	260,000	1,300,000	260,000	1,300,000
TOTAL	260,000	1,300,000	260,000	1,300,000

13 Long - Term Loans and Advances

Particulars	As at 31.03.2020		As at 31.03.2019
Security Deposits (Unsecured Considered Good)	343,650		220,650
TOTAL	343,650		220,650

14 Other Non - Current Assets

Particulars	As at 31.03.2020		As at 31.03.2019
Fixed Deposits (having maturity more than 12 months) (refer note below)	3,418,000		2,880,000
TOTAL	3,418,000		2,880,000

14.1 Fixed Deposit with banks, having maturity more than 12 months includes Rs 25,00,000/- (previous year Rs 25,00,000/-) held as security against Bank Term Loan from South Indian Bank Limited.

14.2 Fixed Deposit with banks includes Rs 9,18,000/- (previous year Rs 3,80,000/-) held as security against guarantees provided by South Indian Bank Limited.

15 Inventories

Particulars	As at 31.03.2020		As at 31.03.2019
(Valued at lower of cost or net reliable value)			
Finished Goods	152,318,879		62,902,733
Raw Materials	19,047,629		39,365,470
Stores & Spares	4,176,763		3,048,772
(valued at estimated cost)			
Work-in-progress	18,044,932		80,222,367
TOTAL	193,588,203		185,539,342

NOTES TO FINANCIAL STATEMENTS FOR THE YEAR ENDED 31ST MARCH, 2020

16 Trade Receivables

Particulars	As at 31.03.2020	As at 31.03.2019
(unsecured, considered good)		
Outstanding for a period exceeding 6 months from the date they are due for payment	2,185,184	1,372,197
Others	89,165,728	57,572,996
TOTAL	91,350,912	58,945,193

17 Cash and Bank Balances

Particulars	As at 31.03.2020	As at 31.03.2019
Cash and Cash Equivalents		
Balances with Bank on :		
Current Account	4,125,372	15,713
Escrow Account	9,359	-
Cash in Hand	1,985,079	1,258,782
Other Bank Balances		
Fixed Deposit with Banks (refer note below)	6,139,600	11,510,000
TOTAL	12,259,410	12,784,496

- 17.1 Fixed Deposit with banks includes Rs 23,72,600/- (previous year Rs 77,60,000/-) held as security against bank guarantees provided by South Indian Bank Limited.
- 17.2 Fixed Deposit with banks includes Rs 35,00,000/- (previous year Rs.35,00,000/-) held as security against Bank Term Loan from South Indian Bank Limited.
- 17.3 Fixed Deposit with banks includes Rs 2,50,000/- (previous year Rs 2,50,000/-) held as security against loan from Tata Capital Finance.
- 17.4 Fixed Deposit with banks includes Rs 17,000/- (previous year Rs NIL/-) given as earnest money deposit against participation in tender.
- 17.5 Escrow account is with State Bank of India for availing bill discounting facility from SBI Global Factors Limited.

18 Short - Term Loans and Advances

Particulars	As at 31.03.2020	As at 31.03.2019
(Unsecured, considered good)		
Advances recoverable in cash or in kind	5,035,694	8,279,154
Balances with Central Excise including CENVAT Entitlement and GST	16,027,972	23,575,206
MAT Credit Entitlement	8,668,486	6,445,506
Input Tax Credit on VAT	965,150	965,150
Prepaid Expenses	707,687	878,845
Security Deposit	-	902,000
TUF Subsidy receivable	624,004	624,004
TOTAL	32,028,993	41,669,865

19 Other Current Assets

Particulars	As at 31.03.2020	As at 31.03.2019
Accrued Interest on Fixed Deposit	44,290	311,958
	44,290	311,958

NOTES ON FINANCIAL STATEMENTS FOR THE YEAR ENDED 31ST MARCH, 2020

NOTE NO. 11

Property, Plant & Equipment

FY 2019-20

Particulars	G R O S S B L O C K				D E P R E C I A T I O N				N E T B L O C K	
	As on 01-04-2019	Additions During the Year	Sold/ Transfer During the Year	As on 31-03-2020	Upto 31-03-2019	Depreciation For the Year	Sale Adjustment During the Year	Upto 31-03-2020	As on 31-03-2020	As on 31-03-2019
Tangible Assets										
Land	20,988,042	-	-	20,988,042	-	-	-	-	20,988,042	20,988,042
Factory Building & Shed	49,982,199	52,782,447	-	102,764,646	9,863,790	2,613,247	-	12,477,037	90,287,609	40,118,409
Office Building	4,680,062	-	-	4,680,062	474,275	74,203	-	548,478	4,131,584	4,205,787
Plant & Machinery	192,687,254	18,806,942	-	211,494,196	39,628,031	12,884,266	-	52,512,297	158,981,899	153,059,223
Vehicles (Bike)	92,543	-	-	92,543	56,915	8,792	-	65,707	26,836	35,628
Vehicles (TATA Magic)	465,976	-	-	465,976	343,128	57,417	-	400,545	65,431	122,848
Computer	386,568	18,376	-	404,944	236,293	60,069	-	296,362	108,582	150,275
Furniture	266,016	84,000	-	350,016	71,552	26,289	-	97,841	252,175	194,464
Inverter	27,925	-	-	27,925	10,210	1,798	-	12,008	15,917	17,715
Mobile	97,243	-	-	97,243	25,757	6,220	-	31,977	65,266	71,486
Office Equipments	18,982	-	-	18,982	1,266	3,621	-	4,887	14,095	17,716
										-
Intangible Assets										-
Trade Mark	19,865	-	-	19,865	4,966	4,966	-	9,932	9,933	14,899
										-
TOTAL (A)	269,712,673	71,691,765	-	341,404,438	50,716,183	15,740,888	-	66,457,071	274,947,367	218,996,490
CWIP										
New Plant & Machinery	10,316,432	-	10,316,432	-	-	-	-	-	-	10,316,432
New Factory Building	49,443,348	-	49,443,348	-	-	-	-	-	-	49,443,348
TOTAL (B)	59,759,780	-	59,759,780	-	-	-	-	-	-	59,759,780
GRAND TOTAL (A+B)	329,472,453	71,691,765	59,759,780	341,404,438	50,716,183	15,740,888	-	66,457,071	274,947,367	278,756,270
PREVIOUS YEAR	257,107,975	153,074,803	80,860,581	329,472,453	39,353,899	11,531,176	168,892	50,716,183	278,756,270	

Note: Plant and Machinery includes Rs. Nil (P.Y. Rs.1,80,000) of additions made during the year on which no depreciation has been provided as the assets has not been put to use.

NOTES TO FINANCIAL STATEMENTS FOR THE YEAR ENDED 31ST MARCH, 2020

20 Revenue from Operations

Particulars	Year ended 31.03.2020	Year ended 31.03.2019
Sale of Products (Manufactured Goods)	602,834,285	461,946,806
Sale of Products (Traded Goods)	61,221,953	110,601,739
Less : GST	(85,104,401)	(73,955,710)
Net Sales	578,951,837	498,592,836
TOTAL	578,951,837	498,592,836

20.1 Particulars of sale of Products

Manufactured Goods :

PP/HDPE Fabric	66,979,682	20,016,138
HDPE Tarpulin	2,061,164	393,044
PP/HDPE Bags	393,526,154	319,400,097
Leno Bags	30,800,021	55,017,004
Scrap	1,821,552	2,939,694
Liner	666,480	-
Jumbo Bags	24,111,135	-
Other	34,124	78,185
Traded Goods :		
Granuals	12,216,327	54,714,300
Ribbon/White Tape	1,429,798	-
Water Coconut	45,305,400	46,009,420
Other	-	24,954
Total	578,951,837	498,592,836

21 Other Income

Particulars	Year ended 31.03.2020	Year ended 31.03.2019
a) Interest Income (TDS 98,327/- previous year TDS 73,347/-)	1,054,254	733,464
b) Sundry balances written back	14,588	273,298
c) TUF Subsidy Received on interest on Term Loan	-	938,076
TOTAL	1,068,842	1,944,838

22 Cost of Materials Consumed

Particulars	Year ended 31.03.2020	Year ended 31.03.2019
A) Raw Material Consumed		
Opening Stock	39,365,470	48,973,266
Add: Purchase during the year	384,411,530	348,855,442
	423,777,000	397,828,708
Less: Closing Stock	19,047,630	39,365,470
TOTAL (A)	404,729,370	358,463,238

22.1 Item wise classification

Granuals	320,126,541	292,959,729
Filler	20,745,561	32,633,743
PP/HDPE Fabric	29,822,046	-
Others	34,035,222	32,869,766
TOTAL	404,729,370	358,463,238

B)Store & Spares Consumed

Opening Stock	3,048,772	2,579,845
Add: Purchase during the year	5,891,465	5,758,079
	8,940,237	8,337,924
Less: Closing Stock	4,176,763	3,048,772
TOTAL (B)	4,763,474	5,289,152
TOTAL (A+B)	409,492,843	363,752,389

NOTES TO FINANCIAL STATEMENTS FOR THE YEAR ENDED 31ST MARCH, 2020

23 Purchase of Stock-in- Trade

Particulars	Year ended 31.03.2020	Year ended 31.03.2019
Water Coconut	26,244,721	23,051,147
Granuals	12,480,738	52,187,143
Ribbon/Tape	1,410,328	-
TOTAL	40,135,787	75,238,290

24 Change in Inventories of Finished Goods , Stock in Process

Particulars	Year ended 31.03.2020	Year ended 31.03.2019
Finished Goods		
Opening Stock	62,902,733	36,021,765
Less: Closing Stock	152,318,879	62,902,733
	(89,416,146)	(26,880,968)
Stock-in-process		
Opening Stock	80,222,367	32,607,066
Less: Closing Stock	18,044,932	80,222,367
	62,177,435	(47,615,301)
TOTAL	(27,238,711)	(74,496,269)

25 Employees Benefit Expenses

Particulars	Year ended 31.03.2020	Year ended 31.03.2019
-Salary	17,529,051	14,782,836
-Wages	12,763,805	3,256,957
-PF Administrative Charges	32,566	18,130
-PF Employers' Contribution	424,522	249,194
-ESI Employers' Contribution	332,686	282,433
-Staff & labour Welfare Expenses	807,440	63,427
- Staff Quarters Rent	56,900	54,000
- Gratuity	595,412	199,227
TOTAL	32,542,382	18,906,204

25.1 Salary includes salary to a Director Rs. 12,00,000/- (Previous year 12,00,000/-).

26 Finance Cost

Particulars	Year ended 31.03.2020	Year ended 31.03.2019
Interest On Cash Credit	17,457,854	9,410,828
Interest to Bank on Term Loan	10,950,456	8,545,612
Interest to Others	6,988,207	3,721,079
Other Borrowing Cost	846,396	941,414
TOTAL	36,242,913	22,618,933

27 Depreciation & Amortisation Expense

Particulars	Year ended 31.03.2020	Year ended 31.03.2019
Depreciation and Amortisation	15,740,888	11,531,176
TOTAL	15,740,888	11,531,176

SMVD Poly pack Limited
NOTES TO FINANCIAL STATEMENTS FOR THE YEAR ENDED 31ST MARCH, 2020

28 Other Expenses

Particulars	Year ended 31.03.2020	Year ended 31.03.2019
Power & Fuel		
-Electric Charges	31,619,744	27,627,119
- Fuel	1,755,162	2,026,311
Conversion Charges	3,284,070	-
Carriage Inward	1,416,366	840,141
Carriage Outward	12,113,888	6,201,471
Freight (on Water Coconut)	2,294,000	5,623,059
Miscellaneous Expenses	1,124,855	315,336
Bank Charges	219,773	580,929
Listing Fees	10,000	10,000
Late Fees	8,645	12,045
Discount & Claims	19,110	109,489
Insurance	1,162,559	547,153
Security Guard charges	804,197	876,847
Advertisement, Event & Subscription Expenses	4,536	306,048
Printing & Stationery	139,246	111,788
Repair & Maintenance to Machinery	1,254,071	880,629
Repair & Maintenance to Factory Shed	134,391	-
Vehicle running & maintenance expenses	133,572	161,867
Professional Charges	769,400	875,694
Auditor's Remuneration		
- Audit Fees	100,000	100,000
- Tax Audit Fees	10,000	10,000
- Other Services	30,000	30,000
Rate and Taxes	342,781	322,554
Donation	27,800	5,100
Annual Custody Fees	9,000	9,000
Commission & Brokerage	1,062,000	40,000
Telephone Expenses	64,474	102,205
Travelling & Conveyance Expenses	1,108,891	1,009,975
Rent	1,283,958	1,782,580
TOTAL	62,306,489	50,517,340

29 Exceptional Item

Particulars	Year ended 31.03.2020	Year ended 31.03.2019
Profit/(Loss) from sale of Fixed Assets	-	(14,153)
Profit/(Loss) from Foreign Currency	-	-
(Loss) Due to Fire (Refer Note no. 39)	-	(168,215)
TOTAL	-	(182,368)

NOTES TO FINANCIAL STATEMENTS FOR THE YEAR ENDED 31ST MARCH, 2020

30 Details of earnings and expenditures in foreign currency

Particulars	Year ended 31.03.2020	Year ended 31.03.2019
(a) Earnings in Foreign Exchange	NIL	NIL
(b) C.I.F. Value of Imports	NIL	NIL
(c) Expenses in Foreign Currency	NIL	NIL

31 Particulars of Consumption of imported and indigenous raw materials, Spare Parts, Components and Stores consumed and percentage thereof:

Particulars	Year ended 31.03.2020	%	Year ended 31.03.2019	%
Raw Materials				
Imported	-	-	-	-
Indigenous	404,729,370	100.00%	358,463,238	100.00%
Total	404,729,370	100.00%	358,463,238	100.00%
Stores				
Imported	-	-	-	-
Indigenous	4,763,474	100.00%	5,289,152	100.00%
Total	4,763,474	100.00%	5,289,152	100.00%

32 Related Party Transactions

Related Party Disclosures as per Accounting Standard 18 issued by the Institute of Chartered Accountants of India are detailed below:-

Description of Related Party	Name of Related Party
Subsidiaries	Nil
Key Management Personnel	1. Pramod Kumar Agarwal 2. Nirmal Parakh 3. Shikha Agarwal
Director	1. Pawan Kumar Agarwal
Relative of Director	1. Madhu Agarwal 2. Prateek Agarwal
Enterprise over which Key Management Personnel are common and is able to exercise significance influence.	1. Tirumala Resins (P) Ltd. 2. Aashakiran Commodeal Pvt. Ltd.

NOTES TO FINANCIAL STATEMENTS FOR THE YEAR ENDED 31ST MARCH, 2020

33 Details of Related Party Transactions

Paid to/Received From	Nature of Transaction	Transaction during the year 2019-20 (Rs.)	Outstanding as on 31.03.2020 (Rs.)	Transaction during the year 2018-19 (Rs.)	Outstanding as on 31.03.2019 (Rs)
1. Pramod Kumar Agarwal	Salary	1,200,000	122,735	1,200,000	199,107
2. Nirmal Parakh	Salary	813,368	37,968	840,000	67,000
3. Prateek Agarwal	Salary	602,400	96,000	360,000	30,000
4. Shikha Agarwal	Salary	602,400	101,138	600,000	143,307
6. Pawan Kumar Agarwal	Loan Repaid	-	-	500,000	-
7. Madhu Agarwal	Office Rent	-	-	10,000	-
8. Tirumala Resins Pvt. Ltd	Sales	-	-	12,997	-
8. Tirumala Resins Pvt. Ltd	Advance Given	1,600,000	-	-	-
9. Tirumala Resins Pvt. Ltd	Advance Received	1,600,000	-	-	-

NOTES TO FINANCIAL STATEMENTS FOR THE YEAR ENDED 31ST MARCH, 2020

34 In keeping with the Company's gratuity scheme employees are entitled to gratuity benefit on retirement /death/ incapacitation/termination. The present value of obligation is determined based on actuarial valuation using the Projected Unit Credit Method, which recognises each period of service as giving rise to additional unit of employee benefit entitlement and measures each unit separately to built up the final obligation. Following are the further particulars with respect to gratuity liability which is unfunded :

Particulars	Year ended 31.03.2020	Year ended 31.03.2019
I. Changes in present value of obligations		
i Present value of obligation at the beginning of the year	605,293	416,941
ii Acquisition Adjustment	-	-
iii Interest Cost	40,554	31,768
iv Past service Cost	-	-
v Current Service Cost	329,672	139,013
vi Curtailment Cost	-	-
vii Settlement Cost	-	-
viii Benefits Paid	-	(10,875)
ix Actuarial gain/loss on Obligations	225,185	28,446
Present value of Obligation at the end of the year	1,200,705	605,293
II. Expense recognised in Statement of Profit/Loss		
i Current Service Cost	329,672	139,013
ii Past service Cost	-	-
iii Interest Cost	40,554	31,768
iv Expected Return on Plan Asset	-	-
v Curtailment Cost	-	-
vi Settlement Cost	-	-
vii Actuarial Gain/Loss recognised in the year	225,185	28,446
Expenses Recognised in statement of Profit/ Loss	595,412	199,227
III. Liability recognised in Balance Sheet		
i Opening Net Liability	605,293	416,941
ii Expenses as above	595,412	199,227
iii Contributions	-	(10,875)
iv Closing Net Liability	1,200,705	605,293
Closing Fund / Provision at the end of year	1,200,705	605,293
IV. Principle Actuarial Assumptions		
i Mortality Table	IALM (2006-2008) Ultimate	
ii Discount Rate		6.70%
iii Inflation Rate		6.00%
iv Return on Asset		NA

NOTES TO FINANCIAL STATEMENTS FOR THE YEAR ENDED 31ST MARCH, 2020

35 Dues to Suppliers registered under The Micro, Small and Medium Enterprises Development Act, 2006 (MSMED Act) are:

Sl. No.	Particulars	As at 31.03.2020	As at 31.03.2019
1	The principal amount remaining unpaid to any supplier as at the year end	-	-
	The interest remaining unpaid to any supplier as at the year end	-	-
2	Principal amounts paid to suppliers beyond the appointed day during the year	-	-
	Interest paid under Section 16 of the MSMED Act, to suppliers during the year.	-	-
3	The amount of interest due and payable for the year of delay in making payment (which have been paid but beyond the appointed day during the year) but without adding the interest specified under the MSMED Act, 2006	-	-
4	The amount of interest accrued and remaining unpaid at the end of the year	-	-
5	The amount of further interest remaining due and payable even in the succeeding years, until such date when the interest dues as above are actually paid to the small enterprise, for the purpose of disallowance as a deductible expenditure under section 23 of the MSMED Act, 2006.	-	-

36 Impact of outbreak of COVID-19

Due to the outbreak of Coronavirus Disease(COVID-19), the Government of India declared lock-down effective 25th March 2020 and in compliance of the instructions issued by the Central and State Governments. This impacted the normal business operations of the Company by way of interruption in projects execution, supply chain disruption and unavailability of personnel during the lock-down period.

The Company has considered the possible impacts on the carrying value of assets and contractual terms with customers and vendors. The Company, as at the date of these financial results has used the available information to assess the impact on the future performance of the Company. Based on the information, the Company has made assessment and expects that the carrying amount of assets reported in these financials as at 31 March 2020 are fully recoverable.

The Company has also estimated the future cash flows with the possible effects that may result from the COVID-19 pandemic and does not foresee overall adverse impact on realising its assets and meeting its liabilities as and when they fall due. The actual impact of the COVID-19 pandemic may vary from that estimated as at the date of approval of these financial results.

The Central and State Governments have since significantly relaxed the lock-down restrictions. The Company has resumed its operations though not at full scale. The Company will continue to closely observe the evolving scenario and take into account any future developments arising out of the same.

NOTES TO FINANCIAL STATEMENTS FOR THE YEAR ENDED 31ST MARCH, 2020

37 Contingent Liabilities

Particulars	Year ended 31.03.2020	Year ended 31.03.2019
(i) Guarantees given by bank on behalf of company & counter guarantees given by the Co. To WBSEDCL	10,985,000	10,985,000

The above mentioned bank guarantee has been secured by Fixed Deposits worth Rs 28.49 Lacs (Previous year Rs 81.08 lacs) as on 31.03.2020.

(ii) The Company has availed Input Tax Credit of Rs.8,12,061/- during the Financial Year 2019-20 towards centvat and service tax as per writ petition order (W.P. No.2159 (W) of 2020) in favour of the Company against which the Counsel for Central Excise, Customs and Service Tax has moved to the High Court on 01.07.2020. Hence the amount of input tax credit of Rs.8,12,061/- claimed by the Company is disputed.

38 Earning per equity share

Particulars	Year ended 31.03.2020	Year ended 31.03.2019
Net Profit / (Loss) attributable to equity shareholders	7,257,217	24,530,005
Weighted average number of equity shares in calculating EPS	4,965,400	4,965,400
Nominal value of Equity Shares	10.00	10.00
Basic earnings/(loss) per share	1.46	4.94
Diluted earnings/(loss) per share	1.46	4.94

39 Loss of Rs. 1,68,215/- shown under the head exceptional item in statement of profit and loss is in respect of loss suffered by the company due to fire took place at the registered office of the company on 15th September, 2018.

40 Capital and other Commitments

Estimated amount of contracts remaining to be executed on capital account net of advances is Rs. NIL/- (Previous year Rs. 1,52,89,848/-)

41 The amount have been rounded off to the nearest rupee.

42 The previous year figures has been reclassified/ regrouped in accordance with the requirement applicable in current year.

In terms of our report of even date attached

For D. K. Parmanandka & Co.

Chartered Accountants

Sd/-

(Rahul Gupta)

Partner

Membership No: 308981

PLACE : KOLKATA

Date: 2nd August, 2020

For and on behalf of the Board of Directors of SMVD Poly Pack Limited

Sd/-

Pramod Kumar Agarwal

Chairman & Managing Director

Sd/-

Pawan Kumar Agarwal

Director

Sd/-

Nirmal Parakh

Chief Financial Officer

Sd/-

Sangita Agarwal

Director

Sd/-

Shikha Agarwal

Company Secretary

Independent Auditor's Report

To
The Members of
M/S. SMVD POLY PACK LIMITED
(Formerly known as SMVD Poly Pack Pvt. Ltd.)

Report on the Audit of the Consolidated Financial Statements

Opinion

We have audited the accompanying Consolidated Financial Statements of **SMVD Poly Pack Limited** ('the Company'), and its associate (the Company and its associate together referred to as "the Group") which comprise the Consolidated Balance Sheet as at 31st March, 2020, the Consolidated Statement of Profit and Loss, 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 (herein after referred to as "Consolidated Financial Statements").

In our opinion and to the best of our information and according to the explanations given to us, the aforesaid Consolidated Financial Statements give the information required by the Act in the manner so required and give a true and fair view in conformity with the accounting principles generally accepted in India, of the state of affairs of the Group as at 31st March, 2020, and its consolidated profit, and its consolidated cash flows for the year ended on that date.

Basis for Opinion

We conducted our audit in accordance with the Standards on Auditing (SAs) specified under section 143(10) of the Companies Act, 2013. Our responsibilities under those Standards are further described in the Auditor's Responsibilities for the Audit of the Consolidated Financial Statements section of our report. We are independent of the Company in accordance with the Code of Ethics issued by the Institute of Chartered Accountants of India together with the ethical requirements that are relevant to our audit of the Consolidated Financial Statements under the provisions of the Companies Act, 2013 and the Rules thereunder, and we have fulfilled our other ethical responsibilities in accordance with these requirements and the Code of Ethics. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

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 of the current period. 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. We have determined the matter described below to be the key audit matters to be communicated in our report.

Key Audit Matter	Response to Key Audit Matter
<p>(a) Revenue Recognition (Occurrence and Accuracy) Revenue from sale of goods is recognized upon transfer of control and is measured at the price at which the Group expects to be entitled from a customer and are recorded net of product claims and other pricing allowances to customers including trade schemes (collectively “trade spend”).</p>	<p>Principal audit procedures and performed :</p> <ul style="list-style-type: none"> • Accounting policies: Assessed the appropriateness of the Group’s revenue recognition accounting policies, including recognition and those related to trade spend by comparing with applicable accounting standards; <p>Control testing: Tested the effectiveness of the Group’s control over the adequacy of provision of trade spends</p>

Key Audit Matter	Response to Key Audit Matter
<p>The judgements required by management to estimate trade spend accruals are complex due to the diverse range of arrangements and commercial terms across the market.</p>	<ul style="list-style-type: none"> • Tests of details: Obtained samples of sales transactions to verify collection in bank statement to determine whether revenue has actually occurred and recorded accurately. • Agreed a sample of trade spend accruals to supporting documentation. • Performed Trend analysis of utilization of provision of trade spends with actual spends passed to the customer. • Challenged the Group’s assumptions used in estimating trade spend accruals using our experience of the industry in which it operates. • Developed an expectation of the current year revenue based on trend analysis information, taking into account sales and returns information. We compared this expectation against actual revenue and, where relevant, completed further inquiries and testing; • Tested the relevant information technology system access and change management controls relating to information used in recorded sales; and

- Tested the adequacy of the Group's disclosures in respect of revenue

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

The Group's Board of Directors is responsible for the preparation of the other information. The other information comprises the information included in the Board's Report including Annexures to Board'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 during the course of our audit or otherwise appears to be materially misstated.

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

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

The Company's Board of Directors is responsible for the matters stated in Section 134(5) of the Companies Act, 2013 ("the Act") with respect to the preparation of these Consolidated Financial Statements that give a true and fair view of the financial position, financial performance, and cash flows of the Company in accordance with the accounting principles generally accepted in India, including the Accounting Standards prescribed under Section 133 of the Act read with relevant rules issued thereunder.

This responsibility also includes 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 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 Consolidated Financial Statements that give a true and fair view and are free from material misstatement, whether due to fraud or error.

In preparing the Consolidated Financial Statements, the respective Board of Directors of the Companies included in the Group 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 Board of Directors either intends to liquidate the Company or to cease operations, or has no realistic

alternative but to do so. That Board of Directors are also responsible for overseeing the Group's financial reporting process.

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 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.

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 Companies Act, 2013, we are also responsible for expressing our opinion on whether the company and its associate company has adequate internal financial controls system in place and the operating effectiveness of such controls.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by management.
- Conclude on the appropriateness of management's use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the Company's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the 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 Company 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.

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

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

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

Report on Other Legal and Regulatory Requirements

1. As required by Section 143(3) of the Act, we report that:
 - (a) we have sought and obtained all the information and explanations which to the best of our knowledge and belief were necessary for the purposes of our audit.
 - (b) in our opinion proper books of account as required by law have been kept by the Company so far as it appears from our examination of those books;
 - (c) the Balance sheet, the Statement of profit and loss and the Statement of cash flows dealt with by this Report are in agreement with the books of account;
 - (d) in our opinion, the aforesaid Consolidated Financial Statements comply with the Accounting Standards specified under Section 133 of the Act read with relevant rule issued thereunder;
 - (e) on the basis of the written representations received from the directors as on 31st March, 2020 taken on record by the Board of Directors of the Company and its associate company and the reports of the statutory auditors of its associate company, none of the directors is disqualified as on 31st March, 2020 from being appointed as a director in terms of Section 164 (2) of the Act;
 - (f) with respect to the adequacy of the internal financial controls over financial reporting of the Company and its associate company and the operating effectiveness of such controls, refer to our separate report in “Annexure A”. Our report expresses an unmodified opinion on the adequacy and operating effectiveness of the Company’s internal financial controls over financial reporting.
 - (g) With respect to the other matters to be included in the Auditor’s Report in accordance with the requirements of section 197(16) of the Act, as amended:

In our opinion and to the best of our information and according to the explanations given to us, the remuneration paid by the Company to its directors during the year is in accordance with the provisions of section 197 of the Act.

- (h) with respect to the other matters to be included in the Auditor's Report in accordance with Rule 11 of the Companies (Audit and Auditors) Rules, 2014, in our opinion and to the best of our information and according to the explanations given to us:
- i. The Company has disclosed the impact of pending litigations on its financial position in its Consolidated Financial Statements. Refer note 37 to the Consolidated Financial Statements.
 - ii. The Company did not have any long term contracts including derivatives contracts for which there were any material foreseeable losses;
 - iii. There were no amounts which were required to be transferred to the Investor Education and Protection Fund by the Company and its associate company.

For **D. K. Parmanandka & Co.**
Chartered Accountants
Firm Regn. No. 322388E
Sd/-

(Rahul Gupta)
Partner

Membership No. 308981
UDIN- 20308981AAAACG2054

Place: Kolkata
Dated: 2nd August, 2020

“Annexure A” to the Independent Auditor’s Report of even date on the Consolidated Financial Statements of SMVD Poly Pack Limited

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

We have audited the internal financial controls over financial reporting of **SMVD Poly Pack Limited** (“the Company”) and its associate company, as of 31st March, 2020 in conjunction with our audit of the Consolidated Financial Statements of the Company for the year ended on that date.

Management’s Responsibility for Internal Financial Controls

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

Auditor’s Responsibility

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

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

Meaning of Internal Financial Controls Over Financial Reporting

A company's internal financial control over financial reporting is a process designed to provide reasonable assurance regarding the reliability of financial reporting and the preparation of Consolidated Financial Statements for external purposes in accordance with generally accepted accounting principles. A company's internal financial control over financial reporting includes those policies and procedures that (1) pertain to the maintenance of records that, in reasonable detail, accurately and fairly reflect the transactions and dispositions of the assets of the company; (2) provide reasonable assurance that transactions are recorded as necessary to permit preparation of 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 authorisations of management and directors of the company; and (3) provide reasonable assurance regarding prevention or timely detection of unauthorised acquisition, use, or disposition of the company's assets that could have a material effect on the Consolidated Financial Statements.

Inherent Limitations of Internal Financial Controls Over Financial Reporting

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

Opinion

In our opinion, the Company has, in all material respects, an adequate internal financial controls system over financial reporting and such internal financial controls over financial reporting were operating effectively as at 31st March, 2020, based on the internal control over financial reporting criteria established by the Company considering the essential components of internal control stated in the Guidance Note on Audit of Internal Financial Controls Over Financial Reporting issued by the Institute of Chartered Accountants of India.

Place: Kolkata
Date: 2nd August, 2020

For **D. K. Parmanandka & Co.**
Chartered Accountants
Firm Registration No. 322388E
Sd/-
(Rahul Gupta)
Partner, Membership No. 308981
UDIN- 20308981AAAACG2054

CONSOLIDATED BALANCE SHEET AS AT 31.03.2020

(Amount in Rs.)

Particulars	Note No.	As at 31.03.2020	As at 31.03.2019
I. EQUITY AND LIABILITIES			
(1) Shareholders' Funds			
(a) Share Capital	2	49,654,000	49,654,000
(b) Reserve and Surplus	3	165,534,485	158,237,820
Total Shareholders' Funds		215,188,485	207,891,820
(2) Non-Current Liabilities			
(a) Long-Term Borrowings	4	75,933,775	101,434,345
(b) Deferred Tax Liabilities (net)	5	21,157,177	18,114,143
(c) Long-Term Provisions	6	1,162,603	567,325
Total Non-Current Liabilities		98,253,555	120,115,813
(3) Current Liabilities			
(a) Short Term Borrowings	7	187,607,589	156,190,549
(b) Trade Payables	8		
Total outstanding dues of micro enterprises and small enterprises		-	-
Total outstanding dues of creditor other than micro enterprises and small enterprises		53,785,566	42,438,625
(c) Other Current Liabilities	9	52,323,595	53,160,707
(d) Short-Term Provisions	10	2,162,755	2,611,531
Total Current Liabilities		295,879,505	254,401,412
TOTAL EQUITY & LIABILITIES		609,321,545	582,409,046
II. ASSETS			
Non-current Assets			
(1) Property, Plant & Equipment	11		
(a) Tangible Assets		274,937,434	218,981,591
(b) Intangible Assets		9,933	14,899
(c) Capital Work in Progress		-	59,759,780
(2) Non-Current Investments	12	1,340,720	1,301,272
(3) Long-Term Loans and Advances	13	343,650	220,650
(4) Other Non- Current Assets	14	3,418,000	2,880,000
Total Non-Current Assets		280,049,737	283,158,192
(5) Current assets			
(a) Inventories	15	193,588,203	185,539,342
(b) Trade Receivables	16	91,350,912	58,945,193
(c) Cash and Bank Balances	17	12,259,410	12,784,496
(d) Short-Term Loans and Advances	18	32,028,993	41,669,865
(e) Other Current Assets	19	44,290	311,958
Total Current Assets		329,271,808	299,250,853
TOTAL ASSETS		609,321,545	582,409,046
Significant Accounting Policies	1		
Notes to the Financial Statements	2-42		

Place: Kolkata

Date: 2nd August, 2020

for and on behalf of the Board of Directors of
SMVD Poly Pack Limited

Sd/-

Pramod Kumar Agarwal
Chairman & Managing Director

Sd/-

Pawan Kumar Agarwal
Director

Sd/-

Sangita Agarwal
Director

Sd/-

Nirmal Parakh
Chief Financial Officer

In terms of our report of even date attached

For D. K. Parmanandka & Co.

Chartered Accountants

Firm Registration. No: 322388E

Sd/-

(Rahul Gupta)

Partner

Membership No: 308981

CONSOLIDATED PROFIT AND LOSS STATEMENT FOR THE YEAR ENDED 31.03.2020

(Amount in Rs.)

Particulars	Note No.	Year ended 2019-20	Year ended 2018-19
Income			
I. Revenue from Operations	20	578,951,837	498,592,836
II. Other Income	21	1,068,842	1,944,838
III. Total Revenue(I+II)		580,020,679	500,537,674
Expenses			
IV. Cost of Materials Consumed	22	409,492,843	363,752,389
Purchase of Stock-in- Trade	23	40,135,787	75,238,290
Change in Inventories of Finished Goods , Stock in Process	24	(27,238,711)	(74,496,269)
Employees Benefit Expenses	25	32,542,382	18,906,204
Finance Cost	26	36,242,913	22,618,933
Depreciation & Amortisation Expense	27	15,740,888	11,531,176
Other Expenses	28	62,306,489	50,517,340
Total Expenses		569,222,591	468,068,064
V. Profit before Exceptional Items		10,798,088	32,469,610
Exceptional Item	29	-	(182,368)
VI. Profit before tax (III-IV)		10,798,088	32,287,242
VII. Tax expense:			
(1) Current Tax		(2,222,980)	(6,646,910)
(2) Deferred tax		(3,043,034)	(4,448,281)
(3) MAT Credit Entitlement (refer Note no 18.)		2,222,980	3,337,954
(4) Income tax for Earlier Year		(497,837)	-
VIII. Tax tax expenses:		(3,540,871)	(7,757,237)
IX. Profit for the year after tax		7,257,217	24,530,005
X. Share of Profit/(Loss) from Associates		39,448	2,893
XII. Profit for the period		7,296,665	24,532,898
XIII. Earning per equity share	38		
(1) Basic (refer Note no 29.)		1.47	4.94
(2) Diluted (refer Note no 29.)		1.47	4.94
Significant Accounting Policies	1		
Notes to the Financial Statements	2-42		

Place: Kolkata

Date: 2nd August, 2020

For and on behalf of the Board of Directors of SMVD
Poly Pack Limited

Sd/-
Pramod Kumar Agarwal
Chairman & Managing Director

Sd/-
Pawan Kumar Agarwal
Director

Sd/-
Sangita Agarwal
Director

Sd/-
Nirmal Parakh
Chief Financial Officer

In terms of our report of even date attached
For D. K. Parmanandka & Co.
Chartered Accountants
Firm Registration. No: 322388E
Sd/-
(Rahul Gupta)
Partner
Membership No: 308981

CONSOLIDATED CASH FLOW STATEMENT FOR THE YEAR ENDED 31ST MARCH, 2020

(Amount in Rs)

Particulars	Year ended 31.03.2020	Year ended 31.03.2019
A. Cash Flow from Operating Activities		
Net Profit / (Loss) before tax	10,798,088	32,287,242
Adjusted for:		
Add: Depreciation	15,740,888	11,531,176
Exceptional Item	-	182,368
Interest on Loan	36,242,913	22,618,933
Less: Interest Income	(1,054,254)	(733,464)
TUF Subsidy on Interest	-	(938,076)
Operating Profit Before Extra Ordinary item	61,727,635	64,948,179
Loss due to fire	-	(115,468)
Operating Profit Before Working Capital Changes	61,727,635	64,832,711
Movement in Working Capital		
Decrease/ (increase) in Trade and Other Receivables	(20,541,867)	(22,601,205)
Increase/ (decrease) in Trade and Other Payable	42,457,853	79,682,750
(Increase)/ decrease in Stock	(8,048,861)	(65,357,400)
Cash generated from/ (used in) Operations	75,594,760	56,556,856
Direct Taxes Paid (net of refunds)	(3,169,727)	(5,604,847)
Net cash flow from/ (used in) Operating Activities	(A) 72,425,033	50,952,009
B. Cash Flow from Investing Activities		
Purchase of fixed assets	(11,931,985)	(72,469,715)
Sale of fixed assets	-	19,700
Interest received	1,321,922	523,015
Long term Provisions	595,278	154,368
Loan Term Loans And Advance (Assets)	(123,000)	(120,000)
Other Non Current Assets	(538,000)	(2,880,000)
Net Cash Flow from/ (used) in Investing Activities	(B) (10,675,785)	(74,772,632)
C. Cash Flow from Financing Activities		
Interest on Loan	(36,242,913)	(22,666,524)
TUF Subsidy received	-	6,404,064
Loan taken during the year	17,070,000	78,271,000
Repayment of Loan	(43,101,420)	(32,320,482)
Net Cash Flow from/ (used) in Financing Activities	(C) (62,274,333)	29,688,059
Net Increase/ in Cash and Cash Equivalents (A+B+C)	(525,085)	5,867,436
Cash and cash equivalents at the beginning of the year	12,784,496	6,917,060
Cash and cash equivalents at the end of the year	12,259,411	12,784,496

Notes:

- (1) Cash Flow Statement has been prepared using the indirect method in accordance with Accounting Standard AS - 3 "Cash Flow Statement" notified under Section 133 of the Companies Act, 2013.
- (2) For Cash and Cash Equivalent refer to Note No. 1(t).

Place: Kolkata

Date: 2nd August, 2020

for and on behalf of the Board of Directors of SMVD
Poly Pack Limited

Sd/-
Pramod Kumar Agarwal
Chairman & Managing Director

Sd/-
Pawan Kumar Agarwal
Director

Sd/-
Sangita Agarwal
Director

Sd/-
Nirmal Parakh
Chief Financial Officer

Sd/-
(Rahul Gupta)
Partner
Membership No: 308981

In terms of our report of even date attached
For **D. K. Parmanandka & Co.**
Chartered Accountants
Firm Registration. No: 322388E

**NOTES ON CONSOLIDATED FINANCIAL STATEMENTS FOR THE YEAR
ENDED 31ST MARCH, 2020.**

NOTE NO- 1 SIGNIFICANT ACCOUNTING POLICIES

a) **Basis of Preparation of Consolidated financial statements**

The consolidated financial statements are prepared and presented under the historical cost convention and evaluated on a going concern basis using the accrual system of accounting in accordance with the accounting principles generally accepted in India (Indian GAAP) and the requirements of the Companies Act, 2013 and all Expenses and Income, unless specifically stated to be otherwise, have been accounted for on mercantile basis.

b) **Use of Estimates**

The preparation of the consolidated financial statements, in conformity with the accounting standards generally accepted in India, requires the management to make estimates that affect the reported amount of assets & liabilities, disclosure of contingent liabilities as at the date of the financial statements and reported amounts of revenue and expenses for the year. Actual results could differ from these estimates. Difference between the actual results and estimates are recognised in the period in which the results are known/materialized.

c) **Cash Flow Statements**

Consolidated Cash Flow statements has been prepared as per the requirement of Accounting Standard-3. Cash flows are reported using the indirect method, whereby profit before tax is adjusted for the effects of transactions of non cash nature, any deferrals or accruals of past or future operating cash receipts or payments and item of income and expenses associated with investing or financing cash flows. Cash flows from operating, investing and financing activities of the Company are segregated, accordingly.

d) **Contingencies and Event Occurring After the Balance Sheet Date**

Effects of, event occurred after Balance Sheet date and having material effect on consolidated financial statements are reflected where ever required.

e) **Property, Plant and Equipment**

Fixed Assets are stated at cost of acquisition or construction, inclusive of inward freight, duties & taxes and other related incidental expenses and exclusive of Modvat/Cenvat benefit availed less accumulated depreciation and impairment of loss, if any. All cost including finance cost till the asset is put to commercial use are capitalized.

f) **Depreciation & Amortization**

- a) Machinery spares which can be used only in connection with an item of fixed assets and whose use as per technical assessment is expected to be irregular are capitalized and depreciated over the residual life of the respective assets.
- b) Depreciation on fixed assets is provided on depreciable value of assets using straight line method on the basis of useful life specified in Schedule II to the companies Act, 2013 or as estimated by the management. The residual value of an asset for this purpose is determined at the rate of 5% of the original cost of asset or as estimated by the management whichever is lower.

g) **Impairment of assets**

Impairment loss is recognized wherever the carrying amount of an asset is in excess of its recoverable amount and the same is recognized as an expense in the Statements of Profit & Loss and carrying amount of the asset is reduced to its recoverable amount. Reversal of impairment losses recognized in previous years is recorded when there is an indication that the impairment losses recognized for the assets no longer exist or have decreased.

h) **Investments**

Long term Investments are stated at cost less provision for diminution, other than temporary, in the value of Investments.

i) **Inventories**

Finished goods (Owned manufactured), Raw material, stores, spares & consumables, fuel and packing material are valued at lower of cost or net releasable value. Stock in process is valued at estimated cost.

j) **GST**

Accounts are maintained on exclusive method and accordingly the GST is accounted for by reducing the purchase cost of the materials/fixed assets and is adjusted with output GST.

k) **Employee Benefits**

- All short term benefits are charged to Profit and Loss account at their undiscounted value.
- Defined Contribution Plan: P.F. & E.S.I. is accrued on monthly basis in accordance with the terms of contract with the employee/ relevant Act and is deposited in the Statutory Fund.

- Defined Benefit Plan: Liability towards gratuity is charged to Profit and loss account based on actuarial valuation along with actuarial gain/losses.

l) **Revenue Recognition**

Sales comprise invoice value of goods net of GST and are recognized on transfer of risk and rewards associated with the property in goods to the buyer which is normally on delivery as per terms of sales.

m) **Accounting for Government Grants**

The Government grants/ incentives are accounted for on mercantile basis and are recognised in books to the extent of approval of same from government i.e. as & when the same is crystallized and/or there is a reasonable certainty of receipt of same.

n) **Borrowing Costs**

Borrowing Costs relating to acquisition/construction of qualifying assets are capitalized until the time all substantial activities necessary to prepare the qualifying assets for their intended use complete. A qualifying asset is one that necessarily takes substantial period of time to get ready for its intended use. All other Borrowing costs are charged to revenue.

o) **Taxation**

Provision for Income Tax comprises of current tax and deferred tax charge or release. Deferred Tax is recognized subject to consideration of prudence on timing differences being difference between taxable and accounting Income/Expenditure that originate in one period and are capable of reversal in one or more subsequent periods. Deferred Tax Assets are not recognized unless there is virtual certainty that sufficient future taxable income will be available against which such deferred tax assets will be realized.

p) **Minimum Alternate Tax Credit**

Minimum Alternate Tax Credit Entitlement is recognised in the books of account when there is convincing evidence that the Company will pay normal income tax during the specified period. The Entitlement is reviewed at each balance sheet date with regard to the correctness of the carrying amount.

q) **Provision, Contingent Liabilities and Contingent Assets**

Provisions are recognized when there is a present obligation as a result of past events and it is probable that there will be an outflow of resources. Contingent liabilities are not recognised but disclosed in the notes. While contingent assets are neither recognized nor disclosed.

r) **Segment Reporting**

As per Accounting Standard 17 on Segment reporting issued by the institute of Chartered Accountants of India, the company operates under two reportable business segments. The accounting principles were consistently used in preparation of consolidated financial statements and are also applied to record income and expenditure in individual segments. There are no intersegment transaction during the year. The Primary and Secondary business segments of the Company consist of Plastic product and Water Coconut.

s) **Earnings per Share (EPS)**

Basic and diluted earnings per share are computed in accordance with Accounting Standard 20 “Earnings per Share”.

Basic earnings per share is calculated by dividing the net profit or loss after tax for the year attributable to equity shareholders by the weighted average number of equity shares outstanding during the year.

Diluted earnings per share are computed using the weighted average number of equity shares and dilutive potential equity shares outstanding during the year except where the results are anti-dilutive.

t) **Cash and Cash Equivalents**

The Company considers all highly liquid financial instruments which are readily convertible in to cash and have original maturities of three months or less from the date of purchase, to be cash equivalents.

NOTES TO CONSOLIDATED FINANCIAL STATEMENTS FOR THE YEAR ENDED 31ST MARCH, 2020

2 Share Capital

Particulars	As at 31.03.2020	As at 31.03.2019
SHARE CAPITAL AUTHORIZED: 50,00,000 (Previous Year 50,00,000) Equity Shares of Rs. 10/- each	50,000,000	50,000,000
ISSUED, SUBSCRIBED & PAID UP : 49,65,400 (Previous Year 49,65,400) Equity Shares of Rs. 10/- each	49,654,000	49,654,000
TOTAL	49,654,000	49,654,000

2.1 Share Capital Reconciliation

Particulars	As at 31.03.2020	As at 31.03.2019
	No. of Shares	No. of Shares
Equity Shares at the beginning of the year	4,965,400	4,965,400
Add : Equity Shares Issued during the year	-	-
Less : Equity Shares bought back during the Year	-	-
Equity Shares at the end of the year	4,965,400	4,965,400

2.2 Particulars of Equity Shareholders holding more than 5% Shares at Balance Sheet date

Name of the Shareholders	As at 31.03.2020		As at 31.03.2019	
	No. of Shares	% of holding	No. of Shares	% of holding
i) Pramod Kumar Agarwal	268,385	5.41	268,385	5.41
ii) Sangita Agarwal	368,000	7.41	368,000	7.41
iii) Tirumala Resins Pvt Ltd	470,000	9.47	470,000	9.47
iv) Ashakiran Commodeal Pvt Ltd	1,000,000	20.14	1,000,000	20.14
v) Pawan Agarwal	677,765	13.65	677,765	13.65
vi) Madhu Agarwal	419,820	8.45	419,820	8.45

2.3 Terms/rights attached to equity shares

The company has one class of equity shares having a par value of Rs.10/- per share. Each shareholder is eligible for one vote per share held. The dividend proposed by the Board of Directors is subject to the approval of the shareholders in the ensuing Annual General Meeting, except in the case of interim dividend.

2.4 Disclosure of Bonus Share

19,95,240 shares of Rs.10/- each issued as fully paid up bonus share through capitalisation of Securities Premium Reserve in Previous financial year 2017-18.

NOTES ON FINANCIAL STATEMENTS FOR THE YEAR ENDED 31ST MARCH, 2020

3 Reserve & Surplus

Particulars	As at 31.03.2020		As at 31.03.2019
a)Capital Reserve			
TUF (Textile Upgradation Fund) Subsidy	7,513,369		7,513,369
	7,513,369		7,513,369
b)Securities Premium			
Balance as per last Financial Statement	97,304,840		97,304,840
Add : Addition/(Utilised) during the year	-		-
Closing Balance	97,304,840		97,304,840
c)Surplus/(deficit) in the statement of Profit and Loss			
Balance as per last Financial Statement	53,418,339		28,888,335
Add : Profit/ (Loss) for the year	7,257,217		24,530,004
Closing Balance	60,675,556		53,418,339
d)Share of Accumulated Profit in Associate			
As Per Last Balance Sheet	1,272		(1,621)
Add: Profit/(Loss) for the Year	39,448		2,893
Balance at the end of the year	40,720		1,272
TOTAL (a+b+c+d)	165,534,485		158,237,820

4 Long - Term Borrowings

Particulars	As at 31.03.2020		As at 31.03.2019
Secured			
From Banks			
- The South Indian Bank (Loan-1)	-		16,311,000
- The South Indian Bank (Loan-2)	-		334,412
- The South Indian Bank (Loan-3)	65,930,035		80,700,000
From Body Corporates			
- TATA Capital Financial Services Ltd. (Loan-1)	-		582,368
- TATA Capital Financial Services Ltd.(Loan -2)	504,706		2,163,104
- TATA Capital Financial Services Ltd.(Loan -3)	-		1,343,461
- refer note 4.1 (a to f) below	66,434,741		101,434,345
Unsecured			
From Banks	4,062,971		-
From Body Corporates	5,436,063		-
- refer note 4.1 (g to k) below	9,499,034		-
TOTAL	75,933,775		101,434,345

NOTES TO CONSOLIDATED FINANCIAL STATEMENTS FOR THE YEAR ENDED 31ST MARCH, 2020

4.1 Nature of Security and Repayment Terms

- (a) Term Loan 1 from The South Indian Bank is secured by way of first charge on entire plant & machinery except machinery procured through finance from TATA Capital Financial Services and other fixed assets and second charge on current assets of the Company. The Term Loan carry interest @ Base Rate + 0.95% at monthly rest and principal is repayable with an increasing trend monthly in 63 installments towards principal by the Year 2020-21.
- (b) Term Loan 2 from The South Indian Bank is secured by way of first charge on entire plant & machinery except machinery procured through finance from TATA Capital Financial Services and other fixed assets and second charge on current assets of the Company. The Term Loan carry interest @ Base Rate + 0.95% at monthly rest and principal is repayable monthly in 63 equal installments of 1.14 lakhs towards principal by the Year 2020-21.
- (c) Term Loan 3 from The South Indian Bank is secured by way of first charge on entire plant & machinery except machinery procured through finance from TATA Capital Financial Services and other fixed assets and second charge on current assets of the Company. The Term Loan carry interest @ Base Rate + 0.95% at monthly rest and principal is repayable monthly in 78 equal installments of 13.50 lakhs beginning from October, 2018.
- (d) Term Loan 1 from TATA Capital Financial Services Ltd. is secured by way of first charge on the plant & machinery financed by the respective body corporate. The term loan carry interest @12.75%(floating) at monthly rest and repayable monthly in 60 installments towards principal by the year 2020-21.
- (e) Term Loan 2 from TATA Capital Financial Services Ltd. is secured by way of first charge on the plant & machinery financed by the respective body corporate. The term loan carry interest @12.50%(floating) at monthly rest and repayable monthly in 60 installments towards principal by the year 2021-22.
- (f) Term Loan 3 from TATA Capital Financial Services Ltd. is secured by way of first charge on the plant & machinery financed by the respective body corporate. The term loan carry interest @13.25%(floating) at monthly rest and repayable monthly in 24 installments towards principal by the year 2020-21.
- (g) Unsecured Term Loan of Rs.35,70,000/- is taken from IDFC First Bank Limited. The loan carries fixed interest @ 16.00% per annum at monthly rest and is repayable in 36 monthly installments towards principal by the year 2022-23.
- (h) Unsecured Term Loan of Rs.35,00,000/- is taken from Indusind Bank Limited. The loan carries fixed interest @ 17.00% per annum at monthly rest and is repayable in 36 monthly installments towards principal by the year 2022-23.
- (i) Unsecured Term Loan of Rs.35,00,000/- is taken from Tata Capital Financial Services Limited. The loan carries fixed interest @ 17.00% per annum at monthly rest and is repayable in 36 monthly installments towards principal by the year 2022-23.
- (j) Unsecured Term Loan of Rs.30,00,000/- is taken from Aditya Birla Capital Limited. The loan carries fixed interest @ 17.25% per annum at monthly rest and is repayable in 24 monthly installments towards principal by the year 2022-23.
- (k) Unsecured Term Loan of Rs.35,06,000/- is taken from Bajaj Finance Limited. The loan carries fixed interest @ 17.00% per annum at monthly rest and is repayable in 34 monthly installments towards principal by the year 2022-23.

4.2 The entire secured term loans are also secured by the personal guarantee of the directors.

NOTES TO CONSOLIDATED FINANCIAL STATEMENTS FOR THE YEAR ENDED 31ST MARCH, 2020

5 Defererd Tax Liabilities (Net)

Particulars	As at 31.03.2020		As at 31.03.2019
Deferred Tax Liability			
Timing difference of depreciable assets	21,897,795		18,282,536
Less :			
Deferred Tax Assets			
Unabsorbed losses	406,582		-
Gratuity	334,036		168,393
TOTAL	21,157,177		18,114,143

6 Long - Term Provisions

Particulars	As at 31.03.2020		As at 31.03.2019
Provision for Gratuity	1,162,603		567,325
TOTAL	1,162,603		567,325

7 Short - Term Borrowings

Particulars	As at 31.03.2020		As at 31.03.2019
Loans Repayable on Demand			
Secured			
Working Capital loan from The South Indian Bank Ltd.	159,993,289		142,337,321
- refer note 7.1 below	159,993,289		142,337,321
Unsecured			
- From TATA Capital Financial Services Ltd	20,114,300		13,853,228
- refer note 7.2 below			
- From Body Corporates	7,500,000		-
- refer note 7.3 below			
	27,614,300		13,853,228
TOTAL	187,607,589		156,190,549

Nature of Security

- 7.1 Working Capital loan from The South Indian Bank Limited is primarily secured against sundry debtor and stock and collaterally secured against immovable property owned by the company. The working capital carry interest @ Base Rate + 0.95% . The Loan is also secured by personal guarantee of the directors.
- 7.2 Working Capital loan from TATA Capital Financial Services Ltd. carries floating interest @ 12%.
- 7.3 Unsecured Loan from Body Corporates carries interest @ 10% to 14%.

NOTES TO CONSOLIDATED FINANCIAL STATEMENTS FOR THE YEAR ENDED 31ST MARCH, 2020

8 Trade Payables

Particulars	As at 31.03.2020		As at 31.03.2019
Total outstanding dues of micro enterprises and small enterprises (refer note no. 35)	-		-
Total outstanding dues of creditor other than micro enterprises and small enterprises	53,785,566		42,438,625
TOTAL	53,785,566		42,438,625

9 Other Current Liabilities

Particulars	As at 31.03.2020		As at 31.03.2019
Current Maturities of Long term Debt	44,072,521		44,603,372
Other Payables			
Statutory dues payable	405,070		520,086
Liability for expenses	7,217,990		6,819,098
Liability for capital goods	-		360,419
Advance from customers	628,014		857,731
TOTAL	52,323,595		53,160,707

10 Short - Term Provisions

Particulars	As at 31.03.2020		As at 31.03.2019
Provisions for Income Tax (Net of Advance Tax & TDS of Rs 98,327/- previous year 40,73,347/-)	2,124,653		2,573,563
Provisions for Gratuity	38,102		37,968
TOTAL	2,162,755		2,611,531

NOTES TO CONSOLIDATED FINANCIAL STATEMENTS FOR THE YEAR ENDED 31ST MARCH, 2020

12 Non- Current Investments

Particulars	As at 31.03.2020		As at 31.03.2019	
	Nos.	Amount (Rs.)	Nos.	Amount (Rs.)
Non Trade Investments				
Unquoted Shares				
In Equity Shares Of Associate Companies Aashakiran Commodeal Pvt. Ltd. Capital Reserve Share of Accumulated Profit 40,720/- (Previous Year Loss 1,272/-) Percentage of Holding: 49.06% Carrying cost of Investment Face value of Rs. 10/- each	260000	1,340,720	260000	1,301,272
TOTAL	260,000	1,340,720	260,000	1,301,272

13 Long - Term Loans and Advances

Particulars	As at 31.03.2020	As at 31.03.2019
Security Deposits (Unsecured Considered Good)	343,650	220,650
TOTAL	343,650	220,650

14 Other Non - Current Assets

Particulars	As at 31.03.2020	As at 31.03.2019
Fixed Deposits (having maturity more than 12 months) (refer note below)	3,418,000	2,880,000
TOTAL	3,418,000	2,880,000

14.1 Fixed Deposit with banks, having maturity more than 12 months includes Rs 25,00,000/- (previous year Rs 25,00,000/-) held as security against Bank Term Loan from South Indian Bank Limited.

14.2 Fixed Deposit with banks includes Rs 9,18,000/- (previous year Rs 3,80,000/-) held as security against guarantees provided by South Indian Bank Limited.

15 Inventories

Particulars	As at 31.03.2020	As at 31.03.2019
(Valued at lower of cost or net reliasable value)		
Finished Goods	152,318,879	62,902,733
Raw Materials	19,047,629	39,365,470
Stores & Spares	4,176,763	3,048,772
(valued at estimated cost)		
Work-in-progress	18,044,932	80,222,367
TOTAL	193,588,203	185,539,342

NOTES TO CONSOLIDATED FINANCIAL STATEMENTS FOR THE YEAR ENDED 31ST MARCH, 2020

16 Trade Receivables

Particulars	As at 31.03.2020		As at 31.03.2019
(unsecured, considered good)			
Outstanding for a period exceeding 6 months from the date they are due for payment	2,185,184		1,372,197
Others	89,165,728		57,572,996
TOTAL	91,350,912		58,945,193

17 Cash and Bank Balances

Particulars	As at 31.03.2020		As at 31.03.2019
Cash and Cash Equivalents			
Balances with Bank on :			
Current Account	4,125,372		15,713
Escrow Account	9,359		-
Cash in Hand	1,985,079		1,258,782
Other Bank Balances			
Fixed Deposit with Banks (refer note below)	6,139,600		11,510,000
TOTAL	12,259,410		12,784,496

- 17.1 Fixed Deposit with banks includes Rs 23,72,600/- (previous year Rs 77,60,000/-) held as security against bank guarantees provided by South Indian Bank Limited.
- 17.2 Fixed Deposit with banks includes Rs 35,00,000/- (previous year Rs.35,00,000/-) held as security against Bank Term Loan from South Indian Bank Limited.
- 17.3 Fixed Deposit with banks includes Rs 2,50,000/- (previous year Rs 2,50,000/-) held as security against loan from Tata Capital Finance.
- 17.4 Fixed Deposit with banks includes Rs 17,000/- (previous year Rs NIL/-) given as earnest money deposit against participation in tender.
- 17.5 Escrow account is with State Bank of India for availing bill discounting facility from SBI Global Factors Limited.

18 Short - Term Loans and Advances

Particulars	As at 31.03.2020		As at 31.03.2019
(Unsecured, considered good)			
Advances recoverable in cash or in kind	5,035,694		8,279,154
Balances with Central Excise including CENVAT Entitlement and GST	16,027,972		23,575,206
MAT Credit Entitlement	8,668,486		6,445,506
Input Tax Credit on VAT	965,150		965,150
Prepaid Expenses	707,687		878,845
Security Deposit	-		902,000
TUF Subsidy receivable	624,004		624,004
TOTAL	32,028,993		41,669,865

19 Other Current Assets

Particulars	As at 31.03.2020		As at 31.03.2019
Accrued Interest on Fixed Deposit	44,290		311,958
	44,290		311,958

NOTES TO CONSOLIDATED FINANCIAL STATEMENTS FOR THE YEAR ENDED 31ST MARCH, 2020

NOTE NO. 11

Property, Plant & Equipment

FY 2019-20

Particulars	GROSS BLOCK				DEPRECIATION				NET BLOCK	
	As on 01-04-2019	Additions During the Year	Sold/ Transfer During the Year	As on 31-03-2020	Upto 31-03-2019	Depreciation For the Year	Sale Adjustment During the Year	Upto 31-03-2020	As on 31-03-2020	As on 31-03-2019
Tangible Assets										
Land	20,988,042	-	-	20,988,042	-	-	-	-	20,988,042	20,988,042
Factory Building & Shed	49,982,199	52,782,447	-	102,764,646	9,863,790	2,613,247	-	12,477,037	90,287,609	40,118,409
Office Building	4,680,062	-	-	4,680,062	474,275	74,203	-	548,478	4,131,584	4,205,787
Plant & Machinery	192,687,254	18,806,942	-	211,494,196	39,628,031	12,884,266	-	52,512,297	158,981,899	153,059,223
Vehicles (Bike)	92,543	-	-	92,543	56,915	8,792	-	65,707	26,836	35,628
Vehicles (TATA Magic)	465,976	-	-	465,976	343,128	57,417	-	400,545	65,431	122,848
Computer	386,568	18,376	-	404,944	236,293	60,069	-	296,362	108,582	150,275
Furniture	266,016	84,000	-	350,016	71,552	26,289	-	97,841	252,175	194,464
Inverter	27,925	-	-	27,925	10,210	1,798	-	12,008	15,917	17,715
Mobile	97,243	-	-	97,243	25,757	6,220	-	31,977	65,266	71,486
Office Equipments	18,982	-	-	18,982	1,266	3,621	-	4,887	14,095	17,716
										-
Intangible Assets										-
Trade Mark	19,865	-	-	19,865	4,966	4,966	-	9,932	9,933	14,899
										-
TOTAL (A)	269,712,673	71,691,765	-	341,404,438	50,716,183	15,740,888	-	66,457,071	274,947,367	218,996,490
CWIP										
New Plant & Machinery	10,316,432	-	10,316,432	-	-	-	-	-	-	10,316,432
New Factory Building	49,443,348	-	49,443,348	-	-	-	-	-	-	49,443,348
TOTAL (B)	59,759,780	-	59,759,780	-	-	-	-	-	-	59,759,780
GRAND TOTAL (A+B)	329,472,453	71,691,765	59,759,780	341,404,438	50,716,183	15,740,888	-	66,457,071	274,947,367	278,756,270
PREVIOUS YEAR	257,107,975	153,074,803	80,860,581	329,472,453	39,353,899	11,531,176	168,892	50,716,183	278,756,270	

Note: Plant and Machinery includes Rs. Nil (P.Y. Rs.1,80,000) of additions made during the year on which no depreciation has been provided as the assets has not been put to use.

NOTES TO CONSOLIDATED FINANCIAL STATEMENTS FOR THE YEAR ENDED 31ST
MARCH, 2020

20 Revenue from Operations

Particulars	Year ended 31.03.2020	Year ended 31.03.2019
Sale of Products (Manufactured Goods)	602,834,285	461,946,806
Sale of Products (Traded Goods)	61,221,953	110,601,739
Less : GST	(85,104,401)	(73,955,710)
Net Sales	578,951,837	498,592,836
TOTAL	578,951,837	498,592,836

20.1 Particulars of sale of Products**Manufactured Goods :**

PP/HDPE Fabric	66,979,682	20,016,138
HDPE Tarpulin	2,061,164	393,044
PP/HDPE Bags	393,526,154	319,400,097
Leno Bags	30,800,021	55,017,004
Scrap	1,821,552	2,939,694
Liner	666,480	-
Jumbo Bags	24,111,135	-
Other	34,124	78,185

Traded Goods :

Granuals	12,216,327	54,714,300
Ribbon/White Tape	1,429,798	-
Water Coconut	45,305,400	46,009,420
Other	-	24,954
Total	578,951,837	498,592,836

21 Other Income

Particulars	Year ended 31.03.2020	Year ended 31.03.2019
a) Interest Income (TDS 98,327/- previous year TDS 73,347/-)	1,054,254	733,464
b) Sundry balances written back	14,588	273,298
c) TUF Subsidy Received on interest on Term Loan	-	938,076
TOTAL	1,068,842	1,944,838

22 Cost of Materials Consumed

Particulars	Year ended 31.03.2020	Year ended 31.03.2019
A) Raw Material Consumed		
Opening Stock	39,365,470	48,973,266
Add: Purchase during the year	384,411,530	348,855,442
	423,777,000	397,828,708
Less: Closing Stock	19,047,630	39,365,470
TOTAL (A)	404,729,370	358,463,238

22.1 Item wise classification

Granuals	320,126,541	292,959,729
Filler	20,745,561	32,633,743
PP/HDPE Fabric	29,822,046	-
Others	34,035,222	32,869,766
TOTAL	404,729,370	358,463,238

B)Store & Spares Consumed		
Opening Stock	3,048,772	2,579,845
Add: Purchase during the year	5,891,465	5,758,079
	8,940,237	8,337,924
Less: Closing Stock	4,176,763	3,048,772
TOTAL (B)	4,763,474	5,289,152
TOTAL (A+B)	409,492,843	363,752,389

**NOTES TO CONSOLIDATED FINANCIAL STATEMENTS FOR THE YEAR ENDED 31ST
MARCH, 2020**

23 Purchase of Stock-in- Trade

Particulars	Year ended 31.03.2020	Year ended 31.03.2019
Water Coconut	26,244,721	23,051,147
Granuals	12,480,738	52,187,143
Ribbon/Tape	1,410,328	-
TOTAL	40,135,787	75,238,290

24 Change in Inventories of Finished Goods , Stock in Process

Particulars	Year ended 31.03.2020	Year ended 31.03.2019
Finished Goods		
Opening Stock	62,902,733	36,021,765
Less: Closing Stock	152,318,879	62,902,733
	(89,416,146)	(26,880,968)
Stock-in-process		
Opening Stock	80,222,367	32,607,066
Less: Closing Stock	18,044,932	80,222,367
	62,177,435	(47,615,301)
TOTAL	(27,238,711)	(74,496,269)

25 Employees Benefit Expenses

Particulars	Year ended 31.03.2020	Year ended 31.03.2019
-Salary	17,529,051	14,782,836
-Wages	12,763,805	3,256,957
-PF Administrative Charges	32,566	18,130
-PF Employers' Contribution	424,522	249,194
-ESI Employers' Contribution	332,686	282,433
-Staff & labour Welfare Expenses	807,440	63,427
- Staff Quarters Rent	56,900	54,000
- Gratuity	595,412	199,227
TOTAL	32,542,382	18,906,204

25.1 Salary includes salary to a Director Rs. 12,00,000/- (Previous year 12,00,000/-).

26 Finance Cost

Particulars	Year ended 31.03.2020	Year ended 31.03.2019
Interest On Cash Credit	17,457,854	9,410,828
Interest to Bank on Term Loan	10,950,456	8,545,612
Interest to Others	6,988,207	3,721,079
Other Borrowing Cost	846,396	941,414
TOTAL	36,242,913	22,618,933

27 Depreciation & Amortisation Expense

Particulars	Year ended 31.03.2020	Year ended 31.03.2019
Depreciation and Amortisation	15,740,888	11,531,176
TOTAL	15,740,888	11,531,176

NOTES TO CONSOLIDATED FINANCIAL STATEMENTS FOR THE YEAR ENDED 31ST
MARCH, 2020

28 Other Expenses

Particulars	Year ended 31.03.2020	Year ended 31.03.2019
Power & Fuel		
-Electric Charges	31,619,744	27,627,119
- Fuel	1,755,162	2,026,311
Conversion Charges	3,284,070	-
Carriage Inward	1,416,366	840,141
Carriage Outward	12,113,888	6,201,471
Freight (on Water Coconut)	2,294,000	5,623,059
Miscellaneous Expenses	1,124,855	315,336
Bank Charges	219,773	580,929
Listing Fees	10,000	10,000
Late Fees	8,645	12,045
Discount & Claims	19,110	109,489
Insurance	1,162,559	547,153
Security Guard charges	804,197	876,847
Advertisement, Event & Subscription Expenses	4,536	306,048
Printing & Stationery	139,246	111,788
Repair & Maintenance to Machinery	1,254,071	880,629
Repair & Maintenance to Factory Shed	134,391	-
Vehicle running & maintenance expenses	133,572	161,867
Professional Charges	769,400	875,694
Auditor's Remmuneration		
- Audit Fees	100,000	100,000
- Tax Audit Fees	10,000	10,000
- Other Services	30,000	30,000
Rate and Taxes	342,781	322,554
Donation	27,800	5,100
Annual Custody Fees	9,000	9,000
Commission & Brokerage	1,062,000	40,000
Telephone Expenses	64,474	102,205
Travelling & Conveyance Expenses	1,108,891	1,009,975
Rent	1,283,958	1,782,580
TOTAL	62,306,489	50,517,340

29 Exceptional Item

Particulars	Year ended 31.03.2020	Year ended 31.03.2019
Profit/(Loss) from sale of Fixed Assets	-	(14,153)
Profit/(Loss) from Foreign Currency	-	-
(Loss) Due to Fire (Refer Note no. 39)	-	(168,215)
TOTAL	-	(182,368)

**NOTES TO CONSOLIDATED FINANCIAL STATEMENTS FOR THE YEAR ENDED 31ST MARCH,
2020**

30 Details of earnings and expenditures in foreign currency

Particulars	Year ended 31.03.2020	Year ended 31.03.2019
(a) Earnings in Foreign Exchange	NIL	NIL
(b) C.I.F. Value of Imports	NIL	NIL
(c) Expenses in Foreign Currency	NIL	NIL

31 Particulars of Consumption of imported and indigenous raw materials, Spare Parts, Components and Stores consumed and percentage thereof:

Particulars	Year ended 31.03.2020	%	Year ended 31.03.2019	%
Raw Materials				
Imported	-	-	-	-
Indigenous	404,729,370	100.00%	358,463,238	100.00%
Total	404,729,370	100.00%	358,463,238	100.00%
Stores				
Imported	-	-	-	-
Indigenous	4,763,474	100.00%	5,289,152	100.00%
Total	4,763,474	100.00%	5,289,152	100.00%

32 Related Party Transactions

Related Party Disclosures as per Accounting Standard 18 issued by the Institute of Chartered Accountants of India are detailed below:-

Description of Related Party	Name of Related Party
Subsidiaries	Nil
Key Management Personnel	1. Pramod Kumar Agarwal 2. Nirmal Parakh 3. Shikha Agarwal
Director	1. Pawan Kumar Agarwal
Relative of Director	1. Madhu Agarwal 2. Prateek Agarwal
Enterprise over which Key Management Personnel are common and is able to exercise significance influence.	1. Tirumala Resins (P) Ltd. 2. Aashakiran Commodeal Pvt. Ltd.

NOTES TO CONSOLIDATED FINANCIAL STATEMENTS FOR THE YEAR ENDED 31ST MARCH, 2020

33 Details of Related Party Transactions

Paid to/Received From	Nature of Transaction	Transaction during the year 2019-20 (Rs.)	Outstanding as on 31.03.2020 (Rs.)	Transaction during the year 2018-19 (Rs.)	Outstanding as on 31.03.2019 (Rs)
1. Pramod Kumar Agarwal	Salary	1,200,000	122,735	1,200,000	199,107
2. Nirmal Parakh	Salary	813,368	37,968	840,000	67,000
3. Prateek Agarwal	Salary	602,400	96,000	360,000	30,000
4. Shikha Agarwal	Salary	602,400	101,138	600,000	143,307
6. Pawan Kumar Agarwal	Loan Repaid	-	-	500,000	-
7. Madhu Agarwal	Office Rent	-	-	10,000	-
8. Tirumala Resins Pvt. Ltd	Sales	-	-	12,997	-
8. Tirumala Resins Pvt. Ltd	Advance Given	1,600,000	-	-	-
9. Tirumala Resins Pvt. Ltd	Advance Received	1,600,000	-	-	-

NOTES TO CONSOLIDATED FINANCIAL STATEMENTS FOR THE YEAR ENDED 31ST MARCH, 2020

34 In keeping with the Company's gratuity scheme employees are entitled to gratuity benefit on retirement /death/ incapacitation/termination. The present value of obligation is determined based on actuarial valuation using the Projected Unit Credit Method, which recognises each period of service as giving rise to additional unit of employee benefit entitlement and measures each unit separately to built up the final obligation. Following are the further particulars with respect to gratuity liability which is unfunded :

Particulars	Year ended 31.03.2020	Year ended 31.03.2019
I. Changes in present value of obligations		
i Present value of obligation at the beginning of the year	605,293	416,941
ii Acquisition Adjustment	-	-
iii Interest Cost	40,554	31,768
iv Past service Cost	-	-
v Current Service Cost	329,672	139,013
vi Curtailment Cost	-	-
vii Settlement Cost	-	-
viii Benefits Paid	-	(10,875)
ix Actuarial gain/loss on Obligations	225,185	28,446
Present value of Obligation at the end of the year	1,200,705	605,293
II. Expense recognised in Statement of Profit/Loss		
i Current Service Cost	329,672	139,013
ii Past service Cost	-	-
iii Interest Cost	40,554	31,768
iv Expected Return on Plan Asset	-	-
v Curtailment Cost	-	-
vi Settlement Cost	-	-
vii Actuarial Gain/Loss recognised in the year	225,185	28,446
Expenses Recognised in statement of Profit/ Loss	595,412	199,227
III. Liability recognised in Balance Sheet		
i Opening Net Liability	605,293	416,941
ii Expenses as above	595,412	199,227
iii Contributions	-	(10,875)
iv Closing Net Liability	1,200,705	605,293
Closing Fund / Provision at the end of year	1,200,705	605,293
IV. Principle Actuarial Assumptions		
i Mortality Table	IALM (2006-2008) Ultimate	
ii Discount Rate		6.70%
iii Inflation Rate		6.00%
iv Return on Asset		NA

NOTES TO CONSOLIDATED FINANCIAL STATEMENTS FOR THE YEAR ENDED 31ST MARCH, 2020

35 Dues to Suppliers registered under The Micro, Small and Medium Enterprises Development Act, 2006 (MSMED Act) are:

Sl. No.	Particulars	As at 31.03.2020	As at 31.03.2019
1	The principal amount remaining unpaid to any supplier as at the year end	-	-
	The interest remaining unpaid to any supplier as at the year end	-	-
2	Principal amounts paid to suppliers beyond the appointed day during the year	-	-
	Interest paid under Section 16 of the MSMED Act, to suppliers during the year.	-	-
3	The amount of interest due and payable for the year of delay in making payment (which have been paid but beyond the appointed day during the year) but without adding the interest specified under the MSMED Act, 2006	-	-
4	The amount of interest accrued and remaining unpaid at the end of the year	-	-
5	The amount of further interest remaining due and payable even in the succeeding years, until such date when the interest dues as above are actually paid to the small enterprise, for the purpose of disallowance as a deductible expenditure under section 23 of the MSMED Act, 2006.	-	-

36 Impact of outbreak of COVID-19

Due to the outbreak of Coronavirus Disease(COVID-19), the Government of India declared lock-down effective 25th March 2020 and in compliance of the instructions issued by the Central and State Governments. This impacted the normal business operations of the Company by way of interruption in projects execution, supply chain disruption and unavailability of personnel during the lock-down period.

The Company has considered the possible impacts on the carrying value of assets and contractual terms with customers and vendors. The Company, as at the date of these financial results has used the available information to assess the impact on the future performance of the Company. Based on the information, the Company has made assessment and expects that the carrying amount of assets reported in these financials as at 31 March 2020 are fully recoverable.

The Company has also estimated the future cash flows with the possible effects that may result from the COVID-19 pandemic and does not foresee overall adverse impact on realising its assets and meeting its liabilities as and when they fall due. The actual impact of the COVID-19 pandemic may vary from that estimated as at the date of approval of these financial results.

The Central and State Governments have since significantly relaxed the lock-down restrictions. The Company has resumed its operations though not at full scale. The Company will continue to closely observe the evolving scenario and take into account any future developments arising out of the same.

NOTES TO CONSOLIDATED FINANCIAL STATEMENTS FOR THE YEAR ENDED 31ST MARCH,
2020

37 Contingent Liabilities

Particulars	Year ended 31.03.2020	Year ended 31.03.2019
(i)Guarantees given by bank on behalf of company & counter guarantees given by the Co. To WBSEDCL	10,985,000	10,985,000

The above mentioned bank guarantee has been secured by Fixed Deposits worth Rs 28.49 Lacs (Previous year Rs 81.08 lacs) as on 31.03.2020.

(ii) The Company has availed Input Tax Credit of Rs.8,12,061/- during the Financial Year 2019-20 towards cenvat and service tax as per writ petition order (W.P. No.2159 (W) of 2020) in favour of the Company against which the Counsel for Central Excise, Customs and Service Tax has moved to the High Court on 01.07.2020. Hence the amount of input tax credit of Rs.8,12,061/- claimed by the Company is disputed.

38 Earning per equity share

Particulars	Year ended 31.03.2020	Year ended 31.03.2019
Net Profit / (Loss) attributable to equity shareholders	7,296,665	24,532,898
Weighted average number of equity shares in calculating EPS	4,965,400	4,965,400
Nominal value of Equity Shares	10.00	10.00
Basic earnings/(loss) per share	1.47	4.94
Diluted earnings/(loss) per share	1.47	4.94

39 Loss of Rs. 1,68,215/- shown under the head exceptional item in statement of profit and loss is in respect of loss suffered by the company due to fire took place at the registered office of the company on 15th September, 2018.

40 Capital and other Commitments

Estimated amount of contracts remaining to be executed on capital account net of advances is Rs. NIL/- (Previous year Rs. 1,52,89,848/-)

41 The amount have been rounded off to the nearest rupee.

42 The previous year figures has been reclassified/ regrouped in accordance with the requirement applicable in current year.

In terms of our report of even date attached

For D. K. Parmanandka & Co.

Chartered Accountants

Sd/-

(Rahul Gupta)

Partner

PLACE : KOLKATA

Date: 2nd August, 2020

For and on behalf of the Board of Directors of SMVD Poly Pack Limited

Sd/-

Pramod Kumar Agarwal

Chairman & Managing Director

Sd/-

Pawan Kumar Agarwal

Director

Sd/-

Nirmal Parakh

Chief Financial Officer

Sd/-

Sangita Agarwal

Director

Sd/-

Shikha Agarwal

Company Secretary

Membership No: 308981

SMVD POLYPACK LIMITED

(CIN : L25200WB2010PLC141483)

Registered Office : 16, Strand Road, Diamond Heritage, 8th Floor, Suite No. – 804B, Kolkata-700 001.

Phone No.: 033-22354254, E-mail : smvd513@gmail.com, Website : www.smvdpolypack.com